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November 2, 2026

Consolidated Financial Results for the First Six Months of the Fiscal Year Ending March 31, 2027 <under Japanese GAAP>

Company name: **DTS CORPORATION**
Stock listing: Tokyo Stock Exchange
Stock code: 9682
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Scheduled date to file semi-annual securities report: November 11, 2026
Scheduled date for commencing dividend payments: November 24, 2026
Preparation of supplementary material on financial results: Yes
Holding of financial results presentation meeting: Yes (for institutional investors and analysts)

(Millions of yen with fractional amounts discarded, unless otherwise noted)

1. Consolidated financial results for the first six months of the fiscal year ending March 31, 2027 (from April 1, 2026 to September 30, 2026)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2026	64,454	(3.7)	7,977	(1.3)	8,165	(0.8)	5,439	(0.5)
September 30, 2025	66,926	11.8	8,083	25.2	8,232	24.3	5,466	22.6

Note: Comprehensive income
Six months ended September 30, 2026: ¥5,958 million [(0.1)%]
Six months ended September 30, 2025: ¥5,965 million [21.8%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2026	34.63	–
September 30, 2025	34.17	–

Note: The Company conducted a 4-for-1 stock split of common shares effective October 1, 2025. Accordingly, basic earnings per share are calculated assuming that the stock split took place at the beginning of the fiscal year ended March 31, 2026.

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
As of	Millions of yen	Millions of yen	%
September 30, 2026	82,093	62,370	74.5
March 31, 2026	85,248	64,691	74.5

Reference: Equity
As of September 30, 2026: ¥61,130 million As of March 31, 2026: ¥63,512 million

2. Dividends

	Annual dividends				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2026	–	60.00	–	22.00	–
Fiscal year ending March 31, 2027	–	15.00			
Fiscal year ending March 31, 2027 (Forecasts)			–	23.00	38.00

Note: Revisions to the forecasts of dividends most recently announced: None

Note: The Company conducted a 4-for-1 stock split of common shares effective October 1, 2025. The second quarter-end dividend per share for the fiscal year ended March 31, 2026 reflects the amount before the split, and the fiscal year-end dividend per share for the fiscal year ended March 31, 2026 reflects the amount after the split. The total annual dividend is shown as "–."

3. Consolidated earnings forecasts for the fiscal year ending March 31, 2027 (from April 1, 2026 to March 31, 2027)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Fiscal year ending March 31, 2027	136,000	0.6	17,000	3.4	17,350	2.4	11,700	0.5	75.04

Note: Revisions to the earnings forecasts most recently announced: Yes

Note: Regarding the consolidated earnings forecasts, please refer to the "Notice Concerning Revision of Earnings Forecasts" released today (November 2, 2026).

* Notes

(1) Significant changes in the scope of consolidation during the period: None

(2) Application of specific accounting for preparing semi-annual consolidated financial statements: Yes

Note: For the details, please refer to '(Application of specific accounting for preparing interim consolidated financial statements) in (4) Notes to interim consolidated financial statements in 2. Interim Consolidated Financial Statements and Significant Notes Thereto' on page 12 of the attached materials.

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

a. Changes in accounting policies due to revisions to accounting standards and other regulations: None
b. Changes in accounting policies due to other reasons: None
c. Changes in accounting estimates: None
d. Restatement of prior period financial statements after error corrections: None

(4) Number of issued shares (common stock)

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

As of September 30, 2026	159,149,028 shares
As of March 31, 2026	163,954,928 shares

b. Number of treasury shares at the end of the period

As of September 30, 2026	4,393,778 shares
As of March 31, 2026	4,614,875 shares

c. Average number of outstanding shares during the period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2026	157,090,041 shares
Six months ended September 30, 2025	159,961,371 shares

Note: The Company conducted a 4-for-1 stock split of common shares effective October 1, 2025. Accordingly, the number of issued shares (common stock) is calculated assuming that the stock split took place at the beginning of the fiscal year ended March 31, 2026.

