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Cover

Document Filed	Semi-annual Securities Report (“Hanki Hokokusho”)
Applicable Law	Article 24-5-1, Paragraph 1 of the Financial Instruments and Exchange Act of Japan
File to	Director, Kanto Local Finance Bureau
Filing Date	August 9, 2024
Interim Fiscal Year	The 24th Business Term (From January 1, 2024 to June 30, 2024)
Company Name	Vision Inc.
Title and Name of Representative	Kenichi Sano, Chairman and CEO
Address of Head Office	6-27-30 Shinjuku, Shinjuku-ku, Tokyo
Phone No.	+81 3 (5287) 3110
Contact Person	Shinichi Nakamoto, Director and CFO
Contact Address	6-27-30 Shinjuku, Shinjuku-ku, Tokyo
Place Available for Public Inspection	Tokyo Stock Exchange, Inc. (2-1 Nihombashi Kabuto-cho, Chuo-ku, Tokyo)

Part 1: Company Information

Item 1: Company Overview

1. Changes in Key Performance Indicators

		Six months ended June 30, 2023	Six months ended June 30, 2024	Fiscal year ended December 31, 2023
Reporting period		January 1, 2023 – June 30, 2023	January 1, 2024 – June 30, 2024	January 1, 2023 – December 31, 2023
Net sales	(thousands of yen)	15,620,221	17,021,149	31,807,789
Ordinary profit	(thousands of yen)	2,462,376	2,756,638	4,337,990
Profit attributable to owners of parent	(thousands of yen)	1,614,116	1,785,811	3,025,895
Comprehensive income	(thousands of yen)	1,658,951	1,848,457	3,079,547
Net assets	(thousands of yen)	13,844,261	16,608,750	14,607,635
Total assets	(thousands of yen)	20,153,203	22,867,676	21,366,505
Basic earnings per share	(yen)	32.98	36.94	61.87
Diluted earnings per share	(yen)	32.66	36.75	61.21
Equity-to-asset ratio	(%)	68.1	71.2	67.3
Cash flow from operating activities	(thousands of yen)	2,294,769	929,833	5,054,619
Cash flow from investing activities	(thousands of yen)	(859,966)	(680,234)	(1,840,186)
Cash flow from financing activities	(thousands of yen)	(25,829)	(16,563)	(1,040,520)
Cash and cash equivalents at end of period	(thousands of yen)	9,623,627	10,699,969	10,410,612

Note: Since the Company prepares interim consolidated financial statements, changes in non-consolidated financial data, etc. are not provided.

2. Description of Business

For the six months ended June 30, 2024, there had been no significant changes in the content of businesses operated by the Group (the Company and its affiliated companies).

There were no changes in major subsidiaries and affiliates.

Item 2: Business Overview

1. Business Risks

For the six months ended June 30, 2024, there had been no major risks that management recognizes as having the potential to materially affect the financial position, operating results, or cash flows of the consolidated companies, relating to the Business Overview and Financial Information described in this Semi-annual Securities Report. There had been no major changes to the “Business Risks” described in the Annual Securities Report for the previous fiscal year.

2. Management’s Analysis of Consolidated Financial Condition, Results of Operations, and Cash Flow Conditions

This report contains certain forward-looking statements that are based on the Group’s (the Company and the consolidated subsidiaries) judgments as of June 30, 2024.

(1) Financial position and operating results

For the six months ended June 30, 2024, the Japanese economy had been recovering moderately, although it has recently been slowing down.

However, the downturn in overseas economies, including the impact of global monetary tightening and concerns about the outlook of the Chinese economy, poses downward pressure risks to the economy. It is important that we pay close attention to the effects of rising prices, the situation in the Middle East, and fluctuations in financial and capital markets, etc.

Within this economic environment, the Group has focused on its core business, the GLOBAL WiFi business, the Information and Communications Service business, and the Glamping and Tourism business, and strived to respond flexibly to consumer needs.

As a result, net sales, operating profit, ordinary profit, and profit attributable to owners of the parent company for the six months ended June 30, 2024 all exceeded the results for the same period of the previous year.

In GLOBAL WiFi business, we had received orders from the Ministry of Health, Labour and Welfare for the operations of the Tokyo Airport Quarantine Office, etc. (quarantine support operations, hereinafter referred to as the “support operations”), and recorded net sales of approximately 1.8 billion yen and operating profit of approximately 540 million yen for the six months ended June 30, 2023. However, the positioning of COVID-19 has been lowered to Category V Infectious Diseases, and the support operations, etc. are not currently provided. Based on the above, actual results after deducting the amount of support operations, etc. provided were substantially higher than in the previous year, with net sales increasing approximately 3.22 billion yen (up 23.3% year on year) and operating profit increasing approximately 830 million yen (up 44.5% year on year).

	Six months ended June 30, 2024 (Millions of yen)	Six months ended June 30, 2023 (Millions of yen)	Change (Millions of yen)	YoY (%)
Net sales	17,021	15,620 [13,799]	1,400 [3,221]	9.0 [23.3]
Operating profit	2,720	2,428 [1,883]	292 [837]	12.1 [44.5]
Ordinary profit	2,756	2,462	294	12.0
Profit attributable to owners of parent	1,785	1,614	171	10.6

* The amount in [] is the amount of support operations, etc. performed in the previous year is deducted.

