

**Consolidated Financial Results  
for the Nine Months Ended September 30, 2019  
[Japanese GAAP]**



October 30, 2019

Company name: GMO Pepabo, Inc.  
 Stock exchange listing: Tokyo Stock Exchange  
 Code number: 3633  
 URL: <https://pepabo.com/>  
 Representative: Kentaro Sato, CEO and President  
 Contact: Yoshito Igashima, CFO and Board Director  
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 Scheduled date of filing quarterly securities report: October 31, 2019  
 Scheduled date of commencing dividend payments: —  
 Availability of supplementary briefing material on quarterly financial results: Available  
 Schedule of quarterly financial results briefing session: Scheduled (for institutional investors and analysts)

(Amounts of less than one million yen are rounded down.)

**1. Consolidated Financial Results for the Nine Months Ended September 30, 2019 (from January 1, 2019 to September 30, 2019)**

(1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Nine months ended								
September 30, 2019	6,690	-	692	-	716	-	541	-
September 30, 2018	-	-	-	-	-	-	-	-

(Note) Comprehensive income: Nine months ended September 30, 2019: ¥491 million [- %]  
 Nine months ended September 30, 2018: ¥ - million [- %]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended		
September 30, 2019	103.84	102.90
September 30, 2018	-	-

(Notes) 1. The Company disclosed non-consolidated financial results for the nine months ended September 30, 2018, but starting from the three months ended March 31, 2019, financial results are disclosed on a consolidated basis. Accordingly, financial results for the nine months ended September 30, 2018 and percentage changes from the previous corresponding period are not presented.

2. The Company executed a two-for-one stock split on April 1, 2019. Accordingly, the figures for basic earnings per share and diluted earnings per share have been calculated assuming that the stock split was executed at the beginning of the fiscal year ending December 31, 2019.

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of September 30, 2019	6,033	1,734	27.8
As of December 31, 2018	-	-	-

(Reference) Equity: As of September 30, 2019: ¥1,676 million  
 As of December 31, 2018: ¥ - million

(Note) As the Company started preparing quarterly consolidated financial statements from the three months ended March 31, 2019, figures for the fiscal year ended December 31, 2018 are not provided.

## 2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
Fiscal year ended December 31, 2018	Yen 0.00	Yen 0.00	Yen 0.00	Yen 105.00	Yen 105.00
Fiscal year ending December 31, 2019	0.00	0.00	0.00		
Fiscal year ending December 31, 2019 (Forecast)				65.00	65.00

(Notes) 1. Revision to the dividends forecast most recently announced: No

2. The Company executed a two-for-one stock split on April 1, 2019. Accordingly, the figures for dividends for the fiscal year ended December 31, 2018 have been calculated as actual dividends before the stock split. Also the dividends for the fiscal year ending December 31, 2019 (forecast) have been calculated as actual dividends after the stock split.

## 3. Consolidated Financial Results Forecast for the Fiscal Year Ending December 31, 2019 (from January 1, 2019 to December 31, 2019)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	9,200	-	950	-	962	-	684	-	129.71

(Notes) 1. Revision to the results forecast most recently announced: No

2. The Company executed a two-for-one stock split on April 1, 2019. Accordingly, the figures for basic earnings per share in the forecast have been calculated using the total number of issued shares (excluding treasury stock) after the stock split.

### \* Notes:

(1) Changes in significant subsidiaries during the nine months ended September 30, 2019: Yes

(Changes in specified subsidiaries resulting in changes in scope of consolidation)

New: One (GMO Creators Network, Inc.)

Excluded: None

(2) Adoption of special accounting methods in preparation of quarterly consolidated financial statements: No

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatement

1) Changes in accounting policies due to the revision of accounting standards: No

2) Changes in accounting policies other than 1) above: No

3) Changes in accounting estimates: No

4) Retrospective restatement: No

(4) Total number of issued shares (common shares)

1) Total number of issued shares at the end of the period (including treasury stock):

September 30, 2019: 5,434,600 shares

December 31, 2018: 5,434,600 shares

2) Total number of treasury stock at the end of the period:

September 30, 2019: 238,006 shares

December 31, 2018: 158,746 shares

3) Average number of shares during the period:

Nine months ended September 30, 2019: 5,217,460 shares

Nine months ended September 30, 2018: 5,268,324 shares

(Note) The Company executed a two-for-one stock split on April 1, 2019. Accordingly, the figures for total number of issued shares (including treasury stock), total number of treasury stock at the end of the period, and average number of shares during the period have been calculated assuming that the stock split was executed at the beginning of the fiscal year ended December 31, 2018.

\* These quarterly financial results are outside the scope of quarterly review by certified public accountants or audit firms

\* Explanation of the proper use of financial results forecast and other notes

The statements concerning future performance presented in this document are based on currently available information and certain preconditions which the Company believes to be reasonable at this time. Actual results may be substantially different from these forecasts presented herein due to various factors.