

(This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this document and the Japanese original, the latter shall prevail.)

Summary of Consolidated Financial Results for the Fiscal Year ended March 31, 2024 (Japanese GAAP)

May 14, 2024

Company name: Digital Media Professionals Inc.

Listing: Tokyo Stock Exchange

Code number: 3652

URL: <https://www.dmprof.com/en>

Representative: Tatsuo Yamamoto, Chairman, President and CEO

Contact person: Tsuyoshi Osawa, Senior Managing Director, General Manager of Corporate Planning Dept.

Tel. (03) 6454 - 0450

Scheduled date of General Meeting of Shareholders: June 25, 2024

Scheduled date of filing Securities Report: June 25, 2024

Scheduled date of payment of cash dividends: -

Supplementary materials for the financial results: No

Briefing session on the financial results: Yes (for institutional investors and analysts)

(Round down to the nearest million yen)

1. Consolidated financial results for the fiscal year ended March 31, 2024 (April 1, 2023 through March 31, 2024)

(1) Consolidated operating results

(Percentages indicate year-on-year changes)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Fiscal year ended March 31, 2024	3,016	29.9	328	—	330	—	331	—
Fiscal year ended March 31, 2023	2,322	39.2	27	—	28	—	22	—

Reference) Comprehensive income: 333 million yen (-%) as of March 31, 2024; 28 million yen (-%) as of March 31, 2023

	Net income per share	Net income per share-diluted	Return on equity	Return on assets	Operating margin
	yen	yen	%	%	%
Fiscal year ended March 31, 2024	105.33	—	10.1	8.5	10.9
Fiscal year ended March 31, 2023	7.17	—	0.7	0.8	1.2

Reference) Equity in earnings (losses) of affiliates: - million yen as of March 31, 2024; - million yen as of March 31, 2023

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2024	3,919	3,457	88.2	1,099.42
As of March 31, 2023	3,842	3,124	81.3	993.30

Reference) Shareholders' equity: 3,457 million yen as of March 31, 2024; 3,124 million yen as of March 31, 2023

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Fiscal year ended March 31, 2024	660	-500	-0	2,603
Fiscal year ended March 31, 2023	-37	465	-0	2,435

2. Cash dividends

	Annual dividends per share					Total Dividends	Payout ratio	Dividends on equity
	1Q-end	2Q-end	3Q-end	Year-end	Total			
Year ended March 2023	-	0.00	-	0.00	0.00	-	-	-
Year ended March 2024	-	0.00	-	0.00	0.00	-	-	-
Year ending March 2025 (Forecast)	-	0.00	-	0.00	0.00	-	-	-

3. Forecasts of consolidated operating results for the year ending March 31, 2025 (April 1, 2024 through March 31, 2025)

(Percentages indicate year-on-year changes.)

	Net Sales		Operating income		Ordinary income		Net income attributable to owners of parent		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	3,200	6.1	350	6.5	350	5.9	290	-12.5	89.03

Notes:

1. Changes in significant subsidiaries during the current consolidated cumulative period (changes in specified subsidiaries accompanying changes in the scope of consolidation): None
2. Changes in accounting policies
  - (1) Changes in accounting policies resulting from revisions of accounting standards: None
  - (2) Changes in accounting policies except (1): None
  - (3) Changes in accounting estimation: None
  - (4) Restatement: None
3. Number of shares issued

(1) Number of shares issued at the end of the period (including treasury shares)

As of March 31, 2024	3,152,400 shares	As of March 31, 2023	3,152,400 shares
----------------------	------------------	----------------------	------------------

(2) Number of treasury shares at the end of the period

As of March 31, 2024	7,240 shares	As of March 31, 2023	7,166 shares
----------------------	--------------	----------------------	--------------

(3) Average number of shares issued during the period

Year ended March 31, 2024	3,145,185 shares	Year ended March 31, 2023	3,146,773 shares
---------------------------	------------------	---------------------------	------------------

(Reference)

1. Non-consolidated financial results for the fiscal year ended March 31, 2024 (April 1, 2023 through March 31, 2024)

(1) Non-consolidated operating results

(Percentages indicate year-on-year changes)

