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Summary of Consolidated Financial Results for the Nine Months Ended November 30, 2024 (Based on Japanese GAAP)

| | | | January 14, 2025 |
|-----------------------------|--|-------------------|---------------------|
| Company Name | OXIDE Corporation | | |
| Stock Exchange Listing: | Tokyo | | |
| Stock Code | 6521 URL https://www.opt-oxide.com | I. | |
| Representative | President (COO & CFO) | Masayuki Yamamoto | |
| Inquiries: | Director (CSO), Head of Corporate | Seiji Uchida | TEL +81-551-26-0022 |
| inquiries. | Strategy Division | Seiji Genida | TEL +81-331-20-0022 |
| Scheduled date to commend | e dividend payments: | _ | |
| Preparation of supplementa | ry materials on quarterly financial results: | Yes | |
| Holding of quarterly financ | ial results briefing: | Yes | |

(Amounts less than one million yen are rounded down)

1.Consolidated financial results for the nine months ended November 30, 2024 (from March 1, 2024 to November 30, 2024) (1) Consolidated operating results (cumulative) Percentages indicate year-on-year changes

| | Net sales | | Operating profit | | Ordinary profit | | Profit attributable to owners of parent | |
|-------------------------------------|-----------------|---------|------------------|-----|-------------------|------|---|---|
| | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % |
| Nine months ended November 30, 2024 | 5,721 | 21.9 | (356) | - | (474) | - | (2,957) | - |
| Nine months ended November 30, 2023 | 4,693 | - | (678) | - | (566) | - | (488) | - |
| Note: Comprehensive income | Nine months en | ded Nov | vember 30, 2024 | 4 Л | PY(2,841) million | [-%] | | |

Nine months ended November 30, 2024 JPY(2,841) million [-%] Nine months ended November 30, 2023 JPY(310) million [-%]

| | Earnings per share | Diluted earnings per share |
|-------------------------------------|--------------------|----------------------------|
| | Yen | Yen |
| Nine months ended November 30, 2024 | (267.78) | - |
| Nine months ended November 30, 2023 | (48.84) | - |

Notes: 1. The Company started preparing quarterly consolidated financial statements from the first quarter of the fiscal year ending

February 28, 2025. Therefore, the figures and year-on-year changes for the Nine months ended November 30, 2024.

2. Diluted quarterly net income per share is not presented, as the Company recorded a net loss per share despite the existence of potential shares ..

3. At the end of the fiscal year ending February 29, 2024, the provisional accounting treatment related to the business combination was finalized, and the figures for the third quarter of the fiscal year ending February 29, 2024 reflect the finalized content of the provisional accounting treatment.

(2) Consolidated Financial Position

| | Total assets | Net assets | Equity ratio |
|-------------------------|------------------------|------------------|--------------|
| | Millions of yen | Millions of yen | % |
| As of November 30, 2024 | 17,703 | 5,002 | 28.1 |
| As of February 29, 2024 | 19,251 | 7,610 | 39.5 |
| Reference: Equity | As of November 30, 202 | JPY4,980 million | |

Reference: Equity

As of February 29,2024

JPY4,980 million JPY7,610 million

2. Cash dividends

| | | Annual dividends per share | | | | | | | |
|---|-----------------|---|-----|------|------|--|--|--|--|
| | 1st quarter-end | 1st quarter-end 2nd quarter-end 3rd quarter-end Fiscal year-end Total | | | | | | | |
| | Yen | Yen | Yen | Yen | Yen | | | | |
| Year ended February 29,2024 | - | 0.00 | - | 0.00 | 0.00 | | | | |
| Year ending February 28, 2025 | - | 0.00 | - | | | | | | |
| Year ending February 28,2025 (Forecast) | | | | 0.00 | 0.00 | | | | |

Note: Revision to the most recent dividend forecast: No

3. Forecast of consolidated financial results for the year ending February 28, 2025 (from March 1, 2024 to February 28, 2025)

Percentages indicate year-on-year changes

| | Net sale | s | Operating pr | ofit | Ordinary pr | ofit | Profit attributab owners of par | | Earnings per share |
|-----------|-----------------|------|-----------------|------|-----------------|------|------------------------------------|---|--------------------|
| | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % | Yen |
| Full year | 8,300 | 25.6 | 0 | - | 50 | - | (2,850) | - | (258.01) |

