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**Summary of Financial Statements
for the First Two Quarters of Fiscal 2021
<under Japanese GAAP>**

May 12, 2021

Company Name: FinTech Global Incorporated

(Code Number: 8789 TSE 2nd Section)

(URL: <http://www.fgi.co.jp/english/>)

TEL: +81-50-5864-3978

Representative: President and Chief Executive Officer

Name: Nobumitsu Tamai

Contact: Executive Vice President, Senior Executive Officer

Name: Seigo Washimoto

Scheduled date for filing of securities report: May 14, 2021

Scheduled date of commencement of dividend payment: —

Preparation of explanatory materials for quarterly financial results: Yes

Information meetings arranged related to quarterly financial results: None

(Rounded down to the nearest million)

1. Consolidated results for the first two quarters of fiscal 2021
(October 1, 2020 – March 31, 2021)

(1) Consolidated operating results

(Percentages indicate year-on-year changes.)

	Revenues		Operating income/(loss)		Ordinary profit/(loss)		Profit/(loss) attributable to owners of the parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
First two quarters of fiscal 2021	4,874	14.2	840	—	831	—	618	—
First two quarters of fiscal 2020	4,269	30.3	(495)	—	(560)	—	(581)	—

(For reference) Comprehensive income: 651 million yen for the first two quarters of fiscal 2021 (—)%
(660) million yen for the first two quarters of fiscal 2020 (—)%

	Net income/(loss) per share	Net income/(loss) per share (diluted)
	Yen	Yen
First two quarters of fiscal 2021	3.07	3.07
First two quarters of fiscal 2020	(2.89)	—

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
First two quarters of fiscal 2021	17,430	7,800	39.1
Fiscal 2020	16,583	7,304	37.7

(For reference) Shareholders' equity: 6,810 million yen for the first two quarters of fiscal 2021
6,258 million yen for fiscal 2020

2. Dividends

	Dividend per share				
	End of first quarter	End of second quarter	End of third quarter	End of fiscal year	Total
Fiscal 2020	Yen —	Yen 0.00	Yen —	Yen 0.00	Yen 0.00
Fiscal 2021	—	0.00			
Fiscal 2021 (Forecast)			—	0.00	0.00

(Note) Change from the latest dividend forecast: None

3. Consolidated financial forecasts for fiscal 2021 (October 1, 2020 – September 30, 2021)

(Percentages indicate year-on-year changes.)

	Revenues		Operating income		Ordinary profit		Profit/(loss) attributable to owners of the parent		E.P.S.
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Fiscal 2021	9,000	31.6	540	—	370	—	250	—	1.24

(Note) Change from the latest consolidated financial forecasts: None

4. Notes

(1) Changes in significant subsidiaries during the period: None

(2) Adoption of specific accounting policies for quarterly consolidated financial statements: None

(3) Changes in accounting policies, changes in accounting estimates, and restatements:

- (a). Changes in accounting policies required by accounting standard: None
- (b). Changes other than those in (a) above: None
- (c). Changes in accounting estimates: None
- (d). Restatements: None

(4) Number of shares issued (common shares)

1. Number of shares issued (including treasury stock):
 - 201,115,600 shares in the first two quarters of fiscal 2021
 - 201,114,600 shares in fiscal 2020
2. Number of shares of treasury stock:
 - shares for the first two quarters of fiscal 2021
 - shares for fiscal 2020
3. Average number of shares issued during the first two quarters:
 - 201,115,303 shares in the first two quarters of fiscal 2021
 - 201,113,146 shares in the first two quarters of fiscal 2020

* This summary of financial statements is exempt from the review procedures.

* Explanation of the appropriate use of performance forecasts and other related items.

The forward-looking statements included in this summary of financial statements are based on the assumptions, forecasts, and plans of the Company as of the date on which this document is made public. The Company's actual results may differ substantially from such statements due to various risks and uncertainties. For such performance forecasts, please refer to

- “1. Qualitative Information on Business Results and Financial Position
- (3) Information on Forward-Looking Statements, including Consolidated Performance Forecasts”

1. Qualitative Information on Business Results and Financial Position

(1) Business Results

During the first two quarters—October 1, 2020 to March 31, 2021—of the fiscal 2021 consolidated accounting period for FinTech Global Incorporated (FGI) ending September 30, 2021, the investment banking business pursued arrangement activities, driven by a strategy to reinforce private equity investment geared toward such issues as business succession. In the Metsä business, the focus was on an account-balancing strategy designed to reduce costs and offset the impact of fewer guests to Moominvalley Park due to the COVID-19 pandemic. The guest count rallied in the first quarter, reflecting measures to attract guests with crowd-pleasing events while ensuring appropriate protocols to prevent the spread of COVID-19. But in January 2021, as the second quarter began, a state of emergency was declared and the guest count subsequently decreased significantly. On a positive note, the licensing-related business successfully expanded domestic demand for Moomins through effective branding.

