Non-consolidated Financial Results for the Year Ended March 31, 2025 [Japanese GAAP]

April 28, 2025

Company name: KAWASAKI SETSUBI KOGYO CO., LTD.
Listing: Nagoya Stock Exchange
Securities code: 1777
URL: https://www.kawasaki-sk.co.jp/
Representative: Katsushi Hiroe President and Representative Director
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Scheduled date of annual general meeting of shareholders: June 27, 2025
Scheduled date to commence dividend payments: June 30, 2025
Scheduled date to file annual securities report: June 27, 2025
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 Fiscal Year Ended March 31, 2025 (April 1, 2024 to March 31, 2025)

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

	Net sales		Operating profit		Ordinary profit		Net income	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2025	29,159	29.7	2,713	103.5	2,733	101.8	1,958	131.5
March 31, 2024	22,482	8.0	1,333	28.1	1,354	26.0	845	19.6

	Basic earnings per share	Diluted earnings per share	Rate of return on equity	Ordinary profit to total assets ratio	Operating profit to net sales ratio
Fiscal year ended	Yen	Yen	%	%	%
March 31, 2025	163.69	-	15.7	12.3	9.3
March 31, 2024	70.70	-	7.5	7.0	5.9

(Reference) Equity in earnings (losses) of affiliated companies: Fiscal year ended March 31, 2025: ¥ - million
Fiscal year ended March 31, 2024: ¥ - million

(2) Non-consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
March 31, 2025	24,274	13,335	54.9	1,114.64
March 31, 2024	20,326	11,630	57.2	972.09

(Reference) Equity: As of March 31, 2025: ¥ 13,335 million
As of March 31, 2024: ¥ 11,630 million

(3) Non-consolidated Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at the end of period
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2025	(0)	(30)	(513)	3,871
March 31, 2024	(586)	(52)	(427)	4,415

2. Dividends

	Annual dividends					Total dividends	Payout ratio	Dividends to net assets
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total			
Fiscal year ended	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
March 31, 2024	-	8.00	-	14.00	22.00	263	31.1	2.3
March 31, 2025	-	11.00	-	39.00	50.00	598	30.5	4.8
Fiscal year ending March 31, 2026 (Forecast)	-	25.00	-	25.00	50.00		27.2	

(Note) Breakdown of the year-end dividend for the fiscal year ended March 31, 2025 :
Special dividend 28.00 yen

3. Non-consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2026 (April 1, 2025 to March 31, 2026)

(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, 2025	17,000	54.2	1,435	135.4	1,445	132.5	979	155.6	81.83
Full year	34,500	18.3	3,100	14.3	3,200	17.1	2,197	12.2	183.63

* Notes:

(1) 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

(2) Number of issued shares (common shares)
1) Total number of issued shares at the end of the period (including treasury shares):
March 31, 2025: 12,000,000 shares
March 31, 2024: 12,000,000 shares

2) Number of treasury shares at the end of the period:
March 31, 2025: 35,827 shares
March 31, 2024: 35,827 shares

3) Average number of shares outstanding during the period:
Fiscal Year ended March 31, 2025: 11,964,173 shares
Fiscal Year ended March 31, 2024: 11,964,173 shares

* Financial results reports are exempt from audit conducted by certified public accountants or an audit firm.

* Proper use of earnings forecasts, and other special matters

Non-consolidated Financial Statements

Non-consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2024	As of March 31, 2025
Assets		
Current assets		
Cash and deposits	4,415	3,871
Notes receivable - trade	113	33
Electronically recorded monetary claims - operating	2,163	842
Accounts receivable from completed construction contracts	8,608	14,035
Costs on construction contracts in progress	232	267
Prepaid expenses	36	57
Advances paid	82	238
Other	180	457
Allowance for doubtful accounts	(116)	(160)
Total current assets	15,717	19,644
Non-current assets		
Property, plant and equipment		
Buildings	3,979	3,860
Accumulated depreciation	(2,512)	(2,512)
Buildings, net	1,467	1,348
Structures	90	90
Accumulated depreciation	(70)	(74)
Structures, net	20	16
Machinery and equipment	44	44
Accumulated depreciation	(35)	(36)
Machinery and equipment, net	9	8
Vehicles	6	6
Accumulated depreciation	(5)	(6)
Vehicles, net	0	0
Tools, furniture and fixtures	69	70
Accumulated depreciation	(51)	(53)
Tools, furniture and fixtures, net	17	17
Land	1,592	1,602
Leased assets	149	153
Accumulated depreciation	(107)	(127)
Leased assets, net	41	25
Construction in progress	-	11
Total property, plant and equipment	3,149	3,030
Intangible assets		
Leased assets	473	398
Other	0	2
Total intangible assets	474	401

