

May 11, 2026

Summary of Consolidated Financial Results for the Fiscal Year Ended March 31, 2026 (Under Japanese GAAP)

Company name: MIGALO HOLDINGS Inc.
 Listing: Tokyo Stock Exchange
 Securities code: 5535
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 Scheduled date of annual general meeting of shareholders: June 25, 2026
 Scheduled date to commence dividend payments: June 26, 2026
 Scheduled date to file annual securities report: June 23, 2026
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: Yes (For institutional investors and analysts, for individual investors, each event)

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

1. Consolidated financial results for the fiscal year ended March 31, 2026 (from April 1, 2025 to March 31, 2026)

(1) Consolidated operating results

(Percentages indicate year-on-year changes.)

Fiscal year ended	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2026	57,532	11.3	3,061	12.8	2,347	10.6	1,434	3.1
March 31, 2025	51,709	21.2	2,713	8.5	2,121	3.9	1,390	25.0

Note: Comprehensive income For the fiscal year ended March 31, 2026: ¥1,464 million [15.5%]
 For the fiscal year ended March 31, 2025: ¥1,267 million [9.1%]

Fiscal year ended	Basic earnings per share	Diluted earnings per share	Return on equity	Ratio of ordinary profit to total assets	Ratio of operating profit to net sales
	Yen	Yen	%	%	%
March 31, 2026	23.44	23.17	10.9	4.2	5.3
March 31, 2025	23.79	23.52	12.9	4.1	5.2

Note:

- With an effective date of July 1, 2024, the Company has conducted a stock split at the rate of two shares of common stock for one common share.
- With an effective date of March 1, 2025, the Company has conducted a stock split at the rate of two shares of common stock for one common share.
- With an effective date of June 1, 2025, the Company has conducted a stock split at the rate of two shares of common stock for one common share.
- Assuming that the stock splits described in 1 to 3 above were carried out at the beginning of the previous consolidated fiscal year, we have calculated net income per share and net income per share after adjustment for latent shares.

(2) Consolidated financial position

As of	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
March 31, 2026	57,307	15,357	26.3	234.76
March 31, 2025	54,506	11,273	20.4	190.21

Reference: Equity
 As of March 31, 2026: ¥15,096 million
 As of March 31, 2025: ¥11,131 million

Note:

- With an effective date of July 1, 2024, the Company has conducted a stock split at the rate of two shares of common stock for one share of common stock.
- With an effective date of March 1, 2025, the Company has conducted a stock split at the rate of two shares of common stock for one common share.
- With an effective date of June 1, 2025, the Company has conducted a stock split at the rate of two shares of common stock for one common share.
- Net assets per share are calculated based on the assumption that the stock splits described in 1 to 3 above were carried out at the beginning of the previous fiscal year.

(3) Consolidated cash flows

Fiscal year ended	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2026	3,800	(51)	(662)	9,955
March 31, 2025	(7,305)	(103)	5,389	6,869

2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Fiscal year ended March 31, 2025	-	12.00	-	8.00	-	409	29.4	3.7
Fiscal year ended March 31, 2026	-	3.00	-	5.50	8.50	529	36.3	3.6
Fiscal year ending March 31, 2027 (Forecast)		3.00		6.00	9.00		38.6	

Note:

1. With an effective date of March 1, 2025, the Company has conducted a stock split at the rate of two shares of common stock for one share of common stock.
2. With an effective date of June 1, 2025, the Company has conducted a stock split at the rate of two shares of common stock for one common share.
3. For the end of the second quarter of the fiscal year ending March 31, 2025 and the end of the fiscal year ending March 31, 2025, the actual amount of dividends is described.
4. If the impact of the stock split described in 1 and 2 above is not taken into account, the fiscal year ending March 31, 2025 will be 12.00 yen at the end of the second quarter and 16.00 yen at the end of the period. The total will be 28.00 yen.
5. If the impact of the stock split described in 1 and 2 above is not taken into account, the fiscal year ending March 31, 2026 will be 12.00 yen at the end of the second quarter and 22.00 yen at the end of the period. The total will be 34.00 yen.
6. Excluding the impact of the stock splits described in 1 and 2 above, the forecast for the fiscal year ending March 2027 will be 12.00 yen at the end of the second quarter. At the end of the fiscal year, it will be 24.00 yen, for a total of 36.00 yen.

