

Translation

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Consolidated Financial Results for the Six Months Ended September 30, 2024 (Under IFRS)

November 12, 2024

Company name: INFRONEER Holdings Inc.
 Stock exchange listing: Tokyo
 Stock code: 5076 URL <https://www.infroneer.com/en/>
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 Scheduled date to file semi-annual securities report: November 12, 2024
 Scheduled date to commence dividend payments: December 10, 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 six months ended September 30, 2024 (from April 1, 2024 to September 30, 2024)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Business profit		Operating profit		Profit before tax		Profit attributable to owners of parent		Total comprehensive income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended September 30, 2024	380,739	6.1	14,648	(38.6)	14,346	(39.7)	12,898	(47.0)	8,105	(50.4)	901	(97.2)
Six months ended September 30, 2023	358,832	–	23,842	–	23,788	–	24,318	–	16,328	–	32,067	–

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2024	31.09	28.43
Six months ended September 30, 2023	64.92	64.75

(Notes) 1. Business profit is a profit indicator that measures the performance of the Company's recurring businesses, calculated by deducting cost of sales and selling, general and administrative expenses from net sales, and adding share of profit (loss) of investments accounted for using equity method.

2. The dividends related to the Bond-Type Class Shares are deducted in the calculation of earnings per share.

(2) Consolidated financial position

	Total assets	Total equity	Equity attributable to owners of parent	Ratio of equity attributable to owners of parent to total assets
	Millions of yen	Millions of yen	Millions of yen	%
As of September 30, 2024	1,363,593	514,478	493,965	36.2
As of March 31, 2024	1,410,557	419,173	399,923	28.4

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
Fiscal year ended March 31, 2024	–	25.00	–	35.00	60.00
Fiscal year ending March 31, 2025	–	30.00	–	–	–
Fiscal year ending March 31, 2025 (Forecast)	–	–	–	30.00	60.00

(Notes) 1. Revision to the forecast of dividends announced most recently: None

2. The abovementioned "Cash dividends" pertain to the dividends related to common shares. Please see "Cash dividends of Bond-Type Class Shares" below for information on the dividends related to the Bond-Type Class Shares.

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

Percentages indicate year-on-year changes

	Net sales		Business profit		Operating profit		Profit before tax		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	839,900	5.9	59,000	14.6	59,000	15.6	56,700	14.7	38,400	17.9	148.58

(Notes) 1. Revision to the forecast of consolidated financial results announced most recently: None

2. The dividends related to the Bond-Type Class Shares are deducted in the calculation of earnings per share.

* Notes

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

(2) Changes in accounting policies and changes in accounting estimates

1) Changes in accounting policies required by IFRS: None

2) Changes in accounting policies due to other reasons: None

3) Changes in accounting estimates: None

(3) Number of issued shares (common shares)

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

As of September 30, 2024	274,845,024 shares	As of March 31, 2024	274,845,024 shares
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2) Number of treasury shares at the end of the period

As of September 30, 2024	27,002,024 shares	As of March 31, 2024	27,863,941 shares
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3) Average number of shares outstanding during the period

Six months ended September 30, 2024	246,770,915 shares	Six months ended September 30, 2023	251,530,240 shares
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(Note) The Company's shares held by the Stock Benefit Trust are included in the number of treasury shares at the end of the period (7,260,100 shares as of September 30, 2024; 7,919,000 shares as of March 31, 2024).

* Semi-annual financial results reports are exempt from review conducted by certified public accountants or an audit firm.

* Proper use of earnings forecasts, and other special matters

- The above forecasts are based on assumptions in light of information available as of the date of announcement of this material and factors of uncertainty that may possibly impact the future results of operation. These statements do not indicate that the Company pledges to realize these forecasts. Actual results may differ significantly from those presented herein as a result of numerous factors.
- The Group has voluntarily adopted International Financial Reporting Standards (IFRS) effective from the consolidated financial statements for the fiscal year ended March 31, 2024. Financial figures for the six months ended September 30, 2023 are also presented in accordance with IFRS.

Cash dividends of Bond-Type Class Shares

The breakdown of dividends per share related to the Bond-Type Class Shares, which have different rights and relationships compared to common shares, is as follows.

Series 1 Bond-Type Class Shares

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2024	–	–	–	–	–
Fiscal year ending March 31, 2025	–	21.72			
Fiscal year ending March 31, 2025 (Forecast)			–	65.00	86.72

Policy on acquisition of Series 1 Bond-Type Class Shares

Based on the clause for acquisition by the Company (call option), the Company may acquire Series 1 Bond-Type Class Shares in exchange for cash after the elapse of five years from the issuance, etc. We will determine whether to acquire (call) the Bond-Type Class Shares in exchange for cash, taking into consideration our business strategy, financial condition, market conditions and other factors at the time.

