

BALANCE SHEETS

	March 31, 2026	March 31, 2025
	JPY	
	Unaudited	
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	596,477,807	542,004,012
Short-term bank deposits		
Marketable Securities		
Trade accounts receivable		
Other receivables and prepaid expenses:		
Prepaid expenses	17,171,669	15,474,369
Government authorities	43,759	10,581,579
Advances to suppliers	20,050,000	48,880,600
Derivative instruments		
Intercompany balances	(401,864,690)	(372,017,242)
Other		
TOTAL Other receivables and prepaid expenses	(364,599,262)	(297,080,694)
Inventories	-	-
TOTAL CURRENT ASSETS	231,878,545	244,923,318
Long Term Receivables and Other Assets		
Long Term Marketable Securities	-	-
ROU Assets, net	28,184,346	62,173,911
FIXED ASSETS:		
Cost	376,262,323	357,635,231
Less - accumulated depreciation	(296,169,904)	(259,071,039)
	80,092,419	98,564,192
INTANGIBLE ASSETS AND DEFERRED COSTS, NET		
DEFERRED INCOME TAXES	47,318,603	67,334,402
TOTAL ASSETS	387,473,913	472,995,823

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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	77,545,949	102,110,219
Other current liabilities:		
Returns reserve		
Payable to Government Authorities		
Due to customers		
Lease Liability	28,710,628	33,628,950
Employees and payroll accruals	48,894,322	48,821,800
Deferred revenue		
Accrued income taxes	1,384,300	-
Legal and audit fees		
Settlements and loss contingencies		
Accrued expenses	81,583,714	103,175,468
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	160,572,964	185,626,218
TOTAL CURRENT LIABILITIES	238,118,913	287,736,437
LONG-TERM LIABILITIES:		
Long-term debt, net of current maturities		
Deferred income taxes		
Derivative instruments		
Other long-term liabilities	-	28,710,628
	-	28,710,628
SHAREHOLDERS' EQUITY	149,355,000	156,548,758
	387,473,913	472,995,823

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	-	-
Cost of sales	-	-
Gross profit	-	-
Research and development	-	-
Selling and marketing expenses	1,097,359,552	1,151,957,283
Settlements and loss contingencies	-	-
General and administrative expenses	197,678,541	286,138,355
Operating income	(1,295,038,093)	(1,438,095,638)
Financing income, net	(1,185,429)	(1,274,393)
Other income	1,325,023,831	1,456,060,177
Income before taxes on income	28,800,309	16,690,146
Taxes on income	21,606,551	1,413,948
Discontinued operation		
Net income for the period before subsidiaries and dividend	7,193,758	15,276,198
Dividend income, net	-	-
Subsidiaries		
Net income for the period	7,193,758	15,276,198