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Cover

Document Filed	Quarterly Securities Report (“Shihanki Hokokusho”)
Applicable Law	Article 24-4-7, Paragraph 1 of the Financial Instruments and Exchange Act of Japan
File to	Director, Kanto Local Finance Bureau
Filing Date	November 11, 2022
Fiscal Year	The Third Quarter of the 22 nd Business Term (From July 1, 2022 to September 30, 2022)
Company Name	Vision Inc.
Title and Name of Representative	Kenichi Sano, President, Founder & CEO
Address of Head Office	6-5-1 Nishi-Shinjuku, Shinjuku-ku, Tokyo
Phone No.	+81 3 (5325) 0344
Contact Person	Shinichi Nakamoto, Director, Managing Executive Officer, CFO, and General Manager of Administrative Dept.
Contact Address	6-5-1 Nishi-Shinjuku, Shinjuku-ku, Tokyo
Phone No.	+81 3 (5325) 0344
Contact Person	Shinichi Nakamoto, Director, Managing Executive Officer, CFO, and General Manager of Administrative Dept.
Place Available for Public Inspection	Prime Market of the Tokyo Stock Exchange (2-1 Nihombashi Kabuto-cho, Chuo-ku, Tokyo)

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Part 1: Company Information

Item 1: Company Overview

1. Changes in Major Management Indicators

		FY2021/3Q Cumulative period	FY2022/3Q Cumulative period	FY2021
Reporting period		January 1, 2021 – September 30, 2021	January 1, 2022 – September 30, 2022	January 1, 2021 – December 31, 2021
Net sales	(thousand yen)	13,392,003	18,478,002	18,100,837
Ordinary income	(thousand yen)	1,042,134	1,954,228	1,143,772
Quarterly net income attributable to owners of the parent	(thousand yen)	702,010	1,270,543	729,129
Comprehensive income or loss	(thousand yen)	728,885	1,366,705	732,472
Net assets	(thousand yen)	9,502,312	11,762,620	10,122,215
Total assets	(thousand yen)	12,632,294	17,194,990	14,932,162
Quarterly net income per share	(yen)	14.91	26.29	15.47
Quarterly diluted net income per share (current term)	(yen)	14.50	25.88	15.03
Equity-to-asset ratio	(%)	75.2	68.3	67.7

		FY2021/3Q	FY2022/3Q
Reporting period		July 1, 2021 – September 30, 2021	July 1, 2022 – September 30, 2022
Quarterly net income per share	(yen)	5.22	14.42

(Note 1): Since the Company prepares quarterly consolidated financial statements, changes in non-consolidated financial data, etc. are not provided.

(Note 2): The “Accounting Standard for Revenue Recognition” (ASBJ Statement No. 29, March 31, 2020) have been applied from the beginning of the first quarter of the current consolidated fiscal year. The key management indicators for the nine months ended September 30, 2021 and the nine months ended September 30, 2022 are the indicators after the application of the said accounting standards.

2. Description of Business

During the third quarter of the current consolidated cumulative period, there have been no significant changes in the content of businesses operated by the Group (the Company and its affiliated companies).

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Item 2: Business Overview

1. Business Risks

During the nine months ended September 30, 2022, there are no significant changes related to business conditions or accounting conditions described in this quarterly report that may have a material effect on investors' decisions or any material change in “business and other risks” described in the annual securities report for the previous fiscal year.

The Group will continue to closely monitor the situation regarding the spread of COVID-19, as it could have an impact on the Group's business and earnings.

2. Management’s Analysis of Consolidated Financial Condition, Results of Operations, and Cash Flow Conditions

Effective from the beginning of the first quarter of the current consolidated fiscal year, the “Accounting Standard for Revenue Recognition” (ASBJ Statement No. 29, March 31, 2020) has been applied. As a result, the accounting treatment differs from that of the third quarter of the previous fiscal year. However, since there is no significant impact, the increase/decrease amounts and year-on-year comparisons in the explanation of business results are presented as is for comparison purposes.