Note: Revisions to the financial results forecast most recently announced: Yes

* Notes

(2) Application of special accounting methods for preparing quarterly consolidated financial statements: No

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

- Changes in accounting policies due to revisions to accounting standards and other regulations: No
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: No
- Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

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

| As of November 30, 2024 | 11,139,823 Shares | As of February 29, 2024 | 11,005,525 Shares | | | | |
|---|-------------------|-------------------------------------|-------------------|--|--|--|--|
| Number of treasury shares at the end of the period | | | | | | | |
| As of November 30, 2024 | 796 Shares | As of February 29, 2024 | 467 Shares | | | | |
| Average number of shares during the period (cumulative from the beginning of the fiscal year) | | | | | | | |
| Nine months ended November 30, 2024 | 11,045,661 Shares | Nine months ended November 30, 2023 | 9,995,046 Shares | | | | |

* Review of the attached quarterly consolidated financial statements by certified public accountants or an audit firm: No

* Proper use of financial results forecasts, and other special matters

The forward-looking statements, including the financial results forecasts, contained in this document are based on information currently available to the Company and on certain assumptions deemed to be reasonable. These statements do not purport that the Company pledges to achieve the stated performance. Actual business and other results may differ substantially due to various factors.

Significant changes in the scope of consolidation during the period: Yes One new company (OXIDE Power Crystal Corporation)

Quarterly consolidated financial statements

(1) consolidated balance sheet

| | As of February 29, 2024 | As of November 30, 2024 |
|---|-------------------------|-------------------------|
| Assets | | |
| Current assets | | |
| Cash and deposits | 1,631,297 | 2,262,322 |
| Notes and accounts receivable - trade | 1,350,683 | 1,379,700 |
| Electronically recorded monetary claims - | 11,853 | 36,399 |
| operating | 11,835 | 30,395 |
| Merchandise and finished goods | 207,458 | 245,663 |
| Work in process | 2,501,779 | 3,204,117 |
| Raw materials and supplies | 1,401,026 | 1,053,504 |
| Other, net | 455,007 | 338,060 |
| Total Current Assets | 7,559,106 | 8,519,775 |
| Non-current assets | | |
| Property, plant and equipment | | |
| Buildings and Structures, net | 2,592,049 | 2,547,755 |
| Machinery, equipment and vehicles, net | 3,909,362 | 3,685,93 |
| Other, net | 1,630,214 | 2,185,929 |
| Total property, plant and equipment | 8,131,626 | 8,419,622 |
| Intangible assets | | |
| Goodwill | 1,641,346 | |
| Customer-related assets | 1,140,346 | |
| Other | 262,290 | 250,254 |
| Total Intangible assets | 3,043,983 | 250,254 |
| Investments and other assets | 516,994 | 513,833 |
| Total non-current assets | 11,692,604 | 9,183,710 |
| Total assets | 19,251,711 | 17,703,485 |

(Thousands of yen)