We fully understand that, as is customary in the market for hybrid financing, many investors expect a call by the time the dividend rate is stepped up.

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1. Overview of Financial Results, etc.

(1) Overview of Operating Results for the Six Months Ended September 30, 2024

During the six months ended September 30, 2024, the Japanese economy has recovered moderately due in part to the improvements in the employment and income environment as well as the effect of various government policies, although some part of the economy was at a standstill. On the other hand, we still need to pay close attention to the downside risks of overseas economies due to the continued high level of interest rates in Europe and the U.S., and the effects of rising commodity prices and fluctuations in foreign exchange rates, among others.

In the construction industry, capital investment picked up against the backdrop of solid corporate earnings and other factors, and public investment remained firm backed by the execution of related government budgets, while housing construction, excluding houses built for sale, remained almost unchanged.

Under these circumstances, with the objective of the entire group achieving sustained growth under the Company, the Company has strived to be a “company trusted by all stakeholders” by determining to aim for the mid- to long-term state of being an “integrated infrastructure service company” with one-stop style management from upstream to downstream of infrastructure operations, establishing a “highly profitable and stable revenue base” without being influenced by external factors, operating expeditiously and appropriately, such as by building an effective governance structure and promoting digital transformation, and strengthening the ability to deal with social changes.

The Group has voluntarily adopted International Financial Reporting Standards (IFRS) effective from the consolidated financial statements for the fiscal year ended March 31, 2024, and figures for the six months ended September 30, 2023 have also been reclassified to IFRS basis for comparative analysis.

For the six months ended September 30, 2024, net sales increased by ¥21.9 billion (6.1%) year on year to ¥380.7 billion. Business profit decreased by ¥9.1 billion (38.6%) year on year to ¥14.6 billion, profit before tax decreased by ¥11.4 billion (47.0%) year on year to ¥12.8 billion, and profit attributable to owners of parent decreased by ¥8.2 billion (50.4%) year on year to ¥8.1 billion.

*Business profit is a profit indicator that measures the performance of the Company’s recurring businesses, calculated by deducting cost of sales and selling, general and administrative expenses from net sales, and adding share of profit (loss) of investments accounted for using equity method.

Performance results by business segment are as follows.

[Building Construction]

In the building construction business, net sales increased by ¥28.2 billion (26.1%) year on year to ¥136.6 billion and segment profit was ¥0.7 billion (a loss of ¥2.0 billion in the same period of the previous fiscal year).

[Civil Engineering]

In the civil engineering business, net sales decreased by ¥16.8 billion (20.4%) year on year to ¥65.7 billion and segment profit decreased by ¥10.4 billion (59.7%) year on year to ¥7.0 billion.

[Road Civil Engineering]

In the road civil engineering business, net sales increased by ¥4.0 billion (3.4%) year on year to ¥123.0 billion and segment profit increased by ¥0.6 billion (9.0%) year on year to ¥7.7 billion.

[Machinery]

In the machinery business, net sales increased by ¥0.6 billion (3.1%) year on year to ¥19.9 billion and segment profit increased by ¥0.1 billion (10.0%) year on year to ¥1.1 billion.

[Infrastructure Management]

In the infrastructure management business, net sales increased by ¥5.2 billion (63.4%) year on year to ¥13.5 billion and segment loss was ¥1.9 billion (a loss of ¥0.2 billion in the same period of the previous fiscal year).

[Others]

In the others business segment, net sales increased by ¥0.5 billion (2.7%) year on year to ¥21.8 billion and segment loss was ¥0.0 (a profit of ¥0.6 billion in the same period of the previous fiscal year).

(2) Overview of Financial Position for the Six Months Ended September 30, 2024

(Assets, liabilities and equity)

As of September 30, 2024, assets were ¥1,363.5 billion, a decrease of ¥46.9 billion (3.3%) from the end of the previous fiscal year, mainly due to a decrease in trade and other receivables. Liabilities stood at ¥849.1 billion, a decrease of ¥142.2 billion (14.4%) from the end of the previous fiscal year, mainly due to a decrease in bonds and borrowings. Equity amounted to ¥514.4 billion, an increase of ¥95.3 billion (22.7%) from the end of the previous fiscal year mainly due to the issuance of Series 1 Bond-Type Class Shares. The funds raised from the issuance of the Bond-Type Class Shares were wholly appropriated by the end of August 2024, for the repayment of a part of the borrowings from financial institutions totaling ¥218.4 billion, which was used to finance the acquisition of shares in Japan Wind Development Co., Ltd. (to convert it into a subsidiary).

