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Quarterly Accounting Period:	The semi-annual of 17th Business Term (From October 1, 2024 to March 31, 2025)
Company:	Kabushiki Kaisha COLOPL
Company name in English:	COLOPL, Inc.
Name and title of representative:	Takashi Miyamoto, President and Representative Director, Senior Executive Officer and CEO
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Phone number:	03-6721-7770
Contact person:	Yoshiaki Harai, Director, Senior Executive Officer and CFO
Place for public inspection:	Tokyo Stock Exchange, Inc. (2-1 Nihonbashikabutocho, Chuo-ku, Tokyo)

Part 1. Corporate Information

I. Company Overview

1. Trends in Major Management Indicators, Etc.

Fiscal term	16th term Semi-annual consolidated accounting period	17th term Semi-annual consolidated accounting period	16th period
Accounting period	October 1, 2023 to March 31, 2024	October 1, 2024 to March 31, 2025	October 1, 2023 to September 30, 2024
Net sales (million yen)	12,702	14,043	25,975
Ordinary profit (loss) (million yen)	805	2,025	(947)
Profit (loss) attributable to owners of parent (million yen)	177	177	(1,866)
Comprehensive income (million yen)	22	77	(2,144)
Net assets (million yen)	73,554	68,940	71,387
Total assets (million yen)	80,937	75,919	79,805
Basic earnings per share (yen)	1.38	1.39	(14.55)
Diluted earnings per share (yen)	—	—	—
Equity ratio (%)	90.9	90.8	89.4
Cash flows from operating activities (million yen)	1,544	2,021	237
Cash flows from investing activities (million yen)	(2,646)	(1,450)	(8,087)
Cash flows from financing activities (million yen)	(562)	(2,896)	(896)
Cash and cash equivalents at end of period (million yen)	56,845	47,265	49,454

(Notes) 1. Since the Company prepares semi-annual consolidated financial statements, changes in major management indices of the submitting company are not shown.

2. Diluted earnings per share are not shown in the above table, as there were no residual shares.

2. Business Summary

During the six months ended March 31, 2025, there have been no significant changes in the businesses operated by the Group (the Company and its affiliated companies). There were also no changes in the major affiliated companies.

II. Business Overview

1. Business Risks

During the six months ended March 31, 2025, there were no occurrences of matters related to the status of business and accounting described in this semi-annual report that may have a significant impact on investor decisions, or significant changes to the "Business Risks" described in the securities report for the previous fiscal year.

2. Management's Analysis of Financial Position, Operating Results and Cash Flows

The forward-looking statements in this document are based on judgments made as of the end of the six months ended March 31, 2025.

(1) Financial condition and operating results

1) Operating results

With the Group's mission, "'Entertainment in Real Life': Making everyday more enjoyable and wonderful through entertainment", the Group has been working to enrich people's everyday lives through entertainment. In the six months ended March 31, 2025, the Entertainment Business has been keeping in mind the need to enhance engagement with users in conjunction with existing titles, while also focusing on developing new titles. The Investment and Development Business has focused primarily on investment and divestment in IT-related and entertainment companies in Japan and overseas. As a result, consolidated results for the six months ended March 31, 2025 were Net sales of 14,043 million yen (up 10.6% from the same period of the previous fiscal year), Operating profit of 1,413 million yen (up 301.1% from the same period of the previous fiscal year), Ordinary profit of 2,025 million yen (up 151.4% from the same period of the previous fiscal year), and Profit attributable to owners of parent of 177 million yen (up 0.5% from the same period of the previous fiscal year).

Operating results by segment are as follows.

a. Entertainment Business

The Entertainment Business is responsible primarily for the development and operation of games for smartphones. In games for smartphones, "DRAGON QUEST WALK (planning and production: SQUARE ENIX CO., LTD., Development: COLOPL, Inc.)" performed well and continued to contribute to the Group's consolidated financial results. Although there were sales contributions from "FESBA+" released in August 2024 and "ISEKAI∞ISEKAI" released in January 2025, some existing titles saw a decline in sales due to the prolonged distribution period, resulting in a decrease in sales. In addition, advertising expenses increased due to the release of new titles. As a result, consolidated Net sales and Operating loss for the six months ended March 31, 2025 stood at 12,008 million yen (down 2.7% from the same period of the previous fiscal year) and 167 million yen (Operating profit of 479 million yen in the same period of the previous fiscal year), respectively.

