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December 12, 2025

## Consolidated Financial Results for the Six Months Ended October 31, 2025 (Under IFRS)

Company name: Astroscale Holdings Inc.  
 Listing: Tokyo Stock Exchange  
 Securities code: 186A  
 URL: <https://www.astroscale.com/ja>  
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 Scheduled date to file semi-annual securities report: December 12, 2025  
 Scheduled date to commence dividend payments: —  
 Preparation of supplementary material on financial results: Yes  
 Holding of financial results briefing: Yes (for institutional investors and securities analysts)

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

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

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

(Percentages indicate year-on-year changes.)

	Project income		Revenue		Operating profit		Profit before tax		Profit	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
October 31, 2025	5,246	108.1	2,619	260.9	(4,748)	—	(2,659)	—	(2,661)	—
October 31, 2024	2,520	101.2	725	(40.9)	(12,121)	—	(12,946)	—	(12,946)	—

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
Six months ended	Millions of yen	%	Millions of yen	%	Yen	Yen
October 31, 2025	(2,661)	—	(4,290)	—	(19.95)	(19.95)
October 31, 2024	(12,946)	—	(12,579)	—	(116.35)	(116.35)

#### (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
As of	Millions of yen	Millions of yen	Millions of yen	%
October 31, 2025	36,076	12,628	12,628	35.0
April 30, 2025	33,625	6,126	6,126	18.2

## 2. Cash dividends

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

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 for further details.

**\* 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 October 31, 2025	135,606,500 shares
As of April 30, 2025	117,517,800 shares

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

As of October 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)

Six months ended October 31, 2025	133,386,725 shares
Six months ended October 31, 2024	111,273,849 shares

\* Semi-annual financial results reports are exempt from review conducted by certified public accountants or an audit firm.

\* 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 hold a financial results briefing session for institutional investors and securities analysts on Friday, December 12, 2025. The presentation materials for the briefing are disclosed via TDnet and on the Company's website on the same day.

After the session, the video and script will be made available on the Company's website so that retail investors can also view them.

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

### (1) Overview of Operating Results

During the six-month consolidated accounting period, initiatives aimed primarily at strengthening space defense were observed across all regions where the Group operates.

In the United States, the Space Force defined space as a warfighting domain in “Space Force Doctrine 1” released in April, emphasizing the importance of enhancing space capabilities and collaboration with private companies. In September, the Space Force announced plans to make refueling capability mandatory in its next-generation SDA satellite program. In the United Kingdom, the Ministry of Defence issued the policy document “Strategic Defence Review 2025” in June, positioning space as “the forefront of strategic competition” and outlining plans to strengthen defensive use of space and promote collaboration with the space industry. Furthermore, in November, the House of Lords UK Engagement with Space Committee released “The Space Economy: Act Now or Lose Out,” recognizing that ensuring the safety and sustainability of outer space through international cooperation is essential for the UK to secure economic and security benefits in space, and that this should be a diplomatic priority. In Europe, the European Commission (EC) submitted a plan in July to increase the defense and space budget for the next seven-year period (2028–2034) to €131 billion—five times the previous period (2021–2027). In October, the EC released a strategic document titled “Preserving Peace – Defence Readiness Roadmap 2030,” totaling €800 billion, which identified space defense as one of four European Readiness Flagships. The plan promotes the development of Space Domain Awareness (SDA) and on-orbit operations, while actively supporting startups and small and medium-sized enterprises. In Japan, the Ministry of Defense and the Self-Defense Forces formulated space domain defense guidelines in July, reaffirming the need to strengthen SDA capabilities and to encourage investment in related areas by private companies. Furthermore, under the Takaichi administration launched in October, given Minister Takaichi’s experience as Minister for Economic Security, defense and space sectors are expected to be reinforced as national strategic industries. In November, the Headquarters for Japan’s Growth Strategy, led by Takaichi, highlighted “Aerospace and Space,” “Defense Industry,” and “Startups” as key themes.

This year marked a turning point for our business environment, as all major countries where our group operates reviewed their space defense strategies. As a result, in the defense-related sector, there has been a continued trend toward budget expansion by international organizations and national governments, as well as strengthened collaboration with companies. Leveraging our overwhelming technological capabilities, global development capacity, and market-creating competitiveness, our group aims to further expand its business.