| Short-term borrowings 1.500,000 2,900,000 Current portion of bonds payable 7,000 4,500 Current portion of long-term borrowings 905,866 1,114,327 Income taxes payable 32,844 32,965 Provision for bonuses 122,200 190,185 Provision for product warranties 108,734 108,886 Other 1,595,035 1,293,503 Total Current Liabilities 4,602,253 6,134,71 Non-current liabilities 4,632,536 6,322,526 Provision for employee stock compensation 5,654 9,291 Retirement benefit liability 522 513 Other 239,593 14,176 Total lanon-current liabilities 7,039,032 6,566,507 Total non-current liabilities 7,039,032 6,566,507 Total liabilities 3,177,014 3,282,802 Capital surplus 3,633,837 3,739,624 Retained earnings 652,271 (2,305,752) Accumulated other comprehensive income 7,461,530 4,715,262 | | As of February 29, 2024 | As of November 30, 2024 |
|---|---|-------------------------|-------------------------|
| Notes and accounts payable - trade 261,690 371,231 Short-term borrowings 1.500,000 2,900,000 Current portion of bonds payable 7,000 4,500 Current portion of long-term borrowings 905,866 1,114,327 Income taxes payable 32,844 32,965 Provision for bonuses 122,200 190,185 Provision for repairs 68,880 118,874 Provision for repairs 68,880 118,874 Provision for repairs 68,880 118,874 Provision for repairs 66,38,761 63,92,526 Other 1,595,035 1,293,032 Total Current Liabilities 4,602,253 6,134,471 Non-current liabilities 26,538,761 6,322,526 Provision for employee stock compensation 5,654 9,291 Retirement benefit liability 522 513 Other 239,593 14,176 Total non-current liabilities 7,039,032 6,566,507 Shareholders' equity 3,633,837 3,739,624 Shareholders' equity< | Liabilities | | |
| Short-term borrowings 1.500,000 2,900,000 Current portion of bonds payable 7,000 4,500 Current portion of long-term borrowings 905,866 1,114,327 Income taxes payable 32,844 32,965 Provision for bonuses 122,200 190,185 Provision for product warranties 108,734 108,886 Other 1,595,035 1,293,503 Total Current Liabilities 4,602,253 6,134,471 Non-current liabilities 6,638,761 6,392,526 Provision for employee stock compensation 5,654 9,291 Retirement benefit liability 522 513 Other 239,593 14,176 Total non-current liabilities 7,039,032 6,566,507 Total non-current liabilities 7,039,032 6,566,507 Total liabilities 3,177,014 3,282,802 Share capital 3,177,014 3,282,802 Capital surplus 3,633,837 3,739,624 Retained earnings 652,271 (2,005,772 Valuation difference on | Current liabilities | | |
| Current portion of bonds payable 7,000 4,500 Current portion of long-term borrowings 905,866 1,114,327 Income taxes payable 32,844 32,965 Provision for bonuses 122,200 190,185 Provision for ponuses 122,200 190,185 Provision for product warranties 108,734 108,886 Other 1,595,035 1,293,502 Total Current Liabilities 4,602,253 6,134,471 Non-current liabilities 154,500 150,000 Long-term borrowings 6,638,761 6,392,526 Provision for employee stock compensation 5,654 9,291 Retirement benefit liability 522 513 Other 239,593 14,176 Total non-current liabilities 7,039,032 6,566,507 Total inbilities 3,177,014 3,282,802 Share capital 3,177,014 3,282,802 Capital surplus 3,633,837 3,739,624 Retained earnings 652,271 (2,305,572) Treasury shares (1,591) | Notes and accounts payable - trade | 261,690 | 371,231 |
| Current portion of long-term borrowings 905,866 1,114,327 Income taxes payable 32,844 32,965 Provision for bonuses 122,200 190,183 Provision for product warranties 108,734 108,886 Other 1,595,035 1,293,502 Total Current Liabilities 4,602,253 6,134,471 Non-current liabilities 4,602,253 6,134,471 Non-current liabilities 6,638,761 6,392,526 Provision for employee stock compensation 5,654 9,291 Retirement benefit liability 522 513 Other 239,593 14,170 Total non-current liabilities 7,039,032 6,566,507.079 Net assets 7 12,700,979 Net assets 11,641,285 12,700,979 Net assets 3,177,014 3,282,802 2,5372 1,739,624 Share capital 3,177,014 3,282,802 2,5372 1,739,624 Share capital 3,177,014 3,282,802 2,5372 1,739,624 1,5919 1,5919 1,5919 </td <td>Short-term borrowings</td> <td>1.500,000</td> <td>2,900,000</td> | Short-term borrowings | 1.500,000 | 2,900,000 |
| Income taxes payable 32,844 32,965 Provision for bonuses 122,200 190,185 Provision for product warranties 108,734 108,886 Other 1,595,035 1,293,502 Total Current Liabilities 4,602,253 6,134,471 Non-current liabilities 4,602,253 6,134,471 Non-current liabilities 6,638,761 6,392,526 Provision for employee stock compensation 5,654 9,291 Retirement benefit liability 522 513 Other 239,593 14,170 Total non-current liabilities 7,039,032 6,566,507 Total liabilities 11,641,285 12,700,979 Net assets 5 12,700,979 Share capital 3,177,014 3,282,802 Capital surplus 3,633,837 3,739,624 Retained earnings 652,271 (2,305,572) Treasury shares (1,591) (1,591) Total shareholders' equity 7,461,530 4,715,262 Accumulated other comprehensive income 962 | Current portion of bonds payable | 7,000 | 4,500 |
