Translation

Note: This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

Consolidated Financial Results for the Three Months of the Fiscal Year Ending March 31, 2027 (Under Japanese GAAP)

August 14, 2026

Company name:	Japan Asia Investment Company, limited
Stock exchange listings:	Tokyo Stock Exchange
Stock code:	8518
URL:	https://www.jaic-vc.co.jp/
Representative:	Shun Maruyama, Representative Director, president & CEO
Contact:	Kenji Kishimoto, Board Director, managing Executive Officer CFO
TEL:	+81-3-3221-8518
Scheduled date for dividend payment:	-
Supplementary materials for financial summaries:	Yes
Financial results briefing:	None

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

1. Consolidated Financial Results for the Three Months of the Fiscal Year Ending March 31, 2027 (from April 01, 2026 to June 30, 2026)

(1) Consolidated operating results (cumulative) (Percentage indicate YoY changes)

	Operating revenue		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Three months ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
June 30, 2026	940	222.8	(69)	-	(133)	-	(14)	-
June 30, 2025	291	(64.6)	(159)	-	(197)	-	(143)	-

(Note) Comprehensive income

For the three months of the fiscal year ending March 31,2027: (138) million yen -%

For the three months of the fiscal year ended March 31,2026: 50 million yen (76.1%)

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2026	(0.51)	-
June 30, 2025	(6.44)	-

(2) Consolidated financial positions

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Million yen	Million yen	%	Yen
June 30, 2026	21,615	10,243	36.9	286.28
March 31, 2026	21,024	9,630	35.9	290.88

(Reference) Owner's equity

As of the three months of the fiscal year ending March 31,2027: 7,980 million yen

As of the fiscal year ended March 31 2026: 7,541 million yen

2. Cash dividends

	Annual dividends per share				
	End of the first quarter	End of the second quarter	End of the third quarter	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2026	-	0.00	-	0.00	0.00
Fiscal year Ending March 31, 2027	-				
Fiscal year ending March 31, 2027 (Forecast)		0.00	-	0.00	0.00

(Note) Whether there has been any revision to the most recently announced dividend forecast: None

3. Consolidated Earnings Forecasts for the Fiscal Year Ending March 31, 2027 (from April 01, 2026 to March 31, 2027)

Due to the nature of our group's private equity investment business, it is highly susceptible to fluctuations in the stock market and other factors. Furthermore, given the current highly volatile environment, it is difficult to make reasonable forecasts; therefore, the Company does not provide forecasts.

However, in order to provide convenience to our investors and shareholders, we are disclosing, as reference information, the "Forecasts based on the previous consolidated standards," which have been prepared based on certain assumptions, in place of forecasts, although the rationality of these figures is limited. Please note that all forward-looking statements in this document, including the aforementioned "Forecasts based on the previous consolidated standards," are based on information currently available to the Company and on certain assumptions, and are not intended as a guarantee of their achievement. Actual results may differ significantly from those described herein due to various factors.

For details, please refer to page 13, "3. Quarterly Consolidated Financial Statements, etc. under the Previous Consolidation Standards, (1) Summary Information under the Previous Consolidation Standards, 2. Forecasts under the previous consolidation standards for the fiscal year ending March 31, 2027 (from April 1, 2026 to March 31, 2027)."

Also, for the assumptions and other conditions underlying the "Forecasts based on the previous consolidation standards," please refer to page 23, "5. Consolidated Financial Statements, etc. Based on the Previous Consolidation Standards, (4) Future outlook under the Previous Consolidation Standards" of the " Consolidated Financial Results for the Fiscal Year Ended March 31, 2026 [Under Japanese GAAP] " dated May 15, 2026.

