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

August 11, 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: August 13, 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 three quarters of fiscal 2021
(October 1, 2020 – June 30, 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 three quarters of fiscal 2021	6,410	23.4	465	—	437	—	319	—
First three quarters of fiscal 2020	5,196	(22.3)	(893)	—	(989)	—	(1,045)	—

(For reference) Comprehensive income: 293 million yen for the first three quarters of fiscal 2021 (—)%
(1,340) million yen for the first three quarters of fiscal 2020 (—)%

	Net income/(loss) per share	Net income/(loss) per share (diluted)
	Yen	Yen
First three quarters of fiscal 2021	1.59	1.59
First three quarters of fiscal 2020	(5.20)	—

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
First three quarters of fiscal 2021	16,920	7,660	38.6
Fiscal 2020	16,583	7,304	37.7

(For reference) Shareholders' equity: 6,539 million yen for the first three 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 three quarters of fiscal 2021
201,114,600 shares in fiscal 2020
- 2. Number of shares of treasury stock: — shares for the first three quarters of fiscal 2021
— shares for fiscal 2020
- 3. Average number of shares issued during the first three quarters:
201,115,402 shares in the first three quarters of fiscal 2021
201,113,629 shares in the first three 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 Quarterly Consolidated Performance
- (3) Information on Forward-Looking Statements, including Consolidated Performance Forecasts”

1. Qualitative Information on Quarterly Consolidated Performance

(1) Business results

During the first three quarters—October 1, 2020 to June 30, 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 to such issues as business succession. In the entertainment service business, the focus remained on an account-balancing strategy designed to reduce costs because, even though stronger branding capabilities for licensing-related activities successfully fueled expansion in domestic demand for Moomin products, the guest count at Metsä ran sluggish after the second state of emergency was called in January 2021.

Consolidated results for the first three quarters of fiscal 2021 were very commendable. Despite lackluster results from the Metsä business, the investment banking business turned in great results, with several private equity deals reaching the exit stage and aircraft asset management services enjoying brisk demand. Revenues climbed 23.4% year on year, to ¥6,410 million, and gross profit jumped 70.4% year on year, to ¥2,846 million, reflecting revenue growth, particularly from arrangement services on investment banking deals which have low cost of revenue. Selling, general and administrative expenses dropped 7.1% year on year, to ¥2,381 million, thanks to sustained progress since the previous fiscal year on cost reduction groupwide, especially at Metsä. Consequently, FGI rebounded out of the red zone, reversing from the operating loss, at ¥893 million at the end of June 2020, to operating income of ¥465 million, replacing the ordinary loss, at ¥989 million, with ordinary income of ¥437 million, and showing income attributable to owners of the parent, at ¥319 million, instead of a ¥1,045 million loss.

(Unit: Millions of yen)

	First Three Quarters of Fiscal 2020	First Three Quarters of Fiscal 2021	YOY Change
Revenues	5,196	6,410	1,214
Investment banking business	1,901	3,301	1,399
Public management consulting business	170	162	(7)
Entertainment service business	3,298	3,171	(127)
Elimination	(173)	(224)	(50)
Gross profit	1,670	2,846	1,176
Investment banking business	1,045	2,326	1,281
Public management consulting business	93	99	5
Entertainment service business	617	523	(93)
Elimination	(86)	(103)	(17)
Operating income/ (loss) [Segment income/ (loss)]	(893)	465	1,358
Investment banking business	(8)	1,274	1,283
Public management consulting business	(25)	(9)	16
Entertainment service business	(414)	(330)	83
Elimination or corporate expenses	(445)	(468)	(23)
Ordinary income/ (loss)	(989)	437	1,426
Income (Loss) before income taxes	(1,278)	442	1,721
Income/ (Loss) attributable to owners of parent	(1,045)	319	1,365

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 ¥3,301 million in revenues, skyrocketing 73.6% year on year. In addition, the segment returned to profitability, with income of ¥1,274 million, compared with a loss of ¥8 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. As the segment was pursuing this focus, in January 2021, the Ministry of Internal Affairs and Communications asked local government offices to conduct a review of their respective public facility management plans, based on individual facilities plans, by March 2022. The segment therefore actively pushed ahead on marketing activities related to services to help local governments execute these reviews.