During the six-month consolidated accounting period, the Group entered into multiple contracts across various locations with civil government agencies, defense-related organizations, and commercial entities.

As a result, bookings for the period totaled ¥2,064 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.
- July 2025: Acquired a new patent related to multiple debris removal and controlled reentry.
- August, October and November 2025: Secured multiple commercial contracts for the second-generation docking plate from Xona Space Systems, Inc. and others, bringing the cumulative number of docking plates expected in orbit to over 1,000.
- 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.

For projects already under contract or negotiations, steady progress is being made toward achieving milestones. In May 2025, we completed the Critical Design Review (CDR) for LEXI-P, and in June 2025, we completed the CDR for ELSA-M. In September 2025, we signed an agreement with NewSpace India Limited to use the Polar Satellite Launch Vehicle (PSLV) for the launch of ISSA-J1. In the same month, ground testing of the APS-R satellite was conducted at NASA's Goddard Space Flight Center within its ISAM (In-space Servicing, Assembly, and Manufacturing) facility, under the Space Act Agreement signed with NASA in July.

As a result, for the six months ended October 31, 2025, revenue was ¥2,619,484 thousand (up 260.9% year-on-year), operating loss was ¥4,748,593 thousand (operating loss of ¥12,121,397 thousand in the six months ended October 31, 2024), loss before income tax was ¥2,659,670 thousand (loss before income tax of ¥12,946,324 thousand in the six months ended October 31, 2024) mainly due to foreign exchange gain (finance income) of ¥2,324,210 thousand and interest expenses (finance costs) of ¥311,700 thousand, and loss attributable to owners of the parent was ¥2,661,675 thousand (loss attributable to owners of the parent of ¥12,946,999 thousand in the six months ended October 31, 2024).

For reference, project income\* for the six months ended October 31, 2025 was ¥5,246,408 thousand (up 108.1% compared to the six months ended October 31, 2024), of which, government subsidy income was ¥2,626,924 thousand (up 46.4% compared to the six months ended October 31, 2024).

(\*) 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 ¥36,076,590 thousand, an increase of ¥2,451,299 thousand from the end of the fiscal year ended April 30, 2025. This was mainly due to an increase of ¥3,196,459 thousand in property, plant and equipment.

### **Liabilities**

Total liabilities were ¥23,448,061 thousand, a decrease of ¥4,050,874 thousand from the end of the fiscal year ended April 30, 2025. This was mainly due to a decrease of ¥2,379,980 thousand in borrowings and a decrease of ¥758,147 thousand in trade and other payables.

### **Equity**

Total equity was ¥12,628,529 thousand, an increase of ¥6,502,174 thousand from the end of the fiscal year ended April 30, 2025. This was mainly due to an increase of ¥10,621,678 thousand in share capital and capital surplus, as a result of the issuance of new shares, while retained earnings decreased by ¥2,661,675 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 35.0%.

## (3) Overview of Cash Flows

Cash and cash equivalents were ¥20,021,845 thousand, a decrease of ¥1,279,019 thousand from the end of the fiscal year ended April 30, 2025.

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

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

Cash flow from operating activities decreased our cash by ¥6,098,058 thousand (a decrease of ¥6,698,930 thousand in the six months ended October 31, 2024).

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

Cash flow from investing activities decreased our cash by ¥3,876,778 thousand (a decrease of ¥338,576 thousand in the six months ended October 31, 2024). This was mainly due to purchase of property, plant and equipment of ¥3,279,971 thousand.

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

Cash flow from financing activities increased our cash by ¥8,122,379 thousand (an increase of ¥20,754,064 thousand in the six months ended October 31, 2024). This was mainly due to proceeds from issuance of shares of ¥10,621,678 thousand and repayments of long-term borrowings of ¥2,049,980 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 “the 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 ¥41,095 million as of the end of October 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 October 31, 2025
Assets		
Current assets		
Cash and cash equivalents	21,300,864	20,021,845
Trade and other receivables	1,242,053	638,052
Contract assets	853,007	1,596,001
Income taxes receivable	619,590	931,752
Other assets	2,209,195	1,661,811
Total current assets	26,224,713	24,849,463
Non-current assets		
Property, plant and equipment	6,025,312	9,221,772
Intangible assets	273,879	830,534
Goodwill	442,432	477,421
Financial assets	630,770	670,079
Other assets	28,182	27,318
Total non-current assets	7,400,577	11,227,127
Total assets	33,625,291	36,076,590

