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**QUARTERLY FINANCIAL REPORT**  
**FOR THE SIX-MONTH PERIOD ENDED SEPTEMBER 30, 2022**  
 (Based on JAPANESE GAAP) (Consolidated)

November 10, 2022

Company name: SECOM CO., LTD. (URL: <https://www.secom.co.jp/>)  
 Code number: 9735 Tokyo Stock Exchange ----- Prime Market  
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Scheduled date of filing Quarterly Securities Report: November 14, 2022  
 Scheduled date of dividend payout: December 8, 2022  
 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, 2022 (April 1, 2022 – September 30, 2022)**

**(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, 2022	515,108	2.5	60,615	(14.8)	68,317	(11.2)	43,933	(8.5)
September 30, 2021	502,658	2.3	71,185	17.2	76,944	30.0	48,013	48.4

Note: Comprehensive income Six-month period ended September 30, 2022: JPY 67,013 million [10.1%]  
 Six-month period ended September 30, 2021: JPY 60,887 million [60.9%]

	Basic net income per share	Diluted net income per share
Six-month period ended	Yen	Yen
September 30, 2022	203.19	—
September 30, 2021	219.98	—

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, 2022	1,914,924	1,288,555	59.9	5,311.07
March 31, 2022	1,907,755	1,256,036	58.8	5,147.30

Reference: Equity

As of September 30, 2022: JPY 1,146,783 million

As of March 31, 2022: JPY 1,122,536 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, 2022	—	90.00	—	90.00	180.00
Fiscal year ending March 31, 2023	—	90.00			
Fiscal year ending March 31, 2023 (Projected)			—	95.00	185.00

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, 2023 (April 1, 2022 – March 31, 2023)

(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, 2023	1,059,400	0.9	134,000	(6.6)	141,000	(8.0)	87,300	(7.4)	404.03

Note 1: Revision of projections for the consolidated financial results from those most recently disclosed: None

Note 2: Projected basic net income per share for the fiscal year ending March 31, 2023 is calculated based on the number of average common shares outstanding over the six-month period ended September 30, 2022, assuming that it remains the same until March 31, 2023.

### \* 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: Applicable
  - (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, 2022	233,299,898 shares
As of March 31, 2022	233,298,049 shares

- (ii) Number of shares of treasury stock

As of September 30, 2022	17,376,423 shares
As of March 31, 2022	15,215,218 shares

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

The six-month period ended September 30, 2022	216,222,725 shares
The six-month period ended September 30, 2021	218,262,156 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, 2022 (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, 2022

## (1) Qualitative Information Regarding Consolidated Financial Results

During the six-month period ended September 30, 2022, the Japanese economy showed movements of recovery in some areas including corporate earnings and private consumption, as the normalization of economic and social activities and the transition to a new phase of living with COVID-19 progressed. On the other hand, continual attention has been required to downside risks in the economy due to the trends of the fluctuations in the financial and capital markets, as well as the unstable international situation and supply-side constraints, and the impact of rising prices on households and businesses.

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 July 2022, we made Senon Ltd., which provides a wide range of services nationwide, including static guard services, electronic security services, airport security services, and vehicle fleet operation services, our subsidiary. In the same month, we launched System Security AZ-Air, a security system for small and medium-sized commercial facilities and offices, and actively expanded its sales. This system was developed to provide more facilities with the superior safety and a variety of functions of System Security AZ. In the period under review, we continued to provide meticulous and seamless services through various initiatives 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, 2022 was 515.1 billion yen, up 2.5% from the previous corresponding period. Consolidated operating profit decreased by 14.8% to 60.6 billion yen, attributable to the effect of the decreases in operating profit in security services, fire protection services and insurance services. Consolidated ordinary profit decreased by 11.2% to 68.3 billion yen. Net income attributable to owners of the parent decreased by 8.5% to 43.9 billion yen. For the six-month period ended September 30, 2022, revenue reached a record-high.

Segment information is as follows.

In the security services segment, revenue increased by 2.2% to 281.4 billion yen, mainly owing to the contribution of Senon Ltd., which became a consolidated subsidiary, and the increase in sales of large-scale security systems in overseas market. Operating profit decreased by 6.0% to 55.3 billion yen, attributable to the inclusion of relatively profitable projects in the previous corresponding period and the increase in selling, general and administrative expenses owing to the investments for future growth.

