Non-consolidated Financial Results for the Three Months Ended June 30, 2024 [Japanese GAAP]

July 31, 2024

Company name: KAWASAKI SETSUBI KOGYO CO., LTD.
Listing: Nagoya
Securities code: 1777
URL: https://www.kawasaki-sk.co.jp/
Representative: Katsushi Hiroe President and Representative Director
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Scheduled date to commence dividend payments: -
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: None

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Non-consolidated Financial Results for the Three Months Ended June 30, 2024 (April 1, 2024 to June 30, 2024)

(1) Non-consolidated Operating Results (Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Net income	
Three months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
June 30, 2024	4,617	7.0	151	198.9	158	171.4	102	199.4
June 30, 2023	4,314	(6.5)	50	(25.9)	58	(23.2)	34	(12.3)

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2024	8.54	-
June 30, 2023	2.85	-

(2) Non-consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
As of	Millions of yen	Millions of yen	%
June 30, 2024	19,460	11,578	59.5
March 31, 2024	20,326	11,630	57.2

(Reference) Equity: As of June 30, 2024: ¥ 11,578 million
As of March 31, 2024: ¥ 11,630 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2024	-	8.00	-	14.00	22.00
Fiscal year ending March 31, 2025	-				
Fiscal year ending March 31, 2025 (Forecast)		11.00	-	11.00	22.00

(Note) Revision to the forecast for dividends announced most recently: None

3. Non-consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2025(April 1, 2024 to March 31, 2025)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Net income		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2024	11,500	19.3	350	52.7	360	52.1	230	54.0	19.22
Full year	26,000	15.6	1,300	(2.5)	1,320	(2.5)	890	5.2	74.39

(Note) Revision to the financial results forecast announced most recently: Yes

* Notes:

(1) Adoption of accounting treatment specific to the preparation of quarterly non-consolidated financial statements: Yes

(2) Changes in accounting policies, changes in accounting estimates, and restatement
1) Changes in accounting policies due to revisions to accounting standards and other regulations: None
2) Changes in accounting policies due to other reasons: None
3) Changes in accounting estimates: None
4) Restatement: None

(3) Number of issued shares (common shares)
1) Total number of issued shares at the end of the period (including treasury shares):
June 30, 2024: 12,000,000 shares
March 31, 2024: 12,000,000 shares

2) Number of treasury shares at the end of the period:
June 30, 2024: 35,827 shares
March 31, 2024: 35,827 shares

3) Average number of shares outstanding during the period:
Three months ended June 30, 2024: 11,964,173 shares
Three months ended June 30, 2023: 11,964,173 shares

* Review of the Japanese-language originals of the attached quarterly non-consolidated financial statements by certified public accountants or an audit firm: None

* Proper use of earnings forecasts, and other special matters

Quarterly Non-consolidated Financial Statements

Quarterly Non-consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2024	As of June 30, 2024
Assets		
Current assets		
Cash and deposits	4,415	5,429
Notes receivable - trade	113	207
Electronically recorded monetary claims - operating	2,163	1,816
Accounts receivable from completed construction contracts	8,608	6,943
Costs on construction contracts in progress	232	297
Other	299	247
Allowance for doubtful accounts	(116)	(95)
Total current assets	15,717	14,846
Non-current assets		
Property, plant and equipment		
Buildings, net	1,467	1,451
Land	1,592	1,592
Other, net	89	83
Total property, plant and equipment	3,149	3,127
Intangible assets	474	488
Investments and other assets		
Other	1,009	1,023
Allowance for doubtful accounts	(25)	(25)
Total investments and other assets	984	998
Total non-current assets	4,608	4,614
Total assets	20,326	19,460

(Millions of yen)

	As of March 31, 2024	As of June 30, 2024
Liabilities		
Current liabilities		
Notes payable - trade	105	70
Electronically recorded obligations - operating	1,188	906
Accounts payable for construction contracts	3,071	2,304
Income taxes payable	362	61
Advances received on construction contracts in progress	957	1,355
Provision for bonuses	558	178
Provision for bonuses for directors (and other officers)	16	-
Provision for warranties for completed construction	12	11
Provision for loss on construction contracts	-	0
Other	945	1,519
Total current liabilities	7,218	6,407
Non-current liabilities		
Provision for retirement benefits	1,058	1,052
Asset retirement obligations	46	46
Other	372	374
Total non-current liabilities	1,476	1,473
Total liabilities	8,695	7,881
Net assets		
Shareholders' equity		
Share capital	1,581	1,581
Capital surplus	395	395
Retained earnings	9,585	9,520
Treasury shares	(7)	(7)
Total shareholders' equity	11,553	11,488
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	76	90
Total valuation and translation adjustments	76	90
Total net assets	11,630	11,578
Total liabilities and net assets	20,326	19,460

Quarterly Non-consolidated Statements of Income

Quarterly Non-consolidated Statements of Income (For the three months)

(Millions of yen)

	For the three months ended June 30, 2023	For the three months ended June 30, 2024
Net sales of completed construction contracts	4,314	4,617
Cost of sales of completed construction contracts	3,801	3,913
Gross profit on completed construction contracts	512	703
Selling, general and administrative expenses	461	552
Operating profit	50	151
Non-operating income		
Dividend income	2	2
Rental income from real estate	11	11
Other	0	0
Total non-operating income	15	15
Non-operating expenses		
Interest expenses	0	0
Rental expenses on real estate	5	5
Other	1	2
Total non-operating expenses	7	7
Ordinary profit	58	158
Profit before income taxes	58	158
Income taxes	24	56
Profit	34	102