3. Forecast of consolidated financial results for the fiscal year ending March 31, 2027 (from April 1, 2026 to March 31, 2027)

(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
Fiscal year ending March 31, 2027	65,000	13.0	3,300	7.8	2,450	4.4	1,500	4.6	23.33

Note: For the six months of the fiscal year, we do not disclose earnings forecasts.

* **Notes**

- (1) Significant changes in the scope of consolidation during the period: None
- (2) Changes in accounting policies, changes in accounting estimates, and restatement
- (i) Changes in accounting policies due to revisions to accounting standards and other regulations: None
- (ii) Changes in accounting policies due to other reasons: None
- (iii) Changes in accounting estimates: None
- (iv) Restatement: None
- (3) Number of issued shares (common shares)

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

As of March 31, 2026	64,635,100 shares
As of March 31, 2025	58,849,600 shares

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

As of March 31, 2026	330,616 shares
As of March 31, 2025	330,616 shares

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

Fiscal year ended March 31, 2026	61,177,148 shares
Fiscal year ended March 31, 2025	58,457,986 shares

Note:

1. With an effective date of July 1, 2024, the Company has conducted a stock split at the rate of two shares of common stock for one share of common stock.
2. The Company has implemented a stock split effective as of March 1, 2025, at the ratio of two shares of common stock to one share of common stock.
3. The Company has implemented a stock split effective June 1, 2025 at the rate of two shares of common stock for one common share.
4. Assuming that the stock split described in 1 to 3 above was carried out at the beginning of the previous fiscal year, the number of shares issued at the end of the period, treasury shares at the end of the period. The number and the average number of shares during the period are calculated.

* Financial results reports are exempt from audit conducted by certified public accountants or an audit firm.

* Proper use of earnings forecasts, and other special matters

(Cautions on forward-looking statements, etc.)

The forward-looking statements, including forecasts of financial results, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. However, the Company makes no guarantee that these forecasts will be achieved. Actual financial results, etc. may differ substantially due to various factors. Please refer to “(4) Future outlook” of “1. Overview of Operating Results and Others” on page 5 of the attached materials for the conditions that form the assumptions for the forecasts of financial results and cautions concerning the use thereof.

(Method of accessing supplementary material on financial results and contents of the financial results briefing)

The Company plans to hold an online financial results briefing for individual investors on Monday, May 11, 2026, and an online financial results briefing for institutional investors and analysts on Tuesday, May 12, 2026, using a web conferencing system. For information on how to hold an online financial results briefing, please refer to the Company's website (<https://www.migalo.co.jp/ir/>).

Consolidated balance sheet

(Thousands of yen)

	As of March 31, 2025	As of March 31, 2026
Assets		
Current assets		
Cash and deposits	6,895,216	9,968,516
Accounts receivable - trade	581,410	743,523
Inventories	44,218,415	43,209,783
Advance payments to suppliers	423,690	543,336
Prepaid expenses	152,407	193,768
Other	188,222	213,387
Allowance for doubtful accounts	(2,214)	(4,055)
Total current assets	52,457,148	54,868,260
Non-current assets		
Property, plant and equipment		
Buildings, net	129,332	208,930
Structures, net	5,549	6,249
Vehicles, net	0	612
Tools, furniture and fixtures, net	20,088	21,399
Land	30,302	90,368
Leased assets, net	-	3,388
Total property, plant and equipment	185,272	330,948
Intangible assets		
Goodwill	759,406	821,684
Software	156,046	246,990
Other	56,208	35,355
Total intangible assets	971,661	1,104,031
Investments and other assets		
Investment securities	232,355	222,434
Deferred tax assets	421,293	546,075
Other	377,386	375,107
Allowance for doubtful accounts	(138,936)	(138,936)
Total investments and other assets	892,099	1,004,680
Total non-current assets	2,049,033	2,439,660
Total assets	54,506,181	57,307,920

