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**QUARTERLY FINANCIAL REPORT**  
**FOR THE SIX-MONTH PERIOD ENDED SEPTEMBER 30, 2023**  
 (Based on JAPANESE GAAP) (Consolidated)

November 9, 2023

Company name: SECOM CO., LTD. (URL: <https://www.secom.co.jp/>)  
 Code number: 9735 Tokyo Stock Exchange ----- Prime Market  
 Representative: Ichiro Ozeki, President and Representative Director  
 Inquiries: Seiya Nagao, Executive Officer and Head of Finance Division  
 Phone (03) 5775-8100

Scheduled date of filing Quarterly Securities Report: November 14, 2023  
 Scheduled date of dividend payout: December 8, 2023  
 Preparation of quarterly supplementary materials: Applicable  
 Holding of quarterly results information meeting: Applicable (for institutional investors and analysts)

(Yen amounts are rounded down to millions, unless otherwise noted.)

**1. Consolidated financial results for the six-month period ended September 30, 2023 (April 1, 2023 – September 30, 2023)**

**(1) Consolidated operating results**

(Percentages indicate year-on-year changes.)

	Revenue		Operating profit		Ordinary profit		Net income attributable to owners of the parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six-month period ended								
September 30, 2023	544,750	5.8	63,144	4.2	76,327	11.7	49,222	12.0
September 30, 2022	515,108	2.5	60,615	(14.8)	68,317	(11.2)	43,933	(8.5)

Note: Comprehensive income Six-month period ended September 30, 2023: JPY 77,952 million [16.3%]  
 Six-month period ended September 30, 2022: JPY 67,013 million [10.1%]

	Basic net income per share	Diluted net income per share
Six-month period ended	Yen	Yen
September 30, 2023	231.36	—
September 30, 2022	203.19	—

Note: There is no diluted net income per share as there are no shares with dilutive effect.

**(2) Consolidated financial position**

	Total assets	Net assets	Equity ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	yen
September 30, 2023	1,994,102	1,343,981	59.6	5,618.90
March 31, 2023	1,989,062	1,316,047	58.5	5,427.63

Reference: Equity

As of September 30, 2023: JPY 1,188,959 million

As of March 31, 2023: JPY 1,164,425 million

Note: Equity is calculated by deducting noncontrolling interests from net assets. Net assets per share is calculated by dividing equity by the number of common shares outstanding, excluding treasury stock, as of each period-end.

## 2. Dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2023	—	90.00	—	95.00	185.00
Fiscal year ending March 31, 2024	—	95.00			
Fiscal year ending March 31, 2024 (Projected)			—	95.00	190.00

Note: Revisions to the forecast of cash dividends most recently announced: None

## 3. Projections for the consolidated financial results for the fiscal year ending March 31, 2024 (April 1, 2023 – March 31, 2024)

(Percentages indicate changes from the results of the corresponding periods of the previous year.)

	Projected revenue		Projected operating profit		Projected ordinary profit		Projected net income attributable to owners of the parent		Projected basic net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Year ending March 31, 2024	1,147,500	4.2	136,800	0.1	154,300	(1.2)	94,100	(2.1)	443.49

Note 1: Revision of projections for the consolidated financial results from those most recently disclosed: Applicable

Note 2: Projected basic net income per share for the fiscal year ending March 31, 2024 is calculated based on the number of average common shares outstanding over the six-month period ended September 30, 2023, assuming that it remains the same until March 31, 2024.

### \* Notes

- (1) Changes in significant subsidiaries during the period (changes in specified subsidiaries accompanied with changes in scope of consolidation): None
- (2) Adoption of unique accounting treatment for preparation of consolidated quarterly financial statements: None
- (3) Changes in accounting policies, accounting estimates, and restatement
  - (i) Changes in accounting policies associated with amendment of accounting standards: None
  - (ii) Other changes in accounting policies: None
  - (iii) Changes in accounting estimates: None
  - (iv) Restatement: None
- (4) Number of common shares outstanding
  - (i) Number of common shares outstanding, including treasury stock

As of September 30, 2023	233,299,898 shares
As of March 31, 2023	233,299,898 shares

- (ii) Number of shares of treasury stock

As of September 30, 2023	21,699,986 shares
As of March 31, 2023	18,763,110 shares

- (iii) Number of average common shares outstanding during the period

The six-month period ended September 30, 2023	212,758,032 shares
The six-month period ended September 30, 2022	216,222,725 shares

**Note on status of quarterly review procedures**

This report is excluded from the scope of quarterly review procedures.