Meanwhile, 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 4.7% year on year, to ¥162 million, and while a loss of ¥9 million was recorded, it was an improvement over the ¥25 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.

In Metsä operations, which include Moominvalley Park, Moomin Monogatari, Ltd., implemented thorough measures to prevent the spread of COVID-19 and then worked to draw guests to the site by improving event content and creating displays that utilize the surrounding environment. The guest count charted an upward trajectory in the first quarter of fiscal 2021, compared with the immediately preceding fourth quarter of fiscal 2020, rising 37.2% to 240,000 people. But the second and third quarters were marked by sluggish attendance, largely due to the declaration of additional states of emergency. The cumulative guest count for the first three quarters of fiscal 2021 reached 570,000, down 2.8% year on year, leading to an 18.5% drop in Metsä-related revenues, to ¥1,819 million.

In the licensing-related business, Rights and Brands Japan handles all Moomin character licensing in Japan, excluding rights to translation/publication of books, theme park operation and theatrical productions. While the pandemic created marketing challenges, overall licensing revenues grew. The company threw itself into PR activities to boost the brand value of Moomin characters and joined licensees in various plans to attract market attention. As a result, licensees were able to capture stay-at-home demand for everyday items during the pandemic as well as casual wear and other character merchandise, which led to higher licensing income. Consequently, licensing-related revenues jumped 26.9% year on year, to ¥1,351 million.

All told, the entertainment service business posted revenues of ¥3,171 million, down 3.9% year on year. On the profit front, cost-cutting efforts at Metsä trimmed operating expenses, which lightened the red ink. The segment ended the third quarter with an operating loss of ¥330 million, but this was an improvement over the ¥414 million loss booked for the first three quarters of fiscal 2020.

(2) Consolidated Financial Position

Assets

Total assets at the end of the third quarter on June 30, 2021, stood at ¥16,920 million, up 2.0% from the end of fiscal 2020 on September 30, 2020. The change reflects increases of ¥609 million in cash and time deposits and ¥105 million in accounts receivable, trade, which offset decreases of ¥55 million in loans receivable, trade, ¥134 million in buildings and structures, net mainly due to depreciation and amortization on Moominvalley Park buildings and interior and exterior fixtures, and ¥79 million in investment securities.

Liabilities

Total liabilities amounted to ¥9,260 million at the end of the third quarter on June 30, 2021, down 0.2% from the end of fiscal 2020 on September 30, 2020. The change is primarily due to decreases of ¥256 million in current portion of long-term loans payable and ¥172 million in lease obligations under current liabilities, which outweighed increases of ¥90 million in short-term loans payable and ¥165 million accounts payable included in other current liabilities.

Net assets

Net assets stood at ¥7,660 million at the end of the third quarter on June 30, 2021, up 4.9% from the end of fiscal 2020 on September 30, 2020. The change reflects increases of ¥59 million in non-controlling interests and ¥252 million in retained earnings, reflecting the booking of quarterly income attributable to owners of the parent company.

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

(Unit: Millions of yen)

	Fiscal 2021 First Three Quarters (Actual)	Fiscal 2021 Full Year (Forecast)	Progress toward goal
Revenues	6,410	9,000	71.2%
Operating income (loss)	465	540	86.1%
Ordinary income (loss)	437	370	118.2%
Profit/(loss) attributable to owners of the parent	319	250	127.9%

The consolidated performance forecast for fiscal 2021, ending September 30, 2021, and progress over the first three quarters toward this forecast are presented in the table above. While the investment banking business, with its high profit ratio, is doing well, results from Metsä-related operations are lagging behind. This situation has slowed progress toward the revenue target even though all profit levels are on a solid uptrend.

