



## Summary of Consolidated Financial Statements for the Fiscal Year Ended September 30, 2024 (Based on Japanese GAAP)

November 12, 2024

Name of listed company: GMO Financial Gate, Inc Exchange: Tokyo Stock Exchange Growth  
Stock code: 4051 URL: <https://gmo-fg.com/>

Representative: Kentaro Sugiyama, President & Chief Executive Officer  
Contact: Tomoki Tamai, Director, Corporate Support Division Executive Officer Tel: +81-3-6416-3881

Scheduled date of annual general meeting of shareholders December 15, 2024 Scheduled date of commencement for dividend payment December 17, 2024

Scheduled date of filing annual securities report December 16, 2024

Supplemental materials prepared for financial results : Yes

Information meeting arranged related to financial results : Yes (for institutional investors and analysts)

(Amounts rounded down to the nearest one million yen)

1. Consolidated Financial Statements for the Fiscal Year Ended September 30, 2024 (From October 1, 2023 to September 30, 2024)

(1) Consolidated Financial Statements (Cumulative) (Percentages represent year-on-year % change)

	Revenue		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Mil.Yen	%	Mil.Yen	%	Mil.Yen	%	Mil.Yen	%
FY 2024	18,705	17.6	1,514	35.2	1,497	34.4	986	32.2
FY 2023	15,909	54.5	1,120	51.3	1,114	49.4	746	58.0

(\*) Comprehensive profit FY2024 1,048 Mil.Yen (34.2%) FY2023 781 Mil.Yen (62.9%)

	Basic earnings per share	Diluted earnings per share	Return on shareholders' equity	Ordinary profit to total assets	Operating profit to revenue
	Yen	Yen	%	%	%
FY 2024	118.78	118.60	18.9	12.9	8.1
FY 2023	90.25	89.74	15.9	14.0	7.0

(Note) Share of profit of entities accounted for using equity method FY2024 — Mil.Yen FY2023 — Mil.Yen

(Note) The Company conducted a 2-for-1 stock split for common stock on January 17, 2023. The effect of the stock split has been reflected in the calculation of basic earnings per share for the fiscal year ending September 30, 2023 (forecast)

(2) Consolidated Financial Position

	Total assets	Total equity	Equity ratio	Net assets per share
	Mil.Yen	Mil.Yen	%	Yen
FY 2024	13,955	5,799	39.7	665.30
FY 2023	9,262	5,115	53.0	592.97

(Note) Equity Capital FY2024 5,535 Mil.Yen FY2023 4,913 Mil.Yen

(3) Consolidated Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at the end of period
	Mil.Yen	Mil.Yen	Mil.Yen	Mil.Yen
FY 2024	1,644	△719	131	5,060
FY 2023	865	△529	1,280	4,003

2. Dividends

	Annual Dividend					Total dividends	Payout ratio (Consolidated)	Dividends to net assets (Consolidated)
	End of Q1	End of Q2	End of Q3	End of Q4	Total			
	Yen	Yen	Yen	Yen	Yen	Mil.Yen	%	%
FY 2023	—	0.00	—	46.00	46.00	382	51.0	8.1
FY 2024	—	0.00	—	62.00	62.00	517	52.2	9.9
FY 2025 (forecast)	—	0.00	—	80.00	80.00		50.6	

(Note) To be resolved at the Company's Board of Directors meeting on November 18, 2024.

3. Consolidated Financial Forecast for the Fiscal Year Ending September 2025 (October 1, 2024 to September 30, 2025)

(Percentages represent quarter-on-quarter / year-on-year % change)

	Revenue		Operating profit		Profit before income taxes		Profit		Profit attributable to owners of parent		Basic earnings per share
	Mil.Yen	%	Mil.Yen	%	Mil.Yen	%	Mil.Yen	%	Mil.Yen	%	Yen
Q2 FY2025(Cumulative)	9,677	—	1,090	—	1,081	—	674	—	677	—	81.37
FY2025(Full year)	22,200	—	2,020	—	2,002	—	1,316	—	1,316	—	158.17

(Note) The Group will voluntarily apply International Financial Reporting Standards (IFRS) in place of Japanese GAAP in the consolidated financial statements included in the Annual Securities Report for the fiscal year ended September 30, 2024. Accordingly, the consolidated earnings forecast for the fiscal year ending September 30, 2025, is based on IFRS, and year-on-year % change has been provided related to the fiscal year results ended September 30, 2024, which is under Japan GAAP.

