



## Consolidated Financial Summary for the First Quarter of the Fiscal Year Ending July 2026 (Japanese GAAP)

December 11, 2025

Name of listed company: Meiho Enterprise Co., Ltd. Listing exchange: Tokyo Stock Exchange  
Code: 8927 URL: <https://meiho-est.com>

Representative: (Position) Chairman & Representative Director (Name) Mitsuru Yabuki  
Contact for inquiries: (Position) Executive Officer, Head of the Management Dept. (Name) Ayako Iwasaki Tel: 03-5434-7653  
Scheduled date for start of dividend payment: -  
Creation of supplementary explanatory materials : Yes  
Holding of accounts briefing meeting : None

(Amounts are rounded down to the nearest million yen)

1. Consolidated results for the first quarter of the fiscal year ending July 2026 (August 1, 2025 to October 31, 2025)

(1) Consolidated operating results (cumulative) (% figures show the rate of increase (decrease) compared with the same period of the previous fiscal year)

	Revenues		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	million yen	%	million yen	%	million yen	%	million yen	%
First quarter of fiscal year ending July 2026	4,921	(31.6)	411	(44.3)	180	(69.7)	115	(70.1)
First quarter of fiscal year ended July 2025	7,192	46.2	737	47.9	594	58.7	384	41.9

(Note) Comprehensive income First quarter of fiscal year ending July 2026 First quarter of fiscal year ended July 2025  
126 million yen ((67.0)%) 382 million yen (41.5%)

	Basic earnings per share	Diluted earnings per share
	yen sen	yen sen
First quarter of fiscal year ending July 2026	3.83	3.82
First quarter of fiscal year ended July 2025	13.04	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
	million yen	million yen	%
First quarter of fiscal year ending July 2026	31,519	9,931	31.5
Fiscal year ended July 2025	29,099	9,526	32.7

(Reference) Equity capital First quarter of fiscal year ending July 2026 Fiscal year ended July 2025  
9,928 million yen 9,521 million yen

## 2. Dividends

	Annual dividend				
	End of first quarter	End of second quarter	End of third quarter	Year-end	Total
	yen sen	yen sen	yen sen	yen sen	yen sen
Fiscal year ended July 2025	-	5.50	-	6.50	12.00
Fiscal year ending July 2026	-				
Fiscal year ending July 2026 (Forecast)		6.50	-	6.50	13.00

(Note) Revisions to the most recent dividend forecast : None

## 3. Consolidated earnings forecast for the fiscal year ending July 2026 (from August 1, 2025 to July 31, 2026)

(% figures show the rate of increase (decrease) from the previous fiscal year)

	Revenues		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen sen
Second quarter (cumulative)	16,100	37.0	1,400	33.2	1,000	38.8	600	30.3	20.34
Full year	37,600	26.2	3,800	12.6	3,000	11.8	2,000	5.6	67.81

(Note) Revisions to the most recent earnings forecast : None

## \* Explanatory notes

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

Newly included: — companies (Company name), Excluded:— companies (Company name)

(2) Application of accounting method specific to the preparation of quarterly consolidated financial statements : None

(3) Changes in accounting policies, changes in accounting estimates, and restatement

1) Changes in accounting policies with revision of accounting standards : None

2) Changes in accounting policies other than 1) : None

3) Changes in accounting estimates : None

4) Restatement : None

(4) Number of shares issued and outstanding (ordinary shares)

1) Number of shares issued and outstanding (including treasury shares) at the end of the period	First quarter of FY ending July 2026	31,584,600shares	Fiscal year ended July 2025	30,539,900shares
2) Number of treasury shares at the end of the period	First quarter of FY ending July 2026	1,047,160shares	Fiscal year ended July 2025	1,047,160shares
3) Average number of shares during the period (quarterly cumulative)	First quarter of FY ending July 2026	30,028,433shares	First quarter of FY ended July 2025	29,492,740shares

\* Review of the attached quarterly consolidated financial statements by a certified public accountant or auditing firm : Yes (voluntary)

\* Explanation regarding the appropriate use of earnings forecasts, and other notes

The earnings outlook and other forward-looking statements contained herein are based on information currently available and certain assumptions that are thought to be reasonable by the Company. Accordingly, actual business performance and other results may differ materially due to various factors. For the conditions forming the assumptions on which earnings forecasts are based and explanatory notes for use of earnings forecasts, etc., please see "Qualitative Information on Quarterly Financial Results (3) Explanation of Consolidated Earnings Forecasts and Other Forward-Looking Information" on page 2 of the attachment.