	As of March 31, 2025	As of March 31, 2026
Liabilities		
Current liabilities		
Accounts payable - trade	1,219,345	2,198,199
Short-term borrowings	10,164,820	8,592,097
Current portion of bonds payable	468,000	48,000
Current portion of long-term borrowings	8,430,777	8,412,578
Accounts payable - other	373,896	485,753
Accrued expenses	353,400	547,920
Income taxes payable	545,064	549,925
Accrued consumption taxes	86,661	186,650
Deposits received	770,839	602,495
Provision for bonuses	79,659	118,717
Provision for bonuses for directors (and other officers)	80,500	85,199
Provision for costs after sales	192,172	229,732
Other	819,478	896,227
Total current liabilities	23,584,616	22,953,497
Non-current liabilities		
Bonds payable	266,000	518,000
Long-term borrowings	19,052,459	18,013,286
Retirement benefit liability	-	6,169
Other	329,662	459,315
Total non-current liabilities	19,648,121	18,996,772
Total liabilities	43,232,738	41,950,269
Net assets		
Shareholders' equity		
Share capital	79,671	1,559,144
Capital surplus	600,908	2,062,108
Retained earnings	10,499,461	11,523,821
Treasury shares	(48,891)	(48,891)
Total shareholders' equity	11,131,150	15,096,183
Share acquisition rights	46,202	45,614
Non-controlling interests	96,090	215,853
Total net assets	11,273,443	15,357,651
Total liabilities and net assets	54,506,181	57,307,920

Consolidated statement of income

(Thousands of yen)

	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026
Net sales	51,709,146	57,532,231
Cost of sales	43,635,873	48,357,956
Gross profit	8,073,272	9,174,275
Selling, general and administrative expenses	5,360,071	6,113,025
Operating profit	2,713,201	3,061,249
Non-operating income		
Interest income	4,418	16,523
Dividend income	2,922	12
Gain on transfer of business	-	568
Penalty income	2,200	2,650
Subsidy income	5,793	117
Gain on investments in investment partnerships	10,465	5,161
Other	4,482	9,239
Total non-operating income	30,283	34,270
Non-operating expenses		
Interest expenses	480,360	617,973
Commission expenses	133,277	121,792
Other	8,058	8,084
Total non-operating expenses	621,696	747,851
Ordinary profit	2,121,788	2,347,669
Extraordinary income		
Gain on sale of investment securities	214,215	-
Total extraordinary income	214,215	-
Extraordinary losses		
Amortization of goodwill	22,702	-
Loss on sale of shares of subsidiaries and associates	-	89,850
Loss on valuation of investment securities	-	3,239
Total extraordinary losses	22,702	93,089
Profit before income taxes	2,313,301	2,254,579
Income taxes - current	963,879	907,677
Income taxes - deferred	(37,399)	(117,581)
Total income taxes	926,480	790,095
Profit	1,386,821	1,464,484
Profit (loss) attributable to non-controlling interests	(3,958)	30,467
Profit attributable to owners of parent	1,390,779	1,434,016

Consolidated statement of comprehensive income

(Thousands of yen)

	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026
Profit	1,386,821	1,464,484
Other comprehensive income		
Valuation difference on available-for-sale securities	(119,093)	-
Total other comprehensive income	(119,093)	-
Comprehensive income	1,267,727	1,464,484
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,271,686	1,434,016
Comprehensive income attributable to non-controlling interests	(3,958)	30,467

Consolidated statement of changes in equity

Fiscal year ended March 31, 2025

(Thousands of yen)