**Note on appropriate use of projections for the financial results; other special items:**

The forward-looking statements including the future performance described in this document are provided based on both all information available at this moment and certain assumptions considered reasonable. Actual performance may differ materially from the forward-looking statements due to various factors hereafter occurred. For matters regarding assumptions on financial projections and notes for the use of financial projections, please refer to “1. Qualitative Information Regarding the Six-month Period Ended September 30, 2023 (3) Qualitative Information Regarding Consolidated Financial Projections” on page 4 in the appendices.

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# 1. Qualitative Information Regarding the Six-month Period Ended September 30, 2023

## (1) Qualitative Information Regarding Consolidated Financial Results

During the six-month period ended September 30, 2023, the Japanese economy showed movements of recovery in some areas such as business investment and private consumption amid the improvements in the employment and income environment. On the other hand, continual attention has been required to the rising prices and the global economic circumstances, as well as the trends of fluctuations in the financial and foreign exchange markets.

Under these circumstances, we have been actively working to implement initiatives to achieve the SECOM Group's Vision for 2030, formulated with an aim to establish the "Social System Industry," which delivers safety and peace of mind, as well as makes life more comfortable and convenient. In May 2023, we formulated the SECOM Group Road Map 2027 to further clarify the direction we should aim for in order to realize our vision and to ensure our growth, and we are actively promoting various initiatives.

In the period under review, we continued active sales of on-line security systems for commercial and residential use. In addition to expanding System Security AZ and AZ-Air to commercial customers, we have been promoting efforts to support business operations of our customers by linking AZ series with open cloud services. As the first step, in July we launched dot-i, a web-based service that uses images captured by security system's cameras to support store and facility operations. For home security subscribers, we sought to expand YORiSOS, an optional service with an app which is linked to the Apple Watch's fall detection feature to notify SECOM in the event of emergencies and assists users with everyday health management. Through these and other initiatives, we continued to provide meticulous and seamless services to satisfy the increasingly diversified and sophisticated needs of our customers for their safety and peace of mind.

Consolidated revenue for the six-month period ended September 30, 2023 was 544.7 billion yen, up 5.8% from the previous corresponding period, chiefly owing to the increase in revenue in security services, due to the contribution of Senon Ltd., a subsidiary consolidated from July 2022, the brisk sales of on-line security systems for commercial and residential use, and the rise of sales of merchandise. Consolidated operating profit increased by 4.2% to 63.1 billion yen, largely attributable to the effect of the increase in operating profit mainly in security services, fire protection services and insurance services, despite the decrease in operating profit in geospatial information services and BPO and ICT services. Consolidated ordinary profit increased by 11.7% to 76.3 billion yen, mainly due to the increase in net gains on private equity investment in the U.S. etc., by 4.5 billion yen. Net income attributable to owners of the parent increased by 12.0% to 49.2 billion yen, chiefly owing to insurance claim income of 1.6 billion yen. For the six-month period ended September 30, 2023, revenue and net income attributable to owners of the parent reached a record-high.

Segment information is as follows.

In the security services segment, revenue increased by 6.3% to 299.0 billion yen, mainly due to the contribution of Senon Ltd., a subsidiary consolidated from July 2022, the brisk sales of on-line security systems for commercial and residential use, and the rise of sales of merchandise. Operating profit was up by 2.5% to 56.7 billion yen.

In the fire protection services segment, revenue increased by 10.7% to 67.5 billion yen, attributable to the increase in revenue in fire extinguishing systems and fire alarm systems. Operating profit increased by 326.1% to 2.0 billion yen, chiefly owing to the decrease in cost ratio in fire alarm systems. Revenue

tends to increase toward the end of the fiscal year, due to the fact that this segment is greatly affected by the construction industry.

