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Consolidated Financial Results for the Six Months Ended July 31, 2024 [Japanese GAAP]

September 9, 2024

Company name: BESTERRA CO.,LTD

Listing: Tokyo Securities code: 1433

URL: https://www.besterra.co.jp

Representative: Yutaka Honda President and Representative Director
Inquiries: Shinya Ikeda Executive Officer and Planning Manager

Telephone: +81-3-3630-5555

Scheduled date to file semi-annual securities report:

September 13, 2024
Scheduled date to commence dividend payments:

October 11, 2024

Preparation of supplementary material on financial results:

Yes
Holding of financial results briefing:

Yes

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

1. Consolidated Financial Results for the Six Months Ended July 31, 2024 (February 1, 2024 to July 31, 2024)

(1) Consolidated Operating Results

(Percentages indicate year-on-year changes.)

	Net sal	es	Operating	profit	Ordinary	profit	Profit attrib	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
July 31, 2024	5,767	73.3	211	-	258	-	127	_
July 31, 2023	3,328	31.4	(61)	_	(9)	_	(28)	_
(Note) Comprehensive income	e: Six mont	hs ended	July 31 2024		¥	258 millio	n [-%1

(Note) Comprehensive income: Six months ended July 31, 2024: \(\frac{1}{2}\) Six months ended July 31, 2023: \(\frac{1}{2}\) (396) million [-\%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
July 31, 2024	14.36	_
July 31, 2023	(3.23)	_

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
As of	Millions of yen	Millions of yen	%
July 31, 2024	12,074	4,264	35.3
January 31, 2024	10,879	4,095	37.6

(Reference) Equity: As of July 31, 2024: $\mbox{$\sharp$}$ 4,257 million As of January 31, 2024: $\mbox{$\sharp$}$ 4,087 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 January 31, 2024	-	10.00	-	10.00	20.00		
Fiscal year ending January 31, 2025	-	10.00					
Fiscal year ending January 31, 2025 (Forecast)			-	10.00	20.00		

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

3. Consolidated Financial Results Forecast for the Fiscal Year Ending January 31, 2025(February 1, 2024 to January 31, 2025)

(Percentages indicate year-on-year changes.)

	Net s	ales	Operatin	g profit	Ordinar	y profit	Profit attr to owners		Basic earnings per share
	Millions of		Millions of		Millions of		Millions of		
	yen	%	yen	%	yen	%	yen	%	Yen
Full year	11,000	17.1	500	102.5	650	59.5	480	107.7	54.17

(Note) Revision to the financial results forecast announced most recently: None

- * Notes:
- (1) Significant changes in the scope of consolidation during the period: None
- (2) Adoption of accounting treatment specific to the preparation of semi-annual consolidated financial statements: None
- (3) 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
- (4) Number of issued shares (common shares)
 - 1) Total number of issued shares at the end of the period (including treasury shares):

 July 31, 2024:
 8,990,200 shares

 January 31, 2024:
 8,990,200 shares

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

 July 31, 2024:
 129,035 shares

 January 31, 2024:
 129,035 shares

3) Average number of shares outstanding during the period:

 Six months ended July 31, 2024:
 8,861,165 shares

 Six months ended July 31, 2023:
 8,861,165 shares

		(Thousands of yen)
	As of January 31, 2024	As of July 31, 2024
Assets		
Current assets		
Cash and deposits	1,444,088	2,194,301
Notes receivable accounts receivable from completed construction contracts contract assets and other	4,648,022	4,737,509
Costs on construction contracts in progress	94,520	99,321
Other	110,794	298,653
Allowance for doubtful accounts	(4,679)	(4,767)
Total current assets	6,292,745	7,325,018
Non-current assets		
Property, plant and equipment	323,990	328,650
Intangible assets		
Goodwill	286,779	248,894
Other	15,450	12,653
Total intangible assets	302,230	261,547
Investments and other assets		
Investment securities	3,892,344	4,081,045
Other	68,752	78,909
Allowance for doubtful accounts	(820)	(840)
Total investments and other assets	3,960,276	4,159,115
Total non-current assets	4,586,496	4,749,313
Total assets	10,879,242	12,074,331

