

Note; This document is a partial translation of "Kessan Tanshin" for the second quarter of the Fiscal Year Ending December 31, 2022 and is provided solely for reference purposes. In the event of any inconsistency between the Japanese version and any English translation of it, the Japanese version will govern.

**Summary of Financial Statements (Consolidated) for
the Second Quarter of the Fiscal Year Ending December 31, 2022
(Japanese GAAP)**

August 12, 2022

Company Name: CAC Holdings Corporation
 Stock Exchange: Tokyo Stock Exchange
 Code Number: 4725
 URL: <https://www.cac-holdings.com/>
 Representative: Ryota Nishimori, President and Chief Executive Officer
 Contacts: Iori Sakai, Chief Manager, Corporate Communication Group, Corporate Planning Dept.
 Tel: +81-3-6667-8010
 Scheduled date to submit the annual securities report (Yukashoken Hokokusho): August 12, 2022
 Scheduled date of dividend payment: September 2, 2022
 Supplementary documents for financial results: Yes (on the website of CAC Holdings)
 Financial results briefing: Yes (for institutional investors and analysts)

(Note that all amounts are rounded down to the nearest million yen, unless otherwise specified)

1. Consolidated Financial Results for the Second Quarter of the Fiscal Year Ending December 31, 2022
(January 1, 2022 through June 30, 2022)

(1) Consolidated Results of Operations (cumulative) (Figures in percentages denote the year-on-year change)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Six months ended June 30, 2022	23,418	(10.2)	1,798	(24.9)	1,613	(30.1)	896	(46.7)
Six months ended June 30, 2021	26,082	8.0	2,394	159.0	2,307	136.4	1,681	214.2

(Note) Comprehensive income Six months ended June 30, 2022 (1,508) million yen (–%)
 Six months ended June 30, 2021 3,426 million yen (–%)

	Net income per share	Net income per share (fully diluted)
	Yen Sen	Yen Sen
Six months ended June 30, 2022	53.06	–
Six months ended June 30, 2021	99.69	–

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of June 30, 2022	43,676	29,453	65.9
As of December 31, 2021	47,261	31,398	65.1

(Reference) Equity As of June 30, 2022 28,778 million yen
 As of December 31, 2021 30,769 million yen

2. Dividends

	Dividend per share				
	End of the 1st quarter	End of the 2nd quarter	End of the 3rd quarter	End of the 4th quarter	Total dividends
	Yen Sen	Yen Sen	Yen Sen	Yen Sen	Yen Sen
Year ended December 31, 2021	-	30.00	-	30.00	60.00
Year ending December 31, 2022	-	30.00			
Year ending December 31, 2022 (Forecast)			-	30.00	60.00

(Note) Revisions to dividends forecast published most recently: None

3. Forecast of Consolidated Financial Results for the Fiscal Year Ending December 31, 2022 (January 1, 2022 through December 31, 2022)

(Figures in percentages denote the year-on-year change)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen Sen
Full-year	45,000	(6.1)	3,000	(18.9)	2,900	(20.9)	2,000	(19.2)	118.05

(Note) Revisions to the forecast of Consolidated Financial Results published most recently: None

※Notes

- (1) Important changes in subsidiaries during the period (changes in specified subsidiaries resulting in a change in the scope of consolidation): Not applicable
- (2) Apply specific accounting to the preparation of quarterly consolidated financial statements: Not applicable
- (3) Changes in accounting principles and changes or restatements of accounting estimates
- (i) Changes in accounting principles due to the amendment of accounting standards, etc.: Applicable
 - (ii) Changes in accounting principles other than (i): Not applicable
 - (iii) Changes in accounting estimates: Not applicable
 - (iv) Restatements of accounting estimates: Not applicable

(4) Number of shares outstanding (common stock)

(i) Total number of shares outstanding (including treasury stock) as of the end of each period:	As of June 30, 2022	20,541,400 shares	As of December 31, 2021	20,541,400 shares
(ii) Total number of treasury stock as of the end of each period:	As of June 30, 2022	3,599,139 shares	As of December 31, 2021	3,656,849 shares
(iii) Average number of issued shares for each period (cumulative period)	As of June 30, 2022	16,896,348 shares	As of June 30, 2021	16,864,714 shares

* This consolidated financial statements is not subject to audit.

