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 Fiscal Year Ended March 31, 2023 [IFRS]

April 28, 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 Date for Ordinary General Meeting of Shareholders:	Jun 28 , 2023
Scheduled Starting Date for Dividend Payment:	Jun 29 , 2023
Scheduled Submission Date for Securities Report:	Jun 29 , 2023
Earnings Supplementary Explanatory Documents:	yes
Earnings Results Briefing:	yes (for institutional investors, analysts and the press)

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

1. Consolidated Financial Results for FY2023 (from April 1, 2022 to March 31, 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	%
FY2023	339,898	7.0	29,673	8.2	30,001	1.4	20,203	(1.4)	20,082	(15.6)
FY2022	317,600	3.0	27,425	11.4	29,575	19.6	20,490	23.1	23,780	40.2

(Note) Adjusted operating profit FY2023 : 29,394 Million Yen (10.2%) FY2022 : 26,671 Million Yen (5.9%)

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	Return on Equity attributable to owners of parent	Profit before tax to total assets	Operating Profit to net sales
	Yen	Yen	%	%	%
FY2023	201.06	200.48	15.0	10.9	8.7
FY2022	204.04	203.38	17.0	11.3	8.6

(Reference) Share of Profit of Entities Accounted for Using Equity Method FY2023: 666 Million Yen FY2022: 915 Million Yen

(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	Ratio of equity attributable to owners of parent to total assets
	Millions of Yen	Millions of Yen	Millions of Yen	%	Yen
FY2023	280,396	141,597	139,887	49.9%	1,391.89
FY2022	268,647	130,674	128,917	48.0%	1,283.45

(3) Consolidated Cash Flow Status

	Operating Activities	Investing Activities	Financing Activities	Cash and Cash Equivalents at End of Period
	Millions of Yen	Millions of Yen	Millions of Yen	Millions of Yen
FY2023	28,419	(15,537)	(18,043)	43,645
FY2022	29,435	(10,957)	(16,118)	48,703

2. Dividends

	Dividends Per Share					Total Dividends (Annual)	Dividend Payout Ratio (Consolidated)	Ratio of Dividends to Net Assets (Consolidated)
	End of Q1	End of Q2	End of Q3	Year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of Yen	%	%
FY2022	—	35.00	—	50.00	85.00	8,537	41.7	7.1
FY2023	—	40.00	—	40.00	80.00	8,039	39.8	11.5
FY2024 (Forecast)	—	45.00	—	45.00	90.00		41.1	

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) 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 : 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	109,663,524	FY2022	109,663,524
2. Number of shares of treasury stock	FY2023	9,161,560	FY2022	9,218,006
3. Average number of shares outstanding (during the period)	FY2023	100,480,688	FY2022	100,423,103

* This Consolidated Financial Report is not subject to audit 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. Consolidated Financial Statements

(1) Consolidated Statements of Financial Position

(Millions of Yen)

	FY2022 (As of March 31, 2022)	FY2023 (As of March 31, 2023)
Assets		
Current assets		
Cash and cash equivalents	48,703	43,645
Trade and other receivables	80,249	84,695
Contract assets	6,467	11,742
Inventories	9,550	10,166
Other financial assets	666	587
Other current assets	12,419	13,813
Total current assets	**158,056**	**164,650**
Non-current assets		
Property, plant and equipment	11,479	12,663
Right-of-use assets	19,888	16,110
Goodwill	1,589	1,906
Intangible assets	21,722	27,256
Investments accounted for using equity method	2,855	4,281
Other financial assets	42,293	43,385
Deferred tax assets	3,222	2,011
Retirement benefit asset	1,623	1,748
Other non-current assets	5,916	6,383
Total non-current assets	**110,590**	**115,745**
Total assets	**268,647**	**280,396**

(Millions of Yen)