As a result of the above, total equity attributable to owners of parent amounted to ¥493.9 billion, and the ratio of equity attributable to owners of parent to total assets rose from 28.4% of the previous fiscal year to 36.2%.

(Cash flows)

Net cash provided by operating activities in the six month ended September 30, 2024 was ¥40.2 billion (¥0.6 billion used in the same period of the previous fiscal year), mainly due to a decrease of ¥58.0 billion resulting from collection of trade and other receivables. Net cash used in investing activities amounted to ¥29.9 billion (¥42.3 billion used in the same period of the previous fiscal year), primarily due to ¥24.0 billion of purchase of property, plant and equipment, and intangible assets. Net cash used in financing activities amounted to ¥6.6 billion (¥43.7 billion provided in the same period of the previous fiscal year), mainly due to net decrease in short-term borrowings and proceeds from issuance of shares. As a result of the above, the balance of cash and cash equivalents as of September 30, 2024 amounted to ¥117.0 billion, an increase of ¥3.6 billion from ¥113.4 billion at the end of the previous fiscal year.

(3) Consolidated Financial Results Forecast and Other Forward-Looking Information

There is no change from the financial results forecast announced at the time of the financial results announcement on May 15, 2024.

2. Condensed Semi-Annual Consolidated Financial Statements and Primary Notes

(1) Condensed Semi-Annual Consolidated Statement of Financial Position

(Millions of yen)

	As of March 31, 2024	As of September 30, 2024
Assets		
Current assets		
Cash and cash equivalents	113,421	117,030
Trade and other receivables	145,514	87,576
Contract assets	245,485	238,261
Inventories	12,575	14,168
Other financial assets	4,447	4,997
Other current assets	29,592	34,754
Total current assets	551,036	496,789
Non-current assets		
Property, plant and equipment	217,564	220,511
Right-of-use assets	18,107	19,502
Goodwill	159,046	159,046
Intangible assets	243,007	249,039
Investment property	26,752	27,635
Investments accounted for using equity method	22,470	23,821
Other financial assets	149,603	138,970
Deferred tax assets	955	1,225
Other non-current assets	22,013	27,051
Total non-current assets	859,520	866,804
Total assets	1,410,557	1,363,593

(Millions of yen)

	As of March 31, 2024	As of September 30, 2024
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	273,792	234,947
Contract liabilities	54,162	53,806
Bonds and borrowings	342,063	123,767
Lease liabilities	9,328	9,354
Income taxes payable	11,873	4,580
Other financial liabilities	5,428	5,342
Provisions	5,543	4,407
Other current liabilities	27,102	24,477
Total current liabilities	729,294	460,684
Non-current liabilities		
Bonds and borrowings	139,482	265,207
Lease liabilities	13,408	14,654
Other financial liabilities	2,524	2,249
Retirement benefit liability	15,599	15,560
Provisions	36,355	38,236
Deferred tax liabilities	54,344	52,112
Other non-current liabilities	375	410
Total non-current liabilities	262,089	388,430
Total liabilities	991,383	849,115
Equity		
Share capital	20,000	20,000
Capital surplus	111,467	212,698
Treasury shares	(28,626)	(27,689)
Retained earnings	255,671	254,591
Other components of equity	41,411	34,364
Total equity attributable to owners of parent	399,923	493,965
Non-controlling interests	19,249	20,513
Total equity	419,173	514,478
Total liabilities and equity	1,410,557	1,363,593

(2) Condensed Semi-Annual Consolidated Statement of Profit or Loss and Comprehensive Income
Condensed Semi-Annual Consolidated Statement of Profit or Loss

	(Millions of yen)	
	Six months ended September 30, 2023	Six months ended September 30, 2024
Net sales	358,832	380,739
Cost of sales	(307,417)	(333,769)
Gross profit	51,415	46,970
Selling, general and administrative expenses	(28,130)	(32,711)
Share of profit of investments accounted for using equity method	557	389
Business profit	23,842	14,648
Other income	390	881
Other expenses	(443)	(1,184)
Operating profit	23,788	14,346
Finance income	1,714	1,290
Finance costs	(1,184)	(2,738)
Profit before tax	24,318	12,898
Income tax expense	(7,844)	(4,802)
Profit	16,473	8,096
Profit attributable to		
Owners of parent	16,328	8,105
Non-controlling interests	145	(9)
Profit	16,473	8,096
Earnings per share		
Basic earnings per share (Yen)	64.92	31.09
Diluted earnings per share (Yen)	64.75	28.43

