November 9, 2015

Summary of Consolidated Financial Results
for the Second Quarter of Fiscal Year Ending March 31, 2016
(Six Months Ended September 30, 2015)

[Japanese GAAP]

Company name: Japan System Techniques Co., Ltd. Listing: Tokyo Stock Exchange, Second Section
Stock code: 4323 URL: http://www.jast.jp
Representative: Takeaki Hirabayashi, President and CEO
Contact: Noriaki Okado, Director and CFO Tel: +81-6-4560-1000
Scheduled date of filing of Quarterly Report: November 10, 2015
Scheduled date of payment of dividend: -
Preparation of supplementary materials for quarterly financial results: Yes
Holding of quarterly financial results meeting: Yes (for analysts)

Note: The original disclosure in Japanese was released on November 9, 2015 at 16:00 (GMT +9).

(All amounts are rounded down to the nearest million yen)

1. Consolidated Financial Results for the Second Quarter Ended September 30, 2015 (April 1, 2015 – September 30, 2015)

(1) Consolidated results of operations (Percentages represent year-on-year changes)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Six months ended Sep. 30, 2015	5,558	2.5	34	(55.7)	53	(52.9)	42	(30.1)
Six months ended Sep. 30, 2014	5,424	8.3	78	-	114	440.6	60	-

Note: Comprehensive income (million yen) Six months ended Sep. 30, 2015: 5 (down 88.0%)
Six months ended Sep. 30, 2014: 44 (up 180.2%)

	Net income per share	Diluted net income per share
	Yen	Yen
Six months ended Sep. 30, 2015	8.05	-
Six months ended Sep. 30, 2014	11.51	-

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of Sep. 30, 2015	9,159	5,262	56.9	992.21
As of Mar. 31, 2015	8,717	5,433	61.4	1,020.03

Reference: Shareholders' equity (million yen) As of Sep. 30, 2015: 5,207 As of Mar. 31, 2015: 5,353

2. Dividends

	Dividend per share				
	1Q-end	2Q-end	3Q-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended Mar. 31, 2015	-	0.00	-	25.00	25.00
Fiscal year ending Mar. 31, 2016	-	0.00			
Fiscal year ending Mar. 31, 2016 (forecasts)			-	25.00	25.00

Note: Revisions to the most recently announced dividend forecast: None

3. Consolidated Earnings Forecasts for the Fiscal Year Ending March 31, 2016 (April 1, 2015 – March 31, 2016)

(Percentages represent year-on-year changes)

	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
Full year	12,200	6.0	560	54.0	620	42.2	292	27.7	55.64

Note: Revisions to the most recently announced consolidated earnings forecasts: None

*** Notes**

(1) Changes in consolidated subsidiaries during the period (changes in scope of consolidation): None

Newly added: - Excluded: -

(2) Application of special accounting methods for presenting quarterly consolidated financial statements: None

(3) Changes in accounting policies and accounting-based estimates, and restatements

1) Changes in accounting policies due to revisions in accounting standards, others:	Yes
2) Changes in accounting policies other than 1) above:	None
3) Changes in accounting-based estimates:	None
4) Restatements:	None

(4) Number of outstanding shares (common shares)

1) Number of shares outstanding at the end of the period (including treasury shares)

As of Sep. 30, 2015:	5,612,230 shares	As of Mar. 31, 2015:	5,612,230 shares

2) Number of treasury shares at the end of the period

As of Sep. 30, 2015:	364,210 shares	As of Mar. 31, 2015:	364,210 shares

3) Average number of shares outstanding during the period

Six months ended Sep. 30, 2015:	5,248,020 shares	Six months ended Sep. 30, 2014:	5,247,488 shares

Note 1: Information regarding the implementation of quarterly review procedures

The current quarterly summary report is exempted from quarterly review procedures based on the Financial Instruments and Exchange Act. At the time of disclosure, the review procedures for the quarterly financial statements have been completed.

Note 2: Cautionary statement with respect to forward-looking statements

Forecasts of future performance in these materials are based on assumption judged to be valid and information available to the Company's management at the time the materials were prepared, but are not promises by the Company regarding future performance. Actual results may differ materially from the forecasts. Please refer to "1. Qualitative Information on Quarterly Consolidated Financial Performance, (3) Explanation of Consolidated Forecasts and Other Forward-looking Statements" on page 3 for forecast assumptions and notes of caution for usage.

