Notice: This document was prepared by machine translation, and no manual modification has been made to the translated contents. This document is to be used only as a reference, and in cases any differences occur between English version and the original Japanese version, the Japanese version shall prevail. Financial Results for the first quarter in this document are unaudited.



FY2024/04

Financial Results for the Third Quarter

FreeBit Co., Ltd. March 8, 2024

Agenda



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1. Financial Results for the Third Quarter of FY2024/04

Impact of change in fiscal year-end of consolidated subsidiaries (GIGAPRIZE and its subsidiaries)



- GIGAPRIZE Group (GPG) changed the date of its fiscal year-end from March 31 to April 30, the same as our consolidated fiscal year-end.
 - As a result, the consolidated subsidiaries in the current fiscal year has an irregular settlement of accounts for the 13-month period from April 1, 2023 to April 30, 2024. In the first quarter of the fiscal year under review, the four-month period from April 1, 2023 to January 31, 2024 has been incorporated into the consolidated settlement.
- In this presentation material, we describe the figures as the figure including the impact of the change in the fiscal year-end and the figure excluding the impact of the change in the fiscal year-end.

Consolidated period			First quarter		Second quarter			Third quarter		Fourth quarter			(month)		
(Previous Fiscal Year)	GPG		4	5	6	7	8	9	10	11	12	1	2	3	
FY2023/04	FB		5	6	7	8	9	10	11	12	1	2	3	4	
(Current Fiscal Year)	GPG	4	5	6	7	8	9	10	11	12	1	2	3	4	
FY2024/04	FB		5	6	7	8	9	10	11	12	1	2	3	4	
(From the Next Fiscal Year) GPG		5	6	7	8	9	10	11	12	1	2	3	4	
FY2025/04-	FB		5	6	7	8	9	10	11	12	1	2	3	4	

Summary of Consolidated Financial Results for the Third Quarter of FY2024/04



			(Including the	2024/04 Q3 e impact of th fiscal year-en		(Reference) FY2024/04 Q3 (Excluding the impact of the change in the fiscal year-end)*2				
(Millions of yen)		FY2023/04 Q3	Actual	Increase/ Decrease	Percentage increase/ decrease (Reference) *1	Actual	Increase/ Decrease	Percentage increase/ decrease		
Net sales	Actual	34,216	39,992	+5,775	- (+16.9%)	38,260	+4,044	+11.8%		
Operating	Actual	3,167	4,670	+1,502	- (+47.4%)	4,272	+1,104	+34.9%		
income	Base income*3	3,889	5,368	+1,478	(+38.0%)	4,970	+1,080	+27.8%		
Ordinary	Actual	2,964	4,592	+1,628	- (+54.9%)	4,196	+1,232	+41.6%		
income	Base income	3,685	5,290	+1,604	(+43.5%)	4,894	+1,209	+32.8%		
Quarterly income attributable to owners of the parent	Actual	1,656	2,868	+1,212	- (+73.2%)	2,711	+1,054	+63.7%		
Quarterly net income per share owners of the parent	Actual	88.09 yen	143.68 yen	+55.59 yen	-	135.79 yen	+47.70 yen	-		



- Net sales increased 16.9% year on year due to scale expansion in FreeBit B2B2X(B/C) Mobile Services in the 5G Infrastructure Support Business, progress in acquiring customers (including overseas customers) in Affiliate Services which is Full Speed Group's main business in the Corporate and Creator 5G DX Support Business, and steady growth in the number of units provided in ISP Services for 5G Homestyle apartment complex, which is GIGAPRIZE's main business in the 5G Lifestyle Support Business (excluding the impact of the change in the fiscal year (*1): increased 11.8%)
- Operating income increased 47.4% year on year and increased 38.0% year on year (*2) as compared to the previous fiscal year due to favorable performance in all segments as a result of growth in 5G Infrastructure Support Business, Corporate and Creator 5G DX Support Business in line with the increase in sales described above, and growth in 5G Lifestyle Support Business in part due to the impact of improved profits in the TONE Business (excluding the impact of the change in the fiscal year: 34.9% year on year / increased 27.8% year on year).
- Quarterly income attributable to owners of the parent increased 73.2% year on year due to growth in operating income and ordinary income and the impact of the gain on sales of investment securities (excluding the impact of the change in the fiscal year end: 63.7% increase)
- Sales and profits at each stage remained solid compared to the upwardly revised full-year forecast announced on December 8, 2023. Q4 expected to remain in line with plan

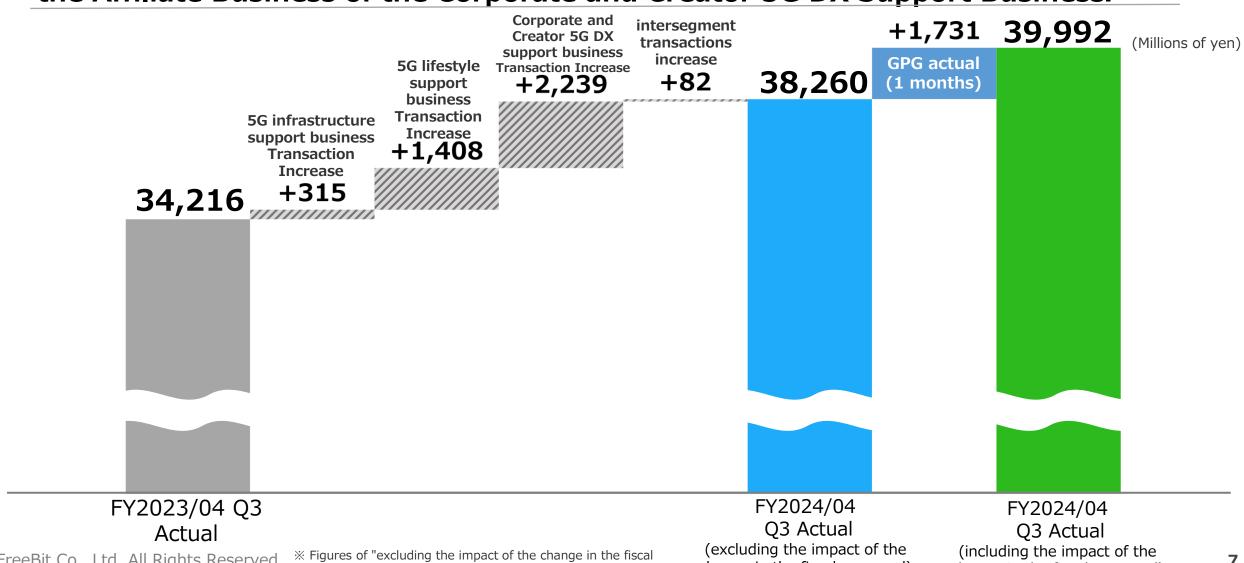
^{*1} Figures of "excluding the impact of the change in the fiscal year-end" are unaudited reference figures.

^{*2} Base comparison is the year-on-year comparison of base incomes.

