

UNITED STATES SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549

Form 10-Q

QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

FOR THE QUARTERLY PERIOD ENDED APRIL 30, 2022

OR

TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

COMMISSION FILE NO. 1-32637

**GameStop**

**GameStop Corp.**

(Exact name of registrant as specified in its charter)

**Delaware**

(State or other jurisdiction of incorporation or organization)

**20-2733559**

(I.R.S. Employer Identification No.)

**625 Westport Parkway  
Grapevine, Texas**

(Address of principal executive offices)

**76051**

(Zip Code)

Registrant's telephone number, including area code:  
**(817) 424-2000**

Securities Registered Pursuant to Section 12(b) of the Act:

<u>Title of each class</u>	<u>Trading Symbol</u>	<u>Name of each exchange on which registered</u>
Class A Common Stock	GME	NYSE

Indicate by check mark whether the registrant: (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. Yes  No

Indicate by check mark whether the registrant has submitted electronically every Interactive Data File required to be submitted pursuant to Rule 405 of Regulation S-T (§232.405 of this chapter) during the preceding 12 months (or for such shorter period that the registrant was required to submit such files). Yes  No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, smaller reporting company, or an emerging growth company. See the definitions of "large accelerated filer," "accelerated filer," "smaller reporting company," and "emerging growth company" in Rule 12b-2 of the Exchange Act:

Large accelerated filer  Accelerated filer  Non-accelerated filer  Smaller reporting company  Emerging growth company

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act). Yes  No

Number of shares of \$.001 par value Class A Common Stock outstanding as of May 26, 2022: 76,129,034

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**PART I — FINANCIAL INFORMATION****ITEM 1. FINANCIAL STATEMENTS****GAMESTOP CORP.  
CONSOLIDATED BALANCE SHEETS**(in millions, except par value per share)  
(unaudited)

	April 30, 2022	May 1, 2021	January 29, 2022
<b>ASSETS</b>			
Current assets:			
Cash and cash equivalents	\$ 1,035.0	\$ 694.7	\$ 1,271.4
Restricted cash	33.3	57.4	33.1
Receivables, net of allowance of \$3.5, \$3.7 and \$3.3, respectively	103.4	102.1	141.1
Merchandise inventories	917.6	570.9	915.0
Prepaid expenses and other current assets	240.3	232.1	238.2
Total current assets	2,329.6	1,657.2	2,598.8
Property and equipment, net of accumulated depreciation of \$993.6, \$1,109.9, and \$1,029.8, respectively	157.4	192.6	163.6
Operating lease right-of-use assets	568.7	654.2	586.6
Deferred income taxes	16.7	—	16.3
Long-term restricted cash	15.3	18.7	15.4
Other noncurrent assets	37.8	40.0	118.6
Total assets	\$ 3,125.5	\$ 2,562.7	\$ 3,499.3
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>			
Current liabilities:			
Accounts payable	\$ 386.8	\$ 388.6	\$ 471.0
Accrued liabilities and other current liabilities	533.3	561.8	668.9
Current portion of operating lease liabilities	200.3	219.4	210.7
Current portion of long-term debt	6.5	48.1	4.1
Total current liabilities	1,126.9	1,217.9	1,354.7
Long-term debt	35.7	—	40.5
Operating lease liabilities	374.5	445.0	393.7
Other long-term liabilities	137.7	20.3	107.9
Total liabilities	1,674.8	1,683.2	1,896.8
Stockholders' equity:			
Class A common stock — \$.001 par value; 300 shares authorized; 75.9, 69.3 and 75.9 shares issued and outstanding, respectively	0.1	0.1	0.1
Additional paid-in capital	1,587.5	518.5	1,577.5
Accumulated other comprehensive loss	(72.6)	(47.2)	(68.7)
Retained (loss) earnings	(64.3)	408.1	93.6
Total stockholders' equity	1,450.7	879.5	1,602.5
Total liabilities and stockholders' equity	\$ 3,125.5	\$ 2,562.7	\$ 3,499.3

See accompanying notes to consolidated financial statements.

**GAMESTOP CORP.**  
**CONSOLIDATED STATEMENTS OF OPERATIONS**

(in millions, except per share data)  
(unaudited)

	Three Months Ended	
	April 30, 2022	May 1, 2021
Net sales	\$ 1,378.4	\$ 1,276.8
Cost of sales	1,079.9	946.7
Gross profit	298.5	330.1
Selling, general and administrative expenses	452.2	370.3
Asset impairments	—	0.6
Operating loss	(153.7)	(40.8)
Interest expense, net	0.7	24.7
Loss before income taxes	(154.4)	(65.5)
Income tax expense	3.5	1.3
Net loss	\$ (157.9)	\$ (66.8)
Net loss per share:		
Basic	\$ (2.08)	\$ (1.01)
Diluted	(2.08)	(1.01)
Weighted-average shares outstanding:		
Basic	75.9	66.0
Diluted	75.9	66.0

See accompanying notes to consolidated financial statements.

**GAMESTOP CORP.**  
**CONSOLIDATED STATEMENTS OF COMPREHENSIVE LOSS**

(in millions)  
(unaudited)

	Three Months Ended	
	April 30, 2022	May 1, 2021
Net loss	\$ (157.9)	\$ (66.8)
Other comprehensive loss:		
Foreign currency translation adjustment	(3.9)	2.1
Total comprehensive loss	<u>\$ (161.8)</u>	<u>\$ (64.7)</u>

See accompanying notes to consolidated financial statements.

**GAMESTOP CORP.**  
**CONSOLIDATED STATEMENTS OF CASH FLOWS**

(in millions)  
(unaudited)

	Three Months Ended	
	April 30, 2022	May 1, 2021
Cash flows from operating activities:		
Net loss	\$ (157.9)	\$ (66.8)
Adjustments to reconcile net loss to net cash flows from operating activities:		
Depreciation and amortization	17.1	18.7
Stock-based compensation expense	11.1	5.7
Gain on sale of digital assets	(6.9)	—
Digital asset impairments	33.7	—
Asset impairments	—	0.6
Loss on disposal of property and equipment, net	0.4	0.4
Loss on retirement of debt	—	18.2
Other, net	(4.8)	(0.5)
Changes in operating assets and liabilities:		
Receivables, net	36.3	3.1
Merchandise inventories	(9.9)	32.4
Prepaid expenses and other assets	(30.3)	(2.9)
Prepaid income taxes and income taxes payable	3.5	(1.2)
Accounts payable and accrued liabilities	(179.8)	(11.4)
Operating lease right-of-use assets and lease liabilities	(16.4)	(15.0)
Changes in other long-term liabilities	—	(0.1)
Net cash flows used in operating activities	(303.9)	(18.8)
Cash flows from investing activities:		
Proceeds from sale of digital assets	76.9	—
Capital expenditures	(10.8)	(14.7)
Net cash flows provided by (used in) investing activities	66.1	(14.7)
Cash flows from financing activities:		
Proceeds from issuance of common stock, net of costs	—	551.7
Repayments of revolver borrowings	—	(25.0)
Payments of senior notes	—	(307.4)
Settlement of stock-based awards	(1.1)	(49.9)
Other	—	(0.1)
Net cash flows (used in) provided by financing activities	(1.1)	169.3
Exchange rate effect on cash, cash equivalents and restricted cash	2.6	—
(Decrease) increase in cash, cash equivalents and restricted cash	(236.3)	135.8
Cash, cash equivalents and restricted cash at beginning of period	1,319.9	635.0
Cash, cash equivalents and restricted cash at end of period	\$ 1,083.6	\$ 770.8

See accompanying notes to consolidated financial statements.

