

Consolidated Financial Results for the Three Months Ended June 30, 2025 (Under IFRS)

August 12, 2025

Company Name: SCSK Corporation
Securities Code: 9719
Stock Exchange Listing: Tokyo Stock Exchange
URL: <https://www.scsk.jp>
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Scheduled date for dividend payment: -
Preparation of supplementary information material on financial results (yes/no): Yes
Financial results conference for institutional investors and analysts (yes/no): Yes

(Amounts of less than ¥1 million are truncated)

1. Consolidated Business Results for the Three Months ended June 30, 2025 (April 1, 2025 to June 30, 2025)

(1) Consolidated Operating Results

(Millions of yen unless otherwise stated)

(Percentage figures are changes from the previous fiscal year)

	Net sales		Operating profit		Profit before tax		Profit		Profit attributable to owners of parent		Total comprehensive profit	
	%		%		%		%		%		%	
Three months ended June 30, 2025	177,474	44.8	20,111	55.7	19,846	49.6	13,442	45.2	13,416	45.5	10,363	-2.3
Three months ended June 30, 2024	122,543	8.1	12,914	-0.3	13,266	2.5	9,260	2.4	9,222	2.4	10,608	9.5

	Basic earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2025	42.93		42.93	
Three months ended June 30, 2024	29.52		29.52	

(2) Consolidated Financial Position

(Millions of yen unless otherwise stated)

	Total assets	Total equity	Equity attributable to owners of parent	Ratio of equity attributable to owners of parent to total assets
				%
As of June 30, 2025	863,341	291,420	290,245	33.6
As of March 31, 2025	885,029	292,565	291,420	32.9

2. Dividends

	Dividends per share (Yen)				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
FY2024	—	34.00	—	37.00	71.00
FY2025	—				
FY2025(Forecasts)		47.00	—	47.00	94.00

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

3. Consolidated Financial Forecasts for the Fiscal Year Ending March 31, 2026 (April 1, 2025 to March 31, 2026)

(Millions of yen unless otherwise stated)

(Percentage figures are changes from the corresponding period of the previous fiscal year)

	Net sales		Operating profit		Profit before tax		Profit attributable to owners of parent		Basic earnings per share	
	%		%		%		%		Yen	
Full Year	790,000	32.5	85,000	28.6	88,300	34.7	63,500	41.0	203.17	

Note: Revisions to Consolidated Financial Forecasts for the Fiscal Year Ending March 31, 2026 most recently announced: None

※Notes

- (1) Changes in significant subsidiaries during the period : None
- (2) Changes in accounting policies and changes in accounting estimates
- 1) Changes in accounting policies as required by IFRS standards: None
- 2) Changes in accounting policies due to other reasons: None
- 3) Changes in accounting estimates: None

(3) Number of shares issued (Common stock)

- 1) The number of shares issued as of the period-end (including treasury stock)

As of June 30, 2025	312,875,169 shares
As of March 31, 2025	312,875,169 shares

- 2) The number of shares of treasury stock as of the period-end

As of June 30, 2025	354,900 shares
As of March 31, 2025	354,368 shares

- 3) The average number of shares during the period

Three Months ended June 30, 2025	312,543,598 shares
Three Months ended June 30, 2024	312,452,623 shares

- ※ Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: Yes (voluntary)

※ Proper use of earnings forecasts, and other special matters

- The financial forecasts contained in this document are based on the information currently available and certain assumptions deemed reasonable. Actual results may vary from these forecasts for various reasons.
- The Company held a results briefing for institutional investors and analysts on July 29, 2025. Materials used in the briefing, a transcript of the main questions and answers, and other related information have been posted on the Company's website.

Condensed Quarterly Consolidated Financial Statements

(1) Condensed Quarterly Consolidated Statements of Financial Position

(Millions of Yen)

	As of Mar. 31, 2025	As of June 30, 2025
Assets		
Current assets		
Cash and cash equivalents	105,623	118,294
Trade and other receivables	156,209	110,708
Contract assets	21,660	25,034
Inventories	28,111	35,025
Other financial assets	5,015	5,000
Income taxes receivable	182	276
Assets held for sale	—	11,273
Other current assets	31,802	45,885
Total current assets	348,605	351,499
Non-current assets		
Property, plant and equipment	89,354	88,354
Right-of-use assets	59,831	57,382
Goodwill and intangible assets	303,187	302,499
Investments accounted for using equity method	14,429	3,166
Other receivables	21,331	21,970
Other financial assets	9,496	10,012
Deferred tax assets	10,859	1,225
Other non-current assets	27,933	27,230
Total non-current assets	536,424	511,842
Total assets	885,029	863,341

(Millions of Yen)

