August 12, 2026

Consolidated Financial Results for the Three Months Ended June 30, 2026 (Under Japanese GAAP)

Company name: ITFOR Inc.
Listing: Tokyo Stock Exchange Prime Market
Securities code: 4743
URL: https://ir.itfor.co.jp/
Representative: Koji Sakata, President and Representative Director
Inquiries: Kenji Takeuchi, Executive Officer, General Manager of Corporate Management Department
Telephone: +81-(0)3-5275-7847
Scheduled date to commence dividend payments: -
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: None

(Yen amounts are rounded down to millions, unless otherwise noted.)

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

(1) Consolidated Operating Results

(Percentages indicate year-on-year changes.)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of the parent	
Three months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
June 30, 2026	4,624	9.2	555	28.5	509	3.5	357	0.8
June 30, 2025	4,235	(13.9)	431	(43.1)	492	(39.6)	354	(35.4)

Note: Comprehensive income For the three months ended June 30, 2026: ¥713 million/134.0%
For the three months ended June 30, 2025: ¥305 million/(48.2%)

	Earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2026	13.51	---
June 30, 2025	13.42	---

Notes: 1. In calculating “Earnings per share,” the shares of the Company held by “Stock Grant Trust for Officers and Employees” are included in the treasury stock which is excluded in calculation of the average number of shares during the period.
2. Diluted earnings per share are not shown because there are no latent shares.

(2) Consolidated Financial Position

	Total assets	Net assets	Equity-to-total assets ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
June 30, 2026	25,695	20,523	78.0	757.82
March 31, 2026	28,066	21,146	73.6	780.48

Reference: Equity As of June 30, 2026: ¥20,053 million
As of March 31, 2026: ¥20,654 million

2. Cash Dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2026	---	30.00	---	50.00	80.00
Fiscal year ending March 31, 2027	---				
Fiscal year ending March 31, 2027 (Forecast)		40.00	---	40.00	80.00

Note: Revisions to the forecast of cash dividends most recently announced: None

Note: This document is a translation of the Japanese original document for reference purposes only. In the event of any discrepancy between this translated document and the original Japanese document, the original shall prevail.

3. Forecast of Consolidated Financial Results for the Fiscal Year Ending March 31, 2027 (from April 1, 2026 to March 31, 2027)

(Percentages indicate year-on-year changes.)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of the parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
First half	10,800	17.1	1,400	21.1	1,450	15.6	1,000	1.2	37.79
Full year	28,000	21.2	4,800	24.4	4,900	20.9	3,400	21.6	128.48

Notes: 1. Revisions to the forecast of consolidated financial results most recently announced: None
2. In calculating "Earnings per share," the shares of the Company held by "Stock Grant Trust for Officers and Employees" are included in the number of treasury stock at the end of the period, which is excluded from the number of issued shares at the end of the period.

* Notes

(1) Significant changes in the scope of consolidation during the period: Yes
New: --- (Company Name:)
Exclusion: 2 (Company Name: Syddy Inc., Brain Assist Inc.)

(2) Application of accounting treatment specific to the preparation of quarterly consolidated financial statements: Yes
For details, refer to "2. Quarterly Consolidated Financial Statements and Major Notes (3) Explanatory Notes to Quarterly Consolidated Financial Statements (Application of Accounting Methods Specific to the Preparation of Quarterly Consolidated Financial Statements)" on p. 9 of the attached materials.

(3) Changes in accounting policy and accounting estimates, and retrospective restatement
1) Changes in the accounting policy in connection with revision of the accounting standards, etc.: None
2) Changes in the accounting policy other than 1) above: None
3) Changes in the accounting estimates: None
4) Retrospective restatement: None

(4) Number of outstanding shares (common stock)
1) Number of issued shares at the end of the period (including treasury stock):
As of June 30, 2026: 27,911,900 shares
As of March 31, 2026: 27,911,900 shares
2) Number of shares of treasury stock at the end of period:
As of June 30, 2026: 1,449,497 shares
As of March 31, 2026: 1,448,744 shares
3) Average number of shares outstanding during the period:
Three months ended June 30, 2026: 26,462,763 shares
Three months ended June 30, 2025: 26,421,518 shares

Note: Treasury stock which is excluded in calculation of the number of shares of treasury stock at the end of period and the average number of shares during the period includes the shares of the Company held by "Stock Grant Trust for Officers and Employees."

* Review of the Japanese-language originals of the attached quarterly consolidated financial statements by certified public accountants or an audit firm: Yes (voluntary).