**GAMESTOP CORP.**  
**CONSOLIDATED STATEMENTS OF STOCKHOLDERS' EQUITY**

(in millions, except for per share data)  
(unaudited)

	Class A Common Stock		Additional Paid-in Capital	Accumulated Other Comprehensive Loss	Retained Earnings	Total Stockholders' Equity
	Shares	Amount				
Balance at January 29, 2022	75.9	\$ 0.1	\$ 1,577.5	\$ (68.7)	\$ 93.6	\$ 1,602.5
Net loss	—	—	—	—	(157.9)	(157.9)
Foreign currency translation	—	—	—	(3.9)	—	(3.9)
Stock-based compensation expense	—	—	11.1	—	—	11.1
Settlement of stock-based awards	—	—	(1.1)	—	—	(1.1)
Balance at April 30, 2022	75.9	\$ 0.1	\$ 1,587.5	\$ (72.6)	\$ (64.3)	\$ 1,450.7

	Class A Common Stock		Additional Paid-in Capital	Accumulated Other Comprehensive Loss	Retained Earnings	Total Stockholders' Equity
	Shares	Amount				
Balance at January 30, 2021	65.3	\$ 0.1	\$ 11.0	\$ (49.3)	\$ 474.9	\$ 436.7
Net loss	—	—	—	—	(66.8)	(66.8)
Issuance of common stock, net of cost	3.5	—	551.7	—	—	551.7
Foreign currency translation	—	—	—	2.1	—	2.1
Stock-based compensation expense	—	—	5.7	—	—	5.7
Settlement of stock-based awards	0.5	—	(49.9)	—	—	(49.9)
Balance at May 1, 2021	69.3	\$ 0.1	\$ 518.5	\$ (47.2)	\$ 408.1	\$ 879.5

See accompanying notes to consolidated financial statements.

**GAMESTOP CORP.**  
**NOTES TO UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS**  
(Tabular amounts in millions, except per share amounts)  
(unaudited)

**1. General Information**

***The Company***

GameStop Corp. ("GameStop," "we," "us," "our," or the "Company") offers games, entertainment products and technology through its ecommerce properties and stores.

We operate our business in four geographic segments: United States, Canada, Australia and Europe. The information contained in these consolidated financial statements refers to continuing operations unless otherwise noted.

***Basis of Presentation and Consolidation***

The consolidated financial statements include our accounts and the accounts of our wholly-owned subsidiaries. All intercompany accounts and transactions have been eliminated in consolidation. The consolidated financial statements included herein reflect all adjustments (consisting only of normal, recurring adjustments) which are, in our opinion, necessary for a fair presentation of the information for the periods presented. These consolidated financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America ("GAAP") for interim financial information and the instructions to Quarterly Report on Form 10-Q and Article 10 of Regulation S-X. Accordingly, they exclude certain disclosures required under GAAP for complete consolidated financial statements.

The accompanying consolidated financial statements and notes are unaudited. The consolidated financial statements should be read in conjunction with our Annual Report on Form 10-K for the 52 weeks ended January 29, 2022, as filed with the Securities and Exchange Commission ("SEC") on March 17, 2022 (the "2021 Annual Report on Form 10-K"). Due to the seasonal nature of our business, our results of operations for the three months ended April 30, 2022 are not indicative of our future results for the 52 weeks ending January 28, 2023. Our fiscal year is composed of the 52 or 53 weeks ending on the Saturday closest to the last day of January. Each of our fiscal years ending January 28, 2023 and January 29, 2022 consist of 52 weeks. All three month periods presented herein contain 13 weeks. All references to years, quarters and months relate to fiscal periods rather than calendar periods. Our business, like that of many retailers, is seasonal, with the major portion of the net sales realized during the fourth quarter, which includes the holiday selling season.

***Use of Estimates***

The preparation of the consolidated financial statements in conformity with GAAP requires us to make estimates and assumptions that affect the amounts reported and disclosed in the consolidated financial statements and accompanying footnotes. We regularly evaluate the estimates related to our assets and liabilities, contingent assets and liabilities, and the reported amounts of revenues and expenses. In preparing these consolidated financial statements, we have made our best estimates and judgments of certain amounts recognized in the consolidated financial statements, giving due consideration to materiality. Changes in the estimates and assumptions that we have used could have a significant impact on our financial results. Actual results could differ from those estimates.

**2. Summary of Significant Accounting Policies**

There have been no material changes to our significant accounting policies included in [Note 2](#), "Summary of Significant Accounting Policies," in the 2021 Annual Report on Form 10-K. Included below are certain updates related to those policies.

***Digital Assets***

We account for digital assets in accordance with ASC 350, *Intangibles-Goodwill and Other (Topic 350)*. Our digital assets are indefinite-lived intangible assets which are initially recorded at cost. Accordingly, if the fair market value at any point during the reporting period is lower than the carrying value, an impairment loss equal to the difference will be recognized in selling, general and administrative ("SG&A") expenses in our Consolidated Statement of Operations. Impairment losses cannot be recovered for any subsequent increase in fair value until the sale or disposal of the asset. Gains on the sale of digital assets, if any, will be recognized based on the fair value upon sale or disposal of the assets in SG&A expenses in our Consolidated Statement of Operations.

**GAMESTOP CORP.**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**

(Tabular amounts in millions, except per share amounts)  
(unaudited)

In January 2022, we entered into a partnership with Immutable X Pty Limited ("IMX") and Digital Worlds NFTs Ltd. ("Digital Worlds") pursuant to which the Company was entitled to receive digital assets in the form of IMX tokens once certain milestones have been achieved. Upon entering the agreement, we recognized the fair value of noncurrent receivables and deferred income of \$79.0 million. In February 2022, upon announcement of the agreement, we recognized the fair value of noncurrent receivables and deferred income of \$31.7 million. Noncurrent receivables and deferred income are recognized in other noncurrent assets and other long-term liabilities, respectively, on our Consolidated Balance Sheets. Once the IMX tokens were received, we recorded the digital asset as an indefinite-lived intangible asset and derecognized the noncurrent receivable. The deferred income is recognized over the term of the agreement. During the first quarter of 2022, we recognized \$13.9 million of income in SG&A expenses in our Consolidated Statement of Operations. In February 2022, we sold the digital assets related to this transaction and recognized a gain on sale of \$6.9 million in SG&A expenses in our Consolidated Statement of Operations.

