



Note: This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

Summary Financial Results for the Third Quarter of the Fiscal Year Ending March 31, 2024 [Japanese GAAP] (Consolidated)

February 8, 2024

Company Name	ASAHI KOGYOSHA CO., LTD.	Exchange listed on	Tokyo Stock Exchange
Securities Code	1975	URL	https://www.asahikogyosha.co.jp
Representative	(Title) President and Representative Director	(Name)	Yasutomo Takasu
Contact	(Title) Director, Vice President, Executive Officer, and General Manager of General Affairs Division	(Name)	Michiya Kameda (TEL) 03-6452-8181

Scheduled date for quarterly securities report filing : February 8, 2024
 Scheduled date of commencement of dividend payments : –
 Supplementary materials prepared for quarterly financial results : Yes
 Quarterly financial results briefing to be convened : None

(Amounts rounded down to the nearest millions of yen.)

1. Consolidated Results for Third Quarter of Fiscal Year Ending March 2024 (from April 1, 2023 to December 31, 2023)

(1) Consolidated Operating Results (Cumulative)

(Percentages indicate rates of change from the same quarter of the previous year.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	million yen	%	million yen	%	million yen	%	million yen	%
Q3 of fiscal year ending March 2024	65,881	22.4	2,878	115.8	3,200	83.1	2,143	86.1
Q3 of fiscal year ended March 2023	53,830	16.9	1,333	44.5	1,748	44.5	1,151	64.5

(Note) Comprehensive income: Q3 of fiscal year ending March 2024 2,503 million yen (121.8%)
 Q3 of fiscal year ended March 2023 1,128 million yen (158.0%)

	Net income per share	Diluted net income per share
	yen	yen
Q3 of fiscal year ending March 2024	166.68	–
Q3 of fiscal year ended March 2023	89.68	–

(2) Consolidated Financial Position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	million yen	million yen	%	yen
Q3 of fiscal year ending March 2024	75,917	36,695	48.3	2,852.75
Fiscal year ended March 2023	78,941	35,380	44.8	2,753.40

(Reference) Shareholders' equity Q3 of fiscal year ending March 2024 36,695 million yen
 Fiscal year ended March 2023 35,380 million yen

2. Dividends

	Annual dividends				
	End of Q1	End of Q2	End of Q3	End of FY	Total
	yen	yen	yen	yen	yen
Fiscal year ended March 2023	–	25.00	–	55.00	80.00
Fiscal year ending March 2024	–	40.00	–		
Fiscal year ending March 2024 (forecast)				80.00	120.00

(Notes) 1. Revision to most recently announced dividend forecast: Yes

2. Breakdown of dividends

End of Q2 of fiscal year ended March 2023	Ordinary dividends: 25.00 yen
Fiscal year ended March 2023, year end	Ordinary dividends: 25.00 yen; special dividends: 30.00 yen
End of Q2 for fiscal year ending March 2024	Ordinary dividends: 40.00 yen
Fiscal year ending March 2024, year end (forecast)	Ordinary dividends: 40.00 yen; special dividends: 40.00 yen

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

(Percentages indicate rates of change from the previous year.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Net income per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
Full year	91,700	14.4	4,300	59.4	4,600	47.1	3,500	41.1	272.18

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

* Notes

- (1) Changes in significant subsidiaries during cumulative consolidated quarter under review (changes in specified subsidiaries involving changes in the scope of consolidation) : None
- (2) Application of special account processing in preparation of quarterly consolidated financial statements : None
- (3) Changes in accounting policies or accounting estimates, restatements
 - 1) Changes in accounting policies related to revision of accounting standards : None
 - 2) Changes in accounting policies other than those under 1) above : None
 - 3) Changes in accounting estimates : None
 - 4) Restatements : None

(4) Number of shares issued (common shares)

1) Total shares issued and outstanding at the end of period (including treasury stock)	3Q, Fiscal year ending March 2024	13,600,000 shares	Fiscal year ended March 2023	13,600,000 shares
2) Shares of treasury stock at the end of period	3Q, Fiscal year ending March 2024	736,774 shares	Fiscal year ended March 2023	750,174 shares
3) Average shares during period (quarterly, cumulative)	3Q, Fiscal year ending March 2024	12,857,671 shares	3Q, Fiscal year ended March 2023	12,841,479 shares

* Quarterly summary financial results are not subject to audits by a certified public accountant or audit firm.