In the fire protection services segment, revenue decreased by 6.7% to 61.0 billion yen, mainly attributable to the inclusion of large projects in the previous corresponding period. Operating profit decreased by 89.2% to 0.4 billion yen, chiefly owing to the concentration of projects with relatively high profitability in the previous corresponding period. 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 4.3% to 37.8 billion yen, mainly due to the increases in sales of medical consumables and in revenue in Takshasila Hospitals Operating Pvt. Ltd., a general hospital operating company in India. Operating profit was up 6.7% to 2.8 billion yen.

In the insurance services segment, revenue increased by 3.1% to 26.2 billion yen, mainly due to the increase in investment income. Operating profit was down 54.4% to 2.1 billion yen, largely attributable to the increase in losses from natural disasters.

In the geospatial information services segment, revenue increased by 7.1% to 24.4 billion yen, owing to the rise in revenue in the domestic public sector division and the international division. Operating loss was 74 million yen (operating loss of 0.2 billion yen in the previous corresponding period.) 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 9.3% to 61.2 billion yen, chiefly owing to the increases in revenue in TMJ, Inc., a provider of BPO services including contact centers and back office services, and data center business. Operating profit was down 2.4% to 6.1 billion yen, attributable to the rise in cost mainly due to the increase in the fuel cost adjustment unit price in data center business.

In the other services segment, revenue increased by 8.0% to 22.8 billion yen. Operating profit rose by 8.7% to 3.0 billion yen.

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

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

Total assets as of September 30, 2022 amounted to 1,914.9 billion yen, 0.4% or 7.1 billion yen higher than that at the end of the previous fiscal year. Total current assets, at 950.4 billion yen, were down 3.6% or 35.7 billion yen. This was largely attributable to the decrease in notes and accounts receivable - trade and contract assets by 26.2% or 39.3 billion yen to 110.5 billion yen. Total fixed assets, at 964.4 billion yen, were up 4.7% or 42.8 billion yen from the end of the previous fiscal year. This was mainly attributable to the increases in investment securities by 7.4% or 20.3 billion yen to 296.6 billion yen and intangible assets by 15.6% or 17.9 billion yen to 133.1 billion yen.

Total liabilities amounted to 626.3 billion yen, 3.9% or 25.3 billion yen lower than that at the end of the previous fiscal year. Total current liabilities, at 334.7 billion yen, were down 7.5% or 26.9 billion yen, owing to the decreases in bank loans by 25.5% or 8.2 billion yen to 23.9 billion yen, payables - other by 18.9% or 8.1 billion yen to 35.0 billion yen, accrued income taxes by 24.3% or 6.0 billion yen to 18.9 billion yen and notes and accounts payable, trade by 11.2% or 4.9 billion yen to 39.3 billion yen. Long-term liabilities increased by 0.6% or 1.6 billion yen to 291.6 billion yen, owing to the increase in net defined benefit liability by 10.6% or 2.3 billion yen to 24.2 billion yen.

Total net assets amounted to 1,288.5 billion yen, 2.6% or 32.5 billion yen higher than that at the end of the previous fiscal year, mainly due to the increases in retained earnings by 2.3% or 24.3 billion yen, foreign currency translation adjustments by 20.7 billion yen, noncontrolling interests by 6.2% or 8.2 billion yen, despite decrease in common stock in treasury, at cost by 23.6% or 18.7 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, 2022 amounted to 89.3 billion yen; 95.3 billion yen in the previous corresponding period. The major factors of cash increase were income before income taxes of 69.1 billion yen, the decrease in trade receivables and contract assets of 40.0 billion yen and depreciation and amortization of 29.6 billion yen. The major factors

of cash decrease were income taxes paid of 25.7 billion yen and the decrease in accounts payable of 14.5 billion yen.

**(Cash flows from investing activities)**

Net cash used in investing activities amounted to 54.7 billion yen; 34.1 billion yen in the previous corresponding period. The major factors of cash decrease were payments for purchases of investment securities of 30.6 billion yen, payments for purchases of tangible assets, such as security equipment and control stations of 25.3 billion yen and acquisitions of subsidiaries accompanied with changes in scope of consolidation of 18.9 billion yen. The major factor of cash increase was proceeds from sales and redemptions of investment securities of 18.8 billion yen.