Condensed Semi-Annual Consolidated Statement of Comprehensive Income

(Millions of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Profit	16,473	8,096
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Remeasurements of defined benefit plans	(457)	(322)
Financial assets measured at fair value through other comprehensive income	11,762	(7,016)
Share of other comprehensive income of investments accounted for using equity method	90	1
Total of items that will not be reclassified to profit or loss	11,395	(7,337)
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	50	20
Cash flow hedges	4,095	101
Share of other comprehensive income of investments accounted for using equity method	51	20
Total of items that may be reclassified to profit or loss	4,198	142
Total other comprehensive income	15,594	(7,195)
Comprehensive income	32,067	901
Comprehensive income attributable to		
Owners of parent	29,798	794
Non-controlling interests	2,269	106
Comprehensive income	32,067	901

(3) Condensed Semi-Annual Consolidated Statement of Changes in Equity
Six Months ended September 30, 2023 (April 1, 2023 to September 30, 2023)

(Millions of yen)

	Equity attributable to owners of parent					
					Other components of equity	
	Share capital	Capital surplus	Treasury shares	Retained earnings	Remeasurements of defined benefit plans	Financial assets measured at fair value through other comprehensive income
Balance at April 1, 2023	20,000	106,542	(18,395)	242,570	–	11,420
Profit (loss)	–	–	–	16,328	–	–
Other comprehensive income	–	–	–	–	(449)	11,822
Comprehensive income	–	–	–	16,328	(449)	11,822
Purchase of treasury shares	–	–	(4,851)	–	–	–
Disposal of treasury shares	–	1,799	870	–	–	–
Dividends	–	–	–	(14,088)	–	–
Share-based payment transactions	–	951	–	–	–	–
Change in scope of consolidation	–	–	–	–	–	–
Changes in ownership interest in subsidiaries	–	0	–	–	–	–
Transfer to retained earnings	–	–	–	(166)	449	(283)
Total transactions with owners	–	2,751	(3,980)	(14,254)	449	(283)
Balance at September 30, 2023	20,000	109,293	(22,376)	244,643	–	22,959

	Equity attributable to owners of parent					
	Other components of equity			Total	Non-controlling interests	Total equity
	Exchange differences on translation of foreign operations	Cash flow hedges	Total			
Balance at April 1, 2023	54	(413)	11,061	361,778	12,310	374,088
Profit (loss)	–	–	–	16,328	145	16,473
Other comprehensive income	84	2,012	13,469	13,469	2,124	15,594
Comprehensive income	84	2,012	13,469	29,798	2,269	32,067
Purchase of treasury shares	–	–	–	(4,851)	–	(4,851)
Disposal of treasury shares	–	–	–	2,670	–	2,670
Dividends	–	–	–	(14,088)	(129)	(14,218)
Share-based payment transactions	–	–	–	951	–	951
Change in scope of consolidation	–	–	–	–	29	29
Changes in ownership interest in subsidiaries	–	–	–	0	(33)	(33)
Transfer to retained earnings	–	–	166	–	–	–
Total transactions with owners	–	–	166	(15,318)	(133)	(15,451)
Balance at September 30, 2023	139	1,598	24,697	376,258	14,446	390,704

Six Months ended September 30, 2024 (April 1, 2024 to September 30, 2024)

(Millions of yen)

	Equity attributable to owners of parent					
					Other components of equity	
	Share capital	Capital surplus	Treasury shares	Retained earnings	Remeasurements of defined benefit plans	Financial assets measured at fair value through other comprehensive income
Balance at April 1, 2024	20,000	111,467	(28,626)	255,671	–	38,365
Profit (loss)	–	–	–	8,105	–	–
Other comprehensive income	–	–	–	–	(320)	(7,031)
Comprehensive income	–	–	–	8,105	(320)	(7,031)
Issuance of new shares	48,750	48,133	–	–	–	–
Capital reduction	(48,750)	48,750	–	–	–	–
Issuance of convertible bonds	–	2,553	–	–	–	–
Purchase of treasury shares	–	–	(0)	–	–	–
Disposal of treasury shares	–	200	937	–	–	–
Dividends	–	–	–	(8,921)	–	–
Share-based payment transactions	–	1,547	–	–	–	–
Change in scope of consolidation	–	–	–	–	–	–
Changes in ownership interest in subsidiaries	–	46	–	0	–	–
Change in treasury shares arising from change in equity in entities accounted for using equity method	–	–	(0)	–	–	–
Transfer to retained earnings	–	–	–	(264)	320	(56)
Total transactions with owners	–	101,230	937	(9,185)	320	(56)
Balance at September 30, 2024	20,000	212,698	(27,689)	254,591	–	31,277

