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mercari

Consolidated Financial Results for the Three Months Ended September 30, 2026 [IFRS]

November 12, 2026

Company name: Mercari, Inc.
Stock exchange listing: Tokyo Stock Exchange
Code number: 4385
URL: https://about.mercari.com/en/
Representative: Shintaro Yamada, Representative Executive Officer and CEO
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Scheduled date of commencing dividend payments: -
Availability of supplementary briefing material on financial results: Available
Schedule of financial results briefing session: None

(Amounts of less than one million yen are rounded down.)

1. Consolidated Financial Results for the Three Months Ended September 30, 2026 (the "Period") (July 1, 2026, to September 30, 2026)

(1) Consolidated Operating Results (cumulative) (% indicates changes from the previous corresponding period.)

	Revenue		Core operating profit		Operating profit		Profit	
Three months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2026	63,054	27.5	15,011	59.9	14,999	68.6	10,292	107.6
September 30, 2025	49,440	10.1	9,390	104.3	8,894	104.6	4,957	63.3

	Profit attributable to owners of parent		Total comprehensive income		Basic earnings per share	Diluted earnings per share
Three months ended	Millions of yen	%	Millions of yen	%	Yen	Yen
September 30, 2026	10,206	104.6	9,991	95.6	62.16	61.14
September 30, 2025	4,987	70.0	5,108	143.4	30.30	29.52

(Reference) Profit before tax
Three months ended September 30, 2026: ¥15,196 million [70.3%]
Three months ended September 30, 2025: ¥8,921 million [59.8%]

(Note) Core operating profit is calculated by deducting other income and other expenses from operating profit. From the three months ended September 30, 2026, the separately listed "gain (loss) from sale of intangible assets" has been included in core operating profit. Core operating profit for the three months ended September 30, 2025, is presented with the figures after reclassification. For details, please refer to "Changes in presentation" on page 13 of the Appendix.

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(2) Consolidated Financial Position

	Total assets	Total equity	Equity attributable to owners of parent	Ratio of equity attributable to owners of parent to total assets
	Millions of yen	Millions of yen	Millions of yen	%
As of September 30, 2026	707,204	137,917	137,433	19.4
As of June 30, 2026	726,622	137,468	137,069	18.9

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended June 30, 2026	–	0.00	–	0.00	0.00
Fiscal year ending June 30, 2027	–				
Fiscal year ending June 30, 2027 (Forecast)		0.00	–	0.00	0.00

(Note) Revisions to the forecasts of cash dividends most recently announced: No

3. Consolidated Financial Results Forecast for the Fiscal Year Ending June 30, 2027 (July 1, 2026, to June 30, 2027)

(% indicates changes from the previous corresponding period.)

	Revenue		Core operating profit	
	Millions of yen	%	Millions of yen	%
Fiscal year ending June 30, 2027	260,000 to 290,000	13.4 to 26.5	45,000	1.5

(Notes) 1. Revisions to the forecasts of financial results most recently announced: No
2. The Company expects core operating profit of ¥45,000 million or more. Note that the changes from the previous corresponding period are calculated based on the figures after reflecting the reclassification of "gain (loss) from sale of intangible assets" in core operating profit for the fiscal year ended June 30, 2026. For details, please refer to "Changes in presentation" on page 13 of the Appendix.

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*** Notes:**

(1) Significant changes in the scope of consolidation during the Period: No

(2) Changes in accounting policies and changes in accounting estimates

1) Changes in accounting policies required by IFRS: No
2) Changes in accounting policies other than 1) above: No
3) Changes in accounting estimates: No

(3) Total number of issued shares (common stock)

1) Total number of issued shares at the end of the Period (including treasury shares):

September 30, 2026:	165,356,289 shares
June 30, 2026:	165,220,952 shares

2) Total number of treasury shares at the end of the Period:

September 30, 2026:	2,119,557 shares
June 30, 2026:	656 shares

3) Average number of shares during the Period:

Three months ended September 30, 2026:	164,201,581 shares
Three months ended September 30, 2025:	164,599,890 shares

* Review of the Japanese-language originals of the attached quarterly consolidated financial statements by certified public accountants or audit firms: No

* Explanation of the proper use of financial results forecast and other notes

(Notice concerning forward-looking statements)

The forward-looking statements, including the financial results forecast, contained in these materials are based on information currently available to the Company and certain assumptions deemed reasonable by the Company. As such, they do not constitute guarantees by the Company of future performance. Details concerning the forward-looking statements are stated in “1. Overview of Operating Results, etc. (3) Explanation of Consolidated Financial Results Forecasts and Other Forward-looking Statements” on page 4 of the Appendix.