	(Thousands of yen)	
	As of April 30, 2025	As of October 31, 2025
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	2,490,416	1,732,268
Contract liabilities	5,379,596	5,263,948
Deferred income	2,244,380	1,825,327
Loans payable	8,525,960	6,195,960
Income taxes payable	2,945	8,840
Provisions	1,344,236	825,532
Lease liabilities	279,569	349,860
Other liabilities	240,363	257,872
Total current liabilities	20,507,468	16,459,610
Non-current liabilities		
Loans payable	2,275,090	2,225,110
Provisions	1,866,991	1,960,376
Lease liabilities	2,849,386	2,802,964
Total non-current liabilities	6,991,467	6,988,451
Total liabilities	27,498,936	23,448,061
Equity		
Share capital	10,297,486	9,131,826
Capital surplus	9,836,585	(1,749,485)
Retained earnings (deficit)	(14,219,530)	6,533,202
Other components of equity	211,813	(1,287,014)
Total equity attributable to owners of parent	6,126,355	12,628,529
Non-controlling interests	—	—
Total equity	6,126,355	12,628,529
Total liabilities and equity	33,625,291	36,076,590

(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)	
	Six months ended October 31, 2024	Six months ended October 31, 2025
Revenue	725,785	2,619,484
Cost of sales	(5,067,087)	(2,596,441)
Gross profit (loss)	(4,341,301)	23,042
Selling, general and administrative expenses	(9,983,441)	(7,690,522)
Other income	2,203,346	2,918,886
Operating profit (loss)	(12,121,397)	(4,748,593)
Finance income	23,849	2,400,623
Finance costs	(848,777)	(311,700)
Profit (loss) before tax	(12,946,324)	(2,659,670)
Income tax (expense) benefit	(675)	(2,005)
Profit (loss)	(12,946,999)	(2,661,675)
Profit (loss) attributable to:		
Owners of parent	(12,946,999)	(2,661,675)
Non-controlling interests	—	—
Profit (loss)	(12,946,999)	(2,661,675)
		(Yen)
Earnings per share		
Basic earnings (loss) per share	(116.35)	(19.95)
Diluted earnings (loss) per share	(116.35)	(19.95)

Condensed Quarterly Consolidated Statement of Comprehensive Income

	(Thousands of yen)	
	Six months ended October 31, 2024	Six months ended October 31, 2025
Profit (loss)	(12,946,999)	(2,661,675)
Other comprehensive income		
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	367,560	(1,629,212)
Total of items that may be reclassified to profit or loss	367,560	(1,629,212)
Total other comprehensive income (loss)	367,560	(1,629,212)
Comprehensive income (loss)	(12,579,439)	(4,290,887)
Comprehensive income (loss) attributable to:		
Owners of parent	(12,579,439)	(4,290,887)
Non-controlling interests	—	—
Comprehensive income (loss)	(12,579,439)	(4,290,887)

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

Six months ended October 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				
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			(12,946,999)				—	(12,946,999)		(12,946,999)
Other comprehensive income (loss)						367,560	367,560	367,560		367,560
Total comprehensive income (loss)	—	—	(12,946,999)	—	—	367,560	367,560	(12,579,439)	—	(12,579,439)
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				168,972			168,972	168,972		168,972
Exercise of share acquisition rights	77,403	77,403		(9,133)			(9,133)	145,674		145,674
Forfeiture of share acquisition rights			62	(62)			(62)	—		—
Share issuance costs		(215,404)					—	(215,404)		(215,404)
Total transactions with owners and other transactions	10,112,458	1,892,968	8,004,147	159,777	—	—	159,777	20,169,352	—	20,169,352
Balance as of October 31, 2024	10,212,458	9,751,817	(5,622,146)	361,465	(14,999)	(1,697,324)	(1,350,858)	12,991,270	—	12,991,270

