

Translation

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

May 10, 2024

Company name: Kamigumi Co., Ltd.
 Stock exchange listing: Tokyo
 Stock code: 9364 URL <https://www.kamigumi.co.jp/>
 Representative: President & Representative Director Yoshihiro Fukai
 Senior Corporate Officer, General Manager of Financial Hq. Yasuhiro Kishino TEL 078-271-5119
 Scheduled date of ordinary general meeting of shareholders: June 27, 2024
 Scheduled date to file Securities Report: June 28, 2024
 Scheduled date to commence dividend payments: June 28, 2024
 Preparation of supplementary material on financial results: Yes
 Holding of financial results meeting: Yes (for institutional investors and analysts)

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the year ended March 31, 2024 (from April 1, 2023 to March 31, 2024)

(1) Consolidated operating results

Percentages indicate year-on-year changes

	Operating revenue		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Year ended March 31, 2024	266,785	(2.7)	30,592	(3.1)	34,185	(2.5)	25,035	1.7
Year ended March 31, 2023	274,139	4.8	31,580	10.7	35,064	13.6	24,620	18.0

	Earnings per share	Diluted earnings per share	Profit attributable to owners of parent/equity	Ordinary profit/total assets	Operating profit/Operating revenue
	Yen	Yen	%	%	%
Year ended March 31, 2024	232.97	–	6.6	7.3	11.5
Year ended March 31, 2023	220.69	–	6.7	7.9	11.5

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2024	483,921	387,290	79.7	3,622.81
As of March 31, 2023	456,038	373,005	81.4	3,372.82

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Year ended March 31, 2024	42,471	(16,423)	(12,216)	80,098
Year ended March 31, 2023	35,564	(13,720)	(2,224)	66,147

2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Dividend payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Year ended March 31, 2023	–	40.00	–	50.00	90.00	9,925	40.8	2.7
Year ended March 31, 2024	–	45.00	–	55.00	100.00	10,654	42.9	2.9
Year ending March 31, 2025 (Forecast)	–	50.00	–	50.00	100.00		43.5	

3. Forecast of consolidated financial results for the year ending March 31, 2025 (from April 1, 2024 to March 31, 2025)

Percentages indicate year-on-year changes

	Operating revenue		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
Six months ending September 30, 2024	135,000	0.4	14,900	(3.5)	16,100	(7.7)	12,000	(4.9)	112.72
Full year	271,000	1.6	30,000	(1.9)	32,700	(4.3)	24,500	(2.1)	230.14

4. Notes

(1) Changes in significant subsidiaries during the year ended March 31, 2024

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

(2) 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

(3) 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	112,076,837 shares	As of March 31, 2023	116,376,837 shares
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Number of treasury shares at the end of the period

As of March 31, 2024	5,621,632 shares	As of March 31, 2023	6,307,262 shares
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Average number of shares during the period

Year ended March 31, 2024	107,460,380 shares	Year ended March 31, 2023	111,559,702 shares
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Consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2023	As of March 31, 2024
Assets		
Current assets		
Cash and deposits	65,680	79,631
Trade notes and accounts receivable, and contract assets	48,371	48,073
Electronically recorded monetary claims - operating	1,004	861
Securities	10,600	10,800
Inventories	816	893
Other	6,173	2,897
Allowance for doubtful accounts	(58)	(54)
Total current assets	132,587	143,101
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	106,864	104,133
Machinery, equipment and vehicles, net	18,444	17,761
Land	100,227	100,230
Construction in progress	2,244	53
Other, net	1,955	1,799
Total property, plant and equipment	229,737	223,978
Intangible assets	6,586	6,774
Investments and other assets		
Investment securities	78,441	102,129
Long-term loans receivable	93	13
Deferred tax assets	1,610	223
Other	7,299	8,015
Allowance for doubtful accounts	(317)	(315)
Total investments and other assets	87,126	110,066
Total non-current assets	323,451	340,819
Total assets	456,038	483,921

(Millions of yen)

