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September 12, 2025

## Consolidated Financial Results for the Three Months Ended July 31, 2025 (Under IFRS)

Company name: Astroscale Holdings Inc.  
 Listing: Tokyo Stock Exchange  
 Securities code: 186A  
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 Scheduled date to commence dividend payments: —  
 Preparation of supplementary material on financial results: Yes  
 Holding of financial results briefing: None

(Yen amounts are rounded down to millions, unless otherwise noted.)

### 1. Consolidated financial results for the three months ended July 31, 2025 (from May 1, 2025 to July 31, 2025)

#### (1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Project Income		Revenue		Operating profit		Profit before tax		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended										
July 31, 2025	2,368	103.1	1,250	422.3	(2,376)	—	(1,210)	—	(1,211)	—
July 31, 2024	1,166	102.1	239	(58.5)	(7,597)	—	(8,579)	—	(8,579)	—

Note: Project income is calculated by adding revenue from customers and government subsidy income only related to grants for which use is tied to specific projects.

	Profit attributable to owners of parent		Total comprehensive income		Basic earnings per share	Diluted earnings per share
	Millions of yen	%	Millions of yen	%	Yen	Yen
Three months ended						
July 31, 2025	(1,211)	—	(2,236)	—	(9.23)	(9.23)
July 31, 2024	(8,579)	—	(7,863)	—	(80.98)	(80.98)

#### (2) Consolidated financial position

	Total assets	Total equity	Equity attributable to owners of parent	Ratio of equity attributable to owners of parent to total assets
	Millions of yen	Millions of yen	Millions of yen	%
As of				
July 31, 2025	41,021	14,585	14,585	35.6
April 30, 2025	33,625	6,126	6,126	18.2

## 2. Cash dividends

	Annual dividends per share				
	First quarter-end	First quarter-end	First quarter-end	First quarter-end	First quarter-end
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended April 30, 2025	—	0.00	—	0.00	0.00
Fiscal year ending April 30, 2026	—				
Fiscal year ending April 30, 2027 (Forecast)		0.00	—	0.00	0.00

Note: Revisions to the forecast of cash dividends most recently announced: None

## 3. Consolidated financial forecast for the fiscal year ending April 30, 2026 (from May 1, 2025 to April 30, 2026)

(Percentages indicate year-on-year changes.)

	Project Income		Revenue		Operating profit		Profit before tax		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Annual	11,000 ~13,000	80.7 ~113.5	5,000 ~6,000	103.5 ~144.2	(10,300) ~(9,300)	—	(10,700) ~(9,700)	—	(10,700) ~(9,700)	—

	Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Yen
Annual	(10,700) ~(9,700)	—	(79.59) ~(72.15)

Note: 1. Revisions to the consolidated financial forecast most recently announced: None

The Company has omitted consolidated financial forecasts for the second quarter (cumulative) since the Company manages business performance on an annual basis. Regarding the details, please refer to “1. Qualitative Information on the Financial Results for the Period under Review (4) Special note regarding forward-looking statements” on page 5 of the attached document. The forecast for basic earnings per share for the fiscal year ending April 2026 is calculated based on the projected average number of shares outstanding during the period, including the 18,000,000 shares issued through the international offering with the payment date of May 23, 2025, and shares issued through the exercise of stock acquisition rights up to May 31, 2025.

**\* Notes**

(1) Significant changes in the scope of consolidation during the period: None

(2) Changes in accounting policies and changes in accounting estimates

- (i) Changes in accounting policies required by IFRS: None
- (ii) Changes in accounting policies due to other reasons: None
- (iii) Changes in accounting estimates: None

(3) Number of issued shares (ordinary shares)

(i) Total number of issued shares at the end of the period (including treasury shares)

As of July 31, 2025	135,526,300 shares
As of April 30, 2025	117,517,800 shares

(ii) Number of treasury shares at the end of the period

As of July 31, 2025	— shares
As of April 30, 2025	— shares

(iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Three months ended July 31, 2025	131,217,528 shares
Three months ended July 31, 2024	105,955,160 shares

\* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: None

\* Proper use of earnings forecasts, and other special matters

(Notes on forward-looking statements)

The forecasts and other forward-looking statements contained in this document are based on information currently available to the Group and on certain assumptions that are judged to be reasonable, and are not intended to be a promise by the Company that they will be achieved. Actual results may differ materially due to various factors.