In the medical services segment, revenue increased by 2.9% to 38.9 billion yen, mainly due to the increase in revenue in Takshasila Hospitals Operating Pvt. Ltd., a general hospital operating company in India, and the brisk sales of pharmaceuticals. Operating profit was up 11.0% to 3.2 billion yen.

In the insurance services segment, revenue increased by 8.7% to 28.5 billion yen, mainly due to the increase in investment income. Operating profit was up 127.0% to 4.7 billion yen, largely attributable to the decrease in losses from natural disasters.

In the geospatial information services segment, revenue decreased by 8.9% to 22.3 billion yen, chiefly owing to the decrease in revenue in the domestic public sector division. Operating loss was 2.0 billion yen (operating loss of 74 million yen in the previous corresponding period), attributable to the increases in cost of revenue mainly due to the recognition of provision for loss on construction contracts and in selling, general and administrative expenses chiefly owing to the rise in personnel expenses. Revenue tends to concentrate toward the end of the fiscal year, due to the fact that deliveries of public-sector contracts, which is the primary market for this segment, are mainly made at the end of March.

In the BPO and ICT services segment, revenue increased by 2.3% to 62.6 billion yen, chiefly owing to the increase in revenue in data center business and TMJ, Inc., a provider of BPO services including contact centers and back office services. Operating profit was down 20.0% to 4.8 billion yen, largely attributable to the expenses incurred by TMJ, Inc., with the business expansion and the increase of its bases.

In the other services segment, revenue increased by 12.7% to 25.7 billion yen. Operating profit rose by 0.8% to 3.1 billion yen.

## **(2) Qualitative Information Regarding Consolidated Financial Position**

### **(i) Consolidated Balance Sheets**

Total assets as of September 30, 2023 amounted to 1,994.1 billion yen, 0.3% or 5.0 billion yen higher than that at the end of the previous fiscal year. Total current assets, at 903.1 billion yen, were down 10.4% or 104.3 billion yen. This was largely attributable to the decreases in cash on hand and in banks by 10.2% to 53.2 billion yen, notes and accounts receivable - trade and contract assets by 28.2% or 44.3 billion yen to 113.0 billion yen and short-term investments by 54.9% or 14.4 billion yen to 11.8 billion yen. Total fixed assets, at 1,090.9 billion yen, were up 11.2% or 109.4 billion yen from the end of the previous fiscal year. This was mainly attributable to the increase in investment securities by 31.2% or 92.9 billion yen to 391.3 billion yen.

Total liabilities amounted to 650.1 billion yen, 3.4% or 22.8 billion yen lower than that at the end of the previous fiscal year. Total current liabilities, at 351.9 billion yen, were down 6.8% or 25.5 billion yen, owing to the decreases in notes and accounts payable, trade by 32.1% or 15.0 billion yen to 31.8 billion yen, bank loans by 22.3% or 6.4 billion yen to 22.6 billion yen and other by 18.5% or 5.6 billion yen to 24.8 billion yen. Long-term liabilities increased by 0.9% or 2.6 billion yen to 298.1 billion yen, owing to the increase in deferred income taxes by 39.3% or 4.2 billion yen to 15.1 billion yen, despite the decrease in investment deposits by policyholders, unearned premiums and other insurance liabilities by 0.7% or 1.3 billion yen to 184.7 billion yen.

Total net assets amounted to 1,343.9 billion yen, 2.1% or 27.9 billion yen higher than that at the end of the previous fiscal year, mainly due to the increases in retained earnings by 2.6% or 28.8 billion yen,

unrealized gains on securities by 51.8% or 9.7 billion yen and foreign currency translation adjustments by 136.8% or 14.3 billion yen, despite the decrease in common stock in treasury, at cost by 25.3% or 27.5 billion yen.

**(ii) Consolidated Cash Flows**

**(Cash flows from operating activities)**

Net cash provided by operating activities for the six-month period ended September 30, 2023 amounted to 100.3 billion yen; 89.3 billion yen in the previous corresponding period. The major factors of cash increase were income before income taxes of 78.3 billion yen, the decrease in trade receivables and contract assets of 45.0 billion yen, and depreciation and amortization of 30.8 billion yen. The major factors of cash decrease were income taxes paid of 24.2 billion yen and the decrease in accounts payable of 17.2 billion yen.