#### **At-the-Market Equity Offering**

During the three months ended May 1, 2021, we sold an aggregate of 3,500,000 shares of our common stock under our at-the market equity offering program (the "ATM Transaction"). We generated \$556.7 million in aggregate gross proceeds from sales under the ATM Transaction and paid an aggregate of \$5.0 million in commissions to the sales agent, among other legal and administrative fees. These commissions and fees are recognized in additional paid-in capital on our Consolidated Balance Sheets and SG&A expenses in our Consolidated Statements of Operations.

### **3. Recently Adopted Accounting Standards**

In March 2020, the FASB issued ASU 2020-04, Reference Rate Reform (Topic 848): Facilitation of the Effects of Reference Rate Reform on Financial Reporting. This standard provides practical expedients for contract modifications with the transition from reference rates, such as LIBOR, that are expected to be discontinued. This guidance is applicable for our revolving line of credit, which uses LIBOR as a reference rate. The provisions of ASU 2020-04 are effective as of March 12, 2020 and may be adopted prospectively through December 31, 2022. As of January 30, 2022, we adopted this ASU with no material impact to our consolidated financial statements.

In December 2019, the FASB issued ASU 2019-12, Income Taxes (Topic 740): Simplifying the Accounting for Income Taxes. This standard is intended to simplify the accounting and disclosure requirements for income taxes by eliminating various exceptions in accounting for income taxes as well as clarifying and amending existing guidance to improve consistency in application of ASC 740. The provisions of ASU 2019-12 are effective for fiscal years beginning after December 15, 2021, with early adoption permitted. As of January 30, 2022, we adopted this ASU with no material impact to our consolidated financial statements.

### **4. Revenue**

The following table presents net sales by significant product category:

	Three Months Ended	
	April 30, 2022	May 1, 2021
Hardware and accessories <sup>(1)</sup>	\$ 673.8	\$ 703.5
Software <sup>(2)</sup>	483.7	397.9
Collectibles	220.9	175.4
Total	\$ 1,378.4	\$ 1,276.8

(1) Includes sales of new and pre-owned hardware, accessories, hardware bundles in which hardware and digital or physical software are sold together in a single SKU, interactive game figures, strategy guides, mobile and consumer electronics.

(2) Includes sales of new and pre-owned gaming software, digital software, and PC entertainment software.

See [Note 9](#), "Segment Information," for net sales by geographic location.

#### **Performance Obligations**

We have arrangements with customers where our performance obligations are satisfied over time, which primarily relate to extended warranties and our *Game Informer*® magazine. We expect to recognize revenue in future periods for remaining performance obligations we have associated with unredeemed gift cards, trade-in credits, reservation deposits and our PowerUp Rewards loyalty program (collectively, "unredeemed customer liabilities"), extended warranties and subscriptions to our *Game Informer*® magazine.

Performance obligations associated with unredeemed customer liabilities are primarily satisfied at the time customers redeem gift cards, trade-in credits, customer deposits or loyalty program points for products that we offer. Unredeemed customer liabilities are generally redeemed within one year of issuance.

**GAMESTOP CORP.**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
(Tabular amounts in millions, except per share amounts)  
(unaudited)

We offer extended warranties on certain new and pre-owned products with terms generally ranging from 12 to 24 months, depending on the product. Revenues for extended warranties sold are recognized on a straight-line basis over the life of the contract.

Performance obligations associated with subscriptions to *Game Informer*® magazine are satisfied when periodic magazines are delivered in print form or made available in digital format.

The following table presents our performance obligations:

	Three Months Ended	
	April 30, 2022	May 1, 2021
Unredeemed customer liabilities	\$ 201.3	\$ 200.3
Extended warranties	84.7	81.0
Subscription	44.0	41.3

### Significant Judgments and Estimates

We accrue PowerUp Rewards loyalty points at the estimated retail price per point, net of estimated breakage, which can be redeemed by loyalty program members for products we offer. The estimated retail price per point is based on the actual historical retail prices of products purchased through the redemption of loyalty points. We estimate breakage of loyalty points and unredeemed gift cards based on historical redemption rates.

### Contract Balances

Our contract liabilities primarily consist of unredeemed customer liabilities and deferred revenues associated with gift cards, extended warranties and subscriptions to *Game Informer*® magazine.

The following table presents a rollforward of our contract liabilities:

	April 30, 2022	May 1, 2021
Contract liability beginning balance	\$ 378.3	\$ 348.2
Increase to contract liabilities <sup>(1)</sup>	207.0	208.7
Decrease to contract liabilities <sup>(2)</sup>	(253.5)	(234.5)
Other adjustments <sup>(3)</sup>	(1.8)	0.2
Contract liability ending balance	<u>\$ 330.0</u>	<u>\$ 322.6</u>

(1) Includes issuances of gift cards, trade-in credits and loyalty points, new reservation deposits, new subscriptions to *Game Informer*® and extended warranties sold.

(2) Includes redemptions of gift cards, trade-in credits, loyalty points and customer deposits and revenues recognized for *Game Informer*® and extended warranties. During the three months ended April 30, 2022, there were \$27.3 million of gift cards redeemed that were outstanding as of January 29, 2022. During the three months ended May 1, 2021, there were \$23.5 million of gift cards redeemed that were outstanding as of January 30, 2021.

(3) Primarily includes foreign currency translation adjustments.

## 5. Fair Value Measurements and Financial Instruments

Fair value is defined as the price that would be received from selling an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Applicable accounting standards require disclosures that categorize assets and liabilities measured at fair value into one of three different levels depending on the observability of the inputs employed in the measurement. Level 1 inputs are quoted prices in active markets for identical assets or liabilities. Level 2 inputs are observable inputs other than quoted prices included in Level 1 for the asset or liability, either directly or indirectly through market-corroborated inputs. Level 3 inputs are unobservable inputs for the asset or liability reflecting our assumptions about pricing by market participants.

**GAMESTOP CORP.**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
(Tabular amounts in millions, except per share amounts)  
(unaudited)

**Assets and Liabilities that are Measured at Fair Value on a Recurring Basis**

Assets and liabilities that are measured at fair value on a recurring basis include our foreign currency contracts, Company-owned life insurance policies with a cash surrender value, and certain nonqualified deferred compensation liabilities.