Consolidated results for the first two quarters of fiscal 2021 moved in a good direction. The entertainment service business struggled to generate revenues, as the number of people visiting Metsä retreated 24.9% year-on-year. However, in the investment banking business, several private equity investments reached exit, complemented by brisk demand for aircraft asset management services, and this led to solid segment revenues. As a result, consolidated revenues rose 14.2%, to ¥4,874 million. Gross profit soared 83.2%, to ¥2,384 million, reflecting this revenue growth, fueled mainly by arrangement services on investment banking deals which have low cost of revenue. Selling, general and administrative expenses were down 14.1%, to ¥1,543 million, thanks to progress on cost reduction groupwide, especially at Metsä, that began in fiscal 2020. Consequently, on a consolidated basis, FGI recorded operating income, at ¥840 million, compared with an operating loss of ¥495 million a year ago, as well as ordinary income, at ¥831 million, a turnaround from an ordinary loss of ¥560 million a year ago, and income attributable to owners of the parent, at ¥618 million, reversing from a loss position of ¥581 million a year ago.

(Unit: Millions of yen)

	First Two Quarters of Fiscal 2020	First Two Quarters of Fiscal 2021	YOY Change
Revenues	4,269	4,874	604
Investment banking business	1,404	2,669	1,265
Public management consulting business	126	118	(8)
Entertainment service business	2,850	2,231	(618)
Elimination	(111)	(144)	(33)
Gross profit	1,301	2,384	1,083
Investment banking business	719	1,991	1,272
Public management consulting business	68	70	1
Entertainment service business	567	391	(175)
Elimination	(53)	(69)	(15)
Operating income/ (loss) [Segment income/ (loss)]	(495)	840	1,335
Investment banking business	(35)	1,322	1,357
Public management consulting business	(13)	(3)	9
Entertainment service business	(160)	(155)	5
Elimination or corporate expenses	(286)	(323)	(37)
Ordinary income/ (loss)	(560)	831	1,391
Income /(Loss) before income taxes	(629)	833	1,462
Income/ (Loss) attributable to owners of parent	(581)	618	1,199

A breakdown of performance by business segment is presented below. Revenues include intersegment revenues and transfers.

a. Investment Banking Business

The investment banking business was involved in several arrangements, mostly related to business succession, and the associated private equity investments reached a point for exit. In aircraft asset management operations, the COVID-19 pandemic led to an increase in requests from financial institutions and owners (lessors) for technical services, such as aircraft inspection and aircraft returns. This pushed revenues upward. Selling, general and administrative expenses gradually decreased, reflecting efforts to build on the progress made in fiscal 2020, especially in the area of personnel costs.

As a result, the investment banking business generated ¥2,669 million in revenues, skyrocketing 90.1% year on year. In addition, the segment returned to profitability, with income of ¥1,322 million, compared with a loss of ¥35 million a year ago.

b. Public Management Consulting Business

In the public management consulting business, the public accounting business directed efforts into marketing activities to promote consultations for creating financial documents based on unified standards for local governments as well as contract services, including preparation of financial analysis reports, introduction of public enterprise accounting and the formation of management strategies for public enterprises, with a particular emphasis on large local governments and authorities.

The regional revitalization business focused on contract services, including discussions pursuant to the introduction of public-private partnership/public financial initiative techniques, for which demand is expected to grow.

The segment saw revenues slip 6.3% year on year, to ¥118 million, and while a loss of ¥3 million was recorded, it was an improvement over the ¥13 million loss booked a year ago.

c. Entertainment Service Business

Moomin Monogatari's Moominvalley Park and Rights and Brands Japan's Moomin character licensing business are the two wheels of the entertainment service business cart. The basic strategy for the segment hinged on expanding licensing fees by reinforcing Moomin branding activities to drive demand in Japan.