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Appendix

Table of Contents

1. Overview of Operating Results, etc. 2
(1) Overview of Operating Results for the Period 2
(2) Overview of Financial Position for the Period 3
(3) Explanation of Consolidated Financial Results Forecasts and Other Forward-looking Statements 4
2. Condensed Quarterly Consolidated Financial Statements and Primary Notes 5
(1) Condensed Quarterly Consolidated Statement of Financial Position 5
(2) Condensed Quarterly Consolidated Statement of Profit or Loss and Condensed Quarterly Consolidated Statement of Comprehensive Income 7
(3) Condensed Quarterly Consolidated Statement of Changes in Equity 9
(4) Condensed Quarterly Consolidated Statement of Cash Flows 11
(5) Notes to the Condensed Quarterly Consolidated Financial Statements 12
Segment information 12
Notes on going concern assumption 13
Changes in presentation 13
Significant subsequent events 13

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1. Overview of Operating Results, etc.

Forward-looking matters described in the text were judged as of September 30, 2026.

(1) Overview of Operating Results for the Period

The Group has set its Group mission as "Circulate all forms of value to unleash the potential in all people," and is currently working to achieve it. For the fiscal year ending June 30, 2027, the Group has set range-based targets, aiming for full-year consolidated revenue in the range of ¥260,000 million to ¥290,000 million and core operating profit of ¥45,000 million or more. To that end, the Group has set a policy of essentially aiming for top-line growth that will lead to increased profits while balancing ongoing high growth with investment for medium- to long-term growth. This will be achieved by promoting the shift toward becoming AI-Native with AI agents as a foundation.

In the Marketplace domain, the Group continued enhancing the product's core experience centered around building a safe and secure marketplace and worked to strengthen crossborder transactions, a high-growth area. For the three months ended September 30, 2026, steady accumulation of MAU (Note 1) and continued improvement in ARPU (Note 2) were driven by enhancements to the core experience. Growth in the Entertainment & Hobbies categories also contributed to the results, leading to a GMV (Note 3) of ¥332.0 billion, a 22.8% increase year-on-year. In addition to this business growth, the absence of major investments in the first quarter resulted in core operating profit reaching ¥11.5 billion, a 36.5% increase year-on-year. Additionally, crossborder transactions, which are a focus area, continue to show high GMV growth surpassing that of Marketplace overall. Contribution from direct crossborder transactions to the US, which the Company began offering in June, is limited, as these transactions are still in the launch phase. The Company will focus on improving the product, including the delivery experience, which will serve as a foundation for future growth.

In the Fintech domain, the Group is working toward sustainable growth of transaction value and credit by aiming to expand everyday use and create opportunities for credit. The membership campaign for *Mercard Gold* was successful, and acquisition of Mercard holders progressed favorably, increasing transaction value outside of *Mercari*. Additionally, transaction value within *Mercari* has also risen, driven by strong GMV growth in the Marketplace business. Consequently, the credit balance (Note 4) has grown steadily to ¥389.1 billion, up 44.6% year-on-year. Meanwhile, the collection rate (Note 5) maintained a high level at 99.4% due to strict credit control that utilizes the Group's unique AI credit check and other measures. As a result, revenue was ¥20.1 billion, up 41.9% year-on-year. Core operating profit increased by 116.8% year-on-year to ¥5.9 billion, driven by improved profitability from steady growth in Credit, as well as the impact of not implementing large-scale marketing initiatives in the three months ended September 30, 2026.

As a result of the above, Japan Business reported revenue of ¥50,705 million (up 32.0% year-on-year) and segment profit of ¥17,415 million (up 58.9% year-on-year) for the three months ended September 30, 2026.

