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June 12, 2026

To whom it may concern

Company Name: Liberaware Inc.
Representative: Hongkyu Min, Representative Director
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Notice Concerning Revision of Full-Year Consolidated Earnings Forecast for the Fiscal Year Ending July 31, 2026

Liberaware Inc. (the "Company") hereby announces that at a meeting of the Board of Directors held on June 12, 2026, it resolved to revise its full-year consolidated earnings forecast for the fiscal year ending July 31, 2026, which was disclosed on September 12, 2025, as follows, based on recent business trends and other factors.

1. Revision of Earnings Forecast

Revision of full-year consolidated earnings forecast figures for the fiscal year ending July 31, 2026 (August 1, 2025 to July 31, 2026)

(Unit: million yen)

	Net sales	Operating profit	Ordinary profit	Profit attributable to owners of parent	Earnings per share
Previous forecast (A)	2,220	(2,412)	(177)	(178)	(9.44) yen
Revised forecast (B)	1,700 to 1,900	(2,154) to (2,311)	(574) to (730)	(575) to (731)	(30.26) yen to (38.47) yen
Change (B-A)	(520) to (320)	258 to 101	(397) to (553)	(397) to (553)	-
Percentage change (%)	(23.4)% to (14.4)%	-	-	-	-
(Reference) Results for the previous fiscal year (Fiscal year ended July 31, 2025)	1,406	(1,588)	46	46	2.44 yen

*The average number of shares during the period, which is the basis for calculating "Net income per share," is based on the number of shares issued and outstanding (excluding treasury stock) as of April 30, 2026.

2. Reasons for Revision

The Group operates in a single segment, the Infrastructure DX Business. However, its business is developed through key services comprising the segment: the drone business, digital twin business, solution development business, and services in new areas.

In the inspection solution service within the drone business, since the beginning of the current fiscal year, we have allocated resources to strategic activities such as free-of-charge sewer inspections and drone demonstrations for local governments to promote drone utilization in the sewer domain. As a result, progress in the first half was delayed due to the downsizing of regular projects and a decrease in the number of projects. In the second half, we shifted our focus to acquiring a project pipeline from the middle of the third quarter. Although orders are on a recovery trend, we do not expect to receive enough orders to cover the delay in progress from the first half. Consequently, full-year sales are expected to fall below the initial forecast. On the other hand, in the product provision service, drone sales have increased steadily and the rental service has also grown consistently, with sales expected to be roughly in line with the initial forecast. As a result, sales in the drone business are projected to be between 935 million yen and 1,097 million yen, compared to the previously announced forecast of 1,158 million yen.

In the digital twin business, the decrease in inspection solution service sales led to a decline in data processing sales and other revenues linked to the inspection solution service, resulting in delayed progress in the first half. Although orders are on a recovery trend in the second half, they are not expected to be sufficient to cover the delay in progress from the first half. As a result, while net sales are expected to exceed the previous fiscal year's results, they are projected to fall below the initial forecast. Consequently, net sales for the Digital twin business are now forecast to be between 310 million yen and 331 million yen, compared to the previously announced forecast of 412 million yen.

In the Solution development business, while projects continuing from the previous fiscal year accounted for the majority of activities, the company was unable to allocate sufficient resources to new projects. As a result, while net sales are expected to exceed the previous fiscal year's results, they are projected to fall below the initial forecast. Consequently, net sales for the Solution development business are now forecast to be between 390 million yen and 407 million yen, compared to the previously announced forecast of 450 million yen.

Regarding new areas, the launch of new products took longer than expected. Furthermore, in overseas areas, as a result of carefully examining target regions and sales methods while closely assessing marketability, customer needs, and profitability, the timing for recording initially expected net sales is projected to be pushed back. Consequently, net sales for new areas are now forecast to be 65 million yen, compared to the previously announced forecast of 200 million yen.

Regarding operating profit, it is expected to exceed the previously announced forecast. This is because, although (1) net sales are expected to decrease as mentioned above and selling, general and administrative expenses are expected to increase due to the strengthening of systems necessary for future growth—such as sales activities, recruitment, business development, and expanded collaboration with external partners—(2) SBIR R&D expenses (research and development expenses for drone solutions related to railway inspections) are expected to decrease. This decrease is due to a review of implementation procedures to improve the accuracy of development results and the postponement of delivery for some major equipment, which will shift some expenses to the next fiscal year, resulting in total selling, general and administrative expenses being lower than initially anticipated.

Regarding ordinary profit, it is expected to fall below the previously announced forecast. This is due to the impact of the reasons for the revision of operating profit mentioned above, as well as the postponement of the timing for incurring SBIR R&D expenses, which has caused the receipt schedule for a portion of subsidy income to shift to the next fiscal year.

For the reasons stated above, the company has revised its consolidated earnings forecast for net sales and each level of profit for the full fiscal year ending July 31, 2026.

In revising the consolidated earnings forecast for the full fiscal year ending July 31, 2026, the company has disclosed the forecast in a range format, as the results may fluctuate depending on the timing of orders and inspections, as well as the scale of the amounts, representing the range that can be reasonably estimated at this time.

*The above forecasts are based on information available at the present time, and actual results may differ due to various factors in the future.

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