

Year ended December 31, 2023
GAAP]

Consolidated Financial Results for the Third Quarter [Japanese

November 14, 2023

Company name: Nomura System Corporation
3940

Listed on Tokyo Stock Exchange Code
URL <https://www.nomura-system.co.jp>(Link)

Cost Table Person Title: Representative Director (Name) Yoshimitsu Nomura
Contact Title: Director, General Manager of Administration Department (Name) Yasuo
nemoto (Scheduled date to file TEL) 03-6277-0133 Quarterly Securities Report
Scheduled date of commencement of dividend payment —

Supplementary materials for quarterly financial results :
Quarterly results briefing :
None

(Amounts are rounded to the nearest
million yen)

Business results for the third quarter of the year ending December 1, 2023 (January 1, 2023 to September 30, 2023)

(1) Operating Results (Cumulative)
the previous year.)

(Percentages represent changes from the same quarter of

	Net sales		Operating income		Ordinary income		Net profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Third Quarter of Fiscal 2023	2,146	7.0	315	24.3	317	16.3	236	25.6
Q3 FY12/2022	2,005	0.8	254	(16.3)	272	(15.1)	188	(15.7)
	Quarterly net income per share		Diluted per share Net profit					
	Yen		Yen					
Third Quarter of Fiscal 2023	5.13		5.10					
Q3 FY12/2022	4.06		4.04					

(NOTE) We conducted a 2-for-1 stock split on July 1, 2022. Quarterly net income per share and diluted quarterly net income per share are calculated based on the assumption that the stock split was conducted at the beginning of the fiscal year ended December 2022.

(2) Financial Position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
Third Quarter of Fiscal 2023	3,211	2,867	89.3
FY 2022/12	3,143	2,836	90.2

Reference: Shareholders' equity
billion yen

Third Quarter of Fiscal 2023

2.867 billion yen

FY 2022/12 2.836

2. Dividends

	Dividend per share				
	End of first quarter	End of second quarter	End of the third quarter	Term end	Total
	Yen	Yen	Yen	Yen	Yen
FY 2022/12	-	0.00	-	3.25	3.25
Year ended December 31, 2023	-	0.00	-		
FY 2023 (Forecast)				3.25	3.25

(NOTE) Revisions to the dividend forecasts most recently announced : None

Forecasts for the Fiscal Year Ending December 3, 2023 (January 1, 2023 to December 31, 2023)

(Percentages indicate year-on-year changes.)

	Net sales		Operating income		Ordinary income		Net Income		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	2,750	2.0	275	(21.9)	275	(25.9)	187	(26.7)	4.04

(NOTE) Revisions to the most recently announced earnings forecasts : None

※ Notes

(1)Application of special accounting methods for preparing quarterly financial statements : None

(2)Changes in accounting policies and changes or restatement of accounting estimates

① Changes in accounting policies caused by revision of accounting standards : None

② Changes in accounting policies other than (i) : None

③ Changes in accounting estimates : None

④ Restatement of revisions : None

(3)Number of shares outstanding (common shares)

① Number of shares outstanding at the end of the period
(including treasury stock)

② Number of treasury stock at the end of the period

③ Average number of shares outstanding (quarterly
consolidated cumulative period)

3Q for the Year Ended December 31, 2023	46,444,800 shares	FY 2022/12	46,444,800 shares
3Q for the Year Ended December 31, 2023	547,604 shares	FY 2022/12	39,484 shares
3Q for the Year Ended December 31, 2023	45,985,729 shares	3Q for the Year Ended December 31, 2022	46,247,235 shares

(NOTE)We conducted a 2-for-1 stock split on July 1, 2022. The number of outstanding shares (common shares) is calculated assuming that the stock split occurred at the beginning of the fiscal year ended December 2022.

※ Quarterly financial results are not subject to quarterly review by a certified public accountant or auditing firm.

※ Explanations and other special notes concerning the appropriate use of business performance forecasts

The earnings forecasts and other forward-looking statements herein are based on information currently available to the Company and on certain assumptions deemed to be reasonable, and do not constitute guarantees by the Company of future performance. Actual results may differ materially from the forecast depending on a range of factors. Although results for the current fiscal year are steady compared to the earnings forecast, the domestic economic environment and other factors remain uncertain, so we will once again disclose the full-year earnings forecast.

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2. Quarterly Financial Statements and Major Notes

(1) Quarterly Balance Sheets

	Previous fiscal year (As of December 31, 2022)	(Thousands of yen) Third quarter of the current fiscal year (As of September 30, 2023)
Assets		
Current assets		
Cash and deposits	2,068,810	2,513,609
Accounts receivable and contract assets	454,257	524,260
Work in process	2,704	7,579
Others	21,340	25,770
Total current assets	2,547,111	3,071,218
Fixed assets		
Property, plant and equipment	55,754	50,563
Intangible assets	218	218
Investments and other assets	540,153	88,584
Total noncurrent assets	596,125	139,365
Total assets	3,143,237	3,210,583
Liabilities		
Current liabilities		
Accounts payable	159,130	180,567
Income taxes payable	53,010	37,707
Others	78,511	108,732
Total current liabilities	290,651	327,006
Long-term liabilities		
Asset retirement obligations	16,504	16,518
Total noncurrent liabilities	16,504	16,518
Total liabilities	307,155	343,524
Net assets		
Shareholders' equity		
Common stock	323,871	323,871
Capital surplus	280,371	280,402
Retained earnings	2,242,861	2,327,754
Treasury stock	(5,646)	(65,039)
Total shareholders' equity	2,841,457	2,866,989
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	(5,446)	-
Total valuation and translation adjustments	(5,446)	-
Stock acquisition right	71	71
Total net assets	2,836,082	2,867,059
Total liabilities and net assets	3,143,237	3,210,583

(2) Quarterly Statements of Income

Q3 YTD

(Thousands of yen)

	Cumulative Third Quarter of Previous Fiscal Year (From January 1, 2022 to September 30, 2022)	Third Quarter (January 1, 2023 to September 30, 2023)
Net sales	2,004,582	2,145,560
Cost of sales	1,514,594	1,597,401
Gross profit	489,988	548,159
Selling, general and administrative expenses	236,273	232,691
Operating income	253,714	315,468
Non-operating income		
Interest income	18	20
Dividends income	18,224	-
Subsidy income	-	1,959
Others	206	81
Total non-operating income	18,449	2,060
Non-operating expenses		
Loss on valuation of investment securities	-	805
Others	-	85
Total non-operating expenses	-	891
Ordinary income	272,163	316,637
Extraordinary income		
Gain on sales of investment securities	-	27,688
Total extraordinary income	-	27,688
Quarterly income before income taxes	272,163	344,325
Income taxes	80,298	91,777
Income taxes-deferred	4,176	16,837
Total income taxes	84,474	108,614
Net profit	187,689	235,711

(3) Notes to Quarterly Financial Statements
(Going Concern Assumption) Not applicable.

(Notes on Significant Changes in Shareholders' Equity) Not applicable.