	As of January 31, 2024	As of July 31, 2024
Liabilities		
Current liabilities		
Accounts payable for construction contracts	1,631,120	1,298,235
Short-term borrowings	2,100,000	3,600,000
Current portion of long-term borrowings	602,192	289,620
Current portion of bonds payable	-	50,000
Income taxes payable	121,106	114,916
Provision for bonuses for directors (and other officers)	-	9,885
Provision for bonuses	-	92,395
Provision for shareholder benefit program	60,916	-
Provision for loss on construction contracts	105	23,649
Other	470,430	624,784
Total current liabilities	4,985,870	6,103,487
Non-current liabilities		
Long-term borrowings	1,540,244	1,404,614
Bonds payable	50,000	-
Retirement benefit liability	69,785	76,222
Provision for retirement benefits for directors (and other officers)	5,670	9,852
Deferred tax liabilities	121,786	205,302
Other	10,620	10,143
Total non-current liabilities	1,798,106	1,706,135
Total liabilities	6,783,977	7,809,623
Net assets		
Shareholders' equity		
Share capital	843,176	843,176
Capital surplus	803,214	803,214
Retained earnings	3,091,398	3,130,031
Treasury shares	(200,362)	(200,362)
Total shareholders' equity	4,537,426	4,576,059
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	(449,709)	(318,899)
Total accumulated other comprehensive income	(449,709)	(318,899)
Share acquisition rights	7,548	7,548
Total net assets	4,095,265	4,264,707
Total liabilities and net assets	10,879,242	12,074,331

