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Consolidated Financial Report For the Fiscal Year Ended March 31, 2024

May 9, 2024

Company Name: Meitec Group Holdings Inc.
 Representative: Masato Uemura
 President, Group CEO
 Code No.: 9744 TSE Prime Market

[Fractions of one million yen are rounded down]

1. Consolidated Results for the Fiscal Year Ended March 31, 2024 (April 1, 2023 to March 31, 2024)

(1) Consolidated operating results

(% is comparison to the previous fiscal year)

	Net Sales		Operating Profit		Ordinary Profit		Profit Attributable to Owners of Parent	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
FY ended March 31, 2024	126,976	6.6	17,660	7.3	17,667	6.8	12,343	0.7
FY ended March 31, 2023	119,069	11.1	16,462	28.4	16,540	27.7	12,252	32.6

(Note) Comprehensive Income; FY ended March 31, 2024: 12,869 million yen [3.2 %]
 FY ended March 31, 2023: 12,469 million yen [31.3 %]

	Earnings per Share	Diluted Net Income per Share	Return on Equity	Ordinary Profit to Total Assets ratio	Operating Profit per Net Sales
	Yen	Yen	%	%	%
FY ended March 31, 2024	158.01	—	26.1	20.2	13.9
FY ended March 31, 2023	153.87	—	26.6	19.9	13.8

Reference: Share of profit (loss) of entities accounted for using equity method; as of March 31, 2024: — million yen
 as of March 31, 2023: — million yen

(Note) The Company conducted a share split with a ratio of three shares for one share of common stock on July 1, 2022. Earnings per share is calculated assuming the share split to have been conducted at the start of the previous fiscal year.

(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	90,761	47,696	52.6	617.78
As of March 31, 2023	84,576	46,719	55.2	595.74

Reference: Shareholders' Equity; as of March 31, 2024: 47,696 million yen
 as of March 31, 2023: 46,719 million yen

(Note) The Company conducted a share split with a ratio of three shares for one share of common stock on July 1, 2022. Net Assets per share is calculated assuming the share split to have been conducted at the start of the previous fiscal year.

(3) Consolidated cash flows

	Cash flows from Operating activities	Cash flows from Investing activities	Cash flows from Financing activities	Cash and Cash Equivalents end of period
	Millions of Yen	Millions of Yen	Millions of Yen	Millions of Yen
FY ended March 31, 2024	14,667	(1,064)	(11,886)	52,744
FY ended March 31, 2023	12,808	(446)	(11,040)	51,028

2. Dividends

	Annual Dividends per Share					Total Amount (Annual)	Dividend Payout ratio (Consolidated)	Dividend on Equity (Consolidated)
	1st Quarter	2nd Quarter	3rd Quarter	Year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of Yen	%	%
FY ended March 31, 2023	—	39.00	—	63.00	102.00	8,065	66.3	17.6
FY ended March 31, 2024	—	44.00	—	70.00	114.00	8,855	72.1	18.8
FY ending March 31, 2025 (Forecast)	—	88.00	—	100.00	188.00		120.00	

(Note) Breakdown of dividends for FY ending March 31, 2025: ordinary dividend of ¥158.00 and commemorative dividend of ¥30.00 (the 50th anniversary commemorative dividend)

3. Consolidated Forecasts for the Fiscal Year Ending March 31, 2025(April 1, 2024 to March 31, 2025)

(% is comparison to the same period of previous fiscal year)

	Net Sales		Operating Profit		Ordinary Profit		Profit Attributable to Owners of Parent		Earnings per Share
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Yen
Six months ending September 30, 2024	65,000	3.9	8,200	(4.9)	8,200	(4.9)	5,600	(2.6)	72.53
FY ending March 31,2025	132,700	4.5	17,500	(0.9)	17,600	(0.4)	12,100	(2.0)	156.72

Notes to Financial Statements

(1) Significant changes involving subsidiaries during the term: Yes

(Changes in specific subsidiaries that affected the scope of consolidation)

Newly consolidated:1 (MEITEC CORPORATION)

(Note) The business name changed from MEITEC SPLIT PREPARATORY COMPANY to MEITEC CORPORATION on October 1, 2023.