※Notes

(1) Significant changes in the scope of consolidation during the period: Yes

Newly included: 1 company (Name) 1 investment business partnership and fund

Excluded: 1 company (Name) 1 investment business partnership and fund

(2) Application of specific accounting for the quarterly consolidated financial statements: None

(3) Changes in accounting policies, Changes in accounting estimates, Retrospective restatement

(i) Changes in accounting policies based on revisions of accounting standard :None

(ii) Changes in accounting policies other than (i) :None

(iii) Changes in accounting estimates :None

(iv) Retrospective restatement :None

(4) Number of issued shares (common stock)

(i) Total number of issued shares at the end of the period (including treasury shares)

As of June 30, 2026	27,955,392 shares
As of March 31, 2026	26,004,392 shares

(ii) Number of treasury shares at the end of the period

As of June 30, 2026	78,009 shares
As of March 31, 2026	78,009 shares

(iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2026	27,263,691 shares
Three months ended June 30, 2025	22,206,383 shares

* Review of attached consolidated quarterly financial statements by a certified public accountant or an audit firm: None

* Notes on the proper use of forecasts, and other special matters

(How to obtain supplementary materials on financial results)

Supplementary materials for the financial results are scheduled to be posted on our website on August 14, 2026.

(Cautionary statement regarding forward-looking statements)

All forward-looking statements in this document, including the forecast figures based on the previous consolidated standards, are based on information currently available to the Company and certain assumptions, and are not intended as a guarantee of their achievement by the Company. Actual results may differ significantly from those described due to numerous factors.

For details, please refer to page 13, "3. Quarterly consolidated financial statements, etc. under the previous consolidated standards, (1) Summary information under the previous consolidated standards, 2. Forecasts under the previous consolidated standards for the fiscal year ending March 31, 2027 (from April 1, 2026 to March 31, 2027)."

For the assumptions and other conditions underlying the forecast figures based on the previous consolidated standards, please refer to page 23, "5. Consolidated Financial Statements, etc. Based on the Previous Consolidation Standards, (4) Future Outlook Based on the Previous Consolidation Standards " of the " Consolidated Financial Results for the Fiscal Year Ended March 31, 2026 [Under Japanese GAAP] " dated May 15, 2026.

Table of Contents of Attached Materials

1. Overview of operating results, etc.

(1) Overview of operating results for the current quarter

The summary of the Group's performance for the three months ended June 30,2026 was as follows: Operating revenue 940 million yen (up 222.8% YoY), Operating gross profit 357 million yen (up 233.6% YoY), operating loss 69 million yen (operating loss of 159 million yen in the same period of the previous year), ordinary loss 133 million yen (ordinary loss of 197 million yen in the same period of the previous year), and quarterly net loss attributable to owners of parent 14 million yen (quarterly net loss attributable to owners of parent of 143 million yen in the same period of the previous year).

Operating revenue increased significantly compared with the same period of the previous year due to strong sales of shares. Profit attributable to owners of parent was a loss due to factors such as increased costs of subsidiaries and projects acquired at the end of the previous fiscal year, but the amount of the loss decreased substantially. The breakdown and the status of operating activities that formed the background are as follows.

(a) Breakdown of operating revenue and operating costs

(Unit: Million yen)

	Previous first-quarter consolidated cumulative period (From April 1, 2025 to June 30, 2025)	Current first-quarter consolidated cumulative period (From April 1, 2026 to June 30, 2026)	Previous consolidated fiscal year (From April 1, 2025 to March 31, 2026)
Total operating revenue	291	940	2,117
Management fees etc.	44	50	196
Proceeds of sales of operational investment securities	6	633	908
Fund interests income and Income gains etc.	226	239	964
Other operating revenue	14	18	48
Total operating cost	184	583	1,427
Cost of securities sold	6	345	473
Loss on operational investment securities and provision for allowance for possible investment loss	-	17	163
Fund interests losses etc.	174	214	774
Other operating cost	4	6	15
Operating gross profit	107	357	690

(Management fees, etc.)

Management fees in operating revenue include management fees and administrative service fees from investment limited partnerships and similar entities. Total management and operating fees, etc. increased from the same period of the previous year to 50 million yen (up 14.1% YoY) due to fees from funds established and increased during the previous fiscal year.

