

**Summary of Consolidated Financial Results**  
**for the Second Quarter of the Fiscal Year Ending March 31, 2025**  
**(Six Months Ended September 30, 2024)**

[Japanese GAAP]

Company name: KI-STAR REAL ESTATE Co., Ltd. Listing: Tokyo Stock Exchange  
 Securities code: 3465 URL: <https://ki-group.co.jp>  
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Scheduled date of filing of Semi-annual Report: November 13, 2024

Scheduled date of payment of dividend: December 6, 2024

Preparation of supplementary materials for financial results: Yes

Holding of financial results meeting: Yes (for institutional investors and analysts)

(All amounts are rounded down to the nearest million yen)

**1. Consolidated Financial Results for the First Six Months (April 1, 2024 – September 30, 2024) of the Fiscal Year Ending March 31, 2025**

(1) Consolidated results of operations (Percentages represent year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Six months ended Sep. 30, 2024	150,935	20.3	6,992	50.6	6,047	52.8	3,645	20.8
Six months ended Sep. 30, 2023	125,484	21.3	4,642	(55.2)	3,957	(60.3)	3,016	(52.6)

Note: Comprehensive income (million yen) Six months ended Sep. 30, 2024: 4,224 (up 26.2%)

Six months ended Sep. 30, 2023: 3,348 (down 49.6%)

	Net income per share	Diluted net income per share
	Yen	Yen
Six months ended Sep. 30, 2024	233.81	233.76
Six months ended Sep. 30, 2023	191.41	191.34

Notes: 1. KI-STAR REAL ESTATE Co., Ltd. ("the Company") has established a performance-linked stock compensation plan for directors and employee stock distribution trust program. Shares for these plans held by the trust are recorded as treasury shares in the consolidated balance sheet.

2. From the beginning of the first half of the fiscal year ending March 31, 2025, the Company has applied Accounting Standard for Current Income Taxes (Accounting Standards Board of Japan (ASBJ) Statement No. 27, October 28, 2022). All figures for the six months ended September 30, 2023 incorporate this accounting standard.

## (2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of Sep. 30, 2024	272,330	63,774	20.6
As of Mar. 31, 2024	245,938	61,024	22.1

Reference: Shareholders' equity (million yen) As of Sep. 30, 2024: 56,006 As of Mar. 31, 2024: 54,376

Notes: 1. The Company has established a performance-linked stock compensation plan for directors and employee stock distribution trust program. Shares for these plans held by the trust are recorded as treasury shares in the consolidated balance sheet.

2. From the beginning of the first half of the fiscal year ending March 31, 2025, the Company has applied Accounting Standard for Current Income Taxes (Accounting Standards Board of Japan (ASBJ) Statement No. 27, October 28, 2022). All figures as of March 31, 2024 incorporate this accounting standard.

**2. Dividends**

	Dividend per share				
	1Q-end	2Q-end	3Q-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended Mar. 31, 2024	-	118.00	-	62.00	180.00
Fiscal year ending Mar. 31, 2025	-	65.00	-	-	-
Fiscal year ending Mar. 31, 2025 (forecasts)	-	-	-	65.00	130.00

Note: Revisions to the most recently announced dividend forecast: None

**3. Consolidated Forecast for the Fiscal Year Ending March 31, 2025 (April 1, 2024 – March 31, 2025)**

(Percentages represent year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	320,000	13.0	14,500	27.6	12,000	18.5	7,300	6.5	462.82

Note: Revisions to the most recently announced consolidated forecast: None

**\* Notes**

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

Newly added: -

Excluded: -

(2) Application of special accounting methods for presenting consolidated interim financial statements: None

(3) Changes in accounting policies and accounting estimates, and restatements

1) Changes in accounting policies due to revisions in accounting standards, others: Yes

2) Changes in accounting policies other than 1) above: None

3) Changes in accounting estimates: None

4) Restatements: None

Note: Please refer to page 10 “2. Consolidated Interim Financial Statements and Notes, (4) Notes to Consolidated Interim Financial Statements, Changes in Accounting Policies” for details.