* Appropriate use of the financial forecast and other matters
(Matters to be noted for statement about the future)
Forward-looking statements such as forecasts of financial results in this material are based on information currently available to the Company and certain assumptions that the Company deems reasonable, and does not make assurances of the achievement thereof by the Company. Actual financial results may differ significantly due to various factors. For the conditions constituting the precondition of the forecast of financial results and the matters to be noted in using the forecast of financial results, refer to "1. Overview of Operating Results, etc. (3) Explanation about Future Forecast Information, including Forecast of Consolidated Financial Results" on p.4 of the attached materials.

○ Contents of Attachment

1. Overview of Operating Results, etc.

(1) Explanation about Financial Results

(i) Overview of business results for the three months under review

During the three months ended June 30, 2026 (from April 1, 2026 to June 30, 2026), the Japanese economy saw continued “sluggish growth in real wages” as nominal wage growth has failed to keep pace with persistently high inflation, resulting in weak consumer spending. In addition, companies face ongoing challenges in business activities including higher funding costs in line with rate hikes by the Bank of Japan and an increasingly severe structural labor shortage.

In the overseas market, the outlook remained uncertain due to prolonged trade friction related to U.S. tariff policies and continued geopolitical risk. Though inflationary pressures in major economies have eased to a certain degree, a higher interest rate environment poses concerns about a global economic downturn.

Even in an uncertain economic environment, the IT service industry that surrounds ITFOR Inc. (the “Company”) and its consolidated subsidiaries and affiliate (together with the Company, the “Company Group”) experienced strong investment appetite. Driven by labor shortages, the shift to non-face-to-face services and DX (digital transformation) have become urgent issues for businesses. As such, investment appetite for transforming business models with advanced technologies such as AI remains strong.

To achieve sustainable growth even in these circumstances, the Company Group released its new long-term vision for FY2033, “HIGH FIVE 2033.” Led by this vision, the Company Group will utilize its current business base to expand and extend into new areas, establishing businesses that drive economy within a region, with the aim of becoming a company that creates businesses which generate regional economic circulation. Through the Company Group’s businesses, we will contribute to creating quality time for people. To achieve this “HIGH FIVE 2033,” we launched “FLY ON 2026,” our 4th Medium-Term Management Plan for the three years from FY2024 through FY2026, and FY2026 is the final fiscal year of the plan. Based on the three pillars of reinforcing the management base, enhancing profitability and advancing ESG management, defined in the 3rd Medium-Term Management Plan, we will tackle the challenges of dynamically developing our existing businesses and achieving drastic growth through new businesses. In line with this theme, we have been conducting activities led by our three categories of strategies: business strategy, human resource strategy, and corporate value enhancement strategy.

As a result, the financial results for the three months ended June 30, 2026 are as follows.

(Unit: millions of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026	YoY change (%)
Net sales	4,235	4,624	9.2
Operating income	431	555	28.5
Ordinary income	492	509	3.5
Net income attributable to owners of the parent	354	357	0.8
New orders	4,427	4,871	10.0
Order backlogs	16,487	17,759	7.7

(ii) Sales activities of the Company Group

Through specialized proprietary solutions and by cultivating ecosystem with external partners, the Company Group maintains high barriers to entry while preserving growth potential.

• Maximizing earnings through market deepening and cross-group expansion

Backed by strong client relationships, we are rolling out undeployed systems to existing clients in the financial sector. Alongside system renewals, upselling initiatives have driven sales growth. Furthermore, capitalizing on our track record with the parent banks, we are accelerating the implementation of our systems in their affiliated companies such as credit card and guarantee companies. By establishing ourselves as the platform of choice for regional banks, we aim to maximize revenue opportunities and achieve sustainable growth.

• Advancing existing businesses and establishing competitive advantages through AI

We will accelerate AI implementation into existing core systems and services in sectors such as financial, regional government, and retail. Leveraging our unique domain knowledge with deep understanding of customers' business processes, we will deliver practical AI solutions tailored to on-site challenges. Through this initiative, we will dramatically enhance the value of existing businesses, pursuing unparalleled competitiveness and sustainable growth.

• Accelerating growth and advancing DX with next-generation products

To achieve further growth, we have been introducing next-generation products with high added value. "Pay Collect," the automated debt collection service, manages everything from billing to providing payment methods, addressing labor shortages while enhancing customer convenience. Furthermore, "Agent Hub" facilitates information sharing between financial institutions and law firms, streamlining operations. With more products such as "DigiShare," which supports the transfer of information to family members, we will drive growth by providing value in new areas.