Contents of Attachments

1. Qualitative Information on Quarterly Consolidated Financial Performance

(1) Explanation of Results of Operations

In the first half of the current fiscal year, consolidated results of the Japan System Techniques Group (Japan System Techniques Co., Ltd. and its consolidated subsidiaries, hereafter “the Group”) were as follows: net sales of 5,558 million yen (up 2.5% from the same period of the previous fiscal year), operating income of 34 million yen (down 55.7% from the same period of the previous fiscal year), ordinary income of 53 million yen (down 52.9% from the same period of the previous fiscal year), and profit attributable to owners of parent of 42 million yen (down 30.1% from the same period of the previous fiscal year). While net sales were up and profits were down from the same period of the previous fiscal year, for which the Group recorded the highest profit ever, the results surpassed the initial plan. Results by segment were as follows.

In the software business (individualized contracted software development), both net sales and profits decreased due to a decrease in orders from the public sector, manufacturing industry, finance/insurance/brokerage industry, and educational institutions, which could not fully be offset by an increase in orders from the telecommunications and service/retail industries. As a result, net sales in this business totaled 3,856 million yen (down 0.5% from the same period of the previous fiscal year), and there was an operating loss of 20 million yen (vs. operating income of 143 million yen in the same period of the previous fiscal year).

In the package business (development, sale and related services of operational reform packages for schools), both net sales and profits increased due to an increase in sales of program products (PP) to universities as well as implementation support and operation services, which could more than cover a decrease in sales of IT equipment and from end user computing (EUC: contracted development of package-related systems). As a result, net sales in this business totaled 1,036 million yen (up 5.9% from the same period of the previous fiscal year) and operating income totaled 122 million yen (up 140.9% from the same period of the previous fiscal year).

In the system sales business (IT equipment sales and IT/telecom infrastructure construction), orders from system integration (SI) projects for public sectors increased while equipment sales to universities declined. As a result, sales totaled 433 million yen (up 4.4% from the same period of the previous fiscal year), but there was an operating loss of 23 million yen (vs. operating loss of 39 million yen in the same period of the previous fiscal year).

Lastly, in the medical big data business (inspection, analysis and related services of medical information), net sales totaled 232 million yen (up 49.5% from the same period of the previous fiscal year), and operating loss totaled 42 million yen (vs. operating loss of 76 million yen in the same period of the previous fiscal year). This was due to the expansion of services for data analysis and notification of the cost of medical care, cloud services for checking service providers, and support services for data health plans and other services in addition to automated inspection services for health insurance claims.

Features of the Group’s quarterly results

A feature of the Group’s software, package and systems sales businesses is that the delivery inspection period of most customers concentrates in March, the last month of the fiscal year for most companies, and then in September, the last month of the second quarter. This means that the Group’s earnings in the first and third quarters tend to be much smaller than in the second and fourth quarters.

(2) Explanation of Financial Position

1) Balance sheet position

The balance of current assets at the end of the second quarter of the current fiscal year was 6,671 million yen, up 470 million yen from the end of the previous fiscal year. This was mainly due to an increase in cash and deposits caused by short-term loans payable and an increase in advances received. The balance of non-current assets was 2,487 million yen at the end of the second quarter, down 29 million yen from the end of the previous fiscal year.

The balance of current liabilities at the end of the second quarter was 2,609 million yen, up 583 million yen from the end of the previous fiscal year. This was mainly due to short-term loans payable and an increase in advances received. The balance of non-current liabilities was 1,287 million yen at the end of the second quarter, up 29 million yen from the end of the previous fiscal year. This was mainly due to an increase in net defined benefit liability.

The balance of net assets was 5,262 million yen at the end of the second quarter, down 170 million yen from the end of the previous fiscal year. The main factor was the payment of dividends.

2) Cash flows

Cash and cash equivalents increased 930 million yen from 1,559 million yen at the beginning of the current fiscal year to 2,490 million yen at the end of the second quarter (vs. 1,755 million yen at the end of the same period of the previous fiscal year).

Cash flows by category were as follows.

Cash flows provided by operating activities totaled 660 million yen, an increase of 1,278 million yen from 618 million yen used in the same period of the previous fiscal year. This was mainly due to an increase in proceeds from collection of notes and accounts receivable-trade and an increase in advances received.

