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To Shareholders with Voting Rights:

INTERNET DISCLOSURE RELATED TO THE NOTICE OF THE 17TH ANNUAL GENERAL SHAREHOLDERS' MEETING

Stock Acquisition Rights of the Company

Consolidated Statement of Changes in Net Assets

Notes to Consolidated Financial Statements

Statement of Changes in Equity

Notes to the Financial Statements

This is an internet disclosure pursuant to provision of laws and regulations as well as Article 14 of the Articles of Incorporation, followings are not presented in this appendix.

MINKABU THE INFONOID, Inc.

Stock Acquisition Rights of the Company

(1) Stock Acquisition Rights as Stock Options held by Directors at the end of the fiscal year ended March 31, 2023

	Series 8	Series 15
Date of resolution to issue	June 25, 2015	October 30, 2017
Number of stock options	50	300
Underlying stock	5,000 Common stocks (100 Common stocks/stock option)	30,000 Common stocks (100 Common stocks/stock option)
Issue price	Free of charge	Free of charge
Exercise price	50,000JPY/stock option (500JPY/common stock)	60,000JPY/stock option (600JPY/common stock)
Exercise period	From June 26, 2017 to June 24, 2025	On and after October 30, 2017
Restriction for exercise	(a)	(b)
Number of directors granted		
Non-Audit and Supervisory (Excluding outside directors)	#stock option 50 #underlying 5,000 #director 1 (c)	#stock option 300 #underlying 30,000 #director 1 (c)
Non-Audit and Supervisory (Outside directors)	–	–
Audit and Supervisory	–	–

Note:

(a) Conditions for exercise of stock acquisition rights are;

i) The person to whom the stock acquisition rights are issued may exercise their stock acquisition rights only while they are in the office of managing directors, audit & supervisory board members, employees of the Company or subsidiaries of the Company. Provided, however, that in the case the Board of Director approves, foregoing shall not be applicable.

ii) Common stocks of the Company shall be listed on a stock exchange in Japan or overseas.

iii) Stock acquisition rights shall not be inherited.

(b) Stock acquisition rights of the person to whom the stock acquisition rights are issued shall not be inherited.

(c) The stock acquisition rights granted to one director were granted prior to his appointment as a director.

(d) Number of underlying stock and exercise price are adjusted due to a 100-for-1 stock split on January 16, 2019.

	Series 16
Date of resolution to issue	July 17, 2018
Number of stock options	500
Underlying stock	50,000 Stocks (100 Common stocks/stock option)
Issue price	Free of charge
Exercise price	60,000JPY/stock option (600JPY/common stock)
Exercise period	On and after July 20, 2018
Restriction for exercise	(a)
Number of directors granted	
Non-Audit and Supervisory (Excluding outside directors)	#stock option 200 #underlying 20,000 #director 1
Non-Audit and Supervisory (Outside directors)	
Audit and Supervisory	–

Note:

(a) Stock acquisition rights of the person to whom the stock acquisition rights are issued shall not be inherited.

(b) Number of underlying stock and exercise price are adjusted due to a 100-for-1 stock split on January 16, 2019.

(2) Status of stock acquisition rights issued to employees, etc. as remuneration for the performance of their duties during the fiscal year

Not applicable.

(3) Other important matters concerning stock acquisition rights, etc.

Not applicable.

Consolidated Statement of Changes in Equity

Fiscal year ended March 31, 2022 (From April 1, 2022 to March 31, 2023)

(Thousands of yen)

	Shareholders' equity				
	Share Capital	Capital Surplus	Retained earnings	Treasury share	Total shareholders' equity
Balance at the beginning of the period	3,514,020	4,533,849	(745,034)	(93)	7,302,741
Changes during period					
Issuance of new shares	19,100	19,100			38,200
Dividends of surplus		(357,784)			(357,784)
Profit attributable to owners of the parent			726,380		726,380
Purchase of treasury shares		(1,003)			(1,003)
Change in the ownership interest of the parent due to transactions with non-controlling interests					
Net changes in items other than shareholders' equity	19,100	(339,688)	726,380		405,792
Total changes during the period	3,533,120	4,194,160	(18,653)	(93)	7,708,533
Balance at the end of the period	3,514,020	4,533,849	(745,034)	(93)	7,302,741

	Accumulated other comprehensive income		Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Total accumulated other comprehensive income		
Balance at the beginning of the period	39,841	39,841	100,922	7,443,504
Changes during period				
Issuance of new shares				38,200
Dividends of surplus				(357,784)
Profit attributable to owners of the parent				726,380
Purchase of treasury shares				(1,003)
Change in the ownership interest of the parent due to transactions with non-controlling interests	16,018	16,018	(9,404)	6,614
Net changes in items other than shareholders' equity	16,018	16,018	(9,404)	412,407
Total changes during the period	55,860	55,860	91,518	7,855,911
Balance at the end of the period	39,841	39,841	100,922	7,443,504

Note: Amounts have been rounded down to the nearest thousand yen.

Notes to Consolidated Financial Statements

1. **Notes to significant matters that form the basis for the preparation of the consolidated financial statements, etc.**

(1) Matters related to the scope of consolidation

a) Status of consolidated subsidiaries

- Number of consolidated subsidiaries: 6
- Name of the consolidated subsidiary : Robot Fund Co., Ltd.
  : MINKABU ASSET PARTNERS, Inc.
  : MINKABU Web3 Wallet Inc.
  : ALIS Co., Ltd.
  : livedoor Co., Ltd.
  : CWS Brains, LTD.

b) Status of non-consolidated subsidiaries
Not applicable.

(2) Application of equity method

a) Non-consolidated subsidiaries to which the equity method is applied
Not applicable.

b) Non-consolidated subsidiaries to which the equity method is not applied
Not applicable.

(3) Notes to changes in the scope of consolidation and application of the equity method

a) Change in the scope of consolidation
The Company acquired MINKABU WEB3 WALLET, Inc., on May 1, 2022, ALIS Co., Ltd. on October 4, livedoor Co., Ltd. on December 28, 2022, and CWS Brains, LTD. on March 31, 2023, respectively, making the companies consolidated subsidiaries.
On March 30, 2023, Prop Tech plus Inc. was excluded from the scope of consolidation due to the sale of all shares of the company.

b) Change in scope of equity method
Not applicable.

(4) Fiscal years of consolidated subsidiary
The fiscal year end of the consolidated subsidiary is the same as the consolidated fiscal year.