* **Semi-annual financial results reports are exempt from review conducted by certified public accountants or an audit corporation.**

* **Proper use of earnings forecasts, and other special matters**
  The forward-looking statements, including earnings forecasts, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. Consequently, any statements herein do not constitute assurances regarding actual results by the Company. Actual business and other results may differ substantially due to various factors.
  For matters regarding the above earnings forecasts, please refer to '(3) Information regarding consolidated earnings forecasts and other forward-looking statements' in '1. Overview of Operating Results and Others,' on page 6 of the attached materials.

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1. Overview of Operating Results and Others

(1) Overview of operating results for the interim period under review

Forward-looking statements in this document are based on our views as of the end of the interim consolidated accounting period under review.

In the first six months of the fiscal year ending March 31, 2027, the Japanese economy has been recovering moderately, although it is necessary to closely monitor the impact of the situation in the Middle East and natural disasters. Furthermore, we must pay attention to the impact of fluctuations in the financial and capital markets, and other factors.

The environment surrounding the Group is such that, with advances in technology, executive agendas are increasingly centered around themes such as strengthening customer relationships and data-driven management. In line with and influenced by these shifts, corporate IT investments are expected to move toward information systems and customer contact services. In addition, with the technological evolution of generative AI, the needs for AI utilization among client companies are expanding, and furthermore, given the concerns regarding security threats posed by frontier AI, the importance of addressing these issues is also rising rapidly.

Against this backdrop, in the medium-term management plan (2025–2027), which is the 2nd Stage in Vision 2030, the Group focuses on three pillars: “evolution of focus businesses and deepening of core businesses,” “execution of strategic alliances,” and “strengthening of the Group’s management foundation,” and is working on initiatives to promote our business growth and expansion as well as enhance stability and reliability.

Regarding the earnings forecasts for the fiscal year under review, which is the second year of the medium-term management plan, we have revised the net sales forecast downward from ¥142,000 million (+5.0% year on year) to ¥136,000 million (+0.6% year on year; -4.2% from the initial forecast) in light of the loss or cancellation of multiple large-scale product projects that were initially anticipated. Meanwhile, regarding operating profit and EBITDA, we have remained initial forecasts unchanged, because the impact of the above projects on profits is minimal and we expect effects such as improved profitability driven by productivity enhancements in our core SI (System Integration) business. Specifically, we are aiming for an operating profit of ¥17,000 million (+3.4% year on year) and an EBITDA of ¥18,355 million (+3.2% year on year).

■ Evolution of focus businesses and deepening of core businesses

In the medium-term management plan (2025-2027), we have newly set “concentrated investment areas” (Note 2) and “forward-looking investment areas” (Note 3) within the “focus businesses” (Note 1) that we are strengthening as growth areas for the Group.

We are promoting our target of net sales of focus businesses making up 57% of total net sales by the fiscal year ending March 31, 2028. In the six months under review, the focus business net sales ratio was 64.0%, showing steady progress toward our goal.

(Note 1) Focus businesses
Business fields on which the Group will focus

(Note 2) Concentrated investment areas
The five areas that we have redefined to further expand our business scale: i.e., (1) Cloud computing & modernization, (2) Data utilization, (3) Security & managed services, (4) Enterprise Application Services, and (5) IoT & Edge Technology. These are the areas that are expected to grow particularly within our focus businesses.

(Note 3) Forward-looking investment areas
Areas expected to see rapid market expansion and increased customer business value in the future, i.e., AI, generative AI, and customer experience value (CX)

■ Execution of strategic alliances

[Acquisition of all shares of SYSTEM TREND Inc.]

KYUSHU DTS CORPORATION has acquired all shares of SYSTEM TREND Inc. Leveraging this

acquisition, we will strengthen our nearshore development structure in Kyushu, combine the technical capabilities and know-how of both companies, and aim to enhance value for our customers and expand our business across the entire Kyushu region.

[Accelerating co-creation with startups in partnership with JAFCO Co., Ltd.]

We have decided to invest in the JAFCO SV8 Investment Limited Partnership, operated by JAFCO Co., Ltd., in order to accelerate co-creation with startups. Through this fund, we will build relationships with JAFCO and its portfolio companies and promote the expansion of services in our focus businesses, the development of new solutions, and the creation of new businesses.

