



(1st Quarter, Fiscal Year Ending March 2026) Financial Results Presentation Materials

FLECT Co., Ltd. (Securities Code: 4414)
August 7, 2025

**Financial results for the 1st Quarter
of the fiscal year ending March 2026**

(1st Quarter, Fiscal Year Ending March 2026) Financial Results Summary

1 1Q results declined, but results are expected to expand from 2Q on

The effects of strengthening the proposal structure are becoming apparent earlier than expected and results are expected to expand from 2Q on. We plan to cover the strengthening of the increased proposal expenses with sales expansion.

1Q, fiscal year ending March 2026

Sales	1,809 million yen	- 5.0% (YoY)
Operating income	117 million yen	- 34.6% (YoY)
Net income	71 million yen	- 32.8% (YoY)

2 Acquired the highest ever number of new customers since listing

The expansion of transactions with acquired customers is expected from 2Q on.

Major companies
Number of quarterly contract customers

57 companies
+11 companies
(YoY)

Major companies
Quarterly average revenue per account (ARPA)

29.7 million yen
-6.2 million yen
(YoY)

* Excluding customers with quarterly sales of 1 million yen or less

3 The number of engineers and other employees increased significantly

Even in a seller's market for human resources, we increased headcount by 78 year-on-year and by 43 compared to March 2025. For the fiscal year ending March 2026, we are planning for 424 employees (net increase of 65) and will continue to focus on recruitment activities.

As of the end of June 2025

Number of engineers and other employees*₁ 402 people

+78 people
(YoY)

+43 people
(Compared to March 2025)

4 Record performance are expected against the backdrop of strong demand.

Profits forecast aimed at satisfying the profit criteria for Prime listing (total ordinary profit of over 2.5 billion yen for the FY 2024 and the FY 2025)

Forecast of results for Full Year, FY2025

Sales	9,600 million yen	+20.8% (YoY)
Operating income	1,429 million yen	+31.7% (YoY)
Net income	863 million yen	+19.8% (YoY)

*1 Professional human resources such as engineers and managers in the Cloud Integration Services Division, excluding administrative personnel (as of the end of June 2025)

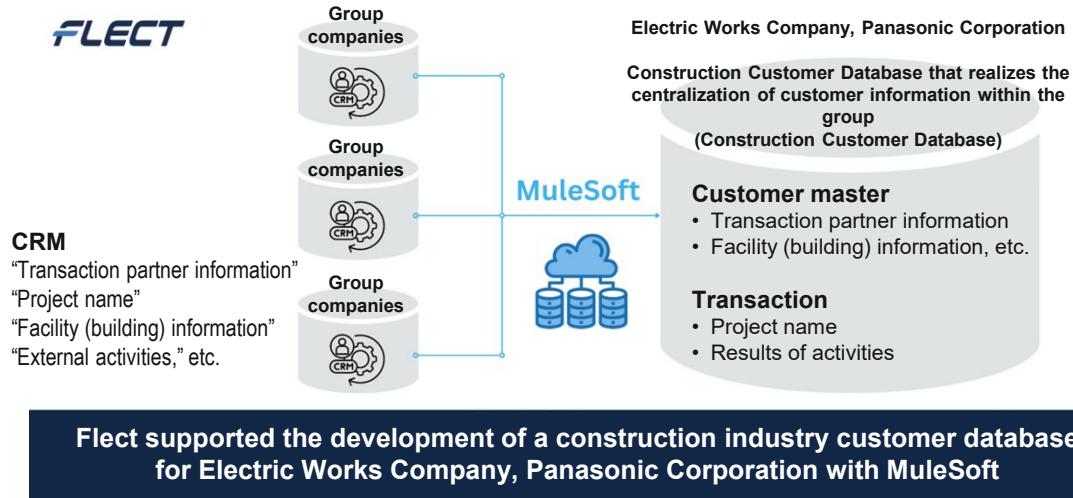
(1st Quarter, Fiscal Year Ending March 2026) Topics-1

We published case studies of Electric Works Company, Panasonic Corporation and the Ministry of Health, Labour and Welfare.

Panasonic

For Electric Works Company, Panasonic Corporation, we supported the development of a Construction Customer Database to manage customer information centrally within their group.

This system utilizes MuleSoft as the API coordination platform to realize data coordination between CRMs introduced at group companies efficiently. This enabled the “maximization of customer lifetime value (LTV)” that Electric Works Company aimed for through the strengthening of customer contact.



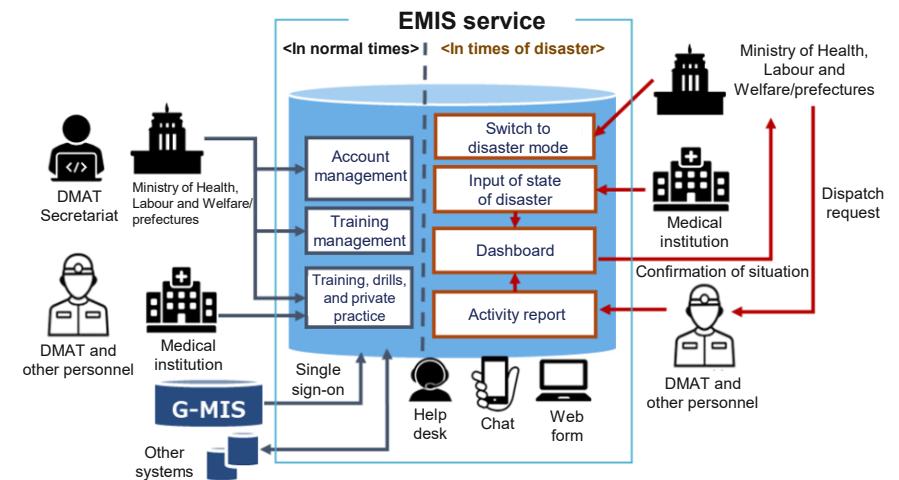
Contracted by the Ministry of Health, Labour and Welfare for development related to the FY2025 EMIS Project

-- Development utilizing Salesforce and MuleSoft --

We were contracted by Emergency Assistance Japan Co., Ltd. (EAJ) to develop the main functions of the system related to the Ministry of Health, Labour and Welfare's EMIS (Emergency Medical Information System) that EAJ won the bid for. This system is the cornerstone of Japan's medical response at times of disaster, and is used for coordination to respond effectively.

[Overview of the successful bid by EAJ]

Project Name: A set of work related to the provision and operation of field-oriented EMIS services with high maintainability, scalability and interconnection centered on low-coding tools, etc., in fiscal year 2025
Consignor: Ministry of Health, Labour and Welfare
Contract Amount: about 308 million yen (ex. tax)
Contract Period: April 2025 to the end of March 2026



(1st Quarter, Fiscal Year Ending March 2026) Topics-2

We published case studies for Ministry of Foreign Affairs of Japan and Organization for Small & Medium Enterprises and Regional Innovation, Japan.

Contracted by Ministry of Foreign Affairs of Japan for the System Architecture and Development of the Overseas Allowance Payment System FY 2025

We were contracted by Ministry of Foreign Affairs of Japan for the System Architecture and Development of the Overseas Allowance Payment System FY2025.

Leveraging our extensive experience in system architecture and cloud computing, we will continue to contribute to strengthening the infrastructure of national and administrative services.

[Contract Overview]

Project Name: System Architecture and Development of Overseas Allowance Payment System FY 2025

Contract Amount : JPY 49.5 million (including tax)

Contract Period : April 9, 2025 - March 31, 2026

Contracted by Organization for Small & Medium Enterprises and Regional Innovation, Japan (SMRJ) for the Secondary Development and Maintenance Operations of 'Digi-with' System

-Developed by Combining Salesforce, Agentforce, Data Cloud and Related Solutions -

We were contracted to provide development support and maintenance operations for enhancing functionality and improving quality of "Digi-with," a digital transformation support portal site for small and medium-sized enterprises (SMEs) provided by the Organization for SMRJ.

"Digi-with" was launched in April 2024 as a comprehensive portal site supporting digital transformation and IT adoption for SMEs, integrating the previously operated "IT Platform" and "Mira-Digi" by SMRJ. In this secondary development phase, we will implement new features and strengthen existing functionalities to further improve service usability and operational efficiency for support organizations and SMRJ staff.

[Contract Overview]

Project Name: Secondary Development and Operational Maintenance of "Digi-with"

Procuring Entity : Organization for Small & Medium Enterprises and Regional Innovation, Japan (SMRJ)

Contract Period:

Secondary Development: June 1, 2025 - March 31, 2026

Maintenance Services: July 1, 2025 - March 31, 2026

(1st Quarter, Fiscal Year Ending March 2026) Topics-3

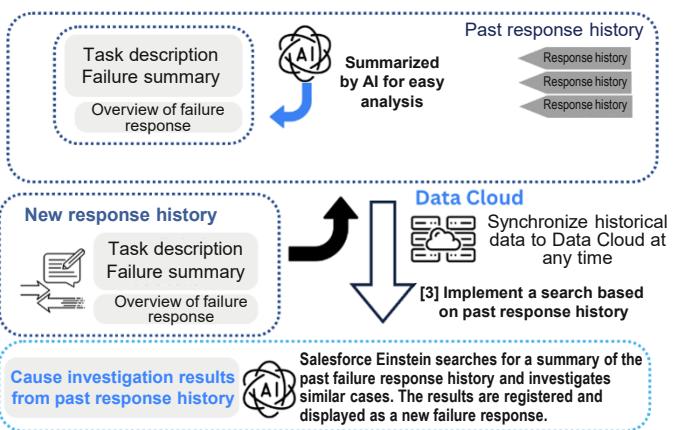
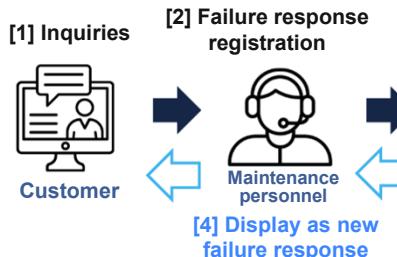
We published case study of SAT Co., Ltd. In addition, we opened a new base in Osaka.

Supported the streamlining of SAT's maintenance work by utilizing generative AI

By utilizing Salesforce Einstein's generative AI function and Data Cloud, the generative AI presents similar cases based on the work history in the past handling of IT equipment failures. This eliminates the time and effort needed to search for the necessary information among a vast amount of data, enabling a quick and accurate response.

This function not only reduces SAT's labor hours, but also realizes the improvement of customer experience by shortening the response time and connecting to the greater uniformity of response quality.

FLECT



Flect supported the streamlining of SAT's maintenance work by utilizing generative AI

Opened a new base in Osaka

We opened Osaka Branch as our first base outside of Head Office (Tokyo).

The Kansai area is one of the focus areas for Salesforce Japan, a partner company of Flect. In addition to existing manufacturing companies, Flect will support DX in various industries centered on B2C industries.

We will contribute to the dramatic improvement of customer relationship management (CRM) by using our high level expertise in customer contact point applications using Salesforce, and in the adjacent domain "Auth0, "an ID management and integrated authentication service for customers.



(1st Quarter, Fiscal Year Ending March 2026) Topics-4

We received a Salesforce Japan Partner Award 2025. In addition, we received an Okta Partner Award.

Received a Salesforce Japan Partner Award 2025

We received the Japan Partner of the Year - MuleSoft award at Salesforce Japan Partner Award 2025.

Flect received this award in recognition of its particularly outstanding results last fiscal year, being evaluated highly overall for the scale of its business, the number of certifications acquired, and the number of Navigators acquired in MuleSoft collaboration results. This is the fourth consecutive year we have received a MuleSoft-related award.



Received an Okta Partner Award

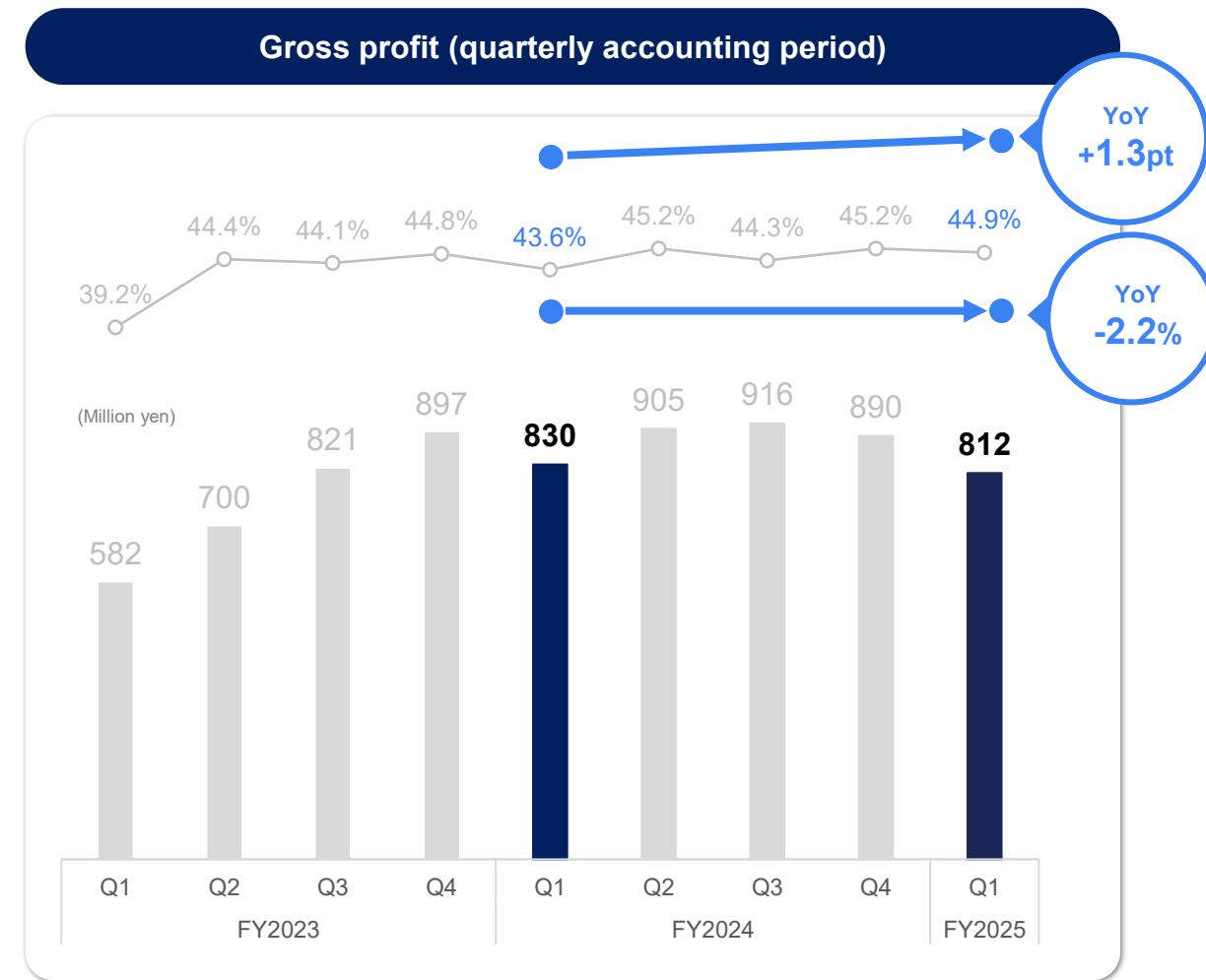
We received the "Service Delivery Partner of the Year Auth0" award having been evaluated highly as the first company in the Asia-Pacific region to acquire Customer Identity Cloud Service Delivery Specialization.

This award is presented to partner companies with outstanding results in support for the introduction of the Okta and Auth0 identity management solutions and that have contributed to the expansion of business. Flect's high level technological capabilities and expertise led to this award.



(1st Quarter, Fiscal Year Ending March 2026) Results Trends

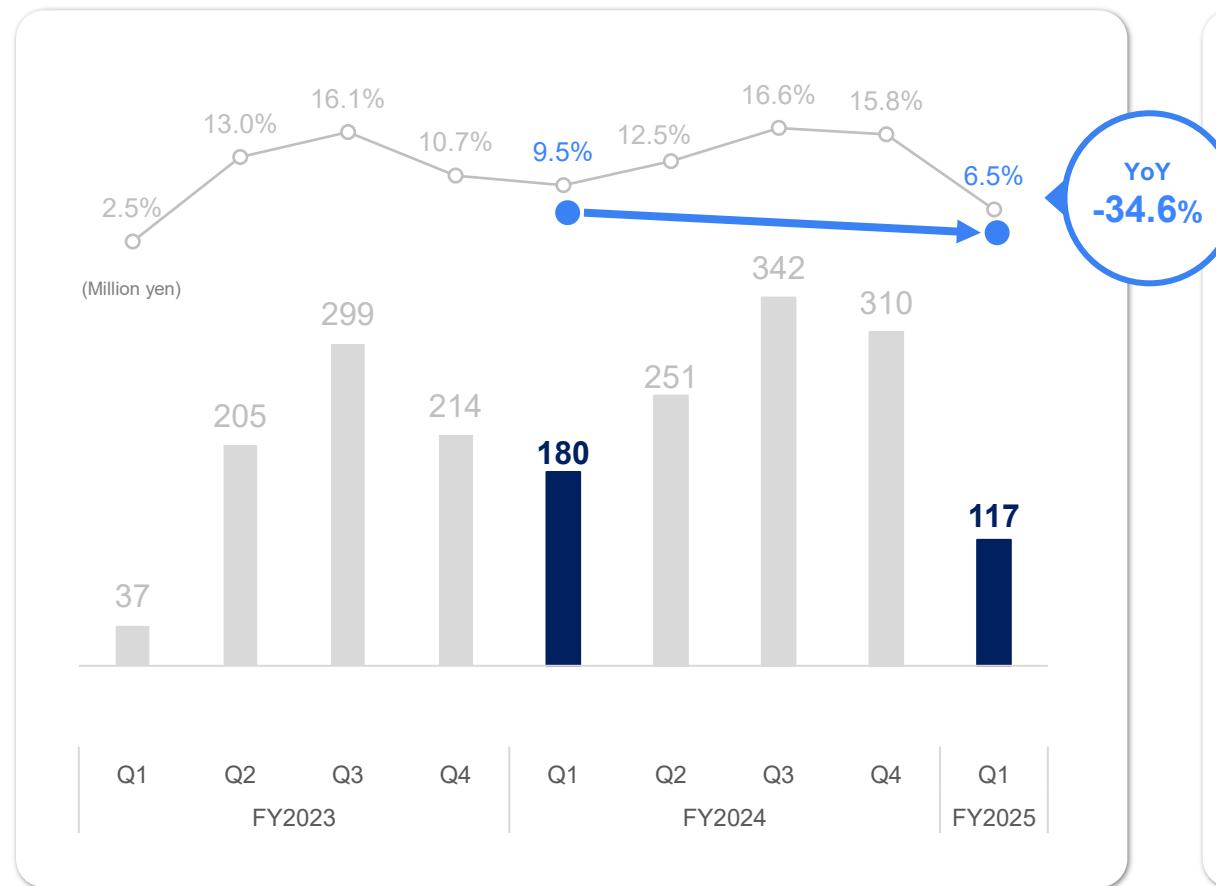
Sales were 1,809 million yen (down 5.0% year on year). If Cariot services are excluded, sales declined slightly by 0.8% year on year, but because the effects of strengthening the proposal structure are becoming apparent earlier than expected and the pipeline is expanding steadily, we expect to be able to realize sales growth from 2Q on. Project progress was healthy overall, and we maintained the high profit rate level with a gross profit margin of 44.9% (up 1.3 pt year on year). Gross profit was 812 million yen (down 2.2% year on year).