(2) Changes in accounting policies, changes in accounting estimates, and restatements

i. Change in accounting policies : None

ii. Changes not relating to i. : None

iii. Changes in accounting estimates : None

iv. Restatements : None

(3) Number of shares issued (common stock)

i. Number of shares issued at the fiscal year end (including treasury shares)

FY ended March 31, 2024: 78,000,000

FY ended March 31, 2023: 82,500,000

ii. Number of treasury shares at the fiscal year end

FY ended March 31, 2024: 792,507

FY ended March 31, 2023: 4,078,400

iii. Average number of shares outstanding during the period

FY ended March 31, 2024: 78,114,027

FY ended March 31, 2023: 79,628,779

(Note) The Company conducted a share split with a ratio of three shares for one share of common stock on July 1, 2022.

Number of shares issued at the fiscal year end, number of treasury shares at the fiscal year end, and average number of shares outstanding during the period have been calculated assuming the share split to have been conducted at the start of the previous fiscal year.

*** Financial report is not included in the scope of the audit or the certified public accountant.**

*** Advice relating to appropriate use of financial forecasts and other relevant information**

Earnings forecasts and other forward-looking statements in this release are based on data currently available to management and certain assumptions that management believes are reasonable, and it is not intended to promise its achievement. Actual results may therefore differ materially from these statements for various reasons. Some important factors that might have an effect on business performance pertain to Business Risks stated in the Company's annual securities report and other information already released, but factors influencing business performance are not limited to those released.

1. Overview of Operating Results and Others

(1) Overview of Operating Results for the Fiscal Year

During the fiscal year under review (from April 1, 2023 to March 31, 2024), the legal status of COVID-19 was downgraded to Category V, economic and social activity normalizing, and business conditions gradually recovering. However, the economic outlook remained uncertain due to factors including a tense international situation and increases in the prices of resources.

The Company transitioned to a holding company structure on October 1, 2023 and changed its business name to Meitec Group Holdings Inc. Also, on the same date, the Engineering Solutions Business was inherited by the successor company MEITEC CORPORATION (the business name changed from MEITEC SPLIT PREPARATORY COMPANY on the same date).

MEITEC (MT) and MEITEC Fielders (MF), which are responsible for the Engineering Solutions Business that accounts for more than 90% of the Group's consolidated net sales, saw orders remain strong as leading manufacturers that constitute the Group's major clients invested in technological development focused on the next generation of products. Furthermore, as a result of continuing proactive recruitment with an eye on medium and long-term growth, the number of engineers (total for MT and MF) as of March 31, 2024, was 12,253 (up 347, or 2.9% compared to March 31, 2023), including 824 (MT: 459, MF: 365) new employees joining them in April 2023. In addition, as a result of promoting assignments of both new and existing employees in response to orders, the two companies achieved both an increase in the number of engineers assigned to clients and improvement in the utilization ratio. Note that working hours decreased slightly year on year, mainly due to a decrease in overtime work.

As a result, consolidated net sales for the period under review increased ¥7,907 million, or 6.6%, from a year earlier to ¥126,976 million. Consolidated cost of sales increased ¥6,381 million, or 7.4%, from a year earlier to ¥92,741 million, due mainly to an increase in labor expenses associated with growth in the number of engineers, and consolidated selling, general and administrative expenses increased ¥328 million, or 2.0%, from a year earlier to ¥16,573 million. As a result, consolidated operating profit increased ¥1,197 million, or 7.3%, from a year earlier to ¥17,660 million. Consolidated ordinary profit increased ¥1,126 million, or 6.8%, from a year earlier to ¥17,667 million, while profit attributable to owners of parent increased ¥90 million, or 0.7%, from a year earlier to ¥12,343 million.

For details, please refer to the "Results for the Fiscal Year Ended March 31, 2024" released today on the Tokyo Stock Exchange's Timely Disclosure network (TDnet Company Announcements Service) and the Company's website.

The following information highlights performance by segment:

With the transition to a holding company structure on October 1, 2023, starting in the fiscal year under review, the Company changed its segment categories from the previous two categories of "Engineering Solutions Business" and "Recruiting & Placement Business for Engineers" to the three categories of "Engineering Solutions Business," "Recruiting & Placement Business for Engineers" and "Other."

Operating results by business segment were as follows.