	Shareholders' equity					Valuation and translation adjustments		Share acquisition rights
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities	Total accumulated other comprehensive income	
Balance at beginning of period	73,431	1,098,456	9,108,681	(48,732)	10,231,837	119,093	119,093	6,147
Changes during period								
Issuance of new shares								
Issuance of new shares - exercise of share acquisition rights	6,239	6,239			12,478			
Dividends of surplus		(503,787)			(503,787)			
Profit attributable to owners of parent			1,390,779		1,390,779			
Purchase of treasury shares				(159)	(159)			
Change in ownership interest of parent due to transactions with non-controlling interests								
Change in scope of consolidation								
Net changes in items other than shareholders' equity					-	(119,093)	(119,093)	40,054
Total changes during period	6,239	(497,547)	1,390,779	(159)	899,312	(119,093)	(119,093)	40,054
Balance at end of period	79,671	600,908	10,499,461	(48,891)	11,131,150	-	-	46,202

	Non-controlling interests	Total net assets
Balance at beginning of period	99,049	10,456,128
Changes during period		
Issuance of new shares		
Issuance of new shares - exercise of share acquisition rights		12,478
Dividends of surplus		(503,787)
Profit attributable to owners of parent		1,390,779
Purchase of treasury shares		(159)
Change in ownership interest of parent due to transactions with non-controlling interests		
Change in scope of consolidation		
Net changes in items other than shareholders' equity	(2,958)	(81,998)
Total changes during period	(2,958)	817,314
Balance at end of period	96,090	11,273,443

Consolidated statement of changes in equity

Fiscal year ended March 31, 2026

(Thousands of yen)

	Shareholders' equity					Valuation and translation adjustments		Share acquisition rights
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities	Total accumulated other comprehensive income	
Balance at beginning of period	79,671	600,908	10,499,461	(48,891)	11,131,150	-	-	46,202
Changes during period								
Issuance of new shares	1,478,133	1,478,133			2,956,266			
Issuance of new shares - exercise of share acquisition rights	1,340	1,340			2,680			
Dividends of surplus			(409,656)		(409,656)			
Profit attributable to owners of parent			1,434,016		1,434,016			
Purchase of treasury shares								
Change in ownership interest of parent due to transactions with non-controlling interests		(18,462)			(18,462)			
Change in scope of consolidation		188			188			
Net changes in items other than shareholders' equity					-	-	-	(588)
Total changes during period	1,479,473	1,461,199	1,024,359	-	3,965,033	-	-	(588)
Balance at end of period	1,559,144	2,062,108	11,523,821	(48,891)	15,096,183	-	-	45,614

	Non-controlling interests	Total net assets
Balance at beginning of period	96,090	11,273,443
Changes during period		
Issuance of new shares		2,956,266
Issuance of new shares - exercise of share acquisition rights		2,680
Dividends of surplus		(409,656)
Profit attributable to owners of parent		1,434,016
Purchase of treasury shares		
Change in ownership interest of parent due to transactions with non-controlling interests		(18,462)
Change in scope of consolidation		188
Net changes in items other than shareholders' equity	119,763	119,175
Total changes during period	119,763	4,084,208
Balance at end of period	215,853	15,357,651

Consolidated statement of cash flows

(Thousands of yen)

	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026
Cash flows from operating activities		
Profit before income taxes	2,313,301	2,254,579
Depreciation	119,155	119,580
Share-based payment expenses	42,259	-
Amortization of lease deposits	7,582	8,192
Amortization of long-term prepaid expenses	6,401	6,180
Increase (decrease) in allowance for doubtful accounts	510	1,183
Increase (decrease) in provision for bonuses	4,777	21,989
Increase (decrease) in provision for bonuses for directors (and other officers)	13,500	4,699
Increase (decrease) in retirement benefit liability	-	6,169
Increase (decrease) in provision for costs after sales	51,389	37,559
Interest income	(4,418)	(16,523)
Interest expenses	480,360	617,973
Commission expenses	133,277	121,792
Loss (gain) on sale of shares of subsidiaries and associates	-	89,850
Decrease (increase) in trade receivables	(45,160)	(59,387)
Decrease (increase) in inventories	(7,882,878)	1,025,813
Loss (gain) on valuation of investment securities	(10,434)	122
Loss (gain) on sale of investment securities	(214,215)	-
Decrease (increase) in advance payments to suppliers	58,191	(136,093)
Increase (decrease) in trade payables	(741,035)	949,822
Other, net	(248,297)	479,948
Subtotal	(5,915,733)	5,533,454
Interest received	4,390	16,518
Interest paid	(503,805)	(629,739)
Amount of payment of commission	(133,277)	(121,792)
Income taxes paid	(756,818)	(998,158)
Net cash provided by (used in) operating activities	(7,305,244)	3,800,282

