August 10, 2026

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

Company name: INTRANCE CO., LTD.
Stock exchange listing: Tokyo Stock Exchange
Code number: 3237
URL: https://www.intrance.jp
Representative: He Tongxi, President and Representative Director, Chief Executive Officer
Contact: Yasuyuki Morita, General Manager
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Scheduled date to commence dividend payments: None
Preparation of supplementary material on financial results: Yes
Schedule of quarterly financial results briefing session: None

(Yen amounts are rounded down to millions, unless otherwise noted.)

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

(1) Consolidated Operating Results (Cumulative)

(% indicates changes from the previous corresponding period.)

	Net Sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
First three months	Milliom of Yen	%	Milliom of Yen	%	Milliom of Yen	%	Milliom of Yen	%
FY 2026 1Q	209	(11.4)	(116)	–	(77)	–	(77)	–
FY 2025 1Q	235	16.9	(87)	–	(116)	–	(116)	–

(Note) Comprehensive income: For the Three months ended June 30, 2026: (79) million yen [(-)%]
For the Three months ended June 30, 2025: (114) million yen [(-)%]

	Earnings per share	Fully diluted earnings per share
First three months	Yen	Yen
FY 2026 1Q	(1.67)	–
FY 2025 1Q	(2.51)	–

(2) Summary of consolidated balance sheet

	Total assets	Total net assets	Equity ratio
	(Millions of yen)	(Millions of yen)	%
As of June 30, 2026	1,714	159	7.1
As of March 31, 2026	2,147	238	9.4

Reference: Equity: As of June 30, 2026 121 million yen; As of March 31, 2026 201 million yen

2. Dividends

	Annual dividends				
	Q1 (Yen)	Q2 (Yen)	Q3 (Yen)	Year-end (Yen)	Total (Yen)
	Yen	Yen	Yen	Yen	Yen
FY2025 ended March 31 2026	–	0.00	–	0.00	0.00
FY2026 ended March 31 2027	0.00				

FY2026 ending March 31, 2027 (Forecast)		0.00	–	0.00	0.00

Note: Revisions to the forecasts of dividends most recently announced: None

3. Forecast for Fiscal Year 2026 Ending March 31, 2027

(% indicates year-on-year change.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	(Millions of yen)	%	(Millions of yen)	%	(Millions of yen)	%	(Millions of yen)	%	(Yen)
Full-year forecast	3,344	211.5	120	–	45	–	34	–	0.74

Note: Revisions to the forecasts most recently announced: None

* Notes:

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

(2) Application of special accounting methods for presenting quarterly consolidated financial statements: None

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatement
1) Changes in accounting policies due to revisions to accounting standards and other regulations: None
2) Changes in accounting policies due to other reasons: None
3) Changes in accounting estimates: None
4) Restatement: None

(4) Number of issued shares (common shares)
1) Total number of issued shares at the end of the period (including treasury shares)
As of June 30, 2026: 46,552,784 shares
As of March 31, 2026: 46,552,784 shares
2) Number of treasury shares at the end of the period
As of June 30, 2026: 60,400 shares
As of March 31, 2026: 60,400 shares
3) Average number of shares (cumulative from the beginning of the fiscal year)
Three months ended June 30, 2026: 46,492,384 shares
Three months ended June 30, 2026: 46,492,384 shares

* Reviews by certified public accountants or an audit corporation of the accompanying quarterly consolidated financial statements: None

* Proper use of forecasts, and other special matters

The forward-looking statements contained in this document are based on information currently available to the Company and certain assumptions deemed reasonable, and do not constitute a guarantee of future performance. Actual results may differ significantly from these forecasts due to various factors. For assumptions underlying the forecasts and precautions regarding the use of forecasts, please refer to "(3) Explanation of Forward-Looking Statements, Including Consolidated Forecasts" on page 3 of the attached materials.

Table of Contents – Attachments

1. Overview of Financial Results, etc.

(1) Overview of Financial Results

During the first quarter of the current fiscal year (April 1, 2026, to June 30, 2026), the Japanese economy continued on a moderate recovery trajectory, driven by improvements in the employment and income environment and the government's energy-related economic support measures.

