



(TRANSLATION FOR REFERENCE ONLY)

December 20, 2024

To Our Shareholders:

Corporate Name: PROTO CORPORATION

Representative: Kenji Kamiya, President

Securities Code: 4298

(TSE Prime, NSE Premier)

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Notification on the submission of a report on revisions to securities report, etc. for previous fiscal years and the revisions to the brief reports on financial results in previous fiscal years

On December 20, 2024, our company submitted the securities report and quarterly reports for previous fiscal years to Tokai Local Finance Bureau, and revised the brief reports on annual and quarterly financial results in previous fiscal years, as described below.

1. Background and reason for the revisions

As mentioned in “Notification on the receipt of an investigative report of the special investigation committee” dated December 10, 2024, it was revealed that a former employee of our company had conducted false deals (transactions in which money was sent to or received from business partners or the like without confirming the provision of services), and our company is suspected of having recorded certain amounts of false sales toward business partners and false costs of sales (hereinafter referred to as “this case”), so we conducted an investigation with a special investigation committee composed of lawyers and certified public accountants who do not have a stake in our company. On December 10, 2024, we received an investigative report from the special investigation committee. Seeing the results of the investigation by the special investigation committee, our company corrected the parts subject to this case in financial results in previous fiscal years and made other necessary revisions, submitted a report on revisions to securities report and quarterly reports for previous fiscal years to Tokai Local Finance Bureau, and revised the brief reports on annual and quarterly financial results in previous fiscal years. We also revised the parts that were not revised in previous fiscal years from the viewpoint of importance.

2. The documents mentioned in the submitted report on revisions, the revised brief reports on financial results, etc.

(1) Securities report and quarterly reports

Securities report	The 42 nd term	(From April 1, 2019, to March 31, 2020)
	The 43 rd term	(From April 1, 2020, to March 31, 2021)
	The 44 th term	(From April 1, 2021, to March 31, 2022)
	The 45 th term	(From April 1, 2022, to March 31, 2023)
	The 46 th term	(From April 1, 2023, to March 31, 2024)
Quarterly reports	3Q of the 44 th term	(From October 1, 2021, to December 31, 2021)
	1Q of the 45 th term	(From April 1, 2022, to June 30, 2022)
	2Q of the 45 th term	(From July 1, 2022, to September 30, 2022)
	3Q of the 45 th term	(From October 1, 2022, to December 31, 2022)
	1Q of the 46 th term	(From April 1, 2023, to June 30, 2023)
	2Q of the 46 th term	(From July 1, 2023, to September 30, 2023)
	3Q of the 46 th term	(From October 1, 2023, to December 31, 2023)

(2) Brief reports on annual and quarterly financial results

Brief reports on annual	The 46 th term	(From April 1, 2023, to March 31, 2024)
Quarterly financial results	1Q of the 47 th term	(From April 1, 2024, to June 30, 2024)

3. Effects of the revisions on consolidated results in previous fiscal years

The effects of the revisions on consolidated results in previous fiscal years are as follows.

【Consolidated financial statements】

(Millions of yen)

Period	Item	Before correction (A)	After correction (B)	Effect (B-A)	Increase/ decrease rate (%)
The 42 nd term (ended Mar. 2020) Full year	Net sales	59,127	58,746	△381	△0.6%
	Operating profit	5,136	5,126	△10	△0.2%
	Ordinary profit	5,354	5,310	△44	△0.8%
	Profit attributable to owners of parent	4,991	4,957	△33	△0.7%
	Total assets	44,726	44,640	△85	△0.2%
	Net assets	31,932	31,848	△84	△0.3%
The 43 rd term (ended Mar. 2021) Full year	Net sales	60,097	59,705	△391	△0.7%
	Operating profit	5,941	5,847	△94	△1.6%
	Ordinary profit	6,118	6,010	△107	△1.8%
	Profit attributable to owners of parent	4,853	4,730	△123	△2.5%
	Total assets	49,388	49,318	△69	△0.1%
	Net assets	35,934	35,726	△207	△0.6%
The 44 th term (ended Mar. 2022) The 3 rd quarter	Net sales	42,692	42,441	△251	△0.6%
	Operating profit	5,141	4,982	△159	△3.1%
	Ordinary profit	5,294	5,118	△176	△3.3%
	Quarterly net income attributable to owners of the parent	5,049	4,902	△147	△2.9%
	Total assets	54,355	54,207	△147	△0.3%
	Net assets	40,034	39,679	△354	△0.9%
The 44 th term (ended Mar. 2022) Full year	Net sales	57,446	57,244	△202	△0.4%
	Operating profit	6,422	6,335	△86	△1.3%
	Ordinary profit	6,622	6,525	△97	△1.5%
	Profit attributable to owners of parent	5,880	5,822	△57	△1.0%
	Total assets	54,525	54,371	△153	△0.3%
	Net assets	40,397	40,132	△264	△0.7%
The 45 th term (ended Mar. 2023) The 1 st quarter	Net sales	23,784	23,723	△60	△0.3%
	Operating profit	2,082	2,058	△23	△1.1%
	Ordinary profit	2,100	2,070	△29	△1.4%
	Quarterly net income attributable to owners of the parent	1,398	1,378	△20	△1.5%
	Total assets	55,421	55,254	△166	△0.3%
	Net assets	40,718	40,432	△285	△0.7%

