

Translation

Note: Replaced by the revised information according to the 26 June 2025 disclosure 'Partial Corrections to the FY2024 Q4 Consolidated Financial Report (Japanese GAAP)'. This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

Consolidated Financial Results for the Fiscal Year Ended March 31, 2025 (Under Japanese GAAP)

April 23, 2025

Company name: Cybertrust Japan Co., Ltd.
Stock exchange listings: Tokyo Stock Exchange
Stock code: 4498
URL: <https://www.cybertrust.co.jp/>
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Scheduled date for ordinary general meeting of shareholders: June 27, 2025
Scheduled date for dividend payment: June 30, 2025
Scheduled date for submission of securities report: June 26, 2025
Supplementary materials for financial summaries: Yes
Financial results briefing: Yes

(Amounts of less than one million yen are rounded down.)

1. Consolidated Financial Results for the Fiscal Year Ended March 31, 2025 (from April 01, 2024 to March 31, 2025)

(1) Consolidated operating results

(Percentages indicate YoY changes)

	Revenue		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Fiscal year ended March 31, 2025	7,442	15.1	1,421	27.8	1,448	29.2	969	86.9
March 31, 2024	6,466	4.8	1,112	5.5	1,121	5.2	518	(28.5)

(Note) Comprehensive income: Fiscal year ending March 2025: 967 million yen (86.3%), Fiscal year ended March 2024: 519 million yen ((28.6)%)

	Basic earnings per share	Diluted earnings per share	Rate of return on equity	Ordinary income to total assets ratio	Net sales Operating profit margin
Fiscal year ended	Yen	Yen	%	%	%
March 31, 2025	119.26	112.60	15.4	16.1	19.1
March 31, 2024	64.26	60.15	8.9	13.8	17.2

(Reference) Investment profit (loss) on equity method For the fiscal year ending March 31, 2025: 18 million yen For the fiscal year ended March 31, 2024: 10 million yen

(2) Consolidated financial positions

	Total assets	Equity	Equity to total assets ratio	Net assets per share
As of	Million yen	Million yen	%	Yen
March 31, 2025	9,577	6,578	68.7	816.89
March 31, 2024	8,417	6,032	71.6	743.93

(Reference) Owner's equity Fiscal year ending March 2025: 6,575 million yen Fiscal year ended March 2024: 6,029 million yen

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
Fiscal year ended	Million yen	Million yen	Million yen	Million yen
March 31, 2025	1,993	(870)	(429)	5,560
March 31, 2024	1,221	(571)	(126)	4,870

2. Cash dividends

	Annual dividends per share					Total dividends (aggregate)	Payout ratio (Consolidated)	Ratio of dividends to net assets (consolidated)
	End of first quarter	End of the second quarter	At the end of the third quarter	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
Fiscal year ended March 31, 2024	-	0.00	-	17.50	17.50	141	27.2	2.4
Fiscal year ended March 31, 2025	-	0.00	-	23.00	23.00	185	19.3	2.9
Fiscal year ending March 31, 2026 (Forecast)	-	0.00	-	23.00	23.00		19.3	

3. Consolidated Earnings Forecasts for the Fiscal Year Ending March 31, 2026 (from April 01, 2025 to March 31, 2026)

(Percentages indicate YoY changes)

	Revenue		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Fiscal year ending March 31, 2026	8,200	10.2	1,570	10.5	1,570	8.4	970	0.0	119.29

(Note) As the Company manages its operations on an annual basis, consolidated forecasts for the second quarter (cumulative) are omitted. For details, please refer to the attached materials, p.6, "1. Overview of Operating Results, etc. (4) Outlook for the Future."

* Notes

- (1) Significant changes in the scope of consolidation during the period: None
- (2) Changes in accounting policies, Changes in accounting estimates, Retrospective restatement
 - (i) Changes in accounting policies due to revisions of accounting standards: Yes
 - (ii) Changes in accounting policies other than (i): None
 - (iii) Changes in accounting estimates : Yes
 - (iv) Retrospective restatement : None

(Note) For details, please refer to the attached document on P.14, "3. Consolidated Financial Statements and Main Notes (5) Notes on Consolidated Financial Statements (Notes on Changes in Accounting Policies) and (Notes on Changes in Accounting Estimates)."

