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## Consolidated Financial Results for the Three Months Ended June 30, 2023 [Japanese GAAP]

August 4, 2023

Company name: Nishimatsu Construction Co., Ltd.

Stock exchange listing: Tokyo

Code number: 1820

URL: <https://www.nishimatsu.co.jp/>

Representative: Nobutoshi Takase

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Scheduled date of filing quarterly securities report: August 4, 2023

Scheduled date of commencing dividend payments: -

Availability of supplementary briefing material on quarterly financial results: Yes

Schedule of quarterly financial results briefing session: No

Representative Director and President

General Manager of Finance & Accounting Department

(Amounts of less than one million yen are rounded down.)

### 1. Consolidated Financial Results for the Three Months Ended June 30, 2023 (April 1, 2023 to June 30, 2023)

#### (1) Consolidated Operating Results

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2023	84,194	20.8	1,013	(73.2)	1,691	(60.7)	1,065	(62.0)
June 30, 2022	69,722	(4.7)	3,778	(26.0)	4,306	(22.8)	2,802	(27.7)

(Note) Comprehensive income: Three months ended June 30, 2023: ¥ 4,061 million [ (10.6)%]  
Three months ended June 30, 2022: ¥ 4,545 million [ 12.6%]

	Basic earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2023	26.99		-	
June 30, 2022	70.99		-	

#### (2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
As of	Millions of yen	Millions of yen	%
June 30, 2023	522,182	157,027	28.6
March 31, 2023	513,623	156,148	29.0

(Reference) Equity: As of June 30, 2023: ¥ 149,603 million  
As of March 31, 2023: ¥ 148,841 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, 2023	-	140.00	-	81.00	221.00
Fiscal year ending March 31, 2024	-				
Fiscal year ending March 31, 2024 (Forecast)		80.00	-	93.00	173.00

(Note) Revision to the forecast for dividends announced most recently: No

## 3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2024(April 1, 2023 to March 31, 2024)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2023	195,000	24.0	7,000	(27.9)	6,800	(35.6)	4,400	(40.3)	111.47
Full year	385,000	13.3	15,000	18.9	14,700	11.6	9,700	0.5	245.74

(Note) Revision to the financial results forecast announced most recently: No

### \* Notes:

(1) Changes in significant subsidiaries during the three months ended June 30, 2023

(changes in specified subsidiaries resulting in changes in scope of consolidation): No

(2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements: No

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatement

1) Changes in accounting policies due to the revision of accounting standards: No

2) Changes in accounting policies other than 1) above: No

3) Changes in accounting estimates: No

4) Retrospective restatement: No

(4) Total number of issued shares (common shares)

1) Total number of issued shares at the end of the period (including treasury shares):

June 30, 2023: 55,591,502 shares

March 31, 2023: 55,591,502 shares

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

June 30, 2023: 16,119,270 shares

March 31, 2023: 16,119,098 shares

3) Average number of shares outstanding during the period:

Three months ended June 30, 2023: 39,472,294 shares

Three months ended June 30, 2022: 39,472,967 shares

Quarterly Consolidated Financial Statements  
Quarterly Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2023	As of June 30, 2023
<b>Assets</b>		
Current assets		
Cash and deposits	53,726	74,531
Notes receivable, accounts receivable from completed construction contracts and other	190,506	163,245
Securities	1	1
Real estate for sale	11,275	11,197
Costs on construction contracts in progress	6,949	14,349
Costs on real estate business and other	3,121	2,420
Raw materials and supplies	662	884
Advances paid	12,411	11,337
Other	12,109	16,267
Allowance for doubtful accounts	(20)	(17)
Total current assets	290,744	294,217
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	58,415	59,686
Machinery, vehicles, tools, furniture and fixtures, net	1,416	1,306
Land	100,727	100,985
Leased assets, net	38	35
Construction in progress	2,771	3,938
Total property, plant and equipment	163,369	165,953
Intangible assets	6,461	6,430
Investments and other assets		
Investment securities	35,868	41,539
Long-term loans receivable	998	1,007
Retirement benefit asset	2,572	2,608
Deferred tax assets	7,437	5,648
Other	6,242	4,851
Allowance for doubtful accounts	(70)	(74)
Total investments and other assets	53,048	55,581
Total non-current assets	222,878	227,964
Total assets	513,623	522,182

