

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



## Consolidated Financial Results for the Three Months Ended July 31, 2025 (Under Japanese GAAP)

September 12, 2025

Company name: FreeBit Co., Ltd.  
 Listing: Tokyo Stock Exchange  
 Securities code: 3843  
 URL: <https://freebit.com/>  
 Representative: Atsuki Ishida, President, CEO and CTO  
 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: Yes  
 Holding of financial results briefing: Yes (Video streaming only)

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

### 1. Consolidated Financial Results for the Three Months Ended July 31, 2025 (May 1, 2025–July 31, 2025)

#### (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, 2025	15,177	14.2	1,687	15.3	1,650	13.7	1,062	30.6
Three months ended July 31, 2024	13,291	–	1,462	–	1,451	–	813	–

Note: Comprehensive income For the three months ended July 31, 2025: 1,131 million yen [8.7%]  
 For the three months ended July 31, 2024: 1,040 million yen [–%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended July 31, 2025	48.78	48.42
Three months ended July 31, 2024	40.75	40.31

Note: A consolidated subsidiary GIGA PRIZE Co., Ltd. and its subsidiaries changed the date of their fiscal year-end from March 31 to April 30 in the fiscal year ended April 30, 2024. As the fiscal year ended April 30, 2024 was a transitional period for changing the date of their fiscal year-end, the percentages representing year-on-year changes for the three months ended July 31, 2024 have been omitted.

#### (2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of July 31, 2025	38,284	9,017	18.1
As of April 30, 2025	40,558	8,536	16.0

Reference: Equity As of July 31, 2025: 6,914 million yen  
 As of April 30, 2025: 6,479 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, 2025	—	0.00	—	30.00	30.00
Fiscal year ending April 30, 2026	—				
Fiscal year ending April 30, 2026 (forecast)		0.00	—	41.00	41.00

(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, 2026 (May 1, 2025–April 30, 2026)

(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	60,000	8.9	6,100	3.7	5,770	10.3	3,500	27.3	160.68

(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, 2026. 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 statement: 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, 2025	23,414,000 shares
As of April 30, 2025	23,414,000 shares

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

As of July 31, 2025	1,629,760 shares
As of April 30, 2025	1,632,541 shares

- (iii) Average number of shares outstanding during the period

Three months ended July 31, 2025	21,782,426 shares
Three months ended July 31, 2024	19,972,059 shares

\* Review of the accompanying quarterly consolidated financial statements are exempt from audit conducted by certified public accountants or an audit firm.

\* 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.

### *Method of obtaining supplementary material on financial results and details of financial results briefing*

- The supplementary material will be disclosed on TDnet on the same day and will also be posted on our website.
- The recorded video of the financial results briefing will be posted promptly on our website.

## Appendix: Table of Contents

1. Overview of Operating Results and Financial Position.....	2
(1) Operating Results.....	2
(2) Financial Position.....	5
(3) Consolidated Earnings Forecasts and Other Forecast Information.....	5
2. Quarterly Consolidated Financial Statements and Major Notes.....	6
(1) Quarterly Consolidated Balance Sheets.....	6
(2) Quarterly Consolidated Statements of Income and Comprehensive Income.....	8
(3) Notes to Quarterly Consolidated Financial Statements.....	10
<i>Segment Information</i> .....	10
<i>Significant Changes in the Amount of Shareholders' Equity</i> .....	11
<i>Going Concern Assumption</i> .....	11
<i>Quarterly Consolidated Statements of Cash Flows</i> .....	11

# 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, 2026 (the "three months ended July 31, 2025" or the "period under review").

The full forms and explanations of the terms used in "Overview of Operating Results for the Period Under Review" 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 learn or reproduce 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	<ul style="list-style-type: none"> <li>• Business support services for ISPs</li> <li>• Business support services for MVNOs (MVNE)</li> <li>• Cloud services for corporate customers</li> </ul>
5G Lifestyle Support Business	<ul style="list-style-type: none"> <li>• Mobile communications-related services for individual customers</li> <li>• Internet connection-related services for individual customers</li> <li>• Internet connection-related services for housing complexes</li> <li>• Real estate-related services</li> <li>• web3-related platforms</li> </ul>
Enterprise/Creator 5G DX Support Business	<ul style="list-style-type: none"> <li>• Internet marketing-related services</li> <li>• Ad technology-related services</li> <li>• Support platforms for creators</li> </ul>

