November 12, 2024

To whom it may concern:

Company Name: St.Cousair Co., Ltd.
Representative: Ryota Kuze, President & CEO
(ticker code: 2937 Market: Growth)
Contact: Seiichi Kawahara, Director and General Manager of Management Division
(Tel. 026-219-3902)

(Correction: Numerical Data Correction) Notice Regarding Partial Corrections to the Earnings Report for FY 2025 2Q (Japanese Standards) (Consolidated)

We would like to announce corrections to the previously disclosed document released on November 5, 2024. Additionally, numerical data has been corrected, and we will also provide the revised data.

1. Reason for Correction: After submitting the earnings report for the second quarter of the Fiscal Year 2025 (Japanese Standards) (consolidated), errors were found in certain parts of the report, leading us to make these corrections. The affected section is a part of the consolidated cash flow statement. There are no corrections in the consolidated balance sheet, consolidated statement of income, or consolidated statement of comprehensive income. Furthermore, due to errors in numerical data, we are submitting the corrected figures.

2. Details of the Corrections (Corrected sections are underlined)

   "1. Qualitative Information on the Current Interim Financial Results (2) Explanation of Financial Position"

   [Before Correction] (Cash Flow Status)
   Cash and cash equivalents (hereinafter referred to as "funds") during the current interim consolidated accounting period amounted to 2,532,726 thousand yen, a decrease of 127,422 thousand yen compared to the previous fiscal year. The status of each cash flow and its factors are as follows:

   - Cash Flows from Operating Activities
     The increase in funds from operating activities during the current interim consolidated accounting period was <u>162,962 thousand yen</u> (an increase of 296,270 thousand yen in the previous period). This increase is due to factors including interim profit before tax of 64,309 thousand yen, depreciation expenses of 149,867 thousand yen, impairment loss of 115,253 thousand yen, decrease in trade payables of 245,749 thousand yen, decrease in trade receivables of 619,305 thousand yen, increase in inventory of 197,574 thousand yen, and payment of corporate taxes totaling 267,546 thousand yen.

   - Cash Flows from Investing Activities
     The decrease in funds from investing activities during the current interim consolidated accounting period was <u>191,854 thousand yen</u> (a decrease of 586,929 thousand yen in the previous period). This decrease was mainly due to a decrease in funds resulting from expenditure on tangible fixed assets acquisition amounting to 157,603 thousand yen.

[After Correction] (Cash Flow Status)
Cash and cash equivalents (hereinafter referred to as "funds") during the current interim consolidated accounting period amounted to 2,532,726 thousand yen, a decrease of 127,422 thousand yen compared to the previous fiscal year. The status of each cash flow and its factors are as follows:

- Cash Flows from Operating Activities
  The increase in funds from operating activities during the current interim consolidated accounting period was 216,288 thousand yen (an increase of 296,270 thousand yen in the previous period). This increase is due to factors including interim profit before tax of 64,309 thousand yen, depreciation expenses of 149,867 thousand yen, impairment loss of 115,253 thousand yen, decrease in trade payables of 245,749 thousand yen, decrease in trade receivables of 619,305 thousand yen, increase in inventory of 197,574 thousand yen, and payment of corporate taxes totaling 267,546 thousand yen.

- Cash Flows from Investing Activities
  The decrease in funds from investing activities during the current interim consolidated accounting period was 245,180 thousand yen (a decrease of 586,929 thousand yen in the previous period). This decrease was mainly due to a decrease in funds resulting from expenditure on tangible fixed assets acquisition amounting to 157,603 thousand yen.

(Unit: 1,000 yen)