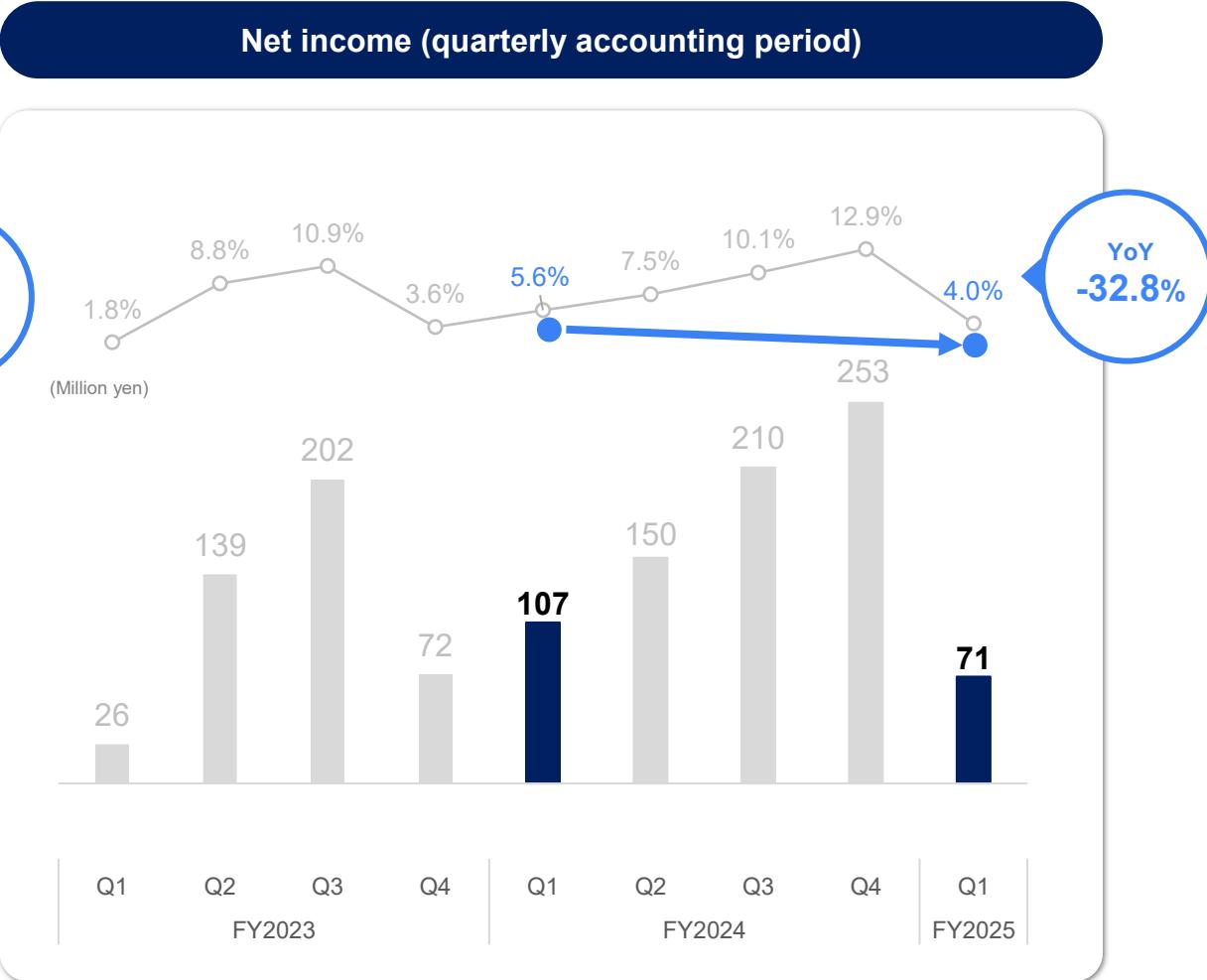
(1st Quarter, Fiscal Year Ending March 2026) Results Trends

Operating profit was 117 million yen (down 34.6% year on year). The background to this was gross profit decreasing and SG&A increasing in association with the strengthening of the proposal structure and the acceleration of new graduate recruitment for growth. We are planning to realize increased profit by covering the increase in SG&A with expanded sales from 2Q on and integrating new graduates into the workforce from October. Net income was 71 million yen (down 32.8% year on year).

Operating income (quarterly accounting period)



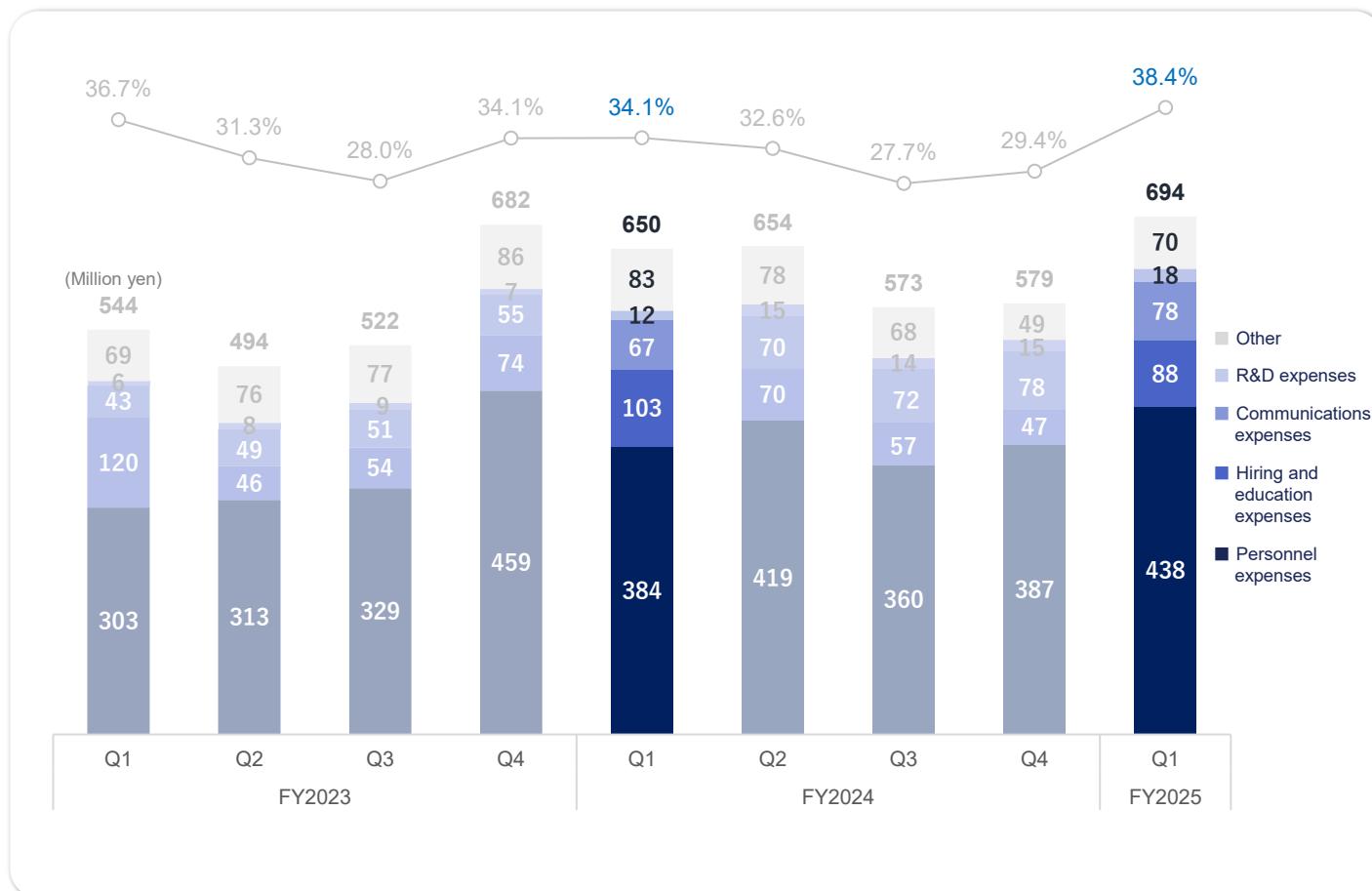
Net income (quarterly accounting period)



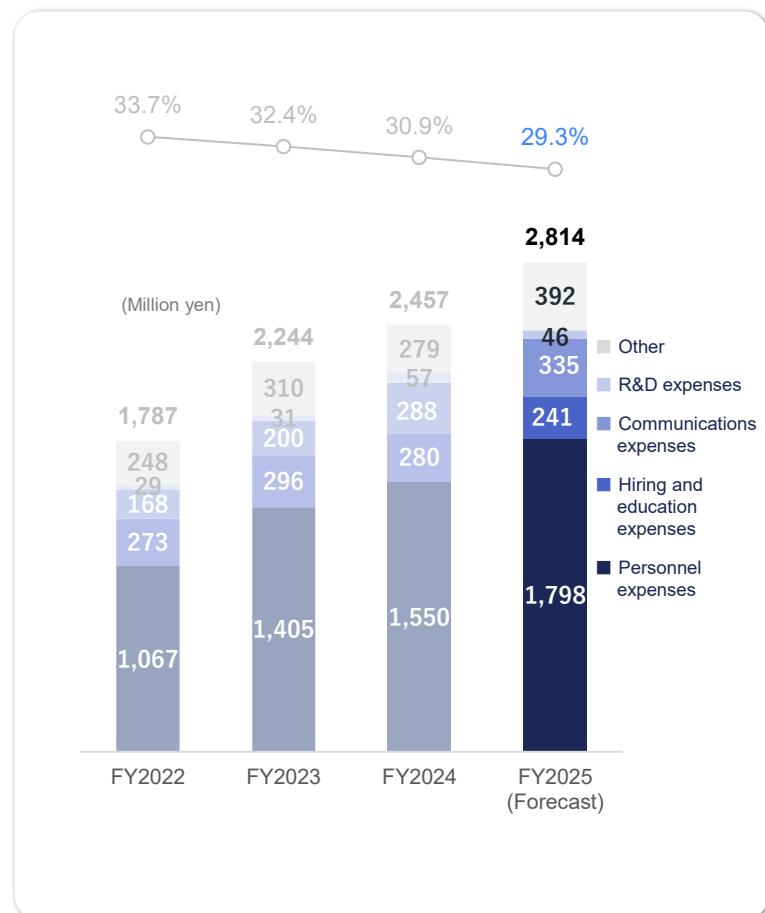
(1st Quarter, Fiscal Year Ending March 2026) Selling, General and Administrative Expenses

Selling, general and administrative expenses for 1Q of the fiscal year ending March 2026 were 694 million yen (up 6.8% year-on-year). The SG&A expenses ratio was 38.4% (up 4.3pt year-on-year).

Quarterly accounting periods



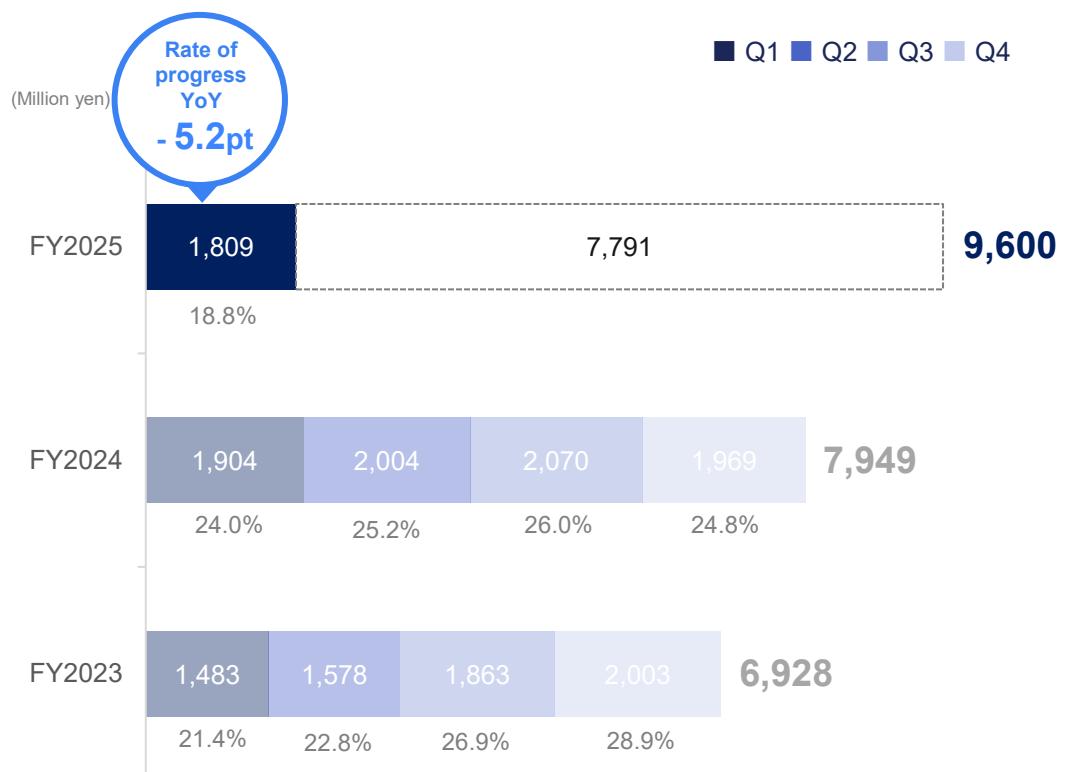
Full Year



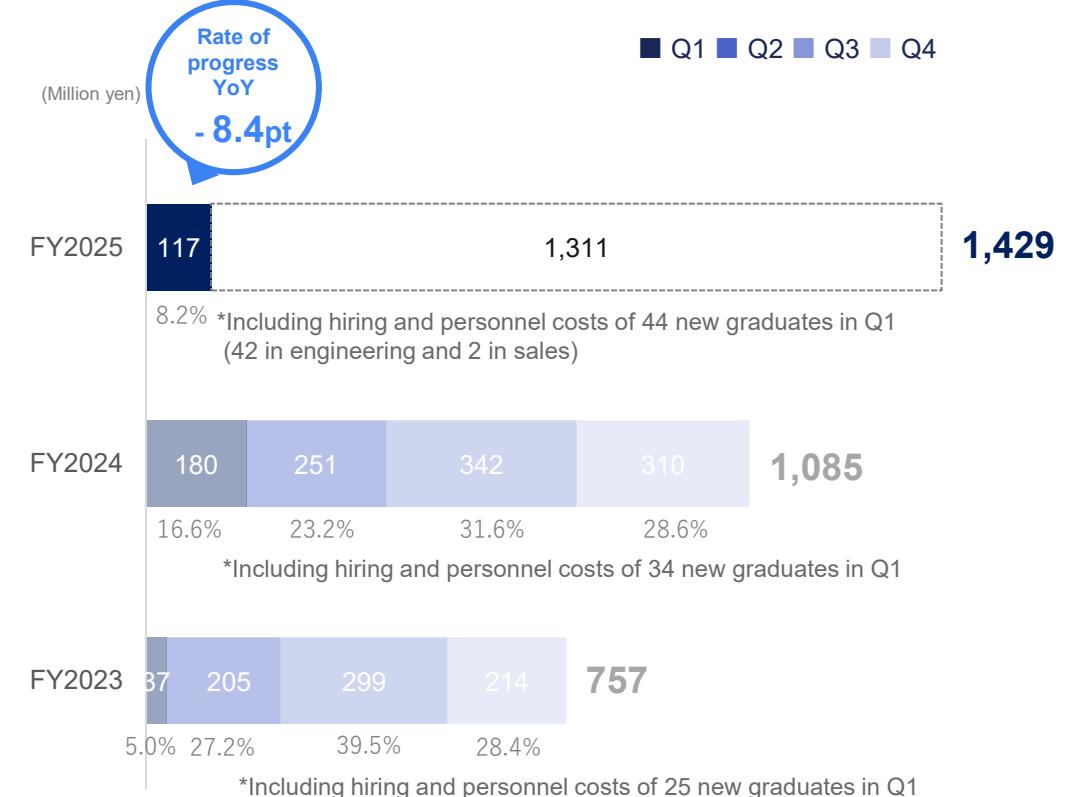
(1st Quarter, Fiscal Year Ending March 2026) Results Progress

The sales progress rate is at 18.8%, and the operating profit progress rate is at 8.2%.

Sales -rate of progress



Operating income -rate of progress



(1st Quarter, Fiscal Year Ending March 2026) Balance Sheet

The main changes are a decrease in current assets of 249 million yen and a decrease in current liabilities of 299 million yen. The equity ratio stands at 70.9%, indicating a sound financial foundation.

(Million yen)			
	FY2024 (March 31, 2025)	FY2025 (June 30, 2025)	Change in amount
Total assets	4,198	3,955	-243
Current assets	3,733	3,483	-249
Fixed assets	465	471	+6
Total liabilities	1,476	1,152	-323
Current liabilities	994	694	-299
Fixed liabilities	482	457	-24
Net assets	2,722	2,802	+80
Total assets	4,198	3,955	-243
Cash and deposits	2,128	1,961	-166
Interest-bearing liabilities	517	500	-16
Equity ratio	64.8%	70.9%	+6.0pt

KPI Trends (Quarterly Basis)

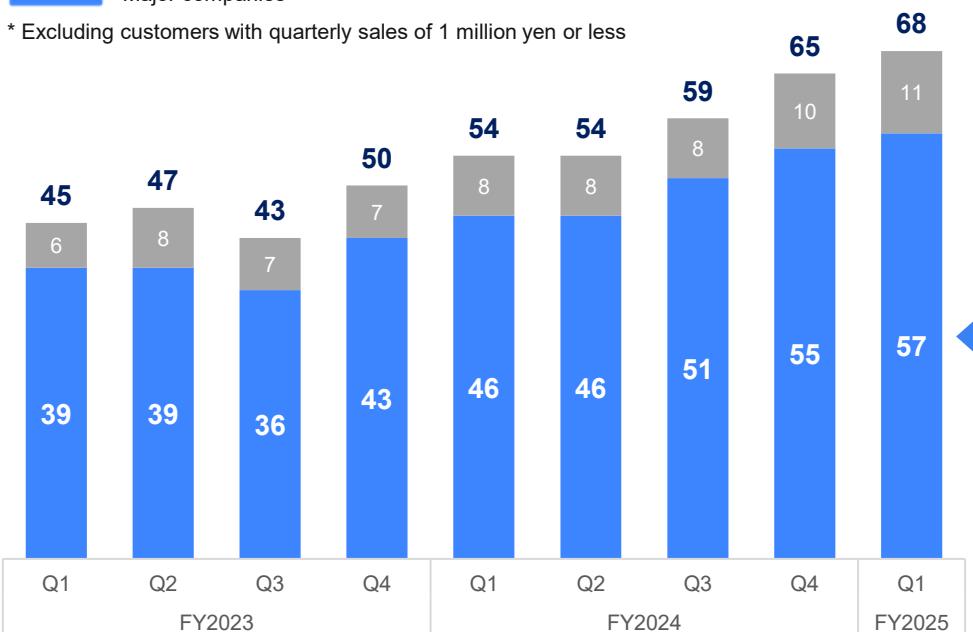
Number of quarterly contract customers^{*1}

The number of major company quarterly contract customers in 1Q of the term ending March 2026 increased by 11 companies compared to the previous year to 57 companies as a result of acquiring new customers continuously.

(Companies)

- Small and medium-sized companies
- Major companies

* Excluding customers with quarterly sales of 1 million yen or less



Major companies
YoY
+11 companies

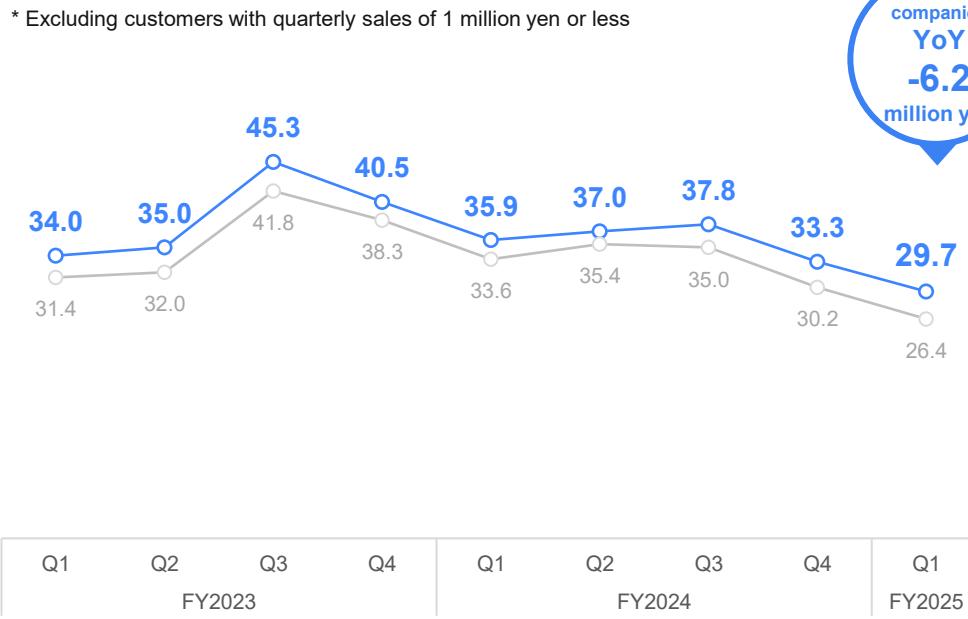
Quarterly average revenue per account (ARPA^{*2})

As new customers tend to start small and the expansion of transactions with acquired customers was slower than expected, the ARPA for major companies in 1Q of the term ending March 2026 was 29.7 million yen, a decrease of 6.2 million yen compared with the previous year.

(Million yen)

- Major companies
- All customers

* Excluding customers with quarterly sales of 1 million yen or less



Major
companies
YoY
-6.2
million yen

*1 Number of contract customers in the quarterly accounting period excluding resales and quarterly sales of 1 million yen or less. Resales are where the company resells purchased licenses to customers and are excluded because the amount at the company is small.

*2 Abbreviation of average revenue per account (average sales per customer), or quarterly average sales per customer excluding resales and quarterly sales of 1 million yen or less.

