

**ITmedia Inc.**  
**Consolidated Financial Report**  
**For the three-month period ended June 30, 2021 (IFRS)**

Tokyo, July 30, 2021

**1. Financial Highlights**

(Millions of yen; amounts less than one million yen are omitted)

**(1) Results of Operations**

(Percentages are shown as year-on-year changes)

	Revenue		Operating income		Income before income tax		Net income		Net income attributable to owners of the parent		Total comprehensive income	
	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
<b>Three-month period ended June 30, 2021</b>	<b>¥1,755</b>	<b>23.1</b>	<b>¥578</b>	<b>64.8</b>	<b>¥572</b>	<b>74.6</b>	<b>¥387</b>	<b>77.2</b>	<b>¥387</b>	<b>77.2</b>	<b>¥312</b>	<b>30.5</b>
Three-month period ended June 30, 2020	¥1,425	26.2	¥350	82.5	¥327	276.0	¥218	49.9	¥218	51.8	¥239	216.9

	Basic earnings per share (yen)	Diluted earnings per share (yen)
<b>Three-month period ended June 30, 2021</b>	<b>¥19.58</b>	<b>¥19.12</b>
Three-month period ended June 30, 2020	¥11.04	¥11.04

**(2) Financial Position**

	Total assets	Total equity	Equity attributable to owners of parent	Ratio of equity attributable to owners of parent to total assets (%)
<b>As of June 30, 2021</b>	<b>¥8,832</b>	<b>¥7,249</b>	<b>¥7,249</b>	<b>82.1</b>
As of March 31, 2021	¥9,074	¥7,117	¥7,117	78.4

**2. Dividends**

	Dividends per share				
	First quarter	Second quarter	Third quarter	Fourth quarter	Total
	(yen)	(yen)	(yen)	(yen)	(yen)
Fiscal year ended March 31, 2021	—	7.00	—	9.00	16.00
Fiscal year ending March 31, 2022	—				
Fiscal year ending March 31, 2022 (Forecasted)		11.00	—	11.00	22.00

Note:

Revisions of the forecast from recently announced figures : None

**3. Consolidated forecasts for the fiscal year ending March 31, 2022 (April 1, 2021 to March 31, 2022)** (Millions of yen)

(Percentages are shown as year-on-year changes)

	Revenue		Operating profit		Profit attributable to owners of parent		Basic earnings par share (yen)
	Amount	%	Amount	%	Amount	%	Amount
Six-month period ending September 30, 2021	¥3,610	16.3	¥1,080	24.2	¥720	29.5	¥36.33
Fiscal year ending March 31, 2022	¥7,580	10.0	¥2,380	17.7	¥1,580	25.9	¥79.72

Note:

Revisions of the forecast from recently announced figures : None

**\* Notes**

- (1) Significant changes in scope of consolidation (changes in scope of consolidation of specified subsidiaries): None  
Newly consolidated : None  
Excluded from consolidation : None
- (2) Changes in accounting policies and accounting estimates  
[1] Changes in accounting policies required by IFRSs : None  
[2] Changes in accounting policies other than those in [1] : None  
[3] Changes in accounting estimates : None
- (3) Number of shares issued (common stock)  
[1] Number of shares issued (including treasury stock):  
As of June 30, 2021 : 20,532,600 shares  
As of March 31, 2021 : 20,532,600 shares  
[2] Number of treasury stock:  
As of June 30, 2021 : 713,074 shares  
As of March 31, 2021 : 713,074 shares  
[3] Number of average stock during three-month period (April-June):  
As of June 30, 2021 : 19,819,526 shares  
As of June 30, 2020 : 19,819,564 shares

**\* This interim consolidated financial report is not subject to interim review procedures.**

**\* Notes to forecasts on the consolidated results of operations and other items**

The descriptions regarding the future are estimated based on the information that the Company is able to obtain at the present point and assumptions which are deemed to be reasonable. However, actual results may be different due to various factors.

