

Translation

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**Summary of Consolidated Financial Results
for the Six Months Ended December 31, 2024
(Based on Japanese GAAP)**

February 5, 2025

Company name: Computer Institute of Japan, Ltd.
 Stock exchange listing: Tokyo
 Stock code: 4826 URL <https://www.cij.co.jp/>
 Representative: President and Chief Executive Officer Akihiko Sakamoto
 Executive Officer Management Planning
 Inquiries: Dept. Manager Takashi Morita TEL 045-222-0555
 Scheduled date to file Semi-annual Securities Report: February 13, 2025
 Scheduled date to commence dividend payments: March 3, 2025
 Preparation of supplementary material on financial results: Yes
 Holding of financial results meeting: Yes (for analysts)

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the six months ended December 31, 2024 (from July 1, 2024 to December 31, 2024)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended December 31, 2024	13,216	4.1	981	(3.5)	991	(4.4)	636	(4.4)
Six months ended December 31, 2023	12,693	13.3	1,016	5.9	1,037	7.1	665	10.5

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Six months ended December 31, 2024	11.04		-	
Six months ended December 31, 2023	11.44		-	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2024	18,350	14,510	79.1
As of June 30, 2024	18,497	14,509	78.4

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended June 30, 2024	-	-	-	11.00	11.00
Year ending June 30, 2025	-	7.00	-	-	-
Year ending June 30, 2025 (Forecast)	-	-	-	7.00	14.00

3. Forecast of consolidated financial results for the year ending June 30, 2025 (from July 1, 2024 to June 30, 2025)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	27,000	4.9	2,050	4.3	2,060	3.3	1,280	35.0	22.22

4. Notes

(1) Significant changes in the scope of consolidation during the six months ended December 31, 2024: Yes

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

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

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

Changes in accounting policies due to other reasons: No

Changes in accounting estimates: No

Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

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

As of December 31, 2024	66,798,288 shares	As of June 30, 2024	66,798,288 shares
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Number of treasury shares at the end of the period

As of December 31, 2024	9,240,898 shares	As of June 30, 2024	9,072,592 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Six months ended December 31, 2024	57,632,686 shares	Six months ended December 31, 2023	58,157,307 shares
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Semi-annual consolidated financial statements
Consolidated balance sheets

(Thousands of yen)

	As of June 30, 2024	As of December 31, 2024
Assets		
Current assets		
Cash and deposits	9,460,290	8,147,381
Accounts receivable - trade	3,491,160	3,609,841
Contract assets	607,869	862,838
Securities	399,980	209,030
Merchandise and finished goods	1,515	1,185
Work in process	27,118	60,440
Other	277,092	390,963
Total current assets	14,265,027	13,281,680
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	299,981	298,547
Land	–	448
Other, net	43,759	49,870
Total property, plant and equipment	343,740	348,866
Intangible assets		
Goodwill	445,114	959,824
Other	360,728	320,184
Total intangible assets	805,843	1,280,009
Investments and other assets		
Investment securities	2,000,841	2,305,004
Other	1,086,731	1,140,660
Allowance for doubtful accounts	(5,073)	(5,335)
Total investments and other assets	3,082,499	3,440,330
Total non-current assets	4,232,083	5,069,206
Total assets	18,497,111	18,350,886

(Thousands of yen)

	As of June 30, 2024	As of December 31, 2024
Liabilities		
Current liabilities		
Accounts payable - trade	982,583	966,109
Short-term borrowings	520,003	520,000
Current portion of long-term borrowings	–	10,008
Income taxes payable	488,186	459,173
Contract liabilities	81,680	55,987
Provision for bonuses	456,949	455,184
Provision for loss on orders received	–	19,182
Other	1,390,909	1,260,212
Total current liabilities	3,920,312	3,745,857
Non-current liabilities		
Long-term borrowings	–	23,312
Retirement benefit liability	45,371	46,374
Other	22,405	25,167
Total non-current liabilities	67,777	94,853
Total liabilities	3,988,089	3,840,711
Net assets		
Shareholders' equity		
Share capital	2,270,228	2,270,228
Capital surplus	2,550,925	2,667,149
Retained earnings	11,190,556	11,191,591
Treasury shares	(1,725,939)	(1,883,103)
Total shareholders' equity	14,285,770	14,245,865
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	213,642	255,282
Foreign currency translation adjustment	9,609	9,027
Total accumulated other comprehensive income	223,251	264,309
Total net assets	14,509,022	14,510,175
Total liabilities and net assets	18,497,111	18,350,886

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

Consolidated statements of income (cumulative)

(Thousands of yen)

	Six months ended December 31, 2023	Six months ended December 31, 2024
Net sales	12,693,496	13,216,118
Cost of sales	10,108,250	10,579,847
Gross profit	2,585,246	2,636,271
Selling, general and administrative expenses		
Remuneration for directors (and other officers)	166,160	180,268
Salaries and allowances	432,320	476,557
Provision for bonuses	43,853	52,892
Welfare expenses	102,083	121,033
Rent expenses	143,888	142,613
Depreciation	87,115	43,052
Commission expenses	87,497	154,842
Recruitment expenses	21,369	28,252
Taxes and dues	54,925	57,269
Research and development expenses	57,211	78,400
Amortization of goodwill	81,619	37,092
Other	290,466	282,378
Total selling, general and administrative expenses	1,568,512	1,654,653
Operating profit	1,016,733	981,617
Non-operating income		
Interest income	14,254	11,062
Dividend income	4,746	5,013
Subsidy income	5,752	330
Other	8,674	6,126
Total non-operating income	33,427	22,532
Non-operating expenses		
Interest expenses	1,265	1,761
Amortization of long-term prepaid expenses	11,344	8,368
Other	537	2,991
Total non-operating expenses	13,147	13,120
Ordinary profit	1,037,013	991,029
Extraordinary income		
Surrender value of insurance policies	3,768	–
Other	113	–
Total extraordinary income	3,881	–
Extraordinary losses		
Loss on sale of investment securities	4,225	–
Loss on valuation of investment securities	4,092	4,741
Loss on valuation of investments in capital	1,164	–
Total extraordinary losses	9,481	4,741
Profit before income taxes	1,031,414	986,288
Income taxes	366,295	350,270
Profit	665,119	636,018
Profit attributable to non-controlling interests	–	–
Profit attributable to owners of parent	665,119	636,018

Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Six months ended December 31, 2023	Six months ended December 31, 2024
Profit	665,119	636,018
Other comprehensive income		
Valuation difference on available-for-sale securities	28,305	41,640
Foreign currency translation adjustment	(873)	(582)
Total other comprehensive income	27,431	41,058
Comprehensive income	692,550	677,076
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	692,550	677,076
Comprehensive income attributable to non-controlling interests	—	—