Calculated by dividing quarterly sales excluding resales and quarterly sales of 1 million yen or less by the number of quarterly contract customers

KPI Trends (Quarterly Basis)

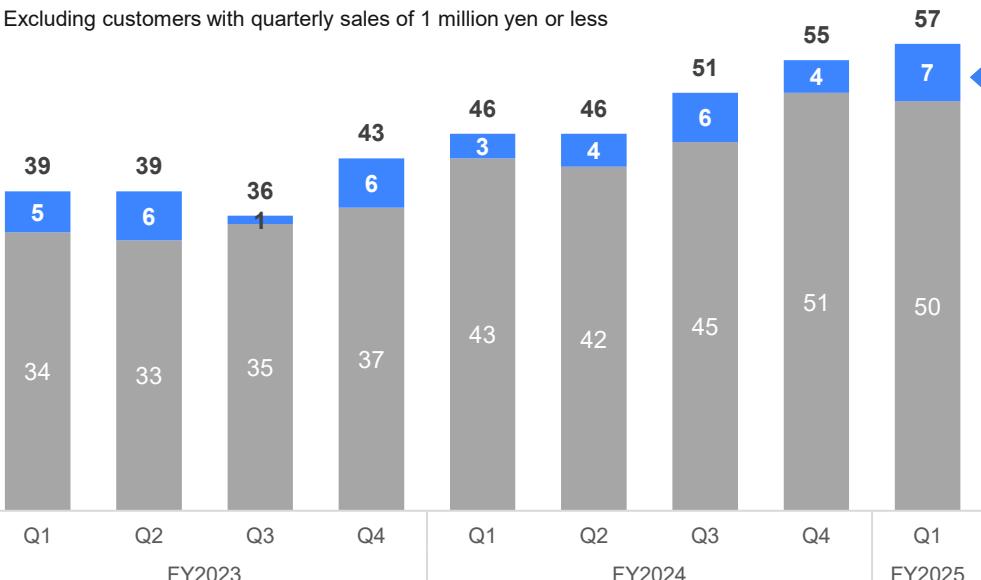
Number of quarterly contract *1 Classification of major companies by new and existing *2

In 1Q of the fiscal year ending March 2026, we acquired 7 new major customer companies. The number of existing major company customers increased by 7 compared to previous year to 50 companies.

(Companies)

- Number of new major company customer (Quarterly basis)
- Number of existing major company customer (Quarterly basis)

* Excluding customers with quarterly sales of 1 million yen or less



Quarterly average revenue per account (ARPA*3) Existing major companies

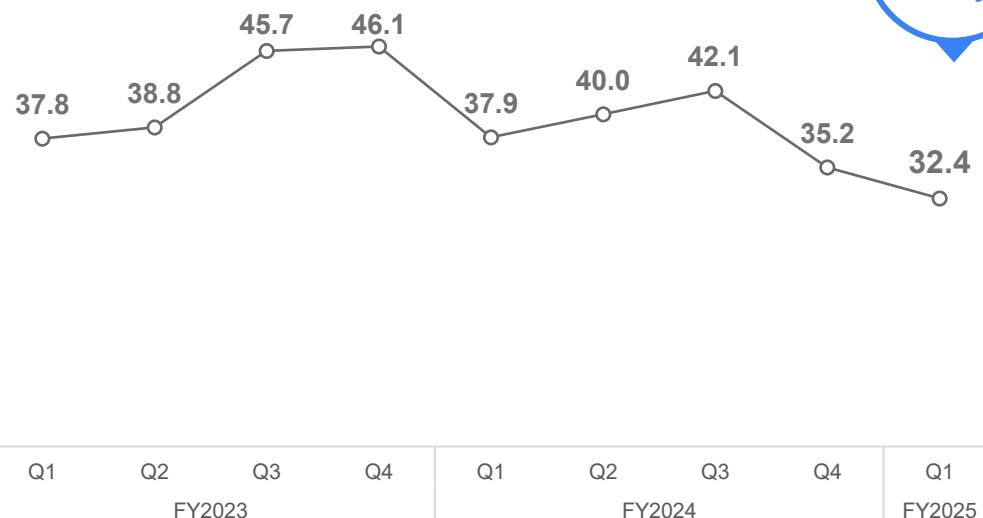
ARPA in 1Q of the fiscal year ending March 2026 decreased by 5.5 million yen compared to the previous year to 32.4 million yen.

(Million Yen)

- Existing major companies

* Excluding customers with quarterly sales of 1 million yen or less

YoY
- 5.5
million yen



*1 Number of contract customers in the quarterly accounting period excluding resales and quarterly sales of 1 million yen or less. Resales are where the company resells purchased licenses to customers and are excluded because the amount at the company is small.

*2 Customers newly acquired in the current quarter are referred to as new customers and other customers as existing customers

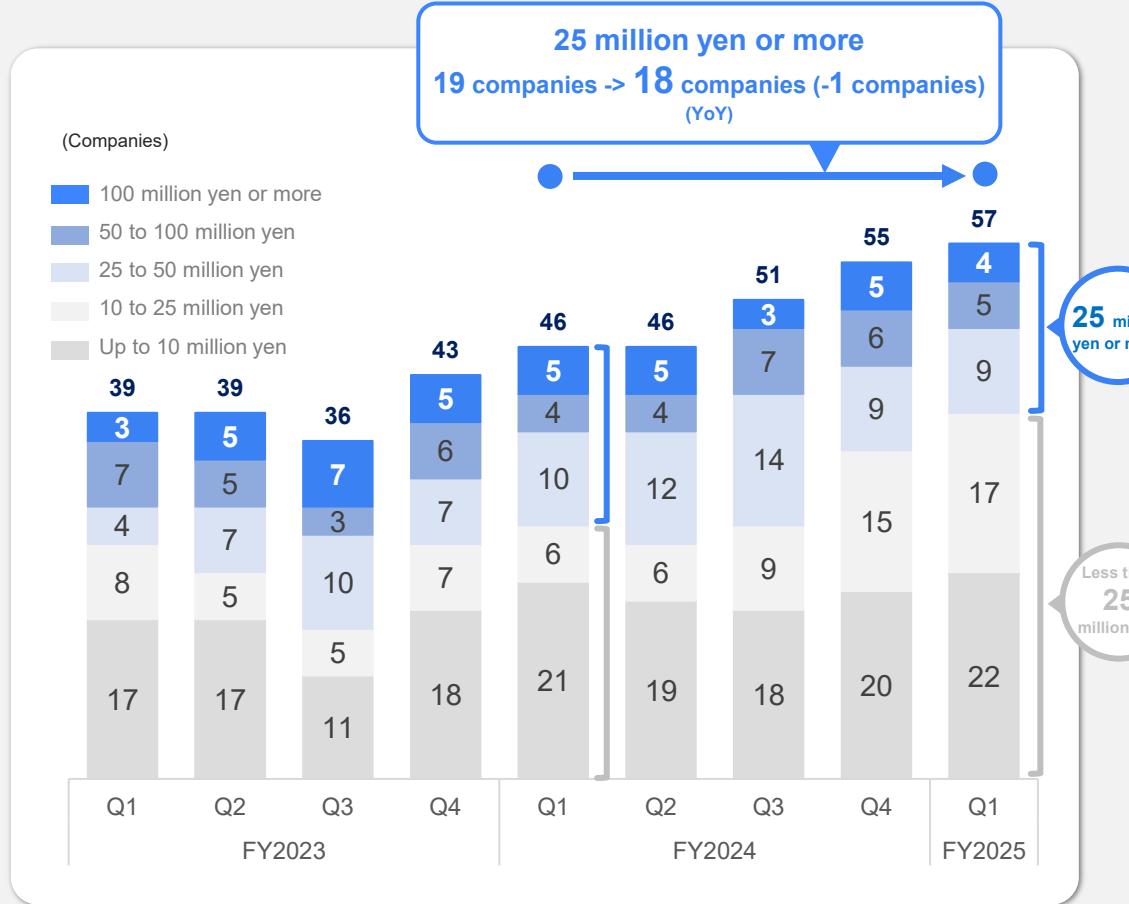
*3 Abbreviation of average revenue per account (average sales per customer), or quarterly average sales per customer excluding resales and quarterly sales of 1 million yen or less.

Calculated by dividing quarterly sales excluding resales and quarterly sales of 1 million yen or less by the number of quarterly contract customers

Number of contract customers and sales by sales amount (major companies)

Number of quarterly contract customers by sales (major companies)*₁

In 1Q of the fiscal year ending March 2026, the number of customers with quarterly sales of 25 million yen or more decreased by 1 compared to previous year to 18 companies.



Quarterly sales by sales amount (major companies) *₂

In 1Q of the fiscal year ending March 2026, sales to customers with quarterly sales of 25 million yen or more decreased by 128 million yen compared to previous year to 1,326 million yen.



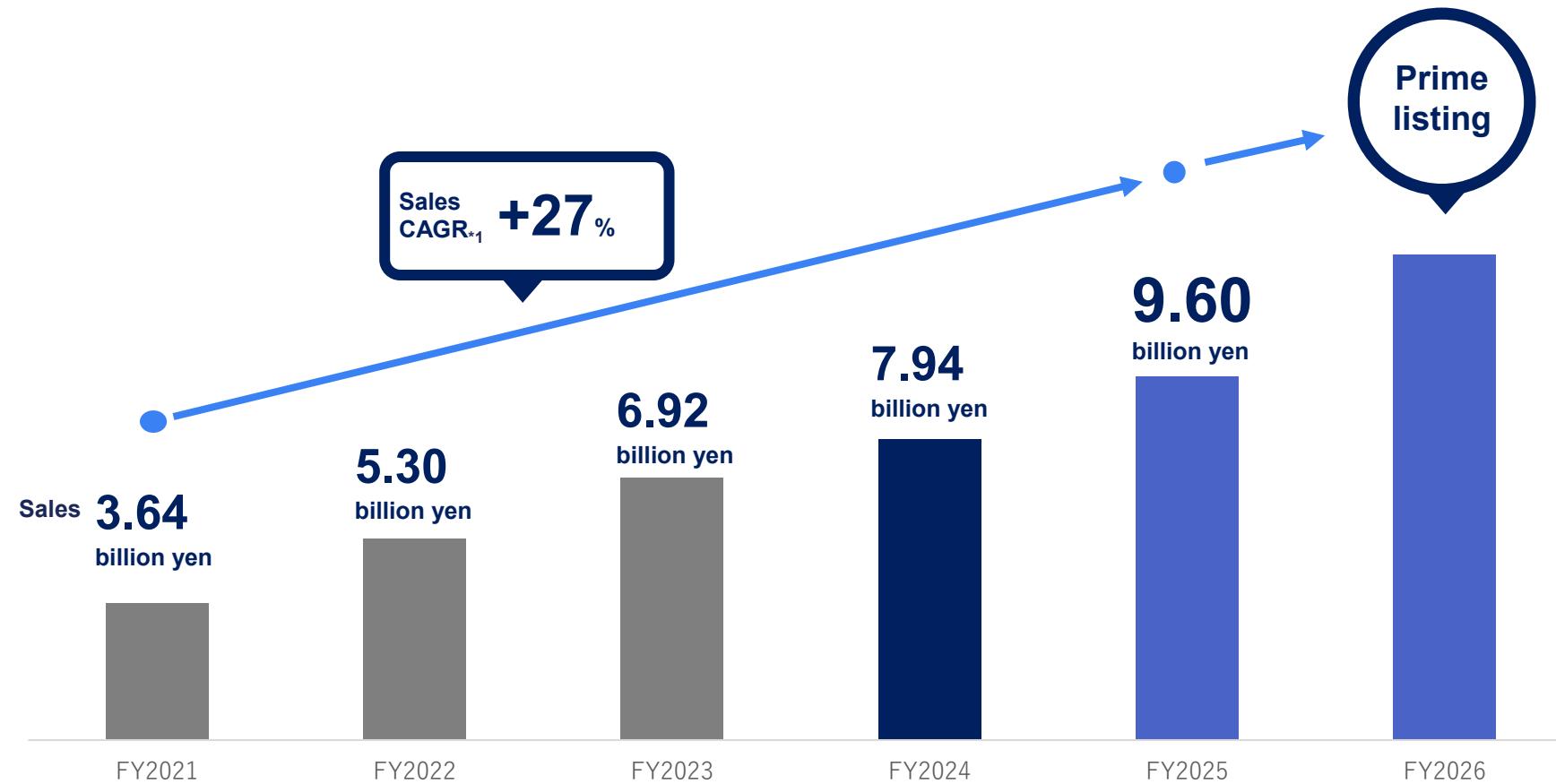
*1 Number of contract customers in the quarterly accounting period excluding resales and quarterly sales of 1 million yen or less. Resales are where the company resells purchased licenses to customers and are excluded because the amount at the company is small.

*2 excluding resales and quarterly sales of 1 million yen or less by the number of quarterly contract customers

Growth Strategy

Medium to long-term growth plan aimed at Prime market listing

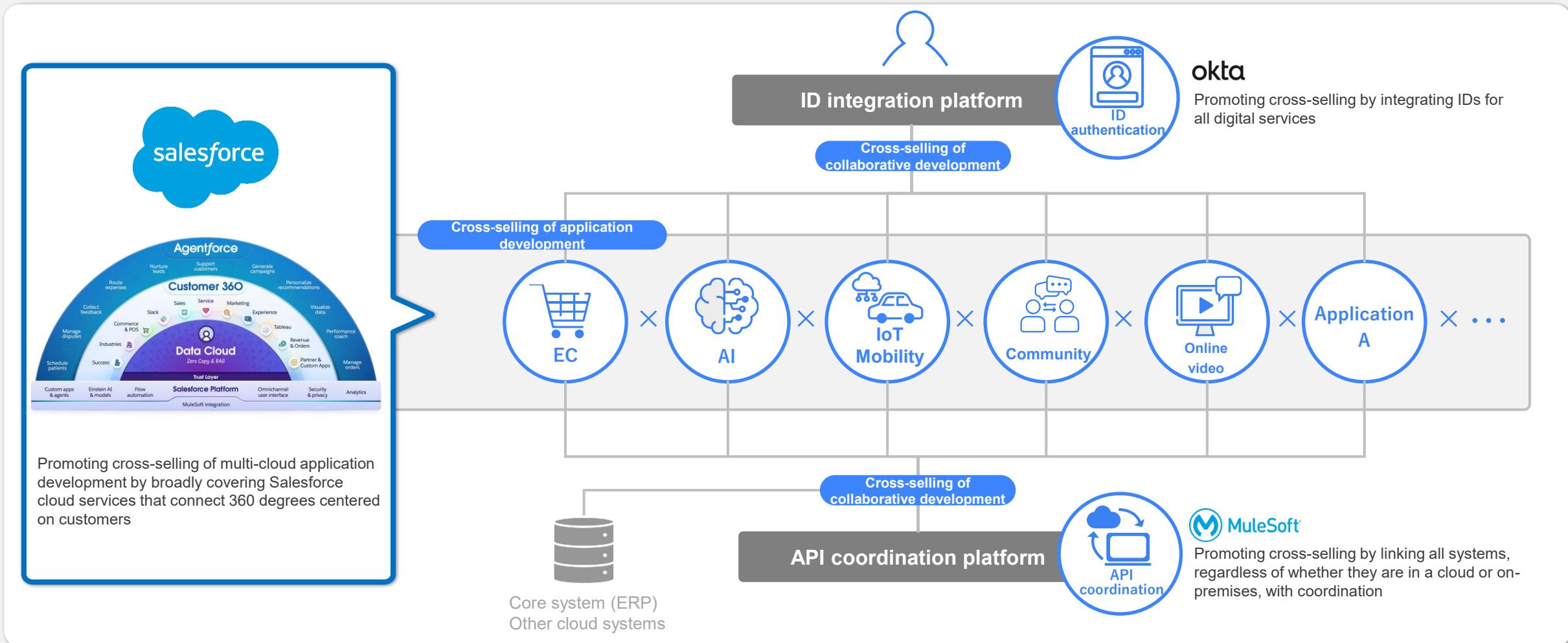
By promoting the growth strategies of creating large accounts, investing in human resources and investing in R&D, we aim to list on the Tokyo Stock Exchange Prime Market in the fiscal year ending March 31, 2027.



Creating Large Accounts-1

Enhancing and Developing Multi-cloud Services

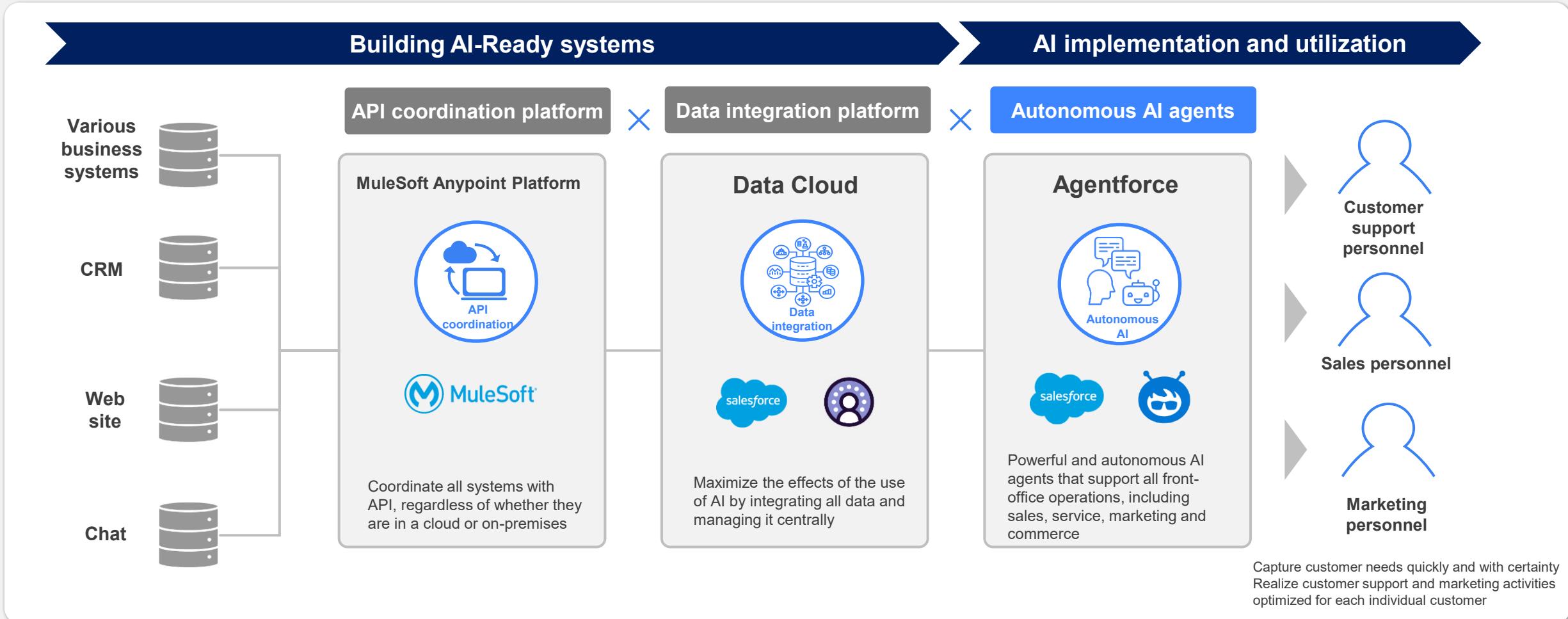
In addition to multi-cloud application development, we will promote cross-selling through platform collaborative development to increase ARPA among existing customers. Further, we will also expand business channels by developing cloud partners towards increasing the number of contracted customers.



Creating Large Accounts-2

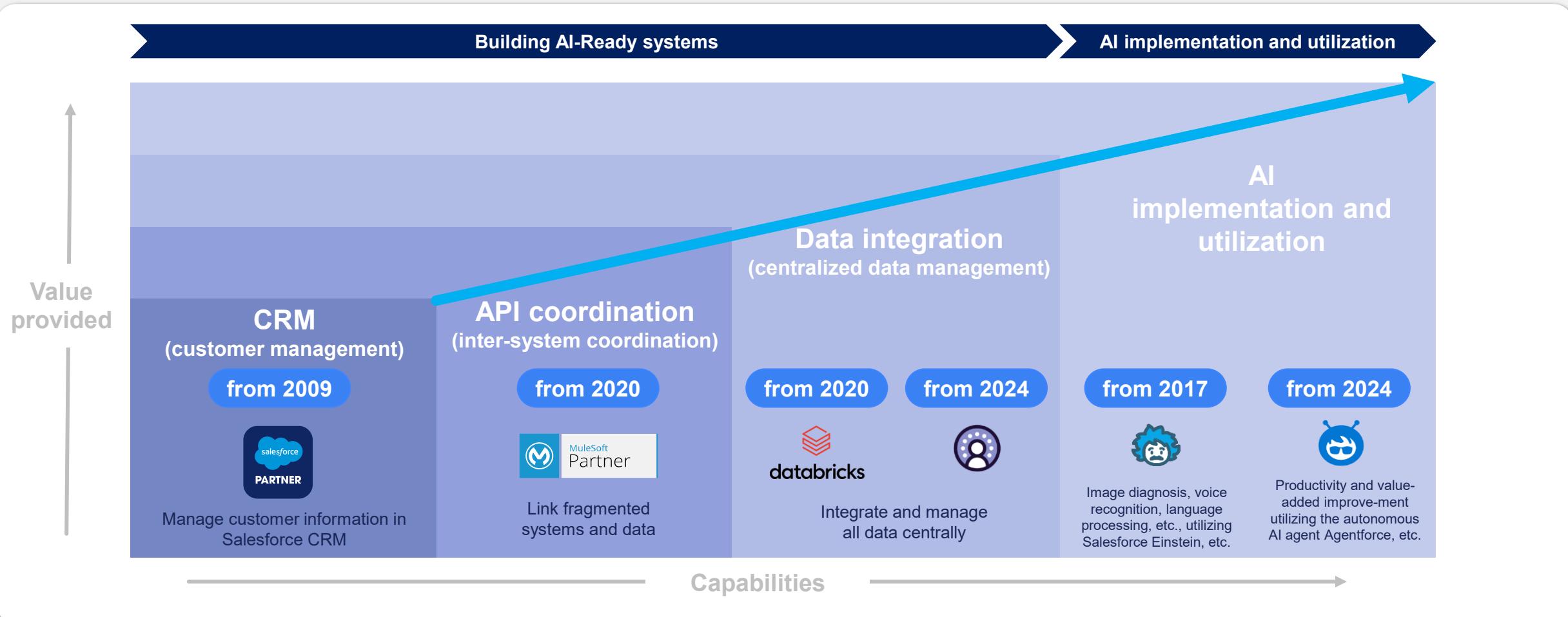
One-stop solutions for the AI and data infrastructure areas, where expansion is expected

We focus on support for the introduction of “Agentforce,” an autonomous AI agent developed by Salesforce. To maximize the effects of the use of AI, we provide one-stop solutions by combining “MuleSoft,” an API coordination platform that connects all systems, and “Data Cloud,” data integration infrastructure that manages data centrally.



