

Consolidated Financial Statements-Summary

For the Fiscal Year ended March 31,2025

May 15, 2025

(All financial information has been prepared in accordance with generally accepted accounting principles in Japan)

KUBOTEK CORPORATION

Code No., : 7709
 Stock Exchange Listed : Tokyo Stock Exchange-Standard Market
 Location of the Head Office : 3-36, Nakanoshima 4-chome,Kita-ku,Osaka Japan
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Date of annual general meeting of shareholders (scheduled) : June 27, 2025

Date of submission of annual security report (scheduled) : June 30, 2025

(Million yen: amounts less than one million yen are omitted)

1. Financial Results of FY2024 (April 1,2024 through March 31,2025)

(1) Consolidated Operating Results

(Percentage figures indicate year-on-year change)

	Net Sales		Operating Income (Loss)		Ordinary Income (Loss)		Profit (loss) attributable to owners of parent	
FY2024	1,662	27.2%	(125)	—%	(126)	—%	(200)	—%
FY2023	1,306	7.3%	(216)	—%	(219)	—%	(273)	—%

(Reference) Comprehensive income FY2024: ¥ (233) million (—%) FY2023: ¥ (284) million (—%)

	Earnings per share (Yen)	Diluted Earnings per share	ROE [Ratio of Profit (loss) attributable to owners of parent to Shareholder's Equity]	ROA [Ratio of ordinary Income/Total Assets]	Ratio of Operating Income/Net Sales
FY2024	(14.59)	—	(63.0)%	(6.2)%	(7.5)%
FY2023	(19.84)	—	(47.3)%	(11.2)%	(16.6)%

(Reference) Equity in earnings of affiliated FY2024: ¥ — million FY 2023: ¥ — million

(2) Consolidated Financial Positions

	Total Assets	Net Assets	Equity Ratio	Net Assets per Share (Yen)
FY2024	1,735	202	11.7%	14.69
FY2023	2,353	435	18.5%	31.62

(Reference) Net Assets FY2024: ¥ 202 million FY2023: ¥ 435 million

(3) Consolidated Cash Flows

	From Operating Activities	From Investing Activities	From Financing Activities	Cash and Cash Equivalents at the end of period
FY2024	(195)	(251)	(248)	438
FY2023	455	(226)	75	1,126

2. Cash Dividends

(Record date)	Dividends per Share					Total Dividends for the Year	Ratio of Earnings to Dividends	Ratio of Dividends to Shareholder's Equity
	First Quarter	Second Quarter	Third Quarter	Year-End	Annual			
FY2023	—	0.00	—	0.00	0.00	—	—	—
FY2024	—	0.00	—	0.00	0.00	—	—	—
FY2025	—	0.00	—	0.00	0.00		—	

3. Consolidated Financial Forecasts for the Fiscal Year ending March 31,2026

Percentage figures indicate year-on-year change)

	Net Sales		Operating Income		Ordinary Income		Profit attributable to owners of parent		Earnings per share (Yen)
Interim FY 2025	1,200	(1.1)%	75	(52.8)%	70	(56.0)%	65	(58.3)%	4.72
FY 2025	1,750	5.3%	(170)	—%	(180)	—%	(210)	—%	(15.25)

4. Other information

- (1) Changes in important subsidiaries during the period (changes of particular fully owned subsidiaries associated with changes in the scope of consolidation): None
- (2) Changes in accounting policies, accounting estimates, and restatement of corrections
 - ① Changes due to revision of accounting standards, etc. : None
 - ② Changes other than stated in item ① : None
 - ③ Changes in accounting estimates : None
 - ④ Restatement of corrections : None
- (3) Number of shares issued (share of common stock)
 - ① Number of shares issued at the end of the fiscal Year (including treasury stock)
As of March 31, 2025: 13,830,000 shares; As of March 31, 2024: 13,830,000shares
 - ② Number of treasury shares at the end of the fiscal year
As of March 31, 2025: 62,211 shares; As of March 31, 2024: 62,161shares
 - ③ Average number of shares outstanding during the term
Ended March 31, 2025: 13,767,833 shares; Ended March 31,2024:13,767,840shares

(Reference)

1. Financial Results of FY2024(April 1,2024 through March 31,2025)

(1) Non-consolidated Operating Results

(Percentage figures indicate year-on-year change)