• Expanding markets by aligning social issue resolution with system sales

We are addressing labor shortages through automation using "Robotic Call," and accelerating the implementation of "iRITSpay Payment Terminal," our multi-payment terminal, taking advantage of the government's policy to promote cashless payment. Through paperless operations and shortened credit screening time, we are simultaneously supporting the reduction of environmental impact and the improvement of customer profitability. Through solutions for foreigners provided by Payke, Inc. and WAmazing, Inc., in which we have invested, we are also contributing to solving critical issues facing regional communities, such as handling inbound tourism and the employment of foreigners, directly translating social issue resolution into business growth.

• Expanding the ecosystem with strategic investments

In addition to investments in Vacan, Inc. and Payke, Inc. during FY2025 and in ZenTech Inc., MetCom Inc., and WAmazing, Inc. during FY2026, we made new investments in GIGABANK Inc., which provides a bank account opening service for foreign workers, during the fiscal year under review. By combining our own resources with external technologies (such as inbound tourism services, disaster prevention, and AI-related technologies), we will rapidly create new services that solve social issues and diversify the value we provide to our customers.

(iii) Analysis of financial forecast for the fiscal year under review

Even under the market environment characterized by ongoing restructuring and decline in the number of regional banks, we have firmly achieved higher net sales by introducing new, high-value-added solutions while successfully capturing the system update needs of existing customers. Furthermore, with steady progress in horizontal expansion to financial institutions affiliated with regional banks (such as credit card and guarantee companies), the expansion of our customer base has boosted our revenue.

Financial results by reporting segment are as follows:

(System Development and Sales)

(Unit: millions of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026	YoY change (%)
Net sales	1,952	2,167	11.0
Segment income	187	246	31.6
New orders	3,180	2,683	(15.6)

Orders decreased due to the planned concentration of those for public-sector projects related to the standardization of regional government information systems in the second half, though orders for our core business of software system development for financial institutions, renewal of infrastructure equipment, and "SCOPE," our personal loan operation support system, proceeded smoothly as planned. Meanwhile, net sales increased, driven by steady sales of new EC systems as well as the consolidation of AISEL Co., Ltd.

(Recurring Business)

(Unit: millions of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026	YoY change (%)
Net sales	2,282	2,456	7.6
Segment income	245	308	25.6
New orders	1,246	2,188	75.6

Maintenance services, which are a stable source of earnings, steadily grew. For BPO services targeting the public sector, new orders, net sales, and segment income exceeded the level of the same period of the previous fiscal year, as a result of improving the efficiency of sales activities through an area-dominance strategy while expanding resources.

(2) Explanation of Financial Position

Total assets as of June 30, 2026 were ¥25,695 million, a decrease of ¥2,371 million as compared with the end of the previous fiscal year. Current assets were ¥16,700 million, a decrease of ¥3,381 million. This was mainly due to increases in securities of ¥1,094 million and inventories of ¥444 million, offset by decreases in notes, accounts receivable-trade and contract assets of ¥3,414 million and cash and deposits of ¥1,542 million. Fixed assets were ¥8,994 million, an increase of ¥1,009 million. This was mainly due to an increase in investment securities of ¥951 million resulting from acquisition and mark-to-market valuation, offset by a decrease in deferred tax assets of ¥185 million.

Total liabilities as of June 30, 2026 were ¥5,171 million, a decrease of ¥1,748 million as compared with the end of the previous fiscal year. Current liabilities were ¥4,270 million, a decrease of ¥1,808 million. This was mainly due to an increase in contract liabilities of ¥380 million, offset by decreases in accounts payable-trade of ¥1,005 million, corporate income tax and other taxes payable of ¥898 million, and provision for bonuses of ¥350 million. Fixed liabilities were ¥901 million.

Net assets as of June 30, 2026 were ¥20,523 million, a decrease of ¥622 million as compared with the end of the previous fiscal year. This was mainly due to an increase of ¥340 million due to the valuation difference on available-for-sale securities and an increase of ¥357 million as a result of the recording of net income attributable to owners of the parent, offset by a decrease of ¥1,345 million due to dividends of surplus.

As a result, the equity-to-total assets ratio was 78.0% compared to 73.6% as of the end of the previous fiscal year.