**(Cash flows from investing activities)**

Net cash used in investing activities amounted to 94.9 billion yen; 54.7 billion yen in the previous corresponding period. The major factors of cash decrease were payments for purchases of tangible assets, such as security equipment and control stations of 44.8 billion yen, payments for purchases of investment securities of 44.3 billion yen, and payments for acquisitions of affiliates of 24.9 billion yen. The major factor of cash increase was proceeds from sales and redemptions of investment securities of 20.8 billion yen.

**(Cash flows from financing activities)**

Net cash used in financing activities amounted to 61.4 billion yen; 51.6 billion yen in the previous corresponding period. The major factors of cash decrease were increase in treasury stocks, net of 27.5 billion yen, dividends paid of 20.3 billion yen, and the decrease in bank loans, net of 6.4 billion yen.

As a result, cash and cash equivalents at the end of the six-month period ended September 30, 2023 was 460.1 billion yen, 53.4 billion yen lower than that at the end of the previous fiscal year.

**(3) Qualitative Information Regarding Consolidated Financial Projections**

The Company has revised the projections for the consolidated financial results for the fiscal year ending March 31, 2024, based on the consolidated financial results for the six-month period.

For further information, please refer to “Notice Regarding Differences between Projected and Actual Consolidated Financial Results for the Six-month Period Ended September 30, 2023 and Revision of the Projected Consolidated Financial Results for the Fiscal Year Ending March 31, 2024” announced on November 9, 2023.

**(Notes for financial projections)**

Projections for the consolidated financial results for the fiscal year ending March 31, 2024, are based on management’s assumptions in light of information currently available. As actual performance may differ materially from the forward-looking statements due to various factors hereafter occurred, you should refrain from making an investment decision by solely relying on these projections. Such factors include, but are not limited to, changes in economic conditions affecting our group’s operations, market trends, legislative changes, occurrences of natural disasters, recalls of products sold and the results of contingency.

## 2. Consolidated Quarterly Financial Statements

### (1) Consolidated Balance Sheets

	(In millions of yen)	
	March 31, 2023	September 30, 2023
<b>ASSETS:</b>		
Current assets:		
Cash on hand and in banks	522,396	469,150
Cash deposits for armored car services	135,459	137,983
Notes and accounts receivable - trade and contract assets	157,475	113,088
Due from subscribers	43,503	43,542
Short-term investments	26,325	11,874
Lease receivables and investment in leased assets	41,120	39,584
Merchandise and products	17,361	21,035
Real estate inventories	4,146	3,266
Work in process	5,707	7,617
Raw materials and supplies	18,482	20,279
Short-term loans receivable	2,408	2,311
Other	35,324	35,605
Allowance for doubtful accounts	(2,163)	(2,191)
Total current assets	1,007,547	903,147
Fixed assets:		
Tangible assets:		
Buildings and improvements, net	150,733	147,551
Security equipment and control stations, net	75,650	81,487
Land	123,358	126,661
Other, net	54,095	66,975
Total tangible assets	403,837	422,676
Intangible assets	132,772	130,161
Investments and others:		
Investment securities	298,364	391,359
Long-term loans receivable	25,692	24,736
Net defined benefit asset	55,551	57,305
Deferred income taxes	27,426	24,773
Other	48,770	50,757
Allowance for doubtful accounts	(10,900)	(10,816)
Total investments and others	444,905	538,116
Total fixed assets	981,515	1,090,954
Total assets	1,989,062	1,994,102



**(1) Consolidated Balance Sheets (Continued)**

(In millions of yen)