## Consolidated Financial Report

### (1) Interim Condensed Consolidated Statement of Financial Position

(Thousands of yen)

	As of March 31, 2021	As of June 30, 2021
<b>Asset</b>		
<b>Current aseets</b>		
Cash and cash equivalents	5,877,480	5,882,957
Trade and other receivables	1,183,931	790,298
Other finacial assets	500,000	500,000
Inventories	13,839	11,604
Other current assets	92,066	73,496
Total current aseets	<u>7,667,317</u>	<u>7,258,357</u>
<b>Non-current assets</b>		
Property and equipment	142,977	141,627
Right of use assets	—	307,977
Goodwill	415,719	415,719
Intangible assets	237,416	225,954
Investments accounted for using equity method	4,797	—
Other financial assets	486,537	327,447
Deferred tax assets	113,671	148,368
Other non-current assets	6,048	7,048
Total non-current assets	<u>1,407,169</u>	<u>1,574,144</u>
<b>Total assets</b>	<u><u>9,074,487</u></u>	<u><u>8,832,501</u></u>
<b>Liabilities and equity</b>		
<b>Current liabilities</b>		
Trade and other payables	377,409	248,721
Lease liabilities	3,688	178,832
Income taxes payable	562,786	184,631
Contract liabilities	324,963	321,391
Other current liabilities	625,375	471,016
Total current liabilities	<u>1,894,223</u>	<u>1,404,593</u>
<b>Non-current liabilities</b>		
Lease liabilities	3,684	120,754
Provisions	28,950	28,950
Other non-current liabilities	30,297	29,133
Total non-current liabilities	<u>62,932</u>	<u>178,837</u>
<b>Total liabilities</b>	<u>1,957,156</u>	<u>1,583,431</u>
<b>Equity</b>		
<b>Equity attributable to owners of parent</b>		
Share capital	1,735,570	1,735,570
Capital surplus	1,926,189	1,923,906
Retained earnings	3,607,628	3,817,243
Treasury stock	(344,517)	(344,517)
Accumulated other comprehensive income	192,460	116,866
Total equity attributable to owners of parent	<u>7,117,330</u>	<u>7,249,070</u>
<b>Total equity</b>	<u>7,117,330</u>	<u>7,249,070</u>
<b>Total liabilities and equity</b>	<u><u>9,074,487</u></u>	<u><u>8,832,501</u></u>

## Consolidated Financial Report

### (2) Condensed Interim Consolidated Statement of Income

(Thousands of yen)

	Three-month period ended June 30, 2020	Three-month period ended June 30, 2021
<b>Revenue</b>	1,425,981	1,755,779
Cost of sales	(514,185)	(587,774)
<b>Gross profit</b>	911,795	1,168,005
Selling, general and administrative expenses	(561,336)	(590,070)
Other income and expenses, net	308	275
<b>Operating profit</b>	350,767	578,210
Other non-operating income and expenses	(142)	(1,296)
Share of profit (loss) of investments accounted for using equity method	(22,887)	(4,797)
<b>Profit before tax</b>	327,737	572,116
Income tax expense	(108,834)	(184,124)
<b>Profit</b>	218,903	387,991
<b>Profit attributable to</b>		
Owners of parent	218,903	387,991
Non-controlling interests	—	—
	218,903	387,991
<b>Earning per share attributable to owners of parent</b>		
Basic earning per share (yen)	11.04	19.58
Diluted earning per share (yen)	11.04	19.12

(3) Condensed Interim Consolidated Statement of Comprehensive Income

(Thousands of yen)

	Three-month period ended June 30, 2020	Three-month period ended June 30, 2021
<b>Profit</b>	218,903	387,991
<b>Other comprehensive income</b>		
<b>Items that will not be reclassified to profit or loss</b>		
Equity financial assets at FVTOCI	20,475	(75,594)
Total items that will not be reclassified to profit or loss	20,475	(75,594)
<b>Total other comprehensive income</b>	20,475	(75,594)
<b>Total comprehensive income</b>	239,379	312,397
<b>Total comprehensive income attributable to</b>		
Owners of parent	239,379	312,397
Non-controlling interests	—	—
	239,379	312,397

## (4) Condensed Interim Consolidated Statement of Changes in Equity

For the three-month period ended June 30, 2020

(Thousands of yen)