(4) Number of issued shares (common shares)

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

As of Sep. 30, 2024:	15,863,100 shares	As of Mar. 31, 2024:	15,862,600 shares
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2) Number of treasury shares at the end of the period

As of Sep. 30, 2024:	381,593 shares	As of Mar. 31, 2024:	89,591 shares
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3) Average number of shares during the period

Six months ended Sep. 30, 2024:	15,590,068 shares	Six months ended Sep. 30, 2023:	15,758,907 shares
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Note: The Company has established a performance-linked stock compensation plan for directors and employee stock distribution trust program. Shares for these plans held by the trust are included in treasury shares for calculating the number of treasury shares at the end of the period and the average number of shares during the period.

\* The current financial report is not subject to review by certified public accountants or auditing firms.

\* Cautionary statement with respect to forward-looking statements, and other special items

Cautionary statement with respect to forecasts

Forecasts of future performance in this report are based on assumptions judged to be valid and information currently available to the Company. Actual results may differ significantly from these forecasts for a number of factors.

Change in units for monetary figures

Monetary figures for account and other items in the consolidated interim financial statements had been shown in thousands of yen in prior years. From the beginning of the first half of the fiscal year ending March 31, 2025, monetary figures are shown in millions of yen. To facilitate comparisons, figures for the previous first six months and fiscal year have been also revised to millions of yen.

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## 1. Overview of Results of Operations, Etc.

### (1) Results of Operations

During the first half of the current fiscal year, the Japanese economy has gradually recovered due to an improved employment and income environment and demand created by the large number of foreign tourists. Despite these positive trends, the outlook for the economy remained uncertain due to unstable international conditions, the prolonged depreciation of the yen and other reasons.

Japan's housing sector, where the KI-STAR Group operates, there are still concerns about a decline in the desire to purchase a home because of the high cost of houses due to increasing costs for building materials and labor, and increasing interest rates on mortgage.

Based on the KI-STAR Group's philosophy of "creating lives that are fulfilling, enjoyable and pleasant" and a commitment to accomplishing the vision of "house ownership for everyone," activities continue for expanding to more areas of Japan and strengthening our presence in areas where we currently operate, and using M&A to increase our market share. All activities are centered on the growth strategy for the core homebuilding and sales business. In addition, activities are continuing for making all the houses we build ZEH (Net Zero Energy House) compliant, meeting the increasingly diverse needs of our customers, and supplying houses that comply with government measures for building energy-efficient houses.

First half sales increased 20.3% from the same period of the previous fiscal year to a record-high 150,935 million yen. Operating profit increased 50.6% to 6,992 million yen because the recovery in gross profit margin continued as higher personnel and other expenses were offset by an increase in productivity and a slow reduction in unsold finished houses in Japan. Ordinary profit increased 52.8% to 6,047 million yen and profit attributable to owners of parent was up 20.8% to 3,645 million yen.

Results by business segment are as follows:

KI-STAR changed the classification of its reportable segments in the first half of the current fiscal year. The following year-on-year comparisons are based on the figures for the first half of the previous fiscal year after reclassifications for consistency with the new segments. More information about the change in reportable segments is in "2. Consolidated Interim Financial Statements and Notes, (3) Notes to Quarterly Consolidated Financial Statements, Segment and Other Information."

#### i) Homebuilding and sales business

This business is continuing to take actions with the goal of increasing its market share by expanding to more areas of Japan and strengthening its position in areas where the KI-STAR Group currently operates. Operations are based on the commitment to supplying design houses with outstanding quality at low prices.

During the first half, 3,943 houses (including land) were sold. Sales increased 18.4% to 143,120 million yen and segment profit increased 28.1% to 8,241 million yen.

#### ii) Custom-built housing business

This custom-built housing business is concentrating on increasing the number of the single-story IKI custom-built houses and IKI semi custom-built houses. In the first half, the Company acquired Shinyamagata Homotech Co., Ltd. and TAKASUGI Co., Ltd., each having a custom-built housing business, mainly in Yamagata and Kumamoto prefectures, respectively, and made these companies consolidated subsidiaries.

