



Summary of Financial Results (Japanese GAAP) for the Fiscal Year Ended December 31, 2022 (Non-consolidated)

February 13, 2023

Name of the listed company: Cacco Inc. Stock exchange listings: Tokyo Stock Exchange
 Code number: 4166 URL <https://cacco.co.jp>
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 Scheduled date of the Ordinary General Meeting of Shareholders: March 28, 2023
 Scheduled date of commencing dividend payments: –
 Scheduled date of Securities Report filing: March 30, 2023
 Preparation of supplementary explanatory materials for financial results: Yes
 Holding of financial results briefing: Yes (for institutional investors and analysts)

(Amounts less than one million yen have been omitted)

1. Results for the Fiscal Year Ended December 31, 2022 (January 1, 2022 to December 31, 2022)

(1) Operating Results

(% figures represent changes from the previous fiscal year)

	Net sales		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
FY2022	1,076	13.2	176	-1.3	154	-9.8	100	-16.6
FY2021	951	14.4	178	29.5	170	47.9	120	-7.5

	Net income per share	Diluted net income per share	Ratio of net income to shareholders' equity	Ratio of ordinary income to total assets	Ratio of operating income to net sales
	Yen	Yen	%	%	%
FY2022	38.16	36.50	7.6	10.4	16.4
FY2021	45.90	42.26	10.0	10.5	18.8

(Reference) Share of loss (profit) of equity method entities: FY2022 -0 million yen FY2021 -0 million yen

(2) Financial Position

	Total assets	Net assets	Capital ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
FY2022	1,534	1,373	89.5	521.61
FY2021	1,417	1,273	89.6	483.07

(Reference) Equity capital: FY2022 1,373 million yen FY2021 1,270 million yen

(3) Status of Cash Flow

	Cash flow from operating activities	Cash flow from investing activities	Cash flow from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
FY2022	250	-86	-2	962
FY2021	149	-134	-507	800

2. Dividends

	Annual dividend					Total amount of dividends (total)	Dividend payout ratio	Ratio of dividends to net assets
	1Q-end	2Q-end	3Q-end	FY-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
FY2021	–	0.00	–	0.00	0.00	–	–	–
FY2022	–	0.00	–	0.00	0.00	–	–	–
FY2023 (Forecast)	–	0.00	–	0.00	0.00	–	–	–

3. Financial Forecasts for the Fiscal Year Ending December 31, 2023 (January 1, 2023 to December 31, 2023)
(% figures represent changes from the previous fiscal year)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full Year	933	-13.3	-187	—	-190	—	-190	—	-72.33

(Note) Since the Company manages its operations on an annual basis, the forecast for the first half of the fiscal year has been omitted. For details, please refer to 1. Business Results, (4) Future Outlook on page 3 of the attached document.

* Notes

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

(i) Changes in accounting policies due to revision of accounting standards, etc.	: Yes
(ii) Changes in accounting policies other than (i)	: None
(iii) Changes in accounting estimates	: None
(iv) Restatements	: None

(2) Number of shares issued (common stock)

(i) Number of issued shares at the end of the period (including treasury shares)	FY2022	2,632,682 shares	FY2021	2,629,382 shares
(ii) Number of treasury shares at the end of the period	FY2022	— shares	FY2021	— shares
(iii) Average number of shares during the period	FY2022	2,630,096 shares	FY2021	2,621,245 shares

* Financial statements are not subject to auditing by certified public accountants or auditing firms.

* Explanation regarding the appropriate use of financial forecasts and other special notes

(Cautionary note regarding forward-looking statements, etc.)

The forward-looking statements, including business forecasts, etc., contained in this document are based on the information currently available to us and on certain assumptions deemed reasonable, and are not intended as a guarantee by the Company that they will be achieved. Actual results may differ significantly from these forecasts due to various factors. Please refer to 1. Business Results, (4) Future Outlook on page 3 of the attached document for matters related to the forecast.

(How to obtain supplementary explanatory materials and explanations of financial results)

Supplementary explanatory materials to the Presentation Materials for the Financial Results for the Fiscal Year Ended December 31, 2022, will be disclosed on TDnet on the same day and then posted on the Company's website. In addition, we are scheduled to hold a briefing session for institutional investors and analysts on Monday, February 13, 2023. Video of this briefing session and the materials for the financial results briefing to be distributed on that day will be promptly posted on our website after the briefing.

