

November 14, 2023

Company name: V-cube, Inc.

Chairman & Group CEO: Naoaki Mashita

Tokyo Stock Exchange, Prime Market (stock code: 3681)

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## Notice of Revision of Full-Year Earnings Forecasts

V-cube, Inc. announces that it has decided to revise its full-year earnings forecast for the fiscal year ending December 31, 2023, which was announced on September 26, 2023.

Revision of consolidated earnings forecast for the fiscal year ending December 31, 2023 (January 1, 2023 through December 31, 2023)

(Unit: Millions of yen)

	Net sales	Adjusted EBITDA	Adjusted Operating Income	Operating Income
Previous Forecast (A)	11,500	1,570	475	100
Revised Forecast (B)	11,500	1,570	475	100
Increase/Decrease (B - A)	0	0	0	0
Percentage change (%)	—	—	—	—
(Reference) Preliminary Results (December 2022 issue)	12,229	1,945	1,025	675
	Ordinary income	Net income attributable to owners of the parent	Net income per share	
Previous forecast (A)	10	△200	△8.24 yen	
Revised forecast (B)	10	△276	△11.37 yen	
Increase/Decrease (B - A)	0	△76		
Percentage change (%)	—	—		
(Reference) Preliminary Results (December 2022 issue)	612	84	3.49 yen	

(Reason for revision)

Xyvid, Inc. (hereinafter “Xyvid”), a consolidated subsidiary of V-cube, Inc. (hereinafter “V-cube”), adopted the tax benefit structure under Section 338 of the Internal Revenue Code of the United States at the time of business integration with V-cube, and as a result, this amount corresponding to future tax benefits is recognized as deferred tax assets.

Xyvid previously filed state taxes in Pennsylvania, where its Head office is located. However, considering its current business activities, Xyvid has considered the appropriate payment of state taxes (generally referred to as the "Economic Nexus" in the U.S.) and has decided to record its deferred tax assets based on the new tax rates lower than before.

As a result of the recalculation of deferred tax assets due to the above, an additional 76 million yen will be recorded as Income taxes deferred. As a result, V-cube has revised the figure for net loss attributable to owners of the parent in its full-year consolidated earnings forecast for the fiscal year ending December 31, 2023.