NOTE: This document is to be used only as a reference, and in cases any differences occur between the English version and the original Japanese version, the Japanese version shall prevail. The consolidated financial statements in this document are unaudited.

freebit
毎日、発明する会社

Consolidated Financial Results for the Three Months Ended July 31, 2026 (Under Japanese GAAP)

November 6, 2026

Company name: FreeBit Co., Ltd.
Listing: Tokyo Stock Exchange
Securities code: 3843
URL: https://freebit.com/
Representative: Takumi Shibata, President and Representative Director
Inquiries: Ikuko Wada, Director and General Manager of Group Corporate Planning Division
Telephone: +81-3-5459-0522
Scheduled date to commence dividend payments: –
Preparation of supplementary material on financial results: None
Holding of financial results briefing: None

(All amounts are rounded down to the nearest million yen)

1. Consolidated Financial Results for the Three Months Ended July 31, 2026 (May 1, 2026 to July 31, 2026)

(1) Consolidated Operating Results (Percentages represent year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Three months ended July 31, 2026	16,718	10.2	1,642	(2.7)	1,564	(5.2)	995	(6.3)
Three months ended July 31, 2025	15,177	14.2	1,687	15.3	1,650	13.7	1,062	30.6

Note: Comprehensive income For the three months ended July 31, 2026: 947 million yen [(16.2)%]
For the three months ended July 31, 2025: 1,131 million yen [8.7 %]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended July 31, 2026	45.61	45.13
Three months ended July 31, 2025	48.78	48.42

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of July 31, 2026	36,068	9,893	27.3
As of April 30, 2026	41,071	12,064	23.9

Reference: Equity As of July 31, 2026: 9,858 million yen
As of April 30, 2026: 9,831 million yen

2. Dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended April 30, 2026	–	0.00	–	41.00	41.00
Fiscal year ending April 30, 2027	–				
Fiscal year ending April 30, 2027 (forecast)		0.00	–	62.00	62.00

(Note) Revisions to the forecast of cash dividends most recently announced: None

3. Forecast of Consolidated Financial Results for the Fiscal Year Ending April 30, 2027 (May 1, 2026 to April 30, 2027)

(Percentages represent year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	66,000	5.2	7,250	5.2	6,950	5.0	4,500	8.3	206.20

(Note) Revisions to the forecast of consolidated financial results most recently announced: None

Since we manage our operations on an annual basis, we have omitted the presentation of consolidated earnings forecasts for the first six months of the fiscal year ending April 30, 2027.

For details, please refer to Attachment page 5 “1. Overview of Operating Results and Financial Position (3) Consolidated Earnings Forecasts and Other Forecast Information.”

* Notes

(1) Significant changes in the scope of consolidation during the period: None

(2) Special accounting treatments used in preparation of the quarterly consolidated financial statements: None

(3) Changes in accounting policies, changes of accounting estimates and restatements

(i) Changes in accounting policies due to revisions to accounting standards, etc.: None

(ii) Changes in accounting policies other than (i): None

(iii) Changes in accounting estimates: None

(iv) Restatements: None

(4) Number of shares issued (common shares)

(i) Total number of shares issued at the end of the period (including treasury shares)

As of July 31, 2026	23,414,000 shares
As of April 30, 2026	23,414,000 shares

(ii) Number of treasury shares at the end of the period

As of July 31, 2026	1,588,492 shares
As of April 30, 2026	1,591,685 shares

(iii) Average number of shares outstanding during the period

Three months ended July 31, 2026	21,823,425 shares
Three months ended July 31, 2025	21,782,426 shares

* Review of the accompanying quarterly consolidated financial statements by certified public accountants or an audit firm: Yes (mandatory)

* Explanations concerning the appropriate use of earnings forecasts, and other special notes

Notes on forward-looking statements

The earnings forecasts and other forward-looking statements herein are based on information currently available to the Company and on certain assumptions deemed to be reasonable, but are not promises by the Company of future performance. Actual results may differ materially from the forecast depending on a range of factors. Please refer to Attachment page 5 “1. Overview of Operating Results and Financial Position (3) Consolidated Earnings Forecasts and Other Forecast Information” for assumptions for earnings forecasts and points to consider in utilizing them.

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1. Overview of Operating Results and Financial Position

(1) Operating Results

The forward-looking statements contained in this document are based on the Group's judgments as of the end of the first three months of the fiscal year ending April 30, 2027 (the "three months ended July 31, 2026" or the "period under review").