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1. Business Results

(1) Summary of Business Results for FY2022

During the current fiscal year (January 1, 2022 to December 31, 2022), the Japanese economy continued to rebound, albeit at a moderate pace, partly owing to the effect of various government policies despite the persistence of COVID-19. However, the future outlook remains uncertain due to risks including downward pressure on Japan's economy due to a downturn in overseas economies, increasing inflation, and volatility in financial markets amid global monetary tightening.

According to the "FY2021 Report on Commissioned Industrial and Economic Research (Market Research on Electronic Commerce)" published by the Ministry of Economy, Trade and Industry, the size of the business-to consumer EC (BtoC-EC) market as a whole in 2021 was 20.6 trillion yen (up 7.35% year on year), continuing to grow at a high growth rate. The BtoC-EC market continues to grow steadily, as shown by the increase of 0.7 percentage points to 8.78% of the EC ratio (the ratio of the size of the EC market to the size of the entire commerce market).

On the other hand, there has been a sharp increase in damage caused in recent years by the theft and unauthorized use of credit card numbers and other information. In response to this trend, the amended Installment Sales Act mandates that necessary measures be taken to prevent the fraudulent use of credit card numbers and the like. In addition, the "Credit Card Security Guidelines Version 3.0 (Credit Card Transaction Security Council)," which serve as practical guidelines for such responses, require member businesses to introduce measures such as "attribute and behavior analysis (fraud detection system)" in accordance with the risk situation as a countermeasure against fraudulent use of credit cards in non-face-to-face transactions. As such, social demands for anti-fraud measures have been increasing more than ever.

In this current business environment, we have been offering a business that engages in the provision of SaaS-type algorithms to support companies in solving problems and coping with challenges by developing and providing algorithms and software based on our security payment data science technology and know-how in a way that aligns with our management vision of "Shaping the 'Let's Do It' mentality into the next game changer."

As for our fraud detection services, we expanded the sales of O-PLUX, our fraudulent order detection service, through O-PLUX Premium Plus (shipping decision agent service), which compensates for damages caused by the fraudulent use of credit cards with no upper limit, and Fraud Checker, a fraudulent order detection service available from 4,000 yen per month. In addition, thanks to our efforts to promote alliances, such as system integration with EC packages and shopping carts as well as the conclusion of partner agreements with credit card companies, the number of new customers has increased and existing customers have continued to grow. As a result, the amount of O-PLUX's recurring revenue (the sum of the monthly fee, which is a flat-rate charge, and the examination fee, which is a pay-as-you-go fee based on the number of examinations, including Fraud Checker) for the current fiscal year has increased to 770,401 thousand yen (up 11.7% year-on-year). Also, with regard to our O-MOTION unauthorized access detection services, we continued to expand its services, and worked to develop sales channels in a variety of fields, such as new linkage with an EC package/shopping cart system.

In our Payment Consulting Services, we worked to secure orders for system development projects, and in the Data Science Services, we worked to secure orders for data analysis projects.

As a result of the above, net sales for the current fiscal year were 1,076,805 thousand yen (up 13.2% year on year), operating income was 176,665 thousand yen (down 1.3% year on year), ordinary income was 154,039 thousand yen (down 9.8% year on year), and net income was 100,351 thousand yen (down 16.6% year on year).

Segment information is omitted because the Company has a single segment involved with the provision of SaaS-type algorithms.

(2) Financial Position Summary for FY2022

(Assets)

Current assets at the end of the current fiscal year were 1,094,476 thousand yen, an increase of 149,959 thousand yen from the end of the previous fiscal year. This was mainly due to an increase of 161,424 thousand yen in cash and deposits. Non-current assets were 439,884 thousand yen, a decrease of 33,057 thousand yen from the end of the previous fiscal year. This was mainly due to a decrease of 38,945 thousand yen in software.

As a result, total assets amounted to 1,534,360 thousand yen, an increase of 116,902 thousand yen from the end of the previous fiscal year.

