Consolidated Financial Results
for the Nine Months Ended September 30, 2020
[Japanese GAAP]

November 4, 2020

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
Phone: +81-3-5456-3021

Scheduled date of filing quarterly securities report: November 4, 2020
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 Operating Results (% indicates changes from the previous corresponding period.)

<table>
<thead>
<tr>
<th></th>
<th>Net sales</th>
<th>Operating profit</th>
<th>Ordinary profit</th>
<th>Profit attributable to owners of parent</th>
</tr>
</thead>
<tbody>
<tr>
<td>Nine months ended</td>
<td>Million yen</td>
<td>%</td>
<td>Million yen</td>
<td>%</td>
</tr>
<tr>
<td>September 30, 2020</td>
<td>8,293</td>
<td>24.0</td>
<td>965</td>
<td>39.5</td>
</tr>
<tr>
<td>September 30, 2019</td>
<td>6,690</td>
<td>-</td>
<td>692</td>
<td>-</td>
</tr>
</tbody>
</table>

(Note) Comprehensive income: Nine months ended September 30, 2020: ¥ 638 million [29.9 %]
Nine months ended September 30, 2019: ¥ 491 million [-%]

<table>
<thead>
<tr>
<th></th>
<th>Basic earnings per share</th>
<th>Diluted earnings per share</th>
</tr>
</thead>
<tbody>
<tr>
<td>Nine months ended</td>
<td>Yen</td>
<td>Yen</td>
</tr>
<tr>
<td>September 30, 2020</td>
<td>120.30</td>
<td>119.64</td>
</tr>
<tr>
<td>September 30, 2019</td>
<td>103.84</td>
<td>102.90</td>
</tr>
</tbody>
</table>

(Notes) 1. The Company started to disclose financial results on a consolidated basis from the three months ended March 31, 2019. Accordingly, 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 ended December 31, 2019.
(2) Consolidated Financial Position

<table>
<thead>
<tr>
<th></th>
<th>Total assets (Million yen)</th>
<th>Net assets (Million yen)</th>
<th>Equity ratio (%)</th>
</tr>
</thead>
<tbody>
<tr>
<td>As of September 30, 2020</td>
<td>7,279</td>
<td>2,068</td>
<td>27.8</td>
</tr>
<tr>
<td>As of December 31, 2019</td>
<td>6,371</td>
<td>1,769</td>
<td>27.0</td>
</tr>
</tbody>
</table>

(Reference) Equity: As of September 30, 2020: ¥ 2,027 million As of December 31, 2019: ¥ 1,719 million

2. Dividends

<table>
<thead>
<tr>
<th></th>
<th>1st quarter-end</th>
<th>2nd quarter-end</th>
<th>3rd quarter-end</th>
<th>Year-end</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Fiscal year ended December 31, 2019</td>
<td>0.00</td>
<td>0.00</td>
<td>0.00</td>
<td>65.00</td>
<td>65.00</td>
</tr>
<tr>
<td>Fiscal year ending December 31, 2020</td>
<td>0.00</td>
<td>0.00</td>
<td>0.00</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Fiscal year ending December 31, 2020 (Forecast)</td>
<td></td>
<td></td>
<td></td>
<td>52.50</td>
<td>52.50</td>
</tr>
</tbody>
</table>

(Note) Revision to the dividends forecast most recently announced: No

3. Consolidated Financial Results Forecast for the Fiscal Year Ending December 31, 2020 (from January 1, 2020 to December 31, 2020)

<table>
<thead>
<tr>
<th></th>
<th>Net sales (Million yen)</th>
<th>Operating profit (¥)</th>
<th>Ordinary profit (¥)</th>
<th>Profit attributable to owners of parent (¥)</th>
<th>Basic earnings per share (¥)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Full year</td>
<td>10,800</td>
<td>920</td>
<td>970</td>
<td>542</td>
<td>104.10</td>
</tr>
</tbody>
</table>

(Note) Revision to the financial results forecast most recently announced: Yes
* Notes:

(1) Changes in significant subsidiaries during the nine months ended September 30, 2020: No
   (Changes in specified subsidiaries resulting in changes in scope of consolidation)
   New: None
   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, 2020: 5,434,600 shares
      December 31, 2019: 5,434,600 shares
   2) Total number of treasury stock at the end of the period:
      September 30, 2020: 217,648 shares
      December 31, 2019: 221,206 shares
   3) Average number of shares during the period:
      Nine months ended September 30, 2020: 5,214,196 shares
      Nine months ended September 30, 2019: 5,217,460 shares

* 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 and does not constitute a guarantee of the Company to achieve. Actual results may be substantially different from these forecasts presented herein due to various factors.