(1)-1. Engineering Solutions Business

Net sales in the Engineering Solutions Business segment, especially in the temporary engineer staffing business, our core business, increased ¥8,154 million, or 6.9%, from a year earlier to ¥125,610 million on the back of the increase in number of engineers assigned to clients and improvement in the utilization ratio. Operating profit increased ¥1,223 million, or 7.7%, from a year earlier to ¥17,139 million. The overall utilization ratio increased year on year to 97.7% at MT (97.2% in the previous fiscal year) and to 95.5% at MF (93.3% in the previous fiscal year). Working hours decreased slightly year on year to 8.33 hours/day at MT (8.38 hours/day in the previous fiscal year) and to 8.21 hours/day at MF (8.26 hours/day in the previous fiscal year).

(1)-2. Recruiting & Placement Business for Engineers

MEITEC NEXT CORPORATION operates job placement business for engineers. Net sales for the fiscal year under review decreased ¥282 million, or 16.8%, from a year earlier to ¥1,398 million, and operating profit decreased ¥88 million, or 16.1%, from a year earlier to ¥458 million due to a decrease in the number of job placements.

(1)-3. Other

In businesses related to the group operations of Meitec Group Holdings Inc., net sales were ¥2,526 million, and operating profit was ¥2,210 million.

(2) Overview of Financial Position for the Fiscal Year

(2)-1. Assets

Total consolidated assets at the end of the fiscal year (March 31, 2024) increased ¥6,185 million from March 31, 2023 to ¥90,761 million. This reflected an increase of ¥5,282 million in current assets from the previous fiscal year-end.

The increase in current assets was mainly due to an increase in consumption taxes refund receivable .

(2)-2. Liabilities

Total consolidated liabilities as of March 31, 2024 increased ¥5,207 million from March 31, 2023 to ¥43,064 million. This reflected an increase of ¥4,966 million in current liabilities and an increase of ¥240 million in non-current liabilities from the previous fiscal year-end.

The increase in current liabilities was primarily due to increases in provision for bonuses, income taxes payable, and accrued consumption taxes along with other factors, while the increase in non-current liabilities was mainly due to factors such as an increase in retirement benefit liability.

(2)-3. Net Assets

Total consolidated net assets as of March 31, 2024 increased ¥977 million from March 31, 2023 to ¥47,696 million. This mainly reflected an increase in profit attributable to owners of parent due to business performance in the fiscal year under review, offset by the payment of dividends and purchase of treasury shares.

(3) Overview of Cash Flows for the Fiscal Year

Consolidated cash and cash equivalents (hereinafter, “cash”) as of March 31, 2024 increased by ¥1,716 million compared to the previous fiscal year-end to ¥52,744 million.

The situation and factors related to cash flows for the fiscal year under review are as follows:

(3)-1 Cash Flows from Operating Activities

Cash gained from operating activities increased by ¥1,859 million compared to the previous fiscal year to ¥14,667 million.

The cash gained was primarily due to profit before income taxes.

(3)-2 Cash Flows from Investing Activities

Cash used in investing activities increased by ¥618 million compared to the previous fiscal year to ¥1,064 million. Major uses of cash included ¥788 million for purchase of long-term prepaid expenses.

(3)-3 Cash Flows from Financing Activities

Cash used in financing activities increased by ¥846 million compared to the previous fiscal year to ¥11,886 million.

Major uses of cash included ¥3,500 million in purchase of treasury shares and ¥8,385 million in cash dividends paid.

(4) Future Outlook

Assuming that the order environment remains strong, we are releasing the consolidated forecasts for the fiscal year ending March 31, 2025, expecting an increase in the number of engineers through proactive recruitment, and other factors.

For details of the forecasts for the fiscal year ending March 31, 2025, please refer to the “Results for the Fiscal Year Ended March 31, 2024” released today on TDnet Company Announcements Service and the Company’s website.

Note: Earnings forecasts and other forward-looking statements in this release are based on data currently available to management and certain assumptions that management believes are reasonable. Actual results may therefore differ materially from these statements for various reasons, and it is not intended to promise the realization. Some important factors that might have an effect on business performance pertain to Business Risks stated in the Company’s annual securities report and other information already released, but factors influencing business performance are not limited to those released.

2. Basic Concept Regarding the Selection of Accounting Standards

The Company will continue to adopt the Japanese generally accepted accounting standards in the near term, as Meitec Group’s operations are centered on the domestic market. However, going forward, the Company will continue to study the selection of accounting standards, basing its considerations on factors such as investors’ demands as well as trends regarding the adoption of IFRS (International Financial Reporting Standards) by other Japanese companies.

