Note) This is an English translation of summarized consolidated financial results prepared for readers' convenience. Should there be any inconsistency between the translation and the original Japanese text, the latter shall prevail.

[Summary]Consolidated Financial Report for the Third Quarter of Fiscal Year Ending March 31, 2023 [IFRS]

February 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:	February 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 FY2023 Q3(from April 1, 2022 to December 31, 2022)

(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	%
FY2023 Q3	229,976	5.6	19,633	4.5	19,952	(0.9)	13,570	(0.5)	13,235	(9.8)
FY2022 Q3	217,842	(0.1)	18,790	7.1	20,132	15.2	13,641	14.6	14,678	6.8

(Note) Adjusted operating profit FY2023 Q3 : 19,282 Million Yen (3.5%) FY2022 Q3 : 18,629 Million Yen (6.9%)

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
FY2023 Q3	135.06	134.66
FY2022 Q3	135.85	135.40

(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	%
FY2023 Q3	254,400	134,751	133,163	52.3%
FY2022	268,647	130,674	128,917	48.0%

2. Dividends

	Dividends Per Share				
	End of Q1	End of Q2	End of Q3	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
FY2022	—	35.00	—	50.00	85.00
FY2023	—	40.00	—		
FY2023 (Forecast)				40.00	80.00

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

3. Consolidated Earnings Forecast for FY2023(from April 1, 2022 to March 31, 2023)

(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
FY2023	330,000	3.9	29,000	5.7	29,000	(1.9)	20,000	(2.4)	199.16

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

(Note2)Adjusted operating profit (Full Year) 29,000 Million Yen (8.7%)

* 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 : No
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)	FY2023 Q3	109,663,524	FY2022	109,663,524
2. Number of shares of treasury stock	FY2023 Q3	9,173,586	FY2022	9,218,006
3. Average number of shares outstanding (during the period)	FY2023 Q3	100,475,046	FY2022 Q3	100,416,438

* 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 Consolidated Financial Statements

(1) Condensed Consolidated Statements of Financial Position

(Millions of Yen)

	FY2022 (As of March 31, 2022)	FY2023 Q3 (As of December 31, 2022)
Assets		
Current assets		
Cash and cash equivalents	48,703	40,416
Trade and other receivables	80,249	56,018
Contract assets	6,467	11,708
Inventories	9,550	16,181
Other financial assets	666	677
Other current assets	12,419	16,170
Total current assets	**158,056**	**141,172**
Non-current assets		
Property, plant and equipment	11,479	11,282
Right-of-use assets	19,888	15,791
Goodwill	1,589	2,041
Intangible assets	21,722	26,364
Investments accounted for using equity method	2,855	3,816
Other financial assets	42,293	42,623
Deferred tax assets	3,222	3,477
Retirement benefit asset	1,623	1,632
Other non-current assets	5,916	6,198
Total non-current assets	**110,590**	**113,227**
Total assets	**268,647**	**254,400**

(Millions of Yen)

	FY2022 (As of March 31, 2022)	FY2023 Q3 (As of December 31, 2022)
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	29,771	23,243
Contract liabilities	19,959	22,386
Borrowings	6,275	5,925
Lease liabilities	8,033	6,954
Other financial liabilities	2,203	3,943
Income taxes payable	6,039	2,299
Provisions	161	108
Other current liabilities	25,704	18,421
Total current liabilities	**98,148**	**83,282**
Non-current liabilities		
Borrowings	14,575	14,925
Lease liabilities	12,967	9,979
Other financial liabilities	389	311
Retirement benefit liability	9,945	9,184
Provisions	1,652	1,715
Deferred tax liabilities	262	230
Other non-current liabilities	30	19
Total non-current liabilities	**39,823**	**36,366**
Total liabilities	**137,972**	**119,648**
Equity		
Share capital	5,483	5,483
Capital surplus	14,944	14,962
Treasury shares	(13,400)	(13,332)
Other components of equity	8,290	7,394
Retained earnings	113,599	118,655
Total equity attributable to owners of parent	**128,917**	**133,163**
Non-controlling interests	**1,757**	**1,587**
Total equity	**130,674**	**134,751**
Total liabilities and equity	**268,647**	**254,400**