(3) Explanation about Future Forecast Information, including Forecast of Consolidated Financial Results

Currently, no changes have been made to the forecasts of consolidated financial results for the first half ending September 30, 2026 and the full year ending March 31, 2027 announced on May 14, 2026.

Forecasts of financial results are based on information available at the time of announcement and certain assumptions that the Company deems reasonable. However, actual financial results may differ significantly from the forecasts due to various factors, and the forecasts themselves are subject to change.

2. Quarterly Consolidated Financial Statements and Major Notes

(1) Quarterly Consolidated Balance Sheet

(Unit: thousands of yen)

	As of March 31, 2026	As of June 30, 2026
Assets		
Current assets		
Cash and deposits	7,808,390	6,266,187
Notes, accounts receivable-trade and contract assets	6,410,467	2,996,090
Securities	5,094,198	6,188,668
Inventories	397,179	841,790
Other	371,234	410,867
Allowance for doubtful accounts	(80)	(3,360)
Total current assets	20,081,390	16,700,243
Fixed assets		
Tangible fixed assets	1,065,520	1,047,954
Intangible fixed assets		
Goodwill	108,045	101,690
Other	799,358	1,076,408
Total intangible fixed assets	907,404	1,178,099
Investments and other assets		
Investment securities	4,551,539	5,503,216
Deferred tax assets	268,770	82,951
Other	1,192,049	1,269,642
Allowance for doubtful accounts	(268)	(87,032)
Total investments and other assets	6,012,090	6,768,777
Total fixed assets	7,985,015	8,994,831
Total assets	28,066,405	25,695,074

(Unit: thousands of yen)

	As of March 31, 2026	As of June 30, 2026
Liabilities		
Current liabilities		
Accounts payable-trade	1,747,880	742,756
Short-term borrowings	92,309	77,934
Corporate income tax and other taxes payable	1,105,283	206,604
Provision for bonuses	759,516	408,820
Contract liabilities	902,017	1,282,027
Other	1,471,226	1,551,931
Total current liabilities	6,078,233	4,270,073
Fixed liabilities		
Long-term borrowings	146,480	130,658
Liabilities for retirement benefit	447,553	455,790
Provision for stock-based remuneration	203,364	231,673
Deferred tax liabilities	---	37,469
Other	44,693	46,044
Total fixed liabilities	842,091	901,636
Total liabilities	6,920,324	5,171,710
Net assets		
Shareholders' equity		
Capital stock	1,124,669	1,124,669
Capital surplus	1,221,189	1,219,914
Retained earnings	18,669,531	17,730,075
Treasury stock	(1,566,842)	(1,566,844)
Total shareholders' equity	19,448,547	18,507,814
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,203,583	1,543,990
Remeasurements of defined benefit plans	1,947	1,970
Total accumulated other comprehensive income	1,205,531	1,545,961
Non-controlling interests	492,002	469,588
Total net assets	21,146,081	20,523,364
Total liabilities and net assets	28,066,405	25,695,074

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

Quarterly Consolidated Income Statement

Consolidated Cumulative First Quarter

(Unit: thousands of yen)

	Three Months Ended June 30, 2025 (from April 1, 2025 to June 30, 2025)	Three Months Ended June 30, 2026 (from April 1, 2026 to June 30, 2026)
Net sales	4,235,090	4,624,028
Cost of sales	2,728,560	2,829,305
Gross profit on sales	1,506,529	1,794,722
Selling, general and administrative expenses	1,074,591	1,239,634
Operating income	431,938	555,088
Non-operating income		
Interest income	10,121	13,243
Dividend income	37,064	41,003
Share of profit of entities accounted for using equity method	5,599	---
Miscellaneous income	12,232	7,812
Total non-operating income	65,017	62,058
Non-operating expenses		
Interest expenses	---	1,130
Commissions fee	903	863
Loss on retirement of fixed assets	1,359	245
Loss on sale of fixed assets	2,159	---
Share of loss of entities accounted for using equity method	---	97,832
Miscellaneous losses	425	7,767
Total non-operating expenses	4,848	107,839
Ordinary income	492,107	509,306
Net income before income taxes	492,107	509,306
Corporate income taxes	137,400	136,487
Net income	354,707	372,818
Net income attributable to non-controlling interests	---	15,438
Net income attributable to owners of the parent	354,707	357,380

Quarterly Consolidated Statement of Comprehensive Income

Consolidated Cumulative First Quarter

(Unit: thousands of yen)