(5) Accounting policies

a) Basis and method of valuation of significant assets

i) Securities
Other securities

- Items other than the ones without market value
  The fair value method based on market prices as of the balance sheet date (unrealized gains and losses are accounted for as a separate component of net assets, and the cost of securities sold is calculated using the moving average method).
- Items without market value
  Stated at cost using the moving average method.
  Investment limited partnerships and similar investments in partnerships, deemed as securities in paragraph 2 in chapter 2 of the Financial Instruments and Exchange Act, are measured at net asset values based on the partnerships' financial statements in proportion to the Company's share.

ii) Inventories
The cost method based on the specific-identification method (the value on the consolidated balance sheet is calculated by writing down the book value based on a decline in profitability).

b) Depreciation and amortization of significant depreciable assets

i) Fixed assets: Declining-balance method, however, straight-line method is applied for facilities attached to buildings purchased on and after April 1, 2016.

Facilities attached to buildings	10 - 18 years
Vehicles and transportation equipment	6 years
Tools, furniture, and fixtures	2 - 15 years

ii) Intangible fixed assets: Straight-line method with following useful life.

In-house software	3 - 5 years based on its useful life in the Company
Patent	3 - 8 years
Trademark	5 - 10 years
Contract asset	10 years

Technology asset	10 - 15 years
Client related asset	10 - 16 years

c) Accounting standards for significant reserves

i) Allowance for doubtful accounts

To prepare for losses due to bad debts, the Company records an estimated uncollectible amount for general receivables based on historical bad debt ratios and specific receivables such as doubtful receivables based on individual assessments of collectability.

ii) Allowance for product warranties

To prepare for expenses related to product warranties, the Company provides a reserve for estimated losses.

iii) Provision for shareholder benefits

The amount expected to be incurred is recorded to prepare for expenditures related to the shareholder benefit plan.

d) Basis for recording significant income and expenses

The Group applies the Accounting Standard for Revenue Recognition (ASBJ Statement No.29, March 31, 2020) and Implementation Guidance on Accounting Standard for Revenue Recognition (ASBJ Guidance No. 30, March 31, 2020). The Group recognizes the amount expected to be received in exchange for goods or services as revenue when the control of the promised goods or services has been transferred to the customer.

The summary of the performance obligation and the ordinary timing of fulfilling the obligation are disclosed in 8. Notes to revenue recognition (2) Basic information on revenue from contracts with customers in Notes to Consolidated Financial Statements.

e) Translation of significant assets and liabilities denominated in foreign currencies into Japanese yen

Monetary receivables and payables denominated in foreign currencies are translated into Japanese yen at the spot exchange rate at the balance sheet date, and the foreign exchange gains and losses are recognized in the statements of income.

Other securities denominated in foreign currencies are translated into Japanese yen at the spot exchange rate on the balance sheet date, and foreign exchange differences are included in the net unrealized gains or losses on available-for-sale securities under net assets.

f) Amortization method and period of goodwill

Goodwill is amortized on a straight-line basis over a period of 5 to 18 years, based on an estimate of the period over which the effect of the investment will be realized.

2. Notes to changes in accounting policies

(Application of Accounting Standard for Fair Value Measurement)

The Company has applied the "Implementation Guidance on Accounting Standard for Fair Value Measurement" (Accounting Standards Board of Japan Guidance No.31, June 17, 2021, hereinafter "Guidance for the Standard for Fair Value Measurement") since the beginning of the current fiscal year. Following the transitional measures specified in Paragraph 27-2 of the Guidance for the Standard for Fair Value Measurement, the Company has decided to apply the new accounting policy stipulated by the Guidance on the Standard for Fair Value Measurement prospectively.

The adoption of the accounting standards has no impact on the consolidated financial statements.

3. Notes to accounting estimates

Valuation of goodwill and client related assets related to livedoor Co., Ltd.

(1) Amount on the consolidated financial statements for the fiscal year ended March 31, 2023

Goodwill	3,122,949 thousand yen
Client related assets	3,260,330 thousand yen

(2) Information about the content of material accounting estimates for the identified item.

(a) Calculation method of the consolidated financial statements of the current consolidated fiscal year

Goodwill is the difference between the acquisition price and the market value of the company's identifiable assets and liabilities as of the date of the business combination.

Client related assets are the present value of advertising revenues expected to be earned from ad network operators and advertising agencies based on page views ("PV") and other information from an unspecified number of end users visiting sites operated by livedoor Co., Ltd. and other sites, and are calculated based on future business plans, taking into account PV decrease rates and other factors.

When there is an indication of impairment of an asset group including goodwill and client related assets, the carrying amount of the asset group is compared with the undiscounted future cash flows and if it is determined that an impairment loss should be recognized, the carrying amount is reduced to the recoverable amount and the amount of such reduction is recognized as an impairment loss under extraordinary losses.

(b) Major assumptions used for the calculation of the amount on the consolidated financial statements for the fiscal year ended March 31, 2023
For client related assets, based on historical PV trends, an assumption is made that revenues will decline as PV from existing customers declines by a certain percentage. The valuation of goodwill is based on a business plan prepared by taking into account the historical results and the rate of increase in sales and expenses based on future business development and the impact of the external environment.

(c) Impact on consolidated financial statements for the fiscal year ended March 31, 2024
Such accounting estimates are based on information available as of the end of the current consolidated fiscal year, and if future changes in the business environment result in a significant difference between future business plans and actual results, it may affect the consolidated financial statements for the next consolidated fiscal year.

4. Change in Accounting Estimates

The Company's Board of Directors passed a resolution on March 10, 2023 regarding the relocation plan of the Company's head office. As a result, the Company has shortened the useful lives of fixed assets that will no longer be available due to the relocation of its head office and has changed the useful lives of such assets effective from the current fiscal year so that depreciation will be completed by the scheduled relocation date. As a result of this change, operating profit, ordinary profit, and income before income taxes for the consolidated fiscal year ended March 2023 decreased by 11,080 thousand yen, respectively.

5. Additional Information

(Business Combinations through the acquisition of shares)
On March 21, 2023, livedoor Co., Ltd, (hereinafter "Livedoor"; head office: Chiyoda-ku, Tokyo; President and COO: Naoto Miyamoto), a wholly owned subsidiary of the Company, acquired SynchroLife, a web3 gourmet application business operated by GINKAN Corporation (head office: Chiyoda-ku, Tokyo; President and CEO: Tomoie Kamiya) Ltd. by carving out of the SynchroLife business through a corporate split, and Livedoor acquired all of the shares of SynchroLife, making it a wholly owned subsidiary of Livedoor on April 1, 2023.

