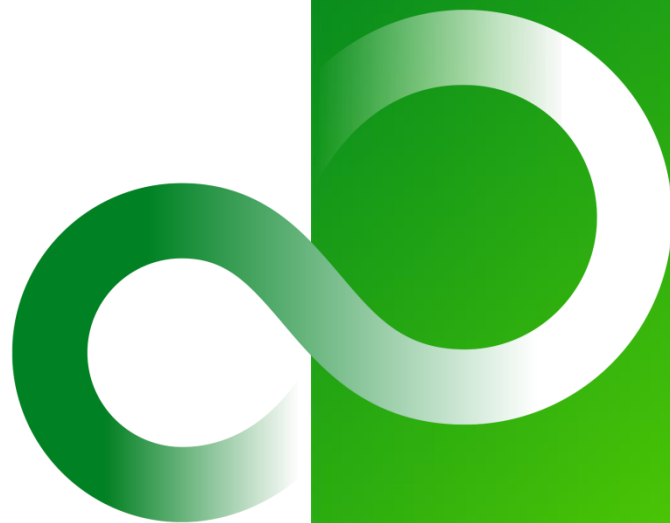


**1Q
FY2023**

Consolidated Financial Results

July 27, 2023
Fujitsu Limited



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Financial Results for 1Q FY2023



FY 2023 1Q Results: Overview

Revenue

[Total]	799.6 billion yen	vs LY	+0.5%
Service Solutions	465.4 billion yen	vs LY	+10.2%

※vs LY is excluding impact of restructuring

Service Solutions achieved double-digit growth, primarily from business in Japan. Growth of Fujitsu Uvance was driven by DX and modernization, with growth in revenue of 1.5x Order was also off to a solid start

The weak conditions of Device Solutions since the second half of last year continued

Adjusted Operating Profit

[Total]	2.6 billion yen	vs LY	-25.4 billion yen
Service Solutions	20.9 billion yen	vs LY	+11.9 billion yen

Service Solutions achieved a steady growth in profits because of progress in improved profitability according to plan, in addition to the effect of higher revenues.

Device Solutions recorded lower profits with a weak level of profits because of lower capacity utilization on a decline in unit volumes.

Consolidated PL(1Q)



(Billions of yen)

	1Q FY2022	1Q FY2023	Change	
				(%)
Revenue	818.8	799.6	-19.2	-2.3
Excl. Impact of restructuring	795.6	799.6	4.0	0.5
Impact of restructuring	23.2	-	-23.2	-
Adjusted Operating Profit	28.0	2.6	-25.4	-90.7
[Adjusted Operating Profit Margin]	[3.4%]	[0.3%]	[-3.1%]	
Adjusted Profit for the period	19.0	7.4	-11.5	-60.7

Exchange Rates

U.S. dollar / Yen	130	137	7	5.4
Euro / Yen	138	149	11	8.0
British pound / Yen	163	172	9	5.5

*Adjusted operating profit: an indicator of the real profits from the business, in which one-time gains or losses from such activities as business restructurings, acquisitions or divestitures, and institutional changes are subtracted from operating profit.



Business Segment Information



Business Segment Information



(Billions of yen)

		1Q FY2022	1Q FY2023	Change	(%)
Service Solutions	Revenue	445.6	465.4	19.7	4.4
	Excl. Impact of restructuring	422.3	465.4	43.0	10.2
	Impact of restructuring	23.2	-	-23.2	-
	Adj. Operating Profit	9.0	20.9	11.9	132.5
	[%]	[2.0%]	[4.5%]	[2.5%]	
Hardware Solutions	Revenue	224.2	216.8	-7.3	-3.3
	Adj. Operating Profit	5.0	2.6	-2.3	-46.7
	[%]	[2.2%]	[1.2%]	[-1.0%]	
Ubiquitous Solutions	Revenue	61.7	59.8	-1.9	-3.2
	Adj. Operating Profit	0.9	4.5	3.6	384.7
	[%]	[1.5%]	[7.6%]	[6.1%]	
Device Solutions	Revenue	104.1	67.4	-36.7	-35.2
	Adj. Operating Profit	26.4	2.2	-24.1	-91.3
	[%]	[25.4%]	[3.4%]	[-22.0%]	
Inter-segment Elim./Corporate	Revenue	-16.9	-9.9	7.0	-
	Adj. Operating Profit	-13.3	-27.8	-14.4	-

Service Solutions

(Billions of yen)