(Thousands of yen)

	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026
Cash flows from investing activities		
Purchase of investment securities	(30,000)	(50)
Payments into time deposits	(14,802)	(1,500)
Proceeds from withdrawal of time deposits	-	18,402
Purchase of property, plant and equipment	(59,524)	(4,160)
Proceeds from sale of investment securities	299,274	-
Purchase of intangible assets	(92,073)	(159,373)
Purchase of shares of subsidiaries resulting in change in scope of consolidation	(155,673)	(27,865)
Proceeds from purchase of shares of subsidiaries resulting in change in scope of consolidation	-	92,325
Payments for sale of shares of subsidiaries resulting in change in scope of consolidation	-	(313)
Proceeds from sale of shares of subsidiaries resulting in change in scope of consolidation	-	0
Other, net	(50,522)	31,211
Net cash provided by (used in) investing activities	(103,323)	(51,324)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	406,574	(1,493,711)
Proceeds from long-term borrowings	15,369,700	11,838,877
Repayments of long-term borrowings	(9,825,967)	(13,383,232)
Proceeds from issuance of bonds	-	300,000
Redemption of bonds	(68,000)	(468,000)
Proceeds from issuance of shares	10,273	2,958,359
Purchase of treasury shares	(159)	-
Dividends paid	(503,787)	(409,656)
Proceeds from share issuance to non-controlling shareholders	1,000	-
Other, net	-	(4,993)
Net cash provided by (used in) financing activities	5,389,634	(662,357)
Net increase (decrease) in cash and cash equivalents	(2,018,933)	3,086,600
Cash and cash equivalents at beginning of period	8,888,146	6,869,213
Cash and cash equivalents at end of period	6,869,213	9,955,813

(Notes on segment information, etc.)

Segment Information

1. Overview of Reporting Segments

The Group's reporting segments are those of the constituent units of the Group for which segregated financial information is available and are subject to periodic review by the Board of Directors in order to determine the allocation of management resources and evaluate business performance.

Depending on the nature of the business, the Group has two reporting segments: the DX Promotion Business and the DX Real Estate Business.

The DX Promotion Business is engaged in the business of promoting DX in society and companies, such as the introduction and operation of face recognition solutions using the Face Recognition ID Platform Service (FreeID), the digital integration business such as contract development of systems, and the introduction and operation support of cloud systems. This includes CloudTechPlus Co. Ltd, TeraWebCreate, Inc. and U-System Creation Inc.

In the DX real estate business, we have DXed our core business, such as attracting members through digital marketing, marketing automation through SFA, thorough use of CRM, appraisal automation using a real estate purchase appraisal system using AI, and building a business flow using AI. We are engaged in the development and sales business for investors and actual demand of newly built condominiums that achieve superior productivity × other companies, the purchase and sale business of used condominiums, the crowdfunding business (Rimple) that becomes real estate × finance DX, and the rental management business, building management business, real estate management business, etc., which are stock businesses that have been overwhelmingly streamlined by DX. This includes AKI Commerce Co., Ltd. and Associa Property Co., Ltd.

In addition, in order to represent appropriate reporting segments in line with business segments and the actual conditions of business activities, general and administrative expenses that are not directly attributable to the reporting segments are included in the adjustment amount as company-wide expenses.

2. Method of calculating the amount of sales, profits or losses, assets and other items for each reporting segment

The accounting methods for the reported business segments are generally identical to those used in the preparation of consolidated financial statements. In addition, profit in the reporting segment is a figure based on operating income.

Internal sales and transfers between segments are primarily based on market prices.

