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

March 14, 2025

Company name: FreeBit Co., Ltd.  
 Listing: Tokyo Stock Exchange  
 Securities code: 3843  
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 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 Nine Months Ended January 31, 2025 (May 1, 2024 to January 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                             | % |
| Nine months ended January 31, 2025 | 40,550      | – | 4,690            | – | 4,639           | – | 2,527                                   | – |
| Nine months ended January 31, 2024 | 39,992      | – | 4,670            | – | 4,592           | – | 2,868                                   | – |

Note: Comprehensive income For the nine months ended January 31, 2025: 3,289 million yen [–%]  
 For the nine months ended January 31, 2024: 3,638 million yen [–%]

|                                    | Basic earnings per share | Diluted earnings per share |
|------------------------------------|--------------------------|----------------------------|
|                                    | Yen                      | Yen                        |
| Nine months ended January 31, 2025 | 125.78                   | 124.95                     |
| Nine months ended January 31, 2024 | 143.68                   | 142.21                     |

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 previous fiscal year. As the first nine months of the previous fiscal year was a transitional period for changing the date of their fiscal year-end, the percentages representing year-on-year changes for the first nine months of the fiscal year ended April 30, 2024 and the first nine months of the fiscal year ending April 30, 2025 have been omitted.

#### (2) Consolidated Financial Position

|                        | Total assets | Net assets  | Equity ratio |
|------------------------|--------------|-------------|--------------|
|                        | Million yen  | Million yen | %            |
| As of January 31, 2025 | 39,475       | 17,963      | 35.0         |
| As of April 30, 2024   | 38,183       | 15,196      | 30.5         |

Reference: Equity As of January 31, 2025: 13,807 million yen  
 As of April 30, 2024: 11,628 million yen

### 2. Dividends

|  | Annual dividends |                 |                 |          |       |
|--|------------------|-----------------|-----------------|----------|-------|
|  | 1st quarter-end  | 2nd quarter-end | 3rd quarter-end | Year-end | Total |
|  | Yen              | Yen             | Yen             | Yen      | Yen   |
| Fiscal year ended April 30, 2024             | –                | 0.00            | –               | 27.00    | 27.00 |
| Fiscal year ending April 30, 2025            | –                | 0.00            | –               | –        | –     |
| Fiscal year ending April 30, 2025 (forecast) | –                | –               | –               | 30.00    | 30.00 |

(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, 2025 (May 1, 2024 to April 30, 2025)

(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 | 54,000      | – | 5,700            | – | 5,000           | – | 2,500                                   | – | 124.41                   |

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

For details, please refer to Attachment page 6 “1. Overview of Operating Results and Financial Position (3) Explanation of Consolidated Earnings Forecasts and Other Forecast Information.” In the fiscal year ended April 30, 2024, a consolidated subsidiary GIGA PRIZE Co., Ltd. and its subsidiaries changed the date of their fiscal year-end from March 31 to April 30. As the fiscal year ended April 2024, the comparative year, was a transitional period for changing the date of their fiscal year-end, the percentages representing year-on-year changes have been omitted.

\* Notes

- (1) Significant changes in the scope of consolidation during the period: Yes  
 Newly included: 3 companies (YOYO Holdings Pte. Ltd. and its two subsidiaries)  
 Excluded: 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 January 31, 2025 | 23,414,000 shares |
| As of April 30, 2024   | 23,414,000 shares |

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

|                        |                  |
|------------------------|------------------|
| As of January 31, 2025 | 3,232,541 shares |
| As of April 30, 2024   | 3,441,941 shares |

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

|                                    |                   |
|------------------------------------|-------------------|
| Nine months ended January 31, 2025 | 20,094,968 shares |
| Nine months ended January 31, 2024 | 19,967,100 shares |

\* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by a certified public accountant or an auditing firm: None

\* Explanations concerning the appropriate use of business performance 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 6 “1. Qualitative Information on Operating Results and Financial Position (3) Explanation of Consolidated Earnings Forecasts and Other Forecast Information” for assumptions for business performance 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.

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## 1. Overview of Operating Results and Financial Position

### (1) Overview of Operating Results for the Period Under Review

The forward-looking statements contained in this document are based on the Group’s judgments as of the end of the first nine months of the fiscal year ending April 30, 2025 (the “nine months ended January 31, 2025” or the “period under review”).