	Equity attributable to owners of parent					
	Other components of equity			Total	Non-controlling interests	Total equity
	Exchange differences on translation of foreign operations	Cash flow hedges	Total			
Balance at April 1, 2024	137	2,908	41,411	399,923	19,249	419,173
Profit (loss)	–	–	–	8,105	(9)	8,096
Other comprehensive income	(51)	91	(7,311)	(7,311)	115	(7,195)
Comprehensive income	(51)	91	(7,311)	794	106	901
Issuance of new shares	–	–	–	96,883	–	96,883
Capital reduction	–	–	–	–	–	–
Issuance of convertible bonds	–	–	–	2,553	–	2,553
Purchase of treasury shares	–	–	–	(0)	–	(0)
Disposal of treasury shares	–	–	–	1,137	–	1,137
Dividends	–	–	–	(8,921)	(321)	(9,242)
Share-based payment transactions	–	–	–	1,547	–	1,547
Change in scope of consolidation	–	–	–	–	17	17
Changes in ownership interest in subsidiaries	–	–	–	46	1,461	1,507
Change in treasury shares arising from change in equity in entities accounted for using equity method	–	–	–	(0)	–	(0)
Transfer to retained earnings	–	–	264	–	–	–
Total transactions with owners	–	–	264	93,246	1,157	94,404
Balance at September 30, 2024	86	3,000	34,364	493,965	20,513	514,478

(4) Condensed Semi-Annual Consolidated Statement of Cash Flows

(Millions of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Cash flows from operating activities		
Profit before tax	24,318	12,898
Depreciation and amortization	16,407	17,063
Impairment losses	0	1
Finance income and finance costs	(275)	1,098
Share of loss (profit) of investments accounted for using equity method	(557)	(389)
Loss (gain) on sale of property, plant and equipment	(49)	(362)
Decrease (increase) in inventories	(1,107)	(1,592)
Decrease (increase) in trade and other receivables	43,976	58,053
Decrease (increase) in contract assets	(31,178)	7,224
Increase (decrease) in trade and other payables	(42,330)	(36,315)
Increase (decrease) in contract liabilities	8,241	(356)
Increase (decrease) in retirement benefit liability	161	(39)
Increase (decrease) in provisions	(20)	(185)
Other	(9,523)	(6,802)
Subtotal	8,062	50,296
Dividends received	1,522	2,677
Interest received	44	92
Interest paid	(1,167)	(2,483)
Income taxes paid	(9,141)	(10,375)
Net cash provided by (used in) operating activities	(680)	40,207
Cash flows from investing activities		
Purchase of property, plant and equipment, and intangible assets	(17,363)	(24,024)
Proceeds from sale of property, plant and equipment, and intangible assets	51	734
Purchase of investment property	(32)	(1,225)
Purchase of rights to operate public facilities	(2,127)	(2,152)
Payments for replacement investment to operate public facilities	(107)	(1,219)
Purchase of investments accounted for using equity method	(1,231)	(1,644)
Purchase of other financial assets	(22,690)	(159)
Proceeds from sale of other financial assets	978	28
Payments for acquisition of subsidiaries	(145)	–
Other	273	(317)
Net cash provided by (used in) investing activities	(42,396)	(29,980)

(Millions of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	41,932	(220,117)
Proceeds from long-term borrowings	40,218	33,945
Repayments of long-term borrowings	(5,381)	(8,337)
Proceeds from non-recourse borrowings	–	2,700
Decrease in non-recourse payable	(594)	(396)
Proceeds from issuance of bonds	–	47,776
Redemption of bonds	(10,000)	(5,000)
Proceeds from issuance of convertible bond-type bonds with subscription rights to shares	–	59,834
Proceeds from issuance of shares	–	96,611
Repayments of lease liabilities	(4,895)	(4,412)
Purchase of treasury shares	(3,258)	(0)
Dividends paid	(14,088)	(8,921)
Dividends paid to non-controlling interests	(130)	(321)
Other	(33)	(33)
Net cash provided by (used in) financing activities	43,768	(6,672)
Effect of exchange rate changes on cash and cash equivalents	327	55
Net increase (decrease) in cash and cash equivalents	1,020	3,609
Cash and cash equivalents at beginning of period	91,938	113,421
Cash and cash equivalents at end of period	92,959	117,030

(5) Notes to Condensed Semi-Annual Consolidated Financial Statements

(Notes on going concern assumption)

Not applicable.

(Notes on segment information)

(1) Overview of reportable segments

The Group's business segments are components of the group for which separate financial information is available and which are subject to periodic review by the Board of Directors to determine the allocation of management resources and evaluate their performance.

The Group consists of business and service segments based on consolidated subsidiaries, etc., and has five reportable segments: building construction, civil engineering, road civil engineering, machinery, and infrastructure management. There are no aggregated operating segments in determining the reportable segments.