Net sales in sideline businesses 115,062 144,5 Toat net sales 3,328,932 5,767,6 Cost of sales 2,775,306 4,697,7 Cost of sales in sideline businesses 83,147 1090 Total cost of sales in sideline businesses 2,838,453 4,806,3 Gross profit on completed construction contracts 438,564 224,5 Gross profit on completed construction contracts 470,479 960,3 Selling, general and administrative expenses 470,479 960,3 Selling, general and administrative expenses 140,741 178,3 Employees' stalries and allowances 140,741 178,8 Provision for bonuses for directors (and other officers) 7,98 9,8 Provision for bonuses for directors (and other officers) 7,98 9,8 Provision for bonuses for directors (and other officers) 2,847 4,1 Other 324,808 444,3 Other of triement benefits for directors (and other officers) 2,848 494,3 Other 324,808 494,3 Other 324,808 494,3 <t< th=""><th></th><th></th><th>(Thousands of yen)</th></t<>			(Thousands of yen)
Net sales of completed construction contracts 3,213,870 5,622, 144,50 Net sales in sideline businesses 115,062 144,51 Total net sales 3,328,932 5,767,67 Cost of sales 2,775,306 4,697,77 Cost of sales in sideline businesses 83,147 1090, 109			
Net sales in sideline businesses 115,062 144,5 Toat net sales 3,328,932 5,767,6 Cost of sales 2,775,306 4,697,7 Cost of sales in sideline businesses 83,147 109,0 Total cost of sales in sideline businesses 83,147 109,0 Gross profit octor of sales 2,858,453 4,806,3 Gross profit on completed construction contracts 438,564 224,5 Gross profit on completed construction contracts 470,479 960,3 Selling, general and administrative expenses 470,479 960,3 Selling, general and administrative expenses 140,741 178,8 Employees' salaries and allowances 140,741 178,8 Provision for bonuses 36,748 40,0 Provision for bonuses for directors (and other officers) 7,998 9,8 Provision for bonuses for directors (and other officers) 2,847 4,4 Other 324,808 444,3 Other chirection 12,468 16,6 Other 324,808 494,3 Total selling, general and administrati	Net sales		
Total net sales 3,328,932 5,767,0 Cost of sales Cost of sales of completed construction contracts 2,775,306 4,697, Cost of sales of completed construction contracts 83,147 109,0 Total cost of sales 2,858,453 4,806,3 Gross profit Gross profit on completed construction contracts 438,564 924,5 Gross profit on sideline businesses 31,915 35,8 Total gross profit on sideline businesses 31,915 35,8 Employees' salaries and allowances 140,741 178,9 Employees' salaries and allowances 140,741 178,9 Provision for bonuses for directors (and other officers) 7,998 99,8 Provision for bonuses for directors (and other officers) 7,998 99,8 Provision for retrement benefit expenses 6,063 44 Depreciation 12,468 166,0 Other 324,808 494,8 Total soling, general and administrative expenses 351,675 749,0 Operating profit (loss) (61,196) 211,7 Non-operating income 51,4	Net sales of completed construction contracts	3,213,870	5,622,706
Cost of sales Cost of sales of completed construction contracts 2,775,306 4,697,7 Cost of sales in sideline businesses 83,147 109,4 Total cost of sales 2,888,433 4,806,3 Gross profit 31,915 33,3 Gross profit on completed construction contracts 438,564 924,5 Gross profit on sideline businesses 31,915 33,3 Total gross profit on sideline businesses 31,017 960,3 Selling, general and administrative expenses 36,748 40,8 Provision for borouses 36,748 40,8 Provision for bonuses for directors (and other officers) 7,998 9,8 Provision for retirement benefits for directors (and other officers) 2,847 4,1 Provision for retirement benefits for directors (and other officers) 2,847 4,1	Net sales in sideline businesses	115,062	144,960
Cost of sales of completed construction contracts 2,775,306 4,697,7 Cost of sales in sideline businesses 38,147 1090 Total cost of sales 2,858,453 4,806,8 Gross profit 31,915 35,8 Gross profit on completed construction contracts 438,564 224,5 Gross profit on sideline businesses 31,915 35,8 Total gross profit 470,479 960,3 Selling, general and administrative expenses 140,741 178,3 Employees' salaries and allowances 140,741 178,3 Provision for bonuses 36,748 40,8 Provision for bonuses for directors (and other officers) 7,998 9,3 Provision for retirement benefits for directors (and other officers) 2,847 4,1 Retirement benefit expenses 6,063 4,4 Operacting for retirement benefits of directors (and other officers) 12,468 10,6 Other 324,808 494,4 14 Total selling, general and administrative expenses 531,675 749,6 Operating profit (loss) 6,1196 21	Total net sales	3,328,932	5,767,667
Cost of sales in sideline businesses 83,147 109,0 Total cost of sales 2,858,453 4,806,3 Gross profit 438,564 924,8 Gross profit on sideline businesses 31,915 35,8 Total gross profit 470,479 960,3 Selling, general and administrative expenses 8 110,741 178,3 Elmployees' salaries and allowances 140,741 178,3 40,4 Provision for bonuses for directors (and other officers) 7,998 9,3 Provision for bonuses for directors (and other officers) 7,998 9,3 Provision for bonuses for directors (and other officers) 2,847 4,1 Provision for bonuses for directors (and other officers) 2,847 4,1 Provision for bonuses for directors (and other officers) 2,847 4,4 Obter officers) 2,847 4,4 Depreciation 12,468 16,6 Other 324,808 494,8 Total selling, general and administrative expenses 51,675 794,0 Operating profit (loss) 20,146 18,6	Cost of sales		