(Investment profit and loss)

Sales of operational investment securities progressed in the current first-quarter consolidated cumulative period. Sales of Japanese unlisted shares realized, for which sales activities had been continuing since the previous fiscal year, and sales of listed shares also progressed. As a result, sales increased from the same period of the previous year to 633 million yen (up 10,255.2% YoY), and realized capital gains, calculated by deducting cost of sales from sales, also amounted to a profit of 287 million yen (compared with a loss of 0 million yen in the same period of the previous year).

Although no loss on valuation of operational investment securities or provision for allowance for possible investment loss was incurred in the same period of the previous year, in the current first-quarter consolidated cumulative period, an amount of 17 million yen was recorded for companies whose business conditions had deteriorated.

As a result of the above, investment profit and loss, calculated by deducting the total of loss on valuation of operational investment securities and provision for allowance for possible investment loss from realized capital gains, also resulted in a profit of 270 million yen (compared with a loss of 0 million yen in the same period of the previous year).

(Fund interests income and income gains, etc.)

Of operating revenue, fund interests income and income gains, etc. include income from projects operated by the Group (such as electricity sales revenue, vegetable sales, and rental income from group homes for persons with disabilities), gains on equity interests in projects operated by other companies (net profit from project operations and gains on the sale of projects), gains on equity interests in private equity funds operated by other companies, interest and dividend income, and other revenue.
The total amount of fund interests income and income gains, etc. for the current first-quarter consolidated cumulative period increased from the same period of the previous year to 239 million yen (up 5.6% YoY). Primarily, income increased from the group homes for persons with disabilities that commenced operations during the previous fiscal year.

(Fund interests losses etc.)

Of operating cost, fund interests losses, etc. include the costs of projects operated by the Group (such as electricity sales costs, vegetable production costs, rental costs for group homes for persons with disabilities, and rental costs for logistics facilities), equity in losses of projects operated by other companies (mainly net losses from projects in the initial startup phase), and equity in losses, etc. of private equity funds operated by other companies.
The total amount of fund interests losses, etc. for the current first-quarter consolidated cumulative period increased from the same period of the previous year to 214 million yen (up 23.3% YoY). This was mainly due to an increase in costs associated with the group homes for persons with disabilities that commenced operations during the previous fiscal year, and the distribution center (logistics facility) projects acquired at the end of the previous fiscal year.

As a result, operating revenue was 940 million yen (up 222.8% YoY), operating costs were 583 million yen (up 216.5% YoY), and operating gross profit was 357 million yen (up 233.6% YoY).

(b) Selling, general and administrative expenses, operating profit (loss)

Selling, general and administrative expenses increased from the same period of the previous year to 426 million yen (up 60.2% YoY). The main factor for the increase was the addition of expenses for subsidiaries and projects acquired at the end of the previous fiscal year. As a result, operating loss was 69 million yen (operating loss of 159 million yen in the same period of the previous year).

(c) Other profit and loss items

Among profit and loss items other than the above (a) and (b), the noteworthy item in the current first-quarter consolidated cumulative period is quarterly net profit or loss attributable to non-controlling interests. Quarterly net profit or loss attributable to non-controlling interests represents the share of earnings belonging to third-party shareholders and investors in the Group's subsidiaries, funds, and projects. In the current first-quarter consolidated cumulative period, losses were incurred at these subsidiaries, funds, and projects, resulting in quarterly loss attributable to non-controlling interests of 96 million yen (same period of the previous year: profit attributable to non-controlling interests 3 million yen).

As a result of the above, quarterly net loss attributable to owners of parent was 14 million yen (quarterly net loss attributable to owners of parent in the same period of the previous year was 143 million yen).

(2) Overview of financial positions for the current quarter

(Assets)

Total assets increased from the end of the previous consolidated fiscal year to 21,615 million yen (as of the end of the previous consolidated fiscal year: 21,024 million yen). Operational investment securities increased from the end of the previous consolidated fiscal year to 5,214 million yen (same: 4,519 million yen) due to the execution of investments.

(Liabilities)

Total liabilities remained at a level comparable to the end of the previous consolidated fiscal year at 11,372 million yen (as of the end of the Previous consolidated fiscal year: 11,394 million yen). The main components of liabilities were borrowings and bonds payable, and their combined balance totaled 10,304 million yen (same : 10,217 million yen). Of this amount, borrowings from financial institutions on a non-consolidated basis were 2,285 million yen (same : 2,644 million yen).