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## 1. Qualitative Information on Quarterly Financial Results

### (1) Explanation of Operating Results

During the current consolidated cumulative first quarter (August 1, 2025 to October 31, 2025), the Japanese economy saw signs of a gradual economic recovery against a backdrop of improved employment and income, a recovery in inbound demand, and other factors. On the other hand, impacts on the economic environment, such as the prolonged situation in Ukraine, the continued high raw material and energy prices associated with the situation in the Middle East, and future developments in U.S. tariff measures, remain of concern.

In the real estate industry in which the Meiho Group operates, regarding real estate investments, mainly residential real estate, despite the uncertainty surrounding interest rate movements, foreign investors are showing strong interest in Japanese real estate, supported by the weak yen and other factors, and demand remains strong; however, high real estate prices due to soaring land prices and construction costs and other situations continue to require attention.

Under these business circumstances, the Group made the following efforts in each business segment.

In the real estate development business, the Group is working to enhance its ability to procure properties by leveraging its strengths in information analysis and business planning to its fullest while strengthening its resistance to market fluctuation risks by carefully selecting locations and reducing procurement costs. In addition, in the sales activities of our main brands, EL FARO and MIJAS, we completed the delivery of 5 buildings including EL FARO Yotsuya II (Shinjuku-ku, Tokyo) (10 buildings in the same period of the previous fiscal year) and the delivery of one other property for development projects.

In the real estate leasing business, in order to maximize profits for existing owners, in addition to area marketing, we aim to eliminate vacancies by setting the optimal rent based on the AI assessment system and contract execution examples and by proposing leasing strategies utilizing our network of brokerage firms in the Tokyo metropolitan area, thereby achieving high occupancy rates in the properties managed by the Group. Moreover, in addition to the full-scale rollout of an app dedicated to information exchange with owners, we have introduced a residential equipment warranty service with coverage of up to 20 years for equipment failures that occur beyond the manufacturer's warranty period, which helps preserve and maintain property value, further enhancing customer satisfaction. For our main brands, the EL FARO and MIJAS series, the Group offers a one-stop service, from the creation of products to their management, thereby endeavoring to maintain high quality and high occupancy rates. Consequently, the series is creating synergies within the Group, with their positive recognition as highly profitable real estate investment products, triggering repeated purchases of real estate investment product series.

In the real estate brokerage business, the Group is working to increase revenues by introducing properties in line with customer needs through the use of its unique information network comprising real estate development business and other businesses.

In the construction business, the Group worked to increase earnings through the completion and delivery of 4 buildings and the construction of 15 buildings in the EL FARO and MIJAS series, along with other remodeling and renovation projects tailored to the characteristics of properties under our management.

As a result of the above, in the consolidated cumulative first quarter of the current fiscal year, the Group's revenues stood at 4,921 million yen (down 31.6% year on year), operating profit stood at 411 million yen (down 44.3% year on year), ordinary profit stood at 180 million yen (down 69.7% year on year), and profit attributable to owners of parent amounted to 115 million yen (down 70.1% year on year).

Operating results by segment are as follows.

[Real estate development business]

In the real estate development business, we sold 5 buildings in the newly-built whole-building investment rental condominium series EL FARO and sold one other property for development projects. As a result, revenues were 3,357 million yen (down 43.3% year on year), and segment profit was 439 million yen (down 47.2% year on year).

[Real estate leasing business]

In the real estate leasing business, revenues were 389 million yen (down 7.4% year on year), and segment profit was 12 million yen (up 234.8% year on year), due to property management fees and other factors.