(Liabilities)

Current liabilities at the end of the current fiscal year were 161,133 thousand yen, an increase of 18,952 thousand yen from the end of the previous fiscal year. This was mainly due to an increase of 13,922 thousand yen in accounts payable – other. There are no non-current liabilities due to a decrease of 1,797 thousand yen in long-term borrowings.

As a result, total liabilities amounted to 161,133 thousand yen, an increase of 17,155 thousand yen from the end of the previous fiscal year.

(Net assets)

Total net assets at the end of the current fiscal year were 1,373,227 thousand yen, an increase of 99,746 thousand yen from the end of the previous fiscal year. This was mainly due to an increase of 100,351 thousand yen in retained earnings resulting from the recording of net income.

As a result, the capital ratio was 89.5% (89.6% at the end of the previous fiscal year).

(3) Cash Flow Summary for FY2022

Cash and cash equivalents (hereinafter referred to as "cash") at the end of the current fiscal year increased by 161,424 thousand yen to 962,072 thousand yen. The status of each cash flow and its factors during the current fiscal year are as follows:

(Cash flows from operating activities)

Net cash provided by operating activities amounted to 250,376 thousand yen (149,656 thousand yen provided in the previous fiscal year). This was mainly due to a net income before taxes of 158,339 thousand yen.

(Cash flows from investing activities)

Net cash used in investing activities amounted to 86,608 thousand yen (134,248 thousand yen used in the previous fiscal year). This was mainly due to 50,730 thousand yen for purchase of investment securities.

(Cash flows from financing activities)

Net cash used in financing activities amounted to 2,343 thousand yen (507,938 thousand yen used in the previous fiscal year). This was mainly due to 4,284 thousand yen for repayments of long-term borrowings.

(4) Future Outlook

As announced in the " Notice Concerning Termination of Business of Major Client" dated November 9, 2022, we expect both sales and profits for the fiscal year ending December 31, 2023 to be significantly lower than the previous year due to the significant impact from a major client terminating their business.

On the other hand, we believe that the needs for our fraud detection services will continue to increase in the business environment where the EC market is experiencing sustained growth, the number of victims of fraud in online payments is rapidly increasing, and there is a growing social demand for legal and other fraud prevention measures. With regard to O-PLUX, our fraudulent order detection service, we will strive to eliminate the barriers to introducing the service by linking the system with our EC packages and shopping carts and launching a low-priced lineup, etc. We will also strive to achieve further growth by enhancing the added value of the product through the expansion of functions and service areas and by increasing sales channels through the promotion of alliances, etc. In addition, concerning the unauthorized access detection service O-MOTION, the Company will strive to further expand its sales by further strengthening its products and promoting alliances.

In the payment consulting service, we will work to expand sales of the SaaS-type BNPL system by offering the service to businesses not involved in payment processing and have been unable to leverage BNPL. In data science services, we will work to acquire new profit-earning opportunities by developing and providing data analysis and algorithms using AI, statistical, and mathematical optimization technologies.

Based on the above, for the fiscal year ending December 31, 2023 (January 1, 2023 to December 31, 2023), we forecast net sales of 933 million yen (down 13.3% year on year), operating income of -187 million yen (down 105.9% year on year), ordinary income of -190 million yen (down 123.4% year on year), and net income of -190 million yen (down 189.8% year on year).

For details of the financial forecast, please refer to the Briefing Materials on Financial Results for the Year Ended December 31, 2022 posted on TDnet and our website.

Since the future impact of the spread of COVID-19 is uncertain, the above forecast may change depending on the timing of its cessation and social conditions. The above forecasts are based on the information available as of the date of publication of this document, and actual results may differ from the forecasts due to various factors.

2. Basic Approach to the Selection of Accounting Standards

In order to ensure the comparability of financial statements between periods and between companies, the Company has adopted Japanese GAAP for accounting standards.