This report contains certain forward-looking statements that are based on the Group’s (the Company and subsidiaries) judgments as of the last day of the current consolidated fiscal period.

(1) Financial position and operating results

During the third quarter of the current fiscal year, the economy has been gradually recovering as restrictions place on economic activities due to the COVID-19 pandemic have been gradually eased.

However, amid ongoing global monetary tightening and other factors, a downturn in overseas economies poses a downside risk to the economy, and we need to pay close attention to the effects of rising prices, supply-side constraints, and fluctuations in financial and capital markets.

In this economic environment, our group has focused on our core businesses: the GLOBAL WiFi business and the information and communication services business in Japan and strived to flexibly respond to the needs of society.

As a result, net sales, operating income, ordinary income, and net income attributable to owners of the parent for the third quarter of the current consolidated cumulative period all exceeded the results for the same period of the previous year.

	FY2022/3Q Cumulative period (million yen)	FY2021/3Q Cumulative period (million yen)	Change (million yen)	YoY (%)
Net sales	18,478	13,392	5,085	38.0
Operating profit	1,949	1,013	936	92.4
Ordinary profit	1,954	1,042	912	87.5
Quarterly profit attributable owners of parent	1,270	702	568	81.0

Business results by segment are as follows.

(GLOBAL WiFi Business)

Many countries are easing or abolishing entry restrictions implemented in response to the global spread of COVID-19.

In Japan, new entries other than for tourism purposes resumed under certain conditions from March 2022, acceptance of foreign tourists on escorted package tours resumed from June, and acceptance of unescorted package tours resumed from September. The requirement to present a negative COVID test was abolished for people who have been vaccinated.

As a result, since April 2022, both the number of outbound Japanese and inbound visitors to Japan have exceeded 100,000 for six consecutive months, reaching 300,000 in August and 200,000 in September. (Source: Japan National Tourism Organization).

Against the backdrop of this environment, the Company has responded to various communication demands for outbound, inbound, and domestic use, and performed well in providing PCR inspection services.

We also continued to handle services related to quarantine procedures upon entry into Japan at airport quarantine stations, which we are temporarily contracted to provide.

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As a result of these efforts, both net sales and segment income for the nine months ended December 31, 2022 exceeded those of the same period of the previous year.

GLOBAL WiFi Business	FY2022/3Q Cumulative period (millions of yen)	FY2021/3Q Cumulative period (millions of yen)	Change (millions of yen)	YoY (%)
Net sales	9,918	6,493	3,424	52.7
Segment profit	2,109	749	1,360	181.6

(Information and Communications Service Business)

During the first nine months of the current fiscal year, sales of mobile communication devices and office automation equipment were strong.

Furthermore, the Company strived to maximize lifetime value (customer lifetime value) through future up-selling and cross-selling, reduction of long-term churn rates, and continuous income from stock products, and despite a temporary increase in operating costs, the Company strove to expand sales of its monthly subscription-based in-house services.

As a result, net sales increased year on year, but segment income decreased year on year.

Information and Communications Service Business	FY2022/3Q Cumulative period (millions of yen)	FY2021/3Q Cumulative period (millions of yen)	Change (millions of yen)	YoY (%)
Net sales	8,213	6,724	1,489	22.2
Segment profit	804	1,024	-220	-21.5

Analysis of financial position

(Assets)

Total assets at the end of the third quarter consolidated accounting period are 17,194 million yen (2,262 million yen more than the end of the previous consolidated fiscal term).

Current assets amounted to 12,414 million yen (1,665 million yen more than the end of the previous consolidated fiscal term), mainly due to a 1,567 million yen increase in notes and accounts receivable-trade.

Fixed assets totaled 4,780 million yen (597 million yen more than the end of the previous consolidated fiscal year), mainly due to a 1,293 million yen increase in property, plant, and equipment and a 574 million yen decrease in investments and other assets.

(Liabilities)

Total liabilities at the end of the third quarter consolidated accounting period are 5,432 million yen (622 million yen more than the end of the previous consolidated fiscal term).

