October 23, 2024

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Representative: Duan Zhuo, president and representative director
Securities code: 4936, TSE Prime
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(Corrections of Numerical Data) Notice of Partial Corrections to "Summary of Consolidated Financial Results for the Fiscal Year Ended July 2024"

AXXZIA Inc. announces that it has made the following corrections to the "Summary of Consolidated Financial Results for the Fiscal Year Ended July 2024 (Based on Japanese GAAP)" disclosed on September 13, 2024. As numerical data (XBRL data) has also been corrected, the corrected numerical data has been transmitted as well.

1. Reason of correction
   After the submission of the "Summary of Consolidated Financial Results for the Fiscal Year Ended July 2024 (Based on Japanese GAAP)", certain items were found to require amendments. Therefore, the relevant parts will be corrected.

2. Details of correction
   The corrected sections have been underlined.

<Summary Information>

1. Consolidated Financial Results for the Fiscal Year Ended July 2024 (from August 1, 2023 to July 31, 2024)
   (3) Consolidated Cash Flows

<Before correction>

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Fiscal year ended July 31, 2024	800	(187)	(1,551)	4,928
Fiscal year ended July 31, 2023	707	(438)	(862)	5,787

<After correction>

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Fiscal year ended July 31, 2024	800	(626)	(1,551)	4,489
Fiscal year ended July 31, 2023	707	(438)	(862)	5,787

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1. Qualitative Information on the Financial Results for the Period under Review
(3) Cash Flows

<Before correction>
Cash and cash equivalents (“net cash”) at the end of the current fiscal year decreased by 859,130 thousand yen from the end of the previous fiscal year to 4,928,836 thousand yen. The status of cash flows in the current fiscal year and their contributing factors are as follows.

(Cash flows from investing activities)
Net cash used in investing activities at the end of the current fiscal year amounted to 187,809 thousand yen (in contrast with net cash used amounting to 438,692 thousand yen in the previous fiscal year). This mainly reflected cash outflows of 363,426 thousand yen in purchase of property, plant, and equipment and 26,160 thousand yen in purchase of intangible assets, partially offset by proceeds of 113,813 thousand yen from the acquisition of subsidiary shares involving a change in the scope of consolidation.

<After correction>
Cash and cash equivalents (“net cash”) at the end of the current fiscal year decreased by 1,297,984 thousand yen from the end of the previous fiscal year to 4,489,982 thousand yen. The status of cash flows in the current fiscal year and their contributing factors are as follows.

(Cash flows from investing activities)
Net cash used in investing activities at the end of the current fiscal year amounted to 626,663 thousand yen (in contrast with net cash used amounting to 438,692 thousand yen in the previous fiscal year). This mainly reflected cash outflows of 423,800 thousand yen in payments into time deposits, 363,426 thousand yen in purchase of property, plant, and equipment and 26,160 thousand yen in purchase of intangible assets, partially offset by proceeds of 98,758 thousand yen from the acquisition of subsidiary shares involving a change in the scope of consolidation.

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1. Consolidated Financial Statements and Significant Notes Thereto
(4) Consolidated Statement of Cash Flows

<Before correction>

(Thousands of yen)

	Previous fiscal year (August 1, 2022 - July 31, 2023)	Current fiscal year (August 1, 2023 - July 31, 2024)
Cash flows from operating activities		
Profit before income taxes	1,902,403	1,110,778
Depreciation	136,597	151,550
Loss on store closings	-	4,819
Amortization of goodwill	10,708	16,100
Increase (decrease) in allowance for doubtful accounts	(237)	7,927
Increase (decrease) in provision for share-based payments	68,967	(68,967)
Interest and dividend income	(4,882)	(42,877)
Interest expenses	6,065	8,079
Share issuance costs	18,946	-
Foreign exchange losses (gains)	5,019	(35,652)
Decrease (increase) in trade receivables	(574,039)	372,504
Decrease (increase) in inventories	(315,190)	108,221
Decrease (increase) in prepaid expenses	(11,873)	(106,601)

Increase (decrease) in trade payables	91,687	(22,102)
Increase (decrease) in accounts payable - other	190,846	23,107
Increase (decrease) in income taxes payable - factor based tax	(346)	(32,712)
Increase/decrease in consumption taxes payable/consumption taxes refund receivable	(105,190)	(130,482)
Other, net	50,012	(49,418)
Subtotal	1,469,493	1,314,275
Interest and dividends received	4,882	40,181
Interest paid	(6,485)	(8,691)
Income taxes refund (paid)	(760,044)	(545,408)
Net cash provided by (used in) operating activities	707,845	800,357
Cash flows from investing activities		
Purchase of property, plant and equipment	(393,090)	(363,426)
Proceeds from sale of property, plant and equipment	-	46,500
Purchase of intangible assets	(32,001)	(26,160)
Purchase of investment securities	-	(900)
Proceeds from sale of investment securities	-	32,745
Purchase of shares of subsidiaries and associates	-	(16,640)
Proceeds from purchase of shares of subsidiaries resulting in change in scope of consolidation	-	113,813
Purchase of insurance funds	-	(381)
Proceeds from cancellation of insurance funds	-	30,861
Other, net	(13,600)	(4,220)
Net cash provided by (used in) investing activities	(438,692)	(187,809)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(79,877)	(80,000)
Proceeds from long-term borrowings	250,000	168,000
Repayments of long-term borrowings	(155,544)	(360,952)
Proceeds from issuance of shares	74,880	16,380
Payments for issuance of shares	(18,946)	-
Purchase of treasury shares	(896,386)	(660,298)
Dividends paid	-	(599,040)
Proceeds from sale of shares of subsidiaries not resulting in change in scope of consolidation	-	9,000
Others, net	(36,870)	(44,853)
Net cash provided by (used in) financing activities	(862,745)	(1,551,765)
Effect of exchange rate change on cash and cash equivalents	(8,131)	80,087

Net increase (decrease) in cash and cash equivalents	(601,723)	(859,130)
Cash and cash equivalents at beginning of period	6,389,690	5,787,967
Cash and cash equivalents at end of period	5,787,967	4,928,836

<After correction>

(Thousands of yen)

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Effect of exchange rate change on cash and cash equivalents	(8,131)	80,087
Net increase (decrease) in cash and cash equivalents	(601,723)	(1,297,984)
Cash and cash equivalents at beginning of period	6,389,690	5,787,967
Cash and cash equivalents at end of period	5,787,967	4,489,982