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[Cover]

[Submitted Documents]	Quarterly Report
[Grounds]	Article 24-4-7, Paragraph 1 of the Financial Instruments and Exchange Act
[Submitted to]	Director General, Fukuoka Regional Finance Bureau
[Date of submission]	August 12, 2022
[Quarterly accounting period]	The first quarter of the 23rd period (from April 1, 2022, to June 30, 2022)
[Company name]	OPTiM CORPORATION
[English company name]	OPTiM CORPORATION
[Name and title of representative]	President, Shunji Sugaya
[Location of the head office]	1 Honjo-machi, Saga City, Saga Prefecture (The above is the location of the head office for registration purposes, and the actual business is conducted at the nearest contact point.)
[Phone number]	0952-41-4277
[The name of the administrative contact person]	We do not have an administrative contact as we have no administrative department.
[The nearest contact point]	1-2-20 Kaigan, Minato-ku, Tokyo
[Phone number]	03-6435-8570
[The name of the administrative contact person]	Board Director of Administration, Akihiro Hayashi
[Place for public inspection]	Tokyo Stock Exchange, Inc. (2-1, Nihonbashi Kabuto-cho, Chuo-ku, Tokyo)

Section I. Corporate Information

1. Outline of the Company

1. Changes in Major Management Indicators, etc.

Term	For the first quarter of the 22nd period	For the first quarter of the 23rd period	For the 22nd period
Accounting period	From April 1, 2021, to June 30, 2021	From April 1, 2022, to June 30, 2022	From April 1, 2021, to March 31, 2022
Net sales (1,000 yen)	1,683,831	1,945,562	8,310,717
Ordinary profit (1,000 yen)	227,619	156,221	1,485,545
Profit attributable to owners of parent (1,000 yen)	135,993	68,430	943,561
Comprehensive income (1,000 yen)	136,207	68,571	896,574
Net assets (1,000 yen)	4,492,153	5,317,446	5,248,802
Total assets (1,000 yen)	5,719,052	6,875,671	7,387,477
Basic earnings per share (Yen)	2.47	1.24	17.14
Diluted earnings per share (Yen)	2.45	1.23	17.02
Capital adequacy ratio (%)	76.9	76.0	69.8

(Note) Since the Company prepares quarterly consolidated financial statements, trends in the major management indicators, etc., of the submitting company are not stated.

2. Details of Business

During the first quarter of the current fiscal year, there were no significant changes in the details of the businesses operated by the Group (the Company and its affiliated companies).

2. Status of Business

1. Business and Other Risks

During the first quarter of the current fiscal year, there were no new risks associated with the business, etc., or significant changes in the risks associated with the business, etc., described in the Annual Securities Report for the previous fiscal year.

There were no changes in major subsidiaries and affiliates.

2. Management's Analysis of Financial Position, Operating Results and Status of Cash Flows

The forward-looking statements in this document are based on judgments made as of the end of the first quarter of the current fiscal year.

(1) Status of financial condition and results of operations

(i) Results of operations

During the first three months of the consolidated fiscal year, the Japanese economy showed signs of recovery amid progress in measures against the spread of the novel coronavirus (hereinafter referred to as COVID-19) and the normalization of economic and social activities.

In this market environment, the Group has been engaged in business by promoting two types of DX (*1), classified as Corporate DX for digitalization to improve and streamline internal operations and Industrial DX for digitalization to create businesses using digital technology, and by continuing to make aggressive investments for growth to develop new markets.

First, with regard to the status of Corporate DX during the first three months of the current consolidated fiscal year, the number and types of PCs, smartphones, and other terminals to be managed have increased as more companies utilize teleworking for their operations in response to the spread of COVID-19. In line with this, the number of licenses for Optimal Biz, which manages and operates terminals used for business purposes, is steadily increasing.