The expanding AI demand serves as a tailwind that boosts the strengths we have developed over the years

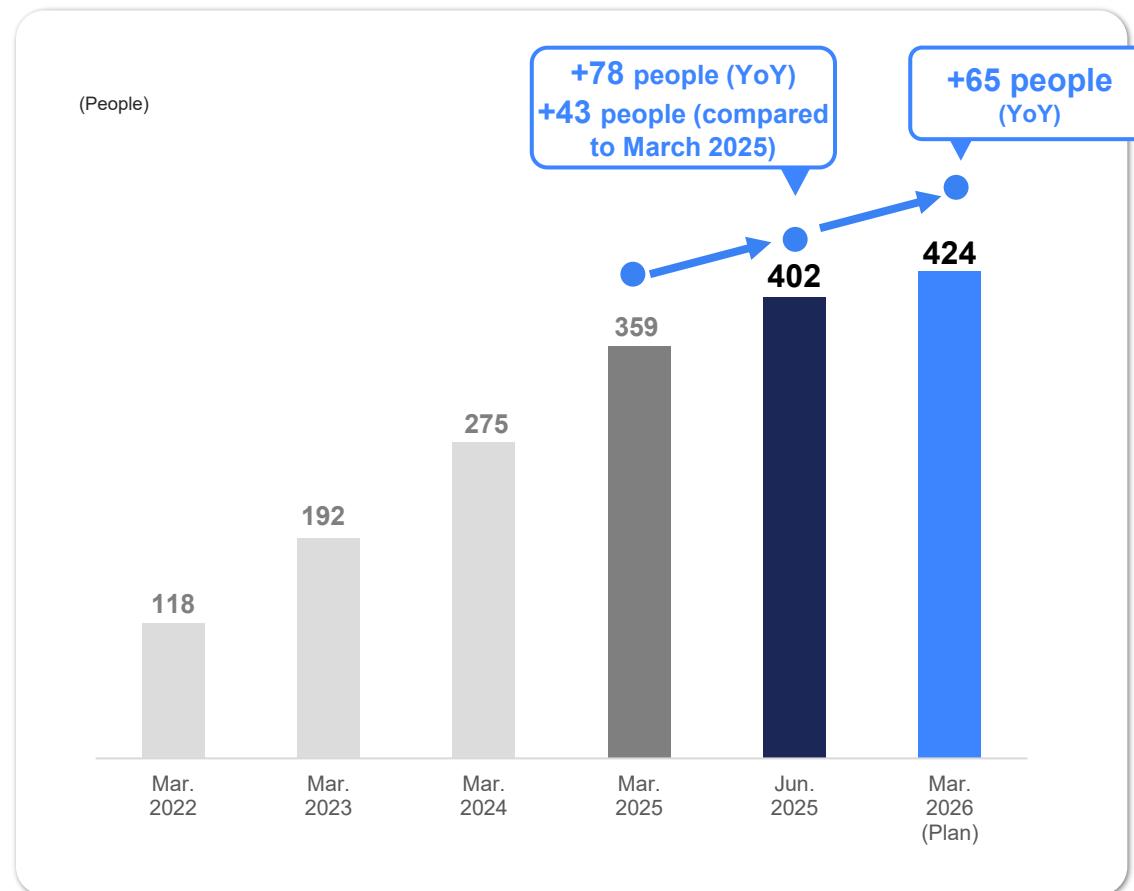
For some time, we have worked on “building AI-ready systems” based on CRM, API coordination and data integration, as well as “AI implementation and utilization” in R&D and actual projects. Players with abundant knowledge and results in both “building AI-ready systems” and “AI implementation and utilization” are rare, and we will realize the further acceleration of growth thanks to the tailwind of the expansion of demand for AI.



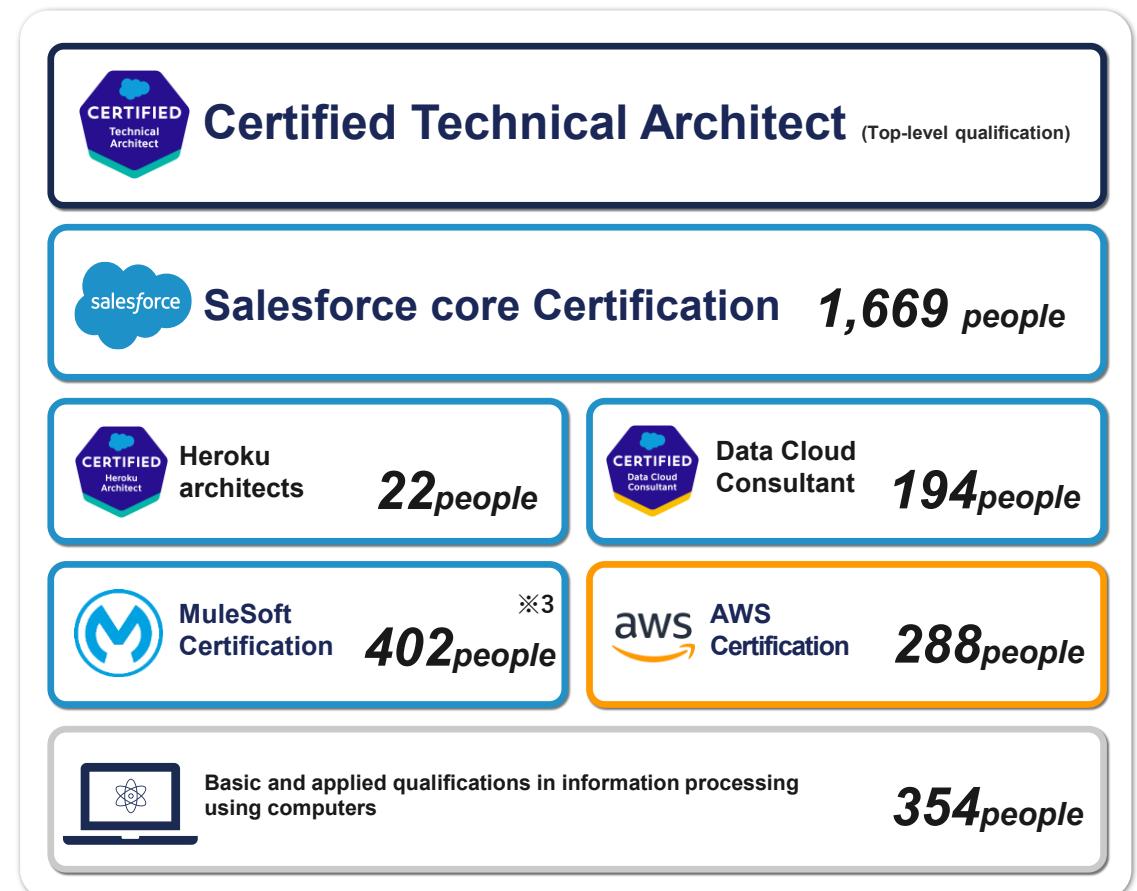
Organizational expansion centered on cloud engineers and other employees

The number of cloud engineers and other employees increased by 78 year-on-year, and by 43 compared with the end of March 2025.

Trend in the number of engineers and other employees*1



Promotion of acquisition of multi-cloud qualifications*2



*1 Professional human resources such as engineers and managers in Cloud Integration Services Division, excluding administrative personnel

*2 As of June 30, 2025

*3 Total number of people with 5 qualifications as a MuleSoft Developer I, Senior MuleSoft Developer II, MuleSoft Platform Architect, MuleSoft Integration Architect and MuleSoft Associate

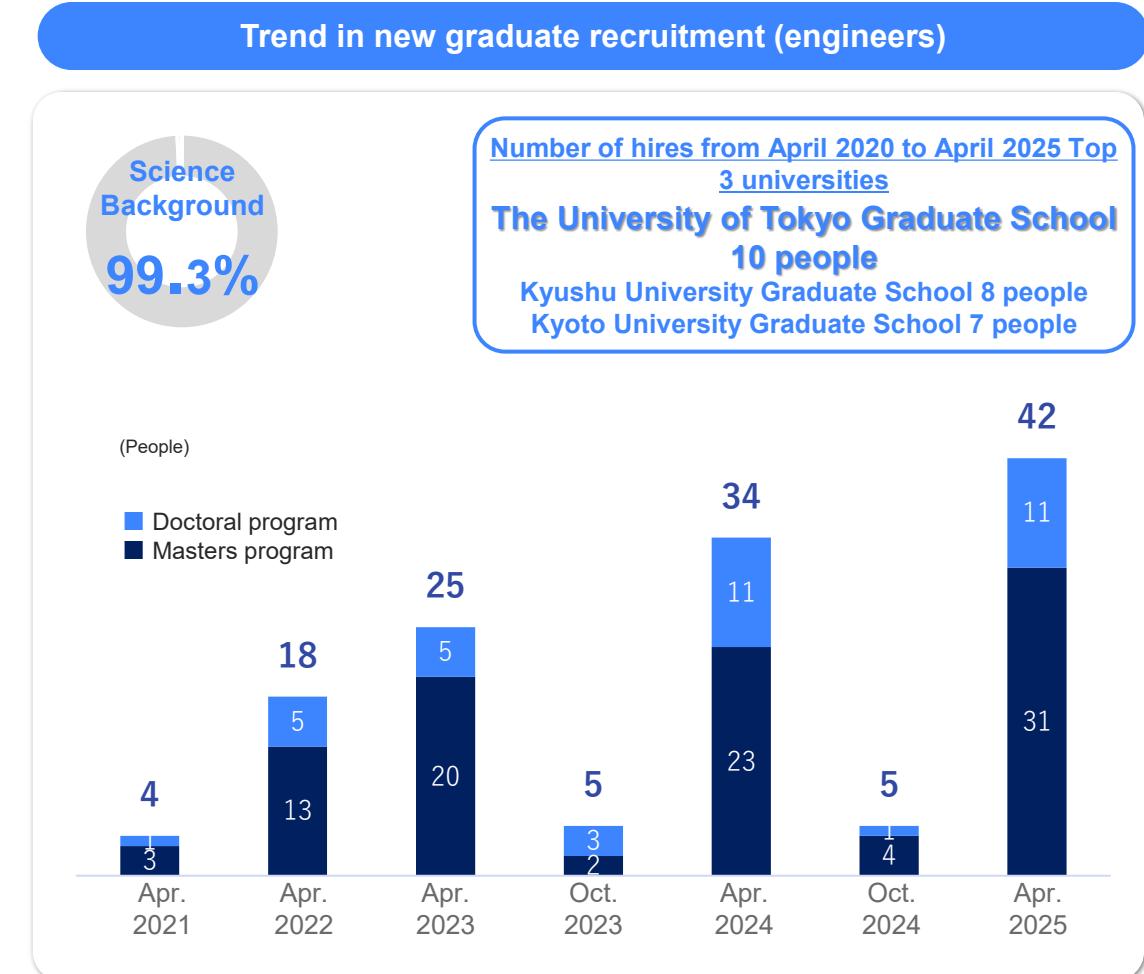
Strictly selected hiring of engineers based on high recruitment standards

We have established high hiring standards to identify human resources with strong basic computer skills. In hiring experienced engineers, the entry-to-join ratio is about 1 in 50 people so we select the best engineers strictly. Additionally, in our new graduate recruitment, 42 science postgraduate engineers joined the company in April 2025.

Trend in hiring of experienced personnel (mid-career recruitments)

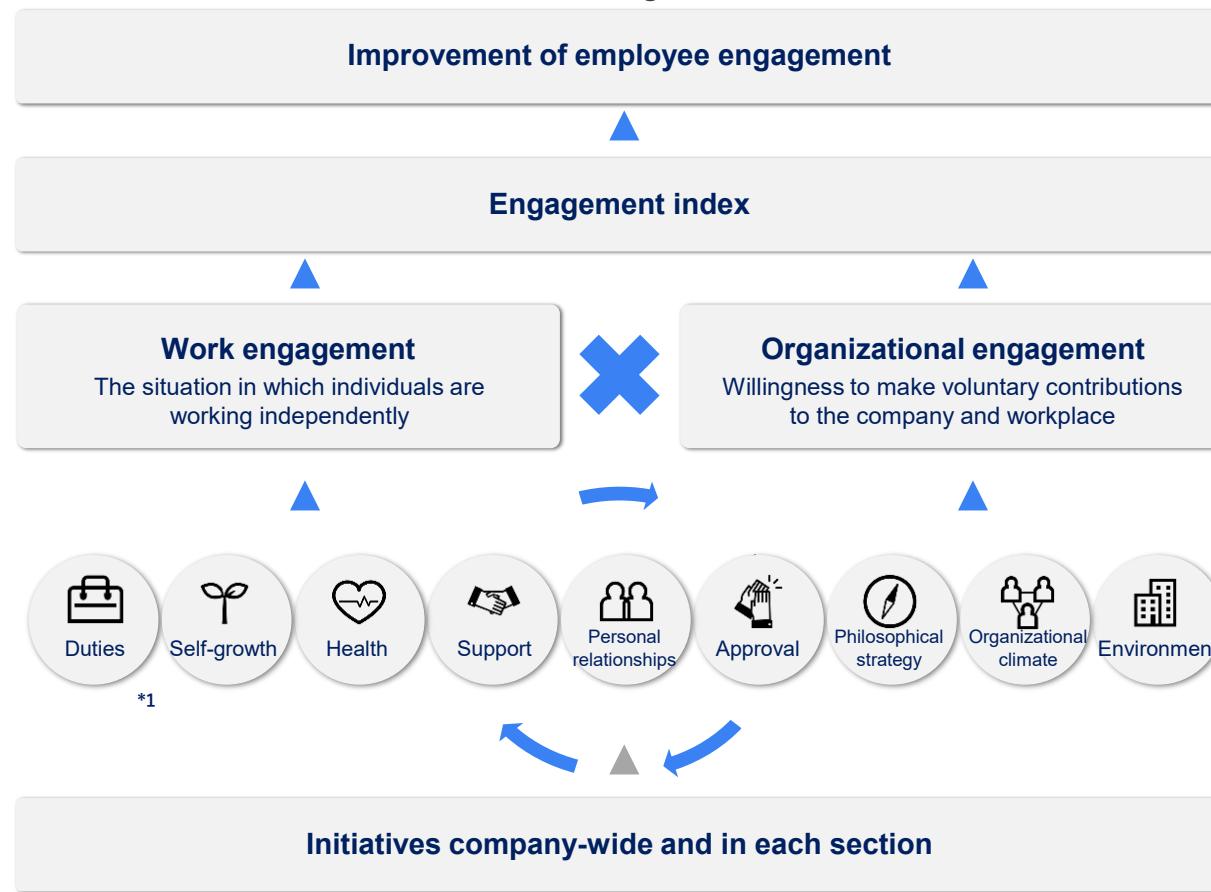


Trend in new graduate recruitment (engineers)



Follow-up mechanisms that increase employee engagement

We have established an operational system that regularly aggregates employee engagement scores, monitors them by department, and swiftly implements measures based on identified issues. We also accept feedback from employees and conduct individual follow-ups. By flexibly and proactively implementing initiatives in response to changes in employee conditions and external environments, our engagement scores have continued to rise since measurements began.



*1 Described based on Atrrae Inc.'s Wevox engagement survey items

*2 Indexed with January 2019 at 100 for the 1-year moving average of Wevox engagement score. Looking at Cloud Integration Services

Social implementation of cutting-edge technologies through R&D

Aiming to solve corporate, industrial, and social issues with cutting-edge technology, we conduct R&D on cutting-edge technologies that are not yet in widespread use and areas that could attract attention in the future. As specific areas of research, we are promoting research on work automation and optimization through AI, real-time voice changers based on AI, etc.

Work automation and optimization through AI

We are conducting research to automate or save labor in planning and decision-making work that has always been performed by people by using OR (Operations Research)*1 technology.

Results of use / image

- Automation of vehicle test schedule preparation with Honda Motor Co., Ltd.
- Optimization of transportation and delivery plans by vehicle and freighter
- Automation of the preparation of project assignment proposals



Real-time voice changers based on AI

We are conducting R&D to convert the human voice, which is increasingly in need of privacy protection as biometric information, into another voice in real time using AI.

We are aiming to realize a superior voice experience for the listener at the same time as protecting privacy.

Image of use

- Voice privacy protection (telephone handling at call centers)
- Security measures (answering on an intercom)
- Superior voice experience (digital signage avatars)



We have made a partial release to the public as OSS (Open Source Software) and are currently highly acclaimed on GitHub with more than 15,000 Stars, proof of evaluation.

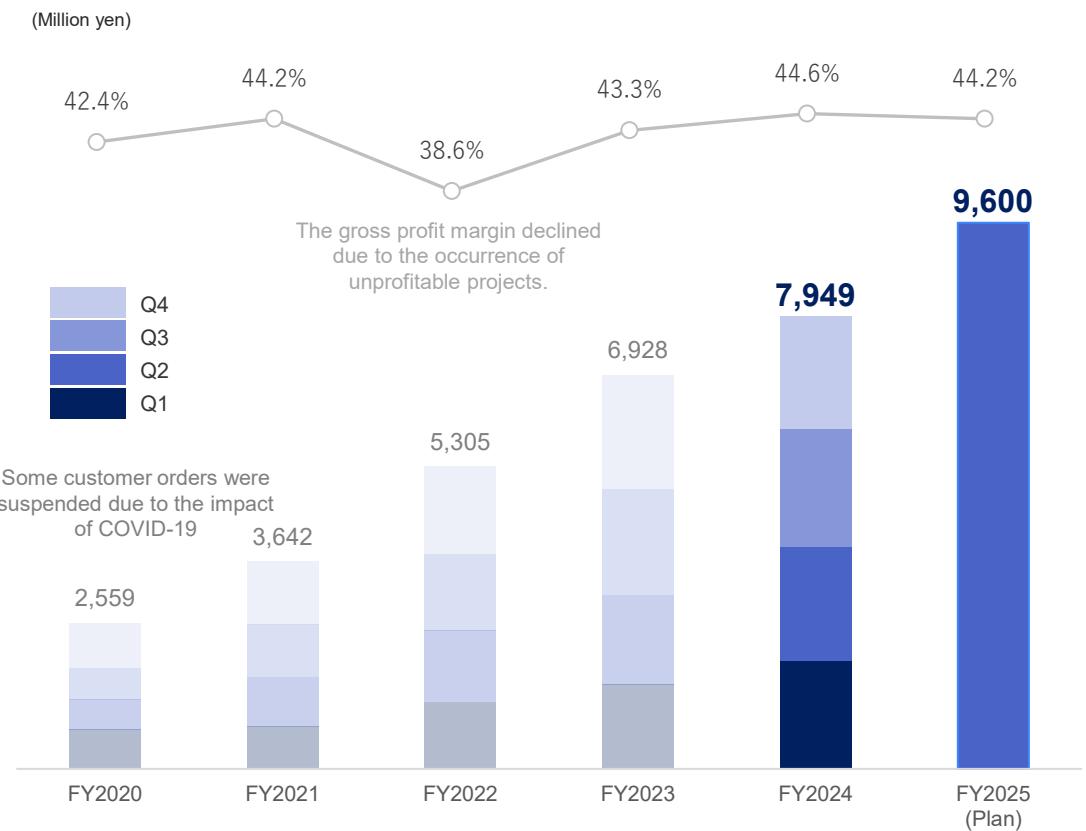
The company's technology has also been used in the real-time voice conversion technology for the voice of former Prime Minister Kishida, which was introduced at the "Dialogue with Next Generation Leaders on AI" held on May 9, 2023, at the Prime Minister's Official Residence.

