FOR IMMEDIATE RELEASE

Hitachi Announces Consolidated Financial Results for the First Quarter Ended June 30, 2026

Tokyo, July 29, 2026 --- Hitachi, Ltd. (TSE:6501) today announced its consolidated financial results for the First Quarter Ended June 30, 2026

Condensed Quarterly Consolidated Statement of Profit or Loss

(Millions of yen)

	Three months ended June 30, 2025 (A)	Three months ended June 30, 2026 (B)	(B)/(A) (%)
Revenues	2,258,325	2,709,586	120
Cost of sales	(1,596,866)	(1,899,913)	119
Gross profit	661,459	809,673	122
Selling, general and administrative expenses	(450,443)	(515,386)	114
Adjusted operating income	211,016	294,287	139
Other income	1,684	2,309	137
Other expenses	(15,435)	(13,416)	87
Financial income	72,648	8,643	12
Financial expenses	(3,754)	(581)	15
Share of profits (losses) of investments accounted for using the equity method	7,579	2,874	38
EBIT (Earnings before interest and taxes)	273,738	294,116	107
Interest income	8,433	7,422	88
Interest charges	(10,128)	(6,429)	63
Income before income taxes	272,043	295,109	108
Income taxes	(71,627)	(91,963)	128
Net income	200,416	203,146	101
Net income attributable to:			
Hitachi, Ltd. stockholders	192,204	189,450	99
Non-controlling interests	8,212	13,696	167

Earnings per share attributable to Hitachi, Ltd. stockholders	Yen	Yen	
Basic	42.01	42.24	101
Diluted	41.98	42.21	101

Condensed Quarterly Consolidated Statement of Comprehensive Income

(Millions of yen)

	Three months ended June 30, 2025 (A)	Three months ended June 30, 2026 (B)	(B)/(A) (%)
Net income	200,416	203,146	101
Other comprehensive income (OCI)			
Items not to be reclassified into net income			
Net changes in financial assets measured at fair value through OCI	4,881	2,598	53
Remeasurements of defined benefit plans	(1)	3,173	-
Share of OCI of investments accounted for using the equity method	(1,150)	(5)	-
Total items not to be reclassified into net income	3,730	5,766	155
Items that can be reclassified into net income			
Foreign currency translation adjustments	(77,029)	84,017	-
Net changes in cash flow hedges	2,792	(7,082)	-
Share of OCI of investments accounted for using the equity method	(8,267)	4,991	-
Total items that can be reclassified into net income	(82,504)	81,926	-
Other comprehensive income (OCI)	(78,774)	87,692	-
Comprehensive income	121,642	290,838	239
Comprehensive income attributable to:			
Hitachi, Ltd. stockholders	114,997	273,245	238
Non-controlling interests	6,645	17,593	265

Condensed Quarterly Consolidated Statement of Financial Position

(Millions of yen)