	FY2022 (As of March 31, 2022)	FY2023 (As of March 31, 2023)
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	29,771	30,962
Contract liabilities	19,959	22,041
Borrowings	6,275	2,400
Lease liabilities	8,033	8,153
Other financial liabilities	2,203	2,264
Income taxes payable	6,039	5,731
Provisions	161	76
Other current liabilities	25,704	27,309
Total current liabilities	**98,148**	**98,940**
Non-current liabilities		
Borrowings	14,575	18,325
Lease liabilities	12,967	9,126
Other financial liabilities	389	265
Retirement benefit liability	9,945	8,398
Provisions	1,652	3,048
Deferred tax liabilities	262	679
Other non-current liabilities	30	15
Total non-current liabilities	**39,823**	**39,858**
Total liabilities	**137,972**	**138,798**
Equity		
Share capital	5,483	5,483
Capital surplus	14,944	14,955
Treasury shares	(13,400)	(13,315)
Other components of equity	8,290	8,302
Retained earnings	113,599	124,460
Total equity attributable to owners of parent	**128,917**	**139,887**
Non-controlling interests	**1,757**	**1,710**
Total equity	**130,674**	**141,597**
Total liabilities and equity	**268,647**	**280,396**

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

(Consolidated Statements of Profit or Loss)

(Millions of Yen)

	FY2022 (Fiscal year ended March 31, 2022)	FY2023 (Fiscal year ended March 31, 2023)
Revenue	**317,600**	**339,898**
Cost of sales	**234,462**	**250,547**
Gross profit	**83,138**	**89,350**
Selling, general and administrative expenses	**56,466**	**59,955**
Share of profit (loss) of investments accounted for using equity method	**915**	**666**
Other income	**251**	**180**
Other expenses	**413**	**567**
Operating profit	**27,425**	**29,673**
Finance income	**2,324**	**529**
Finance costs	**173**	**201**
Profit before tax	**29,575**	**30,001**
Income tax expense	**8,915**	**9,661**
Profit	**20,660**	**20,340**
Profit attributable to		
Owners of parent	20,490	20,203
Non-controlling interests	169	137
Profit	20,660	20,340
Earnings per share		
Basic earnings per share (Yen)	204.04	201.06
Diluted earnings per share (Yen)	203.38	200.48

(Consolidated Statements of Comprehensive Income)

(Millions of Yen)

	FY2022 (Fiscal year ended March 31, 2022)	FY2023 (Fiscal year ended March 31, 2023)
Profit	**20,660**	**20,340**
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	1,968	535
Remeasurements of defined benefit plans	1,003	(1,088)
Share of other comprehensive income of investments accounted for using equity method	2	—
Total of items that will not be reclassified to profit or loss	2,975	(553)
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	145	280
Share of other comprehensive income of investments accounted for using equity method	—	15
Total of items that may be reclassified to profit or loss	145	295
Other comprehensive income, net of tax	3,120	(257)
Comprehensive income	**23,780**	**20,082**
Comprehensive income attributable to		
Owners of parent	23,595	19,941
Non-controlling interests	185	140
Comprehensive income	23,780	20,082

(3) Consolidated Statements of Changes in Equity

FY2022 (Fiscal year ended March 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	Remeasurements of defined benefit plans	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				1,968	994		2
Comprehensive income	**—**	**—**	**—**	**1,968**	**994**	**—**	**2**
Dividends of surplus							
Purchase of treasury shares			(0)				
Disposal of treasury shares		(3)	38			(33)	
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				(403)	(994)		(0)
Other			(0)				
Total transactions with owners	**—**	**43**	**74**	**(403)**	**(994)**	**(33)**	**(0)**
As of March 31, 2022	**5,483**	**14,944**	**(13,400)**	**7,698**	**—**	**485**	**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, 2021	**(34)**	**6,618**	**98,744**	**112,271**	**1,715**	**113,986**
Profit			20,490	20,490	169	20,660
Other comprehensive income	138	3,105		3,105	15	3,120
Comprehensive income	**138**	**3,105**	**20,490**	**23,595**	**185**	**23,780**
Dividends of surplus			(7,028)	(7,028)	(110)	(7,139)
Purchase of treasury shares				(0)		(0)
Disposal of treasury shares		(33)		1		1
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		(1,398)	1,398			—
Other			(5)	(6)		(6)
Total transactions with owners	**—**	**(1,432)**	**(5,635)**	**(6,950)**	**(142)**	**(7,093)**
As of March 31, 2022	**104**	**8,290**	**113,599**	**128,917**	**1,757**	**130,674**

