



**Consolidated Financial Results for the Fiscal Year
Ended December 31, 2024 [Japanese GAAP]**

February 12, 2025

Company name Sun* Inc.
 Stock Exchange listing Tokyo
 Code 4053 URL <http://sun-asterisk.com/>
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 Scheduled date of annual general meeting of shareholders: March 27, 2025
 Scheduled date for filing the annual report: March 28, 2025
 Scheduled date for commencement of dividend payment: –
 Availability of supplementary briefing material on annual financial results: Yes
 Holding of financial result presentation: Yes (For institutional investors and analysts,)

(Amounts less than one million yen are rounded down)

1. Consolidated Financial Results for the Fiscal Year Ended December 31, 2024 (January 1, 2024 – December 31, 2024)

(1) Consolidated Operating Results (Accumulated)

(% indicates changes from the previous corresponding period)

	Net sales		Operating income		Ordinary income		Net income attributable to shareholders of parent company	
Fiscal Year ended	million yen	%	million yen	%	million yen	%	million yen	%
December 31, 2024	13,568	8.4	1,444	(18.6)	1,454	(36.2)	1,023	(34.8)
December 31, 2023	12,516	16.5	1,775	96.8	2,279	99.2	1,569	90.4

(Note) Comprehensive income:
 Fiscal Year ended December 31, 2024: 1,288 million yen (26.5%)
 Fiscal Year ended December 31, 2023: 1,752 million yen 54.7%

	Net income per share	Net income per share (diluted)	Return on equity	Ordinary income to total shares	Operating income to net sales
Fiscal Year ended	yen	yen	%	%	%
December 31, 2024	26.87	25.41	10.3	11.3	10.6
December 31, 2023	41.25	38.83	18.2	21.2	14.2

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	million yen	million yen	%	yen
As of December 31, 2024	13,976	10,294	73.6	273.43
As of December 31, 2023	11,859	9,499	80.1	249.48

(Reference) Shareholders' Equity
 As of December 31, 2024 10,293 million yen
 As of December 31, 2023 9,498 million yen

(3) Consolidated Cash Flows

	Cash flow from operating activities	Cash flow from investing activities	Cash flow from financing activities	Cash and cash equivalents at the end of fiscal year
	million yen	million yen	million yen	million yen
As of December 31, 2024	1,010	(260)	720	6,217
As of December 31, 2023	1,883	(326)	(224)	4,633

2. Cash Dividends

	Cash dividends per share for the Fiscal Year (yen)				
	1Q-end	2Q-end	3Q-end	Year-end	Total
	yen	yen	yen	yen	yen
Year ending December 31, 2023	–	0.00	–	0.00	0.00
Year ending December 31, 2024	–	0.00	–	0.00	0.00
Year ending December 31, 2025 (forecast)	–	0.00	–	0.00	0.00

(Note) Revisions of the latest forecast for cash dividend: None

3. Consolidated Financial Forecast for the Fiscal Year Ending December 31, 2024 (January 1, 2024 - December 31, 2024)
(% indicates changes from the previous corresponding period.)

	Net sales		Operating income		Ordinary income		Net income attributable to shareholders of parent company		Net income per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
FY2024	15,351	13.1	1,504	4.2	1,605	10.3	1,288	25.9	33.85

(Note) Since the Company manages its operations on an annual basis, the consolidated financial forecast for the second quarter (accumulated) is omitted. For details, please refer to "1. Qualitative Information on Consolidated Financial Results, (4) Explanation of Consolidated Earnings Forecasts and Other Forward-looking Statements" on page 3 of the attached materials.

※ Notes

(1) Significant changes in subsidiaries during the current fiscal year

(Changes in specified subsidiaries due to changes in the scope of consolidation): None

(2) Changes in accounting policies, changes in accounting estimates, revisions, and restatements

① Changes in accounting policies due to revision of accounting standards, etc.: None

② Changes in accounting policies other than ①: None

③ Change of accounting estimates: None

④ Restatement: None

(3) Number of shares outstanding (common shares)

① Number of shares outstanding at the end of the period (including treasury shares)

Fiscal Year ended December 2024	38,413,660	shares	As of December 31, 2023	38,075,500	shares
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② Number of treasury shares at the end of the period

Fiscal Year ended December 2024	766,532	shares	As of December 31, 2023	132	shares
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③ Average number of shares during the period (Cumulative total for the quarter)