Operating results by segment are as follows.

(GLOBAL WiFi Business)

For the six months ended June 30, 2024, the inbound travel market, which benefited from the weak yen, had remained brisk. The number of foreign visitors to Japan exceeded 3 million for the fourth consecutive month in June, reaching 17.77 million for the six months, a 106.9% increase compared to the same period of 2019.

The number of outbound Japanese travelers had been recovering since the end of the border measures last year. However, it had recovered moderately to 5.79 million, 60.8% of the 2019 level, due to economic factors such as the weak yen, fuel price hike, and high local prices, as well as unstable international situations. (Source: Japan National Tourism Organization)

In this environment, as for inbound, the sales of “NINJA WiFi,” a mobile Wi-Fi router rental service for foreign visitors to Japan, together with the sales of SIM cards from vending machines at airport counters had been steadily increasing.

As for outbound sales, the demand for the “Unlimited Data Plan (4G and 5G)” was high due to steady demand from corporate customers. Therefore, the Average Revenue Per Use remained high.

As a result, both net sales and segment profit for the six months ended June 30, 2024 exceeded those of the previous year. The actual results after deducting the amount of support operations, etc. provided were substantially higher than the results for the same period of the previous year, with net sales increasing by approximately 1.99 billion yen (up 27.7% year on year) and segment profit increasing by approximately 680 million yen (up 33.1% year on year).

GLOBAL WiFi Business	Six months ended June 30, 2024 (Millions of yen)	Six months ended June 30, 2023 (Millions of yen)	Change (Millions of yen)	YoY (%)
Net sales	9,186	9,012 [7,192]	174 [1,994]	1.9 [27.7]
Segment profit	2,753	2,613 [2,068]	140 [685]	5.4 [33.1]

* The amount in [] is the amount of support operations, etc. performed in the previous fiscal year is deducted.

(Information and Communications Service Business)

According to the “176th Survey of Business Conditions of Small and Medium Enterprises,” the business conditions DI (Diffusion Index: Index of various estimations by companies on business conditions, facilities, excess or deficiency of employees, etc.) for all industries of small and medium-sized enterprises (SMEs), which are the main service sectors provided by our business, increased by 2.6 points in the April-June 2024 period from the previous year, and it has risen for the first time in four periods.

In this business environment, we strengthened our sales capabilities while actively promoting mid-career recruitment. As a result, sales of office automation equipment and the electricity agency business (Eco-solution business) continued to be strong.

In addition, we strived to expand sales of in-house developed recurring-revenue services by maximizing lifetime value (customer lifetime value), such as future up-selling and cross-selling, reducing long-term churn rates, and generating continuous income through stock products.

As a result, both net sales and segment profit for the six months ended June 30, 2024 exceeded those of the previous year and reached record highs.

Information and Communications Service Business	Six months ended June 30, 2024 (Millions of yen)	Six months ended June 30, 2023 (Millions of yen)	Change (Millions of yen)	YoY (%)
Net sales	7,321	6,132	1,189	19.4
Segment profit	916	655	261	39.9

(Glamping and Tourism Business)

According to the Japan Tourism Agency’s “Survey on Consumption Trends of Foreigners Visiting Japan,” inbound foreign travel spending in the April-June 2024 period is estimated to be 2,137 billion yen (up 68.6% from the same period in 2019).

Looking at the composition of inbound travel spending by expense category, lodging spending accounted for the largest share at 705.1 billion yen (33.0%), with the composition of lodging spending increased by 338.5 billion yen (4.1%) compared to the same period in 2019.

Glamping is a market with even higher expectations.

In this business environment, the occupancy rate improved from the same period of the previous year at “VISION GLAMPING Resort & Spa” (Yamanakako, Yamanashi Prefecture), which opened in December 2022, and “VISION GLAMPING Resort & Spa Koshikano Onsen” (Kirishima City, Kagoshima Prefecture) with the addition of “Onsen Ryokan Glamping” in September 2023, which combines customer experience elements of hot spring inn and glamping. Furthermore, the number of foreign guests has been increasing, leading to an increase in the average spend per customer.

As a result, both net sales and segment profit for the six months ended June 30, 2024 exceeded those of the previous year.

Glamping and Tourism Business	Six months ended June 30, 2024 (Millions of yen)	Six months ended June 30, 2023 (Millions of yen)	Change (Millions of yen)	YoY (%)
Net sales	505	427	77	18.1
Segment profit	37	21	16	77.1

Analysis of financial position

(Assets)

Total assets were 22,867 million yen (1,501 million yen more than the end of the previous fiscal year).

Current assets were 16,983 million yen (1,536 million yen more than the end of the previous fiscal year). The main reason for this was a 1,296 million yen increase in accounts receivable.

Non-current assets were 5,884 million yen (35 million yen less than the end of the previous fiscal year). The main reasons were a 138 million yen increase in property, plant and equipment, while goodwill decreased in 114 million yen.

(Liabilities)

Total liabilities were 6,258 million yen (499 million yen less than the end of the previous fiscal year).

Current liabilities were 5,536 million yen (436 million yen less than the end of the previous fiscal year). The main reasons for this were a 104 million yen increase in notes and accounts payable, a 319 million yen decrease in income taxes payable, and a 221 million yen decrease in provision for bonuses.