(1) Overview of the business combination

(a) Name of the acquired company and its business
Name: SyncroLife, Inc.
Business: Smartphone application planning, development, operation, etc.

(b) The main reason for the business combination
Livedoor Media, with 80 million monthly users, is positioned as the core of the Group's media business and is based on the information transmission power of livedoor Blog, a UGC (User Generated Content) media, and the content diffusion power of livedoor NEWS, a PGC (Professionally Generated Content) media, with over 30 million SNS followers. The basic strategy of the Group's media business is to develop specialized media such as entertainment, sports, asset building, and gourmet foods as vertical media.
On March 31, 2023, the Company expanded the number of monthly users to 90 million through the acquisition of CWS Brains, LTD., a sports-specialized web media management company. The Company establishes a training process for majoring information transmitters, which is essential for the creator economy, and develops the business as a creator platform by utilizing UGC/PGC collaboration and SNS transmission capabilities that do not depend solely on advertising revenue.
Synchro Life is an "eat to earn" type platform where the value of the information provided by users through their own review posts and store visits is converted into digital assets. While almost all gourmet food websites are currently developing business models to promote store visits for acquiring revenue, this business model is unique in that it provides a customer analysis tool (CRM) linked to the application for end users on a pay-for-performance basis and supports DX such as customer loyalty, PR, and store visitation promotion.
As part of our group strategy described above, Livedoor will incorporate the SynchroLife business

to expand vertical media services in the field of gourmet information, and at the same time, through the diffusion power of livedoor NEWS and collaboration with other vertical media including livedoor Blog, the Company aims to increase the number of SynchroLife users. In addition, through the incorporation of SynchroLife, which has already realized a world view similar to that of the Group's future web3ification strategy for all Group media, such as providing new customer experiences and increasing user loyalty through the use of the token economy, the Group intends to further enhance its web3ification strategy for the Group's media business. The Company will further accelerate the "Web3-ization" strategy for the Group's media business.

(c) Date of the business combination
April 1, 2023

(d) The legal form of the business combination
Acquisition with a cash consideration by Livedoor

(e) Name of the subsidiary after the business combination
Not changed

(f) Rate of voting rights acquired
100%

(g) The basis for determining the acquiring business
This is due to the acquisition of shares by Livedoor in consideration of cash.

(2) Acquisition cost of the business and breakdown by type of consideration
Not disclosed due to an agreement with the counterparty

(3) Details of major acquisition-related costs
Advisory fee etc. 12,397 thousand yen

(4) Goodwill recognized by acquisition, reason, amortization method, and period
Not determined

(5) Amounts of assets received, and liabilities assumed on the date of the business combination and their breakdown
Not determined

6. Notes to the Consolidated Statement of Changes in Net Assets

(1). Type and number of shares issued and outstanding

Type of stock	Number of shares at the beginning of the fiscal year ended March 31, 2022	Increase in the number of shares during the fiscal year ended March 31, 2022	Decrease in the number of shares during the fiscal year ended March 31, 2022	Number of shares at the end of fiscal year ended March 31, 2022
Common stock (note)	14,907,700	68,500	−	14,976,200

Note: The increase in 68,500 issued shares is due to the exercise of stock options.

(2). Type and number of treasury shares

Type of stock	Number of shares at the beginning of the fiscal year ended March 31, 2022	Increase in the number of shares during the fiscal year ended March 31, 2022	Decrease in the number of shares during the fiscal year ended March 31, 2022	Number of shares at the end of the fiscal year ended March 31, 2022
Common stock (note)	23	—	—	23

(3). Matters related to dividends from surplus

a) Cash dividends paid, etc.

Scheduled Resolutions	Type of stock	Funding for dividends	Total amount of dividends (Million yen)	Dividends per share (Million yen)	Record date	Effective Date
Board of Directors meeting on May 20, 2022	Common stock	Additional paid-in capital	357	24	March 31, 2022	June 8, 2022

b) Dividends whose record date in the current fiscal year and an effective date in the subsequent fiscal year

Scheduled Resolutions	Type of stock	Funding for dividends	Total amount of dividends (Million yen)	Dividends per share (Million yen)	Record date	Effective Date
Board of Directors meeting on May 30, 2023	Common stock	Additional paid-in capital	389	26	March 31, 2023	June 16, 2022

(4). Type and number of shares to be issued upon exercise of stock acquisition rights

Series	Type of underlying shares	Number of shares for stock options			
		As of April 1, 2022	Increase	Decrease	As of March 31, 2023
The 7th stock acquisition rights	Ordinary shares	145,000	–	23,000	122,000
The 8th stock acquisition rights	Ordinary shares	28,300	–	6,000	22,300
The 9th stock acquisition rights	Ordinary shares	7,000	–	–	7,000
The 15th stock acquisition rights	Ordinary shares	30,000	–	–	30,000
The 16th stock acquisition rights	Ordinary shares	111,000	–	39,000	72,000
The 17th stock acquisition rights	Ordinary shares	15,700	–	500	15,200
Total		337,000	–	68,500	268,500

Note: The decrease in the 7th, 8th, 16th, and 17th series of stock acquisition rights during the fiscal year ended March 31, 2023 is due to the exercise of stock acquisition rights.

7. Notes to financial instruments

(1) Matters concerning the status of financial instruments

a) Policy for financial instruments

The Group limits money management activities to short-term deposits, etc., and finances through borrowings from banks and other financial institutions and issuing bonds.

Loans and bonds are used for working capital (mainly short-term) and business investment capital (long-term). The Company has a policy not to use derivatives.

b) Details of financial instruments and their risks, and management system

Accounts receivables are exposed to the credit risk of our trading partners. The Company reduces the risk based on its credit management policies.

Loans and bonds are used to finance working capital and capital expenditures. Borrowings with floating interest rates are exposed to the risk of interest rate fluctuations.

Although borrowings are exposed to liquidity risk, the Company manages them by preparing and updating cash flow plans and other methods. Consolidated subsidiaries also perform the same management in accordance with the Company's method.

(2) Matters concerning the fair value of financial instruments

The following table shows the amounts on the consolidated balance sheet, market values, and differences as of March 31, 2023. This does not include the securities without market price etc., whose details are described in the note below.