YoY Variance Analysis Net Sales



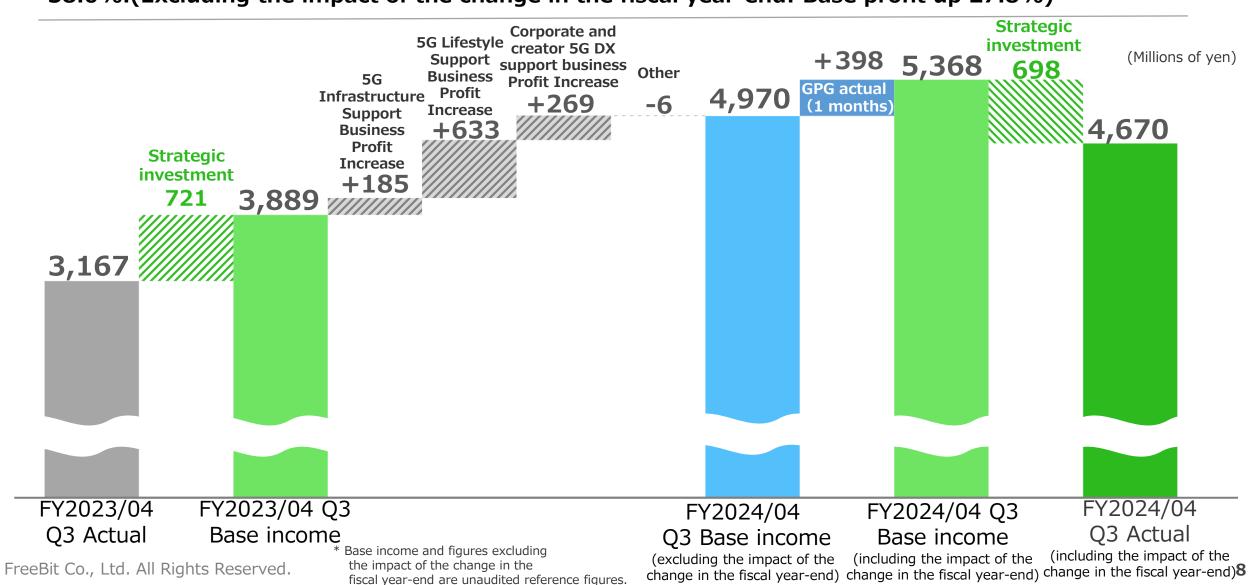
Sales increased 16.9% year on year (excluding the impact of the change in the fiscal year end: 11.8% year on year), due to solid performance in all segments, mainly in the Affiliate Business of the Corporate and Creator 5G DX Support Business.



YoY Variance Analysis Operating Income



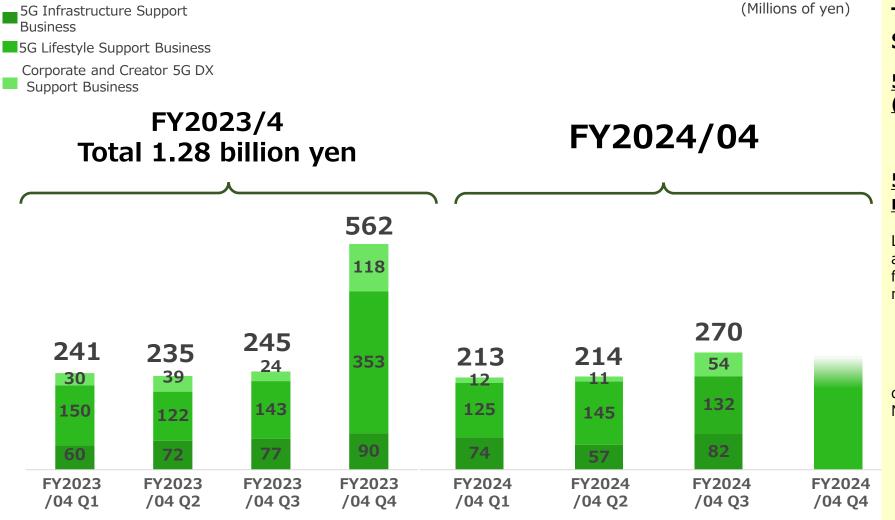
While implementing strategic investments, all segments remained solid, mainly in 5G Lifestyle Support Business. As a result, actual results increased by 47.4% year on year and base income increased by 38.0%.(Excluding the impact of the change in the fiscal year-end: Base profit up 27.8%)



Breakdown of strategic investment for FY 2023 and FY 2024



Continuous implementation of strategic investments, including acquisition of "TONE" and "TONE Labo" users for 5G lifestyle support business and promotion of businesses in the incubation zone



Third quarter of FY2024/04 Strategic Investment Results

5G Infrastructure Support Business (214 million yen)

- · Development of 5G data-center
- · Data collaboration projects, etc.

5G Lifestyle Support Business (404 million yen)

- ·Acquisition of users of "TONE" and "TONE Labo" (Downward trend due to control of acquisition costs while continuously implementing from the previous fiscal year) TONE Opening measures
- Develop and test 5G Healthstyle areas "TONE Care"
- · Web3(Blockchain) related development/testing, "LIVING TOWN Minato Mirai" Project-related expenses, etc.

Support for corporate and creator 5G DX

Support Business (79 million yen)

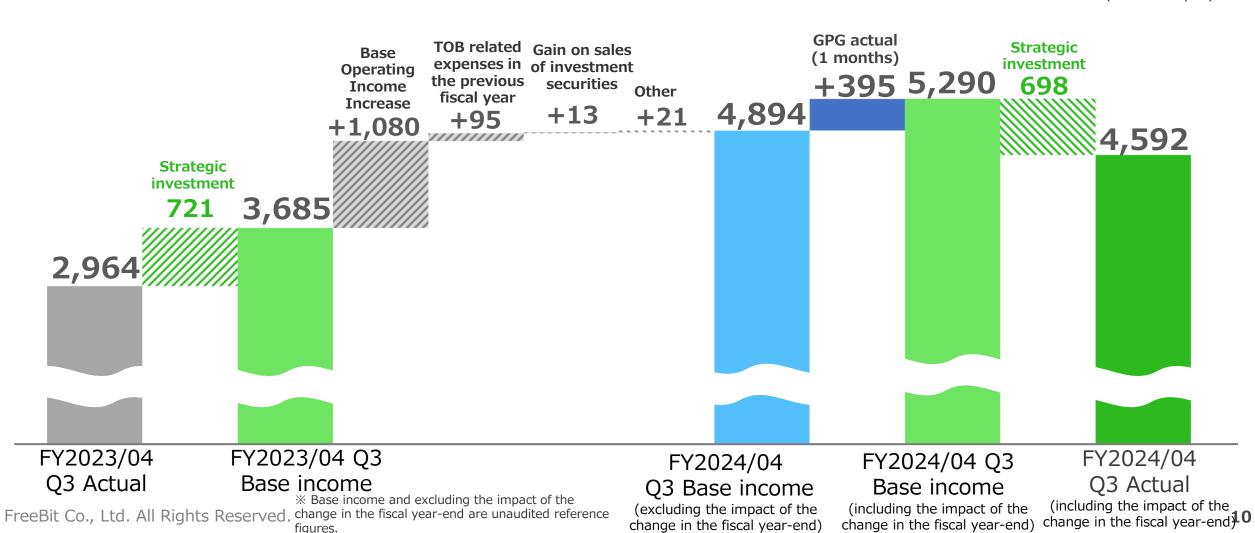
· Creator Maker Domains [StandAlone] multifaced development of platforms