Cash flows used in investing activities totaled 31 million yen, a decrease of 41 million yen from 72 million yen used in the same period of the previous fiscal year. This was mainly due to a decrease in payments for guarantee deposits.

Cash flows provided by financing activities totaled 300 million yen, a decrease of 4 million yen from 304 million yen provided in the same period of the previous fiscal year.

(3) Explanation of Consolidated Forecasts and Other Forward-looking Statements

In the first half of the current fiscal year, the recovery of the Japanese economy continued at a moderate pace. The recovery is backed by the benefits of government economic initiatives along with higher corporate earnings and improvements in the number of jobs and personal income. However, economic growth is slowing in China and other major emerging countries and there is a possibility of a downturn in overseas economies. As such, there is still a risk of economic stagnation or a decline.

In the IT industry in Japan, according to the latest statistics in the “Survey of Selected Service Industries” by the Ministry of Economy, Trade and Industry (the final August figures), monthly net sales have been consistently higher than one year earlier since August 2013, indicating that the IT industry as a whole is on a moderate growth path.

Against this backdrop, the Group will be guided by the new fiscal year’s slogan of “go beyond the border.” Each and every employee will leverage the strengths that JAST has cultivated to date, making a strong commitment in new areas (internally: achieve unprecedented levels of quality, acquire skills, boost productivity, etc.; externally: achieve unprecedented business success, attain high prices, earn a positive reputation, develop business in new regions, etc.). As a result, we aim to boost orders volume and enhance profitability in the contracted development business, as well as to achieve sustained growth by further expanding JAST-driven business centering on proprietary brand products.

Based on the above, we maintain the May 14, 2015 forecasts for the fiscal year ending March 31, 2016, in which we expect increases in sales and profits: net sales of 12,200 million yen (up 6.0% from the previous fiscal year), operating income of 560 million yen (up 54.0% from the previous fiscal year), ordinary income of 620 million yen (up 42.2% from the previous fiscal year), and profit attributable to owners of parent of 292 million yen (up 27.7% from the previous fiscal year).

2. Matters Related to Summary Information (Notes)

(1) Changes in Consolidated Subsidiaries during the Period

Not applicable.

While it is not subject to the disclosure requirement regarding changes in specified subsidiaries, the Company newly included Shanghai Jiafeng Information Technology Co., Ltd. in the scope of consolidation during the period under review, in which the Company completed the payment for the investments in capital and a series of proceedings to be registered as a foreign invested enterprise in China.

(2) Application of Special Accounting Methods for Presenting Quarterly Consolidated Financial Statements

Not applicable.

(3) Changes in Accounting Policies and Accounting-based Estimates, and Restatements

Changes in Accounting Policies

Application of the Accounting Standard for Business Combinations, etc.

The Company has applied the “Accounting Standard for Business Combinations” (Accounting Standards Board of Japan (ASBJ) Statement No. 21, September 13, 2013), “Accounting Standard for Consolidated Financial Statements” (ASBJ Statement No. 22, September 13, 2013), “Accounting Standard for Business Divestitures” (ASBJ Statement No. 7, September 13, 2013), etc. from the first quarter of the current fiscal year. Accordingly, difference arising from changes in the Company’s ownership interests in subsidiaries in cases where control is retained is recognized in capital surplus, and acquisition-related costs in connection with business combinations are recognized as expenses in the fiscal year in which they arise. Regarding business combinations that take place on or after the beginning of the first quarter of the current fiscal year, the Company has revised the method to reflect reviewed allocation of the acquisition costs arising from determination of the provisional accounting treatment on the quarterly consolidated financial statements to which the date of the business combination belongs. In addition, the presentation of net income and other items has been revised, and the minority interests item has been renamed non-controlling interests. For consistency with these changes, the consolidated financial statements for the first half of the previous fiscal year and the previous fiscal year have been revised.

In the quarterly consolidated statement of cash flows for the first half of the current fiscal year, cash flows associated with purchase or sales of shares of subsidiary not resulting in changes in the scope of consolidation are included in cash flows from financing activities. On the other hand, cash flows associated with acquisition-related costs for purchase of shares of subsidiary resulting in changes in the scope of consolidation or costs in connection with purchase or sales of shares of subsidiary not resulting in changes in the scope of consolidation are included in cash flows from operating activities.

The Company has adopted these accounting standards, etc. from the beginning of the first quarter of the current fiscal year, in accordance with the transitional accounting treatments set forth in Article 58-2 (4) of the Accounting Standard for Business Combinations, Article 44-5 (4) of the Accounting Standard for Consolidated Financial Statements, and Article 57-4 (4) of the Accounting Standard for Business Divestitures.

