



Summary of Consolidated Financial Statements for the Second Quarter of FY2025 (Based on IFRS)

May 14, 2025

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 submission date of Semi-annual report May 14, 2025 Scheduled date of commencement for dividend payment —
 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 Second Quarter of FY2025 (From October 1, 2024 March 31, 2025)

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

	Revenue		Operating profit		Profit before income taxes		Profit		Profit attributable to owners of parent		Total comprehensive income	
	Mil.Yen	%	Mil.Yen	%	Mil.Yen	%	Mil.Yen	%	Mil.Yen	%	Mil.Yen	%
Q2 of FY2025	9,046	△2.1	1,382	48.5	1,379	49.2	1,021	57.6	1,034	66.4	1,021	57.6
Q2 of FY2024	9,244	—	931	—	924	—	648	—	621	—	648	—

	Basic earnings per share		Diluted earnings per share	
	Yen		Yen	
Q2 of FY2025	125.09		124.82	
Q2 of FY2024	74.97		74.57	

(2) Consolidated Financial Position

	Total assets	Total equity	Total equity attributable to owners of parent	Ratio of total equity attributable to owners of parent to total assets
	Mil.Yen	Mil.Yen	Mil.Yen	%
Q2 of FY2025	12,466	5,902	5,653	45.3
FY2024	14,206	5,890	5,627	39.6

2. Dividends

	Annual Dividend				
	End of Q1	End of Q2	End of Q3	End of Q4	Total
	Yen	Yen	Yen	Yen	Yen
FY 2024	—	0.00	—	62.00	62.00
FY 2025	—	0.00			
FY 2025 (forecast)			—	80.00	80.00

(Note) Revision to the most recently released dividend forecast: No

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
FY2025 (Full year)	22,200	18.7	2,020	31.9	2,002	32.3	1,316	22.4	1,316	29.9	159.25

(Note) Revision to the most recently released financial forecast: No

Translation

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Notes:

(1) Significant changes in the scope of consolidation during the period : No

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

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

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

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

[3] Changes in accounting estimation : No

(3) Number of shares issued (common stock)

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

Q2 FY2025	8,339,480	FY2024	8,339,480
Q2 FY2025	84,662	FY2024	19,210
Q2 FY2025	8,272,572	Q2 FY2024	8,293,800

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

[3] Average number of shares during the term

(Note) The number of treasury stock at the end of the term includes the Company's shares held by Board Benefit Trust (BBT and J-ESOP) (FY2024: 18,800 shares, Q2 of FY2025: 16,920 shares).

* Review of the accompanying quarterly consolidated financial statements by certified public accountants or an audit firm : Yes (voluntary)

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

The forward-looking statements, including business results forecast, 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 details regarding assumptions related to financial forecast and precautions concerning the use of financial forecast, see 1. Overview of Operating Results, etc., (3) Overview of consolidated financial forecast and other forward-looking information on page 4 of Attached Materials.]

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1. Overview of Operating Results, etc.

(1) Overview of operating results for the six months ended March 31, 2025

Forward-looking statements in this document reflect GMO Financial Gate Group (GMO-FG) judgements as of the end of the consolidated interim period of the fiscal year ending September 2025.

Financial results for the consolidated interim period ended March 31, 2025 (October 1, 2024 to March 31, 2025) are as follows.

(Unit: Thousand Yen)

	Six months ended March 31, 2024	Six months ended March 31, 2025	YoY Change (%)
Revenue	9,244,148	9,046,196	△2.1
Operating profit	931,263	1,382,864	48.5
Profit before income taxes	924,400	1,379,388	49.2
Profit attributable to owners of parent	621,770	1,034,854	66.4

a. Revenue

Revenue reached ¥9,046,196 thousand (down 2.1% YoY).

The growth in the amount of payments processed tends to slow down during the three months ended March 31 every year in comparison to the three months ended December 31 at most merchants due to seasonal factors, and the trend was observed in the three months ended March 31, 2025. Later in the period, however, the number of payments processed and Gross Merchandise Value (GMV) showed strong growth with an increased use of cashless payments by merchants in industries and business categories frequently used in daily life necessities, which started the operation later in the period.

Sales of payment terminals, which account for most of initial revenue, experienced a reactionary fall due to an absence of revenue from a large project recorded a year ago despite the increase of the installation of the “stera terminal standard” and the “stera terminal unit” mainly in small and medium-sized projects.

