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Progress Toward Compliance with Listing Maintenance Criteria (Net Assets)

V-cube, Inc. (the “Company”) hereby announces that, as disclosed in the "Plan and Progress Toward Compliance with Listing Maintenance Criteria (Market Capitalization of Tradable Shares and Net Assets)" released on March 28, 2025, the Company’s net assets were negative as of the end of December 2024. As a result, the Company failed to meet not only the market capitalization criteria but also the net asset criteria required for continued listing on the Prime Market.

Accordingly, the Company hereby provides an update on the progress of the plan toward compliance with the listing maintenance criteria for the first quarter of the fiscal year ending December 2025, as follows.

1. Financial Results for the First Quarter of the Fiscal Year Ending December 31, 2025

As stated in the “Summary of Consolidated Financial Results for the Three Months Ended March 31, 2025 (Japanese GAAP)” disclosed today, net sales amounted to 2,446 million yen and adjusted EBITDA was 120 million yen.

Operating loss was 714 million yen, primarily due to the recognition of stock compensation expenses at TEN Holdings, Inc. (“TEN”), a consolidated subsidiary. These stock compensation expenses do not affect the amount of net assets, which is a criterion for continued listing.

Ordinary loss totaled 755 million yen. However, due to the recognition of gains on the sale of investment securities as extraordinary income, the net loss attributable to owners of the parent was 213 million yen, representing a narrower loss compared to the ordinary loss.

2. Basic Policy for Compliance with the Net Asset Criteria

Due to the full impairment loss of goodwill related to shares of TEN in the fiscal year ended December 2023 and the impairment losses on software recorded in both the fiscal years ended December 2023 and December 2024, the Company’s net assets under the criteria as of the end of December 2024 had significantly declined and turned negative. However, following the capital raise through TEN’s IPO (listing on NASDAQ) in February 2025, the net assets returned to a positive level. The Group will strive to maintain positive net assets under the criteria through the end of December 2025.

3. Progress toward Plan Based on the Basic Policy

Reflecting the capital raised through TEN’s IPO and the financial results for the first quarter of the fiscal year ending December 2025, the Company’s net assets as of the end of March 2025 amounted to 1,368 million yen. After deducting non-controlling interests of 172 million yen, the amount of net assets under the criteria stood at 1,195 million yen, remaining in the positive range.

Regarding the full-year financial results forecasts for the fiscal year ending December 2025, the Company had previously disclosed only sales figures due to the difficulty in reasonably estimating the impact of measures implemented after TEN’s IPO. However, as stated in the “Notice of Revision of

Financial Results Forecasts and Recording of Non-operating Expenses (Foreign Exchange Loss)" disclosed today, the forecasts have been revised. Net income attributable to owners of the parent is projected to be 100 million yen for the full year. The Group will continue its efforts to ensure overall profitability and financial soundness.