An overview of each reportable segment is as follows.

Reportable segment	Major business lines
Building construction	Construction work and related businesses primarily for multi-dwelling complexes, factories and logistics centers
Civil engineering	Construction work and related businesses primarily for bridges and tunnels
Road civil engineering	Construction work including pavement, manufacture and sale of asphalt mixture, and related businesses
Machinery	Sale and rental of construction machinery and related businesses
Infrastructure management	Renewable energy business, which includes business investment in the development, operation and maintenance, and sale of solar and wind power generation business, etc.; concession business, which involves the acquisition of operating rights for public infrastructure, etc., and construction, operation and maintenance of such infrastructure; and related businesses

(2) Information about reportable segments

Segment profit (business profit) represents net sales less cost of sales and selling, general and administrative expenses, plus share of profit (loss) of investments accounted for using equity method.

Inter-segment sales and transactions are based on market prices.

Six Months ended September 30, 2023 (April 1, 2023 to September 30, 2023)

(Millions of yen)

	Reportable Segment						Others (Note 1)	Total	Adjustment (Note 2)	Amount recorded in consolidated statement of profit or loss
	Building Construction	Civil Engineering	Road Civil Engineering	Machinery	Infrastruc- ture Manage- ment	Total				
Net sales										
Net sales to outside customers	108,365	82,557	118,997	19,352	8,315	337,588	21,244	358,832	—	358,832
Inter-segment net sales	825	5	1,815	845	—	3,491	5,951	9,442	(9,442)	—
Total	109,190	82,562	120,812	20,198	8,315	341,079	27,196	368,275	(9,442)	358,832
Segment profit (loss) [Business profit]	(2,064)	17,570	7,062	1,019	(240)	23,347	662	24,010	(168)	23,842
Other income	—	—	—	—	—	—	—	—	—	390
Other expenses	—	—	—	—	—	—	—	—	—	(443)
Operating profit	—	—	—	—	—	—	—	—	—	23,788
Finance income	—	—	—	—	—	—	—	—	—	1,714
Finance costs	—	—	—	—	—	—	—	—	—	(1,184)
Profit before tax	—	—	—	—	—	—	—	—	—	24,318

(Notes) 1. “Others” is the segment which is not included in reportable segments, namely businesses operated by some subsidiaries.

2. The difference between the total amount of segment profit and the amount recorded in the condensed semi-annual consolidated statement of profit or loss is due to the elimination of inter-segment transactions.

Six Months ended September 30, 2024 (April 1, 2024 to September 30, 2024)

(Millions of yen)

	Reportable segment						Others (Note 1)	Total	Adjustment (Note 2)	Amount recorded in consolidated statement of profit or loss
	Building Construction	Civil Engineering	Road Civil Engineering	Machinery	Infrastruc- ture Manage- ment	Total				
Net sales										
Net sales to outside customers	136,638	65,725	123,003	19,956	13,589	358,913	21,826	380,739	—	380,739
Inter-segment net sales	393	37	2,315	1,569	—	4,315	6,061	10,376	(10,376)	—
Total	137,031	65,762	125,318	21,525	13,589	363,228	27,888	391,116	(10,376)	380,739
Segment profit (loss) [Business profit]	788	7,089	7,701	1,121	(1,945)	14,754	(90)	14,664	(15)	14,648
Other income	—	—	—	—	—	—	—	—	—	881
Other expenses	—	—	—	—	—	—	—	—	—	(1,184)
Operating profit	—	—	—	—	—	—	—	—	—	14,346
Finance income	—	—	—	—	—	—	—	—	—	1,290
Finance costs	—	—	—	—	—	—	—	—	—	(2,738)
Profit before tax	—	—	—	—	—	—	—	—	—	12,898

(Notes) 1. “Others” is the segment which is not included in reportable segments, namely businesses operated by some subsidiaries.

2. The difference between the total amount of segment profit and the amount recorded in the condensed semi-annual consolidated statement of profit or loss is due to the elimination of inter-segment transactions.