	As of March 31, 2026 (A)	As of June 30, 2026 (B)	(B)-(A)
Assets			
Current assets			
Cash and cash equivalents	1,323,480	1,504,496	181,016
Trade receivables and contract assets	4,004,890	3,618,734	(386,156)
Inventories	1,770,479	1,857,840	87,361
Investments in securities and other financial assets	355,304	374,350	19,046
Other current assets	413,086	484,848	71,762
Total Current assets	7,867,239	7,840,268	(26,971)
Non-current assets			
Investments accounted for using the equity method	612,142	615,565	3,423
Investments in securities and other financial assets	593,559	513,273	(80,286)
Property, plant and equipment	1,652,913	1,708,878	55,965
Goodwill	2,647,501	2,684,376	36,875
Other intangible assets	1,215,731	1,209,823	(5,908)
Other non-current assets	452,161	469,227	17,066
Total Non-current assets	7,174,007	7,201,142	27,135
Total Assets	15,041,246	15,041,410	164
Liabilities			
Current liabilities			
Short-term debt	43,407	61,089	17,682
Current portion of long-term debt	425,877	432,901	7,024
Other financial liabilities	317,342	321,080	3,738
Trade payables	1,658,755	1,669,015	10,260
Accrued expenses	799,334	613,205	(186,129)
Contract liabilities	3,054,661	3,213,623	158,962
Other current liabilities	867,763	855,462	(12,301)
Total Current liabilities	7,167,139	7,166,375	(764)
Non-current liabilities			
Long-term debt	539,753	562,937	23,184
Retirement and severance benefits	235,675	233,475	(2,200)
Other non-current liabilities	326,072	315,764	(10,308)
Total Non-current liabilities	1,101,500	1,112,176	10,676
Total Liabilities	8,268,639	8,278,551	9,912
Equity			
Hitachi, Ltd. stockholders' equity			
Common stock	466,666	466,666	-
Capital surplus	-	-	-
Retained earnings	4,759,761	4,833,670	73,909
Accumulated other comprehensive income	1,502,404	1,575,545	73,141
(Foreign currency translation adjustments)	1,290,980	1,377,317	86,337
(Remeasurements of defined benefit plans)	130,835	133,876	3,041
(Net changes in financial assets measured at fair value through OCI)	75,375	67,466	(7,909)
(Net changes in cash flow hedges)	5,214	(3,114)	(8,328)
Treasury stock, at cost	(160,462)	(302,123)	(141,661)
Total Hitachi, Ltd. stockholders' equity	6,568,369	6,573,758	5,389
Non-controlling interests	204,238	189,101	(15,137)
Total Equity	6,772,607	6,762,859	(9,748)
Total Liabilities and Equity	15,041,246	15,041,410	164

Condensed Quarterly Consolidated Statement of Changes in Equity

(Millions of yen)

Three months ended June 30, 2025	Common stock	Capital surplus	Retained earnings	Accumulated other comprehensive income	Treasury stock, at cost	Total Hitachi, Ltd. stockholders' equity	Non-controlling interests	Total equity
Balance at beginning of period	464,384	-	4,350,503	1,040,791	(8,587)	5,847,091	184,326	6,031,417
Changes in equity								
Reclassified into retained earnings	-	-	356	(356)	-	-	-	-
Net income	-	-	192,204	-	-	192,204	8,212	200,416
Other comprehensive income	-	-	-	(77,207)	-	(77,207)	(1,567)	(78,774)
Dividends to Hitachi, Ltd. stockholders	-	-	(100,713)	-	-	(100,713)	-	(100,713)
Dividends to non-controlling interests	-	-	-	-	-	-	(26,489)	(26,489)
Acquisition of treasury stock	-	-	-	-	(47,534)	(47,534)	-	(47,534)
Disposition of treasury stock	-	(292)	-	-	329	37	-	37
Issuance of new shares	2,282	2,282	-	-	-	4,564	-	4,564
Transfer to capital surplus from retained earnings	-	925	(925)	-	-	-	-	-
Transactions with non-controlling interests and others	-	(2,915)	-	43	-	(2,872)	96	(2,776)
Total changes in equity	2,282	-	90,922	(77,520)	(47,205)	(31,521)	(19,748)	(51,269)
Balance at end of period	466,666	-	4,441,425	963,271	(55,792)	5,815,570	164,578	5,980,148

(Millions of yen)

Three months ended June 30, 2026	Common stock	Capital surplus	Retained earnings	Accumulated other comprehensive income	Treasury stock, at cost	Total Hitachi, Ltd. stockholders' equity	Non-controlling interests	Total equity
Balance at beginning of period	466,666	-	4,759,761	1,502,404	(160,462)	6,568,369	204,238	6,772,607
Changes in equity								
Reclassified into retained earnings	-	-	10,652	(10,652)	-	-	-	-
Net income	-	-	189,450	-	-	189,450	13,696	203,146
Other comprehensive income	-	-	-	83,795	-	83,795	3,897	87,692
Dividends to Hitachi, Ltd. stockholders	-	-	(121,493)	-	-	(121,493)	-	(121,493)
Dividends to non-controlling interests	-	-	-	-	-	-	(29,586)	(29,586)
Acquisition of treasury stock	-	-	-	-	(147,982)	(147,982)	-	(147,982)
Disposition of treasury stock	-	(3,768)	-	-	6,321	2,553	-	2,553
Issuance of new shares	-	-	-	-	-	-	-	-
Transfer to capital surplus from retained earnings	-	4,700	(4,700)	-	-	-	-	-
Transactions with non-controlling interests and others	-	(932)	-	(2)	-	(934)	(3,144)	(4,078)
Total changes in equity	-	-	73,909	73,141	(141,661)	5,389	(15,137)	(9,748)
Balance at end of period	466,666	-	4,833,670	1,575,545	(302,123)	6,573,758	189,101	6,762,859