However, concerns persist regarding rising import prices due to the weak yen, supply constraints on resources and energy caused by tensions in the Middle East, and supply chain bottlenecks, and the economic outlook remains uncertain.

In this environment, the real estate industry—to which our Group belongs—overseas investors have shown strong interest in domestic real estate due to the ongoing low-interest-rate environment and the weak yen. While both supply and demand remain robust, the situation continues to require caution due to factors such as rising real estate prices caused by soaring costs for land and construction.

In the hotel operational industry, on which the company focus—while there are concerns about the future, such as a decline in the number of Chinese tourists visiting Japan due to the impact of Japan-China relations, the number of visitors from other regions is trending steadily, and the company believe this sector holds promise for the future.

Under these circumstances, in addition to its established real estate business, the company has accelerated its efforts in the hotel operational business, a new business domain, with the aim of expanding its business domain and increasing its corporate value.

The basic strategy of the company is to increase hotel operation revenues by promoting "urban apartment hotel development" and "regional hotel investment.

Under these circumstances, the company has sought to expand our business scope and enhance corporate value by accelerating our efforts in the hotel operational business, in addition to our real estate business, which the company has operated since our founding.

Consequently, in the real estate business, in addition to our property management operations, the company has focused on the development and sale of accommodation facilities targeting inbound tourists, which are expected to generate revenue in a shorter time-frame, as well as the purchase and sale of accommodation properties.

In the hotel operational business, in addition to managing existing hotels, the company has focused on securing operating rights for urban apartment hotels—with the aim of managing newly developed properties—as well as on activities to secure operating rights for resort hotels and traditional Japanese inns (ryokan).

In the Other Businesses, the company's consolidated subsidiary, Intrans Shanghai, had been promoting tourists sending to Japan from Greater China. However, prioritizing the company's operating costs and operational efficiency, the Company's Board of Directors resolved at its meeting on April 8, 2026, to dissolve and liquidate Intrans Shanghai, and the company has since ceased operations. In addition, led by our consolidated subsidiary Japan Hotel Investment Co., Ltd., we have focused our efforts on fundraising activities aimed at establishing and managing funds for investment in hotel facilities.

Furthermore, as announced in the "Notice Regarding the Launch of a New Business, the Execution of a Capital and Business Alliance Agreement, and the Issuance of the Third Series of Unsecured Convertible Bonds with Stock Acquisition Rights and the Eleventh Series of Stock Acquisition Rights via Third-Party Allotment" dated June 23, 2026, the company has launched our AI data center business, which aims to develop and operate AI data centers, building on our GPU server sales.

Consequently, the company has shifted from its previous business model centered on the real estate and hotel operations businesses to a new business model aimed at "maximizing corporate value through the hotel and real estate businesses, as well as the AI data center business."

As a result, for the first quarter of the current fiscal year, net sales were 209,026 thousand yen (down 11.4% year-on-year), operating loss was 116,808 thousand yen (compared to an operating loss of 87,402 thousand yen in the same quarter of the previous year), an ordinary loss of 77,288 thousand yen (compared to an ordinary loss of 116,524 thousand yen in the same quarter of the previous year), and a net loss attributable to owners of the parent of 77,676 thousand yen (compared to a net loss attributable to owners of the parent of 116,912 thousand yen in the same quarter of the previous year).

Segment information are as follows.

(Real estate business)

With regard to the real estate business, during the first quarter of the current fiscal year, we focused primarily on property management, the resale of lodging facilities, and the development and sale of single-family lodging facilities. Revenue totaled 45,441 thousand yen (down 2.2% from the same quarter of the previous year), and segment profit (operating profit) was 1,110 thousand yen (compared to an operating loss of 1,039 thousand yen in the same quarter of the previous year).

(Hotel Operational Business)

With regard to the hotel operational business, during the first quarter of the current fiscal year, in addition to managing existing hotels, the company focused on new development and securing operational rights for existing hotels and ryokan; however, the company was unable to secure any new operational rights. Revenue totaled 163,584 thousand yen (down 13.6% from the same quarter of the previous year), and the segment loss (operating loss) was 15,154 thousand yen (compared to an operating loss of 9,910 thousand yen in the same quarter of the previous year).