- (3) Number of shares issued (common stock)

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

As of March 31, 2025	8,177,800 shares
As of March 31, 2024	8,105,400 shares

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

As of March 31, 2025	128,370 shares
As of March 31, 2024	332 shares

- (iii) Average number of shares outstanding during the period

Fiscal year ended March 31, 2025	8,131,117 shares
Fiscal year ended March 31, 2024	8,073,954 shares

(Reference) Overview of Non-consolidated Results

1. Non-consolidated financial results for the fiscal year ended March 31, 2025 (from April 01, 2024 to March 31, 2025)

(1) Non-consolidated operating results

(Percentages indicate YoY changes)

	Revenue		Operating profit		Ordinary profit		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Fiscal year ended March 31, 2025	6,817	16.1	1,316	26.0	1,327	26.4	887	86.4
March 31, 2024	5,874	4.5	1,044	4.7	1,050	4.8	476	(30.4)
	Basic earnings per share		Diluted earnings per share					
Fiscal year ended	Yen		Yen					
March 31, 2025	109.11		103.02					
March 31, 2024	58.96		55.18					

(2) Non-consolidated financial positions

	Total assets	Equity	Equity to total assets ratio	Net assets per share
As of	Million yen	Million yen	%	Yen
March 31, 2025	9,241	6,383	69.1	792.73
March 31, 2024	8,203	5,917	72.1	729.79

(Reference) Owner's equity Fiscal year ending March 2025: 6,381 million yen Fiscal year ended March 2024: 5,915 million yen

* Financial results reports are not subject to audits by certified public accountants or audit corporations.

* Notes regarding the appropriate use of forecasts and other special items

(Cautionary Statement Regarding Forward-Looking Statements)

Forward-looking statements such as earnings forecasts contained in this document are based on information currently available to the Company and on certain assumptions that the Company deems reasonable, and are not intended as a guarantee of their achievement. Actual results may differ significantly due to various factors.

(How to obtain supplementary financial results materials and financial results briefing content)

We will hold an online financial results briefing for institutional investors and analysts on Thursday, April 24, 2025. The supplementary materials for the financial results will be disclosed on TDnet and also posted on our website

(<https://www.cybertrust.co.jp/corporate/ir/>). In addition, a video of the financial results briefing will be posted on our website promptly after the event.

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1. Overview of Operating Results, etc.

(1) Overview of operating results for the period

	Revenue (Million yen)	Operating profit and operating profit margin (million yen, %)	Ordinary profit (Million yen)	Attributable to owners of the parent Net income (Million yen)	Per share Net income amount (Yen)
Fiscal year ending March 31, 2025	7,442	1,421 (19.1)	1,448	969	119.26
Fiscal year ending March 2024	6,466	1,112 (17.2)	1,121	518	64.26
Change (%)	15.1	27.8	29.2	86.9	85.6

During the consolidated fiscal year (from April 1, 2024 to March 31, 2025), although some stagnation remains in the Japanese economy, domestic economic conditions are gradually recovering due to improvements in the employment and income environment and the effects of various policies. However, concerns over economic and price trends stemming from U.S. policy developments and rising domestic prices have led to continued uncertainty regarding the outlook.

On the other hand, the business environment surrounding our company is experiencing an accelerated trend toward DX (digital transformation), driven by advances in digital technology and legal reforms accompanying digitization. In addition, the establishment of international security standards and the advancement of economic security measures are progressing in various countries. As a result, the need to comply with standards and regulations related to economic security has become apparent, particularly for critical domestic infrastructure and manufacturing industries operating globally.

In this environment, in the authentication and security services segment, we captured the growing security needs driven by the expansion of the DX market. (1) For the electronic authentication service "iTrust," we saw growth due to increased transactions with partners offering eKYC services for financial institutions and electronic contract services. (2) For the device certificate management service "Device ID," we achieved growth through increased transactions with partners providing cloud authentication services for enterprises.

In the platform services segment, the extension support for CentOS7 and the products of our partner CloudLinux Inc. saw significant growth due to the end of community support in June 2024. For EMLinux, adoption expanded for devices requiring vulnerability management and long-term support in response to legal regulations and industry cybersecurity guidelines. In addition, contract development projects at Lineo Solutions, Inc. steadily increased and grew.

As a result, net sales were 7,442 million yen (up 15.1% YoY). Although overall expenses are on an increasing trend due to higher personnel expenses associated with an increase in staff, operating profit was 1,421 million yen (up 27.8% YoY) as a result of steady net sales. Ordinary profit was 1,448 million yen (up 29.2% YoY), reflecting non-operating income such as share of profit of entities accounted for using equity method and non-operating expenses such as loss on investments in investment partnerships. Profit attributable to owners of parent was 969 million yen (up 86.9% YoY) due to head office relocation expenses and the impact of tax effect accounting.

As the Company Group operates a single segment, the trust services business, segment information is omitted.