[Real estate brokerage business]

No brokerage fees were generated in the real estate brokerage business. As for the brokerage fees in the real estate brokerage business in the same quarter of the previous fiscal year, revenues were 33 million yen, and segment profit was 33 million yen.

[Construction business]

Regarding the construction business, due to the execution of construction contracts and renovation works, revenues were 1,173 million yen (up 42.6% year on year), and segment profit was 7 million yen (segment loss of 66 million yen in the same period of the previous fiscal year).

[Other]

This section refers to business segments not included in the reportable segments. Due mainly to insurance agency services, revenues were 11 million yen (up 367.4% year on year), and segment profit was 11 million yen (up 376.6% year on year).

## (2) Explanation of Financial Position

Total assets at the end of the first quarter of the current consolidated fiscal year increased by 2,420 million yen from the end of the previous consolidated fiscal year to 31,519 million yen. This was due to an increase of 2,080 million yen in inventories resulting from the acquisition of real estate for sale, etc.

Liabilities increased by 2,016 million yen from the end of the previous consolidated fiscal year to 21,588 million yen. This was mainly due to an increase of 1,088 million yen in long-term borrowings (including the current portion of long-term borrowings) and an increase of 972 million yen in short-term borrowings due to the procurement of funds for the acquisition of properties for new development projects, etc., as well as an increase of 50 million yen in bonds payable (including the current portion of bonds payable) as a result of issuing bonds to secure working capital.

Net assets increased by 404 million yen from the end of the previous consolidated fiscal year to 9,931 million yen, and the equity-to-asset ratio decreased by 1.2 percentage points from the end of the previous consolidated fiscal year to 31.5%.

## (3) Explanation of Consolidated Earnings Forecasts and Other Forward-Looking Information

With respect to consolidated earnings forecasts, there is no change in the consolidated earnings forecast for the fiscal year ending July 31, 2026, which was announced in the “Consolidated Financial Summary for the Fiscal Year Ended July 31, 2025” on September 11, 2025.

The business base, including the markets for the Group’s main line of businesses, remains firm, and its purchasing and sales conditions are favorable. We will work together to promote business activities to further increase profitability.

## 2. Quarterly Consolidated Financial Statements and Main Notes

## (1) Quarterly Consolidated Balance Sheet

(Unit: thousand yen)

	Previous consolidated fiscal year (July 31, 2025)	First quarter of the current consolidated fiscal year (October 31, 2025)
<b>Assets</b>		
Current assets		
Cash and deposits	5,093,162	4,934,124
Accounts receivable - trade and contract assets	707,071	1,229,557
Real estate for sale	658,886	329,707
Real estate for sale in process	19,663,952	22,073,398
Current portion of long-term loans receivable	319	296
Other	516,117	544,591
Allowance for doubtful accounts	(490)	(349)
Total current assets	26,639,019	29,111,326
Non-current assets		
Property, plant and equipment	2,006,763	1,994,104
Intangible assets	21,071	19,768
Investments and other assets		
Investment securities	32,712	43,712
Long-term loans receivable	425,049	425,000
Long-term accounts receivable - other	365,440	362,950
Deferred tax assets	145,232	105,143
Other	254,249	245,696
Allowance for doubtful accounts	(790,440)	(787,950)
Total investments and other assets	432,244	394,552
Total non-current assets	2,460,079	2,408,425
<b>Total assets</b>	<b>29,099,099</b>	<b>31,519,752</b>

(Unit: thousand yen)

