

Translation

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Summary of Consolidated Financial Results for the Six Months Ended September 30, 2024 (Based on Japanese GAAP)

November 8, 2024

Company name: JustSystems Corporation
 Stock exchange listing: Tokyo
 Stock code: 4686 URL <https://www.justsystems.com/en/>
 Representative: Kyotaro Sekinada, President & CEO
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 Scheduled date to file Semi-annual Securities Report: November 11, 2024
 Scheduled date to commence dividend payments: December 6, 2024
 Preparation of supplementary material on financial results: No
 Holding of financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the six months ended September 30, 2024 (from April 1, 2024 to September 30, 2024)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended September 30, 2024	22,095	5.3	9,807	3.1	9,733	(0.5)	6,614	1.0
Six months ended September 30, 2023	20,991	(0.5)	9,509	(8.0)	9,785	(6.9)	6,547	(9.4)

	Earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2024	102.99	–
Six months ended September 30, 2023	101.94	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2024	118,403	99,917	84.4
As of March 31, 2024	109,099	94,003	86.2

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2024	–	10.00	–	10.00	20.00
Year ending March 31, 2025	–	10.00	–	–	–
Year ending March 31, 2025 (Forecast)	–	–	–	10.00	20.00

3. Notes

(1) Significant changes in the scope of consolidation during the six months ended September 30, 2024: No

(2) Application of special accounting methods for preparing semi-annual consolidated financial statements: No

(3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements

Changes in accounting policies due to revisions to accounting standards and other regulations: Yes

Changes in accounting policies due to other reasons: No

Changes in accounting estimates: No

Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

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

As of September 30, 2024	64,224,800 shares	As of March 31, 2024	64,224,800 shares
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Number of treasury shares at the end of the period

As of September 30, 2024	919 shares	As of March 31, 2024	919 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2024	64,223,881 shares	Six months ended September 30, 2023	64,223,918 shares
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Semi-annual consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2024	As of September 30, 2024
Assets		
Current assets		
Cash and deposits	84,854	89,124
Notes and accounts receivable - trade	2,606	2,699
Securities	5,000	10,000
Merchandise and finished goods	525	527
Raw materials and supplies	1,298	1,081
Prepaid expenses	2,762	2,716
Other	1,263	1,234
Allowance for doubtful accounts	(59)	(61)
Total current assets	98,251	107,322
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	2,183	2,141
Land	3,569	3,569
Other, net	65	64
Total property, plant and equipment	5,818	5,775
Intangible assets		
Software	3,534	3,444
Software in progress	436	694
Other	0	0
Total intangible assets	3,972	4,139
Investments and other assets		
Investment securities	14	14
Other	1,232	1,151
Allowance for doubtful accounts	(190)	–
Total investments and other assets	1,057	1,166
Total non-current assets	10,848	11,081
Total assets	109,099	118,403

(Millions of yen)

	As of March 31, 2024	As of September 30, 2024
Liabilities		
Current liabilities		
Accounts payable - trade	921	564
Accounts payable - other	2,035	936
Income taxes payable	2,937	3,415
Unearned revenue	8,007	11,742
Provision for bonuses	577	833
Other	448	811
Total current liabilities	14,927	18,303
Non-current liabilities		
Retirement benefit liability	155	164
Other	13	17
Total non-current liabilities	168	182
Total liabilities	15,096	18,486
Net assets		
Shareholders' equity		
Share capital	10,146	10,146
Capital surplus	12,293	12,293
Retained earnings	71,642	77,615
Treasury shares	(2)	(2)
Total shareholders' equity	94,081	100,053
Accumulated other comprehensive income		
Foreign currency translation adjustment	(71)	(132)
Remeasurements of defined benefit plans	(5)	(3)
Total accumulated other comprehensive income	(77)	(136)
Total net assets	94,003	99,917
Total liabilities and net assets	109,099	118,403

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Millions of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Net sales	20,991	22,095
Cost of sales	4,319	4,691
Gross profit	16,672	17,403
Selling, general and administrative expenses	7,163	7,596
Operating profit	9,509	9,807
Non-operating income		
Interest income	46	50
Dividend income	0	–
Foreign exchange gains	212	–
Rental income	14	7
Other	6	5
Total non-operating income	279	63
Non-operating expenses		
Foreign exchange losses	–	136
Other	3	1
Total non-operating expenses	3	137
Ordinary profit	9,785	9,733
Profit before income taxes	9,785	9,733
Income taxes	3,238	3,119
Profit	6,547	6,614
Profit attributable to owners of parent	6,547	6,614

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Profit	6,547	6,614
Other comprehensive income		
Valuation difference on available-for-sale securities	1	–
Foreign currency translation adjustment	(2)	(61)
Remeasurements of defined benefit plans, net of tax	1	2
Total other comprehensive income	0	(58)
Comprehensive income	6,547	6,555
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	6,547	6,555

Consolidated statements of cash flows

(Millions of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Cash flows from operating activities		
Profit before income taxes	9,785	9,733
Depreciation	1,088	1,205
Increase (decrease) in provision for bonuses	136	256
Interest and dividend income	(46)	(50)
Foreign exchange losses (gains)	(212)	136
Decrease (increase) in trade receivables	(218)	(95)
Decrease (increase) in inventories	174	189
Increase (decrease) in trade payables	(449)	(357)
Increase (decrease) in accounts payable - other	(704)	(1,195)
Increase (decrease) in unearned revenue	3,334	3,724
Decrease (increase) in prepaid expenses	304	39
Increase (decrease) in retirement benefit liability	18	11
Other, net	(124)	415
Subtotal	13,087	14,015
Interest and dividends received	64	107
Income taxes paid	(3,375)	(2,766)
Net cash provided by (used in) operating activities	9,776	11,356
Cash flows from investing activities		
Payments into time deposits	(8,050)	–
Proceeds from withdrawal of time deposits	–	10,039
Proceeds from redemption of securities	2,000	–
Purchase of property, plant and equipment	(0)	(8)
Purchase of intangible assets	(1,064)	(1,320)
Other, net	(17)	1
Net cash provided by (used in) investing activities	(7,133)	8,711
Cash flows from financing activities		
Dividends paid	(642)	(641)
Net cash provided by (used in) financing activities	(642)	(641)
Effect of exchange rate change on cash and cash equivalents	71	(148)
Net increase (decrease) in cash and cash equivalents	2,073	19,278
Cash and cash equivalents at beginning of period	70,469	74,066
Increase in cash and cash equivalents resulting from inclusion of subsidiaries in consolidation	333	–
Cash and cash equivalents at end of period	72,876	93,344