The full forms and explanations of the terms used in "(1) Operating Results" are as follows:

Term used in this section	Full form	Explanation
web3	web3	A concept of the next-generation, distributed internet, which enables users to exchange data and content directly with each other without involving a giant platform provider
Trusted Web	Trusted Web	A concept regarding mechanisms for ensuring the trustworthiness of information and data distributed on the web, advocated in "Trusted Web White Paper" issued by the Headquarters for Digital Market Competition of the Cabinet Secretariat of Japan A mechanism that aims to increase the level of trust by expanding the domain where data and data exchange can be verified, without relying excessively on a specific service
Decentralized ID (DID)	Decentralized Identity	A mechanism for IDs that enables individuals to control their own IDs by using technologies such as the blockchain and share only the necessary information within the required scope
Web 2.0	Web 2.0	A form of the internet that allows users to share and distribute contents generated on the internet through centralized platforms such as social media
AI	Artificial Intelligence	Technologies that use computers to study or perform human intellectual behavior
DX	Digital Transformation	To transform products, services, business models, and others by utilizing data and digital technologies
5G	5th Generation	An abbreviation for the fifth generation mobile communication systems, which is one of the next generation communications standards
MVNO	Mobile Virtual Network Operator	An acronym for Mobile Virtual Network Operator
IoT	Internet of Things	A system that enables automatic recognition and automatic control without human intervention by equipping things with communication function, allowing them to interact with each other
MVNE	Mobile Virtual Network Enabler	An operator that provides support for MVNOs
Cloud	Cloud computing	A general term for systems that provide software and other computing resources to users over networks as well as data centers and servers in which the data of such resources are accumulated or operated

The business description of each reportable segment is as follows:

Reportable segment	Main services
5G Infrastructure Support Business	• Business support services for ISPs • Business support services for MVNOs (MVNE) • Cloud services for corporate customers
5G Lifestyle Support Business	• Mobile communications-related services for individual customers • Internet connection-related services for individual customers • Internet connection-related services for housing complexes • Real estate-related services • web3-related platforms
Enterprise/Creator 5G DX Support Business	• Internet marketing-related services • Ad technology-related services • Support platforms for creators

The Group solemnly accepts the findings and recommendations set forth in the Investigation Report described in the "Notice Regarding Publication of the Investigation Report of the Special Investigation Committee and Formulation of Measures to Prevent Recurrence" dated October 6, 2026. The Group sincerely apologizes to its shareholders, business partners, and other stakeholders for the concern caused by this matter. Based on the contents of the Investigation Report, the Group will steadily implement measures to prevent recurrence and strengthen its corporate governance and internal control systems. The Group will also work to build a sound and highly transparent management structure and strive to regain the trust of its shareholders, investors, and other stakeholders.

For the fiscal year ending April 30, 2027, the Group has set targets of 66,000 million yen in net sales and 7,250 million yen in operating profit, and will mobilize its collective strengths to drive the expansion of its business domains toward achieving these targets.

During the period under review, the outlook remained uncertain due to factors such as weaker consumer sentiment resulting from the impact of U.S. trade policies, including tariffs, and continued inflation, as well as persistently high raw material and energy prices.

Meanwhile, the domestic IT market continued to grow at a solid rate, driven by growing interest in investing in cutting-edge technologies such as generative AI and by the accelerating adoption of DX across all industries and business formats. In addition, with the spread of 5G, a new concept of shifting from conventional Web 2.0 (centralized) to web3 (decentralized) has emerged in internet services, and initiatives to create new businesses utilizing decentralized infrastructure and services are gaining momentum in Japan and abroad.

In the three months ended July 31, 2026, net sales increased by 10.2% year on year, exceeding the net sales CAGR target set forth in the medium-term management plan "SiLK VISION 2027," while operating profit decreased by 2.7% year on year, partly due to the impact of upfront investments in building a global business foundation.

In addition, taking the opportunity of the capital and business alliance with SoftBank Corp. and GIGA PRIZE Co., Ltd. ("GIGA PRIZE") becoming a wholly owned subsidiary, we are advancing measures such as group-wide joint procurement of fixed lines and joint development utilizing web3 technology platforms, while also working to enhance the Group's management foundation through initiatives such as building a talent database, implementing a CMS, and integrating and linking IT infrastructure.