3. Consolidated Financial Statements
(1) Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2023	As of March 31, 2024
Assets		
Current assets		
Cash and deposits	51,028	52,744
Notes and accounts receivable - trade	17,354	18,215
Work in process	172	174
Consumption taxes refund receivable	—	2,432
Other	928	1,203
Allowance for doubtful accounts	—	(4)
Total current assets	69,484	74,767
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	3,124	3,005
Tools, furniture and fixtures, net	173	163
Land	1,487	1,487
Other, net	0	—
Total property, plant and equipment	4,785	4,656
Intangible assets		
Software	325	258
Other	44	145
Total intangible assets	369	403
Investments and other assets		
Investment securities	27	27
Deferred tax assets	8,994	9,356
Other	916	1,564
Allowance for doubtful accounts	(2)	(15)
Total investments and other assets	9,935	10,933
Total non-current assets	15,091	15,993
Total assets	84,576	90,761

(Millions of yen)

	As of March 31, 2023	As of March 31, 2024
Liabilities		
Current liabilities		
Accrued expenses	3,804	4,467
Income taxes payable	2,694	3,674
Accrued consumption taxes	2,749	4,949
Provision for bonuses for directors (and other officers)	181	131
Provision for bonuses	9,955	10,612
Other	1,440	1,956
Total current liabilities	20,824	25,791
Non-current liabilities		
Retirement benefit liability	17,032	17,273
Total non-current liabilities	17,032	17,273
Total liabilities	37,856	43,064
Net assets		
Shareholders' equity		
Share capital	5,000	5,000
Capital surplus	1,259	1,259
Retained earnings	49,207	43,554
Treasury shares	(7,795)	(1,691)
Total shareholders' equity	47,671	48,122
Accumulated other comprehensive income		
Revaluation reserve for land	(662)	(662)
Remeasurements of defined benefit plans	(289)	236
Total accumulated other comprehensive income	(951)	(425)
Total net assets	46,719	47,696
Total liabilities and net assets	84,576	90,761

(2) Consolidated Statements of Income and Comprehensive Income
(Consolidated Statements of Income)

(Millions of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Net sales	119,069	126,976
Cost of sales	86,360	92,741
Gross profit	32,708	34,234
Selling, general and administrative expenses	16,245	16,573
Operating profit	16,462	17,660
Non-operating income		
Interest income	1	1
Subsidy income	75	29
Other	13	13
Total non-operating income	89	44
Non-operating expenses		
Provision of allowance for doubtful accounts	0	9
Commission expenses	8	5
Commitment fees	2	2
Other	0	20
Total non-operating expenses	11	37
Ordinary profit	16,540	17,667
Extraordinary income		
Gain on sale of non-current assets	—	0
Total extraordinary income	—	0
Extraordinary losses		
Impairment losses	—	3
Loss on retirement of non-current assets	3	3
Total extraordinary losses	3	6
Profit before income taxes	16,537	17,660
Income taxes - current	4,916	5,909
Income taxes - deferred	(630)	(592)
Total income taxes	4,285	5,317
Profit	12,252	12,343
Profit attributable to owners of parent	12,252	12,343

(Consolidated Statements of Comprehensive Income)

(Millions of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Profit	12,252	12,343
Other comprehensive income		
Remeasurements of defined benefit plans, net of tax	217	526
Total other comprehensive income	217	526
Comprehensive income	12,469	12,869
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	12,469	12,869

(3) Consolidated Statements of Changes in Equity

Fiscal year ended March 31, 2023

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	5,000	3,627	44,865	(7,035)	46,457
Changes during period					
Dividends of surplus			(6,837)		(6,837)
Profit attributable to owners of parent			12,252		12,252
Purchase of treasury shares				(4,201)	(4,201)
Cancellation of treasury shares		(2,367)	(1,073)	3,440	—
Net changes in items other than shareholders' equity					
Total changes during period	—	(2,367)	4,342	(760)	1,213
Balance at end of period	5,000	1,259	49,207	(7,795)	47,671

