Helios Techno

August 4, 2026

Summary of Consolidated Financial Results for the First Quarter of Fiscal Year Ending March 31, 2027 (Three Months Ended June 30, 2026)

[Japanese GAAP]

Company name: Helios Techno Holding Co., Ltd. Listing: Tokyo
Stock code: 6927 URL: https://www.heliostec-hd.co.jp/en
Representative: Yoshihisa Sato, President and Representative Director
Contact: Makoto Nakamura, Executive Officer and Manager of Corporate Planning Office
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Scheduled date of payment of dividend: –
Preparation of supplementary materials for financial results: None
Holding of financial results meeting: None

Note: The original disclosure in Japanese was released on August 4, 2026 at 16:00 (GMT +9).

(Amounts are rounded down to the nearest million yen)

1. Consolidated Financial Results for the Three Months Ended June 30, 2026 (April 1, 2026–June 30, 2026)

(1) Consolidated results of operations (Percentages represent year-on-year changes)

	Net sales		Operating profit		Recurring profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Three months ended Jun. 30, 2026	2,861	73.9	342	–	364	–	179	–
Three months ended Jun. 30, 2025	1,645	(49.1)	(80)	–	7	(99.0)	6	(98.8)

Note: Comprehensive income (million yen) Three months ended Jun. 30, 2026: 321 (–%)
Three months ended Jun. 30, 2025: 17 (down 95.9%)

	Net income per share (basic)	Net income per share (diluted)
	Yen	Yen
Three months ended Jun. 30, 2026	9.90	–
Three months ended Jun. 30, 2025	0.34	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of Jun. 30, 2026	21,878	15,864	72.5
As of Mar. 31, 2026	21,107	17,272	81.8

Reference: Equity (million yen) As of Jun. 30, 2026: 15,864
As of Mar. 31, 2026: 17,272

2. Dividends

	Dividend per share				
	End of first quarter	End of second quarter	End of third quarter	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended Mar. 31, 2026	–	0.00	–	91.00	91.00
Fiscal year ending Mar. 31, 2027	–				
Fiscal year ending Mar. 31, 2027 (forecast)		0.00	–	59.00	59.00

Note: Revisions to the most recently announced dividend forecast: None

3. Consolidated Earnings Forecast for the Fiscal Year Ending March 31, 2027 (April 1, 2026–March 31, 2027)

(Percentages represent year-on-year changes)

	Net sales		Operating profit		Recurring profit		Profit attributable to owners of parent		Net income per share (basic)
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
First half	7,000	57.9	600	140.9	600	75.5	400	61.6	22.04
Full year	15,000	5.7	1,700	(8.0)	1,700	(26.3)	1,200	(26.7)	66.11

Note: Revisions to the most recently announced consolidated earnings forecast: None

*** Notes**

(1) Significant changes in the scope of consolidation during the period: Yes

Newly included: 1 company (HONDA Co., Ltd.) Excluded: 1 company (Helios Techno Investments Co., Ltd.)

Note: For details, please refer to page 9 of the attachments “2. Quarterly Consolidated Financial Statements and Notes, (3) Notes to Quarterly Consolidated Financial Statements, Changes in Scope of Consolidation or Equity Method.”

(2) Application of special accounting methods in the preparation of quarterly consolidated financial statements: None

(3) Changes in accounting policies and accounting-based estimates, and restatements

1) Changes in accounting policies due to revisions in accounting standards, others: None
2) Changes in accounting policies other than the above: None
3) Changes in accounting-based estimates: None
4) Restatements: None

(4) Number of shares issued (common stock)

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

As of Jun. 30, 2026:	22,806,900 shares	As of Mar. 31, 2026:	22,806,900 shares

2) Number of treasury shares at the end of period

As of Jun. 30, 2026:	4,655,233 shares	As of Mar. 31, 2026:	4,655,233 shares

3) Average number of shares outstanding during the period

Three months ended Jun. 30, 2026:	18,151,667 shares	Three months ended Jun. 30, 2025:	18,147,775 shares

Note 1: Review of the attached quarterly consolidated financial statements by certified public accountants or an auditing firm : Yes (voluntary)

Note 2: Proper use of earnings forecasts, and other special matters

Note concerning forward-looking statements

Forecasts of future performance in this report are based on assumptions judged to be valid and information currently available to the Company. Actual results are affected by various factors and may differ substantially. For discussion of the assumptions and other factors considered by the Company in preparing the above projections, please refer to page 3 of the attachments “1. Overview of Results of Operations, (3) Consolidated Earnings Forecast and Other Forward-Looking Statements.”