	Three Months Ended June 30, 2025 (from April 1, 2025 to June 30, 2025)	Three Months Ended June 30, 2026 (from April 1, 2026 to June 30, 2026)
Net income	354,707	372,818
Other comprehensive income		
Valuation difference on available-for-sale securities	(49,838)	340,825
Remeasurements of defined benefit plans	216	23
Share of other comprehensive income of affiliates accounted for using equity method	(61)	---
Total other comprehensive income	(49,684)	340,848
Comprehensive income	305,023	713,667
Comprehensive income attributable to:		
Comprehensive income attributable to owners of the parent	305,023	711,536
Comprehensive income attributable to non-controlling interests	---	2,130

(3) Explanatory Notes to Quarterly Consolidated Financial Statements

(Notes on Going Concern Assumption)

No applicable matters.

(Changes in Scope of Consolidation or Scope of Application of Equity Method)

WAmazing, Inc. was included in the scope of application of equity method in the three months ended June 30, 2026 as a result of the acquisition of additional shares of WAmazing, Inc.

Brain Assist Inc., which had been the Company's consolidated subsidiary, was excluded from the scope of consolidation in the three months ended June 30, 2026 as a result of an absorption merger with AISEL Co., Ltd., which is also the Company's consolidated subsidiary.

Syddy Inc., which had been the Company's consolidated subsidiary, was excluded from the scope of consolidation in the three months ended June 30, 2026 as it was no longer material.

Syddy Inc. was also excluded from the scope of application of equity method as the impact of applying the equity method is also immaterial.

(Notes in Case of Significant Changes in the Amount of Shareholders' Equity)

No applicable matters.

(Application of Accounting Methods Specific to the Preparation of Quarterly Consolidated Financial Statements)

(Calculation of tax expenses)

For tax expenses, the effective tax rate is reasonably estimated after application of tax effect accounting for net income before income taxes in the fiscal year including the three months ended June 30, 2026 and these are calculated by multiplying the quarterly net income before income taxes by the estimated effective tax rate.

(Segment Information)

1. Overview of reportable segments

(1) Method of determining reportable segments

The reportable segments of the Company Group are components of the Company Group for which separate financial information is available, and which are subject to review by the Board of Directors on a regular basis to determine the allocation of management resources and evaluate performance.

The Company Group is composed of segments classified based on the business characteristics of products and services, and has two reportable segments: “System Development and Sales” and “Recurring Business.”

(2) Types of products and services that belong to each reportable segment

“System Development and Sales” segment mainly engages in the sale of system equipment, and provides integrated services ranging from design and development to implementation and installation related to software and system infrastructure networks.

“Recurring Business” segment mainly provides software maintenance, hardware maintenance and operation, cloud, and BPO services.

2. Information on net sales and income or loss by reportable segment

Three months ended June 30, 2025 (from April 1, 2025 to June 30, 2025)

(Unit: thousands of yen)

	Reportable segment			Adjustment	Amount recorded in the Quarterly Consolidated Financial Statements
	System Development and Sales	Recurring Business	Total		
Net sales					
Net sales to external customers	1,952,433	2,282,656	4,235,090	---	4,235,090
Intersegment sales or transfers	25,110	440	25,550	(25,550)	---
Total	1,977,544	2,283,096	4,260,641	(25,550)	4,235,090
Segment income	187,124	245,891	433,015	(1,076)	431,938

Three months ended June 30, 2026 (from April 1, 2026 to June 30, 2026)

(Unit: thousands of yen)

	Reportable segment			Adjustment	Amount recorded in the Quarterly Consolidated Financial Statements
	System Development and Sales	Recurring Business	Total		
Net sales					
Net sales to external customers	2,167,072	2,456,955	4,624,028	---	4,624,028
Intersegment sales or transfers	18,440	984	19,424	(19,424)	---
Total	2,185,513	2,457,939	4,643,453	(19,424)	4,624,028
Segment income	246,296	308,791	555,088	---	555,088

(Notes to Statements of Cash Flows)

Quarterly consolidated statements of cash flows for the current consolidated cumulative first quarter have not been prepared. Depreciation (including amortization related to intangible fixed assets other than goodwill) and goodwill amortization for the consolidated cumulative first quarters were as indicated below.

(Unit: thousands of yen)

	Three Months Ended June 30, 2025 (from April 1, 2025 to June 30, 2025)	Three Months Ended June 30, 2026 (from April 1, 2026 to June 30, 2026)
Depreciation	78,780	104,438
Goodwill amortization	---	6,355

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

August 10, 2026

The Board of Directors
ITFOR Inc.