	1Q FY2022	1Q FY2023	Change	
				(%)
Revenue	445.6	465.4	19.7	4.4
Excl. Impact of restructuring [Uvance]	422.3 [45.9]	465.4 [70.4]	43.0 [24.5]	10.2 [53.4]
Impact of restructuring	23.2	-	-23.2	-
Adjusted Operating Profit [Adj. Operating profit margin]	9.0 [2.0%]	20.9 [4.5%]	11.9 [2.5%]	132.5

Compared to 1Q of Prior Year

Revenue

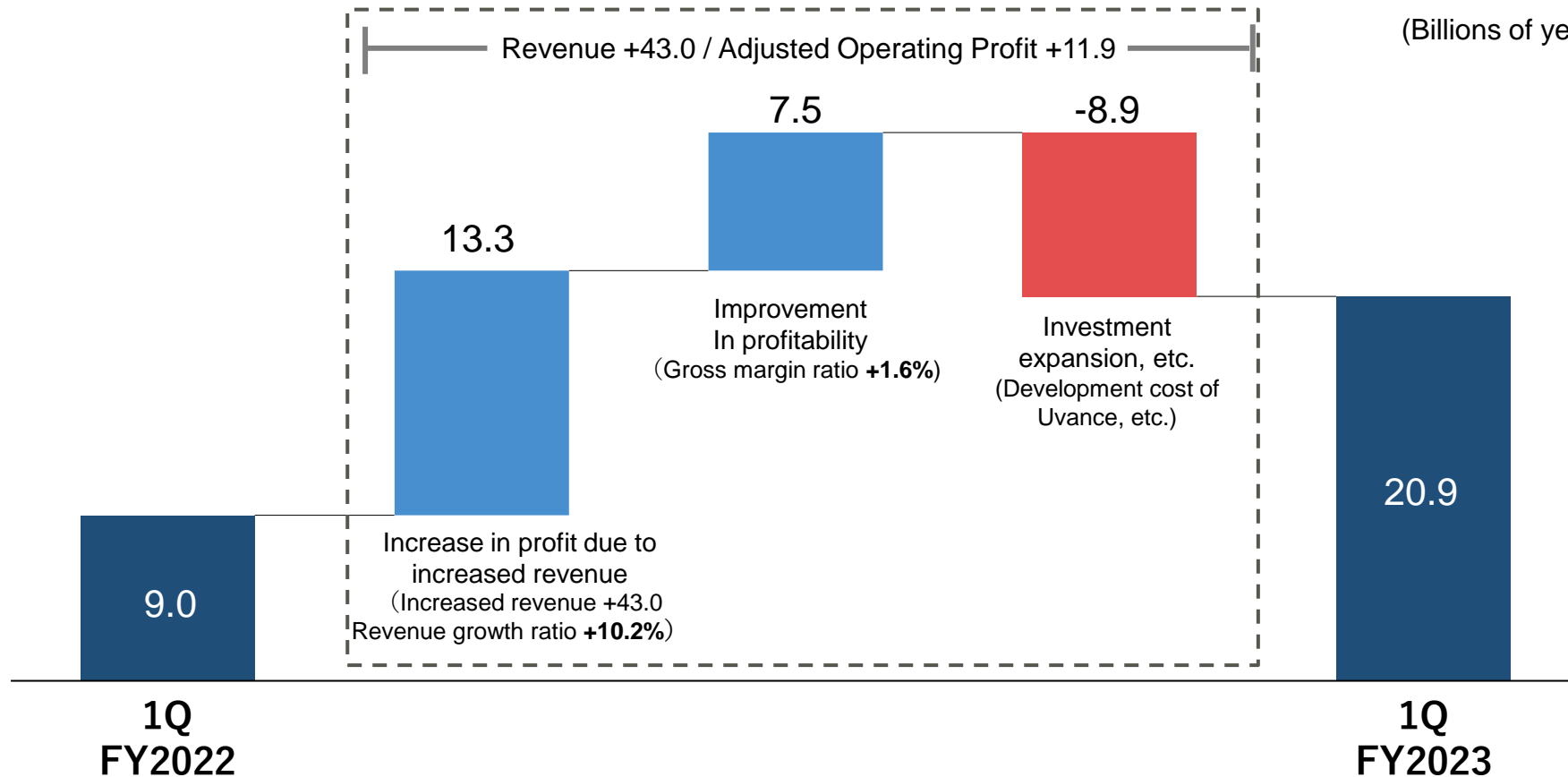
- Solid growth in DX and modernization deals in Japan
- Revenue for Fujitsu Uvance grew 53% from the prior year