For the US business, the Group is implementing continuous enhancements to the product's core experience. During the three months ended September 30, 2026, the Entertainment & Hobbies, Electronics, and Cosmetics categories performed well, supported by enhancements to the core experience. However, due to aggressive promotions by competitors in the Fashion area, weak performance was seen in low-priced fashion items. As a result, GMV (Note 3) increased 0.3% year-on-year to US$194 million (¥31.0 billion; the exchange rate conversion is the total of the amounts calculated for each month using the average rate during the month), and revenue amounted to ¥9,916 million (up 3.7% year-on-year). Core operating profit was ¥91 million as the Group maintained disciplined investment while making marketing investments, and segment profit was ¥88 million (up 21.0% year-on-year).

As a result, for the three months ended September 30, 2026, the Group recorded revenue of ¥63,054 million (27.5% increase year-on-year), core operating profit of ¥15,011 million (59.9% increase year-on-year), operating profit of ¥14,999 million (68.6% increase year-on-year), and profit attributable to owners of parent of ¥10,206 million (104.6% increase year-on-year).

(Note 1) MAU (Monthly Active Users) is the quarterly average number of registered users who browsed the Company's service (app or web) at least once during a given month, both domestically and internationally. (Note: Does not include crossborder transactions performed through overseas partner sites)

(Note 2) ARPU (Average Revenue Per User) is the average purchase amount per user.

(Note 3) GMV (Gross Merchandise Value) is the total value of merchandise sold during a specified period.

(Note 4) *Merpay Deferred Payments* (lump-sum payment, fixed-amount payment, and installment payment) and *Merpay Smart Money* credit balance as of September 30, 2026 (excludes bankruptcy reorganization debt, etc.).

(Note 5) Weighted average rate of the quarterly cumulative collections completed within the past 11 months compared to the amount of *Merpay Deferred Payments* (lump-sum payment, fixed-amount payment, and installment payment) and *Merpay Smart Money* billed in the past 11 months (excludes bankruptcy reorganization debt, etc.).

(2) Overview of Financial Position for the Period

1) Assets, liabilities, and equity

(Assets)

Assets as of September 30, 2026, decreased by ¥19,417 million from the end of the previous fiscal year to ¥707,204 million.

The main reasons for any increases and decreases are as follows.

- The main reasons for any increases and decreases in cash and cash equivalents are outlined in the "Overview of cash flows for the period" section below.
- Trade and other receivables increased by ¥29,734 million compared to the end of the previous fiscal year, primarily due to an increase in the use of *Merpay Deferred Payments* (lump-sum payment, fixed-amount payment, and installment payment) and *Merpay Smart Money*.
- Intangible assets increased by ¥1,522 million compared to the end of the previous fiscal year, primarily due to an increase in software as a result of capitalization of development labor costs.
- Guarantee deposits increased by ¥9,898 million from the end of the previous fiscal year, primarily due to the provision of deposits for *Merpay*.
- Other financial assets (current) decreased by ¥8,839 million from the end of the previous fiscal year, primarily due to the redemption of government bonds at maturity.

(Liabilities)

Liabilities as of September 30, 2026, decreased by ¥19,867 million from the end of the previous fiscal year to ¥569,287 million.

The main reasons for any increases and decreases are as follows.

- Bonds and borrowings (current liabilities) decreased by ¥2,190 million from the end of the previous fiscal year, primarily due to the redemption of convertible-bond-type bonds with stock acquisition rights.
- Bonds and borrowings (non-current liabilities) decreased by ¥4,503 million from the end of the previous fiscal year, primarily due to the reclassification of a portion of long-term borrowings to current liabilities.
- Income taxes payable decreased by ¥11,552 million from the end of the previous fiscal year, primarily due to the payment of income taxes.

(Equity)

Equity as of September 30, 2026, increased by ¥449 million from the end of the previous fiscal year to ¥137,917 million.

The main reasons for any increases and decreases are as follows.

- Treasury shares increased by ¥10,000 million from the end of the previous fiscal year due to purchase of treasury shares.
- Retained earnings increased by ¥10,158 million from the end of the previous fiscal year primarily due to the recording of profit attributable to owners of parent.

2) Overview of cash flows for the period

Cash and cash equivalents (hereinafter referred to as "cash") for the three months ended September 30, 2026, decreased by ¥55,044 million from the end of the previous fiscal year and amounted to ¥129,024 million as of September 30, 2026.