In addition, the balance of project finance and bonds payable in projects operated by the Group was 7,964 million yen (same :7,507 million yen). Since these are repayable solely from the assets and revenue of the projects, their impact on the financial soundness of the Group is limited. Therefore, the Company intends to continue making leveraged investments by combining financing through project finance and bonds payable in projects operated by the Group, thereby enhancing profitability while maintaining high financial soundness.

(Unit: Million yen)

	At the end of the first quarter of the previous fiscal year (As of June 30, 2025)	At the end of the first quarter of the current fiscal year (As of June 30, 2026)	At the end of the previous fiscal year (As of March 31, 2026)
Total borrowings and Bonds payable outstanding balance	7,214	10,304	10,217
Loans payable; non-consolidated base	3,172	2,285	2,644
Borrowings by subsidiaries (excluding funds)	-	54	66
Project finance and bonds payable etc. in project investments	4,041	7,964	7,507

(Net assets)

Of net assets, owner's equity increased from the end of the previous consolidated fiscal year to 7,980 million yen (same : 7,541 million yen). The main factor for the increase was an increase in share capital and capital surplus due to the exercise of share acquisition rights. As a result, the equity-to-asset ratio at the end of the current first-quarter consolidated accounting period rose 1.0 percentage point from the end of the previous consolidated fiscal year to 36.9% (same: 35.9%).

As a result, net assets as a whole also increased from the end of the previous consolidated fiscal year to 10,243 million yen (same :9,630 million yen).

(3) Status of operating activities

(a) Unrealized gain (loss) on listed shares included in operational investment securities (Note)

(Unit: Million yen)

	At the end of the first quarter of the previous fiscal year (As of June 30, 2025)	At the end of the first quarter of the current fiscal year (As of June 30, 2026)	At the end of the previous fiscal year (As of March 31, 2026)
Unrealized gain (loss)	192	40	(3)

(Note) This indicates the amount attributable to the Group out of the difference between the acquisition cost and the amount recorded in the quarterly consolidated Balance sheet or consolidated Balance sheet, for stocks listed on securities exchanges those held by the Group and funds managed by the Group as operational investment securities.

(b) Status of funds

As of the end of the current first-quarter consolidated accounting period, the balance of assets under management of the funds for which the Group manages, operates, or provides investment information amounted to 14 funds and 18,690 million yen (13 funds and 17,629 million yen as of the end of the previous consolidated fiscal year).

During the current first-quarter consolidated cumulative period, in addition to making capital contributions to 1 newly established fund, we increased the commitments to 2 funds in operation.

(i) Assets under management

	At the end of the first quarter of the previous fiscal year (As of June 30, 2025)			At the end of the first quarter of the current fiscal year (As of June 30, 2026)			At the end of the previous fiscal year (As of March 31, 2026)		
	Number of funds	Total commitment amount of funds (million yen)	Total net assets amount of funds (million yen)	Number of funds	Total commitment amount of funds (million yen)	Total net assets amount of funds (million yen)	Number of funds	Total commitment amount of funds (million yen)	Total net assets amount of funds (million yen)
During operation period	10	14,402	7,748	14	18,690	10,110	13	17,629	8,457
Maturity extension in progress	-	-	-	-	-	-	-	-	-
During liquidation procedure	-	-	-	-	-	-	-	-	-
Total (of which, amount invested by our group)	10	14,402 (1,717)	7,748	14	18,690 (2,805)	10,110	13	17,629 (2,308)	8,457

(ii) Newly established and increased funds during the current first-quarter consolidated cumulative period

Name of fund	Inception	Maturity	Increase in total fund amount during current first-quarter consolidated cumulative period (million yen)	Total amount of funds at the end of the current first-quarter consolidated accounting period (million yen)	Features
Omiyage Fund, L.P. No. 1	March 2026 (Capital contribution was executed in April 2026)	March 2031	802	802	A fund specializing in the roll-up investment strategy of the souvenir industry
JAIC Specialty Fund L.P.	January 2025	December 2027	214	826	A fund that invests in listed companies and others engaged in creating a virtuous cycle of business growth and regional revitalization in Japan's domestic souvenir, retail, and tourism industries
JAIC SCALE UP Fund, L.P.	June 2025 (Initial capital contribution executed in March 2026)	February 2031	45	346	A fund that invests in domestically listed companies aiming to scale up their business operations

(Note) 1. The total amount of the fund is on a commitment basis (based on the amount of capital commitments stipulated by contract).

