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## Consolidated Financial Results For the Three Months Ended June 30, 2025 [Japanese GAAP]

August 14, 2025

Company name: Kudan Inc.  
 Stock exchange listing: Tokyo Stock Exchange  
 Code number: 4425  
 URL: <http://www.kudan.io/jp/>  
 Representative: Daiu Ko, Managing Director, Chief Executive Officer  
 Contact: Tatsuhiro Ishii, General Manager of Administration  
 Phone: +81-3-6892-7333  
 Scheduled date of commencing dividend payments: None  
 Availability of supplementary briefing material on quarterly financial results: Available  
 Holding of quarterly financial results briefing session: None

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

### 1. Financial Results for the Three Months Ended June 30, 2025 (April 1, 2025 to June 30, 2025)

#### (1) Consolidated Operating Results (Cumulative)

(Percentage changes are in comparison with the same period of the previous fiscal year.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Three months ended June 30, 2025	168	382.9	(245)	—	(229)	—	(230)	—
June 30, 2024	34	(35.8)	(237)	—	(29)	—	(50)	—

(Note) Comprehensive income: Three months ended June 30, 2025 (264 million yen) (—%)  
 Three months ended June 30, 2024 (230 million yen) (—%)

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2025	(20.41)	—
June 30, 2024	(4.86)	—

(Note) Diluted earnings per share for the three months ended June 30, 2025 was negative and therefore is not indicated.

#### (2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of June 30, 2025	3,143	2,869	91.2
As of March 31, 2025	3,411	3,131	91.7

(Reference) Equity: As of June 30, 2025: 2,867 million yen  
 As of March 31, 2025: 3,128 million yen

## 2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
Fiscal year ended March 31, 2025	Yen —	Yen 0.00	Yen —	Yen 0.00	Yen 0.00
Fiscal year ending March 31, 2026	—				
Fiscal year ending March 31, 2026 (Forecast)		0.00	—	0.00	0.00

(Note) Changes in dividend forecast subsequent to most recent announcement: None

## 3. Earnings Forecast for the Fiscal Year Ending March 31, 2025 (April 1, 2025 to March 31, 2025)

(Percentage changes are in comparison with the same period of the previous fiscal year)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	700	35.3	(780)	—	—	—	—	—	—

(Note) Changes in earnings forecast subsequent to most recent announcement: None

### Notes:

- (1) Important changes in subsidiaries during the quarterly consolidated fiscal period (cumulative): None  
 (Change in scope of consolidation of specified subsidiaries)  
 New companies: — (company name)  
 Excluded companies: — (company name)  
 Notice regarding important changes in subsidiaries during the fiscal period
- (2) Application of special accounting treatment in preparing the quarterly consolidated financial statements: Yes
- (3) Changes in accounting policies, changes in accounting estimates, and retrospective restatements
- 1) Changes in accounting policies due to revisions of accounting standards, etc.: None
  - 2) Changes in accounting policies other than the above: None
  - 3) Changes in accounting estimates: None
  - 4) Retrospective restatements: None
- (4) Number of issued shares (common shares)
- 1) Number of issued shares at the end of the period (including treasury shares):
    - As of June 30, 2025: 11,284,867 shares
    - As of March 31, 2025: 11,283,267 shares
  - 2) Number of treasury shares at the end of the period:
    - As of June 30, 2025: 542 shares
    - As of March 31, 2025: 542 shares
  - 3) Average number of shares outstanding during the period (cumulative):
    - As of June 30, 2025: 11,283,668 shares
    - As of June 30, 2024: 10,301,019 shares

# Consolidated Financial Statements and Relevant Notes

## (1) Consolidated Balance Sheet

(Thousands of yen)

	As of March 31, 2025	As of June 30, 2025
<b>Assets</b>		
Current assets		
Cash and deposits	2,593,858	2,403,059
Accounts receivable – trade and contract assets	182,513	106,260
Operational investment securities	32,964	2,964
Inventories	39,840	64,811
Short-term loans receivable	7,291	7,633
Income taxes refund receivable	7,420	7,420
Consumption taxes receivable	10,663	7,068
Other	13,506	18,735
Allowance for doubtful accounts	(5,910)	(4,141)
Total current assets	2,882,149	2,613,813
Non-current assets		
Property, plant and equipment		
Facilities attached to buildings, net	0	0
Tools, furniture and fixtures, net	0	0
Vehicles, net	0	0
Total property, plant and equipment	0	0
Investments and other assets		
Investment securities	500,000	500,000
Guarantee deposits	28,985	29,302
Other	7	7
Total investments and other assets	528,992	529,310
Total non-current assets	528,992	529,310
Total assets	3,411,142	3,143,123
<b>Liabilities</b>		
Current liabilities		
Accounts payable–trade	4,565	—
Accounts payable–other	34,025	26,951
Short-term borrowings	200,000	200,000
Income taxes payable	1,393	6,938
Contract liabilities	383	1,470
Provision for bonuses	11,988	12,287
Deposits received	5,839	6,913
Other	14,956	18,581
Total current liabilities	273,151	273,141
Non-Current liabilities		
Deferred tax liabilities	6,886	—
Total non-current liabilities	6,886	—
Total liabilities	280,037	273,141
<b>Net assets</b>		
Shareholders' equity		
Share capital	13,317	14,833
Capital surplus	3,927,201	3,120,500
Retained earnings	(205,294)	372,577
Treasury shares	(1,812)	(1,812)
Total shareholders' equity	3,733,411	3,506,099
Accumulated other comprehensive income		
Foreign currency translation adjustment	(618,269)	(638,848)
Valuation difference on available-for-sale securities	13,114	—
Total accumulated other comprehensive income	(605,155)	(638,848)
Share acquisition rights	2,849	2,730
Total net assets	3,131,104	2,869,982
Total liabilities and net assets	3,411,142	3,143,123

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

## Consolidated Statement of Income

(Thousands of yen)

	For the three months ended June 30, 2024	For the three months ended June 30, 2025
Net sales	34,916	168,600
Cost of sales	4,609	123,010
Gross profit	30,306	45,589
Selling, general and administrative expenses	267,705	291,304
Operating loss	(237,399)	(245,715)
Non-operating income		
Foreign exchange gains	209,440	15,442
Other	—	2,056
Total non-operating income	209,440	17,498
Non-operating expenses		
Interest expenses	997	1,196
Share issuance cost	430	84
Other	479	—
Total non-operating expenses	1,907	1,280
Ordinary profit(loss)	(29,865)	(229,497)
Extraordinary loss		
Impairment losses	20,194	847
Extraordinary loss	20,194	847
Profit(loss) before income taxes	(50,060)	(230,345)
Income taxes-current	46	—
Total income taxes	46	—
Profit(loss)	(50,107)	(230,345)
Profit(loss) attributable to owners of parent	(50,107)	(230,345)

(Thousands of yen)

	For the three months ended June 30, 2024	For the three months ended June 30, 2025
Profit(loss)	(50,107)	(230,345)
Other comprehensive income		
Valuation difference on available-for-sale securities	—	(13,114)
Foreign currency translation adjustment	(180,183)	(20,578)
Total other comprehensive income	(180,183)	(33,692)
Comprehensive income	(230,290)	(264,038)
(Breakdown)		
Comprehensive income attributable to owners of parent	(230,290)	(264,038)
Comprehensive income attributable to non-controlling interests	—	—