Consequently, the balance of capital surplus at the end of the second quarter of the current fiscal year decreased by 39,517 thousand yen.

3. Important Information about Going Concern Assumption

Not applicable.

4. Quarterly Consolidated Financial Statements

(1) Quarterly Consolidated Balance Sheet

(Thousands of yen)

	FY3/15 (As of Mar. 31, 2015)	Second quarter of FY3/16 (As of Sep. 30, 2015)
Assets		
Current assets		
Cash and deposits	2,762,276	3,685,691
Notes and accounts receivable-trade	2,783,536	2,255,111
Merchandise and finished goods	59,362	61,065
Work in process	278,704	344,984
Raw materials and supplies	3,066	1,830
Deferred tax assets	202,070	212,116
Other	116,390	113,270
Allowance for doubtful accounts	(4,519)	(2,208)
Total current assets	6,200,887	6,671,862
Non-current assets		
Property, plant and equipment		
Buildings and structures	612,788	616,203
Accumulated depreciation	(271,071)	(290,417)
Buildings and structures, net	341,716	325,786
Land	142,361	142,361
Other	288,023	293,240
Accumulated depreciation	(189,891)	(202,921)
Other, net	98,131	90,319
Total property, plant and equipment	582,210	558,467
Intangible assets		
Goodwill	18,001	14,001
Software	149,314	136,194
Other	7,189	7,189
Total intangible assets	174,505	157,385
Investments and other assets		
Investment securities	580,032	578,757
Net defined benefit asset	481,576	490,466
Deferred tax assets	57,219	55,389
Guarantee deposits	342,917	343,732
Other	352,690	357,585
Allowance for doubtful accounts	(54,288)	(54,288)
Total investments and other assets	1,760,149	1,771,643
Total non-current assets	2,516,865	2,487,496
Total assets	8,717,753	9,159,359

(Thousands of yen)

	FY3/15 (As of Mar. 31, 2015)	Second quarter of FY3/16 (As of Sep. 30, 2015)
Liabilities		
Current liabilities		
Notes and accounts payable-trade	751,992	580,491
Short-term loans payable	23,367	517,307
Current portion of long-term loans payable	1,800	600
Income taxes payable	84,486	44,195
Provision for bonuses	446,267	474,466
Provision for directors' bonuses	20,624	12,364
Other	697,818	980,278
Total current liabilities	2,026,357	2,609,703
Non-current liabilities		
Provision for directors' retirement benefits	350,248	361,636
Net defined benefit liability	772,160	799,765
Other	135,979	126,205
Total non-current liabilities	1,258,387	1,287,608
Total liabilities	3,284,745	3,897,311
Net assets		
Shareholders' equity		
Capital stock	1,076,669	1,076,669
Capital surplus	1,038,308	998,790
Retained earnings	3,299,968	3,210,992
Treasury shares	(266,539)	(266,539)
Total shareholders' equity	5,148,407	5,019,913
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	61,263	59,961
Foreign currency translation adjustment	(9,647)	(10,051)
Remeasurements of defined benefit plans	153,109	137,338
Total accumulated other comprehensive income	204,724	187,248
Non-controlling interests	79,875	54,885
Total net assets	5,433,007	5,262,048
Total liabilities and net assets	8,717,753	9,159,359

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statement of Income

(For the Six-month Period)

(Thousands of yen)

	First six months of FY3/15 (Apr. 1, 2014 – Sep. 30, 2014)	First six months of FY3/16 (Apr. 1, 2015 – Sep. 30, 2015)
Net sales	5,424,082	5,558,484
Cost of sales	4,371,897	4,440,969
Gross profit	1,052,184	1,117,515
Selling, general and administrative expenses	973,245	1,082,517
Operating income	78,939	34,997
Non-operating income		
Interest income	5,623	3,327
Dividend income	3,203	3,069
Rent income	7,776	6,907
Subsidy income	15,576	250
Other	11,133	11,278
Total non-operating income	43,312	24,833
Non-operating expenses		
Interest expenses	517	789
Rent expenses	5,856	4,565
Other	1,388	584
Total non-operating expenses	7,762	5,939
Ordinary income	114,489	53,891
Income before income taxes and non-controlling interests	114,489	53,891
Income taxes	54,746	31,316
Profit	59,743	22,575
Loss attributable to non-controlling interests	(637)	(19,648)
Profit attributable to owners of parent	60,381	42,224