(How to obtain the supplementary materials on financial results and the content of the financial results briefing session)

The Company will not hold a financial results briefing session for institutional investors and securities analysts for the first quarter. The materials to be distributed in regular briefing session will be disclosed via TDnet and on the Company's website promptly on the same day.

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## 1. Qualitative Information on the Financial Results for the Period under Review

### (1) Overview of Operating Results

During the first quarter, the UK Ministry of Defence released a policy paper titled the “Strategic Defence Review 2025” in June, which positioned space as “the forefront of strategic competition” and outlined a policy to strengthen defense-related use of space and promote collaboration with the space industry. In July, Japan’s Ministry of Defense and the Self-Defense Forces formulated the Space Domain Defense Guidelines, reaffirming the need to enhance Space Domain Awareness (SDA) capabilities and to support investment in related areas by commercial entities. These developments reflect a continued trend among government agencies worldwide to reinforce space defense.

Recently, particularly in defense-related projects, the trend of allocating government budgets for space and commercial operators has been accelerating. The Group is leveraging its competitive advantages—outstanding technology, global outreach and market generation capability—to further expand its business.

During the first quarter, the Group entered into multiple contracts across various locations with civil government agencies, defense-related organizations, and commercial entities. In addition, we made progress in technological initiatives aimed at mid- to long-term growth, including the acquisition of a new patent that could serve as a technical foundation for Active Debris Removal (ADR).

As a result, bookings for the first quarter totaled ¥1,443 million. As of the date of this document, major new project awards and progress on existing projects are as follows:

#### (Civil/Commercial projects)

- May 2025: Completed delivery on the contract for COSMIC Phase 2.
- June 2025: Completed Critical Design Review (CDR) for ELSA-M.
- July 2025: Acquired a new patent related to multiple debris removal and controlled reentry.
- August 2025: Secured a commercial contract for the second-generation docking plate.
- September 2025: Concluded contract for REFLEX-J (ex-K Program).

#### (Defense-related projects)

- June 2025: Contracted a new defense-related project (details undisclosed).
- July 2025: Awarded a new defense research project from the U.S. Air Force Research Laboratory concerning autonomous rendezvous, proximity operations, and docking.

Furthermore, in July 2025, the UK launched a public solicitation for the next phase of COSMIC following the completion of Phase 2 in May 2025. The Group is actively pursuing the tender to secure the contract.

Amid growing global momentum for policies that drive both government and commercial demand for space-related spending and on-orbit servicing, the Group is strengthening business alliance and technological development to expand opportunities in on-orbit servicing. In May 2025, we initiated joint development of a satellite refueling port connection system with Honda R&D Co., Ltd., with plans for technology demonstration under REFLEX-J. This initiative anticipates increased demand for refueling services. Furthermore, in September 2025, we signed a contract with NewSpace India Limited to use the Polar Satellite Launch Vehicle (PSLV) for the launch of ISSA-J1 into polar orbit. We are making steady progress on our existing projects toward milestone achievement.

On the regulatory front, in June, the European Commission—the executive body of the European Union—announced a draft of the EU Space Act, signaling a policy direction toward harmonizing rules for space activities across the EU. This development is contributing to the creation of an environment that facilitates cross-border business expansion.

As a result, for the three months ended July 31, 2025, revenue was ¥1,250,333 thousand (up 422.3% year-on-year), operating loss was ¥2,376,063 thousand (operating loss of ¥7,597,659 thousand in the three months ended July 31, 2024), loss before income tax was ¥1,210,231 thousand (loss before income tax of ¥8,579,659 thousand in the three months ended July 31, 2024) mainly due to foreign exchange gain (finance income) of ¥1,321,341 thousand and interest expenses (finance costs) of ¥165,109 thousand, and loss attributable to owners of the parent was ¥1,211,251 thousand (loss attributable to owners of the parent of ¥8,579,996 thousand in the three months ended July 31, 2024).

