

## Financial Results for the First Quarter of the Fiscal Year Ending March 31, 2025 [J-GAAP] (Consolidated)

Company Name: AIRPORT FACILITIES CO., LTD. (AFC)  
 Stock Exchange Listed on: Tokyo Stock Exchange (Prime Market)  
 Company Code: 8864 URL: <https://www.afc.jp/english/>  
 Representative: Shigeo Tamura, President & CEO  
 Inquiries: Shigeyuki Kodama, Executive Officer, General Manager of Accounting Dept.  
 TEL: +81-3-3747-0251  
 The Date of the Dividend Payment Start: —  
 Preparation of Earnings Presentation Material: No  
 Holding of Earnings Announcement: No

(Figures are rounded off to the nearest million yen.)

### 1. Consolidated Financial Results for the First Quarter of the Fiscal Year Ending March 31, 2025 (April 1, 2024 – June 30, 2024)

(1) Consolidated Business Results (Percentages are changes from the same period of the previous year.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
First three months ended								
June 30, 2024	6,676	5.4	1,227	10.9	1,272	16.7	831	21.9
June 30, 2023	6,331	2.2	1,106	10.2	1,089	15.1	681	(12.3)

(Note) Comprehensive income: First three months ended June 30, 2024: 1,074 million yen (8.3%)  
 First three months ended June 30, 2023: 1,172 million yen (1.5%)

	Basic earnings per share		Diluted earnings per share	
	Yen	Yen	Yen	Yen
First three months ended				
June 30, 2024	16.55		16.53	
June 30, 2023	13.60		13.57	

### (2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of June 30, 2024	112,471	61,386	52.1	1,167.65
As of March 31, 2024	110,461	60,765	52.6	1,157.84

(Reference) Equity capital: As of June 30, 2024: 58,696 million yen As of March 31, 2024: 58,109 million yen

### 2. Dividends

	Dividends per share				
	Q1	Q2	Q3	Q4	Annual
	Yen	Yen	Yen	Yen	Yen
FY ended March 31, 2024	—	7.00	—	10.00	17.00
FY ending March 31, 2025	—				
FY ending March 31, 2025 (Forecasts)		9.00	—	9.00	18.00

(Note) Changes in the latest forecasts released: No

### 3. Forecast of Consolidated Earnings for the Fiscal Year Ending March 31, 2025 (April 1, 2024 - March 31, 2025)

(Percentages are changes from the same period of the previous year.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full fiscal year	29,414	13.3	3,403	6.9	3,205	0.9	2,193	8.5	43.69

(Note) Changes in the latest forecasts released: No

**\* Notes**

(1) Significant changes in the scope of consolidation during the period: No

(2) Application of specific accounting treatments in preparing the quarterly consolidated financial statements: Yes

Note: For details, please refer to “2. Quarterly Consolidated Financial Statements and Major Notes (3) Notes on Quarterly Consolidated Financial Statements (Notes on Specific Accounting Treatments in Preparing the Quarterly Consolidated Financial Statements)” on page 9.

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

1) Changes in accounting policies with revision of accounting standards, etc.: No

2) Changes in accounting policies other than 1) above: No

3) Changes in accounting estimates: No

4) Restatement of revisions: No

(4) Number of issued shares (common shares)

1) Number of issued shares (including treasury stock)

As of June 30, 2024:	52,979,350 shares	As of March 31, 2024:	52,979,350 shares
As of June 30, 2024:	2,710,934 shares	As of March 31, 2024:	2,791,683 shares
First three months ended June 30, 2024:	50,214,583 shares	First three months ended June 30, 2023:	50,070,061 shares

2) Number of treasury stock

3) Average number of shares during the period

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

**\* Explanation of the proper use of earnings forecasts and other special notes (Note on forward-looking statements)**

The statements about future described on this report such as earnings forecasts have been made based on information currently available and some conditions that we judge rational, and therefore they do not constitute a guarantee that they will be realized. Actual earnings may differ greatly from the above forecasts for various reasons. For the assumptions for earnings forecasts and cautions regarding the use of the earnings forecasts, please refer to “1. Summary of Operating Results, etc., (3) Qualitative Information on Consolidated Earnings Forecast” on page 4.