Adjusted operating profit

- Improved profitability from progress on development standardization in addition to the benefit of higher revenue
- Profits increased by 2.3x over the previous year, even with higher Uvance-related investments

Factors Behind Change in Adjusted Operating Profit

(Billions of yen)



Orders in Japan

Significant growth of 18%, primarily an expansion of DX and modernization deals

	FY2022					FY2023
	1Q	2Q	3Q	4Q	Total	1Q
Japan	111%	105%	100%	112%	107%	118%
Private Enterprise Business [Manufacturing & Distribution & Retail]	108%	105%	101%	109%	106%	107%
Finance Business [Finance & Insurance]	103%	102%	103%	110%	105%	124%
Public&Healthcare [Government & Local government & Healthcare]	113%	97%	102%	108%	106%	134%
Mission Critical and others [Mission Critical & National Security & others]	118%	124%	91%	128%	115%	92%

Orders in Regions (International)

Growth in the Europe and Asia Pacific regions, primarily from public sector customers
Solid growth from the prior year in the Americas region, primarily with private sector customers

	FY2022					FY2023
	1Q	2Q	3Q	4Q	Total	1Q
Europe						
Americas	101%	170%	85%	75%	101%	104%
Asia Pacific	99%	87%	87%	88%	90%	137%
	93%	130%	242%	111%	137%	117%

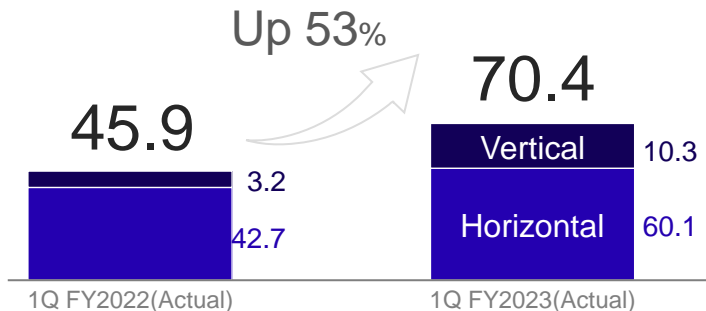
Uvance



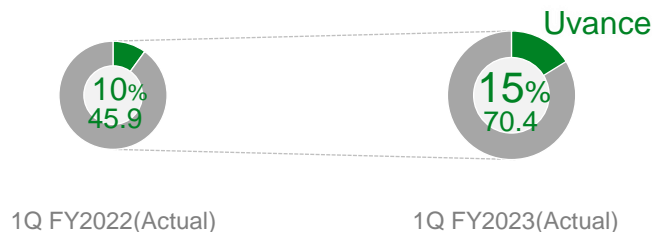
(Billions of yen)

First Quarter (1Q FY2022→1Q FY2023)

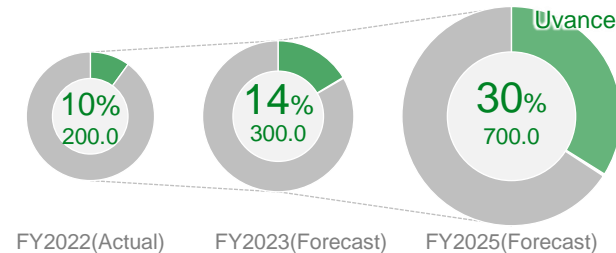
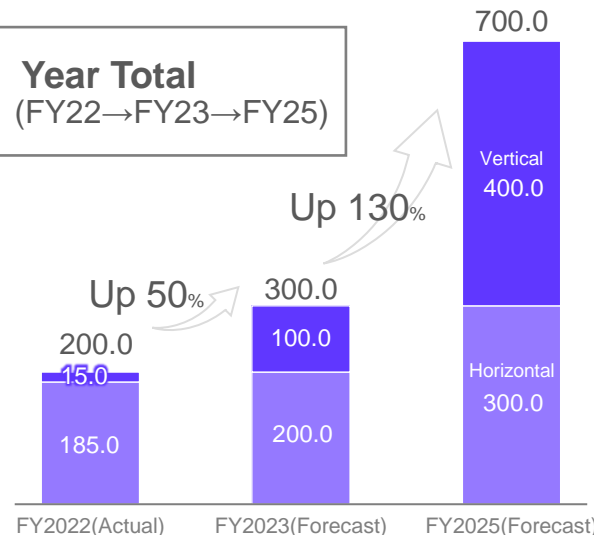
Uvance
Revenue
increase



Uvance
Percentage of
total revenue



Year Total (FY22→FY23→FY25)



