Translation

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# Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2024 (Based on Japanese GAAP)

February 5, 2025

Company name: CUBE SYSTEM INC.
Stock exchange listing: Tokyo
Stock code: 2335 URL https://www.cubesystem.co.jp/en/
Representative: Representative Director and President Masahiro Nakanishi
Inquiries: Seniority Corporate Officer, President's Office Hirofumi Kitagaki TEL 03-5487-6030
Scheduled date to commence dividend payments: –
Preparation of supplementary material on financial results: Yes
Holding of financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the nine months ended December 31, 2024 (from April 1, 2024 to December 31, 2024)

(1) Consolidated operating results (cumulative) Percentages indicate year-on-year changes

| | Net sales | | Operating profit | | Ordinary profit | | Profit attributable to owners of parent | |
|---|---|---|---|---|---|---|---|---|
| | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % |
| Nine months ended December 31, 2024 | 13,652 | 0.6 | 890 | (23.4) | 894 | (23.5) | 904 | 19.3 |
| Nine months ended December 31, 2023 | 13,565 | 13.3 | 1,161 | 22.1 | 1,169 | 22.6 | 758 | 20.7 |

| | Earnings per share | Diluted earnings per share |
|---|---|---|
| | Yen | Yen |
| Nine months ended December 31, 2024 | 60.13 | – |
| Nine months ended December 31, 2023 | 50.03 | – |

(2) Consolidated financial position

| | Total assets | Net assets | Equity ratio | Net assets per share |
|---|---|---|---|---|
| | Millions of yen | Millions of yen | % | Yen |
| As of December 31, 2024 | 13,385 | 10,257 | 76.6 | 681.30 |
| As of March 31, 2024 | 13,487 | 10,133 | 75.1 | 668.41 |

2. Cash dividends

| | Annual dividends per share | | | | |
|---|---|---|---|---|---|
| | 1st quarter-end | 2nd quarter-end | 3rd quarter-end | Fiscal year-end | Total |
| | Yen | Yen | Yen | Yen | Yen |
| Year ended March 31, 2024 | – | 15.00 | – | 20.00 | 35.00 |
| Year ending March 31, 2025 | – | 20.00 | – | | |
| Year ending March 31, 2025 (Forecast) | | | | 20.00 | 40.00 |

Notes: Revisions to the forecast of cash dividends most recently announced: None

3. Forecast of consolidated financial results for the year ending March 31, 2025 (from April 1, 2024 to March 31, 2025)

Percentages indicate year-on-year changes

| | Net sales | | Operating profit | | Ordinary profit | | Profit attributable to owners of parent | | Earnings per share |
|---|---|---|---|---|---|---|---|---|---|
| | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % | Yen |
| Full year | 18,300 | 1.5 | 1,300 | (15.4) | 1,310 | (17.7) | 1,210 | 13.4 | 80.40 |

Note: 1. Revisions to the financial results forecast announced most recently: Yes
2. Please refer to the press released on February 5, 2025, titled "Notice of Revised Earnings Forecasts".

4. Notes

(1) Significant changes in the scope of consolidation during the nine months ended December 31, 2024: No

(2) Application of special accounting methods for preparing quarterly consolidated financial statements: No

(3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements

| | |
|---|---|
| Changes in accounting policies due to revisions to accounting standards and other regulations: | Yes |
| Changes in accounting policies due to other reasons: | No |
| Changes in accounting estimates: | No |
| Restatement of prior period financial statements: | No |

(4) Number of issued shares (common shares)

Total number of issued shares at the end of the period (including treasury shares)

| | | | |
|---|---|---|---|
| As of December 31, 2024 | 15,750,000 shares | As of March 31, 2024 | 15,750,000 shares |

Number of treasury shares at the end of the period

| | | | |
|---|---|---|---|
| As of December 31, 2024 | 693,536 shares | As of March 31, 2024 | 588,832 shares |

Average number of shares during the period (cumulative from the beginning of the fiscal year)

| | | | |
|---|---|---|---|
| Nine months ended December 31, 2024 | 15,047,295 shares | Nine months ended December 31, 2023 | 15,161,168 shares |