3. Supplementary Information

(1) (Building Construction Segment) Orders Received, Net Sales and Backlog by Public and Private Sectors

1. Orders Received (Millions of yen)

	Six months ended September 30, 2023		Six months ended September 30, 2024		Year-on-year change	
	Amount	%	Amount	%	Amount	%
Public Works	13,769	9.3	14,584	12.0	814	5.9
Private Works	132,383	88.9	106,327	87.8	(26,056)	(19.7)
Overseas	2,696	1.8	227	0.2	(2,468)	(91.6)
Total	148,849	100.0	121,139	100.0	(27,710)	(18.6)

2. Net Sales (Millions of yen)

	Six months ended September 30, 2023		Six months ended September 30, 2024		Year-on-year change	
	Amount	%	Amount	%	Amount	%
Public Works	20,850	19.4	28,545	21.0	7,694	36.9
Private Works	86,552	80.4	104,087	76.6	17,534	20.3
Overseas	184	0.2	3,320	2.4	3,136	–
Total	107,587	100.0	135,953	100.0	28,366	26.4

3. Backlog (Millions of yen)

	Six months ended September 30, 2023		Six months ended September 30, 2024		Year-on-year change	
	Amount	%	Amount	%	Amount	%
Public Works	94,581	19.7	97,771	21.7	3,190	3.4
Private Works	384,011	79.8	349,044	77.5	(34,966)	(9.1)
Overseas	2,628	0.5	3,838	0.9	1,210	46.1
Total	481,220	100.0	450,655	100.0	(30,565)	(6.4)

(Note) Net sales include inter-segment transactions.

(2) (Civil Engineering Segment) Orders Received, Net Sales and Backlog by Public and Private Sectors

1. Orders Received (Millions of yen)

	Six months ended September 30, 2023		Six months ended September 30, 2024		Year-on-year change	
	Amount	%	Amount	%	Amount	%
Public Works	33,717	57.1	41,683	60.7	7,965	23.6
Private Works	25,242	42.7	26,954	39.3	1,711	6.8
Overseas	97	0.2	(20)	(0.0)	(117)	–
Total	59,057	100.0	68,617	100.0	9,559	16.2

2. Net Sales (Millions of yen)

	Six months ended September 30, 2023		Six months ended September 30, 2024		Year-on-year change	
	Amount	%	Amount	%	Amount	%
Public Works	42,208	51.1	40,160	60.8	(2,047)	(4.9)
Private Works	40,054	48.5	25,857	39.1	(14,197)	(35.4)
Overseas	271	0.3	60	0.1	(211)	(77.8)
Total	82,534	100.0	66,078	100.0	(16,456)	(19.9)

3. Backlog (Millions of yen)

	Six months ended September 30, 2023		Six months ended September 30, 2024		Year-on-year change	
	Amount	%	Amount	%	Amount	%
Public Works	125,022	49.0	139,907	51.5	14,884	11.9
Private Works	129,727	50.9	131,288	48.3	1,560	1.2
Overseas	312	0.1	504	0.2	192	61.7
Total	255,062	100.0	271,700	100.0	16,637	6.5

(Note) Net sales include inter-segment transactions.

(3) (Road Civil Engineering Segment) Orders Received, Net Sales and Backlog by Work Category

1. Orders Received (Millions of yen)

	Six months ended September 30, 2023		Six months ended September 30, 2024		Year-on-year change	
	Amount	%	Amount	%	Amount	%
Pavement Construction	75,045	59.0	89,387	61.7	14,341	19.1
Civil Engineering Works	15,596	12.3	18,513	12.8	2,917	18.7
Manufacturing/Sales	36,213	28.5	36,589	25.3	375	1.0
Other	327	0.3	406	0.3	79	24.3
Total	127,182	100.0	144,896	100.0	17,713	13.9

2. Net Sales (Millions of yen)

	Six months ended September 30, 2023		Six months ended September 30, 2024		Year-on-year change	
	Amount	%	Amount	%	Amount	%
Pavement Construction	67,108	56.8	71,836	58.0	4,728	7.0
Civil Engineering Works	14,592	12.3	14,994	12.1	402	2.8
Manufacturing/Sales	36,213	30.6	36,589	29.5	375	1.0
Other	327	0.3	406	0.3	79	24.3
Total	118,241	100.0	123,826	100.0	5,585	4.7

3. Backlog (Millions of yen)

	Six months ended September 30, 2023		Six months ended September 30, 2024		Year-on-year change	
	Amount	%	Amount	%	Amount	%
Pavement Construction	61,292	84.1	77,374	81.5	16,082	26.2
Civil Engineering Works	11,614	15.9	17,564	18.5	5,950	51.2
Manufacturing/Sales	–	–	–	–	–	–
Other	–	–	–	–	–	–
Total	72,907	100.0	94,939	100.0	22,032	30.2

(Note) Net sales include inter-segment transactions.

