



Consolidated Financial Results for the Three Months Ended June 30, 2025 [Japanese GAAP]

August 6, 2025

Company name: GUNZE LIMITED

Listing: Tokyo Stock Exchange

Securities code: 3002

URL: <https://www.gunze.co.jp/>

Representative: Toshiyasu Saguchi

Inquiries: Junko Nakashima

Telephone: +81-6-6348-1314

Scheduled date to commence dividend payments: -

Preparation of supplementary material on financial results: Yes

Holding of financial results briefing: Yes

President and Representative Director
Corporate Officer, General Manager, Corporate

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated Financial Results for the Three Months Ended June 30, 2025 (April 1, 2025 to June 30, 2025)

(1) Consolidated Operating Results

(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	%
Three months ended June 30, 2025	32,240	(3.4)	1,806	(13.3)	1,838	(19.1)	(1,473)	-
June 30, 2024	33,382	5.3	2,083	37.5	2,272	38.5	1,600	0.9

(Note) Comprehensive income: Three months ended June 30, 2025: ¥ (2,370) million [-%]
Three months ended June 30, 2024: ¥ 2,657 million [2.7%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2025	(45.37)	-
June 30, 2024	47.99	47.88

(Notes) 1. As of April 1, 2025, the Company conducted a 2-for-1 stock split of its common stock. "Basic earnings per share" and "Diluted earnings per share" have been calculated on the assumption that the said stock split had been conducted at the beginning of the fiscal year ended March 31, 2024.

2. Diluted earnings per share for the three months ended June 30, 2025 are not shown because basic earnings per share were negative although there are residual shares.

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of June 30, 2025	158,633	111,997	69.4	3,391.85
March 31, 2025	159,677	120,982	74.6	3,667.20

(Reference) Equity: As of June 30, 2025: ¥ 110,133 million
As of March 31, 2025: ¥ 119,074 million

(Note) As of April 1, 2025, the Company conducted a 2-for-1 stock split of its common stock. "Net assets per share" have been calculated on the assumption that the said stock split had been conducted at the beginning of the fiscal year ended March 31, 2024.

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2025	-	-	-	390.00	390.00
Fiscal year ending March 31, 2026	-				
Fiscal year ending March 31, 2026 (Forecast)		-	-	216.00	216.00

(Notes) 1. Revision to the forecast for dividends announced most recently: None

2. Breakdown of the year-end dividend for the fiscal year ended March 31, 2025:

Ordinary dividend: 289.00 yen; Special dividend: 101.00 yen

Breakdown of the year-end dividend for the fiscal year ending March 31, 2026 (Forecast):

Ordinary dividend: 147.00 yen; Special dividend: 69.00 yen

3. As of April 1, 2025, the Company conducted a 2-for-1 stock split of its common stock.

The figures for the fiscal years ended March 31, 2025 are the amounts of actual dividends paid out before the said stock split.

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2026(April 1, 2025 to March 31, 2026)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	140,000	2.1	8,500	7.3	8,300	1.5	2,800	(55.4)	86.23

(Note) Revision to the financial results forecast announced most recently: None

* Notes:

(1) Significant changes in the scope of consolidation during the period: Yes

Newly included: - (Company name:)

Excluded: 1 (Company name: Tsuyama Gunze Co., Ltd.)

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: Yes

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

1) Changes in accounting policies due to revisions to accounting standards and other regulations: None

2) Changes in accounting policies due to other reasons: Yes

3) Changes in accounting estimates: None

4) Restatement: None

(4) Number of issued shares (common shares)

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

June 30, 2025: 34,587,032 shares

March 31, 2025: 34,587,032 shares

2) Number of treasury shares at the end of the period:

June 30, 2025: 2,117,092 shares

March 31, 2025: 2,116,804 shares

3) Average number of shares outstanding during the period:

Three months ended June 30, 2025: 32,470,080 shares

Three months ended June 30, 2024: 33,360,083 shares

(Note) As of April 1, 2025, the Company conducted a 2-for-1 stock split of its common stock. "Total number of issued shares at the end of the period," "Number of treasury shares at the end of the period," and "Average number of shares outstanding during the period" have been calculated on the assumption that the said stock split had been conducted at the beginning of the fiscal year ended March 31, 2024.

