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May 14, 2026

Consolidated Financial Results for the Three Months Ended March 31, 2026 (Under Japanese GAAP)

Company name: STI Foods Holdings, Inc.
 Listing: Tokyo Stock Exchange
 Securities code: 2932
 URL: <https://www.stifoods-hd.com/en>
 Representative: Yutaka Jumi, Chairman / Chief Executive Officer
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 Scheduled date to commence dividend payments: -
 Preparation of supplementary material on financial results: None
 Holding of financial results briefing: None

(Amounts are rounded down to the nearest million yen)

1. Consolidated financial results for the three months ended March 31, 2026 (from January 1, 2026 to March 31, 2026)

(1) Consolidated operating results (cumulative)

(% figures show year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended March 31, 2026	8,968	4.8	408	(33.7)	417	(33.3)	278	(34.5)
Three months ended March 31, 2025	8,561	6.5	616	(15.8)	625	(12.4)	424	(13.2)

Note: Comprehensive income
 Three months ended March 31, 2026: ¥276 million [-32.9%]
 Three months ended March 31, 2025: ¥412 million [-18.0%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
March 31, 2026	15.64	15.23
March 31, 2025	23.88	23.24

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
March 31, 2026	20,243	9,967	49.2
December 31, 2025	21,850	10,046	46.0

Reference: Equity

As of March 31, 2026: ¥9,967 million
 As of December 31, 2025: ¥10,046 million

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
Fiscal year ended December 31, 2025	Yen	Yen	Yen	Yen	Yen
	-	20.00	-	20.00	40.00
Fiscal year ending December 31, 2026	-				
Fiscal year ending December 31, 2026 (Forecast)		20.00	-	20.00	40.00

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

3. Consolidated financial results forecast for the fiscal year ending December 31, 2026 (from January 1, 2026 to December 31, 2026)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	40,000	3.6	2,600	1.5	2,600	(0.1)	1,700	(31.7)	95.64

Notes: 1. Revisions to the forecast of financial results most recently announced: None

2. Because the Company manages its business results on an annual basis, the consolidated results forecast for the first six months is omitted.

*** Notes**

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): Yes

Newly included: - companies (Company names) –

Excluded: 3 companies (Company names): STI Delica, Inc.; Hamashin Corporation; Tobei Corporation

Note: For details, please refer to “2. Consolidated Financial Statements and Notes (3) Notes to quarterly consolidated financial statements (Notes on significant changes in scope of consolidation)” on page 8 of the attached materials.

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: Yes

Note: For details, please refer to “2. Consolidated Financial Statements and Notes (3) Notes to quarterly consolidated financial statements (Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements)” on page 8 of the attached materials.

(3) Changes in accounting policies, changes in accounting estimates, and restatement

(i) Changes in accounting policies due to revisions to accounting standards and other regulations: None

(ii) Changes in accounting policies due to other reasons: None

(iii) Changes in accounting estimates: None

(iv) Restatement: None

(4) Number of issued shares (common shares)

(i) Total number of issued shares at the end of the period (including treasury shares)

As of March 31, 2026	17,778,900 shares
As of December 31, 2025	17,778,900 shares

(ii) Number of treasury shares at the end of the period

As of March 31, 2026	597 shares
As of December 31, 2025	597 shares

(iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Three months ended March 31, 2026	17,778,303 shares
Three months ended March 31, 2025	17,778,303 shares

* Review of the attached quarterly consolidated financial statements by certified public accountants or an audit corporation: Yes (optional)

* Explanation on the proper use of earnings forecasts, and other special matters

Forward-looking statements concerning financial results forecasts contained in these materials are based on information available to the Company when the forecasts were made and certain assumptions judged to be reasonable. However, the Company makes no guarantee that these forecasts will be achieved. Actual results may differ significantly from the forecasts due to a variety of factors.

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1. Summary of Business Results

The forward-looking statements in this document are based on judgments made as of the end of the period under review.

(1) Summary of business results for the period under review

In the three months ended March 31, 2026, the Japanese economy maintained a moderate recovery trend due to factors such as improvements in employment and income conditions, and the effects of various government policy measures. However, the impact of the weaker yen caused the price of resources and raw materials to rise, which resulted in widespread price increases of goods and further heightened individual awareness for reticent spending among consumers. Going forward, uncertainty remains concerning the future of the global economy, including heightened geopolitical risks such as the tense situation in the Middle East causing crude oil prices to rise, and unstable movements in foreign exchange markets. It is necessary to be cautious of the impact of these factors on financial and capital markets.