(4) Summary of Forecast of Consolidated Financial Results

(Millions of yen)

	Six months ended September 30, 2024			Fiscal year ending March 31, 2025		
	Results for the previous period	Results for the current period	YoY change	Full-year forecast	YoY change	Progress
Net sales	358,832	380,739	21,907	839,900	46,635	45.3%
Building Construction	108,365	136,638	28,273	293,300	19,601	46.6%
Civil Engineering	82,557	65,725	(16,832)	150,300	(12,125)	43.7%
Road Civil Engineering	118,997	123,003	4,006	257,000	5,217	47.9%
Machinery	19,352	19,956	603	40,900	1,129	48.8%
Infrastructure Management	8,315	13,589	5,274	40,900	22,526	33.2%
Others	21,244	21,826	581	57,500	10,285	38.0%
Gross profit	51,415	46,970	(4,444)	125,100	13,214	37.5%
	14.3%	12.3%	(2.0)%	14.9%	0.8%	
Building Construction	6,586	10,169	3,583	31,300	8,852	32.5%
	6.1%	7.4%	1.4%	10.7%	2.5%	
Civil Engineering	23,642	13,518	(10,123)	28,000	(14,380)	48.3%
	28.6%	20.6%	(8.1)%	18.6%	(7.5)%	
Road Civil Engineering	14,334	15,518	1,184	36,300	5,211	42.8%
	12.0%	12.6%	0.6%	14.1%	1.8%	
Machinery	4,008	4,291	283	9,300	804	46.1%
	20.7%	21.5%	0.8%	22.7%	1.4%	
Infrastructure Management	1,127	1,822	694	15,500	12,029	11.8%
	13.6%	13.4%	(0.2)%	37.9%	19.0%	
Others	1,715	1,649	(66)	4,700	698	35.1%
	8.1%	7.6%	(0.5)%	8.2%	(0.3)%	
Selling, general and administrative expenses	(28,130)	(32,711)	(4,581)	(67,700)	(5,602)	48.3%
Share of profit of investments accounted for using equity method	557	389	(167)	1,600	(73)	24.4%
Business profit	23,842	14,648	(9,193)	59,000	7,538	24.8%
Operating profit	23,788	14,346	(9,442)	59,000	7,939	24.3%
Profit before tax	24,318	12,898	(11,419)	56,700	7,260	22.7%
Profit attributable to owners of parent	16,328	8,105	(8,222)	38,400	5,828	21.1%

(Note) Percentages in the lower row of gross profit indicate profit margin.

(5) (Reference) Maeda Corporation: Supplementary Information

1) Summary of non-consolidated financial results forecast

(Millions of yen)

	Six months ended September 30, 2024			Fiscal year ending March 31, 2025		
	Results for the previous period	Results for the current period	YoY change	Full-year forecast	YoY change	Progress
Net sales	190,123	202,168	12,044	458,400	22,312	44.1%
Construction Total	189,311	201,215	11,903	448,700	14,492	44.8%
Building Construction	106,776	135,136	28,359	298,400	25,647	45.3%
Civil Engineering	82,534	66,078	(16,456)	150,300	(11,154)	44.0%
Infrastructure Management	1	136	135	8,100	7,835	1.7%
Real Estate	810	817	6	1,600	(16)	51.1%
Gross profit	30,682	24,294	(6,388)	68,100	2,533	35.7%
	16.1%	12.0%	(4.1)%	14.9%	(0.2)%	
Construction Total	30,391	23,765	(6,625)	59,250	(5,375)	40.1 %
	16.1%	11.8%	(4.2)%	13.2%	(1.7)%	
Building Construction	6,636	10,155	3,518	31,250	8,767	32.5%
	6.2%	7.5%	1.3%	10.5%	2.2%	
Civil Engineering	23,755	13,610	(10,144)	28,000	(14,142)	48.6%
	28.8%	20.6%	(8.2)%	18.6%	(7.5)%	
Infrastructure Management	(3)	124	127	8,100	7,846	1.5%
	(276.5)%	91.0%	367.4%	100.0%	3.9%	
Real Estate	294	403	109	750	63	53.9%
	36.3%	49.4%	13.1%	46.9%	4.4%	
Selling, general and administrative expenses	16,145	18,015	1,869	35,800	1,973	50.3%
Operating profit	14,536	6,279	(8,257)	32,300	560	19.4%
Ordinary profit	16,312	8,358	(7,954)	33,900	(69)	24.7%
Profit	11,520	6,657	(4,863)	24,800	(732)	26.8%

(Notes) 1. The percentages in the lower row of gross profit indicate the profit margin.

2. Calculations are based on Japanese accounting standards.

2) Non-consolidated forecast of orders received for the construction business

(Millions of yen)

	Fiscal year ending March 31, 2025		Six months ended September 30, 2024	
	Full-year forecast	YoY change (%)	Results for the current period	Progress (%)
Building Construction	330,000	10.0	121,139	36.7
Civil Engineering	165,000	8.5	68,617	41.6
Total	495,000	9.5	189,757	38.3