Our consolidated subsidiary GIGA PRIZE Co., Ltd. (“GIGA PRIZE”) and its subsidiaries changed their fiscal year-end from March 31 to April 30, which is the same as the consolidated fiscal year-end, in the previous fiscal year. As a result, the previous fiscal year of these consolidated subsidiaries was the 13 months started April 1, 2023 and ended April 30, 2024. Accordingly, the financial results of these consolidated subsidiaries for the ten months started April 1, 2023 and ended January 31, 2024 were incorporated in the consolidated financial results for the first nine months of the fiscal year ended April 30, 2024 (the “nine months ended January 31, 2024”).

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                             |
| 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   |
| IoT                       | Internet of Things              | A system that enables automatic recognition and automatic control without human intervention equipping things with a communication function to allow the things to interact with each other               |
| 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  |
| 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 businesses description of each reportable segment are 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 have 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, from the fiscal year ending April 30, 2025 (the “fiscal year under review”). 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 utilizing our web3 technology and patented technologies, among other things. Then, through the combination of our accumulated expertise in telecommunications with our proprietary Layer-1 blockchain technology, we aim to solve social issues by making a variety of things trusted, while gradually and complementarily implementing Web2.0 and web3 in a hybrid manner.

To further accelerate these initiatives, we announced on January 31, 2025, the “Notice of Capital and Business Alliance with SoftBank Corp. and Disposal of Treasury Shares through Third-Party Allotment” and the “Notice of Commencement of Tender Offer for Shares of GIGA PRIZE Co., Ltd. (Securities Code: 3830).”

Through the capital and business alliance with SoftBank Corp. (“SoftBank”), the Group aims to implement business strategies such as (1) further promoting and accelerating the social implementation of web3/AI, (2) enhancing the mobile business to deliver new services to a broader range of people, (3) expanding the use of IoT and unmanned devices, and (4) increasing our competitiveness in the housing market.

For GIGA PRIZE, we have determined that dissolving the current capital relationship under a parent-subsidary dual listing and delisting GIGA PRIZE would enhance the corporate value of both companies. This is because we should invest our resources in GIGA PRIZE more flexibly and take drastic measures to enhance its competitive advantage in a bid to achieve further growth in internet connection-related services for housing complexes and maximize the corporate value of the entire Group.

By undertaking the above initiatives as part of our growth strategy, the Group will transform into a “web3 implementation company leveraging expertise in telecommunications” that goes beyond merely providing telecommunications services. By doing so, the Group will drive forward with its all-hands-on-deck efforts to expand its business areas 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, despite concerns about the adverse impact of unstable international situations and price increases on the economy, the domestic IT market continued to grow at a solid rate, thanks to the acceleration of investments in AI-related products and DX. Moreover, in addition to the spread of the 5G communications standard, the emergence of a new concept of shifting from the conventional Web 2.0 (centralized) to web3 (decentralized) internet services has led us to the launch of a new business originated from this concept.

Under such an environment, in the fiscal year under review, the first year of the MTMP SiLK VISION 2027, we will strategically utilize operating cash flows to be generated from existing businesses to allocate our capital with the aim of enhancing corporate value through consistent growth while responding to accelerating technological innovations and other changes. Through such efforts, we will work to promote investments in businesses and human capital based on our growth strategy while balancing investment and shareholder returns, thereby enhancing and expanding our strategic business portfolio. We will also aim to further strengthen the Group’s competitiveness by maximizing the benefits of the capital and business alliance with SoftBank and the delisting of GIGA PRIZE.

The operating results of each reportable segment are as follows:

From the first quarter of the fiscal year under review, the Company partially changed the classification of reportable segments. Accordingly, the figures for the same period last year have been restated to reflect the said changes for the following year-on-year comparisons and analyses.

(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 home 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, the mobile market as a whole has continued to grow, and we believe that the market will continue to expand in the future as the use of independent MVNO services for IoT and inbound tourists is expected to increase.

Against this backdrop, the 5G Infrastructure Support Business posted net sales of 7,838,913 thousand yen (up 5.6% year on year) and segment profit of 1,056,364 thousand yen (down 25.7% year on year) mainly attributable to increases in costs for improving communication quality and strengthening human resources, despite 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, 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 90,305, bringing the total to 1,299,827 units, from 1,209,522 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 targeted smartphone models and promoting a further increase in users in accordance with the TONE IN strategy. The goal of this strategy is to enable the roll-out of technologies and services cultivated in a smartphone service TONE Mobile, which utilizes the Group's proprietary technologies, in smartphones other than in-house smartphones and a wide range of other devices, as well as in other sectors, including IoT. Additionally, we are focused on enhancing profitability primarily through tighter control of TONE Mobile contract acquisition costs.