**(Cash flows from financing activities)**

Net cash used in financing activities amounted to 51.6 billion yen; 58.4 billion yen in the previous corresponding period. The major factors of cash decrease were dividends paid of 19.6 billion yen, increase in treasury stocks, net of 18.7 billion yen and the decrease in bank loans, net of 7.2 billion yen.

As a result, cash and cash equivalents at the end of the six-month period ended September 30, 2022 was 499.7 billion yen, 14.1 billion yen lower than that at the end of the previous fiscal year.

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

The consolidated financial results for the six-month period ended September 30, 2022 were within the range of the initial projections. Accordingly, the projections for the fiscal year ending March 31, 2023 have not been changed from those disclosed on May 12, 2022.

On July 1, 2022, Senon Ltd. became a consolidated subsidiary of the Company, as shown in the “Notification concerning the Acquisition of SENON LIMITED Shares”, which was disclosed on May 12, 2022. 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.

Any revisions in the projections that we deem necessary will be disclosed promptly.

**(Notes for financial projections)**

Projections for the consolidated financial results for the fiscal year ending March 31, 2023, 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, 2022	September 30, 2022
<b>ASSETS:</b>		
Current assets:		
Cash on hand and in banks	522,363	508,302
Cash deposits for armored car services	136,477	135,887
Notes and accounts receivable - trade and contract assets	149,878	110,540
Due from subscribers	39,468	43,459
Short-term investments	27,020	38,124
Lease receivables and investment in leased assets	37,518	36,792
Merchandise and products	14,724	18,050
Real estate inventories	2,593	2,994
Work in process	5,629	6,147
Raw materials and supplies	13,930	17,006
Short-term loans receivable	2,563	2,285
Other	36,064	33,161
Allowance for doubtful accounts	(2,031)	(2,277)
Total current assets	986,202	950,475
Fixed assets:		
Tangible assets:		
Buildings and improvements, net	151,809	153,839
Security equipment and control stations, net	73,911	75,670
Land	122,050	122,429
Other, net	42,695	40,012
Total tangible assets	390,467	391,951
Intangible assets	115,228	133,194
Investments and others:		
Investment securities	276,230	296,601
Long-term loans receivable	29,494	27,859
Net defined benefit asset	47,852	52,799
Deferred income taxes	27,407	26,802
Other	47,068	47,497
Allowance for doubtful accounts	(12,195)	(12,255)
Total investments and others	415,858	439,303
Total fixed assets	921,553	964,449
Total assets	1,907,755	1,914,924



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

	(In millions of yen)	
	March 31, 2022	September 30, 2022
<b>LIABILITIES:</b>		
Current liabilities:		
Notes and accounts payable, trade	44,271	39,311
Bank loans	32,159	23,953
Current portion of straight bonds	409	410
Lease obligations	4,843	4,740
Payables - other	43,257	35,087
Accrued income taxes	25,043	18,954
Accrued consumption taxes	8,966	7,349
Accrued expenses	8,436	10,426
Deposits received for armored car services	118,971	119,348
Deferred revenue	38,228	39,188
Accrued bonuses	17,960	18,628
Provision for losses on construction contracts	2,159	2,468
Other	17,041	14,890
Total current liabilities	361,750	334,758
Long-term liabilities:		
Straight bonds	3,489	3,283
Long-term loans	11,650	11,822
Lease obligations	15,077	15,073
Guarantee deposits received	23,669	23,731
Deferred income taxes	6,859	7,372
Accrued retirement benefits for directors and audit and supervisory board members	842	802
Net defined benefit liability	21,896	24,212
Long-term deferred revenue	16,545	16,238
Investment deposits by policyholders, unearned premiums and other insurance liabilities	185,698	185,048
Other	4,240	4,025
Total long-term liabilities	289,969	291,611
Total liabilities	651,719	626,369
<b>NET ASSETS:</b>		
Shareholders' equity:		
Common stock	66,419	66,427
Capital surplus	70,335	70,334
Retained earnings	1,043,766	1,068,072
Common stock in treasury, at cost	(79,436)	(98,207)
Total shareholders' equity	1,101,084	1,106,626
Accumulated other comprehensive income (losses):		
Unrealized gains on securities	20,220	19,008
Deferred losses on hedges	(6)	(4)
Foreign currency translation adjustments	(5,627)	15,167
Remeasurements of defined benefit plans, net of taxes	6,865	5,985
Total accumulated other comprehensive income (losses)	21,451	40,157
Noncontrolling interests	133,499	141,772
Total net assets	1,256,036	1,288,555
Total liabilities and net assets	1,907,755	1,914,924

