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To whom it may concern

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(Ticker code: 5721 Standard Market of Tokyo Stock Exchange)
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Supplementary Information Regarding the Business Plan (Medium-Term Management Plan)

This reference material has been prepared to provide further understanding of the "Notice Regarding the Business Plan (Medium-Term Management Plan)" published by our company on January 20, 2026, in response to questions that have been frequently asked by shareholders since the publication.

The figures, expected yields, payback period, BTC price range, capital investment amount, revenue model, progress status and other information contained in this document have been prepared by the Company based on currently available information and certain assumptions, and do not imply or guarantee future business performance, financial position, investment results or business feasibility.

Actual results may differ significantly from the contents of this document due to various factors such as market conditions, cryptocurrency prices, system changes, fundraising status, and the contents of individual projects.

【Regarding the BTC Treasury Business】

1. Bitcoin Price and Revenue Assumptions

(1) Expected Bitcoin Price Range (End of Period)

This medium-term business plan does not assume a short-term surge in prices, but rather sets a price range that takes into account certain price fluctuations.

Fiscal year ending March 2027: JPY 14 million to 18 million

Fiscal year ending March 2028: JPY 17 million to 21 million

Fiscal year ending March 2029: JPY 20 million to 24 million

(2) Annual Operating Profit (including unrealized gains): 15% per annum

This business plan assumes that the annual operating profit (including unrealized gains) of the BTC Treasury business will be approximately 15% per annum.

This assumption was established after comprehensively considering external BTC price forecast models and market analysis as reference indicators.

(Major reference indicators and materials)

- Curvo SA's "Historical performance of the Bitcoin index" shows an average annual return of 24.7% over the past five years and 70.1% over the past 10 years.
- ARK Invest's "Big Ideas 2026" presents a scenario in which Bitcoin's market size will expand by 63% annually over the next five years.
- Standard Chartered: Mid- to Long-Term Outlook Report on the Cryptocurrency Market

Among these external sources, some analyses assume a medium- to long-term yield of over 20% per annum, while others predict a short-term yield of around 10-20% per annum.

Taking these ranges into consideration, we have adopted a 15% per annum yield as the neutral level.

2. Thoughts on investment operations

With the aim of enhancing our Bitcoin treasury business and diversifying our investment methods, we are in discussions with cryptocurrency trading companies both in Japan and overseas and are also considering establishing an investment structure that utilizes our overseas bases. Specifically, we are considering

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establishing an operational structure based in the Emirate of Dubai in the United Arab Emirates, a region that functions as an international hub for cryptocurrency trading and management. This is because we believe that it could be a reasonable option for our group's cryptocurrency management from the perspective of access to international cryptocurrency markets, diversification of trading and management methods including overseas exchanges, ensuring liquidity, and diversifying risk.

We expect profits from these investments to be approximately 2% to 5% per annum, but this is not included in the assumption of an annual investment return (including valuation gains) of 15% per annum in this medium-term business plan.

3. Assumptions Regarding Bitcoin Acquisition

As part of our Bitcoin treasury strategy, we intend to acquire Bitcoin in a gradual and disciplined manner, taking into account market conditions and our financial condition.

(1) Acquisition Plan (Amount and Quantity)

FY ending March 2027: Approximately JPY 20 billion, approximately 1,500 BTC
(Planned acquisition primarily with funds raised through the shareholders allotment)

FY ending March 2028: Approximately JPY 15 billion, approximately 800 BTC
(Planned acquisition will be conducted in stages based on market conditions)

FY ending March 2029: Approximately JPY 45 billion, approximately 2,300 BTC
(Planned mid- to long-term acquisition plan)

(2) Funds for acquisition and fund raising

The funds for acquiring BTC are expected to be a combination of capital increases such as shareholder allotments, the use of internal funds, and partial borrowing.

4. Approach to the Risk of a Declining Bitcoin Price

Our Bitcoin Treasury business is affected by Bitcoin price fluctuations. If the Bitcoin price falls below our expectations, the revenue model under this business plan may not be viable.

However, given our current financial situation, even if the value of our cryptocurrency (BTC) were to fall significantly and reach zero, we do not believe we would immediately become insolvent.

5. Accounting Treatment

In the business plan (medium-term business plan), the accounting treatment for investment gains from Bitcoin and revenues resulting from market price fluctuations was recorded as sales. However, after consultation with our auditing firm, we have decided to record these as non-operating income/expenses.

6. Progress

As of the end of December 2025, 296 BTC has been held.

The investment scheme is currently in the process of establishing overseas bases in Dubai and other locations, and is also considering and selecting overseas exchanges.

【Regarding the Treasury Advisory Business】

1. Positioning of Business

Our treasury advisory business is a business that primarily generates revenue from capital participation (investment) on our own and gains on the sale of shares through increased corporate value, based on the premise of business partnerships with companies considering treasury strategies utilizing crypto assets. Unlike typical consulting services, our company is unique in that in addition to providing support for strategy design and execution, we also invest using our own funds or crypto assets.

This business is not a fund business that collects and manages funds from an unspecified number of people, but is designed as an investment and recovery model for each individual project using our own assets.

2. Overview of the Business Model

The basic model for this business is as follows:

- Business partnerships with companies considering implementing cryptocurrency treasury systems
- Support for treasury strategy design and implementation
- Capital participation by our company (cash investment or in-kind investment using Bitcoin)

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- Implementing treasury strategies and clarifying market valuations
- Recovering investments through stock sales, etc.

We aim to realize value in a short period of time by being involved in strategy, execution, and market evaluation as a whole, rather than simply making financial investments.