* Cautionary note regarding the use of the Forecast of Financial Results and other special notes

The forecasts of financial results and other forward-looking statements contained in this document are calculated based on the information which is available to the Company and assumptions that the Company deems to be reasonable as of the date hereof. Therefore, they do not constitute a guarantee that they will be realized. Please note that the actual results may differ due to various factors. For matters related to the above forecasts, refer to the accompanying materials.

4. Qualitative Information on Financial Results for the First Six Months of the Fiscal Year Ending December 31, 2022

(1) Explanation of operating results

As announced in the "Notice of Change in Reporting Segments" released on February 14, 2022, the CRO segment has been discontinued effective from the first three months of the consolidated fiscal year under review. The Company now has two segments: domestic IT and overseas IT.

As for net sales for the first six months of the consolidated fiscal year under review (January 1, 2022 to June 30, 2022, hereinafter the "first six months under review"), although both the domestic IT and overseas IT businesses remained strong, especially in existing businesses, net sales decreased by 10.2% year on year, to ¥23,418 million, mainly because of the impact of the deconsolidation of a subsidiary engaging in the CRO business. As in net sales, operating income decreased 24.9% year on year, to ¥1,798 million, due to the significant impact of the deconsolidation. Ordinary income was down 30.1% year on year, to ¥1,613 million and profit attributable to owners of parent came to ¥896 million, down 46.7% year on year.

This year, in light of the rapidly changing recent situation, the CAC Group has developed CAC Vision 2030, "Evolving into a corporate group that consistently makes a positive impact on society through technologies and ideas," as its vision for the next 10 years in order to achieve sustainable growth without being swayed by short-term volatility. Under CAC Vision 2030, we envisage that CAC Group solutions incorporating digital technology such as AI and IoT and data will enable people to demonstrate their diverse imagination and creativity and will help solve social issues. Our aim under the vision is to become a highly profitable, high growth corporate Group through the creation and growth of constant digital solutions which have such a positive impact.

In the medium-term management plan (FY2022-FY2025) ahead of the realization of CAC Vision 2030, the Company set the period for securing stable earnings from existing contracted businesses in Japan and overseas and building a framework for continuously creating digital products and services for FY2026 and beyond. In the fiscal year under review, we are focusing mainly on expanding our structure, building a framework for creating new businesses, and acquiring co-creation partners. In addition, with a view toward realizing CAC Vision 2030 and becoming a company that will continue to be successful in the years to come, the Group is in the process of establishing organizational systems and developing concrete measures to facilitate sustainability management while simultaneously reviewing its financial strategy including the streamlining and optimization of group assets.

Results by segment are as follows. The net sales presented in this report represent the net value of goods and services sold to external customers.

Consolidated Net Sales

(Unit: million)

	Six months ended June 30, 2021		Six months ended June 30, 2022		YoY Change	
	Net Sales	%	Net Sales	%	Net Sales	%
Domestic IT	16,377	77.1%	18,015	76.9%	1,637	10.0%
Overseas IT	4,862	22.9%	5,402	23.1%	540	11.1%
TOTAL	21,240	100.0%	23,418	100.0%	2,177	10.3%

Reference

CRO	4,841	-	-	-	(4,841)	-
TOTAL Including CRO	26,082	-	23,418	-	(2,664)	(10.2)%

Consolidated Segment Income

(Unit: million)

	Six months ended June, 2021		Six months ended June 30, 2022		YoY Change	
	Segment Income	%	Segment Income	%	Segment Income	%
Domestic IT	1,324	8.1%	1,406	7.8%	81	6.2%
Overseas IT	257	5.3%	391	7.3%	134	52.3%
TOTAL	1,582	7.4%	1,798	7.7%	216	13.7%

Reference

CRO	812	16.8%	-	-	(812)	-
TOTAL Including CRO	2,394	9.2%	1,798	7.7%	(596)	(24.9)%

<Domestic IT>

Net sales increased 10.0% year on year, to ¥18,015 million, reflecting firm sales of projects mainly for financial institutions and manufacturers. Segment income came to ¥1,406 million (up 6.2%).

<Overseas IT>

Net sales increased 11.1% year on year, to ¥5,402 million, primarily due to a rise in projects for major customers at the subsidiary in Indonesia. Segment income amounted to ¥391 million (up 52.3% year on year) chiefly due to increased sales and a recovery in profits at the Indian subsidiary.

(2) Summary of financial position

(Assets)

Total assets at the end of the first six months of the consolidated fiscal year under review amounted to ¥43,676 million, a decrease of ¥3,584 million from the end of the previous consolidated fiscal year. Main factors for the decrease include a decline of ¥5,631 million in investment securities, which more than offset increases of ¥554 million in notes and accounts receivable - trade and contract assets (notes and accounts receivable - trade at the end of the previous fiscal year), ¥800 million in securities and ¥302 million in goodwill.