Contents of Attachments

1. Overview of Results of Operations

(1) Results of Operations

During the first three months of the current fiscal year (the “period under review”), the Japanese economy continued to show a gradual recovery trend, mainly due to a recovery in personal consumption and capital investments by companies, backed by improvements in the employment and income situation. However, the outlook remains uncertain due to the impact of factors such as ongoing geopolitical risk, including conflict in Ukraine and the Middle East, keeping energy and raw material prices high, as well as fluctuations in the foreign exchange, and financial and capital markets.

Also, in the Asian markets centering on China, the Group’s main market, as the stagnation of the Chinese economy became apparent, trends in demand fields varied. Capital investment in fields such as AI, semiconductor, and factory automation remained steady, but investment in conventional manufacturing industries was weak. As a result, the outlook remains unpredictable.

Under such a business environment, the Group is aiming to realize sustainable growth and enhance corporate value by steadily pursuing growth strategies for realizing medium- to long-term growth, namely “grow and develop existing businesses” and “expand the business portfolio through successive M&A deals,” and by implementing initiatives to raise earning capabilities, productivity, and capital efficiency while remaining conscious of capital cost.

Consequently, the Group’s net sales for the period under review were 2,861 million yen (up 1,215 million yen, or 73.9%, from a year earlier). Operating profit was 342 million yen (compared with an operating loss of 80 million yen a year earlier). Recurring profit was 364 million yen (up 357 million yen from a year earlier). Profit attributable to owners of parent was 179 million yen (up 173 million yen from a year earlier).

Operating results by business segment are described below. Each of the amounts shown includes inter-segment transactions.

i) Lamp Business

In the Lamp Business, sales and profits increased compared with the same period a year earlier due to the performance contribution of HONDA Co., Ltd., which was incorporated into the Group in April 2026, as well as steady sales of lamps for light source units for exposure equipment, one of the Group’s core products.

Consequently, the segment sales in the Lamp Business for the period under review were 1,100 million yen (up 100.8% from a year earlier), with a segment profit of 192 million yen (up 165.8% from a year earlier).

ii) Manufacturing Equipment Business

In the Manufacturing Equipment Business, sales and profits increased compared with the same period a year earlier because shipments of printing equipment for alignment layers and light source units for exposure equipment, our core products, increased due to factors including increased investment in production equipment by display manufacturers.

Consequently, the segment sales in the Manufacturing Equipment Business for the period under review were 1,763 million yen (up 60.7% from a year earlier), with a segment profit of 353 million yen (compared with a segment loss of 5 million yen a year earlier).

(2) Financial Position

Assets

Current assets decreased by 291 million yen from the end of the previous fiscal year to 16,554 million yen. This was mainly due to a decrease of 1,277 million yen in cash and deposits with banks, which was partially offset by increases of 256 million yen in notes and accounts receivable, and contract assets, 572 million yen in work in process, and 83 million yen in raw materials and supplies.

Fixed assets increased by 1,062 million yen from the end of the previous fiscal year to 5,324 million yen. This was mainly due to increases of 108 million yen in buildings and structures, net, 105 million yen in construction in progress included in others, net of property, plant and equipment, 555 million yen in goodwill and 135 million yen in investment securities.

As a result, total assets increased by 771 million yen, or 3.7%, from the end of the previous fiscal year to 21,878 million yen.

Liabilities

Current liabilities decreased by 213 million yen from the end of the previous fiscal year to 3,271 million yen. This was mainly due to decreases of 717 million yen in accrued income taxes and 112 million yen in provision for bonuses, which were partially offset by increases of 151 million yen in notes and accounts payable, 64 million yen in current portion of long-term borrowings and 374 million yen in contract liabilities.

Long-term liabilities increased by 2,393 million yen from the end of the previous fiscal year to 2,742 million yen. This was mainly due to increases of 1,967 million yen in long-term borrowings, 188 million yen in long-term accounts payable - other included in others of long-term liabilities and 195 million yen in deferred tax liabilities included in others of long-term liabilities.

As a result, total liabilities increased by 2,179 million yen, or 56.8%, from the end of the previous fiscal year to 6,014 million yen.