Current liabilities are 4,359 million yen (479 million yen more than the end of the previous consolidated fiscal term), mainly due to an increase of 171 million yen in income taxes payable.

Fixed liabilities amounted to 1,072 million yen (142 million yen more than the end of the previous consolidated fiscal year), mainly due to a 143 million yen increase in long-term loans payable.

(Net assets)

Total net assets at the end of the third quarter consolidated accounting period are 11,762 million yen (1,640 million yen more than the end of the previous consolidated fiscal term). This was mainly due to 1,270 million yen in net income attributable to owners of the parent company for the period.

(2) Business and financial challenges that should be prioritized and addressed

During the third quarter of the current consolidated cumulative period, there were no changes in priority business or financial issues that need to be addressed by the Group.

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(3) Research and development activities

Not applicable.

3. Important Material Contracts, etc.

During the third quarter of the current consolidated cumulative period, there were no business contracts decided or signed.

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Item 3: Information Related to Vision

1. Information Related to Vision's Shares

(1) Total number of shares

① Shares

Class	Total number of shares authorized to be issued (shares)
Common stock	123,000,000
Total	123,000,000

② Issued shares

Class	Number of shares issued as of the end of third period (September 30, 2022)	Number of shares issued as of the filing date (November 11, 2022)	Stock exchange on which Vision is listed	Summary
Common stock	50,364,300	50,364,300	Tokyo Stock Exchange Prime Market	One unit of shares is 100 shares.
Total	50,364,300	50,364,300	—	—

Note: Number of shares issued as of the filing date does not include the number of shares issued by exercising stock acquisition rights from November 1, 2022 to the filing date of this quarterly securities report.

(2) Status of stock acquisition rights

① Information on stock option limits

Not applicable.

② Status of other stock acquisition rights

Not applicable.

(3) Exercise status of corporate bonds with stock acquisition rights with exercise price adjustment clause

Not applicable.

(4) Changes in the total number of issued shares, capital, etc.

Date	Changes in the total number of issued shares (shares)	Balance of the total number of issued shares (shares)	Changes in capital (thousands of yen)	Balance of capital (thousands of yen)	Changes in capital reserve (thousands of yen)	Balance of capital reserve (thousands of yen)
July 1, 2022 – September 30, 2022 (Note)	21,900	50,364,300	7,413	2,522,115	7,413	2,340,114

(Note): This is an increase due to the exercise of stock acquisition rights.

(5) Status of major shareholders

There are no items to report because the current quarterly accounting period is the third quarter.

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(6) Voting status

① Issued shares

As of September 30, 2022

Classification	Number of stock shares	Number of voting rights	Description
Shares without voting rights	—	—	—
Shares with restricted voting rights (treasury stock, etc.)	—	—	—
Shares with restricted voting rights (other)	—	—	—
Shares with full voting rights (treasury stock, etc.)	(Treasury stock) Common stock 1,501,600	—	—
Shares with full voting rights (other)	Common stock 48,855,100	488,551	—
Shares representing less than one unit	Common stock 7,600	—	—
Number of issued shares	50,364,300	—	—
Total number of voting rights	—	488,551	—

Note: The number of shares in “shares less than one unit” includes 42 shares less than one unit held by the Company.

② Treasury stock

As of September 30, 2022

Owner's name	Owner's address	Number of shares held under own name (shares)	Number of shares held under the name of others (shares)	Total number of shares held (shares)	Ownership percentage of total number of shares outstanding (%)
(Treasury stock) Vision Inc.	6-5-1 Nishi-Shinjuku, Shinjuku, Tokyo	1,501,600	—	1,501,600	2.98
Total	—	1,501,600	—	1,501,600	2.98

2. Changes in Directors and Company Auditors

Not applicable.

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Item 4: Financial Information

1. Preparation method of the condensed consolidated financial statements

The condensed consolidated financial statements of Vision have been prepared in accordance with the “Ordinance on Terminology, Forms, and Preparation Methods of Quarterly Consolidated Financial Statements, etc.” (Cabinet Office Ordinance No. 64 of 2007).