During the first half, 169 houses were sold. Sales increased 29.4% to 3,249 million yen and segment loss was 47 million yen, while the segment profit from one year earlier was 103 million yen. This was primarily due to higher cost of sales resulting from the delivery of inventories whose acquisition cost was allocated in the business combination, and seasonal changes in a percentage of custom-built houses delivered that is usually high in the fiscal year end.

**(2) Financial Position**

## Assets

Total assets increased by 26,392 million yen from the end of the previous fiscal year to 272,330 million yen at the end of the second quarter of the current fiscal year. This was mainly due to an increase of 31,162 million yen in real estate for sale and real estate for sale in process and a decrease of 9,017 million yen in cash and deposits.

## Liabilities

Total liabilities increased by 23,642 million yen to 208,556 million yen. The increase was mainly due to a 20,760 million yen increase in borrowings due to the procurement of funds for land purchase.

## Net assets

Total net assets increased by 2,749 million yen to 63,774 million yen. The main reasons include profit attributable to owners of parent of 3,645 million yen, while there were dividends of surplus of 983 million yen, purchase of treasury shares of 1,000 million yen and an increase in non-controlling interests of 1,119 million yen.

**(3) Explanation of Consolidated Forecast and Other Forward-looking Statements**

The KI-STAR Group formulated the Medium-term Plan 2028 and announced it on November 11, 2024 in order to use the optimized business portfolio for building a stronger base for operations and to increase business activities that can earn trust and satisfaction from our stakeholders.

In the Medium-term Plan 2028,” we set management targets of ROE of at least 15% and equity ratio of at least 20%. In addition to increasing corporate value and ensuring financial stability, we will enhance shareholder returns by setting the minimum dividend at 130 yen per share per year in principle to ensure stable and sustainable dividends, and by flexibly purchasing treasury shares.

There are no revisions to the consolidated forecast for the fiscal year ending March 31, 2025 that was announced on May 13, 2024. Sales and earnings are in line with the forecast.

**2. Consolidated Interim Financial Statements and Notes****(1) Consolidated Interim Balance Sheet**

(Millions of yen)

	FY3/24 (As of Mar. 31, 2024)	Second quarter of FY3/25 (As of Sep. 30, 2024)
<b>Assets</b>		
Current assets		
Cash and deposits	56,046	47,028
Accounts receivable from completed construction contracts	331	154
Real estate for sale	89,317	108,075
Real estate for sale in process	76,792	89,196
Costs on uncompleted construction contracts	4,423	7,171
Advance payments to suppliers	3,357	3,674
Other	4,779	2,767
Allowance for doubtful accounts	(6)	(8)
Total current assets	235,041	258,061
Non-current assets		
Property, plant and equipment	4,500	5,165
Intangible assets		
Goodwill	398	315
Other	304	258
Total intangible assets	703	574
Investments and other assets	5,692	8,529
Total non-current assets	10,896	14,269
Total assets	245,938	272,330
<b>Liabilities</b>		
Current liabilities		
Electronically recorded obligations-operating	3,835	3,487
Accounts payable for construction contracts	18,790	18,369
Short-term borrowings	96,586	94,587
Current portion of bonds payable	365	464
Current portion of long-term borrowings	12,800	10,478
Lease obligations	7	9
Income taxes payable	503	2,597
Provision for bonuses	650	767
Other	6,262	7,273
Total current liabilities	139,801	138,034
Non-current liabilities		
Bonds payable	6,392	6,428
Long-term borrowings	38,171	63,253
Lease obligations	38	68
Asset retirement obligations	47	69
Other	461	700
Total non-current liabilities	45,111	70,521
Total liabilities	184,913	208,556