In the food industry, product planning that responds to diversified consumer needs and a trend of thriftiness among consumers is required amid expectations of continuous increases in manufacturing costs due to persistently high raw material and material prices caused by a weak yen and higher personnel and logistics costs.

The Group has continued to work on enhancing corporate value over the medium- to long-term and achieving sustainable growth by adopting the following basic policies: efforts for sustainable raw materials and manufacturing, efforts to reduce food loss, consideration for the environment, vertically integrated development from raw material procurement to manufacturing and sales, and home-meal replacement initiatives with an emphasis on health consciousness and fish culture. In addition, the entire Group has been working to carry out its socially important mission as a food manufacturer to continue stable production and supply for the safety and security of consumers and employees.

As a result, net sales during the three months ended March 31, 2026 totaled 8,968 million yen (up 4.8% year on year).

As to profit and loss, due to higher raw material prices mainly of fisheries such as mackerel, salmon, and octopus, during the three months ended March 31, 2026, operating profit was 408 million yen (down 33.7% year on year), ordinary profit was 417 million yen (down 33.3% year on year), and profit attributable to owners of parent was 278 million yen (down 34.5% year on year).

Effective from the interim period of the previous fiscal year, the method of classifying reportable segments has been changed, and comparisons and analysis for the three months ended March 31, 2026 are based on the classification after the change.

Business results by segment are as follows.

(Food manufacturing and sales business)

The food manufacturing and sales business faced a challenging business environment, as it was forced to respond to factors including the yen's continued depreciation and persistence at weak levels, as well as rising raw material prices attributable to growing international demand on fisheries. In response to these conditions, we are developing products that adopt new specifications and alternative fish species based on price trends for seafood raw materials, including mackerel used in our mainstay products, as well as products with enhanced added value. In addition, for further growth ahead, we believe that alongside developing new products, enhancing basic products is an issue of utmost importance, and we will continue to focus on manufacturing quality products by reviewing product standards and strengthening our development system. As a result, net sales in the food manufacturing and sales business were 8,320 million yen (down 2.8% year on year). Segment profit was 668 million yen.

(Retail business)

In the retail business, sales of gift products, etc. were strong, in addition to products sold over-the-counter at department stores and stores inside train stations. We will continue to work on joint purchasing of raw materials, expansion of sales channels, etc., with the aim of realizing synergy effects with the food manufacturing and sales business. As a result, net sales in the retail business were 657 million yen, and segment loss was 3 million yen.

(2) Summary of financial position for the period under review

Total assets as of March 31, 2026 decreased by 1,607 million yen compared to the end of the previous fiscal year to 20,243 million yen.

The balance of current assets decreased by 1,385 million yen compared to the end of the previous fiscal year to 9,173 million yen. This was mainly due to a 1,377 million yen decrease in cash and deposits and a 398 million yen decrease in notes and accounts receivable - trade, despite a 472 million yen increase in raw materials and supplies.

The balance of non-current assets decreased by 221 million yen compared to the end of the previous fiscal year to 11,069 million yen. This was mainly due to decreases of 198 million yen in property, plant and equipment and 14 million yen in intangible assets.

Total liabilities decreased by 1,528 million yen compared to the end of the previous fiscal year to 10,275 million yen.

The balance of current liabilities decreased by 1,170 million yen compared to the end of the previous fiscal year to 5,916 million yen. This was mainly due to a 742 million yen decrease in accounts payable - trade and a 213 million yen decrease in income taxes payable, despite a 180 million yen increase in short-term borrowings.

The balance of non-current liabilities decreased by 358 million yen compared to the end of the previous fiscal year to 4,359 million yen. This was mainly due to decreases of 70 million yen in bonds payable and 151 million yen in long-term borrowings.

The balance of net assets decreased by 79 million yen compared to the end of the previous fiscal year to 9,967 million yen. This was mainly due to a decrease of 77 million yen in retained earnings attributable to dividend payments of 355 million yen, despite the posting of 278 million yen in profit attributable to owners of parent.

As a result, the equity-to-asset ratio as of March 31, 2026 increased by 3.2 percentage points compared to the end of the previous fiscal year to 49.2%.