	Net sales		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Fiscal year ended March 31, 2024	3,016	29.9	325	-	327	-	328	-
Fiscal year ended March 31, 2023	2,322	39.2	23	-	25	-	19	-

	Net income per share	Net income per share-diluted
	yen	yen
Fiscal year ended March 31, 2024	104.49	—
Fiscal year ended March 31, 2023	6.05	—

(2) Non-consolidated financial position

	Total assets		Net assets		Equity ratio	Net assets per share
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	%	Yen
As of March 31, 2024	3,911	3,445	3,445	3,113	88.1	1,095.36
As of March 31, 2023	3,834	3,113	3,113	3,113	81.2	989.95

Reference) Shareholders' equity: 3,445 million yen as of March 31, 2024; 3,113 million yen as of March 31, 2023

2. The non-consolidated earnings forecast for the fiscal year ending March 31, 2025 has been omitted considering the materiality of the non-consolidated information.

\*Summary of the financial results is not subject to audit by a certified public accountant or auditing firm.

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

The forward-looking statements such as business forecast in this document are based on information currently available to the Company and on certain assumptions deemed to be reasonable. The Company does not guarantee the achievement of the forecasts. Actual results may differ significantly for a number of reasons.

For the conditions and notes on the use of business forecast, please refer to

"1. Qualitative information on financial results (4) Consolidated financial forecasts and other forward-looking statements."

## Qualitative information on financial results

### (1) Operating results

During the current consolidated fiscal year, the Japanese economy experienced a moderate recovery supported by revitalized socioeconomic activities, partly due to the change in the classification of new coronavirus infections from category 2 to category 5 on May 8, 2023. However, the impacts of the continued weak yen and rising prices and energy costs on the economy and people's lives became apparent. The global economy also showed signs of recovery in general, but in addition to the effects of monetary tightening, downside risks such as concerns about the future of the Chinese economy and the current increase in geopolitical risks need to be kept in mind.

The semiconductor industry, to which our group belongs, saw a negative market growth mainly due to reduced demand for memory in 2023. In 2024 and the medium term, however, demand is expected to grow for IoT where all things are connected to the Internet, artificial intelligence (AI), big data, next-generation high-speed communication standards, and automatic driving.

In the field of AI/visual computing, which is the business domain of our group, the acceleration of innovation and the increasing roles of AI are expected in solving social and environmental issues, including a decrease in the working population due to declining birthrate and aging population and climate change, and in realizing a safe and secure society.

In this environment, our group strives to create innovative products and services that drive value to our stakeholders and solve real-world problems through the power of image intelligence, under the Purpose of "Making the Image Intelligent." In the core fields of safety and robotics, we will maximize customer lifetime value (LTV) by providing added value through the development of IP core license business, product business, and professional service business, based on our integrated development system from algorithms and software to our strength, hardware, throughout the development lifecycle of customer products and services from the planning stage to mass production.

As for specific initiatives and achievements in our focused fields during the current consolidated fiscal year, firstly, in the safety field, we carried out professional services for existing customers for safe driving assistance and earned recurring revenue from existing projects from the edge to the cloud. In addition, we have started collaboration with THine Electronics Inc. to realize an edge AI camera solution for applications such as next-generation smart BEMS (Building Energy Management Systems). Furthermore, PoC projects in the broader safety field have progressed for car license plate recognition, human attributes/line of flow recognition, headcount counting, etc., utilizing DMP's high AI image recognition capabilities.

In the robotics field, in addition to carrying out professional services for existing customers, we have promoted activities to acquire new licenses for autonomous robots through the development of demonstration models and have achieved positive results. In the business of vision systems for picking robots by Cambrian Inc., a capital and business partner, we made progress in product shipments and business projects aimed at reducing labor and improving productivity for end customers in the manufacturing industry, particularly the automotive industry by taking advantage of the strengths in recognition accuracy for transparent and glossy parts and robustness against environmental changes, such as ambient light. In addition, we have completed connections to major Japanese collaborative robots in addition to overseas robots already connected in order to expand the ecosystem. Furthermore, we saw active business progress with customers in the pharmaceuticals, cosmetics, and food industries such as installation in the Dynamic Cell Production System at the Odawara Plant (Kao Cosmetic Products Odawara) of Kao Corporation. We acquired a portion of Cambrian's Series Seed Plus Preferred Stock (amount paid: about 480 thousand US dollars) on November 29, 2023, in order to financially contribute to enhancing Cambrian's development capabilities and the competitiveness of products

and technologies, and to further strengthen the strategic partnership.

