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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 14, 2023
[Quarterly accounting period]	The first quarter of the 24th period (from April 1, 2023, to June 30, 2023)
[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 23rd period	For the first quarter of the 24th period	For the 23rd period
Accounting period		From April 1, 2022, to June 30, 2022	From April 1, 2023, to June 30, 2023	From April 1, 2022, to March 31, 2023
Net sales	(1,000 yen)	1,945,562	2,020,497	9,277,336
Ordinary profit	(1,000 yen)	156,221	262,091	1,634,990
Profit attributable to owners of parent	(1,000 yen)	68,430	148,973	962,761
Comprehensive income	(1,000 yen)	68,571	148,994	940,421
Net assets	(1,000 yen)	5,317,446	6,347,035	6,189,309
Total assets	(1,000 yen)	6,875,671	8,430,995	8,219,451
Basic earnings per share	(Yen)	1.24	2.71	17.49
Diluted earnings per share	(Yen)	1.23	2.69	17.37
Capital adequacy ratio	(%)	76.0	74.2	74.2

(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).

There were no changes in major subsidiaries and affiliates.

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.

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 quarter of the current consolidated fiscal year, the Group continued to focus on expanding license sales from the previous consolidated fiscal year. Specifically, based on license sales of Mobile Management Services centering on Optimal Biz, we are continuing investment in research and development to make progress with license sales of X-Tech (Cross Tech) Service, an industry- and business-specialized service, as new sales. Below are specific explanations of the progress made by the Group during the first quarter of the current fiscal year.

First, regarding Mobile Management Services. The market share for Optimal Biz, the core service, sees continued steady increase in the number of licenses in addition to the existing market share it has built up so far, in line with the expansion and growth of the market.

Next, we would like to explain the status of X-Tech Services by service.

First, regarding OPTiM AI Camera of video management DX (*1). The congestion visualization function, which is an anonymized display of congestion conditions, of OPTiM AI Camera has been provided on Fukuoka Support, the official portal site of Fukuoka City, and Welcamera Net, which is a system for displaying the number of people waiting at the counter in Fukuoka City. OPTiM AI Camera visualizes the congestion conditions of waiting rooms in each ward office in real time, and displays it on the Fukuoka City portal site and the waiting number display system. In addition, the images displayed are anonymized so that individuals cannot be identified, and the individuals are displayed in a privacy-conscious manner. This will contribute to the alleviation of congestion and the creation of safe and secure facilities. We hope that this will become the foundation for the spread of OPTiM AI Camera in local governments in the future.

Regarding Agritech, we exhibited a booth jointly with NTT e-Drone Technology at the G7 Agriculture Ministers' Meeting in Miyazaki held from April 22 to 23, and demonstrated field analysis using Pinpoint Pesticide Spraying Technology and Agri Field Manager as examples of smart agricultural technologies, as well as automated flying drones. In addition, OPTiM FARM Corporation was established with the aim of realizing the sustainable development of Japanese agriculture. Through OPTiM FARM Corporation, the Group will further promote research and development in agricultural DX starting from its own farms in Tochigi and Ibaraki Prefectures.

In terms of digital construction, we launched OPTiM Geo Scan Advance, which enables easy, high-precision, long-distance 3D surveying on smartphones for the smartphone 3D surveying application OPTiM Geo Scan. OPTiM Geo Scan Advance is a service for OPTiM Geo Scan that enables anyone to easily perform long-distance surveying, which was previously difficult, by attaching dedicated hardware equipped with an external LiDAR (*2) sensor for long-range scanning on a smartphone. As the usage of OPTiM Geo Scan continues to expand, we can expect a further increase in licenses.

For Office DX, OPTiM denshichobohozon, a service related to the AI contract management service OPTiM Contract, now supports AI analysis of eligible invoice issuer registration numbers (invoice registration numbers) for the invoice system to be introduced on October 1, 2023. As a result, the invoice registration number written on invoices and other documents can be automatically converted into data. In addition, the validity of the invoice registration number entered by AI can be automatically confirmed through the Web-API (*3) provided by the National Tax Agency, which is expected to further increase the number of licenses in preparation for the launch of the invoice system in the future.