## 1. Summary of Operating Results, etc.

### (1) Summary of Operating Results for the First Three Months Ended June 30, 2024

During the first three months ended June 30, 2024, the Japanese economy continued to be on a gradual recovery trend backed by improvement of the employment and income environment. Meanwhile, we still need to carefully monitor risks that may put downward pressure on the Japanese economy, including exchange rate fluctuations due to continued high interest rates in Europe and the United States, surging prices, concerns over the outlook of the Chinese economy, and increasing tensions in the Middle East situation.

The aviation industry has shown favorable performance supported by strong inbound demand and leisure demand even under such harsh conditions as a weak yen and surging prices. During the Golden Week holidays, the number of passengers of domestic flights remain at the same level as the previous year but that of international flights increased year-on-year, and we expect that strong passenger demand will continue.

Under such economic conditions, the Group (the Company and its consolidated subsidiaries) recorded net sales of ¥6,676 million (up 5.4% from the same period of the previous fiscal year) mainly due to an increase in rental income, etc. as a result of the review of the lease terms of existing properties, reallocation in the cargo area associated with the start of operation of a fresh product center, and increased properties in the non-asset business, an increase in water supply and drainage usage, and the revision of the unit price for water supply and drainage at the public bidding in the previous year in the Water Supply & Drainage Business. Operating income was ¥1,227 million (up 10.9%) despite an increase in costs due to surging prices. Ordinary income was ¥1,272 million (up 16.7%) mainly due to an increase in dividend income, and profit attributable to owners of parent was ¥ 831 million (up 21.9%).

Performance by business segment is as follows:

Effective April 1, 2024, the Company changed its segmentation to four segments of “Airport Real Estate Business,” “Non-Airport Real Estate Business,” “Airport Infrastructure Business,” and “Other Business” from the previous three segments of “Real Estate Business,” “Area Heating & Cooling Business,” and “Water Supply & Drainage Service and Other Business.”

#### (i) Airport Real Estate Business

Airport Real Estate Business recorded net sales of ¥4,116 million (up 3.5% from the same period of the previous fiscal year) and operating income of ¥963 million (up 20.7%) due to an increase in rental income, etc. as a result of the review of the lease terms of existing properties and reallocation in the cargo area at Haneda Airport associated with the start of operation of a fresh product center.

#### (ii) Non-Airport Real Estate Business

Non-Airport Real Estate Business recorded net sales of ¥774 million (up 10.2% from the same period of the previous fiscal year) and operating income of ¥329 million (up 13.6%) mainly due to an increase in rental income because of increased properties in the non-asset business.

#### (iii) Airport Infrastructure Business

Airport Infrastructure Business recorded net sales of ¥1,589 million (up 8.6% from the same period of the previous fiscal year) mainly due to increased sales of cold/heat energy supply in Area Heating & Cooling Business, an increase in water supply and drainage usage in Water Supply & Drainage Service Business, and the revision of the unit price of water supply and drainage described above. Operating income was ¥255 million (down 9.1%) due to the revision of basic rates in Area Heating & Cooling Business in relation to the shift to the fee structure linked to raw material costs in the second half of the fiscal year ended March 31, 2024, an increase in usage fee of national property in Water Supply & Drainage Service Business, and an increase in various costs resulting from surging prices.

#### (iv) Other Business

Other Business, which mainly consists of overseas businesses conducted by overseas subsidiaries, recorded net sales of ¥195 million (up 1.8% from the same period of the previous fiscal year) and operating income of ¥81 million (up 0.0%) due to the weakening yen.

## **(2) Summary of Financial Position as of June 30, 2024**

### **(Assets)**

Total assets as of June 30, 2024 amounted to ¥112,471 million, an increase by ¥2,009 million compared to March 31, 2024, mainly due to recording of prepaid expenses for annual usage fee of national property despite a decrease in cash and deposits as a result of payments related to renovation work, etc. and a decrease in property, plant and equipment due to depreciation of buildings and asset retirement assets.