	Accumulated other comprehensive income			Total net assets
	Revaluation reserve for land	Remeasurements of defined benefit plans	Total accumulated other comprehensive income	
Balance at beginning of period	(662)	(506)	(1,169)	45,287
Changes during period				
Dividends of surplus				(6,837)
Profit attributable to owners of parent				12,252
Purchase of treasury shares				(4,201)
Cancellation of treasury shares				—
Net changes in items other than shareholders' equity	—	217	217	217
Total changes during period	—	217	217	1,431
Balance at end of period	(662)	(289)	(951)	46,719

Fiscal year ended March 31, 2024

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	5,000	1,259	49,207	(7,795)	47,671
Changes during period					
Dividends of surplus			(8,391)		(8,391)
Profit attributable to owners of parent			12,343		12,343
Purchase of treasury shares				(3,500)	(3,500)
Cancellation of treasury shares		—	(9,604)	9,604	—
Net changes in items other than shareholders' equity					
Total changes during period	—	—	(5,652)	6,104	451
Balance at end of period	5,000	1,259	43,554	(1,691)	48,122

	Accumulated other comprehensive income			Total net assets
	Revaluation reserve for land	Remeasurements of defined benefit plans	Total accumulated other comprehensive income	
Balance at beginning of period	(662)	(289)	(951)	46,719
Changes during period				
Dividends of surplus				(8,391)
Profit attributable to owners of parent				12,343
Purchase of treasury shares				(3,500)
Cancellation of treasury shares				—
Net changes in items other than shareholders' equity	—	526	526	526
Total changes during period	—	526	526	977
Balance at end of period	(662)	236	(425)	47,696

(4) Consolidated Statements of Cash Flows

(Millions of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Cash flows from operating activities		
Profit before income taxes	16,537	17,660
Depreciation	411	370
Impairment losses	—	3
Increase (decrease) in allowance for doubtful accounts	(0)	16
Increase (decrease) in provision for bonuses for directors (and other officers)	(57)	(50)
Increase (decrease) in provision for bonuses	1,093	657
Increase (decrease) in retirement benefit liability	711	997
Interest and dividend income	(1)	(1)
Subsidy income	(75)	(29)
Loss on retirement of non-current assets	3	3
Decrease (increase) in trade receivables	(1,255)	(870)
Decrease (increase) in inventories	6	(2)
Decrease (increase) in consumption taxes refund receivable	—	(2,432)
Decrease (increase) in other current assets	24	(277)
Increase (decrease) in accrued expenses	495	663
Increase (decrease) in accrued consumption taxes	276	2,201
Increase (decrease) in other current liabilities	47	528
Other, net	102	536
Subtotal	18,319	19,974
Interest and dividends received	1	1
Income taxes paid	(5,588)	(5,339)
Income taxes refund	0	1
Subsidies received	75	29
Net cash provided by (used in) operating activities	12,808	14,667
Cash flows from investing activities		
Purchase of property, plant and equipment	(130)	(104)
Proceeds from sale of property, plant and equipment	—	0
Purchase of intangible assets	(156)	(156)
Payments for retirement of non-current assets	(0)	(1)
Purchase of long-term prepaid expenses	(125)	(788)
Decrease (increase) in investments and other assets	(33)	(14)
Net cash provided by (used in) investing activities	(446)	(1,064)
Cash flows from financing activities		
Purchase of treasury shares	(4,209)	(3,500)
Dividends paid	(6,830)	(8,385)
Net cash provided by (used in) financing activities	(11,040)	(11,886)
Net increase (decrease) in cash and cash equivalents	1,321	1,716
Cash and cash equivalents at beginning of period	49,706	51,028
Cash and cash equivalents at end of period	51,028	52,744

(5) Notes to Consolidated Financial Statements

(5)-1 Notes to Financial Statements Regarding Going Concern: None

(5)-2 Segment Information

(5)-2-1 Description of Reportable Segments

The Company's reportable segments allow us to obtain separate financial data of the constituent units of the Company, and are subject to regular evaluation for the Board of Directors to make decisions on the allocation of management resources and to evaluate results.

With the transition to a holding company structure on October 1, 2023, starting in the fiscal year under review, the Company changed its segment categories from the previous two categories of "Engineering Solutions Business" and "Recruiting & Placement Business for Engineers" to the three categories of "Engineering Solutions Business," "Recruiting & Placement Business for Engineers" and "Other." Furthermore, the category of the Company, which is a holding company and was previously categorized in the "Engineering Solutions Business," has been changed to "Other." Moreover, segment information for the previous fiscal year has been created and disclosed based on the reportable segment categories following the transition to the holding company structure. Below is a summary of each business.