Non-current liabilities were 722 million yen (62 million yen less than the end of the previous fiscal year). The main reason was a 73 million yen decrease in long-term borrowings.

(Net assets)

Net assets were 16,608 million yen (2,001 million yen more than the end of the previous fiscal year). The main reasons were a 1,523 million yen increase in retained earnings due to the posting of profit attributable to owners of parent, a 103 million yen increase in share acquisition rights due to stock compensation expenses, and a 223 million yen decrease in capital surplus due to retirement of treasury shares.

(2) Cash flow conditions

Cash and cash equivalents (hereinafter referred to as “net cash”) as of June 30, 2024 increased by 289 million yen from December 31, 2023 to 10,699 million yen.

(Cash flows from operating activities)

Net cash increased as a result of operating activities for the six months ended June 30, 2024 amounted to 929 million yen (2,294 million yen increase in the same period of the previous year). This was mainly due to profit before income taxes of 2,716 million yen, depreciation of 327 million yen, an increase of 1,328 million yen in trade receivables, and income taxes paid of 1,133 million yen.

(Cash flows from investing activities)

Net cash decreased as a result of investing activities for the six months ended June 30, 2024 amounted to 680 million yen (859 million yen decrease in the same period of the previous year). This was mainly due to outflows of 640 million yen for payments for acquisition of property, plant, and equipment.

(Cash flows from financing activities)

Net cash decreased as a result of financing activities for the six months ended June 30, 2024 amounted to 16 million yen (25 million yen decrease in the same period of the previous year). This was mainly due to long-term debt repayments of 64 million yen and the proceeds of 49 million yen from the exercise of stock options.

(3) Business and financial challenges that should be prioritized and addressed

There had been no significant changes or new issues that need to be addressed by the Group for the six months ended June 30, 2024.

(4) Research and development activities

Not applicable.

3. Important Material Contracts, etc.

For the six months ended June 30, 2024, there had been no business contracts decided or signed.

Item 3: Information Related to the Company

1. Information Related to the Company's Shares

(1) Total number of shares

① Total number of shares

Type	Total number of authorized shares (shares)
Common stock	123,000,000
Total	123,000,000

② Issued shares

Type	Number of issued shares as of the end of period (shares) (June 30, 2024)	Number of issued shares as of the filing date (shares) (August 9, 2024)	Name of listed financial exchange or registered financial association	Summary
Common stock	50,152,300	50,152,300	Tokyo Stock Exchange Prime Market	A unit equivalent to 100 shares
Total	50,152,300	50,152,300	—	—

Note: Number of shares issued as of the filing date does not include the number of shares issued by exercising stock acquisition rights from August 1, 2024 to the filing date of this Semi-annual Securities Report.

(2) Status of stock acquisition rights

① Information on stock options system

Not applicable.

② Other stock acquisition rights, etc.

Not applicable.

(3) Exercise of bonds with stock acquisition rights with exercise price revision clause, etc.

Not applicable.

(4) Changes in the total number of issued shares, capital, etc.

Date	Changes in issued shares (shares)	Balance of issued shares (shares)	Changes in capital (thousand yen)	Balance of capital (thousand yen)	Changes in capital reserve (thousand yen)	Balance of capital reserve (thousand yen)
January 1, 2024 – March 31, 2024 (Note 1)	5,400	50,510,700	2,344	2,573,945	2,344	2,391,944
April 19, 2024 (Note 2)	(410,000)	50,100,700	—	2,573,945	—	2,391,944
May 1, 2024 – June 30, 2024 (Note 1)	51,600	50,152,300	22,403	2,596,348	22,403	2,414,347

Note 1: This is an increase due to the exercise of stock acquisition rights.

Note 2: This is a decrease due to the retirement of treasury stock.

(5) Status of major shareholders

As of June 30, 2024

Shareholder	Location	Number of shares held (Thousands of shares)	Ratio of shares held to total number of shares issued (excluding treasury stock) (%)
Custody Bank of Japan, Ltd. (Investment Trust)	1-8-12 Harumi, Chuo-ku, Tokyo	8,095	16.73
The Master Trust Bank of Japan, Ltd. (Investment Trust)	1-8-1 Akasaka, Minato-ku, Tokyo	5,469	11.30
Mizuho Trust and Banking Co., Ltd. Investment Trust (Kenichi Sano Account No. 0730078)	1-3-3 Marunouchi, Chiyoda-ku, Tokyo	4,051	8.37
Kenichi Sano	Shinjuku-ku, Tokyo	2,611	5.40
INTERACTIVE BROKERS LLC (Standing Proxy Interactive Brokers Securities Japan Inc.)	ONE PICKWICK PLAZA GREENWICH, CONNECTICUT 06830 USA (3-2-5 Kasumigaseki, Chiyoda-ku, Tokyo)	1,934	4.00
Mizuho Trust and Banking Co., Ltd. Investment Trust (Kenichi Sano Account No. 0730079)	1-3-3 Marunouchi, Chiyoda-ku, Tokyo	1,350	2.79
Mizuho Trust and Banking Co., Ltd. Investment Trust (Kenichi Sano Account No. 0730080)	1-3-3 Marunouchi, Chiyoda-ku, Tokyo	1,350	2.79
Mizuho Trust and Banking Co., Ltd. Investment Trust (Kenichi Sano Account No. 0730081)	1-3-3 Marunouchi, Chiyoda-ku, Tokyo	1,350	2.79
Morgan Stanley MUFG Securities Co., Ltd.	1-9-7 Otemachi, Chiyoda-ku, Tokyo	1,189	2.46
MSIP CLIENT SECURITIES (Standing Proxy Morgan Stanley MUFG Securities Co., Ltd.)	25 CABOT SQUARE, CANARY WHARF, LONDON E14 4QA, U.K KINGDOM E14 5HP (1-9-7 Otemachi, Chiyoda-ku, Tokyo)	1,161	2.40
Total	—	28,563	59.03