b. Investment and Development Business

The Group conducts the Investment and Development Business with a focus on investments in IT-related and entertainment companies in particular. The main source of profit for the six months ended March 31, 2025 was the sale of shares in Timee, Inc. In addition, impairment losses were recorded on a portion of operational investment securities held. As a result, consolidated Net sales and Operating profit for the six months ended March 31, 2025 stood at 2,034 million yen (up 467.8% from the same period of the previous fiscal year) and 1,579 million yen (Operating loss of 128 million yen in the same period of the previous fiscal year), respectively.

2) Consolidated financial position

(Assets)

Current assets as of March 31, 2025 were 65,485 million yen (down 1,781 million yen from September 30, 2024). This was mainly due to a decrease in Accounts receivable - trade, and contract assets and Operational investment securities. Non-current assets were 10,433 million yen (down 2,104 million yen from September 30, 2024). This was mainly due to a decrease in Investments and other assets. As a result, total assets were 75,919 million yen (down 3,885 million yen from September 30, 2024).

(Liabilities)

Current liabilities as of March 31, 2025 were 5,294 million yen (down 1,273 million yen from September 30, 2024). This was mainly due to a decrease in Accounts payable - other.

In addition, Non-current liabilities were 1,684 million yen (down 164 million yen from September 30, 2024). This was mainly due to a decrease in Long-term borrowings.

As a result, total liabilities were 6,979 million yen (down 1,438 million yen from September 30, 2024).

(Net assets)

Net assets as of March 31, 2025 were 68,940 million yen (down 2,447 million yen from September 30, 2024). This was mainly due to a decrease in Retained earnings resulting from the payment of dividends.

(2) Status of cash flows

The balance of cash and cash equivalents at the end of the six months ended March 31, 2025 decreased 2,188 million yen from the end of the previous fiscal year, to 47,265 million yen.

The status of each of the cash flow segments and contributing factors for changes during the six months ended March 31, 2025 are as follows.

(Cash flows from operating activities)

Net cash increased by 2,021 million yen in operating activities during the six months ended March 31, 2025 (increase of 1,544 million yen during the same period of the previous fiscal year). The main cash inflow was 1,449 million yen in Loss (gain) on valuation of investment securities and 660 million yen in Decrease (increase) in trade receivables.

(Cash flows from investing activities)

Net cash decreased by 1,450 million yen in investing activities during the six months ended March 31, 2025 (decrease of 2,646 million yen during the same period of the previous fiscal year). The main cash outflow was 1,039 million yen in Payments into time deposits.

(Cash flows from financing activities)

Net cash decreased by 2,896 million yen in financing activities during the six months ended March 31, 2025 (decrease of 562 million yen during the same period of the previous fiscal year). The main cash outflow was 2,564 million yen in Dividends paid.

(3) Priority business and financial issues to be addressed

During the six months ended March 31, 2025, there were no significant changes in the business and financial issues that the Group needs to address on a priority basis.

(4) Research and Development

The total amount of research and development expenses for the six months ended March 31, 2025 was 1,017 million yen.

There were no significant changes in the status of the Group's research and development activities during the six months ended March 31, 2025.

3.Important Contracts Etc. Related to Management

During the six months ended March 31, 2025, there were no decisions or conclusions of important management contracts.

III. Information on the Reporting Company

1. Stock Information

(1) Total Number of Shares, Etc.

1) Total number of shares

Type	Number of authorized shares
Common shares	450,000,000
Total	450,000,000

2) Number of Shares Issued

Type	Number of shares issued at the end of the semi-annual accounting period (shares) (March 31, 2025)	Number of shares issued as of the filing date (shares) (May 13, 2025)	Stock exchange where the Company is listed	Details
Common shares	130,230,769	130,230,769	Tokyo Stock Exchange Prime Market	The number of shares per one unit of shares is 100 shares.
Total	130,230,769	130,230,769	—	—

(2) Information on the Share Acquisition Rights, Etc.

1) Stock Options

Not applicable.

2) Other Share Acquisition Plans, Etc.

Not applicable.

(3) Moving Strike Convertible Bonds, Etc.

