

The following English translation is for reference purposes only, as it was originally prepared and published by the Company in Japanese and is qualified in its entirety by the original Japanese version submitted to the Tokyo Stock Exchange. Please refer to the Japanese version in the event of any discrepancy between the English and Japanese versions.



December 7, 2018

Company Name: Ateam Inc.

Representative: Takao Hayashi, President

(Code Number: 3662)

Contact: Kunio Iwakiri, Corporate Officer, CFO/Corporate Treasurer & Financial Controller

(Tel: +81-52-747-5573)

Notice Regarding Differences Between Financial Forecast and Actual Results

Ateam Inc. (hereafter Ateam) announces that the actual consolidated financial results for the first quarter of the fiscal year ending July 31, 2019, differed from the original forecasts released on September 7, 2018, as follows.

1. Difference Between Financial Forecast and Actual Results for the First Quarter of the Fiscal Year Ending July 31, 2019 (August 1, 2018 through October 31, 2018)

	Revenue (million JPY)	Operating income (million JPY)	Ordinary income (million JPY)	Net income attributable to shareholders of parent company (million JPY)	Net income per share (JPY)
Previous Financial Forecast (A)	9,000	0	0	0	0
Actual Consolidated Results (B)	8,927	484	507	257	13.19
Variance in Amount (B-A)	-73	484	507	257	13.19
Variance in Percentage (%)	-0.8	-	-	-	-
(Ref.) Results for the First Quarter of the Fiscal Year Ended July 31, 2018	8,904	963	980	678	35.39

2. Reason for Difference

In regard to revenue, although the E-Commerce Business fell slightly short of target, the Entertainment Business and Lifestyle Support Business proceeded as originally expected, thus results were in line with forecasted expectations.

Meanwhile, operating income, ordinary income and net income exceeded original forecasts. This was mainly due to an increase in the number of users for the Lifestyle Support Business that resulted in profit contribution, in addition to a strong start for the new game title within the Entertainment Business leading to unused promotional expenses.

For these reasons mentioned above, consolidated financial results for the first quarter of the fiscal year ending July 31, 2019 differed to the original forecast.

There are no changes to the full year consolidated financial forecast at this time. If and when a change in forecast is to occur, a prompt announcement will be made via public notice.