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Consolidated Financial Results for the Three Months Ended June 30, 2022 [Japanese GAAP]

August 04, 2022

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 04, 2022

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, 2022 (April 01, 2022 to June 30, 2022)

(1) Consolidated Operating Results

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Three months ended June 30, 2022	69,722	(4.7)	3,778	(26.0)	4,306	(22.8)	2,802	(27.7)
June 30, 2021	73,140	(4.0)	5,109	88.7	5,580	80.4	3,876	132.6

(Note) Comprehensive income: Three months ended June 30, 2022: ¥ 4,545 million [12.6%]
Three months ended June 30, 2021: ¥ 4,038 million [26.5%]

	Basic earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2022	70.99		-	
June 30, 2021	70.88		-	

(2) Consolidated Financial Position

	Total assets		Net assets		Capital adequacy ratio	
	Million yen		Million yen		%	
As of June 30, 2022	455,442		157,011		33.0	
March 31, 2022	477,613		157,715		31.7	

(Reference) Equity: As of June 30, 2022: ¥ 150,211 million
As of March 31, 2022: ¥ 151,328 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, 2022	-	90.00	-	131.00	221.00
Fiscal year ending March 31, 2023	-				
Fiscal year ending March 31, 2023 (Forecast)		140.00	-	145.00	285.00

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

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2023(April 01, 2022 to March 31, 2023)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Six months ended September 30, 2022	151,500	(1.0)	10,300	1.7	10,700	1.1	7,500	1.4	190.00
Full year	338,500	4.6	24,000	2.0	24,000	2.1	16,000	5.9	405.34

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

* Notes:

(1) Changes in significant subsidiaries during the three months ended June 30, 2022

(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: Yes

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, 2022: 55,591,502 shares

March 31, 2022: 55,591,502 shares

2) Total number of treasury shares at the end of the period:

June 30, 2022: 16,118,573 shares

March 31, 2022: 16,118,423 shares

3) Average number of shares during the period:

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

Three months ended June 30, 2021: 54,700,561 shares

Quarterly Consolidated Financial Statements
Quarterly Consolidated Balance Sheets

(Million yen)

	As of March 31,2022	As of June 30,2022
Assets		
Current assets		
Cash and deposits	47,121	55,664
Notes receivable, accounts receivable from completed construction contracts and other	183,464	149,612
Costs on construction contracts in progress	6,227	7,162
Real estate for sale	4,646	7,893
Costs on real estate business	4,100	4,294
Raw materials and supplies	294	365
Advances paid	10,992	9,675
Other	5,462	7,529
Allowance for doubtful accounts	(19)	(15)
Total current assets	262,292	242,183
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	63,370	59,877
Machinery, vehicles, tools, furniture and fixtures, net	1,680	1,618
Land	95,720	95,588
Leased assets, net	61	55
Construction in progress	1,297	2,633
Total property, plant and equipment	162,131	159,774
Intangible assets	1,254	1,234
Investments and other assets		
Investment securities	35,485	37,035
Long-term loans receivable	1,047	951
Retirement benefit asset	2,801	3,401
Deferred tax assets	6,095	4,357
Other	6,580	6,576
Allowance for doubtful accounts	(75)	(74)
Total investments and other assets	51,935	52,249
Total non-current assets	215,320	213,259
Total assets	477,613	455,442

(Million yen)

	As of March 31,2022	As of June 30,2022
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	60,532	45,528
Short-term borrowings	43,039	30,039
Commercial papers	20,000	20,000
Current portion of bonds payable	10,000	10,000
Income taxes payable	5,879	416
Advances received on construction contracts in progress	14,802	18,421
Provision for warranties for completed construction	7,923	6,639
Provision for bonuses	3,673	1,741
Provision for bonuses for directors (and other officers)	58	57
Provision for loss on construction contracts	2,820	2,853
Provision for loss on real estate business and other	38	39
Deposits received	45,883	54,958
Asset retirement obligations	27	-
Other	2,987	2,976
Total current liabilities	217,663	193,671
Non-current liabilities		
Bonds payable	87,000	87,000
Long-term borrowings	-	2,594
Provision for share awards for directors (and other officers)	54	57
Deferred tax liabilities	292	301
Retirement benefit liability	6,509	6,556
Asset retirement obligations	734	754
Other	7,642	7,497
Total non-current liabilities	102,233	104,759
Total liabilities	319,897	298,431
Net assets		
Shareholders' equity		
Share capital	23,513	23,513
Capital surplus	20,795	20,795
Retained earnings	158,485	156,038
Treasury shares	(57,335)	(57,336)
Total shareholders' equity	145,459	143,011
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	6,389	6,918
Foreign currency translation adjustment	326	1,123
Remeasurements of defined benefit plans	(847)	(842)
Total accumulated other comprehensive income	5,868	7,199
Non-controlling interests	6,387	6,800
Total net assets	157,715	157,011
Total liabilities and net assets	477,613	455,442

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

(Million yen)

	For the three months ended June 30,2021	For the three months ended June 30,2022
Net sales		
Net sales of completed construction contracts	68,700	61,746
Net sales in real estate business and other	4,439	7,975
Total net sales	73,140	69,722
Cost of sales		
Cost of sales of completed construction contracts	60,580	55,331
Cost of sales in real estate business and other	2,875	5,555
Total cost of sales	63,455	60,886
Gross profit		
Gross profit on completed construction contracts	8,119	6,415
Gross profit on real estate business and other	1,564	2,420
Total gross profit	9,684	8,835
Selling, general and administrative expenses	4,574	5,056
Operating profit	5,109	3,778
Non-operating income		
Interest income	9	12
Dividend income	256	248
Reversal of allowance for doubtful accounts	145	4
Foreign exchange gains	82	298
Other	126	178
Total non-operating income	621	743
Non-operating expenses		
Interest expenses	119	178
Financing expenses	4	4
Other	27	32
Total non-operating expenses	150	215
Ordinary profit	5,580	4,306
Extraordinary income		
Gain on sale of non-current assets	1	1
Total extraordinary income	1	1
Extraordinary losses		
Increase (decrease) in employee deposits	10	-
Office relocation expenses	-	23
Settlement payments	-	35
Other	21	12
Total extraordinary losses	32	70
Profit before income taxes	5,549	4,237
Income taxes	1,638	1,463
Profit	3,910	2,774
Profit (loss) attributable to non-controlling interests	33	(28)
Profit attributable to owners of parent	3,876	2,802

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

(Million yen)

	For the three months ended June 30,2021	For the three months ended June 30,2022
Profit	3,910	2,774
Other comprehensive income		
Valuation difference on available-for-sale securities	(415)	529
Foreign currency translation adjustment	545	1,237
Remeasurements of defined benefit plans, net of tax	(1)	4
Total other comprehensive income	128	1,771
Comprehensive income	4,038	4,545
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,941	4,132
Comprehensive income attributable to non-controlling interests	96	412