Not applicable.

(4) Changes in Number of Shares Issued and Capital, Etc.

Date	Changes in number of shares issued (shares)	Balance of number of shares issued (shares)	Change in capital (million yen)	Balance of capital (million yen)	Change in legal capital surplus (million yen)	Balance of legal capital surplus (million yen)
January 17, 2025 (Note)	86,129	130,230,769	20	6,656	20	6,652

(Note) This is an increase due to the issuance of new shares as restricted stock compensation.

Issue price: 475 yen

Mount capitalized as common shares: 238 yen

(5) Status of Major Shareholders

As of March 31, 2025

Name	Address	Share ownership (shares)	Ratio of the number of shares owned to the number of shares issued (excluding treasury shares) (%)
Naruatsu Baba	Shibuya-ku, Tokyo	61,782,785	48.10
Custody Bank of Japan, Ltd. (Trust account)	1-8-12, Harumi, Chuo-ku, Tokyo	10,166,600	7.91
The Master Trust Bank of Japan, Ltd. (Trust account)	1-8-1 Akasaka, Minato-ku, Tokyo	9,166,200	7.14
THE BANK OF NEW YORK MELLON 140051 (Standing proxy: Settlement & Clearing Services Department of Mizuho Bank, Ltd.)	240 GREENWICH STREET, NEW YORK, NY10286, U.S.A. (2-15-1, Konan, Minato-ku, Tokyo)	5,879,300	4.58
BANK JULIUS BAER AND CO. LTD. SG (Standing proxy: MUFG Bank, Ltd.)	7 ORANGE GROVE ROAD 03- 158 SINGAPORE 258355 (1-4-5, Marunouchi, Chiyoda-ku, Tokyo)	3,695,300	2.88
THE BANK OF NEW YORK 133612 (Standing proxy: Settlement & Clearing Services Department of Mizuho Bank, Ltd.)	BOULEVARD ANSPACH 1, 1000 BRUSSELS, BELGIUM (2-15-1, Konan, Minato-ku, Tokyo)	3,222,300	2.51
KUWAIT INVESTMENT AUTHORITY (Standing proxy: Direct Custody Clearing Operations of Citibank, N.A., Tokyo Branch)	MINISTRIES COMPLEX ALMURQAB AREA KUWAIT KW 13001 (6-27-30 Shinjuku, Shinjuku-ku, Tokyo)	1,681,400	1.31
THE HONGKONG AND SHANGHAI BANKING CORPORATION LTD - SINGAPORE BRANCH PRIVATE BANKING DIVISION A/ C CLIENTS (Standing proxy: Custody Services Department, Tokyo Branch, The Hongkong and Shanghai Banking Corporation Limited)	10 MARINA BOULEVARD #48-01 MARINA BAY FINANCIAL CENTRE SINGAPORE 018983 (3-11-1 Nihonbashi, Chuo-ku, Tokyo)	1,200,000	0.93
SBI SECURITIES Co., Ltd.	1-6-1 Konan, Minato-ku, Tokyo	950,389	0.74
JP MORGAN CHASE BANK 385781 (Standing proxy: Settlement & Clearing Services Division, Mizuho Bank, Ltd.)	25 BANK STREET, CANARY WHARF, LONDON, E14 5JP, UNITED KINGDOM (2-15-1, Konan, Minato-ku, Tokyo)	612,274	0.48
Total	—	98,356,548	76.57

(Notes) 1. The ratio of the number of shares owned to the number of shares issued (excluding treasury shares) is rounded to the second decimal place.

2. Of the shares owned by Custody Bank of Japan, Ltd. (Trust account), 1,456,000 shares are investment trusts and 82,800 shares are pension trusts.
3. Of the shares owned by The Master Trust Bank of Japan, Ltd. (Trust account), 3,499,300 shares are investment trusts and 46,800 shares are pension trusts.
4. A large-volume holdings report (change report) that was made available for public inspection on March 7, 2025 states that Baillie Gifford & Co and its co-owner Baillie Gifford Overseas Limited own the shares shown below as of February 28, 2025. However, because the Company has not been able to confirm the number of shares actually held by them as of March 31, 2025, they have not been included in the major shareholders above.

The following is what is stated in the large-volume holdings report.

