

Summary of Consolidated Financial Results for the Three Months Ended March 31, 2025 (Japanese GAAP)

May 20, 2025

Company name: V-cube, Inc.

Securities code: 3681

Stock exchange listings: The Prime Market of the Tokyo Stock Exchange

URL: (Japanese) <https://jp.vcube.com/> (English) <http://www.vcube.com/>

1. Results of the First quarter ended March 31, 2025

(1) Consolidated quarterly operating results:

(millions of Yen, except per share amounts)

	Net sales		Adjusted EBITDA		Operating profit		Ordinary profit	
Three months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2025	2,446	-12.8	120	-70.5	-714	—	-755	—
March 31, 2024	2,807	-6.7	409	-8.0	120	15.1	100	24.4

Note: Comprehensive income For the three months ended March 31, 2025: ¥347 million [- %]
For the three months ended March 31, 2024: ¥185 million [1.8 %]

	Profit attributable to owners of parent		Basic earnings per share	Diluted earnings per share
Three months ended	Millions of yen	%	Yen	Yen
March 31, 2025	-213	—	-8.40	—
March 31, 2024	67	113.0	2.77	—

(2) Consolidated financial position:

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
March 31, 2025	11,015	1,368	5.9	25.25
December 31, 2024	10,481	23	-1.3	-5.35

Reference: Owner's equity As of March 31, 2025: ¥653 million
As of December 31, 2024: ¥138 million

2. Dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended Dec. 31, 2024	-	0.00	-	0.00	0.00
Fiscal year ended Dec. 31, 2025	-				
Fiscal year ending Dec. 31, 2025 (Forecast)		0.00	-	0.00	0.00

Note: Revisions to the forecast of cash dividends most recently announced : None

3. Consolidated forecasts

(millions of Yen, except per share amounts)

	Net sales		Adjusted EBITDA		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	%	Millions of yen	%	Yen
Six months ending June 30, 2025	5,000	-11.0	350	-57.5	-800	-	-900	-	0	-	0.00
Fiscal year ending December 31, 2025	10,000	-4.4	1,050	-0.3	-700	-	-900	-	100	-	3.93

Note: Revisions to the forecasts most recently announced: Yes

4. Others

(1) Significant changes in the scope of consolidation during the period : None

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements : None

(3) 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

(4) Number of issued and outstanding shares (common stock)

(i) Number of issued and outstanding shares at the end of period (including treasury stock)

As of December 31, 2024	26,343,900 shares	As of December 31, 2025	26,343,900 shares
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(ii) Number of treasury stock at the end of the period

As of December 31, 2024	466,472 shares	As of December 31, 2025	466,472 shares
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(iii) Average number of shares outstanding during the period

Three months ended March 31, 2024	24,402,796 shares	Three months ended March 31, 2025	25,429,707 shares
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(5) Formula for each management index

Adjusted EBITDA: Operating income + Depreciation & amortization \pm EBITDA adjustment items (*)

(*) EBITDA adjustments items: Gains/losses on non-recurring or discontinued operations within operating revenues and expenses (M&A- related expenses, Stock-based compensation expense, gains/losses from exited business etc.)

*Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm : None

*Explanation related to appropriate use of results forecasts and other items warranting special mention The above forecasts are based on the information available as of the date of the release of this document. As a result, a variety of factors in the future may cause actual results to differ from these forecasts.

Consolidated Financial Statements

(1) Consolidated Balance Sheet

(Thousands of yen)

	As of December 31, 2024	As of March 31, 2025
Assets		
Current assets		
Cash and deposits	1,006,735	709,967
Notes and accounts receivable - trade	1,580,520	1,520,447
Advance payments to suppliers	10,780	14,542
Prepaid expenses	703,144	616,814
Other	267,118	1,472,519
Allowance for doubtful accounts	△23,126	△20,028
Total current assets	3,545,172	4,314,262
Non-current assets		
Property, plant and equipment	1,983,552	1,943,722
Intangible assets		
Software	2,509,975	2,400,176
Software in progress	217,905	272,699
Goodwill	770,176	708,758
Total intangible assets	3,498,056	3,381,634
Investments and other assets		
Investment securities	465,197	391,863
Shares of subsidiaries and associates	406,249	404,321
Long-term loans receivable	39,542	39,542
Leasehold and guarantee deposits	319,466	320,009
Deferred tax assets	153,394	150,789
Long-term prepaid expenses	61,435	61,973
Other	36,052	36,510
Allowance for doubtful accounts	△40,777	△40,777
Total investments and other assets	1,440,561	1,364,233
Total non-current assets	6,922,170	6,689,590
Deferred assets		
Share issuance costs	13,709	12,137
Total deferred assets	13,709	12,137
Total assets	10,481,052	11,015,989

(Thousands of yen)