(Other business)

Regarding other businesses, our consolidated subsidiary, Intrans Shanghai, had been promoting inbound tourism to Japan from Greater China; however, prioritizing the company's operating costs and operational efficiency, the Company's Board of Directors resolved at its meeting on April 8, 2026, to dissolve and liquidate Intrans Shanghai, and the company has since ceased operations.

At the same time, we pursued efforts to secure investors for the purpose of establishing funds for the hotel investment business, centered on Japan Hotel Investment Co., Ltd.; however, no significant progress was made. Consequently, no revenue was recognized for this business (compared to 133 thousand yen in the same quarter of the previous year), and the segment loss (operating loss) amounted to 4,220 thousand yen (compared to an operating loss of 6,181 thousand yen in the same quarter of the previous year).

(2) Overview of Financial Position

(Assets)

Regarding assets as of the end of the first quarter of the current consolidated fiscal year, current assets decreased by 223,943 thousand yen compared to the end of the previous consolidated fiscal year, totaling 1,549,228 thousand yen. This was primarily due to a decrease of 390,316 thousand yen in cash and deposits. Fixed assets decreased by 207,915 thousand yen compared to the end of the previous consolidated fiscal year, totaling 161,636 thousand yen. This was primarily due to a decrease of 208,487 thousand yen in investments and other assets. Deferred assets decreased by 877 thousand yen to 3,508 thousand yen, primarily due to a decrease in start-up expenses.

As a result, total assets decreased by 432,736 thousand yen compared to the end of the previous consolidated fiscal year, totaling 1,714,373 thousand yen.

(Liabilities)

Regarding liabilities as of the end of the first quarter of the current consolidated fiscal year, current liabilities decreased by 253,056 thousand yen compared to the end of the previous consolidated fiscal year, totaling 228,115 thousand yen. This was primarily due to a decrease of 260,000 thousand yen in corporate bonds due within one year, a decrease of 37,105 thousand yen in the provision for shareholder benefits, and an increase of 58,317 thousand yen in short-term derivative liabilities. Non-current liabilities decreased by 100,153 thousand yen compared to the end of the previous consolidated fiscal year, totaling 1,327,140 thousand yen. This was primarily due to a decrease of 117,973 thousand yen in long-term derivative liabilities and an increase of 17,820 thousand yen in convertible bonds with stock acquisition rights. As a result, total liabilities decreased by 353,210 thousand yen compared to the end of the previous consolidated fiscal year, totaling 1,555,255 thousand yen.

(Net assets)

Net assets at the end of the first quarter of the current consolidated fiscal year decreased by 79,525 thousand yen compared to the end of the previous consolidated fiscal year, totaling 159,118 thousand yen. This was primarily due to a decrease of 77,676 thousand yen in retained earnings resulting from the recognition of a net loss for the quarter attributable to owners of the parent.

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

There are no changes to the consolidated earnings forecast announced in the "Summary of Financial Results for the Fiscal Year Ended March 2026" dated May 13, 2026.

This forecast is based on information available as of the date of this announcement, and actual results may differ from the forecast figures due to various factors in the future. We will carefully assess events that may affect our business and promptly disclose any necessary revisions in the future.

(4) Significant events regarding premise of a going concern

As of the end of the previous consolidated fiscal year, the company has recorded significant operating losses, ordinary losses, and net losses attributable to owners of the parent for four consecutive fiscal years, and reported significant negative operating cash flows.

Furthermore, during the first quarter of the current consolidated fiscal year, the company recorded operating losses, ordinary losses, and quarterly net losses, and reported significant negative operating cash flows.

As a result, cash and deposits held as of the end of the first quarter of the current consolidated fiscal year amounted to 1,114 million yen. Furthermore, since the convertible bonds with stock acquisition rights issued on February 9, 2026, and the stock acquisition rights have not been converted into shares or exercised, circumstances continue to exist that raise significant doubt regarding the going concern assumption.