	As of Mar. 31, 2025	As of June 30, 2025
Liabilities		
Current liabilities		
Trade and other payables	135,258	58,389
Contract liabilities	39,402	57,783
Liabilities for employee benefits	17,865	10,581
Bonds and borrowings	120,729	197,147
Lease liabilities	11,881	11,857
Other financial liabilities	197	3,471
Income taxes payable	14,283	2,521
Provisions	7,072	1,426
Other current liabilities	10,339	8,579
Total current liabilities	357,030	351,759
Non-current liabilities		
Bonds and borrowings	134,354	128,164
Lease liabilities	48,444	45,936
Other payables	70	65
Liabilities for employee benefits	2,239	2,204
Provisions	9,660	9,755
Deferred tax liabilities	40,665	34,035
Total non-current liabilities	235,433	220,162
Total liabilities	592,464	571,921
Equity		
Share capital	21,561	21,561
Capital surplus	—	0
Retained earnings	264,459	266,312
Treasury shares	-282	-285
Other components of equity	5,681	2,656
Total equity attributable to owners of parent	291,420	290,245
Non-controlling interests	1,145	1,174
Total equity	292,565	291,420
Total liabilities and equity	885,029	863,341

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

Condensed Quarterly Consolidated Statements of Income

Three-month period ended June 30, 2024 and 2025

(Millions of Yen)

	From Apr. 1, 2024 to June 30, 2024	From Apr. 1, 2025 to June 30, 2025
Net sales	122,543	177,474
Cost of sales	-91,206	-128,689
Gross profit	31,336	48,785
Selling, general and administrative expenses	-19,093	-30,373
Other income	823	1,889
Other expenses	-153	-189
Operating profit	12,914	20,111
Finance income	142	762
Finance costs	-242	-1,014
Share of profit (loss) of investments accounted for using equity method	452	-13
Profit before tax	13,266	19,846
Income tax expense	-4,006	-6,403
Profit	9,260	13,442
Profit attributable to		
Owners of parent	9,222	13,416
Non-controlling interests	37	25
Earnings per share		
Basic earnings per share (Yen)	29.52	42.93
Diluted earnings per share (Yen)	29.52	42.93

Condensed Quarterly Consolidated Statements of Comprehensive Income
Three-month period ended June 30, 2024 and 2025

(Millions of Yen)

	From Apr. 1, 2024 to June 30, 2024	From Apr. 1, 2025 to June 30, 2025
Profit	9,260	13,442
Other comprehensive income, net of tax		
Items that will not be reclassified to profit or loss		
Remeasurement of the defined benefit liability (asset)	5	—
Net change in fair value of equity instruments designated as measured at fair value through other comprehensive income	-33	20
Share of other comprehensive income of investments accounted for using equity method	318	—
Total of items that will not be reclassified to profit or loss	290	20
Items that may be reclassified to profit or loss		
Cash flow hedges	220	-2,330
Exchange differences on translation of foreign operations	824	-769
Share of other comprehensive income of investments accounted for using equity method	13	—
Total of items that may be reclassified to profit or loss	1,057	-3,099
Total other comprehensive income, net of tax	1,348	-3,078
Comprehensive income	10,608	10,363
Comprehensive income attributable to		
Owners of parent	10,570	10,334
Non-controlling interests	37	29

(3) Condensed Quarterly Consolidated Statements of Changes in Equity

Three-month period ended June 30, 2024 (April 1, 2024 - June 30, 2024)

(Millions of Yen)

	Share capital	Capital surplus	Retained earnings	Treasury shares	Other components of equity	Total equity attributable to owners of parent	Non-controlling interests	Total equity
Balance on Apr. 1, 2024	21,420	162	275,551	-284	5,404	302,254	655	302,910
Profit	—	—	9,222	—	—	9,222	37	9,260
Other comprehensive income	—	—	—	—	1,348	1,348	—	1,348
Comprehensive income	—	—	9,222	—	1,348	10,570	37	10,608
Dividends of surplus	—	—	-9,997	—	—	-9,997	—	-9,997
Changes in ownership interest in subsidiaries	—	24	—	—	—	24	-593	-568
Purchase of treasury shares	—	—	—	-1	—	-1	—	-1
Disposal of treasury shares	—	0	—	0	—	0	—	0
Transfer from other components of equity to retained earnings	—	—	4	—	-4	—	—	—
Transfer to non-financial assets	—	—	—	—	14	14	—	14
Total transactions with owners	—	24	-9,992	-1	9	-9,959	-593	-10,552
Balance at June 30, 2024	21,420	187	274,780	-285	6,763	302,866	100	302,966

Three-month period ended June 30, 2025 (April 1, 2025 - June 30, 2025)

(Millions of Yen)