2. To enhance consistency with the financial statements, newly established funds for which capital contributions have not yet been completed are not included.

(4) Explanation regarding forward-looking statements such as consolidated forecasts

Due to the nature of our group's private equity investment business, it is highly susceptible to fluctuations in the stock market and other factors. Furthermore, given the current highly volatile environment, it is difficult to make reasonable forecasts; therefore, the Company does not provide forecasts.

However, for the convenience of investors and shareholders, instead of forecasts, we are disclosing "Forecast based on the previous consolidated standards," which have been prepared based on certain assumptions. Although the numerical rationality is low, these are provided as reference information.

Please note that all forward-looking statements in this document, including the "Forecast based on the previous consolidated standards," are based on information currently available to the Company and certain assumptions, and are not intended as a guarantee of achievement by the Company. Actual results may differ significantly from those described due to various factors.

For details, please refer to page 13, "3. Quarterly consolidated financial statements, etc. under the previous consolidated standards, (1) Summary information under the previous consolidated standards, 2. Forecasts under the previous consolidated standards for the fiscal year ending March 31, 2027 (April 1, 2026 to March 31, 2027)." In addition, regarding the assumptions and other conditions underlying the "forecasts under the previous consolidated standards," please refer to page 22, "5. Consolidated financial statements, etc. under the previous consolidated standards, (4) Future outlook under the previous consolidated standards" of the " Consolidated Financial Results for the Fiscal Year Ended March 31, 2026 [Under Japanese GAAP] " dated May 15, 2026.

2. Quarterly consolidated financial statements and main notes

(1) Quarterly consolidated balance sheet

(Unit: Million yen)

	Previous consolidated fiscal year (March 31, 2026)	Current first-quarter consolidated accounting period (June 30, 2026)
Assets		
Current assets		
Cash and deposits	4,122	3,844
Operational investment securities	4,519	5,214
Allowance for possible investment loss	(817)	(794)
Costs on service contracts in progress	217	244
Other	369	241
Allowance for doubtful accounts	(0)	(0)
Total current assets	8,410	8,749
Non-current assets		
Property, plant and equipment		
Buildings and structures	6,556	6,801
Accumulated depreciation	(178)	(256)
Buildings and structures, net	6,377	6,545
Machinery and equipment	3,376	3,376
Accumulated depreciation	(1,104)	(1,154)
Machinery and equipment, net	2,271	2,222
Vehicles, tools, furniture and fixtures	144	69
Accumulated depreciation	(82)	(38)
Vehicles, tools, furniture and fixtures, net	62	31
Land	2,225	2,300
Construction in progress	121	163
Total property, plant and equipment	11,059	11,263
Intangible assets		
Power production facilities concessions	591	580
Goodwill	583	568
Other	45	34
Total intangible assets	1,219	1,183
Investments and other assets		
Investment securities	150	240
Distressed receivables	151	151
Other	185	178
Allowance for doubtful accounts	(151)	(151)
Total investments and other assets	336	418
Total non-current assets	12,614	12,865
Total assets	21,024	21,615

(Unit: Million yen)

