



1Q FYE Sep-2022 Kessan Tanshin [J-GAAP] (Consolidated)

10 Feb 2022

Company name Internetworking and Broadband Consulting Co., Ltd. Listed TSE
 Code 3920 URL https://www.ibc21.co.jp/
 Representative (Title) CEO and President (Name) Kato, Hiroyuki
 Contact (Title) Director, Corporate Service Div. (Name) Shimane, Naoto TEL 03-5117-2780
 Scheduled submission date of quarterly report 10 Feb 2022 Scheduled dividend payment date —
 Supplementary materials : Japanese only
 Explanatory meeting : Not scheduled

(Fraction less than JPY mil)

1. 1Q of FYE Sep-2022 Consolidated Financial Results (1 Oct 2021 ~ 31 Dec 2021)

(1) Consolidated statement of income (Cumulative) (YoY %)

	Sales		Operating Income		Ordinary Income		Profit (loss) attributable to owners of parent	
	JPY mil	%	JPY mil	%	JPY mil	%	JPY mil	%
1Q of FYE Sep-2022	322	(17.7)	(63)	—	(55)	—	(35)	—
1Q of FYE Sep-2021	392	0.1	(14)	—	(21)	—	(15)	—
Comprehensive income	1Q of FYE Sep-2022	(25)	JPY mil	(—%)	1Q of FYE Sep-2021	(20)	JPY mil	(—%)

	EPS	EPS (diluted)
	JPY	JPY
1Q of FYE Sep-2022	(6.35)	—
1Q of FYE Sep-2021	(2.78)	—

(Note) 1. The "Accounting Standards for Revenue Recognition" (ASBJ Statement No. 29, March 31, 2020), etc. has been applied since the beginning of the first quarter of the current consolidated fiscal year.
 2. The description of diluted EPS is omitted due to loss of 1Q, despite that there are dilutive shares.

(2) Consolidated balance sheet

	Total Assets	Net Assets	Capital-to-asset ratio	
	JPY mil	JPY mil	%	
1Q FYE Sep-2022	3,078	1,725	56.1	
FYE Sep-2021	3,260	1,751	53.7	
(Ref.) Net assets	1Q of FYE Sep-2022	1,725 JPY mil	FYE Sep-2021	1,751 JPY mil

2. Dividend

	Dividend				
	1Q	2Q	3Q	4Q	Total
	JPY	JPY	JPY	JPY	JPY
FYE Sep-2021	—	0.00	—	0.00	0.00
FYE Sep-2022	—				
FYE Sep-2022 (Est.)		—	—	4.00	4.00

(Note) Revisions to the forecasts of cash dividends most recently announced: No

3. Consolidated financial forecast (1 Oct 2021~30 Sep 2022)

(YoY % / QoQ %)

	Sales		Operating Income		Ordinary Income		Profit (loss) attributable to owners of parent		EPS
	JPY mil	%	JPY mil	%	JPY mil	%	JPY mil	%	JPY
2 nd half	945	(5.7)	112	(11.3)	112	(7.8)	74	(10.1)	13.39
FYE Sep-2022	2,100	4.3	250	(11.0)	250	(8.7)	165	(16.3)	29.85

- (Note) 1. Revisions to the consolidated earnings forecasts most recently announced: No
 2. The "Accounting Standards for Revenue Recognition" (ASBJ Statement No. 29, March 31, 2020), etc. has been applied since the beginning of the first quarter of the current consolidated fiscal year. Financial forecast figures are stated after the application of the said accounting standard, etc.

※ Note

(1) Transfer of material subsidiaries (subsidiaries resulting in change in scope of consolidation) :
 Include — (Name) —, Exclude — (Name) —

(2) Application of a specific accounting procedure for preparing quarterly consolidated financial statements: Calculation of tax expense
 Tax expenses are calculated by estimating effective tax rate after tax effective accounting reasonably and multiplying income (losses) before income taxes by the estimated effective tax rate.

(3) Changes in Accounting policies, estimation and restatement

- ① Accounting policy changes in accordance with revision of Accounting Standard : Yes
- ② Accounting policy changes excluding ① : None
- ③ Accounting estimate changes : None
- ④ Restatement : None

(4) Number of outstanding shares (Ordinary share)

① Outstanding number of shares at FYE (Incl. treasury shares)	1Q of Sep-2022	5,721,600	Sep-2021	5,721,600
② Number of treasury shares at FYE	1Q of Sep-2022	194,159	Sep-2021	194,159
③ Average number of shares	1Q of Sep-2022	5,527,441	1Q of Sep-2021	5,522,094

※ This Tanshin is out of scope of audit by Auditors.