**Translation**

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purpose. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

Notes:

(1) Changes of important subsidiaries during the period : No

Number of new subsidiaries - (Name) Number of excluded subsidiaries: - (Name)

(change of specific subsidiaries that leads to a change in the scope of consolidation)

(2) Changes in the accounting policy / changes in the accounting estimation

[1] Changes in accounting policy required by accounting criteria : No

[2] Changes in accounting policy other than [1] : No

[3] Changes in accounting estimations : No

[4] Restatement of prior period financial statements : No

(3) Number of shares issued (common stock)

[1] Number of shares issued at the end of the term  
(including treasury stock)

FY2024	8,339,480	FY2023	8,305,340
--------	-----------	--------	-----------

[2] Number of treasury shares at the end of the term

FY2024	19,210	FY2023	19,188
--------	--------	--------	--------

[3] Average number of shares during the term

FY2024	8,307,038	FY2023	8,270,541
--------	-----------	--------	-----------

(Notes) 1. The number of treasury shares at the end of the term includes the Company's shares held by Board Benefit Trust

(BBT and J-ESOP) (FY2023: 18,800 shares, Q3 FY2024: 18,800 shares)

2. The company conducted a 2-for-1 stock split for common stock on January 17, 2023. As a result, the number of shares issued (common stock) is calculated on the assumption that the stock split was conducted at the beginning of the fiscal year ended September 30, 2023

(Note) Non-consolidated Financial Statements for the Fiscal Year Ended September 30, 2024

(From October 1, 2023 to September 30, 2024)

(1) Non-consolidated operating results

(Percentages represent year-on-year % change)

	Revenue		Operating profit		Ordinary profit		Net profit		
	Mil. Yen	%	Mil. Yen	%	Mil. Yen	%	Mil. Yen	%	
FY2024	18,025	18.0	1,080	38.4	1,218	3.2	921	△4.2	
FY2023	15,281	57.0	780	47.8	1,179	121.5	961	171.3	
		Earnings per share		Diluted earnings per share					
		Yen		Yen					
FY2024	110.89		110.72						
FY2023	116.31		115.65						

(Note) The company conducted a 2-for-1 stock split for common stock on January 17, 2023. As a result, the number of shares issued (common stock) is calculated on the assumption that the stock split was conducted at the beginning of the fiscal year ended September 30, 2023

(2) Non-consolidated financial position

	Total assets		Net assets		Equity ratio		Net assets per share	
	Mil. Yen		Mil. Yen		%		Yen	
FY2024	13,543		5,669		41.9		681.42	
FY2023	9,093		5,113		56.2		617.07	

(Note) Shareholders' equity FY2024 5,669Mil. Yen FY2023 5,113Mil. Yen

\* Financial statements are not subject the review by certified public accountants or financial statement auditors.

\* Explanation of the appropriate use of forecasts and other special notes

The forward-looking statements, including business results forecasts, contained in this document are based on information available to the company at the time of preparation and on certain assumptions deemed reasonable by the company. Forward-looking statements are not intended as a promise of actual results by the company. Actual results may differ materially due to a variety of factors. For more regarding assumptions related to earnings forecasts and precautions concerning the use of earnings forecasts, see 1. Qualitative Information Regarding Results for the Period (4) Future outlook on page 4 of Attached Materials

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purpose. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

Table of contents of attachments

1. Qualitative Information on Quarterly Consolidated Financial Statements.....	2
(1) Overview of operating results.....	2
(2) Overview of financial position.....	3
(3) Overview of cash flows.....	4
(4) Future outlook.....	4
(5) Basic policy on profit distribution and dividends for the current and next fiscal year.....	5
2. Basic Concept Regarding Selection of Accounting Standards.....	5
3. Consolidated financial statements and Major Notes.....	6
(1) Consolidated balance sheet.....	6
(2) Consolidated statement of income and comprehensive income.....	8
(3) Consolidated statement of changes in equity.....	10
(4) Consolidated statement of cash flows.....	11
(5) Notes regarding consolidated financial statements.....	12
(Notes regarding going concern assumptions).....	12
(Segment Information) .....	12
(Per Share Information) .....	12
(Significant subsequent events).....	12

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purpose. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

## 1. Qualitative Information Regarding Results for the Period

### (1) Overview of operating results for the fiscal year ended September 30, 2024

Forward-looking statements in this document reflect GMO Financial Gate Group (GMO-FG) judgements as of the end of the fiscal year ended September 30, 2024.

