



Summary of Consolidated Financial Statements for the Third Quarter, FY2015

July 29, 2015

Exchange: First Section of Tokyo Stock Exchange

Name of listed company:	GMO Payment Gateway, Inc.		
Stock code:	3769	URL: http://corp.gmo-pg.com/	
Representative:	Issei Ainoura	President & Representative Director	
Contact:	Ryu Muramatsu	Executive Vice President	Tel: +81-3-3464-0182
Scheduled date of submission of quarterly report	August 12, 2015	Scheduled date of commencement of dividend payment	-
Supplemental materials prepared for financial results	Yes		
Information meeting arranged related to financial results	Yes (for institutional investors and analysts)		

(Amounts rounded down to the nearest one million yen)

1. Consolidated Financial Statements for the Third Quarter, FY2015 (From October 1, 2014 to June 30, 2015)

(1) Consolidated Financial Statements (Percentages denote the increase or decrease from the previous period)

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
3Q FY2015	6,427	21.0	2,300	20.1	2,317	20.2	1,454	29.1
3Q FY2014	5,313	26.5	1,915	21.5	1,927	21.9	1,126	19.0

(Note) Comprehensive income: 3Q FY2015: 1,523 million yen (32.8%) 3Q FY2014: 1,146 million yen (20.4%)

	Net income per share		Diluted net income per share	
	Yen		Yen	
3Q FY2015	42.04		42.02	
3Q FY2014	32.66		32.61	

(Note)

- 1) In October 1, 2014, our company executed a 2-1 stock split. The values for the FY2014 are calculated on the same base.
- 2) In order to appropriately display the net income per share, in regard to the stock attributed to the directors' remuneration board incentive plan trust, it has the right to a claim of dividend, and is therefore, not included in treasury stock.
- 3) Our company issued 2,587,300 shares of common stock through a third-party allotment with a payment date of June 25, 2015.

(2) Consolidated Financial Position

	Total assets		Net assets		Equity ratio		Net assets per share	
	Million yen		Million yen		%		Yen	
3Q FY2015	42,898		15,823		36.9		426.03	
FY2014	24,613		6,815		27.7		197.15	

Reference: Equity: 3Q FY2015: 15,821 million yen FY2014: 6,808 million yen

(Note)

- 1) In October 1, 2014, our company executed a 2-1 stock split. The values for the FY2014 are calculated on the same base.
- 2) Our company issued 2,587,300 shares of common stock through a third-party allotment with a payment date of June 25, 2015.

2. Dividends

	Yearly dividends				
	1Q	2Q	3Q	Fiscal Year end	Total
	Yen		Yen		Yen
FY 2014	—		0.00		30.00
FY 2015	—		0.00		30.00
FY 2015 (forecast)					18.00

(Note) Revision of the most recently released dividend forecast: No

In October 1, 2014, our company executed a 2-1 stock split. The values for the FY2015 (forecast) are calculated on the same base.

3. Consolidated Financial Forecast for the Fiscal Year Ending September 2015 (From October 1, 2014 to September 30, 2015)

(Percentages denote an increase or decrease as compared with the previous period.)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	8,656	20.1	2,974	20.1	2,985	18.1	1,797	18.6	51.00

(Note) Revision of the most recently released financial forecast: No

Notices:

- (1) Changes of important subsidiaries during the period (change of specific subsidiaries that lead to a change in the scope of consolidation): No
Number of new subsidiaries: - (Name:), number of excluded subsidiaries: - (Name:)
- (2) Application of special accounting procedures for the execution of the financial statements: No
- (3) Changes in the accounting policy / changes in the accounting estimation / restatement of corrections
 - [1] Changes associated with the revision of accounting policy, etc.: No
 - [2] Changes other than [1]: No
 - [3] Changes in accounting estimations: No
 - [4] Restatement of corrections: No
- (4) Number of shares issued (common stock)
 - [1] Number of shares issued at the end of the term (including treasury stock) 3Q FY2015: 37,138,900 FY 2014: 34,538,400
 - [2] Number of treasury stocks at the end of the term 3Q FY2015: 2,500 FY 2014: 2,278
 - [3] Average number of shares 3Q FY2015: 34,596,463 3Q FY2014: 34,507,316
 - 1) In October 1, 2014, our company executed a 2-1 stock split. The number of shares issued at the end of the term, the number of treasury stocks at the end of the term, and the average number of shares during the period are calculated on the assumption that the said stock split was implemented at the beginning of the previous fiscal year.
 - 2) In order to appropriately display the number of treasury stocks at the end of the term and average number of shares, in regard to the stock attributed to the directors' remuneration board incentive plan trust, it has the right to a claim of dividend, and is therefore, not included in treasury stock.
 - 3) Our company issued 2,587,300 shares of common stock through a third-party allotment with a payment date of June 25, 2015.

* Indication of the implementation status of quarterly review procedures
These quarterly financial statements are not subject to the quarterly review procedures of the Financial Instruments and Exchange Act. At the time of disclosure of these quarterly financial statements, the quarterly financial statement review procedures of the Financial Instruments and Exchange Act had not been completed.

- * Explanation of the proper use of financial forecasts and other important notes
- 1) The above forecasts are outlooks based on information currently available, and include various uncertain factors. Actual performance may differ substantially from the forecasts due to changes in business conditions and other factors. For the assumption on which financial forecasts are based and matters to be considered in using financial forecasts, please refer to“(3) Review of consolidated earnings forecasts and other forecasts” under“1. Qualitative Information on Consolidated Financial Statements for the Quarter” on page 4 of the attachment.
 - 2) Our company issued 2,587,300 shares of common stock through a third-party allotment with a payment date of June 25, 2015.

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1. Qualitative Information on Consolidated Financial Statements for the Quarter

(1) Qualitative information on consolidated operating results

Regarding the economic environment in Japan during the period under review, the economy is gradually on the mend, with the economic and fiscal policy of the government and the monetary easing policy of the Bank of Japan as a background.

In regard to our core business, the BtoC EC market continues to grow thanks to a favorable external environment such as broader use of smartphones as well as reforms in logistics, and e-commerce is also spreading in the market of sales of non-goods items such as services, as seen in new areas such as BtoB EC and CtoC EC.

In regard to the credit card field, credit card shopping is steadily growing, and people tend to make more purchases via the Internet. Also, the non-face-to-face use of credit cards in the field of payment for everyday living expenses continues to expand, such as payments for rent and medical costs, as well as utility charges and public funds. It is a certainty that opportunities to use credit cards will continue to increase.

Under such circumstances, the Board of Directors meeting held on June 9 2015, agreed to form a business and capital partnership with GMO Internet, Inc, Sumitomo Mitsui Financial Group and Sumitomo Mitsui Baking Corporation. At the same time, it was resolved to issue new shares to Sumitomo Mitsui Banking Corporation and parent company GMO Internet, Inc. The business and capital partnership agreement as of June 9 2015 had been concluded and the issuance of new shares through a third-party allotment was completed on June 25 2015.

The group has pressed on with its businesses in order to expand the scale of operations described below.

The Group consists of GMO Payment Gateway, Inc. and its consolidated subsidiaries, GMO Epsilon, Inc. , GMO PAYMENT SERVICE, Inc., GMO PAYMENT GATEWAY PTE. LTD. etc, and provides credit card payment processing services and all related operations as a consolidated subsidiary of GMO Internet, Inc.

Our company and our subsidiary GMO Epsilon, Inc. provides companies that sell products on a non-face-to-face basis with a payment processing service and related to the payment-processing business, the means through which payment processing by credit cards and other methods can be efficiently made.

The Group offers a broad range of services such as online payment and recurring payment services that respond to our customers' business category, size and payment type.

The number of merchants during the third quarter of the current consolidated fiscal year increased by 7,844 to 57,569 compared to the end of the previous consolidated fiscal year. The number and amount of processed payments steadily increased.