	Previous consolidated fiscal year (March 31, 2026)	Current first-quarter consolidated accounting period (June 30, 2026)
Liabilities		
Current liabilities		
Short-term borrowings	688	4,481
Current portion of bonds payable	9	109
Accrued expenses	100	81
Income taxes payable	113	31
Provision for bonuses	42	15
Other	90	74
Total current liabilities	1,043	4,792
Non-current liabilities		
Bonds payable	244	144
Long-term borrowings	9,275	5,568
Deferred tax liabilities	437	472
Retirement benefit liability	124	127
Asset retirement obligations	242	242
Other	25	22
Total non-current liabilities	10,351	6,579
Total liabilities	11,394	11,372
Net assets		
Shareholders' equity		
Share capital	489	635
Capital surplus	6,804	7,099
Retained earnings	219	206
Treasury shares	(152)	(152)
Total shareholders' equity	7,360	7,789
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	98	109
Foreign currency translation adjustment	81	82
Total accumulated other comprehensive income	180	191
Share acquisition rights	1	0
Non-controlling interests	2,087	2,262
Total net assets	9,630	10,243
Total liabilities and net assets	21,024	21,615

(2) Quarterly consolidated statement of income and quarterly consolidated comprehensive income statement

(Quarterly consolidated statement of income)

(Unit: Million yen)

	Previous first-quarter consolidated cumulative period (From April 1, 2025 to June 30, 2025)	Current first-quarter consolidated cumulative period (From April 1, 2026 to June 30, 2026)
Operating revenue	291	940
Operating costs	184	583
Operating gross profit	107	357
Selling, general and administrative expenses	266	426
Operating loss	(159)	(69)
Non-operating income		
Interest income	0	0
Dividend income	0	0
Share of profit of entities accounted for using equity method	0	0
Foreign exchange gains	-	0
Rental income from facilities	1	-
Penalty income	-	0
Miscellaneous income	0	1
Total non-operating income	2	3
Non-operating expenses		
Interest expenses	40	65
Foreign exchange losses	0	-
Share issuance costs	-	2
Miscellaneous losses	-	0
Total non-operating expenses	40	68
Ordinary loss	(197)	(133)
Extraordinary income		
Gain on sale of non-current assets	23	22
Gain on reversal of foreign currency translation	33	-
Other	1	2
Total extraordinary income	57	24
Extraordinary losses		
Loss on sale and retirement of non-current assets	-	1
Loss on liquidation of investment securities	-	0
Total extraordinary losses	-	1
Profit (loss) before income taxes	(139)	(110)
Income taxes - current	0	2
Income taxes - deferred	-	(2)
Total income taxes	0	(0)
Loss	(139)	(110)
Profit (loss) attributable to non-controlling interests	3	(96)
Loss attributable to owners of parent	(143)	(14)

(Quarterly consolidated statement of comprehensive income)

(Unit: Million yen)

	Previous first-quarter consolidated cumulative period (From April 1, 2025 to June 30, 2025)	Current first-quarter consolidated cumulative period (From April 1, 2026 to June 30, 2026)
Loss	(139)	(110)
Other comprehensive income		
Valuation difference on available-for-sale securities	37	(20)
Foreign currency translation adjustment	(36)	0
Share of other comprehensive income of entities accounted for using equity method	189	(8)
Total other comprehensive income	190	(28)
Comprehensive income	50	(138)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	43	(3)
Comprehensive income attributable to non-controlling interests	6	(135)

(3) Notes on quarterly consolidated financial statements

(Notes on segment information, etc.)

[Segment Information]

For the three months ended June 30, 2025 and for the three months ended June 30, 2026

As our group operates in a single segment, the investment business, disclosure is omitted.

(Notes when there are significant changes in the amount of shareholders' equity)

Not applicable.

(Notes on the going concern assumption)

Not applicable.

(Notes on the quarterly consolidated statement of cash flows)

A quarterly consolidated statement of cash flows for the current first-quarter consolidated cumulative period has not been prepared. In addition, depreciation (excluding goodwill and including amortization related to intangible assets) and amortization of goodwill for the first-quarter consolidated cumulative period are as follows.