At Metsä, thorough measures to prevent the spread of COVID-19 were put in place at Moominvalley Park, and then the push was on to draw crowds to the site through various events and enhanced services. Moominvalley Park Harvest, for example, took place in the autumn, Winter Wonderland brightened up the winter, and Spring Festival debuted in March 2021. Thanks to these events, the guest count charted an upward path, to around 240,000 in the first quarter, or 37.2% more than in the immediately preceding fourth quarter of fiscal 2020. But in January 2021, as the second quarter began, a second state of emergency was called, and the guest count plummeted. February and March brought a gradual recovery in the number of visitors, but the second quarter ended with a year-on-year decrease of 24.9%. Consequently, Metsä-related revenues dropped 37.1%, to ¥1,301 million, compared with the first two quarters of fiscal 2020.

In the licensing-related business, growth was temporarily dulled in fiscal 2020 when a state of emergency forced many events to cancel and large commercial facilities, which are a key sales channel for licensees to market their merchandise, to close in April and May 2020. Later, when the economy reopened, signs of recovery emerged. To reinforce the Moomin brand, the licensing business was involved in a couple of touring events in Japan: "Moomin: The Art and the Story," a selection of original Moomin artwork, and Moomin Comic Strips Exhibition, an exhibition of comic drawings and sketches. And even though the pandemic restricted event activities, Rights and Brands Japan took a vigorous approach that included joint efforts with licensees to hammer out various Moomin-using plans. This underpinned a 19.4% increase in revenues, year on year, to ¥929 million, exceeding pre-pandemic results.

All told, the entertainment service business recorded revenues of ¥2,231 million, dropping 21.7% year on year. On the profit front, cost-cutting efforts at Metsä initiated in fiscal 2020 helped push operating

expenses down 20.7%, to ¥2,386 million, but this was not enough to compensate for the drop in revenues, and the segment ended the second quarter with an operating loss of ¥155 million, only slightly better than the ¥160 million loss posted for the first two quarters of fiscal 2020.

(2) Consolidated Financial Position

Assets

Total assets at the end of the second quarter on March 31, 2021 stood at ¥17,430 million, up 5.1% from the end of fiscal 2020 on September 30, 2020. The change reflects increase of ¥436 million in cash and time deposits, ¥669 million in accounts receivable, ¥100 million in investments in securities, which offset a decrease of ¥250 million in property, plant and equipment due to depreciation and amortization on Moominvalley Park buildings and interior and exterior fixtures.

Liabilities

Total liabilities amounted to ¥9,629 million at the end of the second quarter on March 31, 2021, up 3.8% from the end of fiscal 2020 on September 30, 2020. The change is primarily due to increases of ¥75 million in accounts payable, trade, ¥131 million in income taxes payable, and ¥225 million in accounts payable included in other current liabilities, which offset a decrease of ¥42 million in short-term loans payable.

Net assets

Net assets reached ¥7,800 million at the end of the second quarter on March 31, 2021, up 6.8% from the end of fiscal 2020 on September 30, 2020. The change is mainly due to an increase of ¥551 million in retained earnings, reflecting the booking of quarterly income attributable to owners of the parent company, which overshadowed a decrease of ¥52 million in non-controlling interests.

(3) Information on Forward-Looking Statements, including Consolidated Performance Forecasts

(Unit: Millions of yen)

	Revenues	Operating income (loss)	Ordinary income (loss)	Profit/(loss) attributable to owners of the parent
Fiscal 2021 (forecast)	9,000	540	370	250
Fiscal 2020 (actual)	6,841	(992)	(1,135)	(1,186)
YOY change (ratio)	31.6%	—	—	—
YOY change (amount)	2,158	1,532	1,505	1,436

The consolidated performance forecast for fiscal 2021, ending September 30, 2021, is unchanged from the outlook presented the summary of financial statements for fiscal 2020 released on November 10, 2020.

The investment banking business made steady progress in the formation of arrangements, including deals for private equity investment, during the first two quarters of fiscal 2021, with a high rate of improvement on all profit fronts that exceeds full-year performance expectations. Going forward, efforts will continue on formation of arrangements. In addition, management anticipates additional exits from corporate investments and asset investments.

Meanwhile, in April 2021, the government another declared a state of emergency in some areas and imposed stricter countermeasures and other priority measures to prevent the spread of COVID-19. How pandemic responses will impact Metsä going forward is uncertain. Hanno, Saitama Prefecture, where Metsä is located, currently falls outside the state of emergency zone. Nevertheless, the prevailing situation could still create a challenging business environment, and potential unknowns preclude a consolidated performance

forecast.

Note that the consolidated performance forecast is based on information currently available to management and certain assumptions deemed reasonable. Actual results may differ substantially from expectations for a variety of reasons.