	Amount on the consolidated balance sheet (Thousands of yen)	Fair value (Thousands of yen)	Difference (Thousands of yen)
Investment securities			
Other securities	196,304	196,304	–
Total assets	196,304	196,304	–
Current portion of long-term debt	567,428	617,072	49,644
Long-term borrowings	6,752,500	6,742,440	(10,059)
Total liabilities	7,319,928	7,359,512	39,584

Cash and cash equivalents, account receivables, account payables, and short-term borrowings are recognized at book value as they are settled in the short term and fair values are almost equal to book values.

Note: Securities without a market price and investment partnerships

	Amount on the consolidated balance sheet (Thousands of yen)
Unlisted shares	485,578
Investment partnerships	91,708

The fair values of unlisted shares are not disclosed in accordance with paragraph 5 in "Implementation Guidance on Disclosures about Fair Value of Financial Instruments" (ASBJ Guidance No. 19, March 31, 2020).

The fair values of investment partnerships are not disclosed in accordance with paragraph 24-16 in "Implementation Guidance on Accounting Standard for Fair Value Measurement" (ASBJ Guidance No. 31, June 17, 2021).

(3) Matters concerning the fair value of financial instruments

According to the observability and significance of inputs used by calculating fair values, fair values for these financial instruments are classified into the following three-level hierarchy.

Level 1 - Fair values measured by observable inputs with quoted prices in active markets for identical assets and liabilities.
Level 2 - Fair values measured by observable inputs other than Level 1 inputs.
Level 3 - Fair values measured by unobservable inputs that are supported by no market activity.

If multiple inputs which have a significant impact on market value calculation are used, a financial instrument's categorization within the fair value hierarchy is based on the lowest level of input that is significant to the fair value measurement.

a) Financial instruments measured at fair value on the balance sheet

Classification	Fair values (Thousands of yen)			
	Level 1	Level 2	Level 3	Total
Investment securities				
Other securities				
Equity securities	196,304	–	–	196,304
Total assets	196,304	–	–	196,304

b) Financial instruments not measured at fair value on the balance sheet

Classification	Fair values (Thousands of yen)			
	Level 1	Level 2	Level 3	Total
Current portion of long-term borrowings	–	617,072	–	617,072
Long-term borrowings	–	6,742,440	–	6,742,440
Total liabilities	–	7,359,512	–	7,359,512

Note: Valuation methods and inputs used for the measurement of fair value are as follows.

Investment securities

Listed shares are measured by quoted price. Listed shares are classified as Level 1 since they are traded in active markets.

Current portion of long-term borrowings and long-term borrowings

They are classified as Level 2 which are measured by the net present value method based on the sum of principal and interest, the interest rate in consideration of remaining duration, and credit risk.

8. Notes to revenue recognition

(1) Breakdown of revenue from contracts with customers

(Thousands of yen)

	Reported segments		Total
	Media business	Solution business	
Advertising revenue	2,420,850	−	2,420,850
Charged revenue	412,397	−	412,397
Other media revenue	38,662	−	38,662
Recurring revenue	−	2,737,918	2,737,918
Upfront, one-time revenue	−	1,226,445	1,226,445
Revenue from contracts with customers	2,871,911	3,964,363	6,836,274
Other revenue	−	−	−
Net sales to external customers	2,871,911	3,964,363	6,836,274

(2) Basic information on revenue from contracts

With respect to the revenue from contracts with customers, the performance obligations in major businesses and their ordinary timings of fulfilling the obligation (the ordinary timings of revenue recognition) are as follows.

a) Media business

Media business records advertising revenue and charged revenue.

Regarding pure advertising and network advertising revenue, revenue is recognized when the advertisement is uploaded, clicked, or shown since the performance obligation is fulfilled at these times. For pay-for-performance advertising with respect to opening customers' brokerage accounts, revenue is recognized when the acceptance inspection is performed since the performance obligation is fulfilled at these times.

Charged revenue is recognized over time because it is subscription-type revenue that users are paying monthly fees.

Certain advertising revenue is recognized as the net of goods and services provided by another party and the amount paid to that another party since the Company mainly acts as an agent in that type of transaction.

b) Solution business

Solution business records revenue from the implementation and monthly services with respect to cloud-type ASP services. Solution business also records revenue from AI driven software content etc. and delivery of information. These revenues are classified as recurring revenue and upfront, one-time revenue based on the timing of the transfer of the services.

Revenue from the implementation of ASP services is recognized when the acceptance inspection is performed. Revenue from providing ASP services, maintenance and operation of these services, providing AI driven software content etc., and delivery of information are recognized when the services are rendered, or the period of services being rendered since they are provided mainly by a fixed monthly fee, but the services also include one-time payment and pay-as-you-go arrangements based on the numbers of ID and downloads.

Revenue is measured based on the promised consideration defined in contracts with customers, net of returns, discounts, and rebates.

(3) The information to understand the amounts of revenue for the fiscal year ended March 31, 2023 and for the next and subsequent fiscal years.

Contract liabilities mainly consist of compensation received before fulfilling the performance obligation which are included in other current liabilities on the balance sheet.

The following table shows the receivables from the contracts from the customers and contract liabilities.

	As of March 31, 2023 (Thousands of yen)
Receivables from the contracts from the customers	1,247,809
Contract liabilities	23,034

There is no material amount in contract liabilities at the beginning of this fiscal year which is recognized as revenue for the fiscal year ended March 2023. And there is no material amount in revenue recognized from the performance obligation fulfilled in the previous fiscal years for the fiscal year ended March 2023.

9. Notes to Per Share Information

Net assets per share	518.45 yen
Net income per share	48.60 yen

10. Notes to significant subsequent events

Not applicable

11. Other notes

(Business Combinations)

(Business Combinations through the acquisition of shares)

I. MINKABU WEB3 WALLET, Inc.

On April 11, the Company entered into an investment agreement with BANQ Inc. (Head office: Minato-ku, Tokyo; Representative: Munetaka Takahashi, hereinafter "BANQ") concerning BANQ's incorporation-type company split off its NFT division, and the Company acquires majority of the total voting rights of shares issued by the new company, WEB3 WALLET, Inc. through the underwriting of the third-party allotment of new shares, thereby making the company as a consolidated subsidiary. And WEB3 WALLET, Inc. was renamed MINKABU WEB3 WALLET, Inc. following the resolution of the shareholders' meeting of WEB3 WALLET on May 1, 2022.