Total cost of sales 2,858,453 4,806,3 Gross profit Composition of completed construction contracts 438,564 924,5 Gross profit on sideline businesses 31,915 35,3 Total gross profit 470,479 960,3 Selling, general and administrative expenses 8 Employees' salaries and allowances 140,741 178,8 Provision for bonuses 36,748 40,3 Provision for bonuses for directors (and other officers) 7,998 9,8 Provision for bonuses for directors (and other officers) 7,998 9,8 Provision for retirement benefits for directors (and other officers) 2,984 4,8 Provision for retirement benefits for directors (and other officers) 2,987 4,4 Other officers) 6,663 4,4 Retirement benefit expenses 6,063 4,4 Retirement benefit expenses 331,675 749,0 Other 324,808 494,8 Total selling, general and administrative expenses 51,675 749,0 Operating profit (loss) 51,428 51,	Cost of sales of completed construction contracts	2,775,306	4,697,795
Gross profit Coros profit on completed construction contracts 438,564 924,5 Gross profit on sideline businesses 31,915 35,3 Total gross profit 470,479 960,3 Selling, general and administrative expenses	Cost of sales in sideline businesses	83,147	109,066
Gross profit on completed construction contracts 438,564 924,5 Gross profit on sideline businesses 31,915 35,3 Total gross profit 470,479 960,8 Selling, general and administrative expenses **** Employees' salaries and allowances 140,741 178,8 Provision for bonuses for directors (and other officers) 7,988 9,3 Provision for bonuses for directors (and other officers) 7,988 9,3 Provision for retirement benefits for directors (and other officers) 6,063 4,4 Provision for retirement benefits for directors (and other officers) 6,063 4,4 Retirement benefit expenses 6,063 4,4 Oberreciation 12,468 106, Other 324,808 494,8 Total selling, general and administrative expenses 531,675 749,0 Operating profit (loss) (6,196) 211,7 Non-operating income 51,428 51,4 Rental income from real estate 20,146 18,4 Other 2,605 2,1 Total non-operating expenses	Total cost of sales	2,858,453	4,806,861
Gross profit on sideline businesses 31,915 35,8 Total gross profit 470,479 960,3 Selling, general and administrative expenses 140,741 178,8 Employees' salaries and allowances 140,741 178,8 Provision for bonuses for directors (and other officers) 7,998 9,8 Provision for bonuses for directors (and other officers) 7,998 9,8 Provision for bonuses for directors (and other officers) 7,998 9,8 Provision for bonuses for directors (and other officers) 7,998 9,8 Provision for bonuses for directors (and other officers) 2,847 4,4 Retriance for for retriement benefits for directors (and other officers) 2,847 4,4 Retriance for for retriement benefits for directors (and other officers) 12,468 16,6 Other 324,808 49,48 16,6 Other 324,808 49,48 Total selling, general and administrative expenses 531,675 79,49 Operating profit (loss) 51,428 51,4 Rental selling, general and administrative expenses 31,428 51,4 <	Gross profit		
Total gross profit 470,479 960,8 Selling, general and administrative expenses 8 Employees' salaries and allowances 140,741 178,8 Provision for bonuses 36,748 40,8 Provision for bonuses for directors (and other officers) 7,998 9,3 Provision for retirement benefits for directors (and other officers) 2,847 4,1 Retirement benefit expenses 6,063 4,4 Depreciation 12,468 16,6 Other 324,808 494,8 Total selling, general and administrative expenses 531,675 749,6 Operating profit (loss) (61,196) 221,7 Non-operating income 51,428 51,4 Rental income from real estate 20,146 18,6 Other 2,605 2,2 Total non-operating income 74,180 71,6 Non-operating expenses 3,758 9,0 Rental expenses on real estate 15,191 14,6 Other 3,752 1,7 Total non-operating expenses 22,002	Gross profit on completed construction contracts	438,564	924,911
Selling, general and administrative expenses 140,741 178,3 Employees' salaries and allowances 140,741 178,3 Provision for bonuses 36,748 40,8 Provision for bonuses for directors (and other officers) 7,998 9,8 Provision for retirement benefits for directors (and other officers) 2,847 4,4 Retirement benefit expenses 6,063 4,4 Depreciation 12,468 16,6 Other 324,808 494,8 Total selling, general and administrative expenses 531,675 749,0 Operating profit (loss) (61,196) 221,1 Non-operating income 11,428 51,4 Rental income from real estate 20,146 18,0 Other 2,605 2,1 Total non-operating income 74,180 71,6 Non-operating expenses 3,758 9,0 Interest expenses on real estate 15,191 1,0 Other 3,752 1,1 Total non-operating expenses 22,702 24,7 Cordinary profit (loss)	Gross profit on sideline businesses	31,915	35,893
Employees' salaries and allowances 140,741 178,8 Provision for bonuses 36,748 40,3 Provision for bonuses for directors (and other officers) 7,998 9,3 Provision for retirement benefits for directors (and other officers) 2,847 4,1 Retirement benefit expenses 6,063 4,4 Depreciation 12,468 16,6 Other 324,808 494,8 Total selling, general and administrative expenses 531,675 749,6 Operating profit (loss) (61,196) 211,3 Non-operating income 51,428 51,4 Rental income from real estate 20,146 18,0 Other 2,605 2,1 Total non-operating income 74,180 71,6 Non-operating expenses 3,758 9,0 Rental expenses on real estate 15,191 14,0 Other 3,752 11, Total non-operating expenses 22,702 24, Ordinary profit (loss) 25,25 2, Extraordinary income 3,463	Total gross profit	470,479	960,805