For reference, project income\* for the three months ended July 31, 2025 was ¥2,368,790 thousand (up 103.1% compared to the three months ended July 31, 2024), of which, government subsidy income was ¥1,118,457 thousand.

(\*) We present above project income, which includes revenue from customers and government subsidy income only related to grants for which use is tied to specific projects. We believe project income provides investors with additional information in relation to the sources of income derived from our project-related activities, as we pursue a wide range of project activities regardless of the funding scheme. Management monitors project income as the primary indicator of income of project-related activities. Project income is not a financial measure prescribed by IFRS but is a supplemental financial measure that we believe is useful for investors to assess income derived from projects and their funding sources. However, non-IFRS measures have a number of important limitations and should not be viewed as a substitute for financial information prepared in accordance with IFRS. Due to the limitations inherent in non-IFRS measures, investors should not solely rely on non-IFRS measures in assessing our performance and financial condition.

## (2) Overview of Financial Position

### **Assets**

Total assets were ¥41,021,655 thousand, an increase of ¥7,396,364 thousand from the end of the fiscal year ended April 30, 2025. This was mainly due to an increase of ¥4,510,019 thousand in cash and cash equivalents resulting from proceeds from issuance of shares and an increase of ¥1,877,918 thousand in property, plant and equipment.

### **Liabilities**

Total liabilities were ¥26,435,764 thousand, a decrease of ¥1,063,171 thousand from the end of the fiscal year ended April 30, 2025. This was mainly due to a decrease of ¥688,301 thousand in deferred income, a decrease of ¥418,523 thousand in provisions, a decrease of ¥505,237 thousand in contract liabilities and a decrease of ¥124,990 thousand in borrowings, while trade and other payables increased by ¥538,951 thousand.

### **Equity**

Total equity was ¥14,585,890 thousand, an increase of ¥8,459,535 thousand from the end of the fiscal year ended April 30, 2025. This was mainly due to an increase of ¥10,621,818 thousand in share capital and capital surplus, as a result of the issuance of new shares, while retained earnings decreased by ¥1,211,251 thousand as a result of the loss for the period

As a result, the ratio of equity attributable to owners of parent to total assets was 35.6%.

## (3) Overview of Cash Flows

Cash and cash equivalents were ¥25,810,884 thousand, an increase of ¥4,510,019 thousand from the end of the fiscal year ended April 30, 2025.

Cash flow recorded through the three months ended July 31, 2025 and main factors are as follows:

### **Cash flow from operating activities**

Cash flow from operating activities decreased our cash by ¥4,319,858 thousand (a decrease of ¥6,967,572 thousand in the three months ended July 31, 2024).

### **Cash flow from investing activities**

Cash flow from investing activities decreased our cash by ¥1,886,399 thousand (a decrease of ¥171,101 thousand in the three months ended July 31, 2024). This was mainly due to purchase of intangible assets of ¥5,034 thousand.

### **Cash flow from financing activities**

Cash flow from financing activities increased our cash by ¥10,438,926 thousand (an increase of ¥20,465,428 thousand in the three months ended July 31, 2024). This was mainly due to proceeds from issuance of shares of ¥10,621,818 thousand.

#### (4) Special note regarding forward-looking statements

The Group continues to focus on creating and expanding the on-orbit servicing (OOS) market as the global market leader with a dominant competitive advantage in RPO technologies. Our long-term vision is to realize “secure and sustainable development of space for the benefit of future generations.”

The long-term management policy to achieve this vision is as follows:

In addition to the already materialized civil demand, the Group aims to capture defense-related demand that emerged earlier than expected in the fiscal year ended April 2025, positioning it as a new short- to mid-term growth driver. Over the longer term, the Group will promote the launch of life extension services (LEX) for commercial operators. In this way, the Group intends to respond to the growing demand for OOS from government, defense agencies, and commercial sectors, driven by the expansion of the space economy, through a broad range of service offerings.

