

(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 Second Quarter of the Fiscal Year ending March 31, 2023 (Japanese GAAP)

October 31, 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 Start Date of Dividend Payment: December 2, 2022
Scheduled Filing Date of Quarterly Report: November 11, 2022
Supplementary documents available pertaining to financial results: Yes
Financial results briefing: None

(All amounts rounded down to the nearest million yen)

1. Consolidated Financial Results for the Second Quarter of the Fiscal Year ending March 31, 2023 (From April 1, 2022 to September 30, 2022)

(1) Consolidated Operating Results (Cumulative)

(percentage shows Y/Y change)

(Unit: millions of yen)

	Operating Revenue		Net Operating Revenue		Operating Income		Ordinary Income		Net Profit Attributable to Owner of Parent	
	yen	%	yen	%	yen	%	yen	%	yen	%
Three months ended										
September 30, 2022	2,825	28.6	2,672	24.0	192	(3.9)	61	(88.6)	13	(96.2)
September 30, 2021	2,196	-	2,156	-	200	-	538	-	348	-

(Note) Comprehensive Income: Six months ended September 30, 2022: 392 million yen (15.9)%
Six months ended September 30, 2021: 465 million yen -%

	Net Profit per share	Net Profit per Share (Diluted)
Six months ended	yen	yen
September 30, 2022	2.28	2.27
September 30, 2021	59.31	-

(2) Consolidated Financial Position

	Total Assets	Net Assets	Shareholders' Equity Ratio
As of	Millions of yen	Millions of yen	%
September 30, 2022	126,448	11,918	9.4
March 31, 2022	125,409	11,666	9.3

(Reference) Shareholders' Equity: As of September 30, 2022: 11,909 million yen
As of March 31, 2022: 11,658 million yen

2. Dividends

	Dividends				
	End of 1Q	End of 2Q	End of 3Q	Year-end	Total
Fiscal Year ended March 31, 2022	yen	yen	yen	yen	yen
Fiscal Year ending March 31, 2023	-	18.00	-	24.00	42.00
Fiscal Year ending March 31, 2023 (forecast)	-	19.00	-	19.00	38.00

(Note) Revision to forecasts of dividend at the end of this period : None

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, 2022	As of September 30, 2022
Assets		
Current assets		
Cash and deposits	12,042	8,321
Segregated deposits	40,206	31,828
Segregated deposits for customers	17,550	8,400
Division deposits for customers	22,592	23,335
Other segregated deposits	63	92
Short-term guarantee deposits	49,554	54,930
Foreign exchange deposit receivable	19,411	27,931
Short-term loan receivable	1,798	945
Other	353	438
Allowance for doubtful accounts	(5)	(2)
Total current assets	123,361	124,391
Non-current assets		
Property, plant and equipment	279	254
Intangible assets	529	498
Investments and other assets	1,238	1,303
Investment securities	107	107
Investments in capital	834	1,009
Deferred tax assets	61	63
Other	235	124
Allowance for doubtful accounts	(0)	(0)
Total non-current assets	2,047	2,056
Total assets	125,409	126,448
Liabilities		
Current liabilities		
Guarantee deposits received	96,094	96,904
Short-term borrowings	5,889	4,653
Foreign exchange deposit payable	10,588	12,023
Income taxes payable	267	88
Provision for bonuses	37	30
Provision for bonuses for directors (and other officers)	47	14
Other	527	459
Total current liabilities	113,451	114,174
Non-current liabilities		
Deferred tax liabilities	211	300
Other	71	43
Total non-current liabilities	283	348
Reserves under special laws		
Reserve for financial instruments transaction liabilities	7	7
Total reserves under special laws	7	7
Total liabilities	113,742	114,530

(Unit: millions of yen)

	As of March 31, 2022	As of September 30, 2022
Net assets		
Shareholders' equity		
Share capital	500	500
Capital surplus	7,646	7,646
Retained earnings	3,013	2,885
Treasury Stock	(0)	(0)
Total shareholders' equity	11,159	11,032
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	528	759
Foreign currency translation adjustment	(30)	117
Total accumulated other comprehensive income	498	876
Share acquisition rights	8	8
Total net assets	11,666	11,918
Total liabilities and net assets	125,409	126,448

Consolidated Statements of Income

(Unit: millions of yen)

	Second Quarter of FY ended March 31, 2022	Second Quarter of FY ending March 31, 2023
Operating revenue		
Commission received	422	557
Net trading income	1,496	1,809
Financial revenue	54	226
Other operating revenue	223	231
Total operating revenue	2,196	2,825
Financial expenses	40	152
Net operating revenue	2,156	2,672
Selling, general and administrative expenses		
Trading related expenses	458	648
Personnel expenses	784	943
Real estate expenses	473	612
Office cost	38	62
Depreciation	74	111
Taxes and dues	76	53
Other	50	48
Total selling, general and administrative expenses	1,955	2,479
Operating income	200	192
Non-operating income		
Gain on investments in investment partnerships	344	-
Other	1	0
Total non-operating income	345	0
Non-operating expenses		
Foreign exchange losses	7	21
Loss on investments in investment partnerships	-	106
Other	0	4
Total non-operating expenses	7	131
Ordinary income	538	61
Extraordinary income		
Reversal of reserve for financial instruments transaction liabilities	0	0
Gain on reversal of share acquisition rights	0	-
Total extraordinary income	0	0
Profit before income taxes	539	62
Income taxes - current	204	55
Income taxes - deferred	(13)	(7)
Total income taxes	190	48
Net income	348	13
Net income attributable to owners of parent	348	13

Segment income statement

Second Quarter of Fiscal year ending March 31, 2023 (From April 1, 2022 to September 30, 2022)

(Unit: millions of yen)

	Segments		Total	Consolidation adjustment	Total
	Domestic	Overseas			
Net operating revenue					
Net operating revenue from external	1,577	1,095	2,672	-	2,672
Revenue from contracts with customer	467	321	789	-	789
Commission received	332	225	557	-	557
Other operating revenue	135	96	231	-	231
Net trading income and financial revenue	1,221	815	2,036	-	2,036
Other	(111)	(41)	(152)	-	(152)
Intersegment net operating revenue and transfer	12	87	100	(100)	-
Total net operating revenue	1,589	1,183	2,772	(100)	2,672
Segment operating income	84	187	272	(79)	192