Fiscal Year ended December 2024	38,079,330	shares	Fiscal Year ended December 2023	38,038,650	shares
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(Reference) Overview of Non-consolidated Financial Results

1. Non-consolidated Financial Results for the Fiscal Year Ended December 31, 2024 (January 1, 2024 – December 31, 2024)

(1) Non-consolidated Operating Results (Accumulated)

(% indicates changes from the previous corresponding period)

	Net sales		Operating income		Ordinary income		Net income attributable to shareholders of parent company	
Fiscal Year ended	million yen	%	million yen	%	million yen	%	million yen	%
December 31, 2024	10,810	11.9	513	(22.6)	509	(16.6)	358	33.2
December 31, 2023	9,657	22.2	663	149.1	611	181.4	269	202.4

	Net income per share	Net income per share (diluted)
Fiscal Year ended	yen	yen
December 31, 2024	9.43	8.91
December 31, 2023	7.08	6.67

(2) Non-consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	million yen	million yen	%	yen
As of December 31, 2024	7,760	4,300	55.4	114.23
As of December 31, 2023	6,456	4,424	68.5	116.20

(Reference) Shareholders' Equity As of December 31, 2024 4,300 million yen
As of December 31, 2023 4,424 million yen

※ The report is not subject to annual audit by certified public accountants or audit firms.

※ Information about the proper usage of forecast financial results, and other special instructions

The forward-looking statements, including business forecasts, contained in this document are based on information currently available to the Company and certain assumptions deemed reasonable, and are not intended as a promise by the Company that they will be achieved. Actual results may differ materially due to a variety of factors. Please refer to "1. Qualitative Information on Consolidated Financial Results, (4) Explanation of Consolidated Earnings Forecasts and Other Forward-looking Statements" on page 3 of the attached materials for the conditions that form the assumptions for earnings forecasts and cautions concerning the use of earnings forecast.

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1. Qualitative Information on the Consolidated Financial Results for This Interim

(1) Explanation of Consolidated Financial Results

Overview of business performance for the current fiscal year During this consolidated fiscal year, the Japanese economy is recovering gradually thanks to the effects of various policies and an improving employment and income environment. On the other hand, the economic outlook both at home and abroad remains uncertain due to fluctuations in global financial and capital markets.

In this business environment, in order to provide the services necessary to meet the challenges facing our customers, our group has developed two service lines within the single segment of the "Digital Creative Studio Business": "Creative & Engineering," which creates digital products together with customers, and "Talent Platform," which discovers and develops the talent necessary to create digital products and provides them to customers. We are working to increase the number of customers and the average customer value as our priority issue.

In the "Creative & Engineering," due to continued, stable, and solid orders from existing clients and a continuing increase in new clients, the number of stock-type clients was 131 companies, average monthly customer sales was 5,389,000 yen, and sales revenue was 11,586 million yen (up 6.9% year on year). In the "Talent Platform," sales revenue was 1,981 million yen (up 18.2% year on year).

As a result, in this consolidated fiscal year, sales were 13,568 million yen (up 8.4% year on year), gross profit was 6,965 million yen (up 6.4%), operating profit was 1,444 million yen (down 18.6%), ordinary profit was 1,454 million yen (down 36.2%), and net profit attributable to owners of parent was 1,023 million yen (down 34.8%).

Segment information is omitted because Group operates in a single segment – i.e., Digital Creative Studio Business.

(2) Explanation of Consolidated Financial Position

(Assets)

Current assets at the end of this consolidated fiscal year were 12,235 million yen, up 2,187 million yen from the end of the previous consolidated fiscal year. This was mainly due to an increase of 1,847 million yen in cash and deposits due to an increase in sales in the "Creative & Engineering", and an increase of 248 million yen in accounts receivable due to an increase in sales in the "Creative & Engineering".

Fixed assets were 1,741 million yen, a decrease of 70 million yen compared to the end of the previous consolidated fiscal year. This was mainly due to a decrease of 154 million yen in other investments

As a result, total assets at the end of this consolidated fiscal year were 13,976 million yen, an increase of 2,117 million yen compared to the end of the previous consolidated fiscal year.

(Liabilities)

Current liabilities at the end of this consolidated fiscal year were 3,268 million yen, up 1,233 million yen from the end of the previous consolidated fiscal year. This was mainly due to an increase of 1,250 million yen in short-term borrowings due to borrowing execution.

Fixed liabilities were 414 million yen, up 89 million yen from the end of the previous consolidated fiscal year. This was mainly due to an increase of 114 million yen in long-term advances received.