Vertical: 4 cross-industry areas that solve societal issues
Horizontal: 3 technical areas that support cross-industry

Fujitsu UVance

7 Key Focus Areas for a Sustainable World

Vertical Areas

4 cross industry fields to solve societal issues

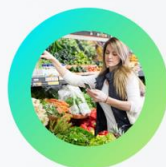
Horizontal Areas

3 technology foundations to support cross-industry

Providing digital services that contribute to the growth of customers through cross-industry, starting with societal issues



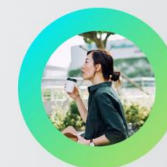
Sustainable Manufacturing



Consumer Experience



Healthy Living



Trusted Society



Digital Shifts



Business Applications



Hybrid IT



Key Technologies



Computing



Network



AI



Data & Security




Converging Technologies

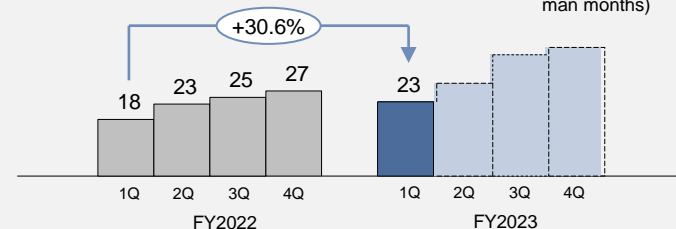
Costs/Expenses

Improved profitability: +7.5 billion yen on an improvement in gross margin of 1.6 percentage points

- Steady increase in the profitability of services in Japan because of progress in development standardization, automation, insourcing

	FY2022 1 Q	FY2023 1 Q	vs LY 1 Q
Trends in gross margin ratio	30.9%	32.5%	1.6% 

- Personnel in GDC/JGG: 30,000 at end of 1Q (3,000 more than 1Q of prior year)
- GDC usage (in Japan)



Investment spending: down 8.9 billion yen, but higher investment spending in growth areas

- Development of offerings, primarily for Fujitsu Uvance
- Development of specialist human resources, growth in reskilling, talent recruitment
- Enhanced security and IT platforms

Breakdown by sub-segment

(Billions of yen)

		1Q FY2022	1Q FY2023	Change	(%)
Service Solutions	Revenue	445.6	465.4	19.7	4.4
	Excl. Impact of restructuring	422.3	465.4	43.0	10.2
	Impact of restructuring	23.2	-	-23.2	-
	Adjusted Operating Profit [%]	9.0 [2.0%]	20.9 [4.5%]	11.9 [2.5%]	132.5
Global Solutions	Revenue	93.8	104.2	10.4	11.1
	Adjusted Operating Profit [%]	-8.2 [-8.8%]	-1.2 [-1.2%]	6.9 [7.6%]	-
Regions (Japan)	Revenue	265.4	262.0	-3.3	-1.3
	Excl. Impact of restructuring	242.1	262.0	19.8	8.2
	Impact of restructuring	23.2	-	-23.2	-
	Adjusted Operating Profit [%]	19.1 [7.2%]	25.8 [9.9%]	6.7 [2.7%]	35.1
Regions (International)	Revenue	130.0	141.0	10.9	8.4
	Adjusted Operating Profit [%]	-1.8 [-1.4%]	-3.6 [-2.6%]	-1.7 [-1.2%]	-
Intra-seg. Elim	Revenue	-43.7	-41.9	1.7	-

Compared to 1Q of Prior Year

Global Solutions

Higher revenue, primarily with Fujitsu Uvance
Higher revenue and increase in profitability, but still at stage of upfront investments

Regions (Japan)

Increase in DX and modernization projects in the manufacturing, distribution, finance, and public sectors.
Increase in profits on improved profitability and the impact of higher revenue

Regions (International)

Higher revenue from public sector customers in Europe and the positive impact of foreign exchange movements
Lower profits from the ending of highly profitable projects in the APAC region

Hardware Solutions

(Billions of yen)

	1Q FY2022	1Q FY2023	Change	
				(%)
Revenue	224.2	216.8	-7.3	-3.3
System Products	178.5	185.2	6.6	3.7
Network Products	45.6	31.6	-14.0	-30.7
Adjusted Operating Profit	5.0	2.6	-2.3	-46.7
[Adj. Operating profit margin]	[2.2%]	[1.2%]	[-1.0%]	

- System Products: Higher revenue from the resolution of the chip shortage
- Network Products
 - Pull-back from prior year's strong demand in North America for both mobile systems and photonics
 - Higher development spending for the next growth cycle