The status of cash flows and their contributing factors for the three months ended September 30, 2026, are as follows.

(Cash flows from operating activities)

Cash used in operating activities amounted to ¥44,920 million. This is primarily attributable to profit before tax of ¥15,196 million, an increase in trade and other receivables of ¥29,733 million, an increase in guarantee deposits of ¥9,900 million, and income taxes paid of ¥16,487 million.

(Cash flows from investing activities)

Cash provided by investing activities amounted to ¥7,783 million. This is primarily attributable to proceeds from redemption of investment securities of ¥10,000 million, purchase of intangible assets of ¥1,459 million, payments into time deposits of ¥20,164 million, and proceeds from withdrawal of time deposits of ¥20,000 million.

(Cash flows from financing activities)

Cash used in financing activities amounted to ¥17,177 million. This is primarily attributable to an increase in short-term borrowings of ¥2,767 million, proceeds from issuance of bonds and long-term borrowings of ¥15,000 million, redemption of bonds and repayments of long-term borrowings of ¥24,487 million, and purchase of treasury shares of ¥10,047 million.

(3) Explanation of Consolidated Financial Results Forecasts and Other Forward-looking Statements

Toward achieving the Group mission, the Group's policy is to continue to essentially aim for top-line growth that will lead to increased profits. For the fiscal year ending June 30, 2027, consolidated revenue is forecast to be between ¥260,000 million and ¥290,000 million (up 13.4–26.5% year-on-year) and consolidated core operating profit to be ¥45,000 million or more (up 1.5% or more year-on-year).

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2. Condensed Quarterly Consolidated Financial Statements and Primary Notes

(1) Condensed Quarterly Consolidated Statement of Financial Position

(Millions of yen)

	As of June 30, 2026	As of September 30, 2026
Assets		
Current assets		
Cash and cash equivalents	184,069	129,024
Trade and other receivables	363,953	393,688
Deposits paid	3,138	3,280
Other financial assets	127,678	118,839
Other current assets	4,157	6,032
Total current assets	682,996	650,865
Non-current assets		
Property, plant and equipment	2,621	2,922
Right-of-use assets	8,008	8,400
Intangible assets	4,088	5,611
Deferred tax assets	17,518	17,766
Guarantee deposits	832	10,731
Other financial assets	9,958	10,356
Other non-current assets	597	549
Total non-current assets	43,626	56,339
Total assets	726,622	707,204

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	As of June 30, 2026	As of September 30, 2026
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	19,154	17,195
Bonds and borrowings	143,243	141,052
Lease liabilities	1,571	1,849
Income taxes payable	16,384	4,831
Deposits received	264,161	265,473
Other financial liabilities	3,033	2,139
Other current liabilities	10,825	10,284
Total current liabilities	458,373	442,826
Non-current liabilities		
Bonds and borrowings	122,886	118,382
Lease liabilities	6,621	6,753
Provisions	745	731
Deferred tax liabilities	90	90
Other financial liabilities	–	89
Other non-current liabilities	437	412
Total non-current liabilities	130,780	126,460
Total liabilities	589,154	569,287
Equity		
Share capital	49,182	49,441
Capital surplus	51,887	52,197
Retained earnings	32,426	42,584
Treasury shares	(2)	(10,002)
Other components of equity	3,575	3,212
Equity attributable to owners of parent	137,069	137,433
Non-controlling interests	398	483
Total equity	137,468	137,917
Total liabilities and equity	726,622	707,204

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(2) Condensed Quarterly Consolidated Statement of Profit or Loss and Condensed Quarterly Consolidated Statement of Comprehensive Income

(Condensed Quarterly Consolidated Statement of Profit or Loss)

(Millions of yen)

	For the three months ended September 30, 2025	For the three months ended September 30, 2026
Revenue	49,440	63,054
Cost of sales	13,504	16,975
Gross profit	35,936	46,078
Selling, general and administrative expenses	26,610	31,576
Gain (loss) from sale of intangible assets	64	509
Other income	55	56
Other expenses	551	68
Operating profit	8,894	14,999
Finance income	261	460
Finance costs	235	263
Profit before tax	8,921	15,196
Income tax expense	3,963	4,903
Profit	4,957	10,292
Profit attributable to		
Owners of parent	4,987	10,206
Non-controlling interests	(30)	86
Profit	4,957	10,292
Earnings per share		
Basic earnings per share (yen)	30.30	62.16
Diluted earnings per share (yen)	29.52	61.14

