

Translation

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Summary of Consolidated Financial Results for the Six Months Ended June 30, 2025 (Based on Japanese GAAP)

Aug 14, 2025

Company name: Cyber Security Cloud, Inc.
 Stock exchange listing: Tokyo
 Stock code: 4493 URL <https://www.cscloud.co.jp/>
 Representative: Representative Director, President and CEO Toshihiro Koike
 Inquiries: Director, CFO Masafumi Kurata TEL 03(6416)9996
 Scheduled date to file Quarterly Securities Report: Aug 14, 2025
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: Yes
 Holding of quarterly financial results meeting: Yes

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the six months ended June 30, 2025 (from January 1, 2025 to June 30, 2025)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended June 30, 2025	2,418	31.2	476	-2.6	428	-22.0	311	-16.5
Six months ended June 30, 2024	1,843	26.6	489	60.8	549	70.6	372	69.3

	Earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended June 30, 2025	31.65	31.42
Six months ended June 30, 2024	40.33	39.52

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2025	5,173	3,894	75.1
As of December 31, 2024	3,016	1,706	55.3

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended December 31, 2024	–	0.00	–	3.00	3.00
Year ending December 31, 2025	–				
Year ending December 31, 2025 (Forecast)			–	5.00	5.00

3. Forecast of consolidated financial results for the year ending December 31, 2025 (from January 1, 2025 to December 31, 2025)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	5,000	29.6	1,000	29.3	1,000	20.1	693	20.6	75.42

4. Notes

(1) Changes in significant subsidiaries during the six months ended June 30, 2025

(changes in specified subsidiaries resulting in the change in scope of consolidation): Yes
DataSign Inc.

(2) Application of special accounting methods for preparing quarterly consolidated financial statements: Yes

(3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements

Changes in accounting policies due to revisions to accounting standards and other regulations: Yes

Changes in accounting policies due to other reasons: No

Changes in accounting estimates: No

Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

Total number of issued shares at the end of the period (including treasury shares)

As of June 30, 2025	10,390,644 shares	As of December 31, 2024	9,450,644 shares
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Number of treasury shares at the end of the period

As of June 30, 2025	149,857 shares	As of December 31, 2024	251,857 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Six months ended June 30, 2025	9,835,815 shares	Six months ended June 30, 2024	9,246,798 shares
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Consolidated financial statements
Consolidated balance sheets

	(Thousands of yen)	
	As of December 31, 2024	As of June 30, 2025
Assets		
Current assets		
Cash and deposits	1,667,410	3,385,794
Accounts receivable - trade	409,000	483,635
Other	135,835	171,127
Allowance for doubtful accounts	—	(2,681)
Total current assets	2,212,246	4,037,874
Non-current assets		
Tangible assets	74,577	64,125
Intangible assets		
Software	134,387	116,936
Goodwill	222,080	472,867
Other	41,433	102,931
Total intangible assets	397,902	692,735
Investments and other assets	331,721	378,449
Total non-current assets	804,200	1,135,310
Total assets	3,016,447	5,173,185
Liabilities		
Current liabilities		
Accounts payable - trade	99,147	103,358
Current portion of long-term borrowings	106,915	106,956
Income taxes payable	183,581	170,173
Contract liabilities	225,010	296,803
Other	405,349	331,409
Total current liabilities	1,020,003	1,008,700
Non-current liabilities		
Long-term borrowings	276,494	242,616
Other	13,578	27,639
Total non-current liabilities	290,072	270,255
Total liabilities	1,310,076	1,278,956
Net assets		
Shareholders' equity		
Share capital	100,000	1,023,080
Capital surplus	741,157	1,485,647
Retained earnings	1,490,536	1,774,240
Treasury shares	(668,331)	(397,671)
Total shareholders' equity	1,663,362	3,885,295
Accumulated other comprehensive income		
Foreign currency translation adjustment	5,257	1,890
Total accumulated other comprehensive income	5,257	1,890
Share acquisition rights	37,751	7,042
Total net assets	1,706,370	3,894,228
Total liabilities and net assets	3,016,447	5,173,185