Furthermore, the Group, which has been centered on the telecommunications business, aims to create a variety of decentralized platforms by using digital wallets based on Portfolia, a fully web3-implemented platform technology that has been continuously designed and developed for over 20 years since the Company's founding. In the period under review, we continued to promote initiatives for the launch of a web3-based PHR service and collaborations in the entertainment sector. The Group aims to make contributions to solving social issues and transform itself into a highly profitable and sustainable business entity as a Platform Maker by implementing the Group's cutting-edge technologies of web3 and AI into society.

In addition, under the slogan *One freebit—Giga-speed for freedom—*, which is a combination of the company names of the Group's core companies, the Group will continue to move forward at a speed beyond common sense, aiming to realize a decentralized free society and a future where everyone can experience a more free and open world faster than anyone else.

The operating results of each reportable segment are as follows:

(i) 5G Infrastructure Support Business

In the fixed-line network sector, changes in working styles and lifestyles have boosted the use of social media and rich content such as online video viewing and video game playing at home, and online meetings and learning have become the norm with the spread of telework and online learning, both of which have led to a continued increase in the use of various services via the internet. This has increased the use of fixed lines, resulting in the persistently high network costs.

In the mobile-line network sector, the growth of independent MVNO service providers has continued to be affected by the provision of inexpensive service plans by major mobile carriers and the offering of such plans under their sub-brands. However, driven by factors such as growing usage for IoT and by inbound visitors, the mobile market as a whole has continued to grow, and we believe that the market will continue to expand in the future.

Against this backdrop, the 5G Infrastructure Support Business posted increased net sales due to solid growth in the size of business support services for MVNOs we offer as an MVNE. Regarding segment profit, however, the profit-boosting effect of increased usage of these services was largely outweighed by costs related to increasing shared bandwidth speeds to improve quality, as well as an increase in common costs resulting from measures such as strengthening human resources. As a result, net sales totaled 3,084,344 thousand yen (up 7.5% year on year), while segment profit was 467,207 thousand yen (down 6.2% year on year).

(ii) 5G Lifestyle Support Business

As explained in "5G Infrastructure Support Business" above, network costs have been increasing in the fixed-line network service market. However, the market size of 5G Homestyle services, internet services for housing complexes, is expected to

continue to grow at a steady pace as the high-speed broadband environment aimed at improving the asset value and occupancy rates of buildings is becoming the standard, and the use of telework, online learning, video content viewing, and other services has been recognized to be the norm. In view of such a business environment, we expanded the scope of our service offerings beyond internet services for housing complexes and services for rental single-family houses to include security-related services such as cloud-based security and surveillance camera services, aiming to further strengthen our revenue base.

GIGA PRIZE, which provides the 5G Homestyle services, internet services for housing complexes, has increased the number of units served in both new and existing properties. The number of units served by ISP services for housing complexes increased by 37 thousand units from 1,465 thousand units at the end of the previous fiscal year, bringing the total to 1,502 thousand units as of the end of July 2026. In addition, the number of cloud camera service installations has steadily increased.

In the 5G Lifestyle services, mobile communications and internet-related services for individual customers, we are promoting the TONE IN strategy to make the technologies and services cultivated in a smartphone service TONE Mobile, which utilizes the Group's proprietary technologies, available on other companies' smartphones and other diverse devices, as well as in other sectors, including IoT. In the period under review, we expanded the external deployment of the TONE-IN SDK and promoted social implementation in the Age Tech sector, as demonstrated by the integration of Family Support, developed jointly with SoftBank Corp., into the company's Kantan 5.

Against this backdrop, in the 5G Lifestyle Support Business, the increase in the number of units served by the 5G Homestyle services, internet services for housing complexes, primarily contributed to growth in net sales and profit, while cost reductions resulting from operational improvements in the TONE business also boosted profit. As a result, net sales totaled 7,330,010 thousand yen (up 5.9% year on year) and segment profit was 1,040,220 thousand yen (up 13.3% year on year).

(iii) Enterprise/Creator 5G DX Support Business

As for the internet marketing and ad technology services offered by our consolidated subsidiaries, Full Speed Inc. and For it Inc., steady progress was made in capturing demand, primarily in the domestic affiliate business, driven by consumers' digital shift. Additionally, in the global business, we are building a business foundation and making upfront investments to expand our operations, focusing on growth markets.