	March 31, 2023	September 30, 2023
<b>LIABILITIES:</b>		
Current liabilities:		
Notes and accounts payable, trade	46,985	31,893
Bank loans	29,085	22,602
Current portion of straight bonds	407	401
Lease obligations	4,704	4,800
Payables - other	44,551	42,726
Accrued income taxes	22,762	21,101
Accrued consumption taxes	8,549	9,541
Accrued expenses	11,312	11,032
Deposits received for armored car services	118,943	122,010
Deferred revenue	37,730	39,415
Accrued bonuses	19,653	18,874
Provision for losses on construction contracts	2,312	2,726
Other	30,482	24,837
Total current liabilities	377,482	351,963
Long-term liabilities:		
Straight bonds	3,081	2,882
Long-term loans	12,349	11,634
Lease obligations	14,657	14,942
Guarantee deposits received	23,662	23,626
Deferred income taxes	10,906	15,198
Accrued retirement benefits for directors and audit and supervisory board members	829	740
Net defined benefit liability	23,935	24,237
Long-term deferred revenue	16,121	16,133
Investment deposits by policy holders, unearned premiums and other insurance liabilities	186,033	184,708
Other	3,955	4,054
Total long-term liabilities	295,533	298,157
Total liabilities	673,015	650,120
<b>NET ASSETS:</b>		
Shareholders' equity:		
Common stock	66,427	66,427
Capital surplus	70,349	70,219
Retained earnings	1,100,791	1,129,633
Common stock in treasury, at cost	(109,224)	(136,810)
Total shareholders' equity	1,128,343	1,129,469
Accumulated other comprehensive income (losses):		
Unrealized gains on securities	18,771	28,498
Deferred losses on hedges	(3)	(2)
Foreign currency translation adjustments	10,497	24,862
Remeasurements of defined benefit plans, net of taxes	6,815	6,131
Total accumulated other comprehensive income (losses)	36,081	59,489
Noncontrolling interests	151,621	155,022
Total net assets	1,316,047	1,343,981
Total liabilities and net assets	1,989,062	1,994,102

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

### Consolidated Statements of Income

	(In millions of yen)	
	Six-month period ended September 30, 2022	Six-month period ended September 30, 2023
Revenue	515,108	544,750
Costs of revenue	354,487	375,791
Gross profit	160,620	168,959
Selling, general and administrative expenses	100,004	105,814
Operating profit	60,615	63,144
Non-operating income	9,500	15,630
Non-operating expenses	1,798	2,447
Ordinary profit	68,317	76,327
Extraordinary profit	1,756	2,823
Extraordinary losses	965	755
Income before income taxes	69,109	78,395
Income taxes - current	19,274	22,473
Income taxes - deferred	2,706	3,125
Total income taxes	21,981	25,598
Net income	47,127	52,796
Net income attributable to noncontrolling interests	3,194	3,574
Net income attributable to owners of the parent	43,933	49,222

### Consolidated Statements of Comprehensive Income

	(In millions of yen)	
	Six-month period ended September 30, 2022	Six-month period ended September 30, 2023
Net income	47,127	52,796
Other comprehensive income (losses):		
Unrealized gains (losses) on securities	(1,111)	10,134
Foreign currency translation adjustments	17,569	12,590
Remeasurements of defined benefit plans, net of taxes	(748)	(719)
Share of other comprehensive income (losses) of affiliated companies accounted for under the equity method	4,176	3,149
Total other comprehensive income (losses)	19,885	25,155
Comprehensive income	67,013	77,952
Comprehensive income attributable to:		
Owners of the parent company	62,639	72,630
Noncontrolling interests	4,374	5,321

### (3) Consolidated Statements of Cash Flows

	(In millions of yen)	
	Six-month period ended September 30, 2022	Six-month period ended September 30, 2023
Cash flows from operating activities:		
Income before income taxes	69,109	78,395
Depreciation and amortization	29,666	30,834
Amortization of goodwill	3,078	3,276
Net (gains) losses from investment in affiliated companies accounted for under the equity method	(3,849)	(4,492)
Increase (decrease) in allowance for doubtful accounts	75	(148)
Increase/decrease in net defined benefit liability and asset	(2,455)	(2,572)
Insurance claim income	-	(1,625)
Interest and dividend income	(2,516)	(3,125)
Interest expenses	433	418
Exchange (gains) losses	(681)	(608)
Net (gains) losses on sales and disposal of fixed assets	(717)	(266)
Net (gains) losses on sales of investment securities	(55)	112
Net (gains) losses on revaluation of investment securities	472	480
Net (gains) losses on sales of investment securities in subsidiaries and affiliates	212	-
Net (gains) losses on private equity investment	(2,698)	(7,235)
(Increase) decrease in trade receivables and contract assets	40,082	45,063
(Increase) decrease in inventories	(7,208)	(7,037)
Increase (decrease) in accounts payable	(14,554)	(17,262)
Increase (decrease) in accrued consumption taxes	(2,455)	982
Increase (decrease) in deferred revenue	257	1,329
Increase (decrease) in investment deposits by policyholders, unearned premiums and other insurance liabilities	(649)	(1,325)
Increase/decrease in cash deposits/deposits received for armored car services	967	543
Other	956	(1,596)
Subtotal	107,470	114,140
Interest and dividend received	8,159	9,166
Interest paid	(453)	(421)
Income taxes paid	(25,789)	(24,210)
Proceeds from insurance income	-	1,625
Net cash provided by (used in) operating activities	89,387	100,300