Financial results for the fiscal year ended September 30, 2024 (October 1, 2023 to September 30, 2024) are as follows.

(Unit: Thousand Yen)

	FY2023 (October 1, 2022 to September 30, 2023)	FY2024 (October 1, 2023 to September 30, 2024)	YoY Change (%)
Revenue	15,909,069	18,705,381	17.6
Operating profit	1,120,324	1,514,491	35.2
Ordinary profit	1,114,159	1,497,027	34.4
Profit attributable to owners of parent	746,433	986,682	32.2

#### a. Revenue

Revenue at GMO-FG reached ¥18,705,381 thousand (up 17.6% YoY).

Revenue for the fiscal year ended September 30, 2024 showed steady growth due mainly to our efforts to build up small and medium-sized projects and the growth of recurring-model revenue despite an absence of large projects including those related to Japan Post which contributed to initial sales for the fiscal year ended September 30, 2023.

In sales of payment terminals, which account for most of initial sales, the composition ratio of non “stera” terminals rose year on year, leading to a certain level of diversification in types of terminals. Meanwhile, “stera” continued to make large contributions to sales of payment terminals, with “next stera” in the “stera” series, which is a new product in manned terminals, launched in the three months ended September 30, 2024.

Recurring-model revenue continued to show significant growth driven by fee revenue. Stock revenue also grew significantly due to a solid increase in the number of active IDs mainly through building up small and medium-sized projects despite a set back of sales related to large projects recorded a year ago. Spread revenue maintained solid growth although the growth was moderate compared to other recurring-model revenues due to the review of the portfolio of merchants conducted from the perspective of risk management during the three months ended June 30, 2024.

Revenue by business model for the fiscal year ended September 30, 2024 is as follows. Recurring-model revenue consists of stock, fee and spread revenues, and figures in parentheses represent a breakdown of recurring-model revenue.

(Unit: Thousand Yen)

	FY2023 (October 1, 2022 to September 30, 2023)	FY2024 (October 1, 2023 to September 30, 2024)	YoY Change (%)
Initial	11,116,720	11,907,840	7.1
Recurring-model	4,792,348	6,797,540	41.8
Stock	(1,243,892)	(1,737,837)	(39.7)
Fee	(2,396,603)	(3,709,925)	(54.8)
Spread	(1,151,852)	(1,349,777)	(17.2)
Total	15,909,069	18,705,381	17.6

## b. Operating profit

Operating profit reached ¥1,514,491 thousand (up 35.2% YoY).

The high growth in operating profit can be attributed to (1) a rise in composition of high-margin device revenue in sales of payment terminals which account for most of initial sales, (2) an increase in profitable development sales in line with the progress on the scheduled large projects and (3) an increase in high-margin recurring-model revenue due to an increase in the number of payments processed and GMV compared to the fiscal year ended September 30, 2023. While revenue for the fiscal year ended September 30, 2024 fell short of the consolidated financial forecast announced on November 13, 2023, operating profit, which is set as one of our management targets, significantly exceeded the forecast with the increase in excess of an increase in selling, general and administrative expenses associated with investments mainly in human resources to support future growth.

## c. Ordinary profit

Ordinary profit reached ¥1,497,027 thousand (up 34.4% YoY).

## d. Profit attributable to owners of parent

Profit attributable to owners of parent reached ¥986,682 thousand (up 32.2% YoY).

## (2) Overview of financial position as of September 30, 2024

## (Assets)

As of September 30, 2024, current assets increased ¥4,132,087 thousand from September 30, 2023 to ¥11,637,297 thousand. This was mainly due to an increase in trade accounts receivable of ¥2,189,559 thousand due to strong sales of payment terminals, cash and cash equivalents increase of ¥1,056,775 thousand, and merchandise increase of ¥773,778 thousand as the payment terminal inventory to a certain level based on the sales forecast. Non-current assets increased ¥560,914 thousand from September 30, 2023 to ¥2,317,945 thousand mainly due to increase in software of ¥303,833 thousand and in deferred tax assets of ¥235,336 thousand.