The "Engineering Solutions Business" mainly operates a temporary staffing business for engineers

The "Recruiting & Placement Business for Engineers" operates a job placement business specialized for engineers.

The "Other" business operates the businesses related to the group operations of Meitec Group Holdings Inc.

(5)-2-2 Explanation of Measurements of Sales, Profit (Loss), Asset, and Other Items for Each Reportable Segment

The accounting method used for reported business segments complies with accounting policies that have been adopted in preparing the consolidated financial statements.

The profit stated in the reportable segments is a figure based on operating profit. Intersegment revenue or transfers are based on actual market price.

(5)-2-3 Disclosure of Sales, Profit (Loss), Asset, and Other Items for Each Reportable Segment
Fiscal year ended March 31, 2023 (from April 1, 2022 to March 31, 2023)

(Millions of Yen)

	Reportable segments			Total
	Engineering Solutions Business	Recruiting & Placement Business for Engineers	Other	
Net sales				
Revenues from external customers	117,446	1,622	–	119,069
Intersegment sales and transfers	10	58	–	68
Total	117,456	1,681	–	119,137
Segment profit	15,915	547	–	16,462
Segment assets	82,498	2,091	–	84,590
Other items				
Depreciation	403	8	–	411
Increase in property, plant and equipment and intangible assets	198	4	–	203

Fiscal year ended March 31, 2024 (from April 1, 2023 to March 31, 2024)

(Millions of Yen)

	Reportable segments			Total
	Engineering Solutions Business	Recruiting & Placement Business for Engineers	Other	
Net sales				
Revenues from external customers	125,607	1,369	–	126,976
Intersegment sales and transfers	3	29	2,526	2,560
Total	125,610	1,398	2,526	129,536
Segment profit	17,139	458	2,210	19,809
Segment assets	66,455	765	23,625	90,846
Other items				
Depreciation	293	6	69	370
Increase in property, plant and equipment and intangible assets	243	9	–	252

(5)-2-4 Difference between the Total Amount of Reportable Segments and the Amount Recorded in the Consolidated Financial Statements and the Main Details of Such Difference (Matters Concerning Reconciliation)
(Millions of Yen)

Net sales	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Reportable segment total	119,137	129,536
Inter-segment eliminations	(68)	(2,560)
Net sales in consolidated financial statements	119,069	126,976

(Millions of Yen)

Profit	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Reportable segment total	16,462	19,809
Inter-segment eliminations	–	(2,148)
Operating profit in consolidated financial statements	16,462	17,660

(Millions of Yen)

Assets	As of March 31, 2023	As of March 31, 2024
Reportable segment total	84,590	90,846
Inter-segment eliminations	(14)	(85)
Total assets in consolidated financial statements	84,576	90,761

(Millions of Yen)

Other items	Reportable segment total		Adjustments		Amount recorded in consolidated financial statements	
	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Depreciation	411	370	–	–	411	370
Increase in property, plant and equipment and intangible assets	203	252	–	–	203	252

(5)-3 per Share Information

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Net assets per share	595.74 yen	617.78 yen
Basic earnings per share	153.87 yen	158.01 yen

- (Notes) 1. The amount of diluted earnings per share is not provided because there are no potential shares.
2. The Company conducted a share split with a ratio of three shares for one share of common stock on July 1, 2022. Net assets per share and basic earnings per share are calculated assuming the share split was conducted at the start of the previous fiscal year.
3. Basis for calculation of basic earnings per share is as shown below.

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Profit attributable to owners of parent (Millions of yen)	12,252	12,343
Amounts not attributable to common shareholders (Millions of yen)	–	–
Profit attributable to owners of parent related to common stock (Millions of yen)	12,252	12,343
Average number of common stock outstanding during the period (Thousands of shares)	79,628	78,114

4. Basis for calculation of net assets per share is as shown below.

	As of March 31, 2023	As of March 31, 2024
Total amount of net assets (Millions of yen)	46,719	47,696
Amounts deducted from the total amount of net assets (of which, non-controlling interests) (Millions of yen)	–	–
Net assets related to common stock at the end of the period (Millions of yen)	46,719	47,696
Number of shares of common stock used for calculation of net assets per share (Thousands of shares)	78,421	77,207

(5)-4 Significant Subsequent Events: None