Condensed Quarterly Consolidated Statement of Cash Flows

(Millions of yen)

	Three months ended June 30, 2025 (A)	Three months ended June 30, 2026 (B)	(B)-(A)
Cash flows from operating activities			
Net Income	200,416	203,146	2,730
Adjustments to reconcile net income to net cash provided by operating activities			
Depreciation and amortization	105,069	118,688	13,619
Impairment losses	6,289	6,878	589
Income taxes	71,627	91,963	20,336
Share of (profits) losses of investments accounted for using the equity method	(7,579)	(2,874)	4,705
Financial income and expenses	(46,524)	(9,052)	37,472
Net (gain) loss on business reorganization and others	(1,278)	950	2,228
(Gain) loss on sale of property, plant and equipment	487	(2,089)	(2,576)
Change in trade receivables and contract assets	315,738	415,875	100,137
Change in inventories	(130,574)	(56,208)	74,366
Change in trade payables	6,599	(30,048)	(36,647)
Change in accrued expenses	(174,647)	(191,501)	(16,854)
Change in contract liabilities	266,043	122,013	(144,030)
Change in retirement and severance benefits	1,209	870	(339)
Other	(67,331)	21,031	88,362
Subtotal	545,544	689,642	144,098
Interest received	10,713	8,989	(1,724)
Dividends received	19,609	11,489	(8,120)
Interest paid	(11,468)	(6,734)	4,734
Income taxes paid	(122,307)	(207,212)	(84,905)
Net cash provided by (used in) operating activities	442,091	496,174	54,083
Cash flows from investing activities			
Purchase of property, plant and equipment	(60,564)	(94,763)	(34,199)
Purchase of intangible assets	(30,123)	(36,398)	(6,275)
Proceeds from sale of property, plant and equipment, and intangible assets	5,178	6,482	1,304
Purchase of investments in securities and other financial assets (including investments in subsidiaries and investments accounted for using the equity method)	(3,947)	(8,557)	(4,610)
Proceeds from sale of investments in securities and other financial assets (including investments in subsidiaries and investments accounted for using the equity method)	276	95,847	95,571
Other	14,788	8,324	(6,464)
Net cash provided by (used in) investing activities	(74,392)	(29,065)	45,327
Free cash flows	367,699	467,109	99,410
Cash flows from financing activities			
Change in short-term debt, net	157,169	17,270	(139,899)
Proceeds from long-term debt	50,048	5,189	(44,859)
Payments on long-term debt	(23,873)	(25,660)	(1,787)
Proceeds from payments from non-controlling interests	480	-	(480)
Dividends paid to Hitachi, Ltd. stockholders	(100,771)	(121,567)	(20,796)
Dividends paid to non-controlling interests	(26,000)	(29,168)	(3,168)
Acquisition of common stock for treasury	(47,534)	(147,982)	(100,448)
Proceeds from sales of treasury stock	-	2,537	2,537
Purchase of shares of consolidated subsidiaries from non-controlling interests	-	(7,063)	(7,063)
Net cash provided by (used in) financing activities	9,519	(306,444)	(315,963)
Effect of exchange rate changes on cash and cash equivalents	(1,221)	20,351	21,572
Change in cash and cash equivalents	375,997	181,016	(194,981)
Cash and cash equivalents at beginning of period	866,242	1,323,480	457,238
Cash and cash equivalents at end of period	1,242,239	1,504,496	262,257

Note: A change in presentation has been made effective from April 1, 2026 for improved clarity. “Change in contract liabilities,” which was previously included in “Change in trade receivables and contract assets” under cash flows from operating activities, has been reclassified and separately presented.

The condensed quarterly consolidated statement of cash flows for the three months ended June 30, 2025 has been reclassified in order to reflect this change in presentation.

Segment Information

(1) Segment revenues and profit (loss)

The operating segments of the Company are the components for which separate financial information is available and which is evaluated regularly by the chief operating decision maker in deciding how to allocate resources and in assessing performance.