Changes in number of operating stores

	End of September 2011	End of September 2012	End of September 2013	End of September 2014	End of June 2015
Number of operating stores	32,062	38,949	44,328	49,725	57,569

Note: Number of operating stores means the number of IDs assigned to each store to use the service. It shows the number of stores (merchants) which have an agreement with the Group, are connected to the system, and are able to process payments at any time in principle.

For online payment field, payment-processing service grew steadily and the business of GMO Epsilon, Inc. which provides "Multi-Payment Service" to the merchants grew steadily, too. During the period under review, our company has started providing the multi-currency credit card payment service in the "PG Multi-Payment Service" with which even overseas purchasers can make credit card payments at the local currency price since May 1, 2015.

For recurring payment field, we have continued to attempt to develop this field to enable using credit card for paying utility charges, public funds and other monthly services closely connected with everyday life. We provide payment methods to public institutions, such as the Japan Pension Service, and local governments, such as the Tokyo Metropolitan government (TMG). During the period under review, we started to conduct the payment operation in credit card payment for all taxation items for the Tokyo Metropolitan Government and the operation of the "Metropolitan Tax Credit Card Payment Site" (<https://zei.tokyo>) which the TMG has started since April 1, 2015.

Our subsidiary GMO Payment Service Inc. provides a "GMO Payment after delivery" service that allows the user to pay after receiving the goods. The "GMO Payment after delivery" service has been adopted by an increasing number of merchants as a payment service with high level of consumers' needs and has continued to perform favorably since its introduction in May 2013.

As a value-added service making the best of the Group's merchant base, we have made steady efforts to expand services

in areas related to the payment-processing business, such as the Online Advertising Service, providing SSL server certifications, shipping services and early payment services.

During the period under review, we have started a new credit card payment service using a token (which is a string randomly consisting of alphabets and numbers) since April 15 2015. Also we launched the “GMO-PG Remittance Service”, a refund and remittance service for e-commerce operators, on April 28, 2015. And on May 21 2015, we launched the Inbound Marketing service that supports inbound business (business targeting international visitors to Japan).

With regard to overseas business, we established five overseas entity to provide GMO-PG Global Payment solutions to Japanese non-face-to-face businesses with a local presence and targeting local markets in South East Asia.

We have continued to promote funding activities through the “GMO Global Payment Fund” to form capital alliances with prospective payment-related businesses; in addition, the financial results of local payment processing companies in which we invest our fund have performed steadily. With a view to incorporating the huge growth potential of South East Asia, which is the center of global growth, into our Group’s mid-to-long-term business growth, we will continue to introduce new measures while creating a synergistic effect between “GMO-PG Global Payment” and “GMO Global Payment Fund.” During the period under review, we determined to carry out an additional payment of 2 million U.S. dollars (approximately 240 million yen) in order to further strengthen partnership with 2C2P Pte., Ltd

Consequently, the Group’s operating results for the cumulative third quarter of the current consolidated fiscal year were as follows: Net sales amounted to 6,427,681,000 yen (an increase of 21.0% on a year-on-year basis); operating income grew 20.1% on a year-on-year basis to 2,300,189,000 yen; ordinary income amounted to 2,317,947,000 yen (an increase of 20.2% on a year-on-year basis); and net income reached 1,454,467,000 yen (increase of 29.1% on a year-on-year basis). Net sales consisted of an initial revenue of 375,746,000 yen (decrease of 10.5% on a year-on-year basis), running revenue of 3,536,330,000 yen (increase of 19.8% on a year-on-year basis) and merchant acquiring service revenue of 2,515,604,000 yen (increase of 29.5% on a year-on-year basis)

Concerning operating expenses, while the solid performance of “GMO Payment after delivery” service saw a hike in cost of sales, we were able to take advantage of the scale merit of the revenue growth and reduce our burden of parallel operation by completing the transfer of our data center to strengthen our payment processing capacity since September 2012. As a result, cost of sales amounted to 1,366,038,000 yen (a 27.9% increase on a year-on-year basis). Selling, general and administrative expenses came to 2,761,453,000 (a 18.5% increase on a year-on-year basis).