Ubiquitous Solutions

(Billions of yen)

	1Q FY2022	1Q FY2023	Change	
				(%)
Revenue	61.7	59.8	-1.9	-3.2
Adjusted Operating Profit	0.9	4.5	3.6	384.7
[Adj. Operating profit margin]	[1.5%]	[7.6%]	[6.1%]	

- Slightly lower revenue
- Higher profit from cost reductions in the face of higher component costs, including from the impact of foreign exchange movements and progress in increasing sales price

■ Device Solutions

(Billions of yen)

	1Q FY2022	1Q FY2023	Change	
				(%)
Revenue	104.1	67.4	-36.7	-35.2
Adjusted Operating Profit [Adj. Operating profit margin]	26.4 [25.4%]	2.2 [3.4%]	-24.1 [-22.0%]	-91.3

■ Revenue

Lower revenue on continued weak demand for semiconductor packages

■ Adjusted Operating profit

Significant drop in profit from lower unit sales and a decline in capacity utilization
Expect a mild recovery in the second half of the fiscal year

■ Inter-segment Elim./ Corporate

(Billions of yen)

	1Q FY2022	1Q FY2023	Change
Adjusted Operating Profit	-13.3	-27.8	-14.4

■ Continued expansion in business growth and investments for the medium and long-term horizon

- Fujitsu Research: Enhancing advanced research in cutting-edge areas (AI, quantum computing)
- Enhancing management foundation (One Fujitsu program)

Cash Flows



(Billions of yen)

	1Q FY2022	1Q FY2023	Change
I Cash flows from operating activities	124.6	168.2	43.6
II Cash flows from investing activities	-58.4	-42.5	15.8
I + II Free Cash Flow	66.1	125.6	59.5
III Cash flows from financing activities	-68.6	-24.8	43.7
[Core Free Cash Flow *]	[127.1]	[182.8]	[55.7]
IV Cash and Cash Equivalents at End of Period	490.4	465.9	-24.5

* Ordinary free cash flow, excluding one-time cash inflows or outflows from such activities as business restructurings, structural reforms, and acquisitions or divestitures.

Assets, Liabilities and Equity



(Billions of yen)

	Year-end FY2022	End of 1Q FY2023	Change
Total Assets	3,265.5	3,240.0	-25.5
Total Liabilities	1,528.7	1,444.2	-84.5
Total Equity	1,736.8	1,795.7	58.9
Total Equity Attributable to Owners of the Parent	1,586.8	1,642.0	55.2

Reference: Financial Indices

Interest-bearing Loans	211.1	233.8	22.6
(Net Interest-bearing Loans)	[-144.7]	[-232.0]	[-87.3]

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Earnings Forecast for FY2023

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Financial Forecast

	FY2022 (Actual)	FY2023(Forecast)		Change	(%)
		Current Forecast	Change vs. Previous Forecast		
Revenue	3,713.7	3,860.0	-	146.2	3.9
Excl. Impact of restructuring	3,675.0	3,860.0	-	184.9	5.0
Impact of restructuring	38.6	-	-	-38.6	-
Adjusted Operating Profit	320.8	340.0	-	19.1	6.0
[Adjusted Operating Profit Margin]	[8.6%]	[8.8%]	[-%]	[0.2%]	
Adjusted Profit for the year	204.1	218.0	-	13.8	6.8

Exchange Rate

U.S. dollar / Yen	135	130	-	-5	-3.7
Euro / Yen	141	140	-	-1	-0.7
British pound / Yen	163	160	-	-3	-1.8

Business Segment Information

(Billions of yen)

