

Note: This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

August 14, 2024

Consolidated Financial Results for the Three Months Ended June 30, 2024 (Under Japanese GAAP)

Company name: internet infinity INC.
 Listing: Tokyo Stock Exchange
 Securities code: 6545
 URL: https://iif.jp
 Representative: Keiichi Beck, Representative director
 Inquiries: Kenji Hoshino, Managing director
 Telephone: +81-03-6897-4777
 Scheduled date to commence dividend payments: -
 Preparation of supplementary material on quarterly financial results: Yes
 Holding of quarterly financial results briefing: None

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated financial results for the three months ended June 30, 2024 (from April 1, 2024 to June 30, 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	%
Three months ended								
June 30, 2024	1,282	7.0	116	—	122	—	68	—
June 30, 2023	1,199	13.9	3	(90.8)	9	(81.0)	0	(96.4)

Note: Comprehensive income For the three months ended June 30, 2024: ¥68 million [—%]
 For the three months ended June 30, 2023: ¥0 million [(96.3)%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended		
June 30, 2024	12.96	12.64
June 30, 2023	0.18	0.18

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
	Millions of yen	Millions of yen	%
As of			
June 30, 2024	3,757	1,404	37.4
March 31, 2024	3,751	1,388	37.0

Reference: Equity As of June 30, 2024 : ¥ 1,404 million As of March 31, 2024: ¥ 1,388 million

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31,2024	—	0.00	—	5.00	5.00
Fiscal year ending March 31,2025	—				
Fiscal year ending March31,2025 (Forecast)		0.00	—	8.00	8.00

Note: Revisions to the forecast of cash dividends most recently announced: None

3. Forecast of consolidated financial results for the fiscal year ending March 31, 2025 (from April 1, 2024 to March 31, 2025)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to Owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	5,102	2.9	355	54.5	350	29.2	204	56.6	38.57

Note: Revisions to the forecast most recently announced: None

*** Notes**

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): None

Newly included: — companies

Excluded: — companies

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: None

(3) Changes in accounting policies, changes in accounting estimates, and restatement

(i) Changes in accounting policies due to revisions to accounting standards and other regulations: None

(ii) Changes in accounting policies due to other reasons: None

(iii) Changes in accounting estimates: None

(iv) Restatement: None

(4) Number of issued shares (common shares)

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

As of June 30,2024	5,427,771 shares
As of March 31,2024	5,427,771 shares

(ii) Number of treasury shares at the end of the period

As of June 30,2024	124,860 shares
As of March 31,2024	123,743 shares

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

Three months ended June 30,2024	5,302,911 shares
Three months ended June 30,2023	5,339,320 shares

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: None

* Proper use of earnings forecasts, and other special matters

Forward-looking statements such as the earnings forecasts included here are based on currently available information and on certain assumptions we believe to be reasonable, and we make no assurance that they will be met. Actual performance and other results may differ significantly due to a variety of factors.

4. Quarterly consolidated financial statements

(1) Quarterly consolidated balance sheet

(Unit: thousand yen)

	As of March 31,2024	As of June 30,2024
Assets		
Current assets		
Cash and deposits	1,563,768	1,650,504
Notes and accounts receivable - trade	898,515	883,214
Supplies	16,200	15,840
Other	129,767	116,554
Allowance for doubtful accounts	(5,029)	(1,125)
Total current assets	2,603,223	2,664,988
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	189,218	184,950
Other, net	54,013	51,899
Total property, plant and equipment	243,232	236,849
Intangible assets		
Goodwill	336,284	314,530
Other	226,852	217,617
Total intangible assets	563,137	532,148
Investments and other assets		
Guarantee deposits	145,401	145,766
Deferred tax assets	182,803	168,401
Other	13,697	10,610
Allowance for doubtful accounts	-	(1,285)
Total investments and other assets	341,902	323,492
Total non-current assets	1,148,272	1,092,490
Total assets	3,751,495	3,757,478

(Unit: thousand yen)

	As of March 31,2024	As of June 30,2024
Liabilities		
Current liabilities		
Accounts payable - trade	75,174	88,188
Short-term borrowings	650,000	750,000
Current portion of long-term borrowings	120,727	98,737
Income taxes payable	90,854	56,736
Deposits received	541,782	566,898
Provision for bonuses	100,049	46,038
Provision for bonuses for directors	3,051	—
Other	499,418	471,321
Total current liabilities	2,081,058	2,077,921
Non-current liabilities		
Long-term borrowings	168,189	160,329
Asset retirement obligations	67,878	68,663
Other	46,015	46,452
Total non-current liabilities	282,083	275,445
Total liabilities	2,363,142	2,353,366
Net assets		
Shareholders' equity		
Capital	252,302	252,302
Capital surplus	239,822	239,822
Retained earnings	952,339	968,084
Treasury shares	(56,130)	(56,130)
Total shareholders' equity	1,388,334	1,404,078
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	19	33
Total accumulated other comprehensive income	19	33
Total net assets	1,388,353	1,404,111
Total liabilities and net assets	3,751,495	3,757,478

(2) Quarterly consolidated statement of income and comprehensive income
(Quarterly consolidated statement of income)

(Unit: thousand yen)

	Three months ended June 30,2023	Three months ended June 30,2024
Net sales	1,199,038	1,282,442
Cost of sales	779,884	766,095
Gross profit	419,153	516,346
Selling, general and administrative expenses	415,375	399,893
Operating income	3,778	116,453
Non-operating income		
Gain on sale of businesses	9,171	10,399
Other	2,034	1,676
Total non-operating income	11,206	12,076
Non-operating expenses		
Interest expenses	4,347	5,665
Other	1,363	100
Total non-operating expenses	5,711	5,765
Ordinary profit	9,273	122,764
Profit before income taxes	9,273	122,764
Income taxes	8,303	54,026
Profit	969	68,737
Profit attributable to owners of parent	969	68,737

(Quarterly consolidated statement of comprehensive income)

(Unit: thousand yen)

	Three months ended June 30,2023	Three months ended June 30,2024
Profit	969	68,737
Other comprehensive income		
Valuation difference on available-for-sale securities	15	13
Total other comprehensive income	15	13
Comprehensive income	985	68,750
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	985	68,750