As for the Recurring-model revenue, due to an increase in use of cashless payments in daily life necessities, led to increase in stock and fee as mentioned above. Spread revenue achieved sales growth as planned 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 reduction since the three months ended June 30, 2024.

Revenue by business model for the six months ended March 31, 2025 is as follows. Recurring-model revenue consists of stock, fee and spread revenues, and figures in parenthesis represent a breakdown of recurring-model revenue.

(Unit: Thousand Yen)

	Six months ended March 31, 2024	Six months ended March 31, 2025	YoY Change (%)
Initial	6,059,085	5,020,358	△17.1
Recurring-model	3,185,062	4,025,838	26.4
Stock	(818,678)	(986,580)	(20.5)
Fee	(1,695,922)	(2,301,558)	(35.7)
Spread	(670,462)	(737,699)	(10.0)
Total	9,244,148	9,046,196	△2.1

b. Operating profit

Operating profit reached ¥1,382,864 thousand (up 48.5% YoY).

The high growth in operating profit can be attributed to (1) an increase in profitable development sales in line with the progress on the scheduled large projects, (2) an increase in high-margin recurring-model revenue due to an increase in the number of payments processed and GMV, and (3) a rise in composition of high-margin device revenue in sales of payment terminals which account for most of initial sales. Operating profit is making satisfactory progress toward meeting the annual targets.

c. Profit before income taxes

Profit before income taxes reached ¥1,379,388 thousand (up 49.2% YoY).

(2) Overview of financial position as of March 31, 2025

[1] Overview of assets, liabilities and net assets

(Assets)

As of March 31, 2025, current assets decreased ¥1,837,596 thousand from September 30, 2024 to ¥9,794,136 thousand. This was mainly due to decreases in cash and cash equivalents of ¥938,067 thousand and in trade accounts receivable of ¥732,248 thousand. Non-current assets increased ¥97,553 thousand from September 30, 2024 to ¥2,672,504 thousand mainly due to increases in goodwill and intangible assets of ¥130,348 thousand, in property, plant and equipment of ¥55,373 thousand, and in other financial assets of ¥50,540 thousand despite a decrease in deferred tax assets of ¥143,775 thousand.

As a result, total assets decreased ¥1,740,043 thousand from September 30, 2024 to ¥12,466,640 thousand.

(Liabilities)

As of March 31, 2025, current liabilities decreased ¥1,758,548 thousand from September 30, 2024 to ¥4,475,254 thousand. This was mainly due to decreases in account payable of ¥1,045,823 thousand and in other current liabilities of ¥703,756 thousand. Non-current liabilities increased ¥6,432 thousand from September 30, 2024 to ¥2,088,672 thousand mainly due to an increase in other financial liabilities of ¥6,399 thousand.

As a result, total liabilities decreased ¥1,752,116 thousand from September 30, 2024 to ¥6,563,927 thousand.

(Net assets)

As of March 31, 2025, total net assets increased ¥12,073 thousand from September 30, 2024 to ¥5,902,713 thousand. This was mainly due to recording of profit of ¥1,021,579 thousand despite decreases in treasury stock of ¥487,545 thousand due to acquisition of treasury stock and in retained earnings of ¥515,856 thousand due to distribution of dividend from surplus.

[2] Overview of cash flows

As of March 31, 2025, cash and cash equivalents ("cash") decreased ¥938,067 thousand from September 30, 2024 to ¥4,122,390 thousand.

A summary of cash flows from each activity for the six months ended March 31, 2025 is as follows.

(Cash flows from operating activities)

Net cash provided by operating activities was ¥510,200 thousand (net cash provided of ¥516,888 thousand for the six months ended March 31, 2024) mainly because cash increased due to profit before income taxes of ¥1,379,388 thousand, a decrease in trade accounts receivable of ¥732,248 thousand, and a decrease in inventory of ¥390,234 thousand while cash decreased due to a decrease in account payable of ¥1,066,822 thousand, a decrease in other liabilities of ¥703,756 thousand, and an increase in other assets of ¥231,705 thousand.

(Cash flows from investing activities)

Net cash used in investing activities was ¥391,620 thousand (net cash used of ¥415,588 thousand for the six months ended March 31, 2024) mainly because cash decreased due to purchase of intangible assets of ¥339,312 thousand.

(Cash flows from financing activities)

Net cash used in financing activities was ¥1,056,647 thousand (net cash provided of ¥103,187 thousand for the six months ended March 31, 2024) mainly because cash decreased due to payment of dividends of ¥516,165 thousand and acquisition of treasury stock of ¥500,521 thousand.