Going forward, the investment banking business will direct greater effort into formation of arrangements, including private equity investments, as the fiscal year-end approaches. In aircraft asset management, favorable demand for services should continue. The Metsä business, unfortunately, will probably be impacted by a low guest count, as a sudden increase in the number of COVID-19 cases since July 2021 prompted the government to place several prefectures, including Saitama, where Moominvalley Park and Metsä Village are located, under a state of emergency, effective from August 2 to 31, 2021.

The consolidated performance forecast for fiscal 2021 is unchanged from the outlook presented in the summary of financial statements for fiscal 2020 released on November 10, 2020. However, if revisions

become necessary, given evolving trends, notably, the formation of arrangements by the investment banking business and the number of guests visiting Metsä, FGI will quickly disclose such revisions.

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 June 30, 2021

(1) Quarterly Consolidated Balance Sheets

	(Unit: Thousands of yen)	
	Fiscal 2020	First three Quarters
	(As of September 30, 2020)	of Fiscal 2021
		(As of June 30, 2021)
Assets		
Current assets		
Cash and time deposits	2,162,069	2,771,965
Accounts receivable, trade	564,724	669,931
Investments in securities, trade	1,128,045	1,103,787
Loans receivable, trade	514,798	458,865
Real estate for sale	3,999,865	4,009,705
Merchandise	257,591	213,885
Other	272,878	416,040
Allowance for doubtful accounts	(96,718)	(90,519)
Total current assets	8,803,255	9,553,661
Noncurrent assets		
Property, plant and equipment		
Buildings and structures	5,372,766	5,384,599
Accumulated depreciation	(327,629)	(474,350)
Buildings and structures, net	5,045,136	4,910,249
Other	1,660,769	1,454,166
Total property, plant and equipment	6,705,906	6,364,415
Intangible fixed assets		
Goodwill	137,969	132,597
Other	462,787	492,348
Total intangible fixed assets	600,756	624,945
Investments and other assets		
Investment securities	145,711	66,490
Long-term loans receivable	41,668	35,419
Deferred tax assets	9,033	5,228
Other	277,438	270,665
Allowance for doubtful accounts	(220)	(74)
Total investments and other assets	473,630	377,729
Total noncurrent assets	7,780,293	7,367,091
Total assets	16,583,548	16,920,753

(Unit: Thousands of yen)

	Fiscal 2020 (As of September 30, 2020)	First three Quarters of Fiscal 2021 (As of June 30, 2021)
Liabilities		
Current liabilities		
Accounts payable, trade	109,597	138,356
Short-term loans payable	69,701	160,000
Current portion of long-term loans payable	615,111	358,644
Income taxes payable	97,250	147,748
Lease obligations	222,578	228,407
Accrued employee bonuses	130,666	127,093
Other	1,088,523	1,377,731
Total current liabilities	2,333,428	2,537,982
Noncurrent liabilities		
Long-term loans payable	6,125,744	6,089,110
Lease obligations	581,872	409,830
Deferred tax liabilities	96,324	73,173
Retirement benefit	108,259	115,992
Other	33,536	34,095
Total noncurrent liabilities	6,945,738	6,722,202
Total liabilities	9,279,166	9,260,184
Net assets		
Shareholders' equity		
Common stock	6,462,062	6,462,099
Additional paid-in capital	5,016,132	5,016,130
Retained earnings	(5,183,778)	(4,931,037)
Total shareholders' equity	6,294,416	6,547,192
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	(3,380)	4,971
Foreign currency translation adjustment	(32,833)	(12,331)
Total accumulated other comprehensive income	(36,213)	(7,359)
Stock acquisition rights	64,045	79,016
Non-controlling interests	982,133	1,041,720
Total net assets	7,304,381	7,660,568
Total liabilities and net assets	16,583,548	16,920,753

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

(Unit: Thousands of yen)

