

Translation

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## Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2024 (Based on IFRS)

February 10, 2025

Company name: Digital Garage, Inc.  
 Stock exchange listing: Tokyo  
 Securities code: 4819 URL <https://www.garage.co.jp/en/>  
 Representative: Representative Director, Kaoru Hayashi  
 President Executive Officer and Group CEO  
 Corporate Officer, Deputy Head of Corporate Div.  
 Inquiries: Hiroyuki Nozaki TEL 03-6367-1111  
 Scheduled date to commence dividend payments: –  
 Preparation of supplementary material on financial results: Yes  
 Holding of financial results meeting: No

(Amounts are rounded off to the nearest million yen)

### 1. Consolidated financial results for the nine months ended December 31, 2024 (from April 1, 2024 to December 31, 2024)

#### (1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes)

	Revenue		Profit before tax		Profit		Profit attributable to owners of parent		Comprehensive income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Nine months ended December 31, 2024	27,580	0.1	(7,592)	–	(5,345)	–	(5,241)	–	(4,493)	–
Nine months ended December 31, 2023	27,542	23.3	6,136	–	4,231	–	4,415	–	4,553	–

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2024	(112.82)	(112.82)
Nine months ended December 31, 2023	97.34	96.23

#### (2) Consolidated financial position

	Total assets	Total equity	Equity attributable to owners of parent	Ratio of equity attributable to owners of parent to total assets
	Millions of yen	Millions of yen	Millions of yen	%
As of December 31, 2024	258,453	81,775	78,982	30.6
As of March 31, 2024	231,431	92,138	89,251	38.6

### 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, 2024	–	0.00	–	40.00	40.00
Year ending March 31, 2025	–	0.00	–		
Year ending March 31, 2025 (Forecast)				53.00	53.00

(Note) Revision of dividend forecast from the latest announcement: None

Breakdown of year-end dividend for the fiscal year ending March 31, 2025 (forecast): Ordinary dividend: 43.00 yen  
 Special/commemorative dividend: 10.00 yen

### 3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2025 (April 1, 2024 to March 31, 2025)

In the Platform Solution segment, which is the Group's revenue base, the Company expects stable growth in the payment business and forecasts a 20% increase in the profit before tax compared to the previous fiscal year. The Company also forecasts a 20% to 25% increase in profit before tax for the entire Platform Solution segment.

The Company does not disclose its consolidated financial results forecast, because it is difficult to reasonably estimate the fair value of securities, which the Group holds through investments primarily in startup companies, at the end of the period.

\* Notes

(1) Significant changes in the scope of consolidation during the three months ended December 31, 2024: No

(2) Changes in accounting policies and changes in accounting estimates

Changes in accounting policies required by IFRS: No

Changes in accounting policies due to other reasons: No

Changes in accounting estimates: No

(3) Number of issued shares (ordinary shares)

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

As of December 31, 2024	47,644,700 shares	As of March 31, 2024	47,619,100 shares
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Number of treasury shares at end of period

As of December 31, 2024	1,823,338 shares	As of March 31, 2024	239,371 shares
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Average number of shares during period (cumulative from the beginning of the fiscal year)

Three months ended December 31, 2024	46,457,873 shares	Three months ended December 31, 2024	45,357,730 shares
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\* Review of the quarterly consolidated financial statements by a certified public accountant or audit firm: None

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

(Method of obtaining supplementary financial results materials)

Supplementary materials for financial results are available on the Company's website.

**Condensed quarterly consolidated financial statements**  
**Condensed quarterly consolidated statement of financial position**

	(Millions of yen)	
	As of March 31, 2024	As of December 31, 2024
Assets		
Current assets		
Cash and cash equivalents	49,571	80,348
Trade and other receivables	30,154	31,400
Inventories	428	408
Operational investment securities	69,569	60,984
Other financial assets	279	302
Income taxes receivable	1,204	461
Other current assets	890	1,522
Subtotal	152,094	175,425
Assets held for sale	–	470
Total current assets	152,094	175,895
Non-current assets		
Property, plant and equipment	14,990	13,877
Goodwill	6,964	8,476
Intangible assets	5,625	7,604
Investment property	1,912	1,981
Investments accounted for using equity method	33,965	36,536
Other financial assets	14,974	13,098
Deferred tax assets	509	564
Other non-current assets	397	420
Total non-current assets	79,337	82,558
Total assets	231,431	258,453

