

Translation

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

Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2021 (Based on Japanese GAAP)

February 9, 2022

Company name: MATCHING SERVICE JAPAN CO.,LTD.
 Stock exchange listing: Tokyo
 Stock code: 6539 URL <https://company.jmsc.co.jp/>
 Representative: CEO Takahiro Arimoto
 Director
 Inquiries: Business Administration Headquarter Taku Yamamoto TEL 03-3239-7373
 General Manager
 Scheduled date to file Quarterly Securities Report: February 10, 2022
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: Yes
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the nine months ended December 31, 2021 (from April 1, 2021 to December 31, 2021)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Nine months ended December 31, 2021	2,812	–	1,193	–	1,225	–	831	–
Nine months ended December 31, 2020	–	–	–	–	–	–	–	–

	Earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2021	33.29	33.28
Nine months ended December 31, 2020	–	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2021	9,902	9,325	94.0
As of March 31, 2021	10,158	9,380	92.1

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2021	–	0.00	–	15.00	15.00
Year ending March 31, 2022	–	0.00	–		
Year ending March 31, 2022 (Forecast)				15.00	15.00

3. Forecast of consolidated financial results for the year ending March 31, 2022 (from April 1, 2021 to March 31, 2022)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	3,928	16.6	1,549	25.0	1,486	(7.8)	988	(8.7)	39.56

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended December 31, 2021
(changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: No
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
- Changes in accounting policies due to revisions to accounting standards and other regulations: Yes
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: No
- Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

Total number of issued shares at the end of the period (including treasury shares)

As of December 31, 2021	24,985,800 shares	As of March 31, 2021	24,985,000 shares
-------------------------	-------------------	----------------------	-------------------

Number of treasury shares at the end of the period

As of December 31, 2021	449 shares	As of March 31, 2021	449 shares
-------------------------	------------	----------------------	------------

Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2021	24,984,911 shares	Nine months ended December 31, 2020	24,946,298 shares
-------------------------------------	-------------------	-------------------------------------	-------------------

Quarterly consolidated financial statements
Consolidated balance sheets

(Thousands of yen)

	As of March 31, 2021	As of December 31, 2021
Assets		
Current assets		
Cash and deposits	6,380,887	7,070,773
Accounts receivable - trade	137,668	171,035
Securities	1,000,000	500,000
Other	130,312	48,736
Total current assets	7,648,867	7,790,545
Non-current assets		
Property, plant and equipment	53,671	46,882
Intangible assets	206,249	197,305
Investments and other assets		
Investment securities	2,116,730	1,736,146
Other	148,910	146,793
Allowance for doubtful accounts	(15,601)	(15,601)
Total investments and other assets	2,250,039	1,867,337
Total non-current assets	2,509,959	2,111,525
Total assets	10,158,827	9,902,070
Liabilities		
Current liabilities		
Income taxes payable	255,319	117,894
Provision for bonuses	82,668	53,383
Other	227,522	399,817
Total current liabilities	565,510	571,095
Non-current liabilities		
Deferred tax liabilities	213,241	5,175
Total non-current liabilities	213,241	5,175
Total liabilities	778,752	576,271
Net assets		
Shareholders' equity		
Share capital	586,333	586,393
Capital surplus	1,232,271	1,232,331
Retained earnings	6,825,474	7,282,542
Treasury shares	(579)	(579)
Total shareholders' equity	8,643,500	9,100,688
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	717,063	205,930
Total accumulated other comprehensive income	717,063	205,930
Non-controlling interests	19,511	19,180
Total net assets	9,380,075	9,325,798
Total liabilities and net assets	10,158,827	9,902,070

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

	(Thousands of yen)
	Nine months ended December 31, 2021
Net sales	2,812,461
Cost of sales	350
Gross profit	2,812,111
Selling, general and administrative expenses	1,619,077
Operating profit	1,193,033
Non-operating income	
Interest and dividend income	66,041
Gain on investments in investment partnerships	6,984
Other	465
Total non-operating income	73,490
Non-operating expenses	
Commission expenses	39,306
Loss on redemption of securities	1,603
Other	144
Total non-operating expenses	41,055
Ordinary profit	1,225,469
Extraordinary income	
Gain on sale of non-current assets	3,189
Surrender value of insurance policies	3,582
Total extraordinary income	6,772
Extraordinary losses	
Loss on sale of non-current assets	3,461
Loss on retirement of non-current assets	898
Total extraordinary losses	4,360
Profit before income taxes	1,227,881
Income taxes - current	378,860
Income taxes - deferred	17,516
Total income taxes	396,376
Profit	831,504
Loss attributable to non-controlling interests	(331)
Profit attributable to owners of parent	831,835

Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Nine months ended December 31, 2021
Profit	831,504
Other comprehensive income	
Valuation difference on available-for-sale securities	(511,132)
Total other comprehensive income	(511,132)
Comprehensive income	320,371
Comprehensive income attributable to	
Comprehensive income attributable to owners of parent	320,702
Comprehensive income attributable to non-controlling interests	(331)