| Provision for bouses 122,200 190,185 Provision for repairs 68,880 118,874 Provision for product warranties 108,734 108,886 Other 1,595,035 1,293,502 Total Current Liabilities 4,602,253 6,134,471 Non-current liabilities 4,602,253 6,134,471 Non-current liabilities 4,602,253 6,134,471 Non-current liabilities 6,638,761 6,392,526 Provision for employee stock compensation 5,654 9,291 Retirement benefit liability 522 513 Other 239,593 14,176 Total non-current liabilities 7,039,032 6,566,507 Total liabilities 11,641,285 12,700,979 Net assets 5 12,700,979 Share capital 3,177,014 3,282,802 Capital surplus 3,633,837 3,739,624 Retained earnings 652,271 (2,305,572) Treasury shares (1,591) (1,591) Total shareholders' equity 7,461,530 <td< td=""><td>Current portion of long-term borrowings</td><td>905,866</td><td>1,114,327</td></td<> | Current portion of long-term borrowings | 905,866 | 1,114,327 |
| Provision for repairs 68,880 118,874 Provision for product warranties 108,734 108,886 Other 1,595,035 1,293,502 Total Current Liabilities 4,602,253 6,134,471 Non-current liabilities 154,500 150,000 Long-term borrowings 6,638,761 6,392,526 Provision for employee stock compensation 5,654 9,291 Retirement benefit liability 522 513 Other 239,593 14,176 Total non-current liabilities 7,039,032 6,566,507 Total inabilities 11,641,285 12,700,979 Net assets 3,177,014 3,282,802 Share capital 3,177,014 3,282,802 Capital surplus 3,633,837 3,739,624 Retained earnings 652,271 (2,305,572) Treasury shares (1,591) (1,591) Total shareholders' equity 7,461,530 4,715,262 Accumulated other comprehensive income 962 965 Valuation difference on available-for-sale securities <td>Income taxes payable</td> <td>32,844</td> <td>32,965</td> | Income taxes payable | 32,844 | 32,965 |
| Provision for product warranties 108,734 108,886 Other 1,595,035 1,293,502 Total Current Liabilities 4,602,253 6,134,471 Non-current liabilities 4,602,253 6,134,471 Non-current liabilities 154,500 150,000 Long-term borrowings 6,638,761 6,392,522 Provision for employce stock compensation 5,654 9,291 Retirement benefit liability 522 513 Other 239,593 14,176 Total non-current liabilities 7,039,032 6,566,507 Total inon-current liabilities 11,641,285 12,700,979 Net assets 3,177,014 3,282,802 Share capital 3,177,014 3,282,802 Capital surplus 3,633,837 3,739,624 Retained earnings 652,271 (2,305,572) Treasury shares (1,591) (1,591) Total shareholders' equity 7,461,530 4,715,262 Accumulated other comprehensive income 962 965 Valuation difference on available-for | Provision for bonuses | 122,200 | 190,185 |
| Other 1,595,035 1,293,502 Total Current Liabilities 4,602,253 6,134,471 Non-current liabilities 154,500 150,000 Long-term borrowings 6,638,761 6,392,526 Provision for employee stock compensation 5,654 9,291 Retirement benefit liability 522 513 Other 239,593 14,176 Total non-current liabilities 7,039,032 6,566,507 Total liabilities 7,039,032 6,566,507 Total liabilities 11,641,285 12,700,979 Net assets 3,177,014 3,282,802 Capital surplus 3,633,837 3,739,624 Retained earnings 652,271 (2,305,572) Treasury shares (1,591) (1,591) Total shareholders' equity 7,461,530 4,715,262 Accumulated other comprehensive income 147,932 264,208 Valuation difference on available-for-sale securities 962 965 Foreign currency translation adjustment 147,932 264,208 Total accumul | Provision for repairs | 68,880 | 118,874 |
| Total Current Liabilities 4,602,253 6,134,471 Non-current liabilities 4,602,253 6,134,471 Non-current liabilities 154,500 150,000 Long-term borrowings 6,638,761 6,392,526 Provision for employee stock compensation 5,654 9,291 Retirement benefit liability 522 513 Other 239,593 14,176 Total non-current liabilities 7,039,032 6,566,507 Total liabilities 11,641,285 12,700,979 Net assets 3,177,014 3,282,802 Capital surplus 3,633,837 3,739,624 Retained earnings 652,271 (2,305,572) Treasury shares (1,591) (1,591) Total shareholders' equity 7,461,530 4,715,262 Accumulated other comprehensive income 962 965 Valuation difference on available-for-sale securities 962 965 Foreign currency translation adjustment 147,932 264,208 Total accumulated other comprehensive income 148,895 265,174 | Provision for product warranties | 108,734 | 108,886 |
