

# Financial Statements

## Balance Sheets

(Thousands of Yen)

Account	9th Fiscal Year (As of Dec. 31, 2021)	Account	9th Fiscal Year (As of Dec. 31, 2021)
<b>Assets</b>		<b>Liabilities</b>	
<b>Current Assets</b>	<b>387,156</b>	<b>Current Liabilities</b>	<b>61,818</b>
Cash and Deposits	357,595	Current Portion of Long-Term Loans Payable	49,920
Advance Payments-Trade	14,968	Accounts Payable-Other	6,629
Prepaid Expenses	5,604	Accrued Expenses	2,421
Others	8,988	Income taxes payable	296
		Deposits Received	2,551
<b>Noncurrent Assets</b>	<b>16,889</b>	<b>Noncurrent Liabilities</b>	<b>147,680</b>
<b>Tangible Assets</b>	<b>7,252</b>	Long-Term Loans Payable	147,680
Buildings	6,807		
Tools, Furniture and Fixtures	444		
		<b>Total of Liabilities</b>	<b>209,498</b>
<b>Intangible Assets</b>	<b>1,484</b>	<b>Net Assets</b>	
Rights of Trademark	859	<b>Shareholders' Equity</b>	<b>192,858</b>
Software	625	Capital Stock	90,000
<b>Investments and Other Assets</b>	<b>8,153</b>	Capital Surplus	473,182
Long-term Prepaid Expenses	482	Legal Capital Surplus	281,091
Others	7,670	Other Capital Surplus	192,091
		Retained Earnings	(370,323)
		Other Retained Earnings	(370,323)
		Retained Earnings Brought Forward	(370,323)
		Subscription Rights to Shares	1,689
		<b>Total of Net Assets</b>	<b>194,547</b>
<b>Total of Assets</b>	<b>404,045</b>	<b>Total of Liabilities and Net Assets</b>	<b>404,045</b>

(Note) Figures less than one thousand yen are rounded down to the nearest thousand.

# Statement of Income

(Thousands of Yen)

Account	9th Fiscal Year	
	(January 1, 2021 to December 31, 2021)	
Net Sales		63,700
Cost of Sales		735
Gross Profit		62,964
Selling, General and Administrative Expenses		301,372
Operating Loss		(238,407)
Non-Operating Income		
Interest Income	17	
Foreign Exchange Gains	17,273	
Others	823	18,114
Non-Operating Expenses		
Interest Expenses	1,355	
Others	115	1,470
Ordinary Loss		(221,764)
Loss Before Income Taxes		(221,764)
Income Taxes - Current	241	241
Net Loss		(222,006)

(Note) Figures less than one thousand yen are rounded down to the nearest thousand.

# Statements of Changes in Net Assets

(9th Fiscal Year from January 1, 2021 to December 31, 2021)

(Thousands of Yen)

	Shareholders' Equity						Subscription Rights to Shares	Total of Net Assets	
	Capital Stock	Capital Surplus			Retained Earnings				Total of Shareholders' Equity
		Legal Capital Surplus	Other Capital Surplus	Total of Capital Surplus	Other Retained Earnings	Total of Retained Earnings			
					Retained Earnings Brought Forward				
Balance at Beginning of Current Period	267,081	266,081	—	266,081	(148,317)	(148,317)	384,845	1,689	386,534
Changes of Items During the Period									
Issuance of New Shares	15,009	15,009	—	15,009			30,018		30,018
Capital Reduction	(192,091)	—	192,091	192,091	—	—	—		—
Net Loss					(222,006)	(222,006)	(222,006)		(222,006)
Total Changes of Items During the Period	(177,081)	15,009	192,091	207,100	(222,006)	(222,006)	(191,987)	—	(191,987)
Balance at Ending of Current Period	90,000	281,091	192,091	473,182	(370,323)	(370,323)	192,858	1,689	194,547

(Note) Figures less than one thousand yen are rounded down to the nearest thousand.