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Consolidated Financial Results for the Three Months Ended June 30, 2026 [Japanese GAAP]

July 30, 2026

Company name: TAKAOKA TOKO CO., LTD.
Stock exchange listing: Tokyo Stock Exchange
Code number: 6617
URL: https://www.tktk.co.jp/
Representative: Takashi Ichinose, President and Representative Director
Contact: Hiroshi Kojima, General Manager, Finance & Accounting Department
Phone: +81-3-6371-5026
Scheduled date of commencing dividend payments: –
Availability of supplementary explanatory materials on financial results: Available
Schedule of financial results briefing session: Not scheduled

(Amounts of less than one million yen are rounded down.)

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

(1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Three months ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
June 30, 2026	25,293	9.5	2,130	44.5	2,178	38.3	5,853	514.6
June 30, 2025	23,100	(2.5)	1,473	28.9	1,575	36.4	952	65.1

(Note) Comprehensive income: Three months ended June 30, 2026: ¥6,111 million [532.7%]
Three months ended June 30, 2025: ¥965 million [17.5%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2026	366.21	–
June 30, 2025	59.35	–

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of June 30, 2026	118,146	76,168	59.7
As of March 31, 2026	120,316	73,753	56.5

(Reference) Equity: As of June 30, 2026: ¥70,518 million
As of March 31, 2026: ¥67,926 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2026	–	37.00	–	83.00	120.00
Fiscal year ending March 31, 2027	–				
Fiscal year ending March 31, 2027 (Forecast)		67.00	–	67.00	134.00

(Note) Revision to the forecast for dividends announced most recently: None

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

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	115,000	2.6	10,000	2.4	10,100	0.2	10,000	51.5	623.00

(Note) Revision to the financial results forecast announced most recently: None

Notes:

(1) Significant changes in the scope of consolidation during the period under review: None
Newly included: – Excluded: –

(2) Accounting methods adopted particularly for the preparation of quarterly consolidated financial statements: None

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatement
1) Changes in accounting policies due to the revision of accounting standards: None
2) Changes in accounting policies other than 1) above: None
3) Changes in accounting estimates: Yes
4) Retrospective restatement: None

(4) Total number of shares issued (common shares)
1) Total number of shares issued at the end of the period (including treasury shares):

June 30, 2026:	16,276,305 shares
March 31, 2026:	16,276,305 shares

2) Total number of treasury shares at the end of the period:

June 30, 2026:	475,919 shares
March 31, 2026:	224,431 shares

3) Average number of shares outstanding during the period:

Three months ended June 30, 2026:	15,985,362 shares
Three months ended June 30, 2025:	16,049,525 shares

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

* Explanation of the proper use of financial results forecast and other notes
The financial results forecast and other forward-looking statements contained in this material are based on the information currently available to the Company and certain assumptions deemed reasonable, and the Company does not guarantee the achievement of these projections. In addition, actual financial results, etc. may differ significantly due to various factors. For preconditions for the financial results forecast and precautions for using the financial results forecast, please see “1. Qualitative Information on Quarterly Financial Results (3) Explanation of Consolidated Financial Results Forecast and Other Forward-looking Information” on page 4 of the attachments.

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1. Qualitative Information on Quarterly Financial Results

(1) Explanation of Operating Results

The Company achieved record operating profit, ordinary profit, and profit attributable to owners of parent for the three months ended June 30, 2026.

The Japanese economy is continuously on a gradual recovery trend against the backdrop of improvements in the employment and income environment, the impact of various policies, and strong inbound demand. However, uncertainty remains in the external environment, including the U.S. trade policy, fluctuations in financial capital markets, and the normalization of interest rates by the Bank of Japan. In particular, uncertainty surrounding the situation in the Middle East remains, raising concerns about the impact on economic activity through fluctuations in energy prices and logistics costs.

The business environment surrounding the Group is also changing significantly. The electric power industry, which is our largest customer base, is experiencing soaring fuel prices due to geopolitical risks and intensifying competition in the retail business. Structural changes in the electric power business are also advancing, including efforts to realize carbon neutrality, stabilize electricity supply and demand, strengthen disaster prevention functions and resilience within local communities, and adapt to the revenue cap system.