The Company discloses its business in five reportable segments, corresponding to categories of activities classified primarily by the similarities for the nature of markets, products and services, and economic characteristics. Several operating segments are aggregated into Energy and Connective Industries for financial reporting purposes so that users of the financial statements better understand the Company's financial position and business performance. The Company aggregates operating segments based on the similarities of economic characteristics mainly using the segment profit (loss) margin ratio of operating segments. The primary products and services included in each reportable segment are as follows:

(a) Digital Systems & Services:
Digital solutions (System integration, Cloud services, Consulting services), IT products (Storage, Servers), Software, and ATMs

(b) Energy:
Energy solutions (Power grids, Nuclear)

(c) Mobility:
Railway systems

(d) Connective Industries:
Measurement and analysis systems (Semiconductor manufacturing equipment, Clinical analyzers), Industrial equipment & Digital solutions, Building systems (Elevators, Escalators), and Smart life & ecofriendly systems (Home appliances, Air conditioners)

(e) Others:
Property management and others

Effective from April 1, 2026, the Company transferred its Industry SI business, which had previously been included in the Connective Industries segment, to the Digital Systems & Services segment, and has disclosed the results of the Digital Systems & Services segment including the transferred business. Accordingly, figures for the three months ended June 30, 2025 have been restated on the basis of the reclassification.

The following tables show segment information for the three months ended June 30, 2025 and 2026.

(Millions of yen)

	Three months ended June 30, 2025			
	Reportable Segment			
	Digital Systems & Services	Energy	Mobility	Connective Industries
Revenues				
Revenues from External Customers	618,124	664,152	285,261	619,558
Revenues from Intersegment Transactions	28,658	3,427	159	51,993
Total Revenues	646,782	667,579	285,420	671,551
Segment Profit (Loss)	71,474	78,472	21,727	63,282

(Millions of yen)

	Three months ended June 30, 2025			
	Reportable Segment		Corporate items & Eliminations	Total
	Others	Subtotal		
Revenues				
Revenues from External Customers	61,303	2,248,398	9,927	2,258,325
Revenues from Intersegment Transactions	59,136	143,373	(143,373)	-
Total Revenues	120,439	2,391,771	(133,446)	2,258,325
Segment Profit (Loss)	3,824	238,779	(1,252)	237,527

(Millions of yen)

	Three months ended June 30, 2026			
	Reportable Segment			
	Digital Systems & Services	Energy	Mobility	Connective Industries
Revenues				
Revenues from External Customers	680,627	908,245	344,053	711,557
Revenues from Intersegment Transactions	38,438	3,661	369	49,527
Total Revenues	719,065	911,906	344,422	761,084
Segment Profit (Loss)	85,591	129,055	30,461	83,445

(Millions of yen)

	Three months ended June 30, 2026			
	Reportable Segment		Corporate items & Eliminations	Total
	Others	Subtotal		
Revenues				
Revenues from External Customers	59,250	2,703,732	5,854	2,709,586
Revenues from Intersegment Transactions	64,191	156,186	(156,186)	-
Total Revenues	123,441	2,859,918	(150,332)	2,709,586
Segment Profit (Loss)	4,505	333,057	(9,528)	323,529

Segment profit (loss) is measured by Adjusted EBITA. Adjusted EBITA is defined as Adjusted Earnings before Interest, Taxes and Amortization. Adjusted EBITA represents profit (loss) calculated by deducting selling, general and administrative expenses from gross profit, and adding back amortization of intangible assets, etc. recognized upon business combinations.

Intersegment transactions are generally recorded at the same prices used in arm’s length transactions. Corporate items include corporate expenses not allocated to individual segments, such as expenditures for advanced R&D, and others.

Adjustments to income before income taxes from segment profit (loss) are as follows.