(3) Explanation for the forecast of consolidated financial results and other future information

There is no change in the consolidated financial results forecast from the figures announced in the "Consolidated Financial Results for the Fiscal Year Ended December 31, 2025" on February 13, 2026.

The said forecasts are based on judgments and assumptions based on information currently available to the Company, and actual results may differ from the forecast due to various factors.

2. Consolidated Financial Statements and Notes

(1) Quarterly consolidated balance sheet

(Unit: Millions of yen)

	Previous fiscal year (December 31, 2025)	Three months ended March 31, 2026 (March 31, 2026)
Assets		
Current assets		
Cash and deposits	3,507	2,130
Notes and accounts receivable - trade	4,072	3,673
Merchandise and finished goods	1,107	1,124
Work in process	50	61
Raw materials and supplies	1,415	1,887
Other	406	296
Allowance for doubtful accounts	(0)	-
Total current assets	10,559	9,173
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	4,153	4,075
Machinery, equipment and vehicles, net	488	469
Leased assets, net	1,018	942
Land	3,700	3,691
Other, net	332	316
Total property, plant and equipment	9,693	9,495
Intangible assets	161	147
Investments and other assets		
Investment property, net	852	861
Other	582	564
Allowance for doubtful accounts	(0)	(0)
Total investments and other assets	1,435	1,426
Total non-current assets	11,291	11,069
Total assets	21,850	20,243

(Unit: Millions of yen)

	Previous fiscal year (December 31, 2025)	Three months ended March 31, 2026 (March 31, 2026)
Liabilities		
Current liabilities		
Accounts payable - trade	3,493	2,751
Short-term borrowings	170	350
Current portion of bonds payable	140	140
Current portion of long-term borrowings	566	576
Income taxes payable	374	160
Provision for bonuses	-	95
Other	2,342	1,842
Total current liabilities	7,086	5,916
Non-current liabilities		
Bonds payable	650	580
Long-term borrowings	1,532	1,381
Asset retirement obligations	277	277
Retirement benefit liability	75	73
Provision for retirement benefits for directors (and other officers)	47	47
Other	2,134	1,999
Total non-current liabilities	4,717	4,359
Total liabilities	11,804	10,275
Net assets		
Shareholders' equity		
Share capital	1,048	1,048
Capital surplus	948	948
Retained earnings	7,986	7,908
Treasury shares	(0)	(0)
Total shareholders' equity	9,982	9,904
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	15	15
Deferred gains or losses on hedges	7	5
Foreign currency translation adjustment	41	41
Total accumulated other comprehensive income	64	62
Share acquisition rights	0	0
Total net assets	10,046	9,967
Total liabilities and net assets	21,850	20,243

(2) Quarterly consolidated statement of income and quarterly consolidated statement of comprehensive income
(Quarterly consolidated statement of income)

(Unit: Millions of yen)

	Three months ended March 31, 2025 (January 1, 2025 to March 31, 2025)	Three months ended March 31, 2026 (January 1, 2026 to March 31, 2026)
Net sales	8,561	8,968
Cost of sales	6,217	6,572
Gross profit	2,343	2,395
Selling, general and administrative expenses	1,727	1,987
Operating profit	616	408
Non-operating income		
Interest and dividend income	1	3
Gain on sale of goods	3	3
Rental income from buildings	0	10
Foreign exchange gains	2	0
Other	11	4
Total non-operating income	20	22
Non-operating expenses		
Interest expenses	10	13
Other	0	0
Total non-operating expenses	10	14
Ordinary profit	625	417
Extraordinary income		
Insurance claim income	10	0
Total extraordinary income	10	0
Extraordinary losses		
Loss on sale of non-current assets	1	-
Total extraordinary losses	1	-
Income before income taxes	634	417
Income taxes	210	139
Profit	424	278
Profit attributable to owners of parent	424	278

(Quarterly consolidated statement of comprehensive income)

(Unit: Millions of yen)

	Three months ended March 31, 2025 (January 1, 2025 to March 31, 2025)	Three months ended March 31, 2026 (January 1, 2026 to March 31, 2026)
Profit	424	278
Other comprehensive income		
Valuation difference on available-for-sale securities	(3)	0
Deferred gains or losses on hedges	(0)	(2)
Foreign currency translation adjustment	(7)	0
Total other comprehensive income	(12)	(1)
Comprehensive income	412	276
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	412	276

(3) Notes to quarterly consolidated financial statements

(Notes on assumption about going concern)

Not applicable.