FY2023 (Fiscal year ended March 31, 2023)

(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	Remeasurements of defined benefit plans	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				535	(1,088)		15
Comprehensive income	**—**	**—**	**—**	**535**	**(1,088)**	**—**	**15**
Dividends of surplus							
Purchase of treasury shares			(1)				
Disposal of treasury shares		(16)	46			(29)	
Share-based payment transactions		37	40				
Changes in ownership interest in subsidiaries		(9)					
Transfer from other components of equity to retained earnings				(785)	1,088		
Other							
Total transactions with owners	**—**	**10**	**85**	**(785)**	**1,088**	**(29)**	**—**
As of March 31, 2023	**5,483**	**14,955**	**(13,315)**	**7,447**	**—**	**456**	**18**

	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			20,203	20,203	137	20,340
Other comprehensive income	276	(261)		(261)	3	(257)
Comprehensive income	**276**	**(261)**	**20,203**	**19,941**	**140**	**20,082**
Dividends of surplus			(9,041)	(9,041)	(145)	(9,187)
Purchase of treasury shares				(1)		(1)
Disposal of treasury shares		(29)		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		302	(302)			—
Other			3	3		3
Total transactions with owners	**—**	**273**	**(9,341)**	**(8,971)**	**(187)**	**(9,159)**
As of March 31, 2023	**381**	**8,302**	**124,460**	**139,887**	**1,710**	**141,597**

(4) Consolidated Statements of Cash Flows

(Millions of Yen)

	FY2022 (Fiscal year ended March 31, 2022)	FY2023 (Fiscal year ended March 31, 2023)
Cash flows from operating activities		
Profit before tax	29,575	30,001
Depreciation and amortization	16,692	16,227
Impairment losses	324	264
Interest and dividend income	(348)	(411)
Interest expenses	160	146
Share of loss (profit) of investments accounted for using equity method	(915)	(666)
Decrease (increase) in trade and other receivables	(7,303)	(4,393)
Decrease (increase) in contract assets	(1,914)	(5,275)
Decrease (increase) in inventories	(2,459)	(614)
Increase (decrease) in trade and other payables	1,946	1,135
Increase (decrease) in contract liabilities	1,927	2,061
Increase or decrease in retirement benefit asset or liability	(1,022)	(1,028)
Other	(69)	1,010
Subtotal	**36,593**	**38,461**
Interest and dividends received	350	413
Interest paid	(160)	(148)
Income taxes paid	(7,348)	(10,307)
Net cash provided by (used in) operating activities	**29,435**	**28,419**
Cash flows from investing activities		
Purchase of property, plant and equipment	(1,624)	(2,733)
Proceeds from sale of property, plant and equipment	0	1
Purchase of intangible assets	(7,441)	(11,875)
Purchase of investment securities	(3,866)	(2,793)
Proceeds from sale of investment securities	1,308	2,280
Decrease of change in the scope of consolidation	(480)	―
Purchase of investments accounted for using equity method	―	(668)
Other	1,146	251
Net cash provided by (used in) investing activities	**(10,957)**	**(15,537)**
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	―	100
Proceeds from long-term borrowings	3,837	5,700
Repayments of long-term borrowings	(4,317)	(5,925)
Repayments of lease liabilities	(8,800)	(8,603)
Dividends paid	(7,026)	(9,039)
Dividends paid to non-controlling interests	(110)	(145)
Other	299	(129)
Net cash provided by (used in) financing activities	**(16,118)**	**(18,043)**
Effect of exchange rate changes on cash and cash equivalents	**62**	**103**
Net increase (decrease) in cash and cash equivalents	**2,421**	**(5,058)**
Cash and cash equivalents at beginning of period	**46,281**	**48,703**
Cash and cash equivalents at end of period	**48,703**	**43,645**