In the amusement field, we continued mass production shipments of our image processing semiconductor, RS1, for pachislot machines, including smart pachislots with strong utilization and pachinko machines. We continue to aim to expand our share in the market segment where we can demonstrate the superiority of this unique 2D/3D integrated chip.

We also participated in various exhibitions to demonstrate our products, services, and technologies, mainly in the fields of safety and robotics, and focused on attracting new customers.

Regarding the business results for the current consolidated fiscal year, in the product business, we continued mass production shipments of the RS1 image processing semiconductor and shipped Cambrian Vision Systems and camera modules for drone mass production. In the IP core license business, we recorded AI/GPU running royalty income, recurring revenue in the safety and robotics fields, and maintenance/support revenues. In the professional service business, we provided AI/GPU contracted development services.

As a result, for the current consolidated fiscal year, we recorded net sales of 3,016 million yen (up 29.9% from the same period of the previous year), operating income of 328 million yen (up 1,114.3% from the same period of the previous year), ordinary income of 330 million yen (up 1,046.9% from the same period of the previous year) and net income attributable to owners of the parent of 331 million yen (up 1,367.8% from the same period of the previous year).

After carefully examining the recoverability of deferred tax assets, we decided to record deferred tax assets for the portion that is recoverable and recorded 41 million yen as income taxes-deferred.

As our group operates in a single segment, segment information is not provided, but a summary of results by business is as follows.

a) IP core license business

Net sales amounted to 170 million yen (261 million yen in the same period of the previous fiscal year), mainly due to the recording of recurring revenue in the safety and robotics fields and maintenance/support revenues in addition to AI/GPU running royalty income for digital equipment such as digital still cameras, 4K TVs and office automation equipment.

b) Product business

Net sales amounted to 2,758 million yen (1,956 million yen in the same period of the previous fiscal year) due to sales from Cambrian Vision Systems and camera modules for drone mass production in addition to the strong mass production shipments of the RS1.

c) Professional service business

Net sales amounted to 87 million yen (104 million yen in the same period of the previous fiscal year) for providing AI contracted development services in the safety and robotics fields and GPU contracted development services.

A summary of results by field is as follows.

a) Safety field

Net sales amounted to 71 million yen (170 million yen in the same period of the previous year), mainly due to the recording of recurring income and maintenance/support revenues in the IP core license business and providing professional services.

b) Robotics field

Net sales amounted to 168 million yen (185 million yen in the same period of the previous fiscal year) mainly due to the recording of sales of Cambrian Vision Systems and camera modules for drone mass production in the product business and providing professional services.

c) Amusement field

Net sales amounted to 2,642 million yen (1,821 million yen in the same period of the previous year), mainly due to the mass production shipments of RS1.

d) Other

Net sales amounted to 134 million yen (144 million yen in the same period of the previous fiscal year), mainly due to the recording of GPU running royalty income for digital equipment and maintenance/support revenues.

(2) Financial position

(Assets)

Total assets at the end of the current consolidated fiscal year amounted to 3,919 million yen, up 77 million yen from the end of the previous consolidated fiscal year, mainly due to increases in cash and deposits (up 167 million yen) and investment securities (up 475 million yen) and a decrease in accounts receivable and contract assets (down 587 million yen).

(Liabilities)

Current liabilities and non-current liabilities at the end of the current consolidated fiscal year totaled 461 million yen, down 256 million yen from the end of the previous consolidated fiscal year, mainly due to decreases in accounts payable (down 356 million yen) and contract liabilities (down 14 million yen).

(Net assets)

Total net assets at the end of the current consolidated fiscal year amounted to 3,457 million yen, up 333 million yen from the end of the previous consolidated fiscal year, mainly due to an increase in retained earnings (up 331 million yen) resulting from the posting of net income attributable to owners of the parent.