[DTS INSIGHT CORPORATION acquired the assets of the "Agile+ Relief" series of source code analysis tools from Fujitsu Limited]

DTS INSIGHT CORPORATION has signed an asset transfer agreement with Fujitsu Limited regarding the Agile+ Relief series of source code analysis tools. By acquiring the software-related assets of the series, inheriting the support services, and deploying the successor product Code Relief, we are working to improve customers' development efficiency while minimizing the impact on existing users' development environments.

[Launched joint research with Yokohama National University on visualizing presenteeism of students preparing for entrance examinations]

We have launched a joint research project with Associate Professor Chika Sugimoto of the Faculty of Engineering at Yokohama National University to develop an AI-based learning support model focused on the presenteeism of students preparing for entrance examinations (Note 1). By utilizing wearable data and other metrics, the initiative aims to visualize learning conditions and provide highly personalized learning support tailored to each individual student.

(Note 1) Presenteeism of students preparing for entrance examinations
This refers to a state in which students preparing for entrance examinations continue to study but experience reduced concentration, comprehension, motivation to learn, and learning performance due to factors such as physical illness, mental health issues, or examination-related stress and anxiety.

Moving forward, we will continue to promote alliances across various domains and objectives in order to complement and strengthen the capabilities necessary for realizing our growth strategy.

■ Strengthening of the Group's management foundation

To strengthen our management foundation, we will invest in human capital and reinforce group governance and system infrastructure, and improve capital efficiency, aiming for sustained, stable enhancement of corporate value.

To improve capital efficiency, implement cash allocation based on the medium-term management plan, and further increase returns to shareholders, we repurchased our treasury shares for approximately ¥5.0 billion from May through September 2026. All of these treasury shares repurchased during the fiscal year under review have been canceled.

In addition, in August 2026, we were selected as a constituent of the "JPX-Nikkei Index 400" (Note 1) and the "JPX-Nikkei Mid and Small Cap Index" (Note 2) for fiscal year 2026 (August 31, 2026 – August 30, 2027).

(Note 1) JPX-Nikkei Index 400
A stock index composed of companies with high appeal for investors, which meet requirements of global investment standards, such as efficient use of capital and investor-focused management perspectives. The index is jointly developed by JPX Market Innovation & Research, Inc. and Nikkei Inc.

(Note 2) JPX-Nikkei Mid and Small Cap Index
A stock index that applies the concept of the JPX-Nikkei Index 400, which is an index comprised of highly attractive listed companies, to mid and small cap equities by selecting companies that are promoting sustainable enhancement of corporate value and shareholder-

oriented management. The index is jointly developed by JPX Market Innovation & Research, Inc. and Nikkei Inc.

While the Group has steadily advanced initiatives under the three pillars of the medium-term management plan, net sales for the six months under review was ¥64,454 million (-3.7% year on year), primarily due to the reactionary impact from the peak-out of large-scale projects in each segment during the same period of the previous fiscal year.

Gross profit came to ¥15,101 million (+2.1% year on year) due to improved profitability driven by factors such as enhanced project margins.

Selling, general and administrative expenses were ¥7,124 million (+6.2% year on year). Although gross profit increased, operating profit came to ¥7,977 million (-1.3% year on year), and ordinary profit came to ¥8,165 million (-0.8% year on year) due to an increase in selling, general and administrative expenses. Profit attributable to owners of parent was ¥5,439 million (-0.5% year on year), mainly due to the decrease in ordinary profit.

(Millions of yen)

	Consolidated	
		Year-on-year change (%)
Net sales	64,454	(3.7)
Operating profit	7,977	(1.3)
Ordinary profit	8,165	(0.8)
Profit attributable to owners of parent	5,439	(0.5)

<Net sales by segment>

(Millions of yen)

Segment name	Consolidated	
		Year-on-year change (%)
Operation & Solutions	26,678	(0.0)
Technology & Solutions	22,367	(1.8)
Platforms & Services	15,408	(11.8)
Total	64,454	(3.7)

Summaries of the operational conditions of each segment are as follows.

Operation & Solutions Segment

Although there was a reaction to the temporary increase in large-scale projects for financial institutions in the same period of the previous fiscal year, net sales remained at the same level as the same period of the previous fiscal year at ¥26,678 million (-0.0% year on year), due to the expansion of projects for welfare-related services and life insurance companies.