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

(Condensed Consolidated Statements of Profit or Loss)

(Millions of Yen)

	FY2022 Q3 (Nine months ended December 31, 2021)	FY2023 Q3 (Nine months ended December 31, 2022)
Revenue	**217,842**	**229,976**
Cost of sales	**159,483**	**168,319**
Gross profit	**58,359**	**61,656**
Selling, general and administrative expenses	**39,729**	**42,373**
Share of profit (loss) of investments accounted for using equity method	**31**	**381**
Other income	**236**	**131**
Other expenses	**107**	**162**
Operating profit	**18,790**	**19,633**
Finance income	**1,477**	**742**
Finance costs	**134**	**423**
Profit before tax	**20,132**	**19,952**
Income tax expense	**6,394**	**6,368**
Profit	**13,737**	**13,584**
Profit attributable to		
Owners of parent	13,641	13,570
Non-controlling interests	96	14
Profit	13,737	13,584
Earnings per share		
Basic earnings per share (Yen)	135.85	135.06
Diluted earnings per share (Yen)	135.40	134.66

(Condensed Consolidated Statements of Comprehensive Income)

(Millions of Yen)

	FY2022 Q3 (Nine months ended December 31, 2021)	FY2023 Q3 (Nine months ended December 31, 2022)
Profit	**13,737**	**13,584**
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	861	(695)
Share of other comprehensive income of investments accounted for using equity method	(0)	-
Total of items that will not be reclassified to profit or loss	861	(695)
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	79	346
Share of other comprehensive income of investments accounted for using equity method	-	(0)
Total of items that may be reclassified to profit or loss	79	346
Other comprehensive income, net of tax	940	(349)
Comprehensive income	**14,678**	**13,235**
Comprehensive income attributable to		
Owners of parent	14,576	13,217
Non-controlling interests	101	17
Comprehensive income	14,678	13,235

(3) Condensed Consolidated Statements of Changes in Equity

FY2022 Q3 (Nine months ended December 31, 2021)

(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, 2021	**5,483**	**14,901**	**(13,475)**	**6,132**	**518**	**0**
Profit						
Other comprehensive income				861		(0)
Comprehensive income	**-**	**-**	**-**	**861**	**-**	**(0)**
Dividends of surplus						
Purchase of treasury shares			(0)			
Disposal of treasury shares		2	17		(19)	
Share-based payment transactions		50	37			
Loss of control of subsidiaries						
Changes in ownership interest in subsidiaries		(3)				
Transfer from other components of equity to retained earnings				(53)		
Other						
Total transactions with owners	**-**	**49**	**54**	**(53)**	**(19)**	**-**
As of December 31, 2021	**5,483**	**14,950**	**(13,420)**	**6,940**	**498**	**0**

	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, 2021	**(34)**	**6,618**	**98,744**	**112,271**	**1,715**	**113,986**
Profit			13,641	13,641	96	13,737
Other comprehensive income	74	935		935	4	940
Comprehensive income	**74**	**935**	**13,641**	**14,576**	**101**	**14,678**
Dividends of surplus			(7,028)	(7,028)	(110)	(7,139)
Purchase of treasury shares				(0)		(0)
Disposal of treasury shares		(19)		0		0
Share-based payment transactions				88		88
Loss of control of subsidiaries					(166)	(166)
Changes in ownership interest in subsidiaries				(3)	133	130
Transfer from other components of equity to retained earnings		(53)	53			-
Other			(5)	(5)		(5)
Total transactions with owners	**-**	**(73)**	**(6,981)**	**(6,950)**	**(142)**	**(7,093)**
As of December 31, 2021	**39**	**7,480**	**105,404**	**119,897**	**1,673**	**121,571**

FY2023 Q3 (Nine months ended December 31, 2022)

