

Summary of Consolidated Financial Results for the Six Months Ended June 30, 2025 (Japanese GAAP)

August 14, 2025

Company name: V-cube, Inc.

Securities code: 3681

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

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

Quarterly statement filing date (as planned): August 14, 2025

1. Results of the Second quarter ended June 30, 2025

(millions of Yen, except per share amounts)

(1) Consolidated quarterly operating results:

	Net sales		Adjusted EBITDA		Operating profit		Ordinary profit	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Jun. 30, 2025	5,013	-10.8	308	-62.6	-816	—	-988	—
Jun. 30, 2024	5,619	-2.3	824	3.7	229	95.2	191	110.5

Note: Comprehensive income For Six months ended Jun. 30, 2025: ¥-770 million [-%]

For Six months ended Jun. 30, 2024: ¥36 million [-94.6%]

	Profit attributable to owners of parent		Basic earnings per share	Diluted earnings per share
Six months ended	Millions of yen	%	Yen	Yen
Jun. 30, 2025	-634	—	-24.53	—
Jun. 30, 2024	-212	—	-8.52	—

(2) Consolidated financial position:

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
Jun. 30, 2025	10,944	1,250	5.3	22.56
Dec. 31, 2024	10,481	23	-1.3	-5.35

Reference: Owner's equity As of Jun. 30, 2025: ¥1,081 million

As of Dec. 31, 2024: ¥621 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	—
Fiscal year ended Dec. 31, 2025	—	0.00			
Fiscal year ending Dec. 31, 2025 (Forecast)			—	0.00	—

Note: Revisions to the forecast of cash dividends most recently announced: No

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
Fiscal year ended Dec. 31, 2024	10,000	-4.4	1,050	-0.3	-700	—	-900	—	100	3.93

Note: Revisions to the forecasts most recently announced: No

4.Others

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): 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: Yes

(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 period end (including treasury stock)

As of December 31, 2024	26,343,900 shares	As of June 30, 2025	26,343,900 shares
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(ii) Number of treasury stock at the end of fiscal year

As of December 31, 2024	466,472 shares	As of June 30, 2025	466,472 shares
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(iii) Average number of shares (quarterly period-YTD)

Six months ended June 30, 2024	24,977,065 shares	Six months ended June 30, 2025	25,877,428 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.)

* Quarterly financial results reports are exempt from quarterly review conducted by certified public accountants or an audit corporation.

* 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 June 30, 2025
Assets		
Current assets		
Cash and deposits	1,006,735	1,074,583
Notes and accounts receivable - trade	1,580,520	1,703,926
Advance payments to suppliers	10,780	—
Prepaid expenses	703,144	1,137,938
Other	267,118	561,080
Allowance for doubtful accounts	△23,126	△21,625
Total current assets	3,545,172	4,455,904
Non-current assets		
Property, plant and equipment	1,983,552	1,978,548
Intangible assets		
Software	2,509,975	2,390,795
Software in progress	217,905	198,487
Goodwill	770,176	686,578
Total intangible assets	3,498,056	3,275,862
Investments and other assets		
Investment securities	465,197	370,622
Shares of subsidiaries and associates	406,249	407,942
Long-term loans receivable	39,542	36,205
Leasehold and guarantee deposits	319,466	318,825
Deferred tax assets	153,394	31,145
Long-term prepaid expenses	61,435	62,511
Other	36,052	37,009
Allowance for doubtful accounts	△40,777	△40,777
Total investments and other assets	1,440,561	1,223,484
Total non-current assets	6,922,170	6,477,895
Deferred assets		
Share issuance costs	13,709	10,565
Total deferred assets	13,709	10,565
Total assets	10,481,052	10,944,365

(Thousands of yen)