The Group also aims to achieve positive gross profit, operating profit, and free cash flow as early as possible. To reach this goal, the Group will focus on:

- (i) Increasing project income by accumulating backlog and shortening average project duration,
- (ii) Improving gross margin by increasing the fully-funded project ratio, and
- (iii) Ensuring profitability by controlling the increase rate of SG&A expenses through strict cost management.

As a long-term financial target, the Group aims for a gross profit margin in the mid-30% range and an operating profit margin in the mid-20% range.

The consolidated financial forecast for the fiscal year ending April 2026 is as follows. At the beginning of the fiscal year, due to the high uncertainty regarding the progress of contracted and selected projects, disclosure will be made using a range format to provide more useful and reasonable information to investors. The forecast figures consist only of contracted and awarded projects, and upward revisions will be made as new projects are awarded.

The backlog, which is the sum of contracted backlog and confirmed but uncontracted backlog, was ¥43,717 million as of the end of July 2025. With improving the fully-funded projects ratio and shortening the average project duration, project income—defined as the sum of revenue and government subsidy income—is expected to reach ¥11,000 million to ¥13,000 million (up 80.7% to 113.5% year-on-year). The upper bound reflects the scenario where contracted and selected projects progress without delay, while the lower bound accounts for potential impacts from project schedule delays and other external factors based on the fiscal year ended April 2025. At this point, uncontracted and unawarded new projects are not included even in the upper bound forecast. The breakdown of project income includes revenue of ¥5,000 million to ¥6,000 million (up 103.5% to 144.2% year-on-year) and government subsidy income of ¥6,000 million to ¥7,000 million (up 65.2% to 92.8% year-on-year). A full-year positive gross profit is targeted, driven by increased revenue and a higher fully-funded project ratio.

R&D expenses mainly consist of pre-contract development costs and development costs for subsidy projects. Among these, pre-contract development costs are expected to decline significantly year-on-year. Although development costs for subsidy projects will increase with project progress, the majority will be covered by government subsidy income, resulting in a flat year-on-year impact on operating profit.

SG&A expenses, excluding R&D expenses, are expected to remain flat or slightly decrease year-on-year due to strict cost management.

As a result, operating loss is projected to be between ¥10,300 million and ¥9,300 million (improvement of ¥8,455 million to ¥9,455 million year-on-year), and net loss is projected to be between ¥10,700 million and ¥9,700 million (improvement of ¥10,851 million to ¥11,851 million year-on-year).



2. Condensed Quarterly Consolidated Financial Statements and Main Notes

(1) Condensed Quarterly Consolidated Statement of Financial Position

(Thousands of yen)

	As of April 30, 2025	As of July 31, 2025
Assets		
Current assets		
Cash and cash equivalents	21,300,864	25,810,884
Trade and other receivables	1,242,053	1,868,897
Contract assets	853,007	1,103,832
Income taxes receivable	619,590	833,934
Other assets	2,209,195	2,068,457
Total current assets	26,224,713	31,686,006
Non-current assets		
Property, plant and equipment	6,025,312	7,903,231
Intangible assets	273,879	270,790
Goodwill	442,432	464,665
Financial assets	630,770	669,175
Other assets	28,182	27,785
Total non-current assets	7,400,577	9,335,649
Total assets	33,625,291	41,021,655

(Thousands of yen)

	As of April 30, 2025	As of July 31, 2025
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	2,490,416	3,029,367
Contract liabilities	5,379,596	4,874,359
Deferred income	2,244,380	1,556,078
Loans payable	8,525,960	8,425,960
Income taxes payable	2,945	6,155
Provisions	1,344,236	865,873
Lease liabilities	279,569	339,423
Other liabilities	240,363	277,628
Total current liabilities	20,507,468	19,374,846
Non-current liabilities		
Loans payable	2,275,090	2,250,100
Provisions	1,866,991	1,926,830
Lease liabilities	2,849,386	2,883,987
Total non-current liabilities	6,991,467	7,060,917
Total liabilities	27,498,936	26,435,764
Equity		
Share capital	10,297,486	15,792,465
Capital surplus	9,836,585	14,968,164
Retained earnings (deficit)	(14,219,530)	(15,426,897)
Other components of equity	211,813	(747,841)
Total equity attributable to owners of parent	6,126,355	14,585,890
Non-controlling interests	—	—
Total equity	6,126,355	14,585,890
Total liabilities and equity	33,625,291	41,021,655