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: Yes(voluntary)

* Proper use of earnings forecasts, and other special matters

Projections of results and future developments are based on information available to the Company at the current time, as well as certain assumptions judged by the Company to be reasonable. Various factors could cause actual results to differ materially from these projections. For the assumptions that form the basis of the projected results and notes regarding the use of projections, see “(3) Explanation of Consolidated Financial Results Forecast and Other Forward-looking Information” of “1. Qualitative Information on Quarterly Financial Results for the Period under Review” on page 3 of attached materials.

(Attachment)

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1. Qualitative Information on Quarterly Financial Results for the Period under Review

(1) Explanation of Business Results

(Overview of Results for the Period under Review)

During the three months ended June 30, 2025 (April 1, 2025 – June 30, 2025), the Japanese economy faced a situation where consumer spending was sluggish due to rising prices although the employment and income environment improved owing to continuous wage increases. In addition, the economic outlook remained unclear as there are concerns that economic performance may fall short of expectations due to tariff policies of the United States, China's economic slowdown, and rising interest rates.

Amid this operating environment, in its medium-term management plan "VISION 2030 Stage 2," launched this fiscal year, the GUNZE Group has defined this period as "three years for transformation" to continue to be the company of choice globally by advancing a sustainable business foundation, and began to strengthen and expand the functional solutions business and medical business, and restructure the apparel business and lifestyle creations business.

The GUNZE Group's operating results for the period under review are as follows:

Net sales:	¥32,240 million	(down by 3.4% year-on-year)
Operating profit:	¥1,806 million	(down by 13.3% year-on-year)
Ordinary profit:	¥1,838 million	(down by 19.1% year-on-year)
Profit (loss) attributable to owners of parent:	¥(1,473) million	(profit attributable to owners of parent of ¥1,600 million for the same period of the previous year)

Net sales decreased by ¥1,142 million attributable to the sluggish demand for plastic films in Japan and overseas and the impact of sales of electronic components, for which operations were wound down at the end of the previous fiscal year. Operating profit decreased by ¥277 million primarily due to the impact of lower sales volume and higher costs in the apparel business, and ordinary profit decreased by ¥434 million. Profit attributable to owners of parent decreased by ¥3,074 million mainly due to the recording of business restructuring expenses of ¥3,434 million in the apparel business.

(Results by Business Segment)

[Functional Solutions]

The functional solutions business recorded net sales of ¥11,515 million (down by 9.0% year-on-year) and an operating profit of ¥1,582 million (down by 5.0% year-on-year).

<Major factors in the changes>

- In plastic films, sales in Japan struggled due to sluggish consumption caused by increased food prices and unfavorable weather conditions, and overseas sales were also affected by the downward pressure on prices in the market.
- In engineering plastics, products for the office equipment fields performed strongly, although products for semiconductor market were affected by the sluggish market conditions.
- Net sales decreased by approximately ¥700 million due to the wind-down of the electronic components business.

[Medical]

The medical business recorded net sales of ¥3,145 million (up by 1.1% year-on-year) and an operating profit of ¥540 million (down by 8.9% year-on-year) due to impact of exchange rate caused by the depreciation of the Chinese yuan and the increase in fixed costs.

<Major factors in the changes>

- While expansion of sales of adhesion prevention agent and absorbable medical materials including bone fixation devices progressed in Japan, purchased products such as medical lasers struggled due to intensifying competition.
- Sales of products in China expanded with a focus on the tissue reinforcement felt; however, they were affected by regulations on high-cost medical care.

[Apparel]

The apparel business recorded net sales of ¥14,763 million (down by 0.2% year-on-year) and an operating profit of ¥363 million (down by 35.6% year-on-year).