In addition, regarding StandAlone, a creator platform aimed at forming fan communities and expanding the creator economy (an economic sphere in which creators monetize their own skills) in the 5G and web3 era, we are continuing to deploy the platform based on Portfolia and pursuing initiatives to expand revenue opportunities in the fan economy sector.

Against this backdrop, the Enterprise/Creator 5G DX Support Business posted increased net sales, driven primarily by domestic affiliate business. On the other hand, segment profit was impacted by upfront investments aimed at building a global business foundation and initiatives for domestic business expansion. As a result, net sales totaled 6,837,183 thousand yen (up 14.5% year on year), while segment profit was 138,378 thousand yen (down 49.1% year on year).

As a result of the above, the Group posted net sales of 16,718,488 thousand yen (up 10.2% year on year), operating profit of 1,642,396 thousand yen (down 2.7% year on year), ordinary profit of 1,564,949 thousand yen (down 5.2% year on year), and profit attributable to owners of parent of 995,323 thousand yen (down 6.3% year on year) for the period under review.

Net sales and segment profit (loss) by segment (Thousands of yen)

Classification	Net sales	Segment profit (loss)
5G Infrastructure Support Business	3,084,344	467,207
5G Lifestyle Support Business	7,330,010	1,040,220
Enterprise/Creator 5G DX Support Business	6,837,183	138,378
Other	-	(5,804)
Adjustment	(533,050)	2,394
Total	16,718,488	1,642,396

(2) Financial Position

As of the end of the period under review, total assets amounted to 36,068,318 thousand yen, a decrease of 5,002,852 thousand yen from the end of the previous fiscal year. This was mainly due to a decrease of 5,227,238 thousand yen in cash and deposits.

Liabilities amounted to 26,174,948 thousand yen, a decrease of 2,831,279 thousand yen from the end of the previous fiscal year. This was primarily due to decreases of 423,243 thousand yen in current portion of long-term borrowings, 273,481 thousand yen in accounts payable - other, 983,364 thousand yen in income taxes payable, and 1,004,895 thousand yen in long-term borrowings.

Net assets decreased by 2,171,573 thousand yen from the end of the previous fiscal year to 9,893,370 thousand yen, due in part to a decrease in non-controlling interests resulting from the acquisition and cancellation of Class A preferred shares of LERZ Co., Ltd., a consolidated subsidiary of the Company. As a result, the equity ratio stood at 27.3%.

(3) Consolidated Earnings Forecasts and Other Forecast Information

The full-year consolidated earnings forecast for the fiscal year ending April 30, 2027 has remained unchanged from the figures announced on October 28, 2026 as the financial results for the period under review were generally in line with the forecast.

2. Quarterly Consolidated Financial Statements and Major Notes

(1) Quarterly Consolidated Balance Sheet

(Thousands of yen)

	FY4/2026 (As of April 30, 2026)	First three months of FY4/2027 (As of July 31, 2026)
Assets		
Current assets		
Cash and deposits	20,861,314	15,634,075
Accounts receivable - trade, and contract assets	9,565,889	9,492,335
Merchandise	220,714	176,518
Work in process	173,337	197,681
Raw materials and supplies	1,181,588	1,428,694
Other	3,442,726	3,434,607
Allowance for doubtful accounts	(129,013)	(120,733)
Total current assets	35,316,556	30,243,179
Non-current assets		
Property, plant, and equipment	2,186,697	2,138,884
Intangible assets		
Goodwill	70,109	450,801
Software	531,704	506,647
Other	49,699	46,611
Total intangible assets	651,513	1,004,060
Total investments and other assets		
Investment securities	1,254,288	1,182,538
Guarantee deposits	593,173	601,420
Other	1,298,843	1,129,266
Allowance for doubtful accounts	(229,901)	(231,031)
Total investments and other assets	2,916,403	2,682,193
Total non-current assets	5,754,614	5,825,138
Total assets	41,071,171	36,068,318
Liabilities		
Current liabilities		
Accounts payable - trade	170,455	280,543
Short-term borrowings	300,000	300,000
Current portion of long-term borrowings	7,009,735	6,586,492
Accounts payable - other	6,405,417	6,131,935
Income taxes payable	1,381,324	397,959
Provisions	419,007	324,894
Other	1,992,131	1,846,794
Total current liabilities	17,678,071	15,868,620
Non-current liabilities		
Long-term borrowings	10,092,916	9,088,021
Lease liabilities	283,383	239,666
Provision for retirement benefits for directors (and other officers)	60,527	50,975
Other provisions	83,876	112,122
Retirement benefit liability	84,879	85,924
Other	722,573	729,618
Total non-current liabilities	11,328,156	10,306,327
Total liabilities	29,006,227	26,174,948