For our AI-based contract management service OPTiM Contract, we have acquired Certification of Legal Requirements for Electronic Transaction Software (*2) from Japan Image and Information Management Association (JIIMA). By obtaining this certification, OPTiM Contract is certified as a service that can manage contracts and other national tax-related documents electronically in accordance with the revised Electronic Bookkeeping Law. In addition, IGUAZU Corporation became a new sales partner. In the future, we aim to expand sales of OPTiM Contract through approximately 600 IGUAZU partners nationwide.

Next, with regard to the status of Industrial DX in the first three months of the current consolidated fiscal year, OPTiM AI Camera Enterprise, a real-time AI image analysis service that can be used across industries, has been increasingly adopted and is being used in a wide variety of situations. New applications included an initiative to count the number of passengers using the Kyushu-Saga International Airport passenger building, operated and managed by Saga Airport Terminal Building Co., Ltd., and the use of the system as an anti-COVID-19 solution in the castle tower at Kumamoto Castle. Thus, the use of the OPTiM AI Camera Enterprise has been expanding for marketing applications related to facility operations and for preventing the spread of COVID-19.

In the construction field, the smartphone 3D surveying application OPTiM Geo Scan became the first LiDAR surveying application using a mobile terminal in Japan (*3) that complies with 3D measurement technology-based finished shape management guidelines (*4) revised by the Ministry of Land, Infrastructure, Transport and Tourism. This means that the survey meets a certain level of accuracy as stipulated by the government and OPTiM Geo Scan will be usable in finished shape surveying for public works projects, which will hopefully promote the further use of the system. In addition, we started providing OPTiM Geo Design, an application for creating graphic data, as a free option for OPTiM Geo Scan. OPTiM Geo Design specializes in the creation of graphic data that forms the basis of frequently used plans (*5), profiles (*6), and cross sections (*7) in the construction field, making it easy for on-site workers without drafting experience or knowledge to create graphic data. By introducing OPTiM Geo Scan, you can get support not only for 3D surveying, but also for surveying using OPTiM Geo Point, creating 2D drawings using OPTiM Geo Design and many other situations in the construction field.

Optimal Biz, OPTiM Geo Scan, OPTiM Contract, OPTiM AI Camera, and OPTiM AI Camera Enterprise were certified as IT tools eligible for subsidy under the IT Introduction Subsidy 2022 administered by the Ministry of Economy, Trade and Industry. Users can install these certified services at half the price at most, which will hopefully increase the number of licenses.

As a result of these efforts, consolidated operating results for the first three months of the current consolidated fiscal year were as follows: net sales of 1,945,562,000 yen (up 15.5% year-on-year), operating profit of 192,627,000 yen (down 19.8% year-

on-year), ordinary profit of 156,221,000 yen (down 31.4% year-on-year), and profit attributable to owners of parent of 68,430,000 yen (down 49.7% year-on-year).

On the other hand, there are signs of another spread of COVID-19, and it is currently unclear how much of an impact it will have on the Group, given the current uncertainties about its future impact on society and other factors. In the unlikely event that COVID-19 continues to spread further, the impact on the economy will be unknown and may affect the Group.

As for the Group's sales structure, sales are heavily weighted toward the second half of the fiscal year primarily due to the fact that stock-type license income is mainly generated through sales on a monthly billing basis and that the acceptance period for flow-type customized sales tends to be concentrated in the second half of the fiscal year.

- *1 DX: Digital transformation. The concept is that the penetration of IT will change people's lives for the better in all aspects, meaning that companies will use technology to fundamentally change the performance and scope of their business.
- *2 Certification of Legal Requirements for Electronic Transaction Software: A system where JIIMA checks whether commercial software and software services that store transaction information when national tax-related documents are prepared by computer and exchanged electronically meet the requirements of Article 7 of the revised Electronic Bookkeeping Law, and certifies those that are determined to meet the legal requirements.
- *3 As of April 8, 2022, based on our research. Surveying services and applications are targeted that combine the measurement functionality using mobile device-mounted LiDAR sensors with RTK-GNSS receivers, which are available for general sale.
- *4 3D measurement technology-based finished shape management guidelines: An index compiled by the Ministry of Land, Infrastructure, Transport and Tourism on matters required for surveying using 3D surveying technology in the civil engineering field.
- *5 Plan: A drawing of a structure as seen from a high-angle view.
- *6 Profile: A drawing showing the relationship between the height of each measuring point of a structure, viewed horizontally from the side by a vertical cross-section of the structure.
- *7 Cross sections: A drawing showing the configuration of a structure, viewed vertically from the side by a vertical cross-section of the structure.