The Group has been promoting corporate management with a view to the 10-year plan from 2021 to 2030. We started a three-year medium-term management plan SiLK VISION 2027 (the "MTMP SiLK VISION 2027"), which ends in the fiscal year ending April 30, 2027, in the fiscal year ended April 30, 2025. The theme of the MTMP SiLK VISION 2027 is to pursue becoming a company *Where Trust Belongs* as what is needed to solve social issues we face on a global scale. This is an initiative based on our belief that it is important to create a situation where people can put their trust in us even though the environment surrounding us is flooded with uncertain information, and to achieve such a situation by utilizing our web3 and patented technologies, among other things. Under the Trusted Web concept, through the combination of decentralized IDs (DIDs) and our proprietary Layer-1 blockchain technology with our accumulated expertise in telecommunications, the Group aims to make a variety of things

“trusted,” while gradually and complementarily implementing Web 2.0 and web3 in a hybrid manner. Then, the Group aims to transform our business category to the web3 and AI businesses that go beyond merely providing telecommunications business and solve social issues as *a web3 implementation company leveraging expertise in telecommunications*. In addition, the Group will drive forward with its all-hands-on-deck efforts to expand its business areas and aim to achieve the medium-term management plan, with the consolidated performance targets of net sales ranging from 63 billion yen to 70 billion yen and operating profit of 8 billion yen set for the fiscal year ending April 30, 2027, the final year of the MTMP SiLK VISION 2027.

In the period under review, the outlook has remained uncertain due to factors such as the impact of U.S. trade policies including tariffs, a decline in consumer sentiment resulting from the continued rise in prices, and elevated prices for raw materials and energy. Meanwhile, the domestic IT market has continued to grow at a solid rate, driven by growing interest in investing in cutting-edge technologies such as generative AI and the accelerating progress of DX across all industries and businesses. Furthermore, along with the spread of 5G, the emergence of a new concept of shifting from the conventional centralized Web 2.0 to decentralized web3 in internet services is actively promoting the creation of new businesses in Japan and abroad by utilizing decentralized infrastructure and services.

Under such an environment, in the fiscal year under review, the second year of the MTMP SiLK VISION 2027, while striving for continuous growth with the aim of achieving a 8.9% year-on-year increase in net sales based on the CAGR target of 7%–10% set forth in “SiLK VISION 2027,” we will invest in growth to achieve the final year targets of “SiLK VISION 2027” and aggressively refactor our business.

Taking the opportunity of the capital and business alliance with SoftBank Corp. and GIGA PRIZE Co., Ltd. (“GIGA PRIZE”) becoming a wholly owned subsidiary on a voting rights basis, we will thoroughly reform the business structure, including the group-wide management system, joint procurement system, joint sales system, and joint technology/service development system, to achieve synergy effects.

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 its establishment. 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.

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 the growing use of independent MVNO services for IoT and inbound marketing, 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 net sales of 2,869,498 thousand yen (up 12.7% year on year) and segment profit of 498,299 thousand yen (up 53.3% year on year), which were attributable to solid growth in the size of business support services for MVNOs we offer as an MVNE.

(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 likely 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 being standardized, 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 endeavored to expand the scope of services we offer by including security-related services such as cloud-based security and surveillance camera services, in addition to internet services for housing complexes and services for single-family houses for rent, thereby further expanding 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 34 thousand units, bringing the total to 1,377 thousand units, from 1,342 thousand units at the end of the previous fiscal year.

As to the 5G Lifestyle services, mobile communications and internet-related services for individual customers, we are expanding the number of smartphone models the service will cover and working to increase the number of users in accordance with the TONE IN strategy. The goal of this strategy is to make the technologies and services cultivated in a smartphone service TONE Mobile, which utilizes the Group's proprietary technologies, available on smartphones other than in-house smartphones and a wide range of other devices, as well as in other sectors, including IoT.

Against this backdrop, the 5G Lifestyle Support Business posted net sales of 6,918,844 thousand yen (up 11.3% year on year) and segment profit of 917,781 thousand yen (up 19.3% year on year), mainly as a result of steady progress in the number of housing complexes to which we have provided the 5G Homestyle services, internet services for housing complexes.

