

**Translation**

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## Summary of Consolidated Financial Results for FY2024 (Based on Japanese GAAP)

February 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 of annual general meeting of shareholders: March 26, 2025  
 Scheduled date to file annual securities Report: March 26, 2025  
 Scheduled date to commence dividend payments: March 27, 2025  
 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 fiscal year ended December 31, 2024 (from January 1, 2024 to December 31, 2024)

#### (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	%
Fiscal year ended December 31, 2024	3,857	26.0	773	40.7	832	48.8	575	34.6
Fiscal year ended December 31, 2023	3,060	–	549	–	559	–	427	–

	Earnings per share	Diluted earnings per share	Return on Equity	Ordinary profit/total assets	Operating profit/net sales
	Yen	Yen	%	%	%
Fiscal year ended December 31, 2024	62.36	61.34	34.5	27.6	20.1
Fiscal year ended December 31, 2023	45.28	44.57	23.8	20.1	18.0

#### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net asset per share
	Millions of yen	Millions of yen	%	Yen
As of December 31, 2024	3,016	1,706	55.3	181.40
As of December 31, 2023	2,781	1,822	64.6	190.13

#### (3) Consolidated cash flow

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Fiscal year ended December 31, 2024	633	(175)	(595)	1,667
Fiscal year ended December 31, 2023	578	(106)	(93)	1,754

### 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, 2023	–	0.00	–	0.00	0.00
Year ended December 31, 2024	–	0.00	–	3.00	3.00
Year ending December 31, 2025 (Forecast)	–	0.00	–	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 year ended December 31, 2024

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

Generative Technology Inc.

(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: No

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 December 31, 2024	9,450,644 shares	As of December 31, 2023	9,450,644 shares
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Number of treasury shares at the end of the period

As of December 31, 2024	251,857 shares	As of December 31, 2023	24 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Fiscal year ended December 31, 2024	9,222,237 shares	Fiscal year ended December 31, 2023	9,434,588 shares
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(Reference) Overview of non-consolidated financial results

1. Non-consolidated financial results for the fiscal year ended December 31, 2024 (from January 1, 2024 to December 31, 2024)

(1) Non-consolidated operating results

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	%
Fiscal year ended December 31, 2024	3,786	27.0	743	31.5	803	39.8	552	25.4
Fiscal year ended December 31, 2023	2,980	31.0	565	46.4	575	45.4	440	43.9

	Basic earnings per share	Diluted earnings per share
	Millions of yen	Millions of yen
Fiscal year ended December 31, 2024	59.96	58.98
Fiscal year ended December 31, 2023	46.73	45.99

(2) Non-consolidated financial position

	Total assets	Net assets	Equity ratio	Net asset per share
	Millions of yen	Millions of yen	%	Yen
As of December 31, 2024	3,002	1,678	54.6	178.33
As of December 31, 2023	2,768	1,818	64.8	189.74

**Consolidated financial statements**  
**Consolidated balance sheets**

(Thousands of yen)

	As of December 31, 2023	As of December 31, 2024
Assets		
Current assets		
Cash and deposits	1,754,945	1,667,410
Accounts receivable - trade	279,530	409,000
Other	114,181	135,835
Allowance for doubtful accounts	(2,059)	-
Total current assets	<u>2,146,597</u>	<u>2,212,246</u>
Non-current assets		
Property, plant and equipment		
Buildings	50,637	52,948
Accumulated depreciation-buildings	(5,137)	(8,369)
Buildings, net	<u>45,499</u>	<u>44,578</u>
Tools, furniture and fixtures	11,777	11,777
Accumulated depreciation-tools, furniture and fixtures	(5,491)	(7,005)
Tools, furniture and fixtures, net	<u>6,285</u>	<u>4,771</u>
Other	-	25,227
Total property, plant and equipment	<u>51,785</u>	<u>74,577</u>
Intangible assets		
Software	123,202	134,387
Goodwill	177,276	222,080
Other	49,719	41,433
Total intangible assets	<u>350,199</u>	<u>397,902</u>
Investments and other assets		
Leasehold deposits	100,586	98,679
Deferred tax assets	64,621	93,735
Other	67,290	139,305
Investments and other assets	<u>232,497</u>	<u>331,721</u>
Total non-current assets	<u>634,481</u>	<u>804,200</u>
Total assets	<u>2,781,079</u>	<u>3,016,447</u>

(Thousands of yen)