3. Financial Statements and Significant Notes Thereto

(1) Balance Sheet

(Unit: thousand yen)

	FY2021 (As of December 31, 2021)	FY2022 (As of December 31, 2022)
Assets		
Current assets		
Cash and deposits	800,647	962,072
Accounts receivable – trade	112,908	117,182
Prepaid expenses	28,823	13,537
Other	2,135	1,683
Total current assets	944,516	1,094,476
Non-current assets		
Property, plant and equipment		
Buildings	9,470	9,470
Accumulated depreciation	-3,311	-3,947
Buildings, net	6,159	5,522
Tools, furniture and fixtures	25,055	29,697
Accumulated depreciation	-19,949	-23,913
Tools, furniture and fixtures, net	5,105	5,783
Total property, plant and equipment	11,265	11,306
Intangible assets		
Software	388,464	349,519
Software in progress	–	5,625
Other	1,200	924
Total intangible assets	389,664	356,068
Investments and other assets		
Investment securities	28,859	59,210
Shares of subsidiaries and associates	1,000	–
Leasehold and guarantee deposits	7,272	7,017
Deferred tax assets	34,715	5,039
Other	164	21,243
Allowance for doubtful accounts	–	-20,000
Total investments and other assets	72,012	72,510
Total non-current assets	472,942	439,884
Total assets	1,417,458	1,534,360

(Unit: thousand yen)

	FY2021 (As of December 31, 2021)	FY2022 (As of December 31, 2022)
Liabilities		
Current liabilities		
Accounts payable – trade	27,953	24,764
Current portion of long-term borrowings	4,284	1,797
Accounts payable – other	39,649	53,571
Income taxes payable	18,584	23,314
Contract liabilities	–	8,918
Accrued consumption taxes	25,592	27,133
Provision for bonuses	11,511	9,468
Other	14,605	12,165
Total current liabilities	142,180	161,133
Non-current liabilities		
Long-term borrowings	1,797	–
Total non-current liabilities	1,797	–
Total liabilities	143,977	161,133
Net assets		
Shareholders' equity		
Share capital	364,548	365,518
Capital surplus		
Legal capital surplus	540,759	541,729
Total capital surplus	540,759	541,729
Retained earnings		
Other retained earnings		
Retained earnings brought forward	364,836	465,188
Total retained earnings	364,836	465,188
Total shareholders' equity	1,270,144	1,372,436
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	36	791
Total valuation and translation adjustments	36	791
Share acquisition rights	3,300	–
Total net assets	1,273,480	1,373,227
Total liabilities and net assets	1,417,458	1,534,360

(2) Statement of Income

(Unit: thousand yen)

	FY2021 (From January 1, 2021 to December 31, 2021)	FY2022 (From January 1, 2022 to December 31, 2022)
Net sales	951,141	1,076,805
Cost of sales	260,229	346,854
Gross profit	690,911	729,951
Selling, general and administrative expenses	511,983	553,286
Operating income	178,928	176,665
Non-operating income		
Interest and dividend income	202	304
Commission income	507	9
Consulting fee income	2,000	2,400
Total non-operating income	2,710	2,713
Non-operating expenses		
Interest expenses	3,355	53
Foreign exchange losses	883	172
Provision of allowance for doubtful accounts	–	20,000
Cost for system failure response	4,781	3,348
Other	1,773	1,765
Total non-operating expenses	10,794	25,339
Ordinary income	170,844	154,039
Extraordinary income		
Gain on cancellation of treasury share acquisition rights	–	3,300
Gain on sale of shares of subsidiaries and associates	–	1,000
Total extraordinary income	–	4,300
Income before income taxes	170,844	158,339
Income taxes – current	21,835	28,898
Income taxes – deferred	28,697	29,089
Total income taxes	50,532	57,987
Net income	120,311	100,351

Statement of Cost of Sales

		FY2021 (From January 1, 2021 to December 31, 2021)		FY2022 (From January 1, 2022 to December 31, 2022)	
Classification	Note No.	Amount (thousand yen)	Composi- tion ratio (%)	Amount (thousand yen)	Composi- tion ratio (%)
I Labor cost		63,339	24.4	62,269	18.0
II Expenses	*	196,755	75.6	284,585	82.0
Gross manufacturing costs		260,094	100.0	346,854	100.0
Inventories of work in process at beginning of period		135		—	
Total		260,229		346,854	
Inventories of work in process at end of period		—		—	
Cost of sales		260,229		346,854	

Cost accounting methods

The cost accounting method is based on individual cost accounting, and in principle, the actual amount incurred during the corresponding cost accounting period is used for the calculation.

* The breakdown of the main items is as follows.