As a result, liabilities at the end of this consolidated fiscal year were 3,682 million yen, up 1,322 million yen from the end of the previous consolidated fiscal year.

(Net Assets)

Net assets at the end of the current consolidated fiscal year amounted to 10,294 million yen, up 794 million yen from the end of the previous consolidated fiscal year, mainly due to an increase of 1,023 million yen in retained earnings due to the recording of net income attributable to owners of the parent.

(3) Overview of Consolidated Cash Flow

Cash and cash equivalents ("cash") at the end of this consolidated fiscal year increased 1,584 million yen from the end of the previous fiscal year to 6,217 million yen. The status of each cash flow and their factors during the first half of the current fiscal year are as follows.

(Cash flows from operating activities)

Net cash provided by operating activities was an expenditure of 1,010 million yen (provided 1,883 million yen in the previous consolidated fiscal year). This was mainly due to factors such as the recording of 1,422 million

yen in profit before taxes and other adjustments and an increase in interest and dividends received of 302 million yen, while factors such as an increase in accounts receivable of 214 million yen and a decrease in corporate taxes paid of 526 million yen contributed to this.

(Cash flows from investing activities)

Net cash used in investing activities was 260 million yen (used 326 million yen in the previous fiscal year). This was mainly due to a decrease in 202 million yen due to the acquisition of investment securities.

(Cash flows from financing activities)

Net cash provided in investing activities was 720 million yen (used 224 yen in the previous fiscal year). This was mainly due to an increase in short-term borrowings of 1,250 million yen, while there was a decrease in treasury stock purchases of 520 million yen.

(4) Explanation of Consolidated Earnings Forecasts and Other Forward-looking Statements

Future Outlook

The Group has used the number of stock-type customers and the average monthly customer sales of stock-type customers in Creative & Engineering as objective indicators (hereinafter, KPIs) to judge the achievement of management goals. However, from the fiscal year ending December 2025, the KPIs will be changed to the number of unique customers in Creative & Engineering (the actual number of customers who conducted transactions during the target period) and the average monthly customer sales (the total sales for the target period divided by the total number of customers with transactions during the same period).

Previously, the number of stock-type customers was the KPI, but as sales to flow-type customers have increased and become more important, we have determined that it is appropriate to use the total number of trading customers and the average monthly sales of all customers as KPIs.

In addition, we will reorganize our service lines and position the businesses related to game development and fan community app development, etc., within the previous "Creative & Engineering" service line as a new service line called "Incubation and Others."

(1) Creative & Engineering

This service line mainly supports Japanese clients in terms of creativity and engineering, from business idea creation to product development and continuous product growth, and generates revenue through quasi-agency or contract agreements with clients.

The number of unique customers and average monthly customer sales for the fiscal year ending December 2025 are set based on the trend of orders received up to the fiscal year ending December 2024. The number of unique customers is expected to increase due to the strengthening of lead generation and lead nurturing, and the number of unique customers is expected to increase by 6 companies from the previous fiscal year to 278 companies (2.2% increase from the previous consolidated fiscal year) in the fiscal year ending December 2025. In addition, the average monthly customer sales for the fiscal year ending December 2025 is expected to increase by 86,000 yen from the previous fiscal year to 5,208,000 yen (1.7% increase), and the sales of this service line for the fiscal year ending December 2025 are expected to be 11,845 million yen (13.8% increase).

(2) Talent Platform

This service line discovers and develops IT talent both domestically and internationally, supporting clients in promoting digitalization from a human resources perspective.

The need for IT talent is on the rise, and this trend is expected to continue in the fiscal year ending December 2025. As such, sales for this service line for the fiscal year ending December 2025 are expected to be 2,279 million yen (up 15.0% from the previous consolidated fiscal year).

(3) Incubation and Others

This service line is mainly involved in the production of digital content such as games and vertical manga, as well as the development and operation of a fan community system exclusively for professional artists.

With stable demand for existing content and services expected, sales for this service line for the fiscal year ending December 2025 are expected to be 1,226 million yen (up 3.9% from the previous consolidated fiscal year).

Based on the status of each service line above, we forecast consolidated performance for the fiscal year ending December 2025 as follows: sales of 15,351 million yen (13.1% increase from the previous consolidated fiscal year), operating profit of 1,504 million yen (4.2% increase), ordinary profit of 1,605 million yen (10.3% increase), and net profit attributable to parent company shareholders of 1,288 thousand yen (25.9% increase).