<Major factors in the changes>

- While expansion of apparel-related sales through e-commerce progressed driven primarily by *Asedoron* and differentiated ladies' innerwear, sales through physical retail channels, including mass retailers, were affected by unfavorable weather conditions, the reduction in sales floor space and consumers' reluctance to make purchases.
- The business was affected by the impact of higher costs due to lower sales volume and higher labor and other costs.

[Lifestyle Creations]

The lifestyle creation business recorded net sales of ¥3,018 million (down by 0.2% year-on-year) and an operating profit of ¥246 million (up by 64.0% year-on-year).

<Major factors in the changes>

- The real estate category performed well, as the number of visitors increased due to the effects of commercial facility renovations.
- The sports club business improved the profitability due to the reduction of unprofitable stores.

(2) Explanation of Financial Position

As of June 30, 2025, total assets were ¥158,633 million, a decrease of ¥1,043 million compared to the end of the previous fiscal year. The main components of the increase included a ¥1,127 million increase in buildings and structures, net, while the main components of a decrease included a ¥1,011 million decrease in machinery, equipment and vehicles, net and a ¥635 million decrease in notes and accounts receivable – trade, and contract assets.

Total liabilities were ¥46,635 million, an increase of ¥7,941 million compared to the end of the previous fiscal year. The main components of the increase included a ¥6,952 million increase in long- and short-term borrowings including commercial papers and a ¥2,177 million increase in provision for business restructuring, while the main components of a decrease included a ¥891 million decrease in provision for bonuses.

Net assets were ¥111,997 million, a decrease of ¥8,984 million compared to the end of the previous fiscal year. The main components of the decrease included dividends paid of ¥6,331 million, the recording of loss attributable of owners of parent amounting to ¥1,473 million and a ¥991 million decrease in foreign currency translation adjustment.

(3) Explanation of Consolidated Financial Results Forecast and Other Forward-looking Information

Because the consolidated financial results for the period under review have been almost in line with expectations, the Company has decided not to change its earlier consolidated financial results forecast for the fiscal year ending March 31, 2026, which was announced on May 14, 2025.

Quarterly Consolidated Financial Statements and Primary Notes
Quarterly Consolidated Balance Sheet

(Millions of yen)

	As of March 31, 2025	As of June 30, 2025
Assets		
Current assets		
Cash and deposits	10,541	10,021
Notes and accounts receivable - trade, and contract assets	25,015	24,380
Merchandise and finished goods	24,233	23,646
Work in process	7,606	7,675
Raw materials and supplies	6,631	6,499
Other	3,969	4,420
Allowance for doubtful accounts	(23)	(22)
Total current assets	77,974	76,620
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	36,783	37,910
Machinery, equipment and vehicles, net	13,147	12,135
Land	10,205	10,176
Other, net	7,628	7,422
Total property, plant and equipment	67,764	67,645
Intangible assets	1,786	1,663
Investments and other assets		
Investment securities	3,924	4,013
Other	8,340	8,803
Allowance for doubtful accounts	(114)	(113)
Total investments and other assets	12,151	12,703
Total non-current assets	81,702	82,012
Total assets	159,677	158,633

	As of March 31, 2025	As of June 30, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	8,138	7,329
Short-term borrowings	577	704
Commercial papers	-	7,300
Current portion of long-term borrowings	2,611	2,137
Income taxes payable	349	246
Provision for bonuses	1,499	608
Provision for business restructuring	96	2,273
Other	11,278	11,938
Total current liabilities	24,551	32,538
Non-current liabilities		
Long-term borrowings	5,668	5,668
Retirement benefit liability	4,133	4,096
Long-term leasehold and guarantee deposits received	3,935	3,941
Other	406	391
Total non-current liabilities	14,143	14,097
Total liabilities	38,694	46,635
Net assets		
Shareholders' equity		
Share capital	26,071	26,071
Capital surplus	6,560	6,560
Retained earnings	85,297	77,215
Treasury shares	(5,273)	(5,274)
Total shareholders' equity	112,656	104,573
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	883	1,108
Deferred gains or losses on hedges	88	35
Revaluation reserve for land	(13)	(13)
Foreign currency translation adjustment	5,194	4,203
Remeasurements of defined benefit plans	264	224
Total accumulated other comprehensive income	6,418	5,559
Share acquisition rights	110	110
Non-controlling interests	1,796	1,753
Total net assets	120,982	111,997
Total liabilities and net assets	159,677	158,633

Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statement of Income

For the three months ended June 30, 2025

(Millions of yen)

	For the three months ended June 30, 2024	For the three months ended June 30, 2025
Net sales	33,382	32,240
Cost of sales	22,636	21,631
Gross profit	10,745	10,608
Selling, general and administrative expenses	8,662	8,802
Operating profit	2,083	1,806
Non-operating income		
Interest income	8	9
Dividend income	135	99
Rental income from non-current assets	168	201
Foreign exchange gains	70	-
Other	46	36
Total non-operating income	429	346
Non-operating expenses		
Interest expenses	22	17
Rental expenses on non-current assets	161	196
Foreign exchange losses	-	28
Share of loss of entities accounted for using equity method	-	6
Other	55	65
Total non-operating expenses	239	314
Ordinary profit	2,272	1,838
Extraordinary income		
Gain on sale of non-current assets	0	2
Gain on sale of investment securities	144	-
Total extraordinary income	145	2
Extraordinary losses		
Loss on sale and retirement of non-current assets	48	70
Business restructuring expenses	-	3,434
Total extraordinary losses	48	3,504
Profit (loss) before income taxes	2,369	(1,663)
Income taxes	726	(216)
Profit (loss)	1,642	(1,447)
Profit attributable to non-controlling interests	41	25
Profit (loss) attributable to owners of parent	1,600	(1,473)

Quarterly Consolidated Statement of Comprehensive Income
For the three months ended June 30, 2025

	(Millions of yen)	
	For the three months ended June 30, 2024	For the three months ended June 30, 2025
Profit (loss)	1,642	(1,447)
Other comprehensive income		
Valuation difference on available-for-sale securities	(171)	224
Deferred gains or losses on hedges	65	(52)
Foreign currency translation adjustment	1,155	(1,092)
Remeasurements of defined benefit plans, net of tax	(34)	(39)
Share of other comprehensive income of entities accounted for using equity method	-	37
Total other comprehensive income	1,014	(923)
Comprehensive income	2,657	(2,370)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,577	(2,332)
Comprehensive income attributable to non-controlling interests	79	(38)

(3) Notes to Quarterly Consolidated Financial Statements

(Notes regarding assumptions of continuing operations)

None applicable

(Notes in the case of significant changes in shareholders' equity)

None applicable

(Application of an accounting method specific to the preparation of quarterly consolidated financial statements)

(Calculation of income tax expenses)

The Company calculates income tax expenses by reasonably estimating the effective tax rate expected to be imposed on profit before income taxes for the fiscal year ending March 31, 2026 and then multiplying profit before income taxes for the three months ended June 30, 2025 by the effective tax rate thus estimated.

However, in cases where calculating tax expenses using the estimated effective tax rate yields a result that is notably lacking rationality, tax expenses will be calculated using the statutory effective tax rate.

(Changes in accounting policies)

(Change in the method of converting profits and expenses of overseas subsidiaries into Japanese yen)

Profits and expenses of overseas subsidiaries were previously converted into Japanese yen at the spot exchange rate prevailing on the date of account settlement of such subsidiaries; however, the method has been changed to converting them into Japanese yen based on the average exchange rate during the period, effective from the beginning of the fiscal year ending March 31, 2026.

This change was conducted in order to mitigate the impact of temporary fluctuations in exchange rates on periodic profits and losses and more appropriately reflect the profits and losses of overseas subsidiaries incurred throughout the accounting period in the consolidated financial statements, as the importance of overseas subsidiaries is expected to increase in the future as a result of the Company's global expansion.

As the impact of this change is insignificant, the change in accounting policy has not been applied retrospectively.

(Changes or restatement of accounting estimates)

None applicable

(Segment information, etc.)