	Previous consolidated fiscal year (July 31, 2025)	First quarter of the current consolidated fiscal year (October 31, 2025)
<b>Liabilities</b>		
Current liabilities		
Notes payable and accounts payable - trade	1,246,217	1,051,584
Short-term borrowings	2,669,000	3,641,000
Current portion of long-term borrowings	6,414,247	6,325,058
Current portion of bonds payable	-	16,700
Lease obligations	3,719	3,758
Income taxes payable	560,182	64,610
Provision for bonuses	220,808	43,912
Allowance for compensation for completed construction	964	964
Other	1,359,243	2,115,768
Total current liabilities	12,474,383	13,263,356
Non-current liabilities		
Long-term borrowings	6,829,870	8,007,753
Bonds payable	-	33,300
Retirement benefits liabilities	71,335	71,528
Lease obligations	12,624	11,671
Deferred tax liabilities	100,367	100,044
Other	83,914	100,939
Total non-current liabilities	7,098,111	8,325,236
Total liabilities	19,572,494	21,588,592
<b>Net assets</b>		
Shareholders' equity		
Share capital	614,403	851,080
Capital surplus	2,010,421	2,247,098
Retained earnings	7,272,547	7,195,988
Treasury shares	(380,474)	(380,474)
Total shareholders' equity	9,516,898	9,913,692
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	4,150	15,150
Total accumulated other comprehensive income	4,150	15,150
Share acquisition rights	5,555	2,316
Total net assets	9,526,604	9,931,159
Total liabilities and net assets	29,099,099	31,519,752



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

## Quarterly Consolidated Statement of Income

## Consolidated cumulative first quarter

	(Unit: thousand yen)	
	Previous consolidated cumulative first quarter (August 1, 2024 to October 31, 2024)	Current consolidated cumulative first quarter (August 1, 2025 to October 31, 2025)
Revenues	7,192,337	4,921,186
Cost of sales	5,890,573	3,977,222
Gross profit	1,301,764	943,963
Selling, general and administrative expenses	564,346	532,952
Operating profit	737,418	411,011
Non-operating income		
Interest income	292	2,328
Insurance claim income	2,845	15
Surrender value of insurance policies	995	1,416
Reversal allowance for doubtful accounts	2,645	2,631
Other	2,106	445
Total non-operating income	8,885	6,837
Non-operating expenses		
Interest expenses	117,145	159,140
Commission expenses	34,643	77,071
Other	20	1,590
Total non-operating expenses	151,809	237,802
Ordinary profit	594,495	180,045
Extraordinary income		
Gain on sale of non-current assets	-	2,746
Total extraordinary income	-	2,746
Extraordinary losses		
Loss on retirement of non-current assets	599	56
Total extraordinary losses	599	56
Profit before income taxes	593,895	182,735
Income taxes - current	137,524	28,165
Income taxes - refund	-	(339)
Income taxes - deferred	71,656	39,765
Total income taxes	209,180	67,591
Profit	384,714	115,143
Profit attributable to owners of parent	384,714	115,143

## Quarterly Consolidated Statement of Comprehensive Income

## Consolidated cumulative first quarter

(Unit: thousand yen)

	Previous consolidated cumulative first quarter (August 1, 2024 to October 31, 2024)	Current consolidated cumulative first quarter (August 1, 2025 to October 31, 2025)
Profit	384,714	115,143
Other comprehensive income		
Valuation difference on available-for-sale securities	(2,350)	11,000
Total other comprehensive income	(2,350)	11,000
Comprehensive income	382,364	126,143
(Breakdown)		
Comprehensive income attributable to owners of parent	382,364	126,143
Comprehensive income attributable to non-controlling interests	-	-

## (3) Notes to the Quarterly Consolidated Financial Statements

(Notes Related to Going Concern Assumption)

Not applicable.

(Notes on Substantial Changes in the Amount of Shareholders' Equity)

Previous consolidated cumulative first quarter (August 1, 2024 to October 31, 2024)

## 1. Dividends paid

Resolution	Class of shares	Total amount of dividends (thousand yen)	Dividend paid per share (yen)	Record date	Effective date	Source of dividends
October 24, 2024 Ordinary general meeting of shareholders	Ordinary shares	191,702	6.50	July 31, 2024	October 25, 2024	Retained earnings

## 2. Dividends with a record date falling in the consolidated cumulative first quarter but an effective date which comes after the end of the consolidated first quarter

Not applicable.