(Millions of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Segment Profit (Loss)	237,527	323,529
Amortization of Intangible assets, etc. recognized upon business combinations	(26,511)	(29,242)
Other income	1,684	2,309
Other expenses	(15,435)	(13,416)
Financial income	72,648	8,643
Financial expenses	(3,754)	(581)
Share of profits (losses) of investments accounted for using the equity method	7,579	2,874
EBIT (Earnings before interest and taxes)	273,738	294,116
Interest income	8,433	7,422
Interest charges	(10,128)	(6,429)
Income before income taxes	272,043	295,109

(2) Revenues by Market

(Millions of yen)

	Three months ended June 30, 2025 (A)	Three months ended June 30, 2026 (B)	(B)/(A) (%)
Japan	784,936 35%	870,429 32%	111
North America	376,090 17%	454,636 17%	121
Europe	500,571 22%	627,330 23%	125
Asia	426,915 19%	540,184 20%	127
Other Areas	169,813 7%	217,007 8%	128
Overseas Revenues Subtotal	1,473,389 65%	1,839,157 68%	125
Total Revenues	2,258,325 100%	2,709,586 100%	120

Notes

(1) Applicable Financial Reporting Framework

The Company’s Condensed Quarterly Consolidated Financial Statements, which comprise the Condensed Quarterly Consolidated Statement of Profit or Loss, Condensed Quarterly Consolidated Statement of Comprehensive Income, Condensed Quarterly Consolidated Statement of Financial Position, Condensed Quarterly Consolidated Statement of Changes in Equity, Condensed Quarterly Consolidated Statement of Cash Flows, and Notes to the Condensed Quarterly Consolidated Financial Statements, have been prepared in accordance with Article 5, Paragraph 2 of the Tokyo Stock Exchange, Inc.’s Standards for the Preparation of Quarterly Financial Statements (the Standards), applying the provisions for reduced disclosures as set forth in Article 5, Paragraph 5 of the Standards. Some of the disclosure items and notes required by IAS 34 “Interim Financial Reporting” have been omitted. Therefore, they are not a set of condensed financial statements in accordance with IAS 34.

(2) Notes Regarding Going Concern

Not applicable.

(3) Subsequent Events

Acquisition of Clever Devices Holdings LLC (hereinafter “Clever Devices”)

On March 31, 2026, Hitachi Rail Ltd. (hereinafter “Hitachi Rail”), a consolidated subsidiary of the Company in the Mobility segment, entered into an agreement to acquire Clever Devices, a leading U.S.-based provider of Intelligent Transportation Systems for transit agencies around the world, in order to mark its growth as a global digital mobility player. Based on the agreement among Hitachi Rail, Hitachi Rail U.S. Connect Parent, Inc. (hereinafter “Parent”) which is a wholly owned subsidiary of Hitachi Rail, Hitachi Rail U.S. Connect Merger Sub, LLC (hereinafter “Merger”) which is a wholly owned subsidiary of Parent, Clever Devices and the unitholder representative of it, Parent acquired 100% of the equity interests in Clever Devices on July 1, 2026 through the transaction, including the merger of Merger with and into Clever Devices, which is the surviving company. As a result, Clever Devices became a wholly owned subsidiary of Parent.

The consideration for the acquisition was 302 million dollars (47,919 million yen). In addition to this acquisition, Parent repaid 45 million dollars (7,193 million yen) of certain loans owed by Clever Devices from a financial institution.

Due to a time constraint between the acquisition date and the announcement date of the condensed quarterly consolidated financial statements, the initial accounting treatment for the acquisition of Clever Devices has not been completed. Accordingly, no disclosure has been made to the amount of assets acquired and liabilities assumed that were recognized at the date of acquisition, or the balances of goodwill. The consideration may vary due to transaction price adjustment and other factors.

Summary of Consolidated Business Results, etc.

For detailed information, please refer to the Presentation Material "Outline of Consolidated Financial Results for the First Quarter Ended June 30, 2026" (disclosed on July 29, 2026) on TDnet and our website.
(https://www.hitachi.com/en/ir/library/fr/)

Cautionary Statement

Certain statements found in this document may constitute “forward-looking statements” as defined in the U.S. Private Securities Litigation Reform Act of 1995. Such “forward-looking statements” reflect management’s current views with respect to certain future events and financial performance and include any statement that does not directly relate to any historical or current fact. Words such as “anticipate,” “believe,” “expect,” “estimate,” “forecast,” “intend,” “plan,” “project” and similar expressions which indicate future events and trends may identify “forward-looking statements.” Such statements are based on currently available information and are subject to various risks and uncertainties that could cause actual results to differ materially from those projected or implied in the “forward-looking statements” and from historical trends. Certain “forward-looking statements” are based upon current assumptions of future events which may not prove to be accurate. Undue reliance should not be placed on “forward-looking statements,” as such statements speak only as of the date of this document.