(3) Overview of consolidated financial forecast and other forward-looking information

There is no change in the consolidated financial forecast for the fiscal year ending September 30, 2025 from those previously released on November 12, 2024 at this point. In the offline cashless payment market in which the group operates, the number of merchants adopting the cashless payment is on the rise due to government-led promotion and diversifying payment methods as well as an increase in the number of travelers visiting Japan. Under such an environment, the group aims to continue medium and long-term growth in revenue and operating profit by focusing on sales of payment terminals meeting the needs of merchants, enhancement of payment processing centers, and acquisitions of new merchants and alliance partners.

The consolidated financial forecast for the fiscal year ending September 30, 2025 at this point is revenue of ¥22,200 million (up 18.7% YoY), operating profit of ¥2,020 million (up 31.9% YoY), profit before income taxes of ¥2,002 million (up 32.3% YoY), profit of ¥1,316 million (up 22.4% YoY) and profit attributable to owners of parent of ¥1,316 million (up 29.9% YoY).

2. Condensed Quarterly Consolidated Financial Statements and Major Notes

(1) Condensed quarterly consolidated balance sheet

(Unit: Thousand yen)		
	Note	
	FY2024 (September 30, 2024)	Q2 of FY2025 (March 31, 2025)
Assets		
Current assets		
Cash and cash equivalents	5,060,458	4,122,390
Trade accounts receivable	3,166,426	2,434,177
Merchandise	3,170,105	2,779,870
Other financial assets	13,056	9,372
Other current assets	221,685	448,324
Total current assets	11,631,732	9,794,136
Non-current assets		
Property, plant and equipment	214,250	269,623
Intangible fixed assets	1,623,274	1,753,622
Other financial assets	223,730	274,271
Deferred tax assets	501,746	357,970
Other non-current assets	11,948	17,015
Total non-current assets	2,574,950	2,672,504
Total Assets	14,206,683	12,466,640

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		(Unit: Thousand yen)	
	Note	FY2024 (September 30, 2024)	Q2 of FY2025 (March 31, 2025)
Liabilities and Equity			
Liabilities			
Current liabilities			
Account payable		3,672,285	2,626,462
Other financial liabilities		68,056	138,748
Income taxes payable		521,671	231,028
Provisions		263,027	474,010
Other current liabilities		1,708,761	1,005,005
Total current liabilities		6,233,803	4,475,254
Non-current liabilities			
Long term borrowings		2,000,000	2,000,000
Other financial liabilities		62,396	68,796
Provisions		10,647	10,680
Other non-current liabilities		9,196	9,196
Total non-current liabilities		2,082,240	2,088,672
Total liabilities		8,316,043	6,563,927
Equity			
Capital stock		1,638,680	1,638,680
Capital surplus		1,810,751	1,804,647
Retained earnings		2,302,216	2,821,214
Treasury stock		△123,703	△611,249
Total equity attributable to owners of parent		5,627,943	5,653,292
Non-controlling interests		262,695	249,421
Total equity		5,890,639	5,902,713
Total liabilities and equity		14,206,683	12,466,640

(2) Condensed quarterly consolidated statements of income and comprehensive income

Condensed quarterly consolidated statement of income

(Q2 cumulative)

(Unit: Thousand yen)

	Note	Q2 FY2024 (October 1, 2023 to March 31, 2024)	Q2 FY2025 (October 1, 2024 to March 31, 2025)
Revenue		9,244,148	9,046,196
Cost of goods sold		△6,543,482	△5,647,354
Gross profit		2,700,665	3,398,842
Selling, general and administrative expense		△1,769,553	△2,038,170
Other income		150	22,514
Other expenses		—	△322
Operating profit		931,263	1,382,864
Financial income		21	5,714
Financial expenses		△6,884	△9,190
Profit before taxes		924,400	1,379,388
Corporate income taxes		△276,064	△357,808
Profit		648,336	1,021,579
Profit attributable to			
Owners of parent		621,770	1,034,854
Non-controlling interests		26,565	△13,274
Profit		648,336	1,021,579
Earnings per share (Yen)			
Basic earnings per share		74.97	125.09
Diluted earnings per share		74.57	124.82

Condensed quarterly consolidated statement of comprehensive income
(Q2 cumulative)