	(Millions of yen)	
	As of March 31, 2024	As of December 31, 2024
Liabilities and equity		
Liabilities		
Current liabilities		
Bonds and borrowings	55,706	45,794
Trade and other payables	42,568	88,110
Other financial liabilities	1,669	1,792
Income taxes payable	365	492
Other current liabilities	4,092	4,563
Total current liabilities	104,401	140,751
Non-current liabilities		
Bonds and borrowings	11,633	16,887
Other financial liabilities	7,426	6,404
Retirement benefit liability	460	422
Provisions	479	518
Deferred tax liabilities	14,312	11,146
Other non-current liabilities	582	549
Total non-current liabilities	34,892	35,926
Total liabilities	139,293	176,677
Equity		
Share capital	7,846	7,879
Capital surplus	5,385	5,515
Treasury shares	(975)	(5,121)
Other components of equity	1,613	2,465
Retained earnings	75,382	68,244
Total equity attributable to owners of parent	89,251	78,982
Non-controlling interests	2,887	2,793
Total equity	92,138	81,775
Total liabilities and equity	231,431	258,453

## Condensed quarterly consolidated statements of income

	(Millions of yen)	
	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Revenue		
Revenue in recurring business	19,226	23,134
Revenue in operational investment securities	3,990	–
Other income	863	1,170
Finance income	697	57
Share of profit of investments accounted for using equity method	2,765	3,219
Total	<u>27,542</u>	<u>27,580</u>
Expenses		
Cost of sales	7,812	9,395
Loss in operational investment securities	–	5,078
Selling, general and administrative expenses	13,140	15,748
Other expenses	263	377
Finance costs	191	4,574
Total	<u>21,406</u>	<u>35,172</u>
Profit (loss) before tax	<u>6,136</u>	<u>(7,592)</u>
Income tax expense	<u>1,904</u>	<u>(2,247)</u>
Profit (loss)	<u>4,231</u>	<u>(5,345)</u>
Profit (loss) attributable to		
Owners of parent	4,415	(5,241)
Non-controlling interests	(184)	(104)
Earnings (loss) per share		
Basic earnings (loss) per share	97.34	(112.82)
Diluted earnings (loss) per share	96.23	(112.82)

## Condensed quarterly consolidated statements of comprehensive income

	(Millions of yen)	
	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Profit (loss)	4,231	(5,345)
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Net change in fair value of equity instruments designated as measured at fair value through other comprehensive income	(41)	313
Share of other comprehensive income of investments accounted for using equity method	5	2
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	357	537
Share of other comprehensive income of investments accounted for using equity method	0	1
Other comprehensive income, net of tax	322	853
Comprehensive income	4,553	(4,493)
Comprehensive income attributable to		
Owners of parent	4,734	(4,391)
Non-controlling interests	(181)	(102)

**Condensed quarterly consolidated statement of changes in equity**  
 Nine months ended December 31, 2023 (from April 1, 2023 to December 31, 2023)

(Millions of yen)

	Equity attributable to owners of parent						Total
	Share capital	Capital surplus	Treasury shares	Other components of equity			
				Financial assets measured at fair value through other comprehensive income	Exchange differences on translation of foreign operations	Remeasurements of defined benefit plans	
Balance at April 1, 2023	7,830	6,229	(6,293)	(469)	2,111	8	1,650
Profit (loss)							–
Other comprehensive income				(36)	355		319
Comprehensive income	–	–	–	(36)	355	–	319
Issuance of new shares	14	14					–
Changes in ownership interest in subsidiaries		(3)					–
Change in scope of consolidation							–
Dividends							–
Share-based payment transactions		193	137				–
Purchase of treasury shares		(57)	(5,000)				–
Transfer from other components of equity to retained earnings				(647)			(647)
Other		4					–
Total	14	150	(4,863)	(647)	–	–	(647)
Balance at December 31, 2023	7,844	6,380	(11,156)	(1,152)	2,466	8	1,322

(Millions of yen)

	Equity attributable to owners of parent		Non-controlling interests	Total
	Retained earnings	Total		
Balance at April 1, 2023	70,614	80,030	1,942	81,972
Profit (loss)	4,415	4,415	(184)	4,231
Other comprehensive income		319	3	322
Comprehensive income	4,415	4,734	(181)	4,553
Issuance of new shares		28		28
Changes in ownership interest in subsidiaries		(3)	453	450
Change in scope of consolidation		–	49	49
Dividends	(1,705)	(1,705)		(1,705)
Share-based payment transactions		330		330
Purchase of treasury shares		(5,057)		(5,057)
Transfer from other components of equity to retained earnings	647	–		–
Other		4		4
Total	(1,058)	(6,403)	502	(5,901)
Balance at December 31, 2023	73,971	78,361	2,263	80,624