Furthermore, Optimal Biz of Mobile Management Services, OPTiM Geo Scan of X-Tech Services, OPTiM Contract, OPTiM AI Camera, OPTiM AI Camera Enterprise, OPTiM Asset, and Optimal Remote of Other Services were certified as IT tools eligible for subsidy under the IT Introduction Subsidy 2023 administered by the Ministry of Economy, Trade and Industry. Companies that install these services can install them for up to half price, so we believe this will be a tailwind to increase license sales for each applicable service.

As a result, consolidated operating results for the first three months of the current consolidated fiscal year were as follows: net sales of 2,020,497,000 yen (up 3.9% year-on-year), operating profit of 312,789,000 yen (up 62.4% year-on-year), ordinary profit of 262,091,000 yen (up 67.8% year-on-year), and profit attributable to owners of parent of 148,973,000 yen (up 117.7% year-on-year).

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 LiDAR: Abbreviation for Light Detection and Ranging. This is a type of sensor technology that uses laser beams to accurately detect the distance to an object, its position, and shape.
- *3 Web-API: An API for exchanging information via the Internet. An API is a point of contact for linking different software and programs.

(ii) Analysis of financial position

(Assets)

The balance of assets at the end of the first quarter of the current consolidated fiscal year was 8,430,995,000 yen, an increase of 211,544,000 yen from the end of the previous consolidated fiscal year. This was mainly due to a decrease of 838,962,000 yen in notes and accounts receivable-trade and contract assets, and a decrease of 193,957,000 yen in software in progress, whereas there was an increase of 831,388,000 yen in cash and deposits, and an increase of 394,698,000 yen in software.

(Liabilities)

The balance of total liabilities at the end of the first quarter of the current consolidated fiscal year was 2,083,959,000 yen, an increase of 53,817,000 yen from the end of the previous consolidated fiscal year. This was mainly due to an increase of 368,652,000 yen in other current liabilities and a decrease of 240,991,000 yen in income taxes payable.

(Net assets)

The balance of net assets at the end of the first quarter of the current consolidated fiscal year was 6,347,035,000 yen, an increase of 157,726,000 yen from the end of the previous consolidated fiscal year. This was mainly due to an increase of 148,973,000 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 175,610,000 yen. Note that research and development expenses under selling, general and administrative expenses totaled 174,943,000 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 operating results 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 2,272,249,000 yen, or 27.0% 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, 2023)	Number of issued shares as of the date of submission (shares) (As of August 14, 2023)	Name of listed financial instruments exchange or registered and licensed financial instruments business association	Details
Common stock	55,146,784	55,148,480	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	55,146,784	55,148,480	—	—

(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, 2023, 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, 2023, to June 30, 2023 (Note) 1	2,816	55,146,784	67	444,193	67	408,693

(Note) 1. The increase is due to the exercise of stock acquisition rights.

2. During the period from July 1, 2023, to July 31, 2023, the total number of issued shares increased by 1,696 shares, and share capital and legal capital surplus both increased by 40,000 yen 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, 2023), 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, 2023

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 94,200	–	–
Shares with full voting rights (Other)	Common stock 55,019,300	550,193	–
Shares less than a basic unit	Common stock 30,468	–	Shares less than one unit (100 shares)
Total number of issued shares	55,143,968	–	–
Total number of voting rights of shareholders	–	550,193	–

(ii) Treasury stock, etc.

As of June 30, 2023

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	94,200	–	94,200	0.17
Total	–	94,200	–	94,200	0.17

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, 2023 to June 30, 2023) and the first quarter cumulative period (April 1, 2023 to June 30, 2023) 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, 2023 (As of March 31, 2023)	Three months ended June 30, 2023 (As of June 30, 2023)
Assets		
Current assets		
Cash and deposits	1,440,860	2,272,249
Notes and accounts receivable - trade, and contract assets	2,101,357	1,262,394
Inventories	59,545	122,932
Other	147,182	181,760
Total current assets	3,748,945	3,839,336
Non-current assets		
Property, plant and equipment	456,839	444,185
Intangible assets		
Software	2,065,391	2,460,090
Software in progress	344,131	150,173
Other	161	161
Total intangible assets	2,409,684	2,610,425
Investments and other assets		
Leasehold and guarantee deposits	346,294	346,503
Deferred tax assets	399,649	368,448
Other	858,037	822,095
Total investments and other assets	1,603,981	1,537,047
Total non-current assets	4,470,505	4,591,659
Total assets	8,219,451	8,430,995
Liabilities		
Current liabilities		
Notes and accounts payable - trade	512,385	366,359
Short-term borrowings	314,550	314,550
Income taxes payable	335,286	94,295
Provision for bonuses	210,712	277,328
Other provisions	31,775	37,207
Other	486,413	855,065
Total current liabilities	1,891,122	1,944,806
Non-current liabilities		
Asset retirement obligations	139,018	139,153
Total non-current liabilities	139,018	139,153
Total liabilities	2,030,141	2,083,959
Net assets		
Shareholders' equity		
Share capital	444,125	444,193
Capital surplus	728,256	728,324
Retained earnings	5,016,817	5,165,791
Treasury shares	(75,401)	(75,454)
Total shareholders' equity	6,113,799	6,262,854
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	(16,365)	(7,715)
Total accumulated other comprehensive income	(16,365)	(7,715)
Non-controlling interests	91,876	91,896
Total net assets	6,189,309	6,347,035
Total liabilities and net assets	8,219,451	8,430,995