Against this backdrop, the 5G Lifestyle Support Business posted net sales of 19,176,755 thousand yen and segment profit of 2,670,903 thousand yen, 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).

In the three months ended July 31, 2023, our consolidated subsidiary GIGA PRIZE and its subsidiaries changed their fiscal year-end from March 31 to April 30. As the nine months ended January 31, 2024 was a transitional period for the change in fiscal year-end, year-on-year percentage changes are not provided.

(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, we made steady progress in capturing demand for ad technology services in the affiliate business both in Japan and abroad. We also worked to achieve efficient business operations by implementing cost-cutting measures.

In addition, the segment saw an increase in 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/web3 era.

Against this backdrop, the Enterprise/Creator 5G DX Support Business posted net sales of 15,374,648 thousand yen (up 4.9% year on year) and segment profit of 976,479 thousand yen (up 26.6% year on year) as a result of solid performance, especially in the affiliate business.

As a result of the above, the Group posted net sales of 40,550,957 thousand yen, operating profit of 4,690,292 thousand yen, ordinary profit of 4,639,029 thousand yen, and profit attributable to owners of parent of 2,527,569 thousand yen for the period under review. In the three months ended July 31, 2023, our consolidated subsidiary GIGA PRIZE and its subsidiaries changed their fiscal year-end from March 31 to April 30. As the nine months ended January 31, 2024 was a transitional period for the change in fiscal year-end, year-on-year percentage changes are not provided.

(Reference 1)

Year-on-year comparison of net sales for the nine months ended January 31, 2024 and 2025 excluding the impact of the change in fiscal year-end of GIGA PRIZE and its subsidiaries

(Thousands of yen)

| Segment                                   | (Reference)<br>Nine months ended<br>January 31, 2024 | Nine months ended<br>January 31, 2025 | YoY change | YoY change (%) |
|---|--|---------------------------------------|------------|----------------|
| 5G Infrastructure Support Business        | 7,424,594  | 7,838,913                             | 414,319    | 5.6            |
| 5G Lifestyle Support Business             | 18,172,388   | 19,176,755                            | 1,004,367  | 5.5            |
| Enterprise/Creator 5G DX Support Business | 14,654,507   | 15,374,648                            | 720,140    | 4.9            |
| Adjustment                                | (1,990,769)  | (1,839,359)                           | 151,409    | –              |
| Total                                     | 38,260,721   | 40,550,957                            | 2,290,236  | 6.0            |

Note: The figures for the nine months ended January 31, 2024 are unaudited figures for reference purposes calculated for the year-on-year comparison of net sales.

(Reference 2)

Year-on-year comparison of operating profit for the nine months ended January 31, 2024 and 2025 excluding the impact of the change in fiscal year-end of GIGA PRIZE and its subsidiaries

(Thousands of yen)

| Segment                                   | (Reference)<br>Nine months ended<br>January 31, 2024 | Nine months ended<br>January 31, 2025 | YoY change | YoY change (%) |
|---|--|---------------------------------------|------------|----------------|
| 5G Infrastructure Support Business        | 1,420,857  | 1,056,364                             | (364,492)  | (25.7)         |
| 5G Lifestyle Support Business             | 2,098,081  | 2,670,903                             | 572,821    | 27.3           |
| Enterprise/Creator 5G DX Support Business | 771,011  | 976,479                               | 205,468    | 26.6           |
| Other                                     | (15,637)   | (16,021)                              | (383)      | –              |
| Adjustment                                | (2,205)  | 2,565                                 | 4,771      | –              |
| Total                                     | 4,272,106  | 4,690,292                             | 418,185    | 9.8            |

Note: The figures for the nine months ended January 31, 2024 are unaudited figures for reference purposes calculated for the year-on-year comparison of operating profit.

Net sales and segment profit (loss) by segment

(Thousands of yen)

| Classification                            | Net sales   | Segment profit (loss) |
|---|-------------|-----------------------|
| 5G Infrastructure Support Business        | 7,838,913   | 1,056,364             |
| 5G Lifestyle Support Business             | 19,176,755  | 2,670,903             |
| Enterprise/Creator 5G DX Support Business | 15,374,648  | 976,479               |
| Other                                     | –           | (16,021)              |
| Adjustment                                | (1,839,359) | 2,565                 |
| Total                                     | 40,550,957  | 4,690,292             |

(2) Overview of Financial Position for the Period under Review

As of the end of the period under review, total assets amounted to 39,475,501 thousand yen, an increase of 1,291,911 thousand yen from the end of the previous fiscal year. This was mainly due to increases of 553,120 thousand yen in cash and deposits, 456,530 thousand yen in notes and accounts receivable - trade, and contract assets; and 413,481 thousand yen in software.