	As of December 31, 2024	As of June 30, 2025
Liabilities		
Current liabilities		
Accounts payable - trade	419,225	452,949
Short-term borrowings	3,587,217	3,505,386
Current portion of long-term borrowings	754,500	701,000
Lease liabilities	196,710	192,764
Contract liabilities	827,061	991,884
Provision for bonuses	129,118	88,899
Income taxes payable	29,661	28,429
Other	813,475	566,016
Total current liabilities	6,756,970	6,527,329
Non-current liabilities		
Long-term borrowings	3,093,000	2,617,186
Lease liabilities	253,882	196,064
Asset retirement obligations	319,572	319,867
Other	33,962	33,090
Total non-current liabilities	3,700,417	3,166,210
Total liabilities	10,457,387	9,693,540
Net assets		
Shareholders' equity		
Share capital	10,000	10,000
Capital surplus	1,326,328	3,622,538
Retained earnings	△2,567,079	△3,860,502
Treasury shares	△794,791	△794,791
Total shareholders' equity	△2,025,541	△1,022,755
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	102,940	90,287
Foreign currency translation adjustment	1,784,034	1,516,235
Total accumulated other comprehensive income	1,886,975	1,606,522
Share acquisition rights	16,762	525,790
Non-controlling interests	145,468	141,266
Total net assets	23,664	1,250,824
Total liabilities and net assets	10,481,052	10,944,365

(2) Consolidated Statement of Income and Comprehensive Income
(Consolidated Statement of Income)

(Thousands of yen)

	Six months ended June 30, 2024	Six months ended June 30, 2025
Net sales	5,619,366	5,013,052
Cost of sales	3,297,776	3,119,990
Gross profit	2,321,590	1,893,061
Selling, general and administrative expenses	2,092,586	2,709,709
Operating profit (loss)	229,004	△816,647
Non-operating income		
Interest income	3,660	1,196
Insurance claim income	790	890
Subsidy income	2,466	1,319
Gain on valuation of investment securities	273	—
Share of profit of entities accounted for using equity method	3,555	3,186
Gain on forfeiture of unclaimed dividends	632	1,022
Other	1,695	1,262
Total non-operating income	13,074	8,877
Non-operating expenses		
Interest expenses	27,728	47,174
Foreign exchange losses	16,716	73,980
Commission expenses	4,039	55,147
Loss on valuation of investment securities	—	1,429
Other	2,010	3,144
Total non-operating expenses	50,496	180,877
Ordinary profit (loss)	191,582	△988,647
Extraordinary income		
Gain on sale of investment securities	2,912	512,048
Gain on reversal of share acquisition rights	2,160	—
Total extraordinary income	5,072	512,048
Extraordinary losses		
Loss on retirement of non-current assets	762	—
Impairment losses	165,296	63,675
Loss on valuation of investment securities	7,300	14,482
Loss on cancellation of leases	1,114	493
Other	12,480	—
Total extraordinary losses	186,953	78,650
Profit (loss) before income taxes	9,700	△555,250
Income taxes - current	26,621	22,977
Income taxes - deferred	181,874	125,649
Total income taxes	208,496	148,626
Loss	△198,795	△703,877
Profit (loss) attributable to non-controlling interests	14,066	△69,061
Loss attributable to owners of parent	△212,861	△634,816

(Consolidated Statement of Comprehensive Income)

(Thousands of yen)

	Six months ended June 30, 2024	Six months ended June 30, 2025
Loss	△198,795	△703,877
Other comprehensive income		
Valuation difference on available-for-sale securities	7,203	△12,653
Foreign currency translation adjustment	228,329	△54,109
Total other comprehensive income	235,532	△66,762
Comprehensive income	36,736	△770,639
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	23,628	△698,304
Comprehensive income attributable to non-controlling interests	13,108	△72,334

(3) Consolidated Statements of Cash flows

(Thousands of yen)

