

November 13, 2017

Company name IGNIS LTD.
Representative Representative Director & CEO Qian Kun
(TSE Mothers Code: 3689)
Contact Director and CFO Akihiko Yamamoto
(+81-3- 6408-6820)

Notice Concerning the Difference between Full-year Business Results for the Fiscal Year Ended September 2017 and for the Previous Fiscal Year

IGNIS LTD. announces its difference between the full-year business results for the fiscal year ended September 2017 (October 1, 2016 – September 30, 2017) and for the previous fiscal year as follows.

1. Difference between results for the fiscal year ended September 2017 and for the previous fiscal year

【Consolidated】

(Million yen)

	Net sales	Operating income	Ordinary income	Net income attributable to owners of parent	Net income per share
Previous results (A) (FY09/16)	5,585	1,474	1,465	1,087	176.58 yen
Current results (B) (FY09/17)	5,577	83	71	-35	-5.44 yen
Increase/decrease (B-A)	-8	-1,390	-1,394	-1,123	
Percentage change (%)	-0.1	-94.3	-95.1	-	

2. Reason for the difference

Regarding the consolidated results for the fiscal year ended September 2017, sales increased mainly thanks to the growth of “with” which is marriage matchmaking service in the existing community business, but this was offset by the fact that studioking Inc., which operates the native game "BOKU&DRAGONS", became a consumption taxpayer. As a result, net sales were almost the same level as in the previous fiscal year.

As for the profits, we positioned the fiscal year ended September 2017 as the year of business investment for further growth. In accordance with the medium-term management plan, we proactively made prior investments in enhancement of existing businesses, development of internal systems, and launch of new business. Along with this, SG&A increased mainly for advertising expenses and R&D expenses. As a result, operating income, ordinary income, and net income attributable to owners of parent decreased compared with the previous fiscal year.

For more details, please refer to the "Summary of Business Results for the Fiscal Year Ended September 30, 2017 [Japan GAAP] (Consolidated)" announced on November 13, 2017.