### **(Liabilities)**

Total liabilities as of June 30, 2024 amounted to ¥51,084 million, an increase by ¥1,388 million compared to March 31, 2024, mainly due to recording of accrued expenses for annual usage fee of national property despite decreases in accounts payable and notes and accounts payable-trade due to payments related to renovation work, etc. and a decrease due to payments of long-term loans payable.

### **(Net assets)**

Net assets as of June 30, 2024 increased by ¥620 million compared to March 31, 2024 to ¥ 61,386 million mainly due to increases in foreign currency translation adjustment and retained earnings.

As a result, equity ratio as of June 30, 2024 decreased by 0.5 points to 52.1% compared to March 31, 2024.

## **(3) Qualitative Information on Consolidated Earnings Forecast**

There is no change in the consolidated earnings forecast for the fiscal year ending March 31, 2025 which was announced in the Financial Results for the Fiscal Year Ended March 31, 2024 [J-GAAP] (Consolidated) dated May 10, 2024.

## 2. Quarterly Consolidated Financial Statements and Major Notes

### (1) Quarterly Consolidated Balance Sheet

(Thousands of yen)

	FY3/24 (As of March 31, 2024)	First quarter of FY3/25 (As of June 30, 2024)
<b>Assets</b>		
Current assets		
Cash and deposits	10,849,304	9,817,346
Accounts receivable - trade	1,410,637	1,986,319
Lease receivables and investment assets	10,951,505	11,030,368
Operating loans	3,720,272	3,804,064
Merchandise	2,723	2,877
Real estate for sale	10,831,897	10,840,059
Raw materials and supplies	13,719	13,609
Others	712,565	3,921,880
<b>Total current assets</b>	<b>38,492,624</b>	<b>41,416,524</b>
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	42,593,894	41,685,324
Machinery, equipment and vehicles, net	5,006,369	4,871,007
Tools, furniture and fixtures, net	139,598	135,491
Land	10,803,731	10,803,731
Construction in progress	562,390	962,390
<b>Total property, plant and equipment</b>	<b>59,105,983</b>	<b>58,457,945</b>
Intangible assets		
Software	352,344	313,298
Others	34,988	34,862
<b>Total intangible assets</b>	<b>387,332</b>	<b>348,160</b>
Investments and other assets		
Investment securities	11,457,003	11,146,188
Deferred tax assets	174,873	270,045
Net defined benefit asset	264,687	255,408
Others	589,487	587,048
Allowance for doubtful accounts	(10,267)	(10,267)
<b>Total investments and other assets</b>	<b>12,475,784</b>	<b>12,248,423</b>
<b>Total non-current assets</b>	<b>71,969,101</b>	<b>71,054,529</b>
<b>Total assets</b>	<b>110,461,725</b>	<b>112,471,054</b>

(Thousands of yen)

	FY3/24 (As of March 31, 2024)	First quarter of FY3/25 (As of June 30, 2024)
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable-trade	1,968,324	793,843
Short-term loans payable	3,313,450	3,513,475
Accounts payable	2,202,160	408,198
Income taxes payable	743,214	455,613
Accrued expenses	97,543	5,188,130
Unearned revenue	1,027,169	1,148,126
Provision for bonuses	144,273	74,340
Provision for bonuses for directors (and other officers)	28,850	7,212
Provision for removal cost of property, plant and equipment	111,862	111,862
Asset retirement obligations	110,000	110,000
Others	308,045	531,976
Total current liabilities	10,054,894	12,342,779
Non-current liabilities		
Bonds payable	6,100,000	6,100,000
Long-term loans payable	22,730,159	21,701,539
Long-term guarantee deposited	6,405,904	6,575,619
Long-term accounts payable-other	121,010	79,921
Provision for retirement benefits for directors (and other officers)	6,786	5,025
Deferred tax liabilities	51,626	53,826
Asset retirement obligations	4,225,522	4,225,522
Total non-current liabilities	39,641,008	38,741,454
Total liabilities	49,695,902	51,084,234
Net assets		
Shareholders' equity		
Capital stock	6,826,100	6,826,100
Capital surplus	6,982,890	6,986,362
Retained earnings	42,025,075	42,354,394
Treasury stock	(1,546,962)	(1,502,227)
Total shareholders' equity	54,287,102	54,664,628
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	2,413,935	2,198,292
Foreign currency translation adjustment	1,408,697	1,833,097
Total accumulated other comprehensive income	3,822,632	4,031,390
Subscription rights to shares	22,923	22,923
Non-controlling interests	2,633,164	2,667,878
Total net assets	60,765,822	61,386,820
Total liabilities and net assets	110,461,725	112,471,054