### (3) Consolidated Statements of Cash Flows (Continued)

	(In millions of yen)	
	Six-month period ended September 30, 2022	Six-month period ended September 30, 2023
<b>Cash flows from investing activities:</b>		
(Increase) decrease in time deposits, net	(45)	203
(Increase) decrease in short-term investment securities	-	2,641
Payments for purchases of tangible assets	(25,311)	(44,874)
Proceeds from sales of tangible assets	5,427	1,795
Payments for purchases of intangible assets	(5,342)	(6,394)
Payments for purchases of investment securities	(30,673)	(44,312)
Proceeds from sales and redemptions of investment securities	18,839	20,841
Payments for acquisitions of affiliates	(175)	(24,989)
(Increase) decrease in short-term loans receivable, net	(0)	98
Payments for long-term loans receivable	(401)	(716)
Proceeds from long-term loans receivable	2,327	1,697
Acquisitions of subsidiaries accompanied with changes in scope of consolidation	(18,928)	-
Divestitures of subsidiaries accompanied with changes in scope of consolidation	(156)	-
Other	(341)	(946)
Net cash provided by (used in) investing activities	(54,782)	(94,956)
<b>Cash flows from financing activities:</b>		
Increase (decrease) in bank loans, net	(7,288)	(6,436)
Proceeds from long-term loans	171	-
Repayments of long-term loans	(1,744)	(774)
Repayments of lease obligations	(2,527)	(4,053)
Payments for redemption of straight bonds	(204)	(205)
Proceeds from stock issuance to noncontrolling shareholders	152	357
Dividends paid	(19,627)	(20,380)
Dividends paid for noncontrolling shareholders	(1,765)	(1,781)
(Increase) decrease in treasury stocks, net	(18,771)	(27,580)
Purchase of shares of subsidiaries not resulting in change in scope of consolidation	(14)	(604)
Net cash provided by (used in) financing activities	(51,619)	(61,459)
Effect of exchange rate changes on cash and cash equivalents	2,863	2,692
Net increase (decrease) in cash and cash equivalents	(14,151)	(53,423)
Cash and cash equivalents at beginning of the period	513,902	513,592
Cash and cash equivalents at end of the period	499,751	460,168

**(4)Notes Regarding the Consolidated Quarterly Financial Statement**

**[Notes Regarding the Assumption of Going Concern]**

Not applicable.

**[Notes Regarding Significant Changes in the Amount of Shareholders' Equity]**

Based on the resolution adopted by its Board of Directors at the meeting held on February 9, 2023, the Company repurchased 1,599,800 shares of its own shares. Also based on the resolution adopted by its Board of Directors at the meeting held on August 9, 2023, the Company repurchased 1,337,600 shares of its own shares. As a result, the amount of treasury stock was 136,810 million yen at the end of the six-month period ended September 30, 2023, with the increase of 27,586 million yen during the six-month period ended September 30, 2023.

[Segment Information, etc.]

