

Translation

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## Summary of Consolidated Financial Results for the Three Months Ended March 31, 2024 (Based on Japanese GAAP)

May 10, 2024

Company name: FUKUDA CORPORATION  
 Stock exchange listing: Tokyo  
 Stock code: 1899 URL <https://www.fkd.co.jp/>  
 Representative: Representative Director and President Masanori Araaki  
 Director and General Manager of  
 Inquiries: Administration Department Toshio Omi TEL 025-266-9111  
 Scheduled date to file Quarterly Securities Report: May 10, 2024  
 Scheduled date to commence dividend payments: –  
 Preparation of supplementary material on quarterly financial results: No  
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

### 1. Consolidated financial results for the three months ended March 31, 2024 (from January 1, 2024 to March 31, 2024)

#### (1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	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 March 31, 2024	41,419	15.4	2,659	100.2	2,751	93.8	1,883	97.4
Three months ended March 31, 2023	35,902	(3.7)	1,328	(33.7)	1,419	(31.3)	954	(36.0)

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended March 31, 2024	227.69	–
Three months ended March 31, 2023	112.29	–

#### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of March 31, 2024	141,890	81,585	57.0
As of December 31, 2023	136,731	80,333	58.2

### 2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended December 31, 2023	–	0.00	–	110.00	110.00
Year ending December 31, 2024	–				
Year ending December 31, 2024 (Forecast)		0.00	–	110.00	110.00

### 3. Forecast of consolidated financial results for the year ending December 31, 2024 (from January 1, 2024 to December 31, 2024)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	166,400	2.6	5,800	11.4	6,000	9.5	3,900	15.2	471.30

4. Notes

- (1) Changes in significant subsidiaries during the three months ended March 31, 2024  
(changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: No
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
- Changes in accounting policies due to revisions to accounting standards and other regulations: No
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: No
- Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

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

As of March 31, 2024	8,988,111 shares	As of December 31, 2023	8,988,111 shares
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Number of treasury shares at the end of the period

As of March 31, 2024	713,161 shares	As of December 31, 2023	714,907 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended March 31, 2024	8,274,002 shares	Three months ended March 31, 2023	8,498,009 shares
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**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of December 31, 2023	As of March 31, 2024
<b>Assets</b>		
<b>Current assets</b>		
Cash and deposits	29,421	34,901
Notes receivable, accounts receivable from completed construction contracts and other	58,903	59,564
Securities	49	–
Real estate for sale	1,305	1,299
Costs on construction contracts in progress	1,201	903
Costs on real estate business	4,579	2,204
Other inventories	345	415
Accounts receivable - other	3,264	3,757
Other	770	1,401
Allowance for doubtful accounts	(38)	(36)
<b>Total current assets</b>	<b>99,801</b>	<b>104,411</b>
<b>Non-current assets</b>		
<b>Property, plant and equipment</b>		
Buildings and structures	23,468	24,150
Machinery, vehicles, tools, furniture and fixtures	14,148	14,191
Land	15,871	15,891
Other	1,496	951
Accumulated depreciation	(27,900)	(28,115)
<b>Total property, plant and equipment</b>	<b>27,084</b>	<b>27,069</b>
<b>Intangible assets</b>		
Other	416	397
<b>Total intangible assets</b>	<b>416</b>	<b>397</b>
<b>Investments and other assets</b>		
Investment securities	5,925	6,392
Long-term loans receivable	324	324
Retirement benefit asset	1,752	1,783
Deferred tax assets	780	875
Other	940	930
Allowance for doubtful accounts	(295)	(295)
<b>Total investments and other assets</b>	<b>9,428</b>	<b>10,010</b>
<b>Total non-current assets</b>	<b>36,929</b>	<b>37,478</b>
<b>Total assets</b>	<b>136,731</b>	<b>141,890</b>

(Millions of yen)