YoY Difference Analysis Ordinary Income



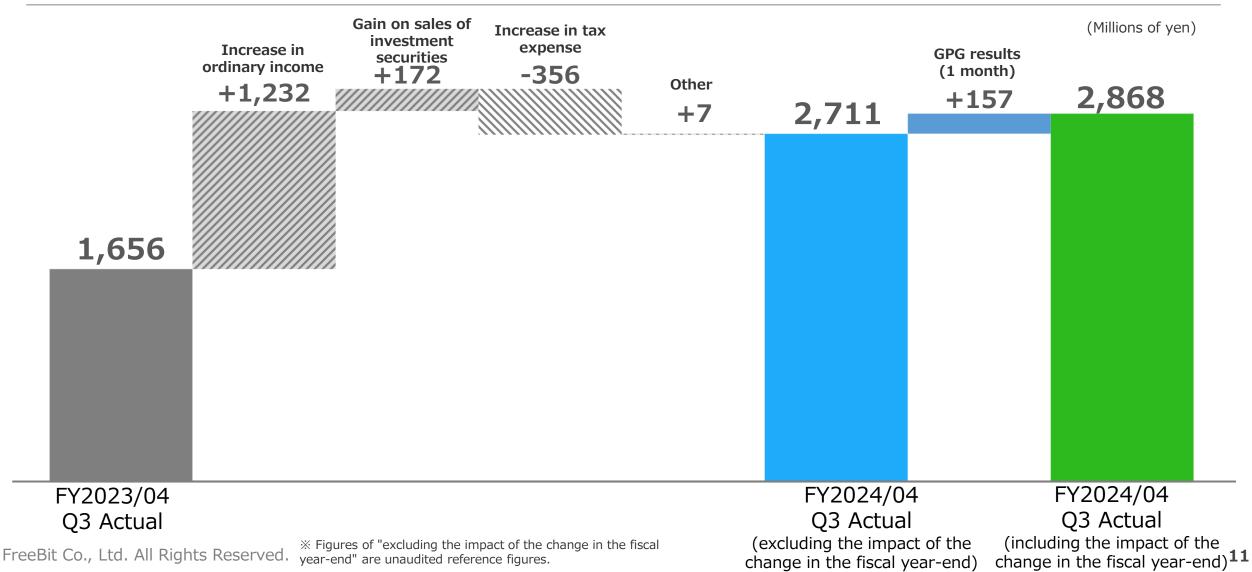
Due to strong base profit, actual results increased by 54.9% year on year and base profit increased by 43.5%. (Excluding the impact of the change in the fiscal year-end: Base profit up 32.8%)

(Millions of yen)





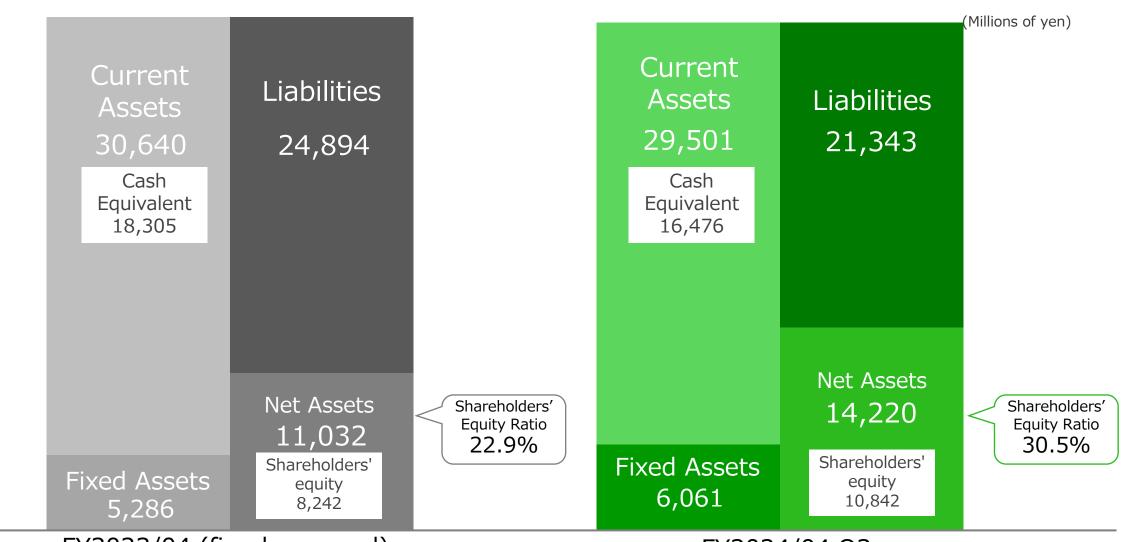
Increased by 73.2% YoY due to increase in ordinary income, etc. (Excluding the impact of the change in the fiscal year-end: up 63.7%)



Consolidated Results Summary BS



Shareholders' equity ratio increased to 30.5% due to an increase in retained earnings resulting from solid performance and a reduction in interest-bearing debt



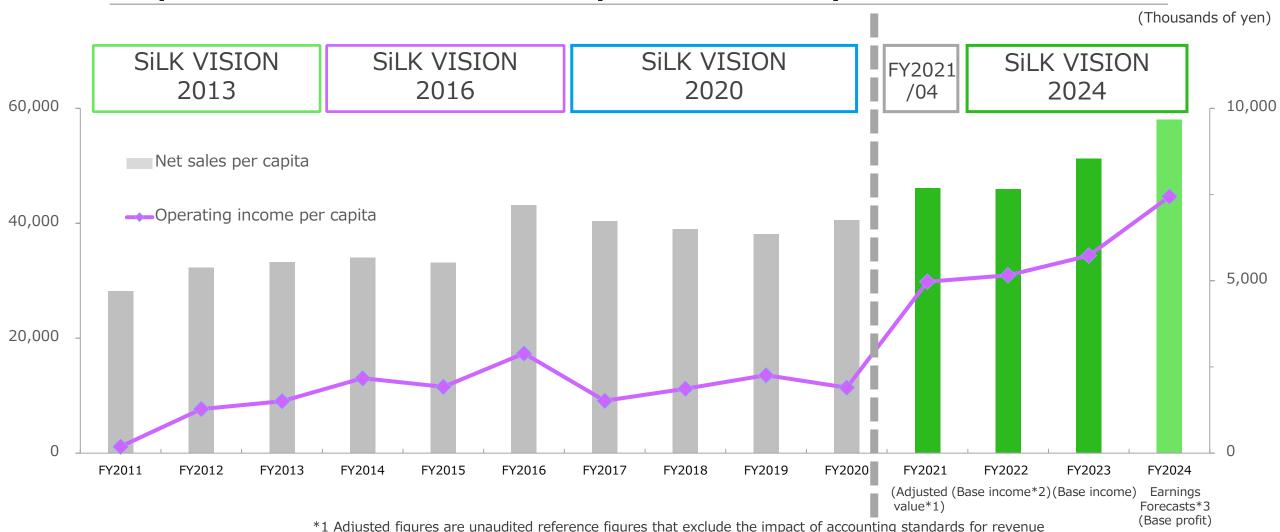
FY2023/04 (fiscal year end)

FY2024/04 Q3

Net Sales and Operating Income per Employee



Net sales and operating income (base profit) per employee are expected to increase from the previous fiscal year



^{*2} Base profit values are unaudited reference figures.

recognition, off-balance-sheet businesses, strategic investments, and changes in the DTI fiscal year-end.

^{*3} Estimated using the number of employees in the 23rd fiscal period for the 224th fiscal period.