Nine months ended December 31, 2024 (from April 1, 2024 to December 31, 2024)

(Millions of yen)

	Equity attributable to owners of parent						Total
	Share capital	Capital surplus	Treasury shares	Other components of equity			
				Financial assets measured at fair value through other comprehensive income	Exchange differences on translation of foreign operations	Remeasurements of defined benefit plans	
Balance at April 1, 2024	7,846	5,385	(975)	(1,124)	2,737	(0)	1,613
Profit (loss)							–
Other comprehensive income				315	535		851
Comprehensive income	–	–	–	315	535	–	851
Issuance of new shares	34	34					–
Changes in ownership interest in subsidiaries		1					–
Change in scope of consolidation							–
Dividends							–
Share-based payment transactions		133	299				–
Purchase of treasury shares		(9)	(4,500)				–
Disposal of treasury shares		7	55				–
Transfer from other components of equity to retained earnings				1			1
Other		(36)					–
Total	34	130	(4,146)	1	–	–	1
Balance at December 31, 2024	7,879	5,515	(5,121)	(807)	3,272	(0)	2,465

(Millions of yen)

	Equity attributable to owners of parent		Non-controlling interests	Total
	Retained earnings	Total		
Balance at April 1, 2024	75,382	89,251	2,887	92,138
Profit (loss)	(5,241)	(5,241)	(104)	(5,345)
Other comprehensive income		851	2	853
Comprehensive income	(5,241)	(4,391)	(102)	(4,493)
Issuance of new shares		67		67
Changes in ownership interest in subsidiaries		1	9	10
Change in scope of consolidation		–	6	6
Dividends	(1,895)	(1,895)	(7)	(1,902)
Share-based payment transactions		432		432
Purchase of treasury shares		(4,509)		(4,509)
Disposal of treasury shares		62		62
Transfer from other components of equity to retained earnings	(1)	–		–
Other		(36)		(36)
Total	(1,896)	(5,878)	8	(5,869)
Balance at December 31, 2024	68,244	78,982	2,793	81,775



## Condensed quarterly consolidated statements of cash flows

	(Millions of yen)	
	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Cash flows from operating activities		
Profit before tax	6,136	(7,592)
Depreciation and amortization	2,794	3,091
Impairment losses (reversal of impairment losses)	–	102
Interest and dividend income	(48)	(57)
Interest expenses on borrowings and bonds	181	266
Share of loss (profit) of investments accounted for using equity method	(2,765)	(3,219)
Loss (gain) on investment securities	(268)	4,202
Loss (gain) on sales of shares of subsidiaries and associates	(1)	–
Decrease (increase) in trade and other receivables	(4,389)	3,148
Decrease (increase) in investment securities for sale	(3,888)	8,585
Decrease (increase) in inventories	(67)	21
Increase (decrease) in trade and other payables	7,546	42,436
Increase (decrease) in accrued consumption taxes	187	(401)
Other	(1,177)	(136)
Subtotal	4,240	50,445
Interest and dividends received	1,548	1,758
Interest paid	(108)	(254)
Income taxes refund (paid)	(1,585)	218
Net cash provided by (used in) operating activities	4,096	52,167
Cash flows from investing activities		
Purchase of property, plant and equipment	(581)	(507)
Purchase of intangible assets	(1,548)	(2,854)
Purchase of investment securities	(302)	(1,512)
Proceeds from sale of investment securities	1,644	1
Proceeds from dividend of investment partnership	793	–
Payments for acquisition of subsidiaries	(1,000)	(1,008)
Purchase of investments accounted for using equity method	(501)	(2,278)
Proceeds from sale of investments accounted for using equity method	58	–
Payments for acquisition of businesses	–	(642)
Other	(21)	174
Net cash provided by (used in) investing activities	(1,458)	(8,626)

	(Millions of yen)	
	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	15,640	(2,875)
Proceeds from long-term borrowings	26,100	10,500
Repayments of long-term borrowings	(2,459)	(12,714)
Redemption of bonds	(25,000)	–
Repayments of lease liabilities	(1,286)	(1,325)
Capital contribution from non-controlling interests	499	10
Purchase of treasury shares	(5,076)	(4,512)
Proceeds from disposition of treasury shares	–	62
Dividends paid	(1,703)	(1,893)
Other	7	(65)
Net cash provided by (used in) financing activities	6,722	(12,812)
Effect of exchange rate changes on cash and cash equivalents	46	49
Net increase (decrease) in cash and cash equivalents	9,406	30,777
Cash and cash equivalents at beginning of period	53,335	49,571
Cash and cash equivalents at end of period	62,740	80,348