

Consolidated Financial Statements

[Consolidated Statements of Income and Consolidated Statements of Comprehensive Income]

[Consolidated Statements of Income]

	(Thousands of yen)	
	Fiscal 2017 (From December 1, 2016 to November 30, 2017)	Fiscal 2018 (From December 1, 2017 to November 30, 2018)
Net sales	¥12,198,921	¥11,125,302
Cost of sales	*1 7,604,901	*1 5,764,715
Gross profit	4,594,019	5,360,587
Selling, general and administrative expenses	*2, 3 5,508,575	*2, 3 4,940,868
Operating income (loss)	(914,555)	419,718
Non-operating income		
Interest income	12,881	27,207
House rent income	4,293	-
Foreign exchange gains	43,082	2,424
Share of profit of entities accounted for using equity method	43,691	-
Reversal of provision for loss on store closing	-	14,602
Other	28,428	24,516
Total non-operating income	132,377	68,750
Non-operating expenses		
Interest expenses	71,540	40,350
Share of loss of entities accounted for using equity method	-	38,696
Commission fees	49,196	16,281
Loss on sale of cryptocurrencies	-	201,021
Loss on valuation of cryptocurrencies	-	192,004
Other	37,336	47,438
Total non-operating expenses	158,072	535,792
Ordinary loss	(940,251)	(47,323)
Extraordinary income		
Gain on sales of shares of subsidiaries	888,152	-
Gain on sales of non-current assets	*4 553	*4 31
Reversal of allowance for doubtful accounts	2,968	-
Gain on change in equity	25,605	207,547
Gain on sales of investment securities	2,973,909	705,622
Other	503	-
Total extraordinary income	3,891,693	913,201

	(Thousands of yen)	
	Fiscal 2017 (From December 1, 2016 to November 30, 2017)	Fiscal 2018 (From December 1, 2017 to November 30, 2018)
Extraordinary losses		
Loss on retirement of property, plant and equipment	*6 6,912	*6 10,457
Loss on valuation of investment securities	-	10,366
Loss on sales of subsidiaries' stocks	450	-
Impairment loss	*7 1,830,642	*7 1,110,179
Loss on sales of non-current assets	*5 81,790	*5 -
Loss on liquidation of subsidiaries	4,145	-
Other	2,708	-
Total extraordinary losses	1,926,649	1,131,003
Profit (loss) before income taxes	1,024,792	(265,125)
Income taxes	157,377	40,285
Income taxes — deferred	8,856	100,523
Total income taxes	166,233	140,809
Profit (loss)	858,559	(405,935)
Profit (loss) attributable to non-controlling interests	(44,033)	68,034
Profit (loss) attributable to owners of parent	¥ 902,592	¥ (473,969)

Please refer to page 48 to 49 for *1 to 7

[Consolidated Statements of Comprehensive Income]

	(Thousands of yen)	
	Fiscal 2017 (From December 1, 2016 to November 30, 2017)	Fiscal 2018 (From December 1, 2017 to November 30, 2018)
Profit (loss)	¥ 858,559	¥(405,935)
Other comprehensive income (loss)		
Valuation difference on available-for-sale securities	125,199	(77,528)
Deferred gains or losses on hedges	(1,188)	(40)
Foreign currency translation adjustments	39,020	4,377
Share of other comprehensive income of entities accounted for using equity method	427	(2,373)
Total other comprehensive income (loss)	163,458	(75,564)
Total comprehensive income (loss)	¥1,022,017	¥(481,499)
Comprehensive income (loss) attributable to:		
Owners of parent	¥1,065,710	¥(549,514)
Non-controlling interests	(43,692)	68,014