

Translation

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## Summary of Consolidated Financial Results for the Six Months Ended July 31, 2024 (Based on Japanese GAAP)

September 13, 2024

Company name: Enigmo Inc.  
 Stock exchange listing: Tokyo  
 Stock code: 3665 URL <https://enigmo.co.jp/>  
 Representative: Representative Director, CEO Shokei SUDA  
 Executive Officer,  
 Inquiries: Chief Director of Corporate Operation Yoichi KANEDA TEL 03-6894-3665  
 Scheduled date to file Semi-annual Securities Report: September 13, 2024  
 Scheduled date to commence dividend payments: –  
 Preparation of supplementary material on financial results: Yes  
 Holding of financial results meeting: No

(Amounts less than one million yen are rounded down)

### 1. Consolidated financial results for the six months ended July 31, 2024 (from February 1, 2024 to July 31, 2024)

#### (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	%
Six months ended July 31, 2024	2,566	–	229	–	199	–	131	–
Six months ended July 31, 2023	–	–	–	–	–	–	–	–

	Earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended July 31, 2024	3.32	–
Six months ended July 31, 2023	–	–

#### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of July 31, 2024	12,497	10,018	79.6
As of January 31, 2024	–	–	–

### 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 January 31, 2024	–	0.00	–	10.00	10.00
Year ending January 31, 2025	–	0.00	–	–	–
Year ending January 31, 2025 (Forecast)	–	–	–	–	–

### 3. Forecast of consolidated financial results for the year ending January 31, 2025 (from February 1, 2024 to January 31, 2025)

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	5,707	–	538	–	535	–	334	–	8.42

4. Notes

(1) Significant changes in the scope of consolidation during the six months ended July 31, 2024: Yes

(2) Application of special accounting methods for preparing interim 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: No

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 July 31, 2024	42,642,000 shares	As of January 31, 2024	42,642,000 shares
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Number of treasury shares at the end of the period

As of July 31, 2024	2,969,400 shares	As of January 31, 2024	2,969,340 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Six months ended July 31, 2024	39,672,658 shares	Six months ended July 31, 2023	39,684,579 shares
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**Interim consolidated financial statements**  
**Consolidated balance sheets**

(Thousands of yen)

As of July 31, 2024

Assets	
Current assets	
Cash and deposits	9,258,188
Accounts receivable - trade	210,983
Securities	100,330
Supplies	23,958
Prepaid expenses	99,990
Accounts receivable - other	108,409
Other	87,007
Total current assets	9,888,867
Non-current assets	
Property, plant and equipment	
Buildings, net	38,805
Facilities attached to buildings, net	31,966
Vessels, net	40,163
Vehicles, net	25,038
Tools, furniture and fixtures, net	61,216
Total property, plant and equipment	197,190
Intangible assets	
Software	50,524
Software in progress	11,100
Goodwill	220,733
Other	18
Total intangible assets	282,376
Investments and other assets	
Investment securities	1,971,697
Shares of subsidiaries and associates	24,617
Leasehold and guarantee deposits	50,664
Deferred tax assets	55,815
Other	26,251
Total investments and other assets	2,129,046
Total non-current assets	2,608,612
Total assets	12,497,479

(Thousands of yen)

As of July 31, 2024

Liabilities	
Current liabilities	
Accounts payable - other	336,166
Accrued expenses	8,611
Income taxes payable	81,719
Accrued consumption taxes	6,632
Deposits received	1,852,759
Short-term borrowings	100,000
Provision for point card certificates	7,859
Provision for bonuses	35,892
Other	29,729
Total current liabilities	2,459,370
Non-current liabilities	
Long-term borrowings	11,213
Asset retirement obligations	8,490
Total non-current liabilities	19,704
Total liabilities	2,479,074
Net assets	
Shareholders' equity	
Share capital	381,903
Capital surplus	391,474
Retained earnings	10,648,494
Treasury shares	(1,506,980)
Total shareholders' equity	9,914,892
Accumulated other comprehensive income	
Valuation difference on available-for-sale securities	36,754
Total accumulated other comprehensive income	36,754
Share acquisition rights	41,961
Non-controlling interests	24,797
Total net assets	10,018,404
Total liabilities and net assets	12,497,479

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

(Thousands of yen)

	Six months ended July 31, 2024
Net sales	2,566,288
Cost of sales	551,270
Gross profit	2,015,017
Selling, general and administrative expenses	1,785,366
Operating profit	229,651
Non-operating income	
Interest income	1,282
Other	3,118
Total non-operating income	4,400
Non-operating expenses	
Foreign exchange losses	1,813
Share of loss of entities accounted for using equity method	31,128
Loss on investments in investment partnerships	1,782
Miscellaneous losses	59
Total non-operating expenses	34,783
Ordinary profit	199,269
Extraordinary income	
Gain on step acquisitions	2,847
Gain on sale of non-current assets	239
Total extraordinary income	3,087
Extraordinary losses	
Loss on sale of non-current assets	19
Loss on retirement of software	51
Total extraordinary losses	71
Profit before income taxes	202,285
Income taxes - current	68,343
Income taxes - deferred	2,043
Total income taxes	70,387
Profit	131,897
Profit attributable to	
Profit attributable to owners of parent	131,897
Other comprehensive income	
Valuation difference on available-for-sale securities	5,962
Total other comprehensive income	5,962
Comprehensive income	137,859
Comprehensive income attributable to	
Comprehensive income attributable to owners of parent	137,859
Comprehensive income attributable to non-controlling interests	–

## Consolidated statements of cash flows

(Thousands of yen)

	Six months ended July 31, 2024
Cash flows from operating activities	
Profit before income taxes	202,285
Depreciation	11,417
Increase (decrease) in provision for point card certificates	(5,754)
Increase (decrease) in provision for bonuses	35,892
Interest and dividend income	(1,282)
Loss (gain) on investments in investment partnerships	1,782
Foreign exchange losses (gains)	(2,404)
Share of loss (profit) of entities accounted for using equity method	31,128
Loss (gain) on sale of non-current assets	(220)
Loss on retirement of non-current assets	51
Loss (gain) on step acquisitions	(2,847)
Decrease (increase) in trade receivables	58,844
Decrease (increase) in inventories	23,354
Increase (decrease) in accounts payable - other	(16,765)
Increase (decrease) in deposits received	(232,053)
Increase (decrease) in Contract liabilities	(6,094)
Other, net	(61,313)
Subtotal	36,019
Interest and dividends received	1,282
Income taxes paid	(174,184)
Net cash provided by (used in) operating activities	(136,881)
Cash flows from investing activities	
Purchase of securities	(100,330)
Purchase of property, plant and equipment	(20,272)
Proceeds from sale of property, plant and equipment	481
Purchase of intangible assets	(11,100)
Purchase of investment securities	(657,256)
Refund of investment partnerships	123
Purchase of shares of subsidiaries resulting in change in scope of consolidation	(128,732)
Loan advances to subsidiaries and associates	(20,000)
Net cash provided by (used in) investing activities	(937,086)
Cash flows from financing activities	
Purchase of treasury shares	(21)
Dividends paid	(396,726)
Net cash provided by (used in) financing activities	(396,748)
Effect of exchange rate change on cash and cash equivalents	(326)
Net increase (decrease) in cash and cash equivalents	(1,471,042)
Cash and cash equivalents at beginning of period	10,529,231
Cash and cash equivalents at end of period	9,058,188