(Notes on significant changes in scope of consolidation)

As of January 1, 2026, the Company's consolidated subsidiaries Hamashin Corporation and Tobei Corporation were excluded from the scope of consolidation following their absorption-type merger into Ajino-Hamato Co., Ltd., another consolidated subsidiary of the Company, which became the surviving company.

As of January 1, 2026, the Company's consolidated subsidiary STI Delica, Inc. was excluded from the scope of consolidation following its absorption-type merger into STI Foods, Inc., another consolidated subsidiary of the Company, which became the surviving company.

(Notes on significant changes in shareholders' equity)

Not applicable.

(Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements)

(Calculation of tax expenses)

Tax expenses are calculated by reasonably estimating the effective tax rate after the application of tax effect accounting to income before income taxes for the fiscal year under review, including the three months ended March 31, 2026, and multiplying income before income taxes by the estimated effective tax rate.

(Notes on business combinations)

(Transactions under common control, etc.)

Merger by absorption between consolidated subsidiaries

On January 1, 2026, the Company implemented a merger by absorption, with the Company's consolidated subsidiary Ajino-Hamato Co., Ltd. as the surviving company, and Hamashin Corporation and Tobei Corporation, also its consolidated subsidiaries, as the absorbed companies.

(1) Overview of transaction

(i) Name and business activities of the companies involved in the business combination

Name of surviving company: Ajino-Hamato Co., Ltd.

Business activities: Processed seafood manufacturing business, retail sales business, restaurant business

Name of absorbed company: Hamashin Corporation

Business activities: Real estate management business

Name of absorbed company: Tobei Corporation

Business activities: Processed seafood manufacturing business

(ii) Date of business combination

January 1, 2026

(iii) Legal form of business combination

Merger by absorption, with Ajino-Hamato Co., Ltd. as the surviving company and Hamashin Corporation and Tobei Corporation as the absorbed companies

(iv) Name of the company after the combination

Ajino-Hamato Co., Ltd.

(v) Other matters concerning the overview of the transaction

The purpose of this merger is to integrate previously dispersed functions to enable faster decision-making and flexible business operations, and achieve sustainable growth.

(2) Overview of accounting treatment implemented

Accounting treatment was applied as a transaction under common control in accordance with the Accounting Standard for Business Combinations (ASBJ Statement No. 21, January 16, 2019) and the Implementation Guidance on Accounting Standard for Business Combinations and Accounting Standard for Business Divestitures (ASBJ Guidance No. 10, November 1, 2024).

Merger by absorption between consolidated subsidiaries

On January 1, 2026, the Company implemented a merger by absorption, with the Company's consolidated subsidiary STI Foods, Inc. as the surviving company and STI Delica, Inc., also its consolidated subsidiary, as the absorbed company.

(1) Overview of transaction

(i) Name and business activities of the companies involved in the business combination

Name of surviving company: STI Foods, Inc.

Business activities: Processed seafood manufacturing business

Name of absorbed company: STI Delica, Inc.

Business activities: Processed seafood manufacturing business

(ii) Date of business combination

January 1, 2026

(iii) Legal form of business combination

Merger by absorption, with STI Foods, Inc. as the surviving company and STI Delica, Inc. as the absorbed company

(iv) Name of the company after the combination

STI Foods, Inc.

(v) Other matters concerning the overview of the transaction

The purpose of this merger is to optimize management resources, stabilize business operations, reduce redundant tasks and management costs, strengthen the organizational structure for manufacturing and management, and improve quality.

(2) Overview of accounting treatment implemented

Accounting treatment was applied as a transaction under common control in accordance with the Accounting Standard for Business Combinations (ASBJ Statement No. 21, January 16, 2019) and the Implementation Guidance on Accounting Standard for Business Combinations and Accounting Standard for Business Divestitures (ASBJ Guidance No. 10, November 1, 2024).

(Additional information)

(Change to display methods)

(Change to the amount display unit)

The amounts of items and other matters presented in the Company's financial statements were previously stated in units of thousands of yen, but have been changed to being stated in units of millions of yen effective from the three months ended March 31, 2026. For ease of comparison, amounts for the three months ended March 31, 2025 have also been restated in millions of yen.