(1) Overview of the business combination

(a) Name of the acquired company and its business
Company Name: WEB3 WALLET, Inc.
Business: NFT Marketplace Business, ABC (Activity Based Certificates)

(b) The main reason for the business combination
Web3 is a network based on decentralized blockchain technology. Unlike Web 2.0, where information was centralized in a specific company or government, ownership of information belongs to individuals. User information that was previously limited to specific companies will be converted to NFT and managed by users in their wallets, enabling a UX where users can receive various benefits not limited to specific companies. In addition, user information can be smoothly utilized in the fields of metaverse and e-sports by linking user information.
As companies adapt to Web3, information on loyal customers which used to be tied to specific companies and organizations can now belong to individuals and be utilized across companies and organizational boundaries. This makes it possible to develop services based on information on loyal customers shared among multiple companies and organizations.
Based on the Company's mission of "providing a mechanism that embodies the value of information," we will help companies, organizations, and public institutions respond to the Web3 by uncovering information assets that have been buried within certain companies and creating new value. We made MINKABU WEB3 WALLET, Inc. a consolidated subsidiary to expand our business by leveraging Web3.

(c) Date of the business combination
May 1, 2022

(d) The legal form of the business combination
Acquisition with a cash consideration

(e) Name of the subsidiary after the business combination
MINKABU WEB3 WALLET, Inc.

(f) Rate of voting rights acquired
51.2%

(g) The basis for determining the acquiring company
Acquisition of an equity stake through a cash consideration.

(2) Period of business results of the acquired company in the consolidated statements of income for the six months ended September 30, 2022
From May 1, 2022 to March 31, 2023

(3) Acquisition cost of the acquired company and breakdown by type of consideration

Payment for the acquisition (Cash):	199,999 thousand yen
Acquisition cost:	199,999 thousand yen

(4) Details of major acquisition-related costs
Remuneration and fee paid to M&A advisor: 896 thousand yen

(5) Goodwill recognized by acquisition, reason, amortization method, and period
(a) Goodwill recognized
93,065 thousand yen.
While the amount of the goodwill was tentative as of June 2022 because the purchase price allocation was not completed, it was fixed as of September 30, 2022 without any change of figure.
(b) The reason for the recognition
Excess earning power to be expected in the future development of the business
(c) Amortization method and period
Straight line method with a period of 10 years

(6) Amounts of assets received and liabilities assumed on the date of the business combination and their breakdown

Current assets	209,999 thousand yen
Total assets	209,999 thousand yen
Current liabilities	1,225 thousand yen
Total liabilities	1,225 thousand yen

(7) Estimated amount and calculation method of the effect of the business combination on the consolidated income statement for the consolidated fiscal year ended March 2023 as if the business combination had been completed on the first day of the consolidated fiscal year
Not stated as it is difficult to calculate the estimated amount for the consolidated fiscal year ended March 31, 2023.

II. livedoor Co., Ltd.
The Company and LINE Corporation (hereinafter "LINE", President and Representative Director: Takeshi Idezawa) reached an agreement in which the Company acquires "livedoor Blog", "livedoor NEWS" and "Kstyle" (hereinafter "livedoor Business") operated by LINE. The acquisition was executed with the process that LINE established livedoor Co., Ltd., a fully owned subsidiary, and transferred its livedoor Business to livedoor Co., Ltd. by absorption-type company split, and then the Company purchased all shares of livedoor Co., Ltd. The two companies signed the Share Transfer Agreement dated September 28th, 2022 and the Company acquired all shares of Livedoor and made Livedoor a consolidated subsidiary.

(1) Overview of the business combination
(a) Name of the acquired company and its business
Company Name: livedoor Co., Ltd.
Business: Operation of blogging platforms and news sites etc.
(b) The main reason for the business combination
Livedoor has a more than 70 million sizes monthly user base, so as a result of the business combination, the Company becomes a leading internet media group with an 80 million sizes user base along with "MINKABU," an asset building information media and "Kabutan," stock information specialized media. the Company believes the business combination of the Company and livedoor Co., Ltd. is a strong synergy in the expansion of the user basis from individual investors to ordinary citizens, strengthening the power of the acquisition of new users, expanding of contents for both companies, etc. Synergies are also expected for the effective use of resources such as having a common basis of advertisement marketing, sharing the expertise of internet media operation, content auto generation engine and NFT technology.
(c) Date of the business combination
December 28, 2022
(d) The legal form of the business combination
Acquisition with a cash consideration
(e) Name of the subsidiary after the business combination
livedoor Co., Ltd.
(f) Rate of voting rights acquired
100%
(g) The basis for determining the acquiring company
Acquisition of an equity stake through a cash consideration.

(2) Period of business results of the acquired company in the consolidated statements of income for the fiscal year ended March 31, 2023
From January 1, 2023 to March 31, 2023

(3) Acquisition cost of the acquired company and breakdown by type of consideration

Payment for the acquisition (Cash):	7,100,000 thousand yen
Acquisition cost:	7,100,000 thousand yen

(4) Details of major acquisition-related costs
Advisory fee etc. 32,520 thousand yen

(5) Goodwill recognized by acquisition, reason, amortization method, and period

(a) Goodwill recognized on the acquisition: 3,166,934 thousand yen

The amount of goodwill was tentatively calculated as the allocation of acquisition cost had not been completed in the third quarter of the fiscal year but was completed at the end of the fiscal year ended March 31, 2023. This completion reflected a significant revision of the current allocation of acquisition costs, with 3,317,000 thousand yen allocated mainly to customer-related assets under intangible assets and 1,147,350 thousand yen allocated to deferred tax liabilities, resulting in a 1,156,896 thousand yen decrease in the amount of goodwill from 4,323,830 thousand yen, the amount before finalization, to 3,166,934 thousand yen.

(b) The reason for the recognition

Excess earning power to be expected in the future development of the business

(c) Amortization method and period

Straight line method with a period of 18 years.

(6) Amounts of assets received and liabilities assumed on the date of business combination and their breakdown

Current assets	1,121,543 thousand yen
Fixed assets	1,274,610 thousand yen
Total assets	2,396,153 thousand yen
Current liabilities	632,737 thousand yen
Total liabilities	632,737 thousand yen

(7) Amount allocated to intangible assets other than goodwill, breakdown by major type and weighted average amortization period

Item	Amount	Amortization period
Customer-related assets (Blog)	2,169,000 thousand yen	14 years
Customer-related assets (NEWS)	1,148,000 thousand yen	16 years

(8) Estimated amount and calculation method of the effect of the business combination on the consolidated income statement for the consolidated fiscal year ended March 2023 as if the business combination had been completed on the first day of the consolidated fiscal year

Not stated as it is difficult to calculate the estimated amount for the consolidated fiscal year ended March 31, 2023.