<Main Services Provided/>

- Authentication and Security Services

SSL/TLS server certificates "SureServer", client certificates such as "Device ID", "iTrust", web security services, and vulnerability assessment services

- Platform services

Support services for "MIRACLE LINUX", CentOS, Linux OS such as "AlmaLinux", "MIRACLE Vul Hammer", "MIRACLE ZBX", and "EMLinux", etc. The consolidated subsidiary, Lineo Solutions Co., Ltd., engages in contract development for embedded/IoT and "LINEOWarp!!".

<Transaction Type/>

- License

Mainly provides its own finished goods (such as Linux/OSS finished goods)

- Professional Services

Provision of customization and implementation support for finished goods, as well as security consulting services

- Recurring services (services that are expected to generate continuous revenue through contract renewals)

Providing electronic authentication services and support services for our own finished goods, among others

Note: Net sales by transaction type for each service are as shown in the table below. (Unit: Million yen)

Service	Transaction type	Previous fiscal year	For the fiscal year	increase/decrease	rate of change (%)
Authentication and Security Service	License	158	125	(33)	(21.1)
	Professional Services	598	686	88	14.7
	Recurring service	3,186	3,328	141	4.4
	Subtotal	3,943	4,139	196	5.0
Platform Service	License	405	514	109	27.0
	Professional Services	1,075	1,188	113	10.6
	Recurring service	1,042	1,598	556	53.3
	Subtotal	2,523	3,302	779	30.9
Total net sales		6,466	7,442	975	15.1
Company-wide	License	564	640	75	13.5
	Professional Services	1,673	1,875	201	12.1
	Recurring service	4,229	4,926	697	16.5

The Group has previously classified its main services within the single segment of the Trust Service Business into three service categories: authentication and security services, Linux/OSS services, and IoT services. However, in order to strengthen our ability to propose comprehensive solutions to meet the total needs of our customers in line with the progress of DX and to aim for further business growth, we have reviewed our service categories as of October 2024 and integrated Linux/OSS services and IoT services into "Platform Services." There are no changes to authentication and security services.

In order to provide a consistent understanding of our business for the fiscal year ending March 2025, we have included below an explanation of the current consolidated fiscal year based on the previous service categories.

<Main Services Provided/>

- Authentication and Security Services

We provide SSL/TLS server certificates "SureServer," client certificates such as the device certificate management service "DeviceID," electronic authentication services such as electronic identity verification and electronic signatures under the "iTrust" brand, web security services, and vulnerability assessment services.

- Linux/OSS services

We provide services related to open source software, including support services for enterprise Linux OS such as "MIRACLE LINUX", CentOS, and "AlmaLinux", integrated system monitoring solutions such as "MIRACLE ZBX", backup software, and Linux solutions utilizing kernel technologies.

- IoT services

By integrating embedded Linux and electronic authentication technologies, we provide development support services that enable the secure and reliable use of IoT devices. These services include mechanisms to implement long-term operation and security from the development and manufacturing stages of devices, considering the reduction of vulnerabilities and countermeasures against threats, as well as mechanisms for the safe delivery of update software. We offer long-term usable IoT/embedded Linux OS "EMLinux" and authentication infrastructure "Secure IoT Platform," among others. Our consolidated subsidiary, Lineo Solutions Co., Ltd., is engaged in contract development for embedded/IoT systems centered on Linux, as well as the sale of fast-boot finished goods "LINEOWarp!!" and development environment services.

Note: Net sales by transaction type for each service are as follows. (Unit: Million yen)

Service	Transaction type	Previous fiscal year	For the fiscal year	increase/decrease	rate of change (%)
Authentication and Security Service	License	158	125	(33)	(21.1)
	Professional Services	598	686	88	14.7
	Recurring service	3,186	3,328	141	4.4

	Subtotal	3,943	4,139	196	5.0
Linux/OSS services	License	294	466	172	58.6
	Professional Services	157	109	(48)	(31.0)
	Recurring service	942	1,383	440	46.8
	Subtotal	1,394	1,959	564	40.5
IoT services	License	111	47	(63)	(56.9)
	Professional Services	917	1,079	162	17.7
	Recurring service	100	215	115	115.1
	Subtotal	1,128	1,343	214	19.0
Total net sales		6,466	7,442	975	15.1
Company-wide	License	564	640	75	13.5
	Professional Services	1,673	1,875	201	12.1
	Recurring service	4,229	4,926	697	16.5

(2) Overview of the financial position for the period

(Unit: Million yen)

	Fiscal year ending March 2024	Fiscal year ending March 31, 2025
Total Assets	8,417	9,577
Equity	6,032	6,578
Equity to total assets ratio	71.6%	68.7%

(Assets)

At the end of the current consolidated fiscal year, assets increased by 1,160 million yen from the end of the previous consolidated fiscal year to 9,577 million yen.