In addition, with the rapid adoption of generative AI, data centers, which consume large amounts of electricity, have been newly established, and the construction of semiconductor factories has accelerated, causing the increasing trend in electricity demand to become evident. Furthermore, aging of power transmission and distribution facilities developed during the period of high economic growth is progressing. Meanwhile, following the Japanese government's "declaration of carbon neutrality by 2050" as part of its efforts to realize a decarbonized society, the expansion of renewable energy adoption and diversification of energy sources are advancing, and investment in energy storage, centered on grid-scale battery storage, and efforts toward the development of EV charging infrastructure also continue. We view this as a significant business opportunity, as demand for the Group's core business products and GX solutions is expanding.

Under these circumstances, the Group has been reviewing and strengthening various measures, taking into account the progress of the Medium-term Management Plan 2027, announced in April 2025, and changes in the business environment. As announced on April 28 of this year ("Notice Concerning the Revision of the Medium-term Management Plan 2027"), the Group has raised its performance targets and ROE target for fiscal 2027 against the backdrop of a favorable order environment, and is accelerating its initiatives based on the four basic policies of "SQC First reform," "regeneration and strengthening of core businesses," "rebuilding the growth story," and "strengthening the management foundation."

Regarding the SQC First reform, the Group has continued its efforts to establish a corporate culture that places safety, quality, and compliance (SQC) as the highest priorities. In the regeneration and strengthening of core businesses, with the aim of ensuring SQC and enhancing production capacity, the Group is advancing the study to embody the reconstruction concept for the Oyama Division, centered on the high-voltage power reception and substation equipment business, as well as the expansion of the oil-to-gas transformer plant at the Hasuda Division.

In rebuilding the growth story, progress was made, including the full-scale operation of the Smart Meter Assembly & Delivery Center business (SMAC business), and the delivery of the first unit of the next-generation ultra-fast charger for EVs, "SERA-400." The Group is also advancing R&D investment in growth fields, including the development of environmentally friendly (SF6-free) switchgear and instrument transformers, as well as next-generation semiconductor inspection equipment.

Furthermore, in strengthening the management foundation, the Group has been proceeding with the purchase of treasury shares with the aim of improving capital efficiency and enhancing shareholder returns, having acquired 251,300 shares for 1,947 million yen as of June 30, 2026.

In addition, with respect to “a ‘SERA Company’ that designs the energy networks of tomorrow,” the vision set forth in the Group’s new management philosophy, the Group has moved from the conceptual stage to the detailed study phase, and has begun concrete studies in each of the following areas: Manufacturing SERA, Value Chain SERA, Engineering SERA, Community-Building SERA, and Digital SERA.

Through these efforts, the Group is working to enhance corporate value with SQC First as a growth driver, toward the achievement of the Medium-term Management Plan 2027 and sustainable growth beyond it.

Despite decreases in sales for the GX Solution Business and the Applied Optics Inspection System Business, net sales for the three months ended June 30, 2026 totaled 25,293 million yen (up 9.5% year on year), due to increases in the Electric Equipment Business and the Metering Business.

On the profit front, operating profit increased to 2,130 million yen (up 44.5% year on year), ordinary profit increased to 2,178 million yen (up 38.3% year on year), and profit attributable to owners of parent increased to 5,853 million yen (up 514.6% year on year), due to an increase in net sales.

In addition, in connection with the sale of a rental building during the three months ended June 30, 2026, the Group recorded a gain on sale of non-current assets of 5,400 million yen and a reversal of provision for repairs of 1,335 million yen as extraordinary income.

The operating results for each business segment are detailed below.

In the Electric Equipment Business segment, despite a decrease in general plant projects, net sales for the segment as a whole increased to 14,246 million yen (up 13.0% year on year) due to an increase in power distribution equipment such as small transformers and distribution automation control units. Segment profit also increased to 2,452 million yen (up 24.3% year on year).

In the Metering Business segment, net sales for the segment as a whole increased to 9,739 million yen (up 22.0% year on year) due to an increase in smart meters and the commencement of the SMAC business. Segment profit also increased to 1,627 million yen (up 43.7% year on year).