Total liabilities amounted to 21,511,928 thousand yen, a decrease of 1,474,834 thousand yen from the end of the previous fiscal year. This was mainly due to decreases of 146,492 thousand yen in notes and accounts payable - trade, 122,506 thousand yen in current portion of long-term borrowings, 620,580 thousand yen in income taxes payable, 138,729 thousand yen in provisions, 250,003 thousand yen in long-term borrowings, and 187,390 thousand yen in lease liabilities (non-current liabilities).

Total net assets amounted to 17,963,573 thousand yen, an increase of 2,766,746 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 35.0%.

(3) Explanation of Consolidated Earnings Forecasts and Other Forecast Information

The consolidated earnings forecast has remained unchanged from the figures announced in the “Notice of Revision to Full-Year Earnings Forecast” released on January 31, 2025.



## 2. Quarterly Consolidated Financial Statements and Major Notes

### (1) Quarterly Consolidated Balance Sheet

(Thousands of yen)

|  | FY4/2024<br>(As of April 30, 2024) | First nine months of FY4/2025<br>(As of January 31, 2025) |
|--|------------------------------------|---|
| <b>Assets</b>  |                                    |   |
| Current assets   |                                    |   |
| Cash and deposits  | 18,722,373                         | 19,275,494  |
| Notes and accounts receivable - trade, and contract assets           | 8,506,073                          | 8,962,604   |
| Merchandise and finished goods                                       | 83,453                             | 168,643   |
| Work in process  | 195,266                            | 314,593   |
| Raw materials and supplies   | 1,982,762                          | 2,133,419   |
| Other  | 2,381,374                          | 2,257,185   |
| Allowance for doubtful accounts                                      | (53,727)                           | (53,773)  |
| Total current assets   | 31,817,576                         | 33,058,167  |
| Non-current assets   |                                    |   |
| Property, plant, and equipment                                       | 3,037,524                          | 2,910,408   |
| Intangible assets  |                                    |   |
| Goodwill   | 2,406                              | 96,273  |
| Software   | 248,223                            | 661,704   |
| Other  | 334,503                            | 45,433  |
| Total intangible assets  | 585,132                            | 803,411   |
| Investments and other assets   |                                    |   |
| Investment securities  | 989,025                            | 1,090,866   |
| Long-term loans receivable   | 1,496,914                          | 1,498,414   |
| Guarantee deposits   | 482,037                            | 491,663   |
| Other  | 1,506,984                          | 1,355,353   |
| Allowance for doubtful accounts                                      | (1,731,604)                        | (1,732,784)   |
| Investments and other assets   | 2,743,356                          | 2,703,513   |
| Total non-current assets   | 6,366,013                          | 6,417,334   |
| Total assets   | 38,183,589                         | 39,475,501  |
| <b>Liabilities</b>   |                                    |   |
| Current liabilities  |                                    |   |
| Notes and accounts payable - trade                                   | 352,019                            | 205,526   |
| Short-term borrowings  | 300,000                            | 300,000   |
| Current portion of long-term borrowings                              | 4,948,783                          | 4,826,277   |
| Accounts payable - other   | 5,272,919                          | 5,521,291   |
| Income taxes payable   | 1,131,940                          | 511,360   |
| Provisions   | 361,624                            | 222,894   |
| Other  | 1,782,580                          | 1,504,562   |
| Total current liabilities  | 14,149,868                         | 13,091,913  |
| Non-current liabilities  |                                    |   |
| Long-term borrowings   | 7,629,384                          | 7,379,381   |
| Lease liabilities  | 708,750                            | 521,360   |
| Provision for retirement benefits for directors (and other officers) | 60,527                             | 60,527  |
| Other provisions   | -                                  | 25,289  |
| Retirement benefit liability   | 66,206                             | 72,586  |
| Other  | 372,025                            | 360,869   |
| Total non-current liabilities  | 8,836,893                          | 8,420,014   |
| Total liabilities  | 22,986,762                         | 21,511,928  |