	(Millions of yen)	
	FY3/24 (As of Mar. 31, 2024)	Second quarter of FY3/25 (As of Sep. 30, 2024)
Net assets		
Shareholders' equity		
Share capital	4,816	4,817
Capital surplus	5,704	5,705
Retained earnings	44,323	46,984
Treasury shares	(349)	(1,347)
Total shareholders' equity	54,495	56,159
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	(110)	(137)
Foreign currency translation adjustment	(8)	(15)
Total accumulated other comprehensive income	(119)	(152)
Share acquisition rights	18	18
Non-controlling interests	6,629	7,749
Total net assets	61,024	63,774
Total liabilities and net assets	245,938	272,330

**(2) Consolidated Interim Statements of Income and Comprehensive Income****Consolidated Interim Statement of Income**

(Millions of yen)

	First six months of FY3/24 (Apr. 1, 2023 – Sep. 30, 2023)	First six months of FY3/25 (Apr. 1, 2024 – Sep. 30, 2024)
Net sales	125,484	150,935
Cost of sales	110,460	131,927
Gross profit	15,024	19,008
Selling, general and administrative expenses	10,381	12,016
Operating profit	4,642	6,992
Non-operating income		
Interest income	22	117
Refund of real estate acquisition tax	289	278
Other	310	493
Total non-operating income	622	889
Non-operating expenses		
Interest expenses	683	1,092
Commission expenses	558	660
Share of loss of entities accounted for using equity method	4	14
Other	59	65
Total non-operating expenses	1,307	1,833
Ordinary profit	3,957	6,047
Extraordinary income		
Gain on sale of non-current assets	0	1
Gain on sales of investment securities	-	41
Gain on bargain purchase	495	160
Total extraordinary income	496	204
Extraordinary losses		
Loss on sale of non-current assets	0	0
Loss on retirement of non-current assets	4	36
Total extraordinary losses	4	36
Profit before income taxes	4,450	6,215
Income taxes-current	1,684	2,503
Income taxes-deferred	(603)	(546)
Total income taxes	1,080	1,957
Profit	3,369	4,258
Profit attributable to non-controlling interests	352	612
Profit attributable to owners of parent	3,016	3,645



**Consolidated Interim Statement of Comprehensive Income**

(Millions of yen)

	First six months of FY3/24 (Apr. 1, 2023 – Sep. 30, 2023)	First six months of FY3/25 (Apr. 1, 2024 – Sep. 30, 2024)
Profit	3,369	4,258
Other comprehensive income		
Valuation difference on available-for-sale securities	(17)	(26)
Foreign currency translation adjustment	(2)	(6)
Share of other comprehensive income of entities accounted for using equity method	(0)	(0)
Total other comprehensive income	(20)	(33)
Comprehensive income	3,348	4,224
Comprehensive income attributable to:		
Comprehensive income attributable to owners of parent	2,996	3,611
Comprehensive income attributable to non-controlling interests	352	612

**(3) Consolidated Interim Statement of Cash Flows**

(Millions of yen)

	First six months of FY3/24 (Apr. 1, 2023 – Sep. 30, 2023)	First six months of FY3/25 (Apr. 1, 2024 – Sep. 30, 2024)
Cash flows from operating activities		
Profit before income taxes	4,450	6,215
Depreciation	218	208
Amortization of goodwill	56	56
Gain on bargain purchase	(495)	(160)
Increase (decrease) in provision for bonuses	(53)	65
Interest and dividend income	(24)	(121)
Share of loss (profit) of entities accounted for using equity method	4	14
Commission expenses	558	660
Interest expenses	683	1,092
Decrease (increase) in inventories	(35,414)	(29,661)
Increase (decrease) in trade payables	(882)	(1,128)
Other, net	1,889	1,958
Subtotal	(29,009)	(20,800)
Interest and dividends received	24	121
Interest paid	(1,242)	(1,753)
Income taxes refund (paid)	(2,473)	43
Net cash provided by (used in) operating activities	(32,701)	(22,389)
Cash flows from investing activities		
Purchase of property, plant and equipment	(317)	(208)
Proceeds from sales of property, plant and equipment	23	3
Purchase of intangible assets	(17)	(14)
Proceeds from withdrawal of time deposits	44	90
Payments into time deposits	(50)	(521)
Proceeds from purchase of shares of subsidiaries resulting in change in scope of consolidation	-	520
Payments for sale of shares of subsidiaries resulting in change in scope of consolidation	(694)	(54)
Proceeds from sale of shares of subsidiaries resulting in change in scope of consolidation	-	39
Loan advances	(597)	(2,128)
Payments for guarantee deposits	(82)	(28)
Proceeds from refund of guarantee deposits	289	32
Other, net	10	(85)
Net cash provided by (used in) investing activities	(1,391)	(2,354)