In the GX Solution Business segment, net sales for the segment as a whole decreased to 1,033 million yen (down 52.9% year on year) due to decreases in the client solution business and the PPP/PFI business. Segment loss also widened to 370 million yen (compared to a segment loss of 306 million yen in the same period of the previous fiscal year).

In the Applied Optics Inspection System Business segment, although net sales for the segment as a whole decreased to 52 million yen (down 28.4% year on year), segment loss remained at the same level as the previous year at 94 million yen (compared to a segment loss of 96 million yen in the same period of the previous fiscal year).

In the Other Businesses segment, net sales for the segment as a whole decreased to 220 million yen (down 10.2% year on year), while segment profit increased to 167 million yen (up 4.3% year on year).

(2) Explanation of Financial Position

At the end of the first period under review, total assets decreased by 2,170 million yen compared to the end of the previous fiscal year to 118,146 million yen. This was primarily due to decreases in land and buildings and structures, mainly resulting from the sale of a rental building, as well as a decrease in trade receivables.

Liabilities decreased by 4,586 million yen from the end of the previous fiscal year to 41,977 million yen. This was primarily due to decreases in provision for bonuses and notes and accounts payable - trade, as well as a decrease in provision for repairs associated with the sale of a rental building.

Net assets increased by 2,415 million yen from the end of the previous fiscal year to 76,168 million yen. This was primarily due to an increase in retained earnings owing to the recording of gain on sale of non-current assets and reversal of provision for repairs in connection with the sale of a rental building, despite purchase of treasury shares.

(3) Explanation of Consolidated Financial Results Forecast and Other Forward-looking Information

Regarding the full-year consolidated financial results forecast, we have not made any changes to the consolidated financial results forecast announced on April 28, 2026.

2. Quarterly Consolidated Financial Statements and Principal Notes

(1) Quarterly Consolidated Balance Sheets

(Million yen)

	As of March 31, 2026	As of June 30, 2026
Assets		
Current assets		
Cash and deposits	13,564	14,155
Notes and accounts receivable - trade, and contract assets	24,406	18,537
Electronically recorded monetary claims - operating	1,824	1,543
Securities	3,000	9,000
Merchandise and finished goods	3,037	2,338
Work in process	16,757	18,192
Raw materials and supplies	8,548	9,309
Other	1,977	1,530
Allowance for doubtful accounts	(10)	(10)
Total current assets	73,106	74,595
Non-current assets		
Property, plant and equipment		
Buildings and structures	35,398	32,617
Accumulated depreciation	(23,802)	(22,390)
Buildings and structures, net	11,595	10,227
Machinery, equipment and vehicles	25,172	25,570
Accumulated depreciation	(20,969)	(21,273)
Machinery, equipment and vehicles, net	4,203	4,296
Tools, furniture and fixtures	13,280	13,533
Accumulated depreciation	(11,771)	(11,985)
Tools, furniture and fixtures, net	1,509	1,548
Land	19,935	17,986
Leased assets	12	12
Accumulated depreciation	(2)	(2)
Leased assets, net	10	9
Construction in progress	1,188	1,370
Total property, plant and equipment	38,442	35,438
Intangible assets		
Other	2,061	1,350
Total intangible assets	2,061	1,350
Investments and other assets		
Investment securities	1,700	1,738
Retirement benefit asset	2,926	2,969
Deferred tax assets	1,245	1,167
Other	832	886
Total investments and other assets	6,705	6,761
Total non-current assets	47,210	43,550
Total assets	120,316	118,146

(Million yen)