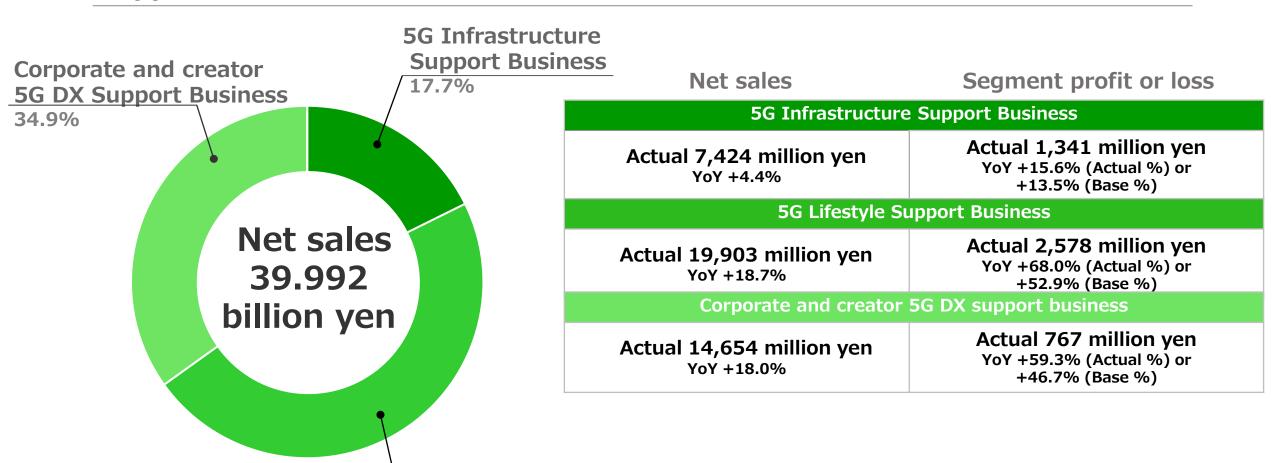


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Composition by segment



Revenues and profits increased in all segments: 5G Infrastructure Support Business, 5G Lifestyle Support Business, and Corporate and Creator 5G DX Support Business



5G Lifestyle Support Business

47.4%

[Performance Progress] 5G Infrastructure Support Business (Mobile Revolution Area) Cfreebit



SiLK VISION 2020

SiLK VISION 2024

SiLK VISION 2027

SILK VISION 2030

Incubation Zone

Transformation Zone

Performance zone

5G Infra Platform

(MVNE, fixed network, cloud, etc.)

5G Homestyle

(Internet services targeting housing complex)

Internet marketing

Affiliate

Maker's Maker

Corporate and Creator 5G DX **Support Business**

Creator Maker (StandAlone) Bizmodel Maker (4.0)

5G Lifestyle Support Business

5G Workstyle / 5G Healthstyle 5G Carlifestyle (MaaS)

5G Lifestyle Support Business

5G Lifestyle (TONE/DTI) 5G Homestyle

5G Infrastructure Support Business

Most existing businesses have shifted to the Performance zone. Growing continuously incorporating the changing times such as 5G and eSIM.

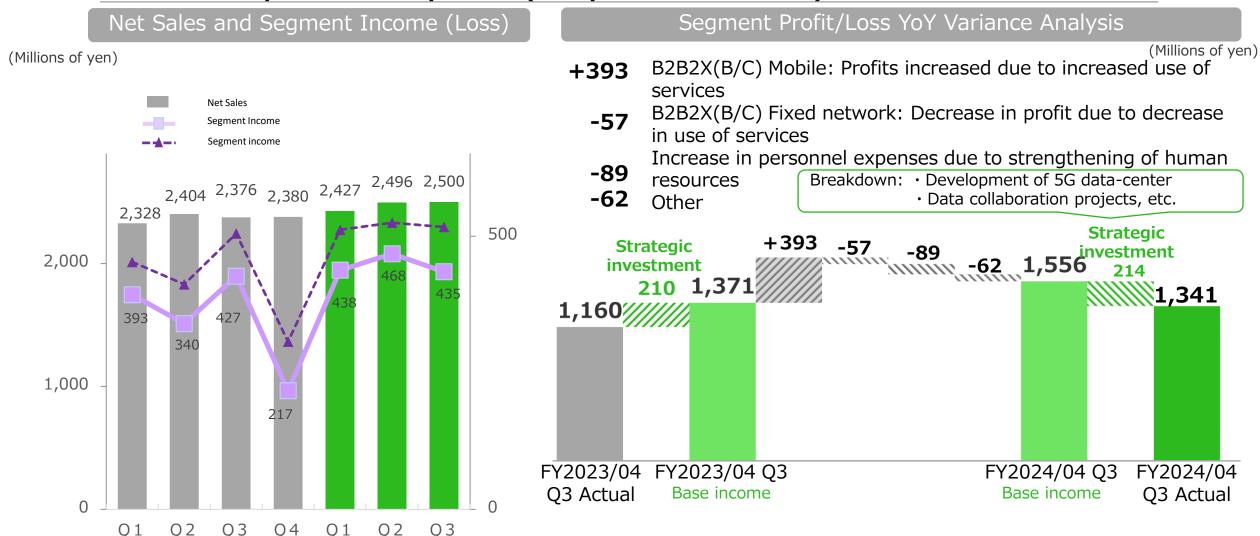
(freebit, DTI) Ad-Tech business (FullSpeed) Real Estate Tech Business (GIGA PRIZE)

Infrastructure Tech business

5G Infrastructure Support Business : Performance Progress



B2B2X(B/C) Operating income increased 13.5% year on year due to increase in use of B2B2X(B/C) mobile services, despite decrease in use of fixed network services and increase in personnel expenses (compared to the base)



5G Infrastructure Support Business Topics



Cultivate a broader range of new customers such as startups Continuous announcement of construction of direct sales system and provision of new services

 Continuous launch of ICT services for corporations through B2B direct sales to small-lot customers

Previously we had mainly developed services for B2B2X(B/C), but we have started direct sales to customer segments that want to expand our reach.

Leveraging the strengths of FreeBit Group companies, we have built our own structure required for direct sales, such as service design and online complete sales platforms, and will develop new customer segments such as startups and SMEs.

Develop new customers in a Building a system that can **Existing core businesses** wider range than directly sell to B2B startup companies, etc. Started direct sales to B2B at ICT-B2B2X(B/C) Mainly models Online complete system packing for corporations [freebit using credit payment and Business] workflow development freebit Business freebit cloud YourNet **Leveraging strengths** within the FreeBit Group FullSpeed To small-lot customers : Marketing expertise • Kride: System construction Non-direct reach capabilities freebit mobile Biz

Develop ICT-packaged products "freebit Business", for corporate customers

Announced the provision of the second phase, "freebit mobile Biz" in ICT packaging for corporations "freebit Business" following the launch of the first phase "IP everywhere"

The first phase "IP everywhere" allows access to internal servers easily and is highly secure from outside the home using fixed IP addresses

In the second phase, "freebit mobile Biz", 5G business-use devices can be used easily and reasonably by installing eSIM in private devices