	As of December 31, 2023	As of March 31, 2024
<b>Liabilities</b>		
<b>Current liabilities</b>		
Notes payable, accounts payable for construction contracts and other	36,818	40,220
Short-term borrowings	745	1,030
Income taxes payable	1,015	1,131
Advances received on uncompleted construction contracts and other	4,245	3,338
Provisions	683	1,480
Other	5,444	5,854
<b>Total current liabilities</b>	<b>48,953</b>	<b>53,055</b>
<b>Non-current liabilities</b>		
Long-term borrowings	754	684
Deferred tax liabilities	269	229
Deferred tax liabilities for land revaluation	811	796
Provisions	561	552
Retirement benefit liability	2,507	2,459
Other	2,539	2,527
<b>Total non-current liabilities</b>	<b>7,444</b>	<b>7,249</b>
<b>Total liabilities</b>	<b>56,397</b>	<b>60,304</b>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Share capital	5,158	5,158
Capital surplus	6,169	6,169
Retained earnings	70,651	71,615
Treasury shares	(3,531)	(3,522)
<b>Total shareholders' equity</b>	<b>78,448</b>	<b>79,420</b>
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities	1,355	1,609
Revaluation reserve for land	65	81
Remeasurements of defined benefit plans	(245)	(237)
<b>Total accumulated other comprehensive income</b>	<b>1,175</b>	<b>1,453</b>
<b>Non-controlling interests</b>	<b>709</b>	<b>711</b>
<b>Total net assets</b>	<b>80,333</b>	<b>81,585</b>
<b>Total liabilities and net assets</b>	<b>136,731</b>	<b>141,890</b>

## Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

### Consolidated statements of income (cumulative)

(Millions of yen)

	Three months ended March 31, 2023	Three months ended March 31, 2024
Net sales		
Net sales of completed construction contracts	31,864	34,200
Sales in real estate business	523	4,026
Sales in other businesses	3,513	3,193
Total net sales	35,902	41,419
Cost of sales		
Cost of sales of completed construction contracts	28,933	30,862
Cost of sales in real estate business	373	2,902
Cost of sales in other businesses	2,948	2,617
Total cost of sales	32,256	36,382
Gross profit		
Gross profit on completed construction contracts	2,930	3,338
Gross profit - real estate business	149	1,123
Gross profit - other business	565	575
Total gross profit	3,645	5,037
Selling, general and administrative expenses	2,317	2,378
Operating profit	1,328	2,659
Non-operating income		
Interest income	5	4
Dividend income	63	72
Reversal of allowance for doubtful accounts	0	–
Share of profit of entities accounted for using equity method	2	4
Other	34	30
Total non-operating income	106	111
Non-operating expenses		
Interest expenses	7	7
Commission for syndicated loans	3	8
Prepayment guarantee fee	2	2
Other	1	0
Total non-operating expenses	14	19
Ordinary profit	1,419	2,751
Extraordinary income		
Gain on sale of non-current assets	0	3
Gain on sale of investment securities	0	–
Subsidy income	–	59
Total extraordinary income	0	62

(Millions of yen)

	Three months ended March 31, 2023	Three months ended March 31, 2024
Extraordinary losses		
Loss on retirement of non-current assets	1	0
Loss on valuation of investment securities	0	0
Loss on tax purpose reduction entry of non-current assets	–	59
Total extraordinary losses	1	59
Profit before income taxes	1,418	2,754
Income taxes - current	765	1,071
Income taxes - deferred	(315)	(226)
Total income taxes	449	844
Profit	968	1,910
Profit attributable to non-controlling interests	14	26
Profit attributable to owners of parent	954	1,883

**Consolidated statements of comprehensive income (cumulative)**

(Millions of yen)

	Three months ended March 31, 2023	Three months ended March 31, 2024
Profit	968	1,910
Other comprehensive income		
Valuation difference on available-for-sale securities	33	249
Revaluation reserve for land	–	15
Remeasurements of defined benefit plans, net of tax	1	7
Share of other comprehensive income of entities accounted for using equity method	0	5
Total other comprehensive income	35	279
Comprehensive income	1,004	2,189
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	989	2,161
Comprehensive income attributable to non-controlling interests	14	28