	As of December 31, 2023	As of December 31, 2024
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	49,437	99,147
Current portion of long-term borrowings	92,459	106,915
Accounts payable - other	187,829	150,283
Accrued expenses	141,630	154,500
Income taxes payable	117,880	183,581
Contract liabilities	197,505	225,010
Other	80,067	100,565
Total current liabilities	866,808	1,020,003
Non-current liabilities		
Long-term borrowings	91,739	276,494
Other	-	13,578
Total non-current liabilities	91,739	290,072
Total liabilities	958,547	1,310,076
<b>Net assets</b>		
Shareholders' equity		
Share capital	443,778	100,000
Capital surplus	434,778	741,157
Retained earnings	915,436	1,490,536
Treasury shares	(55)	(668,331)
Total shareholders' equity	1,793,936	1,663,362
Accumulated other comprehensive income		
Foreign currency translation adjustment	2,878	5,257
Total accumulated other comprehensive income	2,878	5,257
Share acquisition rights	25,716	37,751
Total net assets	1,822,531	1,706,370
Total liabilities and net assets	2,781,079	3,016,447

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

	(Thousands of yen)	
	Fiscal year ended December 31, 2023	Fiscal year ended December 31, 2024
Net sales	3,060,751	3,857,729
Cost of sales	924,992	1,337,156
Gross profit	2,135,759	2,520,573
Selling, general and administrative expenses	1,585,863	1,746,970
Operating profit	549,895	773,602
Non-operating income		
Interest income	2,324	4,284
Foreign exchange gains	8,139	57,975
Other	1,047	2,683
Total non-operating income	11,511	64,944
Non-operating expenses		
Interest expenses	1,309	3,660
Commission expenses	0	1,599
Other	193	427
Total non-operating expenses	1,504	5,688
Ordinary profit	559,903	832,858
Extraordinary losses		
Loss on sale and retirement of non-current assets	522	1,504
Total extraordinary losses	522	1,504
Profit before income taxes	559,381	831,354
Income taxes - current	174,803	285,368
Income taxes - deferred	(42,630)	(29,114)
Total income taxes	132,173	256,253
Profit	427,207	575,100
Profit attributable to owners of parent	427,207	575,100

**Consolidated statements of comprehensive income**

	(Thousands of yen)	
	Fiscal year ended December 31, 2023	Fiscal year ended December 31, 2024
Profit	427,207	575,100
Other comprehensive income		
Foreign currency translation adjustment	977	2,378
Total other comprehensive income	977	2,378
Comprehensive income	428,185	577,479
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	428,185	577,479
Comprehensive income attributable to non-controlling interests	-	-

## Consolidated statements of cash flows

(Thousands of yen)

	Fiscal year ended December 31, 2023	Fiscal year ended December 31, 2024
Cash flows from operating activities		
Profit before income taxes	559,381	831,354
Depreciation	22,663	43,672
Amortization of goodwill	25,325	27,922
Increase (decrease) in contract liabilities	522	1,504
Increase (decrease) in allowance for doubtful accounts	861	(2,326)
Foreign exchange losses (gains)	(9,267)	(42,751)
Interest income	(2,324)	(4,284)
Interest expenses	1,309	3,660
Share-based payment expenses	47,599	66,810
Decrease (increase) in trade receivables	(73,094)	(119,347)
Decrease (increase) in inventories	(5,993)	5,993
Increase (decrease) in contract liabilities	24,430	27,504
Increase (decrease) in accounts payable - other	126,513	(37,890)
Decrease (increase) in other assets	(12,112)	(4,192)
Increase (decrease) in other liabilities	36,393	42,995
Subtotal	742,208	840,625
Interest received	2,324	4,284
Interest paid	(1,267)	(3,916)
Income taxes paid	(164,804)	(207,478)
Net cash provided by (used in) operating activities	578,460	633,515
Cash flows from investing activities		
Purchase of property, plant and equipment	(262)	(4,018)
Purchase of intangible assets	(105,887)	(39,650)
Decrease (increase) in investments and other assets	-	(25,000)
Purchase of shares of subsidiaries and associates	-	(34,526)
Payments for acquisition of businesses	-	(72,727)
Net cash provided by (used in) investing activities	(106,150)	(175,923)
Cash flows from financing activities		
Proceeds from long-term borrowings	-	350,000
Repayments of long-term borrowings	(95,208)	(150,789)
Purchase of treasury shares	(55)	(799,915)
Proceeds from issuance of share acquisition rights	253	-
Proceeds from issuance of shares resulting from exercise of share acquisition rights	1,750	-
Proceeds from disposal of treasury shares resulting from exercise of share acquisition rights	-	6,350
Other payments	-	(913)
Net cash provided by (used in) financing activities	(93,260)	(595,267)
Effect of exchange rate change on cash and cash equivalents	11,390	50,140
Net increase (decrease) in cash and cash equivalents	390,440	(87,534)
Cash and cash equivalents at beginning of period	1,330,154	1,754,945
Increase in cash and cash equivalents resulting from inclusion of subsidiaries in consolidation	34,350	-
Cash and cash equivalents at end of period	1,754,945	1,667,410