December 11, 2023
ACSL Ltd.

Notice of Posting Non-operating Income

ACSL Ltd. (ACSL) hereby announces posting of 55,071 thousand Japanese yen under non-operating income for the fourth quarter of the fiscal year ending December 31, 2023 (October 1, 2023 to December 31, 2023).

1. Details of Non-operating Income

ACSL received notification in December 8, 2023 that the subsidy amount was finalized, and we will record 55,071 thousand yen as subsidy income in non-operating income with regard to the "Business Restructuring Promotion Program for Small and Medium Enterprises (Business Restructuring Subsidy)" implemented in the fiscal year ended December 31, 2022 and the fiscal year ending December 31, 2023, as a supplementary budget for FY2020 by the Small and Medium Enterprise Agency.

The project aims to develop a drone that meets Level 4 (flying unmanned aircraft remotely on an inhabited area in the situation of no access control measure on the ground) of the UAS certification system, conduct demonstration flight tests using the developed drone, and obtain Level 4 certification in response to the introduction of a UAS Certification system for unmanned aerial aircraft (drones) under the Law Revising a Portion of the Civil Aeronautics Law, which went into effect in December 2022.

2. Outlook

ACSL group have decided to postpone the disclosure of earnings forecasts for the fiscal year ending December 31, 2023, although the company has determined that it is difficult at this point in time to calculate figures appropriately and reasonably for sales overseas.

The impact of the above recording of subsidy income on business performance, including other factors, is under scrutiny and will be promptly disclosed as soon as it becomes possible to disclose the forecast.