3. Business Plan Assumptions

In formulating this business plan, we also referred to past examples of investment and hands-on support business models by listed companies both in Japan and overseas using their own capital. For example, we are considering the business model that has been developed in the past by domestic listed companies, which combines investment, management involvement, and stock recovery, as an example of an investment model that uses the company's own assets rather than a fund.

However, our treasury advisory business is centered on supporting treasury strategies using crypto assets, and as the business environment, target companies, and market environment are significantly different, we do not intend to reproduce past investment results or performance.

Furthermore, in past fundraising efforts undertaken by the Company, there have been cases in which investors who underwrote stock acquisition rights issued by the Company were able to recover their investments in a relatively short period of time, and these cases will also be taken into consideration.

(1) Expected Conditions per Project

- Investment Amount: Approximately JPY 1.5 billion per project
- Expected Yield: Approximately 20%
- Payback Period: Approximately 3 to 6 months
- Primary Payback Method: Proceeds from Sale of Stock

(2) Cost Structure

- Sourcing Costs
- Due Diligence Costs
- Contractual and Legal Costs
- Dealing Costs

Taking all of this into consideration, we estimate costs to be approximately 20% of profits.

(3) Number of projects

- 1st year: 6 projects
- 2nd year: 12 projects
- 3rd year: 18 projects

We expect the number of projects to increase gradually as we accumulate experience and expand our network.

4. In-kind contribution scheme using Bitcoin

As part of a business or capital alliance, we may utilize an in-kind contribution scheme using Bitcoin held by us. This scheme envisages that the Company will contribute its Bitcoin holdings to the investee company and acquire shares etc. in return.

This is expected to achieve the following effects: suppression of cash outflows, effective utilization of BTC held by our company, and alignment with treasury strategies at invested companies.

Please note that in-kind contributions are not made in all cases, and decisions are made on a case-by-case basis.

5. Progress

We have concluded non-disclosure agreements (NDAs) and memorandums of understanding (MOUs) with two listed companies, and are currently in the process of specific discussions and procedures regarding capital and business alliances.

We are also in discussions with three other listed companies.

【Regarding the Battery Storage Business (Grid Business)】

1. Capital Investment and Depreciation Assumptions

(1) Equipment Acquisition Conditions

Cost per battery: JPY 600 million

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Number of batteries acquired: 6 units per fiscal year
Annual capital investment: JPY 3.6 billion/year

(2) Depreciation

Depreciation method: Straight-line method
Useful life: 15 years

2. Standard Model per Unit

※ The following is the sales, cost, and profit model per unit.

(1) Sales (1 unit)

Year 1: JPY 235 million
Year 2: JPY 223 million
Year 3: JPY 198 million

※ We assume that the kW unit price is fixed, and the contract rate is expected to decrease year by year.

(2) Costs and Expenses (per unit)

Including charging procurement costs, wheeling charges, generator charges, capacity contributions, renewable energy surcharges, and aggregator fees

Each year: JPY 27 million

(3) Depreciation (per unit)

JPY 40 million/year

(4) Operating profit (per unit)

1st year: JPY 168 million
2nd year: JPY 156 million
3rd year: JPY 133 million

3. How to Reflect This Assumption in the Business Plan

The above is fixed as the “standard model per battery unit”

Six units will be acquired and put into operation each fiscal year

Sales, gross profit, and depreciation are calculated by simply adding up the number of units.

Currently, we are only incorporating standalone battery storage models into our business plans. For AI data centers and mining operations, we will gradually incorporate them once business partnerships and contracts are finalized.

4. Business Operation Structure

The storage battery business will be led by our Representative Director and promoted through a business partnership with Misaki Mirai Holdings Co., Ltd.

5. Progress

A business partnership agreement has been signed with Misaki Mirai Holdings Co., Ltd.

Regarding the two grid-connected battery projects, today the Board of Directors passed a resolution to enter into a purchase and sale agreement for grid-connected battery equipment with Misaki Mirai Electronics and Misaki Mirai Holdings (the contract signing date is scheduled for February 16th).

We are currently in discussions with several companies regarding business partnerships for AI data centers and mining.

【Regarding other businesses and head office expenses】

For other businesses, we expect monthly sales of approximately JPY 45 million, mainly from our existing nickel business, etc. In addition, we estimate that the cost rate for gross profit will be approximately 85% based on past performance.

Selling, general and administrative expenses are expected to increase by approximately 10% compared to the previous fiscal year. The increase is mainly due to an increase in personnel expenses due to business expansion. Regarding interest expenses, we assume that interest rates on borrowings, etc. will be approximately 5% per annum.

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【Regarding the current fiscal year earnings forecast】

As of the third quarter of the fiscal year ending March 2026, operating profit is expected to be JPY Δ 369 million, and net profit is expected to be JPY Δ 1,751 million. Furthermore, the full-year forecast for the fiscal year ending March 31, 2026, projects an operating loss of JPY 370 million and a net loss of JPY 1,448 million. The operating loss increased by JPY 78 million compared to the previous fiscal year, primarily due to an increase in selling, general and administrative expenses.

Meanwhile, the loss for the period increased by JPY 1,352 million compared to the previous period, mainly due to a cryptocurrency valuation loss of JPY 812 million, stock acquisition rights issuance expenses of JPY 254 million, and a bond redemption loss of JPY 191 million.

Please note that the cryptocurrency valuation loss may increase or decrease depending on the valuation value of cryptocurrency (BTC) at the end of the period.

The Company estimates that the estimated value of BTC at the end of the fiscal year ending March 2026 will be JPY 14 million per BTC.