



September 9, 2022

Company Name: HEROZ, Inc.

Name of Representatives:

Takahiro Hayashi,

Co-Chief Executive Officer:

Stock Code: 4382, TSE Prime Market

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Chief Financial Officer

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Notice of Announcement of Consolidated Earnings Forecast in Connection with Transition to Consolidated Financial Statements

HEROZ, Inc. (the "Company") hereby announces that we will be shifting to consolidated financial results from the 2nd quarter of the fiscal year ending April 30, 2023, we would like to announce our consolidated earnings forecast for the full fiscal year ending April 30, 2023, as follows.

1. Reason for transition to consolidated financial statements

Board of Directors, at a meeting held on Today, has passed a resolution to enter into a capital and business alliance agreement with VarioSecure Inc. (hereinafter referred to as "VarioSecure") and to subscribe for all of the third-party allotment of new shares to be conducted by equity-method affiliate VarioSecure.

As a result, the Company's ownership interest in VarioSecure will be 40% or more, and by dispatching officers to VarioSecure, VarioSecure will become a consolidated subsidiary of the Company under the effective control standard.

As disclosed on August 30, 2022, the Company also resolved at a meeting of the Board of Directors held on August 29, 2022, the Company resolved to acquire shares of StrategIT, Inc. and made it a consolidated subsidiary, on August 31, 2022, made it a consolidated subsidiary.

As a result, non-consolidated financial results will be available until first quarter of the fiscal year ending April 30, 2023, and we will shift to consolidated financial results from the

2nd quarter of the fiscal year ending April 30, 2023. As a result, the non-consolidated earnings forecast for the fiscal year ending April 30, 2023, which was disclosed on June 10, 2022, has been withdrawn, and only the consolidated earnings forecast will be disclosed from now on.

2. Forecast of Consolidated Financial Results for the Fiscal Year Ending April 30, 2023

	Net sales	Operating profit	Ordinary profit	Profit attributable to owners of parent	Profit per share
Full year ending April 30, 2023	Million yen 3,100	Million yen —	Million yen —	Million yen —	yen —
(Reference) Full year ended April. 30, 2022	1,482	34	87	49	3.29

*Forecasts for Operating profit, Ordinary profit, Profit attributable to owners of parent, and Profit per share have not yet been determined due to the transition to consolidated financial results, which are currently under scrutiny. We will promptly disclose the earnings forecast as soon as it becomes available.

*Figures for the full year of the fiscal year ended April 30, 2022, are based on non-consolidated results.

The forecast of financial results is based on the judgment of the Company based on the information currently available. The forecasts are subject to various uncertainties, and actual results may differ from these forecasts. We will review the forecast of future business performance as necessary and announce it in accordance with the disclosure rules.