

Financial Report

(2nd period)

From 1 January 2021

To 31 December 2021

Solidaridad Japan

Balance Sheet

At 31 December 2021

Solidaridad Japan

(Unit : JPY)

| Assets | | liabilities | |
|-------------------|-----------|---|-----------|
| Subjects | Amount | Subjects | Amount |
| Assets | 1,090,681 | Payable | 1,156,153 |
| Cash and deposits | 1,121,661 | Unpaid payment | 1,049,243 |
| Suspense payments | -30,980 | Tax payable | 77,600 |
| | | Deposits received (One month income tax) | 29,310 |
| | | Total liabilities | 1,156,153 |
| | | Net assets | |
| | | Net assets | -65,472 |
| | | Retained earnings | -65,472 |
| | | Other retained earnings | -65,472 |
| | | Retained earnings carried forward | -65,472 |
| | | Total net assets | -65,472 |
| Total assets | 1,090,681 | Total liabilities and net assets | 1,090,681 |

Income statement

From 1 January 2021
To 31 December 2021

Solidaridad Japan

(Unit: JPY)

| Subject item | Amount | Amount |
|--|------------|------------|
| Net Sales | 12,791,969 | |
| Total sales | | 12,791,969 |
| Gross profit amount | | 12,791,969 |
| Selling, general and administrative expenses | | 12,756,555 |
| Operating profit | | 35,414 |
| [Non-operating income] | | |
| Interest | 14 | |
| Total non-operating income | | 14 |
| Ordinary profit | | 35,428 |
| Profit before taxation | | 35,428 |
| Income tax | | 100,900 |
| Net loss for the year | | 65,472 |

Selling, general and administrative expenses

From 1 January 2021
To 31 December 2021

Solidaridad Japan

(Unit: JPY)

| Subject item | Amount | Amount |
|--|-----------|------------|
| Salaries | 7,518,000 | |
| Welfare expenses | 1,486,221 | |
| Advertising and promotion expenses | 837,650 | |
| Meeting expenses | 17,000 | |
| Transport costs | 37,730 | |
| Communication expenses | 37,853 | |
| Consumable expenses | 28,128 | |
| Office supplies | 239,146 | |
| Information material costs | 26,819 | |
| Membership fees | 30,000 | |
| Commissions payable | 20,295 | |
| Office rent | 288,000 | |
| Taxes and public dues | 4,000 | |
| Advisory fees | 2,181,893 | |
| Miscellaneous expenses | 3,820 | |
| Total selling, general and administrative expenses | | 12,756,555 |

Regarding the report as above, I acknowledge that the financial statements are legal and accurate.

10 March 2022

Certified Tax Accountant

Rie Nozawa