(iii) Enterprise/Creator 5G DX Support Business

As for internet marketing and ad technology services offered by a consolidated subsidiary Full Speed Inc. and its subsidiaries, demand for advertising continued to increase with the acceleration of digital measures attributable to the diversification of society and work styles triggered by the COVID-19 pandemic, amid the ongoing digital shift by consumers. Under such an environment, strong demand was captured in the affiliate business for ad technology services. In addition, the e-commerce-related business also performed steadily due to the success of upfront investments made in the fourth quarter of the previous fiscal year.

In addition, we are also continuing our initiatives to expand the number of service offerings for a creator platform StandAlone, which allows creators to disseminate information themselves without involving major platform providers to maximize the value of such information. The StandAlone is intended to form fan communities and expand the creator economy, economic community where creators monetize their own skills, in the 5G and web3 era.

Against this backdrop, the Enterprise/Creator 5G DX Support Business posted net sales of 5,973,940 thousand yen (up 15.7% year on year) and segment profit of 271,956 thousand yen (down 27.2% year on year), mainly due to higher costs in the affiliate business, upfront investments aimed at growth, and increased expenses such as allowance for doubtful accounts, in contrast to an increase in net sales driven by the steady progress in demand capture primarily in the affiliate and e-commerce-related businesses.

As a result of the above, the Group posted net sales of 15,177,682 thousand yen (up 14.2% year on year), operating profit of 1,687,229 thousand yen (up 15.3% year on year), ordinary profit of 1,650,098 thousand yen (up 13.7% year on year), and profit attributable to owners of parent of 1,062,639 thousand yen (up 30.6% 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	2,869,498	498,299
5G Lifestyle Support Business	6,918,844	917,781
Enterprise/Creator 5G DX Support Business	5,973,940	271,956
Other	—	(5,467)
Adjustment	(584,601)	4,658
Total	15,177,682	1,687,229

(2) Financial Position

As of the end of the period under review, total assets amounted to 38,284,123 thousand yen, a decrease of 2,274,772 thousand yen from the end of the previous fiscal year. This was mainly due to decreases of 1,838,507 thousand yen in cash and deposits

The liabilities amounted to 29,266,230 thousand yen, a decrease of 2,756,129 thousand yen from the end of the previous fiscal year. This was mainly due to decreases of 1,648,068 thousand yen in accounts payable – other and 1,261,467 thousand yen in long-term borrowings.

The net assets amounted to 9,017,893 thousand yen, an increase of 481,356 thousand yen from the end of the previous fiscal year. This was mainly due to an increase in retained earnings. As a result, the equity ratio as of the end of the period under review stood at 18.1%.

(3) Consolidated Earnings Forecasts and Other Forecast Information

The full-year consolidated earnings forecast for the fiscal year ending April 30, 2026 has remained unchanged from the figures announced on June 13, 2025 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 Sheets

(Thousands of yen)

	FY4/2025 (As of April 30, 2025)	First three months of FY4/2026 (As of July 31, 2025)
<b>Assets</b>		
Current assets		
Cash and deposits	20,677,536	18,839,029
Accounts receivable – trade and contract assets	8,714,738	8,792,602
Merchandise and finished goods	137,180	126,509
Work in process	290,854	233,086
Raw materials and supplies	1,800,705	1,735,084
Other	2,572,445	2,440,212
Allowance for doubtful accounts	(89,061)	(101,404)
Total current assets	34,104,399	32,065,119
Non-current assets		
Property, plant and equipment	2,776,010	2,684,822
Intangible assets		
Goodwill	90,912	85,599
Software	668,759	645,472
Other	44,408	34,816
Total intangible assets	804,079	765,888
Investments and other assets		
Investment securities	1,076,831	1,093,749
Long-term loans receivable	1,496,914	1,496,914
Guarantee deposits	515,300	531,869
Other	1,520,053	1,381,157
Allowance for doubtful accounts	(1,734,693)	(1,735,397)
Total investments and other assets	2,874,405	2,768,293
Total non-current assets	6,454,496	6,219,004
Total assets	40,558,896	38,284,123



(Thousands of yen)