	(Millions of yen)	
	First six months of FY3/24 (Apr. 1, 2023 – Sep. 30, 2023)	First six months of FY3/25 (Apr. 1, 2024 – Sep. 30, 2024)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	11,990	(4,634)
Proceeds from long-term borrowings	29,447	35,653
Repayments of long-term borrowings	(11,207)	(14,204)
Proceeds from issuance of bonds	198	200
Redemption of bonds	(206)	(400)
Repayments of lease obligations	(26)	(26)
Purchase of treasury shares	(0)	(1,000)
Dividends paid	(1,427)	(983)
Dividends paid to non-controlling interests	(100)	(94)
Other, net	0	0
Net cash provided by (used in) financing activities	28,669	14,509
Net increase (decrease) in cash and cash equivalents	(5,423)	(10,234)
Cash and cash equivalents at beginning of period	46,258	53,156
Cash and cash equivalents at end of period	40,834	42,922

**(4) Notes to Consolidated Interim Financial Statements****Changes in Accounting Policies****Application of Accounting Standard for Current Income Taxes**

The Company has applied the Accounting Standard for Current Income Taxes (Accounting Standards Board of Japan (ASBJ) No. 27, October 28, 2022, the “Revised Standard”) from the beginning of the first half of the fiscal year ending March 31, 2025.

Revisions concerning the accounting classification of income taxes (taxation of other comprehensive income) are made in accordance with the transitional treatment stipulated in the proviso of Paragraph 20-3 of the Revised Standard.

For the revision concerning the change in the treatment in the consolidated financial statements of the tax deferral of gains or losses on sales of shares of subsidiaries, etc. between consolidated companies, the Company has applied the Guidance on Accounting Standard for Tax Effect Accounting (ASBJ Guidance No. 28, October 28, 2022) from the beginning of the first half of the fiscal year ending March 31, 2025. This change has been applied retrospectively and the first half and fiscal year consolidated financial statements for the previous fiscal year are shown after this restatement.

As a result, profit for the first six months of the fiscal year ended March 31, 2024 decreased 44 million yen and retained earnings as of March 31, 2024 decreased 112 million yen compared to before retrospective application.

**Going Concern Assumption**

Not applicable.

**Significant Changes in Shareholders' Equity**

Based on the resolution of the Board of Directors meeting held on May 23, 2024, the Company acquired 292,200 treasury shares. As a result, treasury shares increased 998 million yen during the first six month of the current fiscal year to 1,347 million yen at the end of the first half.

**Consolidated Interim Balance Sheet**

\* 1 Financial covenants

There are financial covenants on some loans from financial institutions. The five primary requirements, which apply to consolidated and non-consolidated financial statements are for net assets, ordinary profit, loan to value (LTV), monthly inventory turnover, and the debt-equity ratio. If there is a violation of one or more of these requirements or there is a continuous violation, the financial institutions may demand the immediate repayment of all applicable loans.

Borrowings subject to these financial covenants were as follows at the end of FY3/24 and the end of the second quarter of FY3/25.

	(Millions of yen)	
	FY3/24 (As of Mar. 31, 2024)	Second quarter of FY3/25 (As of Sep. 30, 2024)
Short-term borrowings	72,504	62,534
Long-term borrowings (including current portion of long-term borrowings)	26,907	57,467

\* 2 Other current liabilities include the following contract liabilities.

	(Millions of yen)	
	FY3/24 (As of Mar. 31, 2024)	Second quarter of FY3/25 (As of Sep. 30, 2024)
Contract liabilities	1,636	2,762

**Consolidated Interim Statement of Income**

\* 1. Major items of selling, general and administrative expenses are as follows.