	Share capital	Capital surplus	Retained earnings	Treasury shares	Other components of equity	Total equity attributable to owners of parent	Non-controlling interests	Total equity
Balance on Apr. 1, 2025	21,561	—	264,459	-282	5,681	291,420	1,145	292,565
Profit	—	—	13,416	—	—	13,416	25	13,442
Other comprehensive income	—	—	—	—	-3,082	-3,082	3	-3,078
Comprehensive income	—	—	13,416	—	-3,082	10,334	29	10,363
Dividends of surplus	—	—	-11,563	—	—	-11,563	—	-11,563
Changes in ownership interest in subsidiaries	—	—	—	—	—	—	—	—
Purchase of treasury shares	—	—	—	-2	—	-2	—	-2
Disposal of treasury shares	—	0	—	0	—	0	—	0
Transfer from other components of equity to retained earnings	—	—	—	—	—	—	—	—
Transfer to non-financial assets	—	—	—	—	56	56	—	56
Total transactions with owners	—	0	-11,563	-2	56	-11,508	—	-11,508
Balance at June 30, 2025	21,561	0	266,312	-285	2,656	290,245	1,174	291,420

(4) Condensed Quarterly Consolidated Statements of Cash Flows

(Millions of Yen)

	From Apr. 1, 2024 to June 30, 2024	From Apr. 1, 2025 to June 30, 2025
Cash flows from operating activities		
Profit before tax	13,266	19,846
Depreciation and amortization	5,476	8,359
Impairment losses (or reversals)	—	4
Finance income	-142	-762
Finance costs	242	1,014
Share of loss (profit) of investments accounted for using equity method	-452	13
Decrease (increase) in trade and other receivables	17,989	45,894
Decrease (increase) in contract assets	-3,351	-3,382
Decrease (increase) in inventories	141	-6,914
Increase (decrease) in trade and other payables	-2,094	-6,069
Increase (decrease) in contract liabilities	7,934	18,286
Increase (decrease) in employee benefits	-5,052	-7,895
Increase (decrease) in provisions	-290	-5,643
Other	-7,547	-14,657
Subtotal	26,119	48,093
Interest and dividends received	378	595
Interest paid	-174	-720
Income taxes refund (paid)	-9,503	-14,204
Net cash provided by (used in) operating activities	16,820	33,763
Cash flows from investing activities		
Purchase of property, plant and equipment	-3,196	-2,677
Proceeds from sale of property, plant and equipment	1,164	6
Purchase of intangible assets	-1,766	-1,598
Investments in equity accounted investees	—	-72
Purchase of other financial assets	-15,299	-5,336
Proceeds from sales and redemptions of other financial assets	15,111	5,010
Other	-914	-65
Net cash provided by (used in) investing activities	-4,901	-4,733
Cash flows from financing activities		
Payments for repayments of loans and redemption of bonds	-93	-2,740
Proceeds from long-term debt	97	72,952
Repayments of lease liabilities	-2,278	-2,896
Payments from changes in ownership interests in subsidiaries that do not result in loss of control	-568	-71,581
Dividends paid	-9,997	-11,563
Other	-2	-0
Net cash provided by (used in) financing activities	-12,842	-15,829
Effect of exchange rate changes on cash and cash equivalents	638	-529
Net increase (decrease) in cash and cash equivalents	-285	12,670
Cash and cash equivalents at beginning of period	144,360	105,623
Cash and cash equivalents at end of period	144,074	118,294

(5) Notes to Condensed Consolidated Financial Statements

(Segment Information)

1. Summary of reportable segments

The Group's operating segments are the components of the Group for which discrete financial information is available and which are regularly reviewed by the Board of Directors to make decisions about resources to be allocated to the segments and assess their performance. The Company formulates comprehensive domestic and overseas strategies pertaining to its products and services, tailored to the characteristics of client industries and IT service business areas, and develops businesses in accordance with these strategies.

Based on these business activities, the Company has defined the following six reportable segments: Industrial IT Business, Financial IT Business, IT Business Solutions, IT Platform Solutions, IT Management Service, and Others.

The Company determines its reportable segments by aggregating multiple operating segments into a single reportable segment in cases in which the applicable operating segments share similarities with regard to each of the following economic characteristics: (a) the nature of the products and services, (b) the nature of the production processes, (c) the type or class of customer for their products and services, (d) the methods used to distribute their products or provide their services; and if applicable, (e) the nature of the regulatory environment. The business activities of the Company's reportable segments are as follows:

(1) Industrial IT Business

This segment provides various IT solutions, through systems development and maintenance and operation services for core systems, manufacturing management systems, information management systems, supply chain management (SCM) systems, customer relationship management (CRM) systems and other systems. This segment's services leverage the experience and know-how that we have cultivated over many years. The clients of this segment are primarily companies in the manufacturing, communications, energy, distribution, service, and media industries.

Moreover, this reportable segment supplies the automotive industry with a wide range of solutions for automobile electronic control units on a global basis. These solutions include the development of embedded software through a model-based development approach, proprietary SCSK middleware (QINeS-BSW), software assessments, and process improvement measures.