(ii) Analysis of financial position

(Assets)

The balance of assets at the end of the first quarter of the current consolidated fiscal year was 6,875,671,000 yen, a decrease of 511,805,000 yen from the end of the previous consolidated fiscal year. This was mainly due to a decrease of 893,062,000 yen in notes and accounts receivable-trade, and contract assets, whereas there was an increase of 445,624,000 yen cash and deposits.

(Liabilities)

The balance of total liabilities at the end of the first quarter of the current consolidated fiscal year was 1,558,224,000 yen, a decrease of 580,449,000 yen from the end of the previous consolidated fiscal year. This was mainly due to decreases of 500,000,000 yen in short-term borrowings and 188,594,000 yen in notes and accounts payable-trade.

(Net assets)

The balance of net assets at the end of the first quarter of the current consolidated fiscal year was 5,317,446,000 yen, an increase of 68,644,000 yen from the end of the previous consolidated fiscal year. This was mainly due to an increase of 68,430,000 yen in retained earnings resulting from profit attributable to owners of parent.

(2) Management policy and strategy, etc.

During the first quarter of the current fiscal year, there were no significant changes to the management policies and strategies, etc., determined by the Group.

(3) Factual and financial issues to be addressed

During the first quarter of the current fiscal year, there were no significant changes to the issues that the Group must address.

(4) Research and development activities

The total amount of our Group's research and development expenses for the first quarter of the current fiscal year was 245,200,000 yen. Note that research and development expenses under selling, general and administrative expenses totaled 233,158,000 yen. This was due to the fact that contract income related to research and development was treated as a deduction from selling, general and administrative expenses.

There were no significant changes in the status of the Group's research and development activities during the first quarter of the current fiscal year.

(5) Factors that may have a significant impact on operating results

There were no significant changes in the major factors affecting the Group's operations during the first quarter of the current consolidated fiscal year.

(6) Analysis of sources of capital and liquidity of funds

(i) Demand for funds

The main demand for working capital in the Group's business activities is for labor and subcontracting costs for research and development investments.

(ii) Financial policy

Cash and cash equivalents at the end of the first quarter of the current fiscal year totaled 1,425,024,000 yen, or 20.7% of total assets.

The Group conducts research and development activities and capital investment mainly with funds generated from operating activities.

3. Important Contracts, etc., for Management Purposes

There was no decision or conclusion of any important contract for management, etc., during the first quarter of the current consolidated fiscal year.

3. Status of the Submitting Company

1. Status of Shares, etc.

(1) Total number of shares, etc.

(i) Total number of shares

Type	Total number of shares authorized (shares)
Common stock	195,712,000
Total	195,712,000

(ii) Number of issued shares

Type	Number of issued shares as of the end of the first quarter (shares) (As of June 30, 2022)	Number of issued shares as of the date of submission (shares) (As of August 12, 2022)	Name of listed financial instruments exchange or registered and licensed financial instruments business association	Details
Common stock	55,141,024	55,141,024	Tokyo Stock Exchange (Prime Market)	The number of shares per unit is 100 shares. This is the standard stock of the Company with full voting rights and no restrictions on the content of rights.
Total	55,141,024	55,141,024	—	—

(Note) Number of issued shares as of the date of submission does not include the number of shares issued upon exercise of stock acquisition rights from August 1, 2022, to the date of submission of this quarterly report.