Note 1: Mizuho Trust and Banking Co., Ltd. Investment Trust (Kenichi Sano Account No. 0730078, 0730079, 0730080, and 0730081) are trust assets entrusted by Kenichi Sano, who has reserved the right to instruct the exercise of voting rights.

Note 2: Treasury stock, which is deducted when calculating the ratio of shares held to total number of shares issued, includes 183,000 shares of the Company's stock held by Custody Bank of Japan (Trust Account E) as trust assets of the "Board Benefit Trust-Restricted Stock (BBT-RS)."

(6) Voting status

① Issued shares

As of June 30, 2024

Classification	Number of stock (shares)	Number of voting rights (units)	Summary
Non-voting rights	—	—	—
Voting rights restricted stock (treasury stock, etc.)	—	—	—
Voting rights restricted stock (other)	—	—	—
Full voting rights stock (treasury stock, etc.)	(Treasury stock) Common stock 1,761,700	—	—
Full voting rights stock (other)	Common stock 48,378,200	483,782	—
Shares less than one unit	Common stock 12,400	—	—
Total number of issued shares	50,152,300	—	—
Voting rights of all shareholders	—	483,782	—

Note 1: “Shares less than one unit” includes 11 shares less than one unit held by the Company.

Note 2: Common stock of “Full voting rights stock (treasury stock, etc.)” includes 183,500 shares of the Company (1,835 voting rights) held by Custody Bank of Japan (Trust Account E) as trust assets of the “Board Benefit Trust-Restricted Stock (BBT-RS).” The 1,835 voting rights related to the “Board Benefit Trust-Restricted Stock (BBT-RS)” were not exercised.

② Treasury stock

As of June 30, 2024

Holder	Holder’s address	Number of shares held in own name (shares)	Number of shares held in the name of others (shares)	Total number of shares held (shares)	Ratio of shares held to total number of issued shares (%)
(Treasury stock) Vision Inc.	6-27-30 Shinjuku, Shinjuku-ku, Tokyo	1,578,200	183,500	1,761,700	3.51
Total	—	1,578,200	183,500	1,761,700	3.51

Note: Reason for holding shares in the name of others, etc.

Reason	Shareholder	Location
As trust assets of the “Board Benefit Trust-Restricted Stock (BBT-RS)”	Custody Bank of Japan, Ltd. (Trust Account E)	1-8-12 Harumi, Chuo-ku, Tokyo

2. Directors and Audit & Supervisory Board Members

Not applicable.

Item 4: Financial Information

1. Preparation Method of the Interim Consolidated Financial Statements

The Company's consolidated financial statements are prepared based on "Ordinance on Terminology, Forms, and Preparation Methods of Consolidated Financial Statements" (Ordinance of the Ministry of Finance No. 28 of 1976).

The Company's interim consolidated financial statements are the Type I Interim Consolidated Financial Statements.

2. Audit Certification

Based on the provisions of Article 193-2, Paragraph 1 of the Financial Instruments and Exchange Act, the Company has prepared the interim consolidated financial statements for the six months ended June 30, 2024 (from January 1, 2024 to June 30, 2024). It has undergone a mid-term review by KPMG AZSA LLC.

1. Interim Consolidated Financial Statements
(1) Interim Consolidated Balance Sheet

(Thousands of yen)

	As of December 31, 2023	As of June 30, 2024
Assets		
Current assets		
Cash and deposits	10,221,202	10,670,707
Accounts receivable - trade	3,713,323	5,010,063
Merchandise	305,559	320,729
Supplies	5,957	18,209
Other	1,377,591	1,196,871
Allowance for doubtful accounts	(177,158)	(233,576)
Total current assets	15,446,475	16,983,006
Non-current assets		
Property, plant and equipment	3,188,305	3,326,716
Intangible assets		
Goodwill	1,248,924	1,134,605
Other	104,990	103,808
Total intangible assets	1,353,914	1,238,414
Investments and other assets		
Other	1,468,162	1,416,512
Allowance for doubtful accounts	(90,351)	(96,972)
Total investments and other assets	1,377,810	1,319,539
Total non-current assets	5,920,030	5,884,670
Total assets	21,366,505	22,867,676
Liabilities		
Current liabilities		
Notes and accounts payable - trade	1,229,622	1,334,591
Current portion of long-term borrowings	120,665	129,336
Income taxes payable	1,203,290	883,721
Provision for bonuses	439,572	217,586
Other	2,980,577	2,971,523
Total current liabilities	5,973,728	5,536,759
Non-current liabilities		
Long-term borrowings	601,451	528,376
Other	183,690	193,790
Total non-current liabilities	785,141	722,166
Total liabilities	6,758,870	6,258,925
Net assets		
Shareholders' equity		
Share capital	2,571,601	2,596,348
Capital surplus	2,637,682	2,414,347
Retained earnings	11,663,013	13,186,840
Treasury shares	(2,645,942)	(2,135,908)
Total shareholders' equity	14,226,354	16,061,627
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	(9,563)	(5,558)
Foreign currency translation adjustment	172,936	231,578
Total accumulated other comprehensive income	163,373	226,019
Share acquisition rights	217,907	321,103
Total net assets	14,607,635	16,608,750
Total liabilities and net assets	21,366,505	22,867,676