**(2) Quarterly Consolidated Statement of Income and Quarterly Consolidated Statement of Comprehensive Income****(Quarterly Consolidated Statement of Income)**

(Thousands of yen)

	First three months of FY3/24 (April 1, 2023 – June 30, 2023)	First three months of FY3/25 (April 1, 2024 - June 30, 2024)
Net sales	6,331,619	6,676,374
Cost of sales	4,723,853	4,884,346
Gross profit	1,607,766	1,792,027
Selling, general, and administrative expenses		
Remuneration for directors (and other officers)	61,611	47,667
Salaries and bonuses	151,374	163,457
Provision for bonuses	44,293	60,665
Provision for bonuses for directors (and other officers)	3,807	7,212
Provision for retirement benefits for directors (and other officers)	1,023	1,023
Transportation and communication expenses	17,117	16,853
Depreciation	25,186	28,035
Taxes and dues	40,259	51,322
Others	156,707	187,903
Total selling, general, and administrative expenses	501,378	564,141
Operating income	1,106,387	1,227,886
Non-operating income		
Interest income	0	0
Dividends income	35,846	79,024
Commission fee	4,001	8,850
Foreign exchange gains	—	472
Others	21,196	40,822
Total non-operating income	61,043	129,169
Non-operating expenses		
Interest expenses	65,623	78,813
Foreign exchange losses	748	—
Removal cost of property, plant and equipment	11,106	6,021
Others	0	3
Total non-operating expenses	77,479	84,838
Ordinary income	1,089,951	1,272,217
Extraordinary loss		
Loss on retirement of non-current assets	—	2,599
Total extraordinary loss	—	2,599
Income before income taxes	1,089,951	1,269,618
Income taxes	361,056	403,708
Total income taxes	361,056	403,708
Profit	728,895	865,909
Profit attributable to non-controlling interests	47,550	34,713
Profit attributable to owners of parent	681,345	831,195

**(Quarterly Consolidated Statement of Comprehensive Income)**

(Thousands of yen)

	First three months of FY3/24 (April 1, 2023–June 30, 2023)	First three months of FY3/25 (April 1, 2024 - June 30, 2024)
Profit	728,895	865,909
Other comprehensive income		
Valuation difference on available-for-sale securities	378,353	(215,643)
Foreign currency translation adjustment	65,092	424,400
Total other comprehensive income	443,446	208,757
Comprehensive income	1,172,341	1,074,666
(Breakdown)		
Comprehensive income attributable to owners of parent	1,124,791	1,039,952
Comprehensive income attributable to non-controlling interests	47,550	34,713



### (3) Notes on Quarterly Consolidated Financial Statements

#### (Notes on Specific Accounting Treatments in Preparing the Quarterly Consolidated Financial Statements)

(Calculation of tax expenses)

Tax expenses are calculated as income before income taxes for the period multiplied by the estimated effective tax rate. The effective tax rate is reasonably estimated taking into consideration deferred tax accounting as the rate applicable to income before income taxes for the consolidated fiscal year including the three months ended June 30, 2024.