Six months ended October 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
					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			(2,661,675)				—	(2,661,675)		(2,661,675)
Other comprehensive income (loss)						(1,629,212)	(1,629,212)	(1,629,212)		(1,629,212)
Total comprehensive income (loss)	—	—	(2,661,675)	—	—	(1,629,212)	(1,629,212)	(4,290,887)	—	(4,290,887)
Issuance of new shares	5,492,610	5,492,610					—	10,985,220		10,985,220
Capital reduction	(6,675,691)	6,675,691					—	—		—
Deficit disposition		(23,408,254)	23,408,254				—	—		—
Share-based payment transactions				138,048			138,048	138,048		138,048
Exercise of share acquisition rights	17,422	17,422		(1,509)			(1,509)	33,334		33,334
Forfeiture of share acquisition rights			6,154	(6,154)			(6,154)	—		—
Share issuance costs		(363,541)					—	(363,541)		(363,541)
Total transactions with owners and other transactions	(1,165,659)	(11,586,071)	23,414,408	130,384	—	—	130,384	10,793,062	—	10,793,062
Balance as of October 31, 2025	9,131,826	(1,749,485)	6,533,202	611,681	(14,999)	(1,883,695)	(1,287,014)	12,628,529	—	12,628,529

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

	(Thousands of yen)	
	Six months ended October 31, 2024	Six months ended October 31, 2025
Cash flows from operating activities		
Profit (loss) before tax	(12,946,324)	(2,659,670)
Depreciation and amortization of intangible assets	437,101	499,980
Decrease (increase) in trade and other receivables	(1,064,626)	437,305
Increase (decrease) in trade and other payables	4,728,611	(1,008,897)
Increase (decrease) in provisions	2,274,298	(590,512)
Share-based payment expenses	168,972	138,048
Interest income	(23,849)	(76,412)
Interest expenses	331,980	311,700
Government subsidy income	(1,794,791)	(2,887,488)
Foreign exchange loss (gain)	529,248	(2,288,212)
Other	(8,954)	(3,454)
Subtotal	(7,368,333)	(8,127,614)
Interest received	23,056	75,619
Interest paid	(331,250)	(282,358)
Proceeds from government subsidy income	704,500	2,237,505
Income taxes refund (paid)	273,096	(1,210)
Net cash used in operating activities	(6,698,930)	(6,098,058)
Cash flows from investing activities		
Purchase of property, plant and equipment	(286,707)	(3,279,971)
Purchase of intangible assets	(51,868)	(567,616)
Payments of leasehold deposits	—	(39,590)
Proceeds from refund of leasehold deposits	—	10,400
Net cash used in investing activities	(338,576)	(3,876,778)

Cash flows from financing activities		
Proceeds from issuance of shares	19,854,705	10,621,678
Proceeds from exercise of share acquisition rights	145,674	33,334
Net increase (decrease) in short-term loans payable	942,000	(330,000)
Repayments of long-term borrowings	(49,980)	(2,049,980)
Repayments of lease liabilities	(138,335)	(152,654)
Net cash provided by financing activities	20,754,064	8,122,379
Effect of exchange rate changes on cash and cash equivalents	(148,337)	573,437
Net increase (decrease) in cash and cash equivalents	13,568,219	(1,279,019)
Cash and cash equivalents at the beginning of period	14,196,227	21,300,864
Cash and cash equivalents at the end of period	27,764,447	20,021,845

(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)	
	Six months ended October 31, 2024	Six months ended October 31, 2025
Project revenue (Note 1)	724,010	2,609,319
Other revenue (Note 2)	1,775	10,165
Total	725,785	2,619,484

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

Not applicable.

### 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 six months ended October 31, 2025, are as follows. (Note 1)

	(Thousands of yen)		
	Fiscal year ended April 30, 2025	Six months ended October 31, 2025	
	Backlog	Bookings	Backlog
On-orbit servicing business	29,695,461	2,064,299	27,052,723
Total	29,695,461	2,064,299	27,052,723

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 six months ended October 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 budget 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, and the expected contract amount, excluding the first-year contract amount that has been executed, is ¥10,234 million. 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 six months ended October 31, 2025 and the expected backlog and the expected contract amount at the end of the six months ended October 31, 2025 in Note 2 is ¥41,095,611 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 six months ended October 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).
  - Award of the first-year contract (¥592 million) for REFLEX-J (ex-K Program)