As a result, the net equity ratio was 88.2%.

(3) Overview of Cash Flows

The balance of cash and cash equivalents at the end of the current consolidated fiscal year was 2,603 million yen.

Net cash provided by operating activities was 660 million yen mainly attributable to positive factors such as a decrease in accounts receivable and contract assets of 587 million yen, depreciation of 41 million yen and income before income taxes of 330 million yen, and negative factors such as a decrease in accounts payable of 356 million yen.

Net cash used in investing activities was 500 million yen mainly attributable to negative factors such as purchases of investment securities of 472 million yen.

Net cash used by financing activities was 0 million yen attributable to the purchase of treasury shares.

(Reference) Changes in cash flow indicators

	March 2020	March 2021	March 2022	March 2023	March 2024
Equity ratio (%)	92.2	93.5	89.2	81.3	88.2
Equity ratio on market value (%)	162.3	250.2	128.5	225.1	308.5
Interest-bearing debt to cash flows ratio (year)	-	-	-	-	-
Interest coverage ratio (times)	-	-	-	-	-

Calculations are based on consolidated financial figures from the fiscal year ended March 31, 2021.

Equity ratio:  $\text{Equity} / \text{Total assets}$

Equity ratio on market value:  $\text{Market value} / \text{Total assets}$

Interest-bearing debt to cash flows ratio:  $\text{Interest-bearing debt} / \text{Cash flows}$

Interest coverage ratio:  $\text{Cash flows} / \text{Interest payment}$

(Note 1) Market value is calculated based on the number of issued shares excluding treasury stock.

(Note 2) Cash flows from operating activities are used for cash flows.

(Note 3) Since there is no interest-bearing debt balance or interest payment in each period, interest-bearing debt to cash flows ratio and interest coverage ratio are not stated.

#### (4) Consolidated financial forecasts and other forward-looking statements

The Japanese and global economies are expected to remain uncertain due to such factors as financial instability, persistent inflation, and increasing geopolitical risks.

On the other hand, in the semiconductor industry, demand for semiconductors for AI/IoT is expected to grow in the medium term. In addition, advances in AI and other technologies are expected to help overcome social and environmental challenges, such as the declining birthrate and aging population and climate change.

Under our Purpose, "Making the Image Intelligent," we are committed to creating innovative products and services that solve real-world problems and drive value for our stakeholders with the power of image intelligence, which has been our strength since the foundation.

Based on a solid business foundation of stable growth in the amusement and IP fields, we aim to achieve medium-term business growth by accelerating the cycle from PoC to commercialization in the robotics and safety fields that we have been working on, as well as the video inspection domain and the semiconductor manufacturing equipment domain as its application.

Based on the above, for the fiscal year ending March 31, 2025, we forecast consolidated net sales of 3,200 million yen (up 6.1% from the current consolidated fiscal year), operating income of 350 million yen (up 6.5% from the current consolidated fiscal year), ordinary income of 350 million yen (up 5.9% from the current consolidated fiscal year), and net income attributable to owners of the parent of 290 million yen (down 12.5% from the current consolidated fiscal year).

Actual results may differ from these forecasts due to various factors.

#### (5) Significant events regarding going-concern assumptions

Not applicable

## 2. Basic Policy on Selection of Accounting Standards

Since financial statements are also used in calculating distributable amounts under the Companies Act and taxable income under the Corporation Tax Act, we apply Japanese GAAP for accounting standards.