2. Basic Policy for adopting Accounting Standards

In consideration of the comparability of consolidated financial statements and intercompany comparability, the Group's policy for the time being is to prepare consolidated financial statements under Japanese GAAP. Concerning the adoption of IFRS, the Group intends to respond appropriately in consideration of various domestic and international circumstances.

2. Consolidated Financial Statements and Primary Notes

(1) Consolidated Balance Sheet

(Unit: million yen)

	As of December 31, 2023	As of December 31, 2024
Assets		
Current assets		
Cash and cash equivalent	7,946	9,794
Notes and accounts receivable - trade and contract assets	1,422	1,670
Work in process	68	66
Other	656	725
Allowance for doubtful accounts	(45)	(21)
Total current assets	10,047	12,235
Noncurrent assets		
Property, plant, and equipment		
Buildings and structures	381	390
Accumulated depreciation	(211)	(273)
Buildings and structures (Net)	170	117
Machinery and equipment	318	400
Accumulated depreciation	(236)	(306)
Machinery and equipment (Net)	81	93
Total property, plant and equipment	252	211
Intangible assets		
Goodwill	456	413
Other	51	53
Total intangible assets	507	466
Investments and other assets		
Investment securities	489	675
Deferred tax assets	102	78
Other	634	538
Allowance for doubtful accounts	(174)	(228)
Total investments and other assets	1,051	1,064
Total noncurrent assets	1,811	1,741
Total assets	11,859	13,976

(Unit: million yen)

	As of December 31, 2023	As of December 31, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	242	371
Short-term loans payable	—	1,250
Accounts payable - other	66	192
Accrued expenses	408	449
Income taxes payable	328	218
Contract liabilities	295	280
Provisions for bonuses	195	145
Other	497	361
Total current liabilities	2,035	3,268
Noncurrent liabilities		
Long-term loans payable	11	—
Asset retirement obligations	95	96
Deferred tax liabilities	85	71
Other	132	246
Total noncurrent liabilities	324	414
Total liabilities	2,359	3,682
Net assets		
Shareholders' equity		
Capital stock	1,717	1,731
Capital surplus	1,702	1,716
Retained earnings	5,445	6,468
Treasury stock	(0)	(520)
Total shareholders' equity	8,865	9,396
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	19	29
Foreign currency translation adjustment	614	868
Total accumulated other comprehensive income	633	897
Stock subscription rights	0	0
Total net assets	9,499	10,294
Total liabilities and net assets	11,859	13,976

(2) Consolidated Statements of Income and Comprehensive Income
(Consolidated statements of income for the Fiscal Year ended December 31, 2024)

(Unit: million yen)

	Fiscal Year ended December 31, 2023	Fiscal Year ended December 31, 2024
Net sales	12,516	13,568
Cost of sales	5,971	6,602
Gross profit	6,545	6,965
Selling, general and administrative expenses	4,770	5,521
Operating income	1,775	1,444
Non-operating income		
Interest income	402	177
Foreign exchange gains	180	—
Subsidy income	1	—
Other	5	11
Total non-operating income	590	189
Non-operating expense		
Interest expense	6	7
Provision for doubtful accounts	—	151
Foreign exchange losses	78	19
Other	85	178
Total non-operating expense	2,279	1,454
Ordinary income		
Extraordinary gains	55	0
Gain of sales of fixed assets	2	—
Other	58	0
Total extraordinary gains		
Extraordinary losses	8	—
Loss on valuation of investments	73	—
Loss on valuation of investments in affiliates	53	—
Loss on valuation of shares in affiliates	33	—
Head office relocation expenses	40	25
Loss on valuation of investment securities	—	7
Loss on sale of investment securities	21	—
Other	229	32
Total extraordinary losses	2,107	1,422
Income before income taxes	582	398
Income taxes - current	(43)	0
Income taxes – deferred	538	399
Total income taxes	1,569	1,023
Net income	1,569	1,023
Net income attributable to shareholders of parent company	12,516	13,568

(Consolidated statements of income for the Fiscal Year ended December 31, 2024)

(Unit: million yen)

	Fiscal Year ended December 31, 2023	Fiscal Year ended December 31, 2024
Net income	1,569	1,023
Other comprehensive income		
Valuation difference on available-for-sale securities	4	10
Foreign currency translation adjustments	178	254
Total other comprehensive income	183	264
Comprehensive income	1,752	1,288
(Details)		
Attributable to owners of the Company	1,752	1,288
Attributable to non-controlling interests	—	—