# Quarterly consolidated financial statements
## Consolidated balance sheets

(Millions of yen)

| | As of March 31, 2024 | As of December 31, 2024 |
|---|---|---|
| Assets | | |
| Current assets | | |
| Cash and deposits | 6,835 | 5,834 |
| Accounts receivable - trade, and contract assets | 2,932 | 3,217 |
| Work in process | 3 | 68 |
| Other | 207 | 202 |
| Total current assets | 9,978 | 9,323 |
| Non-current assets | | |
| Property, plant and equipment | 160 | 142 |
| Intangible assets | 3 | 3 |
| Investments and other assets | | |
| Investment securities | 2,068 | 2,158 |
| Retirement benefit asset | 617 | 951 |
| Other | 659 | 805 |
| Total investments and other assets | 3,345 | 3,915 |
| Total non-current assets | 3,509 | 4,061 |
| Total assets | 13,487 | 13,385 |
| Liabilities | | |
| Current liabilities | | |
| Accounts payable - trade | 821 | 842 |
| Short-term borrowings | 230 | 230 |
| Income taxes payable | 271 | 15 |
| Provision for bonuses | 356 | 247 |
| Provision for bonuses for directors (and other officers) | 8 | 4 |
| Provision for loss on orders received | 10 | 46 |
| Other | 761 | 754 |
| Total current liabilities | 2,459 | 2,140 |
| Non-current liabilities | | |
| Provision for share-based compensation | 389 | 326 |
| Asset retirement obligations | 149 | 150 |
| Other | 354 | 510 |
| Total non-current liabilities | 894 | 987 |
| Total liabilities | 3,353 | 3,127 |
| Net assets | | |
| Shareholders' equity | | |
| Share capital | 1,400 | 1,400 |
| Capital surplus | 1,491 | 1,491 |
| Retained earnings | 6,864 | 7,139 |
| Treasury shares | (503) | (654) |
| Total shareholders' equity | 9,252 | 9,376 |
| Accumulated other comprehensive income | | |
| Valuation difference on available-for-sale securities | 646 | 721 |
| Foreign currency translation adjustment | 43 | 45 |
| Remeasurements of defined benefit plans | 190 | 114 |
| Total accumulated other comprehensive income | 880 | 881 |
| Total net assets | 10,133 | 10,257 |
| Total liabilities and net assets | 13,487 | 13,385 |

## Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

### Consolidated statements of income (cumulative)

(Millions of yen)

| | Nine months ended December 31, 2023 | Nine months ended December 31, 2024 |
|---|---|---|
| Net sales | 13,565 | 13,652 |
| Cost of sales | 10,631 | 10,768 |
| Gross profit | 2,934 | 2,884 |
| Selling, general and administrative expenses | 1,772 | 1,994 |
| Operating profit | 1,161 | 890 |
| Non-operating income | | |
| Interest income | 4 | 3 |
| Dividend income | 10 | 11 |
| Other | 5 | 8 |
| Total non-operating income | 20 | 23 |
| Non-operating expenses | | |
| Interest expenses | 0 | 1 |
| Foreign exchange losses | 6 | 4 |
| Loss on investments in investment partnerships | 2 | 10 |
| Other | 3 | 3 |
| Total non-operating expenses | 13 | 19 |
| Ordinary profit | 1,169 | 894 |
| Extraordinary income | | |
| Gain on revision of retirement benefit plan | – | 359 |
| Gain on sale of investment securities | – | 52 |
| Total extraordinary income | – | 411 |
| Extraordinary losses | | |
| Retirement benefit expenses for prior periods | – | 33 |
| Total extraordinary losses | – | 33 |
| Profit before income taxes | 1,169 | 1,272 |
| Income taxes | 410 | 367 |
| Profit | 758 | 904 |
| Profit attributable to owners of parent | 758 | 904 |

## Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

| | Nine months ended December 31, 2023 | Nine months ended December 31, 2024 |
|---|---|---|
| Profit | 758 | 904 |
| Other comprehensive income | | |
| Valuation difference on available-for-sale securities | 72 | 74 |
| Foreign currency translation adjustment | 5 | 2 |
| Remeasurements of defined benefit plans, net of tax | (92) | (76) |
| Total other comprehensive income | (14) | 0 |
| Comprehensive income | 743 | 905 |
| Comprehensive income attributable to | | |
| Comprehensive income attributable to owners of parent | 743 | 905 |