(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, 2022 (From April 1, 2022 to June 30, 2022)	For the three months ended June 30, 2023 (From April 1, 2023 to June 30, 2023)
Net sales	1,945,562	2,020,497
Cost of sales	990,068	944,796
Gross profit	955,493	1,075,700
Selling, general and administrative expenses	762,866	762,911
Operating profit	192,627	312,789
Non-operating income		
Interest income	–	0
Subsidy income	3,062	790
Other	5,615	1,104
Total non-operating income	8,678	1,894
Non-operating expenses		
Interest expenses	443	314
Share of loss of entities accounted for using equity method	43,679	48,152
Other	961	4,125
Total non-operating expenses	45,084	52,592
Ordinary profit	156,221	262,091
Extraordinary losses		
Loss on valuation of investment securities	8,078	–
Total extraordinary losses	8,078	–
Profit before income taxes	148,142	262,091
Income taxes - current	88,848	85,714
Income taxes - deferred	(23,668)	27,382
Income taxes for prior periods	14,390	–
Total income taxes	79,570	113,097
Profit	68,571	148,994
Profit attributable to non-controlling interests	141	20
Profit attributable to owners of parent	68,430	148,973

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, 2022 (From April 1, 2022 to June 30, 2022)	For the three months ended June 30, 2023 (From April 1, 2023 to June 30, 2023)
Profit	68,571	148,994
Comprehensive income	68,571	148,994
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	68,430	148,973
Comprehensive income attributable to non-controlling interests	141	20

[Notes]

(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) for the first quarter of the current fiscal year are as follows.

	For the three months ended June 30, 2022 (From April 1, 2022 to June 30, 2022)	For the three months ended June 30, 2023 (From April 1, 2023 to June 30, 2023)
Depreciation and amortization expenses	163,016,000 yen	174,246,000 yen

(Segment information, etc.)

[Segment information]

I 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.

II For the three months ended June 30, 2023 (From April 1, 2023 to June 30, 2023)

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, 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

For the three months ended June 30, 2023 (From April 1, 2023 to June 30, 2023)

(1,000 yen)

	Amount
Stock-type income	1,672,433
Flow-type income	348,063
Revenue from contracts with customers	2,020,497
Other revenue	—
Sales from external customers	2,020,497

(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, 2022 (From April 1, 2022 to June 30, 2022)	For the three months ended June 30, 2023 (From April 1, 2023 to June 30, 2023)
(1) Basic earnings per share	1.24 yen	2.71 yen
(Basis for calculation)		
Profit attributable to owners of parent (1,000 yen)	68,430	148,973
Amount not attributable to common shareholders (1,000 yen)	–	–
Net income attributable to owners of the parent related to common stock (1,000 yen)	68,430	148,973
Average number of shares of common stock during the period (shares)	55,051,241	55,051,740
(2) Diluted earnings per share	1.23 yen	2.69 yen
(Basis for calculation)		
Adjustment to profit attributable to owners of parent (1,000 yen)	–	–
Increase in the number of common stocks (shares)	377,221	375,077
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 14, 2023

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, 2023 to June 30, 2023) and the cumulative first quarter (from April 1, 2023 to June 30, 2023) of the consolidated fiscal year from April 1, 2023, to March 31, 2024 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, 2023, and the results of their operations for the first quarter ended June 30, 2023.

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 measures that have been taken to eliminate obstruction factors or safeguards that have been applied to reduce obstruction factors to an acceptable level, if any.

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.