(Millions of yen)

	As of March 31, 2024	As of March 31, 2025
Investments and other assets		
Investment securities	244	311
Investments in capital	5	5
Deferred tax assets	540	684
Membership	87	80
Other	131	142
Allowance for doubtful accounts	(25)	(25)
Total investments and other assets	984	1,198
Total non-current assets	4,608	4,630
Total assets	20,326	24,274

(Millions of yen)

	As of March 31, 2024	As of March 31, 2025
Liabilities		
Current liabilities		
Notes payable - trade	105	94
Electronically recorded obligations - operating	1,188	1,014
Accounts payable for construction contracts	3,071	5,185
Lease liabilities	198	196
Accounts payable - other	17	48
Accrued expenses	297	539
Income taxes payable	362	705
Advances received on construction contracts in progress	957	246
Deposits received	190	76
Provision for bonuses	558	849
Provision for bonuses for directors (and other officers)	16	26
Provision for warranties for completed construction	12	18
Other	241	610
Total current liabilities	7,218	9,611
Non-current liabilities		
Lease liabilities	351	254
Provision for retirement benefits	1,058	1,055
Asset retirement obligations	46	1
Other	20	15
Total non-current liabilities	1,476	1,327
Total liabilities	8,695	10,939
Net assets		
Shareholders' equity		
Share capital	1,581	1,581
Capital surplus		
Legal capital surplus	395	395
Total capital surplus	395	395
Retained earnings		
Other retained earnings		
Retained earnings brought forward	9,585	11,244
Total retained earnings	9,585	11,244
Treasury shares	(7)	(7)
Total shareholders' equity	11,553	13,213
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	76	122
Total valuation and translation adjustments	76	122
Total net assets	11,630	13,335
Total liabilities and net assets	20,326	24,274

Non-consolidated Statements of Income

(Millions of yen)

	For the fiscal year ended March 31, 2024	For the fiscal year ended March 31, 2025
Net sales of completed construction contracts	22,482	29,159
Cost of sales of completed construction contracts	18,881	23,776
Gross profit on completed construction contracts	3,601	5,383
Selling, general and administrative expenses		
Remuneration for directors (and other officers)	101	120
Employees' salaries and allowances	714	839
Provision for bonuses	241	376
Provision for bonuses for directors (and other officers)	16	26
Retirement benefit expenses	40	41
Legal welfare expenses	184	228
Welfare expenses	43	52
Repair and maintenance expenses	45	62
Stationery expenses	77	91
Communication and transportation expenses	89	97
Power utilities expenses	22	23
Research study expenses	8	4
Advertising expenses	18	31
Provision of allowance for doubtful accounts	33	44
Entertainment expenses	45	31
Donations	2	6
Rent expenses on land and buildings	65	71
Depreciation	249	251
Taxes and dues	106	106
Insurance expenses	2	2
Miscellaneous expenses	158	162
Total selling, general and administrative expenses	2,267	2,670
Operating profit	1,333	2,713
Non-operating income		
Interest income	0	1
Dividend income	6	6
Rental income from real estate	46	40
Other	4	11
Total non-operating income	57	60
Non-operating expenses		
Interest expenses	1	2
Rental expenses on real estate	25	22
Stocks maintenance fee	5	7
Other	2	7
Total non-operating expenses	36	40
Ordinary profit	1,354	2,733
Extraordinary losses		
Loss on sale of non-current assets	-	1
Impairment losses	-	41
Total extraordinary losses	-	42
Profit before income taxes	1,354	2,690
Income taxes - current	543	896
Income taxes - deferred	(34)	(164)
Total income taxes	508	732
Profit	845	1,958