* Explanation of appropriate use of operating results forecasts and other special notes

The forward-looking statements contained in this document, including forecasts of operating results, are based on information available to the Company and certain assumptions deemed reasonable at the time. No guarantees are provided concerning their achievement. Actual results may differ substantially for various reasons.

2. Quarterly Consolidated Financial Statements and Major Notes

(1) Quarterly consolidated balance sheet

(Million yen)

	Previous consolidated fiscal year (March 31, 2023)	Third quarter of current consolidated fiscal year (December 31, 2023)
Assets		
Current assets		
Cash and deposits	17,667	15,199
Notes receivable, accounts receivable from completed construction contracts, and other	30,295	25,905
Electronically recorded monetary claims – operating	6,882	10,454
Finished goods	0	0
Costs on construction contracts in progress	1,472	1,878
Work in process	567	1,040
Raw materials and supplies	246	245
Other	2,071	1,207
Allowance for doubtful accounts	-1	-2
Total current assets	59,201	55,929
Non-current assets		
Property, plant, and equipment	6,321	6,407
Intangible assets	791	631
Investments and other assets		
Investment securities	11,305	11,655
Other	1,331	1,302
Allowance for doubtful accounts	-9	-9
Total investments and other assets	12,627	12,948
Total non-current assets	19,740	19,988
Total assets	78,941	75,917
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts, and other	20,024	11,173
Electronically recorded obligations – operating	14,235	18,608
Short-term borrowings	3,300	2,230
Income taxes payable	812	690
Advances received on construction contracts in progress	1,265	1,531
Provision for warranties for completed construction	86	92
Provision for loss on construction contracts	260	1,358
Other	1,657	1,657
Total current liabilities	41,642	37,342
Non-current liabilities		
Retirement benefit liability	1,282	1,213
Other	635	666
Total non-current liabilities	1,918	1,879
Total liabilities	43,561	39,222
Net assets		
Shareholders' equity		
Share capital	3,857	3,857
Capital surplus	3,777	3,798
Retained earnings	24,830	25,752
Treasury shares	-672	-660
Total shareholders' equity	31,792	32,747
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	4,034	4,293
Foreign currency translation adjustment	183	238
Remeasurements of defined benefit plans	-630	-583
Total accumulated other comprehensive income	3,588	3,948
Total net assets	35,380	36,695
Total liabilities and net assets	78,941	75,917

(2) Quarterly consolidated statement of income and quarterly consolidated statement of comprehensive income
(Quarterly consolidated statement of income)
(Cumulative consolidated third quarter)

	(Million yen)	
	Cumulative third quarter of previous consolidated fiscal year (April 1, 2022 – December 31, 2022)	Cumulative third quarter of current consolidated fiscal year (April 1, 2023 – December 31, 2023)
Net sales	53,830	65,881
Cost of sales	48,115	57,974
Gross profit	5,715	7,906
Selling, general and administrative expenses	4,381	5,028
Operating profit	1,333	2,878
Non-operating income		
Interest income	2	5
Dividend income	268	297
Insurance claim income	134	–
Other	69	53
Total non-operating income	474	356
Non-operating expenses		
Interest expenses	22	20
Commitment fees	34	11
Other	3	2
Total non-operating expenses	59	34
Ordinary profit	1,748	3,200
Extraordinary income		
Gain on disposal of non-current assets	–	1
Gain on sale of investment securities	–	16
Gain on sale of businesses	70	–
Total extraordinary income	70	18
Extraordinary losses		
Loss on disposal of non-current assets	3	1
Loss on valuation of golf club membership	–	0
Loss on valuation of investment securities	15	9
Impairment losses	12	–
Total extraordinary losses	30	11
Profit before income taxes	1,787	3,207
Income taxes – current	249	1,266
Income taxes – deferred	387	-201
Total income taxes	636	1,064
Profit	1,151	2,143
Profit attributable to owners of parent	1,151	2,143

(Quarterly consolidated statement of comprehensive income)
(Cumulative consolidated third quarter)

	(Million yen)	
	Cumulative third quarter of previous consolidated fiscal year (April 1, 2022 – December 31, 2022)	Cumulative third quarter of current consolidated fiscal year (April 1, 2023 – December 31, 2023)
Profit	1,151	2,143
Other comprehensive income		
Valuation difference on available-for-sale securities	-125	258
Foreign currency translation adjustment	47	54
Remeasurements of defined benefit plans, net of tax	55	46
Total other comprehensive income	-22	360
Comprehensive income	1,128	2,503
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,128	2,503
Comprehensive income attributable to non-controlling interests	–	–