| Non-current liabilitiesBonds payable154,500Long-term borrowings6,638,761Other5,654Provision for employee stock compensation5,654Retirement benefit liability522Other239,593Total non-current liabilities7,039,032Other239,593Itabilities11,641,285Share capital3,177,014Share capital3,177,014Share capital surplus3,633,837Agata specific comprehensive income(1,591)Valuation difference on available-for-sale securities962Poreign currency translation adjustment147,932Total accumulated other comprehensive income148,895Subscription rights to shares-Total net assets-20,068- | Other | 1,595,035 | 1,293,502 |
| Bonds payable 154,500 150,000 Long-term borrowings 6,638,761 6,392,526 Provision for employee stock compensation 5,654 9,291 Retirement benefit liability 522 513 Other 239,593 14,176 Total non-current liabilities 7,039,032 6,566,507 Total liabilities 11,641,285 12,700,979 Net assets 11,641,285 12,700,979 Net assets 3,633,837 3,739,624 Capital surplus 3,633,837 3,739,624 Retained earnings 652,271 (2,305,572) Treasury shares (1,591) (1,591) Total shareholders' equity 7,461,530 4,715,262 Accumulated other comprehensive income 962 965 Valuation difference on available-for-sale securities 962 965 Foreign currency translation adjustment 147,932 264,208 Total accumulated other comprehensive income 148,895 265,174 Subscription rights to shares - 22,068 Total ne | Total Current Liabilities | 4,602,253 | 6,134,471 |
| Long-term borrowings 6,638,761 6,392,526 Provision for employee stock compensation 5,654 9,291 Retirement benefit liability 522 513 Other 239,593 14,176 Total non-current liabilities 7,039,032 6,566,507 Total non-current liabilities 11,641,285 12,700,979 Net assets 11,641,285 12,700,979 Share capital 3,177,014 3,282,802 Capital surplus 3,633,837 3,739,624 Retained earnings 652,271 (2,305,572) Treasury shares (1,591) (1,591) Total shareholders' equity 7,461,530 4,715,262 Accumulated other comprehensive income 962 965 Valuation difference on available-for-sale securities 962 965 Foreign currency translation adjustment 147,932 264,208 Total accumulated other comprehensive income 148,895 265,174 Subscription rights to shares - 22,068 Total net assets 7,610,426 5,002,506 <td>Non-current liabilities</td> <td></td> <td></td> | Non-current liabilities | | |
| Provision for employee stock compensation 5,654 9,291 Retirement benefit liability 522 513 Other 239,593 14,176 Total non-current liabilities 7,039,032 6,566,507 Total liabilities 11,641,285 12,700,979 Net assets 11,641,285 12,700,979 Shareholders' equity 3,177,014 3,282,802 Capital surplus 3,633,837 3,739,624 Retained earnings 652,271 (2,305,572) Treasury shares (1,591) (1,591) Total shareholders' equity 7,461,530 4,715,262 Accumulated other comprehensive income 962 965 Valuation difference on available-for-sale securities 962 965 Foreign currency translation adjustment 147,932 264,208 Total accumulated other comprehensive income 148,895 265,174 Subscription rights to shares - 22,068 Total net assets 7,610,426 5,002,506 | Bonds payable | 154,500 | 150,000 |
| Retirement benefit liability 522 513 Other 239,593 14,176 Total non-current liabilities 7,039,032 6,566,507 Total liabilities 11,641,285 12,700,979 Net assets 11,641,285 12,700,979 Share capital 3,177,014 3,282,802 Capital surplus 3,633,837 3,739,624 Retained earnings 652,271 (2,305,572) Treasury shares (1,591) (1,591) Total shareholders' equity 7,461,530 4,715,262 Accumulated other comprehensive income 962 965 Foreign currency translation adjustment 147,932 264,208 Total accumulated other comprehensive income 148,895 265,174 Subscription rights to shares - 22,068 Total net assets 7,610,426 5,002,506 | Long-term borrowings | 6,638,761 | 6,392,526 |
| Other 239,593 14,176 Total non-current liabilities 7,039,032 6,566,507 Total liabilities 11,641,285 12,700,979 Net assets 11,641,285 12,700,979 Share capital 3,177,014 3,282,802 Capital surplus 3,633,837 3,739,624 Retained earnings 652,271 (2,305,572) Treasury shares (1,591) (1,591) Total shareholders' equity 7,461,530 4,715,262 Accumulated other comprehensive income 962 965 Valuation difference on available-for-sale securities 962 965 Foreign currency translation adjustment 147,932 264,208 Total accumulated other comprehensive income 148,895 265,174 Subscription rights to shares - 22,068 Total net assets 7,610,426 5,002,506 | Provision for employee stock compensation | 5,654 | 9,291 |
| Total non-current liabilities7,039,0326,566,507Total liabilities11,641,28512,700,979Net assets11,641,28512,700,979Share capital3,177,0143,282,802Capital surplus3,633,8373,739,624Retained earnings652,271(2,305,572)Treasury shares(1,591)(1,591)Total shareholders' equity7,461,5304,715,262Accumulated other comprehensive income962965Foreign currency translation adjustment147,932264,208Total accumulated other comprehensive income148,895265,174Subscription rights to shares-22,068Total net assets7,610,4265,002,506 | Retirement benefit liability | 522 | 513 |