To resolve this situation, the company is implementing the following measures.

a. Improving the profit structure of the business

The company has adopted a business model that relies on the real estate business as a source of stable revenue while aiming for high growth in the hotel operational business. The company's core strategy has been to expand hotel operational revenue by promoting "urban apartment hotel development" and "regional revitalization hotel investments."

However, the company has achieved some success in our efforts to secure operating rights for apartment hotels—with the aim of operating newly developed properties which are expected to generate significant future revenue in a few years. Nevertheless, the company has not yet secured any new operating rights for existing resort hotels or inns. Furthermore, in our real estate business which the company view as a stable revenue base for the short to medium term—while we have achieved some success in the development and sale of inbound accommodation facilities, progress on these projects has been delayed.

Therefore, as announced in the "Notice Regarding the Launch of a New Business, the Execution of a Capital and Business Alliance Agreement, and the Issuance of the Third Series of Unsecured Convertible Bonds with Share Acquisition Rights and the Eleventh Series of Share Acquisition Rights via Third-Party Allotment" dated June 23, 2026, the company has launched a new AI data center business, which will promote the development and operation of AI data centers, starting with the sale of GPU servers.

Consequently, the company has shifted from a business model centered on the real estate and hotel operations businesses to a business model aimed at "maximizing corporate value through the hotel and real estate businesses, as well as the AI data center business."

Based on the above, the company is implementing the following measures to improve profitability across each business segment.

(Real Estate Business)

In the real estate business, the company will continue to focus on increasing revenue from property management—a stable business—as well as on the development and sale of inbound accommodation facilities, which are expected to generate high returns in the short to medium term, and on the resale of hotels and other lodging facilities. In addition, the company will move forward with activities related to site selection and business development for our new AI data center business.

(Hotel Operational Business)

In the hotel operational business, led by Intrans Hotels & Resorts Co., Ltd., the Group's hotel operational company, the company will focus on securing hotel management rights, acquiring management contracts, and winning consulting projects to increase the number of transactions. Furthermore, we will recruit personnel with expertise in hotel management and development to expand the scale of our hotel management business and maximize profits.

(Other Business)

In the tourists sending business, which the company has been developing for some time, the company has primarily conducted operations through our group company, Intrans Shanghai. However, given the importance of managing the company's operating costs and operational efficiency, the Board of Directors resolved at its meeting on April 8, 2026, to dissolve and liquidate the company.

Consequently, moving forward, the company will continue to advance our tourists sending business through partnerships with external companies, thereby reducing the burden of fixed costs.

In the investment business, under the management of our Group companies—Japan Hotel Investment Co., Ltd. and Hospitality Investment LLC, the company will focus on fundraising activities related to our core businesses of real estate and hotel operations, and provide support to ensure the smooth operation of our Group's businesses.

Furthermore, in the AI data center business—which the company has launched as a new venture—we aim to increase revenue by securing orders for GPU servers, while simultaneously promoting the development and operation of AI data centers to drive the overall growth of this business.

In addition, to expand our existing businesses, the Group will actively utilize investments and M&A in areas where synergies are expected, thereby driving the growth of the Group's earnings.

b. Improvement of Cost Structure

The company will consider and implement various measures to improve labor productivity, including reducing executive compensation and reviewing outsourced operations.

In addition, we will promote improvement of the cost structure by reviewing costs related to our business and controlling selling, general and administrative expenses.

c. Fund Procurement

At the Board of Directors meeting held on January 22, 2026, the company resolved to issue bonds with share acquisition rights to ZUU Target Fund for INT LPS, and share acquisition rights to ET Mobile Japan Co., Ltd. On February 9 of the same year, the company raised a total of 1,303 million yen, consisting of 1,297 million yen from the issuance of bonds with share acquisition rights and 6 million yen from the issuance of share acquisition rights, totaling 1,303 million yen.

Furthermore, at a Board of Directors meeting held on June 23, 2026, a resolution was passed to issue bonds with share acquisition rights and share acquisition rights to Dynamic Solution Group Co., Ltd. as the underwriter. On July 9 of the same year, we raised 300 million yen from the issuance of the bonds with share acquisition rights and 3 million yen from the issuance of the share acquisition rights, for a total of 303 million yen.

