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## Notice concerning revision to consolidated full-year business forecasts

IGNIS LTD. announces that the company has revised its consolidated business forecasts for the fiscal year ending September 30, 2020, which was announced on November 13, 2019, as follows.

### 1. Revisions to business forecasts

Revisions to consolidated business forecasts for the fiscal year ending September 30, 2020  
 (October 1, 2019 to September 30, 2020)

	Net sales	Operating profit	Ordinary profit	Net profit attributable to owners of parent	Net profit per share
	Million yen	Million yen	Million yen	Million yen	Yen
Previous forecasts (A)	4,000	—	—	—	—
Revised forecasts (B)	5,000	—	—	—	—
Change (B-A)	1,000	—	—	—	
Rate of change (%)	25.0	—	—	—	
(Reference) Previous results (FY09/19)	5,571	-744	-867	-631	-44.05

### 2. Reasons for revision

In the Matching Business, sales are expected to exceed initial forecast due to the continued steady growth in the number of users of “with”, an online matchmaking service..

In the Games Business, the transfer of our business was planned at the beginning of the fiscal year, but at that time the outline of the transfer had not yet been finalized and sales of this business were not factored into the initial forecast. Subsequently, the timing of the transfer was postponed from our initial forecast and the it was completed on March 2, 2020, which resulted in sales from this business being recorded through the first half of the fiscal year ending September 30, 2020, which is forecast to exceed our initial consolidated sales forecast.

In the Enter-tech Business, sales were not factored into the initial forecasts because there were many uncertainties in promotion of the business and reasonable estimation was difficult. Subsequently, events income, etc. related to celebrities were recorded in the business until the

second quarter cumulative period of 2020.

In this business, we are developing a vertically integrated business model with two axes: "virtual live platform operation" and "IP creation". In the Virtual Live Platform operation, the group provides INSPIX LIVE, a virtual live application that allows users to experience the next generation of music live using VR technology. In order to create an even more ideal customer experience, the group continues to invest aggressively in the development of updates that will transform INSPIX LIVE into INSPIX WORLD, a virtual space SNS specializing in music live. Due to the above reasons, this business has recorded an operating loss. In the future, the company expects demand for VR to increase and contribute to profits on a consolidated basis. However, given the current market environment surrounding the business and other factors, there are many uncertainties. Therefore, it will remain difficult to make reasonable estimates of sales and the scale of business investment. All officers and employees are striving to contribute to the profitability of the business as early as possible.

As a result, consolidated sales are expected to exceed initial forecast mainly due to the contribution of the Matching Business and the Games business.

On the other hand, regarding forecasts of operating income, ordinary income, and net income attributable owners of parent, we conducted a thorough review of the current business progress and future development, etc., but we have not yet announced the forecasts, because it includes many uncertainties in the Enter-tech Business as mentioned above, and the impact of the spread of the COVID-19 in society as a whole.

Please note that revised consolidated sales forecast does not include sales forecast for the Enter-tech business from the third quarter of fiscal year ending September 30, 2020 onwards.

### 3. Effects of the spread of COVID-19 on business results

Economic trends in Japan and overseas remain uncertain due in part to the spread of COVID-19 infections.

As described in the "Effects of the COVID-19" dated March 25 and dated April 23, 2020, the current impact on the group's business at this time is considered to be minor, although some of the impact has occurred. The company has revised its full-year consolidated business forecasts taking into account the current business progress and the extent of the impact that it can anticipate in the future.

However, there are still many uncertainties about future changes, such as the timing of the spread of COVID-19 and the responses of governments in each country. Depending on such future status, the company will promptly disclose any information that it will have an impact on their consolidated results.

\*The above forecasts are based on information available as of the announcement date and may differ actual results due to various uncertainties in the future.