| Total liabilities1,60,7026,903,603Total liabilities11,641,28512,700,979Net assetsShareholders' equityShare capital3,177,0143,282,802Capital surplus3,633,8373,739,624Retained earnings652,271(2,305,572)Treasury shares(1,591)(1,591)Total shareholders' equity7,461,5304,715,262Accumulated other comprehensive income962965Foreign currency translation adjustment147,932264,208Total accumulated other comprehensive income148,895265,174Subscription rights to shares-22,068Total net assets7,610,4265,002,506 | Other | 239,593 | 14,176 |
| Net assetsImage: Second se | | 7,039,032 | 6,566,507 |
| Share Share capital3,177,0143,282,802Capital surplus3,633,8373,739,624Retained earnings652,271(2,305,572)Treasury shares(1,591)(1,591)Total shareholders' equity7,461,5304,715,262Accumulated other comprehensive income962965Foreign currency translation adjustment147,932264,208Total accumulated other comprehensive income148,895265,174Subscription rights to shares-22,068Total net assets7,610,4265,002,506 | – Total liabilities | 11,641,285 | 12,700,979 |
| Share capital3,177,0143,282,802Capital surplus3,633,8373,739,624Retained earnings652,271(2,305,572)Treasury shares(1,591)(1,591)Total shareholders' equity7,461,5304,715,262Accumulated other comprehensive income962965Foreign currency translation adjustment147,932264,208Total accumulated other comprehensive income148,895265,174Subscription rights to shares-22,068Total net assets7,610,4265,002,506 | Net assets | | |
| Capital surplus3,633,8373,739,624Retained earnings652,271(2,305,572)Treasury shares(1,591)(1,591)Total shareholders' equity7,461,5304,715,262Accumulated other comprehensive income962965Valuation difference on available-for-sale securities962965Foreign currency translation adjustment147,932264,208Total accumulated other comprehensive income148,895265,174Subscription rights to shares-22,068Total net assets7,610,4265,002,506 | Shareholders' equity | | |
| Retained earnings652,271(2,305,572)Treasury shares(1,591)(1,591)Total shareholders' equity7,461,5304,715,262Accumulated other comprehensive income962965Valuation difference on available-for-sale securities962965Foreign currency translation adjustment147,932264,208Total accumulated other comprehensive income148,895265,174Subscription rights to shares-22,068Total net assets7,610,4265,002,506 | Share capital | 3,177,014 | 3,282,802 |
| Treasury shares(1,591)(1,591)Total shareholders' equity7,461,5304,715,262Accumulated other comprehensive income962965Valuation difference on available-for-sale securities962965Foreign currency translation adjustment147,932264,208Total accumulated other comprehensive income148,895265,174Subscription rights to shares-22,068Total net assets7,610,4265,002,506 | Capital surplus | 3,633,837 | 3,739,624 |
| Total shareholders' equity7,461,5304,715,262Accumulated other comprehensive income962965Valuation difference on available-for-sale securities962965Foreign currency translation adjustment147,932264,208Total accumulated other comprehensive income148,895265,174Subscription rights to shares-22,068Total net assets7,610,4265,002,506 | Retained earnings | 652,271 | (2,305,572) |
| Accumulated other comprehensive income962965Valuation difference on available-for-sale securities962965Foreign currency translation adjustment147,932264,208Total accumulated other comprehensive income148,895265,174Subscription rights to shares-22,068Total net assets7,610,4265,002,506 | Treasury shares | (1,591) | (1,591) |
| Valuation difference on available-for-sale securities962965Foreign currency translation adjustment147,932264,208Total accumulated other comprehensive income148,895265,174Subscription rights to shares-22,068Total net assets7,610,4265,002,506 | Total shareholders' equity | 7,461,530 | 4,715,262 |
| Valuation difference on available-for-sale securities962965Foreign currency translation adjustment147,932264,208Total accumulated other comprehensive income148,895265,174Subscription rights to shares-22,068Total net assets7,610,4265,002,506 | Accumulated other comprehensive income | | |
| Total accumulated other comprehensive income148,895265,174Subscription rights to shares-22,068Total net assets7,610,4265,002,506 | Valuation difference on available-for-sale securities | 962 | 965 |
| Subscription rights to shares-22,068Total net assets7,610,4265,002,506 | Foreign currency translation adjustment | 147,932 | 264,208 |
| Total net assets 7,610,426 5,002,506 | Total accumulated other comprehensive income | 148,895 | 265,174 |
| Total net assets 7,610,426 5,002,506 | <u> </u> | - | 22,068 |
| | | 7,610,426 | 5,002,506 |
| | Total liabilities and net assets | 19,251,711 | 17,703,485 |