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(Condensed Quarterly Consolidated Statement of Comprehensive Income)

(Millions of yen)

	For the three months ended September 30, 2025	For the three months ended September 30, 2026
Profit	4,957	10,292
Other comprehensive income (after considering tax effects)		
Items that will not be reclassified to profit or loss		
Net gain (loss) on revaluation of financial assets measured at fair value through other comprehensive income	0	(0)
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	135	(204)
Effective portion of change in fair value of cash flow hedges	15	(96)
Total other comprehensive income (after considering tax effects)	150	(301)
Comprehensive income	5,108	9,991
Comprehensive income attributable to		
Owners of parent	5,137	9,906
Non-controlling interests	(29)	85
Comprehensive income	5,108	9,991

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(3) Condensed Quarterly Consolidated Statement of Changes in Equity

For the three months ended September 30, 2025

(Millions of yen)

	Equity attributable to owners of parent						
					Other components of equity		
	Share capital	Capital surplus	Retained earnings	Treasury shares	Share award rights	Share acquisition rights	Exchange differences on translation of foreign operations
Balance as of July 1, 2025	48,176	50,998	(3,014)	(0)	–	1,321	840
Profit			4,987				
Other comprehensive income							135
Comprehensive income	–	–	4,987	–	–	–	135
Issuance of shares	175	4				(178)	
Purchase of treasury shares							
Share-based payment transactions		215			22	169	
Total transactions with owners	175	220	–	–	22	(9)	–
Balance as of September 30, 2025	48,352	51,218	1,972	(0)	22	1,312	976

	Equity attributable to owners of parent					
	Other components of equity					
	Effective portion of change in fair value of cash flow hedges	Net gain (loss) on revaluation of financial assets measured at fair value through other comprehen-sive income	Total	Total equity attributable to owners of parent	Non-controlling interests	Total equity
Balance as of July 1, 2025	12	934	3,109	99,269	371	99,640
Profit				4,987	(30)	4,957
Other comprehensive income	14	0	150	150	0	150
Comprehensive income	14	0	150	5,137	(29)	5,108
Issuance of shares			(178)	1		1
Purchase of treasury shares						
Share-based payment transactions			191	406		406
Total transactions with owners	–	–	12	408	–	408
Balance as of September 30, 2025	27	934	3,272	104,815	342	105,157

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For the three months ended September 30, 2026

(Millions of yen)

	Equity attributable to owners of parent						
					Other components of equity		
	Share capital	Capital surplus	Retained earnings	Treasury shares	Share award rights	Share acquisition rights	Exchange differences on translation of foreign operations
Balance as of July 1, 2026	49,182	51,887	32,426	(2)	134	709	1,317
Profit			10,206				
Other comprehensive income							(204)
Comprehensive income	–	–	10,206	–	–	–	(204)
Issuance of shares	258	(91)				(153)	
Purchase of treasury shares			(47)	(10,000)			
Share-based payment transactions		401			38	52	
Total transactions with owners	258	309	(47)	(10,000)	38	(101)	–
Balance as of September 30, 2026	49,441	52,197	42,584	(10,002)	172	608	1,113

	Equity attributable to owners of parent					
	Other components of equity					
	Effective portion of change in fair value of cash flow hedges	Net gain (loss) on revaluation of financial assets measured at fair value through other comprehen-sive income	Total	Total equity attributable to owners of parent	Non-controlling interests	Total equity
Balance as of July 1, 2026	103	1,310	3,575	137,069	398	137,468
Profit				10,206	86	10,292
Other comprehensive income	(95)	(0)	(300)	(300)	(1)	(301)
Comprehensive income	(95)	(0)	(300)	9,906	85	9,991
Issuance of shares			(153)	13		13
Purchase of treasury shares				(10,047)		(10,047)
Share-based payment transactions			90	492		492
Total transactions with owners	–	–	(63)	(9,542)	–	(9,542)
Balance as of September 30, 2026	7	1,309	3,212	137,433	483	137,917

(4) Condensed Quarterly Consolidated Statement of Cash Flows

(Millions of yen)