(2) Status of stock acquisition rights, etc.

(i) Details of the stock option plan

Not applicable.

(ii) Status of other stock acquisition rights, etc.

Not applicable.

(3) Status of exercise of bonds with stock acquisition rights subject to exercise price revision, etc.

Not applicable.

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

Period	Increase or decrease in the number of issued shares (shares)	Balance of total number of issued shares (shares)	Increase or decrease in share capital (1,000 yen)	Balance of share capital (1,000 yen)	Increase or decrease in legal capital surplus (1,000 yen)	Balance of legal capital surplus (1,000 yen)
From April 1, 2022, to June 30, 2022 (Note)	1,504	55,141,024	36	444,054	36	408,554

(Note) The increase is due to the exercise of stock acquisition rights.

(5) Status of major shareholders

As the quarterly accounting period under review is the first quarter, there is nothing to report.

(6) Status of voting rights

The Status of Voting Rights as of the end of the first quarter of the current fiscal year is based on the shareholders' register as of the most recent record date (March 31, 2022), as the Company is unable to confirm the details of the shareholders' register thus is unable to provide the information.

(i) Number of issued shares

As of June 30, 2022

Classification	Number of shares (shares)	Number of voting rights	Details
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.)	(Shares owned by the Company) Common stock 89,300	–	–
Shares with full voting rights (Other)	Common stock 55,018,700	550,187	–
Shares less than a basic unit	Common stock 31,520	–	Shares less than one unit (100 shares)
Total number of issued shares	55,139,520	–	–
Total number of voting rights of shareholders	–	550,187	–

(ii) Treasury stock, etc.

As of June 30, 2022

Owner's name	Owner's address	The number of shares owned under the name of the Company (shares)	The number of shares owned under the name of other companies (shares)	Total number of shares owned (shares)	Ratio of the number of shares owned to the total number of issued shares (%)
(Shares owned by the Company) OPTiM CORPORATION	1 Honjo-machi, Saga City, Saga Prefecture	89,300	–	89,300	0.16
Total	–	89,300	–	89,300	0.16

2. Status of Officers

Not applicable.

4. Status of Accounting

1. Method of preparation of quarterly consolidated financial statements

The Company's quarterly consolidated financial statements are prepared in accordance with the Regulations Concerning Terminology, Forms and Preparation Methods of Quarterly Consolidated Financial Statements (Cabinet Office Ordinance No. 64, 2007).

2. Audit certification

The Company received a quarterly review of its quarterly consolidated financial statements for the first quarter (April 1, 2022 to June 30, 2022) and the first quarter cumulative period (April 1, 2022 to June 30, 2022) by Grant Thornton Taiyo LLC under the provisions of Article 193-2, paragraph 1 of the Financial Instruments and Exchange Act.

1 Quarterly Consolidated Financial Statements

(1) Quarterly Consolidated Balance Sheets

(1,000 yen)

	Fiscal year ended March 31, 2022 (As of March 31, 2022)	Three months ended June 30, 2022 (As of June 30, 2022)
Assets		
Current assets		
Cash and deposits	979,399	1,425,024
Notes and accounts receivable - trade, and contract assets	2,277,485	1,384,423
Inventories	94,002	78,144
Other	181,199	165,192
Total current assets	3,532,087	3,052,785
Non-current assets		
Property, plant and equipment	404,754	447,646
Intangible assets		
Software	1,537,909	1,711,016
Software in progress	112,437	109,512
Other	10,578	8,933
Total intangible assets	1,660,924	1,829,463
Investments and other assets		
Leasehold and guarantee deposits	560,888	345,403
Deferred tax assets	512,688	536,356
Other	716,133	664,016
Total investments and other assets	1,789,710	1,545,776
Total non-current assets	3,855,390	3,822,886
Total assets	7,387,477	6,875,671
Liabilities		
Current liabilities		
Notes and accounts payable - trade	599,575	410,981
Short-term borrowings	514,550	14,550
Income taxes payable	88,783	108,315
Provision for bonuses	140,957	205,811
Other provisions	23,552	27,056
Other	632,773	652,892
Total current liabilities	2,000,191	1,419,608
Non-current liabilities		
Asset retirement obligations	138,482	138,616
Total non-current liabilities	138,482	138,616
Total liabilities	2,138,674	1,558,224
Net assets		
Shareholders' equity		
Share capital	444,018	444,054
Capital surplus	728,150	728,186
Retained earnings	4,054,056	4,122,486
Treasury shares	(75,272)	(75,272)
Total shareholders' equity	5,150,952	5,219,455
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	6,184	6,184
Total accumulated other comprehensive income	6,184	6,184
Non-controlling interests	91,665	91,807
Total net assets	5,248,802	5,317,446
Total liabilities and net assets	7,387,477	6,875,671