Net assets

Net assets decreased by 1,408 million yen, or 8.2%, from the end of the previous fiscal year to 15,864 million yen. This was mainly due to a decrease of 1,550 million yen in retained earnings as a result of the recording of profit attributable to owners of parent of 179 million yen and the payment of dividends from surplus of 1,651 million yen, which was partially offset by an increase of 141 million yen in valuation difference on available-for-sale securities.

As a result, the equity ratio decreased 9.3 percentage points from the end of the previous fiscal year to 72.5% at the end of the period under review.

(3) Consolidated Earnings Forecast and Other Forward-Looking Statements

There are no revisions to the first-half and full-year consolidated earnings forecasts for the fiscal year ending March 31, 2027, released on May 12, 2026.

2. Quarterly Consolidated Financial Statements and Notes

(1) Quarterly Consolidated Balance Sheets

(Thousands of yen)

	FY3/26 (As of Mar. 31, 2026)	First quarter of FY3/27 (As of Jun. 30, 2026)
Assets		
Current assets		
Cash and deposits with banks	12,309,004	11,031,373
Notes and accounts receivable, and contract assets	1,906,912	2,163,307
Electronically recorded monetary claims - operating	50,338	8,595
Merchandise and finished goods	140,904	199,573
Work in process	1,380,933	1,953,640
Raw materials and supplies	860,979	944,500
Advance payments	18,791	45,636
Others	178,574	208,815
Allowance for doubtful accounts	(1,018)	(1,439)
Total current assets	16,845,421	16,554,005
Fixed assets		
Property, plant and equipment		
Buildings and structures, net	703,164	811,827
Land	722,733	813,657
Others, net	985,769	1,166,979
Total property, plant and equipment	2,411,668	2,792,464
Intangible assets		
Goodwill	–	555,780
Others	68,060	66,349
Total intangible assets	68,060	622,129
Investments and other assets		
Investment securities	1,546,000	1,682,000
Others	324,524	316,257
Allowance for doubtful accounts	(87,962)	(87,962)
Total investments and other assets	1,782,561	1,910,295
Total fixed assets	4,262,290	5,324,889
Total assets	21,107,711	21,878,894

(Thousands of yen)

	FY3/26 (As of Mar. 31, 2026)	First quarter of FY3/27 (As of Jun. 30, 2026)
Liabilities		
Current liabilities		
Notes and accounts payable	1,110,353	1,262,009
Current portion of long-term borrowings	8,580	73,387
Accrued income taxes	741,612	24,446
Contract liabilities	423,961	798,393
Provision for bonuses	343,636	230,999
Provision for product warranties	8,117	9,191
Provision for loss on construction contracts	4,199	5,214
Others	844,523	868,106
Total current liabilities	3,484,984	3,271,747
Long-term liabilities		
Long-term borrowings	33,545	2,001,001
Others	316,309	741,914
Total long-term liabilities	349,854	2,742,915
Total liabilities	3,834,839	6,014,662
Net assets		
Shareholders' equity		
Share capital	2,133,177	2,133,177
Capital surplus	2,575,192	2,575,192
Retained earnings	12,857,936	11,307,366
Treasury shares	(1,165,601)	(1,165,601)
Total shareholders' equity	16,400,705	14,850,135
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	874,471	1,015,561
Foreign currency translation adjustment	(2,304)	(1,464)
Total accumulated other comprehensive income	872,166	1,014,096
Total net assets	17,272,872	15,864,231
Total liabilities and net assets	21,107,711	21,878,894

(2) Quarterly Consolidated Statements of Income and Quarterly Consolidated Statements of Comprehensive Income

Quarterly Consolidated Statements of Income

(For the Three-Month Period)

(Thousands of yen)

	First three months of FY3/26 (Apr. 1, 2025–Jun. 30, 2025)	First three months of FY3/27 (Apr. 1, 2026–Jun. 30, 2026)
Net sales	1,645,335	2,861,051
Cost of goods sold	1,081,800	1,699,936
Gross profit	563,535	1,161,114
Selling, general and administrative expenses	644,283	818,406
Operating profit (loss)	(80,748)	342,708
Non-operating income		
Interest income	370	1,797
Dividend income	22,000	32,000
Subsidy income	66,670	–
Miscellaneous revenue	2,960	1,852
Total non-operating income	92,001	35,649
Non-operating expenses		
Interest expenses	333	9,945
Foreign exchange losses	3,766	3,839
Miscellaneous loss	42	187
Total non-operating expenses	4,142	13,972
Recurring profit	7,110	364,385
Extraordinary loss		
Loss on retirement of fixed assets	0	0
Total extraordinary losses	0	0
Profit before income taxes	7,110	364,385
Income taxes-current	17,115	16,273
Income taxes-deferred	(16,175)	168,394
Total income taxes	940	184,667
Profit	6,170	179,717
Profit attributable to owners of parent	6,170	179,717

