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| Company name | Quantum Solutions Co.,Ltd Second section of the Tokyo Stock Exchange Stock code : 2338 |
| Chairman of the board | Chairman of the board :Shao Yun |
| For inquiries | Director, General Manager of Administration Dept.: Murayama Masanori |
| TEL | 03-6910-0571 |

Notice of Difference between Forecast and Actual Results for the First Half of the Fiscal Year Ending on February 28, 2022 and Revision of Full-Year Forecast

This is to inform you of the difference between the consolidated financial forecast and the actual results for the first half of the current fiscal year (March 1, 2021 to February 28, 2022) announced on April 12, 2021. In addition, we would like to announce that our Board of Directors has resolved at a meeting held today to revise the consolidated earnings forecast for the current fiscal year based on such actual results and other factors.

1. Difference between forecast and actual results for the first half of the current fiscal year (March 1, 2021~August 31, 2021)

| | Total sales | Operation income | Ordinary income | Net income attributable to shareholders of the parent company | Earnings per share for the half year |
|--------------------------------|-------------|------------------|-----------------|---|--------------------------------------|
| | Mil.yen | Mil.yen | Mil.yen | Mil.yen | yen |
| Previous forecast (A) | 125 | △150 | △150 | △120 | △10.95 |
| Actual results (B) | 142 | △179 | △144 | △112 | △10.10 |
| Increase/Decrease Amount (B-A) | 17 | △29 | 6 | 8 | |

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|--|------|------|------|------|--------|
| Rate of change (%) | 13.6 | — | — | — | |
| (note) Previous 2nd quarter results (The 2nd quarter of the Fiscal Year Ending Feb. 2021) | 112 | △213 | △203 | △216 | △20.10 |

2. Reasons for differences

During the first half of the current fiscal year, We decided to launch the EV business as a new business, as announced in the "Notice of launch of New Business and Capital and Business Alliance with FOMM Corporation" dated July 12, 2021 and the "Notice of Establishment of Joint Venture with FOMM Corporation" dated August 23, 2021. We have established a joint venture company in Hong Kong (trade name: Quantum FOMM Limited) with FOMM. Under such circumstances, the main reason for the increase in sales was that, although the eyelash care business failed to achieve sales of salons and products due to the impact of COVID-19, the system solution business (system development) generated sales beyond the budgeted amount, exceeding the sales failure in the eyelash care business. However, in the system solution business (system development), sales were higher than the unachieved sales in the eyelash care business.

For these reasons, net sales increased 17 million yen (up 13.6%) from the forecast of 125 million yen to 142 million yen.

The difference of 29 million yen in operating income is mainly due to a higher cost than expected caused by the difference in sales composition between the forecast and actual figures.

The difference of 6 million yen in ordinary income is due to foreign exchange gains and subsidy income such as employment adjustment subsidy in the eyelash care business, in addition to the above.

3. Revision of consolidated forecast for the current fiscal year (March 1, 2021~February 28, 2022)

| | Total sales | Operation income | Ordinary income | Net income attributable to shareholders of the parent company | net income per share |
|--|-------------|------------------|-----------------|---|----------------------|
| | Mil.yen | Mil.yen | Mil.yen | Mil.yen | yen |
| Previous forecast (A) | 330 | △250 | △250 | △220 | △20.08 |
| Newly revised forecast (B) | 300 | △330 | △300 | △270 | △24.07 |
| Increase/Decrease Amount (B-A) | △30 | △80 | △50 | △50 | |
| Rate of change (%) | △9.1 | — | — | — | |
| (note) Results for the previous fiscal year (Fiscal year ending Feb. 2021) | 245 | △378 | △377 | △392 | △36.40 |

4. **Reasons for revision**

In the first half of the current fiscal year, compared with the first half of the previous fiscal year, sales in both the system solutions business and the eyelash care business recovered slightly, but remained sluggish due to the impact of COVID-19, and the eyelash care business decided to close one store by the end of the year. In addition, although the declaration of the state of emergency has now been lifted and the spread of COVID-19 has subsided to some extent, the Group believes that there is a possibility that the infection will spread again before the end of the fiscal year. As a result, we have revised our sales forecast downward by 30 million yen from the previous forecast. The operating income, ordinary income, and net income attributable to shareholders of the parent company have been revised to reflect the said downward revision of sales and the actual results for the first half of the current fiscal year.

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(Note) The business forecasts contained in this document are based on information available to the Company at the time of this document's release. Actual results may differ from these forecasts due to a variety of factors.