Provision for bonuses 36,748 40,8 Provision for bonuses for directors (and other officers) 7,998 9,8 Provision for retirement benefits for directors (and other officers) 2,847 4,1 Retirement benefit expenses 6,063 4,4 Depreciation 12,468 16,6 Other 324,808 494,8 Total selling, general and administrative expenses 331,675 749,0 Operating profit (loss) (61,196) 211,7 Non-operating income 51,428 51,4 Rental income from real estate 20,146 18,0 Other 2,605 2,1 Total non-operating income 74,180 71,2 Non-operating expenses 3,758 9,6 Rental expenses on real estate 15,191 14,6 Other 3,752 11,7 Total non-operating expenses (9,717) 258,2 Extraordinary income 3,463 124,5 Insurance income for accident and damage - 124,5 Gain on sale of non-current assets	Selling, general and administrative expenses		
Provision for bonuses for directors (and other officers) 7,998 9,36 Provision for retirement benefits for directors (and other officers) 2,847 4,1 Retirement benefit expenses 6,063 4,4 Depreciation 12,468 16,6 Other 324,808 494,8 Total selling, general and administrative expenses 531,675 749,0 Operating profit (loss) (6,1196) 211,7 Non-operating income 51,428 51,4 Rental income from real estate 20,146 18,4 Other 2,605 2,1 Total non-operating income 74,180 71,6 Non-operating expenses 3,758 9,6 Rental expenses on real estate 15,191 14,6 Other 3,752 1,7 Total non-operating expenses 22,702 24,7 Rental expenses on real estate 15,191 14,6 Other 3,752 1,7 Total non-operating expenses 2,7 1,7 Extraordinary income 3,463 124,5 <td>Employees' salaries and allowances</td> <td>140,741</td> <td>178,815</td>	Employees' salaries and allowances	140,741	178,815
Provision for retirement benefits for directors (and other officers) 2,847 4.1 Retirement benefit expenses 6,063 4.4 Depreciation 12,468 16,0 Other 324,808 494,8 Total selling, general and administrative expenses 531,675 749,0 Operating profit (loss) (61,196) 211,7 Non-operating income 51,428 51,4 Rental income from real estate 20,146 18,0 Other 2,605 2,1 Total non-operating income 74,180 71,6 Non-operating expenses 3,758 9,0 Rental expenses on real estate 15,191 14,0 Other 3,752 1,1 Total non-operating expenses 22,702 24,7 Ordinary profit (loss) (9,717) 258,5 Extraordinary income 3,463 124,5 Gain on sale of non-current assets 3,463 124,5 Gain on sale of non-current assets - 2,5 Loss on sale of non-current assets - 2,5<	Provision for bonuses	36,748	40,835
other officers) 2.847 4, 1 Retirement benefit expenses 6.063 4, 4 Depreciation 12,468 16,0 Other 324,808 494,8 Total selling, general and administrative expenses 531,675 749,0 Operating profit (loss) (61,196) 211,7 Non-operating income 51,428 51,4 Rental income from real estate 20,146 18,0 Other 2,605 2,1 Total non-operating income 74,180 71,6 Non-operating expenses 3,758 9,0 Rental expenses on real estate 15,191 14,0 Other 3,752 1, Total non-operating expenses 22,702 24,7 Ordinary profit (loss) (9,717) 258,2 Extraordinary income 3,463 124,5 Gain on sale of non-current assets 3,463 124,5 Total extraordinary income 3,463 124,5 Extraordinary losses - 2,5 Loss on sale of non-current asse	Provision for bonuses for directors (and other officers)	7,998	9,885
Depreciation 12,468 16,0 Other 324,808 494,8 Total selling, general and administrative expenses 531,675 749,6 Operating profit (loss) (61,196) 211,7 Non-operating income 8 51,428 Dividend income 51,428 51,428 Rental income from real estate 20,146 18,6 Other 2,605 2,1 Total non-operating income 74,180 71,6 Non-operating expenses 3,758 9,6 Rental expenses on real estate 15,191 14,6 Other 3,752 1,7 Total non-operating expenses 22,702 24,7 Ordinary profit (loss) (9,717) 258,5 Extraordinary income 124,9 124,9 Gain on sale of non-current assets 3,463 124,9 Gain on sale of non-current assets 3,463 124,9 Extraordinary losses - 2,8 Loss on compensation for accident and damage - 2,8 Loss on com	· · · · · · · · · · · · · · · · · · ·	2,847	4,182
Other 324,808 494,8 Total selling, general and administrative expenses 531,675 749,0 Operating profit (loss) (61,196) 211,7 Non-operating income 51,428 51,428 Bental income from real estate 20,146 188,6 Other 2,605 2,1 Total non-operating income 74,180 71,6 Non-operating expenses 3,758 9,6 Rental expenses on real estate 15,191 14,6 Other 3,752 1, Total non-operating expenses 22,702 24, Ordinary profit (loss) (9,717) 258,5 Extraordinary income 124,8 124,9 Gain on sale of non-current assets 3,463 124,9 Gain on sale of non-current assets 3,463 124,9 Extraordinary losses - 2,8 Loss on sale of non-current assets - 2,8 Loss on compensation for accident and damage - 115,1 Total extraordinary losses - 117,2 <	Retirement benefit expenses	6,063	4,474
Total selling, general and administrative expenses 531,675 749,0 Operating profit (loss) (61,196) 211,7 Non-operating income 51,428 51,428 Dividend income from real estate 20,146 18,6 Other 2,605 2,1 Total non-operating income 74,180 71,6 Non-operating expenses 3,758 9,6 Interest expenses 3,758 9,6 Rental expenses on real estate 15,191 14,6 Other 3,752 1,7 Total non-operating expenses 22,702 24,7 Ordinary profit (loss) (9,717) 258,2 Extraordinary income 3,463 124,9 Extraordinary income 3,463 124,9 Extraordinary losses - 2,5 Loss on sale of non-current assets - 2,5 Loss on compensation for accident and damage - 2,5 Loss on compensation for accident and damage - 115,5 Total extraordinary losses - 115,5	Depreciation	12,468	16,027