	Previous first-quarter consolidated cumulative period (From April 1, 2025 to June 30, 2025)	Current first-quarter consolidated cumulative period (From April 1, 2026 to June 30, 2026)
Depreciation	11 million yen	11 million yen
Amortization of goodwill	0	14

3. Quarterly consolidated financial statements, etc. under the previous consolidation standards
(1) Summary information under the previous consolidation standards

Consolidated Financial Results for the Three Months of the Fiscal Year Ending March 2027 [Under Japanese GAAP]

August 14, 2026

Since the fiscal year ended March 2007, the Group has applied the "Practical Solution on the Application of Control Criteria and Influence Criteria to Investment Business Limited Partnerships" (Accounting Standards Board of Japan, Practical Issues Task Force No.20, September 8, 2006), and has prepared consolidated financial statements, etc. by including some of the investment business limited partnerships, etc. managed by the Group in the scope of consolidation.
However, we believe that, in order for investors and shareholders to properly understand the operating results and financial position of our group, it is also necessary to disclose financial statements, etc. based on the previous accounting standards.
Based on the above, we will continue to disclose consolidated financial statements, etc. under the previous accounting standards as reference information.

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

1. Consolidated Financial Results for the Three Months of the Fiscal Year Ending March 31, 2027 (from April 01, 2026 to June 30, 2026)

(1) Consolidated operating results (cumulative) (Percentage indicate YoY changes)

	Operating revenue		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Three months ended	million yen	%	million yen	%	million yen	%	million yen	%
June 30, 2026	775	713.3	54	-	41	-	64	-
June 30, 2025	95	(81.1)	(151)	-	(164)	-	(131)	-

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2026	2.38	2.33
June 30, 2025	(5.92)	-

(2) Consolidated financial positions

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	million yen	million yen	%	Yen
June 30, 2026	10,760	8,034	74.2	286.33
March 31, 2026	10,704	7,489	69.7	287.89

(Reference) Owner's equity
As of the three months of the fiscal year ending March 31,2027: 7,982 million yen
As of the fiscal year ended March 2026: 7,463 million yen

2. Forecasts under the previous consolidated basis for the fiscal year ending March 31, 2027 (from April 1, 2026 to March 31, 2027)
Regarding forecasts, private equity investments conducted by the Group are subject to extremely significant impacts from fluctuation factors such as stock markets due to the nature of the business, and in addition, under the recent highly volatile environment, it is difficult to make reasonable forecasts; therefore, the Company does not provide forecasts.
However, in order to contribute to the convenience of investors and shareholders, in place of forecasts, we disclose "forecasts based on the previous consolidation standards," which were formulated based on certain assumptions, as reference information, although the rationality of the figures is low.

(Reference information) Forecast based on the previous consolidated accounting standard

(Percentage indicate YoY changes)

	Operating revenue		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	3,000	127.2	350	-	250	-	300	-	10.76

(Note) Whether there are revisions from the most recently announced "forecasts based on the previous consolidation standards": None

The number of issued shares as of June 30, 2026 (excluding Treasury shares) is used as the basis for calculating "Basic earnings per share" in the forecasts based on the previous consolidation standards for the fiscal year ending March 2027.

In addition, all forward-looking statements contained in this document, including the "forecast figures based on the previous consolidation standards," are based on information currently available to the Company and certain assumptions, and are not intended as a promise by the Company that they will be achieved. Actual results may differ materially from those described due to various factors.

Also, for the assumptions underlying the forecast figures based on the previous consolidation standards and notes regarding their use, please refer to page 23, "5. Consolidated Financial Statements, etc. Based on the Previous Consolidation Standards, (4) Future Outlook Based on the Conventional Consolidated Standards" of the " Consolidated Financial Results for the Fiscal Year Ended March 31, 2026 [Under Japanese GAAP] " dated May 15, 2026.

(2) Overview of operating results, etc. under the previous consolidation standards

Breakdown of operating revenue and operating costs

(Unit: Million yen)

	Previous first-quarter consolidated cumulative period (From April 1, 2025 to June 30, 2025)	Current first-quarter consolidated cumulative period (From April 1, 2026 to June 30, 2026)	Previous consolidated fiscal year (From April 1, 2025 to March 31, 2026)
Total operating revenue	95	775	1,320
Management fees etc.	46	72	274
Proceeds of sales of operational investment securities	3	633	901
Fund interests income and Income gains etc.	23	36	68
Other operating revenue	22	33	76
Total operating cost	21	378	673
Cost of securities sold	3	345	466
Loss on operational investment securities and provision for allowance for possible investment loss	-	13	158
Fund interests losses etc.	13	14	33
Other operating cost	4	6	15
Operating gross profit	74	397	646