With regard to non-operating income and loss, while non-operating income of 87,077,000 yen has been posted due to reasons such as exchange gains and the occurrence of investment return with the equity method by the enhancement of performance of GMO Financial Gate which is an affiliate accounted for using the equity method, non-operating expense of 69,318,000 yen have been recorded due to reasons including attorney’s fee related to the issuance of new shares for capital increase by way of third-party allotment, resulting in marking a ratio of ordinary profit to net sales of 36.1%.

Because of satisfactory performances of GMO Financial Gate, it has invested to major venture capitals, etc. during this consolidated cumulative third quarter for expanding its operations, and our company has made an additional investment of 63,000,000 yen equivalent to our equity shares. GMO Financial Gate changed its corporate name from Consumer Open Center as of April 10, 2015.

In an effort to enhancement of collaboration-type business, we have promoted capital and business alliance by obtaining a part of shares of important affiliated stores and important business partners. However, we sold some of the shares due to the fact that some of the business partners were purchased by the listed company. We posted an extraordinary income of 30,766,000 by selling a part of the shares and of 26,196,000 on change in equity.

(2) Qualitative information regarding the consolidated financial condition

[1] Assets

The balance of total assets at the end of the third quarter of the current consolidated fiscal year was 42,898,828,000 yen, up 18,285,770,000 yen as compared with the end of the previous consolidated fiscal year. This increase was mainly due to an increase of cash and deposits (+14,548,276,000 yen). The increase of cash and deposits was mainly caused by the increase of deposits of merchants (+8,653,715,000), in accordance with the merchant acquiring service agreement, increase in capital stock (+3,999,965,000) and in capital surplus (+3,999,965,000).

The deposits of merchants will mostly be paid out on the tenth of the next month, therefore the deposit balance will decrease with receipt of deposits.

[2] Liabilities

The balance of liabilities at the end of the third quarter of the current consolidated fiscal year was 27,074,844,000 yen, up 9,277,165,000 yen as compared with the end of the previous consolidated fiscal year. This increase was mainly caused by an increase in deposits received of 8,653,715,000 yen, which was an effect of the increase in

deposits received from merchants in accordance with the merchant acquiring service agreement.

[3] Net assets

The balance of net assets at the end of the third quarter of the current consolidated fiscal year was 15,823,984,000 yen, up 9,008,604,000 yen as compared with the end of the previous consolidated fiscal year. The increase was mainly attributable to the increase in capital stock (+3,999,965,000) and in capital surplus (+3,999,965,000).

[4] Cash Flows

At the end of the third quarter of the current consolidated fiscal year, cash and cash equivalents (the "Funds") was 34,894,092,000 yen, up 14,544,782,000 yen as compared with the balance at the beginning of the period. Cash flows at the end of the cumulative third quarter of the current consolidated fiscal year are as follows.

Net cash provided by (used in) operating activities

Cash provided by operating activities during the cumulative third quarter of the current consolidated fiscal year amounted to 8,049,258,000 yen (provided 3,505,034,000 yen for the corresponding period of the previous fiscal year). This was mainly due to income before income taxes of 2,374,339,000 yen and an increase in deposits received of 8,653,715,000 yen, after a payment of income taxes of 1,154,423,000 yen.

Net cash provided by (used in) investing activities

Cash used in investment activities totaled 962,460,000 yen (442,715,000 yen was used in the corresponding period of the previous fiscal year.) This was mainly due to the acquisition of securities (778,234,000 yen).

Net cash provided by (used in) financing activities

Cash used in financing activities totaled 7,419,985,000 yen (433,163,000 yen was used in the corresponding period of the previous fiscal year). This was primarily attributable to the issuance of common stock of 7,968,601,000 yen.