2. Independent auditor’s report on quarterly review

Based on the provisions of Article 193-2, Paragraph 1 of the Financial Instruments and Exchange Act, the quarterly consolidated financial statements for the third quarter (from July 1, 2022 to September 30, 2022) and the first nine months of the current fiscal year (from January 1, 2022 to September 30, 2022) have been reviewed by KPMG AZSA LLC.

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1. Quarterly Consolidated Financial Statements

(1) Quarterly Consolidated Balance Sheet

(thousands of yen)

	FY 2021	FY 2022/3Q As of September 30, 2022
Assets		
Current assets		
Cash and deposits	7,602,426	7,700,381
Notes and accounts receivable - trade	2,183,816	3,751,572
Products	202,581	174,189
Supplies	5,801	5,730
Other	831,510	900,443
Allowance for doubtful accounts	-77,177	-118,244
Total current assets	10,748,958	12,414,073
Fixed assets		
Tangible fixed assets	534,664	1,827,756
Intangible fixed assets		
Goodwill	1,332,425	1,196,461
Other	150,101	165,152
Total intangible fixed assets	1,482,527	1,361,613
Investments and other assets		
Other	2,237,519	1,656,495
Allowance for doubtful accounts	-71,508	-64,948
Total investments and other assets	2,166,011	1,591,547
Total fixed assets	4,183,203	4,780,917
Total assets	14,932,162	17,194,990
Liabilities		
Current liabilities		
Notes and accounts payable – trade	914,551	964,244
Short-term loans payable	50,000	—
Current portion of long-term debt	89,002	119,433
Income taxes payable	179,245	350,894
Provision for bonuses	306,321	358,509
Short-term surrender fees reserve	53,504	—
Other	2,287,413	2,566,815
Total current liabilities	3,880,038	4,359,897
Fixed liabilities		
Long-term debt	733,904	877,117
Other	196,004	195,354
Total fixed liabilities	929,908	1,072,471
Total liabilities	4,809,946	5,432,369
Net assets		
Shareholders' equity		
Share capital	2,387,915	2,522,115
Capital surplus	2,454,031	2,588,231
Retained earnings	7,088,507	8,359,050
Treasury stock	-1,862,904	-1,862,967
Total shareholders' equity	10,067,549	11,606,429
Other accumulated comprehensive income		
Valuation difference on available-for-sale securities	5,109	-9,098
Foreign currency translation adjustment	40,991	147,697
Total other accumulated comprehensive income	46,101	138,598

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Subscription rights to shares	6,116	11,480
Non-controlling interests	2,447	6,112
Total net assets	10,122,215	11,762,620
Total liabilities and net assets	14,932,162	17,194,990

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

Quarterly Consolidated Statement of Profit or Loss

Consolidated Cumulative Third Quarter

	(thousands of yen)	
	FY2021/3Q Cumulative period (January 1, 2021 – September 30, 2021)	FY2022/3Q Cumulative period (January 1, 2022 – September 30, 2022)
Net sales	13,392,003	18,478,002
Cost of sales	6,573,667	9,498,157
Gross profit	6,818,335	8,979,845
Selling, general, and administrative expenses	5,804,960	7,030,041
Operating profit	1,013,375	1,949,804
Non-operating income		
Interest income	607	1,890
Dividends earned	1,500	4,615
Currency exchange gain	24,206	—
Subsidy income	3,804	6,321
Other	6,397	11,725
Total non-operating income	36,516	24,554
Non-operating expenses		
Interest expenses	5	7,958
Foreign exchange loss	—	7,196
Other	7,751	4,974
Total non-operating expense	7,756	20,129
Ordinary profit	1,042,134	1,954,228
Extraordinary income		
Gain on reversal of share acquisition rights	14,940	—
Gain on sales of fixed assets	649	81
Gain on sales of investment securities	—	1,230
Total extraordinary income	15,590	1,311
Extraordinary loss		
Loss on retirement of fixed assets	2,039	4,563
Loss on valuation of investment securities	17,335	—
Headquarters relocation cost	—	9,284
Total extraordinary loss	19,375	13,848
Profit before tax adjustment	1,038,349	1,941,691
Corporate, resident, and business taxes	138,190	400,909
Deferred income tax	196,469	266,574
Total income taxes	334,659	667,483
Quarterly profit	703,690	1,274,208
Quarterly profit attributable to non-controlling interests	1,679	3,664
Quarterly profit attributable to owners of parent	702,010	1,270,543