Quarterly Consolidated Statement of Comprehensive Income

(For the Six-month Period)

(Thousands of yen)

	First six months of FY3/15 (Apr. 1, 2014 – Sep. 30, 2014)	First six months of FY3/16 (Apr. 1, 2015 – Sep. 30, 2015)
Profit	59,743	22,575
Other comprehensive income		
Valuation difference on available-for-sale securities	(1,725)	(1,302)
Foreign currency translation adjustment	(3,942)	(125)
Remeasurements of defined benefit plans, net of tax	(9,388)	(15,770)
Total other comprehensive income	(15,056)	(17,198)
Comprehensive income	44,686	5,377
Comprehensive income attributable to:		
Comprehensive income attributable to owners of parent	48,001	24,748
Comprehensive income attributable to non-controlling interests	(3,314)	(19,371)

(3) Quarterly Consolidated Statement of Cash Flows

(Thousands of yen)

	First six months of FY3/15 (Apr. 1, 2014 – Sep. 30, 2014)	First six months of FY3/16 (Apr. 1, 2015 – Sep. 30, 2015)
Cash flows from operating activities		
Income before income taxes and non-controlling interests	114,489	53,891
Depreciation	35,575	38,435
Amortization of software	12,361	18,758
Amortization of goodwill	4,157	10,928
Increase (decrease) in provision for bonuses	(103,104)	28,137
Increase (decrease) in net defined benefit liability	13,290	27,634
Decrease (increase) in net defined benefit asset	(7,341)	(8,889)
Interest and dividend income	(8,826)	(6,397)
Interest expenses	517	789
Decrease (increase) in notes and accounts receivable-trade	(61,527)	526,102
Increase (decrease) in advances received	220,425	377,365
Decrease (increase) in inventories	(104,747)	(66,749)
Increase (decrease) in notes and accounts payable-trade	(211,890)	(171,500)
Other, net	(248,095)	(98,804)
Subtotal	(344,715)	729,702
Interest and dividend income received	8,687	7,939
Interest expenses paid	(574)	(755)
Income taxes paid	(281,671)	(76,663)
Net cash provided by (used in) operating activities	(618,274)	660,222
Cash flows from investing activities		
Decrease (increase) in time deposits	(6,587)	6,843
Purchase of property, plant and equipment	(15,465)	(10,042)
Purchase of software	(4,417)	(21,849)
Purchase of investment securities	(1,272)	(1,135)
Payments for investments in capital of subsidiaries and associates resulting in change in scope of consolidation	-	(2,007)
Payments for guarantee deposits	(45,630)	(1,100)
Proceeds from collection of guarantee deposits	1,606	294
Other, net	(1,077)	(2,100)
Net cash provided by (used in) investing activities	(72,844)	(31,097)
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	428,947	493,954
Repayments of lease obligations	-	(11,157)
Repayments of long-term loans payable	(1,200)	(1,200)
Proceeds from issuance of common shares	9,932	-
Cash dividends paid	(130,750)	(131,200)
Dividends paid to non-controlling interests	(2,435)	(2,324)
Payments for investments in capital of subsidiaries and associates that do not result in change in scope of consolidation	-	(48,000)
Other, net	(134)	-
Net cash provided by (used in) financing activities	304,359	300,072
Effect of exchange rate change on cash and cash equivalents	(1,807)	1,293
Net increase (decrease) in cash and cash equivalents	(388,566)	930,491
Cash and cash equivalents at beginning of period	2,144,070	1,559,743
Cash and cash equivalents at end of period	1,755,504	2,490,235

(4) Notes to Quarterly Consolidated Financial Statements

Going Concern Assumption

Not applicable.

Significant Changes in Shareholders' Equity

Not applicable.

Segment and Other Information

Segment information

I. First six months of FY3/15 (Apr. 1, 2014 – Sep. 30, 2014)

1. Information related to net sales and profit or loss for each reportable segment (Thousands of yen)

	Software business	Package business	System sales business	Medical big data business	Total	Adjustment (Note 1)	Amounts shown on quarterly consolidated statement of income (Note 2)
Net sales							
1. External sales	3,875,016	978,152	415,066	155,846	5,424,082	-	5,424,082
2. Inter-segment sales and transfers	30,230	-	56,533	-	86,763	(86,763)	-
Total	3,905,246	978,152	471,599	155,846	5,510,845	(86,763)	5,424,082
Segment profit (loss)	143,914	50,805	(39,364)	(76,416)	78,939	-	78,939

Notes: 1. There is no adjustment to segment profit (loss) because all of the operating expenses are allocated to each reportable segment.