(2) Interim Consolidated Statements of Income and Consolidated Statements of Comprehensive Income

Interim Consolidated Statements of Income
(For the six months ended June 30)

(Thousands of yen)

	For the six months ended June 30, 2023	For the six months ended June 30, 2024
Net sales	15,620,221	17,021,149
Cost of sales	7,143,508	7,231,342
Gross profit	8,476,713	9,789,806
Selling, general and administrative expenses	* 6,048,607	* 7,068,945
Operating profit	2,428,105	2,720,860
Non-operating income		
Interest income	338	224
Dividend income	3,768	4,024
Share of profit of entities accounted for using equity method	-	12,484
Subsidy income	27,887	26,452
Surrender value of insurance policies	12,233	-
Other	7,627	7,955
Total non-operating income	51,856	51,141
Non-operating expenses		
Interest expenses	5,379	5,280
Share of loss of entities accounted for using equity method	5,647	-
Foreign exchange losses	4,473	7,774
Other	2,085	2,309
Total non-operating expenses	17,585	15,364
Ordinary profit	2,462,376	2,756,638
Extraordinary income		
Gain on sale of investment securities	-	1,249
Return profit on cancellation of contract	9,370	-
Total extraordinary income	9,370	1,249
Extraordinary losses		
Loss on retirement of non-current assets	24,034	41,715
Total extraordinary losses	24,034	41,715
Profit before income taxes	2,447,711	2,716,172
Income taxes - current	846,250	821,818
Income taxes - deferred	(13,188)	108,542
Total income taxes	833,062	930,361
Profit	1,614,649	1,785,811
Profit attributable to non-controlling interests	533	-
Profit attributable to owners of parent	1,614,116	1,785,811

Interim Consolidated Statements of Comprehensive Income
(For the six months ended June 30)

(Thousands of yen)

	For the six months ended June 30, 2023	For the six months ended June 30, 2024
Profit	1,614,649	1,785,811
Other comprehensive income		
Valuation difference on available-for-sale securities	15,993	4,004
Foreign currency translation adjustment	28,308	58,641
Total other comprehensive income	44,301	62,646
Comprehensive income	1,658,951	1,848,457
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,658,417	1,848,457
Comprehensive income attributable to non-controlling interests	533	-

(3) Interim Consolidated Statements of Cash Flows

(Thousands of yen)

	Six months ended June 30, 2023 (January 1, 2023 – June 30, 2023)	Six months ended June 30, 2024 (January 1, 2024 – June 30, 2024)
Cash flow from operating activities		
Income before tax adjustment	2,447,711	2,716,172
Depreciation	226,994	327,640
Amortization of goodwill	96,411	114,457
Share-based compensation expenses	103,500	103,500
Increase (decrease) in allowance for doubtful accounts	37,938	63,026
Increase (decrease) in allowance for bonuses	(20,229)	(223,698)
Interest and dividend income	(4,107)	(4,249)
Subsidy income	(27,887)	(26,452)
Interest expenses	5,379	5,280
Equity in (earnings) loss of affiliates	5,647	(12,484)
Loss on retirement of fixed assets	24,034	41,715
(Gain) loss on sales of investment securities	-	(1,249)
(Increase) decrease in trade receivables	12,873	(1,328,360)
(Increase) decrease in inventories	7,760	(26,630)
Increase (decrease) in trade payables	287,498	100,191
Increase (decrease) in contract liabilities	81,996	139,284
Increase (decrease) in accounts payable-other	(632,593)	(181,810)
Increase (decrease) in accrued consumption tax	99,609	169,210
Other	(30,328)	42,546
Subtotal	2,722,208	2,018,089
Interest and dividends received	4,075	4,216
Subsidies received	27,887	26,452
Interest expenses paid	(5,303)	(5,209)
Income taxes paid	(454,098)	(1,113,716)
Net cash provided by operating activities	2,294,769	929,833
Cash flow from investing activities		
Payments for acquisition of property, plant, and equipment	(588,590)	(640,856)
Payments for acquisition of intangible assets	(34,521)	(17,721)
Proceeds from sales of investment securities	-	1,250
Collection of long-term loans	6,164	3,915
Payments for acquisition of shares of subsidiaries resulting in change in scope of consolidation	(211,738)	-
Payments for lease and guarantee deposits	(115,410)	(45,113)
Collection of lease and guarantee deposits	69,248	16,410
Other	14,881	1,878
Net cash provided by investing activities	(859,966)	(680,234)
Cash flow from financing activities		
Repayment of long-term debt	(60,028)	(64,404)
Proceeds from exercise of stock options	41,886	49,191
Payments for purchase of treasury stock	(72)	(33)
Repayment of lease obligations	(7,614)	(1,317)
Net cash provided by financing activities	(25,829)	(16,563)
Effect of exchange rate changes on cash and cash equivalents	28,879	56,321
Net increase (decrease) in cash and cash equivalents	1,437,853	289,357
Cash and cash equivalents at beginning of period	8,185,773	10,410,612
Cash and cash equivalents at end of period	* 9,623,627	* 10,699,969

Notes

(Special Accountment Treatment Applied in the Preparation of Type I Interim Consolidated Financial Statements)

(Calculation of Tax Expenses)

Tax expenses for certain consolidated subsidiaries are calculated by multiplying income before income taxes by an effective tax rate that is reasonably estimated by applying tax effect accounting to estimated income before income taxes for the consolidated fiscal year including the six months ended June 30, 2024.