Current assets increased by 914 million yen from the end of the previous consolidated fiscal year to 7,096 million yen. This was mainly due to an increase of 669 million yen in cash and deposits as a result of sales collections, among other factors.

Non-current assets increased by 245 million yen from the end of the previous consolidated fiscal year to 2,481 million yen. This was mainly due to an increase in investment securities by 110 million yen, including investments in the "Japan Cyber Security Fund No.1 Investment Limited Partnership," an increase in software by 331 million yen, and a decrease in software in progress by 256 million yen.

(Liabilities)

At the end of the current consolidated fiscal year, liabilities increased by 614 million yen from the end of the previous consolidated fiscal year to 2,999 million yen.

Current liabilities increased by 574 million yen from the end of the previous consolidated fiscal year to 2,415 million yen. This was mainly due to an increase of 229 million yen in contract liabilities, 80 million yen in provision for bonuses, and 74 million yen in income taxes payable.

Non-current liabilities increased by 39 million yen from the end of the previous consolidated fiscal year to 583 million yen. This was mainly due to a decrease in asset retirement obligations and lease liabilities as a result of the relocation of the head office, which became current liabilities, and an increase in asset retirement obligations recorded as restoration obligations due to the acquisition of new information. As a result, asset retirement obligations increased by 95 million yen, while lease liabilities decreased by 65 million yen.

(Net assets)

Net assets at the end of the fiscal year increased by 545 million yen from the end of the previous fiscal year to 6,578 million yen. This was mainly due to an increase in retained earnings of 827 million yen, resulting from the recording of profit attributable to owners of parent of 969 million yen and a decrease of 141 million yen due to dividend payments. In addition, share capital and capital surplus each increased by 15 million yen due to the issuance of new shares upon the exercise of share acquisition rights, while treasury shares increased by 311 million yen due to the purchase of treasury shares. As a result, the equity to total assets ratio decreased from 71.6% at the end of the previous consolidated fiscal year to 68.7%.

(3) Overview of Cash Flows for the Period

Cash and cash equivalents (hereinafter referred to as "funds") at the end of the fiscal year increased by 690 million yen from the end of the previous fiscal year to 5,560 million yen.

The cash flows at the end of the fiscal year and their factors are as follows.

(Unit: Million yen)

	Fiscal year ending March 2025	(Reference) Fiscal year ending March 2024
Cash flows from operating activities	1,993	1,221
Cash flows from investing activities	(870)	(571)
Cash flows from financing activities	(429)	(126)
Cash and cash equivalents at end of the period	5,560	4,870

(Cash flows from operating activities)

As a result of operating activities, net cash provided was 1,993 million yen. This was mainly due to income before income taxes of 1,422 million yen, depreciation of 571 million yen, and income taxes paid of 353 million yen.

(Cash flows from investing activities)

As a result of investing activities, funds used amounted to 870 million yen. This was mainly due to the purchase of intangible assets such as self-developed software (419 million yen), purchase of property, plant and equipment (260 million yen), and expenditures for the acquisition of investment securities through the "Japan Cybersecurity Fund No.1 Investment Limited Partnership" (100 million yen).

(Cash flows from financing activities)

As a result of financing activities, funds used amounted to 429 million yen. This was mainly due to an outflow of 311 million yen for the acquisition of treasury shares and an outflow of 141 million yen for dividend payments.

(4) Future Outlook

Starting from the fiscal year ending March 2026, we will change the name of our group's business segment from Trust Services to Digital Trust Business, which signifies a foundation of trust in a broader digital society. In recent years, the term 'Trust Services' has come to be recognized as referring to services that use PKI (Public Key Infrastructure), and we have determined that it is necessary to reconsider the name to better represent the entirety of our group's business, including platform services.

Accordingly, the name of the service will be changed from the conventional authentication and security service to trust service.

For the fiscal year ending March 2026, we believe that our digital trust business will continue to be increasingly needed, driven by ongoing progress in DX and trends in international safety standards and regulations.

For the fiscal year ending March 31, 2026, in Net sales for Trust Services, we will continue to focus on accelerating the growth of our electronic authentication service "iTrust." (a) In identity verification services, in response to stricter identity verification methods due to amendments to the Act on Prevention of Transfer of Criminal Proceeds and the Act on Prevention of Improper Use of Mobile Phones, we will work with partners who are promoting fully digital identity verification at the start of financial service usage. (b) In electronic signature services, in response to the expansion of the scope of use of electronic contracts due to improvements in legal systems, we will work with partners who are developing electronic contract systems. In addition, (c) in e-seal services, in response to the Ministry of Internal Affairs and Communications' e-seal certification system, we will focus on collaboration with partners who are working on the digitization of certificates issued by educational institutions, government agencies, and private companies.