(3) Consolidated Statements of Changes in Equity

(Consolidated statements of income for the Fiscal Year ended December 31, 2023)

(Unit: million yen)

	Shareholders' equity				
	Common stock	Capital surplus	Retained earnings	Treasury stocks	Total shareholders' equity
Balance at beginning of fiscal year	1,713	1,698	3,876	(0)	7,287
Changes of items during fiscal year					
Issuance of new shares	4	4			9
Net income attributable to owners of parent			1,569		1,569
Acquisition of treasury stock					
Net changes of items other than shareholders' equity					
Total changes of items during fiscal year	4	4	1,569		1,578
Balance at the end of fiscal year	1,717	1,702	5,445	(0)	8,865

	Accumulated other comprehensive income			Stock subscription rights	Total net assets
	Valuation difference on available-for-sales-securities	Foreign currency translation adjustment	Total accumulated other comprehensive income		
Balance at beginning of fiscal year	14	435	449	0	7,736
Changes of items during fiscal year					
Issuance of new shares				0	9
Net income attributable to owners of parent					1,569
Acquisition of treasury stock					
Net changes of items other than shareholders' equity	4	178	183		183
Total changes of items during fiscal year	4	178	183	0	1,762
Balance at the end of fiscal year	19	614	633	0	9,499

(Consolidated statements of income for the Fiscal Year ended December 31, 2024)

(Unit: million yen)

	Shareholders' equity				
	Common stock	Capital surplus	Retained earnings	Treasury stocks	Total shareholders' equity
Balance at beginning of fiscal year	1,717	1,702	5,445	△0	8,865
Changes of items during fiscal year					
Issuance of new shares	13	13			27
Net income attributable to owners of parent			1,023		1,023
Acquisition of treasury stock				△520	△520
Net changes of items other than shareholders' equity					
Total changes of items during fiscal year	13	13	1,023	△520	530
Balance at the end of fiscal year	1,731	1,716	6,468	△520	9,396

	Accumulated other comprehensive income			Stock subscription rights	Total net assets
	Valuation difference on available-for-sales-securities	Foreign currency translation adjustment	Total accumulated other comprehensive income		
Balance at beginning of fiscal year	19	614	633	0	9,499
Changes of items during fiscal year					
Issuance of new shares				0	27
Net income attributable to owners of parent					1,023
Acquisition of treasury stock					△520
Net changes of items other than shareholders' equity	10	254	264		264
Total changes of items during fiscal year	10	254	264	0	794
Balance at the end of fiscal year	29	868	897	0	10,294

(4) Consolidated Interim Statements of Cash Flows

(Unit: million yen)

	Fiscal Year ended December 31, 2023 (Jan. 1 - Dec. 31)	Fiscal Year ended December 31, 2024 (Jan. 1 - Dec. 31)
Cash flows from operating activities		
Income before income taxes and minority interests	2,107	1,422
Depreciation and amortization	123	136
Amortization of goodwill	70	72
Increase (decrease) in allowance for doubtful accounts	135	28
Increase (decrease) in accrued bonuses	105	(49)
Interest income	(402)	(178)
Interest expenses	6	7
Gain on sales of fixed assets	(55)	(0)
Sales and valuation losses(gain) on investment securities	40	32
Losses on valuation of affiliated company shares	53	—
Losses on valuation of affiliated company investments	73	—
Decrease (increase) in trade receivables and contract assets	(256)	(214)
Decrease (increase) in inventories	(1)	2
Increase (decrease) in accounts receivable	(29)	126
Increase (decrease) in accounts receivable	(222)	38
Increase (decrease) in deposits	0	(160)
Increase (decrease) in accrued consumption taxes	189	(157)
Increase (decrease) in contract liabilities	98	(15)
Increase (decrease) in accounts payable	(56)	122
Increase (decrease) in accrued expenses	75	41
Other	(218)	(13)
Subtotal	1,839	1,242
Interest income received	401	302
Interest payments	(5)	(7)
Income taxes paid	(351)	(526)
Cash flows from operating activities	1,883	1,010
Cash flows from investing activities		
Payments into time deposits	(177)	(91)
Proceeds from withdrawal of long-term deposits	—	149
Purchases of property, plant and equipment	(95)	(76)
Payments for purchase of investment securities	(51)	(202)
Other	(2)	(39)
Cash flows from investing activities	(326)	(260)
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	(180)	1,250
Payment for the acquisition of treasury stock	—	(520)
Other	(44)	(9)
Cash flows from financing activities	(224)	720
Effect of exchange rate changes on cash	14	114
Net increase (decrease) in cash	1,346	1,584
Cash at beginning of year	3,287	4,633
Net increase (decrease) in cash	4,633	6,217

(5) Notes on the Consolidated Financial Statements
 (Notes on Going-Concern Assumptions)
 Not applicable.