## 3. Substantial changes in the amount of shareholders' equity

Not applicable.

Current consolidated cumulative first quarter (August 1, 2025 to October 31, 2025)

## 1. Dividends paid

Resolution	Class of shares	Total amount of dividends (thousand yen)	Dividend paid per share (yen)	Record date	Effective date	Source of dividends
October 23, 2025 Ordinary general meeting of shareholders	Ordinary shares	191,702	6.50	July 31, 2025	October 24, 2025	Retained earnings

## 2. Dividends with a record date falling in the consolidated cumulative first quarter but an effective date which comes after the end of the consolidated first quarter

Not applicable.

## 3. Substantial changes in the amount of shareholders' equity

During the consolidated cumulative first quarter, share capital and legal capital surplus each increased by 236,676 thousand yen due to the exercise of share acquisition rights.

As a result, at the end of the consolidated first quarter, share capital amounted to 851,080 thousand yen and legal capital surplus to 2,247,098 thousand yen.

(Segment Information, etc.)

[Segment information]

## I. Previous consolidated cumulative first quarter (August 1, 2024 to October 31, 2024)

## 1. Information on revenues and profit or loss by reportable segment and revenue disaggregation

(Unit: thousand yen)

	Reportable segment					Other (*3)	Total	Reconciliati on (*1)	Amount recorded in quarterly consolidated statement of income (* 2)
	Real estate development business	Real estate leasing business	Real estate brokerage business	Construction business	Total				
Revenues									
MIJAS/EL FARO	4,985,890	-	-	-	4,985,890	-	4,985,890	-	4,985,890
Other	935,330	135,798	33,136	823,052	1,927,318	2,410	1,929,729	-	1,929,729
Revenue from contracts with customers	5,921,221	135,798	33,136	823,052	6,913,208	2,410	6,915,619	-	6,915,619
Other revenue	-	276,718	-	-	276,718	-	276,718	-	276,718
Net sales to external customers	5,921,221	412,516	33,136	823,052	7,189,927	2,410	7,192,337	-	7,192,337
Transactions with other segments	-	8,468	-	-	8,468	-	8,468	(8,468)	-
Total	5,921,221	420,984	33,136	823,052	7,198,395	2,410	7,200,806	(8,468)	7,192,337
Segment profit (loss)	832,597	3,760	33,103	(66,574)	802,886	2,329	805,216	(67,797)	737,418

(Note) 1. The segment profit (loss) adjustment of (67,797) thousand yen consists of corporate expenses of (67,797) thousand yen not allocated to any reportable segment. Corporate expenses consist primarily of general and administrative expenses not attributable to the reportable segments.

2. Segment profit (loss) is adjusted to the operating profit in the quarterly consolidated statement of income.

3. The “Other” section represents business segments not included in the reportable segments and is primarily comprised of the insurance agency operations.

## 2. Information on impairment losses on non-current assets or goodwill by reportable segment

Not applicable.

## II. Current consolidated cumulative first quarter (August 1, 2025 to October 31, 2025)

## 1. Information on revenues and profit or loss by reportable segment and revenue disaggregation

(Unit: thousand yen)

	Reportable segment					Other (*3)	Total	Reconciliati on (*1)	Amount recorded in quarterly consolidated statement of income (* 2)
	Real estate development business	Real estate leasing business	Real estate brokerage business	Construction business	Total				
Revenues									
MIJAS/EL FARO	3,107,361	-	-	-	3,107,361	-	3,107,361	-	3,107,361
Other	250,044	126,002	-	1,173,906	1,549,954	11,268	1,561,222	-	1,561,222
Revenue from contracts with customers	3,357,405	126,002	-	1,173,906	4,657,315	11,268	4,668,583	-	4,668,583
Other revenue	-	252,602	-	-	252,602	-	252,602	-	252,602
Net sales to external customers	3,357,405	378,605	-	1,173,906	4,909,917	11,268	4,921,186	-	4,921,186
Transactions with other segments	-	11,045	-	-	11,045	-	11,045	(11,045)	-
Total	3,357,405	389,651	-	1,173,906	4,920,963	11,268	4,932,231	(11,045)	4,921,186
Segment profit	439,286	12,592	-	7,116	458,995	11,104	470,099	(59,088)	411,011

(Note) 1. The segment profit adjustment of (59,088) thousand yen consists of corporate expenses of (59,088) thousand yen not allocated to any reportable segment. Corporate expenses consist primarily of general and administrative expenses not attributable to the reportable segments.