In initiatives for our “focus businesses,” we will combine industry expertise in areas such as the financial and public sectors with digital technology to expand areas of concentrated investment, such as cloud shifting and migration services, and drive business growth.

Under this policy, we have successfully completed, in collaboration with Daiichi Life Techno Cross Co., Ltd., a project to redevelop the claims procedure navigation system promoted by Daiichi Life Insurance Co., Ltd. As a result, we reduced the time required to process claims procedures to

approximately one-tenth of previous methods and improved the convenience of procedures conducted via dedicated tablets and websites.

Furthermore, SBI Sumi shin Net Bank, Ltd. (Note 1) has adopted all features of AMLion, our anti-money laundering product, and has commenced full-scale operations. AMLion is a product that realizes a series of operations related to anti-money laundering and counter financing of terrorism (AML/CFT) in real time on a single platform, and it was selected and implemented in recognition of its capability to be utilized for detecting unauthorized or fraudulent use of financial services. We will continue to contribute to the advancement of AML/CFT through AMLion.

Tohoku Systems Support Co., Ltd., our group company, has released the asset and item management system "MONiSTOR," built upon approximately 20 years of expertise in RFID implementation. By leveraging RFID data, it streamlines management operations such as ledgers, physical inventory, and lending/borrowing, while helping to reduce working hours and manpower, improve ledger accuracy, and minimize human error. We will continue to expand RFID solutions and contribute to the promotion of DX in on-site operations.

(Note 1) SBI Sumishin Net Bank, Ltd. has changed its corporate name to DOCOMO SMTB Net Bank, Inc. effective August 3, 2026.

Technology & Solutions Segment

Net sales came to ¥22,367 million (-1.8% year on year), due to a peak-out of embedded system projects as well as large-scale projects such as core system renewals and ERP renewals, which had generated concentrated sales in the previous year, despite the expansion of focus areas such as ServiceNow and data utilization.

In our initiatives for focus businesses, we will drive the expansion of the Group's focus businesses by expanding concentrated investment areas such as Enterprise Application Services, as well as by strengthening initiatives in forward-looking investment areas such as generative AI.

In the Enterprise Application Services domain, our successful completion of highly challenging projects involving mcframe was recognized, and we received the Excellent Partner Award at mcframe Award 2026. This marks our second consecutive year of receiving the mcframe Award, following the Take Off Award in 2025.

We are also progressively expanding our digital integrated infrastructure platform based on the IT infrastructure expertise we have cultivated across various industries. In the first phase, we have launched data center services and network services, in addition to our cloud-managed services, which comprehensively handle monitoring, operations, and maintenance for cloud environments. We will strive to reduce operational burdens and drive continuous improvement by leveraging AI-driven operations monitoring for predictive detection and automated recovery, as well as operational processes aligned with ITSM.

In the area of security, we will collaborate with Grand Secunology Inc. and utilize its ASRM (Attack Surface + Risk Management) service "Mitokude" to support the continuous identification and management of corporate externally-facing assets and vulnerabilities. By integrating the technologies and expertise of both companies, we will comprehensively address everything from risk detection to mitigation, aiming to enhance the sophistication of our security services.

In the area of data utilization, we have signed a partnership agreement and initiated collaboration with dotData, Inc., which specializes in AI and data analysis technology. This collaboration marks the first concrete initiative of co-creation with startups through an investment in the JAFCO SV8 Investment Limited Partnership operated by JAFCO Co., Ltd. As part of this initiative, we have added a quality factor analysis service for the manufacturing industry to our data utilization solution, DTS Data Management Solution (DMS). Through this service, we will contribute to quality improvement on the manufacturing floor by cross-analyzing diverse data—such as quality, equipment, and manufacturing conditions—to explore candidate factors that affect quality.

Platforms & Services Segment

Net sales came to ¥15,408 million (-11.8% year on year), due to a reactionary decline following the previous year's projects such as constructing generative AI infrastructure for data centers and providing lifecycle management services, despite the expansion of solutions capturing demand for virtualization infrastructure migration and backup in the infrastructure product business area.

In our initiatives for focus businesses, in addition to expanding our operational service menu centered on ReSM and ReSM plus, we will advance our operational services through the use of AI to shorten failure recovery time and other measures.