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Quarterly Consolidated Statement of Comprehensive Income
Consolidated Cumulative Third Quarter

	(thousands of yen)	
	FY2021/3Q Cumulative period (January 1, 2021 – September 30, 2021)	FY2022/3Q Cumulative period (January 1, 2022 – September 30, 2022)
Quarterly profit	703,690	1,274,208
Other comprehensive income		
Valuation difference on available-for-sale securities	-8,302	-14,208
Deferred gains or losses on hedges	721	–
Foreign currency translation reserve	32,777	106,705
Total other comprehensive income	25,195	92,497
Quarterly comprehensive income	728,885	1,366,705
(Breakdown)		
Quarterly comprehensive income related to owners of the parent	727,205	1,363,040
Quarterly comprehensive income related to non-controlling interests	1,679	3,664

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Notes

(Change in Scope of Consolidation or Application of the Equity Method)

(Significant Changes in the Scope of Consolidation)

Koshikano Onsen, which had been a non-consolidated subsidiary until the previous consolidated fiscal year, was included in the scope of consolidation during the first quarter of the current consolidated fiscal year due to its increased importance as a result of becoming a wholly owned subsidiary through the acquisition of all of its shares.

(Changes in Accounting Policies)

(Application of Accounting Standard for Revenue Recognition)

The “Accounting Standard for Revenue Recognition” (ASBJ Statement No. 29, March 31, 2020; hereinafter referred to as the “Accounting Standard for Revenue Recognition”) was adopted by the Company from the beginning of the first quarter of the current fiscal year, and recognized revenue at the amount expected to be received in exchange for the promised goods or services when control of the promised goods or services is transferred to the customer.

The Company has followed the transitional treatment prescribed in the proviso of Paragraph 84 of the Accounting Standard for Revenue Recognition, and recognized revenue in the amount expected to be received in exchange for the promised goods or services at the beginning of the period. The cumulative effect of the retrospective application of the new accounting policies prior to the beginning of the first quarter of the current fiscal year has been added to or deducted from retained earnings at the beginning of the first quarter of the current fiscal year, and the new accounting policies have been applied from the beginning balance of the current fiscal year. As a result, the Company has applied the new accounting policy from the balance at the beginning of the period and there is no effect on the balance of retained earnings at the beginning of the first quarter of the current fiscal year. The application of the new accounting standard had no impact on the balance of retained earnings at the beginning of the period. In addition, the application of the new accounting standard did not have a material impact on the quarterly consolidated financial statements.

Due to the application of the accounting standard for revenue recognition, “Allowance for short-term cancellation refunds,” which was presented in “Current liabilities” in the consolidated balance sheet for the previous fiscal year, is included in “Other” from the first quarter of the consolidated fiscal year. In accordance with the transitional treatment prescribed in Paragraph 89-2 of the Accounting Standard for Revenue Recognition, no reclassification has been made to reflect the new presentation for the previous consolidated fiscal year and the third quarter of the previous consolidated cumulative period. In addition, in accordance with paragraph 28-15 of the “Accounting Standard for Quarterly Financial Reporting” (ASBJ Statement No. 12, March 31, 2020), information that breaks down revenue from contracts with customers for the previous consolidated cumulative period is not presented.

(Application of Accounting Standard for Measurement of Fair Value)

The “Accounting Standard for Calculation of Fair Value” (ASBJ Statement No. 30, July 4, 2019; hereinafter referred to as “Accounting Standard for Calculation of Fair Value”) is applied from the beginning of the first quarter of the current consolidated fiscal year, as stipulated in Paragraph 19 of the Accounting Standard for Calculation of Fair Value and Paragraph 44-2 of the Accounting Standard for Financial Instruments (ASBJ Statement No. 10, July 4, 2019). In accordance with the transitional treatment, the new accounting policies prescribed by the Accounting Standard for Fair Value Calculation will be applied prospectively. This change has no impact on the quarterly consolidated financial statements.

