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Securities code:	9348; Growth Market
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Notice regarding Selection of the Research and Development Project, in which ispace Participates as a Partner Organization, to the “Space Strategy Fund”

ispace inc. (“ispace”) hereby announces that the research and development project: “Exploration of Shallow Subsurface Lunar Resources Using a Terahertz-Wave Remote Sensing Satellite,” in which we participate as a partner organization, has been selected for the development and demonstration of lunar water resource exploration technology (sensing technology), solicited by the Japan Aerospace Exploration Agency (“JAXA”) under the first phase of the Space Strategy Fund. We are scheduled to undertake a core role within this project, specifically in satellite development, launch transportation, and operations.

1. Overview of the Space Strategy Fund

The Space Strategy Fund is established within JAXA as a funding agency in the space sector to support bold technological development efforts by private-sector startups, universities, and others over multiple years up to 10 years, aiming at three goals: “expanding the space market,” “solving global and social issues,” and “pioneering frontier” across three support areas: “space transport,” “satellites” and “space exploration.” Policy guidelines for the fund were set forth by the Cabinet Office, Ministry of Internal Affairs and Communications, Ministry of Education, Culture, Sports, Science and Technology, and Ministry of Economy, Trade and Industry. The respective ministries determine the technology development themes in accordance with the policy guidelines*1.

Among the technology development themes solicited for the first phase (totaling 300 billion yen), the research and development project: “Exploration of Shallow Subsurface Lunar Resources Using a Terahertz-Wave Remote Sensing Satellite,” led by Institute of Science Tokyo and composed of partner organizations including ispace, was awarded the funding under the theme of “Development and Demonstration of Lunar Water Resource Exploration Technology (Sensing Technology).” ispace is scheduled to take on a core role in the development of the satellite and its launch and operation.

*1 Source: Space Strategy Fund website

https://fund.jaxa.jp/content/uploads/Overview_of_The_SpaceStrategy_Fund.pdf

2. Details of the selected project

Soliciting Agency	JAXA
Lead Organization	Institute of Science Tokyo
Technology Development Theme	Development and demonstration of lunar water resource exploration technology (sensing technology)
Theme Objectives* ²	<ol style="list-style-type: none"> 1. To develop a satellite system (approximately 100kg or less) equipped with a terahertz wave sensor system (approximately 10kg or less) capable of observing the brightness temperature distribution on the lunar surface at multiple frequencies and acquiring data to estimate the distribution of water and ice on the Moon. 2. To deploy the developed satellite into lunar orbit for observation, and to develop analytical methods that integrate data with other missions such as LUPEX*³, with the aim of identifying promising areas for water ice as well as other potential resources on the Moon.
Number of Projects	Approximately 1 project
Support Period* ⁴	Approximately 4 years (planned)
Announcement Date	April 25, 2025

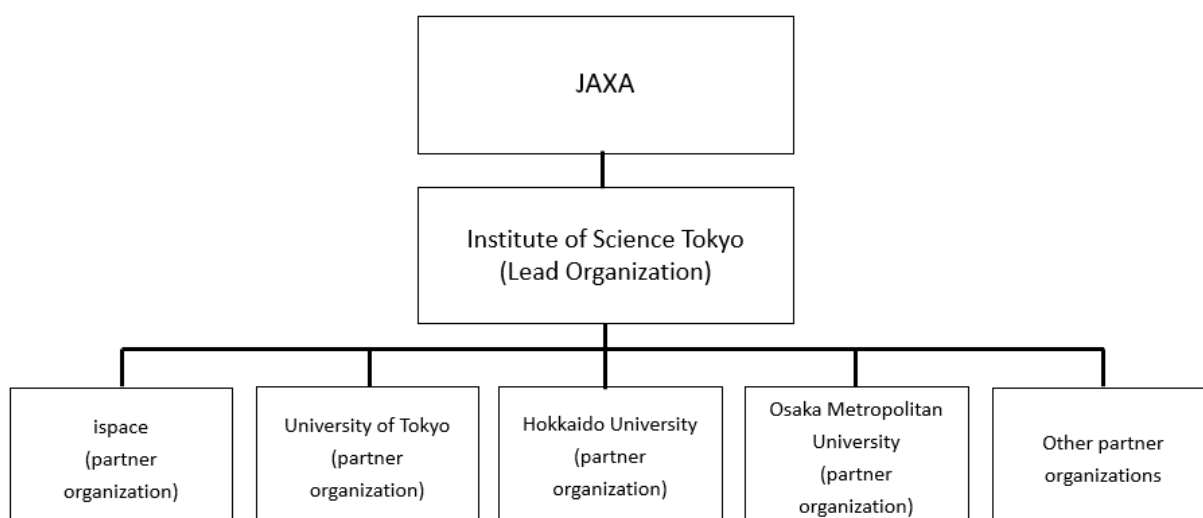
*² Source: FY2024 Space Strategy Fund Project Solicitation Guidelines

(Only available in Japanese: https://fund.jaxa.jp/content/uploads/koboyoryo_4-2.pdf)

*³ LUPEX: Lunar Polar Exploration mission aimed at collecting data on the quantity and quality of water resources in the lunar polar regions

*⁴ Support Period: The initial contract period is from the date of contract conclusion to the end of the fiscal year in which the first Stage-Gate evaluation is completed

3. Contractual relationship concerning the selected research and development project (planned)



4. Impact on financial results

While the project is scheduled to run for approximately four years, we expect that a portion of the funding will contribute to our consolidated financial results for the fiscal year ending March 2026 and

beyond. As a core partner organization, ispace plans to enter a consignment contract with the lead organization, Institute of Science Tokyo, within the coming months. Although the specific amount to be received by ispace has not yet been determined, we expect to receive, over the course of the implementation period, a cumulative amount at or larger than 10% of our consolidated net sales for the fiscal year ended March 2025. Once a final decision is made regarding the contract, we will promptly disclose the relevant information.