	Previous Interim Consolidated Accounting Period (April 1, 2023 - September 30, 2023)	Current Interim Consolidated Accounting Period (April 1, 2024 - September 30, 2024)
Cash Flows from Operating Activities		
Interim Profit before Taxes	824,049	64,309
Depreciation Expenses	112,112	149,867
Amortization of Goodwill	12,733	18,359
Interest and Dividend Income Received	△183	△270
Interest Expenses Paid	24,118	4,606
Impairment Loss	—	115,253
Increase/Decrease in Provision for Bonuses (△ indicates a decrease)	1,251	304
Increase/Decrease in Provision for Directors' Bonuses (△ indicates a decrease)	△9,472	—
Increase/Decrease in Trade Receivables (△ indicates an increase)	293,824	619,305
Increase/Decrease in Inventories (△ indicates an increase)	△68,125	△197,574
Increase/Decrease in Trade Payables (△ indicates a decrease)	△385,054	△245,749
Increase/Decrease in Retirement Benefit Liabilities (△ indicates a decrease)	8,395	17,170
Increase/Decrease in Other Current Assets (△ indicates an increase)	31,480	12,390
Increase/Decrease in Other Current Liabilities (△ indicates a decrease)	△3,044	△178,903
Other	△101,104	56,522
Subtotal	740,982	435,592
Interest and Dividend Income Received	183	270
Interest Paid	△16,377	△5,353
Corporate Taxes Paid	△428,516	△267,546
Cash Flows from Operating Activities	296,270	162,962
Cash Flows from Investing Activities		
Expenditures on Acquisition of Tangible Fixed Assets	△171,824	△157,603
Expenditures on Acquisition of Intangible Fixed Assets	△3,947	△6,105
Income from Refund of Security Deposits	16,870	—
Expenditures Due to Business Acquisition	△425,250	—
Other	△2,777	△28,145
Cash Flows from Investing Activities	△586,929	△191,854
Cash Flows from Financing Activities		
Net Increase/Decrease in Short-Term Loans (△ indicates a decrease)	△135,690	△60,000
Income from Long-Term Loans	989,000	400,000
Expenditures on Repayment of Long-Term Loans	△857,800	△113,571
Expenditures on Repayment of Finance Lease Liabilities	△6,979	△11,463
Income from Share Issuance	6,989	838
Expenditures on Acquisition of Treasury Shares	—	△103
Dividend Payments	△317,387	△323,057
Cash Flows from Financing Activities	△321,868	△107,356
Foreign Exchange Effects on Cash and Cash Equivalents	23,571	8,825
Net Increase/Decrease in Cash and Cash Equivalents (△ indicates a decrease)	△588,955	△127,422
Cash and Cash Equivalents at Beginning of Period	3,317,671	2,660,149
Cash and Cash Equivalents at End of Interim Period	2,728,716	2,532,726

[After Correction]

(Unit: 1,000 yen)

	Previous Interim Consolidated Accounting Period (April 1, 2023 - September 30, 2023)	Current Interim Consolidated Accounting Period (April 1, 2024 - September 30, 2024)
Cash Flows from Operating Activities		
Interim Profit before Taxes	824,049	64,309
Depreciation Expenses	112,112	149,867
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Impairment Loss	—	115,253
Increase/Decrease in Provision for Bonuses (△ indicates a decrease)	1,251	304
Increase/Decrease in Provision for Directors' Bonuses (△ indicates a decrease)	△9,472	—
Increase/Decrease in Trade Receivables (△ indicates an increase)	293,824	619,305
Increase/Decrease in Inventories (△ indicates an increase)	△68,125	△197,574
Increase/Decrease in Trade Payables (△ indicates a decrease)	△385,054	△245,749
Increase/Decrease in Retirement Benefit Liabilities (△ indicates a decrease)	8,395	17,170
Increase/Decrease in Other Current Assets (△ indicates an increase)	31,480	12,390
Increase/Decrease in Other Current Liabilities (△ indicates a decrease)	△3,044	△125,577
Other	△101,104	56,522
Subtotal	740,982	488,918
Interest and Dividend Income Received	183	270
Interest Paid	△16,377	△5,353
Corporate Taxes Paid	△428,516	△267,546
Cash Flows from Operating Activities	296,270	216,288
Cash Flows from Investing Activities		
Expenditures on Acquisition of Tangible Fixed Assets	△171,824	△157,603
Expenditures on Acquisition of Intangible Fixed Assets	△3,947	△6,105
Income from Refund of Security Deposits	16,870	—
Expenditures Due to Business Acquisition	△425,250	△53,326
Other	△2,777	△28,145
Cash Flows from Investing Activities	△586,929	△245,180
Cash Flows from Financing Activities		
Net Increase/Decrease in Short-Term Loans (△ indicates a decrease)	△135,690	△60,000
Income from Long-Term Loans	989,000	400,000
Expenditures on Repayment of Long-Term Loans	△857,800	△113,571
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Dividend Payments	△317,387	△323,057
Cash Flows from Financing Activities	△321,868	△107,356
Foreign Exchange Effects on Cash and Cash Equivalents	23,571	8,825
Net Increase/Decrease in Cash and Cash Equivalents (△ indicates a decrease)	△588,955	△127,422
Cash and Cash Equivalents at Beginning of Period	3,317,671	2,660,149
Cash and Cash Equivalents at End of Interim Period	2,728,716	2,532,726