	First three Quarters of Fiscal 2020 (From October 1, 2019 to June 30, 2020)	First three Quarters of Fiscal 2021 (From October 1, 2020 to June 30, 2021)
Revenues	5,196,677	6,410,861
Cost of revenues	3,526,593	3,564,453
Gross profit	1,670,084	2,846,408
Selling, general and administrative expenses	2,563,881	2,381,261
Operating income/(loss)	(893,796)	465,146
Non-operating income		
Interest income	770	604
Share of profit of entities accounted for using equity method	—	6,978
Subsidy income	21,508	54,025
Other	2,171	6,787
Total non-operating income	24,449	68,395
Non-operating expenses		
Interest expense	102,742	92,113
Share of loss of entities accounted for using equity method	15,279	—
Other	1,864	4,261
Total non-operating expenses	119,886	96,375
Ordinary profit/(loss)	(989,233)	437,166
Extraordinary income		
Gain on sales of non-current assets	1,185	—
Gain on sales of shares of subsidiaries and associates	—	3,151
Gain on reversal of stock acquisition rights	4,486	3,666
Total extraordinary income	5,672	6,817
Extraordinary losses		
Loss on retirement of non-current assets	899	801
Loss on valuation of investments in capital	2,140	—
Loss on temporary closure	292,322	—
Loss on valuation of shares of subsidiaries and associates	—	320
Other	24	—
Total extraordinary loss	295,386	1,122
Income/(Loss) before income taxes	(1,278,947)	442,862
Income taxes (current)	67,857	211,373
Income taxes (deferred)	(21,103)	(19,823)
Total income taxes	46,753	191,549
Profit/(Loss)	(1,325,701)	251,312
Profit/(Loss) attributable to non-controlling interests	(279,977)	(68,522)
Profit/(Loss) attributable to owners of the parent	(1,045,723)	319,835

Quarterly Consolidated Statements of Comprehensive Income

(Unit: Thousands of yen)

	First three Quarters of Fiscal 2020 (From October 1, 2019 to June 30, 2020)	First three Quarters of Fiscal 2021 (From October 1, 2020 to June 30, 2021)
Profit/(Loss)	(1,325,701)	251,312
Other comprehensive income		
Valuation difference on available-for-sale securities	(3,641)	8,351
Foreign currency translation adjustment	(11,254)	34,165
Total other comprehensive income	(14,895)	42,517
Comprehensive income	(1,340,596)	293,830
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	(1,056,873)	348,689
Comprehensive income attributable to non-controlling interests	(283,722)	(54,859)

(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. Nine months ended June 30, 2020 (October 1, 2019 to June 30, 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	1,754,409	161,131	3,281,136	5,196,677	—	5,196,677
Inter-segment revenues and transfers (Note 3)	147,563	9,000	17,144	173,708	(173,708)	—
Total	1,901,972	170,131	3,298,281	5,370,385	(173,708)	5,196,677
Segment income (loss)	(8,399)	(25,936)	(414,192)	(448,528)	(445,268)	(893,796)

Notes:

1. Adjustment of segment income (loss), at ¥ (445,268) thousand, includes elimination of transactions among segments of ¥174,312 thousand and corporate expenses of ¥ (619,581) 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 ¥ (117,211) thousand that FGI, under the investment banking business, receives from Moomin Monogatari, a consolidated subsidiary under the entertainment service business.

II. Nine months ended June 30, 2021 (October 1, 2020 to June 30, 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	3,145,911	151,657	3,113,292	6,410,861	—	6,410,861
Inter-segment revenues and transfers	155,934	10,500	57,851	224,285	(224,285)	—
Total	3,301,846	162,157	3,171,143	6,635,147	(224,285)	6,410,861
Segment income (loss)	1,274,636	(9,786)	(330,943)	933,906	(468,760)	465,146

Notes:

1. Adjustment of segment income (loss), at ¥ (468,760) thousand, includes elimination of transactions among segments of ¥165,214 thousand and corporate expenses of ¥ (633,974) 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.