(3) Review of consolidated earnings forecasts and other forecasts

In regard to our core business, the BtoC EC market continues to grow thanks to a favorable external environment such as broader use of smartphones as well as reforms in logistics, and EC (e-commerce) is also spreading in the market of sales of non-goods items such as services, as seen in new areas such as BtoB EC and CtoC EC.

For the term ending September 2015, we expect initial revenue, running revenue and merchant acquiring service revenue to increase steadily. We believe this will be achieved by accelerating the acquisition pace of new merchants, strengthening the development of large-scale merchants through the provision of higher quality services, and increasing revenue per merchant through providing services that increase added value associated with the merchants' use of the Group.

In regard to costs, we keep forecast for increase in sales cost ratio due to the sales growth of "Online Advertising Service" and "GMO Payment after delivery", which has a high sales-cost ratio. We also forecast investment cost on the subsidiary companies, overseas businesses, and other investment on new businesses. We expect 18.1% growth in ordinary income and 34.5% ordinary income ratio.

Regarding the business and capital partnership agreement concluded on June 9, 2015 with Sumitomo Mitsui Financial Group, Sumitomo Mitsui Banking Corporation and GMO internet, we consider it as what contributes to the improvement of our company's corporate value and shareholder value, but it is not reflected in this business forecast because its influence on the business forecast is not known at this point.

2. Items concerning summary information (Notes)

- (1) Changes of important subsidiaries : N/A
- (2) Application of special accounting procedures for the execution of the financial statements : N/A
- (3) Changes in the accounting policy/ changes in the accounting estimation/ restatement of corrections : N/A

3. Consolidated quarterly financial statements

(1) Consolidated quarterly balance sheet

(Unit: Thousand yen)

	Summary of balance sheet at the end of the previous consolidated fiscal year (September 30, 2014)	End of the third quarter of the current consolidated fiscal year (June 30, 2015)
Assets		
Current assets		
Cash and deposits	20,386,175	34,934,452
Accounts receivable-trade	792,588	981,616
Merchandise	2,165	653
Supplies	531	643
Advance payments-trade	585,395	1,567,216
Prepaid expenses	58,823	82,945
Deferred tax assets	150,097	76,937
Accounts receivable-other	504,077	998,914
Other	52,343	1,384,435
Allowance for doubtful accounts	△56,177	△159,609
Total current assets	22,476,019	39,868,205
Noncurrent assets		
Tangible assets		
Buildings, net	57,298	75,965
Tools, furniture and fixtures, net	61,075	54,881
Other	113,573	87,253
Total tangible assets	231,947	218,099
Intangible assets		
Goodwill	30,694	25,357
Right of trademark	272	157
Software	661,723	664,255
Other	71,778	171,241
Total intangible assets	764,469	861,012
Investments and other assets		
Investment securities	650,739	1,224,529
Shares of subsidiaries and affiliates	2,507	135,509
Bonds of subsidiaries and affiliates	11,000	—
Investments in other securities of subsidiaries and affiliates	264,442	348,326
Long-term loans receivable from directors and employees	1,910	1,561
Claims provable in bankruptcy, claims provable in rehabilitation and other	12,434	18,314
Long-term prepaid expenses	7,722	3,640
Lease and guarantee deposits	149,210	185,951
Deferred tax assets	51,384	51,992
Allowance for doubtful accounts	△10,729	△18,314
Total investments and other assets	1,140,621	1,951,511
Total noncurrent assets	2,137,039	3,030,623
Total assets	24,613,058	42,898,828

(Unit: Thousand yen)