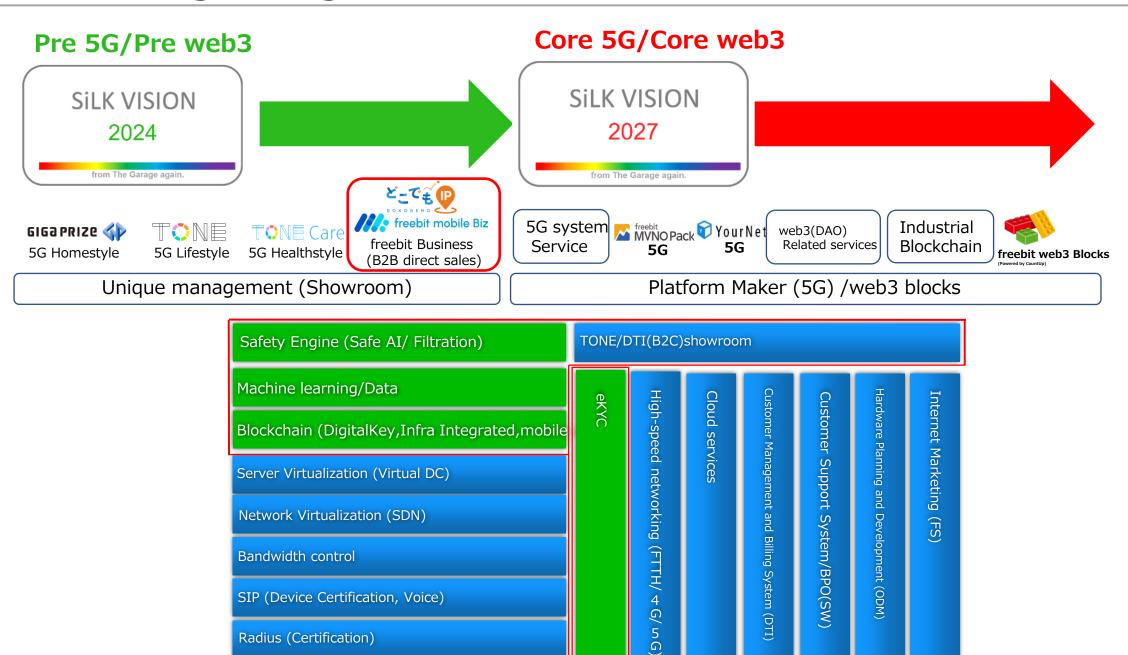


B2B Online Complete Sales Platform



Future Strategic Image





"IP everywhere" Interview articles



"freebit Business" initiatives' first phase "IP everywhere" published interview-article ranked No. 1 in weekly access on the third day of public offering

 "IP everywhere" interview article ranked No. 1 in weekly access on the third day of public offering

An interview-article on "IP everywhere" was posted on "INTERNET Watch", a news distributor on the latest Internet trends

Ranked No. 1 in weekly cumulative access in the "Series, Feature, Review, Others" category, three days from its release on 3/1



 Interview article "Users of Fixed IP Service are increasing? Hearing its reasoning"

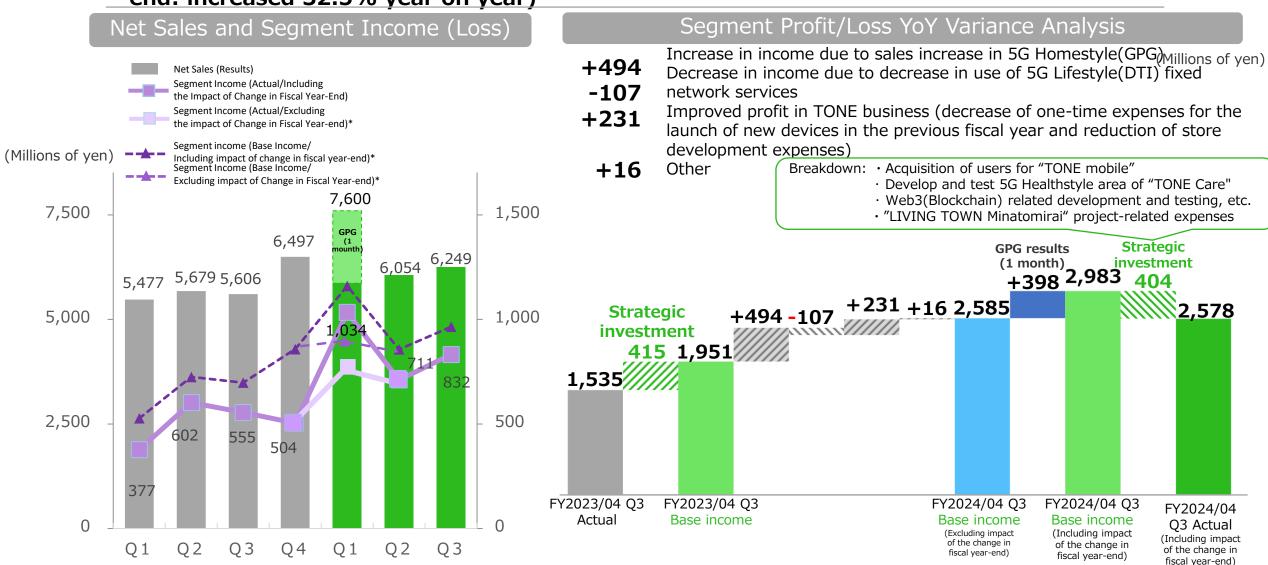




5G Lifestyle Support Business: Performance Progress



Operating income increased 52.9% year on year due to solid 5G Homestyle and improved profit in TONE business (compared to the base) (excluding the impact of the change in the fiscal year end: increased 32.5% year on year)

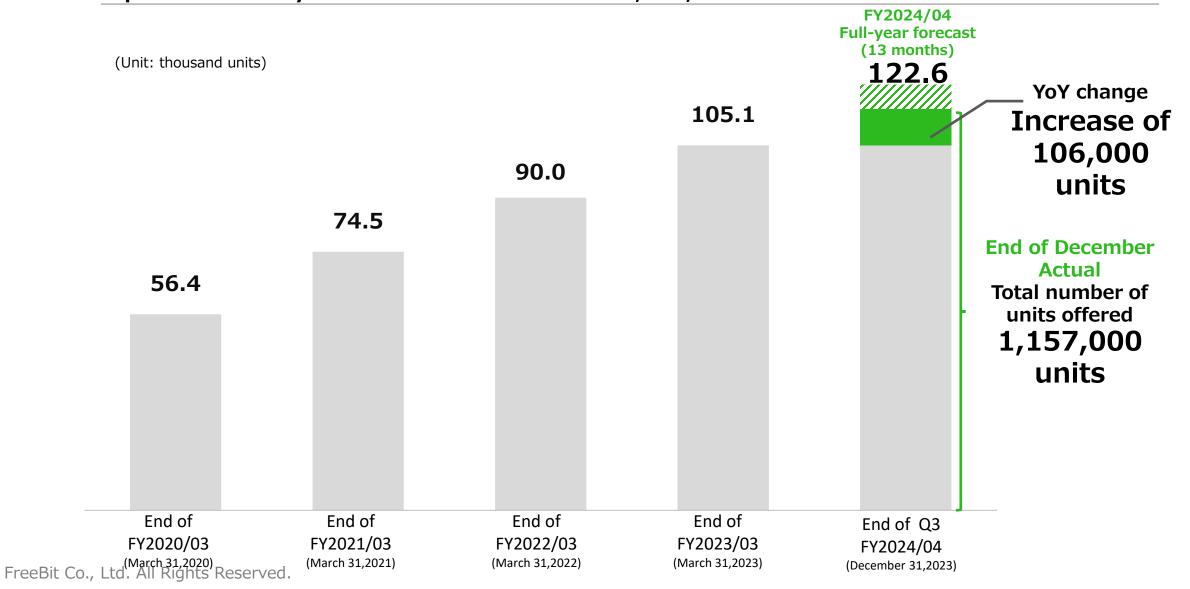


5G Lifestyle Support Business: Performance Progress GIGGPRIZE 🕪 🔾 freebit





The number of units provided for ISP services for apartment buildings, a key indicator of 5G Homestyle(GPG), was steady, increasing by 106,000 units compared to the end of the previous fiscal year to a cumulative total of 1,157,000 units



5G Lifestyle Support Business Topics



Leveraging our expertise in developing new products and ISP services for apartment buildings, we will horizontally expand into existing markets and develop new markets.