However, in cases where calculating tax expenses using such estimated effective tax rate would significantly lack rationality, tax expenses are calculated by multiplying the interim income before income taxes by the statutory effective tax rate, after adjusting significant differences that do not fall under temporary differences.

(Notes to Interim Consolidated Statements of Income)

* Major items and selling, general and administrative expenses are as follows.

	Six months ended June 30, 2023 (January 1, 2023 – June 30, 2023)	Six months ended June 30, 2024 (January 1, 2024 – June 30, 2024)
Provision of allowance for doubtful accounts	58,114 thousands of yen	89,035 thousands of yen
Sales promotion expenses	965,018 thousands of yen	1,417,126 thousands of yen
Salaries and allowances	1,344,822 thousands of yen	1,511,152 thousands of yen
Provision for bonuses	292,560 thousands of yen	149,214 thousands of yen

(Notes to Interim Consolidated Statements of Cash Flow)

* Cash and cash equivalents at the end of the period are reconciled to the accounts reported in the interim consolidated balance sheet as follows.

	Six months ended June 30, 2023 (January 1, 2023 – June 30, 2023)	Six months ended June 30, 2024 (January 1, 2024 – June 30, 2024)
Cash and deposits	9,594,365 thousands of yen	10,670,707 thousands of yen
Deposits received ("Other" in current assets)	29,261 thousands of yen	29,261 thousands of yen
Cash and cash equivalents	9,623,627 thousands of yen	10,699,969 thousands of yen

(Shareholders' equity)

Six months ended June 30, 2023 (January 1, 2023 – June 30, 2023)

1. Dividend payment amount
Not applicable.

2. Of the dividends whose recorded date are in the interim consolidated fiscal period, the dividend effective date is after June 30, 2023.
Not applicable.

3. Significant fluctuations in shareholders' equity
Not applicable.

Six months ended June 30, 2024 (January 1, 2024 – June 30, 2024)

1. Dividend payment amount
Not applicable.

2. Of the dividends whose recorded date are in the interim consolidated fiscal period, the dividend effective date is after June 30, 2024.
Not applicable.

3. Significant fluctuations in shareholders' equity
Not applicable.

(Segment Information, etc.)

Segment Information

I. Six months ended June 30, 2023 (January 1, 2023 – June 30, 2023)

1. Information on net sales and profit or loss by reporting segment

(Thousands of yen)

	Reporting segment				Other (Note 1)	Total	Adjustments (Note 2)	Interim consolidated income statement (Note 3)
	GLOBAL WiFi	Information and Communications Service	Glamping and Tourism	Total				
Net sales								
Sales to external customers	9,012,677	6,124,936	418,681	15,556,294	63,927	15,620,221	—	15,620,221
Intersegment sales and transfers	—	7,539	9,133	16,672	4,011	20,684	(20,684)	—
Total	9,012,677	6,132,475	427,814	15,572,967	67,938	15,640,906	(20,684)	15,620,221
Segment profit (loss)	2,613,299	655,002	21,410	3,289,713	(71,696)	3,218,016	(789,910)	2,428,105

Note 1: The “Other” category is for businesses that are not included in the reporting segment such as media and catalog sales businesses.

Note 2: Adjustments in the segment profit (789,910,000) yen are company-wide expenses that are not allocated to each reporting segment. These are mainly general and administrative expenses that do not belong to the reporting segment.

Note 3: Segment profit is adjusted to the operating profit of the interim consolidated statements of income.

2. Information on impairment loss on fixed assets or goodwill by reporting segment

(Significant Changes in the Amount of Goodwill)

Within the Information and Communications Service business segment, the Company acquired shares of ZORSE Co., Ltd., which was included in the scope of consolidation. The increase in goodwill due to this business was 276,145,000 yen for the six months ended June 30, 2024.

II. Six months ended June 30, 2024 (January 1, 2024 – June 30, 2024)

1. Information on net sales and profit or loss by reporting segment

(Thousands of yen)

	Reporting segment				Other (Note 1)	Total	Adjustments (Note 2)	Interim consolidated income statement (Note 3)
	GLOBAL WiFi	Information and Communications Service	Glamping and Tourism	Total				
Net sales								
Sales to external customers	9,186,889	7,304,881	504,862	16,996,632	24,516	17,021,149	—	17,021,149
Intersegment sales and transfers	—	16,759	340	17,099	52	17,151	(17,151)	—
Total	9,186,889	7,321,640	505,202	17,013,731	24,569	17,038,300	(17,151)	17,021,149
Segment profit (loss)	2,753,850	916,240	37,924	3,708,014	(106,010)	3,602,004	(881,143)	2,720,860

Note 1: The “Other” category is for businesses that are not included in the reporting segment such as media and catalog sales businesses.