2. Segment profit is consistent with operating income shown on the quarterly consolidated statement of income.

2. Information related to impairment losses on non-current assets, goodwill, etc. for each reportable segment

Not applicable.

II. First six months of FY3/16 (Apr. 1, 2015 – Sep. 30, 2015)

1. Information related to net sales and profit or loss for each reportable segment (Thousands of yen)

	Software business	Package business	System sales business	Medical big data business	Total	Adjustment (Note 1)	Amounts shown on quarterly consolidated statement of income (Note 2)
Net sales							
1. External sales	3,856,134	1,036,262	433,141	232,947	5,558,484	-	5,558,484
2. Inter-segment sales and transfers	45,727	-	7,387	-	53,115	(53,115)	-
Total	3,901,861	1,036,262	440,528	232,947	5,611,599	(53,115)	5,558,484
Segment profit (loss)	(20,916)	122,376	(23,255)	(42,877)	35,327	(329)	34,997

Notes: 1. Adjustment to segment profit (loss) represents eliminations for inter-segment transactions.

2. Segment profit is consistent with operating income shown on the quarterly consolidated statement of income.

2. Information related to impairment losses on non-current assets, goodwill, etc. for each reportable segment

Not applicable.

5. Supplementary Information

Goods Manufactured, Orders Received and Sales

(1) Goods Manufactured

Goods manufactured in the period under review are broken down by segment as follows. (Thousands of yen)

Operating segment	First six months of FY3/16 (Apr. 1, 2015 – Sep. 30, 2015)	Year-on-year (%)
Software business	3,359,121	103.7
Package business	606,997	103.7
System sales business	319,058	83.9
Medical big data business	155,791	92.6
Total	4,440,969	101.6

Notes: 1. The above amounts are based on cost of sales; inter-segment transactions have been eliminated.
2. The above amounts do not include consumption taxes.

(2) Orders Received

Orders received in the period under review are broken down by segment as follows. (Thousands of yen)

Operating segment	Orders received	Year-on-year (%)	Order backlog	Year-on-year (%)
Software business	4,299,737	106.0	1,711,549	139.4
Package business	1,088,204	82.3	656,441	88.4
System sales business	438,011	82.1	214,701	78.6
Medical big data business	297,527	269.0	274,232	174.0
Total	6,123,480	101.7	2,856,925	119.0

Notes: 1. The above amounts are based on selling prices; inter-segment transactions have been eliminated.
2. The above amounts do not include consumption taxes.

(3) Sales

Sales in the period under review are broken down by segment as follows. (Thousands of yen)

Operating segment	First six months of FY3/16 (Apr. 1, 2015 – Sep. 30, 2015)	Year-on-year (%)
Software business	3,856,134	99.5
Package business	1,036,262	105.9
System sales business	433,141	104.4
Medical big data business	232,947	149.5
Total	5,558,484	102.5

Notes: 1. Inter-segment transactions have been eliminated.
2. The following table indicates sales amounts to major customers and their ratios to total sales amount.

(Thousands of yen)

Customers	First six months of FY3/15 (Apr. 1, 2014 – Sep. 30, 2014)		First six months of FY3/16 (Apr. 1, 2015 – Sep. 30, 2015)	
	Amount	%	Amount	%
NTT COMWARE CORPORATION (Note 4)	526,127	9.7	701,120	12.6
TIS Inc.	259,925	4.8	271,707	4.9
DUSKIN CO., LTD.	325,693	6.0	261,922	4.7

3. The above amounts do not include consumption taxes.
4. On July 1, 2014, NTT COMWARE CORPORATION merged its five regional group companies including NTT COMWARE WEST CORPORATION. Accordingly, total amount of sales to NTT COMWARE CORPORATION includes sales to NTT COMWARE WEST CORPORATION.

This financial report is solely a translation of "Kessan Tanshin" (in Japanese, including attachments), which has been prepared in accordance with accounting principles and practices generally accepted in Japan, for the convenience of readers who prefer an English translation.