[Segment Information]

Three Months Ended June 30, 2024 (April 1, 2024 – June 30, 2024)

1. Information on Net Sales and Profit/Loss of Each Reportable Segment

(Millions of yen)

	Reportable segments					Adjustment (Note1)	Consolidated (Note 2)
	Functional solutions	Medical	Apparel	Lifestyle creations	Total		
Net sales							
Sales to customers	12,493	3,109	14,763	3,015	33,382	—	33,382
Intersegment sales and transfers	156	—	31	9	198	(198)	—
Total	12,650	3,109	14,795	3,024	33,580	(198)	33,382
Segment profit	1,665	594	563	150	2,973	(890)	2,083

Notes:

1. The ¥(890) million segment profit adjustment consists of overall costs not allocated to reportable segments. Overall costs refer to SG&A expenses not allocated to reportable segments.
2. Segment profit total was adjusted to be consistent with the operating profit recorded on the Quarterly Consolidated Statements of Income.

Three Months Ended June 30, 2025 (April 1, 2025 – June 30, 2025)

1. Information on Net Sales and Profit/Loss of Each Reportable Segment

(Millions of yen)

	Reportable segments					Adjustment (Note 1)	Consolidated (Note 2)
	Functional solutions	Medical	Apparel	Lifestyle creations	Total		
Net sales							
Sales to customers	11,351	3,144	14,734	3,009	32,240	—	32,240
Intersegment sales and transfers	163	0	29	9	203	(203)	—
Total	11,515	3,145	14,763	3,018	32,443	(203)	32,240
Segment profit	1,582	540	363	246	2,732	(926)	1,806

Notes:

1. The ¥(926) million segment profit adjustment consists of overall costs not allocated to reportable segments. Overall costs refer to SG&A expenses not allocated to reportable segments.
2. Segment profit total was adjusted to be consistent with the operating profit recorded on the Quarterly Consolidated Statements of Income.

(Notes regarding statements of cash flows)

The Company has not prepared the quarterly consolidated statements of cash flows for the three months ended June 30, 2025. Depreciation (including amortization for intangible assets) and amortization of goodwill for the three months ended June 30 are as follows:

	(Millions of yen)	
	For the three months ended	For the three months ended
	June 30, 2024	June 30, 2025
Depreciation	1,673	1,759
Amortization of goodwill	11	11

(Significant subsequent events)

None applicable



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

August 6, 2025

To the Board of Directors of
GUNZE LIMITED

Kyoritsu Audit Corporation

Osaka Office

Representative Partner, Engagement Partner	Certified public accountant	Kiyoshi Asada
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Representative Partner, Engagement Partner	Certified public accountant	Tatsuya Teshima
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Auditor's Conclusion

We have conducted an interim review of the quarterly consolidated financial statements of GUNZE LIMITED for the first quarter accounting period (from April 1, 2025 to June 30, 2025) and the cumulative first quarter (from April 1, 2025 to June 30, 2025) of the fiscal year from April 1, 2025 to March 31, 2026 included in the "Attachment" of the summary of quarterly consolidated results, namely, the quarterly consolidated balance sheets, quarterly consolidated statements of income, quarterly consolidated statements of comprehensive income, and notes thereto.

In the interim review that we conducted, we found no instances that would lead us to believe that the above quarterly consolidated financial statements were not prepared in all material respects in accordance with Article 4, Paragraph 1 of the Tokyo Stock Exchange's Standards for Preparation of Quarterly Financial Statements and accounting standards for quarterly financial statements that are generally accepted in Japan (however, omissions set forth in Article 4, Paragraph 2 of the Standards for Preparation of Quarterly Financial Statements apply).

Basis for Auditor's Conclusion

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

Responsibility of Management, Corporate Auditors and the Board of Corporate Auditors with Respect to Quarterly Consolidated Financial Statements

The responsibility of management is to prepare quarterly financial statements in accordance with Article 4, Paragraph 1 of the Tokyo Stock Exchange's Standards for Preparation of Quarterly Financial Statements and accounting standards for quarterly financial statements that are generally accepted in Japan (however, omissions set forth in Article 4, Paragraph 2 of the Standards for Preparation of Quarterly Financial Statements apply). This includes designing and operating internal controls that management deems necessary in

order to prepare quarterly consolidated financial statements free of material misstatements, whether due to fraud or error.