Note 2: Adjustments in the segment profit (881,143,000) yen are company-wide expenses that are not allocated to each reporting segment. These are mainly general and administrative expenses that do not belong to the reporting segment.

Note 3: Segment profit is adjusted to the operating profit of the interim consolidated statements of income.

2. Information on impairment loss on fixed assets or goodwill by reporting segment

Not applicable.

(Revenue Recognition)

Breaking down the revenue generated from customer contracts

Six months ended June 30, 2023 (January 1, 2023 – June 30, 2023)

(Thousands of yen)

	Reporting segment				Other (Note 1)	Total
	GLOBAL WiFi	Information and Communications Service	Glamping and Tourism	Total		
Data communications	6,318,729	—	—	6,318,729	—	6,318,729
Airport business consignment	1,743,402	—	—	1,743,402	—	1,743,402
Office automation equipment	—	2,276,270	—	2,276,270	—	2,276,270
Mobile communications devices	—	1,460,576	—	1,460,576	—	1,460,576
Internet media	—	487,025	—	487,025	—	487,025
Broadband lines	—	235,958	—	235,958	—	235,958
Eco-solution	—	229,044	—	229,044	—	229,044
Glamping	—	—	418,681	418,681	—	418,681
Other	121,369	782,131	—	903,500	63,927	967,427
Revenue from customer contracts	8,183,501	5,471,008	418,681	14,073,191	63,927	14,137,118
Other revenue (Note 2)	829,175	653,927	—	1,483,103	—	1,483,103
External customer sales	9,012,677	6,124,936	418,681	15,556,294	63,927	15,620,221

Note 1: The “Other” category is for businesses that are not included in the reporting segment such as media, and catalog sales businesses.

Note 2: The “Other revenue” category is for revenue relating to Accounting Standards for Lease Transactions.

Six months ended June 30, 2024 (January 1, 2024 – June 30, 2024)

(Thousands of yen)

	Reporting segment				Other (Note 1)	Total
	GLOBAL WiFi	Information and Communications Service	Glamping and Tourism	Total		
Data communications	8,167,037	—	—	8,167,037	—	8,167,037
Airport business consignment	—	—	—	—	—	—
Office automation equipment	—	2,851,464	—	2,851,464	—	2,851,464
Mobile communications devices	—	1,623,833	—	1,623,833	—	1,623,833
Internet media	—	508,943	—	508,943	—	508,943
Broadband lines	—	164,557	—	164,557	—	164,557
Eco-solution	—	433,602	—	433,602	—	433,602
Glamping	—	—	436,989	436,989	—	436,989
Other	441	1,001,033	67,872	1,069,347	24,516	1,093,864
Revenue from customer contracts	8,167,479	6,583,434	504,862	15,255,776	24,516	15,280,292
Other revenue (Note 2)	1,019,409	721,446	—	1,740,856	—	1,740,856
External customer sales	9,186,889	7,304,881	504,862	16,996,632	24,516	17,021,149

Note 1: The “Other” category is for businesses that are not included in the reporting segment such as media, and catalog sales businesses.

Note 2: The “Other revenue” category is for revenue relating to Accounting Standards for Lease Transactions.

Note 3: The “Eco-solution” business, which was included in “Others” under “Information and Communications Service Business – Others” for the six months ended June 30, 2024, is presented independently from the six months ended June 30, 2024 due to its increased importance. In addition, the “Fixed Communication Lines” business, which was aggregated as “Information and Communications Service Business – Fixed Communication Lines” for the six months ended June 30, 2023, is included in “Information and Communications Service Business – Others” from the six months ended June 30, 2024 due to its decreased importance. In accordance with these changes, the figures for the six months ended June 30, 2023 have been reclassified to reflect the new classification.

(Per Share Information)

The basis for calculating basic earnings per share and diluted earnings per share is as follows.

Item	Six months ended June 30, 2023 (January 1, 2023 – June 30, 2023)	Six months ended June 30, 2024 (January 1, 2024 – June 30, 2024)
(1) Basic earnings per share	32.98 yen	36.94 yen
(Basis for calculation)		
Profit attributable to owners of parent (thousands of yen)	1,614,116	1,785,811
Amount not attributable to ordinary shareholders (thousands of yen)	—	—
Profit attributable to owners of parent for common stock (thousands of yen)	1,614,116	1,785,811
Average number of shares of common stock (shares)	48,945,081	48,345,219
(2) Diluted earnings per share	32.66 yen	36.75 yen
(Basis for calculation)		
Profit adjustment attributable to owners of the parent (thousands of yen)		
Increase in common stock (shares)	478,304	248,639
Summary of potential shares that were not included in the calculation of diluted earnings per share because they don't have a diluting effect and changed significantly since the end of the previous consolidated fiscal year	—	—

2. Other

Not applicable.

Part 2: Information about Guarantors of the Company

Not applicable.

Independent Auditor's Report on Review of Interim Consolidated Financial Statements

August 9, 2024

The Board of Directors

Vision Inc.