	Six months ended June 30, 2024	Six months ended June 30, 2025
Cash flows from operating activities		
Profit (loss) before income taxes	9,700	△555,250
Depreciation	529,153	536,893
Impairment losses	165,296	63,675
Amortization of goodwill	65,991	65,552
Share-based payment expenses	—	522,349
Share of loss (profit) of entities accounted for using equity method	△3,555	△3,186
Loss (gain) on valuation of investment securities	7,300	14,482
Loss (gain) on sale of investment securities	△2,912	△512,048
Increase (decrease) in allowance for doubtful accounts	6,531	△1,500
Increase (decrease) in provision for bonuses	△20,056	△35,159
Interest and dividend income	△3,660	△1,196
Interest expenses	27,728	47,174
Foreign exchange losses (gains)	16,716	73,980
Decrease (increase) in trade receivables	△17,095	△149,489
Decrease (increase) in advance payments to suppliers	12,210	10,780
Increase (decrease) in trade payables	△184,790	37,270
Increase (decrease) in contract liabilities	133,572	169,516
Decrease (increase) in prepaid expenses	△23,482	△438,085
Increase (decrease) in accrued consumption taxes	57,979	△128,989
Other, net	△97,411	△661,490
Subtotal	679,215	△944,720
Interest and dividends received	2,260	980
Interest paid	△28,236	△42,233
Income taxes paid	△29,887	△23,755
Net cash provided by (used in) operating activities	623,352	△1,009,729
Cash flows from investing activities		
Purchase of property, plant and equipment	△77,648	△130,552
Purchase of intangible assets	△713,140	△352,813
Proceeds from sale of investment securities	102,698	563,757
Other, net	△530	△92,197
Net cash provided by (used in) investing activities	△688,620	△11,804
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	△95,918	△81,831
Repayments of long-term borrowings	△377,250	△529,313
Proceeds from issuance of shares	419,117	—
Proceeds from sale of shares of subsidiaries not resulting in change in scope of consolidation	8,050	—
Proceeds from share issuance to non-controlling shareholders	—	1,842,652
Proceeds from issuance of share acquisition rights	8,352	—
Repayments of lease liabilities	△88,404	△132,892
Net cash provided by (used in) financing activities	△126,054	1,098,616
Effect of exchange rate change on cash and cash equivalents	42,972	△9,232

(Thousands of yen)

	Six months ended June 30, 2024	Six months ended June 30, 2025
Net increase (decrease) in cash and cash equivalents	△148,349	67,848
Cash and cash equivalents at beginning of period	1,389,327	1,006,735
Cash and cash equivalents at end of period	1,240,977	1,074,583

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

Six months ended June 30, 2024

(Thousands of yen)

	Reportable segments				Reconciling items	Per semi-annual consolidated financial statements
	Enterprise DX Segment	Event DX Segment	Third Place DX Segment	Reportable segments		
Sales						
Revenues from external customers	2,131,606	2,073,818	1,413,941	5,619,366	—	5,619,366
Transactions with other segments	—	—	—	—	—	—
Net sales	2,131,606	2,073,818	1,413,941	5,619,366	—	5,619,366
Operating profit (loss)	353,419	△23,529	469,546	799,436	△570,432	229,004

Notes:

1. The ¥570,432 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.

Six months ended June 30, 2025

(Thousands of yen)

	Reportable segments				Reconciling items	Per semi-annual consolidated financial statements
	Enterprise DX Segment	Event DX Segment	Third Place DX Segment	Reportable segments		
Sales						
Revenues from external customers	1,792,059	1,935,139	1,285,853	5,013,052	—	5,013,052
Transactions with other segments	—	—	—	—	—	—
Net sales	1,792,059	1,935,139	1,285,853	5,013,052	—	5,013,052
Operating profit (loss)	303,682	△982,836	345,244	△333,909	△482,738	△816,647

Notes:

1. The ¥482,738 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.

(Information about Impairment Losses on Fixed Assets)

An impairment loss on fixed assets has been recorded in the Third Place DX Segment. The amount of this impairment loss for the current interim consolidated accounting period is ¥63,675 thousand.