

May 19, 2026

To All

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Representative Director,
Chairman and President
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(Correction and Numerical Data Correction) Partial Correction of “Consolidated Financial Results for the Second Quarter of the Fiscal Year Ending December 2025 [Japanese GAAP]”

We have made some corrections in the “Consolidated Financial Results for the Second Quarter of the Fiscal Year Ending December 2025 [Japanese GAAP]” which we disclosed on August 13, 2025, and we will inform you as follows. The corrections are indicated with an underline. In addition, since there have been corrections to the numerical data (XBRL), we will also send the corrected numerical data.

Note

1. Details of the correction and the reason

Following the disclosure of the “Consolidated Financial Results for the Second Quarter of the Fiscal Year Ending December 2025 [Japanese GAAP],” it was discovered that there were errors in the interim consolidated statement of cash flows and related descriptions; therefore, we are making the following corrections.

In the interim consolidated statement of cash flows, time deposits of 1,500,000 thousand yen, which were previously included in cash and cash equivalents, are being reclassified to “Payments for time deposits” under cash flows from investing activities, as the remaining term to maturity is six months.

2. Corrections

Attached Documents: 4 pages

1. Qualitative information regarding the interim financial results
- (2) Explanation regarding financial positions

[Before Correction]

< Cash flows >

Cash and cash equivalents (hereinafter referred to as "funds") at the end of the six months ended September 30, 2024 decreased by 1,738,814 thousand yen compared to the end of the previous fiscal year, amounting to 5,822,365 thousand yen.

The cash flows for the six months ended September 30, 2024 and their factors are as follows.

(Cash flows from operating activities)

Net cash used in operating activities was 1,931,425 thousand yen (compared to 2,478,872 thousand yen used in the same period of the previous year). This was mainly due to a decrease in provision for bonuses of 877,997 thousand yen and an increase in operational investment securities of 858,333 thousand yen.

(Cash flows from investing activities)

Net cash used in investing activities was 1,142,196 thousand yen (compared to 20,079 thousand yen used in the same period of the previous year). This was mainly due to the purchase of shares of subsidiaries involving changes in the scope of consolidation, amounting to 1,148,107 thousand yen.

(Cash flows from financing activities)

As a result of financing activities, net cash provided was 1,335,856 thousand yen (compared to net cash used of 3,171 thousand yen in the same period of the previous year). This was mainly due to a net increase in short-term borrowings of 800,000 thousand yen and proceeds from long-term borrowings of 3,600,000 thousand yen, offset by repayments of long-term borrowings of 3,234,246 thousand yen.

[After Correction]

< Cash flows >

Cash and cash equivalents (hereinafter referred to as "funds") at the end of the six months ended September 30, 2024 decreased by 3,238,814 thousand yen compared to the end of the previous fiscal year, amounting to 4,322,365 thousand yen.

The cash flows for the six months ended September 30, 2024 and their factors are as follows.

(Cash flows from operating activities)

Net cash used in operating activities was 1,931,425 thousand yen (compared to 2,478,872 thousand yen used in the same period of the previous year). This was mainly due to a decrease in provision for bonuses of 877,997 thousand yen and an increase in operational investment securities of 858,333 thousand yen.

(Cash flows from investing activities)

Net cash used in investing activities was 2,642,196 thousand yen (compared to 20,079 thousand yen used in the same period of the previous year). This was mainly due to expenditures of 1,500,000 thousand yen for the deposit of time deposits, and the purchase of shares of subsidiaries involving changes in the scope of consolidation, amounting to 1,148,107 thousand yen.

(Cash flows from financing activities)

As a result of financing activities, net cash provided was 1,335,856 thousand yen (compared to net cash used of 3,171 thousand yen in the same period of the previous year). This was mainly due to a net increase in short-term borrowings of 800,000 thousand yen and proceeds from long-term borrowings of 3,600,000 thousand yen, offset by repayments of long-term borrowings of 3,234,246 thousand yen.

Attached Documents: 9 pages

(3) Interim Consolidated Statement of Cash Flows

[Before Correction]

(Unit: Thousands of yen)

	Previous six-month consolidated accounting period From January 1, 2024 As of June 30, 2024	For the six months ended From January 1, 2025 Until June 30, 2025
Cash flows from operating activities		
Net income before income taxes or net loss before income taxes (-)	113,701	(324,624)
Depreciation	31,734	43,466
Amortization of deferred assets	868	868
Amortization of goodwill	14,729	109,709
Amortization of customer-related intangible assets	3,125	3,125
Share of loss (profit) of investments accounted for using the equity method	4	9,319
Share-based payment expenses	20,272	14,644
Share issuance costs	-	6,398
Increase (decrease) in provision for bonuses	(865,656)	(877,997)
Increase (decrease) in provision for bonuses for directors (negative indicates decrease)	(43,550)	3,465
Increase (decrease) in allowance for doubtful accounts	(1,088)	34,790
Increase (decrease) in provision for shareholder benefit program	11,609	7,568
Increase (decrease) in provision for business restructuring	-	12,416
Interest income	(63)	(3,823)
Interest expense	8,149	51,912
Decrease (increase) in trade receivables	222,108	463,211
Decrease (increase) in operational investment securities for sale	(1,533,192)	(858,333)
Increase (decrease) in trade payables	(625)	(5,405)
Increase (decrease) in accounts payable (minus indicates decrease)	80,354	(185,928)
Other	(172,659)	(101,693)
Subtotal	(2,110,178)	(1,596,909)
Interest received	63	3,820
Interest paid	(8,339)	(233,578)
Income taxes paid	(360,422)	(116,305)
Income taxes refund	3	11,547
Cash flows from operating activities	(2,478,872)	(1,931,425)
Cash flows from investing activities		
Purchase of property and equipment	(716)	(1,427)
Purchase of intangible assets	(2,550)	-
Payments of leasehold and guarantee deposits	(3,139)	-
Proceeds from refund of leasehold and guarantee deposits	-	1,011
Expenditures for acquisition of other investment assets	(13,673)	-
Payment for acquisition of subsidiaries resulting in change in scope of consolidation	-	(1,148,107)
Proceeds from liquidation of subsidiaries and associates	-	6,326
Cash flows from investing activities	(20,079)	(1,142,196)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	600,000	800,000
Proceeds from long-term borrowings	-	3,600,000
Repayment of long-term borrowings	(118,714)	(3,234,246)
Cash dividends paid	(479,340)	(13)
Income from capital increase of consolidated subsidiaries	-	193,601

Dividends paid to non-controlling interests	(5,381)	-
Proceeds from exercise of employee share options	264	12
Other	-	(23,498)
Cash flows from financing activities	(3,171)	1,335,856
Effect of exchange rate change on cash and cash equivalents	6,552	(1,048)
Increase (decrease) in cash and cash equivalents	(2,495,570)	(1,738,814)
Cash and cash equivalents at the beginning of the period	5,838,745	7,561,180
Cash and cash equivalents at the end of the interim period	3,343,175	5,822,365

[After Correction]

(Unit: Thousands of yen)

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