	Equity attributable to owners of parent					Total	Total equity
	Share capital	Capital surplus	Retained earnings	Treasury shares	Accumulated other comprehensive income		
<b>As of April 1, 2020</b>	1,735,570	1,824,058	2,612,258	(344,454)	59,874	5,887,308	5,887,308
<b>Comprehensive income</b>							
Profit(loss)	—	—	218,903	—	—	218,903	218,903
Other comprehensive income (loss)	—	—	—	—	20,475	20,475	20,475
<b>Total comprehensive income</b>	—	—	218,903.0	—	¥20,475	¥239,379	¥239,379
<b>Transactions with owners and other transactions</b>							
Dividends	—	—	(118,917.0)	—	—	(¥118,917)	(¥118,917)
<b>Total transactions with owners and other transactions</b>	—	—	(118,917)	—	—	(118,917)	(118,917)
<b>As of June 30, 2020</b>	<u>1,735,570</u>	<u>1,824,058</u>	<u>2,712,244</u>	<u>(344,454)</u>	<u>80,350</u>	<u>6,007,770</u>	<u>6,007,770</u>

For the three-month period ended June 30, 2021

	Equity attributable to owners of parent					Total	Total equity
	Share capital	Capital surplus	Retained earnings	Treasury shares	Accumulated other comprehensive income		
<b>As of April 1, 2021</b>	1,735,570	1,926,189	3,607,628	(344,517)	192,460	7,117,330	7,117,330
<b>Comprehensive income</b>							
Profit(loss)	—	—	387,991	—	—	387,991	387,991
Other comprehensive income	—	—	—	—	(75,594)	(75,594)	(75,594)
<b>Total comprehensive income</b>	—	—	387,991	—	(75,594)	312,397	312,397
<b>Transactions with owners and other transactions</b>							
Dividends	—	—	(178,375)	—	—	(178,375)	(178,375)
Share-based payment transactions	—	(2,282)	—	—	—	(2,282)	(2,282)
<b>Total transactions with owners and other transactions</b>	—	(2,282)	(178,375)	—	—	(180,657)	(180,657)
<b>As of June 30, 2021</b>	<u>1,735,570</u>	<u>1,923,906</u>	<u>3,817,243</u>	<u>(344,517)</u>	<u>116,866</u>	<u>7,249,070</u>	<u>7,249,070</u>

(5) Interim Condensed Consolidated Statement of Cash Flows

(Thousands of yen)

	Three-month period ended June 30, 2020	Three-month period ended June 30, 2021
<b>Cash flows from operating activities</b>		
Profit before tax	327,737	572,116
Depreciation and amortization	82,224	70,017
Share of profit (loss) of investments accounted for using equity method	22,887	4,797
Increase/decrease in trade and other receivables	60,143	393,633
Increase/decrease in trade and other payables	(16,167)	(128,469)
Increase/decrease in trade and contract liabilities	90,672	(3,571)
Other	(42,494)	(148,348)
Subtotal	525,003	760,174
Interest and dividends received	74	58
Interest paid	(70)	(105)
Income taxes paid	(203,983)	(571,494)
Net cash provided by operating activities	321,024	188,633
<b>Cash flows from investing activities</b>		
Payment into time deposits	(200,000)	(200,000)
Proceeds from withdrawal of time deposits	200,000	200,000
Purchase of property, equipment, and intangible assets	(16,500)	(13,425)
Purchase of investments accounted for using equity method	(72,000)	—
Proceeds from guarantee deposits	—	48,798
Net cash provided by (used in) investing activities	(88,500)	35,372
<b>Cash flows from financing activities</b>		
Dividends paid	(115,217)	(173,448)
Repayments of lease liabilities	(58,837)	(45,080)
Net cash used in financing activities	(174,055)	(218,528)
<b>Increase/decrease in cash and cash equivalents</b>	58,468	5,477
<b>Cash and cash equivalents at the beginning of the period</b>	4,302,014	5,877,480
<b>Cash and cash equivalents at the end of the period</b>	4,360,482	5,882,957