FOR IMMEDIATE RELEASE

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Company Name: **Leopalace21 Corporation**
Representative: Bunya Miyao, President and CEO
Code Number: 8848 (Tokyo Stock Exchange, Prime Market)
Contact: Shinji Takekura, Director, Chief of the Corporate Management Headquarters
Tel: +81-50-2016-2907
E-mail: ir@leopalace21.com

(Corrected, Correction in Figures) Notice Concerning Partial Correction to Consolidated Financial Statements for the Fiscal Year 2023

Leopalace21 Corporation (Headquarters: Nakano-ku, Tokyo; President and CEO: Bunya Miyao; the "Company") announced that there were items to be corrected in the consolidated financial statements for the fiscal year 2023 dated May 10, 2024. Below please find the corrected figures accordingly.

1. Reasons behind correction

The Company announced its earnings forecast for the fiscal year 2024 and its financial results for the first quarter of the fiscal year 2024 based on its policy of reversing deferred tax assets at the end of the fiscal year. In this context, during the process of calculating the financial figures for the second quarter of the fiscal year 2024, As taxable income was generated because of recording income before taxes and other adjustments, it was required to reverse deferred tax assets. Income taxes and other adjustments figure for the first quarter of the fiscal year 2024 were found to be incorrect, and the same errors were also found in the process of calculating the earnings forecast figures. As a result, the Company has decided to revise its earnings forecast for the first half of the fiscal year 2024.

Since it is a correction of the quarterly breakdown of estimated taxes and adjustments, there will be no impact on the full-year earnings forecast 2024.

2. Outline of correction

Due to the discovery of a partial error in calculating the taxes and other adjustments, the Company corrected the earnings forecast for the first half of the fiscal year 2014.

The corrected figures are shown below with underline.

3. Correction details

Summary

3. Consolidated1. Earnings Forecasts for the Fiscal Year ending March 31, 2025 (April 1, 2024 – March 31, 2025)

<Before Correction>

(The percentage figures for a full fiscal year indicate rate of gain or loss compared with the previous full fiscal year, and those for the quarter indicate rate of gain or loss from the same quarter of the previous fiscal year.)

	Net sales		Operating profit		Recurring profit		Net income attributable to shareholders of the parent		Net income per share
	JPY million	%	JPY million	%	JPY million	%	JPY million	%	JPY
Six months ending September 30, 2024	213,100	0.6	14,600	(1.5)	13,800	5.3	12,800	8.0	40.29
FY ending March 31, 2025	428,600	1.4	26,600	14.1	24,900	27.8	14,500	(65.5)	45.64

<After Correction>

(The percentage figures for a full fiscal year indicate rate of gain or loss compared with the previous full fiscal year, and those for the quarter indicate rate of gain or loss from the same quarter of the previous fiscal year.)

	Net sales		Operating profit		Recurring profit		Net income attributable to shareholders of the parent		Net income per share
	JPY million	%	JPY million	%	JPY million	%	JPY million	%	JPY
Six months ending September 30, 2024	213,100	0.6	14,600	(1.5)	13,800	5.3	7,900	(33.3)	24.87
FY ending March 31, 2025	428,600	1.4	26,600	14.1	24,900	27.8	14,500	(65.5)	45.64

（For Information）

2. Earnings Forecasts for the Fiscal Year ending March 31, 2025 (April 1, 2024 – March 31, 2025) on a non-consolidated basis

<Before Correction>

(The percentage figures for a full fiscal year indicate rate of gain or loss compared with the previous full fiscal year, and those for the quarter indicate rate of gain or loss from the same quarter of the previous fiscal year.)

	Net sales		Recurring profit		Net income		Net income per share
	JPY million	%	JPY million	%	JPY million	%	JPY
Six months ending September 30, 2024	202,900	0.5	13,900	0.8	13,800	7.8	43.44
FY ending March 31, 2025	408,000	1.1	24,800	13.3	16,100	(63.9)	50.68

<After Correction>

(The percentage figures for a full fiscal year indicate rate of gain or loss compared with the previous full fiscal year, and those for the quarter indicate rate of gain or loss from the same quarter of the previous fiscal year.)

	Net sales		Recurring profit		Net income		Net income per share
	JPY million	%	JPY million	%	JPY million	%	JPY
Six months ending September 30, 2024	202,900	0.5	13,900	0.8	9,000	(29.7)	28.33
FY ending March 31, 2025	408,000	1.1	24,800	13.3	16,100	(63.9)	50.68

END