	As of March 31, 2026	As of June 30, 2026
Liabilities		
Current liabilities		
Notes and accounts payable - trade	12,550	10,943
Electronically recorded obligations - operating	69	82
Short-term borrowings	1,190	970
Lease liabilities	2	2
Income taxes payable	2,463	2,246
Contract liabilities	2,395	3,220
Provision for bonuses	3,114	1,266
Other	6,214	6,159
Total current liabilities	28,000	24,891
Non-current liabilities		
Long-term borrowings	1,200	900
Lease liabilities	8	7
Deferred tax liabilities	1,929	2,550
Provision for repairs	1,424	83
Provision for product warranties	2,131	2,032
Provision for share awards for directors (and other officers)	193	204
Retirement benefit liability	10,862	10,804
Other	812	501
Total non-current liabilities	18,563	17,085
Total liabilities	46,563	41,977
Net assets		
Shareholders' equity		
Share capital	8,000	8,000
Capital surplus	7,409	7,409
Retained earnings	50,368	54,877
Treasury shares	(426)	(2,375)
Total shareholders' equity	65,352	67,911
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	543	616
Deferred gains or losses on hedges	57	56
Foreign currency translation adjustment	536	569
Remeasurements of defined benefit plans	1,436	1,364
Total accumulated other comprehensive income	2,573	2,606
Non-controlling interests	5,827	5,649
Total net assets	73,753	76,168
Total liabilities and net assets	120,316	118,146

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income

Three Months Ended June 30

(Million yen)

	For the three months ended June 30, 2025	For the three months ended June 30, 2026
Net sales	23,100	25,293
Cost of sales	17,024	18,240
Gross profit	6,075	7,052
Selling, general and administrative expenses	4,601	4,921
Operating profit	1,473	2,130
Non-operating income		
Interest income	0	3
Dividend income	113	24
Foreign exchange gains	3	–
Rental income from facilities	19	22
Sold power	17	10
Share of profit of entities accounted for using equity method	–	13
Other	11	19
Total non-operating income	166	95
Non-operating expenses		
Interest expenses	36	6
Foreign exchange losses	–	11
Sold power expenses	4	4
Share of loss of entities accounted for using equity method	19	–
Commission expenses	–	6
Taxes and dues	–	14
Other	4	2
Total non-operating expenses	65	47
Ordinary profit	1,575	2,178
Extraordinary income		
Gain on sale of non-current assets	0	5,400
Reversal of provision for repairs	–	1,335
Total extraordinary income	0	6,736
Extraordinary losses		
Loss on abandonment of non-current assets	17	27
Office relocation expenses	1	–
Earthquake-resistant construction expense	12	6
Total extraordinary losses	30	34
Profit before income taxes	1,544	8,880
Income taxes - current	96	2,110
Income taxes - deferred	389	698
Total income taxes	485	2,809
Profit	1,059	6,070
Profit attributable to non-controlling interests	106	216
Profit attributable to owners of parent	952	5,853

Quarterly Consolidated Statements of Comprehensive Income

Three Months Ended June 30

(Million yen)

	For the three months ended June 30, 2025	For the three months ended June 30, 2026
Profit	1,059	6,070
Other comprehensive income		
Valuation difference on available-for-sale securities	8	73
Deferred gains or losses on hedges	(1)	(1)
Foreign currency translation adjustment	(36)	31
Remeasurements of defined benefit plans, net of tax	(33)	(71)
Share of other comprehensive income of entities accounted for using equity method	(30)	9
Total other comprehensive income	(93)	41
Comprehensive income	965	6,111
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	868	5,887
Comprehensive income attributable to non-controlling interests	97	224

(3) Notes to Quarterly Consolidated Financial Statements

(Notes on going concern assumption)

Not applicable.

(Notes in case of significant changes in shareholders' equity)

Not applicable.

(Notes on changes in accounting estimates)

The Group records provision for repairs to prepare for future expenditures for periodic repairs of rental buildings. However, in connection with the partial sale of the relevant non-current assets during the three months ended June 30, 2026, the Group re-estimated the repair costs expected to be incurred in the future.

As a result, the difference between the previous estimated amount and the re-estimated amount was recorded as reversal of provision for repairs under extraordinary income.

This increased profit before income taxes for the three months ended June 30, 2026 by 1,335 million yen.

(Notes on segment information, etc.)