(Notes to Quarterly Consolidated Statements of Cash Flow)

Quarterly consolidated statements of cash flows have not been prepared for the nine months ended September 30, 2022. Depreciation (including amortization related to intangible assets excluding goodwill) and amortization of goodwill for the nine months ended September 30, 2022 are as follows.

	FY2021/3Q Cumulative period (January 1, 2021 – September 30, 2021)	FY2022/3Q Cumulative period (January 1, 2022 – September 30, 2022)
Depreciation	84,985 thousand yen	168,017 thousand yen
Amortization of goodwill	14,870 thousand yen	138,065 thousand yen

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(Shareholders' equity)

FY2021/3Q Cumulative period (January 1, 2021 – September 30, 2021)

1. Dividend paid.
Not applicable.
2. Of the dividends whose recorded date are in the third quarter consolidated cumulative period, the dividend effective date is after the last day of the third quarter consolidated accounting period.
Not applicable.
3. Significant fluctuations in shareholders' equity
Not applicable.

FY2022/3Q Cumulative period (January 1, 2022 – September 30, 2022)

1. Dividend payment amount
Not applicable.
2. Of the dividends whose recorded date are in the third quarter consolidated cumulative period, the dividend effective date is after the last day of the third quarter consolidated accounting period.
Not applicable.
3. Significant fluctuations in shareholders' equity
Not applicable.

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(Segment Information, etc.)

Segment Information

FY2021/3Q Cumulative period (January 1, 2021 – September 30, 2021)

1. Information on net sales and profit or loss by reporting segment

(thousands of yen)

	Reporting segment			Other (Note 1)	Total	Adjustments (Note 2)	Quarterly consolidated income statement (Note 3)
	GLOBAL WiFi	Information and Communications Service	Total				
Net sales							
Sales to external customers	6,493,547	6,723,650	13,217,198	174,805	13,392,003	—	13,392,003
Intersegment sales and transfers	—	478	478	6,915	7,393	-7,393	—
Total	6,493,547	6,724,128	13,217,676	181,720	13,399,397	-7,393	13,392,003
Segment profit or loss (-)	749,348	1,024,461	1,773,809	-62,307	1,711,501	-698,126	1,013,375

(Note 1): The “Other” category is for businesses that are not included in the reporting segment such as the media and catalog sales businesses.

(Note 2): The segment profit of -698,126 thousand yen is a company-wide expense that is not allocated to each reporting segment. These are mainly general and administrative expenses that do not belong to the reporting segment.

(Note 3): Segment profit is adjusted to the operating profit of the quarterly consolidated income statement.

2. Information on impairment loss of fixed assets by reporting segment as it relates to matters such as goodwill.

Not applicable.

FY2022/3Q Cumulative period (January 1, 2022 – September 30, 2022)

1. Information on net sales and profit or loss by reporting segment

(thousands of yen)

	Reporting segment			Other (Note 1)	Total	Adjustments (Note 2)	Quarterly consolidated income statement (Note 3)
	GLOBAL WiFi	Information and Communications Service	Total				
Net sales							
Sales to external customers	9,918,084	8,201,877	18,119,962	358,040	18,478,002	—	18,478,002
Intersegment sales and transfers	—	11,684	11,684	4,671	16,356	-16,356	—
Total	9,918,084	8,213,561	18,131,646	362,712	18,494,359	-16,356	18,478,002
Segment profit or loss (-)	2,109,823	804,060	2,913,883	-111,976	2,801,906	-852,102	1,949,804

(Note 1): The “Other” category is for businesses that are not included in the reporting segment such as the glamping, media, and catalog sales businesses.

(Note 2): The segment profit of -852,102 thousand yen is a company-wide expense that is not allocated to each reporting segment. These are mainly general and administrative expenses that do not belong to the reporting segment.