KPMG AZSA LLC

Tokyo Office

Designated Limited Liability Partner
Engagement Partner

Certified accountant

Yoshinori Saito

Designated Limited Liability Partner
Engagement Partner

Certified accountant

Masato Nagai

Auditor's Conclusion

Pursuant to the first paragraph of Article 193-2, Section 1 of the Financial Instruments and Exchange Law, we have audited the interim consolidated financial statements of Vision Inc. included in the "Financial Information" for the interim period (January 1, 2024 through June 30, 2024) of the consolidated fiscal year from January 1, 2024 to December 31, 2024. We have reviewed the interim consolidated financial statements, namely, the interim consolidated balance sheets, interim consolidated statements of income, interim consolidated statements of comprehensive income, interim consolidated statements of cash flows, and notes.

In our mid-term review, we found that the interim consolidated financial statements referred to above present fairly, in all material respects, the financial position of Vision Inc. and its consolidated subsidiaries as of June 30, 2024, and the results of their operations for the six-month period then ended in conformity with accounting principles for interim consolidated financial statements generally accepted in Japan. In our opinion, nothing has come to our attention that causes us to believe that the above interim consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of Vision Inc.

Basis of Auditor's Conclusions

We conducted our mid-term review in accordance with the mid-term review standards generally accepted in Japan. Our responsibility under the mid-term review standards is described in "Auditor's Responsibility for the Mid-term Review of the Interim Consolidated Financial Statements." We are independent of the Company and its consolidated subsidiaries and have fulfilled our other ethical responsibilities as auditors in accordance with the rules of professional ethics in Japan. We believe that the evidence we have obtained provides a basis for our conclusion.

Responsibility of Management, Audit & Supervisory Board Members and the Board of Audit & Supervisory Board Members for the Interim Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these interim consolidated financial statements in accordance with corporate accounting standards. This includes establishing and operating such internal control as management determines is necessary to enable the preparation and fair presentation of the interim consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the interim consolidated financial statements, management assesses whether it is appropriate to prepare the interim consolidated financial statements on a going concern basis and, if so, discloses matters related to going concern in accordance with corporate accounting standards generally accepted in Japan. The Company is responsible for disclosing such matters.

The responsibility of Audit & Supervisory Board Members and the Board of Audit & Supervisory Board Members is to monitor the directors' performance of their duties in the development and operation of the financial reporting process.

Auditor's Responsibility for the Mid-term Review of the Interim Consolidated Financial Statements

The auditor is responsible for expressing its conclusion on the interim consolidated financial statements from an independent standpoint in the mid-term review report based on the mid-term review conducted by the auditor.

The auditor shall exercise professional judgment and maintain professional skepticism throughout the course of the mid-term review in accordance with the mid-term review standards generally accepted in Japan, and shall do the following.

- Conduct the mid-term review procedures by asking questions of management, persons responsible for financial and accounting matters, and other persons, and by performing analytical procedures and other mid-term review procedures. Mid-term review

procedures shall be limited compared to an audit of the annual financial statements conducted in accordance with auditing standards generally accepted in Japan.

- If the auditor believes that there are material uncertainties regarding events or circumstances that could cause significant doubt about the entity's ability to continue as a going concern, we conclude, based on the evidence we have obtained, that the interim consolidated financial statements do not present fairly, in conformity with corporate accounting standards generally accepted in Japan. If a material uncertainty regarding the Company's ability to continue as a going concern exists, we draw attention to it in the notes to the interim consolidated financial statements in the mid-term review report. If an article is not appropriate, the auditor is required to express a limited conclusion or a negative conclusion on the interim consolidated financial statements. The auditor's conclusion is based on evidence obtained up to the date of the mid-term review report, but future events or circumstances could cause the entity to cease to exist as a going concern.
- The auditor assesses whether there are matters that could lead to the belief that the presentation and accompanying notes of the interim consolidated financial statements do not comply with corporate accounting standards that are generally recognized as fair and reasonable in Japan, and whether there are matters that could lead to the belief that the presentation, composition, and content of the interim consolidated financial statements, including the related notes, are not in compliance, or that the interim consolidated financial statements do not fairly represent the underlying transactions or accounting events on which they are based.
- The auditor obtains evidence concerning the financial information of the Company and its consolidated subsidiaries to express a conclusion on the interim consolidated financial statements. The auditor is responsible for directing, supervising, and performing the mid-term review of the interim consolidated financial statements. The auditor is solely responsible for their conclusions.

The auditor shall report to the Company's Audit & Supervisory Board Members and the Board of Audit & Supervisory Board Members on the scope and timing of the planned mid-term review and any significant findings of the mid-term review.

The auditor shall report to the Company's Audit & Supervisory Board Members and the Board of Audit & Supervisory Board Members on compliance with the provisions of professional ethics regarding independence in Japan, as well as on any matters that could reasonably be considered to affect the independence of the auditors and, on the details of such measures if measures are being taken to remove disincentives or safeguards are being applied to reduce disincentives to an acceptable level.

Interests

There are no conflicts of interest that require disclosure under the provisions of the Certified Public Accountants Act between the Company and its consolidated subsidiaries and our auditing firm or engagement personnel.

Note 1: The above is an electronic version of the items described in the original mid-term review report and the original is stored separately by the Company (the company that submits the Semi-annual Securities Report).

Note 2: XBRL data is not included in the mid-term review.