We will continue to strengthen partnerships and collaborations for our stable and highly profitable services, such as the SSL/TLS server certificate "SureServer" and the device certificate management service "DeviceID." As a result, we are planning total trust service sales of 4,555 million yen for the fiscal year ending March 2026 (an increase of 10.0% YoY).

In the platform services segment, we are responding to the growing needs for long-term stable operation and compliance with international safety standards in the critical infrastructure sector by providing OSs compatible with SBOM (Software Bill of Materials). (a) For general-purpose servers, "AlmaLinux" collaborates with virtualization environments and server vendors to acquire projects from critical infrastructure operators, together with value-added services such as vulnerability management. (b) For edge (IoT/embedded devices), "EMLinux" focuses on acquiring security consulting projects related to international safety standards and regulations, as well as contract development and support agreements that comply with IoT security requirements. As a result of these efforts, we plan to achieve 3,645 million yen (up 10.4% YoY) in total platform services for the fiscal year ending March 2026.

In addition, we plan to actively make capital investments and invest in human capital for growth.

As a result, for the fiscal year ending March 2026, we expect consolidated results of net sales of 8,200 million yen, operating profit of 1,570 million yen, ordinary profit of 1,570 million yen, and profit attributable to owners of parent of 970 million yen.

The above forecasts are based on information available as of the date of this announcement, and actual results may differ from the forecast figures due to various factors in the future.

2. Basic policy regarding the selection of accounting standards

Our group, taking into consideration the comparability of consolidated financial statements over periods and among companies, has decided to prepare consolidated financial statements based on Japanese GAAP for the time being.

Regarding the application of International Financial Reporting Standards (IFRS), we intend to respond appropriately while taking into consideration both domestic and international circumstances.

3. Consolidated Financial Statements and Main Notes (1) Consolidated Balance Sheet

(Unit: Thousands of yen)

	Previous fiscal year (March 31, 2024)	For the fiscal year (March 31, 2025)
Assets		
Current assets		
Cash and deposit	4,891,427	5,560,958
Notes and accounts receivable - trade, and contract assets	1,068,658	1,117,046
Merchandise	1,088	1,090
Raw materials and supplies	500	460
Prepaid expenses	173,073	230,272
Other	46,760	199,103
Allowance for doubtful accounts	-	(12,509)
Total current asset	6,181,509	7,096,422
Non-current assets		
Property, plant, and equipment		
Buildings and structures	760,269	916,594
Accumulated depreciation	(498,203)	(577,768)
Buildings and structures, net	262,066	338,826
Tools, furniture and fixtures	903,934	988,345
Accumulated depreciation	(611,077)	(668,709)
Tools, furniture and fixtures, net	292,856	319,635
Land	1,270	1,270
Construction in progress	-	81,953
Other	1,551	1,551
Accumulated depreciation	(1,551)	(1,551)
Other (net)	0	0
Total property, plant and equipment, net	556,193	741,686
Intangible assets		
Goodwill	78,489	65,930
Software	592,845	924,782
Software in progress	425,611	169,288
Other	39,924	11,823
Total intangible assets	1,136,871	1,171,824
Investment Other assets		
Investment securities	47,784	157,975
Long-term prepaid expenses	33,551	32,092
Guarantee deposits	204,697	146,807
Distressed receivables	3,091	-
Deferred tax assets	255,611	229,676
Other	1,200	1,200
Allowance for doubtful accounts	(3,091)	-
Total investment and other assets	542,844	567,750
Total non-current assets	2,235,909	2,481,261
Deferred assets		
Share issuance costs	12	-
Total deferred assets	12	-
Total assets	8,417,431	9,577,684

(Unit: Thousands of yen)