[Segment information]

I. For the three months ended June 30, 2025 (from April 1, 2025 to June 30, 2025)

1. Information on net sales and profit or loss by reportable segment and information on disaggregated revenue

(Million yen)

	Reportable segment					Other (Note 1)	Total
	Electric Equipment Business	Metering Business	GX Solution Business	Applied Optics Inspection System Business	Total		
Net sales							
Revenue arising from contracts with customers	12,603	7,984	1,989	73	22,651	–	22,651
Other revenue (Note 2)	–	–	203	–	203	245	449
Net sales to outside customers	12,603	7,984	2,192	73	22,854	245	23,100
Inter-segment net sales or transfers	361	1,153	186	–	1,701	128	1,830
Total	12,965	9,138	2,379	73	24,556	374	24,931
Segment profit (loss)	1,973	1,132	(306)	(96)	2,701	160	2,861

(Notes) 1. The "Other" includes a real estate leasing business.
2. Other revenue includes real estate leasing revenue included in the scope of "Accounting Standard for Lease Transactions."

2. Differences between total profit or loss of reportable segments and amounts in quarterly consolidated statements of income and main details (Description of adjustments)

(Million yen)

Profit	Amount
Total segment profit of reportable segments	2,701
Segment profit of “Other”	160
Elimination of inter-segment transactions	17
Corporate expenses (Note)	(1,396)
Other adjustments	(9)
Operating profit in the quarterly consolidated statements of income	1,473

(Note) Corporate expenses mainly represent general and administrative expenses not attributable to any reportable segments.

II. For the three months ended June 30, 2026 (from April 1, 2026 to June 30, 2026)

1. Information on net sales and profit or loss by reportable segment and information on disaggregated revenue

(Million yen)

	Reportable segment					Other (Note 1)	Total
	Electric Equipment Business	Metering Business	GX Solution Business	Applied Optics Inspection System Business	Total		
Net sales							
Revenue arising from contracts with customers	14,246	9,739	1,033	52	25,072	–	25,072
Other revenue (Note 2)	–	–	–	–	–	220	220
Net sales to outside customers	14,246	9,739	1,033	52	25,072	220	25,293
Inter-segment net sales or transfers	333	1,309	212	–	1,854	128	1,983
Total	14,580	11,048	1,245	52	26,927	349	27,276
Segment profit (loss)	2,452	1,627	(370)	(94)	3,614	167	3,781

(Notes) 1. The “Other” includes a real estate leasing business.
2. Other revenue includes real estate leasing revenue included in the scope of “Accounting Standard for Lease Transactions.”

2. Differences between total profit or loss of reportable segments and amounts in quarterly consolidated statements of income and main details (Description of adjustments)

(Million yen)

Profit	Amount
Total segment profit of reportable segments	3,614
Segment profit of “Other”	167
Elimination of inter-segment transactions	(15)
Corporate expenses (Note)	(1,632)
Other adjustments	(3)
Operating profit in the quarterly consolidated statements of income	2,130

(Note) Corporate expenses mainly represent general and administrative expenses not attributable to any reportable segments.

(Notes on statements of cash flows)

Quarterly consolidated statements of cash flows have not been prepared for the three months ended June 30, 2026. Below are depreciation and amortization expenses (including amortization expenses related to intangible assets apart from goodwill) for the three months ended June 30, 2025 and 2026.

(Million yen)

	For the three months ended June 30, 2025	For the three months ended June 30, 2026
Depreciation and amortization	664	837

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

July 30, 2026

To the Board of Directors of TAKAOKA TOKO CO., LTD.

ARK LLC, Tokyo Head Office

Mahito Chiba
Designated Limited Liability Partner
Engagement Partner
Certified Public Accountant

Norikazu Shibuya
Designated Limited Liability Partner
Engagement Partner
Certified Public Accountant

Conclusion

We have reviewed the quarterly consolidated financial statements of TAKAOKA TOKO CO., LTD. (the "Company") listed in the "Attachments" of the Quarterly Financial Results which comprise the quarterly consolidated balance sheets, quarterly consolidated statements of income and comprehensive income and related notes for the first quarter (April 1, 2026 to June 30, 2026) and the first three-month period (April 1, 2026 to June 30, 2026) of the fiscal year from April 1, 2026 to March 31, 2027.