(Note 3): Segment profit is adjusted to the operating profit of the quarterly consolidated income statement.

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2. Information on impairment loss of fixed assets by reporting segment as it relates to matters such as goodwill.

Not applicable.

(Relating to revenue recognition)

Breaking down the revenue generated from customer contracts

FY2022/3Q Cumulative period (January 1, 2022 – September 30, 2022)

(thousands of yen)

	Reporting segment			Other (Note 1)	Total
	GLOBAL WiFi Business	Information and Communications Service	Total		
Data communications	4,597,789	—	4,597,789	—	4,597,789
Business subcontracting	3,467,802	—	3,467,802	—	3,467,802
Office automation equipment	—	2,753,386	2,753,386	—	2,753,386
Mobile communications equipment	—	2,107,373	2,107,373	—	2,107,373
Internet media	—	578,813	578,813	—	578,813
Broadband lines	—	368,522	368,522	—	368,522
Fixed communication lines	—	402,413	402,413	—	402,413
Other	910,349	1,261,041	2,171,390	358,040	2,529,431
Revenue from customer contracts	8,975,941	7,471,550	16,447,492	358,040	16,805,533
Other revenue (Note 2)	942,143	730,326	1,672,469	—	1,672,469
External customer sales	9,918,084	8,201,877	18,119,962	358,040	18,478,002

(Note 1): The “Other” category is for businesses that are not included in the reporting segment such as the glamping, media, and catalog sales businesses.

(Note 2): The “Other revenue” category is for revenue relating to Accounting Standards for Lease Transactions.

(Information on per share)

The quarterly net income per share and the basis for calculation are as follows.

Item	FY2021/3Q Cumulative period January 1, 2021 – September 30, 2021	FY2022/3Q Cumulative period January 1, 2022 – September 30, 2022
(1) Basic earnings per share	14.91	26.29
(Calculation basis)		
Profit attributable to owners of parent (thousands of yen)	702,010	1,270,543
Amount not attributable to ordinary shareholders (thousands of yen)	—	—
Profit attributable to owners of parent for common stock (thousands of yen)	702,010	1,270,543
Average number of shares of common stock	47,090,561	48,319,316
(2) Potential adjusted quarterly net income per share	14.50	25.88
(Calculation basis)		
Profit adjustment attributable to owners of the parent (thousands of yen)	—	—
Increase in common stock	1,325,778	772,489

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

Summary of potential shares that were not included in the calculation of diluted earnings per share because they don't have a diluting effect and changed significantly since the end of the previous consolidated fiscal year	Stock acquisition rights (2,801,400 shares of common stock) resolved by the Board of Directors on November 13, 2017 have been determined to not meet exercise conditions and were all extinguished on March 29, 2021.	Stock acquisition rights (common stock) resolved by the Board of Directors on March 1, 2022 (720,000 shares of common stock)
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2. Other

Not applicable.

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Part 2: Information about Guarantors of the Company

Not applicable.

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

November 11, 2022

The Board of Directors
Vision Inc.

KPMG AZSA LLC
Tokyo Office

Designated Limited Liability Partner
Engagement Partner

Certified accountant Naoki Ueno

Designated Limited Liability Partner
Engagement Partner

Certified accountant Masato Nagai

Auditor's Conclusion

We have audited the consolidated financial statements of Vision Inc. (the "Company") included in the "Status of Accounting" for the third quarter (July 1, 2022 to September 30, 2022) and the first nine months (from January 1, 2022 to September 30, 2022) of the consolidated fiscal year in accordance with Article 193-2-1 of the Financial Instruments and Exchange Law. We have reviewed the quarterly consolidated financial statements, namely, the quarterly consolidated balance sheets, quarterly consolidated statements of income, quarterly consolidated statements of comprehensive income, and notes thereto, for the three-month period ended September 30, 2022.