(Thousands of yen)

	FY4/2026 (As of April 30, 2026)	First three months of FY4/2027 (As of July 31, 2026)
Net assets		
Shareholders' equity		
Share capital	4,514,185	4,514,185
Capital surplus	26,855	31,684
Retained earnings	6,863,159	6,963,768
Treasury shares	(1,498,378)	(1,495,372)
Total shareholders' equity	9,905,822	10,014,264
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	(81,798)	(129,494)
Foreign currency translation adjustments	7,236	(26,359)
Total accumulated other comprehensive income	(74,562)	(155,853)
Share award rights	28,341	34,959
Non-controlling interests	2,205,342	-
Total net assets	12,064,943	9,893,370
Total liabilities and net assets	41,071,171	36,068,318

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statement of Income

First three-month period

(Thousands of yen)

	First three months of FY4/2026 (May 1, 2025–July 31, 2025)	First three months of FY4/2027 (May 1, 2026–July 31, 2026)
Net sales	15,177,682	16,718,488
Cost of sales	10,985,892	12,688,682
Gross profit	4,191,790	4,029,806
Selling, general and administrative expenses	2,504,561	2,387,409
Operating profit	1,687,229	1,642,396
Non-operating income		
Interest and dividend income	105	5,544
Share of profit of entities accounted for using equity method	72	65
Foreign exchange gains	24,809	-
Penalty income	3,354	5,526
Other	4,681	9,775
Total non-operating income	33,024	20,912
Non-operating expenses		
Interest expenses	57,573	61,497
Foreign exchange losses	–	20,013
Other	12,581	16,848
Total non-operating expenses	70,154	98,358
Ordinary profit	1,650,098	1,564,949
Profit before income taxes	1,650,098	1,564,949
Income taxes - current	422,703	362,405
Income taxes - deferred	115,418	173,309
Total income taxes	538,122	535,715
Profit	1,111,976	1,029,234
Profit attributable to non-controlling interests	49,336	33,911
Profit attributable to owners of parent	1,062,639	995,323

Quarterly Consolidated Statement of Comprehensive Income

First three-month period

(Thousands of yen)

	First three months of FY4/2026 (May 1, 2025–July 31, 2025)	First three months of FY4/2027 (May 1, 2026–July 31, 2026)
Profit	1,111,976	1,029,234
Other comprehensive income		
Valuation difference on available-for-sale securities	18,708	(47,695)
Foreign currency translation adjustments	777	(33,595)
Total other comprehensive income	19,486	(81,291)
Comprehensive income	1,131,462	947,943
Comprehensive income attributable to:		
Owners of the parent	1,082,126	914,032
Non-controlling interests	49,336	33,911

(3) Notes to Quarterly Consolidated Financial Statements

Segment Information

I First three months of FY4/2026 (May 1, 2025–July 31, 2025)

Information on net sales and profit (loss) by reportable segment

(Thousands of yen)

	Reportable segments			Other (Note 1)	Total
	5G Infrastructure Support Business	5G Lifestyle Support Business	Enterprise/Creator 5G DX Support Business		
Net sales					
Sales to customers	2,400,263	6,879,232	5,898,186	–	15,177,682
Intersegment sales and transfers	469,234	39,611	75,754	–	584,601
Total	2,869,498	6,918,844	5,973,940	–	15,762,283
Segment profit (loss)	498,299	917,781	271,956	(5,467)	1,682,570

(Thousands of yen)

	Adjustment (Note 2)	Amount recorded in quarterly consolidated statement of income (Note 3)
Net sales		
Sales to customers	–	15,177,682
Intersegment sales and transfers	(584,601)	–
Total	(584,601)	15,177,682
Segment profit (loss)	4,658	1,687,229

Notes: 1. The “Other” category is a business segment not included in any reportable segments and includes the startup investment development business.

2. The “Adjustment” of segment profit (loss) of 4,658 thousand yen includes the elimination of intersegment transactions.