(Thousands of yen)

|   | FY4/2024<br>(As of April 30, 2024) | First nine months of FY4/2025<br>(As of January 31, 2025) |
|---|------------------------------------|---|
| Net assets  |                                    |   |
| Shareholders' equity                                  |                                    |   |
| Share capital   | 4,514,185                          | 4,514,185   |
| Capital surplus                                       | 1,496,844                          | 1,511,665   |
| Retained earnings                                     | 8,693,075                          | 10,681,399  |
| Treasury shares                                       | (3,240,129)                        | (3,043,007)   |
| Total shareholders' equity                            | 11,463,975                         | 13,664,242  |
| Accumulated other comprehensive income                |                                    |   |
| Valuation difference on available-for-sale securities | 174,924                            | 146,330   |
| Foreign currency translation adjustments              | (10,015)                           | (3,165)   |
| Total accumulated other comprehensive income          | 164,909                            | 143,165   |
| Share award rights                                    | 133,359                            | 20,146  |
| Share acquisition rights                              | 780                                | 780   |
| Non-controlling interests                             | 3,433,802                          | 4,135,239   |
| Total net assets                                      | 15,196,827                         | 17,963,573  |
| Total liabilities and net assets                      | 38,183,589                         | 39,475,501  |

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

## Quarterly Consolidated Statement of Income

First nine-month period

(Thousands of yen)

|   | First nine months of FY4/2024<br>(May 1, 2023–January 31, 2024) | First nine months of FY4/2025<br>(May 1, 2024–January 31, 2025) |
|---|---|---|
| Net sales   | 39,992,151  | 40,550,957  |
| Cost of sales   | 28,337,393  | 28,726,273  |
| Gross profit  | 11,654,758  | 11,824,683  |
| Selling, general and administrative expenses                  | 6,984,544   | 7,134,391   |
| Operating profit  | 4,670,213   | 4,690,292   |
| Non-operating income  |   |   |
| Interest and dividend income                                  | 1,114   | 2,654   |
| Share of profit of entities accounted for using equity method | 2,141   | 175   |
| Foreign exchange gains  | 12,732  | 16,097  |
| Gain on sale of investment securities                         | 13,634  | 108,860   |
| Penalty income  | 18,800  | 14,319  |
| Other   | 16,601  | 10,485  |
| Total non-operating income                                    | 65,024  | 152,593   |
| Non-operating expenses  |   |   |
| Interest expenses   | 76,795  | 69,222  |
| Commission expenses   | 17,889  | 102,613   |
| Other   | 48,229  | 32,019  |
| Total non-operating expenses                                  | 142,914   | 203,856   |
| Ordinary profit   | 4,592,324   | 4,639,029   |
| Extraordinary income  |   |   |
| Gain on sale of non-current assets                            | 6,440   | –   |
| Gain on sale of investment securities                         | 172,799   | 203   |
| Gain on sale of shares of subsidiaries and associates         | 86,462  | –   |
| Total extraordinary income                                    | 265,702   | 203   |
| Extraordinary losses  |   |   |
| Impairment losses   | 21,000  | –   |
| Loss on sale and retirement of non-current assets             | 2,023   | 3,487   |
| Loss on valuation of shares of subsidiaries and associates    | 3,927   | –   |
| Loss on liquidation of subsidiaries and associates            | –   | 2,854   |
| Total extraordinary loss                                      | 26,951  | 6,342   |
| Profit before income taxes                                    | 4,831,075   | 4,632,890   |
| Income taxes - current  | 1,113,371   | 1,173,755   |
| Income taxes - deferred                                       | 67,025  | 148,127   |
| Total income taxes  | 1,180,397   | 1,321,883   |
| Profit  | 3,650,678   | 3,311,007   |
| Profit attributable to non-controlling interests              | 781,875   | 783,437   |
| Profit attributable to owners of parent                       | 2,868,803   | 2,527,569   |

Quarterly Consolidated Statement of Comprehensive Income  
 First nine-month period

(Thousands of yen)

|   | First nine months of FY4/2024<br>(May 1, 2023–January 31, 2024) | First nine months of FY4/2025<br>(May 1, 2024–January 31, 2025) |
|---|---|---|
| Profit  | 3,650,678   | 3,311,007   |
| Other comprehensive income                            |   |   |
| Valuation difference on available-for-sale securities | (8,630)   | (28,593)  |
| Foreign currency translation adjustments              | (3,131)   | 6,849   |
| Total other comprehensive income                      | (11,762)  | (21,743)  |
| Comprehensive income                                  | 3,638,916   | 3,289,263   |
| (Comprehensive income attributable to:)               |   |   |
| Owners of the parent                                  | 2,857,040   | 2,505,825   |
| Non-controlling interests                             | 781,875   | 783,437   |