		(Unit: Thousand yen)	
	Note	Q2 FY2024 (October 1, 2023 to March 31, 2024)	Q2 FY2025 (October 1, 2024 to March 31, 2025)
Profit		648,336	1,021,579
Other comprehensive income			
Items that will not be reclassified to profit or loss			
Fair value of financial assets measured through other comprehensive income		—	—
Total items that will not be reclassified to profit or loss		—	—
Other comprehensive income after income taxes		—	—
Comprehensive income		648,336	1,021,579
Comprehensive income attributable to			
Owners of parent		621,770	1,034,854
Non-controlling interests		26,565	△13,274
Total		648,336	1,021,579

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(3) Condensed quarterly consolidated statement of changes in equity

For the six months ended March 31, 2024

(Unit: Thousand yen)

	Note	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total equity attributable to owners of parent	Non-controlling interests	Total equity
Balance at beginning of period		1,629,932	1,763,213	1,669,989	△123,529	4,939,605	200,925	5,140,530
Profit		—	—	621,770	—	621,770	26,565	648,336
Total comprehensive income		—	—	621,770	—	621,770	26,565	648,336
Dividends		—	—	△381,162	—	△381,162	—	△381,162
Issuance of new shares (exercise of stock acquisition rights)		8,747	8,747	—	—	17,495	—	17,495
Stock-based compensation transactions		—	27,987	—	—	27,987	—	27,987
Total transactions with owners		8,747	36,735	△381,162	—	△335,680	—	△335,680
As of March 31, 2024		1,638,680	1,799,948	1,910,597	△123,529	5,225,695	227,491	5,453,186

For the six months ended March 31, 2025

(Unit: Thousand yen)

	Note	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total equity attributable to owners of parent	Non-controlling interests	Total equity
Balance at beginning of period		1,638,680	1,810,751	2,302,216	△123,703	5,627,943	262,695	5,890,639
Profit		—	—	1,034,854	—	1,034,854	△13,274	1,021,579
Total comprehensive income		—	—	1,034,854	—	1,034,854	△13,274	1,021,579
Acquisition of treasury stock		—	△998	—	△499,523	△500,521	—	△500,521
Dividends		—	—	△515,856	—	△515,856	—	△515,856
Stock-based compensation transactions		—	△5,105	—	11,977	6,872	—	6,872
Total transactions with owners		—	△6,103	△515,856	△487,545	△1,009,506	—	△1,009,506
As of March 31, 2025		1,638,680	1,804,647	2,821,214	△611,249	5,653,292	249,421	5,902,713

(4) Condensed quarterly consolidated statement of cash flows

		(Unit: Thousand yen)	
	Note	Q2 FY2024 (October 1, 2023 to March 31, 2024)	Q2 FY2025 (October 1, 2024 to March 31, 2025)
Cash flows from operating activities			
Profit before income taxes		924,400	1,379,388
Depreciation		250,200	296,875
Stock-based compensation expenses		27,987	6,872
Change in provisions (△:decrease)		—	211,015
Financial income/costs (△:income)		6,862	3,443
Change in inventory (△:increase)		△948,312	390,234
Change in trade accounts receivable (△:increase)		△373,993	732,248
Change in account payable (△:decrease)		596,256	△1,066,822
Change in other assets (△:increase)		△90,052	△231,705
Changes in other liabilities (△:decrease)		301,373	△703,756
Other		3,973	1,916
Cash flows from operating activities		698,697	1,019,711
Interest and dividends received		21	2,328
Interest paid		△6,852	△7,163
Income taxes paid		△174,977	△504,675
Cash flows from operating activities		516,888	510,200
Cash flows from investing activities			
Purchase of property, plant and equipment		△5,017	△5,152
Purchase of intangible fixed assets		△310,576	△339,312
Acquisition of investment securities		△99,994	—
Payment of office lease deposits		—	△47,155
Cash flows from investing activities		△415,588	△391,620
Cash flows from financing activities			
Proceeds from long term borrowing		500,000	—
Repayment of lease liabilities		△32,846	△38,285
Proceeds from issuance of shares through exercise of stock acquisition rights		17,495	—
Acquisition of treasury stock		—	△500,521
Payment of dividends		△381,592	△516,165
Other		131	△1,674
Cash flows from financing activities		103,187	△1,056,647
Change in cash and cash equivalents (△:decrease)		204,488	△938,067
Cash and cash equivalents at the beginning of period		4,003,682	5,060,458
Cash and cash equivalents at the end of period		4,208,170	4,122,390

(5) Notes regarding condensed interim consolidated financial statements

(Notes regarding the going concern assumptions)

Not applicable

(Segment information)

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

(Significant subsequent events)

Not applicable