Operating profit (loss) (61,196) 211,7 Non-operating income 51,428 51,428 Rental income from real estate 20,146 18,6 Other 2,605 2,1 Total non-operating income 74,180 71,6 Non-operating expenses 3,758 9,0 Rental expenses on real estate 15,191 14,0 Other 3,752 1, Total non-operating expenses 22,702 24, Ordinary profit (loss) (9,717) 258, Extraordinary income 1 124, Insurance income for accident and damage - 124, Gain on sale of non-current assets 3,463 124, Extraordinary income 3,463 124, Extraordinary losses - 2,8 Loss on sale of non-current assets - 2,8 Loss on sale of non-current assets - 2,8 Loss on sale of non-current assets - 2,5 Loss on sale of non-current assets - 2,5 Loss on s	Other	324,808	494,819
Non-operating income 51,428 51,428 Rental income from real estate 20,146 18,6 Other 2,605 2,1 Total non-operating income 74,180 71,6 Non-operating expenses 3,758 9,0 Interest expenses on real estate 15,191 14,0 Other 3,752 1,7 Total non-operating expenses 22,702 24,7 Ordinary profit (loss) (9,717) 258,2 Extraordinary income 3,463 124,5 Gain on sale of non-current assets 3,463 124,5 Gain on sale of non-current assets 3,463 124,5 Extraordinary losses - 2,8 Loss on sale of non-current assets - 115,1 <tr< td=""><td>Total selling, general and administrative expenses</td><td>531,675</td><td>749,039</td></tr<>	Total selling, general and administrative expenses	531,675	749,039
Dividend income 51,428 51,428 Rental income from real estate 20,146 18,6 Other 2,605 2,1 Total non-operating income 74,180 71,6 Non-operating expenses	Operating profit (loss)	(61,196)	211,766
Rental income from real estate 20,146 18,6 Other 2,605 2,7 Total non-operating income 74,180 71,6 Non-operating expenses 74,180 71,6 Interest expenses 3,758 9,0 Rental expenses on real estate 15,191 14,0 Other 3,752 1, Total non-operating expenses 22,702 24, Ordinary profit (loss) (9,717) 258,2 Extraordinary income 3,463 124,9 Gain on sale of non-current assets 3,463 124,9 Extraordinary losses - 12,6 Loss on sale of non-current assets - 2,8 Loss on compensation for accident and damage - 2,8 Loss on compensation for accident and damage - 115,1 Total extraordinary losses - 117,5 Profit (loss) before income taxes (6,254) 265,4 Income taxes - current 10,352 109,5 Income taxes - deferred 11,513 28,7	Non-operating income		
Other 2,605 2,1 Total non-operating income 74,180 71,6 Non-operating expenses 3,758 9,0 Interest expenses on real estate 15,191 14,0 Other 3,752 1,7 Total non-operating expenses 22,702 24,7 Ordinary profit (loss) (9,717) 258,5 Extraordinary income - 124,5 Gain on sale of non-current assets 3,463 124,5 Extraordinary income 3,463 124,5 Extraordinary losses - 2,5 Loss on sale of non-current assets - 2,5 Loss on compensation for accident and damage - 115,1 Total extraordinary losses - 117,9 Profit (loss) before income taxes (6,254) 265,4 Income taxes - current 10,352 109,5 Income taxes - deferred 11,513 28,7 Total income taxes 21,866 138,2	Dividend income	51,428	51,461
Total non-operating income 74,180 71,6 Non-operating expenses 3,758 9,6 Interest expenses 3,758 9,6 Rental expenses on real estate 15,191 14,6 Other 3,752 1,7 Total non-operating expenses 22,702 24,7 Ordinary profit (loss) (9,717) 258,5 Extraordinary income - 124,5 Gain on sale of non-current assets 3,463 124,5 Extraordinary losses - 2,8 Loss on sale of non-current assets - 2,8 Loss on compensation for accident and damage - 115,1 Total extraordinary losses - 117,9 Profit (loss) before income taxes (6,254) 265,4 Income taxes - current 10,352 109,5 Income taxes - deferred 11,513 28,7 Total income taxes 21,866 138,2	Rental income from real estate	20,146	18,045
Non-operating expenses 3,758 9,0 Rental expenses on real estate 15,191 14,0 Other 3,752 1,7 Total non-operating expenses 22,702 24,7 Ordinary profit (loss) (9,717) 258,5 Extraordinary income 1124,5 Gain on sale of non-current assets 3,463 124,5 Total extraordinary income 3,463 124,5 Extraordinary losses - 2,8 Loss on sale of non-current assets - 2,8 Loss on compensation for accident and damage - 115,1 Total extraordinary losses - 115,1 Profit (loss) before income taxes (6,254) 265,4 Income taxes - current 10,352 109,3 Income taxes - deferred 11,513 28,7 Total income taxes 21,866 138,2	Other	2,605	2,106
Interest expenses 3,758 9,0 Rental expenses on real estate 15,191 14,0 Other 3,752 1,7 Total non-operating expenses 22,702 24,7 Ordinary profit (loss) (9,717) 258,5 Extraordinary income - 124,5 Gain on sale of non-current assets 3,463 124,5 Total extraordinary income 3,463 124,5 Extraordinary losses - 2,8 Loss on sale of non-current assets - 2,8 Loss on compensation for accident and damage - 115,1 Total extraordinary losses - 117,5 Profit (loss) before income taxes (6,254) 265,4 Income taxes - current 10,352 109,5 Income taxes - deferred 11,513 28,7 Total income taxes 21,866 138,2	Total non-operating income	74,180	71,613
Rental expenses on real estate 15,191 14,0 Other 3,752 1,7 Total non-operating expenses 22,702 24,7 Ordinary profit (loss) (9,717) 258,5 Extraordinary income Insurance income for accident and damage - 124,5 Gain on sale of non-current assets 3,463 124,5 Extraordinary losses - 2,8 Loss on sale of non-current assets - 2,8 Loss on compensation for accident and damage - 115,1 Total extraordinary losses - 117,5 Profit (loss) before income taxes (6,254) 265,4 Income taxes - current 10,352 109,5 Income taxes - deferred 11,513 28,7 Total income taxes 21,866 138,2	Non-operating expenses		