(Liabilities)

Total liabilities at the end of the first six months of the consolidated fiscal year under review amounted to ¥14,223 million, a decrease of ¥1,639 million from the end of the previous consolidated fiscal year. Major factors behind this change include an increase of ¥313 million in notes and accounts payable - trade, which was offset by decreases of ¥156 million in income taxes payable, ¥349 million in provision for bonuses, ¥375 million in provision for loss on business of subsidiaries and associates, and ¥1,043 million in deferred tax liabilities.

(Net assets)

Total net assets at the end of the first six months of the consolidated fiscal year under review amounted to ¥29,453 million, a decrease of ¥1,945 million from the end of the previous consolidated fiscal year. Major factors for this change include increases of ¥401 million in retained earnings and ¥596 million in foreign currency translation adjustment, which were offset by a decrease of ¥3,037 million in valuation difference on available-for-sale securities.

(3) Summary of future outlook including consolidated financial results forecast

We believe that our performance through the first six months under review has been generally in line with our forecast of consolidated financial results. Although our mainstay domestic IT business is performing well, there is uncertainty over the possible impact of exchange rate fluctuations and domestic and international changes in customer IT investment trends. Given that, at this point, our full-year earnings forecast for the fiscal year ending December 31, 2022, remains unchanged from that announced on February 14, 2022.

5. Consolidated Financial Statements

(1) Consolidated Balance Sheet

(Rounded down to the nearest million yen)

	December 31, 2021	June 30, 2022
Assets		
Current assets		
Cash and deposits	10,532	10,199
Notes and accounts receivable - trade	8,568	-
Notes and accounts receivable - trade, and contract assets	-	9,122
Securities	1,100	1,900
Merchandise	82	77
Work in process	356	214
Supplies	77	17
Other	1,440	2,220
Allowance for doubtful accounts	(354)	(332)
Total current assets	21,804	23,419
Non-current assets		
Property, plant and equipment	1,313	1,367
Intangible assets		
Goodwill	521	823
Other	1,157	1,212
Total intangible assets	1,679	2,036
Investments and other assets		
Investment securities	20,623	14,991
Deferred tax assets	438	327
Other	1,405	1,538
Allowance for doubtful accounts	(3)	(3)
Total investments and other assets	22,464	16,854
Total non-current assets	25,457	20,257
Total assets	47,261	43,676
Liabilities		
Current liabilities		
Notes and accounts payable - trade	2,701	3,015
Short-term borrowings	678	792
Income taxes payable	495	338
Provision for bonuses	946	597
Provision for loss on business of subsidiaries and associates	-	39
Other	4,057	3,901
Total current liabilities	8,879	8,683
Non-current liabilities		
Long-term borrowings	2,000	2,000
Provision for loss on business of subsidiaries and associates	414	-
Retirement benefit liability	1,898	1,948
Deferred tax liabilities	2,275	1,232
Other	394	360
Total non-current liabilities	6,982	5,540
Total liabilities	15,862	14,223
Net assets		
Shareholders' equity		
Share capital	3,702	3,702
Capital surplus	3,735	3,742
Retained earnings	19,408	19,809
Treasury shares	(4,411)	(4,341)
Total shareholders' equity	22,434	22,912
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	7,760	4,723
Foreign currency translation adjustment	84	680
Remeasurements of defined benefit plans	490	462
Total accumulated other comprehensive income	8,335	5,866
Non-controlling interests	629	674
Total net assets	31,398	29,453
Total liabilities and net assets	47,261	43,676

(2) Consolidated Statements of Income

(Rounded down to the nearest million yen)

	From January 1, 2021 to June 30, 2021	From January 1, 2022 to June 30, 2022
Net sales	26,082	23,418
Cost of sales	19,497	17,660
Gross profit	6,584	5,757
Selling, general and administrative expenses	4,189	3,959
Operating profit	2,394	1,798
Non-operating income		
Interest income	33	19
Dividend income	40	37
Foreign exchange gains	55	133
Share of profit of entities accounted for using equity method	3	15
Gain on adjustment of account payable	20	42
Other	55	33
Total non-operating income	209	281
Non-operating expenses		
Interest expenses	41	38
Commitment fees	3	3
Loss on investments in investment partnerships	184	373
Other	66	51
Total non-operating expenses	296	466
Ordinary profit	2,307	1,613
Extraordinary income		
Gain on sale of investment securities	-	0
Gain on sale of shares of subsidiaries and associates	272	-
Reversal of provision for loss on business of subsidiaries and associates	-	152
Total extraordinary income	272	152
Extraordinary losses		
Loss on sale of investment securities	2	-
Loss on valuation of investment securities	-	82
Other	-	0
Total extraordinary losses	2	83
Profit before income taxes	2,577	1,682
Income taxes - current	666	327
Income taxes - deferred	201	415
Total income taxes	867	742
Profit	1,710	939
Profit attributable to non-controlling interests	29	42
Profit attributable to owners of parent	1,681	896