(Notes on segment information)

[Segment information]

I Three months ended March 31, 2025 (from January 1, 2025 to March 31, 2025)

The group had a single segment, the food manufacturing and sales business. Therefore, segment information is omitted.

II Three months ended March 31, 2026 (from January 1, 2026 to March 31, 2026)

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

(Unit: Millions of yen)

	Food manufacturing and sales business	Retail business	Total	Adjustments (Notes) 1	Amount recorded on the consolidated financial statements (Notes) 2
Net sales					
Goods to be transferred at one point in time	8,311	657	8,968	-	8,968
Revenue from contracts with customers	8,311	657	8,968	-	8,968
Net sales to external customers	8,311	657	8,968	-	8,968
Intersegment net sales and transfers	9	0	9	(9)	-
Total	8,320	657	8,977	(9)	8,968
Segment profit (loss)	668	(3)	664	(255)	408

Notes: 1. Adjustments to segment profit include corporate expenses of 255 million yen that are not allocated to reportable segments. Corporate expenses are mainly general and administrative expenses that do not belong to the reportable segments.

2. Segment profit is adjusted to operating profit in the quarterly consolidated statement of income.

2. Matters related to changes in reportable segments, etc.

(Change to measurement method of reportable segment profit or loss)

Segment profit has been changed from ordinary profit to operating profit from the three months ended March 31, 2026. This is so that results by reportable segment are evaluated and managed more appropriately.

(Change to classification of reportable segments)

The Group reviewed the method of classifying business segments following the April 2025 acquisition of shares of three companies, including Ajino-Hamato Co., Ltd., and changed its reportable segments to two segments: the food manufacturing and sales business and the retail business.

(Revenue recognition)

Information on the breakdown of revenue from contracts with customers is presented in “Notes (Notes on segment information).”

(Notes on quarterly consolidated statement of cash flows)

Quarterly consolidated statement of cash flows for the three months ended March 31, 2026 has not been prepared.

Depreciation (including amortization for intangible assets) for the three months ended March 31, 2026 are as follows.

	Three months ended March 31, 2025 (January 1, 2025 to March 31, 2025)	Three months ended March 31, 2026 (January 1, 2026 to March 31, 2026)
Depreciation	¥241 million	¥249 million

Mid-period review report for quarterly consolidated financial statements by the independent auditor

May 14, 2026

To the Board of Directors, STI Foods Holdings, Inc.

Tokyo Office, Gyosei & Co.

Designated Partner Managing Partner	Certified Public Accountant	Makoto Iwabuchi
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Designated Partner Managing Partner	Certified Public Accountant	Naoko Shiokawa
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Auditors' conclusion

We have conducted a mid-period review of the quarterly consolidated financial statements in the "Attached Materials" for the first quarter of the fiscal year ending December 31, 2026 (January 1, 2026 to March 31, 2026) and the three months ended March 31, 2026 (January 1, 2026 to March 31, 2026) of STI Foods Holdings, Inc. The reviewed documents were the quarterly consolidated balance sheet, the quarterly consolidated statement of income, the quarterly consolidated statement of comprehensive income and related notes.

During our review, we did not find any matters in all material aspects that would cause us to believe that the above quarterly consolidated financial statements have not been prepared in accordance with the accounting standards (however, the omission of the description prescribing Article 4, Paragraph 2 of the standards for preparation of quarterly financial statements, etc., is applied) concerning quarterly financial statements that are generally accepted in Japan and Article 4, Paragraph 1 of the standards for preparation of quarterly financial statements, etc., of Tokyo Stock Exchange, Inc.

Basis of auditors' conclusion

We conducted the mid-period review in accordance with the mid-period review standards that are generally accepted in Japan. Our responsibilities in the mid-period review standards are described in the section entitled "Auditor's responsibilities for the mid-period review of the quarterly consolidated financial statements." In accordance with Japan's regulations on professional ethics (including regulations applicable to auditing of financial statements of business entities with substantial societal impact), we are independent of the Company and its consolidated subsidiaries, and are also committed to other ethical responsibilities as an auditor. We have determined that we have obtained the evidence that supports our conclusion statement.