(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				(695)		(0)
Comprehensive income	**-**	**-**	**-**	**(695)**	**-**	**(0)**
Dividends of surplus						
Purchase of treasury shares			(0)			
Disposal of treasury shares		(9)	28		(18)	
Share-based payment transactions		37	40			
Changes in ownership interest in subsidiaries		(9)				
Transfer from other components of equity to retained earnings				(525)		
Other						
Total transactions with owners	**-**	**17**	**68**	**(525)**	**(18)**	**-**
As of December 31, 2022	**5,483**	**14,962**	**(13,332)**	**6,477**	**466**	**2**

	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			13,570	13,570	14	13,584
Other comprehensive income	343	(352)		(352)	3	(349)
Comprehensive income	**343**	**(352)**	**13,570**	**13,217**	**17**	**13,235**
Dividends of surplus			(9,041)	(9,041)	(145)	(9,187)
Purchase of treasury shares				(0)		(0)
Disposal of treasury shares		(18)		0		0
Share-based payment transactions				78		78
Changes in ownership interest in subsidiaries				(9)	(42)	(52)
Transfer from other components of equity to retained earnings		(525)	525			-
Other			3	3		3
Total transactions with owners	**-**	**(543)**	**(8,513)**	**(8,970)**	**(187)**	**(9,158)**
As of December 31, 2022	**447**	**7,394**	**118,655**	**133,163**	**1,587**	**134,751**

(4) Condensed Consolidated Statements of Cash Flows

(Millions of Yen)

	FY2022 Q3 (Nine months ended December 31, 2021)	FY2023 Q3 (Nine months ended December 31, 2022)
Cash flows from operating activities		
Profit before tax	20,132	19,952
Depreciation and amortization	12,469	12,000
Impairment losses	-	88
Interest and dividend income	(345)	(385)
Interest expenses	122	109
Share of loss (profit) of investments accounted for using equity method	(31)	(381)
Decrease (increase) in trade and other receivables	19,432	24,303
Decrease (increase) in contract assets	(5,405)	(5,240)
Decrease (increase) in inventories	(4,613)	(6,629)
Increase (decrease) in trade and other payables	(8,077)	(6,611)
Increase (decrease) in contract liabilities	3,170	2,398
Increase or decrease in retirement benefit asset or liability	(763)	(769)
Other	(6,975)	(8,672)
Subtotal	**29,115**	**30,163**
Interest and dividends received	346	386
Interest paid	(111)	(98)
Income taxes paid	(7,226)	(10,306)
Net cash provided by (used in) operating activities	**22,123**	**20,145**
Cash flows from investing activities		
Purchase of property, plant and equipment	(1,242)	(1,913)
Proceeds from sale of property, plant and equipment	0	0
Purchase of intangible assets	(5,708)	(9,234)
Purchase of investment securities	(1,929)	(2,440)
Proceeds from sale of investment securities	109	1,228
Decrease from loss of control of subsidiaries	(480)	-
Purchase of investments accounted for using equity method	-	(499)
Other	912	86
Net cash provided by (used in) investing activities	**(8,338)**	**(12,770)**

(Millions of Yen)

	FY2022 Q3 (Nine months ended December 31, 2021)	FY2023 Q3 (Nine months ended December 31, 2022)
Cash flows from financing activities		
Proceeds from long-term borrowings	-	350
Repayments of long-term borrowings	(1,525)	(350)
Repayments of lease liabilities	(6,612)	(6,470)
Dividends paid	(7,019)	(9,031)
Dividends paid to non-controlling interests	(110)	(145)
Other	242	(151)
Net cash provided by (used in) financing activities	**(15,025)**	**(15,797)**
Effect of exchange rate changes on cash and cash equivalents	**36**	**137**
Net increase (decrease) in cash and cash equivalents	**(1,204)**	**(8,286)**
Cash and cash equivalents at beginning of period	**46,281**	**48,703**
Cash and cash equivalents at end of period	**45,076**	**40,416**