3. Segment profit (loss) is adjusted with operating profit in the quarterly consolidated statement of income.

II First three months of FY4/2027 (May 1, 2026–July 31, 2026)

Information on net sales and profit (loss) by reportable segment

(Thousands of yen)

	Reportable segments			Other (Note 1)	Total
	5G Infrastructure Support Business	5G Lifestyle Support Business	Enterprise/Creator 5G DX Support Business		
Net sales					
Sales to customers	2,651,905	7,290,621	6,775,961	–	16,718,488
Intersegment sales and transfers	432,439	39,389	61,222	–	533,050
Total	3,084,344	7,330,010	6,837,183	–	17,251,539
Segment profit (loss)	467,207	1,040,220	138,378	(5,804)	1,640,001

(Thousands of yen)

	Adjustment (Note 2)	Amount recorded in quarterly consolidated statement of income (Note 3)
Net sales		
Sales to customers	—	16,718,488
Intersegment sales and transfers	(533,050)	—
Total	(533,050)	16,718,488
Segment profit (loss)	2,394	1,642,396

Notes: 1. The “Other” category is a business segment not included in any reportable segments and includes the startup investment development business.

2. The “Adjustment” of segment profit (loss) of 2,394 thousand yen includes the elimination of intersegment transactions.

3. Segment profit (loss) is adjusted with operating profit in the quarterly consolidated statement of income.

Significant Changes in the Amount of Shareholders’ Equity

Not applicable.

Going Concern Assumptions

Not applicable.

Quarterly Consolidated Statement of Cash Flows

The Company did not prepare a quarterly consolidated statement of cash flows for the period under review. Depreciation (including amortization of intangible assets other than goodwill) and amortization of goodwill for the period under review are as follows.

(Thousands of yen)

	First three months of FY4/2026 (May 1, 2025–July 31, 2025)	First three months of FY4/2027 (May 1, 2026–July 31, 2026)
Depreciation	163,278	119,611
Amortization of goodwill	5,312	19,307

Independent Auditor's Interim Review Report on the Quarterly Consolidated Financial Statements

November 6, 2026

To the Board of Directors

FreeBit Co., Ltd.

Deloitte Touche Tohmatsu LLC

Tokyo Office

Designated Limited Liability Partner Engagement Partner	Certified Public Accountant	Naofumi Yamazumi
Designated Limited Liability Partner Engagement Partner	Certified Public Accountant	Tomoya Takayama
Designated Limited Liability Partner Engagement Partner	Certified Public Accountant	Yukio Katayama

Auditor's Conclusion

We have conducted an interim review of the quarterly consolidated financial statements of FreeBit Co., Ltd. (the "Company") included in the "Attachment" to the Quarterly Financial Results, namely, the quarterly consolidated balance sheet, the quarterly consolidated statement of income, the quarterly consolidated statement of comprehensive income, and the notes thereto, for the first quarter (from May 1, 2026 to July 31, 2026) and the first three months (from May 1, 2026 to July 31, 2026) of the fiscal year from May 1, 2026 to April 30, 2027.

Based on our interim review, nothing has come to our attention that causes us to believe that the above quarterly consolidated financial statements are not prepared, in all material respects, in accordance with Article 4, Paragraph 1 of the Standards for the Preparation of Quarterly Financial Statements, etc. of Tokyo Stock Exchange, Inc. and the accounting standards for quarterly financial statements generally accepted in Japan (provided, however, that the omission of disclosures permitted under Article 4, Paragraph 2 of the Standards for the Preparation of Quarterly Financial Statements, etc. has been applied).

Basis for Conclusion

We conducted our interim review in accordance with the interim review standards generally accepted in Japan. Our responsibilities under those standards are further described in the "Auditor's Responsibilities for the Interim Review of the Quarterly Consolidated Financial Statements" section of our report. We are independent of the Company and its consolidated subsidiaries in accordance with the provisions related to professional ethics in Japan (including those applicable to audits of financial statements of public interest entities), and we have fulfilled our other ethical responsibilities as auditors. We believe that we have obtained evidence that provides a basis for our conclusion.

Other Matter

The quarterly consolidated financial statements of the Company for the first quarter and the first three months of the previous fiscal year ended April 30, 2026 were not subject to an interim review.

