



[Summary]Consolidated Financial Report for the First Quarter of Fiscal Year Ending March 31, 2024 [IFRS]

August 1, 2023

BIPROGY Inc.

Stock Listing:	Tokyo Stock Exchange, Prime Market
Stock Code:	8056
URL:	https://www.biprogy.com/e/
Representative:	Akiyoshi Hiraoka, Representative Director, President & CEO
Scheduled Submission Date for Quarterly Report:	August 10, 2023
Scheduled Starting Date for Dividend Payment:	—
Earnings Supplementary Explanatory Documents:	yes
Earnings Results Briefing:	yes (for institutional investors and analysts)

(Amounts are rounded down to the nearest million yen.)

1. Consolidated Financial Results for FY2024 Q1(from April 1, 2023 to June 30, 2023)

(1) Consolidated Results of Operations

(Percentage below represents increase (decrease) from previous year)

	Revenue		Operating profit		Profit before tax		Profit attributable to owners of parent		Comprehensive income	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
FY2024 Q1	79,854	13.2	5,829	22.0	6,434	10.4	4,365	11.4	6,903	217.8
FY2023 Q1	70,517	4.3	4,778	0.5	5,828	13.3	3,919	11.4	2,172	(41.3)

(Note) Adjusted operating profit FY2024 Q1 : 5,767 Million Yen (21.1%) FY2023 Q1 : 4,764 Million Yen (1.5%)

Adjusted operating profit is the result obtained after deducting cost of sales and selling, general and administrative expenses from revenue.

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
FY2024 Q1	43.44	43.32
FY2023 Q1	39.02	38.90

(2) Consolidated Financial Position

	Total assets	Total equity	Equity attributable to owners of parent	Ratio of equity attributable to owners of parent to total assets
	Millions of Yen	Millions of Yen	Millions of Yen	%
FY2024 Q1	269,052	144,470	142,725	53.0%
FY2023	280,396	141,597	139,887	49.9%

2. Dividends

	Dividends Per Share				
	End of Q1	End of Q2	End of Q3	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
FY2023	—	40.00	—	40.00	80.00
FY2024	—				
FY2024 (Forecast)		45.00	—	45.00	90.00

(Note) Revisions to the latest forecast of dividends: No

3. Consolidated Earnings Forecast for FY2024(from April 1, 2023 to March 31, 2024)

(Percentage below represents increase (decrease) from previous year)

	Revenue		Operating profit		Profit before tax		Profit attributable to owners of parent		Basic earnings per share
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Yen
FY2024	350,000	3.0	32,500	9.5	32,500	8.3	22,000	8.9	218.95

(Note1) Revisions to the latest forecast of consolidated earnings: No

(Note2) Adjusted operating profit (Full Year) 32,000 Million Yen (8.9%)

* Notes

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in change in scope of consolidation): No

(2) Changes in accounting policies, changes in accounting estimates and restatement of corrections

1. Changes in accounting policies as required by IFRS : Yes

2. Other changes in accounting policies: No

3. Changes in accounting estimates: No

(3) Number of shares outstanding (common stock)

(shares)

1. Number of shares outstanding (including treasury shares)

FY2024 Q1	109,663,524	FY2023	109,663,524
FY2024 Q1	9,161,884	FY2023	9,161,560
FY2024 Q1	100,501,483	FY2023 Q1	100,453,093

2. Number of shares of treasury stock

3. Average number of shares outstanding (during the period)

* This Consolidated Financial Report is not subject to quarterly review procedures.

* Comments regarding appropriate usage of earnings forecast, and other special notes

The forward-looking statements such as earnings forecasts contained in this document are based on the information currently available to the Company and certain assumptions which are regarded as legitimate. The Company makes no warranty as to the achievability of what is described in the statements. Actual results may differ from these forecasts due to various factors.

2. Condensed Quarterly Consolidated Financial Statements

(1) Condensed Quarterly Consolidated Statements of Financial Position

(Millions of Yen)

	FY2023	FY2024 Q1
	(As of March 31, 2023)	(As of June 30, 2023)
Assets		
Current assets		
Cash and cash equivalents	43,645	49,831
Trade and other receivables	84,695	58,272
Contract assets	11,742	10,987
Inventories	10,166	12,861
Other financial assets	587	654
Other current assets	13,813	17,941
Total current assets	164,650	150,548
Non-current assets		
Property, plant and equipment	12,663	12,392
Right-of-use assets	16,110	15,061
Goodwill	1,906	2,528
Intangible assets	27,256	29,086
Investments accounted for using equity method	4,281	4,456
Other financial assets	43,385	45,140
Deferred tax assets	2,011	1,215
Retirement benefit asset	1,748	1,753
Other non-current assets	6,383	6,869
Total non-current assets	115,745	118,503
Total assets	280,396	269,052