Non-consolidated Statements of Changes in Equity

For the fiscal year ended March 31, 2024

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus		Retained earnings	
		Legal capital surplus	Total capital surplus	Other retained earnings Retained earnings brought forward	Total retained earnings
Balance at beginning of period	1,581	395	395	8,954	8,954
Changes during period					
Dividends of surplus				(215)	(215)
Profit				845	845
Net changes in items other than shareholders' equity					
Total changes during period	-	-	-	630	630
Balance at end of period	1,581	395	395	9,585	9,585

	Shareholders' equity		Valuation and translation adjustments		Total net assets
	Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities	Total valuation and translation adjustments	
Balance at beginning of period	(7)	10,923	28	28	10,951
Changes during period					
Dividends of surplus		(215)			(215)
Profit		845			845
Net changes in items other than shareholders' equity			47	47	47
Total changes during period	-	630	47	47	678
Balance at end of period	(7)	11,553	76	76	11,630

For the fiscal year ended March 31, 2025

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus		Retained earnings	
		Legal capital surplus	Total capital surplus	Other retained earnings Retained earnings brought forward	Total retained earnings
Balance at beginning of period	1,581	395	395	9,585	9,585
Changes during period					
Dividends of surplus				(299)	(299)
Profit				1,958	1,958
Net changes in items other than shareholders' equity					
Total changes during period	-	-	-	1,659	1,659
Balance at end of period	1,581	395	395	11,244	11,244

	Shareholders' equity		Valuation and translation adjustments		Total net assets
	Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities	Total valuation and translation adjustments	
Balance at beginning of period	(7)	11,553	76	76	11,630
Changes during period					
Dividends of surplus		(299)			(299)
Profit		1,958			1,958
Net changes in items other than shareholders' equity			46	46	46
Total changes during period	-	1,659	46	46	1,705
Balance at end of period	(7)	13,213	122	122	13,335

Non-consolidated Statements of Cash Flows

(Millions of yen)

	For the fiscal year ended March 31, 2024	For the fiscal year ended March 31, 2025
Cash flows from operating activities		
Profit before income taxes	1,354	2,690
Depreciation	273	273
Impairment losses	-	41
Increase (decrease) in allowance for doubtful accounts	33	44
Increase (decrease) in provision for bonuses for directors (and other officers)	-	9
Increase (decrease) in provision for bonuses	57	290
Increase (decrease) in provision for warranties for completed construction	(0)	6
Increase (decrease) in provision for loss on construction contracts	(28)	-
Increase (decrease) in provision for retirement benefits	1	(2)
Interest and dividend income	(6)	(8)
Interest expenses	1	2
Loss (gain) on sale of non-current assets	-	1
Decrease (increase) in trade receivables	(3,130)	(4,026)
Decrease (increase) in costs on construction contracts in progress	23	(35)
Increase (decrease) in trade payables	523	1,929
Increase (decrease) in advances received on construction contracts in progress	138	(710)
Other, net	476	56
Subtotal	(281)	562
Interest and dividends received	6	8
Interest paid	(1)	(2)
Income taxes paid	(310)	(568)
Net cash provided by (used in) operating activities	(586)	(0)
Cash flows from investing activities		
Purchase of property, plant and equipment	(40)	(30)
Proceeds from sale of property, plant and equipment	-	6
Purchase of intangible assets	-	(2)
Purchase of investment securities	(0)	(0)
Other, net	(11)	(4)
Net cash provided by (used in) investing activities	(52)	(30)
Cash flows from financing activities		
Dividends paid	(215)	(299)
Repayments of lease liabilities	(211)	(214)
Net cash provided by (used in) financing activities	(427)	(513)
Net increase (decrease) in cash and cash equivalents	(1,066)	(544)
Cash and cash equivalents at beginning of period	5,482	4,415
Cash and cash equivalents at end of period	4,415	3,871