Item	FY2021 (From January 1, 2021 to December 31, 2021)	FY2022 (From January 1, 2022 to December 31, 2022)
Outsourcing processing expenses (thousand yen)	97,051	106,321
Depreciation (thousand yen)	12,204	82,820
Server expenses (thousand yen)	45,307	51,526
Data expenses (thousand yen)	29,143	35,468

(3) Statement of Changes in Equity

FY2021 (From January 1, 2021 to December 31, 2021)

(Unit: thousand yen)

	Shareholders' equity						Valuation and translation adjustments		Share acquisition rights	Total net assets
	Share capital	Capital surplus		Retained earnings		Total shareholders' equity	Valuation difference on available-for-sale securities	Total valuation and translation adjustments		
		Legal capital surplus	Total capital surplus	Other retained earnings	Total retained earnings					
				Retained earnings brought forward						
Balance at beginning of period	362,499	538,710	538,710	244,524	244,524	1,145,733	-588	-588	3,300	1,148,445
Changes during period										
Issuance of new shares	2,049	2,049	2,049			4,098				4,098
Net income				120,311	120,311	120,311				120,311
Net changes in items other than shareholders' equity							624	624	—	624
Total changes during period	2,049	2,049	2,049	120,311	120,311	124,410	624	624	—	125,034
Balance at end of period	364,548	540,759	540,759	364,836	364,836	1,270,144	36	36	3,300	1,273,480

FY2022 (From January 1, 2022 to December 31, 2022)

(Unit: thousand yen)

	Shareholders' equity						Valuation and translation adjustments		Share acquisition rights	Total net assets
	Share capital	Capital surplus		Retained earnings		Total shareholders' equity	Valuation difference on available-for-sale securities	Total valuation and translation adjustments		
		Legal capital surplus	Total capital surplus	Other retained earnings	Total retained earnings					
				Retained earnings brought forward						
Balance at beginning of period	364,548	540,759	540,759	364,836	364,836	1,270,144	36	36	3,300	1,273,480
Changes during period										
Issuance of new shares	970	970	970			1,940				1,940
Net income				100,351	100,351	100,351				100,351
Net changes in items other than shareholders' equity							754	754	-3,300	-2,545
Total changes during period	970	970	970	100,351	100,351	102,292	754	754	-3,300	99,746
Balance at end of period	365,518	541,729	541,729	465,188	465,188	1,372,436	791	791	–	1,373,227

(4) Statement of Cash Flows

(Unit: thousand yen)

	FY2021 (From January 1, 2021 to December 31, 2021)	FY2022 (From January 1, 2022 to December 31, 2022)
Cash flow from operating activities		
Income before income taxes	170,844	158,339
Depreciation and amortization	17,712	87,951
Increase (decrease) in provision for bonuses	-252	-2,042
Interest and dividend income	-202	-304
Interest expenses	3,355	53
Increase (decrease) in allowance for doubtful accounts	-	20,000
Loss (gain) on sale of shares of subsidiaries and associates	-	-1,000
Gain on cancellation of treasury share acquisition rights	-	-3,300
Decrease (increase) in trade receivables	-21,711	283
Decrease (increase) in inventories	135	-
Decrease (increase) in other current assets	-11,594	14,659
Increase (decrease) in trade payables	13,598	-3,189
Increase (decrease) in accounts payable - other	-6,809	-3,104
Increase (decrease) in accrued consumption taxes	12,555	1,541
Increase (decrease) in other current liabilities	-2,063	3,465
Other	783	1,722
Subtotal	176,351	275,075
Interest and dividends received	202	303
Interest paid	-3,455	-53
Income taxes paid	-23,441	-24,949
Cash flow from operating activities	149,656	250,376
Cash flow from investing activities		
Purchase of property, plant and equipment	-4,741	-5,477
Purchase of intangible assets	-122,972	-32,400
Purchase of investment securities	-5,543	-50,730
Purchase of shares of subsidiaries and associates	-1,000	-
Proceeds from sale of shares of subsidiaries and associates	-	2,000
Other	9	-
Cash flow from investing activities	-134,248	-86,608
Cash flow from financing activities		
Repayments of long-term borrowings	-399,105	-4,284
Redemption of bonds	-105,783	-
Proceeds from issuance of shares	4,098	1,940
Listing expenses	-7,148	-
Cash flow from financing activities	-507,938	-2,343
Net increase (decrease) in cash and cash equivalents	-492,530	161,424
Cash and cash equivalents at beginning of period	1,293,177	800,647
Cash and cash equivalents at end of period	800,647	962,072

(5) Notes to the Financial Statements

(Notes on going concern assumption)

Not applicable

(Notes in the event of significant changes in the amount of shareholders' equity)

Not applicable

(Change in accounting policy)

(Application of Accounting Standard for Revenue Recognition, etc.)