As a result, total assets increased ¥4,693,002 thousand from September 30, 2023 to ¥13,955,242 thousand.

## (Liabilities)

As of September 30, 2024, current liabilities increased ¥3,483,586 thousand from September 30, 2023 to ¥6,088,444 thousand. This was mainly due to increases in accounts payable of ¥1,002,107 thousand, in deposits received of ¥970,394 thousand, in income taxes payable of ¥356,136 thousand, in provision for chargeback of ¥263,027 thousand and in allowance for employees' bonuses of ¥253,799 thousand. Non-current liabilities increased ¥525,392 thousand from September 30, 2023 to ¥2,066,980 thousand mainly due to an increase in long term borrowing of ¥500,000 thousand.

As a result, total liabilities increased ¥4,008,979 thousand from September 30, 2023 to ¥8,155,424 thousand.

(Net assets)

As of September 30, 2024, total net assets increased ¥684,023 thousand from September 30, 2023 to ¥5,799,818 thousand. This was mainly because retained earnings increased ¥986,682 thousand due to recording of profit attributable to owners of parent while retained earnings decreased ¥382,027 thousand due to distribution of dividend from surplus.

(3) Overview of cash flows for the fiscal year ended September 30, 2024

As of September 30, 2024, cash and cash equivalents ("cash") increased ¥1,056,775 thousand from September 30, 2023 to ¥5,060,458 thousand. A summary of cash flows from each activity for the fiscal year ended September 30, 2024 is as follows.

(Cash flows from operating activities)

Net cash provided by operating activities was ¥1,644,512 thousand (net cash provided of ¥865,913 thousand for the fiscal year ended September 30, 2023). While cash decreased due to an increase in trade accounts receivables of ¥2,189,559 thousand, cash increased mainly due to recording of profit before income taxes of ¥1,496,834 thousand and depreciation of ¥458,417 thousand and increases in trade payables of ¥1,002,799 thousand and in deposits received of ¥970,394 thousand.

(Cash flows from investing activities)

Net cash used in investing activities was ¥719,173 thousand (net cash used of ¥529,945 thousand for the fiscal year ended September 30, 2023) mainly because cash decreased due to purchase of intangible fixed assets of ¥553,752 thousand and purchase of investment securities of ¥99,994 thousand.

(Cash flows from financing activities)

Net cash provided by financing activities was ¥131,435 thousand (net cash provided of ¥1,280,529 thousand for the fiscal year ended September 30, 2023) mainly because cash increased due to proceeds from long term borrowing of ¥500,000 thousand while cash decreased due to payment of dividends of ¥382,027 thousand.

(4) Future outlook

During the fiscal year ended September 30, 2024, prospects remained uncertain due to factors including uncertain international affairs, but in the offline cashless payment market in which the Group operates, the trend toward cashless payments continued due to government-led promotion and the diversification of payment methods. As a result, the government's target of achieving a 40% cashless payment ratio in Japan by 2025 is now expected to be fulfilled one year ahead of schedule. Under such an environment, the Group aims to focus on the sales of payment terminals meeting the requirements of member merchants, enhancement of the payment processing center, and acquire new merchants and alliance partners to continue medium to long-term growth in revenue and operating profit.

Consolidated financial forecast for the fiscal year ending September 30, 2025 (Note) is revenue of ¥22,200 million, operating profit of ¥2,020 million, profit before income taxes of ¥2,002 million, profit of ¥1,316 million and profit attributable to owners of parent of ¥1,316 million. In terms of revenue, although a new portable terminal, "next stera" is scheduled to be launched in the fiscal year ending September 30, 2025, we consider the year to be a preparation period for accelerated growth as we intend to allocate our sales and development resources primarily to prepare for the launch of large projects scheduled to be launched after the fiscal year ending September 30, 2026. In terms of profit, we aim to achieve a high level of growth mainly through appropriate cost management.

(Note) The Company has determined to voluntarily apply International Financial Reporting Standards (IFRS) in place

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purpose. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

of Japanese GAAP from the consolidated financial statements in the Annual Securities Report for the fiscal year ended September 30, 2024. Accordingly, the consolidated financial forecast for the fiscal year ending September 30, 2025 prepared under IFRS does not include the percentage change compared to the results for the fiscal year ended September 30, 2024 prepared under Japanese GAAP.