(2) Overview of financial position for the interim period under review

In terms of financial position, total assets decreased by ¥3,154 million from the end of the previous fiscal year to ¥82,093 million. This was mainly due to decreases of ¥3,786 million in notes and accounts receivable – trade, and contract assets, and ¥2,953 million in cash and deposits, despite increases of ¥1,874 million in securities and ¥923 million in investment securities.

Liabilities decreased by ¥834 million from the end of the previous fiscal year to ¥19,722 million. This was mainly due to a decrease of ¥691 million in accrued consumption taxes included in the "other" category under current liabilities.

Net assets decreased by ¥2,320 million from the end of the previous fiscal year to ¥62,370 million. This was mainly due to a decrease of ¥3,505 million in retained earnings resulting from the payment of dividends of surplus and an increase of ¥4,999 million in treasury shares following the share repurchase, despite increases of ¥5,439 million in retained earnings resulting from the recording of profit attributable to owners of parent and ¥473 million in valuation difference on available-for-sale securities. The cancellation of treasury shares reduced treasury shares by ¥4,916 million. However, retained earnings decreased by ¥4,916 million, resulting in no impact on total net assets.

(3) Information regarding consolidated earnings forecasts and other forward-looking statements

We have revised the earnings forecasts as net sales are expected to fall below our previous forecast, due to factors such as the loss or cancellation of multiple large-scale product projects that were initially planned.

Meanwhile, the impact on profits from the decline in net sales is expected to be limited because the impact of the above projects on profits is minimal and we expect effects such as improved profitability driven by productivity enhancements in our core SI business.

Therefore, we have remained our previously announced forecasts for operating profit, ordinary profit, and profit attributable to owners of parent unchanged.

2. Interim Consolidated Financial Statements and Significant Notes Thereto

(1) Consolidated balance sheets

(Millions of yen)

	As of March 31, 2026	As of September 30, 2026
Assets		
Current assets		
Cash and deposits	29,775	26,821
Notes and accounts receivable - trade, and contract assets	27,729	23,942
Securities	791	2,665
Merchandise and finished goods	1,033	1,444
Work in process	169	185
Raw materials and supplies	76	101
Other	1,864	2,109
Allowance for doubtful accounts	(18)	(15)
Total current assets	61,422	57,255
Non-current assets		
Property, plant and equipment	4,642	4,647
Intangible assets		
Goodwill	4,578	4,601
Other	904	929
Total intangible assets	5,482	5,531
Investments and other assets		
Investment securities	8,707	9,631
Other	5,000	5,036
Allowance for doubtful accounts	(7)	(7)
Total investments and other assets	13,700	14,660
Total non-current assets	23,826	24,838
Total assets	85,248	82,093

(Millions of yen)

	As of March 31, 2026	As of September 30, 2026
Liabilities		
Current liabilities		
Accounts payable - trade	6,804	6,615
Income taxes payable	3,087	3,126
Provision for bonuses	3,224	3,277
Provision for bonuses for directors (and other officers)	91	41
Provision for loss on orders received	561	121
Other	5,864	5,512
Total current liabilities	19,634	18,695
Non-current liabilities		
Retirement benefit liability	239	270
Other	683	755
Total non-current liabilities	922	1,026
Total liabilities	20,556	19,722
Net assets		
Shareholders' equity		
Share capital	6,113	6,113
Capital surplus	4,992	4,992
Retained earnings	52,674	49,685
Treasury shares	(4,645)	(4,496)
Total shareholders' equity	59,133	56,294
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3,004	3,478
Foreign currency translation adjustment	243	300
Remeasurements of defined benefit plans	1,130	1,057
Total accumulated other comprehensive income	4,379	4,836
Non-controlling interests	1,178	1,240
Total net assets	64,691	62,370
Total liabilities and net assets	85,248	82,093

