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4-1-28 Toranomon, Minato-ku, Tokyo
Japan Communications Inc.
Naohisa Fukuda
Representative Director-President
(Code No.: 9424)
For enquiries: Mitsuru Kodaira
Executive Officer and CFO
Tel: +81-3-5776-1700

Announcement of differences in Non-consolidated Financial Results and Consolidated Financial Results from those for the Previous Fiscal Year

Japan Communications Inc. (JCI) hereby announces that differences have been occurred between non-consolidated financial results and consolidated financial results for FY2023 (from April 1, 2023 to March 31, 2024) and those for the previous fiscal year.

1. Difference from non-consolidated results for the previous fiscal year
 - (1) Difference between non-consolidated financial results for FY2023 (from April 1, 2023 to March 31, 2024) and the results for the previous fiscal year

	Net revenue	Operating profit	Ordinary profit	Profit	Basic earnings per share
Previous results (A)	Millions of yen 5,811	Millions of yen 837	Millions of yen 835	Millions of yen 717	yen 4.35
Current results (B)	7,247	1,294	1,257	1,398	8.47
Difference Amount (B-A)	1,435	456	422	681	
Difference Ratio (%)	24.7%	54.6%	50.6%	95.0%	

- (2) Reason for difference

In non-consolidated financial results for FY2023, our revenue and profit both increased because the flat-rate or semi-flat-rate voice services in “Nihon Tsushin SIM” which was released in July 2020 has been grown steadily.

As JCI has improved the products of “Nihon Tsushin SIM” to strengthen its product competitiveness, revenue from “Nihon Tsushin SIM” has been growing steadily for both individual and corporate customers, and the number of MNP port-ins from major mobile phone carriers or major MVNOs has also been increased. In addition, the number of customers for voice services under partner brands has also been increasing steadily and as a result, the mobile telecommunications business has continued to see growth both in the MVNO Business and the Enabler Business.

In addition, the Profit increased because JCI recorded extraordinary income of 363 million yen in conjunction with the finalization of the judgment in a lawsuit between JCI and Quanta Computer Inc. in the three months ended June 30, 2023.

2. Difference from consolidated results for the previous fiscal year

(1) Difference between consolidated financial results for FY2023 (from April 1, 2023 to March 31, 2024) and the results for the previous fiscal year

	Net revenue	Operating profit	Ordinary profit	Profit attributable to owners of parent	Basic earnings per share
Previous results (A)	Millions of yen 6,074	Millions of yen 740	Millions of yen 780	Millions of yen 690	yen 4.19
Current results (B)	7,400	1,139	1,183	1,365	8.27
Difference Amount (B-A)	1,326	398	403	674	
Difference Ratio (%)	21.8%	53.7%	51.6%	97.7%	

(2) Reason for difference

The reason for difference between consolidated financial results and the results for the previous fiscal year is attributed to the reason for difference between non-consolidated financial results and the results for the previous fiscal year.

About Japan Communications Inc. (JCI)

Japan Communications Inc. is the mobile solution innovator that has created the MVNO industry with its vision since its establishment in 1996. In today's world, where digitalization is advancing and everything is connected through networks, our patented technology, the Personal Wireless Leased Line, has obtained PCI DSS certification, an international security standard, for all its main systems. This technology is adopted in fields that require high levels of security, such as banks, and credit card companies. Furthermore, JCI is building a common platform for secure and reliable digital IDs that provide the highest level of security without compromising convenience. This enables the provision of safe and convenient services for the entire society, including financial transactions using smartphones. We continue to embrace our challenger spirit, aiming to provide a safe mobile environment as a social infrastructure.