#### (5) Basic policy on profit distribution and dividends for the current and next fiscal year

Recognizing shareholder returns is one of management's most important issues. The company aims for stable and continuous payment of dividends in comprehensive consideration of financial results and adequate internal reserves to meet capital needs for business expansion.

The year-end dividend for the fiscal year ended September 30, 2024 was revised upward to be ¥52 per share in the announcement made on November 13, 2023 but will be further increased by ¥10 to ¥62 per share as the financial results for the fiscal year ended September 30, 2024 exceeded the disclosed forecast. (Note)

The dividends for the fiscal year ending September 30, 2025 is forecasted to be ¥80 per share based on our strong business plan with an aim to further enhance shareholder returns by increasing dividends from the current fiscal year and increase medium and long-term corporate value.

(Note) To be resolved at the Company's Board of Directors meeting scheduled to be held on November 18, 2024.

## 2. Basic Concept Regarding Selections of Accounting Standards

The Group will voluntarily apply International Financial Reporting Standards (IFRS) in place of Japan GAAP from the consolidated financial statements in the Annual Securities Report for the fiscal year ended September 30, 2024 to improve the international comparability of financial information in the capital markets and also to sophisticate the Group's corporate management framework in the medium and long-term.

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purpose. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

### 3. Consolidated financial statements and Major Notes

#### (1) Quarterly consolidated balance sheet

(Unit: Thousand yen)

	End of FY2023 (September 30, 2023)	End of FY2024 (September 30, 2024)
<b>Assets</b>		
Current assets		
Cash and cash equivalents	4,015,682	5,072,458
Trade accounts receivable	920,725	3,110,284
Merchandise	2,396,179	3,169,957
Other financial assets	181,151	296,242
Allowance of doubtful accounts	△8,529	△11,645
Total current assets	7,505,209	11,637,297
Non-current assets		
Property, plant and equipment	84,575	70,358
Intangible fixed assets		
Software	1,062,072	1,365,906
Software in progress	117,035	79,554
Customer-related assets	42,810	—
Goodwill	133,315	88,876
Other intangible fixed assets	60	60
Total intangible fixed assets	1,355,293	1,534,397
Investments and other assets		
Investment securities	—	99,994
Lease deposits	47,033	45,556
Bankruptcy rehabilitation claims	1,043	1,277
Deferred tax assets	237,641	472,978
Other investments and other	32,486	94,661
Allowance for doubtful accounts	△1,043	△1,277
Total investments and other assets	317,161	713,190
Total non-current assets	1,757,031	2,317,945
Total assets	9,262,240	13,955,242



**Translation**

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purpose. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

(Unit: Thousand yen)

	End of FY2023 (September 30, 2023)	End of FY2024 (September 30, 2024)
<b>Liabilities</b>		
Current liabilities		
Account payable	1,075,275	2,077,383
Income taxes payable	201,123	557,259
Contract liabilities	89,224	260,847
Deposits received	375,741	1,346,136
Allowance for employees' bonuses	392,760	646,559
Allowance for directors' bonuses	107,576	145,500
Allowance for chargebacks	—	263,027
Other current liabilities	363,157	791,732
<b>Total current liabilities</b>	<b>2,604,857</b>	<b>6,088,444</b>
Non-current liabilities		
Long term borrowing	1,500,000	2,000,000
Provision for employee stock ownership plan trust	4,524	17,074
Provision for management board benefit trust	23,954	49,905
Deferred tax liabilities	13,108	—
<b>Total non-current liabilities</b>	<b>1,541,587</b>	<b>2,066,980</b>
<b>Total liabilities</b>	<b>4,146,445</b>	<b>8,155,424</b>
<b>Net assets</b>		
Shareholders' equity		
Capital stock	1,629,932	1,638,680
Capital surplus	1,643,043	1,651,791
Retained earnings	1,764,019	2,368,673
Treasury stock	△123,529	△123,703
<b>Total shareholders' equity</b>	<b>4,913,464</b>	<b>5,535,440</b>
Non-controlling interests	202,330	264,377
<b>Total net assets</b>	<b>5,115,795</b>	<b>5,799,818</b>
<b>Total liabilities and net assets</b>	<b>9,262,240</b>	<b>13,955,242</b>

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purpose. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

## (2) Consolidated statement of income and statement of comprehensive income

## Consolidated statement of income

(Unit: Thousand yen)