(3) Quarterly consolidated financial statements under the previous consolidation standards

(i) Quarterly consolidated Balance sheet

(Unit: Million yen)

	Previous consolidated fiscal year (March 31, 2026)	Current first-quarter consolidated accounting period (June 30, 2026)
Assets		
Current assets		
Cash and deposits	2,738	2,416
Operational investment securities	6,694	7,211
Allowance for possible investment loss	(779)	(752)
Operating loans	897	768
Other	219	109
Allowance for doubtful accounts	(18)	(16)
Total current assets	9,752	9,736
Non-current assets		
Property, plant and equipment		
Buildings and structures	41	42
Accumulated depreciation	(13)	(14)
Buildings and structures, net	27	27
Vehicles, tools, furniture and fixtures	31	39
Accumulated depreciation	(27)	(27)
Vehicles, tools, furniture and fixtures, net	3	12
Land	126	126
Total property, plant and equipment	157	166
Intangible assets		
Goodwill	583	568
Other	27	16
Total intangible assets	610	585
Investments and other assets		
Investment securities	150	239
Distressed receivables	48	48
Other	33	32
Allowance for doubtful accounts	(48)	(48)
Total investments and other assets	183	272
Total non-current assets	951	1,024
Total assets	10,704	10,760

(Unit: Million yen)

	Previous consolidated fiscal year (March 31, 2026)	Current first-quarter consolidated accounting period (June 30, 2026)
Liabilities		
Current liabilities		
Short-term borrowings	390	930
Accrued expenses	57	41
Income taxes payable	112	29
Provision for bonuses	42	15
Other	135	104
Total current liabilities	737	1,121
Non-current liabilities		
Long-term borrowings	2,319	1,409
Deferred tax liabilities	7	44
Retirement benefit liability	124	127
Other	25	22
Total non-current liabilities	2,477	1,603
Total liabilities	3,214	2,725
Net assets		
Shareholders' equity		
Share capital	489	635
Capital surplus	6,679	6,973
Retained earnings	267	333
Treasury shares	(152)	(152)
Total shareholders' equity	7,283	7,790
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	98	109
Foreign currency translation adjustment	81	82
Total accumulated other comprehensive income	180	191
Share acquisition rights	1	0
Non-controlling interests	24	51
Total net assets	7,489	8,034
Total liabilities and net assets	10,704	10,760

(ii) Quarterly Consolidated Statement of income

(Unit: Million yen)

	Previous first-quarter consolidated cumulative period (From April 1, 2025 to June 30, 2025)	Current first-quarter consolidated cumulative period (From April 1, 2026 to June 30, 2026)
Operating revenue	95	775
Operating costs	21	378
Operating gross profit	74	397
Selling, general and administrative expenses	225	342
Operating profit (loss)	(151)	54
Non-operating income		
Interest income	0	0
Dividend income	0	0
Share of profit of entities accounted for using equity method	0	0
Foreign exchange gains	-	0
Rental income from facilities	1	-
Penalty income	-	0
Miscellaneous income	0	0
Total non-operating income	2	3
Non-operating expenses		
Interest expenses	15	13
Foreign exchange losses	0	-
Share issuance costs	-	2
Miscellaneous losses	-	0
Total non-operating expenses	16	16
Ordinary profit (loss)	(164)	41
Extraordinary income		
Gain on sale of shares of subsidiaries and associates	-	2
Gain on reversal of foreign currency translation	33	-
Other	0	-
Total extraordinary income	33	2
Extraordinary losses		
Loss on sale and retirement of non-current assets	-	1
Loss on liquidation of investment securities	-	0
Total extraordinary losses	-	1
Profit (loss) before income taxes	(130)	42
Income taxes - current	0	1
Total income taxes	0	1
Profit (loss)	(131)	40
Loss attributable to non-controlling interests	-	(24)
Profit (loss) attributable to owners of parent	(131)	64