Other 3,752 1,7 Total non-operating expenses 22,702 24,7 Ordinary profit (loss) (9,717) 258,5 Extraordinary income Insurance income for accident and damage - 124,9 Gain on sale of non-current assets 3,463 124,9 Extraordinary losses - 2,8 Loss on sale of non-current assets - 2,8 Loss on compensation for accident and damage - 115,1 Total extraordinary losses - 117,9 Profit (loss) before income taxes (6,254) 265,4 Income taxes - current 10,352 109,5 Income taxes - deferred 11,513 28,7 Total income taxes 21,866 138,2	Interest expenses	3,758	9,013
Total non-operating expenses 22,702 24,7 Ordinary profit (loss) (9,717) 258,5 Extraordinary income Insurance income for accident and damage - 124,5 Gain on sale of non-current assets 3,463 124,5 Total extraordinary income 3,463 124,5 Extraordinary losses - 2,8 Loss on sale of non-current assets - 2,8 Loss on compensation for accident and damage - 117,9 Total extraordinary losses - 117,9 Profit (loss) before income taxes (6,254) 265,4 Income taxes - current 10,352 109,5 Income taxes - deferred 11,513 28,7 Total income taxes 21,866 138,2	Rental expenses on real estate	15,191	14,064
Ordinary profit (loss) (9,717) 258,5 Extraordinary income Insurance income for accident and damage - 124,9 Gain on sale of non-current assets 3,463 124,9 Extraordinary income 3,463 124,9 Extraordinary losses - 2,6 Loss on sale of non-current assets - 2,5 Loss on compensation for accident and damage - 115,1 Total extraordinary losses - 117,5 Profit (loss) before income taxes (6,254) 265,4 Income taxes - current 10,352 109,3 Income taxes - deferred 11,513 28,7 Total income taxes 21,866 138,2	Other	3,752	1,713
Extraordinary income 124,9 Insurance income for accident and damage - 124,9 Gain on sale of non-current assets 3,463 Total extraordinary income 3,463 124,9 Extraordinary losses - 2,8 Loss on sale of non-current assets - 2,8 Loss on compensation for accident and damage - 115,1 Total extraordinary losses - 117,9 Profit (loss) before income taxes (6,254) 265,4 Income taxes - current 10,352 109,5 Income taxes - deferred 11,513 28,7 Total income taxes 21,866 138,2	Total non-operating expenses	22,702	24,791
Insurance income for accident and damage - 124,9 Gain on sale of non-current assets 3,463 Total extraordinary income 3,463 124,9 Extraordinary losses Loss on sale of non-current assets - 2,8 Loss on compensation for accident and damage - 115,1 Total extraordinary losses - 117,5 Profit (loss) before income taxes (6,254) 265,4 Income taxes - current 10,352 109,5 Income taxes - deferred 11,513 28,7 Total income taxes 21,866 138,2	Ordinary profit (loss)	(9,717)	258,588
Gain on sale of non-current assets 3,463 Total extraordinary income 3,463 Extraordinary losses Loss on sale of non-current assets - Loss on compensation for accident and damage - Total extraordinary losses - Profit (loss) before income taxes (6,254) Income taxes - current 10,352 Income taxes - deferred 11,513 Total income taxes 21,866 138,2	Extraordinary income		
Total extraordinary income 3,463 124,5 Extraordinary losses - 2,6 Loss on sale of non-current assets - 2,5 Loss on compensation for accident and damage - 115,1 Total extraordinary losses - 117,5 Profit (loss) before income taxes (6,254) 265,4 Income taxes - current 10,352 109,5 Income taxes - deferred 11,513 28,7 Total income taxes 21,866 138,2	Insurance income for accident and damage	-	124,906
Extraordinary losses Loss on sale of non-current assets - 2,8 Loss on compensation for accident and damage - 115,1 Total extraordinary losses - 117,5 Profit (loss) before income taxes (6,254) 265,4 Income taxes - current 10,352 109,5 Income taxes - deferred 11,513 28,7 Total income taxes 21,866 138,2	Gain on sale of non-current assets	3,463	-
Loss on sale of non-current assets - 2,8 Loss on compensation for accident and damage - 115,9 Total extraordinary losses - 117,9 Profit (loss) before income taxes (6,254) 265,4 Income taxes - current 10,352 109,5 Income taxes - deferred 11,513 28,7 Total income taxes 21,866 138,2	Total extraordinary income	3,463	124,906
Loss on compensation for accident and damage - 115,1 Total extraordinary losses - 117,5 Profit (loss) before income taxes (6,254) 265,4 Income taxes - current 10,352 109,5 Income taxes - deferred 11,513 28,7 Total income taxes 21,866 138,2	Extraordinary losses		
Total extraordinary losses - 117,9 Profit (loss) before income taxes (6,254) 265,4 Income taxes - current 10,352 109,5 Income taxes - deferred 11,513 28,7 Total income taxes 21,866 138,2	Loss on sale of non-current assets	-	2,816
Profit (loss) before income taxes (6,254) 265,4 Income taxes - current 10,352 109,5 Income taxes - deferred 11,513 28,7 Total income taxes 21,866 138,2	Loss on compensation for accident and damage	-	115,180
Income taxes - current 10,352 109,5 Income taxes - deferred 11,513 28,7 Total income taxes 21,866 138,2	Total extraordinary losses	-	117,997
Income taxes - deferred 11,513 28,7 Total income taxes 21,866 138,2	Profit (loss) before income taxes	(6,254)	265,497
Income taxes - deferred 11,513 28,7 Total income taxes 21,866 138,2	Income taxes - current		109,504
Total income taxes 21,866 138,2	Income taxes - deferred		28,748
	_	·	138,252
	_	·	127,245
Profit attributable to non-controlling interests 479			
		(28,599)	127,245