(3) Consolidated Statements of Comprehensive Income

(Rounded down to the nearest million yen)

	From January 1, 2021 to June 30, 2021	From January 1, 2022 to June 30, 2022
Profit	1,710	939
Other comprehensive income		
Valuation difference on available-for-sale securities	1,468	(3037)
Foreign currency translation adjustment	167	617
Remeasurements of defined benefit plans, net of tax	79	(27)
Total other comprehensive income	1,715	(2447)
Comprehensive income	3,426	(1508)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,386	(1572)
Comprehensive income attributable to non-controlling interests	39	64

(4) Consolidated Statement of Cash Flows

(Rounded down to the nearest million yen)

	From January 1, 2021 to June 30, 2021	From January 1, 2022 to June 30, 2022
Cash flows from operating activities		
Profit before income taxes	2,577	1,682
Depreciation	344	275
Amortization of goodwill	54	130
Loss (gain) on valuation of investment securities	-	82
Loss (gain) on sale of investment securities	2	0
Increase (decrease) in provision for bonuses	(135)	(358)
Increase (decrease) in allowance for doubtful accounts	(42)	(58)
Increase (decrease) in provision for loss on business of subsidiaries and associates	(164)	(375)
Loss (gain) on sale of shares of subsidiaries and associates	(272)	-
Decrease (increase) in trade receivables	698	227
Decrease (increase) in inventories	221	116
Increase (decrease) in trade payables	92	150
Other, net	(182)	(733)
Subtotal	3,193	1,138
Interest and dividends received	84	62
Interest paid	(42)	(23)
Income taxes paid	(857)	(836)
Income taxes refund	78	14
Net cash provided by (used in) operating activities	2,456	354
Cash flows from investing activities		
Net decrease (increase) in time deposits	138	(1,124)
Purchase of property, plant and equipment	(74)	(71)
Purchase of intangible assets	(150)	(103)
Net decrease (increase) in short-term investment securities	-	(800)
Proceeds from sale of investment securities	262	802
Proceeds from distributions from investment partnerships	344	5
Decrease (increase) in guarantee deposits	73	30
Proceeds from sale of shares of subsidiaries resulting in change in scope of consolidation	1,616	-
Payments for sale of shares of subsidiaries resulting in change in scope of consolidation	(394)	-
Other, net	40	13
Net cash provided by (used in) investing activities	1,856	(1,247)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(128)	5
Repayments of lease obligations	(98)	(69)
Dividends paid	(498)	(510)
Dividends paid to non-controlling interests	(4)	(19)
Payments from changes in ownership interests in subsidiaries that do not result in changes in scope of consolidation	(285)	(348)
Net cash provided by (used in) financing activities	(1,016)	(943)
Effect of exchange rate change on cash and cash equivalents	64	253
Net increase (decrease) in cash and cash equivalents	3,361	(1,582)
Cash and cash equivalents at beginning of period	9,705	10,367
Cash and cash equivalents at end of period	13,067	8,784

(5) Notes to the Consolidated Financial Statements

(Notes on Going Concern Assumption)

Not applicable

(Note on significant changes in the amount of shareholders' equity)

Not applicable

(Changes in Accounting Policies)

(Application of Accounting Standard for Revenue Recognition, etc.)

The Company has applied the Accounting Standard for Revenue Recognition (ASBJ Statement No. 29, March 31, 2020; hereinafter the "Revenue Recognition Accounting Standard"), etc. since the beginning of the first three months of the consolidated fiscal year under review and recognizes revenue at the amount of consideration to which the Company is expected to be entitled when control of the goods or services is transferred to the customer.