III. ALIS Co., Ltd.

On October 4, the Company purchased all shares of ALIS Co., Ltd. (hereinafter "ALIS", Minato-ku, Co-founder/CMO, Takashi Mizusawa, and Co-founder/CTO, Sota Ishii) and made ALIS a fully owned subsidiary.

(1) Overview of the business combination

(a) Name of the acquired company and its business

Company Name: ALIS Co., Ltd.

Business: Operation of social media platforms etc.

(b) The main reason for the business combination

ALIS has expertise in advanced technology such as blockchain. Moreover, ALIS's operational know-how of the token economy including boosting user communications and incubating paid content is proven in "ALIS.to", social media platform using blockchain technology. As described in "1. Overview of Financial Results (4) Future Outlook" in the development of livedoor business, the Company seeks to create new user experiences of internet media in the Web-3-era by utilizing ALIS's expertise in token issuance and the operation of the token economy. The expected new user experiences will be providing incentives between users for good posting contributors, including, social function featured asset building information media, "MINKABU", introducing digital incentives when users share the news delivered with SNS, making posted content as NFT in alliance with MINKABU Web3 Wallet Inc. acquired by the Company in May 2022, deploying a marketplace in social media based on the NFT., and so on.

(c) Date of the business combination

October 4, 2022

(d) The legal form of the business combination

Acquisition with a cash consideration

(e) Name of the subsidiary after the business combination

ALIS Co., Ltd.

(f) Rate of voting rights acquired

100%

(g) The basis for determining the acquiring company

Acquisition of an equity stake through a cash consideration.

(2) Period of business results of the acquired company in the consolidated statements of income for the fiscal year ended March 31, 2023

From January 1, 2023 to March 31, 2023

(3) Acquisition cost of the acquired company and breakdown by type of consideration

Payment for the acquisition (Cash):	240,000 thousand yen
Acquisition cost:	240,000 thousand yen

(4) Details of major acquisition-related costs
Advisory fee etc. 28,373 thousand yen

(5) Goodwill recognized by acquisition, reason, amortization method, and period
(a) Goodwill recognized on the acquisition: 86,620 thousand yen
The amount of goodwill was tentatively calculated as the allocation of acquisition cost had not been completed in the third quarter of the fiscal year but was completed at the end of the current fiscal year.
(b) The reason for the recognition
Excess earning power to be expected in the future development of the business.
(c) Amortization method and period
Straight line method with a period of 5 years.

(6) Amounts of assets received and liabilities assumed on the date of the business combination and their breakdown

Current assets	161,049 thousand yen
Total assets	161,049 thousand yen
Current liabilities	7,669 thousand yen
Total liabilities	7,669 thousand yen

(7) Estimated amount and calculation method of the effect of the business combination on the consolidated income statement for the consolidated fiscal year ended March 2023 as if the business combination had been completed on the first day of the consolidated fiscal year
Not stated as it is difficult to calculate the estimated amount for the consolidated fiscal year ended March 31, 2023.

IV. CWS Brains, LTD.
On March 31, 2023 the Company's wholly owned subsidiary, livedoor Co., Ltd., acquired all shares of CWS Brains, LTD. (hereinafter "CWS", Chiyoda-ku, Representative: Kazumi Fujita, President) held by KOEI TECMO HOLDINGS CO., LTD. (hereinafter "KT", Yokohama, Representative: Yoichi Erikawa, President & CEO) and made it a wholly owned subsidiary of Livedoor.

(1) Overview of the business combination
(a) Name of the acquired company
Company Name: CWS Brains, LTD.
Business: Operation of sports information media sites etc.
(b) The main reason for the business combination
Minkabu made livedoor a wholly owned subsidiary on December 28, 2022, resulting Minkabu Group being one of the largest internet media groups with an 80 million sizes monthly user base together with asset building media, "MINKABU" and "Kabutan". Livedoor integrally operates UGC (User Generated Content) media mainly consisting of "livedoor Blog" and PGC (Professionally Generated Content) media such as "livedoor NEWS", "Peachy", and "Kstyle", and has over 30 million SNS followers. Minkabu expects synergy in growth strategies of media business through this integrated media service combined UGC/ PGC media with the spreading power of SNS, and therefore, will place Livedoor media as the core of Minkabu group's media business, and speciality media such as asset building, entertainment, gourmet, sports etc., as vertical media and expanding the spreading power of "livedoor NEWS" to each vertical media, which will be the basic strategy of Minkabu group's media business from now on.
livedoor, as a part of Minkabu's group strategy above, reached a basic agreement to acquire CWS as a consolidated subsidiary, which operates, "Ultra WORLD soccer!" (https://web.ultra-soccer.jp/), a major soccer information specialized media with one of top ranked soccer-related news distributions in number in the industry and 8.6 million monthly unique users. With this business combination, monthly users of media sites Minkabu Group operates has reached 90 million in size.
(c) Date of the business combination
March 31, 2023
(d) The legal form of the business combination
Acquisition with a cash consideration
(e) Name of the subsidiary after the business combination
Not changed
(f) Rate of voting rights acquired
100%
(g) The basis for determining the acquiring company
This is due to the acquisition of shares by the Company in consideration of cash.

(2) Period of business results of the acquired company in the consolidated statements of income for the fiscal year ended March 31, 2023
Since the acquisition date is March 31, 2023, the operating results was not included in the consolidated income statement.