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income

For the first quarter of the consolidated accounting period

(1,000 yen)

	For the three months ended June 30, 2021 (From April 1, 2021 to June 30, 2021)	For the three months ended June 30, 2022 (From April 1, 2022 to June 30, 2022)
Net sales	1,683,831	1,945,562
Cost of sales	737,314	990,068
Gross profit	946,516	955,493
Selling, general and administrative expenses	706,427	762,866
Operating profit	240,089	192,627
Non-operating income		
Foreign exchange gains	2	–
Subsidy income	269	3,062
Consumption tax gain	14,410	273
Miscellaneous income	833	5,342
Total non-operating income	15,516	8,678
Non-operating expenses		
Interest expenses	55	443
Foreign exchange losses	–	75
Share of loss of entities accounted for using equity method	27,832	43,679
Loss on investments in investment partnerships	78	840
Loss on retirement of non-current assets	–	0
Miscellaneous losses	20	44
Total non-operating expenses	27,986	45,084
Ordinary profit	227,619	156,221
Extraordinary losses		
Loss on valuation of investment securities	–	8,078
Total extraordinary losses	–	8,078
Profit before income taxes	227,619	148,142
Income taxes - current	65,514	88,848
Income taxes - deferred	25,897	(23,668)
Income taxes for prior periods	–	14,390
Total income taxes	91,411	79,570
Profit	136,207	68,571
Profit attributable to non-controlling interests	214	141
Profit attributable to owners of parent	135,993	68,430

Quarterly Consolidated Statements of Comprehensive Income

For the first quarter of the consolidated accounting period

(1,000 yen)

	For the three months ended June 30, 2021 (From April 1, 2021 to June 30, 2021)	For the three months ended June 30, 2022 (From April 1, 2022 to June 30, 2022)
Profit	136,207	68,571
Comprehensive income	136,207	68,571
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	135,993	68,430
Comprehensive income attributable to non-controlling interests	214	141

[Notes]

(Additional information)

(Accounting estimate for the impact of the spread of COVID-19)

During the first quarter of the current fiscal year, there were no significant changes from the Additional Information described in the Annual Securities Report for the previous fiscal year.

(Matters related to quarterly consolidated statements of cash flows)

Consolidated statements of cash flows for the first quarter of the current fiscal year have not been prepared. Depreciation and amortization (including amortization related to intangible assets excluding goodwill) and amortization of goodwill for the first quarter of the current fiscal year are as follows.

	For the three months ended June 30, 2021 (From April 1, 2021 to June 30, 2021)	For the three months ended June 30, 2022 (From April 1, 2022 to June 30, 2022)
Depreciation and amortization expenses	66,193,000 yen	163,016,000 yen
Amortization of goodwill	1,644,000 yen	1,644,000 yen

(Segment information, etc.)

[Segment information]

I For the three months ended June 30, 2021 (From April 1, 2021 to June 30, 2021)

Since the Group's only business is the license sales and maintenance support service (Optimal) business, this information is omitted.