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

Consolidated statements of income

(Millions of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Net sales	66,926	64,454
Cost of sales	52,132	49,352
Gross profit	14,793	15,101
Selling, general and administrative expenses	6,710	7,124
Operating profit	8,083	7,977
Non-operating income		
Interest income	63	82
Dividend income	66	90
Other	174	64
Total non-operating income	303	238
Non-operating expenses		
Interest expenses	3	5
Loss on investments in investment partnerships	145	9
Commission for purchase of treasury shares	3	19
Other	2	14
Total non-operating expenses	154	50
Ordinary profit	8,232	8,165
Extraordinary income		
Gain on sale of non-current assets	–	5
Gain on sale of investment securities	67	–
Total extraordinary income	67	5
Extraordinary losses		
Loss on sale of non-current assets	–	0
Loss on retirement of non-current assets	0	0
Loss on sale of shares of subsidiaries and associates	124	–
Total extraordinary losses	124	1
Profit before income taxes	8,175	8,169
Income taxes	2,654	2,709
Profit	5,520	5,459
Profit attributable to non-controlling interests	54	19
Profit attributable to owners of parent	5,466	5,439

Consolidated statements of comprehensive income

(Millions of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Profit	5,520	5,459
Other comprehensive income		
Valuation difference on available-for-sale securities	748	473
Foreign currency translation adjustment	(250)	98
Remeasurements of defined benefit plans, net of tax	(53)	(73)
Total other comprehensive income	444	498
Comprehensive income	5,965	5,958
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	6,001	5,896
Comprehensive income attributable to non-controlling interests	(36)	61

(3) Consolidated statements of cash flows

(Millions of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Cash flows from operating activities		
Profit before income taxes	8,175	8,169
Depreciation	412	399
Amortization of goodwill	205	205
Increase (decrease) in provision for bonuses	(559)	38
Increase (decrease) in provision for bonuses for directors (and other officers)	(17)	(49)
Increase (decrease) in provision for loss on orders received	(26)	(440)
Decrease (increase) in retirement benefit asset	(51)	(186)
Increase (decrease) in retirement benefit liability	(60)	(15)
Loss (gain) on sale of shares of subsidiaries and associates	124	–
Decrease (increase) in accounts receivable - trade, and contract assets	991	3,848
Decrease (increase) in inventories	180	(449)
Increase (decrease) in trade payables	(889)	(199)
Other, net	(1,088)	(611)
Subtotal	7,397	10,709
Interest and dividends received	211	148
Interest paid	(3)	(3)
Income taxes paid	(2,785)	(2,550)
Net cash provided by (used in) operating activities	4,820	8,303
Cash flows from investing activities		
Purchase of securities	(1,667)	(3,292)
Proceeds from sale and redemption of securities	450	1,780
Purchase of property, plant and equipment	(158)	(271)
Purchase of intangible assets	(100)	(211)
Purchase of investment securities	(0)	(560)
Proceeds from sale of investment securities	100	–
Payments into time deposits	(255)	(100)
Proceeds from withdrawal of time deposits	1,206	200
Proceeds from distributions from investment partnerships	9	20
Purchase of shares of subsidiaries resulting in change in scope of consolidation	–	(219)
Payments for sale of shares of subsidiaries resulting in change in scope of consolidation	(325)	–
Payments for contingent considerations of shares of subsidiaries	(296)	–
Other, net	(29)	9
Net cash provided by (used in) investing activities	(1,067)	(2,644)
Cash flows from financing activities		
Purchase of treasury shares	(2,503)	(5,002)
Dividends paid	(3,096)	(3,497)
Other, net	(56)	(33)
Net cash provided by (used in) financing activities	(5,656)	(8,533)
Effect of exchange rate change on cash and cash equivalents	(90)	34
Net increase (decrease) in cash and cash equivalents	(1,994)	(2,840)
Cash and cash equivalents at beginning of period	28,405	29,381
Cash and cash equivalents at end of period	26,410	26,540

(4) Notes to interim consolidated financial statements

(Notes on premise of going concern)

No items to report.

(Notes on substantial changes in the amount of shareholders' equity)

No items to report.

(Application of specific accounting for preparing interim consolidated financial statements)

(Calculation of taxes)

Taxes are calculated first by reasonably estimating the effective tax rate after applying tax effect accounting against profit before income taxes for the fiscal year including the interim period under review, and next by multiplying the periodical profit before income taxes by such estimated effective tax rate.