Name	Address	Number of shares held (shares)	Shareholding ratio
Baillie Gifford & Co	Calton Square, 1 Greenside Row, Edinburgh, EH1 3AN, Scotland	9,151,600	7.03
Baillie Gifford Overseas Limited	Calton Square, 1 Greenside Row, Edinburgh, EH1 3AN, Scotland	1,681,400	1.29
Total	—	10,833,000	8.32

(6) Information on Voting Rights

1) Number of Shares Issued

As of March 31, 2025

Classification	Number of shares (shares)	Number of voting rights	Details
Non-voting shares	—	—	—
Shares with restricted voting right (treasury shares, etc.)	—	—	—
Shares with restricted voting right (others)	—	—	—
Shares with full voting right (treasury shares, etc.)	(Treasury stock) Common shares 1,778,900	—	The number of shares per one unit of shares is 100 shares.
Shares with full voting right (others)	Common shares 128,396,100	1,283,961	Ditto
Shares less than one unit	Common shares 55,769	—	—
Number of shares outstanding	130,230,769	—	—
Total number of voting rights	—	1,283,961	—

(Note) The column showing the shares of less than one unit contains 4 treasury stock owned by the Company.

2) Treasury Shares, Etc.

As of March 31, 2025

Name of shareholder	Address of shareholder	Number of shares held under the shareholder's name (shares)	Number of shares held under other shareholders' names (shares)	Total number of shares held (shares)	Ratio of number of shares held to number of outstanding shares (%)
(Treasury stock) COLOPL, Inc.	9-7-2 Akasaka, Minato-ku, Tokyo	1,778,900	—	1,778,900	1.37
Total	—	1,778,900	—	1,778,900	1.37

(Notes) The treasury stock above does not include 4 shares of less than one unit.

2. Officers

Not applicable.

IV. Financial Information

Preparation Methods of Semi-annual Consolidated Financial Statements

The semi-annual consolidated financial statements of the Company are prepared based on the Regulation on Terminology, Forms and Preparation Methods of Consolidated Financial Statements (Ministry of Finance Order No. 28 of 1976; hereinafter the “Regulation on Consolidated Financial Statements”). The Company falls under the category of companies listed in the upper column of Item 1 in the table in Article 24-5, Paragraph 1 of the Financial Instruments and Exchange Act, and has prepared Type 1 semi-annual consolidated financial statements in accordance with provisions set forth in Parts 1 and 3 of the Regulations on Consolidated Financial Statements.

1. Semi-annual Consolidated Financial Statements

(1) Semi-annual Consolidated Balance Sheets

(million yen)

	As of September 30, 2024	As of March 31, 2025
Assets		
Current assets		
Cash and deposits	50,250	50,523
Accounts receivable - trade, and contract assets	4,206	3,442
Operational investment securities	10,166	9,481
Inventories	*1 540	*1 555
Other	2,119	1,499
Allowance for doubtful accounts	(17)	(16)
Total current assets	67,267	65,485
Non-current assets		
Property, plant and equipment	1,641	1,561
Intangible assets	15	32
Investments and other assets		
Other	*2 10,892	*2 8,850
Allowance for doubtful accounts	(11)	(11)
Total investments and other assets	10,880	8,839
Total non-current assets	12,537	10,433
Total assets	79,805	75,919
Liabilities		
Current liabilities		
Accounts payable - other	2,734	1,776
Income taxes payable	245	378
Other	3,588	3,138
Total current liabilities	6,567	5,294
Non-current liabilities		
Long-term borrowings	999	666
Asset retirement obligations	759	718
Other	90	299
Total non-current liabilities	1,849	1,684
Total liabilities	8,417	6,979
Net assets		
Shareholders' equity		
Share capital	6,635	6,656
Capital surplus	6,373	6,394
Retained earnings	61,764	59,375
Treasury shares	(4,645)	(4,645)
Total shareholders' equity	70,128	67,780
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	814	904
Foreign currency translation adjustment	437	249
Total accumulated other comprehensive income	1,251	1,153
Non-controlling interests	7	6
Total net assets	71,387	68,940
Total liabilities and net assets	79,805	75,919

(2) Semi-annual Consolidated Statements of Income and Semi-annual Consolidated Statements of Comprehensive Income