• Utilizing the expertise cultivated in ISP services for apartment buildings, implement development of state-of-the-art products with an eye to 5G/web3 era. While promoting horizontal development in the market for apartment buildings, utilize ISP service technologies for apartment buildings in conjunction with new products to develop new markets

Strategic Image of 5G Homestyle Area

Realizing New Lifestyles and Housing through 5G Homestyle Develop new products Develop new Horizontal **Public facilities** expansion into existing markets For apartment Detached house market Cloud camera Wi-Fi6 compatible PWINS SP services for apartment

complexes

Provision of "cloud camera service" in collaboration with NTT Media Supply

"Cloud camera services" added sensor systems to lines provided by ISP for apartment buildings, an existing business for cloud video storage functions, and built a business model to provide these systems to each property, making progress in monetization Providing crime prevention camera functions for apartment buildings by utilization.

Aiming to expand service users and enhance property value by leveraging the strengths of both companies, which provide services in collaboration with NTT Media Supply and have many points of contact with customers in the apartment market







• Introduction of next-generation street lights "Secual Smart Pole" to "Metropolitan Meiji Park



Established in Meiji Park "Secual Smart Pole"

First Park-PFI business in Tokyo adopted next-generation street lights 'Secual Smart Pole" in "Meiji Park"

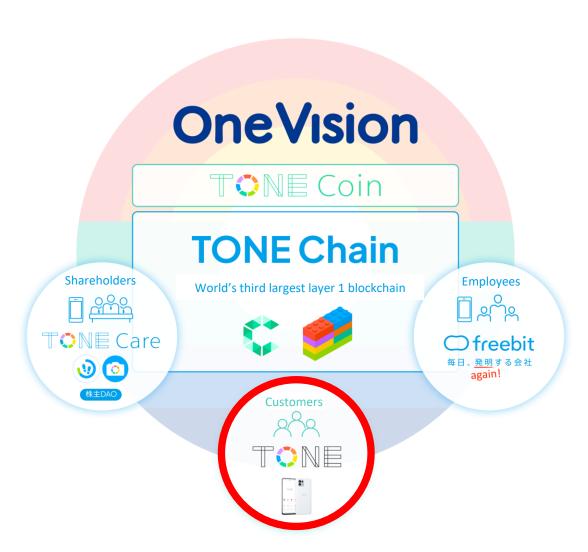
Contributing to the DX of businesses that grasp the actual use of parks

Aiming for the Creation and Social Implementation of **Innovative Services to Solve the Problems of Local Governments as** a New Business

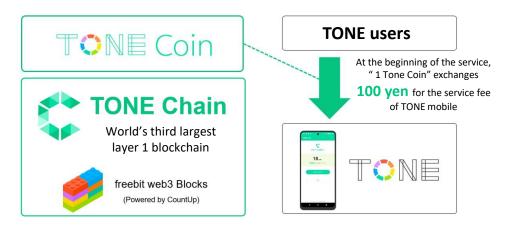
5G Lifestyle Support Business Topics



Announced on December 8, 2023, web3 stakeholder community demonstration tests "One Vision" launched "TONE Coin" real-value exchange for customers



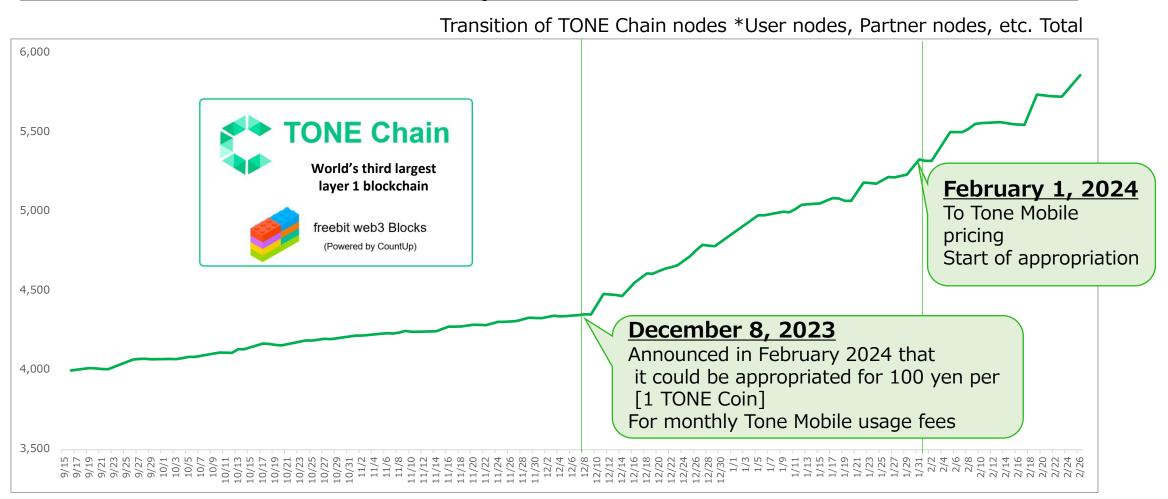
Real value exchange began on February 1, 2024



Changes in the number of TONE Chain nodes



"Real value exchange for TONE Coin" Since its announcement, the number of TONE Chain nodes has further increased. Even after the real value exchange began, the number continues to be steady.



World ranking in the number of nodes of Layer 1 blockchain



Announced today

TONE Coin expanded to third in the world, in terms of the number of nodes used by users (as of March 2024, according to own research)



bitcoin Started in January 2009

182 months

Each

value Source Bitcoin

18,117

Ethereum(PoW) Started in July 2015

Ethereum

(PoW)

6,840

Started in June 2022 21-month period

Started in October 2016 89 months

Started in October 2020 41 months **XActive Miners**

Started in May 2020 46 months

48 months **%Validators**

80 months **%Binance Coin**

Started in July 2017 Started in September 2020 42 months **XValidators**

https://coin.dance/nodes

https://etherscan.io/nodetracker

104 months

https://blockchair.com/zcash/nodes

https://filfox.info/en

https://telemetry.polkadot.io/

https://solanabeach.io/validators

https://subnets.avax.network/validators

https://bscscan.com/nodetracker

[Performance Progress] Corporate and Creator 5G DX Support Business (Production Revolution Area)



SILK VISION 2020

SILK VISION 2024

SILK VISION 2027

SILK VISION 2030

Incubation Zone

Transformation Zone

Performance zone

5G Infra Platform
(MVNE, fixed network, cloud, etc.)
5G Homestyle
(Internet services targeting housing complex)
Internet marketing
Affiliate

Maker's Maker

Corporate and Creator 5G DX Support Business

Creator Maker (StandAlone) Bizmodel Maker (4.0)

5G Lifestyle Support Business

5G Workstyle / 5G Healthstyle 5G Carlifestyle (MaaS)