		(Thousands of yen)
	For the six months ended July 31, 2023	For the six months ended July 31, 2024
Profit (loss)	(28,120)	127,245
Other comprehensive income		
Valuation difference on available-for-sale securities	(368,396)	130,809
Total other comprehensive income	(368,396)	130,809
Comprehensive income	(396,517)	258,054
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(396,996)	258,054
Comprehensive income attributable to non-controlling interests	479	-

		(Thousands of yen)
	For the six months ended July 31, 2023	For the six months ended July 31, 2024
Cash flows from operating activities		
Profit (loss) before income taxes	(6,254)	265,497
Insurance income for accident and damage	-	(124,906)
Loss on compensation for accident and damage	-	115,180
Loss on retirement of non-current assets	-	2,816
Gain on sale of non-current assets	(3,463)	-
Depreciation	12,598	17,815
Amortization of goodwill	13,893	37,885
Increase (decrease) in allowance for doubtful accounts	704	107
Increase (decrease) in provision for loss on construction contracts	13,395	23,544
Increase (decrease) in provision for shareholder benefit program	(34,530)	(60,916
Increase (decrease) in provision for bonuses for directors (and other officers)	7,998	9,885
Increase (decrease) in provision for bonuses	76,744	92,395
Increase (decrease) in provision for retirement benefits for directors (and other officers)	(182,152)	4,182
Increase (decrease) in retirement benefit liability	1,895	6,437
Interest and dividend income	(51,522)	(51,471
Interest expenses	3,758	9,013
Decrease (increase) in trade receivables	(790,309)	(89,487
Decrease (increase) in costs on construction contracts in progress	68,620	(4,800
Increase (decrease) in trade payables	243,297	(332,884
Increase (decrease) in accounts payable - other	(115,402)	(149,842
Other, net	74,026	105,680
Subtotal	(666,700)	(123,865
Interest and dividends received	51,522	51,471
Interest paid	(3,748)	(10,081
Income taxes refund (paid)	167,973	(116,997
Net cash provided by (used in) operating activities	(450,953)	(199,472
Cash flows from investing activities		
Purchase of property, plant and equipment	(9,955)	(15,596
Proceeds from sale of property, plant and equipment	6,624	-
Purchase of software	(1,206)	(225
Other, net	6,265	3,226
Net cash provided by (used in) investing activities	1,727	(12,595
Cash flows from financing activities		•
Proceeds from short-term borrowings	900,000	1,500,000
Proceeds from long-term borrowings	· -	30,000
Repayments of long-term borrowings	(129,804)	(478,202
Dividends paid	(88,516)	(88,552
Other, net	(4,961)	(964
Net cash provided by (used in) financing activities	676,718	962,280
Net increase (decrease) in cash and cash equivalents	227,492	750,213
Cash and cash equivalents at beginning of period	1,337,606	1,444,088
Cash and cash equivalents at end of period	1,565,099	2,194,301