The 45 th term (ended Mar. 2023) The 2 nd quarter	Net sales	49,811	49,686	△125	△0.3%
	Operating profit	3,607	3,539	△68	△1.9%
	Ordinary profit	3,668	3,560	△108	△2.9%
	Quarterly net income attributable to owners of the parent	2,401	2,309	△91	△3.8%
	Total assets	60,830	60,625	△204	△0.3%
	Net assets	42,124	41,768	△356	△0.8%
The 45 th term (ended Mar. 2023) The 3 rd quarter	Net sales	79,329	79,133	△196	△0.2%
	Operating profit	5,976	5,823	△152	△2.6%
	Ordinary profit	5,378	5,181	△197	△3.7%
	Quarterly net income attributable to owners of the parent	3,490	3,324	△166	△4.8%
	Total assets	61,951	61,684	△266	△0.4%
	Net assets	42,456	42,024	△431	△1.0%
The 45 th term (ended Mar. 2023) Full year	Net sales	105,596	105,317	△279	△0.3%
	Operating profit	7,336	7,114	△221	△3.0%
	Ordinary profit	6,963	6,683	△279	△4.0%
	Profit attributable to owners of parent	4,424	4,189	△235	△5.3%
	Total assets	60,553	60,286	△267	△0.4%
	Net assets	43,515	43,015	△500	△1.2%
The 46 th term (ended Mar. 2024) The 1 st quarter	Net sales	27,220	27,156	△63	△0.2%
	Operating profit	2,231	2,183	△48	△2.2%
	Ordinary profit	2,755	2,700	△55	△2.0%
	Quarterly net income attributable to owners of the parent	1,808	1,765	△43	△2.4%
	Total assets	62,164	61,863	△301	△0.5%
	Net assets	45,010	44,466	△543	△1.2%
The 46 th term (ended Mar. 2024) The 2 nd quarter	Net sales	54,558	54,419	△138	△0.3%
	Operating profit	3,774	3,674	△99	△2.6%
	Ordinary profit	4,317	4,207	△110	△2.6%
	Quarterly net income attributable to owners of the parent	2,836	2,751	△84	△3.0%
	Total assets	64,490	64,153	△337	△0.5%
	Net assets	45,778	45,193	△585	△1.3%
The 46 th term (ended Mar. 2024) The 3 rd quarter	Net sales	86,857	86,665	△191	△0.2%
	Operating profit	6,328	6,205	△123	△1.9%
	Ordinary profit	6,818	6,665	△153	△2.2%
	Quarterly net income attributable to owners of the parent	4,553	4,432	△121	△2.7%
	Total assets	64,636	64,273	△363	△0.6%
	Net assets	46,690	46,069	△621	△1.3%

The 46 th term (ended Mar. 2024) Full year	Net sales	115,548	115,631	83	+0.1%
	Operating profit	7,704	7,894	190	+2.5%
	Ordinary profit	8,274	8,427	152	+1.8%
	Profit attributable to owners of parent	5,471	5,552	80	+1.5%
	Total assets	66,604	66,156	△447	△0.7%
	Net assets	47,664	47,244	△420	△0.9%
The 47 th term (ended Mar. 2025) The 1 st quarter	Net sales	29,690	29,690	△0	△0.0%
	Operating profit	2,277	2,241	△35	△1.6%
	Ordinary profit	2,323	2,286	△36	△1.6%
	Quarterly net income attributable to owners of the parent	1,595	1,569	△25	△1.6%
	Total assets	66,092	65,663	△428	△0.6%
	Net assets	48,270	47,824	△445	△0.9%