	Previous fiscal year (March 31, 2024)	For the fiscal year (March 31, 2025)
Liabilities		
Current liabilities		
Trade payables	211,880	215,514
Lease liabilities	8,238	65,155
Accounts payable	208,730	171,994
Income taxes payable	218,560	292,852
Accrued consumption taxes	74,856	136,467
Contract liabilities	810,695	1,040,116
Provision for bonuses	206,236	287,026
Provision for directors' bonuses	23,597	38,855
Asset retirement obligations	-	70,760
Other	78,226	97,045
Total current liabilities	1,841,022	2,415,789
Non-current liabilities		
Lease liabilities	65,155	-
Contract liabilities	385,999	395,022
Liabilities for retirement benefits	4,035	4,155
Asset retirement obligations	88,751	184,636
Total non-current liabilities	543,941	583,813
Total liabilities	2,384,964	2,999,602
Net assets		
Shareholders' equity		
Share capital	820,236	836,137
Capital surplus	2,054,395	2,070,296
Retained earnings	3,151,357	3,979,203
Treasury shares	(853)	(311,979)
Total shareholders' equity	6,025,135	6,573,656
Accumulated other comprehensive income		
Foreign currency translation adjustment	4,470	1,878
Total accumulated other comprehensive income	4,470	1,878
Share acquisition rights	2,861	2,546
Total net assets	6,032,467	6,578,081
Total liabilities and net assets	8,417,431	9,577,684

(2) Consolidated Statement of Income and Consolidated Statement of Comprehensive Income
(Consolidated Statement of Income)

(Unit: Thousands of yen)

	Previous fiscal year (From April 1, 2023 Ended March 31, 2024)	For the fiscal year (From April 1, 2024 until March 31, 2025)
Revenue	6,466,541	7,442,037
Cost of sales	3,414,056	3,855,941
Gross profit	3,052,485	3,586,095
Selling, general and administrative expenses	1,940,295	2,164,697
Operating profit	1,112,189	1,421,397
Non-operating income		
Interest income	53	3,257
Dividend income	1	1
Share of income of investments accounted for using the equity method	10,069	18,890
Subsidies and grants	2,822	1,521
Dividend income of insurance	2,299	2,016
Foreign currency translation adjustment reversal gain	-	3,328
Other	2,257	2,065
Total non-operating income	17,502	31,081
Non-operating expenses		
Interest expense	802	674
Amortization of share issuance costs	1,264	12
Loss on disposal of treasury share acquisition rights	1,700	-
Foreign exchange losses	1,948	-
Commission expenses	-	1,555
Loss on investments in investment partnerships	-	1,850
Other	2,598	7
Total non-operating expenses	8,313	4,099
Ordinary profit	1,121,378	1,448,380
Extraordinary losses		
Impairment losses	345,230	-
Head office relocation expenses	-	25,660
Total extraordinary losses	345,230	25,660
Net income before income taxes	776,148	1,422,719
Income taxes - current	344,066	427,100
Income taxes - deferred	(86,738)	25,934
Total income taxes	257,328	453,035
Net income	518,820	969,684
Profit attributable to owners of parent	518,820	969,684

(Consolidated Statement of Comprehensive Income)

(Unit: Thousands of yen)

	Previous fiscal year (From April 1, 2023 Ended March 31, 2024)	For the fiscal year (From April 1, 2024 Until March 31, 2025)
Net income	518,820	969,684
Other comprehensive income (loss), net of tax		
Foreign currency translation adjustment	358	736
Share of profit (loss) of entities accounted for using equity method	-	(3,328)
Other comprehensive income, net of tax	358	(2,592)
Comprehensive income	519,179	967,091
Profit attributable to		
Comprehensive income attributable to owners of parent	519,179	967,091

(3) Consolidated Statement of Changes in Equity

Previous fiscal year (from April 1, 2023 to March 31, 2024)

(Unit: Thousands of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at the beginning of the period	806,465	2,040,581	2,773,277	(792)	5,619,531
Changes during period					
Profit attributable to owners of parent	-	-	518,820	-	518,820
Issuance of new shares	13,771	13,813	-	-	27,584
Cash dividends	-	-	(140,740)	-	(140,740)
Acquisitions of treasury shares	-	-	-	(61)	(61)
Changes during period for items other than shareholders' equity (Net amount)	-	-	-	-	-
Total changes during period	13,771	13,813	378,080	(61)	405,603
Balance at end of period	820,236	2,054,395	3,151,357	(853)	6,025,135

	Accumulated other comprehensive income		Share acquisition rights	Total net assets
	Foreign currency translation adjustment	Other comprehensive income Total accumulated profit		
Balance at the beginning of the period	4,111	4,111	1,448	5,625,091
Changes during period				
Profit attributable to owners of parent	-	-	-	518,820
Issuance of new shares	-	-	-	27,584
Cash dividends	-	-	-	(140,740)
Acquisitions of treasury shares	-	-	-	(61)
Changes during period for items other than shareholders' equity (Net amount)	358	358	1,412	1,771
Total changes during period	358	358	1,412	407,375
Balance at end of period	4,470	4,470	2,861	6,032,467