	As of March 31, 2023	As of March 31, 2024
Liabilities		
Current liabilities		
Trade notes and accounts payable	25,831	24,718
Income taxes payable	5,760	5,731
Provision for bonuses	180	178
Other	11,133	14,327
Total current liabilities	42,906	44,957
Non-current liabilities		
Long-term borrowings	20,000	30,000
Deferred tax liabilities	542	3,685
Provision for retirement benefits for directors (and other officers)	75	89
Provision for special repairs for ships and vessels	27	–
Retirement benefit liability	18,312	17,059
Provision for loss on business of subsidiaries and associates	267	267
Other	901	570
Total non-current liabilities	40,127	51,672
Total liabilities	83,033	96,630
Net assets		
Shareholders' equity		
Share capital	31,642	31,642
Capital surplus	26,854	26,854
Retained earnings	313,851	317,355
Treasury shares	(14,292)	(14,697)
Total shareholders' equity	358,055	361,153
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	12,146	21,717
Foreign currency translation adjustment	724	989
Remeasurements of defined benefit plans	318	1,806
Total accumulated other comprehensive income	13,189	24,513
Non-controlling interests	1,760	1,624
Total net assets	373,005	387,290
Total liabilities and net assets	456,038	483,921

Consolidated statements of income and consolidated statements of comprehensive income
Consolidated statements of income

(Millions of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Operating revenue	274,139	266,785
Operating costs	222,787	215,773
Operating gross profit	51,352	51,011
Selling, general and administrative expenses	19,771	20,419
Operating profit	31,580	30,592
Non-operating income		
Interest income	24	37
Dividend income	1,671	1,700
Foreign exchange gains	79	112
Share of profit of entities accounted for using equity method	1,269	1,216
Other	518	622
Total non-operating income	3,564	3,689
Non-operating expenses		
Interest expenses	18	43
Other	61	53
Total non-operating expenses	80	96
Ordinary profit	35,064	34,185
Extraordinary income		
Gain on sale of non-current assets	57	32
Gain on sale of investment securities	256	1,148
Gain on sale of golf club membership	–	8
Subsidy income	181	424
Total extraordinary income	494	1,613
Extraordinary losses		
Loss on sale and retirement of non-current assets	376	440
Loss on valuation of shares of subsidiaries and associates	224	–
Loss on sale of golf club membership	–	1
Total extraordinary losses	600	441
Profit before income taxes	34,958	35,357
Income taxes - current	10,420	10,575
Income taxes - deferred	(84)	(131)
Total income taxes	10,335	10,444
Profit	24,623	24,913
Profit (loss) attributable to non-controlling interests	3	(122)
Profit attributable to owners of parent	24,620	25,035

Consolidated statements of comprehensive income

(Millions of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Profit	24,623	24,913
Other comprehensive income		
Valuation difference on available-for-sale securities	1,543	9,348
Foreign currency translation adjustment	269	167
Remeasurements of defined benefit plans, net of tax	592	1,353
Share of other comprehensive income of entities accounted for using equity method	35	469
Total other comprehensive income	2,441	11,339
Comprehensive income	27,064	36,252
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	27,058	36,358
Comprehensive income attributable to non-controlling interests	5	(106)

Consolidated statements of changes in equity

Fiscal year ended March 31, 2023

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	31,642	26,854	321,928	(25,034)	355,390
Changes during period					
Dividends of surplus			(9,696)		(9,696)
Profit attributable to owners of parent			24,620		24,620
Purchase of treasury shares				(12,300)	(12,300)
Disposal of treasury shares		6		36	43
Cancellation of treasury shares		(6)	(22,999)	23,006	–
Net changes in items other than shareholders' equity					
Total changes during period	–	–	(8,076)	10,742	2,665
Balance at end of period	31,642	26,854	313,851	(14,292)	358,055