5G Lifestyle Support Business

5G Lifestyle (TONE/DTI) 5G Homestyle

5G Infrastructure Support Business

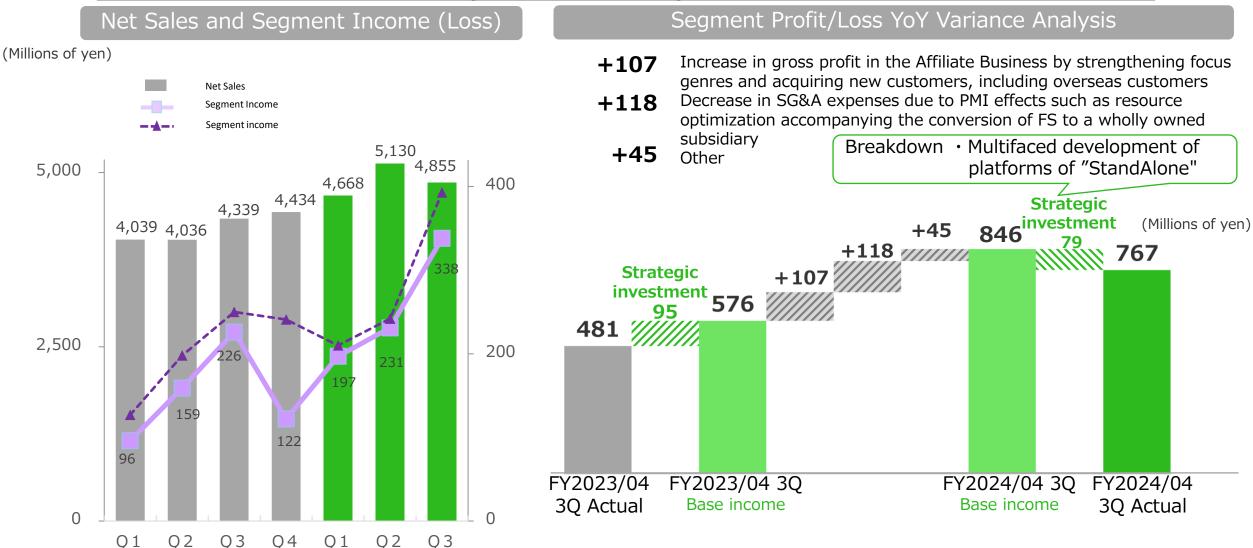
Most existing businesses have shifted to the Performance zone. Growing continuously incorporating the changing times such as 5G and eSIM.

Infrastructure Tech business (freebit, DTI) Ad-Tech business (FullSpeed) Real Estate Tech Business (GIGA PRIZE)

Corporate and Creator 5G DX Support Business: Performance Progress



Operating income increased 46.7% year on year due to higher net sales and gross profit with strong performance in the Affiliate Business, and with the impact of PMI following the conversion of FS to a wholly owned subsidiary.



Corporate and Creator 5G DX Support Business Topics Full Speed





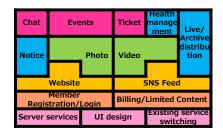
Progress in development of new artists' services StandAlone Aiming to form a fan community in 5G/web3 era

• Through development and demonstration tests, artists are expanding horizontally, such as selling tickets and goods using platforms and implementing subscription services. Aiming to build a fan community in 5G/web3 era, further develop services and utilize proprietary technologies

StandAlone Business Development Image

Development and field trials

Develop platforms and components, and conduct demonstration tests



Service Development

Provision of services utilizing platforms

Implementation of ticket and goods sales for events







Provision of subscription services



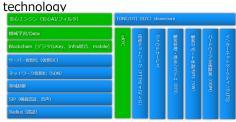
Horizontal development of services for creator community



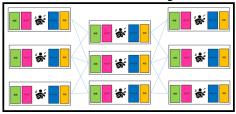
In the future

Aiming to form a fan community in 5G/web3 era by utilizing proprietary technologies and horizontally deploying communities

Utilization of FreeBit's proprietary



Horizontal development of communities and their linkages



 Toward horizontal community development Development of services by new artists progressed

Gradual release of new artist apps aimed at horizontal development of services for creator communities

Jockey Ryusei Sakai's app "RS Jockey Room" launched on February 20

In addition, Maika Yamamoto, the leading actress of Nippon Television drama series "Sister", and as the up and coming actor, we are preparing for the release of the popular Airu Kubozuka app.

2/20~ "RS Jockev Room" (Ms. Ryusei Sakai, a jockey) Fan Community App)



Actress/Model



Actor Airu Kubozuka





December 8, 2023 announced Web3 demonstration tests of stakeholder communities Shareholder-oriented initiatives progress of "One Vision"



"One Vision" progress



Announced today

Regarding the shareholder return measure of "One Vision", a roadmap has been announced to provide the service for shareholders as of the end of April 2024

 Announcement of roadmap on "One Vision" as a shareholder-return measure

Started offering "FreeBit Shareholder DAO App" for shareholders as of the end of April 2024, with shareholder return measures in June Granting "Shareholder NFT" allows them to acquire "TONE Coin" as compensation through the sealing of "TONE Chain" and participate in "FreeBit Shareholder DAO" by posting on the shareholder bulletin board and participating in various demonstration tests of FreeBit Group

Early May

Early to mid-June

From late July

Preparation of shareholder register as of end of April

 \downarrow

Determination of target shareholders

Sending guides to targeted shareholders

 \downarrow

Registration starts

※ Freebit eKYC Customer Certification Provide "FreeBit Shareholder DAO" App and "FreeBit Shareholder DAO" participation rights "Shareholder NFT"

- After creating "TONE Chain wallet(tentative)", approve sealing participation right in "TONE Chain" by FreeBitDAO(vote)
- "Shareholder NFT" may be granted to "TONE Chain wallet(tentative)" to participate in "FreeBit Shareholder DAO"

Gradual launch of various demonstration tests conducted by FreeBit Group

- · TONE Camera
- · TONE LifeLog
- · TONE Care

etc.

"One Vision" Shareholder Benefits

Receiving "TONE Coin" for sealing compensation

- \cdot Utilize excess smartphone resources. Participate in "TONE Chain" sealing
 - · Rewarded "TONE Coin]" as compensation
- · Considering a system that can exchange value with shareholders



Post to Shareholder Bulletin Board

· Shareholder bulletin board allows shareholders to interact with each other and with FreeBit IR representatives



