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September 6, 2024

[Summary][Delayed] Summary of Consolidated Financial Results for the Three Months Ended July 31, 2024 (Under Japanese GAAP)



Company name: NIHON HOUSE HOLDINGS Co., Ltd.
 Listing: Tokyo Stock Exchange
 Securities code: 1873
 URL: <http://www.nihonhouse-hd.co.jp/>
 Representative: Kazuyuki Narita: Chairman, President and Group CEO
 Inquiries: Koichi Takahashi: Managing Director
 Telephone: +81-3-5215-9906
 Scheduled date to commence dividend payments: —
 Preparation of supplementary material on financial results: None
 Holding of financial results briefing: None

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

1. Consolidated financial results for the three months ended July 31, 2024 (from May 1, 2024 to July 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 July 31, 2024	8,800	—	719	—	657	—	463	—
January 31, 2024	5,599	0.2	(1,244)	—	(1,312)	—	(1,348)	—

Note: Comprehensive income For the three months ended July 31, 2024: ¥488 million [—%]
 For the three months ended January 31, 2024: ¥(1,381) million [—%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended July 31, 2024	11.59	—
January 31, 2024	(33.72)	—

Note: The Company changed its closing date from October 31 to April 30 from the fiscal year ended April 30, 2024 subject to the approval of the proposal “Partial Amendments to the Articles of Incorporation” at the annual general meeting of shareholders held on January 25, 2024. Accordingly, since comparative periods are different between the first three months (from May 1, 2024 to July 31, 2024) and the previous first three months (from November 1, 2023 to January 31, 2024), no year-on-year changes are provided.

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
	Millions of yen	Millions of yen	%
As of July 31, 2024	41,855	21,539	50.6
April 30, 2024	43,222	21,251	48.3

Reference: Shareholders' equity
 As of July 31, 2024: ¥ 21,179 million
 As of April 30, 2024: ¥ 20,896 million

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended April 30, 2024	—	0.00	—	5.00	5.00
Fiscal year ending April 30, 2025	—				
Fiscal year ending April 30, 2025 (Forecast)		5.00	—	6.00	11.00

Notes: 1. Revisions to the forecasts of cash dividends most recently announced: None

2. In accordance with the change in accounting period, the fiscal year ended April 30, 2024 covered the six months from November 1, 2023 to April 30, 2024. Accordingly, the dividend for the fiscal year ended April 30, 2024 (¥5 fiscal year-end dividend) corresponds to the second quarter-end dividend under the previous accounting period.

3. Consolidated financial results forecasts for the fiscal year ending April 30, 2025 (from May 1, 2024 to April 30, 2025)

(Percentages indicate year-on-year changes for the full year and changes from the same period in the previous year for the first half.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
First half	18,900	—	1,180	—	1,040	—	690	—	17.25
Full year	38,100	—	2,000	—	1,700	—	1,000	—	25.00

Notes: 1. Revisions to the financial result forecasts most recently announced: None

2. In accordance with the change in accounting period, since the fiscal year ended April 30, 2024 covered the six months from November 1, 2023 to April 30, 2024, no year-on-year changes are provided.

* Notes

(1) Significant changes in the scope of consolidation during the period: None

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: None

(3) Changes in accounting policies, changes in accounting estimates, and restatement

(i) Change in accounting policies due to revisions to accounting standards and other regulations: Yes

(ii) Change in accounting policies other than (i): None

(iii) Change in accounting estimates: None

(iv) Restatement: None

(4) Number of issued shares (common shares)

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

As of July 31, 2024	40,000,000 shares
As of April 30, 2024	40,000,000 shares

(ii) Number of treasury shares at the end of the period

As of July 31, 2024	1,793 shares
As of April 30, 2024	1,793 shares

(iii) Average number of shares outstanding during the period (cumulative)

Three months ended July 31, 2024	39,998,207 shares
Three months ended January 31, 2024	39,998,407 shares

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: None

* Explanation of proper use of financial results forecasts and other special matters (Note on forward-looking statements, etc.)

Forward-looking statements, including the financial results forecasts, contained in this document are based on information currently available to the Company and on certain assumptions deemed to be reasonable. Actual results may differ substantially due to various factors.