Quarterly Consolidated Statements of Comprehensive Income

(For the Three-Month Period)

(Thousands of yen)

	First three months of FY3/26 (Apr. 1, 2025–Jun. 30, 2025)	First three months of FY3/27 (Apr. 1, 2026–Jun. 30, 2026)
Profit	6,170	179,717
Other comprehensive income		
Valuation difference on available-for-sale securities	11,506	141,089
Foreign currency translation adjustment	–	840
Total other comprehensive income	11,506	141,929
Comprehensive income	17,676	321,647
Comprehensive income attributable to:		
Owners of parent	17,676	321,647
Non-controlling interests	–	–

(3) Notes to Quarterly Consolidated Financial Statements

Segment Information

I. First three months of FY3/26 (Apr. 1, 2025–Jun. 30, 2025)

1. Information related to net sales, profit and loss for each reportable segment and breakdown on revenue

(Thousands of yen)

	Reportable segment			Adjustment (Note 1)	Amounts shown on quarterly consolidated statements of income (Note 2)
	Lamp Business	Manufacturing Equipment Business	Total		
Net sales					
Japan	522,680	340,393	863,074	–	863,074
China	–	612,573	612,573	–	612,573
Asia (excluding China)	25,103	144,343	169,446	–	169,446
Others	–	242	242	–	242
Revenue from contracts with customers	547,783	1,097,551	1,645,335	–	1,645,335
Sales to external customers	547,783	1,097,551	1,645,335	–	1,645,335
Inter-segment sales and transfers	1	–	1	(1)	–
Total	547,785	1,097,551	1,645,337	(1)	1,645,335
Segment profit (loss)	72,333	(5,342)	66,990	(147,739)	(80,748)

Notes: 1. The minus 147,739 thousand yen adjustment to segment profit (loss) is company-wide expenses that are not allocated to reportable segments. Company-wide expenses mainly include general and administrative expenses that cannot be attributed to reportable segments.

2. Total segment profit (loss) is adjusted with operating loss shown on the quarterly consolidated statement of income.

II. First three months of FY3/27 (Apr. 1, 2026–Jun. 30, 2026)

1. Information related to net sales, profit and loss for each reportable segment and breakdown on revenue

(Thousands of yen)

	Reportable segment			Adjustment (Note 1)	Amounts shown on quarterly consolidated statements of income (Note 2)
	Lamp Business	Manufacturing Equipment Business	Total		
Net sales					
Japan	1,053,080	487,773	1,540,854	–	1,540,854
China	–	1,088,492	1,088,492	–	1,088,492
Asia (excluding China)	44,518	182,386	226,904	–	226,904
Others	–	4,800	4,800	–	4,800
Revenue from contracts with customers	1,097,598	1,763,452	2,861,051	–	2,861,051
Sales to external customers	1,097,598	1,763,452	2,861,051	–	2,861,051
Inter-segment sales and transfers	2,464	–	2,464	(2,464)	–
Total	1,100,063	1,763,452	2,863,515	(2,464)	2,861,051
Segment profit	192,233	353,043	545,276	(202,568)	342,708

Notes: 1. The minus 202,568 thousand yen adjustment to segment profit includes elimination of inter-segment transactions of minus 2,464 thousand yen, and minus 200,104 thousand yen in company-wide expenses that are not allocated to reportable segments. Company-wide expenses mainly include general and administrative expenses that cannot be attributed to reportable segments.

2. Total segment profit is adjusted with operating profit shown on the quarterly consolidated statements of income.

2. Information related to assets for each reportable segment

(Notable increase in assets due to acquisition of a subsidiary)

In the period under review, assets in the Lamp Business segment increased compared to the end of the previous fiscal year due to the acquisition of HONDA Co., Ltd., and its inclusion in the scope of consolidation.