### 3. Consolidated financial statements and significant notes

#### (1) Consolidated balance sheets

	(Yen thousand)	
	Previous year (As of Mar 31, 2023)	Current year (As of Mar 31, 2024)
<b>Assets</b>		
Current assets		
Cash and deposits	2,435,996	2,603,750
Accounts receivable - trade, and contract assets	833,518	246,332
Securities	300,000	300,000
Merchandise and finished goods	22,874	35,585
Work in process	408	2,817
Raw materials and supplies	42,583	44,266
Prepaid expenses	39,872	28,896
Consumption taxes refund receivable	4,570	5,750
Other	3,985	5,385
<b>Total current assets</b>	<b>3,683,809</b>	<b>3,272,786</b>
Non-current assets		
Property, plant and equipment		
Buildings	51,243	51,243
Accumulated depreciation	-42,252	-44,181
<b>Buildings, net</b>	<b>8,990</b>	<b>7,061</b>
Tools, furniture and fixtures	189,815	205,038
Accumulated depreciation	-133,467	-158,035
<b>Tools, furniture and fixtures, net</b>	<b>56,347</b>	<b>47,002</b>
Work in process	499	-
<b>Total property, plant and equipment</b>	<b>65,837</b>	<b>54,063</b>
Intangible assets		
Software	24,094	9,298
Other	25	25
<b>Total intangible assets</b>	<b>24,119</b>	<b>9,324</b>
Investments and other assets		
Investment securities	7,747	483,227
Long-term prepaid expenses	2,509	1,227
Leasehold deposits	54,455	54,455
Deferred tax asset	3,630	44,712
<b>Total investments and other assets</b>	<b>68,342</b>	<b>583,622</b>
<b>Total non-current assets</b>	<b>158,299</b>	<b>647,010</b>
<b>Total assets</b>	<b>3,842,109</b>	<b>3,919,796</b>
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	553,241	196,241
Accounts payable - other	34,104	98,965
Accrued expenses	1,515	2,033
Income taxes payable	23,737	51,667
Accrued consumption taxes	28,394	54,686
Deposits received	7,967	12,204
Contract liabilities	33,720	19,420
Provision for product warranties	17,351	8,540
<b>Total current liabilities</b>	<b>700,031</b>	<b>443,761</b>
Non-current liabilities		
Asset retirement obligations	17,926	18,191
<b>Total non-current liabilities</b>	<b>17,926</b>	<b>18,191</b>
<b>Total liabilities</b>	<b>717,957</b>	<b>461,952</b>
Net assets		
Shareholders' equity		
Share capital	1,838,882	1,838,882
Capital surplus	1,858,093	1,858,093
Retained earnings	-575,090	-243,821
Treasury shares	-1,724	-2,016
<b>Total shareholders' equity</b>	<b>3,120,161</b>	<b>3,451,138</b>
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	645	3,726
Foreign currency translation adjustment	3,344	2,978
<b>Total accumulated other comprehensive income</b>	<b>3,990</b>	<b>6,705</b>
<b>Total net assets</b>	<b>3,124,151</b>	<b>3,457,844</b>
<b>Total liabilities and net assets</b>	<b>3,842,109</b>	<b>3,919,796</b>

## (2) Consolidated statements of income and comprehensive income

## Consolidated statements of income

	(Yen thousand)	
	Previous year (From Apr 1, 2022 To Mar 31, 2023)	Current year (From Apr 1, 2023 To Mar 31, 2024)
Net sales	2,322,112	3,016,061
Cost of sales	1,461,437	1,742,211
Gross profit	860,675	1,273,849
Selling, general and administrative expenses	833,616	945,277
Operating income	27,059	328,572
Non-operating income		
Interest income	243	251
Interest on securities	962	1,263
Foreign exchange gains	2,610	716
Miscellaneous income	-	0
Total non-operating income	3,816	2,231
Non-operating expenses		
Loss on redemption of securities	1,980	-
Interest expenses	72	317
Miscellaneous losses	8	9
Total non-operating expenses	2,060	326
Ordinary income	28,814	330,477
Income before income taxes	28,814	330,477
Income taxes - current	10,290	40,290
Income taxes - deferred	-4,044	-41,082
Total income taxes	6,245	-791
Income	22,569	331,268
Net income attributable to owners of parent	22,569	331,268

## Consolidated statements of comprehensive income

	(Yen thousand)	
	Previous year (From Apr 1, 2022 To Mar 31, 2023)	Current year (From Apr 1, 2023 To Mar 31, 2024)
Income	22,569	331,268
Other comprehensive income		
Valuation difference on available-for-sale securities	2,481	3,080
Foreign currency translation adjustment	3,726	-365
Total other comprehensive income	6,207	2,715
Comprehensive income	28,777	333,983
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	28,777	333,983
Comprehensive income attributable to non-controlling interests	-	-