II For the three months ended June 30, 2022 (From April 1, 2022 to June 30, 2022)

Since the Group's only business is the license sales and maintenance support service (Optimal) business, this information is omitted.

(Matters related to revenue recognition)

Disaggregated information on revenue from contracts with major customers is as follows.

For the three months ended June 30, 2021 (From April 1, 2021 to June 30, 2021)

(1,000 yen)

	Amount
Stock-type income	1,389,920
Flow-type income	293,910
Revenue from contracts with customers	1,683,831
Other revenue	-
Sales from external customers	1,683,831

For the three months ended June 30, 2022 (From April 1, 2022 to June 30, 2022)

(1,000 yen)

	Amount
Stock-type income	1,540,265
Flow-type income	405,296
Revenue from contracts with customers	1,945,562
Other revenue	-
Sales from external customers	1,945,562

(Per share information)

Basic earnings per share and the basis for its calculation, as well as diluted earnings per share and the basis for its calculation, are as follows.

Item	For the three months ended June 30, 2021 (From April 1, 2021 to June 30, 2021)	For the three months ended June 30, 2022 (From April 1, 2022 to June 30, 2022)
(1) Basic earnings per share	2.47 yen	1.24 yen
(Basis for calculation)		
Profit attributable to owners of parent (1,000 yen)	135,993	68,430
Amount not attributable to common shareholders (1,000 yen)	–	–
Net income attributable to owners of the parent related to common stock (1,000 yen)	135,993	68,430
Average number of shares of common stock during the period (shares)	55,040,199	55,051,241
(2) Diluted earnings per share	2.45 yen	1.23 yen
(Basis for calculation)		
Adjustment to profit attributable to owners of parent (1,000 yen)	–	–
Increase in the number of common stocks (shares)	403,715	377,221
Summary of dilutive shares not included in the calculation of diluted earnings per share due to the absence of dilutive effects, but with significant changes on the end of the previous fiscal year	–	–

(Significant subsequent events)

Not applicable.

2. Other

Not applicable.

Section II. Information on the Guarantee Company, etc., of the Submitting Company

Not applicable.

Independent Auditor's Quarterly Review Report

August 12, 2022

To the Board of Directors of OPTiM CORPORATION

Grant Thornton Taiyo LLC

Tokyo Office

Designated Limited Liability Partner Corporate Executive Partner	Certified Public Accountant	Youichi Honma	Seal
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Designated Limited Liability Partner Corporate Executive Partner	Certified Public Accountant	Motoki Ishikawa	Seal
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Auditor's conclusion

We have conducted a quarterly review of the quarterly consolidated financial statements; namely, the quarterly consolidated balance sheet, quarterly consolidated statement of income, quarterly consolidated statement of comprehensive income and notes for the first quarter (from April 1, 2022 to June 30, 2022) and the cumulative first quarter (from April 1, 2022 to June 30, 2022) of the consolidated fiscal year from April 1, 2022, to March 31, 2023 of OPTiM CORPORATION, which are included in the section of Status of Accounting in accordance with the provisions of Article 193-2, paragraph 1 of the Financial Instruments and Exchange Act.

In the quarterly review conducted by our firm, we did not find anything in all material respects to cause us to believe that the above quarterly consolidated financial statements do not present fairly, in conformity with accounting principles for quarterly consolidated financial statements generally accepted in Japan, the financial position of OPTiM CORPORATION and its consolidated subsidiaries as of June 30, 2022, and the results of their operations for the first quarter ended June 30, 2022.

Basis for the auditor's conclusion

We have conducted our quarterly review in accordance with the quarterly review standards generally accepted in Japan. In the quarterly review standards, our responsibility is stated in the section of Responsibility of the Auditor in Quarterly Review of Quarterly Consolidated Financial Statement. We are independent of the Company and its consolidated subsidiaries in accordance with the rules of professional ethics in Japan, and we have fulfilled our other ethical responsibilities as auditors. We believe that we have obtained the evidence that forms the basis for our conclusions.