	For the three months ended September 30, 2025	For the three months ended September 30, 2026
Cash flows from operating activities		
Profit before tax	8,921	15,196
Depreciation and amortization	617	853
Interest and dividend income	(261)	(460)
Interest expenses	148	170
Decrease (increase) in trade and other receivables	(19,531)	(29,733)
Decrease (increase) in deposits paid	1,503	(161)
Increase (decrease) in trade and other payables	(1,152)	(2,308)
Increase (decrease) in deposits received	4,134	1,802
Other	(601)	(4,168)
Subtotal	(6,221)	(18,807)
Interest received	174	412
Interest paid	(106)	(145)
Decrease (increase) in guarantee deposits	27,500	(9,900)
Income taxes paid	(3,214)	(16,487)
Income taxes refund	25	–
Other	6	7
Net cash provided by (used in) operating activities	18,163	(44,920)
Cash flows from investing activities		
Purchase of investment securities	(299)	(28)
Proceeds from redemption of investment securities	–	10,000
Purchase of property, plant and equipment	(128)	(645)
Purchase of intangible assets	(1,128)	(1,459)
Payments of leasehold and guarantee deposits	–	(375)
Proceeds from refund of leasehold and guarantee deposits	–	348
Payments into time deposits	(20,000)	(20,164)
Proceeds from withdrawal of time deposits	–	20,000
Other	15	109
Net cash provided by (used in) investing activities	(21,541)	7,783
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	12,039	2,767
Proceeds from issuance of bonds and long-term borrowings	–	15,000
Redemption of bonds and repayments of long-term borrowings	(7,218)	(24,487)
Proceeds from issuance of shares	1	13
Purchase of treasury shares	–	(10,047)
Repayments of lease liabilities	(414)	(422)
Net cash provided by (used in) financing activities	4,407	(17,177)
Effect of exchange rate changes on cash and cash equivalents	496	(731)
Net increase (decrease) in cash and cash equivalents	1,526	(55,044)
Cash and cash equivalents at the beginning of period	147,028	184,069
Cash and cash equivalents at the end of period	148,555	129,024

(5) Notes to the Condensed Quarterly Consolidated Financial Statements

Segment information

(1) Overview of reportable segments

The business segments of Mercari Group are defined as those units of the Company for which separate financial information is available and are regularly reviewed by the Board of Directors and the Executive Committee to make decisions on the allocation of management resources and to assess business results. The Group classifies the reportable segments as "Japan Business," for which the Group operates its core business of the *Mercari* marketplace in Japan, and "US," for which the Group operates the *Mercari* (US) marketplace app in the US. The Group also proposes and determines Group strategies along these segment lines.

Note that the principal information included in each reportable segment is as follows.

Japan Business	Marketplace	Operation of a marketplace app in Japan
	Fintech	Payment-, finance-, and cryptoasset-related business in Japan
US	Marketplace	Operation of a marketplace app in the US

(2) Information regarding profit or loss by reportable segments

Profit by reportable segment is based on operating profit.

Intersegment revenue is based on actual market price.

For the three months ended September 30, 2025

(Millions of yen)

	Reportable segments			Other (Note 1)	Total	Adjustments	Consolidated
	Japan Business	US	Total				
Revenue							
Marketplace	27,120	9,560	36,680	–	36,680	–	36,680
Fintech	11,320	–	11,320	–	11,320	–	11,320
Other	(26)	–	(26)	1,466	1,440	–	1,440
Total	38,413	9,560	47,973	1,466	49,440	–	49,440
Revenue from contracts with customers	29,623	9,560	39,183	1,466	40,650	–	40,650
Revenue from other sources	8,790	–	8,790	–	8,790	–	8,790
Total	38,413	9,560	47,973	1,466	49,440	–	49,440
Revenue from external customers	38,413	9,560	47,973	1,466	49,440	–	49,440
Intersegment revenue	–	–	–	555	555	(555)	–
Total	38,413	9,560	47,973	2,022	49,996	(555)	49,440
Segment profit (loss)	10,962	73	11,035	(59)	10,976	(2,081)	8,894
Finance income	–	–	–	–	–	–	261
Finance costs	–	–	–	–	–	–	235
Profit before tax	–	–	–	–	–	–	8,921

(Notes) 1. The "Other" column includes business segments that are not included in the reportable segments, such as the sports business.