We value our foreign currency contracts, life insurance policies with cash surrender values and certain nonqualified deferred compensation liabilities based on Level 2 inputs using quotations provided by major market news services, such as *Bloomberg*, and industry-standard models that consider various assumptions, including quoted forward prices, time value, volatility factors, and contractual prices for the underlying instruments, and other relevant economic measures, all of which are observable in active markets. When appropriate, valuations are adjusted to reflect credit considerations, generally based on available market evidence.

The following table presents our assets and liabilities measured at fair value on a recurring basis, which utilize Level 2 inputs:

	April 30, 2022	May 1, 2021	January 29, 2022
<b>Assets</b>			
Foreign currency contracts <sup>(1)</sup>	\$ 4.7	\$ 2.7	\$ 3.8
Company-owned life insurance <sup>(2)</sup>	0.5	2.8	0.6
Total assets	<u>\$ 5.2</u>	<u>\$ 5.5</u>	<u>\$ 4.4</u>
<b>Liabilities</b>			
Foreign currency contracts <sup>(3)</sup>	\$ —	\$ 0.8	\$ 0.4
Nonqualified deferred compensation <sup>(3)</sup>	0.5	0.6	0.6
Total liabilities	<u>\$ 0.5</u>	<u>\$ 1.4</u>	<u>\$ 1.0</u>

(1) Recognized in prepaid expenses and other current assets on our Consolidated Balance Sheets.

(2) Recognized in other noncurrent assets on our Consolidated Balance Sheets.

(3) Recognized in accrued liabilities and other current liabilities on our Consolidated Balance Sheets.

**Assets that are Measured at Fair Value on a Nonrecurring Basis**

Assets that are measured at fair value on a nonrecurring basis relate primarily to property and equipment, operating lease right-of-use ("ROU") assets and other intangible assets, including digital assets, which are remeasured when the estimated fair value is below its carrying value. When we determine that impairment has occurred, the carrying value of the asset is reduced to its fair value. Fair value of digital assets held are based on Level 2 inputs, as described above, and impairment losses for digital assets cannot be recovered for any subsequent increase in fair value until the sale or disposal of the asset.

During the three months ended April 30, 2022, we recognized impairment charges of \$33.7 million associated with digital assets in SG&A expenses in our Consolidated Statements of Operations. These charges were recognized in the United States segment.

During the three months ended May 1, 2021, we recognized impairment charges totaling \$0.6 million associated with store-level ROU assets to reflect their fair values in asset impairments in our Consolidated Statements of Operations. These charges were recognized in our United States segment.

The carrying values of our cash and cash equivalents, restricted cash, net receivables, accounts payable and current portion of debt approximate their fair values due to their short-term maturities.

As of April 30, 2022, our government-guaranteed low interest French term loans due October 2022 through October 2026 ("French Term Loans") had a carrying value of \$42.2 million and a fair value of \$39.0 million. The fair values of our French Term Loans were estimated based on a model that discounted future principal and interest payments at interest rates available to us at the end of the period for similar debt of the same maturity, which is a Level 2 input as defined by the fair value hierarchy.

**GAMESTOP CORP.**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
(Tabular amounts in millions, except per share amounts)  
(unaudited)

**6. Debt**

During 2020, our French subsidiary, Micromania SAS, entered into six separate unsecured term loans for a total of €40.0 million, or \$42.2 million, as of April 30, 2022. In the second quarter of 2021, at the request of Micromania SAS, these term loans were extended for five years, with an amortization plan for the principal starting in October 2022. The interest rate is 0.7% for three of the term loans totaling €20.0 million, and 1% for the remaining three term loans totaling €20.0 million. The French government has guaranteed 90% of the term loans pursuant to a state guaranteed loan program instituted in connection with the COVID-19 pandemic.

As of April 30, 2022, May 1, 2021 and January 29, 2022 there was \$42.2 million, \$48.1 million and \$44.6 million of outstanding debt, including \$6.5 million, \$48.1 million and \$4.1 million of short-term and current debt, respectively, which represents the current portion of the French Term Loans.

**7. Commitments and Contingencies****Letter of Credit Facilities**

We maintain uncommitted letter of credit facilities with certain lenders that provide for the issuance of letters of credit and bank guarantees, at times supported by cash collateral. As of April 30, 2022, we had approximately \$14.4 million of outstanding letters of credit and bank guarantees under these facilities.

During the three months ended April 30, 2022, there were no material changes to our commitments as disclosed in our 2021 Annual Report on Form 10-K except as discussed in [Note 6](#), "Debt."

**Legal Proceedings**

In the ordinary course of business, we are, from time to time, subject to various legal proceedings, including matters involving wage and hour employee class actions, stockholder actions and consumer class actions. We may enter into discussions regarding settlement of these and other types of lawsuits, and may enter into settlement agreements, if we believe settlement is in the best interest of our stockholders. We do not believe that any such existing legal proceedings or settlements, individually or in the aggregate, will have a material effect on our financial condition, results of operations or liquidity.

**8. Earnings Per Share**

Basic net income (loss) per common share is computed by dividing the net income (loss) available to common stockholders by the weighted-average number of common shares outstanding during the period. Diluted net income (loss) per common share is computed by dividing the net income (loss) available to common stockholders by the weighted-average number of common shares outstanding and potentially dilutive securities outstanding during the period. Potentially dilutive securities include stock options, unvested restricted stock and unvested restricted stock units outstanding during the period, using the treasury stock method. Potentially dilutive securities are excluded from the computations of diluted earnings per share if their effect would be anti-dilutive. A net loss from continuing operations causes all potentially dilutive securities to be anti-dilutive. We have certain undistributed stock awards that participate in dividends on a non-forfeitable basis, however, their impact on earnings per share under the two-class method is negligible.

The following table presents a reconciliation of shares used in calculating basic and diluted net loss per common share:

	Three Months Ended	
	April 30, 2022	May 1, 2021
Weighted-average common shares outstanding	75.9	66.0
Dilutive effect of restricted stock awards	—	—
Weighted-average diluted common shares	75.9	66.0
Anti-dilutive shares:		
Restricted stock units	1.2	—
Restricted stock	0.2	2.6

As of April 30, 2022 and May 1, 2021 there were 1.4 million and 2.6 million, respectively, of unvested restricted stock and restricted stock units. As of April 30, 2022 and May 1, 2021 there were 77.3 million and 71.9 million, respectively, of shares of Class A common stock that are legally issued and outstanding or are unvested restricted share units that represent a right to one share of Class A Common Stock.

As of April 30, 2022, 12.7 million shares of our Class A common stock were directly registered with our transfer agent.

**GAMESTOP CORP.**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
(Tabular amounts in millions, except per share amounts)  
(unaudited)

**9. Segment Information**

We operate our business in four geographic segments: United States, Canada, Australia and Europe.