Ernst & Young ShinNihon LLC
Tokyo, Japan

Masahiro Ito
Designated Limited Liability Partner
Engagement Partner
Certified Public Accountant

Takanori Miyake
Designated Limited Liability Partner
Engagement Partner
Certified Public Accountant

Auditor's Conclusion

We have reviewed the accompanying quarterly consolidated financial statements of ITFOR Inc. (the "Company"), which comprise the quarterly consolidated balance sheet, quarterly consolidated income statement, quarterly consolidated statement of comprehensive income as of and for the three months ended June 30, 2026, and notes to the quarterly consolidated financial statements.

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

Basis for Auditor's Conclusion

We conducted our review in accordance with interim review standards generally accepted in Japan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Review of the Quarterly Consolidated Financial Statements section of our report. We are independent of the Company and its consolidated subsidiaries in accordance with the ethical requirements that are relevant to our review of the quarterly consolidated financial statements in Japan, including those applicable to audits of financial statements of public interest entities, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the evidence we have obtained provides a basis for our conclusion.

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

Management is responsible for the preparation of the quarterly consolidated financial statements in accordance with Article 4, Paragraph 1 of the Standards and accounting standards generally accepted in Japan for interim consolidated financial statements, applying the provisions for reduced disclosures as set forth in Article 4, Paragraph 2 of the Standards, and for designing and operating such internal controls as management determines are necessary to enable the preparation of quarterly consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the quarterly consolidated financial statements, management is responsible for assessing the Company's ability to continue as a going concern, including the disclosures related to matters of going concern, as required by Article 4, Paragraph 1 of the Standards and accounting standards generally accepted in Japan for interim consolidated financial statements, applying the provisions for reduced disclosures as set forth in Article 4, Paragraph 2 of the Standards.

The Audit and Supervisory Committee is responsible for monitoring the execution of Directors' duties related to designing and operating the financial reporting process.

Auditor's Responsibilities for the Review of the Quarterly Consolidated Financial Statements

Our responsibility is to independently express a conclusion on the quarterly consolidated financial statements in the interim review report based on our review.

As part of a review in accordance with interim review standards generally accepted in Japan, we exercise professional judgment and maintain professional skepticism throughout the review. We also:

- Make inquiries, primarily of management and persons responsible for financial and accounting matters and apply analytical and other interim review procedures. An interim review is substantially less in scope than an annual audit of financial statements conducted in accordance with auditing standards generally accepted in Japan.
- Conclude based on the evidence obtained whether anything has come to our attention that causes us to believe that the quarterly

consolidated financial statements are not prepared in accordance with Article 4, Paragraph 1 of the Standards and accounting standards generally accepted in Japan for interim consolidated financial statements, applying the provisions for reduced disclosures as set forth in Article 4, Paragraph 2 of the Standards, should we determine that a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. Additionally, if we conclude that a material uncertainty exists, we are required to draw attention in our interim review report to the related notes to the quarterly consolidated financial statements or, if such notes are inadequate, to express a qualified conclusion or adverse conclusion. Our conclusions are based on the evidence obtained up to the date of our interim review report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate whether anything has come to our attention that causes us to believe that the overall presentation of and notes to the quarterly consolidated financial statements are not prepared in accordance with Article 4, Paragraph 1 of the Standards and accounting standards generally accepted in Japan for interim consolidated financial statements, applying the provisions for reduced disclosures as set forth in Article 4, Paragraph 2 of the Standards.
- Obtain evidence regarding the financial information of the Company and its consolidated subsidiaries as a basis for expressing a conclusion on the quarterly consolidated financial statements. We are responsible for the direction, supervision and review of the interim review. We remain solely responsible for our conclusion.

We communicate with the Audit and Supervisory Committee regarding the planned scope and timing of the interim review and significant review findings.

We also provide the Audit and Supervisory Committee with a statement that we have complied with the relevant ethical requirements regarding independence in Japan, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied to reduce threats to an acceptable level.

Interest Required to Be Disclosed by the Certified Public Accountants Act of Japan

Our firm and its engagement partners do not have any interest in the Company and its consolidated subsidiaries which is required to be disclosed pursuant to the provisions of the Certified Public Accountants Act of Japan.

Notes: 1. The Company (the company disclosing the quarterly financial results) maintains the original of the Independent Auditor's Interim Review Report above.
2. XBRL data is not included in the scope of the interim review.