Appendix - Results Trends

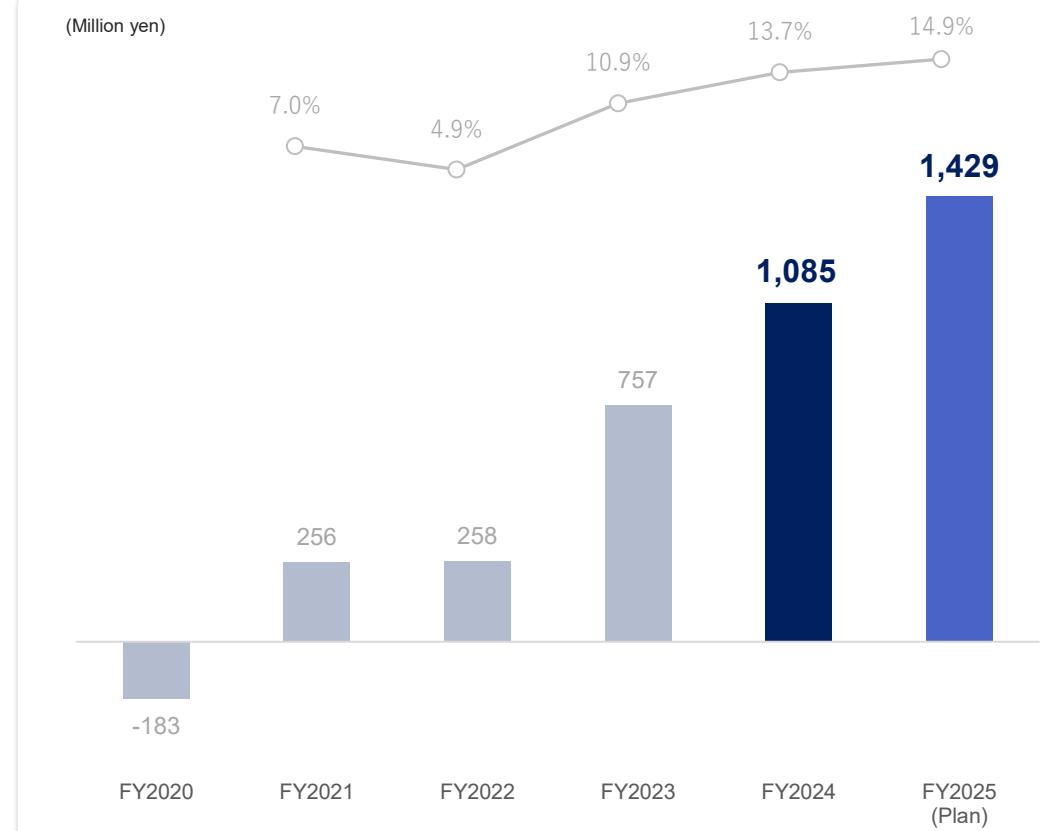
Results Trends

Against the backdrop of strong demand for DX support among major companies, sales for the fiscal year ended March 2025 were 7,949 million yen (up 14.7% year-on-year) and operating income was 1,085 million yen (up 43.3% year-on-year), record highs. We are planning record high results in the fiscal year ending March 2026 too, with sales of 9,600 million yen (up 20.8% year-on-year) and operating income of 1,429 million yen (up 31.7% year-on-year).

Sales / gross profit margin



Operating income / Operating profit margin



Appendix - Company Profile

Company Profile



Company Name

FLECT Co., Ltd.

Established

August 2005

Capital Stock

753 million yen (as of June 2025)

Number of Employees

432 (as of June 2025)

Address

11F, Hamamatsucho Bldg., 1-1-1 Shibaura, Minato-ku, Tokyo

Business Description

Cloud Integration Services

Professional services supporting corporate DX

We support “Proactive DX” that can realize a new customer experiences through our cutting-edge cloud technology. This is a one-stop service for digital transformation in existing and new business initiatives, ranging from service planning, designing, multi-cloud development, to actual implementation.

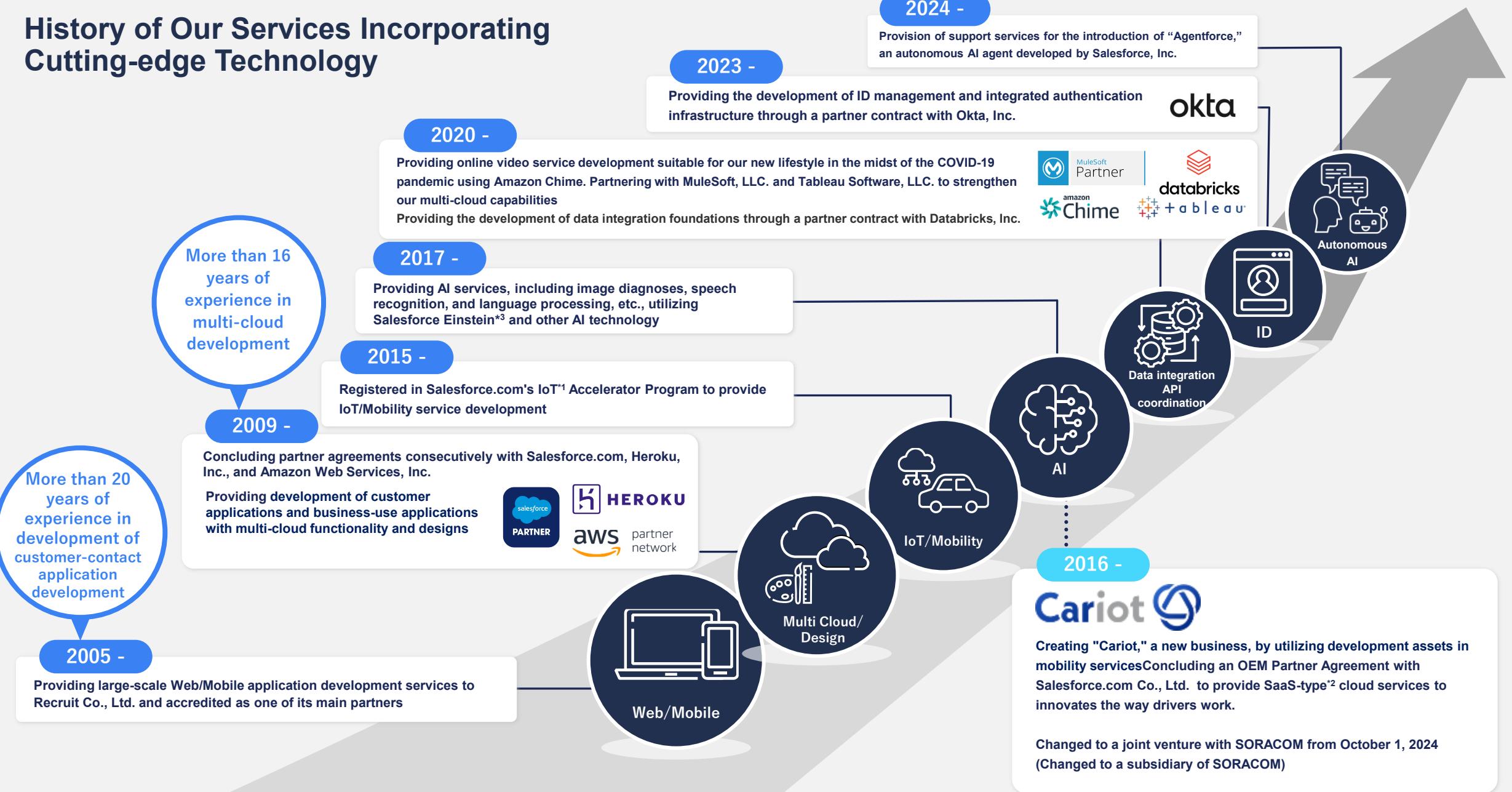


Representative Director CEO
Koji Kurokawa

Realizing an Ideal Future with the Cloud

In a society where all people and things are digitally connected,
we realize a new digitally optimized customer experiences and
support customer-centered business innovation.

History of Our Services Incorporating Cutting-edge Technology



*1: IoT (Internet of Things): Physical things that can be operated via the Internet

*2: SaaS (Software as a Service): Service to provide applications that used to be provided as packages over the Internet

*3: Salesforce Einstein: Name of the AI (artificial intelligence) service provided by Salesforce.com, Inc.

*4: Salesforce.com Co., Ltd. changes company name to Salesforce Japan Co., Ltd. as of February 2022

Our Domestically and Globally Acclaimed Advanced DX Achievements

Our DX achievements in domestic AI services are critically acclaimed, and received the Salesforce Global Innovation Award in 2019, the first of its kind in Japan.

May 2018

Salesforce "Innovation Partner of the year"

Awarded for our achievements in the Einstein (AI) Project

November 2019

Salesforce Partner Innovation Award

First Japanese company awarded for achievements in our Einstein (AI) Project in Japan

May 2020

Salesforce "Innovation Partner of the year"

Awarded for our achievements in a multi-cloud development project

March 2022

MuleSoft Japan

“MuleSoft Japan Partner Enablement Award 2022”

Awarded for our achievements in MuleSoft business

May 2023

MuleSoft Japan

“MuleSoft Japan Partner Enablement Award 2023”

Awarded for our achievements in MuleSoft business

April 2024

Salesforce Japan Partner Award 2024

“Japan Partner of the Year < MuleSoft >”

Awarded in recognition of wide-ranging knowledge and high-level technical capabilities in MuleSoft

April 2025

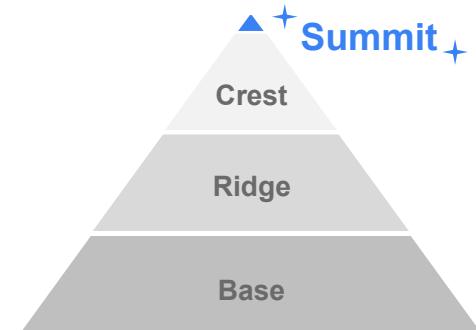
Salesforce Japan Partner Award 2025

“Japan Partner of the Year < MuleSoft >”

We received the award after the size of our business in MuleSoft collaboration results and certifications were evaluated highly.



Top partner rank
「Summit」
certification

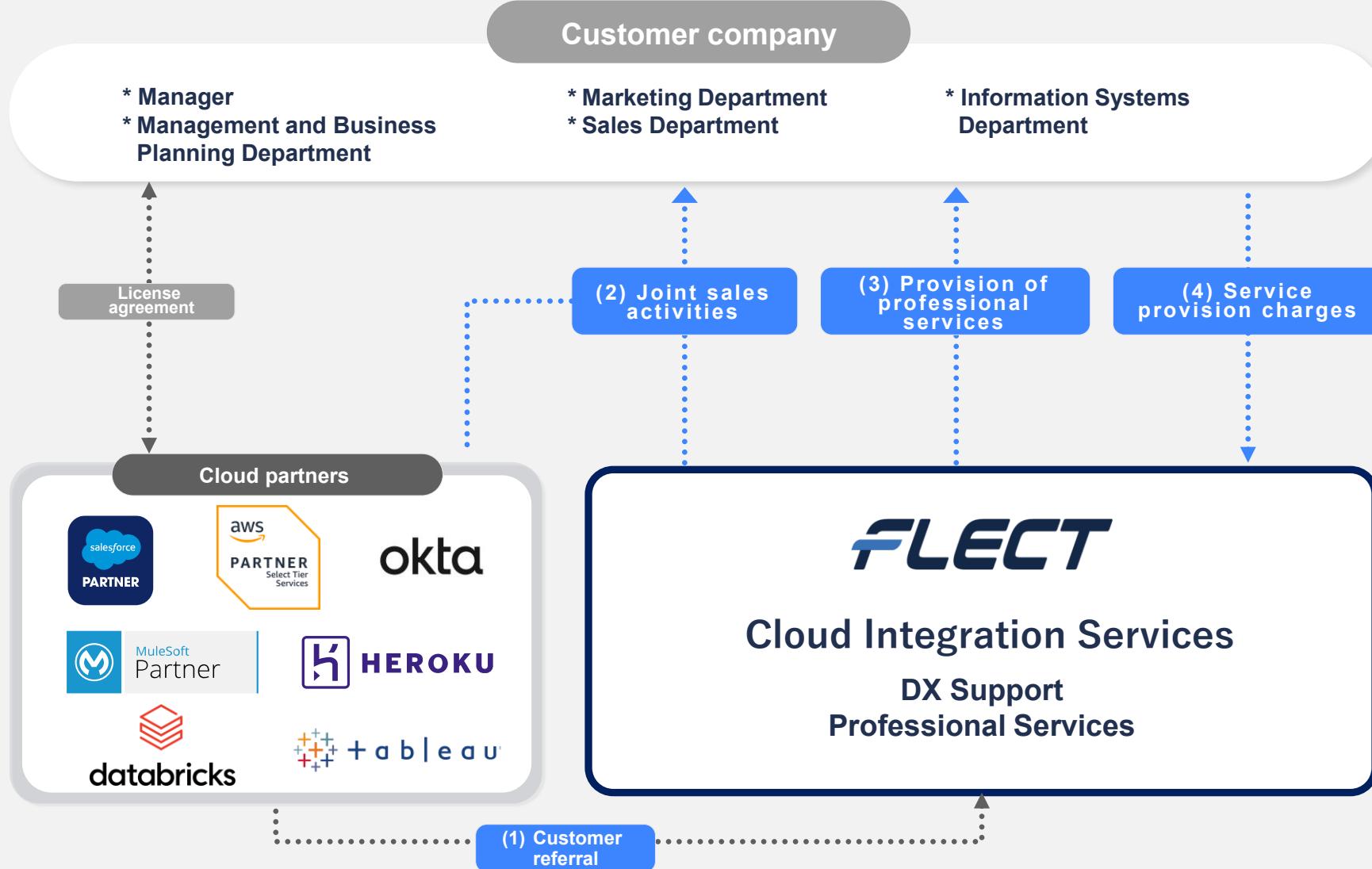


Top partner rank
「Expert」 First
certification in Japan



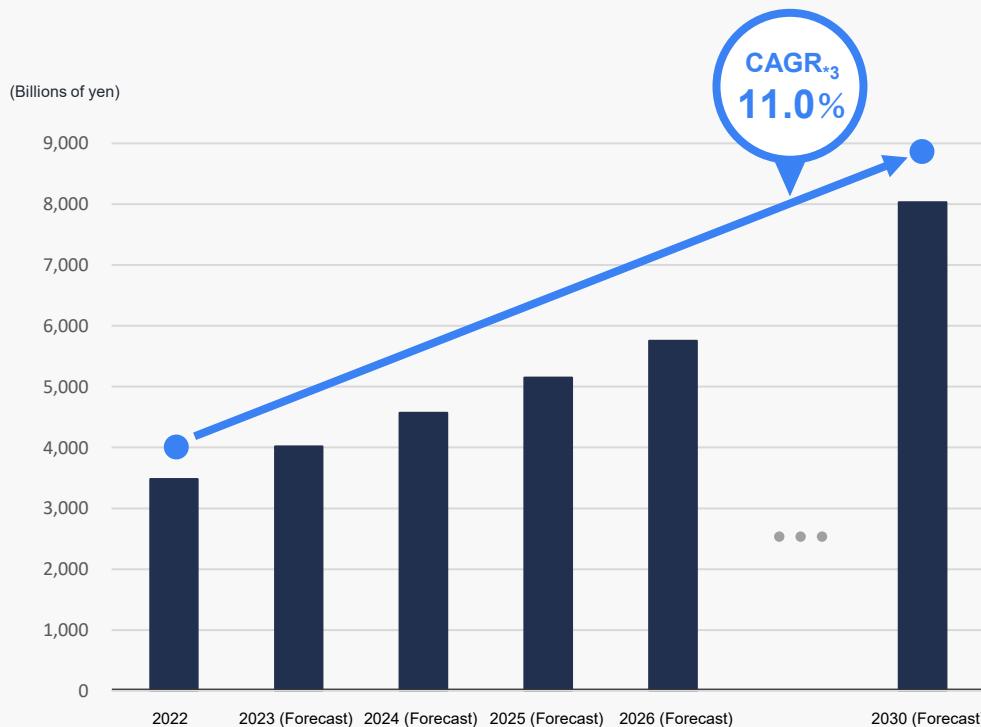
Service Flow

We receive customer referrals from cloud partners, engage in joint sales activities, and provide professional services directly to client companies.

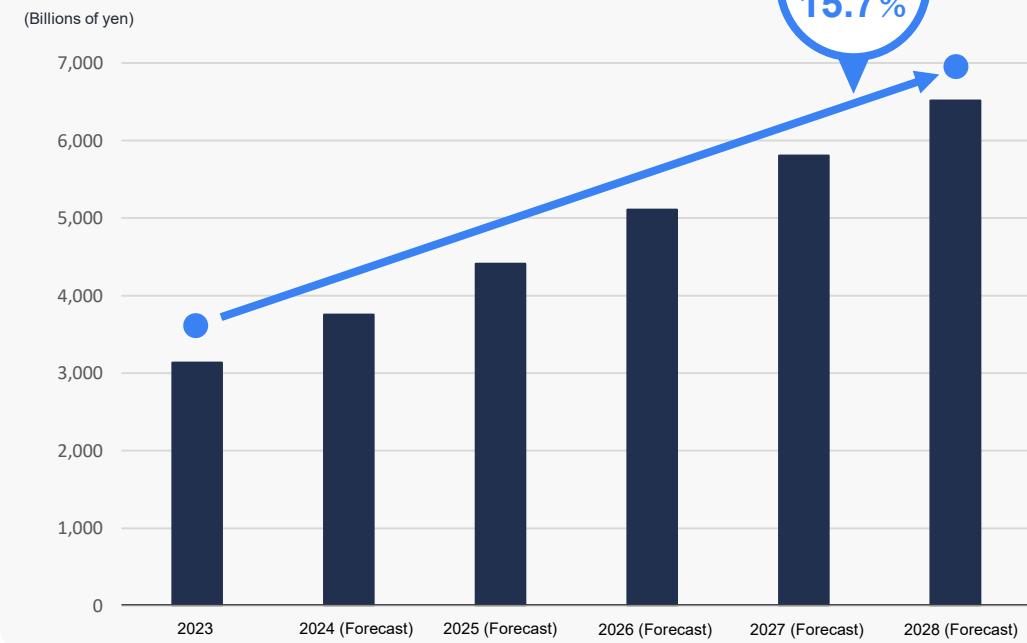


Both DX and Cloud Markets in Japan Are Steadily Expanding

The domestic DX market is expanding at a CAGR of 11.0% from 2022 to 2030.*₁



The domestic public cloud market is expanding at a CAGR of 15.7% from 2023 to 2028.*₂



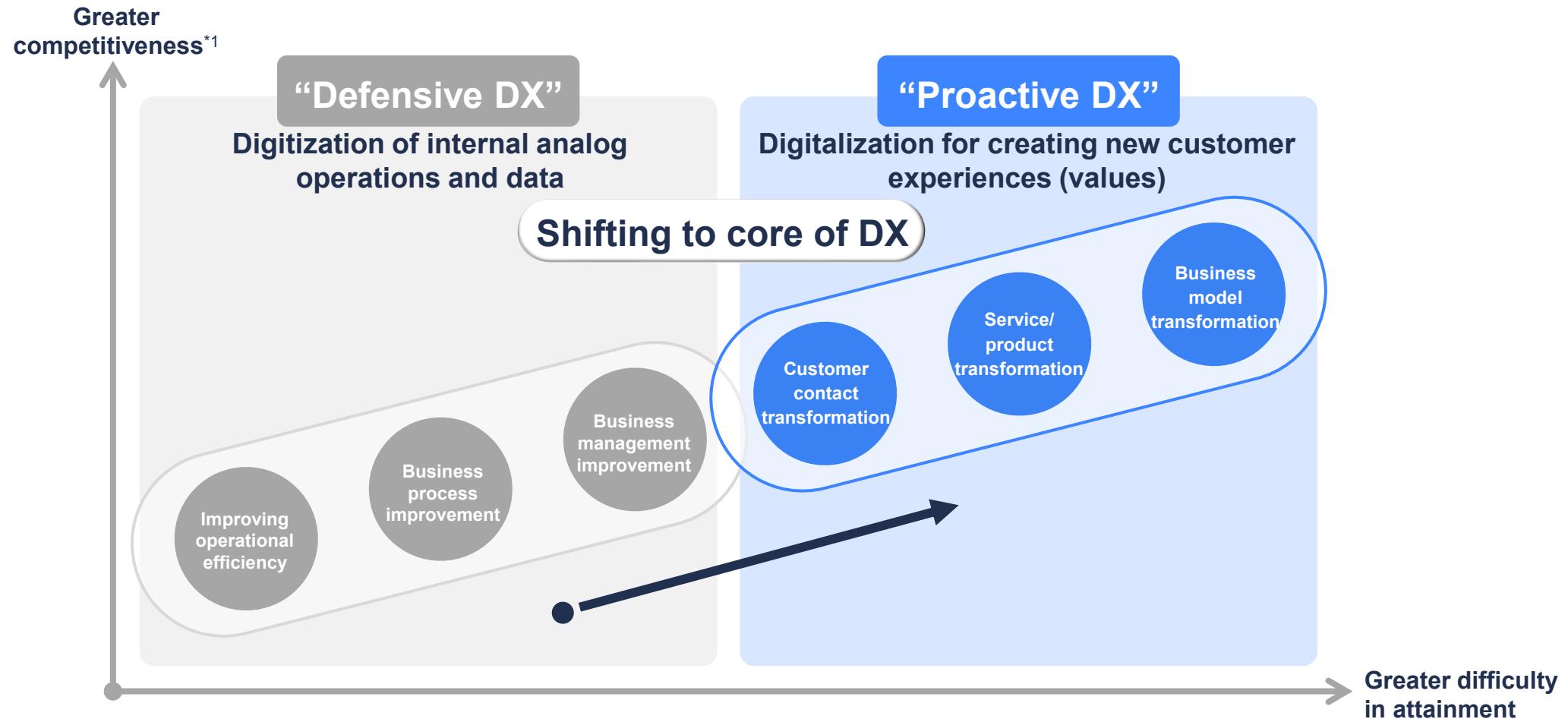
*1: Quoted from "2024 Future Prospects of the Digital Transformation Market," Fuji Chimera Research Institute, Inc.