	FY4/2025 (As of April 30, 2025)	First three months of FY4/2026 (As of July 31, 2025)
<b>Liabilities</b>		
Current liabilities		
Accounts payable – trade	104,665	233,528
Short-term borrowings	300,000	300,000
Current portion of long-term borrowings	5,465,475	5,578,833
Accounts payable – other	7,324,160	5,676,092
Income taxes payable	511,559	457,583
Provisions	246,115	200,323
Other	1,894,432	1,938,655
Total current liabilities	15,846,408	14,385,017
Non-current liabilities		
Long-term borrowings	15,158,208	13,896,741
Lease liabilities	456,369	400,549
Provision for retirement benefits for directors (and other officers)	60,527	60,527
Other provisions	36,382	48,113
Retirement benefit liability	73,290	74,592
Other	391,173	400,689
Total non-current liabilities	16,175,950	14,881,213
Total liabilities	32,022,359	29,266,230
<b>Net assets</b>		
Shareholders' equity		
Share capital	4,514,185	4,514,185
Capital surplus	–	3,749
Retained earnings	3,361,628	3,770,824
Treasury shares	(1,536,820)	(1,534,202)
Total shareholders' equity	6,338,993	6,754,557
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	155,839	174,548
Foreign currency translation adjustments	(15,772)	(14,994)
Total accumulated other comprehensive income	140,067	159,553
Share award rights	21,733	28,978
Non-controlling interests	2,035,742	2,074,803
Total net assets	8,536,536	9,017,893
Total liabilities and net assets	40,558,896	38,284,123

## (2) Quarterly Consolidated Statements of Income and Comprehensive Income

## Quarterly Consolidated Statements of Income

First three-month period

(Thousands of yen)

	First three months of FY4/2025 (May 1, 2024–July 31, 2024)	First three months of FY4/2026 (May 1, 2025–July 31, 2025)
Net sales	13,291,005	15,177,682
Cost of sales	9,341,751	10,985,892
Gross profit	3,949,253	4,191,790
Selling, general and administrative expenses	2,486,381	2,504,561
Operating profit	1,462,871	1,687,229
Non-operating income		
Interest and dividend income	418	105
Share of profit of entities accounted for using equity method	80	72
Foreign exchange gains	–	24,809
Gain on sale of investment securities	10,552	–
Penalty income	6,492	3,354
Other	3,247	4,681
Total non-operating income	20,791	33,024
Non-operating expenses		
Interest expenses	23,589	57,573
Other	8,747	12,581
Total non-operating expenses	32,337	70,154
Ordinary profit	1,451,325	1,650,098
Profit before income taxes	1,451,325	1,650,098
Income taxes – current	288,284	422,703
Income taxes – deferred	115,556	115,418
Total income taxes	403,840	538,122
Profit	1,047,484	1,111,976
Profit attributable to non-controlling interests	233,551	49,336
Profit attributable to owners of parent	813,933	1,062,639

Quarterly Consolidated Statements of Comprehensive Income

First three-month period

(Thousands of yen)

	First three months of FY4/2025 (May 1, 2024–July 31, 2024)	First three months of FY4/2026 (May 1, 2025–July 31, 2025)
Profit	1,047,484	1,111,976
Other comprehensive income		
Valuation difference on available-for-sale securities	(5,483)	18,708
Foreign currency translation adjustments	(1,128)	777
Total other comprehensive income	(6,612)	19,486
Comprehensive income	1,040,872	1,131,462
Comprehensive income attributable to:		
Owners of the parent	807,320	1,082,126
Non-controlling interests	233,551	49,336

## (3) Notes to Quarterly Consolidated Financial Statements

*Segment Information*

I First three months of FY4/2025 (May 1, 2024–July 31, 2024)

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

(Thousands of yen)

	Reportable segment			Other (Note 1)	Total
	5G Infrastructure Support Business	5G Lifestyle Support Business	Enterprise/Creator 5G DX Support Business		
Net sales					
Sales to customers	2,019,861	6,184,531	5,086,612	–	13,291,005
Intersegment sales and transfers	527,263	29,433	75,246	–	631,943
Total	2,547,124	6,213,965	5,161,859	–	13,922,948
Segment profit (loss)	325,094	769,109	373,414	(5,438)	1,462,181

(Thousands of yen)

	Adjustment (Note 2)	Amount recorded in consolidated statement of income (Note 3)
Net sales		
Sales to customers	–	13,291,005
Intersegment sales and transfers	(631,943)	–
Total	(631,943)	13,291,005
Segment profit (loss)	690	1,462,871

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 690 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 FY4/2026 (May 1, 2025–July 31, 2025)

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

(Thousands of yen)

	Reportable Segment			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 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.

*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 FY4/2025 (May 1, 2024–July 31, 2024)	First three months of FY4/2026 (May 1, 2025–July 31, 2025)
Depreciation	162,484	163,278
Amortization of goodwill	427	5,312