For the fiscal year ending March 31, 2025

(Unit: Thousands of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at the beginning of the period	820,236	2,054,395	3,151,357	(853)	6,025,135
Changes during period					
Profit attributable to owners of parent	-	-	969,684	-	969,684
Issuance of new shares	15,900	15,900	-	-	31,801
Cash dividends	-	-	(141,838)	-	(141,838)
Acquisitions of treasury shares	-	-	-	(311,125)	(311,125)

Changes during period of items other than shareholders' equity (Net amount)	-	-	-	-	-
Total changes during period	15,900	15,900	827,845	(311,125)	548,521
Balance at end of period	836,137	2,070,296	3,979,203	(311,979)	6,573,656

	Accumulated other comprehensive income		Share acquisition rights	Total net assets
	Foreign currency translation adjustment	Other comprehensive income Total accumulated profit amount		
Balance at the beginning of the period	4,470	4,470	2,861	6,032,467
Changes during period				
Profit attributable to owners of parent	-	-	-	969,684
Issuance of new shares	-	-	-	31,801
Cash dividends	-	-	-	(141,838)
Acquisitions of treasury shares	-	-	-	(311,125)
Changes during period for items other than shareholders' equity (Net amount)	(2,592)	(2,592)	(314)	(2,907)
Total changes during period	(2,592)	(2,592)	(314)	545,614
Balance at end of period	1,878	1,878	2,546	6,578,081

(4) Consolidated Statement of Cash Flows

(Unit: Thousands of yen)

	Previous fiscal year (From April 1, 2023 Ended March 31, 2024	For the fiscal year (From April 1, 2024 Until March 31, 2025
Cash flows from operating activities		
Net income before income taxes	776,148	1,422,719
Depreciation	591,528	571,920
Impairment losses	345,230	-
Amortization of goodwill	12,558	12,558
Increase (decrease) in allowance for doubtful accounts	-	9,417
Increase (decrease) in provision for bonuses	(6,501)	80,789
Increase (decrease) in provision for bonuses for directors (negative indicates decrease)	(2,853)	15,258
Loss on retirement of fixed assets	0	4,974
Interest income	(54)	(3,258)
Share of loss (profit) of investments accounted for using the equity method	(10,069)	(18,890)
Decrease (increase) in accounts receivable - trade, and contract assets	(190,120)	(45,295)
(Increase) decrease in inventories	194	38
Decrease (increase) in prepaid expenses	(41,808)	(55,739)
Increase (decrease) in trade payables	58,248	3,633
Increase (decrease) in contract liabilities	58,264	238,444
Increase (decrease) in other operating receivables (- indicates increase)	(35,627)	16,693
Increase (decrease) in other operating liabilities (- indicates decrease)	53,140	19,701
Increase (decrease) in accrued consumption taxes	(29,671)	61,795
Other	2,703	3,105
Subtotal	1,581,309	2,337,865
Interest and dividends received	6,717	9,921
Interest paid	(802)	(674)
Income taxes paid	(365,379)	(353,788)
Cash flows from operating activities	1,221,845	1,993,324
Cash flows from investing activities		
Proceeds from withdrawal of time deposits	-	20,698
Purchase of property and equipment	(136,063)	(260,420)
Purchase of intangible assets	(435,475)	(419,969)
Purchase of short-term and long-term investment securities	-	(100,000)
Payments of guarantee deposits	-	(111,146)
Proceeds from refund of guarantee deposits	80	-
Cash flows from investing activities	(571,458)	(870,838)
Cash flows from financing activities		
Proceeds from issuance of shares	27,318	31,494
Acquisition of treasury shares	(61)	(311,125)
Repayments of lease liabilities	(13,062)	(8,238)
Cash dividends paid	(140,662)	(141,714)
Cash flows from financing activities	(126,468)	(429,585)
Effect of exchange rate change on cash and cash equivalents	1,490	(2,673)
Increase (decrease) in cash and cash equivalents	525,409	690,228
Cash and cash equivalents at the beginning of the period	4,345,320	4,870,730
Cash and cash equivalents at end of the period	4,870,730	5,560,958

(5) Notes to Consolidated Financial Statements

(Notes regarding the assumption of a going concern)

There are no applicable items.

(Notes on changes in accounting policies)

(Application of Accounting Standards, etc. for Income Taxes - Current, etc.)

We have applied the "Accounting Standard for Income Taxes - Current, etc." (ASBJ Statement No. 27, October 28, 2022) and other related standards from the beginning of the current consolidated fiscal year.

Note that there is no impact on the consolidated financial statements for the fiscal year.