2. As of and for the Six months ended March 31, 2021

(1) Quarterly Consolidated Balance Sheets

(Unit: Thousands of yen)

	Fiscal 2020 (As of September 30, 2020)	First two Quarters of Fiscal 2021 (As of March 31, 2021)
Assets		
Current assets		
Cash and time deposits	2,162,069	2,598,908
Accounts receivable, trade	564,724	1,234,217
Investments in securities, trade	1,128,045	1,228,973
Loans receivable, trade	514,798	471,584
Real estate for sale	3,999,865	3,999,865
Merchandise	257,591	210,423
Other	272,878	332,821
Allowance for doubtful accounts	(96,718)	(102,095)
Total current assets	8,803,255	9,974,699
Noncurrent assets		
Property, plant and equipment		
Buildings and structures	5,372,766	5,383,803
Accumulated depreciation	(327,629)	(425,345)
Buildings and structures, net	5,045,136	4,958,457
Other	1,660,769	1,496,988
Total property, plant and equipment	6,705,906	6,455,446
Intangible fixed assets		
Goodwill	137,969	134,757
Other	462,787	464,295
Total intangible fixed assets	600,756	599,053
Investments and other assets		
Investment securities	145,711	72,307
Long-term loans receivable	41,668	37,502
Deferred tax assets	9,033	11,895
Other	277,438	279,283
Allowance for doubtful accounts	(220)	(78)
Total investments and other assets	473,630	400,909
Total noncurrent assets	7,780,293	7,455,408
Total assets	16,583,548	17,430,107

(Unit: Thousands of yen)

	Fiscal 2020 (As of September 30, 2020)	First two Quarters of Fiscal 2021 (As of March 31, 2021)
Liabilities		
Current liabilities		
Accounts payable, trade	109,597	185,123
Short-term loans payable	69,701	26,800
Current portion of long-term loans payable	615,111	576,945
Income taxes payable	97,250	229,136
Lease obligations	222,578	226,445
Accrued employee bonuses	130,666	122,344
Other	1,088,523	1,470,439
Total current liabilities	2,333,428	2,837,234
Noncurrent liabilities		
Long-term loans payable	6,125,744	6,103,176
Lease obligations	581,872	467,673
Deferred tax liabilities	96,324	77,417
Retirement benefit	108,259	110,883
Other	33,536	33,536
Total noncurrent liabilities	6,945,738	6,792,687
Total liabilities	9,279,166	9,629,922
Net assets		
Shareholders' equity		
Common stock	6,462,062	6,462,099
Additional paid-in capital	5,016,132	4,994,549
Retained earnings	(5,183,778)	(4,632,579)
Total shareholders' equity	6,294,416	6,824,069
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	(3,380)	4,608
Foreign currency translation adjustment	(32,833)	(18,636)
Total accumulated other comprehensive income	(36,213)	(14,028)
Stock acquisition rights	64,045	60,904
Non-controlling interests	982,133	929,239
Total net assets	7,304,381	7,800,185
Total liabilities and net assets	16,583,548	17,430,107

(2) Quarterly Consolidated Statements of Income and Quarterly Consolidated Statements of Comprehensive Income
 Quarterly Consolidated Statements of Income

(Unit: Thousands of yen)

	First two Quarters of Fiscal 2020 (From October 1, 2019 to March 31, 2020)	First two Quarters of Fiscal 2021 (From October 1, 2020 to March 31, 2021)
Revenues	4,269,822	4,874,665
Cost of revenues	2,968,595	2,490,402
Gross profit	1,301,227	2,384,262
Selling, general and administrative expenses	1,796,335	1,543,450
Operating income/(loss)	(495,107)	840,812
Non-operating income		
Interest income	521	460
Foreign exchange gains	6,985	—
Share of profit of entities accounted for using equity method	—	9,664
Subsidy income	—	53,425
Other	1	2,231
Total non-operating income	7,508	65,780
Non-operating expenses		
Interest expense	68,823	58,369
Share of loss of entities accounted for using equity method	2,085	—
Foreign exchange losses	—	15,521
Commission paid	1,500	546
Other	363	989
Total non-operating expenses	72,772	75,426
Ordinary profit/(loss)	(560,371)	831,166
Extraordinary income		
Gain on sales of non-current assets	1,185	—
Gain on reversal of stock acquisition rights	4,486	3,108
Other	—	14
Total extraordinary income	5,672	3,123
Extraordinary losses		
Loss on retirement of non-current assets	899	801
Loss on valuation of investments in capital	2,140	—
Loss on temporary closure	71,787	—
Loss on valuation of shares of subsidiaries and associates	—	320
Total extraordinary loss	74,827	1,122
Income/(Loss) before income taxes	(629,526)	833,168
Income taxes (current)	55,223	235,203
Income taxes (deferred)	(29,347)	(22,019)
Total income taxes	25,875	213,183
Profit/(Loss)	(655,401)	619,984
Profit/(Loss) attributable to non-controlling interests	(73,870)	1,690
Profit/(Loss) attributable to owners of the parent	(581,531)	618,293