Semi-annual Consolidated Statements of Income

(million yen)

	Six months ended March 31, 2024	Six months ended March 31, 2025
Net sales	12,702	14,043
Cost of sales	9,165	8,745
Gross profit	3,537	5,298
Selling, general and administrative expenses	* 3,184	* 3,884
Operating profit	352	1,413
Non-operating income		
Interest income	160	181
Foreign exchange gains	79	289
Gain on sale of investment securities	226	38
Gain on investments in investment partnerships	15	50
Gain on investments in derivatives	17	—
Miscellaneous income	45	77
Total non-operating income	544	636
Non-operating expenses		
Interest expenses	1	4
Loss on valuation of investment securities	54	—
Loss on sale of investment securities	21	15
Miscellaneous losses	14	4
Total non-operating expenses	91	24
Ordinary profit	805	2,025
Extraordinary losses		
Impairment losses	29	1
Loss on valuation of investment securities	—	1,449
Total extraordinary losses	29	1,451
Profit before income taxes	776	574
Income taxes	598	398
Profit	177	176
Profit (loss) attributable to non-controlling interests	0	(1)
Profit attributable to owners of parent	177	177

Semi-annual Consolidated Statements of Comprehensive Income

(million yen)

	Six months ended March 31, 2024	Six months ended March 31, 2025
Profit	177	176
Other comprehensive income		
Valuation difference on available-for-sale securities	(182)	90
Foreign currency translation adjustment	27	(188)
Total other comprehensive income	(155)	(98)
Comprehensive income	22	77
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	21	79
Comprehensive income attributable to non-controlling interests	0	(1)

(3) Semi-annual Consolidated Statements of Cash Flows

(million yen)

	Six months ended March 31, 2024	Six months ended March 31, 2025
Cash flows from operating activities		
Profit before income taxes	776	574
Depreciation	127	132
Impairment losses	29	1
Foreign exchange losses (gains)	(80)	(276)
Loss (gain) on sale of investment securities	(204)	(23)
Loss (gain) on valuation of investment securities	54	1,449
Decrease (increase) in operational investment securities	206	(66)
Decrease (increase) in trade receivables	845	660
Decrease (increase) in inventories	(125)	(46)
Increase (decrease) in trade payables	(67)	(60)
Increase (decrease) in accounts payable - other	(90)	(883)
Increase (decrease) in accrued consumption taxes	(38)	(84)
Increase (decrease) in advances received	45	(153)
Decrease (increase) in prepaid expenses	117	384
Other, net	55	167
Subtotal	1,649	1,775
Interest and dividends received	168	177
Interest paid	(1)	(4)
Income taxes refund (paid)	(272)	73
Net cash provided by (used in) operating activities	1,544	2,021
Cash flows from investing activities		
Payments into time deposits	(1,412)	(1,039)
Purchase of property, plant and equipment	(101)	(39)
Payments for asset retirement obligations	—	(42)
Purchase of intangible assets	(5)	(22)
Purchase of investment securities	(2,941)	(775)
Proceeds from sale of investment securities	1,736	425
Collection of investment in capital of subsidiaries and affiliates	—	43
Other, net	76	1
Net cash provided by (used in) investing activities	(2,646)	(1,450)
Cash flows from financing activities		
Proceeds from long-term borrowings	2,000	—
Repayments of long-term borrowings	—	(333)
Dividends paid	(2,565)	(2,564)
Other, net	2	0
Net cash provided by (used in) financing activities	(562)	(2,896)
Effect of exchange rate change on cash and cash equivalents	159	136
Net increase (decrease) in cash and cash equivalents	(1,505)	(2,188)
Cash and cash equivalents at beginning of period	58,167	49,454
Increase in cash and cash equivalents resulting from inclusion of subsidiaries in consolidation	184	—
Cash and cash equivalents at end of period	* 56,845	* 47,265

Notes

(Notes on change in accounting policy)

(Application of “Accounting Standard for Current Income Taxes”, etc.)

“Accounting Standard for Current Income Taxes” (ASBJ Statement No. 27, October 28, 2022; hereinafter referred to as the “Revised Accounting Standard 2022”), etc. have been adopted from the beginning of the semi-annual consolidated fiscal year under review.