Segment Information

II. Six-month Period Ended September 30, 2022

1. Information about Amounts of Revenue and Profit or Loss by Reportable Segments and Information on Breakdown of Revenue

(In millions of yen)

	Reportable segments				
	Security services	Fire protection services	Medical services	Insurance services	Geospatial information services
Revenue:					
Revenue from security contracts	242,397	-	-	-	-
Other	34,790	61,055	34,110	335	24,486
Revenue from contracts with customers	277,187	61,055	34,110	335	24,486
Other revenue	4,240	-	3,711	25,933	-
Customers	281,427	61,055	37,821	26,268	24,486
Intersegment	5,777	1,442	103	1,518	111
Subtotal	287,204	62,497	37,925	27,787	24,598
Segment profit(loss)	55,359	490	2,892	2,101	(74)

	Reportable segments		Other services (Note 1)	Total	Adjustment (Note 2)	Amount on consolidated statements of income (Note 3)
	BPO and ICT services	Subtotal				
Revenue:						
Revenue from security contracts	-	242,397	-	242,397	-	242,397
Other	61,206	215,984	14,455	230,439	-	230,439
Revenue from contracts with customers	61,206	458,381	14,455	472,836	-	472,836
Other revenue	-	33,885	8,386	42,271	-	42,271
Customers	61,206	492,266	22,841	515,108	-	515,108
Intersegment	5,258	14,212	701	14,914	(14,914)	-
Subtotal	66,464	506,479	23,543	530,022	(14,914)	515,108
Segment profit(loss)	6,101	66,871	3,081	69,952	(9,336)	60,615

Note 1: Other services is an operating segment not designated as a reportable segment, and comprises real estate leasing, construction and installation services, etc.

Note 2: Adjustment of segment profit/ (loss) includes intersegment elimination of (20) million yen and corporate expenses not allocated to each reportable segment of 9,357 million yen. Major components of corporate expenses are expenses regarding planning, personnel and administrative departments of the Company's headquarter, etc.

Note 3: Segment profit/ (loss) is adjusted to operating profit in the quarterly consolidated statements of income.

## 2. Information about Impairment Loss on Fixed Assets or Goodwill by Reportable Segments (Significant Changes in Goodwill)

During the six-month period ended September 30, 2022, the Company made Senon Ltd. a consolidated subsidiary. As a result, the amount of goodwill in the segments of security services and other services increased. For the six-month period ended September 30, 2022, the amount of goodwill increased due to this event was 15,751 million yen and 4,419 million yen, respectively. However, the amount of goodwill that occurred from the event was tentatively calculated as the allocation of the purchase price has not yet been completed.

## II. Six-month Period Ended September 30, 2023

### 1. Information about Amounts of Revenue and Profit or Loss by Reportable Segments and Information on Breakdown of Revenue

(In millions of yen)

	Reportable segments				
	Security services	Fire protection services	Medical services	Insurance services	Geospatial information services
Revenue:					
Revenue from security contracts	255,420	-	-	-	-
Other	39,169	67,592	35,193	349	22,306
Revenue from contracts with customers	294,589	67,592	35,193	349	22,306
Other revenue	4,439	-	3,709	28,208	-
Customers	299,029	67,592	38,903	28,557	22,306
Intersegment	6,124	1,527	125	1,372	118
Subtotal	305,154	69,119	39,028	29,930	22,425
Segment profit(loss)	56,768	2,089	3,210	4,771	(2,002)

	Reportable segments		Other services (Note 1)	Total	Adjustment (Note 2)	Amount on consolidated statements of income (Note 3)
	BPO and ICT services	Subtotal				
Revenue:						
Revenue from security contracts	-	255,420	-	255,420	-	255,420
Other	62,628	227,239	17,411	244,651	-	244,651
Revenue from contracts with customers	62,628	482,660	17,411	500,071	-	500,071
Other revenue	-	36,357	8,320	44,678	-	44,678
Customers	62,628	519,017	25,732	544,750	-	544,750
Intersegment	6,319	15,588	604	16,193	(16,193)	-
Subtotal	68,947	534,606	26,337	560,944	(16,193)	544,750
Segment profit(loss)	4,882	69,719	3,106	72,826	(9,681)	63,144

Note 1: Other services is an operating segment not designated as a reportable segment, and comprises real estate leasing, construction and installation services, etc.

Note 2: Adjustment of segment profit/ (loss) includes intersegment elimination of 90 million yen and corporate expenses not allocated to each reportable segment of 9,591 million yen. Major components of corporate expenses are expenses regarding planning, personnel and administrative departments of the Company's headquarter, etc.

Note 3: Segment profit / (loss) is adjusted to operating profit in the quarterly consolidated statements of income.

**[Significant Subsequent Events]**

Not applicable.