We identified segments based on a combination of geographic areas and management responsibility. Segment results for the United States include retail operations in 50 states; our ecommerce operations; and *Game Informer*® magazine. The United States segment also includes general and administrative expenses related to our corporate offices in the United States. Segment results for Canada include retail and ecommerce operations in Canada and segment results for Australia include retail and ecommerce operations in Australia and New Zealand. Segment results for Europe include retail and ecommerce operations in six countries. We measure segment profit using operating earnings, which is defined as income (loss) from operations before intercompany royalty fees, net interest expense and income taxes. Transactions between reportable segments consist primarily of royalties, management fees, intersegment loans and related interest. There were no material intersegment sales during the three months ended April 30, 2022 and May 1, 2021.

	United States	Canada	Australia	Europe	Consolidated
<b>Three months ended April 30, 2022</b>					
Net sales	\$ 995.3	\$ 76.9	\$ 126.7	\$ 179.5	\$ 1,378.4
Operating loss	(144.2)	(1.1)	1.6	(10.0)	(153.7)
<b>Three months ended May 1, 2021</b>					
Net sales	\$ 966.3	\$ 61.9	\$ 114.8	\$ 133.8	\$ 1,276.8
Operating loss	(3.6)	(2.9)	(0.4)	(33.9)	(40.8)

**10. Income Taxes**

The Coronavirus Aid, Relief, and Economic Securities Act (the "CARES Act"), which was enacted on March 27, 2020 in the United States, included measures to assist companies, including temporary changes to income and non-income-based tax laws. As of April 30, 2022, we have a \$168.6 million U.S. federal income tax receivable resulting from the carryback of net operating losses allowed pursuant to the CARES Act. Income tax receivable is recognized in prepaid expenses and other current assets on our Consolidated Balance Sheets.

Our interim tax provision is determined using an estimated annual effective tax rate and adjusted for discrete taxable events and/or adjustments that may occur during the first quarter.

We recognized an income tax expense of \$3.5 million, or (2.3)%, for the three months ended April 30, 2022 compared to an income tax expense of \$1.3 million, or (2.0)%, for the three months ended May 1, 2021. Our effective income tax rate for both periods is primarily due to not recognizing tax benefits on certain current period losses as well as forecasted income taxes due in certain foreign and state jurisdictions in which we operate.

## ITEM 2. MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS

*The following discussion should be read in conjunction with the information contained in our consolidated financial statements, including the notes thereto set forth in Part I, Item 1 of this Form 10-Q. Statements regarding future economic performance, management's plans and objectives, and any statements concerning assumptions related to the foregoing contained in Management's Discussion and Analysis of Financial Condition and Results of Operations constitute forward-looking statements. These statements are only predictions based on current expectations and assumptions and involve known and unknown risks, uncertainties and other factors that may cause our or our industry's actual results, levels of activity, performance or achievements to be materially different from any future results, levels of activity, performance or achievements expressed or implied by such forward-looking statements. All forward-looking statements included in this Form 10-Q are based upon information available to us as of the filing date of this Form 10-Q, and we undertake no obligation to update or revise any of these forward-looking statements for any reason, whether as a result of new information, future events or otherwise after the date of this Form 10-Q, except as required by law. You should not place undue reliance on these forward-looking statements. The forward-looking statements involve a number of risks and uncertainties. Although we believe that the expectations reflected in our forward-looking statements are reasonable, we cannot guarantee future results, levels of activity, performance or achievements. Certain factors, which may cause actual results to vary materially from these forward-looking statements, accompany such statements and are discussed in our Annual Report on Form 10-K for the year ended January 29, 2022, including the disclosures under Part I, Item 1A, "Risk Factors."*

### OVERVIEW

GameStop Corp. ("GameStop," "we," "us," "our," or the "Company"), a Delaware corporation established in 1996, is a leading specialty retailer offering games and entertainment products through its ecommerce properties and thousands of stores.

We operate our business in four geographic segments: United States, Canada, Australia and Europe. Our fiscal year is composed of the 52 or 53 weeks ending on the Saturday closest to the last day of January. The fiscal year ending January 28, 2023 and the fiscal year ended January 29, 2022 each consist of 52 weeks. All three month periods presented herein contain 13 weeks. All references to years, quarters and months relate to fiscal periods rather than calendar periods. The discussion and analysis of our results of operations refers to continuing operations unless otherwise noted. Our business, like that of many retailers, is seasonal, with the major portion of the net sales realized during the fourth quarter, which includes the holiday selling season.

### BUSINESS PRIORITIES

GameStop is on a strategic path to fully leverage our unique position and brand in gaming. GameStop is focused on transforming into a customer-obsessed technology company to delight gamers and is actively focused on efforts to (1) establish ecommerce excellence (2) expand our selection to deliver a market-leading offering in gaming & entertainment, (3) leverage existing strengths and assets, and (4) invest in new growth opportunities.

We are taking steps that include:

- Increasing the size of our addressable market by offering vast product selection and growing our product catalog across PC gaming, collectibles, consumer electronics, toys, augmented reality, virtual reality, blockchain technology, and other categories that represent the natural extensions of our business;
- Expanding fulfillment operations to improve speed of delivery and service to our customers;
- Building a superior customer experience, including by establishing a U.S.-based customer care operation supported by frictionless ecommerce and in-store experience; and
- Strengthening technology capabilities, including by investing in new systems, modernized ecommerce assets and an expanded, experienced talent base.

In May 2022, we announced the launch of our digital asset wallet to allow gamers and others to store, send, receive and use cryptocurrencies and non-fungible tokens ("NFTs") across decentralized apps. The wallet represents our first step into blockchain technology products, and will also enable transactions on GameStop's NFT marketplace when it launches in the second quarter of 2022.

We believe these future transformation efforts are an important aspect of our continued business to enable long-term value creation for our shareholders. Accordingly, we prioritize long-term revenue growth and market leadership over short-term margins. The Company will continue to invest in growth initiatives, while continuing to prioritize maintaining a strong balance sheet. Connected to our transformation efforts, we have incurred and may continue to incur severance, store closure costs and expenses for consultants and advisors. See "Consolidated Results of Operations—Selling, General and Administrative Expenses" for additional information.