The amendment to categories in which current income taxes should be recorded (taxes on other comprehensive income) follows the transitional treatment prescribed in the proviso of paragraph 20-3 of the Revised Accounting Standard 2022 and the transitional treatment prescribed in the proviso (2) of paragraph 65-2 of the Implementation Guidance on Tax Effect Accounting (ASBJ Guidance No. 28, October 28, 2022; hereinafter referred to as the “Revised Implementation Guidance 2022”). This change in accounting policies has no impact on the semi-annual consolidated financial statements.

For the amendment related to the revised accounting treatment for consolidated financial statements when gains or losses on sale of shares in subsidiaries resulting from transactions between consolidated companies were deferred for the tax purposes, the Revised Implementation Guidance 2022 has been adopted from the beginning of the semi-annual consolidated fiscal year under review. This change in accounting policies was applied retrospectively. Hence, the semi-annual consolidated financial statements for the previous fiscal year and the consolidated financial statements for the previous fiscal year have been modified retrospectively. This change in accounting policies has no impact on the semi-annual consolidated financial statements for the previous fiscal year and the consolidated financial statements for the previous fiscal year.

(Adoption of accounting treatment specific to the preparation of semi-annual consolidated financial statements)

(Calculation of tax expense)

Tax expenses are calculated by reasonably estimating the effective tax rate after applying tax effect accounting to profit before income taxes for the consolidated fiscal year, including the semi-annual consolidated fiscal year under review, and multiplying profit before income taxes by the estimated effective tax rate.

(Notes to Semi-annual Consolidated Balance Sheet)

*1 Inventories consist of the following.

	As of September 30, 2024	As of March 31, 2025
Merchandise	35 million yen	14 million yen
Work in process	498 million yen	533 million yen
Supplies	6 million yen	7 million yen

*2 Assets pledged collateral

The assets below are deposited under the Act on Financial Settlements.

	As of September 30, 2024	As of March 31, 2025
Investments and other assets	473 million yen	473 million yen

(Notes to Semi-annual Consolidated Statements of Income)

*The major items of selling, general and administrative expenses and the amounts are as follows.

	For the six months ended March 31, 2024 (October 1, 2023 to March 31, 2024)	For the six months ended March 31, 2025 (October 1, 2024 to March 31, 2025)
Salaries and allowances	707 million yen	648 million yen
Advertising expenses	741 million yen	1,370 million yen

(Notes to Semi-annual Consolidated Statements of Cash Flows)

*Year-end balance of cash and cash equivalents and the relationship with the amounts of items listed in the Semi-annual Consolidated Balance Sheet

	For the six months ended March 31, 2024 (October 1, 2023 to March 31, 2024)	For the six months ended March 31, 2025 (October 1, 2024 to March 31, 2025)
Cash and deposits	56,840 million yen	50,523 million yen
Time deposits whose deposit period is more than three months	— million yen	(3,282) million yen
Deposits paid (“Other” in current assets)	5 million yen	25 million yen
Cash and cash equivalents	56,845 million yen	47,265 million yen

(Shareholders' equity, etc.)

I. Six months ended March 31, 2024 (October 1, 2023 to March 31, 2024)

Dividends paid

(Resolution)	Class of shares	Total amount of dividends (million yen)	Dividend per share (yen)	Record date	Effective date	Source of dividends
December 22, 2023 Annual general meeting of shareholders	Common shares	2,565	20.00	September 30, 2023	December 26, 2023	Retained earnings

II. Six months ended March 31, 2025 (October 1, 2024 to March 31, 2025)

Dividends paid

(Resolution)	Class of shares	Total amount of dividends (million yen)	Dividend per share (yen)	Record date	Effective date	Source of dividends
December 20, 2024 Annual general meeting of shareholders	Common shares	2,567	20.00	September 30, 2024	December 24, 2024	Retained earnings

(Segment Information Etc.)

Segment Information

I. For the six months ended March 31, 2024 (October 1, 2023 to March 31, 2024)

Information on net sales and income or loss by reportable segment

(million yen)

	Reportable segment			Adjustment (Note)1	Amount recorded in Consolidated Financial Statements (Note)2
	Entertainment Business	Investment and Development Business	Total		
Net sales					
Sales to external customers	12,344	358	12,702	—	12,702
Intersegment sales or transfers	—	—	—	—	—
Total	12,344	358	12,702	—	12,702
Segment profit (loss)	479	(128)	351	1	352

(Notes) 1. An adjustment in the segment profit (loss) area represents the deduction of intersegment transactions.

