

Note: Please note that the following is an excerpt translation of the Japanese original prepared only for reference purposes. In the case of any discrepancy between the translation and the Japanese original, the latter shall prevail.

Consolidated Financial Results for the Fiscal Year ended March 31, 2022 (Japanese GAAP)

April 28, 2022

Name of Listed Company: INV Inc.
Exchange Listing: Tokyo Stock Exchange
Representative: Takeshi Kawaji, CEO

URL: <https://www.inv.inc/en/>
Stock Code: 7338
Contact: Yuichiro Omura, Director

Scheduled Date of Ordinary General Meeting of Shareholders: June 28, 2022
Scheduled Start Date of Dividend Payment: June 29, 2022
Scheduled Filing Date of Annual Securities Report: June 28, 2022
Supplementary documents available pertaining to financial results: Yes, Financial results briefing: No

(All amounts rounded down to the nearest million yen)

1. Consolidated Financial Results for the Fiscal Year ended March 31, 2022 (From April 1, 2021 to March 31, 2022)
(1) Consolidated Operating Results (Cumulative) (percentage shows Y/Y change)
(Unit: millions of yen)

Fiscal year ended	Operating Revenue		Net Operating Revenue		Operating Income		Ordinary Income		Net Profit Attributable to Owner of Parent	
	yen	%	yen	%	yen	%	yen	%	yen	%
March 31, 2022	5,158	17.8	4,981	17.8	783	334.4	1,047	606.6	808	-
March 31, 2021	4,379	-	4,227	-	180	-	148	-	60	-

(Note) Comprehensive Income: Fiscal year ended March 31, 2022: 1,154 million yen (456.0%)
Fiscal year ended March 31, 2021: 207 million yen (-%)

Fiscal year ended	Net Profit per share	Net Profit per Share (Diluted)	Return on Equity	Return on Assets	Operating Income Ratio
	yen	yen	%	%	%
March 31, 2022	137.54	137.07	7.2	0.9	15.2
March 31, 2021	10.29	-	0.6	0.1	4.1

(Reference) Equity in earnings of affiliates: Fiscal year ended March 31, 2022: -
Fiscal year ended March 31, 2021: -

(2) Consolidated Financial Position

	Total Assets	Net Assets	Shareholders' Equity Ratio	Net Assets per Share
As of	Millions of yen	Millions of yen	%	yen
March 31, 2022	125,409	11,666	9.3	1,983.92
March 31, 2021	112,132	10,726	9.6	1,824.52

(Reference) Shareholders' Equity: As of March 31, 2022: 11,658 million yen.
As of March 31, 2021: 10,721 million yen

(3) Consolidated Cash Flows

Fiscal year ended	Cash Flows from Operating Activities	Cash Flows from Investing Activities	Cash Flows from Financing Activities	Cash and cash equivalents at the end
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2022	2,404	(815)	3,841	11,375
March 31, 2021	621	(123)	(2,612)	5,835

2. Dividends

Fiscal year ended	Dividends					Total Dividend	Payout Ratio	Dividend on Payout ratio
	End of Q1	End of Q2	End of Q3	Year-end	Total			
	yen	yen	yen	yen	yen	Millions of yen	%	%
March 31, 2021	-	-	-	19.00	19.00	111	184.6	1.0
March 31, 2022	-	18.00	-	24.00	42.00	246	30.5	2.2
March 31, 2023 (forecast)	-	19.00	-	19.00	38.00	-	-	-

(Note) As the company was established on October 1, 2020, no results are available until the second quarter of the previous year.

3. Consolidated Financial Results Forecast for the Fiscal year ending March 2023
(From April 1, 2022 to March 31, 2023)

The company does not disclose consolidated financial results forecasts due to the difficulty in predicting business results as the financial instruments business and asset exchange business are strongly influenced by economic and market conditions. Instead, the Company provides operating revenue and other sales indicators on a monthly basis.

Consolidated Balance Sheet

(Unit: millions of yen)

	As of March 31, 2021	As of March 31, 2022
Assets		
Current assets		
Cash and deposits	6,943	12,042
Segregated deposits	31,678	40,206
Segregated deposits for customers	8,950	17,550
Division deposits for customers	22,432	22,592
Segregated deposits for others	295	63
Short-term guarantee deposits	52,955	49,554
Foreign exchange deposit receivable	17,608	19,411
Short-term loans receivable	1,119	1,798
Other	354	353
Allowance for doubtful accounts	(3)	(5)
Total current assets	110,656	123,361
Non-current assets		
Property, plant and equipment	137	279
Buildings	85	224
Other	51	55
Intangible assets	448	529
Software	251	518
Other	196	10
Investments and other assets	890	1,238
Investment securities	119	107
Investments in capital	514	834
Deferred tax assets	38	61
Other	218	235
Allowance for doubtful accounts	(0)	(0)
Total non-current assets	1,476	2,047
Total assets	112,132	125,409
Liabilities		
Current liabilities		
Guarantee deposits received	83,496	96,094
Short-term borrowings	1,800	5,889
Advance received	259	0
Foreign exchange deposit payable	15,210	10,588
Income taxes payable	54	267
Provision for bonuses	37	37
Provision for bonuses for directors (and other officers)	19	47
Other	420	527
Total current liabilities	101,297	113,451
Non-current liabilities		
Deferred tax liabilities	86	211
Other	13	71
Total non-current liabilities	100	283
Reserves under special laws		
Reserve for financial instruments transaction liabilities	7	7
Total reserves under special laws	7	7
Total liabilities	101,406	113,742
Net assets		
Shareholders' equity		
Share capital	500	500