(Notes regarding changes in accounting estimates)

(Change in estimates due to relocation of headquarters)

During the first quarter of the consolidated fiscal period, due to the decision regarding the relocation of the head office, the useful lives of non-current assets that will become unusable have been shortened, and this change will be applied going forward.

In addition to changes in the estimated amount due to the acquisition of new information regarding asset retirement obligations related to restoration to original condition, the reasonable period for amortization has also been shortened.

As a result of this change, operating profit, ordinary profit, and net income before income taxes for the fiscal year ended March 31, 2024 each decreased by 55,805 thousand yen compared to the previous method.

(Change in estimate of asset retirement obligations)

During the fiscal year under review, we have revised our estimates for a portion of the asset retirement obligations recorded as obligations to restore leased buildings to their original condition, due to the acquisition of new information regarding the restoration costs required upon vacating the premises.

As a result of this change, the balance of asset retirement obligations increased by 132,587 thousand yen. In addition, operating profit, ordinary profit, and net income before income taxes for the fiscal year decreased by 794 thousand yen.

(Notes on Segment Information, etc.)

[Segment Information]

As our group operates a single segment, the Trust Service business, segment information is omitted.

[Related Information]

Previous fiscal year (from April 1, 2023 to March 31, 2024)

1. Information by finished goods and services

(Unit: Thousands of yen)

	Authentication and Security	Linux/OSS	IoT	Total
Net sales to external customers	3,943,330	1,394,737	1,128,473	6,466,541

2. Information by Region

(1) Net sales

As net sales to external customers in Japan account for more than 90% of the consolidated statement of income's net sales, the disclosure has been omitted.

(2) Property, plant and equipment

As the amount of property, plant and equipment located in Japan exceeds 90% of the amount of property, plant and equipment on the consolidated balance sheet, the details are omitted.

3. Information by major customer

As there are no specific external customers whose net sales to external customers account for 10% or more of the consolidated statement of income's net sales, this information is omitted.

For the fiscal year ending March 31, 2025

1. Information by finished goods and services

(Unit: Thousands of yen)

	Authentication and Security	Linux/OSS	IoT	Total
Net sales to external customers	4,139,607	1,959,200	1,343,229	7,442,037

2. Information by Region

(1) Net sales

As net sales to external customers in Japan account for more than 90% of the consolidated statement of income's net sales, the disclosure has been omitted.

(2) Property, plant and equipment

As the amount of property, plant and equipment located in Japan exceeds 90% of the amount of property, plant and equipment on the consolidated balance sheet, the details are omitted.

3. Information by major customer

As there are no specific external customers whose net sales to external customers account for 10% or more of the consolidated statement of income's net sales, this information is omitted.

[Information on Impairment Losses on Non-current Assets by Reportable Segment]

Previous fiscal year (from April 1, 2023 to March 31, 2024)

As our group operates a single segment, the Trust Service business, disclosures have been omitted.

For the fiscal year ending March 31, 2025

There are no applicable items.

[Information on Amortization and Unamortized Balances of Goodwill by Reportable Segment]

Previous fiscal year (from April 1, 2023 to March 31, 2024)

As our group operates a single segment, the Trust Service business, disclosures have been omitted.

For the fiscal year ending March 31, 2025

As our group operates a single segment, the Trust Service business, disclosures have been omitted.

[Information on Gain on Bargain Purchase by Reportable Segment]

There are no applicable matters.

(Notes on per share information)

	Previous fiscal year (From April 1, 2023 Ended March 31, 2024)	For the fiscal year (From April 1, 2024 Until March 31, 2025)
Net assets per share	743.93 yen	816.89 yen
Basic earnings per share (Yen)	64.26 yen	119.26 yen
Diluted earnings per share (Yen)	60.15 yen	112.6 yen

(Note) The basis for calculating the amounts of Basic earnings per share and Diluted earnings per share is as follows.

	Previous fiscal year (From April 1, 2023 Ended March 31, 2024)	For the fiscal year (From April 1, 2024 Until March 31, 2025)
Basic earnings per share (Yen)		
Profit attributable to owners of parent (Amount) (thousand yen)	518,820	969,684
Amount not attributable to common shareholders (thousand yen)	-	-
Profit attributable to owners of parent related to common stock (thousand yen)	518,820	969,684
Average number of common shares (shares)	8,073,954	8,131,117
Diluted earnings per share (Yen)		
Adjustment to profit attributable to owners of parent (thousand yen)	-	-
Increase in number of common shares (shares)	551,928	480,362
(of which, Share acquisition rights (shares))	(551,928)	(480,362)
Overview of potential shares not included in the calculation of diluted earnings per share due to having no dilutive effect	-	-

(Notes on Significant Subsequent Events)

There are no applicable matters