※ (Disclaimer)

The description regarding estimation or forecast in the future in this material is based on our information and assumptions that we have understood reasonably, we never commit, pledge or promise an achievement of the description. Actual achievement will suffer from various factors.

2. Consolidated financial statement

(1) Consolidated balance sheet

(Unit : JPY thousand)

	Previous FYE (30 Sep 2021)	1Q of FYE Sep-2022 (31 Dec 2021)
Assets		
Current assets		
Cash and deposits	1,305,110	1,234,054
Accounts receivable – trade	1,097,900	836,754
Inventories	16,379	21,818
Other	66,444	53,332
Current assets	2,485,834	2,145,959
Non-current assets		
Property, plant and equipment	39,763	43,678
Intangible assets		
Goodwill	56,382	51,407
Other	33,785	32,868
Intangible assets	90,167	84,275
Investments and other assets		
Investment securities	388,398	523,645
Other	280,282	301,848
Allowance for doubtful accounts	(24,391)	(21,335)
Investments and other assets	644,289	804,158
Non-current assets	774,219	932,111
Assets	3,260,054	3,078,071
Liabilities		
Current liabilities		
Accounts payable – trade-	122,869	100,215
Short-term loan payable	720,000	720,000
Current portion of long-term loans payable	122,396	122,446
Income taxes payable	108,616	2,470
Other	154,780	157,914
Current liabilities	1,228,662	1,103,046
Non-current liabilities		
Long-term loans payable	276,910	246,261
Provision for loss on business of subsidiaries and associates	3,331	3,331
Non-current liabilities	280,241	249,592
Liabilities	1,508,904	1,352,639
Net assets		
Shareholders' equity		
Capital stock	442,930	442,930
Capital surplus	420,874	420,874
Retained earnings	1,098,750	1,063,643
Treasury stock	(221,114)	(221,114)
Shareholders' equity	1,741,440	1,706,333
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	9,709	19,098
Accumulated other comprehensive income	9,709	19,098
Net assets	1,751,150	1,725,432
Liabilities and net assets	3,260,054	3,078,071

(2) Consolidated statement of income and comprehensive income
(Consolidated statement of income)
(1Q)

(Unit : JPY thousand)

	Previous 1Q of FYE (from 1 Oct 2020 to 31 Dec 2020)	Latest 1Q of FYE (from 1 Oct 2021 to 31 Dec 2021)
Sales	392,276	322,853
COGS	167,036	134,756
Gross profit	225,239	188,096
Selling, general and administrative expenses	239,580	251,113
Operating loss	(14,340)	(63,016)
Non-operating income		
Commission fee	316	597
Subsidy	602	—
Insurance premiums refunded cancellation	1,453	—
Allowance for doubtful accounts reversal	—	3,055
Investment gain on equity method	—	4,649
Other	67	53
Non-operating income	2,439	8,356
Non-operating expenses		
Interest expenses	1,011	999
Share issuance cost	30	—
Share of loss of entities accounted for using equity method	8,045	—
Other	15	45
Non-operating expenses	9,102	1,044
Ordinary loss	(21,003)	(55,704)
Extraordinary income		
Gain on reversal of subscription rights to shares	585	—
Extraordinary income	585	—
Loss before income taxes	(20,418)	(55,704)
Income taxes	(5,045)	(20,596)
Loss	(15,372)	(35,107)
Loss attributable to owners of parent	(15,372)	(35,107)

(Statement of consolidated comprehensive income)
(1Q)

(Unit : JPY thousand)

	Previous 1Q of FYE (from 1 Oct 2020 to 31 Dec 2020)	Latest 1Q of FYE (from 1 Oct 2021 to 31 Dec 2021)
Net loss	(15,372)	(35,107)
Other comprehensive income		
Valuation difference on available-for-sale securities	(5,436)	9,389
Other comprehensive income	(5,436)	9,389
Comprehensive income	(20,809)	(25,717)
(Comprehensive income attributable to)		
Comprehensive income attributable to owners of parent	(20,809)	(25,717)
Comprehensive income attributable to non-controlling interests	—	—