	FY2023 (October 1, 2022 to September 30, 2023)	FY2024 (October 1, 2023 to September 30, 2024)
Revenue	15,909,069	18,705,381
Cost of goods sold	12,003,608	12,659,146
Gross profit	3,905,460	6,046,234
Selling, general and administrative expense		
Directors' compensations	128,460	141,222
Salaries and allowances	578,804	667,330
Provision for employee bonuses	392,760	646,559
Provision for employee stock ownership plan trust	4,357	12,550
Provision for directors' bonuses	107,576	145,500
Provision for management board benefit trust	11,977	25,951
Amortization of goodwill	44,438	44,438
Provision for chargebacks	—	263,027
Other selling, general and administrative expenses	1,516,761	2,585,165
Total selling, general and administrative expenses	2,785,136	4,531,743
Operating profit	1,120,324	1,514,491
Non-operating income		
Interest income	25	1,158
Other non-operating income	181	180
Total non-operating income	206	1,338
Non-operating expenses		
Interest income	6,339	12,665
Receipt cancellation reimbursement	—	4,147
Other non-operating income	32	1,989
Total non-operating income	6,372	18,802
Ordinary profit	1,114,159	1,497,027
Extraordinary loss		
Loss on retirement of non-current assets	14,314	192
Total extraordinary loss	14,314	192
Profit before income taxes	1,099,844	1,496,834
Corporation income taxes, resident taxes, business taxes	431,043	696,551
Corporation income taxes deferred	△112,887	△248,445
Total corporation income taxes	318,156	448,105
Profit	781,688	1,048,729
Profit attributable to non-controlling shareholder	35,254	62,046
Profit attributable to owners of parent	746,433	986,682

**Translation**

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purpose. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

Consolidated statement of comprehensive income

	(Unit: Thousand yen)	
	FY2023 (October 1, 2022 to September 30, 2023)	FY2024 (October 1, 2023 to September 30, 2024)
Profit	781,688	1,048,729
Comprehensive income	781,688	1,048,729
(Breakdown)		
Comprehensive income attributable to owners of parent	746,433	986,682
Comprehensive income attributable to non-controlling shareholder	35,254	62,046

**Translation**

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purpose. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

**(3) Consolidated statement of changes in equity**

Previous fiscal year (October 1, 2022 to September 30, 2023)

(Unit: Thousand Yen)

	Shareholders' equity					Profit attributable to non-controlling shareholder	Total net asset
	Capital	Capital surplus	Retained earnings	Treasury stock	Total of shareholders' equity		
Balance at beginning of period	1,617,987	1,631,098	1,257,124	△2,627	4,503,581	167,075	4,670,657
Changes during the period							
Exercise of stock options	11,945	11,945			23,890		23,890
Dividends of surplus			△239,539		△239,539		△239,539
Acquisition of treasury stock				△120,902	△120,902		△120,902
Profit attributable to the owners of parents			746,433		746,433		746,433
Changes during the period of items other than shareholders' equity (Net)						35,254	35,254
Total of changes during the period	11,945	11,945	506,894	△120,902	409,882	35,254	445,137
Balance at end of period	1,629,932	1,643,043	1,764,019	△123,529	4,913,464	202,330	5,115,795

Previous fiscal year (October 1, 2023 to September 30, 2024)

(Unit: Thousand Yen)

	Shareholders' equity					Profit attributable to non-controlling shareholder	Total net asset
	Capital	Capital surplus	Retained earnings	Treasury stock	Total of shareholders' equity		
Balance at beginning of period	1,629,932	1,643,043	1,764,019	△123,529	4,913,464	202,330	5,115,795
Changes during the period							
Exercise of stock options	8,747	8,747			17,495		17,495
Dividends of surplus			△382,027		△382,027		△382,027
Acquisition of treasury stock				△174	△174		△174
Profit attributable to the owners of parents			986,682		986,682		986,682
Changes during the period of items other than shareholders' equity (Net)						62,046	62,046
Total of changes during the period	8,747	8,747	604,654	△174	621,976	62,046	684,023
Balance at end of period	1,638,680	1,651,791	2,368,673	△123,703	5,535,440	264,377	5,799,818

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purpose. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