(Millions of Yen)

	FY2023	FY2024 Q1
	(As of March 31, 2023)	(As of June 30, 2023)
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	30,962	22,177
Contract liabilities	22,041	28,359
Borrowings	2,400	2,400
Lease liabilities	8,153	7,980
Other financial liabilities	2,264	5,295
Income taxes payable	5,731	2,048
Provisions	76	148
Other current liabilities	27,309	17,314
Total current liabilities	98,940	85,724
Non-current liabilities		
Borrowings	18,325	18,325
Lease liabilities	9,126	8,228
Other financial liabilities	265	200
Retirement benefit liability	8,398	8,056
Provisions	3,048	3,049
Deferred tax liabilities	679	984
Other non-current liabilities	15	12
Total non-current liabilities	39,858	38,857
Total liabilities	138,798	124,582
Equity		
Share capital	5,483	5,483
Capital surplus	14,955	14,955
Treasury shares	(13,315)	(13,314)
Other components of equity	8,302	10,059
Retained earnings	124,460	125,541
Total equity attributable to owners of parent	139,887	142,725
Non-controlling interests	1,710	1,744
Total equity	141,597	144,470
Total liabilities and equity	280,396	269,052

(2) Condensed Quarterly Consolidated Statements of Profit or Loss and Comprehensive Income

(Condensed Quarterly Consolidated Statements of Profit or Loss)

	(Millions of Yen)	
	FY2023 Q1 (Three months ended June 30, 2022)	FY2024 Q1 (Three months ended June 30, 2023)
Revenue	70,517	79,854
Cost of sales	52,289	59,451
Gross profit	18,227	20,402
Selling, general and administrative expenses	13,462	14,634
Share of profit (loss) of investments accounted for using equity method	111	133
Other income	26	18
Other expenses	124	90
Operating profit	4,778	5,829
Finance income	1,200	645
Finance costs	149	39
Profit before tax	5,828	6,434
Income tax expense	1,947	2,027
Profit	3,881	4,407
Profit attributable to		
Owners of parent	3,919	4,365
Non-controlling interests	(37)	41
Profit	3,881	4,407
Earnings per share		
Basic earnings per share (Yen)	39.02	43.44
Diluted earnings per share (Yen)	38.90	43.32

(Condensed Quarterly Consolidated Statements of Comprehensive Income)

(Millions of Yen)

	FY2023 Q1 (Three months ended June 30, 2022)	FY2024 Q1 (Three months ended June 30, 2023)
Profit	3,881	4,407
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Net change in fair value of equity instruments designated as measured at fair value through other comprehensive income	(1,843)	2,415
Total of items that will not be reclassified to profit or loss	(1,843)	2,415
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	140	41
Share of other comprehensive income of investments accounted for using equity method	(6)	37
Total of items that may be reclassified to profit or loss	134	79
Other comprehensive income, net of tax	(1,709)	2,495
Comprehensive income	2,172	6,903
Comprehensive income attributable to		
Owners of parent	2,206	6,861
Non-controlling interests	(34)	41
Comprehensive income	2,172	6,903

(3) Condensed Quarterly Consolidated Statements of Changes in Equity
FY2023 Q1 (Three months ended June 30, 2022)

(Millions of Yen)

(millions of Yen)

	Equity attributable to owners of parent					
				Other components of equity		
	Share capital	Capital surplus	Treasury shares	Financial assets measured at fair value through other comprehensive income	Share acquisition rights	Share of other comprehensive income of investments accounted for using equity method
As of April 1, 2022	5,483	14,944	(13,400)	7,698	485	3
Profit						
Other comprehensive income				(1,843)		(6)
Comprehensive income	—	—	—	(1,843)	—	(6)
Dividends of surplus						
Purchase of treasury shares			(0)			
Disposal of treasury shares		(9)	27		(18)	
Changes in ownership interest in subsidiaries						
Transfer from other components of equity to retained earnings				(0)		
Other						
Total transactions with owners	—	(9)	27	(0)	(18)	—
As of June 30, 2022	5,483	14,935	(13,373)	5,854	467	(3)