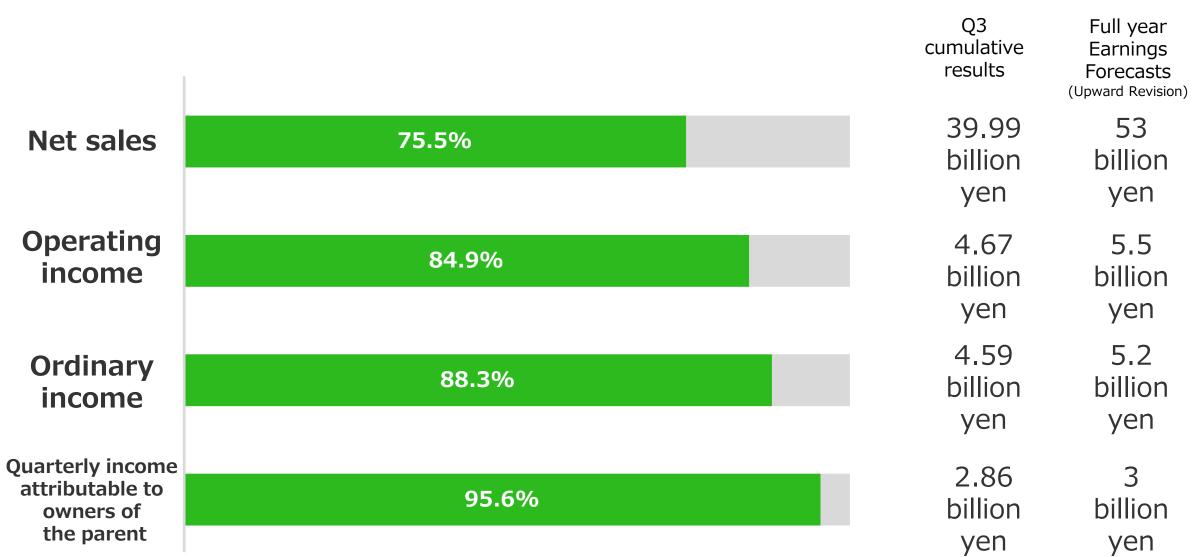


3. "SiLK VISION 2024" Landing Forecast

Progress of Consolidated Financial Results for FY 2024/04



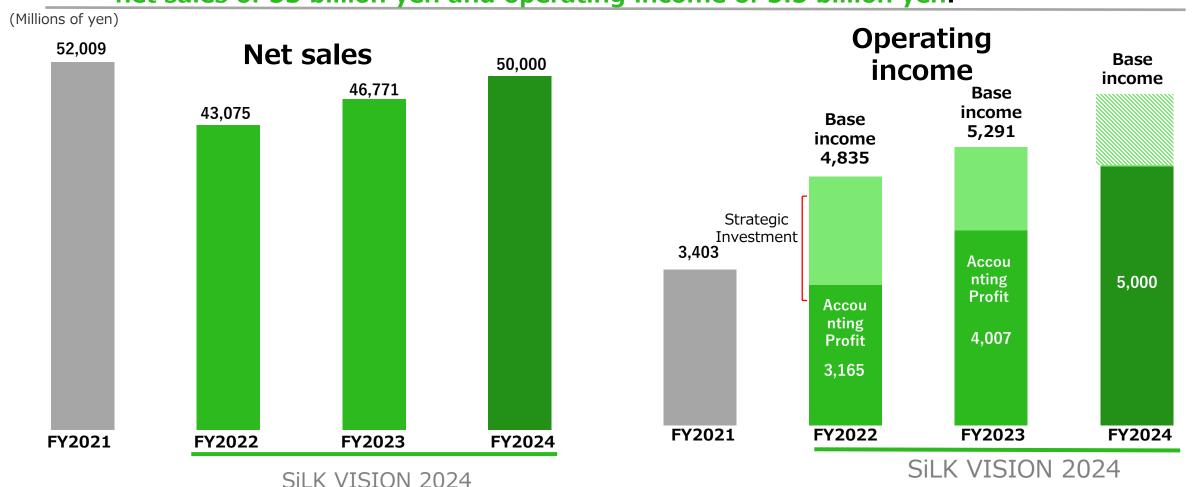
Strong performance against forecast after upward revision (announced on December 8, 2023). Q4 is also expected to progress as planned



Medium-term management plan "SiLK VISION 2024"



As a result of the three-year medium-term management plan, the performance targets for the final year of the plan are expected to exceed net sales of 50 billion yen and operating income of 5 billion yen, and the forecasts are for net sales of 53 billion yen and operating income of 5.5 billion yen.



X1 Net sales and operating income in FY2021 are figures before adjusting "Accounting Standard for Recognition of Revenue" and other factors.

^{*2} Base income is the business income figure excluding temporary investments and unaudited for the reference. 34

Toward "SiLK VISION 2027"



In the current fiscal year, as the second [Transformation Term] toward SV2027, we also conducted a strategic reexamination.

In SV2027, lifted the ban on M&A and expanded the strategic portfolio



"SiLK VISION 2024" Final Year (Current Year)

- · Results Targets for the Final Year Progress Over Net Sales of 50 billion yen and Operating Income of 5 billion yen
- Aiming for "SiLK VISION 2027" ,current fiscal year positioned as the second "Transformation Term" and optimized of portfolios

Re-examine organizational strategy, human resources strategy, and business strategy, and implement an action-based SiLK VISION 2027 that deepens the future

"SILK VISION 2027"

- · Social Implementation of New Businesses such as "One Vision in Incubation Domains
- In line with the growth of existing businesses, expand the Strategic Portfolio through lifting of the ban on M&A and Business Alliances

Disclaimer



Forward-looking statements in this document, including our forecasts, goals, targets, plans and strategies, are based on information that we believe to be reasonable at the time of preparation of this document. Actual results and targets may differ materially from these forecasts and targets due to various factors. These materials are explanatory materials for our business strategy and are not prepared for the purpose of soliciting investment.

<IR and Inquiries Regarding This Material>

FreeBit Co., Ltd.
In charge of IR, Corporate
Planning Division

Email freebit-ir@freebit.net WEB https://freebit.com/

4. Appendix

Explanation of the Three Revolution Areas and Each Business

Mobile revolution area

In order to solve various social problems, such as environmental problems, an aging society, and low growth, and to realize a sustainable society, the area provides the infrastructure that is the foundation for the improvement of the efficiency of people's lives and the production revolution of intelligence.

Lifestyle revolution area

For the transition to a sustainable society, people's ways of working, learning, and living will change. This is an area in which we solve the social problems that are necessary for this purpose and create new societies and values.

Production revolution area

"Structuring of intelligence" to mobilize appropriate knowledge from a vast amount of knowledge for solving social problems, and the resulting "production revolution of intelligence" brings about innovation.

5G Infrastructure Support Business

A business that provides a platform that supports not only the creation of "human" but also the creation of "consumer" markets that lead to connected and reliable use of "goods" at an affordable price through 5G and eSIM(SIM software)/AI/Blockchain.

5G Lifestyle Support Business

Using platforms created by 5G support business, this business builds and provides business platforms that support the creation of various "koto (thing)" markets, such as "safe and secure lifestyles," "healthy lifestyles," "work styles," and "housing," which are unique to 5G era.

Support for corporate and creator 5G DX

A business that supports manufacturing in 5G age by using a proprietary DX method to build platforms that enable not only corporations but also creators and influencers that will become the core of future manufacturing, from "(Market Creation)—Value Creation—Verification—Market Introduction—Maintenance of Customer Relations."

Market potential

5G related market for the domestic industry is 210.6 billion yen, IoT market is 10.2 trillion yen. We will continue to provide stable, safe, and secure telecommunications infrastructure services, while building next-generation networks and data centers for the 5G era and aiming to develop new services utilizing 5G and eSIM.

Market potential

With the new corona, people's desire has fallen to the "safety desire" of the 5-stage theory of Mazroe, but with the spread of vaccines in the future, the higher-order desire (= cost consumption) has been revived. Accelerating the penetration of IT into lifestyles in 5G also contributes to the creation of higher-order markets-goods—services—outcomes.

Market potential

In Marketing 4.0, creators and influencers do not simply recommend goods and services, but rather promote who they themselves can become as a result of using them. In other words, a market that satisfies Mazlo's "desire for self-realization" (= cost consumption) is required.

(NOTE)Domestic 5G related markets (2027) and domestic IoT markets (2025) are based on IDC Japan surveys, and MaaS domestic markets (2030) are based on Fuji Keizai.