## (4) Consolidated statement of cash flows

	(Unit: Thousand Yen)	
	FY2023 (October 1, 2022 to September 30, 2023)	FY2024 (October 1, 2023 to September 30, 2024)
<b>Cash flows from operating activities</b>		
Profit before income taxes	1,099,844	1,496,834
Depreciation	385,706	458,417
Amortization of goodwill	44,438	44,438
Increase(decrease) in allowance for employees' bonuses	151,260	253,799
Increase(decrease) in allowance for directors' bonuses	48,276	37,924
Increase(decrease) in provision for share-based remuneration	4,357	12,550
Increase(decrease) in provision for share-based remuneration for directors	11,977	25,951
Increase(decrease) in allowance for doubtful accounts	5,486	3,349
Increase (decrease) in allowance for chargebacks	—	263,027
Loss on retirement of non-current assets	14,314	135
Interest income	△25	△1,158
Interest expense	6,339	12,665
Foreign exchange losses (gains)	—	4,147
Decrease(increase) in trade accounts receivables	△289,874	△2,189,559
Decrease(increase) in inventories	△889,293	△773,869
Increase(decrease) in trade payables	260,626	1,002,799
Increase(decrease) in deposits received	202,319	970,394
Other, net	305,490	386,071
Subtotal	1,361,245	2,007,918
Interest income received	25	477
Interest expense paid	△6,339	△12,665
Income taxes paid	△489,017	△351,217
Net cash provided by (used in) operating activities	865,913	1,644,512
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	△62,231	△14,705
Purchase of intangible fixed assets	—	△99,994
Payment of office lease deposits	△437,698	△553,752
Other, net	△30,015	△50,720
Net cash provided by (used in) investing activities	△529,945	△719,173
<b>Cash flows from financing activities</b>		
Proceeds from share issuance by exercising stock options	23,890	17,495
Proceeds from long term borrowing	1,500,000	500,000
Purchase of treasury shares	△1,137	△174
Payments of money held in trust for purchase of treasury stock	△2,232	△3,663
Dividend paid	△239,539	△382,027
Other, net	△452	△194
Net cash provided by (used in) financing activities	1,280,529	131,435
Net increase(decrease) in cash and cash equivalents	1,616,496	1,056,775
Cash and cash equivalents at the beginning of period	2,387,185	4,003,682
Cash and cash equivalents at the end of period	4,003,682	5,060,458

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purpose. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

## (5) Notes regarding consolidated financial statements

(Notes regarding the going concern assumptions)

Not applicable

(Segment Information)

The Group's business segment consists of a single segment, face-to-face payment services only, and therefore segment information is omitted.

(Per share information)

	FY2023 (October 1, 2022 to September 30, 2023)	FY2024 (October 1, 2023 to September 30, 2024)
Net assets per share	592.97 Yen	665.30 Yen
Earnings per share	90.25 Yen	118.78 Yen
Diluted earnings per share	89.74 Yen	118.60 Yen

- (Notes) 1. The Company has introduced a stock benefit trust (BBT and J-ESOP). The Company's shares held by such stock benefit trusts are recorded as treasury stock in the consolidated financial statements. The number of the Company's shares owned by the said stock benefit trust is deducted from the number of outstanding shares of common stock at the end of the period for the purpose of calculating net assets per share and the average number of common stock during the period for the purpose of calculating net income per share and diluted net income per share (previous consolidated fiscal year: None; current consolidated fiscal year: 18,800 shares). 18,800 shares).
2. On January 17, 2023, the Company conducted a 2-for-1 stock split of common shares. Accordingly, net assets per share, net income per share, and diluted net income per share are calculated on the assumption that the stock split was conducted at the beginning of the previous fiscal year.
3. Basis for calculation of net income per share and diluted net income per share is as follows.

	FY2023 (October 1, 2022 to September 30, 2023)	FY2024 (October 1, 2023 to September 30, 2024)
Earnings per share		
Profit attributable to owners of parent (Thousand yen)	746,433	986,682
Amounts not attributable to common shareholders (Thousand yen)	—	—
Profit attributable to owners of parent related to common stock (Thousand yen)	746,433	986,682
Average number of common stock during the period	8,270,541	8,307,038
Diluted earnings per share		
Deferred Profit attributable to owners of parent (Thousand yen)	—	—
Number of increase in common stock	47,160	12,643
(Contribution from stock option)	(47,160)	(12,643)
Summary of potential shares not included in the calculation of diluted net income per share due to the absence of dilutive effects.	—	—

(Significant subsequent events)

Not applicable