2. Adjustments for segment profit (loss) mainly consist of general and administrative expenses that are not attributable to reportable segments.

3. For "US," the amount of delivery revenue is recognized at the full amount of consideration received from the customer, which is recorded as ¥5,356 million.

4. "Revenue from external customers" includes revenue from contracts with customers and revenue from other sources. Revenue from other sources is primarily interest revenue in accordance with IFRS 9, which was ¥8,192 million. In addition, Mercoin, Inc. operates as a cryptoasset exchange service provider. For purchases and sales transactions of cryptoassets, the amounts were accounted for as derivatives in accordance with IFRS 9, and the associated revenue amounted to ¥597 million.

English Translation
This is a translation of the original release in Japanese. In the event of any discrepancy, the original release in Japanese shall prevail.

For the three months ended September 30, 2026

(Millions of yen)

	Reportable segments			Other (Note 1)	Total	Adjustments	Consolidated
	Japan Business	US	Total				
Revenue							
Marketplace	34,102	9,916	44,018	–	44,018	–	44,018
Fintech	16,501	–	16,501	–	16,501	–	16,501
Other	100	–	100	2,432	2,533	–	2,533
Total	50,705	9,916	60,621	2,432	63,054	–	63,054
Revenue from contracts with customers	37,662	9,916	47,578	2,432	50,011	–	50,011
Revenue from other sources	13,042	–	13,042	–	13,042	–	13,042
Total	50,705	9,916	60,621	2,432	63,054	–	63,054
Revenue from external customers	50,705	9,916	60,621	2,432	63,054	–	63,054
Intersegment revenue	–	–	–	717	717	(717)	–
Total	50,705	9,916	60,621	3,150	63,771	(717)	63,054
Segment profit (loss)	17,415	88	17,504	372	17,876	(2,877)	14,999
Finance income	–	–	–	–	–	–	460
Finance costs	–	–	–	–	–	–	263
Profit before tax	–	–	–	–	–	–	15,196

(Notes) 1. The “Other” column includes business segments that are not included in the reportable segments, such as the sports business.
2. Adjustments for segment profit (loss) mainly consist of general and administrative expenses that are not attributable to reportable segments.
3. For “US,” the amount of delivery revenue is recognized at the full amount of consideration received from the customer, which is recorded as ¥5,222 million.
4. “Revenue from external customers” includes revenue from contracts with customers and revenue from other sources. Revenue from other sources is primarily interest revenue in accordance with IFRS 9, which was ¥12,805 million. In addition, Mercoin, Inc. operates as a cryptoasset exchange service provider. For purchases and sales transactions of cryptoassets, the amounts were accounted for as derivatives in accordance with IFRS 9, and the associated revenue amounted to ¥237 million.

Notes on going concern assumption

Not applicable.

Changes in presentation

Condensed Quarterly Consolidated Statement of Profit or Loss

In the three months ended September 30, 2025, the gains and losses from the sale of intangible assets were included in “Other income.” However, due to its increased materiality and the decision to include such gains and losses in the Group’s management performance indicators, they have been presented separately as “Gain (loss) from sale of intangible assets” from the first quarter of the fiscal year ending June 30, 2027, in order to more appropriately represent the operating results of the Group.

To reflect this change in presentation, the Condensed Quarterly Consolidated Financial Statements for the three months ended September 30, 2025, have been reclassified.

As a result, ¥64 million that was included in “Other income” in the Condensed Quarterly Consolidated Statement of Profit or Loss for the three months ended September 30, 2025, has been reclassified as “Gain (loss) from sale of intangible assets.” This change will not have any impact on operating profit or profit before tax.

Significant subsequent events

Cancellation of treasury shares

On November 12, 2026, the Company executed the cancellation of treasury shares pursuant to Article 178 of the Companies Act, determined on August 5, 2026.

Details of cancellation

(1) Type of shares canceled: Common shares of the Company
(2) Total number of shares canceled: 2,118,800 shares (Percentage of the total number of issued shares before cancellation: 1.28%)
(3) Cancellation date: November 12, 2026
(4) Total number of issued shares after cancellation: 163,260,023 shares