(3) Details of major acquisition-related costs
Not disclosed due to an agreement with the transferor

(4) Goodwill recognized by acquisition, reason, amortization method, and period
Not determined

(5) Amounts of assets received, and liabilities assumed on the date of the business combination and their breakdown
(a) Goodwill recognized on the acquisition: 64,876 thousand yen
(b) The reason for the recognition
Excess earning power to be expected in the future development of the business
(c) Amortization method and period
The amount of goodwill was tentatively calculated as the allocation of acquisition cost had not been completed at the end of the current fiscal year. Accordingly, the amortization method and period are under investigation.
(6) Estimated amount and calculation method of the effect of the business combination on the consolidated income statement for the consolidated fiscal year ended March 2023 as if the business combination had been completed on the first day of the consolidated fiscal year
Not determined

Statements of changes in shareholders' equity

From April 1, 2022 to March 31, 2023

(Thousands of yen)

	Shareholders' equity							
	Capital	Capital surplus			Retained earnings		Treasury shares	Total shareholders' equity
		Capital reserve	Other capital surpluses	Total capital surplus	Other retained earnings Accumulated retained earnings	Total retained earnings		
Balance at the beginning of the period	3,514,020	2,714,020	2,354,576	5,068,596	(801,605)	(801,605)	(93)	7,780,916
Changes during the period								
Issuance of new shares	19,100	19,100		19,100				38,200
Dividends of surplus			(357,784)	(357,784)				(357,784)
Purchase of treasury shares					802,245	802,245		802,245
Net income								
Net changes in items other than shareholders' equity	19,100	19,100	(357,784)	(338,684)	802,245	802,245		482,661
Total changes during the period	3,533,120	2,733,120	1,996,791	4,729,911	640	640	(93)	8,263,578
Balance at the end of the period	3,514,020	2,714,020	2,354,576	5,068,596	(801,605)	(801,605)	(93)	7,780,916

	Valuation and translation adjustments		Total Net Asset
	Valuation difference on available-for-sale securities	Total value and translation adjustments	
Balance at the beginning of the period	39,841	39,841	7,820,758
Changes during the period			
Issuance of new shares			38,200
Dividends of surplus			(357,784)
Purchase of treasury shares			802,245
Net income	16,018	16,018	16,018
Net changes in items other than shareholders' equity	16,018	16,018	498,680
Total changes during the period	55,860	55,860	8,319,438
Balance at the end of the period	39,841	39,841	7,820,758

Note: Amounts are rounded down to the nearest thousand yen.

Notes to Financial Statements

1. **Notes regarding matters related to significant accounting policies**

(1) Basis and method of valuation for assets

a) Investments in subsidiaries

Stated at cost using the moving average method.

b) Other securities

- Items other than the ones without market value

  The fair value method based on market prices as of the balance sheet date (unrealized gains and losses are accounted for as a separate component of net assets, and the cost of securities sold is calculated using the moving average method).
- Items without market value

  Stated at cost using the moving average method.

  Investment limited partnerships and similar investments in partnerships, deemed as securities in paragraph 2 in chapter 2 of the Financial Instruments and Exchange Act, are measured at net asset values based on the available partnerships' financial statements at balance sheet date in proportion to the Company's share.

c) Inventories

- Work in progress

  The cost method based on a specific identification method (the value on the balance sheet is calculated by writing down the book value based on a decline in profitability).
- Supplies

  The cost method based on the specific identification method

(2) Method of depreciation of fixed assets

a) Tangible fixed assets

The declining-balance method is used. However, the straight-line method is used for facilities attached to buildings acquired on or after April 1, 2016.

The main useful lives of the assets are as follows.

Buildings and accompanying facilities	10-18 years
Vehicles and transportation equipment	6 years
Equipment and fixtures	2-15 years

b) Intangible fixed assets: Straight-line method:

Software	3 - 5 years based on its useful service life in the Company
Patent asset	3 - 8 years
Trademark asset	5 - 10 years
Contract asset	10 years
Technology asset	10 - 15 years
Client related asset	10 - 15 years

(3) Treatment method of deferred asset

All stock issuance costs are treated as expenses when incurred.

(4) Basis for adjustment of foreign currency assets and debt

Foreign currency assets and debt are valued in Japanese yen based on the market price on the accounting closing date. Valuation differences are booked as profit or loss.

Other investment securities denominated in foreign currencies are valued in Japanese yen based on the market price on the accounting closing date. Valuation differences are booked in the net asset classification.

(5) Basis for provisions

i) Allowance for doubtful accounts

To prepare for losses due to bad debts, the Company records an estimated uncollectible amount for general receivables based on historical bad debt ratios and specific receivables such as doubtful receivables based on individual assessments of collectability.

ii) Allowance for product warranties

To prepare for expenses related to product warranties, the Company provides a reserve for estimated losses.

iii) Provision for shareholder benefits

The amount expected to be incurred is recorded to prepare for expenditures related to the shareholder benefit plan.

(6) Basis for recognition of revenues

The Company applies the Accounting Standard for Revenue Recognition (ASBJ Statement No.29, March 31, 2020) and Implementation Guidance on Accounting Standard for Revenue

Recognition (ASBJ Guidance No. 30, March 31, 2020). The Company recognizes the amount expected to be received in exchange for goods or services as revenue when the control of the promised goods or services has been transferred to the customer.
The summary of the performance obligation and the ordinary timing of fulfilling the obligation is disclosed in 8. Notes to revenue recognition (2) Basic information on revenue from contracts with customers in Notes to Consolidated Financial Statements.

(7) Amortization of goodwill
Goodwill and negative goodwill are amortized in equal amounts over an estimated period of 10 years in which investment effects will be revealed.

2. **Notes to changes in accounting policies**

(Application of Accounting Standard for Fair Value Measurement)

The Company has applied the "Implementation Guidance on Accounting Standard for Fair Value Measurement" (Accounting Standards Board of Japan Guidance No.31, June 17, 2021, hereinafter "Guidance for the Standard for Fair Value Measurement") since the beginning of the current fiscal year. Following the transitional measures specified in Paragraph 27-2 of the Guidance for the Standard for Fair Value Measurement, the Company has decided to apply the new accounting policy stipulated by the Guidance on the Standard for Fair Value Measurement prospectively.
The adoption of the accounting standards has no impact on the consolidated financial statements.

3. **Notes to accounting estimates**

Valuation of goodwill and client related assets related to livedoor Co., Ltd.

(1) Amount on the financial statements for the fiscal year ended March 31, 2023

Subsidiary's stock 7,152,500 thousand yen

(2) Information about the content of material accounting estimates for the identified item.

(a) Calculation method of the financial statements of the current fiscal year
The share of livedoor Co., Ltd. is non-marketable security, and its shares are priced to reflect the company's excess earning capacity. When the excess earning capacity has decreased and the actual value of the stock has declined significantly, the stock is written down unless the recoverability of the stock can be supported by sufficient evidence.

(b) Major assumptions used for the calculation of the amount on the financial statements for the fiscal year ended March 31, 2023
The determination of whether excess earning capacity is no longer expected is based on the business plan prepared by taking into consideration the past results, future business development, and the rate of increase in sales and expenses based on the impact of the external environment..