*2: Quoted from "Sales Prospects in the Domestic Public Cloud Service Market," International Data Corporation Japan (IDC)

*3: CAGR (Compound Annual Growth Rate) is an annual geometric mean calculated from multiple-year growth rates.

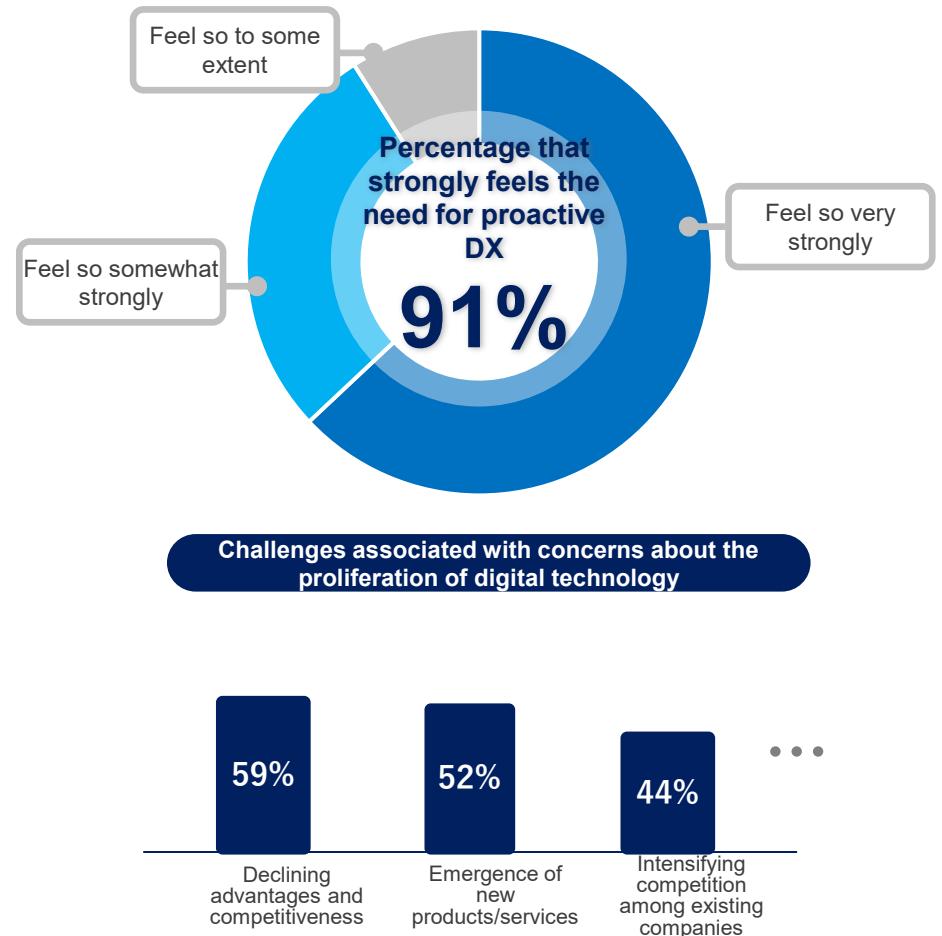
Core of DX Lies in “Proactive DX” that can Enhance Corporate Competitiveness

Companies can enhance their competitiveness by shifting from “Defensive DX,” digitizing internal analog operations and data through replacement of paper documents with data in order to cut costs, to “Proactive DX,” creating new customer experiences designed to enhance revenue and customer engagement.



Current DX Status in Japan

About 90% of the companies have strong needs for “Proactive DX.” This is due to their concerns about the potential decline of their own advantage and competitiveness.*1



On the other hand, only 8.3% of companies have produced results with proactive DX that creates new value for customers*2. Issues in the promotion of DX include people and organizations, such as “a lack of human resources and skills”*3.



*1 Compiled proprietarily, based on “A Study on Functions and Roles of Human Resources Promoting Digital Transformation,” (May 17, 2019) Information-technology Promotion Agency, Japan (IPA) (<https://www.ipa.go.jp/files/000073700.pdf>)

*2 *3 Prepared at the company based on JUAS “Corporate IT Trends Survey Report 2024”

Supporting “Proactive DX” that can Realize a New Customer Experiences Through Our Cutting-edge Cloud Technology

We are building API coordination, ID integration, and data integration platforms, and working on the development of community services, e-commerce services, IoT services, and other application coordination utilizing the Salesforce platform. In addition, we also provide one-stop solutions combining AI, data integration, and API coordination. Our customer base is centered on major companies^{*1} that are promoting DX positively, with major companies accounting for 94%^{*2} of sales.

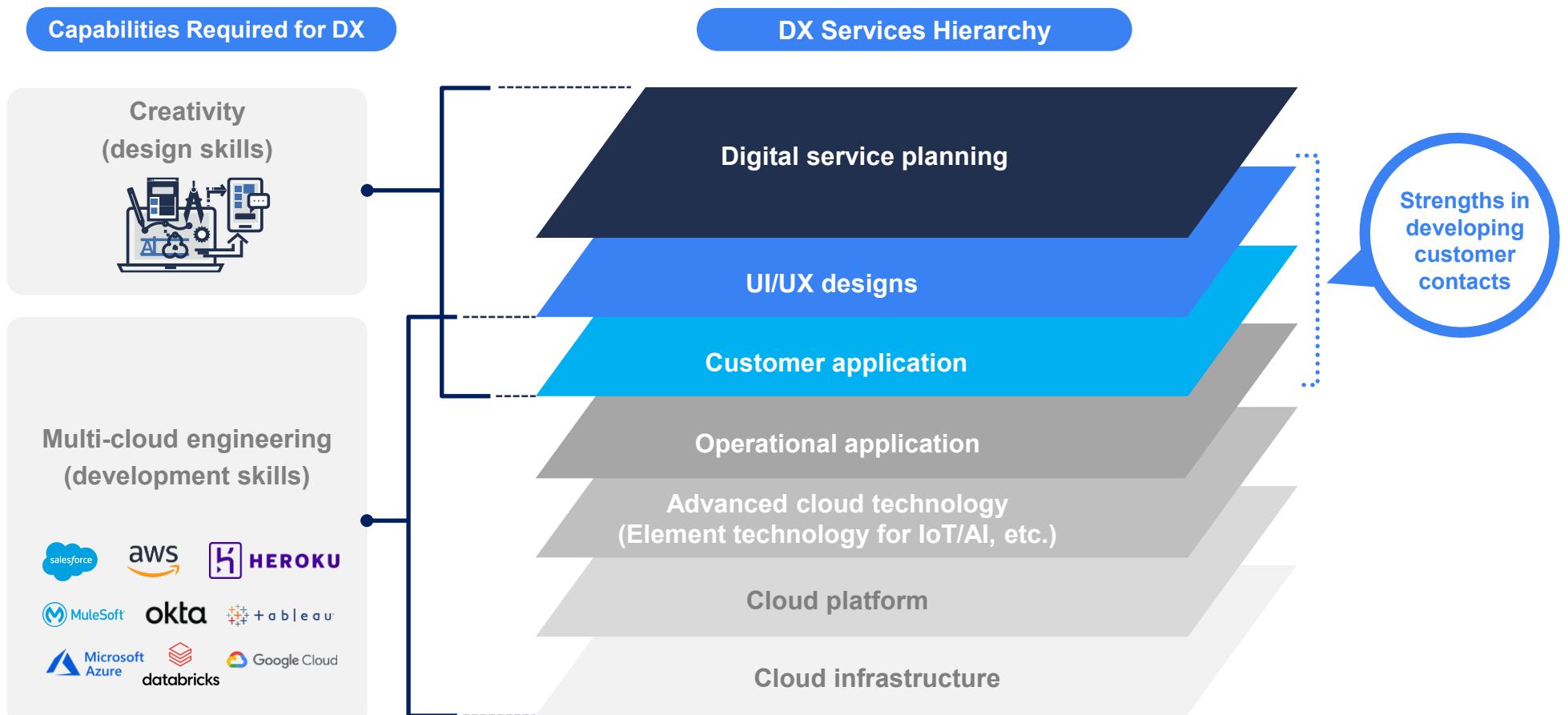


*1: Major companies: Those listed in Nikkei 225, Nikkei 400, or Nikkei 500; or their group companies or those whose sales are equivalent (100 billion yen or more)

*2: Figures for the 1Q fiscal year ending March 2026

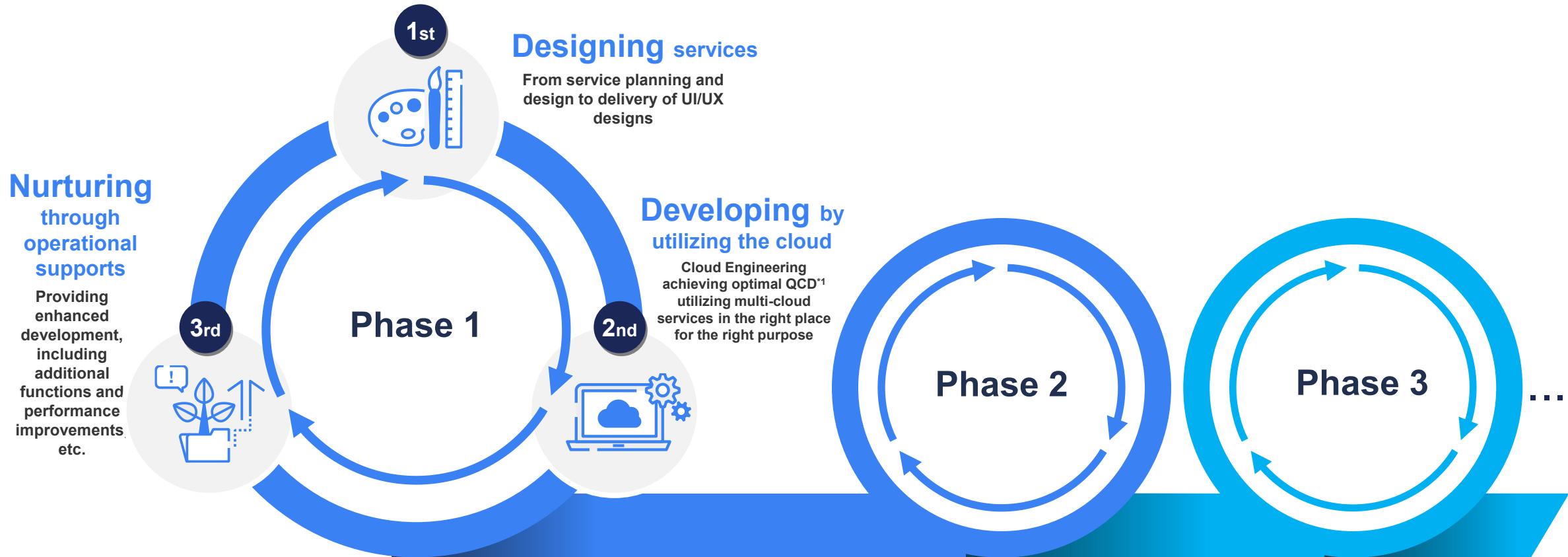
One-stop Service that Create Digital Services

We take advantage of the “Creativity (design skills)” that can achieve proactive DX and the “multi-cloud engineering” capabilities (development skills), and of the strengths in developing value-creating customer contacts (front end).



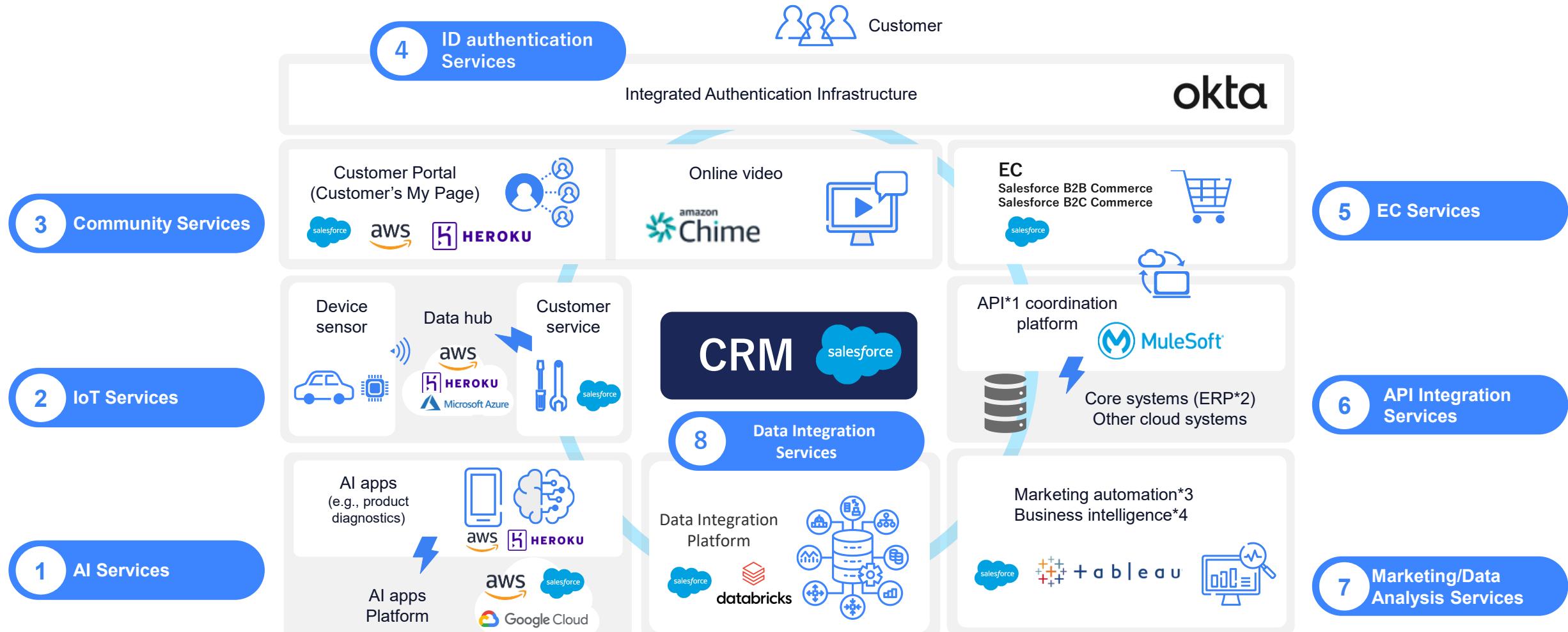
High Agility in Adapting to Changes (Ability to Think and Move Quickly)

An average period of a single project cycle is about three months. A project does not end with the initial construction but supports DX service growth by repeating the delivery cycles.



High Technological Capabilities of Multi-cloud Functions Enabling Business Transformation based on DX

Instead of simply building a single digital service, we develop multiple digital services and bundle them together to help business models to be transformed.



*1: Application Programming Interface: Interface specification used for multiple software products to exchange information with each other

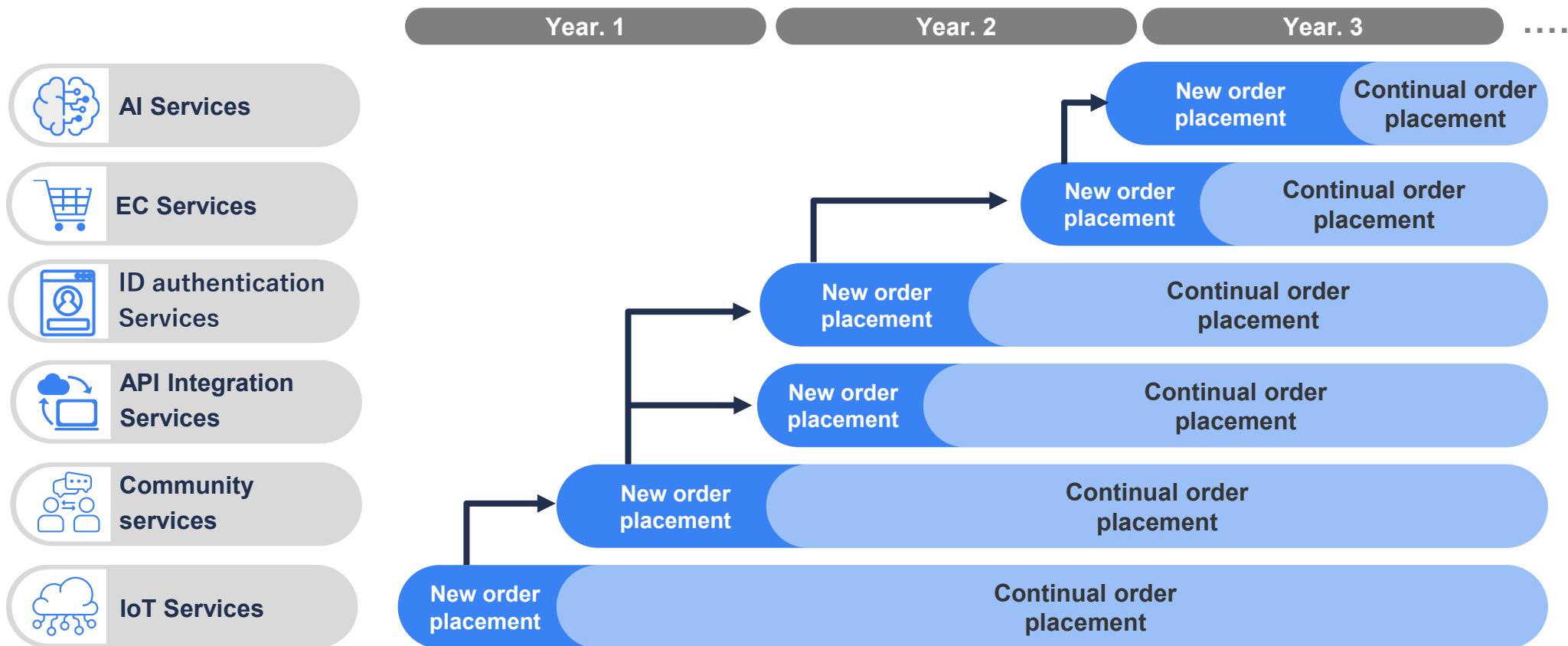
*2: Enterprise Resource Planning: An integrated core operational system

*3 Marketing Automation: A tool to automate marketing activities

*4 Business Intelligence: A tool to collect, accumulate, analyze, and process large amounts of data to support management strategy decisions

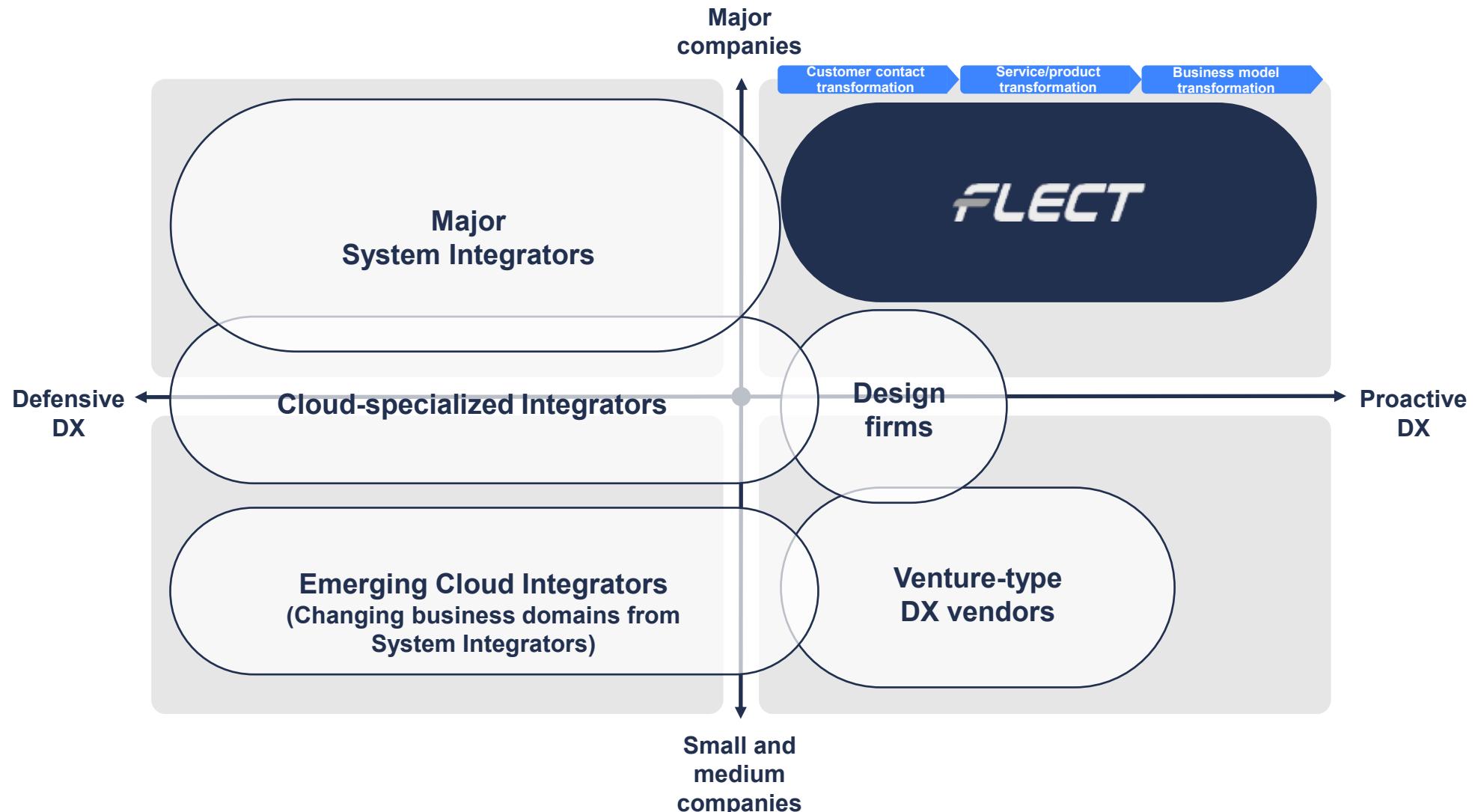
Continuous Orders for DX Projects and Expansion with Cross-selling

We will continue to develop digital services while simultaneously promoting the development of multiple digital services.