## (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, 2021	Six-month period ended September 30, 2022
Revenue	502,658	515,108
Costs of revenue	336,774	354,487
Gross profit	165,883	160,620
Selling, general and administrative expenses	94,697	100,004
Operating profit	71,185	60,615
Non-operating income	7,908	9,500
Non-operating expenses	2,149	1,798
Ordinary profit	76,944	68,317
Extraordinary profit	698	1,756
Extraordinary losses	583	965
Income before income taxes	77,060	69,109
Income taxes - current	21,749	19,274
Income taxes - deferred	2,365	2,706
Total income taxes	24,114	21,981
Net income	52,945	47,127
Net income attributable to noncontrolling interests	4,931	3,194
Net income attributable to owners of the parent	48,013	43,933

### Consolidated Statements of Comprehensive Income

	(In millions of yen)	
	Six-month period ended September 30, 2021	Six-month period ended September 30, 2022
Net income	52,945	47,127
Other comprehensive income (losses):		
Unrealized gains (losses) on securities	779	(1,111)
Foreign currency translation adjustments	5,670	17,569
Remeasurements of defined benefit plans, net of taxes	(481)	(748)
Share of other comprehensive income (losses) of affiliated companies accounted for under the equity method	1,973	4,176
Total other comprehensive income (losses)	7,942	19,885
Comprehensive income	60,887	67,013
Comprehensive income attributable to:		
Owners of the parent company	55,666	62,639
Noncontrolling interests	5,221	4,374

### (3) Consolidated Statements of Cash Flows

	(In millions of yen)	
	Six-month period ended September 30, 2021	Six-month period ended September 30, 2022
Cash flows from operating activities:		
Income before income taxes	77,060	69,109
Depreciation and amortization	29,783	29,666
Amortization of goodwill	2,850	3,078
Net (gains) losses from investment in affiliated companies accounted for under the equity method	(3,846)	(3,849)
Increase (decrease) in allowance for doubtful accounts	50	75
Increase/decrease in net defined benefit liability and asset	(2,431)	(2,455)
Interest and dividend income	(2,166)	(2,516)
Interest expenses	375	433
Exchange (gains) losses	(21)	(681)
Net (gains) losses on sales and disposal of fixed assets	986	(717)
Net (gains) losses on sales of investment securities	(649)	(55)
Net (gains) losses on revaluation of investment securities	192	472
Net (gains) losses on sales of investment securities in subsidiaries and affiliates	—	212
Net (gains) losses on private equity investment	(1,563)	(2,698)
(Increase) decrease in trade receivables and contract assets	35,260	40,082
(Increase) decrease in inventories	(1,341)	(7,208)
Increase (decrease) in accounts payable	(15,259)	(14,554)
Increase (decrease) in accrued consumption taxes	(5,329)	(2,455)
Increase (decrease) in deferred revenue	(383)	257
Increase (decrease) in investment deposits by policyholders, unearned premiums and other insurance liabilities	(2,928)	(649)
Increase/decrease in cash deposits/deposits received for armored car services	2,699	967
Other	(2,179)	956
Subtotal	111,158	107,470
Interest and dividend received	7,736	8,159
Interest paid	(381)	(453)
Income taxes paid	(23,115)	(25,789)
Net cash provided by (used in) operating activities	95,397	89,387