(Segment Information, etc.)
 [Segment information]

This information is omitted because the Group operates in a single segment, the digital creative studio business.

[Related information]

Previous fiscal year ended 2022 (January 1, 2023 - December 31, 2023)

1. Information by product/service

(Unit: million yen)

	Creative & Engineering	Talent Platform	Total
Sales to external customers	10,840	1,676	12,516

2. Information by region

(1) Net sales

Sales to external customers in Japan are more than 90% of net sales in the consolidated statements of income, and information by region is omitted.

(2) Property, plant, and equipment

(Unit: million yen)

Japan	Vietnam	Total
196	55	252

3. Information by major customer

This is omitted as there were no external customers whose net sales account for more than 10% of net sales in the consolidated statements of income.

Current fiscal year ended 2023 (January 1, 2024 - December 31, 2024)

1. Information by product/service

(Unit: million yen)

	Creative & Engineering	Talent Platform	Total
Sales to external customers	11,601	1,981	13,583

2. Information by region

(1) Net sales

Sales to external customers in Japan are more than 90% of net sales in the consolidated statements of income, and information by region is omitted.

(2) Property, plant, and equipment

(Unit: million yen)

Japan	Vietnam	Other	Total
178	32	0	211

3. Information by major customer

This is omitted as there were no external customers whose net sales account for more than 10% of net sales in the consolidated statements of income.

[Information on Impairment of Fixed Assets by Reportable Segment]

This information is omitted because the Group operates in a single segment, the digital creative studio business.

[Information on Amortization and Unamortized balance of Goodwill by Reportable Segment]

This information is omitted because the Group operates in a single segment, the digital creative studio business.

[Information on gain on negative goodwill by reportable segment]

There are no applicable items

(Per Share Information)

	For the fiscal year ended December 31, 2023	For the fiscal year ended December 31, 2024
Net assets per share	249.48 yen	388.76 yen
Net income per share	41.25 yen	29.50 yen
Net income per share (diluted)	38.83 yen	27.89 yen

(Note) 1. Earnings per share and earnings per share (diluted) were calculated based on the following:

	For the fiscal year ended December 31, 2023	For the fiscal year ended December 31, 2024
Net income per share		
Net income attributable to shareholders of the parent company (million yen)	1,569	1,123
Amount not belonging to common shareholders' (million yen)	—	—
Net income attributable to shareholders of the parent attributable to common stock (million yen)	1,569	1,123
Average number of shares of common stock during the fiscal year (share)	38,038,650	38,079,330
Net income per share (diluted)		
Net income adjustments attributable to owners of parent company (million yen)	—	—
Increase in shares of common stock (share)	2,370,894	2,195,143
(Share subscription rights (share))	(2,370,894)	(2,195,143)
Residual securities excluded in the calculation of profit after adjustment for residual securities due to the fact that these securities had no dilutive effect	—	—

2. Net assets per share were calculated based on the following:

	For the fiscal year ended December 31, 2023	For the fiscal year ended December 31, 2024
Total net assets on consolidated balance sheet (million yen)	9,499	14,635
Amount to be deducted from total net assets (million yen)	0	0
Amount attributable to common stock (million yen)	9,498	14,635
Number of common shares used for calculating net assets per share (shares)	38,075,368	37,647,128

(Significant Subsequent Events)

(Borrowing large amounts of money)

At the Board of Directors meeting held on December 18, 2024, the Company resolved to borrow from Sumitomo Mitsui Banking Corporation, Ltd. pursuant to a special overdraft agreement, and has borrowed as follows.

Use of Funds:	Working Capital
Lender:	Sumitomo Mitsui Banking Corporation
Total Loan Amount:	1,500 million. yen
Interest Rate:	Floating Interest Rate
Date of Loan Execution:	January 20, 2025
Repayment Method:	Installment Repayment
Repayment Deadline:	December 30, 2025
Collateral Status:	Unsecured