## CONSOLIDATED RESULTS OF OPERATIONS

The following table presents certain statement of operations items and as a percentage of net sales:

	Three Months Ended				Change	
	April 30, 2022		May 1, 2021		\$	%
	Amount	Percent of Net Sales	Amount	Percent of Net Sales		
Net sales	\$ 1,378.4	100.0 %	\$ 1,276.8	100.0 %	\$ 101.6	8.0 %
Cost of sales	1,079.9	78.3	946.7	74.1	133.2	14.1
Gross profit	298.5	21.7	330.1	25.9	(31.6)	(9.6)
Selling, general and administrative expenses	452.2	32.8	370.3	29.0	81.9	22.1
Asset impairments	—	—	0.6	—	(0.6)	(100.0)
Operating loss	(153.7)	(11.1)	(40.8)	(3.1)	(112.9)	(276.7)
Interest expense, net	0.7	0.1	24.7	2.0	(24.0)	(97.2)
Loss before income taxes	(154.4)	(11.2)	(65.5)	(5.1)	(88.9)	(135.7)
Income tax expense	3.5	0.3	1.3	0.1	2.2	169.2
Net loss	\$ (157.9)	(11.5)%	\$ (66.8)	(5.2)%	\$ (91.1)	(136.4)%

### The Three Months Ended April 30, 2022 Compared to the Three Months Ended May 1, 2021

#### Net Sales

The following table presents net sales by significant product category:

	Three Months Ended				Change	
	April 30, 2022		May 1, 2021		\$	%
	Net Sales	Percent of Net Sales	Net Sales	Percent of Net Sales		
Hardware and accessories	\$ 673.8	48.9 %	\$ 703.5	55.1 %	\$ (29.7)	(4.2)%
Software	483.7	35.1	397.9	31.2	85.8	21.6
Collectibles	220.9	16.0	175.4	13.7	45.5	25.9
Total	\$ 1,378.4	100.0 %	\$ 1,276.8	100.0 %	\$ 101.6	8.0 %

The following table presents net sales by reportable segment:

	Three Months Ended				Change	
	April 30, 2022		May 1, 2021		\$	%
	Net Sales	Percent of Net Sales	Net Sales	Percent of Net Sales		
United States	\$ 995.3	72.2 %	\$ 966.3	75.7 %	\$ 29.0	3.0 %
Canada	76.9	5.6	61.9	4.8	15.0	24.2
Australia	126.7	9.2	114.8	9.0	11.9	10.4
Europe	179.5	13.0	133.8	10.5	45.7	34.2
Total	\$ 1,378.4	100.0 %	\$ 1,276.8	100.0 %	\$ 101.6	8.0 %

For the first quarter of 2022, net sales increased \$101.6 million or 8.0% compared to the same prior year period. During the first quarter of 2022, net sales in our United States, Canada, Europe, and Australia segments increased by 3.0%, 24.2%, 34.2%, 10.4%, respectively, when compared to the same period last year. Our increase in net sales for the first quarter of 2022 was primarily attributable to the demand of recent gaming software on Sony and Microsoft's platforms, the continued sell-through of the Nintendo gaming product lines, and growth in our PC gaming product category, partially offset by a decline in new gaming hardware sales due to supply chain constraints and consumer demand.

#### Gross Profit

Gross profit decreased \$31.6 million, or 9.6% during the first quarter of 2022 compared to the same period last year. Gross profit as a percentage of net sales declined to 21.7%, or 420 basis points, compared to 25.9% in the prior year quarter. Our gross profit for fiscal 2022 reflects increased freight costs driven by supply chain disruptions, incremental inventory reserves, market pressures, and a shift in product mix towards higher dollar lower margin categories.

### **Selling, General and Administrative Expenses**

Selling, general and administrative expenses ("SG&A") increased \$81.9 million or 22.1% for the first quarter of 2022, compared to the same prior year period. SG&A expenses as a percentage of sales increased to 32.8% during the first quarter of 2022 compared to 29.0% during the first quarter of 2021. SG&A expenses as a percentage of sales increased primarily due to costs associated with our transformation into a technology company, which include increased labor costs as the Company in-sources talent, investments in technology to support growth, and expansion of fulfillment capabilities. We expect to continue to incur costs associated with our transformation initiatives. The increase is also attributable to the net impact of digital asset related activities, partially offset by the continued benefit from lower store occupancy costs as a percent of sales driven by our cost reduction initiatives in 2020 and 2021. These reduction initiatives include 132 permanent store closures since May 1, 2021.

### **Interest Expense, Net**

During the first quarter of 2022, interest expense, net was \$0.7 million, which decreased by \$24.0 million compared to the same period in 2021 primarily due to our prior year repayment of the \$73.2 million aggregate principal amount of our then outstanding 6.75 % Senior Notes due 2021 (the "2021 Senior Notes") and the remaining \$216.4 million aggregate principal amount of our then outstanding 10% Senior Notes due 2023 (the "2023 Senior Notes").

### **Income Tax Expense**

We recognized income tax expense of \$3.5 million for the first quarter of 2022 compared to an income tax expense of \$1.3 million for the same period in 2021. Our effective income tax rate decreased to (2.3)% for the first quarter of 2022 compared to (2.0)% for the first quarter of 2021. The decrease in the effective income tax rate compared to the prior year quarter was primarily due to a change in earnings mix.

See Item 1 of Part I, "Notes to the Consolidated Financial Statements", [Note 10](#), "Income Taxes," for additional information.

## **LIQUIDITY AND CAPITAL RESOURCES**

### **Overview**

Our principal sources of liquidity are cash from operations, cash on hand, and borrowings from the capital markets, which include our revolving credit facilities. As of April 30, 2022, we had total unrestricted cash on hand of \$1.0 billion and an additional \$398.8 million of available borrowing capacity under our revolving credit facilities. On March 15, 2021, we repaid our outstanding borrowings of \$25.0 million under our then outstanding asset-based revolving credit facility (the "2022 Revolver").

During the three months ended May 1, 2021, we sold an aggregate of 3,500,000 shares of our common stock under our at-the market equity offering program (the "ATM Transactions"). We generated \$556.7 million in aggregate gross proceeds from sales under the ATM Transactions, and paid an aggregate of \$5.0 million in commissions to the sales agent, among other legal and administrative fees. These commissions and fees are recognized in additional paid-in capital on our Consolidated Balance Sheets and selling, general and administration expenses in our Consolidated Statements of Operations. The net proceeds generated from sales under the ATM Transactions have been, and are expected to be, used for working capital and general corporate purposes, including repayment of indebtedness, funding our transformation, growth initiatives and product category expansion efforts, and capital expenditures and the satisfaction of our tax withholding obligations upon the vesting of shares of restricted stock held by our executive officers and other employees.

Additionally, during the first quarter of 2021, we repaid the remaining \$73.2 million aggregate principal amount of our then outstanding 2021 Senior Notes and the remaining \$216.4 million aggregate principal amount of our then outstanding 2023 Senior Notes. In the second quarter of 2021, the six separate unsecured term loans held by our French subsidiary, Micromania SAS, for a total of €40.0 million (\$42.2 million as of April 30, 2022) were extended for five years.

On an ongoing basis, we evaluate and consider certain strategic operating alternatives, including divestitures, restructuring or dissolution of unprofitable business segments, as well as equity and debt financing alternatives that we believe may enhance stockholder value. The nature, amount and timing of any strategic operational change, or financing transactions that we might pursue will depend on a variety of factors, including, as of the applicable time, our available cash and liquidity and operating performance; our commitments and obligations; our capital requirements; limitations imposed under our credit arrangements; and overall market conditions.