(2) Condensed Quarterly Consolidated Statement of Profit or Loss and Condensed Quarterly Consolidated Statement of Comprehensive Income

Condensed Quarterly Consolidated Statement of Profit or Loss

	(Thousands of yen)	
	Three months ended July 31, 2024	Three months ended July 31, 2025
Revenue	239,387	1,250,333
Cost of sales	(3,740,731)	(1,219,710)
Gross profit (loss)	(3,501,343)	30,623
Selling, general and administrative expenses	(5,250,988)	(3,713,676)
Other income	1,154,673	1,306,989
Operating profit (loss)	(7,597,659)	(2,376,063)
Finance income	15,645	1,330,941
Finance costs	(997,645)	(165,109)
Profit (loss) before tax	(8,579,659)	(1,210,231)
Income tax (expense) benefit	(337)	(1,020)
Profit (loss)	(8,579,996)	(1,211,251)
Profit (loss) attributable to:		
Owners of parent	(8,579,996)	(1,211,251)
Non-controlling interests	—	—
Profit (loss)	(8,579,996)	(1,211,251)
		(Yen)
Earnings per share		
Basic earnings (loss) per share	(80.98)	(9.23)
Diluted earnings (loss) per share	(80.98)	(9.23)

Condensed Quarterly Consolidated Statement of Comprehensive Income

	(Thousands of yen)	
	Three months ended July 31, 2024	Three months ended July 31, 2025
Profit (loss)	(8,579,996)	(1,211,251)
Other comprehensive income		
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	716,369	(1,024,773)
Total of items that may be reclassified to profit or loss	716,369	(1,024,773)
Total other comprehensive income (loss)	716,369	(1,024,773)
Comprehensive income (loss)	(7,863,627)	(2,236,024)
Comprehensive income (loss) attributable to:		
Owners of parent	(7,863,627)	(2,236,024)
Non-controlling interests	—	—
Comprehensive income (loss)	(7,863,627)	(2,236,024)

## (3) Condensed Quarterly Consolidated Statement of Changes in Equity

Three months ended July 31, 2024

(Thousands of yen)

	Equity attributable to owners of parent										
	Other components of equity							Total	Total	Non-controlling interests	Total equity
	Share capital	Capital surplus	Retained earnings (deficit)	Share acquisition rights	Financial assets measured at fair value through other comprehensive income	Exchange differences on translation of foreign operations	Total				
Balance as of May 1, 2024	100,000	7,858,848	(679,294)	201,687	(14,999)	(2,064,884)	(1,878,196)	5,401,357	—	5,401,357	
Loss			(8,579,996)				—	(8,579,996)		(8,579,996)	
Other comprehensive income (loss)						716,369	716,369	716,369		716,369	
Total comprehensive income (loss)	—	—	(8,579,996)	—	—	716,369	716,369	(7,863,627)	—	(7,863,627)	
Issuance of new shares	10,035,054	10,035,054					—	20,070,109		20,070,109	
Deficit disposition		(8,004,085)	8,004,085				—	—		—	
Share-based payment transactions				88,219			88,219	88,219		88,219	
Exercise of share acquisition rights	50,305	50,305		(5,715)			(5,715)	94,895		94,895	
Share issuance costs		(215,135)					—	(215,135)		(215,135)	
Total transactions with owners and other transactions	10,085,359	1,866,139	8,004,085	82,503	—	—	82,503	20,038,088	—	20,038,088	
Balance as of July 31, 2024	10,185,359	9,724,988	(1,255,205)	284,191	(14,999)	(1,348,515)	(1,079,323)	17,575,818	—	17,575,818	

Three months ended July 31, 2025

(Thousands of yen)