	Summary of balance sheet at the end of the previous consolidated fiscal year (September 30, 2014)	End of the third quarter of the current consolidated fiscal year (June 30 2015)
Liabilities		
Current liabilities		
Accounts payable-trade	229,278	298,091
Accounts payable-other	692,310	1,763,749
Income taxes payable	644,375	354,923
Accrued consumption taxes	171,628	75,359
Advances received	7,850	27,922
Deposits received	15,589,857	24,243,572
Provision for bonuses	206,137	53,961
Other provisions	34,840	29,500
Other	48,061	48,507
Total current liabilities	17,624,339	26,895,587
Noncurrent liabilities		
Provision for directors' remuneration Board Incentive Plan Trust	70,000	107,500
Other	103,339	71,757
Total noncurrent liabilities	173,339	179,257
Total liabilities	17,797,678	27,074,844
Net assets		
Shareholders' equity		
Capital stock	708,118	4,710,634
Capital surplus	968,040	4,970,556
Retained earnings	5,315,707	6,252,132
Treasury stock	△264,723	△265,236
Total shareholders' equity	6,727,143	15,668,087
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	64,821	105,745
Foreign currency translation adjustment	16,685	47,327
Total Accumulated other comprehensive income	81,506	153,073
Subscription rights to shares	3,774	2,343
Minority interests	2,956	480
Total net assets	6,815,379	15,823,984
Total liabilities and net assets	24,613,058	42,898,828

(2) Consolidated quarterly statements of income and consolidated quarterly statement of comprehensive income

(Consolidated quarterly statements of income)
(Cumulative third quarter of the consolidated fiscal year)

(Unit: Thousand yen)

	First nine months of the previous consolidated fiscal year (From October 1, 2013 to June 30, 2014)	First nine months of the current consolidated fiscal year (From October 1, 2014 to June 30, 2015)
Net sales	5,313,512	6,427,681
Cost of sales	1,067,942	1,366,038
Gross profit	4,245,569	5,061,642
Selling, general and administrative expenses	2,330,408	2,761,453
Operating income	1,915,161	2,300,189
Non-operating income		
Interest income	5,943	5,260
Dividends income	4,263	5,271
Equity income of affiliates	—	22,465
Investment returns from anonymous associations	—	1,218
Earnings on reversal of dividends payable	770	1,050
Rent income	10,420	10,525
Commissions received	15,325	12,402
Exchange earnings	1,457	25,257
Other	3,196	3,625
Total non-operating income	41,377	87,077
Non-operating expenses		
Interest expenses	1,323	1,486
Equity in losses of affiliates	11,488	—
Loss on investment in silent partnership	3,061	—
Loss on investment in partnership	2,361	10,984
Rent expenses	10,209	11,517
Stock issue expense	—	45,317
Other	414	12
Total non-operating expense	28,859	69,318
Ordinary income	1,927,679	2,317,947
Extraordinary income		
Income from securities sold	11,221	30,766
Change in equity	—	26,196
Total extraordinary income	11,221	56,962
Extraordinary loss		
Loss on retirement of noncurrent assets	9,276	570
Total extraordinary loss	9,276	570
Income before income taxes	1,929,625	2,374,339
Corporate, inhabitant and enterprise taxes	761,756	859,700
Income taxes-deferred	40,983	62,846
Total income taxes	802,739	922,546
Income before minority interests	1,126,885	1,451,792
Minority interest in loss(△)	△14	△2,675
Net income	1,126,900	1,454,467

(Consolidated quarterly statements of comprehensive income)
(Cumulative third quarter of the consolidated fiscal year)

(Unit: Thousand yen)

	First nine months of the previous consolidated fiscal year (From October 1, 2013 to June 30, 2014)	First nine months of the current consolidated fiscal year (From October 1, 2014 to June 30, 2015)
Income before minority interests	1,126,885	1,451,792
Other comprehensive income		
Other valuation difference on available-for-sale securities	16,632	40,924
Foreign currency translation adjustment	3,379	30,841
Total other comprehensive income	20,011	71,766
Comprehensive income	1,146,897	1,523,558
(Details)		
Parent company shareholders' comprehensive income	1,146,932	1,526,034
Minority's comprehensive income	△34	△2,475

(3) Consolidated statements of cash flows

(Unit: Thousand yen)