Consolidated Balance Sheet

(Unit: millions of yen)

	As of March 31, 2021	As of March 31, 2022
Capital surplus	7,646	7,646
Retained earnings	2,422	3,013
Treasury Stock	-	(0)
Total shareholders' equity	10,569	11,159
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	235	528
Foreign currency translation adjustment	(83)	(30)
Total accumulated other comprehensive income	152	498
Share acquisition rights	4	8
Total net assets	10,726	11,666
Total liabilities and net assets	112,132	125,409

Consolidated Statements of Income

(Unit: millions of yen)

	Fiscal year ended March 31, 2021	Fiscal year ended March 31, 2022
Operating revenue		
Commission received	806	913
Net trading income	2,956	3,563
Financial revenue	179	208
Other operating revenue	436	473
Total operating revenue	4,379	5,158
Financial expenses	151	177
Net operating revenue	4,227	4,981
Selling, general and administrative expenses		
Trading related expenses	1,025	983
Personnel expenses	1,345	1,665
Real estate expenses	1,194	1,021
Office cost	44	94
Depreciation	203	168
Taxes and dues	161	133
Other	72	130
Total selling, general and administrative expenses	4,047	4,197
Operating income	180	783
Non-operating income		
Gain on investments in investment partnerships	-	284
Gain on sale of crypto assets	39	-
Other	5	1
Total non-operating income	45	285
Non-operating expenses		
Foreign exchange losses	-	18
Loss on investments in investment partnerships	51	-
Loss on retirement of non-current assets	11	-
Loss on withdrawal from business	9	-
Other	5	2
Total non-operating expenses	77	21
Ordinary income	148	1,047
Extraordinary income		
Reversal of reserve for financial instruments transaction liabilities	0	0
Gain on reversal of share acquisition rights	0	0
Total extraordinary income	0	0
Extraordinary loss		
Loss on valuation of securities	-	8
Loss on sale of securities	-	4
Total extraordinary loss	-	13
Profit before income taxes	149	1,035
Income taxes - current	75	256
Income taxes - deferred	12	(29)
Total income taxes	88	227
Profit	60	808
Profit attributable to owners of parent	60	808

Consolidated Statements of Cash Flows

(Unit: millions of yen)

	Fiscal year ended March 31, 2021	Fiscal year ended March 31, 2022
Cash flows from operating activities		
Profit before income taxes	149	1,035
Depreciation	203	168
Reserve for financial transaction liabilities (Decrease)	(0)	(0)
Reversal of share acquisition rights	(0)	(0)
Interest and dividend income	(0)	(0)
Interest expense	4	14
Gain or loss on investments in investment partnerships (Gain)	51	(284)
Cash segregated deposits for customers (Increase)	(6,648)	(7,451)
Cash division deposits for customers (increase)	(4,820)	(34)
Short-term guarantee deposits (Increase)	(2,764)	4,019
Guarantee deposits received (Decrease)	11,586	11,765
Foreign exchange deposit receivable (Increase)	8,388	(1,781)
Foreign exchange deposit payable (Decrease)	(5,875)	(4,713)
Operating loans receivable (Increase)	469	(679)
Loss on disposal of non-current assets	11	-
Valuation and sales of securities (Gain)	-	13
Sale of cryptographic assets (Gain)	(39)	-
Sale of tangible fixed assets (Gain)	(2)	-
Foreign exchange loss (Gain)	(3)	8
Allowance for doubtful accounts (Decrease)	(1)	2
Other	194	267
Subtotal	901	2,348
Interest and dividends received	0	0
Income taxes refund (Paid)	(275)	68
Amount of interest (Paid)	(4)	(14)
Net Cash flows from operating activities	621	2,404
Cash flows from investing activities		
Purchase of property, plant and equipment and intangible assets	(334)	(226)
Payment into time deposits	-	(600)
Proceeds from sale of crypto assets	303	-
Proceeds from dividend from investments in capital	-	128
Investments in investments in capital	-	(10)
Payments for lease deposits	-	(44)
Other	(92)	(22)
Net Cash flows from investing activities	(123)	(815)
Cash flows from financing activities		
Dividends Paid	(217)	(217)
Short-term borrowings (Decrease)	(2,300)	4,089
Payments for repurchase of shares from noncontrolling shareholders	(68)	-
Repayments of lease obligations	(25)	(34)
Other	-	4
Net Cash flows from financing activities	(2,612)	3,841
Effect of exchange rate change on cash and cash equivalents	49	109
Net in cash and cash equivalents (Decrease)	(2,065)	5,540
Cash and cash equivalents at beginning of period	7,900	5,835
Cash and cash equivalents at end of period	5,835	11,375

Segment income statement

Fiscal year ended March 31, 2022 (From April 1, 2021 to March 31, 2022)

(Unit: millions of yen)

	Domestic	Segments Overseas	Total	Consolidation adjustment	Total
Net operating revenue					
Net operating revenue from external	3,109	1,871	4,981	-	4,981
Revenue from contracts with customer	778	608	1,386	-	1,386
Commission received	481	432	913	-	913
Other operating revenue	297	176	473	-	473
Net trading income and financial revenue	2,408	1,363	3,771	-	3,771
Financial expenses	(76)	(101)	(177)	-	(177)
Intersegment net operating revenue and transfer	9	56	66	(66)	-
Total net operating revenue	3,118	1,928	5,047	(66)	4,981
Segment operating income	454	351	805	(21)	783