Regarding made-to-order software, the Company previously applied the percentage-of-completion method (cost-to-cost method for the estimation of progression rate) to contracts in which the reliability of results for progressed portions was recognized, while applying the completed-contract method to other contracts. However, the Company replaced those practices with a new method, which is applied for performance obligations to be fulfilled over a fixed period. With this method, the rate of progress in fulfillment of such performance obligations is reasonably estimated, and revenue is recognized over the fixed period based on the estimated rate of progress. The level of progress in fulfillment of performance obligations is estimated based on the actual cost as a percentage of estimated total cost (input method) where the result of performance obligation can be reasonably measured. Where the result of performance obligation cannot be reasonably measured, revenue is recognized only within the range of actual cost that was generated.

The Revenue Recognition Accounting Standard, etc. is applied according to the provisional measures stipulated in the proviso in Paragraph 84 of the standard. With respect to the application of a new accounting policy, it is applied to the balance of retained earnings at the beginning of the first three months of the consolidated fiscal year under review. This balance of retained earnings is obtained through calculation using the cumulative amount of the impact from retrospective application of the new accounting policy to periods prior to the beginning of the first three months, either by adding it to or deducting it from the retained earnings.

As a result, net sales, cost of sales, operating income, ordinary income and profit before income taxes for the first six months under review decreased by ¥67 million, ¥65 million, ¥1 million, ¥1 million, and ¥1 million, respectively. In addition, retained earnings at beginning of period increased ¥11 million.

Due to the application of Revenue Recognition Accounting Standard, etc., "Notes and accounts receivable - trade" which were included in "Current assets" in the consolidated balance sheets for the previous fiscal year, are included in "Notes, accounts receivable – trade and contract assets" from the first three months of the consolidated fiscal year under review. In accordance with the provisional treatment stipulated in Paragraph 89-2 of the Revenue Recognition Accounting

Standard, no reclassification has been made to the consolidated financial statements for the previous fiscal year based on the new presentation method. In accordance with the transitional treatment prescribed in Paragraph 28-15 of the Accounting Standard for Quarterly Financial Reporting (ASBJ Statement No. 12, March 31, 2020), information on revenues from contracts with customers for the first six months of the previous consolidated fiscal year have not been broken down.

(Application of Accounting Standard for Fair Value Measurement, etc.)

The Company started to apply the Accounting Standard for Fair Value Measurement (ASBJ Statement No. 30, July 4, 2019; hereinafter the "Fair Value Measurement Accounting Standard"), etc. at the beginning of the first three months of the consolidated fiscal year under review. Accordingly, the Company has decided to continue to apply the new accounting policies specified in the Fair Value Measurement Accounting Standard, etc. according to the provisional treatment prescribed in Paragraph 19 of the Fair Value Measurement Accounting Standard and Paragraph 44-2 of the Accounting Standard for Financial Instruments (ASBJ Statement No. 10, July 4, 2019). The application of the accounting standard has no impact on the consolidated quarterly financial statements.

(Additional Information)

(The Practical Solution on the Treatment of Tax Effect Accounting for the Transition from the Consolidated Taxation System to the Group Tax Sharing System)

In relation to the transition to the group tax sharing system, which is newly established under the Act for Partial Revision of the Income Tax Act and Other Acts (Act No. 8 of 2020) and the items regarding which the non-consolidated taxation system was reviewed in line with the transition to the group tax sharing system, the Company and part of its consolidated subsidiaries do not implement the provisions of Paragraph 44 of the Partial Amendments to Accounting Standard for Tax Effect Accounting (ASBJ Statement No. 28, February 16, 2018) but comply with the provisions of the tax regulations prior to the revision with respect to amounts of deferred tax assets and deferred tax liabilities, in accordance with the treatment stipulated in Paragraph 3 of the Practical Solution on the Treatment of Tax Effect Accounting for the Transition from the Consolidated Taxation System to the Group Tax Sharing System (ASBJ PITF No.39, March 31, 2020).

(Segment information)

I The second quarter of the previous consolidated cumulative fiscal year (January 1, 2021 to June 30, 2021)

1. Information on amounts of net sales, profit (loss) by reportable segment (Unit: million yen)

	Reportable segment				Adjustment	Amount on quarterly consolidated statement of income (Note)
	Domestic IT	Overseas IT	CRO	Total		
Net sales						
Net sales to external customers	16,377	4,862	4,841	26,082	-	26,082
Intersegment sales or transfers	88	794	2	884	(884)	-
Total	16,465	5,656	4,844	26,967	(884)	26,082
Segment profit (loss)	1,324	257	812	2,394	-	2,394

(Note) The total amount of segment profit (loss) corresponds to the amount of operating income in the consolidated income statement.