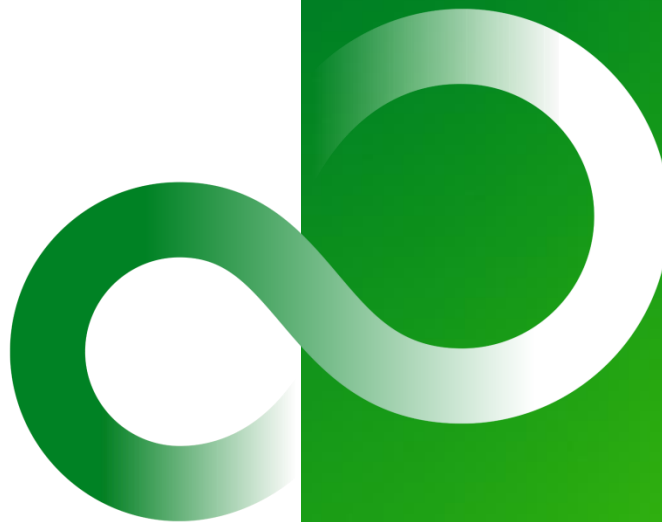
		FY2022 (Actual)	FY2023(Forecast)		Change	Change (%)
			Current Forecast	Change vs. Previous Forecast		
Service Solutions	Revenue	1,984.2	2,170.0	-	185.8	9.4
	Excl. Impact of restructuring	1,945.5	2,170.0	-	224.4	11.5
	Impact of restructuring	38.6	-	-	-38.6	-
	Adj. Operating Profit	162.9	255.0	-	92.0	56.4
	[%]	[8.2%]	[11.8%]	[-%]	[3.6%]	
Hardware Solutions	Revenue	1,132.3	1,060.0	-	-72.3	-6.4
	Adj. Operating Profit	112.6	92.0	-	-20.6	-18.3
	[%]	[9.9%]	[8.7%]	[-%]	[-1.2%]	
Ubiquitous Solutions	Revenue	286.0	310.0	-	24.0	8.4
	Adj. Operating Profit	8.6	15.0	-	6.3	72.4
	[%]	[3.0%]	[4.8%]	[-%]	[1.8%]	
Device Solutions	Revenue	382.6	375.0	-	-7.6	-2.0
	Adj. Operating Profit	77.4	52.0	-	-25.4	-32.8
	[%]	[20.2%]	[13.9%]	[-%]	[-6.3%]	
Inter-segment Elim./ Corporate	Revenue	-71.5	-55.0	-	16.5	-
	Adj. Operating Profit	-40.9	-74.0	-	-33.1	-

Cash Flows

(Billions of yen)

	FY2022 (Actual)	FY2023 (Forecast)	Change vs. Previous Forecast
Free Cash Flow	177.5	170.0	-
[Core Free Cash Flow]	[157.1]	[225.0]	-

Thank you



Cautionary Statement

These materials may contain forward-looking statements that are based on management's current information, views and assumptions and involve known and unknown risks and uncertainties that could cause actual results, performance or events to differ materially from those expressed or implied in such statements. Actual results may differ materially from those projected or implied in the forward-looking statements due to, without limitation, the following factors listed below.

- General economic and market conditions in key markets (particularly in Japan, Europe, North America, Oceania, and Asia, including China)
- Fluctuations in exchange rates or interest rates
- Fluctuations in capital markets
- Intensifying price competition
- Changes in market positioning due to competition in R&D
- Changes in the environment for the procurement of parts and components
- Changes in competitive relationships relating to collaborations, alliances and technical provisions
- Risks related to public regulations, public policy and tax matters
- Risks related to product or services defects
- Potential emergence of unprofitable projects
- Risks related to R&D investments, capital expenditures, business acquisitions, business restructuring, etc.
- Risks related to natural disasters and unforeseen events
- Changes in accounting policies



Supplementary



Consolidated PL

(Billions of yen)

	FY2022					FY2023
	1Q	2Q	3Q	4Q	Total	1Q
Revenue	818.8	886.4	931.4	1,077.0	3,713.7	799.6
Adjusted Operating Profit	28.0	46.7	76.9	169.0	320.8	2.6
[Adjusted Operating Profit Margin]	[3.4%]	[5.3%]	[8.3%]	[15.7%]	[8.6%]	[0.3%]
Adjusted items from GAAP Operating Profit*	-2.4	28.5	-4.6	-6.7	14.7	-4.2
Operating Profit	25.6	75.3	72.3	162.3	335.6	-1.6
[Operating Profit Margin]	[3.1%]	[8.5%]	[7.8%]	[15.1%]	[9.0%]	[-0.2%]
Financial income (expenses), etc	12.7	16.9	1.6	4.9	36.2	10.2
Adjusted Profit for the period	19.0	34.6	43.7	106.6	204.1	7.4
Profit for the period	17.2	54.6	40.7	102.4	215.1	4.3

*Refer to the next page

Adjusted items from GAAP Operating Profit

(Billions of yen)

	FY2022					FY2023
	1Q	2Q	3Q	4Q	Total	1Q
Operating Profit	25.6	75.3	72.3	162.3	335.6	-1.6
Adjusted items from GAAP Operating Profit	-2.4	28.5	-4.6	-6.7	14.7	-4.2
One-time Profit/Loss from business transfers	-	32.2	0.3	-	32.6	-
M&A related expenses(PPA , etc.)	-1.7	-2.3	-1.9	-3.7	-9.8	-2.8
Business model transformation cost	-0.6	-1.3	-3.0	-2.9	-8.0	-1.3
Adjusted Operating Profit*	28.0	46.7	76.9	169.0	320.8	2.6

*Adjusted operating profit: an indicator of the real profits from the business, in which one-time gains or losses from such activities as business restructurings, acquisitions or divestitures, and institutional changes are subtracted from operating profit.