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

Basis for Conclusion

We conducted an interim review in accordance with interim review standards generally accepted in Japan. Our responsibility under those standards is further described in the "Auditor's Responsibility in the Interim Review of the Quarterly Consolidated Financial Statements" of our report. We are independent of the Company and its consolidated subsidiaries in accordance with the professional ethics regulations in Japan (including regulations applicable to audits of financial statements of entities with significant social impact), and have fulfilled our other ethical responsibilities as an auditor. We believe that we have obtained evidence to provide a basis for our conclusion.

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

Management is responsible for the preparation of quarterly consolidated financial statements in accordance with Article 4, Paragraph 1 of the Standards for Preparation of Quarterly Financial Statements of the Tokyo Stock Exchange, Inc. and accounting standards that are generally accepted in Japan for interim consolidated financial statements (however, the provisions for reduced disclosure as set forth in Article 4, Paragraph 2 of the Standards for Preparation of Quarterly Financial Statements shall apply). This includes designing and operating such internal control as management determines necessary to enable the preparation of quarterly consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the quarterly consolidated financial statements, management is responsible for assessing whether it is appropriate to prepare the quarterly consolidated financial statements based on a going concern assumption, as required by Article 4, Paragraph 1 of the Standards for Preparation of Quarterly Financial Statements of the Tokyo Stock Exchange, Inc. and accounting standards that are generally accepted in Japan for interim consolidated financial statements (however, the provisions for reduced disclosure as set forth in Article 4, Paragraph 2 of the Standards for Preparation of Quarterly Financial Statements shall apply).
The Audit and Supervisory Committee is responsible for overseeing the execution of duties by Directors in designing and operating the financial reporting process.

Auditor's Responsibility in the Interim Review of the Quarterly Consolidated Financial Statements

Our responsibility is to express a conclusion from an independent perspective on these quarterly consolidated financial statements based on our interim review as independent auditor.
We make professional judgment and maintain professional skepticism throughout the interim review in accordance with the interim review standards generally accepted in Japan as below.

- Make inquiries, primarily of management and persons responsible for financial and accounting matters, and apply analytical procedures and other interim review procedures. Such a review is substantially less in scope than an audit conducted in conformity with auditing standards generally accepted in Japan.
- If we determine a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern, we conclude based on the evidence obtained, on whether anything has come to our attention that causes us to believe that the quarterly consolidated financial statements are not prepared in accordance with Article 4, Paragraph 1 of the Standards for Preparation of Quarterly Financial Statements of the Tokyo Stock Exchange, Inc. and accounting standards that are generally accepted in Japan for interim consolidated financial statements (however, the provisions for reduced disclosure as set forth in Article 4, Paragraph 2 of the Standards for Preparation of Quarterly Financial Statements shall apply). In addition, if we conclude that a material uncertainty exists, we are required to draw attention in our auditor's interim review report to the related disclosures in the quarterly consolidated financial statements, or if such disclosures are inadequate, to express a qualified or adverse conclusion. Our conclusions are based on evidence obtained up to the date of our interim review report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate whether anything has come to attention that causes us to believe that the presentation and notes to the quarterly consolidated financial statements are not prepared in accordance with Article 4, Paragraph 1 of the Standards for Preparation of Quarterly Financial Statements of the Tokyo Stock Exchange, Inc. and accounting standards that are generally accepted in Japan for interim consolidated financial statements (however, the provisions for reduced disclosure as set forth in Article 4, Paragraph 2 of the Standards for Preparation of Quarterly Financial Statements shall apply).
- Obtain evidence regarding financial information of the Company and its consolidated subsidiaries that forms a basis for expressing a conclusion on the quarterly consolidated financial statements. We are responsible for the direction, supervision and review of the quarterly consolidated financial statements. We remain solely responsible for our conclusion.

We report to the Audit and Supervisory Committee on the planned scope and timing of the interim review and significant review findings.
We also report to the Audit and Supervisory Committee that we have complied with the ethical requirements regarding independence in Japan as well as matters that are reasonably considered to have an impact on the auditor's independence, and where applicable, measures taken to eliminate inhibiting factors or safeguards applied to reduce them to an acceptable level.

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

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

End

Notes: 1. The original copy of the above Independent Auditor's Interim Review Report is in the custody of the Company (a company that discloses quarterly financial results).

2. The XBRL data and HTML data are excluded from the scope of the Interim Review.