#### (Notes on Segment Information, etc.)

[Segment information]

#### I. First three months ended June 30, 2023 (April 1, 2023 - June 30, 2023)

##### 1. Information on net sales and income or loss by reportable segment

(Thousands of yen)

	Reportable Segments					Adjustments (Note 1)	Carrying Amount on Quarterly Consolidated Statement of Income (Note 2)
	Airport Real Estate Business	Non- Airport Real Estate Business	Airport Infrastructure Business	Other Business	Total		
Net sales							
(1) Net sales to outside customers	3,974,416	702,622	1,462,641	191,938	6,331,619	—	6,331,619
(2) Intersegment sales or transfers	66,322	—	216,180	7	282,510	(282,510)	—
Total	4,040,739	702,622	1,678,822	191,945	6,614,129	(282,510)	6,331,619
Segment income	797,936	290,010	281,502	81,684	1,451,133	(344,746)	1,106,387

(Notes)1. The adjustment for segment income of ¥(344,746) thousand is corporate expenses not allocated to any reportable segments and consists mainly of general and administrative expenses that do not belong to any reportable segments.

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

#### II. First three months ended June 30, 2024 (April 1, 2024 - June 30, 2024)

##### 1. Information on net sales and income or loss by reportable segment

(Thousands of yen)

	Reportable Segments					Adjustments (Note 1)	Carrying Amount on Quarterly Consolidated Statement of Income (Note 2)
	Airport Real Estate Business	Non- Airport Real Estate Business	Airport Infrastructure Business	Other Business	Total		
Net sales							
(1) Net sales to outside customers	4,116,670	774,738	1,589,390	195,575	6,676,374	—	6,676,374
(2) Intersegment sales or transfers	66,528	—	226,314	5	292,847	(292,847)	—
Total	4,183,198	774,738	1,815,704	195,580	6,969,221	(292,847)	6,676,374
Segment income	963,417	329,457	255,643	81,734	1,630,253	(402,366)	1,227,886

(Notes)1. The adjustment for segment income of ¥(402,366) thousand is corporate expenses not allocated to any reportable segments and consists mainly of general and administrative expenses that do not belong to any reportable segments.

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

2. Changes in reportable segments, etc.

Under the business portfolio strategy set out in the Medium- to Long-Term Management Plan (FY2022-FY2028), the Group has been strengthening airport-related business and expanding new business opportunities to develop a profit foundation toward further growth and create value within and outside airports with an aim to achieve sustainable growth. Accordingly, from the perspective of appropriately managing and evaluating the progress of the Medium- to Long-Term Management Plan, we changed our segmentation from April 1, 2024 to four segments of “Airport Real Estate Business,” “Non-Airport Real Estate Business,” “Airport Infrastructure Business,” and “Other Business” from the previous three segments of “Real Estate Business,” “Area Heating & Cooling Business,” and “Water Supply & Drainage Service and Other Business.”

Segment information for the first three months ended June 30, 2023 is prepared under the new segmentation.

**(Notes on Significant Changes in Shareholders' Equity)**

Not applicable.

**(Notes on Premise of going concern)**

Not applicable.

**(Notes on Quarterly Consolidated Statement of Cash Flows)**

Quarterly consolidated statement of cash flows for the first three months ended June 30, 2024 is not prepared. Depreciation including amortization of intangible assets for the first three months ended June 30, 2023 and 2024 is as follows:

	(Thousands of yen)	
	First three months ended June 30, 2023 (April 1, 2023 - June 30, 2023)	First three months ended June 30, 2024 (April 1, 2024 - June 30, 2024)
Depreciation	1,166,129	1,196,921

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

July 25, 2024

To the Board of Directors of AIRPORT FACILITIES CO., LTD.

Crowe Toyo & Co.

Tokyo Office

Designated and Engagement Partner  
Tsugunari Yamada, Certified Public Accountant

Designated and Engagement Partner  
Takeshi Kiriya, Certified Public Accountant

## **Auditor's Conclusion**

We have reviewed the quarterly consolidated financial statements of AIRPORT FACILITIES CO., LTD. for the first quarter of the fiscal year ending March 31, 2025 (from April 1, 2024 to June 30, 2024) included in the "Attachment" of Financial Results for the First Quarter of the Fiscal Year Ending March 31, 2025, which comprise the quarterly consolidated balance sheets as of June 30, 2024 and the quarterly consolidated statement of income and quarterly consolidated statement of comprehensive income for the three months then ended, and notes to the quarterly consolidated financial statements.

