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May 14, 2024

Consolidated Financial Results for the Three Months Ended March 31, 2024 (IFRS)

Company name: MODEC, INC.
 Listing: Tokyo Stock Exchange
 Securities code: 6269
 URL: <https://www.modec.com>
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 Scheduled date to file quarterly securities report: May 14, 2024
 Scheduled date to commence dividend payments: —
 Preparation of supplementary material on quarterly financial results: None
 Holding of quarterly financial results briefing: None

(US dollar amounts are rounded down to thousands.)

1. Consolidated financial results for the three months ended March 31, 2024 (from January 1, 2024 to March 31, 2024)

(1) Consolidated operating results

(Percentages indicate year-on-year changes.)

	Revenue		Operating profit		Profit before tax		Profit	
	US\$ thousand	%	US\$ thousand	%	US\$ thousand	%	US\$ thousand	%
Three months ended								
March 31, 2024	822,866	10.5	76,803	271.7	82,117	298.0	71,185	657.1
March 31, 2023	744,888	12.1	20,665	—	20,634	—	9,402	—

	Profit attributable to owners of parent		Total comprehensive income		Basic earnings per share	Diluted earnings per share
	US\$ thousand	%	US\$ thousand	%	US\$	US\$
Three months ended						
March 31, 2024	62,535	—	92,946	—	0.92	0.92
March 31, 2023	3,096	—	(26,482)	—	0.05	0.05

(2) Consolidated financial position

	Total assets	Total equity	Equity attributable to owners of parent	Ratio of equity attributable to owners of parent to total assets
	US\$ thousand	US\$ thousand	US\$ thousand	%
As of				
March 31, 2024	3,933,319	1,119,241	1,069,373	27.2
December 31, 2023	3,887,921	1,035,291	992,817	25.5

Note: The original condensed consolidated financial statements of MODEC, INC. and its subsidiaries (hereinafter “the Company”) for the three months ended March 31, 2024 and 2023 and for the year ended December 31, 2023 are presented in US dollars, which is the Company’s functional currency. Therefore, the consolidated operating results and the consolidated financial position above are also presented in US dollars.

For convenience purposes the consolidated financial results converted to Japanese yen in expedient manner are presented on page 4 of this summary information.

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Year-end	Total
	yen	yen	yen	yen	yen
Year ended December 31, 2023	—	0.00	—	20.00	20.00
Year ending December 31, 2024	—				
Year ending December 31, 2024 (Forecast)		10.00	—	30.00	40.00

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

3. Earnings forecast for 2024 (from January 1, 2024 to December 31, 2024)

(Percentages indicate year-on-year changes.)

	Revenue		Operating profit		Profit before tax		Profit attributable to owners of parent		Basic earnings per share
	US\$ thousand	%	US\$ thousand	%	US\$ thousand	%	US\$ thousand	%	US\$
Full Year	3,900,000	9.1	200,000	3.7	210,000	(2.2)	120,000	24.3	1.76

Note: Revisions to the forecast most recently announced: None

The consolidated earnings forecast of the Company is prepared in US dollars, which is the Company's functional currency. For convenience purposes the consolidated earnings forecast converted to Japanese yen in expedient manner is presented on page 4 of this summary information.

*** Notes**

- (1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): None
- (2) Changes in accounting policies and changes in accounting estimates
- (i) Changes in accounting policies required by IFRS: None
 - (ii) Changes in accounting policies due to other reasons: None
 - (iii) Changes in accounting estimates: None

(3) Number of issued shares (ordinary shares)

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

As of March 31, 2024	68,345,300 shares
As of December 31, 2023	68,345,300 shares

(ii) Number of treasury shares at the end of the period

As of March 31, 2024	38,217 shares
As of December 31, 2023	38,217 shares

(iii) Average number of shares outstanding during the period

Three months ended March 31, 2024	68,307,083 shares
Three months ended March 31, 2023	56,369,783 shares

- * Quarterly financial results are exempt from quarterly review conducted by certified public accountants or an audit corporation.
- * Proper use of earnings forecasts and other special matters
 - Accompanying condensed quarterly consolidated financial statements and selected notes are presented in US dollars, which is the Company's functional currency.
 - The US dollar amounts in the first page of this summary information is not tagged to XBRL data.
 - Earnings forecast and other forward-looking statement included in this material are based on information currently available to the Company and are based on assumptions deemed reasonable. They are not meant to be a guarantee of future performance or outcomes. Actual results may differ materially subject to various factors.

[Reference] Consolidated financial results for the three months ended March 31, 2024 and earnings forecast for the year ending December 31, 2024 presented in Japanese yen

(Yen amounts are rounded down to millions.)

1. Consolidated financial results for the three months ended March 31, 2024 (from January 1, 2024 to March 31, 2024)

(1) Consolidated operating results

(Percentages indicate year-on-year changes.)

	Revenue		Operating profit		Profit before tax		Profit	
	million yen	%	million yen	%	million yen	%	million yen	%
Three months ended								
March 31, 2024	124,524	25.2	11,622	321.2	12,426	351.0	10,772	758.0
March 31, 2023	99,472	22.3	2,759	—	2,755	—	1,255	—

	Profit attributable to owners of parent		Total comprehensive income		Basic earnings per share	Diluted earnings per share
	million yen	%	million yen	%	yen	yen
Three months ended						
March 31, 2024	9,463	—	14,065	—	138.54	138.47
March 31, 2023	413	—	(3,536)	—	7.34	7.33

(2) Consolidated financial position

	Total assets	Total equity	Equity attributable to owners of parent	Ratio of equity attributable to owners of parent to total assets
	million yen	million yen	million yen	%
As of				
March 31, 2024	595,229	169,374	161,828	27.2
December 31, 2023	551,423	146,835	140,811	25.5

Note: The amounts presented above are converted to Japanese yen in expedient manner from the consolidated financial results on page 1 of this summary information using the following exchange rates:

March 31, 2024 at US\$1.00 = 151.33 Japanese yen (TTM rate of Sumitomo Mitsui Banking Corporation as of March 29, 2024)

March 31, 2023 at US\$1.00 = 133.54 Japanese yen (TTM rate of Sumitomo Mitsui Banking Corporation as of March 31, 2023)

December 31, 2023 at US\$1.00 = 141.83 Japanese yen (TTM rate of Sumitomo Mitsui Banking Corporation as of December 29, 2023)

The percentage indicating year-on-year changes for the consolidated operating results is calculated on Japanese yen basis presented above.

2. Earnings forecast for 2024 (from January 1, 2024 to December 31, 2024)

(Percentages indicate year-on-year changes.)

	Revenue		Operating profit		Profit before tax		Profit attributable to owners of parent		Basic earnings per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
Full Year	553,137	9.1	28,366	3.7	29,784	(2.2)	17,019	24.3	249.15

Note: The amounts presented above are converted to Japanese yen in expedient manner from the earnings forecast on page 2 of this summary information at US\$1.00 = 141.83 Japanese yen at the TTM rate of Sumitomo Mitsui Banking Corporation as of December 29, 2023.