## (3) Consolidated statements of shareholders' equity

Previous consolidated fiscal year (from April 1, 2022 to March 31, 2023)

(Yen thousand)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	1,838,882	1,858,093	-597,659	-1,615	3,097,700
Changes during period					
Income attributable to owners of parent			22,569		22,569
Purchase of treasury shares				-108	-108
Net changes in items other than shareholders' equity					
Total changes during period	-	-	22,569	-108	22,460
Balance at end of period	1,838,882	1,858,093	-575,090	-1,724	3,120,161

	Accumulated other comprehensive income			Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Total accumulated other comprehensive income	
Balance at beginning of period	-1,835	-381	-2,217	3,095,483
Changes during period				
Income attributable to owners of parent				22,569
Purchase of treasury shares				-108
Net changes in items other than shareholders' equity	2,481	3,726	6,207	6,207
Total changes during period	2,481	3,726	6,207	28,668
Balance at end of period	645	3,344	3,990	3,124,151

Current consolidated fiscal year (from April 1, 2023 to March 31, 2024)

(Yen thousand)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	1,838,882	1,858,093	-575,090	-1,724	3,120,161
Changes during period					
Loss attributable to owners of parent			331,268		331,268
Purchase of treasury shares				-291	-291
Net changes in items other than shareholders' equity					
Total changes during period			331,268	-291	330,977
Balance at end of period	1,838,882	1,858,093	-243,821	-2,016	3,451,138

	Accumulated other comprehensive income			Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Total accumulated other comprehensive income	
Balance at beginning of period	645	3,344	3,990	3,124,151
Changes during period				
Loss attributable to owners of parent				331,268
Purchase of treasury shares				-291
Net changes in items other than shareholders' equity	3,080	-365	2,715	2,715
Total changes during period	3,080	-365	2,715	333,692
Balance at end of period	3,726	2,978	6,705	3,457,844

## (4) Consolidated statement of cash flows

(Yen thousand)

	Previous year (From Apr 1, 2022 To Mar 31, 2023)	Current year (From Apr 1, 2023 To Mar 31, 2024)
<b>Cash flows from operating activities</b>		
Income before income taxes	28,814	330,477
Depreciation	71,824	41,293
Share-based payment expenses	23,232	6,504
Increase (decrease) in provision for product warranties	270	-8,810
Interest and dividend income	-1,205	-1,514
Foreign exchange losses (gains)	-5,228	-7,098
Decrease (increase) in trade receivables	-444,745	587,185
Decrease (increase) in inventories	-26,578	-16,803
Increase (decrease) in trade payables	292,898	-356,999
Decrease (increase) in consumption taxes refund receivable	-2,116	-1,179
Increase (decrease) in accrued consumption taxes	-12,743	26,292
Other, net	38,146	75,826
Subtotal	-37,430	675,172
Interest and dividends received	1,983	1,012
Income taxes paid	-2,125	-15,208
Net cash provided by (used in) operating activities	-37,573	660,976
<b>Cash flows from investing activities</b>		
Purchase of securities	-600,000	-600,000
Proceeds from redemption of securities	600,000	600,000
Purchase of property, plant and equipment	-29,577	-26,040
Purchase of investment securities	-	-472,749
Proceeds from redemption of investment securities	500,000	-
Purchase of intangible assets	-6,150	-1,240
Proceeds from refund of leasehold deposits	1,638	-
Net cash provided by (used in) investing activities	465,910	-500,029
<b>Cash flows from financing activities</b>		
Purchase of treasury shares	-108	-291
Net cash provided by (used in) financing activities	-108	-291
Effect of exchange rate change on cash and cash equivalents	5,228	7,098
Net increase (decrease) in cash and cash equivalents	433,455	167,753
Cash and cash equivalents at beginning of period	2,002,540	2,435,996
Cash and cash equivalents at end of period	2,435,996	2,603,750

(5) Notes to consolidated financial statements

(Notes on going-concern assumption)

Not applicable

(Change in accounting policy)

Not applicable

(Segment information, etc.)

