

Translation

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Summary of Consolidated Financial Results for the Three Months Ended June 30, 2024 (Based on Japanese GAAP)

August 8, 2024

Company name: YAHAGI CONSTRUCTION CO., LTD.
 Stock exchange listing: Tokyo, Nagoya
 Stock code: 1870 URL <https://www.yahagi.co.jp/>
 Representative: President and Director Mitsuhiro Takayanagi
 Inquiries: General Manager of Accounting Department Yoshiki Saguchi TEL 052-935-2348
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on financial results: Yes
 Holding of financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the three months ended June 30, 2024 (from April 1, 2024 to June 30, 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 June 30, 2024	26,635	7.7	726	425.1	777	298.1	584	208.8
Three months ended June 30, 2023	24,732	35.9	138	(78.5)	195	(71.3)	189	(62.0)

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2024	13.57	–
Three months ended June 30, 2023	4.40	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2024	117,671	65,908	56.0
As of March 31, 2024	126,000	66,538	52.8

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 March 31, 2024	–	30.00	–	30.00	60.00
Year ending March 31, 2025	–	–	–	–	–
Year ending March 31, 2025 (Forecast)	–	40.00	–	40.00	80.00

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

	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
Six months ending September 30, 2024	57,000	9.3	900	(39.5)	900	(42.5)	600	(41.0)	13.95
Full year	140,000	16.8	8,200	(13.8)	8,200	(14.5)	5,400	(16.4)	125.55

4. Notes

- (1) Significant changes in the scope of consolidation during the three months ended June 30, 2024: 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: Yes
 - 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 June 30, 2024	44,607,457 shares	As of March 31, 2024	44,607,457 shares
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Number of treasury shares at the end of the period

As of June 30, 2024	1,584,173 shares	As of March 31, 2024	1,584,173 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2024	43,023,284 shares	Three months ended June 30, 2023	43,008,668 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2024	As of June 30, 2024
Assets		
Current assets		
Cash and deposits	19,987	15,750
Notes receivable, accounts receivable from completed construction contracts and other	39,564	34,140
Electronically recorded monetary claims - operating	93	139
Costs on construction contracts in progress	3,251	5,462
Real estate for sale	21,016	20,332
Merchandise and finished goods	6	9
Raw materials and supplies	825	721
Other	3,254	3,192
Allowance for doubtful accounts	(88)	(85)
Total current assets	87,910	79,662
Non-current assets		
Property, plant and equipment		
Buildings and structures	15,846	16,028
Machinery, vehicles, tools, furniture and fixtures	3,921	3,995
Land	18,317	18,317
Leased assets	78	78
Construction in progress	163	–
Accumulated depreciation	(11,180)	(11,393)
Total property, plant and equipment	27,148	27,026
Intangible assets	728	724
Investments and other assets		
Investment securities	5,202	5,346
Retirement benefit asset	248	251
Deferred tax assets	3,792	3,572
Other	1,017	1,136
Allowance for doubtful accounts	(48)	(48)
Total investments and other assets	10,213	10,258
Total non-current assets	38,090	38,009
Total assets	126,000	117,671

(Millions of yen)

	As of March 31, 2024	As of June 30, 2024
Liabilities		
Current liabilities		
Accounts payable for construction contracts	11,112	9,725
Short-term borrowings	14,100	16,800
Income taxes payable	4,663	61
Advances received on construction contracts in progress	8,853	5,047
Provision for warranties for completed construction	441	441
Provision for loss on construction contracts	322	428
Provision for bonuses for directors (and other officers)	85	20
Other	4,128	3,129
Total current liabilities	43,708	35,654
Non-current liabilities		
Long-term borrowings	8,300	8,600
Deferred tax liabilities for land revaluation	221	221
Retirement benefit liability	3,680	3,678
Asset retirement obligations	449	460
Provision for share-based payments	136	150
Other	2,966	2,997
Total non-current liabilities	15,753	16,108
Total liabilities	59,461	51,763
Net assets		
Shareholders' equity		
Share capital	6,808	6,808
Capital surplus	7,244	7,244
Retained earnings	56,015	55,296
Treasury shares	(875)	(875)
Total shareholders' equity	69,192	68,474
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	2,326	2,426
Revaluation reserve for land	(5,882)	(5,882)
Remeasurements of defined benefit plans	894	881
Total accumulated other comprehensive income	(2,661)	(2,574)
Non-controlling interests	8	8
Total net assets	66,538	65,908
Total liabilities and net assets	126,000	117,671

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

Consolidated statements of income (cumulative)

(Millions of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
Net sales		
Net sales of completed construction contracts	21,962	22,344
Net sales in real estate business and other	2,769	4,291
Total net sales	24,732	26,635
Cost of sales		
Cost of sales of completed construction contracts	20,360	20,727
Cost of sales in real estate business and other	1,852	2,692
Total cost of sales	22,212	23,420
Gross profit		
Gross profit on completed construction contracts	1,602	1,616
Gross profit on real estate business and other	917	1,598
Total gross profit	2,519	3,214
Selling, general and administrative expenses	2,381	2,487
Operating profit	138	726
Non-operating income		
Interest income	0	0
Dividend income	60	71
Other	30	12
Total non-operating income	91	84
Non-operating expenses		
Interest expenses	32	25
Other	2	8
Total non-operating expenses	34	33
Ordinary profit	195	777
Extraordinary income		
Gain on sale of investment securities	2	–
Total extraordinary income	2	–
Extraordinary losses		
Loss on retirement of non-current assets	0	–
Total extraordinary losses	0	–
Profit before income taxes	197	777
Income taxes - current	(33)	6
Income taxes - deferred	42	187
Total income taxes	8	193
Profit	189	584
Profit attributable to non-controlling interests	–	0
Profit attributable to owners of parent	189	584

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
Profit	189	584
Other comprehensive income		
Valuation difference on available-for-sale securities	323	99
Remeasurements of defined benefit plans, net of tax	11	(12)
Total other comprehensive income	335	87
Comprehensive income	524	671
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	524	671
Comprehensive income attributable to non-controlling interests	–	0