Many of our vendors have been impacted by volatility in the supply chain financing market. Our vendors have requested and may continue to request credit support collateral for our inventory purchase obligations and the levels of such collateral will depend on a variety of factors including our inventory purchase levels, available payment terms for inventories, availability of borrowing capacity under our credit facilities, favorable credit terms and costs of providing collateral.

### **Sources of Liquidity; Uses of Capital**

We utilize cash generated from operations and have funds available to us under our revolving credit facility to cover seasonal fluctuations in cash flows and to support our various initiatives. Our cash and cash equivalents are carried at cost and consist primarily of U.S. and Government Prime money market funds and cash deposits with commercial banks.

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In November 2021 we entered into a credit agreement for a secured asset-based credit facility comprised of a \$500 million revolving line of credit which matures in November 2026 ("2026 Revolver"), and includes a \$50 million swing loan revolving sub-facility, a \$50 million Canadian revolving sub-facility, and a \$250 million letter of credit sublimit. As of the end of the first quarter of 2022, based on our borrowing base and amounts reserved for outstanding letters of credit, total effective availability under the 2026 Revolver was \$398.8 million. As of April 30, 2022, no loan amounts were outstanding under the 2026 Revolver and \$51.2 million of standby letters of credit were issued and undrawn under the 2026 Revolver.

Separate from the 2026 Revolver, we maintain uncommitted facilities with certain lenders that provide for the issuance of letters of credit and bank guarantees, at times supported by cash collateral. As of April 30, 2022, we had \$14.4 million of outstanding letters of credit and other bank guarantees under facilities outside of the 2026 Revolver.

### Cash Flows

	Three months ended		
	April 30, 2022	May 1, 2021	Change
Cash used in operating activities	\$ (303.9)	\$ (18.8)	\$ (285.1)
Cash provided by (used in) investing activities	66.1	(14.7)	80.8
Cash (used in) provided by financing activities	(1.1)	169.3	(170.4)
Exchange rate effect on cash, cash equivalents and restricted cash	2.6	—	2.6
(Decrease) increase in cash, cash equivalents and restricted cash	<u>\$ (236.3)</u>	<u>\$ 135.8</u>	<u>\$ (372.1)</u>

### Operating Activities

During the three months ended April 30, 2022, cash flows from operating activities were an outflow of \$303.9 million, compared with an outflow of \$18.8 million during the same period last year. Cash used in operating activities was primarily due to a \$179.8 million decrease in trade payables and customer liabilities for the pay down of merchandise inventory purchases. Cash used in operating activities during the three months ended May 1, 2021 was primarily impacted by the \$17.8 million make-whole premium related to the early redemption of the outstanding balance of the 2023 Senior Notes, and stock-based compensation.

### Investing Activities

Cash flows from investing activities were an inflow of \$66.1 million during the three months ended April 30, 2022 compared to an outflow of \$14.7 million during the same period last year. Cash provided by investing activities during the three months ended April 30, 2022 was primarily attributable to proceeds from the sale of digital assets, partially offset by technological investments, and investments in two new fulfillment centers. Cash used in investing activities during the three months ended May 1, 2021 was primarily attributable to higher capital expenditures.

### Financing Activities

Cash flows from financing activities were an outflow of \$1.1 million during the three months ended April 30, 2022 compared to an inflow of \$169.3 million during the comparable prior year period. Cash used in financing activities during the three months ended April 30, 2022 was primarily attributable to settlement of stock-based awards. Cash provided by financing activities during the three months ended May 1, 2021 was due to \$551.7 million in aggregate proceeds from the sale of shares of common stock in the ATM Offering (net of approximately \$5.0 million of commissions). We completed the voluntary redemption of our then outstanding 2023 Senior Notes for an aggregate of \$234.2 million (inclusive of a \$17.8 million make-whole premium) and repaid \$73.2 million to retire at maturity our then outstanding 2021 Senior Notes. We also repaid \$25.0M of our then outstanding borrowing under the 2022 Revolver.

### CRITICAL ACCOUNTING POLICIES

Our consolidated financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America ("GAAP") for interim financial information and exclude certain disclosures required under GAAP for complete consolidated financial statements. Preparation of these statements requires us to make judgments and estimates. Some accounting policies have a significant impact on amounts reported in these consolidated financial statements. For a summary of significant accounting policies and the means by which we develop estimates thereon, see "Part II—Item 7, Management's Discussion and Analysis of Financial Condition and Results of Operations" in our 2021 Annual Report on Form 10-K. There have been no material changes to our critical accounting policies from those included in our 2021 Annual Report on Form 10-K.

### RECENTLY ISSUED ACCOUNTING PRONOUNCEMENTS

See Item 1 of Part I, "Notes to the Consolidated Financial Statements", [Note 3](#), "Recently Adopted Accounting Standards" to our consolidated financial statements included in this Quarterly Report on Form 10-Q for a description of recent accounting pronouncements, including the expected dates of adoption and estimated effects, if any, on our consolidated financial statements.

**OFF-BALANCE SHEET ARRANGEMENTS**

We had no material off-balance sheet arrangements as of April 30, 2022 other than those disclosed in Item 1 of Part I, "Notes to the Consolidated Financial Statements", [Note 6](#), "Debt" and [Note 7](#), "Commitments and Contingencies" of our consolidated financial statements.

**ITEM 3. QUANTITATIVE AND QUALITATIVE DISCLOSURES ABOUT MARKET RISK**

There have been no material changes to our quantitative and qualitative disclosures about market risk as set forth in our 2021 Annual Report on Form 10-K.

**ITEM 4. CONTROLS AND PROCEDURES**

**Evaluation of Disclosure Controls and Procedures**

Our disclosure controls and procedures (as defined in Rules 13a-15(e) and 15d-15(e) under the Exchange Act) are designed to provide reasonable assurance that required disclosures in the reports that we file or submit under the Exchange Act has been appropriately recorded, processed, summarized and reported within the time periods specified in the Commission's rules and forms and are effective in ensuring that such information is accumulated and communicated to management, including our principal executive officer and principal financial officer, as appropriate to allow timely decisions regarding required disclosure. Our principal executive officer and principal financial officer, with assistance from other members of management, have reviewed the effectiveness of our disclosure controls and procedures as of the end of the period covered by this report and, based on that evaluation, determined that our disclosure controls and procedures were effective as of April 30, 2022 at the reasonable assurance level.

**Changes in Internal Control Over Financial Reporting**

There has not been any change in our internal control over financial reporting (as such term is defined in Rules 13a-15(f) and 15d-15(f) under the Exchange Act) during our first quarter that has materially affected, or is reasonably likely to materially affect, our internal control over financial reporting.

**PART II — OTHER INFORMATION**

**ITEM 1. LEGAL PROCEEDINGS**

The matters described in Item 1 of Part I, "Notes to the Consolidated Financial Statements", [Note 7](#) "Commitments and Contingencies - Legal Proceedings" in this Quarterly Report on Form 10-Q are incorporated by reference.

