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Securities code: 9348; Growth Market  
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### **Notice regarding revision of the financial results forecasts**

ispace, inc. (ispace) hereby announces that it has resolved at the Board of Directors meeting held today to revise the forecasts of consolidated financial results for the fiscal year ending March 31, 2024, which was previously revised on September 28, 2023, mainly due to the delay in cost incurred for Mission 3. Although ispace has resolved to revise the forecast for the current fiscal year based on the cost recovery method of accounting, Mission 3 development is progressing smoothly, the impact on the development schedule itself is minor, and the total contract amount for Mission 3 will not be decreased from the previously announced amount.

#### 1. Revision of the forecasts

Revised forecasts of consolidated financial results for the fiscal year ending March 31, 2024 (April 1, 2023 to March 31, 2024)

(Millions of yen)

	Net sales	Operating income (loss)	Ordinary income (loss)	Net income (loss) attributable to owners of parent	Basic net income per share
Revised forecast (A)	2,370	-5,906	-7,144	-3,348	-41.40
Previous forecast (B)	3,050	-7,182	-8,297	-4,504	-56.19
Change (A-B)	-680	+1,276	+1,153	+1,156	-
Change (%)	-22.3%	-	-	-	-
(ref.) Results of previous fiscal year (Fiscal year ended March 31, 2023)	989	-11,023	-11,378	-11,398	-211.47

#### 2. Reason for the revision

Mainly due to delays/decreases in the recording of cost incurred for Mission 3 and Mission 2 compared to the previous forecast, the net sales to be recorded based on the cost recovery method of accounting will also be delayed compared to the previous forecast. Therefore, the net sales that can be recorded for this fiscal year are expected to be decreased from the amount previously expected. The reason for the delay in the cost

incurred for Mission 3, which has a particularly large impact on this revision, is a delay of several months in the delivery of solar panels to be used in the lander being developed by ispace's US entity. Due to the delivery delay, there is a change in the cost (and thus net sales) that can be recorded in the current fiscal year under the cost recovery method. Therefore, the full-year forecast for the current fiscal year has been revised. However, the impact on Mission 3's development schedule itself is minor, and the total contract amount for Mission 3 will not be decreased from the previously announced amount.

For more details, please refer to the Financial Highlights section of the "Financial Results Material for Q3 of Fiscal Year Ending March 2024" disclosed today, which includes an explanation of ispace's accounting standards and future outlook.

- \* The above forecasts are based on information available as of the date of publication of this document, and actual results may differ from the above forecasts due to changes in various factors.
  
- \* The cost recovery method refers to the method of recognizing net sales in the amount of costs expected to be recovered in satisfying performance obligations. Based on discussions with ispace's audit firm, ispace has decided to adopt the cost recovery method for the period up to Mission 3. During the period prior to the completion of the mission, ispace recognizes as net sales an amount equivalent to the cost incurred for the development. At the time of mission completion, ispace recognizes net sales by deducting the amount of net sales already recognized up to that point from the total contract amount of the mission. Therefore, regardless of the business progress, there is a possibility that net sales may vary from the initial forecast depending on the progress of development. In addition, there is a possibility that ispace's method for recording net sales will change from or after Mission 4.