Quarterly Consolidated Statements of Comprehensive Income

(Unit: Thousands of yen)

	First two Quarters of Fiscal 2020 (From October 1, 2019 to March 31, 2020)	First two Quarters of Fiscal 2021 (From October 1, 2020 to March 31, 2021)
Profit/(Loss)	(655,401)	619,984
Other comprehensive income		
Valuation difference on available-for-sale securities	(4,252)	7,988
Foreign currency translation adjustment	(1,315)	24,015
Total other comprehensive income	(5,567)	32,003
Comprehensive income	(660,969)	651,988
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	(586,526)	640,479
Comprehensive income attributable to non-controlling interests	(74,443)	11,508

(3) Notes to Quarterly Consolidated Financial Statements

(Assumption of Going Concern)

Not applicable.

(Significant Change in Shareholders' Equity)

Not applicable.

(Additional Information)

(Accounting estimates related to impact from spread of COVID-19)

There is no material change concerning the assumption, and the accounting estimates based on it, about how COVID-19, the disease caused by the new coronavirus, will spread further and influence economic and corporate activities, when it will subside, etc., which were stated in the Additional information section of the Annual Securities Report for the previous fiscal year.

(Segment Information)

I. Six months ended March 31, 2020 (October 1, 2019 to March 31, 2020)

1. Information about the amount of revenues, profits or losses pursuant to each reporting segment

(Unit: Thousands of yen)

	Reporting Segments				Adjustment (Note 1)	Consolidated (Note 2)
	Investment Banking Business	Public Management Consulting Business	Entertainment Service Business	Total		
Revenues						
Revenues to third party	1,301,931	120,770	2,847,120	4,269,822	—	4,269,822
Inter-segment revenues and transfers (Note 3)	102,457	6,000	2,929	111,387	(111,387)	—
Total	1,404,388	126,770	2,850,050	4,381,210	(111,387)	4,269,822
Segment income (loss)	(35,019)	(13,138)	(160,658)	(208,817)	(286,290)	(495,107)

Notes:

1. Adjustment of segment income (loss), at ¥ (286,290) thousand, includes elimination of transactions among segments of ¥119,167 thousand and corporate expenses of ¥ (405,457) thousand, which are not allocatable to reporting segments. Corporate expenses are mainly general and administrative expenses, which do not belong to any reporting segments.

2. Segment income (loss) is reconciled with operating loss in the quarterly consolidated statements.

3. Intersegment revenues and transfers in the investment banking business include Metsä Village rental income of ¥82,056 thousand that FGI, under the investment banking business, receives from Moomin Monogatari, a consolidated subsidiary under the entertainment service business.

II. Six months ended March 31, 2021 (October 1, 2020 to March 31, 2021)

1. Information about the amount of revenues, profits or losses pursuant to each reporting segment

(Unit: Thousands of yen)

	Reporting Segments				Adjustment (Note 1)	Consolidated (Note 2)
	Investment Banking Business	Public Management Consulting Business	Entertainment Service Business	Total		
Revenues						
Revenues to third party	2,570,956	112,727	2,190,981	4,874,665	—	4,874,665
Inter-segment revenues and transfers	98,560	6,000	40,250	144,811	(144,811)	—
Total	2,669,516	118,727	2,231,232	5,019,476	(144,811)	4,874,665
Segment income (loss)	1,322,505	(3,230)	(155,078)	1,164,195	(323,383)	840,812

Notes:

1. Adjustment of segment income (loss), at ¥ (323,383) thousand, includes elimination of transactions among segments of ¥110,533 thousand and corporate expenses of ¥ (433,916) thousand, which are not allocatable to reporting segments. Corporate expenses are mainly general and administrative expenses, which do not belong to any reporting segments.
2. Segment income (loss) is reconciled with operating income in the quarterly consolidated statements.