In our review, the quarterly consolidated financial statements referred to above present fairly, in all material respects, the financial position of Vision Corporation and its consolidated subsidiaries as of September 30, 2022, and the results of their operations for the nine-month period then ended in conformity with accounting principles for quarterly consolidated financial statements generally accepted in Japan. In our opinion, nothing has come to our attention that causes us to believe that the above quarterly consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of Vision Corporation and its consolidated subsidiaries as of September 30, 2022, and the results of their operations for the nine-month period then ended in conformity with accounting principles for quarterly consolidated financial statements generally accepted in Japan.

Basis of Auditors' Conclusions

We conducted our quarterly review in accordance with the quarterly review standards generally accepted in Japan. Our responsibility is to express an opinion on the quarterly consolidated financial statements based on our review. We are independent of the Company and its consolidated subsidiaries and have fulfilled our other ethical responsibilities as auditors in accordance with the rules of professional ethics in Japan. We believe that the evidence we have obtained provides a basis for our conclusion.

Management's Responsibility for the Quarterly Consolidated Financial Statements and the Auditors' and Board of Corporate Auditors' Responsibility for the Quarterly Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these quarterly consolidated financial statements in accordance with accounting principles generally accepted in Japan. This includes establishing and operating such internal control as management determines is necessary to enable the preparation and fair presentation of the quarterly consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the quarterly consolidated financial statements, management assesses whether it is appropriate to prepare the quarterly consolidated financial statements on a going concern basis and, if so, discloses matters related to going concern in accordance with the standards for preparation of quarterly consolidated financial statements generally accepted in Japan. The Company is responsible for disclosing such matters.

The responsibility of the Statutory Auditors and the Board of Statutory Auditors is to monitor the directors' performance of their duties in the development and operation of the financial reporting process.

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

The auditor is responsible for expressing its conclusion on the quarterly consolidated financial statements from an independent standpoint in the quarterly review report based on the quarterly review conducted by the auditor.

The auditor shall exercise professional judgment and maintain professional skepticism throughout the course of the quarterly review in accordance with the quarterly review standards generally accepted in Japan, and shall do the following.

- Conduct the quarterly review by asking questions of management, persons responsible for financial and accounting matters, and other persons, and by performing analytical procedures and other quarterly review procedures. Conduct quarterly review procedures. Quarterly review procedures shall be limited compared to an audit of the annual financial statements conducted in accordance with auditing standards generally accepted in Japan.
- If we believe that there are material uncertainties regarding events or circumstances that could cause significant doubt about the entity's ability to continue as a going concern, we conclude, based on the evidence we have obtained, that the quarterly consolidated financial statements do not present fairly, in conformity with accounting principles for quarterly consolidated financial statements generally accepted in Japan. If a material uncertainty regarding the company's ability to continue as a going concern exists, we draw attention to it in the notes to the quarterly consolidated financial statements in the quarterly review report. If an article is not appropriate, the auditor is required to express a limited conclusion or a negative conclusion on the quarterly consolidated financial statements. The auditor's conclusion is based on evidence obtained up to the date of the quarterly review report, but future events or circumstances could cause the entity to cease to exist as a going concern.
- The auditor obtains evidence concerning the financial information of the Company and its consolidated subsidiaries to express a conclusion on the quarterly consolidated financial statements.
- The auditor is responsible for directing, supervising, and performing the quarterly review of the quarterly consolidated financial statements. The auditor is solely responsible for their conclusions.

The auditor shall report to the company's auditors and the board of auditors on the scope and timing of the planned quarterly review and any significant findings of the quarterly review.

The auditor shall report to the auditors and the board of auditors in compliance with the provisions of the Japanese Code of Professional Ethics regarding independence, and on matters that could reasonably be considered to affect the auditor's independence and on safeguards, if any, taken to remove or mitigate impediments.

Interests

The Company and its consolidated subsidiaries have no interest in the Company or its consolidated subsidiaries that should be disclosed pursuant to the provisions of the Certified Public Accountants Act.

(Note 1): The above is an electronic version of the items described in the original quarterly review report and the original is stored separately by the Company (the company that submits the quarterly report).

(Note 2): XBRL data is not included in the quarterly review.