2. Segment profit is adjusted to the operating profit in the quarterly consolidated statement of income.

3. The “Other” section represents business segments not included in the reportable segments and is primarily comprised of the insurance agency operations.

## 2. Information on impairment losses on non-current assets or goodwill by reportable segment

Not applicable.

(Notes to the Statement of Cash Flows)

The Quarterly Consolidated Statement of Cash Flows for the current consolidated cumulative first quarter is not prepared.

Depreciation (including amortization related to intangible assets) for the consolidated cumulative first quarter is as follows:

	Previous consolidated cumulative first quarter (August 1, 2024 to October 31, 2024)	Current consolidated cumulative first quarter (August 1, 2025 to October 31, 2025)
Depreciation	19,315 thousand yen	15,829 thousand yen

(Significant Events After Reporting Period)

Not applicable.

Interim Review Report on Quarterly Consolidated Financial Statements by Independent Auditor

December 11, 2025

Meiho Enterprise Co., Ltd.

To the Board of Directors

Johanan Audit Corporation

Shibuya-ku, Tokyo

Designated Partner Executive Member	Certified Public Accountant
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Haruo Shiono

Designated Partner Executive Member	Certified Public Accountant
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Takao Yamakawa

**Auditor's Conclusion**

We have performed an interim review of the quarterly consolidated financial statements of Meiho Enterprise Co., Ltd. in the Attachments of the quarterly financial summary, namely, the Quarterly Consolidated Balance Sheet, the Quarterly Consolidated Statement of Income, the Quarterly Consolidated Statement of Comprehensive Income, and the Notes to the Quarterly Consolidated Financial Statements, for the consolidated first quarter (August 1, 2025 to October 31, 2025) and the consolidated cumulative first quarter (August 1, 2025 to October 31, 2025) for the consolidated fiscal year from August 1, 2025 to July 31, 2026.

In our interim review, nothing has come to our attention that leads us to believe that the above-mentioned quarterly consolidated financial statements are not prepared in accordance with Article 4, paragraph 1 of the Standards for Preparation of Quarterly Financial Statements, etc. of Tokyo Stock Exchange, Inc. and the accounting standards for quarterly financial statements generally accepted in Japan (provided that the omission of description prescribed in Article 4, paragraph 2 of the Standards for Preparation of Quarterly Financial Statements, etc. is applied), in all material aspects.

**Basis for the Auditor's Conclusion**

We conducted our interim review in accordance with the interim review standards generally accepted in Japan. Our responsibility in regard to the interim review standards is stated in the Responsibilities of the Auditor for the Interim Review of the Quarterly Consolidated Financial Statements. In accordance with the rules of professional ethics in Japan (including rules applicable to the audit of financial statements of entities with significant social impact), we are independent of the Company and its consolidated subsidiaries and have fulfilled our other ethical responsibilities as auditors. We have concluded that we have obtained evidence to form the basis for our conclusion.

**Responsibilities of Management and the Audit and Supervisory Committee for the Quarterly Consolidated Financial Statements**

It is the responsibility of management to prepare quarterly consolidated financial statements in accordance with Article 4, paragraph 1 of the Standards for Preparation of Quarterly Financial Statements, etc. of Tokyo Stock Exchange, Inc. and the accounting standards for quarterly financial statements generally accepted in Japan (provided that the omission of description prescribed in Article 4, paragraph 2 of the Standards for Preparation of Quarterly Financial Statements, etc. is applied). This includes establishing and operating the internal controls deemed necessary by management to enable the preparation of quarterly consolidated financial statements that are free of any material misstatement, whether due to fraud or error.