The Company adopted the Accounting Standard for Revenue Recognition (ASBJ Statement No. 29, March 31, 2020, hereinafter referred to as the Revenue Recognition Accounting Standard) and other standards from the beginning of the current fiscal year, and recognized revenue at the amount expected to be received in exchange for the promised goods or services when control of the promised goods or services has been transferred to the customer.

As for the application of the Revenue Recognition Accounting Standard, etc., we follow transitional treatment stipulated in the proviso of Paragraph 84 of the Revenue Recognition Accounting Standard, and see no effect on retained earnings at the beginning of the current fiscal year.

In addition, " Other (advances received)" presented as " Current liabilities" in the balance sheet for the previous fiscal year is presented as " Contract liabilities" from the current fiscal year.

In accordance with the transitional treatment prescribed in Paragraph 89-2 of the Revenue Recognition Accounting Standard, no reclassification based on the new presentation method has been made for the previous fiscal year.

(Application of Accounting Standard for Measurement of Fair Value, etc.)

The company adopted the Accounting Standard for Calculation of Fair Value (ASBJ Statement No. 30, July 4, 2019; hereinafter referred to as the "Fair Value Calculation Accounting Standard") from the beginning of the current fiscal year. In accordance with the transitional treatment set forth in paragraph 19 of the Fair Value Calculation Accounting Standard and paragraph 44-2 of the Accounting Standard for Financial Instruments (ASBJ Statement No. 10, July 4, 2019), the Company has decided to apply prospectively the new accounting policies set forth by the Fair Value Calculation Accounting Standard and other standards.

This has no impact on financial statements.

(Share of loss (profit) of entities accounted for using equity method, etc.)

	FY2021 (From January 1, 2021 to December 31, 2021)	FY2022 (From January 1, 2022 to December 31, 2022)
Amount of investment in associated companies	1,000 thousand yen	— thousand yen
Amount of investment in associated companies	950 thousand yen	— thousand yen
Amount (loss) on investment after application of equity method	-50 thousand yen	-183 thousand yen

(Note) Recovery Co., Ltd., which was an affiliate, is no longer an affiliate because the Company sold all of its shares in Recovery Co., Ltd. on November 15, 2022. Therefore, " Amount of investment in affiliated companies" and " Amount of investment in affiliated companies accounted for by the equity method" for the current fiscal year do not include the amount of investment in the affiliate or the amount of investment in the affiliate accounted for by the equity method, but " Amount of investment loss" includes the amount of investment loss accounted for by the equity method for the period when the company was an affiliate.

(Segment information, etc.)

Segment information is omitted because the Company has a single segment involved with the provision of SaaS-type algorithms.

(Information on per share data)

	FY2021 (From January 1, 2021 to December 31, 2021)	FY2022 (From January 1, 2022 to December 31, 2022)
Net assets per share	483.07 yen	521.61 yen
Net income per share	45.90 yen	38.16 yen
Diluted net income per share	42.26 yen	36.50 yen

(Note) The basis for calculation of net income per share and diluted net income per share is as follows.

	FY2021 (From January 1, 2021 to December 31, 2021)	FY2022 (From January 1, 2022 to December 31, 2022)
Net income per share		
Net income (thousand yen)	120,311	100,351
Amount not attributable to common shareholders (thousand yen)	—	—
Net income related to common stock (thousand yen)	120,311	100,351
Average number of shares of common stock during the period (shares)	2,621,245	2,630,096
Diluted net income per share		
Adjustment on net income (thousand yen)	—	—
Increase in number of common shares (shares)	225,662	119,431
(of which share acquisition rights (shares))	(225,662)	(119,431)
Outline of potential stock not included in the calculation of diluted net income per share due to lack of dilutive effect	—	—

(Significant subsequent events)

Not applicable