	Equity attributable to owners of parent										
	Share capital	Capital surplus	Retained earnings (deficit)	Share acquisition rights	Other components of equity			Total	Total	Non-controlling interests	Total equity
					Financial assets measured at fair value through other comprehensive income	Exchange differences on translation of foreign operations					
Balance as of May 1, 2025	10,297,486	9,836,585	(14,219,530)	481,296	(14,999)	(254,482)	211,813	6,126,355	—	6,126,355	
Loss			(1,211,251)				—	(1,211,251)		(1,211,251)	
Other comprehensive income (loss)						(1,024,773)	(1,024,773)	(1,024,773)		(1,024,773)	
Total comprehensive income (loss)	—	—	(1,211,251)	—	—	(1,024,773)	(1,024,773)	(2,236,024)	—	(2,236,024)	
Issuance of new shares	5,492,610	5,492,610					—	10,985,220		10,985,220	
Share-based payment transactions				69,024			69,024	69,024		69,024	
Exercise of share acquisition rights	2,369	2,369		(22)			(22)	4,717		4,717	
Forfeiture of share acquisition rights			3,884	(3,884)			(3,884)	—		—	
Share issuance costs		(363,401)					—	(363,401)		(363,401)	
Total transactions with owners and other transactions	5,494,979	5,131,578	3,884	65,118	—	—	65,118	10,695,560	—	10,695,560	
Balance as of July 31, 2025	15,792,465	14,968,164	(15,426,897)	546,414	(14,999)	(1,279,255)	(747,841)	14,585,890	—	14,585,890	

## (4) Condensed Quarterly Consolidated Statement of Cash Flows

	(Thousands of yen)	
	Three months ended July 31, 2024	Three months ended July 31, 2025
Cash flows from operating activities		
Profit (loss) before tax	(8,579,659)	(1,210,231)
Depreciation and amortization of intangible assets	257,203	242,327
Decrease (increase) in trade and other receivables	(578,052)	(695,659)
Increase (decrease) in trade and other payables	(1,075,474)	387,950
Increase (decrease) in provisions	2,325,385	(528,361)
Share-based payment expenses	88,219	69,024
Interest income	(15,645)	(9,599)
Interest expenses	165,312	165,109
Government subsidy income	(927,113)	(1,304,988)
Foreign exchange loss (gain)	848,574	(1,304,894)
Other	(6,529)	—
Subtotal	(7,497,778)	(4,189,323)
Interest received	15,248	9,202
Interest paid	(165,466)	(138,528)
Proceeds from government subsidy income	401,197	—
Income taxes refund (paid)	279,226	(1,210)
Net cash used in operating activities	(6,967,572)	(4,319,858)
Cash flows from investing activities		
Purchase of property, plant and equipment	(135,190)	(1,852,174)
Purchase of intangible assets	(35,910)	(5,034)
Payments of leasehold deposits	—	(39,590)
Proceeds from refund of leasehold deposits	—	10,400
Net cash used in investing activities	(171,101)	(1,886,399)

Cash flows from financing activities		
Proceeds from issuance of shares	19,854,974	10,621,818
Proceeds from exercise of share acquisition rights	94,895	4,717
Net increase (decrease) in short-term loans payable	612,000	(100,000)
Repayments of long-term borrowings	(24,990)	(24,990)
Repayments of lease liabilities	(71,451)	(62,619)
Net cash provided by financing activities	20,465,428	10,438,926
Effect of exchange rate changes on cash and cash equivalents	(182,638)	277,350
Net increase (decrease) in cash and cash equivalents	13,144,116	4,510,019
Cash and cash equivalents at the beginning of period	14,196,227	21,300,864
Cash and cash equivalents at the end of period	27,340,344	25,810,884



(5) Notes to Condensed Quarterly Consolidated Financial Statements

1. Notes Concerning Going Concern Assumption

Not applicable.

2. Segment Information

(1). Overview of reportable segment

The Group undertakes research and development in technologies regarding on-orbit services such as debris removal and demonstrations in outer space.

These on-orbit services developed by the Group have common underlying technologies, though there are different types depending on the orbits on which target debris or satellites exist, and service contents provided with targeting them. Accordingly, the Group's senior management decision-making body reviews operating results to determine the allocation of management resources and evaluate the business performance, targeting the entire on-orbit servicing business. Therefore, the Group considers the business segment as a single segment of the on-orbit servicing business and single reportable segment, and omitted information by reportable segment.