In preparing the quarterly consolidated financial statements, management is responsible for evaluating whether it is appropriate to prepare the quarterly consolidated financial statements based on the premise of a going concern, and for disclosing matters relating to going concern if required based on Article 4, Paragraph 1 of the Tokyo Stock Exchange's Standards for Preparation of Quarterly Financial Statements and accounting standards for quarterly financial statements that are generally accepted in Japan (however, omissions set forth in Article 4, Paragraph 2 of the Standards for Preparation of Quarterly Financial Statements apply).

The Corporate Auditors and Board of Corporate Auditors are responsible for monitoring the execution of Directors' duties related to designing and operating the financial reporting process.

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

The auditor's responsibility is to express a conclusion with respect to the quarterly consolidated financial statements from an independent standpoint in an interim review report based on the interim review it has performed.

The auditor shall exercise professional judgment throughout the interim review process in accordance with interim review standards generally accepted in Japan, and perform the following while maintaining professional skepticism:

- Primarily, make inquiries of management, persons responsible for financial and accounting matters, and others, and perform analytical procedures and other interim review procedures. Interim review procedures are limited procedures relative to audits of annual financial statements conducted in accordance with auditing standards generally accepted in Japan.
- If it is determined that there is material uncertainty regarding events or circumstances that would raise substantial doubts about factors relating to the premise of a going concern, the auditor shall conclude, based on the evidence obtained, whether there are any factors that lead the auditor to believe that the quarterly consolidated financial statements have not been prepared in accordance with Article 4, Paragraph 1 of the Tokyo Stock Exchange's Standards for Preparation of Quarterly Financial Statements and the accounting standards for quarterly financial statements that are generally accepted in Japan (however, omissions set forth in Article 4, Paragraph 2 of the Standards for Preparation of Quarterly Financial Statements apply). Moreover, if there is material uncertainty regarding the premise of a going concern, the auditor is required to call attention to the notes to the quarterly consolidated financial statements in the interim review report, or to express a qualified or negative conclusion on the quarterly consolidated financial statements if the notes to the quarterly consolidated financial statements regarding material uncertainty are not adequate. The auditor's conclusion is based on evidence obtained up to the date of the interim review report, but future events or circumstances may prevent the company from continuing as a going concern.
- Evaluate whether there are any matters that lead the auditor to believe that the presentation and notes of the quarterly consolidated financial statements have not been prepared in accordance with Article 4, Paragraph 1 of the Tokyo Stock Exchange's Standards for Preparation of Quarterly Financial Statements and accounting standards for quarterly financial statements generally accepted in Japan (however, omissions set out in Article 4, Paragraph 2 of the Standards for Preparation of Quarterly Financial Statements apply).
- Obtain evidence regarding financial information of the Company and its consolidated subsidiaries that forms the basis for expressing conclusions about the quarterly consolidated financial statements. The auditor is responsible for directing, supervising, and reviewing of the interim review of the quarterly consolidated financial statements. The auditor is solely responsible for the auditor's conclusions.

The auditor shall report to the Corporate Auditors and of Board of Corporate Auditors on the planned scope of the interim review, its timing, and any significant findings from the interim review.

The auditor shall report to the Corporate Auditors and of Board of Corporate Auditors regarding the compliance with provisions related to professional ethics in Japan regarding independence, as well as on any matters that are reasonably considered to affect the auditor's independence, and details of any measures that are taken to remove impediments, or any safeguards adopted to reduce impediments to an acceptable level.

Conflicts of Interest

There are no special interests between the audit corporation or its engagement partners and the Company or its consolidated

subsidiaries that should be disclosed in accordance with the provisions of the Certified Public Accountants Act.

End

Notes 1. The original copy of the above interim review report is kept separately by the Company (the company disclosing the quarterly consolidated financial statements).

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