(3) Notes to Quarterly Consolidated Financial Statements

*Segment Information*

I First nine months of FY4/2024 (May 1, 2023 to January 31, 2024)

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

(Thousands of yen)

|                                  | Reportable segments                   |                                  |   | Other<br>(Note 1) | Total      |
|----------------------------------|---------------------------------------|----------------------------------|---|-------------------|------------|
|                                  | 5G Infrastructure<br>Support Business | 5G Lifestyle<br>Support Business | Enterprise/Creator<br>5G DX Support<br>Business |                   |            |
| Net sales                        |                                       |                                  |   |                   |            |
| Sales to customers               | 5,765,773                             | 19,819,444                       | 14,406,933                                      | –                 | 39,992,151 |
| Intersegment sales and transfers | 1,658,820                             | 84,374                           | 247,574   | –                 | 1,990,769  |
| Total                            | 7,424,594                             | 19,903,818                       | 14,654,507                                      | –                 | 41,982,920 |
| Segment profit (loss)            | 1,420,857                             | 2,496,188                        | 771,011   | (15,637)          | 4,672,419  |

(Thousands of yen)

|                                  | Adjustment<br>(Note 2) | Amount recorded<br>in quarterly<br>consolidated<br>statement of<br>income (Note 3) |
|----------------------------------|------------------------|--|
| Net sales                        |                        |  |
| Sales to customers               | –                      | 39,992,151   |
| Intersegment sales and transfers | (1,990,769)            | –  |
| Total                            | (1,990,769)            | 39,992,151   |
| Segment profit (loss)            | (2,205)                | 4,670,213  |

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 minus 2,205 thousand yen includes the reclassification of allowance for doubtful accounts.

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

II First nine months of FY4/2025 (May 1, 2024 to January 31, 2025)

1. Information on sales and profit (loss) by reportable segment

(Thousands of yen)

|                                  | Reportable Segments                   |                                  |   | Other<br>(Note 1) | Total      |
|----------------------------------|---------------------------------------|----------------------------------|---|-------------------|------------|
|                                  | 5G Infrastructure<br>Support Business | 5G Lifestyle<br>Support Business | Enterprise/Creator<br>5G DX Support<br>Business |                   |            |
| Net sales                        |                                       |                                  |   |                   |            |
| Sales to customers               | 6,310,768                             | 19,071,788                       | 15,168,400                                      | –                 | 40,550,957 |
| Intersegment sales and transfers | 1,528,145                             | 104,966                          | 206,247   | –                 | 1,839,359  |
| Total                            | 7,838,913                             | 19,176,755                       | 15,374,648                                      | –                 | 42,390,317 |
| Segment profit (loss)            | 1,056,364                             | 2,670,903                        | 976,479   | (16,021)          | 4,687,726  |

(Thousands of yen)

|                                  | Adjustment<br>(Note 2) | Amount recorded<br>in quarterly<br>consolidated<br>statement of<br>income (Note 3) |
|----------------------------------|------------------------|--|
| Net sales                        |                        |  |
| Sales to customers               | –                      | 40,550,957   |
| Intersegment sales and transfers | (1,839,359)            | –  |
| Total                            | (1,839,359)            | 40,550,957   |
| Segment profit (loss)            | 2,565                  | 4,690,292  |

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 2,565 thousand yen includes the elimination of intersegment transactions.

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

2. Matters concerning changes in reportable segments

From the first quarter of FY4/2025, expenses related to certain basic research, which were previously classified into the 5G Infrastructure Support Business, 5G Lifestyle Support Business and Enterprise/Creator 5G DX Support Business have been reclassified into the 5G Lifestyle Support Business due to reaching the social implementation stage. The segment information for the first nine months of FY04/2024 is prepared and disclosed based on the classification for the period under review.

*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 nine months of FY4/2024<br>(May 1, 2023 to January 31, 2024) | First nine months of FY4/2025<br>(May 1, 2024 to January 31, 2025) |
|--------------------------|--|--|
| Depreciation             | 566,017  | 509,432  |
| Amortization of goodwill | 13,308   | 6,289  |