

Title: Baseline revenue and earnings estimates for Q3 - Rev: \$1.3B, NI: \$(23)m

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Just for fun. Here are estimates for Revenue and earnings. A couple of assumptions that line up to the notes in the spread sheet:

1 & 2). On average, GME makes 22% and 38% in Q3 and Q4. Not the best assumption because it is based on historical figures and the business is transforming. On the other hand, there is probably not that much of an impact from the marketplace yet.

3). Applied historical % of revenue to the remainder of the P&L.;

4). Except for Interest Expense which is basically zeroed out since there really isn't any meaningful outflow there.

This could be a good baseline for further discussion. It would be interesting to layer in estimates on the marketplace revenue. Also, Furlong did suggest more discipline on the costs side so perhaps the we could see better margins.

Also, it looks like profitability by Q4 at approximately \$50m, based on historical performance.

<https://preview.redd.it/q3el2ajbdk2a1.png?width=1477&format;=png&auto;=webp&s;=de85baa5a05634040fca0a7b62fd0d71484c5abc>