	Net Sales		Operating Income (Loss)		Ordinary Income (Loss)		Profit (loss)	
FY2024	1,360	30.4%	(129)	—%	(125)	—%	(196)	—%
FY2023	1,042	7.0%	(196)	—%	(290)	—%	(300)	—%

	Earnings per share (Yen)	Diluted Earnings per share
FY2024	(14.26)	—
FY2023	(21.82)	—

(2) Non-consolidated Financial Positions

	Total Assets	Net Assets	Equity Ratio	Net Assets per Share (Yen)
FY2024	1,694	297	17.5%	21.59
FY2023	2,312	493	21.3%	35.85

(Reference)

Net Assets:

FY2024: ¥297million

FY2023: ¥493million

Disclaimer Regarding Forecast Statements

Statements made in this release with respect to Kubotek's forecast for FY2025, are based on assumptions and beliefs in light of the information currently available to us, and therefore investors should not place undue reliance on them as they make a judgment about their investment. Kubotek cautions investors that a number of important factors could cause actual results to differ materially from those discussed in the forecast statements. Our major product of display inspection systems, such as for liquid crystal display are for highly competitive markets characterized by keen demand for production efficiency, quick adaptation of emerging new materials and rapid development of production technology. And this industry is strongly affected by factors such as demand fluctuation, the general trend of capital market, pricing pressures, and general economic conditions in East Asia market. Moreover, exchange rates between yen and other currencies in which Kubotek possibly makes significant sales or in which Kubotek's assets and liabilities are denominated, may change to influence the business performances, though Kubotek's business is yen-based so far.

Consolidated Financial Statements

(1) Consolidated Balance Sheets

(Thousand yen: amounts less than one thousand yen are omitted)

	FY2023 (As of Mar. 31,2024)	FY2024 (As of Mar. 31,2025)
Assets		
Current assets		
Cash and deposits	1,158,415	438,697
Notes receivable-trade	5,786	6,237
Electronically recorded monetary claims - operating	3,518	2,764
Accounts receivable-trade	176,567	269,056
Merchandise and finished goods	13,339	14,617
Work in process	579,534	653,909
Raw materials and supplies	52,876	44,853
Other	87,335	67,573
Allowance for doubtful accounts	(10,742)	(11,908)
Total current assets	2,066,631	1,485,801
Non-current assets		
Property, plant and equipment		
Tools, furniture and fixtures	288,418	298,607
Accumulated depreciation	(288,413)	(298,600)
Tools, furniture and fixtures, net	4	6
Other	180,501	180,629
Accumulated depreciation	(180,500)	(180,629)
Other, net	0	0
Total property, plant and equipment	4	6
Intangible assets		
Software	255,274	226,075
Other	0	0
Total intangible assets	255,274	226,075
Investments and other assets		
Investment securities	368	368
Claims provable in bankruptcy, claims provable in rehabilitation and other	173	154
Other	31,638	23,405
Allowance for doubtful accounts	(173)	(154)
Total investments and other assets	32,007	23,774
Total non-current assets	287,286	249,856
Total assets	2,353,918	1,735,658

(Thousand yen: amounts less than one thousand yen are omitted)

	FY2023 (As of Mar. 31,2024)	FY2024 (As of Mar. 31,2025)
Liabilities		
Current liabilities		
Notes and accounts payable - trade	99,575	25,178
Short-term loans payable	250,000	90,000
Current portion of long-term loans payable	88,656	54,380
Income taxes payable	12,696	12,833
Contract liabilities	1,116,073	1,087,519
Provision for bonuses	5,260	5,660
Other	139,022	118,418
Total current liabilities	1,711,283	1,393,990
Non-current liabilities		
Long-term loans payable	145,428	91,048
Contract liabilities	11,036	10,173
Retirement benefit liability	20,182	19,306
Lease liabilities	27,922	16,170
Other	2,762	2,762
Total non-current liabilities	207,333	139,460
Total liabilities	1,918,616	1,533,451
Net assets		
Shareholders' equity		
Capital stock	1,951,750	1,951,750
Retained earnings	(1,393,855)	(1,594,747)
Treasury shares	(81,717)	(81,727)
Total shareholders' equity	476,176	275,275
Accumulated other comprehensive income		
Foreign currency translation adjustment	(40,874)	(73,068)
Total accumulated other comprehensive income	(40,874)	(73,068)
Total net assets	435,301	202,207
Total Liabilities and net assets	2,353,918	1,735,658

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

(Thousand yen: amounts less than one thousand yen are omitted)

