

June 9,2023

To whom it may concern

Company Name: Avant Group Corporation
Name of Representative: Tetsuji Morikawa, President
and Group CEO
(Code: 3836, TSE Prime Market)
Inquiries: Naoyoshi Kasuga, Director and Group CFO
(TEL: 03-6388-6739)

(Corrections) : "Consolidated Summary Report under Japanese GAAP for the Fiscal Year ended June 30, 2022 " and "Financial Results Briefing for the Fiscal Year ended June 2022"

Avant Group Corporation (the "Company") hereby announces that there have been corrections made to the above-mentioned disclosure material released on August 5, 2022 (JST).

Note that no corrections have been made to numerical data (XBRL data).

1. Reason for corrections

Following the publication of the "Consolidated Summary Report under Japanese GAAP for the Fiscal Year ended June 30, 2022 " and "Financial Results Briefing for the Fiscal Year ended June 2022"announced on August 5, 2022", it was found that there were some errors in the contents, and corrections have been made.

2. Details of corrections

Corrections are underlined.

1. Qualitative Information on Financial Results

(1) Management's Discussion on Business Operations for Current Fiscal Year

【Before corrections】

(i) Orders Received

(millions of yen, rounded down to the nearest unit)

	Fiscal Year ended June 30, 2021		Fiscal Year ended June 30, 2022		Year on Year Change	
	Orders Received	Outstanding Orders	Orders Received	Outstanding Orders	Amount	
					Orders Received	Outstanding Orders
Group Governance Businesses	8,510	2,349	10,155	3,132	–	–
Digital Transformation Business	6,639	1,244	6,902	1,131	–	–
Outsourcing Business	2,987	1,457	<u>4,032</u>	<u>2,446</u>	–	–
Elimination of inter-segment transactions	(735)	(290)	<u>(1,017)</u>	<u>(578)</u>	–	–
Total	17,401	4,761	<u>20,073</u>	<u>6,131</u>	–	–

【After corrections】

(i) Orders Received

(millions of yen, rounded down to the nearest unit)

	Fiscal Year ended June 30, 2021		Fiscal Year ended June 30, 2022		Year on Year Change	
	Orders Received	Outstanding Orders	Orders Received	Outstanding Orders	Amount	
					Orders Received	Outstanding Orders
Group Governance Businesses	8,510	2,349	10,155	3,132	–	–
Digital Transformation Business	6,639	1,244	6,902	1,131	–	–
Outsourcing Business	2,987	1,457	<u>3,751</u>	<u>2,146</u>	–	–
Elimination of inter-segment transactions	(735)	(290)	<u>(797)</u>	<u>(357)</u>	–	–
Total	17,401	4,761	<u>20,012</u>	<u>6,070</u>	–	–

[Before corrections]

Outsourcing Business

AVANT

Continued high growth while maintaining high profitability

- New contracts are coming into service smoothly, and the high level of sales growth continues. Operating profit margin remained at the same level, absorbing most of the cost increase due to office expansion.
- New contracts continue to accumulate, and orders and order backlogs are growing strongly.

(millions of yen)

	FY21/06	FY22/06	2022年6月期	Year-on-Year(Before accounting impact)	
			(Before accounting impact)	Variance	%CHG
Net Sales	2,479	3,044	3,052	+572	+ 23.1%
Operating income	523	661	667	+143	+ 27.5%
OP Margin	21.1%	21.7%	21.9%	-	+0.8point
New Orders	2,987	4,032	4,032	+ 1,045	+ 35.0%
Outstanding Orders	1,457	2,446	2,438	+ 980	+ 67.2%

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[After corrections]

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	FY21/06	FY22/06	2022年6月期	Year-on-Year(Before accounting impact)	
			(Before accounting impact)	Variance	%CHG
Net Sales	2,479	3,044	3,052	+572	+ 23.1%
Operating income	523	661	667	+143	+ 27.5%
OP Margin	21.1%	21.7%	21.9%	-	+0.8point
New Orders	2,987	3,751	4,032	+764	+25.6%
Outstanding Orders	1,457	2,164	2,438	+707	+48.5%

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[Before corrections]

Selected Quarterly Segment Data

AVANT

(in \$ million of year)