3. Information related to impairment losses on fixed assets and goodwill, etc., for each reportable segment

(Significant changes in the amount of goodwill)

In the Lamp Business segment, goodwill increased by 565,201 thousand yen in the period under review due to the acquisition of HONDA Co., Ltd., and its inclusion in the scope of consolidation. Please note, this amount of goodwill is a provisional calculation as the allocation of acquisition costs had not been completed as of the end of the period under review.

Significant Changes in Shareholders' Equity

Not applicable.

Going Concern Assumption

Not applicable.

Notes to Quarterly Consolidated Statements of Cash Flows

The Company did not prepare quarterly consolidated statements of cash flows for the period under review. Depreciation and amortization (including amortization of intangible assets excluding goodwill) and the amortization of goodwill for the period under review are as follows.

(Thousands of yen)

	First three months of FY3/26 (Apr. 1, 2025–Jun. 30, 2025)	First three months of FY3/27 (Apr. 1, 2026–Jun. 30, 2026)
Depreciation and amortization	42,724	57,953
Amortization of goodwill	–	9,421

Changes in Scope of Consolidation or Equity Method

Significant changes in the scope of consolidation

In the period under review, HONDA Co., Ltd. was newly acquired and included in the scope of consolidation. Additionally, consolidated subsidiary Helios Techno Investments Co., Ltd. was removed from the scope of consolidation in the period under review following an absorption-type merger with the Company in which the Company was the surviving entity.

Business Combinations

Business combination through stock acquisition

Pursuant to Article 370 of the Companies Act and the Articles of Incorporation of the Company, which allow a written resolution in lieu of a resolution by the Board of Directors, the Company decided on February 20, 2026 to purchase all of the stock issued by HONDA Co., Ltd. ("HONDA"), to make this company a subsidiary.

The Company concluded a stock transfer agreement on the same day and acquired the stock on April 1, 2026.

1. Overview of the business combination

(1) Name and business activities of the acquired company

Name of the acquired company: HONDA Co., Ltd.

Business activities: Processing of harnesses for electrical devices and assembly of the parts and finished goods

(2) Reason for the business combination

The Group has the goals of sustained growth and higher corporate value by expanding the business portfolio. Activities to accomplish these goals are based on the corporate mission of enabling people to enjoy fulfilling lives by supplying value-added products and services.

HONDA was established in 1978 but its business operations began in 1951. The head office is in Tsubame City in Niigata prefecture. HONDA manufactures and sells wire harnesses (see note below) for illumination equipment. Factories are in Niigata, Mie, Hyogo, and Fukui prefectures. Manufacturing is fully integrated, extending from the planning and development of wire harnesses to the procurement of materials, processing, packaging and shipping. Due to advanced technologies acquired over a long-term since the start of operations, HONDA has earned a reputation as a supplier of highly reliable products.

HONDA's reputation for reliability among manufacturers of illumination equipment and a broad range of expertise will support and expand the business portfolio of the Company. This is expected to result in creation of synergies that make it possible to add new customer segments.

Adding HONDA to the Group is expected to enlarge the business portfolio and make all businesses more competitive. Another goal is to use these expected synergies as much as possible to achieve sustained growth and increase corporate value as well as to establish a stable and powerful foundation for earnings.

Note: Wire harnesses for illumination equipment are dedicated wiring systems used for electricity and control signals for illumination equipment. Cables consisting of several wires make it possible to install efficiently and safely even complex connections inside illumination equipment.

(3) Date of business combination

April 1, 2026 (deemed acquisition date: April 30, 2026)

(4) Legal form of business combination

Acquisition of the stock in exchange for cash

(5) Name of the company after business combination

No change.

(6) Percentage of voting rights acquired

100%

(7) Primary ground for determining the acquiring company

The Company acquired the stock in exchange for cash.

2. Period of business results of the acquired company included in the quarterly consolidated statements of income for the period under review

May 1, 2026 to June 30, 2026

3. Breakdown of acquisition cost and type of consideration for the acquired company

Consideration for acquisition	Cash	1,950,000 thousand yen
Acquisition cost		1,950,000 thousand yen

4. Details and amount of major expenses related to the acquisition

Advisory fees and commissions, etc.: 65,509 thousand yen

5. Amount of goodwill generated, reason for generation, amortization method and period

(1) Amount of goodwill generated

565,201 thousand yen

Please note that the amount shown above is a provisional calculation as the allocation of acquisition costs had not been completed as of the end of the period under review.

(2) Reason for generation

Excess earning capabilities generated by future business development.