Based on our review, nothing has come to our attention that causes us to believe that the quarterly consolidated financial statements referred to above are not prepared, in all material respects, in accordance with Article 4, Paragraph 1 of the Standards for Preparation of Quarterly Financial Statements of Tokyo Stock Exchange, Inc. and accounting principles for quarterly financial statements generally accepted in Japan, applying the provisions for reduced disclosures as set forth in Article 4, Paragraph 2 of the Standards.

## **Basis for Auditor's Conclusion**

We conducted our review in accordance with review standards for interim financial statements generally accepted in Japan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Review of the Quarterly Consolidated Financial Statements section of our report. We are independent of the Company and its consolidated subsidiaries in accordance with the ethical requirements that are relevant to our review of the financial statements in Japan, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that we have obtained evidence to provide a basis for our conclusion.

## **Responsibilities of Management and Statutory Auditors and the Board of Corporate Auditors for the Quarterly Consolidated Financial Statements**

Management is responsible for the preparation of the quarterly consolidated financial statements in accordance with Article 4, Paragraph 1 of the Standards for Preparation of Quarterly Financial Statements of Tokyo Stock Exchange, Inc. and the accounting principles for quarterly financial statements generally accepted in Japan, applying the provisions for reduced disclosures as set forth in Article 4, Paragraph 2 of the Standards, and for design and operation of internal control that management determines is necessary to enable the preparation of quarterly consolidated financial statements that are free from material misstatements, whether due to fraud or error.

In preparing the quarterly consolidated financial statements, management is responsible for assessing the Group's ability to continue as a going concern and disclosing, as applicable, matters related to going concern in accordance with Article 4, Paragraph 1 of the Standards for Preparation of Quarterly Financial Statements of Tokyo Stock Exchange, Inc. and the accounting principles for quarterly financial statements generally accepted in Japan, applying the provisions for reduced disclosures as set forth in Article 4, Paragraph 2 of the Standards.

Statutory Auditors and the Board of Corporate Auditors are responsible for overseeing directors' execution of duties relating to the design and operation of the Company's financial reporting process.

### **Auditor's Responsibilities for the Review of the Quarterly Consolidated Financial Statements**

Our objective is to express a conclusion on the quarterly consolidated financial statements from an independent standpoint in the interim review report based on our review.

As part of a review in accordance with review standards for interim financial statements generally accepted in Japan, we exercise professional judgment and maintain professional skepticism throughout the interim review. We also:

- Make inquiries, primarily of management and persons responsible for financial and accounting matters, and apply analytical and other interim review procedures. A review is substantially less in scope than an audit conducted in accordance with auditing standards generally accepted in Japan.
- If we determine that 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, then 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 Tokyo Stock Exchange, Inc. and accounting principles for quarterly financial statements generally accepted in Japan, applying the provisions for reduced disclosures as set forth in Article 4, Paragraph 2 of the Standards. Additionally, 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 the evidence obtained up to the date of our auditor's 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 our attention that causes us to believe that the overall presentation and disclosures of 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 Tokyo Stock Exchange, Inc. and the accounting principles for quarterly financial statements generally accepted in Japan, applying the provisions for reduced disclosures as set forth in Article 4, Paragraph 2 of the Standards.
- Obtain evidence regarding the financial information of the Company and its consolidated subsidiaries as 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 communicate with Statutory Auditors and the Board of Corporate Auditors regarding, among other matters, the planned scope and timing of the interim review and significant review findings.

We also provide Statutory Auditors and the Board of Corporate Auditors with a statement that we have complied with relevant ethical requirements regarding independence that are relevant to our review of the quarterly consolidated financial statements in Japan, and communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, measures taken to eliminate threats or any safeguards applied to reduce threats 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.

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- (Notes) 1. The original copy of the interim review report above is kept separately by the Company (the company disclosing the quarterly financial results)
2. XBRL data and HTML data are not subject to the interim review.