Furthermore, looking ahead, the company aim to restore our business performance as soon as possible to create an environment conducive to the conversion of the bonds into shares and the exercise of share acquisition rights, thereby strengthening our equity capital. The company will also work to enhance our creditworthiness to achieve a financial position that allows us to secure loans from financial institutions, and we will continue to strengthen our cash position.

Based on these measures, the company has determined that there are no significant uncertainties regarding the going concern assumption.

2. Quarterly Consolidated Financial Statements and Principal Notes
(1) Quarterly Consolidated Balance Sheet

(Thousand of yen)

	As of March 31, 2026	As of June 30, 2026
Assets		
Current assets		
Cash and deposits	1,504,881	1,114,565
Notes and accounts receivable - trade	81,652	57,210
Real estate for sale	123,470	123,349
Other inventories	1,173	942
Deposit	-	222,887
Other	62,234	30,513
Allowance for doubtful accounts	(240)	(240)
Total current assets	1,773,172	1,549,228
Non-current assets		
Property, plant and equipment	4,910	6,054
Intangible assets	6,263	5,691
Investments and other assets		
Investments and other assets	428,377	219,890
Allowance for doubtful accounts	(70,000)	(70,000)
Total investments and other assets	358,377	149,890
Total non-current assets	369,551	161,636
Deferred asset	4,385	3,508
Total assets	2,147,109	1,714,373
Liabilities		
Current liabilities		
Accounts payable - trade	3,419	2,690
Current portion of long-term debt	1,020	-
bonds due within one year	260,000	-
Provision for bonuses	6,333	4,858
Allowance for shareholder special benefit	37,105	-
Derivative Liabilities	-	58,317
Other	173,291	162,249
Total current liabilities	481,172	228,115
Non-current liabilities		
Convertible Bonds with Share acquisition rights	1,309,320	1,327,140
Derivative Liabilities	117,973	-
Total non-current liabilities	1,427,293	1,327,140
Total liabilities	1,908,465	1,555,255
Net assets		
Shareholders' equity		
Paid-in capital	1,444,427	1,444,427
Capital surplus	1,214,426	1,214,426
Retained earnings	(2,440,259)	(2,517,935)
Treasury shares	(2,476)	(2,476)
Total shareholders' equity	216,117	138,441
Accumulated other comprehensive income		
Foreign currency translation adjustment	(14,807)	(16,656)
Total accumulated other comprehensive income	(14,807)	(16,656)

	As of March 31, 2026	As of June 30, 2026
		(Thousand of yen)
Share acquisition rights	37,333	37,333
Total net assets	238,643	159,118
Total liabilities and net assets	2,147,109	1,714,373

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statement of Income

Three Months Ended June 30

(Thousand of yen)

	FY2025 (From April 1, 2025 to June 30, 2025)	FY2026 (From April 1, 2026 to June 30, 2026)
Net sales	235,902	209,026
Cost of sales	41,166	36,972
Gross profit	194,736	172,053
Selling, general and administrative expenses	282,138	288,862
Operating loss	(87,402)	(116,808)
Non-operating income		
Equity in earnings of affiliates	365	-
Gains on Derivatives	-	59,656
Foreign exchange gains	-	2,037
Other	77	79
Total non-operating income	443	61,772
Non-operating expenses		
Interest expenses	1,145	18,122
Loss from Investments Accounted for Using the Equity Method	-	603
Bond Issuance Expenses	3,111	2,600
Amortization of Start-up Expenses	877	877
Losses on Derivative Valuation	21,343	-
Foreign Exchange Loss	3,087	-
Other	1	49
Total non-operating expenses	29,566	22,252
Ordinary loss	(116,524)	(77,288)
Loss before income taxes	(116,524)	(77,288)
Income taxes -current	387	387
Loss	(116,912)	(77,676)
Loss attributable to owners of parent	(116,912)	(77,676)

Quarterly Consolidated Statement of Comprehensive Income

Three Months Ended June 30

(Thousand of yen)