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

	(In millions of yen)	
	Six-month period ended September 30, 2021	Six-month period ended September 30, 2022
Cash flows from investing activities:		
(Increase) decrease in time deposits, net	554	(45)
Payments for purchases of tangible assets	(29,468)	(25,311)
Proceeds from sales of tangible assets	367	5,427
Payments for purchases of intangible assets	(4,552)	(5,342)
Payments for purchases of investment securities	(12,091)	(30,673)
Proceeds from sales and redemptions of investment securities	9,231	18,839
Payments for acquisitions of affiliates	(5)	(175)
(Increase) decrease in short-term loans receivable, net	25	(0)
Payments for long-term loans receivable	(298)	(401)
Proceeds from long-term loans receivable	2,512	2,327
Acquisitions of subsidiaries accompanied with changes in scope of consolidation	—	(18,928)
Divestitures of subsidiaries accompanied with changes in scope of consolidation	—	(156)
Other	(463)	(341)
Net cash provided by (used in) investing activities	(34,187)	(54,782)
Cash flows from financing activities:		
Increase (decrease) in bank loans, net	(9,158)	(7,288)
Proceeds from long-term loans	2,703	171
Repayments of long-term loans	(1,498)	(1,744)
Repayments of lease obligations	(2,455)	(2,527)
Payments for redemption of straight bonds	(229)	(204)
Proceeds from stock issuance to noncontrolling shareholders	71	152
Dividends paid	(18,552)	(19,627)
Dividends paid for noncontrolling shareholders	(1,879)	(1,765)
(Increase) decrease in treasury stocks, net	(3)	(18,771)
Purchase of shares of subsidiaries not resulting in change in scope of consolidation	(27,444)	(14)
Net cash provided by (used in) financing activities	(58,446)	(51,619)
Effect of exchange rate changes on cash and cash equivalents	1,069	2,863
Net increase (decrease) in cash and cash equivalents	3,832	(14,151)
Cash and cash equivalents at beginning of the period	490,039	513,902
Cash and cash equivalents at end of the period	493,872	499,751

#### **(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 10, 2022, the Company repurchased 2,160,800 shares of its own shares. As a result, the amount of treasury stock was 98,207 million yen at the end of the six-month period ended September 30, 2022, with the increase of 18,771 million yen during the six-month period ended September 30, 2022.

##### **[Changes in Accounting Policies]**

(Application of Implementation Guidance on Accounting Standard for Fair Value Measurement)

From the beginning of the three-month period ended June 30, 2022, we have applied “Implementation Guidance on Accounting Standard for Fair Value Measurement” (ASBJ Guidance No.31, June 17, 2021; hereinafter, “Implementation Guidance on Fair Value Accounting Standards”). In accordance with the transitional treatment set forth in Article 27-2 of Implementation Guidance on Fair Value Accounting Standards, we have applied prospectively new accounting policies prescribed by Implementation Guidance on Fair Value Accounting Standards. This change has no effect on the consolidated quarterly financial statements.

##### **[Additional Information]**

There have been no material changes to the assumptions, including the future spread of COVID-19 and the timing of its containment, described in Additional Information “Accounting estimates of the impact of the spread of COVID-19” in the Annual Securities Report for the year ended March 31, 2022.

##### Reference

(Additional Information in the Annual Securities Report for the year ended March 31, 2022)

“Accounting estimates of the impact of the spread of COVID-19”

The SECOM Group has made accounting estimates for impairment of fixed assets and allowance for doubtful accounts based on the assumption that the impact of the spread of COVID-19 will continue for at least a certain period of time. At this point in time, we expect that there will be no material impact on the consolidated financial statements. However, since there are a number of uncertainties regarding the impact of the spread of COVID-19, there may be a significant impact on the financial position and operating results of the SECOM Group in the next fiscal year and beyond.

[Segment Information, etc.]

Segment Information

II. Six-month Period Ended September 30, 2021

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	239,410	-	-	-	-
Other	31,592	65,410	32,610	313	22,867
Revenue from contracts with customers	271,003	65,410	32,610	313	22,867
Other revenue	4,486	-	3,649	25,169	-
Customers	275,489	65,410	36,259	25,482	22,867
Intersegment	5,741	1,603	101	1,616	97
Subtotal	281,231	67,014	36,361	27,098	22,964
Segment profit(loss)	58,913	4,554	2,711	4,609	(242)

	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	-	239,410	-	239,410	-	239,410
Other	56,005	208,799	12,718	221,518	-	221,518
Revenue from contracts with customers	56,005	448,209	12,718	460,928	-	460,928
Other revenue	-	33,305	8,424	41,730	-	41,730
Customers	56,005	481,515	21,143	502,658	-	502,658
Intersegment	3,867	13,027	606	13,633	(13,633)	-
Subtotal	59,872	494,542	21,749	516,292	(13,633)	502,658
Segment profit(loss)	6,249	76,794	2,835	79,630	(8,444)	71,185

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 (186) million yen and corporate expenses not allocated to each reportable segment of 8,631 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 consolidated statements of income.

## 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.

**[Significant Subsequent Events]**

Not applicable.