	FY2023 (Apr. 2023 - Mar. 2024)	FY2024 (Apr. 2024 - Mar. 2025)
Net sales	1,306,352	1,662,057
Cost of sales	770,956	981,730
Gross profit	535,396	680,326
Selling, general and administrative expenses	752,224	805,654
Operating loss	(216,828)	(125,327)
Non-operating income		
Interest income	533	665
Dividend income	30	-
Foreign exchange gains	-	462
Gain on forgiveness of debts	1,205	-
Gain on sales of supplies	-	366
Cashback rewards income	354	411
Other	-	238
Total non-operating income	2,123	2,143
Non-operating expenses		
Interest expenses	4,145	2,754
Credit guarantee expenses	630	630
Foreign exchange losses	155	-
Other	-	0
Total non-operating expenses	4,931	3,385
Ordinary loss	(219,636)	(126,569)
Extraordinary income		
Gains on sale of non-current assets	41	-
Total extraordinary income	41	-
Extraordinary losses		
Impairment loss	47,348	68,335
Total extraordinary losses	47,348	68,335
Loss before income taxes	(266,943)	(194,905)
Income taxes - current	6,228	5,986
Total income taxes	6,228	5,986
Loss	(273,172)	(200,891)
Loss attributable to non-controlling interests	-	-
Loss attributable to owners of parent	(273,172)	(200,891)

Consolidated Statements of Comprehensive Income

(Thousand yen: amounts less than one thousand yen are omitted)

	FY2023 (Apr. 2023 - Mar. 2024)	FY2024 (Apr. 2024 - Mar. 2025)
Loss	(273,172)	(200,891)
Other comprehensive income		
Foreign currency translation adjustment	(11,702)	(32,193)
Total other comprehensive income	(11,702)	(32,193)
Comprehensive income	(284,874)	(233,084)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(284,874)	(233,084)
Comprehensive income attributable to non-controlling interests	-	-

(3) Consolidated Statements of Changes in Net Assets

FY2023 (Apr. 2023 - Mar. 2024)

(Thousand yen)

	Shareholders' equity				Accumulated other comprehensive income		Total net assets
	Capital stock	Retained earnings	Treasury shares	Total shareholders' equity	Foreign currency translation adjustment	Total accumulated other comprehensive income	
Balance at beginning of current period	1,951,750	(1,120,683)	(81,717)	749,348	(29,172)	(29,172)	720,176
Changes of items during period							
Loss attributable to owners of parent		(273,172)		(273,172)			(273,172)
Purchase of treasury stock			(0)	(0)			(0)
Net changes of items other than shareholders' equity					(11,702)	(11,702)	(11,702)
Total changes of items during period	-	(273,172)	(0)	(273,172)	(11,702)	(11,702)	(284,874)
Balance at end of current period	1,951,750	(1,393,855)	(81,717)	476,176	(40,874)	(40,874)	435,301

FY2024 (Apr. 2024 - Mar. 2025)

(Thousand yen)

	Shareholders' equity				Accumulated other comprehensive income		Total net assets
	Capital stock	Retained earnings	Treasury shares	Total shareholders' equity	Foreign currency translation adjustment	Total accumulated other comprehensive income	
Balance at beginning of current period	1,951,750	(1,393,855)	(81,717)	476,176	(40,874)	(40,874)	435,301
Changes of items during period							
Loss attributable to owners of parent		(200,891)		(200,891)			(200,891)
Purchase of treasury stock			(9)	(9)			(9)
Net changes of items other than shareholders' equity					(32,193)	(32,193)	(32,193)
Total changes of items during period	-	(200,891)	(9)	(200,900)	(32,193)	(32,193)	(233,094)
Balance at end of current period	1,951,750	(1,594,747)	(81,727)	275,275	(73,068)	(73,068)	202,207

(4) Consolidated Statements of Cash Flows

(Thousand yen: amounts less than one thousand yen are omitted)