(3) Amortization method and period

Straight-line amortization over a 10-year period

6. Amount and breakdown of assets acquired and liabilities assumed on the date of business combination

Current assets	1,592,983 thousand yen
Fixed assets	245,234 thousand yen
Total assets	1,838,218 thousand yen
Current liabilities	314,909 thousand yen
Long-term liabilities	138,511 thousand yen
Total liabilities	453,420 thousand yen

Transactions under common control

The Board of Directors of the Company approved a resolution on April 17, 2026, to merge with and absorb its wholly owned subsidiary Helios Techno Investments Co., Ltd. ("HTI"), and the merger took effect on June 30, 2026.

1. Overview of transaction

(1) Name and business activities of the combined company

Name of the combined company	Helios Techno Investments Co., Ltd.
Business activities	Purchase and sale of stock, equity interest, businesses, and other items of other companies and consulting, investment intermediary, and all other businesses involving investments and corporate management

(2) Date of business combination

June 30, 2026

(3) Legal form of business combination

An absorption-type merger between the Company, which is the surviving company, and HTI, which will be dissolved.

(4) Name of the company after business combination

Helios Techno Holding Co., Ltd.

(5) Other matters regarding the overview of transaction

The Company established wholly owned subsidiary HTI in July 2025 as a platform for the support of M&A activities. The addition of a subsidiary specializing in M&A was determined to be the most effective way to raise the speed of support for creating M&A strategies, complete M&A deals, and take actions to expand the Company's business portfolio. By providing this M&A support, HTI gives the Company the capabilities needed to continuously examine M&A opportunities and complete these transactions. This merger is expected to further simplify the decision-making process used by the Group and make management more efficient. Furthermore, the Company believes that the higher speed of management decisions, including for M&A activity, will produce numerous benefits.

2. Overview of accounting treatment implemented

The transaction was accounted for as a common control transaction, in accordance with the Accounting Standard for Business Combinations and the Implementation Guidance on Accounting Standard for Business Combinations and Accounting Standard for Business Divestitures.

Independent Auditor's Quarterly Review Report on Quarterly Consolidated Financial Statements

August 3, 2026

Board of Directors
Helios Techno Holding Co., Ltd.

Yasumori Audit Corporation
Chiyoda-ku, Tokyo

Takashi Yamazaki
Representative Partner, Engagement Partner,
Certified Public Accountant
Hirokazu Shimizu
Representative Partner, Engagement Partner,
Certified Public Accountant

Auditor's conclusions

We have conducted a quarterly review of the quarterly consolidated financial statements of Helios Techno Holding Co., Ltd. (the "Company") included in the attachment of the Summary of Consolidated Financial Results for the first quarter (from April 1, 2026 to June 30, 2026) and the first three months (from April 1, 2026 to June 30, 2026) of the fiscal year beginning on April 1, 2026 and ending on March 31, 2027, which consisted of the quarterly consolidated balance sheets, quarterly consolidated statements of income, quarterly consolidated statements of comprehensive income, and notes to the quarterly consolidated financial statements.

Based on our quarterly review, nothing has come to our attention that causes us to believe that the quarterly consolidated financial statements referred to above are not prepared, in all material respects, in accordance with Article 4, Paragraph 1 of Standards for Preparation of Quarterly Financial Statements of Tokyo Stock Exchange, Inc. and the accounting standards for quarterly consolidated financial statements generally accepted as fair and appropriate in Japan, applying the provisions for reduced disclosures as set forth in Article 4, Paragraph 2 of the Standards.

Basis for auditor's conclusions

We conducted the quarterly review in accordance with quarterly review standards generally accepted as fair and appropriate in Japan. Our responsibilities under those standards are further described in the auditor's responsibilities for quarterly review on the quarterly consolidated financial statements section of this report. We are independent of the Company and its consolidated subsidiaries in accordance with the provisions related to professional ethics in Japan (including those applicable to audits of financial statements of public interest entities), and we have fulfilled other ethical responsibilities as an auditor. We believe that we obtained evidence that forms the basis for expressing our conclusions.