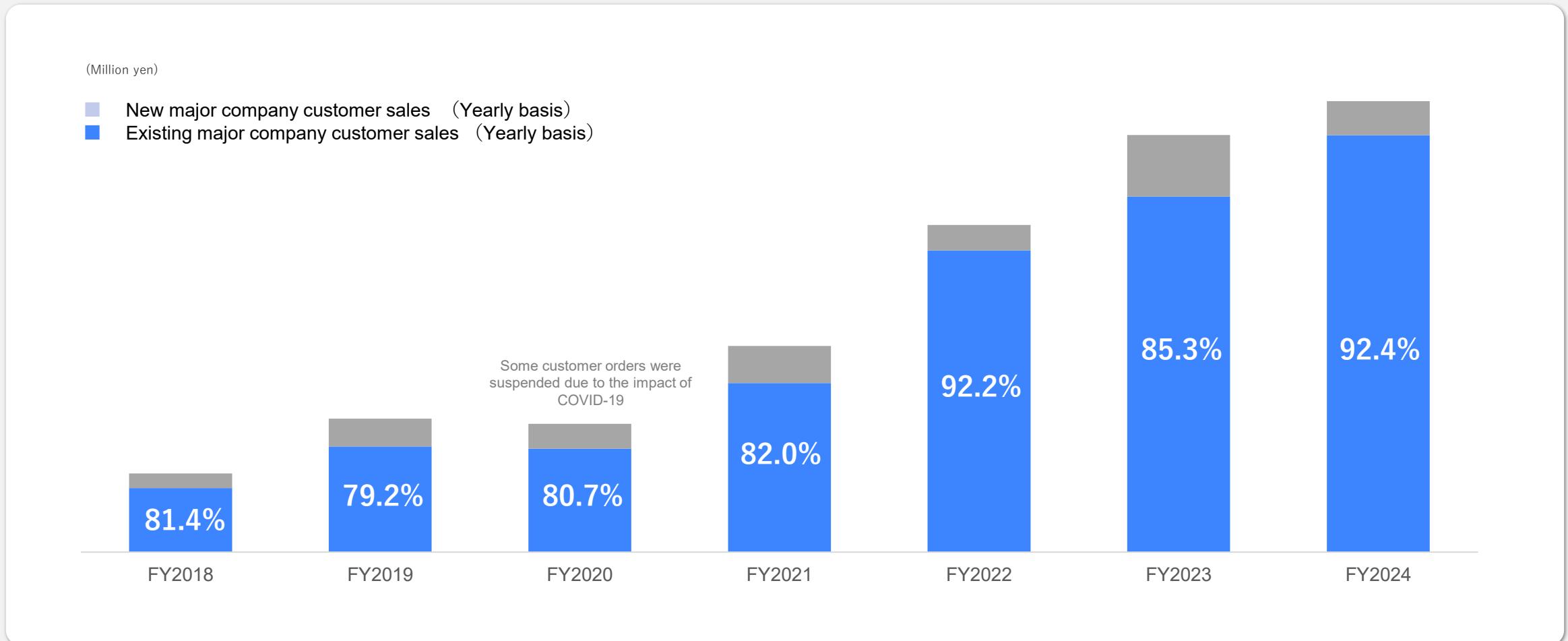
Unique Positioning in the DX Engineering Business

With the “proactive DX targeted at major companies” as our primary business domain, we provide comprehensive support from innovating customer contact points to innovating business models.



Sales composition ratio of existing major companies*₁

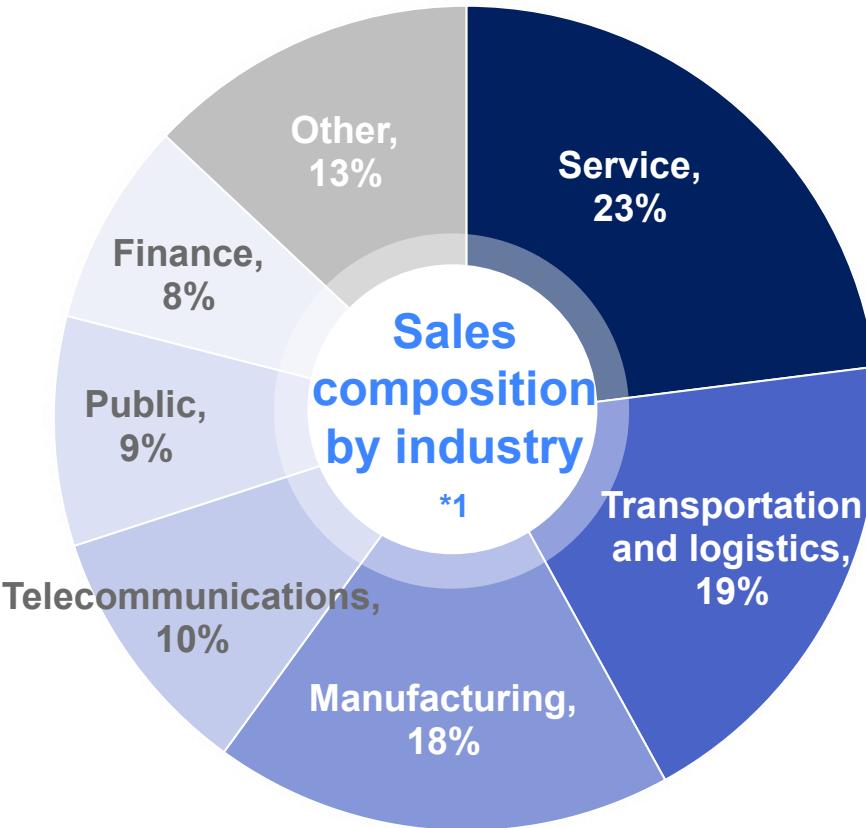
Through continuous orders and cross-selling of DX projects, we have achieved a high level of recurring sales, despite being a flow business. In the fiscal year ended March 2025, 92% of our sales come from existing major companies.



*₁ Sales composition ratio of existing major companies: The sales composition ratio of customers who had contracts prior to the previous fiscal year out of sales to major companies

Supporting major companies in diverse industries

We provide DX support to major companies representative of Japan. Industry types are varied, and our structure is less susceptible to trends in specific industries.



* Partial excerpt of logos we are licensed to publish

Case studies of DX Support - 1



SMART CONSTRUCTION Fleet

We developed a dynamic management app for dump trucks.

IoT



Support for the introduction of the MuleSoft Anypoint Platform®

We are supporting the building of an API platform that uses MuleSoft to maximize the value of customer experience.

API

MuleSoft



An “online community,” a common backyard platform between DOCOMO, sales agents and docomo shops

We are realizing the greater efficiency of backyard operations using the Salesforce platform.

Portal

Salesforce



Construction Customer Database

This system utilizes MuleSoft as the API coordination platform to realize data coordination between CRMs introduced at group companies efficiently.

API

MuleSoft



Joint paper on “Automated Test Scheduling Using VRP Methodology”

We aimed to shorten the development period and reduce costs for new models, and succeeded in reducing work time, which was previously 90 hours, to just 6.

AI(OR)



Sales DX in internal systems

Synchronizing and sharing customer information, regardless of time or location, has enabled team members to access the latest information easily.

SFA

Salesforce



“K-Support” educational support system for faculty and staff and portal site for students

Support for the development of “test form input,” “grade input,” “syllabus input,” “course request input” and the “student portal”

Portal

Salesforce



“WIP” authentication infrastructure system

We renewed the authentication infrastructure system to realize the reduction of system load and the enhancement of security during times of concentrated logins.

ID

Keycloak



Support for the introduction of the MuleSoft Anypoint Platform®

We supported the building of an API coordination platform based on MuleSoft for “elgana®,” a business chat service. This will realize the improvement of customer experience through service coordination.

API

MuleSoft



The “Kenki Navi” IoT service for monitoring the operation of construction equipment

We realized the “visualization” of the operating rates, locations and CO₂ emissions of construction equipment with GPS and SIM functions and a cloud system.

IoT

Salesforce

Case studies of DX Support - 2



A staff information DB and attendance management system

We built a staff information DB and attendance management system using Salesforce.

Government

Salesforce

Organization for Small & Medium Enterprises and Regional Innovation, JAPAN

Secondary development and operation and maintenance duties for "Digiwith".

Integrating Salesforce, Agentforce, Data Cloud, and other services to expand the functionality and improve the quality of the digitalization support portal "Digiwith."

AI

Portal

Salesforce



The "MARCRAY" Ground improvement quality assessment App

We realized the greater work efficiency of ground improvement work with imaging diagnosis using AI, which has eyes equivalent to an expert's.

AI

Salesforce

Ministry of Health, Labour and Welfare

Contracted for development related to the FY2025 EMIS Project

We developed main functions of the Emergency Medical Information System (EMIS), used in disaster medical care, utilizing Salesforce and the MuleSoft API coordination platform"

Government

API

Salesforce

MuleSoft

Ministry of Foreign Affairs of Japan

Development and System Architecture Project for the Overseas Allowance Payment System FY 2025

Building a new Overseas Allowance Payment System utilizing Salesforce

Government

Salesforce

the Japan Association for the 2025 World Exposition

The introduction of services and infrastructure for stakeholders and operation and maintenance

We improved visitor services by streamlining the work of expo personnel.

Government

Portal

National Institute of Advanced Industrial Science and Technology

"a financial accounting-related application system service," "a chemical substance / research results export system service" and "a research note system service."

We build highly convenient, cloud-based systems using Salesforce.

Government

Salesforce



Implementation Support with Okta (Auth0)

Building an Integrated Authentication Infrastructure with Okta (Auth0)

ID

Okta

AWS



大塚倉庫株式会社

The "Order.net" corporate EC platform

We realized the streamlining of ordering and order receipt work and customer satisfaction simultaneously.

EC

Salesforce



An online video call service for "at-home matchmaking" that can be used at home

We developed online video calling functions using AmazonChimeSDK. We realized an easy-to-use UI/UX for customers.

Online Video

AWS



An advance reservation website and portal website for the "LOVOT" family-type robot

We built My LOVOT, the LOVOT Web Store and customer service infrastructure to realize the centralized management of information and the improvement of customer experiences.

Portal

EC

Salesforce



Marui Group "in-building logistics system"

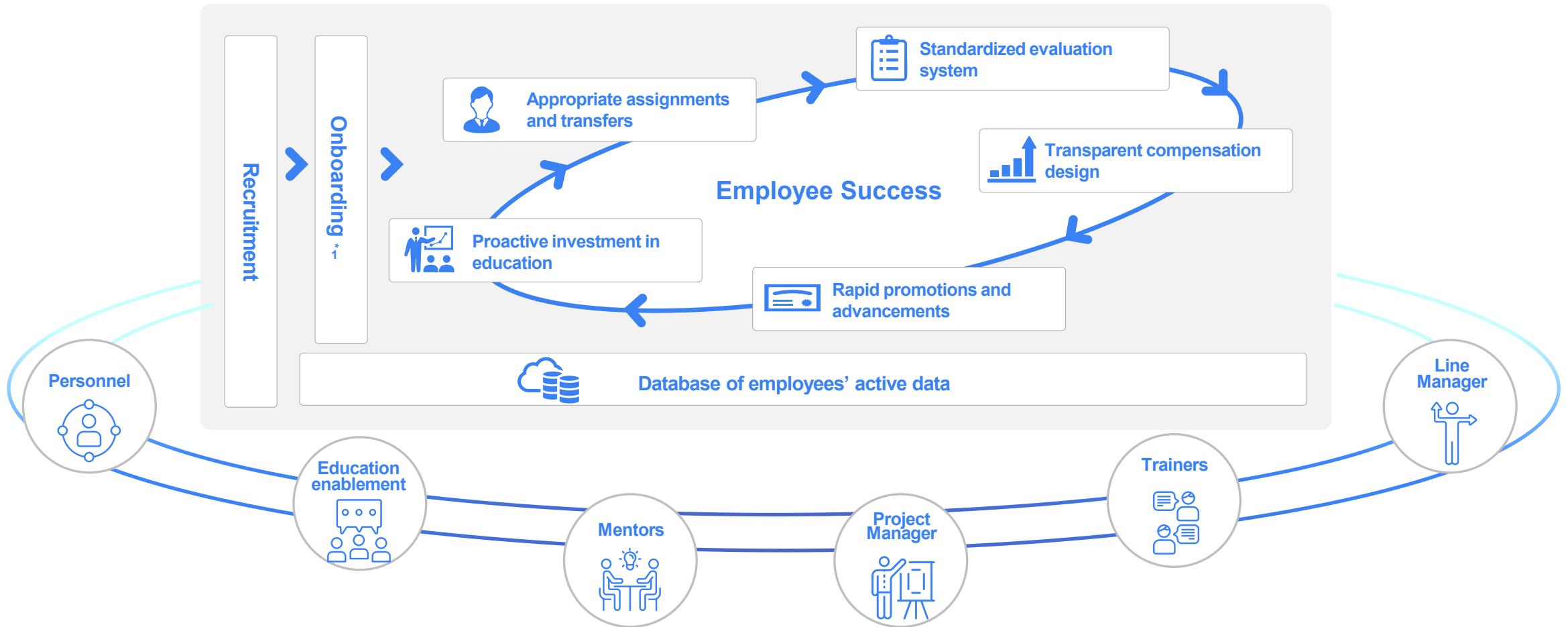
We developed an "in-building logistics system" within Marui Group, and succeeded in reducing the number of man-hours which was being spent on manual and visual operations.

Logistics

Salesforce

Mechanisms that maximize the effectiveness of human resource investments

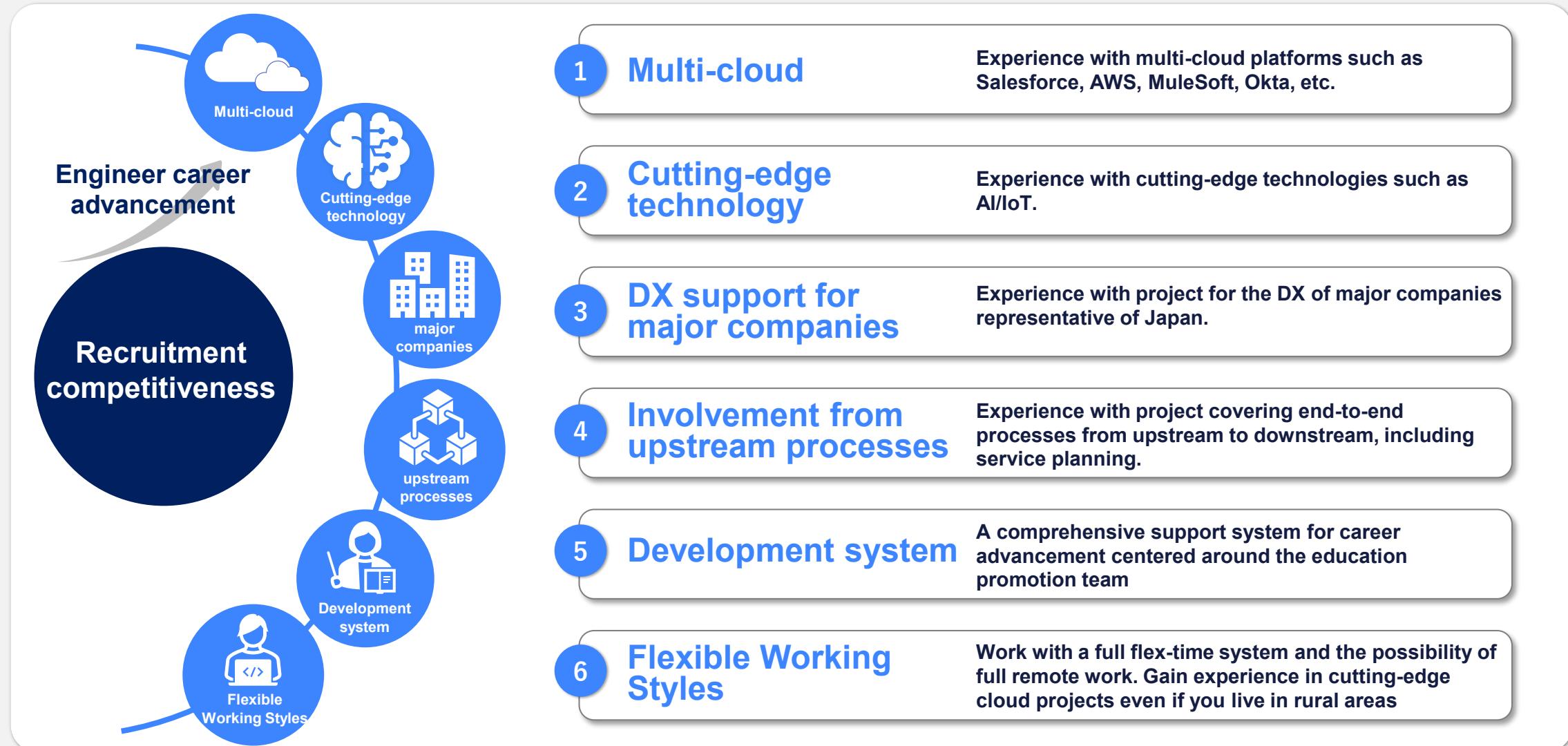
We are building structures and systems that enhance the reproducibility of employee career advancement, leading to increased employee satisfaction and company growth. Supporters such as Human Resources, Education Enablement (Promotion), mentors, trainers, and managers provide multifaceted follow-up from recruitment to training and employees' daily work, maximizing the effectiveness of our investment in human resources.



* 1 Onboarding means initiatives to help human resources new to the organization such as new employees and mid-career hires adapt to the workplace, prevent early job turnover, and promote their establishment and competitiveness.