Factors that could cause actual results to differ materially from those projected or implied in any “forward-looking statement” and from historical trends include, but are not limited to:

・economic conditions, including consumer spending and plant and equipment investment in Hitachi’s major markets, as well as levels of demand in the major industrial sectors Hitachi serves;
・exchange rate fluctuations of the yen against other currencies in which Hitachi makes significant sales or in which Hitachi’s assets and liabilities are denominated;
・uncertainty as to Hitachi’s ability to access, or access on favorable terms, liquidity or long-term financing;
・uncertainty as to general market price levels for equity securities, declines in which may require Hitachi to write down equity securities that it holds;
・fluctuations in the price of raw materials including, without limitation, petroleum and other materials, such as copper, steel, aluminum, synthetic resins, rare metals and rare-earth minerals, or shortages of materials, parts and components;
・credit conditions of Hitachi’s customers and suppliers;
・general socioeconomic and political conditions and the regulatory and trade environment of countries where Hitachi conducts business, particularly Japan, Asia, the United States and Europe, including, without limitation, direct or indirect restrictions by other nations on imports and differences in commercial and business customs including, without limitation, contract terms and conditions and labor relations;
・uncertainty as to Hitachi’s ability to respond to tightening of regulations to prevent climate change;
・uncertainty as to Hitachi’s ability to maintain the integrity of its information systems, as well as Hitachi’s ability to protect its confidential information or that of its customers;
・uncertainty as to Hitachi’s ability to attract and retain skilled personnel;
・uncertainty as to Hitachi’s ability to continue to develop and market products that incorporate new technologies on a timely and cost-effective basis and to achieve market acceptance for such products;
・the possibility of disruption of Hitachi’s operations by natural disasters such as earthquakes and tsunamis, the spread of infectious diseases, and geopolitical and social instability such as terrorism and conflict;
・estimates, fluctuations in cost and cancellation of long-term projects for which Hitachi uses the percentage-of-completion method to recognize revenue from sales;
・increased commoditization of and intensifying price competition for products;
・fluctuations in demand of products, etc. and industry capacity;
・uncertainty as to Hitachi’s ability to implement measures to reduce the potential negative impact of fluctuations in demand of products, etc., exchange rates and/or price of raw materials or shortages of materials, parts and components;
・uncertainty as to Hitachi’s ability to achieve the anticipated benefits of its strategy to strengthen its Social Innovation Business;
・uncertainty as to the success of acquisitions of other companies, joint ventures and strategic alliances and the possibility of incurring related expenses;

・uncertainty as to the success of restructuring efforts to improve management efficiency by divesting or otherwise exiting underperforming businesses and to strengthen competitiveness;
・the potential for significant losses on Hitachi’s investments in equity-method associates and joint ventures;
・uncertainty as to the outcome of litigation, regulatory investigations and other legal proceedings of which the Company, its subsidiaries or its equity-method associates and joint ventures have become or may become parties;
・the possibility of incurring expenses resulting from any defects in products or services of Hitachi;
・uncertainty as to Hitachi’s access to, or ability to protect, certain intellectual property; and
・uncertainty as to the accuracy of key assumptions Hitachi uses to evaluate its employee benefit-related costs.

The factors listed above are not all-inclusive and are in addition to other factors contained elsewhere in this document and in other materials published by Hitachi.

*This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

Independent Auditor's Interim Review Report

Mr. Toshiaki Tokunaga, President & CEO
Hitachi, Ltd.

Auditor's Conclusion

We have reviewed the accompanying condensed quarterly consolidated financial statements of Hitachi, Ltd. and its subsidiaries (the Group), which comprise the condensed quarterly consolidated statements of profit or loss and comprehensive income for the three-month period ended June 30, 2026, the condensed quarterly consolidated statement of financial position as at June 30, 2026, the condensed quarterly consolidated statements of changes in equity and cash flows for the three-month period ended June 30, 2026, and notes to the condensed quarterly consolidated financial statements.