	Equity attributable to owners of parent					
	Other components of equity					
	Exchange differences on translation of foreign operations	Total	Retained earnings	Total	Non-controlling interests	Total equity
As of April 1, 2022	104	8,290	113,599	128,917	1,757	130,674
Profit			3,919	3,919	(37)	3,881
Other comprehensive income	137	(1,712)		(1,712)	3	(1,709)
Comprehensive income	137	(1,712)	3,919	2,206	(34)	2,172
Dividends of surplus			(5,022)	(5,022)	(135)	(5,157)
Purchase of treasury shares				(0)		(0)
Disposal of treasury shares		(18)		0		0
Changes in ownership interest in subsidiaries					(52)	(52)
Transfer from other components of equity to retained earnings		(0)	0			—
Other			3	3		3
Total transactions with owners	—	(18)	(5,018)	(5,018)	(187)	(5,206)
As of June 30, 2022	241	6,559	112,499	126,104	1,535	127,640

	Equity attributable to owners of parent					
	Share capital	Capital surplus	Treasury shares	Other components of equity		
				Financial assets measured at fair value through other comprehensive income	Share acquisition rights	Share of other comprehensive income of investments accounted for using equity method
As of April 1, 2023	5,483	14,955	(13,315)	7,447	456	18
Profit						
Other comprehensive income				2,415		37
Comprehensive income	—	—	—	2,415	—	37
Dividends of surplus						
Purchase of treasury shares			(0)			
Disposal of treasury shares		(0)	1		(1)	
Obtaining of control of subsidiaries						
Transfer from other components of equity to retained earnings				(737)		
Other						
Total transactions with owners	—	(0)	1	(737)	(1)	—
As of June 30, 2023	5,483	14,955	(13,314)	9,126	454	55

	Equity attributable to owners of parent					
	Other components of equity					
	Exchange differences on translation of foreign operations	Total	Retained earnings	Total	Non-controlling interests	Total equity
As of April 1, 2023	381	8,302	124,460	139,887	1,710	141,597
Profit			4,365	4,365	41	4,407
Other comprehensive income	41	2,495		2,495		2,495
Comprehensive income	41	2,495	4,365	6,861	41	6,903
Dividends of surplus			(4,020)	(4,020)	(145)	(4,165)
Purchase of treasury shares				(0)		(0)
Disposal of treasury shares		(1)		0		0
Obtaining of control of subsidiaries					136	136
Transfer from other components of equity to retained earnings		(737)	737			—
Other			(2)	(2)		(2)
Total transactions with owners	—	(738)	(3,285)	(4,022)	(8)	(4,031)
As of June 30, 2023	422	10,059	125,541	142,725	1,744	144,470

(4) Condensed Quarterly Consolidated Statements of Cash Flows

(Millions of Yen)

	FY2023 Q1 (Three months ended June 30, 2022)	FY2024 Q1 (Three months ended June 30, 2023)
Cash flows from operating activities		
Profit before tax	5,828	6,434
Depreciation and amortization	4,055	4,359
Impairment losses	58	1
Interest and dividend income	(253)	(209)
Interest expenses	37	36
Share of loss (profit) of investments accounted for using equity method	(111)	(133)
Decrease (increase) in trade and other receivables	31,233	26,598
Decrease (increase) in contract assets	(3,503)	755
Decrease (increase) in inventories	(2,997)	(2,694)
Increase (decrease) in trade and other payables	(10,485)	(8,830)
Increase (decrease) in contract liabilities	6,789	5,875
Increase or decrease in retirement benefit asset or liability	(254)	(346)
Other	(10,728)	(12,009)
Subtotal	19,669	19,836
Interest and dividends received	254	211
Interest paid	(26)	(25)
Income taxes paid	(7,000)	(5,456)
Net cash provided by (used in) operating activities	12,897	14,565
Cash flows from investing activities		
Purchase of property, plant and equipment	(384)	(537)
Proceeds from sale of property, plant and equipment	0	—
Purchase of intangible assets	(2,560)	(2,781)
Purchase of investment securities	(809)	(761)
Proceeds from sale of investment securities	0	2,888
Payments for acquisition of subsidiaries	—	(930)
Purchase of investments accounted for using equity method	(544)	(4)
Other	7	1
Net cash provided by (used in) investing activities	(4,290)	(2,125)

(Millions of Yen)

	FY2023 Q1 (Three months ended June 30, 2022)	FY2024 Q1 (Three months ended June 30, 2023)
Cash flows from financing activities		
Repayments of lease liabilities	(2,173)	(2,192)
Dividends paid	(4,955)	(3,967)
Dividends paid to non-controlling interests	(135)	(145)
Other	(154)	36
Net cash provided by (used in) financing activities	(7,419)	(6,269)
Effect of exchange rate changes on cash and cash equivalents	57	15
Net increase (decrease) in cash and cash equivalents	1,245	6,186
Cash and cash equivalents at beginning of period	48,703	43,645
Cash and cash equivalents at end of period	49,949	49,831