Responsibility of management, Corporate Auditors, and Board of Corporate Auditors for quarterly consolidated financial statements

The Company's management is responsible for the preparation and fair presentation of the quarterly consolidated financial statements in accordance with the standards for the preparation of quarterly consolidated financial statements generally accepted in Japan. This includes the establishment and operation of internal control deemed necessary by management to prepare and properly present quarterly consolidated financial statements that are free from material misstatement, either due to fraud or error.

In preparing the quarterly consolidated financial statements, management evaluates whether it is appropriate to prepare quarterly consolidated financial statements based on the premise of going concern, and if it is necessary to disclose matters concerning going concern in accordance with the standards for preparing quarterly consolidated financial statements generally accepted in Japan, management is responsible for disclosing such matters.

The responsibility of the Corporate Auditors and the Board of Corporate Auditors is to monitor the execution of duties by the Directors in the preparation and operation of the financial reporting process.

Auditor's responsibility for the quarterly review of the quarterly consolidated financial statements

The auditor's responsibility is to express a conclusion on the quarterly consolidated financial statements based on the quarterly review conducted by the auditor from an independent position in the quarterly review report.

Throughout the course of the quarterly review, the auditor will exercise professional judgment in accordance with quarterly review standards generally accepted in Japan and will conduct the following with professional skepticism.

- Conduct quarterly review procedures, including questioning, analytical procedures, and other procedures primarily with respect to management and persons responsible for financial and accounting matters. Quarterly review procedures are limited procedures compared to an audit of annual financial statements performed in accordance with auditing standards generally accepted in Japan.
- In the event that the auditor determines that there is a material uncertainty regarding events or circumstances that may cast significant doubt on the Company's ability to continue as a going concern, the auditor concludes, based on the evidence available, that there is no matter that causes the auditor to believe that the quarterly consolidated financial statements do not present fairly, in conformity with preparation standards for quarterly consolidated financial statements generally accepted in Japan. In addition, if a material uncertainty regarding the premise of a going concern is recognized, the quarterly review report should draw readers' attention to the notes to the quarterly consolidated financial statements, or if the notes to the quarterly consolidated financial statements regarding the material uncertainty are not appropriate, a limited conclusion or a negative conclusion on the quarterly consolidated financial statements should be expressed. Although the auditor's conclusions are based on evidence obtained up to the date of the quarterly review report, it is possible that future events or circumstances may make it impossible for the entity to continue as a going concern.
- Evaluate whether there is anything that causes us to believe that the presentation of the quarterly consolidated financial statements and the notes thereto do not conform to the standards for the preparation of quarterly consolidated financial statements generally accepted in Japan, and whether there is anything that causes us to believe that the quarterly consolidated financial statements, their presentation, their composition, and their contents, including the related notes thereto, do not present fairly the underlying transactions and accounting events.
- Obtain evidence concerning the financial information of the Company and its consolidated subsidiaries in order 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 shall be solely responsible for the auditor's conclusions.

The auditor shall report to the Corporate Auditors and the Board of Corporate Auditors on the scope of the planned quarterly review, the timing of the review, and any significant findings of the quarterly review.

The auditor shall report to the Corporate Auditors and the Board of Corporate Auditors on the auditor's compliance with the provisions of professional ethics in Japan regarding independence, on matters that may reasonably be considered to affect the auditor's independence, and on safeguards, if any, taken to remove or reduce disincentives.

Conflicts of interest

There are no interests between the Company or its consolidated subsidiaries and our audit firm or its executive partners that should be disclosed pursuant to the provisions of the Certified Public Accountants Law.

End

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- (Note) 1. The above is an electronic version of the matters stated in the original quarterly review report, the original of which is kept separately by the Company (the company submitting the quarterly report).
2. XBRL data is not included in the scope of this quarterly review.