3. Information on the amount of sales, profits or losses, assets and other items for each reported segment, and information on the breakdown of revenues

The previous fiscal year (April 1, 2024 to March 31, 2025)

(Thousands of yen)

	Reportable segments			Adjustment amount (Note) 1	Amount recorded in consolidated financial statements (Note)2
	DX Promotion	DX Real estate	Total		
Sales					
Revenue generated from customer contracts	3,765,288	44,202,689	47,967,977	(127,083)	47,840,894
Other earnings (Note)3	-	3,868,251	3,868,251	-	3,868,251
Revenues from external customers	3,638,205	48,070,940	51,709,146	-	51,709,146
Transactions with other segments	127,083	-	127,083	(127,083)	-
Total	3,765,288	48,070,940	51,836,229	(127,083)	51,709,146
Segment profit (loss)	75,704	3,863,162	3,938,866	(1,225,664)	2,713,201
Segment Assets	2,492,141	45,842,443	48,334,584	6,171,597	54,506,181
Other items					
Depreciation	20,885	20,968	41,853	86,142	127,995
Depreciation of goodwill (Note)4	55,402	22,403	77,806	-	77,806
Increase in property, plant and equipment and intangible assets	113,289	6,280	119,569	56,852	176,421

Note:

1. The amount of adjustment is as follows.

(1) The adjusted amount of segment profit or loss (loss) of (1,225,664) thousand yen includes (18,950) thousand yen for the elimination of inter-segment transactions and (1,206,713) thousand yen for company-wide expenses that have not been allocated to each reporting segment. Company-wide expenses mainly include general and administrative expenses that are not attributable to the reporting segment.

(2) The adjustment amount of 6,171,597 thousand yen for segment assets includes (100,294) thousand yen for the elimination of inter-segment transactions and 6,271,891 thousand yen for company-wide assets that have not been distributed to reporting segments. Company-wide assets are mainly cash and deposits that are not attributable to the reporting segment, as well as assets related to the functions of the head office.

(3) The adjustment for depreciation and amortization of 86,142 thousand yen is a company-wide expense that is not distributed primarily to the reporting segment.

(4) The adjustment amount of 56,852 thousand yen for the increase in property, plant and equipment and intangible assets is mainly the amount of capital expenditure related to the functions of the head office.

2. Segment profit or loss (loss) is consistent with operating income in the consolidated statements of income.

3. Transfers of real estate, etc., subject to Transfer Guidelines No. 10 "Practical Guidelines for Accounting Treatment of Transferors Concerning the Securitization of Real Estate Using Special Purpose Companies" are not subject to the Revenue Recognition Accounting Standard, so they are included in other revenues.

4. In accordance with the provisions of Paragraph 32 of the "Practical Guidelines for Capital Consolidation Procedures in Consolidated Financial Statements" (Transfer Guidelines No. 4 of the Accounting Standards Committee), the amortization of goodwill of 22,702 thousand yen was recorded as an extraordinary loss, but such amount is not included in the above.

	Reportable segments			Adjustment amount (Note) 1	Amount recorded in consolidated financial statements (Note)2
	DX Promotion	DX Real estate	Total		
Sales					
Revenue generated from customer contracts	4,479,091	51,982,128	56,461,219	(194,281)	56,266,938
Other Earnings	-	1,265,293	1,265,293	-	1,265,293
Revenues from external customers	4,284,809	53,247,422	57,532,231	-	57,532,231
Transactions with other segments	194,281	-	194,281	(194,281)	-
Total	4,479,091	53,247,422	57,726,513	(194,281)	57,532,231
Segment profit (loss)	366,400	4,240,973	4,607,374	(1,546,125)	3,061,249
Segment Assets	3,729,713	45,090,352	48,820,065	8,487,855	57,307,920
Other items					
Depreciation	59,140	18,243	77,384	52,545	129,930
Amortization of goodwill	81,404	22,403	103,808	-	103,808
Increase in property, plant and equipment and intangible assets	156,703	7,700	164,403	(5,723)	158,680

Note:

1. The amount of adjustment is as follows.

- (1) The adjustment for segment profit or loss (loss) of (1,546,125) thousand yen includes (6,138) thousand yen for the elimination of inter-segment transactions and (1,539,986) thousand yen for company-wide expenses that have not been allocated to each reporting segment. Company-wide expenses mainly include general and administrative expenses that are not attributable to the reporting segment.
- (2) The adjustment amount of 8,487,855 thousand yen for segment assets includes (103,279) thousand yen for the elimination of inter-segment transactions and 8,591,134 thousand yen for company-wide assets that have not been distributed to reporting segments. Company-wide assets are mainly cash and deposits that are not attributable to the reporting segment, as well as assets related to the functions of the head office.
- (3) The adjustment for depreciation and amortization of 52,545 thousand yen is a company-wide expense that is not distributed primarily to the reporting segment.
- (4) The adjustment amount of (5,723) thousand yen for the increase in property, plant and equipment and intangible assets includes the elimination of inter-segment transactions of (7,327) thousand yen and the amount of capital expenditure related to head office functions of 1,603 thousand yen.

2. Segment profit or loss (loss) is consistent with operating income in the consolidated statements of income.

3. As of the end of the current fiscal year, TeraWebCreate, Inc. and U-System Creation Inc. have become consolidated subsidiaries through the acquisition of shares, and are included in the "DX Promotion Business".

Related Information

The previous fiscal year (April 1, 2024 to March 31, 2025)

1. Product and Service Information

The same information is included as segment information, so it is omitted.

2. Regional Information

(1) Net sales

Since sales to external customers in Japan exceed 90% of sales in the consolidated statements of income, the description is omitted.

(2) Property, plant and equipment

Since there are no property, plant and equipment located outside of Japan, there is no applicable matter.

3. Information per main customer

Since none of the sales to external customers account for more than 10% of the sales in the consolidated statements of income, the description is omitted.

The current fiscal year (April 1, 2025 to March 31, 2026)

1. Product and Service Information

The same information is included as segment information, so it is omitted.

2. Regional Information

(1) Net sales

Since sales to external customers in Japan exceed 90% of sales in the consolidated statements of income, the description is omitted.

(2) Property, plant and equipment

Since there are no property, plant and equipment located outside of Japan, there is no applicable matter.

3. Information per main customer

Name or surname of the customer	Sales	Relevant Segment Names
Tokyu Land Corporation	5,905,433	DX Real estate

(Thousands of yen)

Information on impairment losses on fixed assets by reporting segment

The previous fiscal year (April 1, 2024 to March 31, 2025)

In the DX Promotion Business, goodwill amortization of 22,702 thousand yen was recorded as an extraordinary loss in accordance with the provisions of Paragraph 32 of the "Practical Guidelines for Capital Consolidation Procedures in Consolidated Financial Statements" (Accounting Standards Commission Transfer Guidelines No. 4) for goodwill related to CloudTechPlus Co. Ltd.

The current fiscal year (April 1, 2025 to March 31, 2026)

Not applicable.

Information on amortization and unamortized balances of goodwill by reporting segment

The previous fiscal year (April 1, 2024 to March 31, 2025)

(Thousands of yen)

	Reportable segments			Reconciling items	Per consolidated financial statements
	DX Promotion	DX Real estate	Total		
Balance at the end of the current fiscal year	557,773	201,632	759,406	-	759,406

Note: The amount of amortization of goodwill has been omitted because the same information is disclosed in the segment information.

The current fiscal year (April 1, 2025 to March 31, 2026)

(Thousands of yen)

	Reportable segments			Reconciling items	Per consolidated financial statements
	DX Promotion	DX Real estate	Total		
Balance at the end of the current fiscal year	642,455	179,229	821,684	-	821,684

Note: The amount of amortization of goodwill has been omitted because the same information is disclosed in the segment information.

Information on Negative Goodwill Accrual Gains by Reporting Segment

The previous fiscal year (April 1, 2024 to March 31, 2025)

Not applicable.

The current fiscal year (April 1, 2025 to March 31, 2026)

Not applicable.