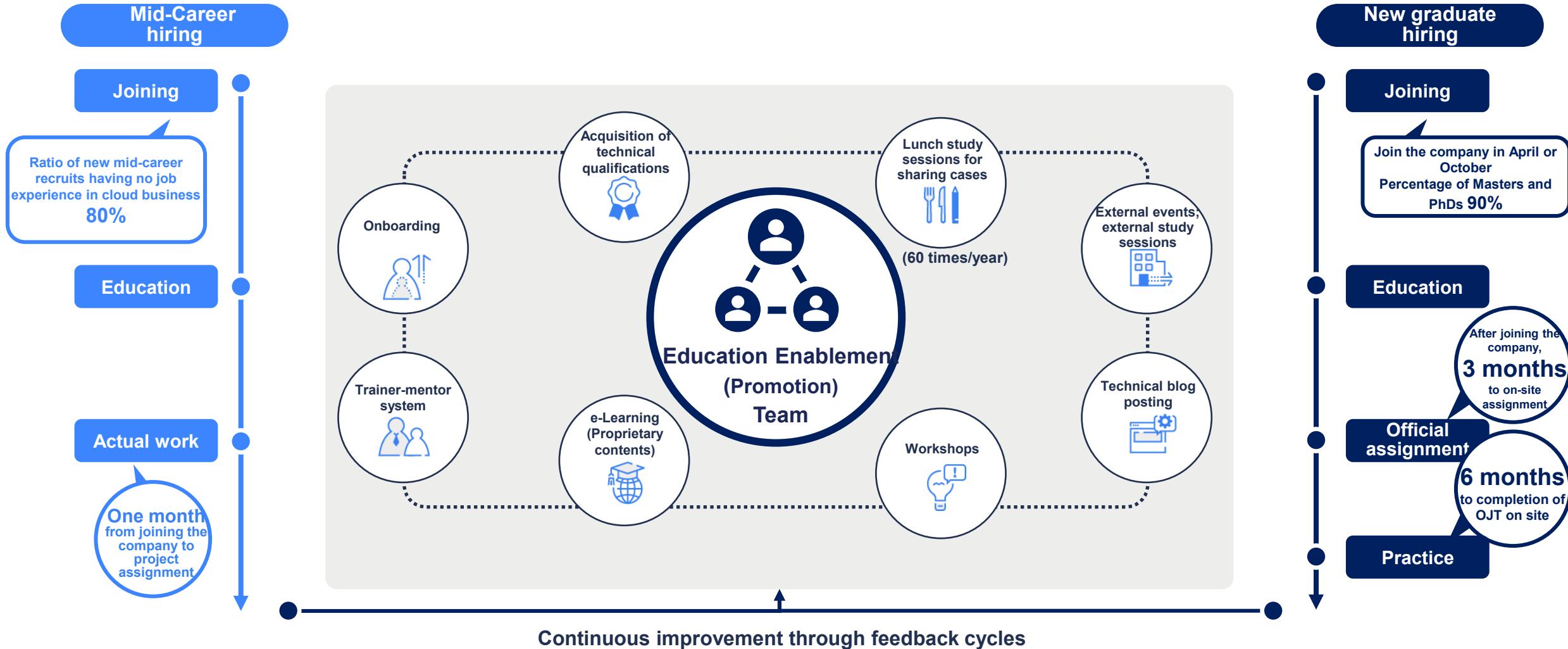
An attractive environment to realize career advancement as an engineer

Our business and personnel and training systems make us attractive and we are chosen by many engineers.



Promotion of systems fostering Multi-disciplinary expertise and human resource development

With a team dedicated to education enablement (promotion) as a focal point, we constantly promote employee education and systemic improvement activities.

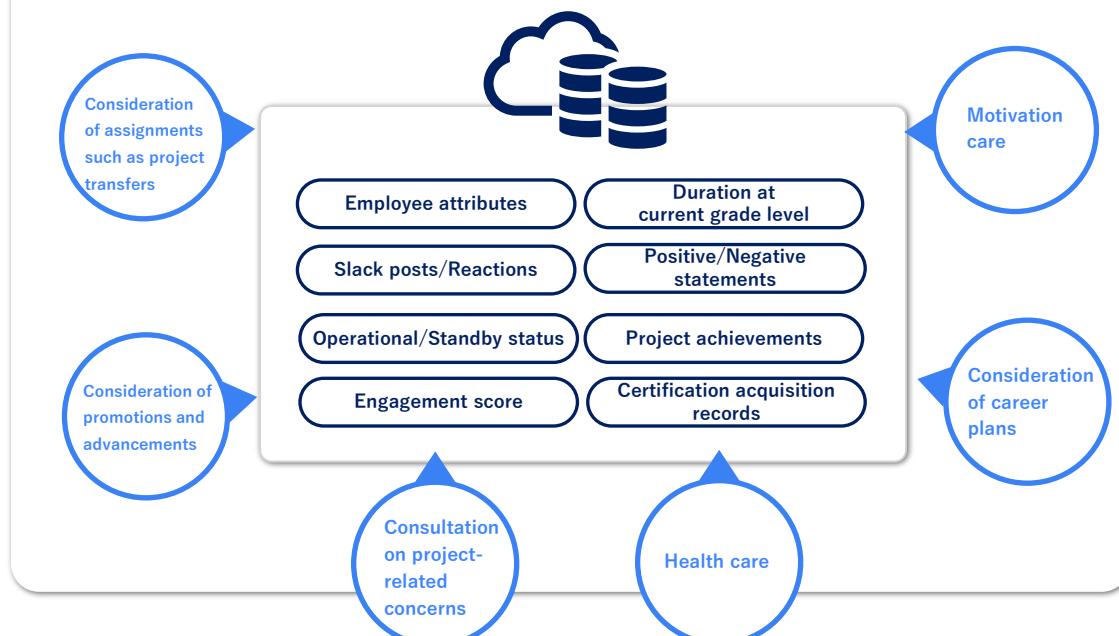


Utilize of the data collection infrastructure for employee attributes and activity data.

We utilize employee data as a basis for decision-making in career plan design and work assignments. Additionally, by understanding employee conditions in remote work environments and using this information for follow-up, we achieve early care. These data infrastructure and visualization systems have been introduced as advanced case studies by Salesforce.

Integrate employee data, appropriate and swift follow-ups.

- We integrate all data related to employees and conduct monitoring.
- By visualizing even subtle changes for each employee, we operate a system that automatically notifies managers about employees who require follow-up.



Published on Salesforce's case study page

The screenshot shows the Salesforce case study page for FLECT. The page features a header with the Salesforce logo and navigation links. The main content area includes a banner image of a bird in a natural setting, the company name 'FLECT', and a brief description in Japanese about how the system visualizes changes in remote work environments. Below this, there is a circular portrait of two men, and a section titled 'Background information' with a URL at the bottom.

リモートワーク環境でも社員の少しの変化を可視化できるシステムを稼働

背景となる情報

<https://www.salesforce.com/jp/resources/customer-stories/flect/>

Excellent engineers with diverse backgrounds are actively successful.

A diverse group of engineers, including new graduates, veterans from large companies, and full remote workers are actively successful.

Hiring of experienced personnel (mid-career hiring)



May 19, 2023



From a major company to Flect. New challenges that even veterans can start on

<https://www.talent-book.jp/flect/stories/52029>

Career

Major telecommunications company
Think tank Sler

I joined the company after working for a major company. I use my extensive experience in upstream processes, to lead cloud integration projects as a PM.



August 10, 2023



Consistently motivated to learn and explore a wide range of technical fields - from front-end engineering to the cloud domain

<https://www.talent-book.jp/flect/stories/52360>

Career

Front engineer
No cloud experience

From no cloud experience to developing an e-commerce site for a major tire manufacturer using Salesforce. My work and personal life are in harmony due to full remote work and flexible hours.

New graduate hiring



January 15, 2024



Actively successful from the first year in a diverse environment - The Flect identity discussed by members who joined the company at the same time

<https://www.talent-book.jp/flect/stories/53608>

Major

Masters program in information engineering
Doctoral program in mathematics
Masters program in life sciences

Even in the first year after joining, you can play an active role with discretion as an engineer. I was also selected as a project manager in my first year.



August 25, 2023



It is interesting because there is no goal or correct answer. Shaping the ideal future from a thoroughly customer perspective

<https://www.talent-book.jp/flect/stories/52489>

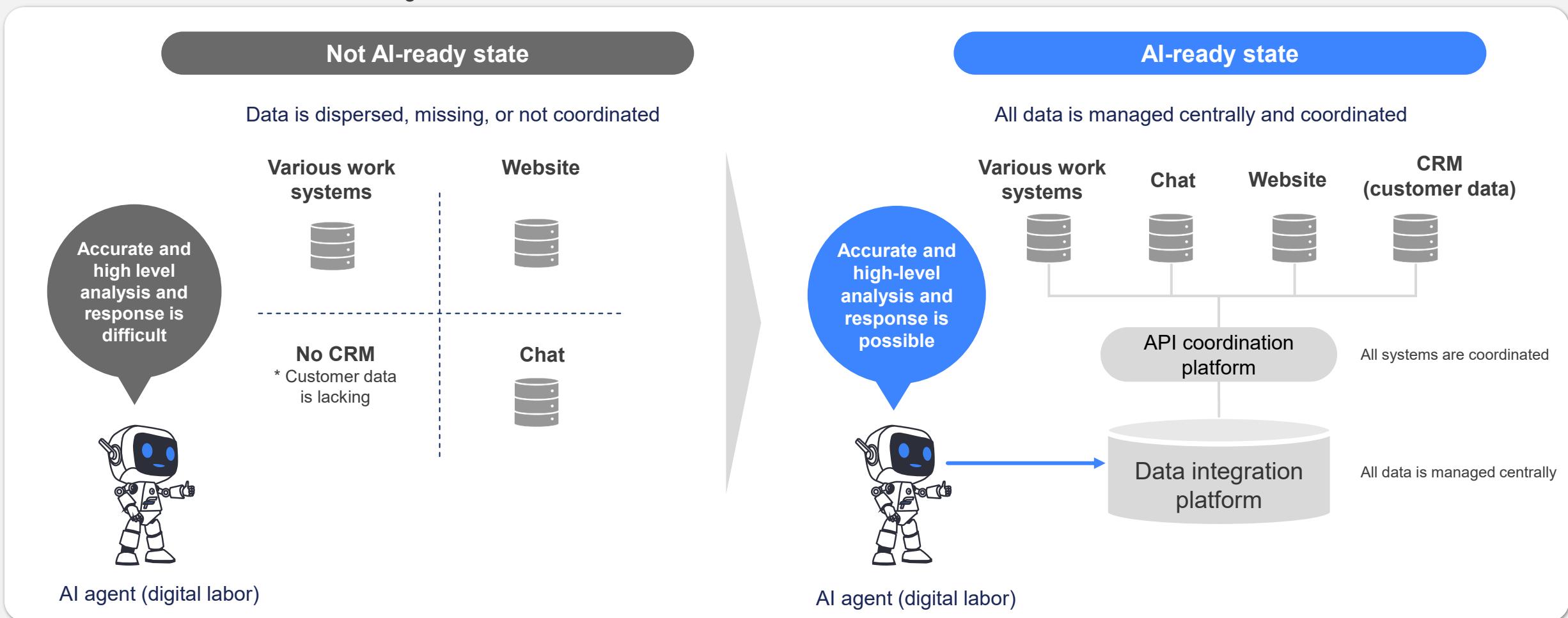
Major

Masters program in information engineering

I was selected as a project leader in my first year with the company. I was also involved in upstream processes such as the definition of requirements and moved to the forefront of cloud integration.

Building AI-ready systems maximizes the effectiveness of AI utilization

The centralized management of data can be raised as one of the important points for maximization of the effectiveness of AI utilization. This is because there are cases in which it is difficult for AI to provide an accurate and sophisticated analysis and response when data is dispersed, insufficient, or not organized, and it does not demonstrate sufficient effects. API coordination, which connects all systems and gathers data, is also an important point in the realization of centralized data management.

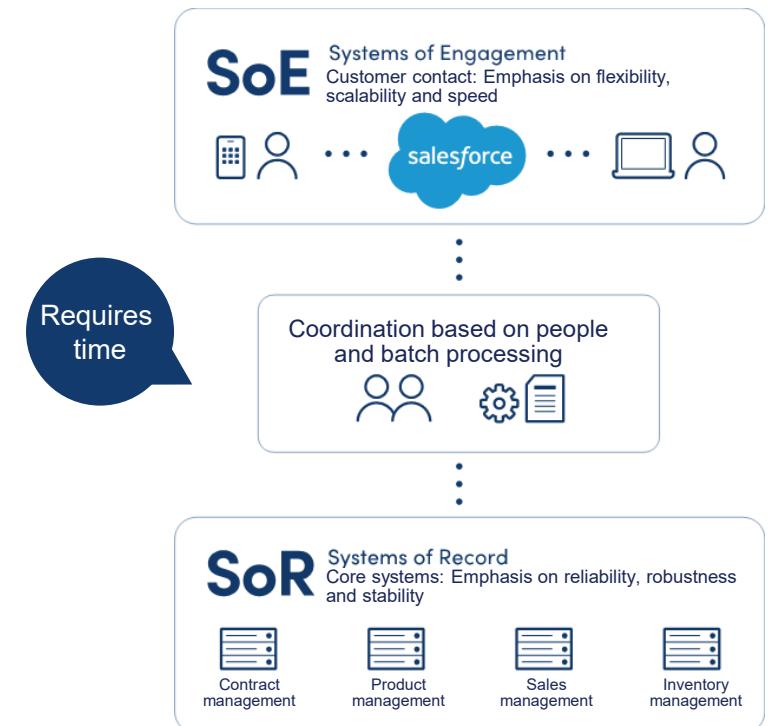


MuleSoft API coordination platform

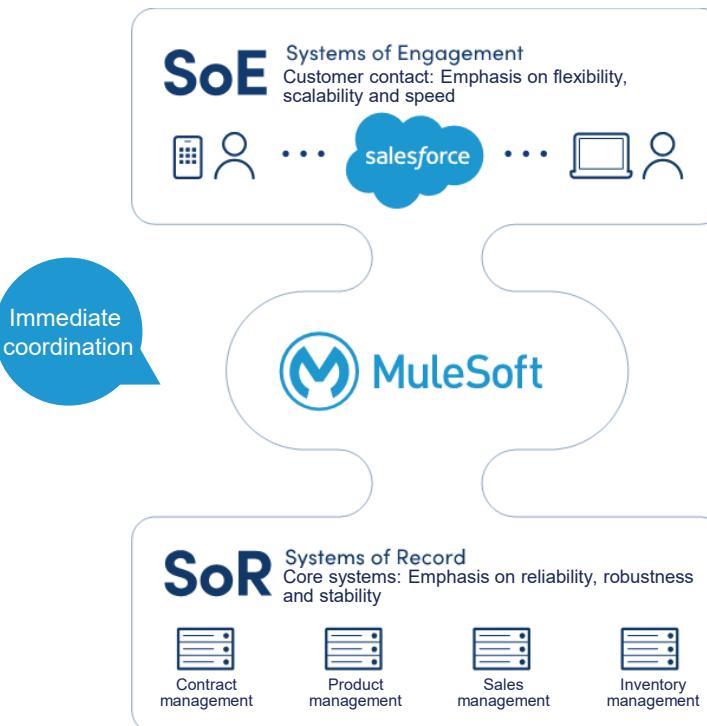
We use the platform provided by MuleSoft, LLC., a leading API coordination platform provider, to connect all system, whether in the cloud or on-premises, with API coordination. Linking disconnected systems realizes the improvement of customer experience.

MuleSoft API coordination platform

The customer experience is impaired as systems are disconnected



The customer experience is improved as all systems are coordinated

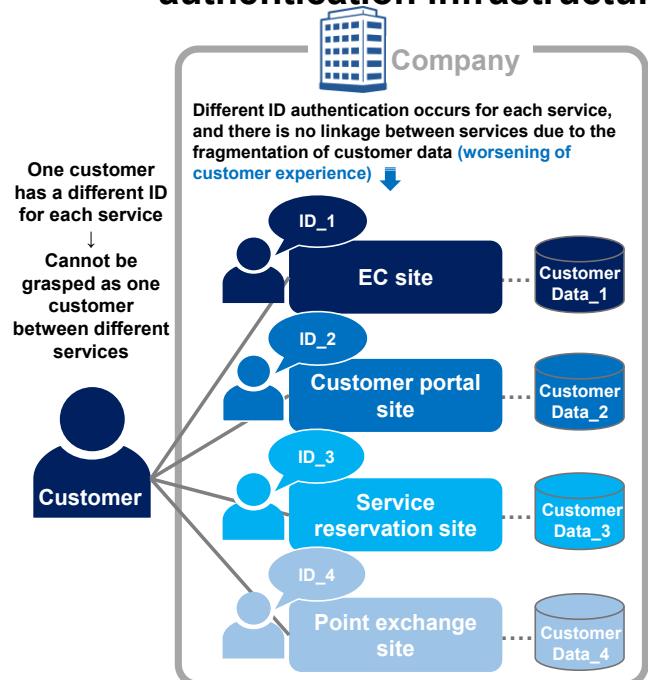


Okta ID integration platform

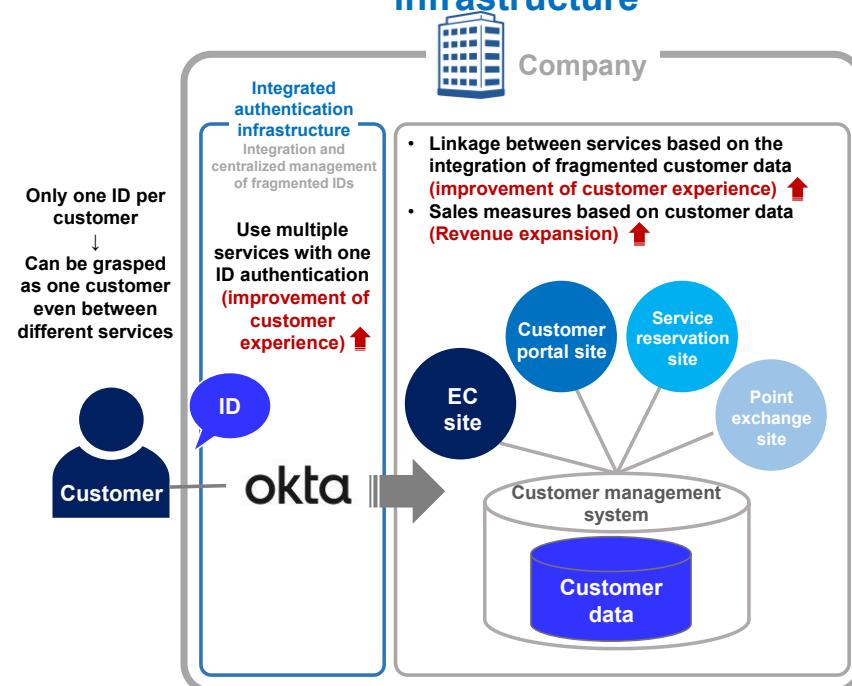
We use the platform provided by Okta, Inc., a major identity management service provider to integrate identities across all digital services. Integrating disconnected customer data realizes the improvement of customer experience.

Okta ID integration platform

Without integrated authentication infrastructure



With integrated authentication infrastructure



Sustainability Initiatives

In 2020, we joined the SDGs Public-Private Partnership Platform for Local Revitalization operated by the Cabinet Office, and have contributed to the SDGs through various initiatives

Society

Job satisfaction and job opportunities

- Provision of opportunities to improve skills and advance career with the theme of maximizing value of resume
- Provision of care for job satisfaction by monitoring the Employee Engagement Scores
- Recruitment of diverse human resources, such as local residents (full remote work), those with no cloud experience, foreign nationals, and elderly staff
- Short-time work and leave for childcare

Promotion of education

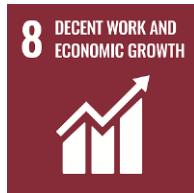
- Promotion of education by education enablement team
- Provision of a variety of educational opportunities, including the holding of internal and external technical study sessions, support for acquisition of qualifications, and in-house original e-learning

Technology innovation

- Research and development of advanced cloud technologies, social implementation of technological innovation through DX support for companies

Economic growth and productivity

- Improvement of productivity and creation of new customer experience value through DX support for companies
- Provision of diverse ways of working to maximize performance, including full remote work



Governance

Corporate governance

- Checks by a majority of outside directors
- Fair decision-making with a composition of directors with diverse knowledge



Compliance

- Establishment of a solid management foundation through compliance

Environment

CO₂ emissions

- Support for mobility service development, contribution to CO₂ emissions reduction
- Contribution to reducing CO₂ emissions by eliminating physical servers



Conservation of natural resources

- Promotion of paperless operations with DX support

Management Team



**Founder/
Representative Director and CEO**

Koji Kurokawa

Starting a company as a student and accumulating entrepreneurial experience in IT for 20 years

Based on his experience of founding a predecessor IT company, Mr. Kurokawa established FLECT Co., Ltd. in 2005. As Representative Director and CEO, he launched its cloud services and established the business bases and has steadfastly directed its course at the helm. With the mission of "Pursuit of Everyone's Fulfilment of Life through the Internet," he firmly intends to maximize the happiness all stakeholders of the Company can enjoy and values it can present.



Director, in charge of Technology Strategy
Masaoki Ohashi

Selected one of the 99 people capable of changing the IoT in Japan

Mr. Ohashi joined Sony Ericsson Mobile Communications in 2004 and was first engaged in the development of smartphone middleware. He joined FLECT Co., Ltd. in 2007, and was appointed director in 2009. He then took charge of its cloud business, and successfully led it onto a path of growth.



External Director, Audit and Supervisory Committee Member

Yosuke Tetsukawa

Representative Partner, Improve Tax Co.
Certified Public Accountant



External Director, Audit and Supervisory Committee Member

Akihito Fujiwara

Former Standing Audit and Supervisory Board Member, Recruit Holdings Co., Ltd.



External Director, Audit and Supervisory Committee Member

Shuya Ogawa

Attorney at Law, Partner, TMI Associates

About handling of this document

- This material has been prepared exclusively for providing information about the Company, and has not been offered as solicitation to buy or sell its securities. Forward-looking statements about future prospects are formulated based on information as at the date of issuance of this material, and thus contain various risks and uncertain factors, and do not guarantee any future results and achievements. Furthermore, information concerning parties other than the Company has not undergone verification about its accuracy or fitness, etc., which cannot be guaranteed.