Business Segment Information by quarter

(Billions of yen)

		FY2022					FY2023
		1Q	2Q	3Q	4Q	Total	1Q
Service Solutions	Revenue	445.6	459.5	481.4	597.6	1,984.2	465.4
	Adj. Operating Profit	9.0	10.0	35.4	108.5	162.9	20.9
Global Solutions	Revenue	93.8	90.3	95.6	127.4	407.2	104.2
	Adj. Operating Profit	-8.2	-5.1	-	18.5	5.0	-1.2
Regions (Japan)	Revenue	265.4	283.5	280.0	365.6	1,194.6	262.0
	Adj. Operating Profit	19.1	16.6	37.5	74.4	147.7	25.8
Regions (International)	Revenue	130.0	133.5	150.9	167.1	581.7	141.0
	Adj. Operating Profit	-1.8	-1.4	-2.0	15.6	10.3	-3.6
Intra-seg. Elim	Revenue	-43.7	-47.8	-45.2	-62.5	-199.3	-41.9
System Products	Revenue	178.5	205.0	228.1	250.9	862.6	185.2
Network Products	Revenue	45.6	66.8	71.7	85.4	269.7	31.6
Hardware Solutions	Revenue	224.2	271.8	299.8	336.4	1,132.3	216.8
	Adj. Operating Profit	5.0	16.0	35.8	55.6	112.6	2.6
Ubiquitous Solutions	Revenue	61.7	71.4	70.7	81.9	286.0	59.8
	Adj. Operating Profit	0.9	3.4	1.4	2.8	8.6	4.5
Device Solutions	Revenue	104.1	103.4	96.6	78.3	382.6	67.4
	Adj. Operating Profit	26.4	24.7	19.7	6.4	77.4	2.2
Inter-segment Elim./ Corporate	Revenue	-16.9	-19.8	-17.3	-17.2	-71.5	-9.9
	Adj. Operating Profit	-13.3	-7.4	-15.5	-4.4	-40.9	-27.8
Total	Revenue	818.8	886.4	931.4	1,077.0	3,713.7	799.6
	Adj. Operating Profit	28.0	46.7	76.9	169.0	320.8	2.6

Fujitsu Uvance

						(Billions of yen)		
		1Q FY2022	1Q FY2023	Change	(%)	FY2022 (Actual)	FY2023 (Forecast)	(%)
Orders	Vertical	6.1	13.2	7.1	216%	30.0	110.0	
	Horizontal	48.3	59.7	11.4	124%	220.0	250.0	
	Total	54.4	72.9	18.5	134%	250.0	360.0	144%
	[Japan]	[29.8]	[43.3]	[13.5]	[145%]	[120.0]	[170.0]	[142%]
	[Outside Japan]	[24.6]	[29.6]	[5.0]	[120%]	[130.0]	[190.0]	[146%]
Revenue	Vertical	3.2	10.3	7.1	322%	15.0	100.0	
	Horizontal	42.7	60.1	17.4	141%	185.0	200.0	
	Total	45.9	70.4	24.5	153%	200.0	300.0	150%
	[Japan]	[22.1]	[35.0]	[12.9]	[158%]	[90.0]	[150.0]	[167%]
	[Outside Japan]	[23.8]	[35.4]	[11.6]	[149%]	[110.0]	[150.0]	[136%]

Vertical: 4 cross-industry areas that solve societal issues

Horizontal: 3 technical areas that support cross-industry

Breakdown of Regions (International)

(Billions of yen)

		FY2022					FY2023
		1Q	2Q	3Q	4Q	Total	1Q
Regions (International)	Revenue	130.0	133.5	150.9	167.1	581.7	141.0
	Adj. Operating Profit	-1.8	-1.4	-2.0	15.6	10.3	-3.6
Europe	Revenue	84.9	89.3	99.0	123.1	396.4	96.8
	Adj. Operating Profit	-3.8	-2.9	-3.6	11.6	1.1	-4.0
Americas	Revenue	13.0	12.2	14.1	13.2	52.6	12.7
	Adj. Operating Profit	0.9	0.9	0.3	0.7	2.9	0.1
Asia Pacific	Revenue	23.2	22.9	24.2	24.9	95.4	25.6
	Adj. Operating Profit	1.0	0.2	0.8	2.4	4.6	-0.1
East Asia	Revenue	9.5	10.4	14.7	10.1	44.8	7.7
	Adj. Operating Profit	-	0.2	0.4	0.8	1.5	0.4
Others/ Eliminations	Revenue	-0.7	-1.4	-1.1	-4.3	-7.7	-1.9
	Adj. Operating Profit	-	-	-	-	-	-

Note: Revenue includes Inter-region revenue.