	FY2025 (From April 1, 2025 to June 30, 2026)	FY2026 (From April 1, 2026 to June 30, 2026)
Loss	(116,912)	(77,676)
Other comprehensive income		
Foreign currency translation adjustment	2,297	(1,849)
Total other comprehensive income	2,297	(1,849)
Comprehensive income	(114,614)	(79,525)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(114,614)	(79,525)

(Thousand of yen)

	FY2025 (From April 1, 2025 to June 30, 2026)	FY2026 (From April 1, 2026 to June 30, 2026)
Comprehensive income attributable to non-controlling interests	-	-

(3) Notes to Quarterly Consolidated Financial Statements

(Changes in accounting policies)

Not applicable.

(Note on Segment information)

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

Information on sales revenue and profit or loss by reportable segments

(Thousand of yen)

	Reportable segments			Other (Note 1)	Adjustment (Note 2)	Total (Note 3)
	Real estate	Hotel operation	Total			
Sales revenue						
Sales revenue to outside customers	46,472	189,296	235,769	133	—	235,902
Revenue from other sources	—	—	—	—	—	—
Sales to external customers	46,472	189,296	235,769	133	—	235,902
Segment profit (loss)	(1,039)	(9,910)	(10,950)	(6,181)	(70,270)	(87,402)

(Note) 1. The "Other" segment is a business segment not included in the reportable segments and mainly consists of the customer sending business from China.

2. Adjustment of segment profit (loss) is the cost of head office expenses that do not belong to the reportable segments.

3. Total segment profit (loss) is adjusted with operating loss in the quarterly consolidated statements of income.

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

Information on sales revenue and loss by reportable segments.

(Thousand of yen)

	Reportable segments			Other (Note 1)	Adjustment (Note 2)	Total (Note 3)
	Real estate	Hotel operation	Total			
Sales revenue						
Sales revenue to outside customers	44,074	163,584	207,658	-	-	207,658
Revenue from other sources	1,367	-	1,367	-	-	1,367
Sales to external customers	45,441	163,584	209,026	-	-	209,026
Segment Loss	1,110	(15,154)	(14,044)	(4,220)	(98,544)	(116,808)

(Note) 1. The "Other" segment is a business segment not included in the reportable segments and mainly consists of the customer sending business from China.

2. Adjustment of segment loss is the cost of head office expenses that do not belong to the reportable segments.

3. Total segment loss is adjusted with operating loss in the quarterly consolidated statements of income.

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

First quarter of the current fiscal year (April 1, 2026 to June 30, 2026)

Not applicable.

(Notes on going concern assumption)

Not applicable.

(Cash flow)

Quarterly consolidated statements of cash flows for the first quarter of the current fiscal year has not been prepared. Depreciation and amortization (including amortization related to intangible assets) for the first quarter of the current fiscal year is as follows;

(Thousand of yen)

	FY2025 (From April 1, 2025 to June 30, 2025)	FY2026 (From April 1, 2026 to June 30, 2026)
Depreciation and amortization	775	802

(Significant Subsequent Events)

At a meeting of the Board of Directors held on June 23, 2026, the Company resolved to issue the Third Series of Unsecured Convertible Bonds with Share Acquisition Rights (hereinafter referred to as the "Bonds with Share Acquisition Rights," and the bond portion thereof as the "Bonds") and the 11th Series of Share Acquisition Rights (hereinafter referred to as "the 11th Share Options" or "these Stock Options") through a third-party allotment (hereinafter referred to as "the Third-Party Allotment"). The payment procedures for the total subscription amount of the Convertible Bonds with Share Options 300,000,000 yen and the total issue price of the Share Options 3,535,672 yen were completed on July 9, 2026.

Furthermore, at a Board of Directors meeting held on June 23, 2026, a resolution was passed to issue the 12th Series Stock Options (stock options), and on July 9, 2026, the payment procedures for the total issue price of these stock options 925,000 yen were completed.