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed quarterly consolidated financial statements are not prepared, in all material respects, in accordance with Article 5, Paragraph 2 of the Tokyo Stock Exchange, Inc.'s Standards for the Preparation of Quarterly Financial Statements (the Standards), applying the provisions for reduced disclosures as set forth in Article 5, Paragraph 5 of the Standards, as described in Note (1).

Basis for Auditor's Conclusion

We conducted our review in accordance with review standards for interim financial statements generally accepted in Japan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Review of the Condensed Quarterly Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the ethical requirements in Japan, including those applicable to audits of financial statements of public interest entities, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the evidence we have obtained provides a basis for our conclusion.

Other Matter

The accompanying condensed quarterly consolidated financial statements of the Group as at June 30, 2025, and for the three-month period ended June 30, 2025, were not reviewed by us.

Responsibilities of Management and the Audit Committee for the Condensed Quarterly Consolidated Financial Statements

Management is responsible for the preparation of these condensed quarterly consolidated financial statements in accordance with Article 5, Paragraph 2 of the Standards, applying the provisions for reduced disclosures as set forth in Article 5, Paragraph 5 of the Standards and for the internal controls as management determines are necessary to enable the preparation of condensed quarterly consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the condensed quarterly consolidated financial statements, management is responsible for assessing the Group's ability to continue as a going concern, including the disclosures related to matters of going concern, as required by Article 5, Paragraph 2 of the Standards, applying the provisions for reduced disclosures as set forth in Article 5, Paragraph 5 of the Standards.

The Audit Committee is responsible for overseeing the Group's financial reporting process.

Auditor's Responsibilities for the Review of the Condensed Quarterly Consolidated Financial Statements

Our responsibility is to express a conclusion on these condensed quarterly consolidated financial statements based on our review.

As part of a review in accordance with review standards for interim financial statements generally accepted in Japan, we exercise professional judgment and maintain professional skepticism throughout the review. We also:

- Make inquiries, primarily of management and persons responsible for financial and accounting matters and apply analytical and other interim review procedures. A review is substantially less in scope than an audit conducted in accordance with auditing standards generally accepted in Japan.
- Conclude based on the evidence obtained whether anything has come to our attention that causes us to believe that the condensed quarterly consolidated financial statements are not prepared in accordance with Article 5, Paragraph 2 of the Standards, applying the provisions for reduced disclosures as set forth in Article 5, Paragraph 5 of the Standards, should we determine that a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. Additionally, if we conclude that a material uncertainty exists, we are required to draw attention in our auditor's interim review report to the related disclosures in the condensed quarterly consolidated financial statements or, if such disclosures are inadequate, to modify our conclusion. Our conclusions are based on the evidence obtained up to the date of our auditor's interim review report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate whether anything has come to our attention that causes us to believe that the overall presentation and disclosure of the condensed quarterly consolidated financial statements are not prepared in accordance with Article 5, Paragraph 2 of the Standards, applying the provisions for reduced disclosures as set forth in Article 5, Paragraph 5 of the Standards.
- Obtain evidence regarding the financial information of the entities or business activities within the Group as a basis for expressing a conclusion on the condensed quarterly consolidated financial statements. We are responsible for the direction, supervision and review of the documentation of the interim review. We remain solely responsible for our conclusion.

We communicate with the Audit Committee regarding the planned scope and timing of the review and significant review findings.

We also provide the Audit Committee with a statement that we have complied with the ethical requirements regarding independence in Japan, and we communicate to them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied to reduce threats to an acceptable level.

Interest Required to Be Disclosed by the Certified Public Accountants Act of Japan

Our firm and its designated engagement partners do not have any interest in the Group which is required to be disclosed pursuant to the provisions of the Certified Public Accountants Act of Japan.

Ernst & Young ShinNihon LLC
Tokyo, Japan
July 29, 2026

/s/ Nobuyuki Shimizu
Designated Engagement Partner
Certified Public Accountant

/s/ Teruyasu Omote
Designated Engagement Partner
Certified Public Accountant

/s/ Ken Sudo
Designated Engagement Partner
Certified Public Accountant

The original copy of the above Interim Review Report is separately retained by the Company.