(Millions of yen)

	As of March 31, 2023	As of June 30, 2023
<b>Liabilities</b>		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	73,826	68,300
Short-term borrowings	59,239	32,881
Commercial papers	-	35,000
Current portion of bonds payable	15,000	15,000
Lease liabilities	28	26
Income taxes payable	1,905	231
Advances received on construction contracts in progress	17,236	19,077
Provision for warranties for completed construction	1,657	1,550
Provision for bonuses	2,827	1,737
Provision for bonuses for directors (and other officers)	31	49
Provision for loss on construction contracts	7,920	7,395
Provision for loss on real estate business and other	34	4
Deposits received	64,421	70,906
Other	3,542	2,537
Total current liabilities	247,670	254,696
Non-current liabilities		
Bonds payable	91,000	91,000
Long-term borrowings	3,157	4,281
Lease liabilities	986	983
Deferred tax liabilities	305	301
Provision for share awards for directors (and other officers)	106	121
Retirement benefit liability	6,740	6,695
Asset retirement obligations	757	751
Other	6,749	6,322
Total non-current liabilities	109,804	110,457
Total liabilities	357,475	365,154
<b>Net assets</b>		
Shareholders' equity		
Share capital	23,513	23,513
Capital surplus	20,792	20,792
Retained earnings	157,326	155,210
Treasury shares	(57,338)	(57,338)
Total shareholders' equity	144,294	142,178
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	4,467	7,201
Deferred gains or losses on hedges	9	1
Foreign currency translation adjustment	1,636	1,754
Remeasurements of defined benefit plans	(1,566)	(1,531)
Total accumulated other comprehensive income	4,546	7,425
Non-controlling interests	7,306	7,424
Total net assets	156,148	157,027
Total liabilities and net assets	513,623	522,182

Quarterly Consolidated Statements of Income and Comprehensive Income  
Quarterly Consolidated Statements of Income (For the three months)

(Millions of yen)

	For the three months ended June 30, 2022	For the three months ended June 30, 2023
<b>Net sales</b>		
Net sales of completed construction contracts	61,746	79,206
Net sales in real estate business and other	7,975	4,987
Total net sales	69,722	84,194
<b>Cost of sales</b>		
Cost of sales of completed construction contracts	55,331	74,682
Cost of sales in real estate business and other	5,555	3,203
Total cost of sales	60,886	77,886
<b>Gross profit</b>		
Gross profit on completed construction contracts	6,415	4,524
Gross profit on real estate business and other	2,420	1,783
Total gross profit	8,835	6,307
Selling, general and administrative expenses	5,056	5,294
Operating profit	3,778	1,013
<b>Non-operating income</b>		
Interest income	12	28
Dividend income	248	245
Foreign exchange gains	298	498
Other	183	123
Total non-operating income	743	895
<b>Non-operating expenses</b>		
Interest expenses	178	170
Share of loss of entities accounted for using equity method	-	1
Financing expenses	4	5
Other	32	39
Total non-operating expenses	215	217
Ordinary profit	4,306	1,691
<b>Extraordinary income</b>		
Gain on sale of non-current assets	1	0
Total extraordinary income	1	0
<b>Extraordinary losses</b>		
Loss on valuation of investment securities	4	4
Office relocation expenses	23	-
Settlement payments	35	-
Legal settlement for pneumoconiosis	2	6
Other	5	0
Total extraordinary losses	70	10
Profit before income taxes	4,237	1,680
Income taxes	1,463	602
Profit	2,774	1,078
Profit (loss) attributable to non-controlling interests	(28)	13
Profit attributable to owners of parent	2,802	1,065

Quarterly Consolidated Statements of Comprehensive Income (For the three months)

(Millions of yen)

	For the three months ended June 30, 2022	For the three months ended June 30, 2023
Profit	2,774	1,078
Other comprehensive income		
Valuation difference on available-for-sale securities	529	2,733
Deferred gains or losses on hedges	-	(15)
Foreign currency translation adjustment	1,237	230
Remeasurements of defined benefit plans, net of tax	4	34
Total other comprehensive income	1,771	2,983
Comprehensive income	4,545	4,061
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	4,132	3,943
Comprehensive income attributable to non-controlling interests	412	117