		FY June 2018				FY June 2019				FY June 2020				FY June 2021				FY June 2022			
		1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q
New Orders	Group Governance	1,343	1,906	1,557	2,924	1,611	1,890	1,693	2,579	1,893	2,008	1,944	2,466	1,721	1,945	1,912	2,930	1,886	2,629	2,298	3,340
	Digital Transformation	998	1,030	1,118	1,073	1,235	1,223	1,439	1,365	1,565	1,347	1,191	1,313	1,379	2,083	1,650	1,526	1,296	2,078	1,464	2,063
	Outsourcing	297	343	297	549	439	319	363	685	599	468	505	586	651	586	765	983	722	1,223	565	1,521
	Elimination of inter-segment transaction	-72	-255	-116	-154	-201	-115	-92	-266	-102	-201	-64	-164	-149	-201	-223	-161	-238	-164	-172	-442
	New Orders	2,567	3,025	2,856	4,392	3,085	3,317	3,404	4,363	3,955	3,623	3,576	4,202	3,602	4,413	4,105	5,279	3,667	5,766	4,154	6,483
Orders Outstanding	Group Governance	1,913	1,876	1,576	2,433	2,261	1,927	1,611	2,173	2,143	1,910	1,689	1,999	1,920	1,769	1,642	2,349	2,278	2,586	2,358	3,132
	Digital Transformation	762	791	895	929	1,004	958	1,044	1,204	1,340	1,245	926	854	850	1,438	1,354	1,244	975	1,247	809	1,131
	Outsourcing	515	524	474	675	734	650	597	852	948	928	891	950	1,031	1,008	1,112	1,457	1,469	1,937	1,716	2,446
	Elimination of inter-segment transaction	-65	-187	-179	-203	-260	-232	-177	-303	-264	-312	-209	-208	-206	-242	-300	-290	-343	-327	-319	-378
	Orders Outstanding	3,125	3,006	2,768	3,834	3,739	3,304	3,076	3,927	4,168	3,771	3,298	3,595	3,596	3,974	3,807	4,761	4,381	5,444	4,563	6,133
Net Sales	Group Governance	1,392	1,942	1,857	2,068	1,783	2,225	2,008	2,017	1,922	2,242	2,165	2,154	1,801	2,096	2,040	2,223	1,957	2,322	2,526	2,566
	Digital Transformation	897	1,001	1,014	1,039	1,161	1,268	1,353	1,206	1,429	1,441	1,510	1,385	1,382	1,495	1,734	1,637	1,564	1,806	1,902	1,741
	Outsourcing	282	334	347	349	380	402	416	430	504	489	541	527	569	609	662	637	710	755	786	791
	Intra-segment elimination	-27	-134	-125	-130	-144	-143	-147	-141	-141	-153	-167	-161	-152	-165	-165	-171	-185	-180	-180	-183
	Net Sales	2,544	3,144	3,095	3,326	3,180	3,752	3,631	3,512	3,714	4,019	4,050	3,906	3,601	4,036	4,271	4,326	4,047	4,703	5,035	4,916
Operating Income	Group Governance	145	220	265	398	244	362	346	339	330	379	378	528	323	520	530	561	286	599	669	507
	Digital Transformation	21	81	122	98	102	210	233	89	180	171	209	130	115	226	319	150	187	365	428	263
	Outsourcing	50	72	53	36	101	100	79	37	118	116	133	-4	130	165	165	62	161	195	221	82
	Elimination of inter-segment transaction	29	37	34	-39	-68	-39	-67	-106	-114	-93	-122	-63	-90	-94	-151	-136	-173	-139	-178	-216
	Operating Income	247	412	476	494	380	634	592	358	514	574	598	591	478	817	862	637	461	1,020	1,140	636

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[After corrections]

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AVANT

(in \$ million of year)

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		1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q
New Orders	Group Governance	1,343	1,906	1,557	2,924	1,611	1,890	1,693	2,579	1,893	2,008	1,944	2,466	1,721	1,945	1,912	2,930	1,886	2,629	2,298	3,340
	Digital Transformation	998	1,030	1,118	1,073	1,235	1,223	1,439	1,365	1,565	1,347	1,191	1,313	1,379	2,083	1,650	1,526	1,296	2,078	1,464	2,063
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	New Orders	2,567	3,025	2,856	4,392	3,085	3,317	3,404	4,363	3,955	3,623	3,576	4,202	3,602	4,413	4,105	5,279	3,667	5,766	4,154	6,423
Orders Outstanding	Group Governance	1,913	1,876	1,576	2,433	2,261	1,927	1,611	2,173	2,143	1,910	1,689	1,999	1,920	1,769	1,642	2,349	2,278	2,586	2,358	3,132
	Digital Transformation	762	791	895	929	1,004	958	1,044	1,204	1,340	1,245	926	854	850	1,438	1,354	1,244	975	1,247	809	1,131
	Outsourcing	515	524	474	675	734	650	597	852	948	928	891	950	1,031	1,008	1,112	1,457	1,469	1,937	1,716	2,446
	Elimination of inter-segment transaction	-65	-187	-179	-203	-260	-232	-177	-303	-264	-312	-209	-208	-206	-242	-300	-290	-343	-327	-319	-357
	Orders Outstanding	3,125	3,006	2,768	3,834	3,739	3,304	3,076	3,927	4,168	3,771	3,298	3,595	3,596	3,974	3,807	4,761	4,381	5,444	4,563	6,070
Net Sales	Group Governance	1,392	1,942	1,857	2,068	1,783	2,225	2,008	2,017	1,922	2,242	2,165	2,154	1,801	2,096	2,040	2,223	1,957	2,322	2,526	2,566
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	Outsourcing	282	334	347	349	380	402	416	430	504	489	541	527	569	609	662	637	710	755	786	791
	Intra-segment elimination	-27	-134	-125	-130	-144	-143	-147	-141	-141	-153	-167	-161	-152	-165	-165	-171	-185	-180	-180	-183
	Net Sales	2,544	3,144	3,095	3,326	3,180	3,752	3,631	3,512	3,714	4,019	4,050	3,906	3,601	4,036	4,271	4,326	4,047	4,703	5,035	4,916
Operating Income	Group Governance	145	220	265	398	244	362	346	339	330	379	378	528	323	520	530	561	286	599	669	507
	Digital Transformation	21	81	122	98	102	210	233	89	180	171	209	130	115	226	319	150	187	365	428	263
	Outsourcing	50	72	53	36	101	100	79	37	118	116	133	-4	130	165	165	62	161	195	221	82
	Elimination of inter-segment transaction	29	37	34	-39	-68	-39	-67	-106	-114	-93	-122	-63	-90	-94	-151	-136	-173	-139	-178	-216
	Operating Income	247	412	476	494	380	634	592	358	514	574	598	591	478	817	862	637	461	1,020	1,140	636

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