(1) The 3rd Series of Unsecured Convertible Bonds with Share Acquisition Rights

a. Payment Date	July 9, 2026
b. Total number of share acquisition rights	30
c. Issue price of bonds and stock acquisition rights	100 yen per 100 yen face value of the bonds Provided, however, that no cash payment is required in exchange for these convertible bond-type stock acquisition rights.
d. Redemption Amount of the Bonds	100 yen for every 100 yen of the face value of the bonds
e. Number of Potential Shares Resulting from This Issuance	2,307,690 shares (76,923 shares per stock option)
f. Amount of Funds Raised	300,000,000
g. Conversion Price	130 yen
h. Method of Offering or Allotment	By way of third-party allotment
i. Allottee	Dynamic Solution Group Co., Ltd.
j. Interest Rate and Redemption Date	These bonds do not bear interest. Redemption Date: July 9, 2029

k. Other	1. The provisions of the preceding items are subject to the effectiveness of the notification filed pursuant to the Financial Instruments and Exchange Act. Any transfer of these bonds with share acquisition rights requires the approval of the Company's Board of Directors. 2. The procedures to be followed in the event of a default by the Intended Allottee (including group companies of the Intended Allottee; the same shall apply hereinafter in this Article) shall be as follows. If the Intended Allottee defaults on its obligations under the [Master Purchase Agreement dated June 23, 2026] or any other agreement between the Issuer and the Intended Allottee (hereinafter referred to as the "Event of Default"), pursuant to the provisions of Article 16, Item 3 of the Terms and Conditions of Issue for these Bonds with Share Acquisition Rights, the Issuer may repurchase all or part of the Bonds with Share Acquisition Rights from the Intended Allottee and may set off the Issuer's obligation to pay the purchase price to the Intended Allottee arising from such repurchase against all monetary obligations owed by the Intended Allottee to the Issuer at that time, to the extent of the respective amounts. In this case, if there are any undisclosed facts or circumstances that, if disclosed, could have a material impact on the issuer's stock price (including, but not limited to, material facts as defined in Article 166, Paragraph 2 of the Financial Instruments and Exchange Act, as well as facts concerning the implementation and suspension of tender offers, etc., as provided in Article 167, Paragraph 2 of the same Act; Hereinafter referred to as "unpublished material facts"), the purchase shall be conducted only after the issuer and the intended allottee have consulted in advance regarding the handling of such unpublished material facts.

(2) The 11th Series of Share Acquisition Rights

a. Payment Date	July 9, 2026
b. Total number of share acquisition rights	46,522 units (100 shares of common share per stock option)
c. Issue price of share acquisition rights	Total amount: 3,535,632 yen (76 yen per share option)
d. Number of potential shares resulting from the issuance	4,652,200 shares (100 shares per share option)
e. Amount of Funds Raised	422,233,672 yen (Breakdown) Amount raised through the issuance of these stock options: 3,535,672 yen Amount raised through the exercise of these stock options: 418,698,000 yen
f. Exercise Price: 90.0 yen	90.0 yen
g. Method of Offering or Allocation	By way of a third-party allocation
h. Allottee	Dynamic Solution Group Co., Ltd.
i. Exercise Period	From July 10, 2026, to July 9, 2028
j. Other	1. Each of these share options may not be exercised in part. 2. These share options may be exercised only if the "Performance Conditions" related to GPU server sales, as stipulated in the "Total Volume Underwriting Agreement" to be concluded between the Company and the intended allottee, are satisfied through the business cooperation of the intended allottee (including the intended allottee's group companies; the same shall apply hereinafter in this Article). (Excluding projects for which orders were secured by the Company alone, without the business cooperation of the Intended Allottee)