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	10,708	336	(294)	10,750	1,776	367,917
Changes during period						
Dividends of surplus						(9,696)
Profit attributable to owners of parent						24,620
Purchase of treasury shares						(12,300)
Disposal of treasury shares						43
Cancellation of treasury shares						–
Net changes in items other than shareholders' equity	1,438	387	613	2,438	(16)	2,421
Total changes during period	1,438	387	613	2,438	(16)	5,087
Balance at end of period	12,146	724	318	13,189	1,760	373,005

Fiscal year ended March 31, 2024

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	31,642	26,854	313,851	(14,292)	358,055
Changes during period					
Dividends of surplus			(10,302)		(10,302)
Profit attributable to owners of parent			25,035		25,035
Purchase of treasury shares				(11,700)	(11,700)
Disposal of treasury shares		12		52	65
Cancellation of treasury shares		(12)	(11,229)	11,242	–
Net changes in items other than shareholders' equity					
Total changes during period	–	–	3,503	(405)	3,098
Balance at end of period	31,642	26,854	317,355	(14,697)	361,153

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	12,146	724	318	13,189	1,760	373,005
Changes during period						
Dividends of surplus						(10,302)
Profit attributable to owners of parent						25,035
Purchase of treasury shares						(11,700)
Disposal of treasury shares						65
Cancellation of treasury shares						–
Net changes in items other than shareholders' equity	9,570	265	1,487	11,323	(136)	11,187
Total changes during period	9,570	265	1,487	11,323	(136)	14,285
Balance at end of period	21,717	989	1,806	24,513	1,624	387,290

Consolidated statements of cash flows

(Millions of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Cash flows from operating activities		
Profit before income taxes	34,958	35,357
Depreciation	13,589	13,651
Increase (decrease) in allowance for doubtful accounts	3	(5)
Increase (decrease) in retirement benefit liability	579	697
Interest and dividend income	(1,696)	(1,737)
Interest expenses	18	43
Share of loss (profit) of entities accounted for using equity method	(1,269)	(1,216)
Loss (gain) on sale of investment securities	(256)	(1,148)
Loss on valuation of shares of subsidiaries and associates	224	–
Loss (gain) on sale and retirement of non-current assets	319	408
Loss (gain) on sale of golf club membership	–	(7)
Decrease (increase) in trade receivables	(1,436)	318
Decrease (increase) in inventories	(51)	(76)
Increase (decrease) in trade payables	(1,360)	(1,151)
Decrease (increase) in operating loans receivable	105	2,729
Other, net	(599)	1,841
Subtotal	43,128	49,702
Interest and dividends received	2,935	3,422
Interest paid	(21)	(47)
Income taxes paid	(10,477)	(10,607)
Net cash provided by (used in) operating activities	35,564	42,471
Cash flows from investing activities		
Net decrease (increase) in time deposits	(500)	(400)
Purchase of securities	(30,000)	(30,000)
Proceeds from sale of securities	30,000	30,000
Proceeds from redemption of securities	–	100
Purchase of non-current assets	(11,680)	(6,144)
Proceeds from sale of non-current assets	80	59
Payments for retirement of non-current assets	(372)	(435)
Purchase of investment securities	(2,427)	(10,246)
Proceeds from sale and redemption of investment securities	1,215	2,630
Payments for investments in capital of subsidiaries and associates	–	(325)
Purchase of shares of subsidiaries and associates	–	(1,755)
Payments of guarantee deposits	(196)	(19)
Other, net	161	115
Net cash provided by (used in) investing activities	(13,720)	(16,423)
Cash flows from financing activities		
Proceeds from long-term borrowings	20,000	10,000
Dividends paid	(9,696)	(10,302)
Purchase of treasury shares	(12,300)	(11,700)
Other, net	(226)	(213)
Net cash provided by (used in) financing activities	(2,224)	(12,216)
Effect of exchange rate change on cash and cash equivalents	163	119
Net increase (decrease) in cash and cash equivalents	19,783	13,950
Cash and cash equivalents at beginning of period	46,364	66,147
Cash and cash equivalents at end of period	66,147	80,098