Financial Forecast

(Billions of yen)

	FY2022 (Actual)	FY2023(Forecast)		Change	(%)
		Current Forecast	Change vs. Previous Forecast		
Revenue	3,713.7	3,860.0	-	146.2	3.9
Excl. Impact of restructuring	3,675.0	3,860.0	-	184.9	5.0
Impact of restructuring	38.6	-	-	-38.6	-
Adjusted Operating Profit	320.8	340.0	-	19.1	6.0
[Adjusted Operating Profit Margin]	[8.6%]	[8.8%]	[-%]	[0.2%]	
Adjusted items from GAAP Operating Profit	14.7	-	-	-14.7	-
Operating Profit	335.6	340.0	-	4.3	1.3
[Operating Profit Margin]	[9.0%]	[8.8%]	[-%]	[-0.2%]	
Adjusted Profit for the year	204.1	218.0	-	13.8	6.8
Profit for the year	215.1	218.0	-	2.8	1.3

Business Segment Information

[Service Solutions]

(Billions of yen)

		FY2022 (Actual)	FY2023(Forecast)		Change	Change (%)
			Current Forecast	Change vs. Previous Forecast		
Service Solutions	Revenue	1,984.2	2,170.0	-	185.8	9.4
	Adj. Operating Profit	162.9	255.0	-	92.0	56.4
	[%]	[8.2%]	[11.8%]	[-%]	[3.6%]	
Global Solutions	Revenue	407.2	455.0	-	47.7	11.7
	Adj. Operating Profit	5.0	6.0	-	0.9	18.8
	[%]	[1.2%]	[1.3%]	[-%]	[0.1%]	
Regions (Japan)	Revenue	1,194.6	1,330.0	-	135.4	11.3
	Adj. Operating Profit	147.7	237.0	-	89.3	60.5
	[%]	[12.4%]	[17.8%]	[-%]	[5.4%]	
Regions (International)	Revenue	581.7	590.0	-	8.3	1.4
	Adj. Operating Profit	10.3	12.0	-	1.7	16.5
	[%]	[1.8%]	[2.0%]	[-%]	[0.2%]	
Intra-seg. Elim	Revenue	-199.3	-205.0	-	-5.6	-

Assumption used for FY2023 Forecasts

1. Exchange Rates (Average) and Impact of Fluctuation

	FY2022 (Actual)	FY2023			Impact of Exchange Rate Fluctuation 2Q/3Q/4Q (Forecast)*
		1Q (Actual)	2Q/3Q/4Q (Forecast)	Change vs. Previous Forecast	
U.S. dollar / Yen	135	137	130	-	-0.8 Billion yen
Euro / Yen	141	149	140	-	0.0 Billion yen
British pound / Yen	163	172	160	-	0.0 Billion yen

* Impact of 1 yen fluctuation on operating profit (yen appreciation).

Assumption used for FY2023 Forecasts

2. Capital Expenditures and Depreciation (Property, Plant and Equipment)

(Billions of yen)

	1Q		Full year		Change vs. Previous Forecast
	FY2022 (Actual)	FY2023 (Actual)	FY2022 (Actual)	FY2023 (Forecast)	
Service Solutions	7.2	4.8	27.8	23.0	-
Hardware Solutions	1.6	2.9	9.0	10.0	-
Ubiquitous Solutions	-	-	-	-	-
Device Solutions	19.6	21.1	72.3	75.0	-
Inter-segment Elim./ Corporate	2.1	2.6	11.7	12.0	-
Capital Expenditures	30.6	31.6	121.0	120.0	-
Depreciation	22.6	19.5	89.6	90.0	-

Capital expenditures and depreciation do not include the impact of adopting IFRS 16 (Leases).

3. R&D Expenses

R&D Expenses	24.5	32.0	109.5	110.0	-
[As % of Revenue]	[3.0%]	[4.0%]	[3.0%]	[2.8%]	[-%]