(2). Information about products and services

Revenue from external customers for each product and service are as follows.

	(Thousands of yen)	
	Three months ended July 31, 2024	Three months ended July 31, 2025
Project revenue (Note 1)	238,475	1,247,940
Other revenue (Note 2)	912	2,392
Total	239,387	1,250,333

Notes: 1. Project revenue includes revenues earned from research and development projects and demonstration projects related to the on-orbit services developed by the Group.

2. Other revenue includes income from sponsorships such as logo placement.

3. Significant subsequent events

(1). Conclusion of a significant contract

Astroscale Japan Inc., our Japanese subsidiary, signed a commissioned research contract with the Japan Science and Technology Agency for refueling technology in space with a cooperative satellite on September 1, 2025.

Total Budget:	¥10.8 billion (excluding tax)
Project Duration:	In principle, within 5 years (60 months) from the start of R&D
Contract Amount:	¥0.59 billion (excluding tax)
Contract Period:	Up to the end of March 2026

The contract period will be extended by one year at a time through amendment contracts on April 1 each year, and the total contract amount is expected to be the above total budget of ¥10.8 billion (excluding tax).

Project income from this initial contract is expected to be recognized over the contract period (up to the end of March 2026).

### 3. Supplementary Information

#### (1) Bookings and Backlog

The Group considers the business segment as a single segment of the on-orbit servicing business. The bookings and backlog for the three months ended July 31, 2025, are as follows. (Note 1)

	(Thousands of yen)		
	Fiscal year ended April 30, 2025	Three months ended July 31, 2025	
	Backlog	Bookings	Backlog
On-orbit servicing business	29,695,461	1,443,645	29,082,481
Total	29,695,461	1,443,645	29,082,481

Notes:

1. Bookings represents the total contract amount (including amounts paid and contracted to be paid to us) under contracts that were executed in a particular fiscal period. Backlog represents the total amount of bookings for all prior periods that had not yet been recorded as revenue or government subsidy income as of a particular date. If our progress of technological development and other conditions that are stipulated in the contracts are not fulfilled, a portion of the milestone payments to be paid for our provision of services may not be paid, and as such, we may not actually recognize such revenue or government subsidy income in the amounts shown or at all.
2. Expected backlog from non-competitive follow-on phases represents anticipated contract amounts for project phases as to which we have not entered into a binding contract, but as to which we are not currently aware of any other competitor. ISSA-J1 Phases 3 meets this definition and the amount is expected to be ¥3,808 million (as of the end of the three months ended July 31, 2025). In addition, on January 22, 2025, Astroscale Japan Inc. has been selected as a contractor for the research and development (R&D) concept for "Refueling Technology Contributing to Satellite Life Extension" under Key and Advanced Technology R&D through Cross Community Collaboration Program (K Program). Its expected contract amount was up to ¥12 billion (including indirect costs and consumption tax). The total expected contract amount for this project (Project Name: REFLEX-J) has changed to a maximum of ¥10,826 million (excluding tax) following the conclusion of the contract for the above K Program. There can be no assurance that we will be able to enter into binding contracts, and the actual contract amounts based on the final agreements may differ from the expected contract amounts, even if we are awarded for such phases at all, since the contracts for the follow-on phases and the awarded projects have not yet been signed.
3. For reference, a simple sum of the backlog at the end of the three months ended July 31, 2025 and the expected backlog and the expected contract amount at the end of the three months ended July 31, 2025 in Note 2 is ¥43,717,720 thousand. We may not actually recognize such revenue or government subsidy income in the amounts shown or at all for the reasons stated in Notes 1 to 2.
4. In the three months ended July 31, 2025, there were significant changes in total bookings in the on-orbit servicing business segment. The increase was mainly due to the following bookings.
  - Award of a new defense study contract (\$8.7 million) on autonomous rendezvous, proximity operations, and docking from the U.S. Air Force Research Laboratory (AFRL).