

BALANCE SHEETS

	March 31, 2026	March 31, 2025
	JPY	
	Unaudited	
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	60,773,652	65,087,771
Short-term bank deposits		
Marketable Securities		
Trade accounts receivable	227,511,205	187,234,690
Other receivables and prepaid expenses:		
Prepaid expenses	13,690,675	14,931,810
Government authorities	61,295,549	(675,388)
Advances to suppliers	4,481,288	4,480,983
Derivative instruments		
Intercompany balances	402,206,946	420,809,242
Other		
TOTAL Other receivables and prepaid expenses	481,674,458	439,546,647
Inventories	169,390,117	173,489,128
TOTAL CURRENT ASSETS	939,349,432	865,358,236
Long Term Receivables and Other Assets	10,000,000	10,000,000
Long Term Marketable Securities		
	10,000,000	10,000,000
ROU Assets, net	-	-
FIXED ASSETS:		
Cost	12,535,000	12,535,000
Less - accumulated depreciation	(12,468,332)	(12,272,332)
	66,668	262,668
INTANGIBLE ASSETS AND DEFERRED COSTS, NET		
DEFERRED INCOME TAXES	122,884,850	93,877,945
TOTAL ASSETS	1,072,300,950	969,498,849

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	March 31, 2026	March 31, 2025
	JPY	
	Unaudited	
LIABILITIES AND SHAREHOLDERS' EQUITY		
CURRENT LIABILITIES:		
Short-term bank credit		
Current maturities of long-term debt		
Accounts payable:		
Trade payables	11,928,570	27,080,402
Other current liabilities:		
Returns reserve	7,067,259	6,175,141
Payable to Government Authorities		
Due to customers		
Intercompany balances	37,228,264	-
Lease Liability		
Employees and payroll accruals	5,758,287	6,241,702
Deferred revenue		
Accrued income taxes	9,545,500	16,454,700
Legal and audit fees		
Settlements and loss contingencies		
Accrued expenses	46,519,578	36,946,118
Derivative instruments		
Suppliers of property, plant and equipment		
Payable on Purchase of treasury stock		
Payable on Purchase of Marketable Securities		
Other		
TOTAL Other current liabilities	106,118,888	65,817,661
TOTAL CURRENT LIABILITIES	118,047,458	92,898,063
LONG-TERM LIABILITIES:		
Long-term debt, net of current maturities		
Deferred income taxes		
Derivative instruments		
Other long-term liabilities	-	-
SHAREHOLDERS' EQUITY	954,253,492	876,600,786
	1,072,300,950	969,498,849

Date of approval of the
financial statements

Zvi Albert
VP, Financial and Chief Financial

STATEMENTS OF INCOME

	For the Year Ended	For the Year Ended
	March 31, 2026	March 31, 2025
	JPY	
	Unaudited	
Sales	2,004,823,718	2,064,739,871
Cost of sales	1,169,123,454	1,152,382,649
Gross profit	835,700,264	912,357,222
Research and development	-	-
Selling and marketing expenses	309,905,726	302,471,506
Settlements and loss contingencies	-	-
General and administrative expenses	89,821,821	87,665,422
Operating income	435,972,717	522,220,294
Financing income, net	363,768	4,321,438
Other income	(376,160,492)	(482,953,447)
Income before taxes on income	60,175,993	43,588,285
Taxes on income	(17,476,713)	31,319,077
Discontinued operation		
Net income for the period before subsidiaries and dividend	77,652,706	12,269,208
Dividend income, net	-	-
Subsidiaries		
Net income for the period	77,652,706	12,269,208