

The Proactiv Company KK

BALANCE SHEETS

	March 31, 2024	March 31, 2023
	JPY	
	Unaudited	
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	420,155,755	405,999,961
Short-term bank deposits		
Marketable Securities		
Trade accounts receivable		
Other receivables and prepaid expenses:		
Prepaid expenses	16,473,675	25,802,467
Government authorities	(21,656,106)	14,348,621
Advances to suppliers	20,050,000	42,624,000
Derivative instruments		
Intercompany balances	(131,563,691)	(244,763,696)
Other		
TOTAL Other receivables and prepaid expenses	(116,696,122)	(161,988,608)
Inventories	-	-
TOTAL CURRENT ASSETS	303,459,633	244,011,353
Long Term Receivables and Other Assets		
Long Term Marketable Securities	-	-
ROU Assets, net	29,479,484	64,468,232
FIXED ASSETS:		
Cost	425,009,939	437,294,506
Less - accumulated depreciation	(310,751,568)	(300,563,381)
	114,258,371	136,731,125
INTANGIBLE ASSETS AND DEFERRED COSTS, NET		
DEFERRED INCOME TAXES	68,568,447	98,331,563
TOTAL ASSETS	\$ 515,765,935	\$ 543,542,273

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	March 31, 2024	March 31, 2023
	JPY	
	Unaudited	
LIABILITIES AND SHAREHOLDERS' EQUITY		
CURRENT LIABILITIES:		
Short-term bank credit		
Current maturities of long-term debt		
Accounts payable:		
Trade payables	(129,353,269)	(157,746,153)
Other current liabilities:		
Returns reserve		
Payable to Government Authorities		
Due to customers		(209,135)
Lease Liability	(29,708,496)	(34,696,092)
Employees and payroll accruals	(53,345,271)	(62,007,690)
Deferred revenue		
Accrued income taxes	(28,822,300)	(54,120,064)
Legal and audit fees		
Settlements and loss contingencies		
Accrued expenses	(133,099,693)	(191,019,539)
Derivative instruments		
Suppliers of property, plant and equipment		
Payable on Purchase of treasury stock		
Payable on Purchase of Marketable Securities		
Other		
TOTAL Other current liabilities	<u>(244,975,760)</u>	<u>(342,052,520)</u>
TOTAL CURRENT LIABILITIES	<u>(374,329,029)</u>	<u>(499,798,673)</u>
LONG-TERM LIABILITIES:		
Long-term debt, net of current maturities		
Deferred income taxes		
Derivative instruments		
Other long-term liabilities	(164,346)	(29,870,925)
	<u>(164,346)</u>	<u>(29,870,925)</u>
SHAREHOLDERS' EQUITY	<u>(141,272,560)</u>	<u>(13,872,675)</u>
	<u>\$ (515,765,935)</u>	<u>\$ (543,542,273)</u>

Date of approval of the
financial statements

William Coote
VP, Chief Financial Officer

The Proactiv Company KK

STATEMENTS OF INCOME

	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
	JPY	
	Unaudited	
Sales	\$ (751,361)	\$ -
Cost of sales		4,540,109
Gross profit	(751,361)	(4,540,109)
Research and development	-	
Selling and marketing expenses	1,500,129,051	1,878,080,850
Settlements and loss contingencies	-	-
General and administrative expenses	326,839,041	(1,920,581,606)
Operating income (expense)	(1,827,719,453)	37,960,647
Financing income (expense), net	(4,336,252)	18,498,760
Other income	2,038,598,430	130,144,232
Income before taxes on income	206,542,725	186,603,639
Taxes on income	79,142,840	69,770,359
Discontinued operation		
Net income for the period before subsidiaries and dividend	127,399,885	116,833,280
Dividend income, net		
Subsidiaries		
Net income for the period	\$ 127,399,885	\$ 116,833,280

The Proactiv Company KK

Changes in Shareholders' Equity

	Share Capital	Additional paid in capital	Accumulated other comprehensive loss	Treasury stock	Dividend	Retained Earnings	Total Shareholders' Equity
	JPY						
	Un-audited						
Balance at March 31, 2023	-	(12,500,000)		-	-	(1,372,675)	(13,872,675)
Foreign Currency translation adjustments							-
Unrealized losses on available for sale marketble securities							-
Treasury stock							-
Accumulated Earnings							-
Net income						(127,399,885)	(127,399,885)
Balance at March 31, 2024	-	(12,500,000)	-	-	-	(128,772,560)	(141,272,560)