Consolidated statements of income and consolidated statements of comprehensive income
Consolidated statements of income

	(Thousands of yen)	
	Six months ended June 30, 2024	Six months ended June 30, 2025
Net sales	1,843,475	2,418,823
Cost of sales	557,945	862,156
Gross profit	1,285,530	1,556,666
Selling, general and administrative expenses	795,964	1,079,940
Operating profit	489,566	476,726
Non-operating income		
Interest income	2,907	1,078
Foreign exchange gains	58,379	—
Subsidy income	—	996
Cashback	1,619	1,055
Others	59	71
Total non-operating income	62,964	3,202
Non-operating expenses		
Interest expenses	1,578	2,218
Commission expenses	1,599	—
Foreign exchange losses	—	38,471
Share issuance costs	—	10,607
Others	14	3
Total non-operating expenses	3,193	51,300
Ordinary profit	549,337	428,627
Extraordinary profits		
Gain on reversal of share acquisition rights	—	39,164
Total extraordinary income	—	39,164
Profit before income taxes	549,337	467,792
Total income taxes	176,399	156,491
Profit	372,938	311,300
Profit attributable to owners of parent	372,938	311,300

Consolidated statements of comprehensive income

	(Thousands of yen)	
	Six months ended June 30, 2024	Six months ended June 30, 2025
Profit	372,938	311,300
Other comprehensive income		
Foreign currency translation adjustment	2,689	(3,366)
Total other comprehensive income	2,689	(3,366)
Comprehensive income	375,627	307,933
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	375,627	307,933
Comprehensive income attributable to non-controlling interests	-	-

Consolidated statements of cash flows

	(Thousands of yen)	
	Six months ended June 30, 2024	Six months ended June 30, 2025
Cash flows from operating activities		
Profit before income taxes	549,337	467,792
Depreciation	17,921	32,726
Amortization of goodwill	12,662	27,120
Increase (decrease) in allowance for doubtful accounts	599	2,929
Foreign exchange losses (gains)	(58,455)	39,364
Interest income	(2,907)	(1,078)
Interest expenses	1,578	2,218
Gain on reversal of share acquisition rights	—	(39,164)
Share-based payment expenses	29,743	38,997
Decrease (increase) in trade receivables	(5,151)	(21,539)
Increase (decrease) in contract liabilities	69,514	68,932
Increase (decrease) in accounts payable - other	—	(80,319)
Decrease (increase) in other assets	(7,405)	(28,368)
Increase (decrease) in other liabilities	(148,663)	23,902
Subtotal	458,773	533,513
Interest received	2,907	1,078
Interest paid	(1,840)	(2,215)
Income taxes paid	(105,928)	(189,845)
Net cash provided by (used in) operating activities	353,911	342,531
Cash flows from investing activities		
Purchase of property, plant and equipment	(3,074)	—
Purchase of intangible assets	(57,901)	—
Expenditure from acquisition of investment and other assets	(25,000)	—
Purchase of shares of subsidiaries and associates	(34,526)	—
Long-term loan advances	—	(19,600)
Purchase of shares of subsidiaries resulting in change in scope of consolidation	—	(334,468)
Net cash provided by (used in) investing activities	(120,503)	(354,068)
Cash flows from financing activities		
Proceeds from long-term borrowings	350,000	—
Repayments of long-term borrowings	(70,936)	(60,437)
Proceeds from disposal of treasury shares	5,050	—
Purchase of treasury shares	(799,900)	—
Proceeds from issuance of shares	—	1,846,160
Proceeds from disposal of treasury shares through exercise of stock acquisition rights	—	3,304
Proceeds from issuance of share acquisition rights	—	24,950
Dividends paid	—	(27,426)
Other payments	—	(5,153)
Net cash provided by (used in) financing activities	(515,786)	1,781,397
Effect of exchange rate change on cash and cash equivalents	67,813	(51,476)
Net increase (decrease) in cash and cash equivalents	(214,564)	1,718,383
Cash and cash equivalents at beginning of period	1,754,945	1,667,410
Cash and cash equivalents at end of period	1,540,381	3,385,794