	FY2023 (Apr. 2023 - Mar. 2024)	FY2024 (Apr. 2024 - Mar. 2025)
Cash flows from operating activities		
Loss before income taxes	(266,943)	(194,905)
Depreciation	205,795	243,510
Impairment loss	47,348	68,335
Increase (decrease) in allowance for doubtful accounts	905	867
Increase (decrease) in provision for bonuses	1,860	400
Increase (decrease) in retirement benefit liability	(3,665)	(876)
Interest and dividend income	(563)	(665)
Interest expenses	4,145	2,754
Foreign exchange losses (gains)	(1,249)	444
Gain on sales of non-current assets	(41)	-
Decrease (increase) in notes and accounts receivable - trade	73,709	(86,662)
Decrease (increase) in inventories	(457,128)	(65,862)
Decrease (increase) in consumption taxes refund receivable	(59,688)	17,088
Increase (decrease) in accrued consumption taxes	(3,969)	-
Increase (decrease) in notes and accounts payable - trade)	53,015	(74,793)
Increase (decrease) in contract liability	842,348	(64,991)
Decrease (increase) in prepaid expenses	1,059	(2,946)
Increase (decrease) in accounts payable - other	(28,589)	(15,437)
Other, net	57,303	(13,531)
Subtotal	465,651	(187,268)
Interest and dividend income received	563	664
Interest expenses paid	(4,105)	(2,827)
Income taxes refund (paid)	(6,228)	(5,986)
Net cash provided by (used in) operating activities	455,880	(195,417)
Cash flows from investing activities		
Proceeds from withdrawal of time deposits	-	31,678
Purchase of property, plant and equipment	(7,692)	(81,668)
Proceeds from sales of property, plant and equipment	41	366
Purchase of software	(219,052)	(200,979)
Other, net	-	(455)
Net cash provided by (used in) investing activities	(226,703)	(251,057)
Cash flows from financing activities		
Proceeds from short-term loans payable	250,000	90,000
Repayments of short-term loans payable	-	(250,000)
Repayments of long-term loans payable	(174,656)	(88,656)
Other, net	(0)	(9)
Net cash provided by (used in) financing activities	75,343	(248,665)
Effect of exchange rate change on cash and cash equivalents	4,674	7,100
Net increase (decrease) in cash and cash equivalents	309,194	(688,040)
Cash and cash equivalents at beginning of period	817,543	1,126,737
Cash and cash equivalents at end of period	1,126,737	438,697

Segment Information

(1) Overview of reportable segments

The Company's reportable segments are components of an entity for which separate financial information is available and evaluated regularly by the director in determining the allocation of management resources and in assessing performance. The Kubotek group of companies operates manufacture and sale of Inspection systems, 3D solution systems and Media & Network products, and is managed under the two regions of Japan and U.S.A. Each region is managed as an independent unit, expanding business activities based on the development of a comprehensive strategy for each region. The Group's results are therefore reported based on these two segments, Japan and U.S.A.

(2) Net sales, operating income or loss, assets, liabilities, and other items by reportable segments

FY2023 results (Apr. 2023 - Mar. 2024)

(Thousand yen)

	Reportable segments		Total
	Japan	U.S.A.	
Net sales			
Sales to external customers	797,836	508,516	1,306,352
Inter-segment sales or transfers	245,001	-	245,001
Total	1,042,838	508,516	1,551,354
Segment operating loss	(196,356)	(32,142)	(228,499)
Segment assets	2,312,248	82,206	2,394,454
Other items			
Depreciation and amortization	208,421	321	208,742
Increase in tangible fixed assets or intangible fixed assets	234,073	43,102	277,175

FY2024 results (Apr. 2024 - Mar. 2025)

(Thousand yen)

	Reportable segments		Total
	Japan	U.S.A.	
Net sales			
Sales to external customers	1,092,335	569,722	1,662,057
Inter-segment sales or transfers	267,983	-	267,983
Total	1,360,319	569,722	1,930,041
Segment operating loss	(129,105)	(56,451)	(185,557)
Segment assets	1,694,134	91,045	1,785,179
Other items			
Depreciation and amortization	252,053	643	252,696
Increase in tangible fixed assets or intangible fixed assets	287,661	3,690	291,352

(3) Reconciliation of published figures and aggregates of reportable segments

(Thousand yen)

Net sales	FY2023	FY2024
Reportable segments	1,551,354	1,930,041
Elimination of intersegment transactions	(245,001)	(267,983)
Net sales	1,306,352	1,662,057

(Thousand yen)

Operating loss	FY2023	FY2024
Reportable segments	(228,499)	(185,557)
Elimination of intersegment transactions	7,053	7,339
Intersegment income adjustment	(7,069)	2,891
Allowance for doubtful accounts adjustment	11,686	49,997
Operating loss	(216,828)	(125,327)

(Thousand yen)

Assets	FY2023	FY2024
Reportable segments	2,394,454	1,785,179
Elimination of intersegment transactions	(652,253)	(693,039)
Intersegment income adjustment	(13,893)	(11,001)
Other	625,609	654,519
Total assets	2,353,918	1,735,658

(Thousand yen)

Other items	Reportable segments		Adjustment		Consolidated total	
	FY2023	FY2024	FY2023	FY2024	FY2023	FY2024
Depreciation and amortization	208,742	252,696	(2,947)	(9,186)	205,795	243,510
Increase in tangible fixed assets and intangible fixed assets	277,175	291,352	(10,016)	(8,704)	267,158	282,647

(Notes:)

Depreciation and amortization, Increase in tangible fixed assets and intangible fixed assets are elimination of intersegment income.