2. Segment profit (loss) has been adjusted to be consistent with the operating profit reported in the semi-annual consolidated statements of income.

II. For the six months ended March 31, 2025 (October 1, 2024 to March 31, 2025)

Information on net sales and income or loss by reportable segment

(million yen)

	Reportable segment			Adjustment (Note)1	Amount recorded in Consolidated Financial Statements (Note)2
	Entertainment Business	Investment and Development Business	Total		
Net sales					
Sales to external customers	12,008	2,034	14,043	—	14,043
Intersegment sales or transfers	—	—	—	—	—
Total	12,008	2,034	14,043	—	14,043
Segment profit (loss)	(167)	1,579	1,412	1	1,413

(Notes) 1. An adjustment in the segment profit (loss) area represents the deduction of intersegment transactions.

2. Segment profit (loss) has been adjusted to be consistent with the operating profit reported in the semi-annual consolidated statements of income.

(Revenue Recognition)

Six months ended March 31, 2024 (October 1, 2023 to March 31, 2024)

(million yen)

	Reportable Segment		Total
	Entertainment Business	Investment and Development Business	
Revenue from user charges	5,018	—	5,018
Income from revenue sharing	4,653	—	4,653
Other (Note) 1	2,672	29	2,702
Revenue from contracts with customers	12,344	29	12,374
Other revenue (Note) 2	—	328	328
Net sales to external customers	12,344	358	12,702

(Notes) 1. Other includes Revenue from made-to-order software development on order based on contracts.

2. Other revenue mainly consists of income related to investments in limited liability investment partnerships and similar partnerships in accordance with ASBJ Statement No. 10, "Accounting Standard for Financial Instruments".

Six months ended March 31, 2025 (October 1, 2024 to March 31, 2025)

(million yen)

	Reportable Segment		Total
	Entertainment Business	Investment and Development Business	
Revenue from user charges	4,468	—	4,468
Income from revenue sharing	4,900	—	4,900
Other (Note) 1	2,338	48	2,387
Revenue from contracts with customers	11,707	48	11,755
Other revenue (Note) 2	301	1,986	2,287
Net sales to external customers	12,008	2,034	14,043

(Notes) 1. Other includes Revenue from made-to-order software development on order based on contracts.

2. Other revenue in the Entertainment Business is primarily revenue related to blockchain games. These are transactions related to crypto-assets that satisfy the definition in the Payment Services Act (Act No. 59 of 2009), and are classified under paragraph 3 (7) of the Accounting Standard for Revenue Recognition (ASBJ Statement No. 29). Therefore, they are not included in "Revenue from contracts with customers." In accordance with the Accounting Standard for Revenue Recognition, the prices of user charges, sales of crypto-assets, and other revenue (including funds procured by Initial Exchange Offering (IEO)) are recorded as advances received, and are reclassified as revenue in stages as the crypto-assets are used within the game.

Other revenue in the Investment and Development Business is primarily revenue related to investments in capital of investment limited partnerships or other similar partnerships based on the Accounting Standard for Financial Instruments (ASBJ Statement No. 10), and is classified under paragraph 3 (1) of the Accounting Standard for Revenue Recognition. Therefore, they are not included in "Revenue from contracts with customers."

(Per share information)

The basis for calculating basic earnings per share and earnings per share fully diluted is as follows.

Item	Six months ended March 31, 2024 (October 1, 2023 to March 31, 2024)	Six months ended March 31, 2025 (October 1, 2024 to March 31, 2025)
Basic earnings per share (yen)	1.38	1.39
(Basis for calculation)		
Profit attributable to owners of parent (million yen)	177	177
Amount not attributable to common shareholders (million yen)	—	—
Profit attributable to owners of parent pertaining to common shares (million yen)	177	177
Average number of shares during the period (shares)	128,321,127	128,408,859

(Notes) Diluted earnings per share are not shown in the above table, as there were no residual shares.

(Significant subsequent events)

Not applicable.

2.Other

Not applicable.

Part 2. Information Concerning Guarantors of the Reporting Company

Not applicable.