(2) Financial IT Business

This segment engages in systems development, maintenance, and operation services for financial institutions. As professionals that understand financial operations and possess a strong track record of creating sophisticated financial systems, members of this segment's staff support secure and efficient management and help clients implement their financial business strategies. The segment provides these services primarily to financial institutions, such as banks and trust banks as well as insurance, securities, shopping credit and leasing companies.

(3) IT Business Solutions

This segment provides PROACTIVE, an in-house developed ERP (integrated core operations) packaging, as well as production-management systems, and a wide range of IT solutions, including EC service and contact center service. In addition, we provide BPO services that are unique to IT companies, combining manpower support operations with IT.

(4) IT Platform Solutions

This segment draws on solid technical capabilities and know-how to leverage computer-aided design (CAD), computer aided engineering (CAE), and other advanced technologies in the fields of IT infrastructure and manufacturing. In this way, the IT Platform Solutions provides services and products that accurately address the needs of clients and offers flexible support for a wide range of client businesses.

(5) IT Management Service

This segment develops solutions-oriented netXDC data centers, which boast robust facilities and highlevel security, to provide clients with proposal-based outsourcing services that address their management issues pertaining to operating cost reductions, infrastructure integration and optimization, governance enhancement, and business risk mitigation. The segment also supplies cloud infrastructure and offers its onsite SE support management services 24 hours a day, 365 days a year.

(6) Others

This segment performs remote development (nearshore development) and provides other services out of Group companies that leverage the characteristics of its regional bases and the software development, system operation and management, system equipment sales, and consulting services it provides for a wide range of industries and business models.

The Others businesses did not meet the quantitative thresholds for reportable segments both in the fiscal year ended March 31, 2025 and the fiscal year ending March 31, 2026.

2. Reorganization of reportable segments, etc.

From the first quarter of fiscal year ending March 31, 2026, in conjunction with the partial revision of the internal organization, the method for classifying reportable segments has been revised.

COBOL PARK Corporation was established on June 20, 2025, and has been included in the scope of consolidation and classified into the Financial IT Business segment.

Segment information for the three-month period ended June 30, 2024, has been restated to reflect this change in reportable segments.

3. Profits, Losses, and Other Information Pertaining to Reportable Segments

Three-month period ended June 30, 2024 (April 1, 2024 - June 30, 2024)

(Millions of Yen)

	Reportable Segment							Adjustments (Note2)	Amount recorded in consolidated financial statements
	Industrial IT Business	Financial IT Business	IT Business Solutions	IT Platform Solutions	IT Management Service	Others	Total		
Net sales									
Sales to external customers	46,327	15,884	13,104	23,435	17,145	6,830	122,727	-183	122,543
Inter segment sales (Note1)	4,267	104	1,340	2,193	6,821	4,145	18,872	-18,872	—
Total	50,594	15,989	14,445	25,628	23,967	10,975	141,600	-19,056	122,543
Operating profit (loss)	6,473	1,810	-191	2,620	2,247	159	13,120	-206	12,914
							Finance income		142
							Finance costs		-242
							Share of profit (loss) of investments accounted for using equity method		452
							Profit before tax		13,266

- Notes: 1. The transaction amounts included in Inter-segment sales are decided based on price negotiations made with reference to market prices.
2. The sales to external customers of ¥183 million reduction are part of the adjustment amounts for revenue recognition to be in conformity with IFRS. The adjustments to operating profit of ¥206 million reduction corporate expenses that have not been allocated to each reportable segment.

Three-month period ended June 30, 2025 (April 1, 2025 - June 30, 2025)

(Millions of Yen)

	Reportable Segment							Adjustments (Note2)	Amount recorded in consolidated financial statements
	Industrial IT Business	Financial IT Business	IT Business Solutions	IT Platform Solutions	IT Management Service	Others	Total		
Net Sales									
Sales to external customers	51,119	15,956	14,629	69,817	19,268	6,923	177,714	-239	177,474
Inter segment sales (Note1)	1,468	49	1,363	2,520	8,005	3,919	17,327	-17,327	—
Total	52,587	16,005	15,993	72,337	27,273	10,843	195,041	-17,566	177,474
Operating profit	7,110	2,271	526	7,666	3,062	110	20,747	-636	20,111
							Finance income		762
							Finance costs		-1,014
							Share of profit (loss) of investments accounted for using equity method		-13
							Profit before tax		19,846

Notes: 1. The transaction amounts included in Inter-segment sales are decided based on price negotiations made with reference to market prices.

2. The sales to external customers of ¥239 million reduction are part of the adjustment amounts for revenue recognition to be in conformity with IFRS. The adjustments to operating profit of ¥636 million reduction corporate expenses that have not been allocated to each reportable segment.