Related Information

FY2023 results (Apr. 2023 - Mar. 2024)

(1) Information by product/service

(Thousand yen)

	Inspection systems	3D solution systems	Media & Network products	Total
Sales to external customers	641,450	600,344	64,558	1,306,352

(2) Information by geographical segment

I. Sales

(Thousand yen)

Japan	Korea	Taiwan	China	Americas	Others	Total
262,954	55,905	31,693	447,103	461,610	47,085	1,306,352

(Notes:)

The Geographic regions are classified by geographic proximity.

II. Tangible fixed assets

(Thousand yen)

Japan	U.S.A.	Others	Total
0	4	0	4

(3) Information by major customer

(Thousand yen)

Major customers	Sales	Segments
Xiamen Tianma Optoelectronics Co., Ltd.	434,000	Japan

FY2024 results (Apr. 2024 - Mar. 2025)

(1) Information by product/service

(Thousand yen)

	Inspection systems	3D solution systems	Media & Network products	Total
Sales to external customers	905,430	691,074	65,552	1,662,057

(2) Information by geographical segment

I. Sales

(Thousand yen)

Japan	Korea	Taiwan	China	Americas	Others	Total
242,136	5,197	141,753	703,060	521,174	48,736	1,662,057

(Notes:)

The Geographic regions are classified by geographic proximity.

II. Tangible fixed assets

(Thousand yen)

Japan	U.S.A.	Others	Total
0	6	0	6

(3) Information by major customer

(Thousand yen)

Major customers	Sales	Segments
Xiamen Tianma Optoelectronics Co., Ltd.	689,000	Japan

(Loss on impairment by reportable segment)

FY2023 results (Apr. 2023 - Mar. 2024)

(Thousand yen)

	Reportable segments		Total
	Japan	U.S.A.	
Impairment loss	4,568	42,779	47,348

FY2024 results (Apr. 2024 - Mar. 2025)

(Thousand yen)

	Reportable segments		Total
	Japan	U.S.A.	
Impairment loss	65,289	3,046	68,335

(Amortization of goodwill and unamortized balance by reportable segment)

None.

(Gain on negative goodwill by reportable segment)

None.

Supplementary Information

(Production Volume)

(Thousand yen: amounts less than one thousand yen are omitted)

BY REPORTABLE SEGMENTS	Production	Year-on-year (%)
Japan	1,241,754	(2.9)
U.S.A.	569,763	+12.0
Total	1,811,517	+1.4

(Note 1) Intersegment transactions are eliminated.

(Note 2) Amounts shown above are stated based on selling price.

(Orders Received)

(Thousand yen: amounts less than one thousand yen are omitted)

BY REPORTABLE SEGMENTS	Orders	Year-on-year (%)	Backlog	Year-on-year (%)
Japan	324,630	(71.0)	1,061,000	(36.5)

(Note) There are no order results in U.S.A, because of make to stock.

(Sales Results)

(Thousand yen: amounts less than one thousand yen are omitted)

BY REPORTABLE SEGMENTS	Sales	Year-on-year (%)
Japan	1,092,335	+ 36.9
U.S.A.	569,722	+ 12.0
Total	1,662,057	+ 27.2

(Note 1) Intersegment transactions are eliminated.

(Note 2) Sales results of each major customer and the ratio of sales results to the total sales results of Kubotek.

(Thousand yen: amounts less than one thousand yen are omitted)

MAJOR CUSTOMERS	FY2023 (Apr.2023 - Mar.2024)		FY2024 (Apr.2024 - Mar.2025)	
	Sales	Ratio(%)	Sales	Ratio(%)
Xiamen Tianma Optoelectronics Co., Ltd.	434,000	33.2	689,000	41.5

(Note 3) The customers which are less than 10% of the amounts of total sales are omitted.