In preparing quarterly consolidated financial statements, management is responsible for evaluating whether it is appropriate to prepare quarterly consolidated financial statements based on the going concern assumption, and for disclosing such matters if the matters concerning a going concern need to be disclosed based on Article 4, paragraph 1 of the Standards for Preparation of Quarterly Financial Statements, etc. of Tokyo Stock Exchange, Inc. and the accounting standards for quarterly financial statements generally accepted in Japan (provided that the omission of description prescribed in Article 4, paragraph 2 of the Standards for Preparation of Quarterly Financial Statements, etc. is applied).

It is the responsibility of the Audit and Supervisory Committee to monitor the execution of duties by the Directors in the development and operation of the financial reporting process.

**Responsibilities of the Auditor for the Interim Review of the Quarterly Consolidated Financial Statements**

The Auditor is responsible for expressing a conclusion on the quarterly consolidated financial statements in the Interim Review Report from an independent standpoint, based on the interim review conducted by the Auditor.

The Auditor exercises professional judgment throughout the interim review process in accordance with the interim review standards generally accepted in Japan and performs the following while maintaining an attitude of professional skepticism.

- Conduct questioning, analytical procedures, and other interim review procedures primarily with management, individuals responsible for financial and accounting matters, and others. The interim review procedures are more limited procedures than annual audits of financial statements that are conducted in accordance with the auditing standards generally accepted in Japan.
- If the Auditor determines that there is material uncertainty regarding events or circumstances that may cast significant doubt on

the matters of going concern assumption, conclude whether there are any matters that would lead us to believe that the quarterly consolidated financial statements are not prepared in accordance with Article 4, paragraph 1 of the Standards for Preparation of Quarterly Financial Statements, etc. of Tokyo Stock Exchange, Inc. and the accounting standards for quarterly financial statements generally accepted in Japan (provided that the omission of description prescribed in Article 4, paragraph 2 of the Standards for Preparation of Quarterly Financial Statements, etc. is applied), based on the obtained evidence. In addition, if there is material uncertainty regarding the going concern assumption, the Auditor is required to draw attention to the Notes to the Quarterly Consolidated Financial Statements in the Interim Review Report or, if the Notes to the Quarterly Consolidated Financial Statements regarding the material uncertainty are not appropriate, to express a qualified conclusion or adverse conclusion on the quarterly consolidated financial statements. The Auditor's conclusions shall be based on evidence obtained up to the date of the Interim Review Report, but subsequent events or circumstances could potentially make it impossible for the Company to continue as a going concern.

- Evaluate whether there are any matters that would lead us to believe that the presentation and notes to the quarterly consolidated financial statements are not prepared in accordance with Article 4, paragraph 1 of the Standards for Preparation of Quarterly Financial Statements, etc. of Tokyo Stock Exchange, Inc. and the accounting standards for quarterly financial statements generally accepted in Japan (provided that the omission of description prescribed in Article 4, paragraph 2 of the Standards for Preparation of Quarterly Financial Statements, etc. is applied).
- Obtain evidence regarding the finances of the Company and its consolidated subsidiaries that would be the basis for the expression of the conclusion on the quarterly consolidated financial statements. The Auditor is responsible for directing, supervising, and reviewing the interim review of the quarterly consolidated financial statements. The Auditor has sole responsibility for the Auditor's conclusion.

The Auditor shall report to the Audit and Supervisory Committee on the scope and timing of the planned interim review and significant interim review findings.

The Auditor shall report to the Audit and Supervisory Committee regarding compliance with the Japanese rules of professional ethics regarding independence, and on matters that could reasonably be considered to affect the independence of the Auditor, and if any measures are taken to eliminate the impediments or if any safeguards are applied to reduce the impediments to an acceptable level, on details of such measures or safeguards.

#### Interests

The Company and its consolidated subsidiaries have no interest in us or our executive members that requires disclosure pursuant to the provisions of the Certified Public Accountant Law.

The end