2. Information on assets by reportable segment

(Considerable asset decrease due to a fall in the number of subsidiaries)

Assets in the CRO segment decreased ¥4,250 million from the last day of the previous fiscal year due to the transfer of all shares in CAC Croit Corporation, which comprised the CRO segment, and the company's exclusion from the scope of consolidation in the first six months under review.

II The second quarter of the consolidated cumulative fiscal year (January 1, 2022 to June 30, 2022)

1. Information on amounts of net sales, profit (loss) by reportable segment

(Unit: million yen)

	Reportable segment			Adjustment	Amount on quarterly consolidated statement of income (Note)
	Domestic IT	Overseas IT	Total		
Net sales					
Net sales to external customers	18,015	5,402	23,418	-	23,418
Intersegment sales or transfers	162	914	1,076	(1,076)	-
Total	18,177	6,317	24,494	(1,076)	23,418
Segment profit (loss)	1,406	391	1,798	-	1,798

(Note) The total amount of segment profit (loss) corresponds to the amount of operating income in the consolidated income statement.

2. Matters related to changes in reportable segments

(Reclassification of Reportable Segments)

In the previous consolidated fiscal year, in order to concentrate its management resources on its IT business, the Company transferred all shares of CAC Croit Corporation, which was in charge of "CRO," and excluded it from the scope of consolidation. Accordingly, the "CRO" category has been abolished from the first three months of the consolidated fiscal year under review.

(Application of Accounting Standard for Revenue Recognition, etc.)

As described in “Changes in Accounting Policies,” the Company adopted the Revenue Recognition Accounting Standard, etc. and changed its accounting methods for revenue recognition at the beginning of the first three months of the consolidated fiscal year under review. Reflecting this change, it modified its method for measuring the profits and losses of its business segments. As a result of said change, the sales of the Domestic IT segment for the first six months under review decreased by ¥67 million and segment income decreased by ¥1 million compared with the previous method.

3. Information on impairment loss in non-current assets and goodwill by reportable segment
(Significant Changes in Amount of Goodwill)

In the Overseas IT business, new goodwill was recognized due to the finalized payment of the conditional consideration for the acquisition of shares of Mitrais Pte. Ltd. on October 18, 2019. This event resulted in an increase in goodwill of ¥348 million during the first six months under review.

(Material subsequent events)

Not applicable

6. Supplementary Information

(1) Consolidated Orders Received by Segment

(Rounded down to the nearest million yen)

	Six months ended June 30, 2021		Six months ended June 30, 2022		YoY Change	
	Amount	Vs total(%)	Amount	Vs total(%)	Amount	%
Domestic IT	18,843	55.3	21,121	74.3	2,278	12.1
Overseas IT	5,977	17.6	7,324	25.7	1,347	22.5
CRO	9,211	27.1	-	-	(9,211)	-
Total	34,032	100.0	28,446	100.0	(5,585)	(16.4)

(note) The above amounts display orders received from external customers. CRO segment is abolished from the fiscal year ending December 2022, and segment is changed into two, domestic IT and overseas IT.

(2) Consolidated Order Backlog by Segment

(Rounded down to the nearest million yen)

	Six months ended June 30, 2021		Six months ended June 30, 2022		YoY Change	
	Amount	Vs total(%)	Amount	Vs total(%)	Amount	%
Domestic IT	9,931	70.7	11,407	68.1	1,476	14.9
Overseas IT	4,109	29.3	5,352	31.9	1,242	30.2
Total	14,041	100.0	16,759	100.0	2,718	19.4

(note) The above amounts display order backlog for external customers. CRO segment is abolished from the fiscal year ending December 2022, and segment is changed into two, domestic IT and overseas IT.

(3) Consolidated Net Sales by Industry

(Rounded down to the nearest million yen)

	Six months ended March 31, 2021		Six months ended March 31, 2022		YoY Change	
	Amount	Vs total(%)	Amount	Vs total(%)	Amount	%
Financial services	6,624	25.4	7,398	31.6	774	111.7
Pharmaceuticals	7,095	27.2	4,002	17.1	(3,092)	(43.6)
Manufacturing	3,426	13.1	3,759	16.1	333	9.7
Information & Communications	3,202	12.3	3,556	15.2	353	11.0
Services and others	5,734	22.0	4,700	20.0	(1,033)	(18.0)
Total	26,082	100.0	23,418	100.0	(2,664)	(10.2)

(note) The above amounts display net sales to external customers.

END