	3. The Capital and Business Alliance Agreement concluded between the Issuer and the Intended Allottee on June 23, 2026 (hereinafter referred to as the "Capital and Business Alliance Agreement") must remain in full force and effect. 4. The Issuer's profit margin on the total transaction amount for GPU servers handled by the Issuer pursuant to the Capital and Business Alliance Agreement must be 3% or more of the total transaction value during the period specified in the performance conditions. (Performance Conditions) One of the following conditions must be met. Furthermore, if each of the conditions from "a" to "j" is met, the exercisable portion corresponding to the achievement of each performance condition may be exercised at any time thereafter. a. If the total sales volume of the Issuer's GPU servers over the immediately preceding three months is 750 million yen or more: Exercisable percentage: 10% b. If the total sales volume of the Issuer's GPU servers over the immediately preceding six months is 1.5 billion yen or more: Exercisable percentage: 10% c. If the total sales volume of the Issuer's GPU servers over the immediately preceding 12 months is 3 billion yen or more: Exercisable percentage 10% d. If the total transaction value processed by the issuer's GPU servers during the preceding three months is 1.25 billion yen or more: Exercisable percentage 10% e. If the total transaction value processed by the issuer's GPU servers during the preceding six months is 2.5 billion yen or more: Exercisable percentage 10% f. If the total transaction value of the issuer's GPU servers over the preceding 12 months is 4.5 billion yen or more: Exercisable percentage 10% g. If the total transaction value of the issuer's GPU servers over the preceding 3 months is 1.5 billion yen or more: Exercisable percentage 10% h. If the issuer's total transaction value for GPU servers over the preceding 6 months is 3 billion yen or more: Exercisable percentage 10% i. If the issuer's total transaction value for GPU servers over the preceding 12 months is 5 billion yen or more: Exercisable percentage 10% j. If the total transaction value of the issuer's GPU servers over the preceding 12 months is 6.0 billion yen or more: Exercise ratio 10% (Note) If the above performance conditions are met and the options are exercised, we will make appropriate disclosures.

(2) The 12th Series of Share Acquisition Rights

a. Date of Resolution	June 23, 2026
b. Categories and Number of Recipients	Three directors of the Company Three employees of the Company
c. Number of Stock Options	18,500
d. Class, Details, and Number of Shares Subject to Stock Options	Common Share: 1,850,000 shares
e. Amount to Be Paid Upon Exercise of Stock Options	96 yen per share
f. Exercise Period for Stock Options	From July 10, 2026, to July 9, 2029
g. Issue Price and Amount to Be Capitalized Upon Issuance of Shares Through the Exercise of Stock Options	Issue Price: 96 yen Amount Allocated to Capital: 48 yen
h. Conditions for Exercising Stock Options	1. If the holder of these stock options dies between July 10, 2026, and July 9, 2029, the holder's heirs may not exercise these stock options. 2. The holder of these stock options may not exercise them if any of the following events occurs. However, this shall not apply if the Company's Board of Directors reasonably approves a different course

	of action, except in the cases described in (1), (3), and (9) below. (1) If sentenced to imprisonment or a more severe penalty (2) If the individual engages in competition with the Company, regardless of the form—such as by directly or indirectly establishing a company that conducts business in competition with the Company, or by assuming the position of director, officer, or employee of such a company (except where prior written approval has been obtained from the Company) (3) If the employee damages the Company's reputation through violations of laws and regulations or other misconduct (4) If the employee is subject to a petition for attachment, provisional attachment, provisional disposition, enforcement, or public auction, or is subject to enforcement measures for delinquency in public taxes and levies (5) If the employee suspends payments or becomes insolvent, or if a bill of exchange or check issued or accepted by the employee is dishonored (6) If a petition is filed for the commencement of bankruptcy proceedings, civil rehabilitation proceedings, or other similar proceedings, or if the individual files such a petition themselves (7) If the individual violates the employment rules and receives disciplinary action (8) If the individual violates the duty of loyalty or other obligations expected of an officer (9) If the individual is suspected of being affiliated with antisocial forces or anti-market forces, or if there is suspicion that the individual was affiliated with such groups within the past five years
i. Matters Concerning the Transfer of These Stock Options	This shall require the approval of the Company's Board of Directors.
j. Mandatory Exercise of These Stock Options	If, at any time between the Allotment Date and the end of the exercise period for these stock acquisition rights, the average closing price of the Company's common stock on a financial instruments exchange over 21 consecutive business days falls below 60% of the exercise price, the holder of these stock acquisition rights must exercise all remaining stock acquisition rights by the end of the exercise period. However, this shall not apply if the conditions for exercising the stock acquisition rights set forth in Paragraph 11 are not met.