Responsibilities of management, the Corporate Auditors and the Board of Corporate Auditors concerning the quarterly consolidated financial statements

Management is responsible for the preparation of quarterly consolidated financial statements in accordance with the accounting standards (however, the omission of the description prescribing Article 4, Paragraph 2 of the standards for preparation of quarterly financial statements, etc., is applied) concerning quarterly financial statements that are generally accepted in Japan and Article 4, Paragraph 1 of the standards for preparation of quarterly financial statements, etc., of Tokyo Stock Exchange, Inc. This responsibility includes the establishment and operation of internal control that management deems necessary to prepare quarterly consolidated financial statements with no material misstatements due to fraud or error.

When preparing quarterly consolidated financial statements, management assesses whether it is appropriate to prepare quarterly consolidated financial statements based on going concern assumptions, and if it is necessary to disclose matters relating to going concern based on accounting standards (however, the omission of the description prescribing Article 4, Paragraph 2 of the standards for preparation of quarterly financial statements, etc., is applied) concerning quarterly financial statements that are generally accepted in Japan and Article 4, Paragraph 1 of the standards for preparation of quarterly financial statements, etc., of Tokyo Stock Exchange, Inc., then management is responsible for disclosing such matters.

The Corporate Auditors and the Board of Corporate Auditors are responsible for monitoring the execution of duties by Directors in the establishment and operation of the financial reporting process.

Auditor's responsibilities for the mid-period review of the quarterly consolidated financial statements

Auditors are responsible for expressing conclusions concerning quarterly consolidated financial statements from an independent standpoint in the mid-period review report based on the mid-period review conducted by the auditors.

In accordance with the mid-period review standards that are generally accepted in Japan, the auditors make professional expert decisions throughout the mid-period review process, and perform the following duties while maintaining professional skepticism.

- Primarily interview management and people who are responsible for matters relating to financial and accounting duties, conduct analysis procedures, and perform other mid-period review procedures. Mid-period review procedures are limited procedures compared to auditing annual financial statements conducted in accordance with auditing standards that are generally accepted in Japan.
- When it has been determined that significant uncertainty is recognized regarding events or circumstances that cause significant doubt for matters on going concern assumptions, based on the obtained evidence, draw a conclusion whether any matters were found that would cause us to believe that the quarterly consolidated financial statements had not been prepared in accordance with the accounting standards (however, the omission of the description prescribing Article 4, Paragraph 2 of the standards for preparation of quarterly financial statements, etc., is applied) concerning quarterly financial statements that are generally accepted in Japan and Article 4, Paragraph 1 of the standards for preparation of quarterly financial statements, etc., of Tokyo Stock Exchange, Inc. Furthermore, when significant uncertainty is recognized relating to going concern assumptions, it is necessary to call attention to the notes of the quarterly consolidated financial statements in the mid-period review report as well as express a limited or negative conclusion for the quarterly consolidated financial statements if the notes of the quarterly consolidated financial statements relating to significant uncertainty are inadequate. The auditors' conclusions are based on evidence obtained by the date of the mid-period review report. However, future events or circumstances may result in the Company not being able to continue its business as a going concern.
- Assess whether any matters were found that would cause us to believe that the presentation and notes of the quarterly consolidated financial statements had not been prepared in accordance with the accounting standards (however, the omission of the description prescribing Article 4, Paragraph 2 of the standards for preparation of quarterly financial statements, etc., is applied) concerning quarterly financial statements that are generally accepted in Japan and Article 4, Paragraph 1 of the standards for preparation of quarterly financial statements, etc., of the Tokyo Stock Exchange, Inc.
- Obtain evidence relating to the financial information of the Company and consolidated subsidiaries to express conclusions about the quarterly consolidated financial statements. Auditors are responsible for the direction, supervision, and review of the quarterly consolidated financial statements for the mid-period review. Auditors are solely responsible for the auditors' conclusions.

Auditors report the scope of the planned mid-period review, its implementation period, and any key findings discovered during the mid-period review to the Corporate Auditors and the Board of Corporate Auditors.

Auditors report any details to the Corporate Auditors and the Board of Corporate Auditors about compliance with regulations relating to professional ethics in Japan concerning independence, matters considered to reasonably affect auditor independence, and when measures are taken to eliminate disincentives or when applying safeguards to reduce disincentives to acceptable levels.

Interest to be disclosed

There are no interests required to be disclosed under the Certified Public Accountants Act between the Company and its consolidated subsidiaries and the audit corporation or its Managing Partners.

End

Notes: 1. The original copy of the above mid-period review report shall be stored separately by the Company.

2. XBRL data is not included in the mid-period review.