(Notes on consolidated balance sheets)

(Contingent liabilities)

Improper payments were made to individuals deemed to be public officials at a specific overseas subsidiary of the Company in the past, and it has been recognized that these payments could be in violation of local anti-corruption laws and other laws and regulations. Accordingly, there is a possibility that investigations and prosecutions may be conducted by local authorities in the future, but the situation is uncertain at this point in time. There are also many uncertainties in estimating fines and penalties to be imposed by the authorities at this time, and it is therefore difficult to reasonably estimate the specific amount of future losses.

(Notes on segment information, etc.)

[Segment Information]

I For the interim period ended September 30, 2025 (from April 1, 2025 to September 30, 2025)

Information about net sales and profit (loss) by reportable segment

(Millions of yen)

	Reportable segment				Adjustment (Note 1)	Amount reported on the interim consolidated statements of income (Note 2)
	Operation & Solutions	Technology & Solutions	Platforms & Services	Total		
Net sales						
Sales to external customers	26,680	22,776	17,469	66,926	–	66,926
Intersegment sales or transfers	768	50	301	1,121	(1,121)	–
Total	27,448	22,827	17,771	68,047	(1,121)	66,926
Segment profit	3,567	2,799	1,717	8,084	(1)	8,083

Notes: 1. There were no material segment profit adjustments.
2. Segment profit is reconciled to operating profit in the interim consolidated statements of income.

II For the interim period ended September 30, 2026 (from April 1, 2026 to September 30, 2026)

Information about net sales and profit (loss) by reportable segment

(Millions of yen)

	Reportable segment				Adjustment (Note 1)	Amount reported on the interim consolidated statements of income (Note 2)
	Operation & Solutions	Technology & Solutions	Platforms & Services	Total		
Net sales						
Sales to external customers	26,678	22,367	15,408	64,454	–	64,454
Intersegment sales or transfers	617	13	174	805	(805)	–
Total	27,295	22,381	15,583	65,260	(805)	64,454
Segment profit	3,790	2,727	1,459	7,978	(0)	7,977

Notes: 1. There were no material segment profit adjustments.
2. Segment profit is reconciled to operating profit in the interim consolidated statements of income.

(Revenue recognition)

Disaggregation of revenue from contracts with customers

For the interim period ended September 30, 2025 (from April 1, 2025 to September 30, 2025)

(Millions of yen)

	Reportable segment			Total
	Operation & Solutions	Technology & Solutions	Platforms & Services	
Services	3,755	7,497	10,066	21,319
SI and development	22,365	15,007	3,199	40,571
Products	559	271	4,204	5,035
Revenue from contracts with customers	26,680	22,776	17,469	66,926
Sales to external customers	26,680	22,776	17,469	66,926

For the interim period ended September 30, 2026 (from April 1, 2026 to September 30, 2026)

(Millions of yen)

	Reportable segment			Total
	Operation & Solutions	Technology & Solutions	Platforms & Services	
Services	3,729	6,972	9,752	20,454
SI and development	22,562	15,051	1,696	39,309
Products	385	344	3,960	4,690
Revenue from contracts with customers	26,678	22,367	15,408	64,454
Sales to external customers	26,678	22,367	15,408	64,454

3. Others

Results of production, orders and sales

(1) Production

Production in the interim period under review is as follows.

Segment	Production (Millions of yen)	Year-on-year change (%)
Operation & Solutions	26,678	(0.0)
Technology & Solutions	22,367	(1.8)
Platforms & Services	15,408	(11.8)
Total	64,454	(3.7)

Note: Inter-segment transactions have been eliminated.

(2) Orders

Orders in the interim period under review are as follows.

Segment	Order volume (Millions of yen)	Year-on-year change (%)	Order backlog (Millions of yen)	Year-on-year change (%)
Operation & Solutions	26,538	1.8	15,362	3.0
Technology & Solutions	24,244	1.9	14,982	11.4
Platforms & Services	15,882	(10.9)	9,763	(11.1)
Total	66,665	(1.5)	40,109	2.0

Note: Inter-segment transactions have been eliminated.

(3) Sales

Sales in the interim period under review are as follows.

Segment	Sales (Millions of yen)	Year-on-year change (%)
Operation & Solutions	26,678	(0.0)
Technology & Solutions	22,367	(1.8)
Platforms & Services	15,408	(11.8)
Total	64,454	(3.7)

Note: Inter-segment transactions have been eliminated.