Responsibilities of management, Audit & Supervisory Board members and the Audit & Supervisory Board for the quarterly consolidated financial statements

The Company's management is responsible for the preparation of the quarterly consolidated financial statements in accordance with Article 4, Paragraph 1 of Standards for Preparation of Quarterly Financial Statements of Tokyo Stock Exchange, Inc. and the accounting standards for quarterly consolidated financial statements generally accepted as fair and appropriate in Japan, applying the provisions for reduced disclosures as set forth in Article 4, Paragraph 2 of the Standards. This includes the establishment and operation of internal control system that are regarded as necessary by management to ensure the preparation of the quarterly consolidated financial statements without material misstatement due to fraudulence or errors.

In preparing the quarterly consolidated financial statements, management is responsible for assessing whether it is appropriate to prepare the quarterly consolidated financial statements in accordance with the premise of a going concern, and for disclosing matters relating to going concern when it is required to do so in accordance with Article 4, Paragraph 1 of Standards for Preparation of Quarterly Financial Statements of Tokyo Stock Exchange, Inc. and the accounting standards for quarterly consolidated financial statements generally accepted as fair and appropriate in Japan, applying the provisions for reduced disclosures as set forth in Article 4, Paragraph 2 of the Standards.

Audit & Supervisory Board members and the Audit & Supervisory Board are responsible for monitoring the execution of Directors' duties related to designing and operating the financial reporting process.

Auditor's responsibilities for quarterly review on the quarterly consolidated financial statements

Our responsibility is to express conclusions on the quarterly consolidated financial statements from an independent standpoint in a quarterly review report, based on the quarterly review.

We make professional judgment in the quarterly review process in accordance with quarterly review standards generally accepted as fair and appropriate in Japan and perform the following while maintaining professional skepticism.

- Quarterly review procedures mainly consist of analytical procedures and questions posed to management, persons responsible for matters pertaining to finance and accounting, and other individuals. Said procedures are conducted in limited scope compared to audits of annual financial statements conducted in accordance with auditing standards generally accepted as fair and appropriate in Japan.
- In the event that it is determined that there is a significant uncertainty regarding events or circumstances that may cast significant doubt on the premise of a going concern, we conclude, based on the evidence obtained, on whether anything has come to our attention that causes us to believe that the quarterly financial statements have not been prepared in accordance with Article 4, Paragraph 1 of Standards for Preparation of Quarterly Financial Statements of Tokyo Stock Exchange, Inc. and the accounting standards for quarterly consolidated financial statements generally accepted as fair and appropriate in Japan, applying the provisions for reduced disclosures as set forth in Article 4, Paragraph 2 of the Standards. If there is a significant uncertainty concerning the premise of a going concern, we are required to call attention to the notes to the quarterly consolidated financial statements in the Quarterly Review Report, or if the notes to the quarterly consolidated financial statements pertaining to the significant uncertainty are inappropriate, issue a qualified or negative conclusions on the quarterly consolidated financial statements. While our conclusions are based on the evidence obtained up to the date of the quarterly review report, depending on future events or conditions, the Company may be unable to continue as a going concern.
- We evaluate whether anything has come to our attention that causes us to believe that the presentation of and notes to the quarterly financial statements have not been prepared in accordance with Article 4, Paragraph 1 of Standards for Preparation of Quarterly Financial Statements of Tokyo Stock Exchange, Inc. and the accounting standards for quarterly consolidated financial statements generally accepted as fair and appropriate in Japan, applying the provisions for reduced disclosures as set forth in Article 4, Paragraph 2 of the Standards.
- We obtain evidence regarding the financial information of the Company and its consolidated subsidiaries that forms the basis for expressing conclusions on the quarterly consolidated financial statements. We are responsible for the direction, supervision and examination of the quarterly review on the quarterly consolidated financial statements. We remain solely responsible for our conclusions.

We report to Audit & Supervisory Board members and the Audit & Supervisory Board regarding the scope and timing of implementation of the planned quarterly review, and material quarterly review findings.

We report to Audit & Supervisory Board members and the Audit & Supervisory Board regarding the observance of provisions related to professional ethics in Japan concerning independence as well as matters that are reasonably considered to have an impact on our independence, and where applicable, measures taken to eliminate inhibiting factors or apply safeguards to reduce them to an acceptable level.

Vested interests

Our firm or Engagement Partners have no vested interests in the Company and its consolidated subsidiaries that should be disclosed in accordance with the provisions of the Certified Public Accountants Act.

End

Notes: 1. The original copy of the above Quarterly Review Report is in the custody of the Company (the company that discloses the quarterly financial results).
2. The scope of the quarterly review does not include the XBRL data and HTML data.