Responsibilities of Management, Audit & Supervisory Board Members and the Audit & Supervisory Board for the Quarterly Consolidated Financial Statements

Management is responsible for the preparation of the quarterly consolidated financial statements in accordance with Article 4, Paragraph 1 of the Standards for the Preparation of Quarterly Financial Statements, etc. of Tokyo Stock Exchange, Inc. and the accounting standards for quarterly financial statements generally accepted in Japan (provided, however, that the omission of disclosures permitted under Article 4, Paragraph 2 of the Standards for the Preparation of Quarterly Financial Statements, etc. has been applied). This includes the design and operation of such internal control as management determines is necessary to enable the preparation of quarterly consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the quarterly consolidated financial statements, management is responsible for assessing whether it is appropriate to prepare the quarterly consolidated financial statements on the basis of the going concern assumption and, if it is necessary to disclose matters related to going concern based on Article 4, Paragraph 1 of the Standards for the Preparation of Quarterly Financial Statements, etc. of Tokyo Stock Exchange, Inc. and the accounting standards for quarterly financial statements generally accepted in Japan (provided, however, that the omission of disclosures permitted under Article 4, Paragraph 2 of the Standards for the Preparation of Quarterly Financial Statements, etc. has been applied), for disclosing such matters.

Audit & Supervisory Board members and the Audit & Supervisory Board are responsible for overseeing the Directors' execution of duties relating to the design and operation of the financial reporting process.

Auditor's Responsibilities for the Interim Review of the Quarterly Consolidated Financial Statements

Our responsibility is to express a conclusion on the quarterly consolidated financial statements from an independent standpoint in our interim review report, based on the interim review we have performed.

As part of an interim review in accordance with the interim review standards generally accepted in Japan, we exercise professional judgment and maintain professional skepticism throughout the interim review process. We also:

- Make inquiries, primarily of management and persons responsible for financial and accounting matters, and apply analytical and other interim review procedures. Interim review procedures are more limited in scope than an audit of annual financial statements conducted in accordance with auditing standards generally accepted in Japan.
- Conclude, if we determine that a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern, whether anything has come to our attention, based on the evidence obtained, that causes us to believe that the quarterly consolidated financial statements are not prepared in accordance with Article 4, Paragraph 1 of the Standards for the Preparation of Quarterly Financial Statements, etc. of Tokyo Stock Exchange, Inc. and the accounting standards for quarterly financial statements generally accepted in Japan (provided, however, that the omission of disclosures permitted under Article 4, Paragraph 2 of the Standards for the Preparation of Quarterly Financial Statements, etc. has been applied). If we conclude that a material uncertainty related to going concern exists, we are required to draw attention in our interim review report to the related notes to the quarterly consolidated financial statements or, if such notes are inadequate, to express a qualified or adverse conclusion on the quarterly consolidated financial statements. Our conclusions are based on the evidence obtained up to the date of our interim review report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate whether anything has come to our attention that causes us to believe that the presentation and notes of the quarterly consolidated financial statements are not in accordance with Article 4, Paragraph 1 of the Standards for the Preparation of Quarterly Financial Statements, etc. of Tokyo Stock Exchange, Inc. and the accounting standards for quarterly financial statements generally accepted in Japan (provided, however, that the omission of disclosures permitted under Article 4, Paragraph 2 of the Standards for the Preparation of Quarterly Financial Statements, etc. has been applied).
- Obtain evidence regarding the financial information of the Company and its consolidated subsidiaries to provide a basis for our conclusion on the quarterly consolidated financial statements. We are responsible for the direction, supervision and review of the interim review of the quarterly consolidated financial statements. We remain solely responsible for our conclusion.

We report to Audit & Supervisory Board members and the Audit & Supervisory Board on the planned scope and timing of the interim review and significant findings identified during the interim review.

We also report to Audit & Supervisory Board members and the Audit & Supervisory Board that we have complied with the provisions related to professional ethics in Japan regarding independence, as well as on matters that may reasonably be thought to bear on our independence and, where applicable, the actions taken to eliminate threats or the safeguards applied to reduce threats to an acceptable level.

Interest Required to Be Disclosed by the Certified Public Accountants Act of Japan

Our firm and the engagement partners do not have any interest in the Company and its consolidated subsidiaries which is required to be disclosed pursuant to the provisions of the Certified Public Accountants Act of Japan.

Notes: 1. The original copy of the above interim review report is kept separately by the Company (the company disclosing the Quarterly Financial Results).

2. XBRL data and HTML data are not included in the scope of the interim review.