	As of December 31, 2024	As of March 31, 2025
Liabilities		
Current liabilities		
Accounts payable - trade	419,225	421,445
Short-term borrowings	3,587,217	3,513,717
Current portion of long-term borrowings	754,500	739,500
Lease liabilities	196,710	209,345
Contract liabilities	827,061	692,620
Provision for bonuses	129,118	72,648
Income taxes payable	29,661	23,039
Other	813,475	561,338
Total current liabilities	6,756,970	6,233,655
Non-current liabilities		
Long-term borrowings	3,093,000	2,817,311
Lease liabilities	253,882	244,723
Asset retirement obligations	319,572	319,720
Other	33,962	32,516
Total non-current liabilities	3,700,417	3,414,271
Total liabilities	10,457,387	9,647,927
Net assets		
Shareholders' equity		
Share capital	10,000	10,000
Capital surplus	1,326,328	2,461,589
Retained earnings	△2,567,079	△2,821,874
Treasury shares	△794,791	△794,791
Total shareholders' equity	△2,025,541	△1,145,075
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	102,940	98,775
Foreign currency translation adjustment	1,784,034	1,699,639
Total accumulated other comprehensive income	1,886,975	1,798,414
Share acquisition rights	16,762	541,949
Non-controlling interests	145,468	172,773
Total net assets	23,664	1,368,062
Total liabilities and net assets	10,481,052	11,015,989

(2) Consolidated Statement of Income and Comprehensive Income

(Consolidated Statement of Income)

(Thousands of yen)

	Three months ended March 31, 2024	Three months ended March 31, 2025
Net sales	2,807,163	2,446,558
Cost of sales	1,661,221	1,575,571
Gross profit	1,145,941	870,986
Selling, general and administrative expenses	1,025,566	1,585,126
Operating profit (loss)	120,375	△714,140
Non-operating income		
Interest income	1,771	641
Insurance claim income	240	690
Subsidy income	2,419	1,331
Gain on valuation of investment securities	273	—
Share of profit of entities accounted for using equity method	—	549
Gain on forfeiture of unclaimed dividends	632	1,022
Other	292	116
Total non-operating income	5,628	4,352
Non-operating expenses		
Interest expenses	12,550	21,080
Foreign exchange losses	5,864	21,496
Commission expenses	2,816	188
Loss on valuation of investment securities	—	1,429
Share of loss of entities accounted for using equity method	4,116	—
Other	495	1,572
Total non-operating expenses	25,843	45,767
Ordinary profit (loss)	100,160	△755,555
Extraordinary income		
Gain on sale of investment securities	2,912	516,841
Gain on reversal of share acquisition rights	2,160	—
Total extraordinary income	5,072	516,841
Extraordinary losses		
Loss on retirement of non-current assets	762	—
Loss on valuation of investment securities	7,300	—
Loss on cancellation of leases	—	244
Other	439	—
Total extraordinary losses	8,501	244
Profit (loss) before income taxes	96,731	△238,959
Income taxes - current	18,594	14,904
Income taxes - deferred	△1,460	4,806
Total income taxes	17,133	19,710
Profit (loss)	79,597	△258,670
Profit (loss) attributable to non-controlling interests	11,923	△45,072
Profit (loss) attributable to owners of parent	67,674	△213,597

(Consolidated Statement of Comprehensive Income)

(Thousands of yen)

	Three months ended March 31, 2024	Three months ended March 31, 2025
Profit (loss)	79,597	△258,670
Other comprehensive income		
Valuation difference on available-for-sale securities	6,566	△4,164
Foreign currency translation adjustment	98,843	△84,395
Total other comprehensive income	105,409	△88,560
Comprehensive income	185,007	△347,230
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	173,333	△386,982
Comprehensive income attributable to non-controlling interests	11,673	39,752

(3) Notes to Consolidated Financial Statements
(Segment Information)

Three months ended March 31, 2024

(Thousands of
yen)

	Reportable segments				Reconciling items	Per quarterly consolidated financial statements
	Enterprise DX Segment	Event DX Segment	Third Place DX Segment	Reportable segments		
Sales						
Revenues from external customers	1,113,591	955,890	737,680	2,807,163	—	2,807,163
Transactions with other segments	—	—	—	—	—	—
Net sales	1,113,591	955,890	737,680	2,807,163	—	2,807,163
Operating profit (loss)	206,012	△55,650	262,879	413,241	△292,866	120,375

Notes:

1. The ¥292,866 thousand downward adjustment to segment income reflects corporate expenses not allocated to segments. Corporate expenses mainly include general administration costs of administrative departments.
2. Segment income (loss) has been adjusted for the operating income figure on the consolidated income statements.

Three months ended March 31, 2025

(Thousands of
yen)

	Reportable segments				Reconciling items	Per quarterly consolidated financial statements
	Enterprise DX Segment	Event DX Segment	Third Place DX Segment	Reportable segments		
Sales						
Revenues from external customers	912,886	870,921	662,751	2,446,558	—	2,446,558
Transactions with other segments	—	—	—	—	—	—
Net sales	912,886	870,921	662,751	2,446,558	—	2,446,558
Operating profit (loss)	158,443	△808,705	184,241	△466,019	△248,120	△714,140

Notes:

1. The ¥248,120 thousand downward adjustment to segment income reflects corporate expenses not allocated to segments. Corporate expenses mainly include general administration costs of administrative departments.
2. Segment income (loss) has been adjusted for the operating income figure on the consolidated income statements.