[Segment information]

The Group's business is comprised of a single segment, the development, manufacture, and sale of IP cores and other products, as well as related operations. Therefore, this information is omitted from this report.

(Per share information)

	Previous year (From Apr 1, 2022 To Mar 31, 2023)	Current year (From Apr 1, 2023 To Mar 31, 2024)
Net assets per share	993.30 yen	1,099.42 yen
Net income per share	7.17 yen	105.33 yen

(Notes)

1. Diluted net income per share for the current consolidated fiscal year is not shown since there are no diluted shares.
2. The basis for calculation of net assets per share is as follows.

	Previous year (Mar 31, 2023)	Current year (Mar 31, 2024)
Total net assets (thousand yen)	3,124,151	3,457,844
Amount deducted from total net assets (thousand yen)	-	-
Net assets related to common stock at the end of the period (thousand yen)	3,124,151	3,457,844
Number of common shares used for calculation of net assets per share at the end of the period (Shares)	3,145,234	3,145,160

3. The basis for calculation of net income per share is as follows.

	Previous year (From Apr 1, 2022 To Mar 31, 2023)	Current year (From Apr 1, 2023 To Mar 31, 2024)
Net income per share		
Net income attributable to owners of the parent (thousand yen)	22,569	331,268
Amount not attributable to common stock (thousand yen)	-	-
Net income attributable to owners of the parent on common stock	22,569	331,268
Average number of shares of common stock during the period (shares)	3,146,773	3,145,185

(Significant subsequent events)

Not applicable

#### 4. Other

##### (1) Recent quarterly business performance

Fiscal year ended March 31, 2024

(thousand yen)	First Quarter Apr 2023 - Jun 2023	Second Quarter Jul 2023 - Sep 2023	Third Quarter Oct 2023 - Dec 2023	Fourth Quarter Jan 2024 - Mar 2024
Net sales	699,165	742,931	850,573	723,392
Gross profit	256,344	342,473	351,584	319,932
Operating income	30,196	104,590	126,578	67,207
Ordinary income	32,833	107,336	124,045	66,262
Income before income taxes	32,833	107,336	124,045	66,262
Net income	26,411	94,614	100,972	109,271
Net income attributable to owners of the parent	26,411	94,614	100,972	109,271
Comprehensive income	26,658	94,710	98,255	114,358
Net income per share	8.40 yen	30.08 yen	32.10 yen	34.74 yen
	End of 1st Quarter	End of 2nd Quarter	End of 3rd Quarter	End of 4th Quarter
Total assets	3,684,722	3,691,464	3,893,835	3,919,796
Net assets	3,150,810	3,245,229	3,343,485	3,457,844
Net assets per share	1,001.77 yen	1,031.82 yen	1,063.06 yen	1,099.42 yen

Fiscal year ended March 31, 2023

(thousand yen)	First Quarter Apr 2022 - Jun 2022	Second Quarter Jul 2022 - Sep 2022	Third Quarter Oct 2022 - Dec 2022	Fourth Quarter Jan 2023 - Mar 2023
Net sales	387,671	537,683	654,471	742,286
Gross profit	119,257	189,660	258,820	292,576
Operating income/loss (-)	-89,267	-13,573	41,887	88,012
Ordinary income/loss (-)	-83,735	-10,570	35,813	87,307
Income/loss (-) before income taxes	-83,735	-10,570	35,813	87,307
Net income/loss (-)	-84,308	-11,143	35,240	82,780
Net income/loss (-) attributable to owners of the parent	-84,308	-11,143	35,240	82,780
Comprehensive income	-79,661	-10,990	35,057	84,372
Net income/loss (-) per share	-26.79 yen	-3.54 yen	11.20 yen	26.32 yen
	End of 1st Quarter	End of 2nd Quarter	End of 3rd Quarter	End of 4th Quarter
Total assets	3,463,998	3,485,580	3,557,274	3,842,109
Net assets	3,015,821	3,004,830	3,039,888	3,124,151
Net assets per share	958.23 yen	954.74 yen	965.88 yen	993.30 yen