Quarterly Consolidated Financial Statements
(1) Quarterly Consolidated Balance Sheets

(Millions of yen)

	As of April 30, 2024	As of July 31, 2024
Assets		
Current assets		
Cash and deposits	5,609	5,401
Notes receivable, accounts receivable from completed construction contracts and other	1,206	919
Costs on construction contracts in progress	834	801
Real estate for sale	3,269	2,792
Merchandise and finished goods	110	95
Raw materials and supplies	454	450
Other	466	456
Allowance for doubtful accounts	(3)	(3)
Total current assets	11,948	10,914
Non-current assets		
Property, plant and equipment		
Buildings and structures	46,123	46,058
Machinery, vehicles, tools, furniture and fixtures	4,404	4,405
Land	10,329	10,330
Leased assets	3,837	3,861
Construction in progress	11	7
Accumulated depreciation and impairment	(37,537)	(37,800)
Total property, plant and equipment	27,168	26,862
Intangible assets	459	477
Investments and other assets		
Investment securities	248	248
Long-term loans receivable	314	313
Retirement benefit asset	1,185	1,212
Deferred tax assets	945	848
Distressed receivables	7	7
Other	1,166	1,197
Allowance for doubtful accounts	(252)	(252)
Total investments and other assets	3,615	3,575
Total non-current assets	31,243	30,916
Deferred assets		
Bond issuance costs	30	25
Total deferred assets	30	25
Total assets	43,222	41,855

(Millions of yen)

	As of April 30, 2024	As of July 31, 2024
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	2,468	2,635
Short-term borrowings	3,827	2,377
Current portion of bonds payable	120	120
Current portion of long-term borrowings	954	946
Lease liabilities	387	357
Income taxes payable	67	125
Advances received on construction contracts in progress	2,812	2,446
Provision for warranties for completed construction	152	152
Provision for bonuses	401	201
Other	2,017	2,244
Total current liabilities	13,209	11,606
Non-current liabilities		
Bonds payable	1,640	1,640
Long-term borrowings	4,251	4,156
Lease liabilities	805	842
Deferred tax liabilities	27	28
Provision for retirement benefits for directors (and other officers)	763	773
Retirement benefit liability	106	107
Asset retirement obligations	343	352
Other	823	807
Total non-current liabilities	8,762	8,709
Total liabilities	21,971	20,316
Net assets		
Shareholders' equity		
Share capital	3,873	3,873
Capital surplus	20	20
Retained earnings	16,921	17,185
Treasury shares	(0)	(0)
Total shareholders' equity	20,814	21,078
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	21	22
Deferred gains or losses on hedges	72	89
Remeasurements of defined benefit plans	(12)	(10)
Total accumulated other comprehensive income	81	101
Non-controlling interests	354	359
Total net assets	21,251	21,539
Total liabilities and net assets	43,222	41,855

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income

For the first quarter cumulative period (consolidated)

(Millions of yen)

	For the three months ended January 31, 2024	For the three months ended July 31, 2024
Net sales	5,599	8,800
Cost of sales	3,761	5,154
Gross profit	1,837	3,645
Selling, general and administrative expenses	3,082	2,925
Operating profit (loss)	(1,244)	719
Non-operating income		
Interest income	1	1
Reversal of allowance for doubtful accounts	0	-
Miscellaneous income	8	10
Total non-operating income	10	12
Non-operating expenses		
Interest expenses	49	46
Amortization of bond issuance costs	4	4
Miscellaneous expenses	23	23
Total non-operating expenses	78	74
Ordinary profit (loss)	(1,312)	657
Extraordinary losses		
Loss on retirement of non-current assets	5	3
Total extraordinary losses	5	3
Profit (loss) before income taxes	(1,318)	654
Income taxes - current	21	95
Income taxes - deferred	3	90
Total income taxes	25	185
Net profit (loss)	(1,343)	468
Net profit attributable to non-controlling interests	4	5
Net profit (loss) attributable to owners of parent	(1,348)	463

Quarterly Consolidated Statements of Comprehensive Income

For the first quarter cumulative period (consolidated)

(Millions of yen)

	For the three months ended January 31, 2024	For the three months ended July 31, 2024
Net profit (loss)	(1,343)	468
Other comprehensive income		
Valuation difference on available-for-sale securities	2	0
Deferred gains or losses on hedges	(55)	17
Remeasurements of defined benefit plans, net of tax	15	1
Total other comprehensive income	(37)	19
Comprehensive income	(1,381)	488
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(1,386)	482
Comprehensive income attributable to non-controlling interests	4	5