	First nine months of the previous consolidated fiscal year (From October 1, 2013 to June 30, 2014)	First nine months of the current consolidated fiscal year (From October 1, 2014 to June 30, 2015)
Net cash provided by (used in) operating activities		
Income before income taxes	1,929,625	2,374,339
Depreciation	196,367	215,988
Amortization of goodwill	8,046	5,337
Increase and decrease in provision (Δ decrease)	Δ 51,525	Δ 8,999
Interest and dividends income	Δ 10,207	Δ 10,531
Interest expenses	1,323	1,486
Stock issue expense	—	45,317
Foreign exchange gains and losses (Δ gains)	Δ 1,461	Δ 25,298
Equity in gains and losses of affiliates (Δ gains)	11,488	Δ 22,465
Gains and losses on investments in silent partnership (Δ gains)	3,061	Δ 1,218
Gains and losses on investment in partnership (Δ gains)	2,361	10,984
Gains and losses on valuation of investment securities (Δ gains)	Δ 11,221	Δ 30,766
Gains and losses on changes in equity (Δ gains)	—	Δ 26,196
Loss on retirement of noncurrent assets	9,276	570
Increase and decrease in accounts receivable (Δ Increase)	Δ 148,742	Δ 194,649
Increase and decrease in inventories (Δ increase)	Δ 1,046	1,505
Increase and decrease in advance payments-trade (Δ increase)	Δ 240,222	Δ 981,820
Increase and decrease in accounts receivable-other (Δ increase)	Δ 282,060	Δ 495,563
Increase and decrease in purchase debts (Δ decrease)	52,821	68,465
Increase and decrease in accounts payable-other(Δ decrease)	288,592	1,035,209
Increase and decrease in deposits received (Δ decrease)	2,645,243	8,653,715
Other	6,398	Δ 1,416,524
Subtotal	4,408,118	9,198,885
Interest and dividends income received	6,045	6,282
Interest expenses paid	Δ 1,323	Δ 1,486
Income taxes paid	Δ 907,805	Δ 1,154,423
Net cash provided by (used in) operating activities	3,505,034	8,049,258
Net cash provided by (used in) investing activities		
Purchase of property, plants and equipment	Δ 9,143	Δ 16,606
Purchase of intangible assets	Δ 229,838	Δ 262,501
Purchase of investment securities	Δ 86,969	Δ 778,234
Proceeds from sales or redemption of investment securities	14,221	263,159
Purchase of stocks of subsidiaries and affiliates	—	Δ 63,000
Purchase of other securities of subsidiaries and affiliates	Δ 125,000	Δ 125,000
Distributions from an investment partnership	—	30,092
Other	Δ 5,984	Δ 10,370
Net cash provided by (used in) investing activities	Δ 442,715	Δ 962,460
Net cash provided by (used in) financing activities		
Proceeds from issuance of common stock	17,333	7,968,601
Purchase of treasury stock	—	Δ 513
Cash dividends paid	Δ 420,801	Δ 516,833
The proceeds from minority interest	3,192	—
Other	Δ 32,888	Δ 31,268
Net cash provided by (used in) financing activities	Δ 433,163	7,419,985
Translation differences of cash and cash equivalents	3,627	37,999
Increase and decrease in cash and cash equivalents(Δ decrease)	2,632,783	14,544,782
Balance of cash and cash equivalents at the beginning of the period	18,358,343	20,349,309
Cash and cash equivalents at the end of period	20,991,127	34,894,092

(4) Notes to the consolidated quarterly financial statement

(Notes regarding the premise for continuance)

N/A

(Note when there is a significant fluctuation in the amount of shareholders' equity)

Our company received the payments for capital increase through third-party allotment from Sumitomo Mitsui Banking Corporation and GMO Internet Group as of June 25, 2015. As a result, during this consolidated cumulative third quarter, the capital stock had increased by 3,999,965,000 yen and the capital surplus by 3,999,965,000 yen, and, at the end of this third quarter consolidated accounting period, the capital stock was 4,710,634,000 yen and the capital surplus 4,970,556,000 yen.