**ITEM 1A. RISK FACTORS**

Our operations and financial results are subject to various risks and uncertainties, including those described in Part I, Item 1A, "Risk Factors" in our Annual Report on Form 10-K for the year ended January 29, 2022, which could adversely affect our business, financial condition, results of operations, cash flows, and the trading price of our common and capital stock. There have been no material changes to our risk factors since our 2021 Annual Report on Form 10-K.

**ITEM 2. UNREGISTERED SALES OF EQUITY SECURITIES AND USE OF PROCEEDS**

None.

**ITEM 3. DEFAULTS UPON SENIOR SECURITIES**

None.

**ITEM 4. MINE SAFETY DISCLOSURES**

Not applicable.

**ITEM 5. OTHER INFORMATION**

On May 26, 2021, we received a request from the Staff of the SEC for the voluntary production of documents and information concerning an SEC investigation into the trading activity in our securities and the securities of other companies. On August 25, 2021, the SEC issued a subpoena calling for additional documents, as a follow up to the initial request. We have completed production of the requested documents and have been and intend to continue cooperating fully with the SEC Staff regarding this matter. This inquiry is not expected to adversely impact us.

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## ITEM 6. EXHIBITS

Exhibit Number	Description	Previously Filed as an Exhibit to and Incorporated by Reference From	Date Filed
3.1	<a href="#">Third Amended and Restated Certificate of Incorporation.</a>	Quarterly Report on Form 10-Q for the fiscal quarter ended August 3, 2013	September 11, 2013
3.2	<a href="#">Fifth Amended and Restated Bylaws.</a>	Current Report on Form 8-K	March 6, 2017
31.1	<a href="#">Certification of Chief Executive Officer pursuant to Rule 13a-14(a)/15d-14(a) under the Securities Exchange Act of 1934, as adopted pursuant to Section 302 of the Sarbanes-Oxley Act of 2002.</a>	Filed herewith.	
31.2	<a href="#">Certification of Chief Financial Officer pursuant to Rule 13a-14(a)/15d-14(a) under the Securities Exchange Act of 1934, as adopted pursuant to Section 302 of the Sarbanes-Oxley Act of 2002.</a>	Filed herewith.	
32.1	<a href="#">Certification of Chief Executive Officer pursuant to Rule 13a-14(b) under the Securities Exchange Act of 1934 and 18 U.S.C. Section 1350, as adopted pursuant to Section 906 of the Sarbanes-Oxley Act of 2002.</a>	Furnished herewith.	
32.2	<a href="#">Certification of Chief Financial Officer pursuant to Rule 13a-14(b) under the Securities Exchange Act of 1934 and 18 U.S.C. Section 1350, as adopted pursuant to Section 906 of the Sarbanes-Oxley Act of 2002.</a>	Furnished herewith.	
101.INS	XBRL Instance Document - the instance document does not appear in the Interactive Data File because its XBRL tags are embedded within the inline XBRL document.	Submitted electronically herewith.	
101.SCH	Inline XBRL Taxonomy Extension Schema	Submitted electronically herewith.	
101.CAL	Inline XBRL Taxonomy Extension Calculation Linkbase	Submitted electronically herewith.	
101.DEF	Inline XBRL Taxonomy Extension Definition Linkbase	Submitted electronically herewith.	
101.LAB	Inline XBRL Taxonomy Extension Label Linkbase	Submitted electronically herewith.	
104	Cover Page Interactive Data File (formatted as inline XBRL and contained in Exhibit 101).	Submitted electronically herewith.	



**CERTIFICATION PURSUANT TO  
17 CFR 240.13a-14(a)/15d-14(a),  
AS ADOPTED PURSUANT TO  
SECTION 302 OF THE SARBANES-OXLEY ACT OF 2002**

I, Matthew Furlong, certify that:

- 1 I have reviewed this report on Form 10-Q of GameStop Corp.;
- 2 Based on my knowledge, this report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report;
- 3 Based on my knowledge, the financial statements, and other financial information included in this report, fairly present in all material respects the financial condition, results of operations and cash flows of the registrant as of, and for, the periods presented in this report;
- 4 The registrant's other certifying officer and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Exchange Act Rules 13a-15(e) and 15d-15(e)) and internal control over financial reporting (as defined in Exchange Act Rules 13a-15(f) and 15d-15(f)) for the registrant and have:
  - a. designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this report is being prepared;
  - b. designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles;
  - c. evaluated the effectiveness of the registrant's disclosure controls and procedures and presented in this report our conclusions about the effectiveness of the disclosure controls and procedures, as of the end of the period covered by this report based on such evaluation; and
  - d. disclosed in this report any change in the registrant's internal control over financial reporting that occurred during the registrant's most recent fiscal quarter (the registrant's fourth fiscal quarter in the case of an annual report) that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting; and
- 5 The registrant's other certifying officer and I have disclosed, based on our most recent evaluation of internal control over financial reporting, to the registrant's auditors and the audit committee of registrant's board of directors (or persons performing the equivalent functions):
  - a. all significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the registrant's ability to record, process, summarize and report financial information; and
  - b. any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant's internal control over financial reporting.

Date: June 1, 2022

By: /s/ MATTHEW FURLONG  
Matthew Furlong  
Chief Executive Officer  
GameStop Corp.



**CERTIFICATION PURSUANT TO  
RULE 13a-14(b) UNDER THE SECURITIES EXCHANGE ACT OF 1934  
AND 18 U.S.C. SECTION 1350, AS ADOPTED PURSUANT TO  
SECTION 906 OF THE SARBANES-OXLEY ACT OF 2002**

In connection with the quarterly report of GameStop Corp. (the "Company") on Form 10-Q for the period ended April 30, 2022 as filed with the Securities and Exchange Commission on the date hereof (the "Report"), I, Matthew Furlong, Chief Executive Officer of the Company, certify, to the best of my knowledge, pursuant to Rule 13a-14(b) under the Securities Exchange Act of 1934 and 18 U.S.C. Section 1350, as adopted pursuant to Section 906 of the Sarbanes-Oxley Act of 2002, that:

- (1) The Report fully complies with the requirements of Section 13(a) or 15(d) of the Securities Exchange Act of 1934; and
- (2) The information contained in the Report fairly presents, in all material respects, the financial condition and results of operations of the Company.

Date: June 1, 2022

By: /s/ MATTHEW FURLONG

Matthew Furlong  
Chief Executive Officer  
GameStop Corp.

A signed original of this written statement required by Section 906, or other document authenticating, acknowledging, or otherwise adopting the signature that appears in typed form within the electronic version of this written statement required by Section 906, has been provided to the Company and will be retained by the Company and furnished to the Securities and Exchange Commission or its staff upon request.