(2) Quarterly consolidated statement of income and consolidated statement of comprehensive income

(Quarterly consolidated statement of income)

(For the nine months period)

| | | (Thousands of yen) |
|--|--|--|
| | Nine months ended November 30, 2023 | Nine months ended November 30, 2024 |
| Revenue | 4,693,716 | 5,721,640 |
| Cost of sales | 3,309,213 | 3,694,468 |
| Gross profit | 1,384,502 | 2,027,171 |
| Selling, general and administrative expenses | 2,063,087 | 2,383,489 |
| Operating loss | (678,584) | (356,317) |
| Non-operating income | | |
| Interest income | 7,103 | 587 |
| Subsidy income | 300,960 | 2,323 |
| Grant income | 1,721 | 81,822 |
| Other | 3,399 | 8,012 |
| Total non-operating income | 313,184 | 92,746 |
| Non-operating expenses | | |
| Interest expenses | 101,669 | 108,787 |
| Commission expenses | 47,467 | 33,268 |
| Foreign exchange losses | 44,478 | 55,682 |
| Other | 7,444 | 12,902 |
| Total non-operating expenses | 201,060 | 210,640 |
| Ordinary loss | (566,461) | (474,212) |
| Extraordinary income | | |
| Gain on sale of non-current assets | 9,394 | 17,444 |
| Subsidy income | 2,979 | 5,196 |
| Total extraordinary income | 12,374 | 22,640 |
| Extraordinary losses | | |
| Loss on sales of non-current assets | - | 13,228 |
| Loss on reduction of non-current assets | 2,737 | 5,009 |
| Impairment loss | - | 2,715,837 |
| Total extraordinary losses | 2,737 | 2,734,074 |
| Interim net loss before taxes | (556,823) | (3,185,647) |
| Income taxes - current | 4,318 | 14,380 |
| Income taxes - deferred | (72,943) | (242,184) |
| Total income taxes | (68,625) | (227,803) |
| Quarterly net loss | (488,198) | (2,957,843) |
| Profit attributable to non-controlling interests | - | |
| Quarterly net loss Profit attributable to owners of parent | (488,198) | (2,957,843) |

(Quarterly consolidated statement of comprehensive income)

(For the nine months period)

| | Nine months ended November 30, 2023 | Nine months ended November 30, 2024 |
|---|--|--|
| Profit or Loss | (488,198) | (2,957,843) |
| Other comprehensive income | | |
| Valuation difference on available-for-sale securities | 511 | 3 |
| Foreign currency translation adjustment | 176,770 | 116,276 |
| Total of other comprehensive income | 177,282 | 116,279 |
| Comprehensive income | (310,916) | (2,841,564) |
| Comprehensive income attributable to | | |
| Comprehensive income attributable to owners of | (310,916) | (2,841,564) |
| parent | | |
| Comprehensive income attributable to non-controlling | - | - |
| interests | | |

(Thousands of yen)