(c) Impact on financial statements for the fiscal year ended March 31, 2024
Because future business plans involve management's judgment and these estimates are subject to uncertainty, changes in the above assumptions and other factors may affect the financial statements in the future.

4. **Change in Accounting Estimates**

The Company's Board of Directors passed a resolution on March 10, 2023 regarding the relocation plan of the Company's head office. As a result, the Company has shortened the useful lives of fixed assets that will no longer be available due to the relocation of its head office and has changed the useful lives of such assets effective from the current fiscal year so that depreciation will be completed by the scheduled relocation date. As a result of this change, operating profit, ordinary profit, and income before income taxes for the consolidated fiscal year ended March 2023 decreased by 11,080 thousand yen, respectively.

5. **Notes to Balance Sheet**

(1) Guarantee obligation
Provide debt guarantees for loans from the financial institutions of the following affiliated companies

Robot Fund Co., Ltd.	187,500 thousand yen
Total	187.500 thousand yen

(2) Monetary claims and liabilities to affiliated companies are as follows.

(i) Short-term monetary claims 976,693 thousand yen
(ii) Short-term monetary obligations 25,091 thousand yen

6. Notes to profit and loss statement

(1) Transactions with subsidiaries and affiliates

Transactions from business transactions

Net sales	5,130 thousand yen
Cost of sales	182,593 thousand yen
Selling, general and administrative expenses	86,976 thousand yen

(2) Gain on sales of securities

Gain on sales of securities is the gain on sales of shares the Company held.

(3) Loss on impairment

a) Asset groups which recognized impairment loss

Purpose	Asset class	location
Idle asset	Trademark	Chiyoda-ku, Tokyo
Idle asset	Software	Chiyoda-ku, Tokyo
Idle asset	Software in progress	Chiyoda-ku, Tokyo

b) Reason of recognizing impairment loss

The Company recognized impairment losses on the idle asset with respect to limited recoverability due to the review of its status.

c) Amount of impairment loss

Trademark	669 thousand yen
Software	208,221 thousand yen
Software in progress	41,494 thousand yen
Total	250,385 thousand yen

d) Grouping method for assets

The Company groups its assets based on the service classification as the smallest unit of cash flow generation. For common assets, an impairment loss is recognized on a larger basis, including common assets.

e) Calculation method of asset recoverability

The Company recognized no recoverability or zero amount for idle assets due to no planned future use.

7. Notes to statements of changes in shareholders' equity

Type and number of treasury shares

Type of stock	Number of shares at the beginning of the current fiscal year	Increase in the number of shares during the current fiscal year	Decrease in the number of shares during the current fiscal year	Number of shares at the end of the current fiscal year
common stock (note)	23	—	—	23

8. Notes to tax effect accounting

Deferred tax assets mainly consist of the deductible temporary difference caused by the tax depreciation. The deferred tax assets on the balance sheet is after the deduction of 71,164 thousand yen of valuation allowance and net of 36,697 of deferred tax liabilities.

9. Notes regarding transactions with related parties

<u>Subsidiaries:</u>

(Thousands of yen)

Attribution	Name of company	% of voting rights held	Relationship with the related party	Content of transactions	Transaction amount (Thousands of yen)	Items	Balance as of March 31, 2023
Subsidiary	Prop Tech plus Inc.	Direct holding 90.3%	Common Director	Common Director (a)	–	–	–
Subsidiary	Robot Fund Co., Ltd.	Direct holding 100%	Debt Guarantee	Guarantee of borrowing (b)	187,500	–	–
Subsidiary	MINKABU ASSET PARTNERS, Inc.	Direct holding 100%	Common Director	Common Director	–	–	–
Subsidiary	MINKABU WEB3 WALLET, Inc.	Direct holding 51.2%	Common Director	Common Director	–	–	–
			Acquisition of shares	Acquisition of shares (c)	199,000	–	–
Subsidiary	livedoor Co., Ltd.	Direct holding 100%	Common Director	Common Director	–	–	–
			Loan of funds	Loan of funds (d)	930,000	Short-term borrowing	930,000

Conditions of transactions and policies for determining the conditions:

a) On March 30, 2023, the Company sold all shares of Prop Tech plus Inc. As a result of the transaction, Prop Tech plus Inc. is no longer a related party, and the percentage of voting rights held by the Company and the relationship with related parties shown above represent the percentage and relationship as of the time when Prop Tech plus Inc. was a related party.

b) The Company provides a debt guarantee for the borrowing of Robot Fund Co., Ltd., a consolidated subsidiary. There is no guarantee fee or collateral. The transaction amount is the amount borrowed in the debt guarantee.

c) The Company acquired shares due to the establishment of the subsidiary.

d) For loans of funds, interest rates are reasonably determined in consideration of market interest rates. The Company does not accept collateral.

10. Notes to revenue recognition

(1) Breakdown of revenue from contracts with customers

(Thousands of yen)

	Reported segments		Total
	Media business	Solution business	
Advertising revenue	1,516,044	–	1,516,044
Charged revenue	412,397	–	412,397
Other media revenue	38,662	–	38,662
Recurring revenue	–	1,791,509	1,791,509
Upfront, one-time revenue	–	836,839	836,839
Revenue from contracts with customers	1,967,104	2,628,349	4,595,453
Other revenue	–	–	–
Net sales to external customers	1,967,104	2,628,349	4,595,453

(2) Basic information on revenue from contracts

Basic information on revenue from contracts is omitted since this is disclosed in 8. Notes to revenue recognition in Notes to Consolidated Financial Statements.

(3) The information to understand the amounts of revenue for the fiscal year ended March 31, 2023 and for the next and subsequent fiscal years.

Contract liabilities mainly consist of compensation received before fulfilling the performance obligation which are included in other current liabilities on the balance sheet.

The following table shows the receivables from the contracts from the customers and contract liabilities.

	As of March 31, 2023 (Thousands of yen)
Receivables from the contracts from the customers	574,692
Contract liabilities	16,025

There is no material amount in contract liabilities at the beginning of this fiscal year which is recognized as revenue for the fiscal year ended March 2023. And there is no material amount in revenue recognized from the performance obligation fulfilled in the previous fiscal years for the fiscal year ended March 2023.

11. Notes to per share information

Net assets per share	555.51 yen
Net income per share	53,67 yen

(Basis for calculation)

Net income	802,245 thousand yen
Amount not attributable to common shareholders	None
Net income on common share	802,245 thousand yen
Average number of common shares outstanding	14,946,372 shares

12. Significant Subsequent Events

Not applicable