	(Millions of yen)	
	First six months of FY3/24 (Apr. 1, 2023 – Sep. 30, 2023)	First six months of FY3/25 (Apr. 1, 2024 – Sep. 30, 2024)
Sales commission	2,784	3,469
Salaries and allowances	2,564	2,687
Provision for bonuses	92	259

## 2. Seasonal changes in sales

First six months of FY3/24 (Apr. 1, 2023 – Sep. 30, 2023) and first six months of FY3/25 (Apr. 1, 2024 – Sep. 30, 2024)

The KI-STAR Group recognizes real estate sales mainly based on the delivery method, which results in a bias in sales depending on the timing of deliveries. In general, a higher percentage of homes are delivered in the second half of the fiscal year (third to fourth quarter) than in the first half (first to second quarter), and sales are generally higher in the second half than in the first half.

**Segment and Other Information**

First six months of FY3/24 (Apr. 1, 2023 – Sep. 30, 2023)

## 1. Information related to net sales and profit or loss for each reportable segment

(Millions of yen)

	Reportable segment			Others (Note 1)	Adjustments (Note 2)	Amounts shown on the consolidated interim statement of income (Note 3)
	Homebuilding and sales	Custom-built housing	Total			
Net sales						
Sales to external customers	120,909	2,511	123,420	2,063	-	125,484
Inter-segment sales and transfers	-	-	-	226	(226)	-
Total	120,909	2,511	123,420	2,290	(226)	125,484
Segment profit	6,433	103	6,537	288	(2,183)	4,642

Notes: 1. Others represent the businesses which are not included in any of the reportable segments and mainly consist of pre-owned home, apartment buildings/income-producing real estate, real estate leasing and brokerage businesses.

2. The -2,183 million yen adjustment to segment profit includes elimination for inter-segment transactions of 18 million yen and -2,201 million yen in corporate expenses that are not attributable to any of the reportable segments.

3. Segment profit is adjusted with operating profit shown on the consolidated interim statement of income.

## 2. Information related to impairment of non-current assets, goodwill, etc. for each reportable segment

## Significant gain on bargain purchase

In the homebuilding and sales segment, a gain on bargain purchase was reported as a result of the acquisition of shares of L-Housing Co., Ltd. to make this company a consolidated subsidiary. The amount of the gain on bargain purchase resulting from this acquisition was 495 million yen in the first six months of FY3/24.

Gain on bargain purchase is not included in the above segment profit because it is an extraordinary gain.

First six months of FY3/25 (Apr. 1, 2024 – Sep. 30, 2024)

## 1. Information related to net sales and profit or loss for each reportable segment

(Millions of yen)

	Reportable segment			Others (Note 1)	Adjustments (Note 2)	Amounts shown on the consolidated interim statement of income (Note 3)
	Homebuilding and sales	Custom-built housing	Total			
Net sales						
Sales to external customers	143,120	3,249	146,370	4,565	-	150,935
Inter-segment sales and transfers	-	-	-	98	(98)	-
Total	143,120	3,249	146,370	4,663	(98)	150,935
Segment profit (loss)	8,241	(47)	8,193	652	(1,853)	6,992

Notes: 1. Others represent the businesses which are not included in any of the reportable segments and mainly consist of pre-owned home, apartment buildings/income-producing real estate, real estate leasing and brokerage businesses.

2. The -1,853 million yen adjustment to segment profit (loss) includes elimination for inter-segment transactions of 38 million yen and -1,891 million yen in corporate expenses that are not attributable to any of the reportable segments.

3. Segment profit (loss) is adjusted with operating profit shown on the consolidated interim statement of income.

## 2. Information related to revisions for reportable segments

In formulating the Medium-term Plan 2028 that was announced on November 11, 2024, the income-producing real estate/apartment buildings business, which was previously included in the homebuilding and sales segment, is now categorized as others.

The segment information for the first six months of FY3/24 are reported based on the reportable segment classification after the revision.

## 3. Information related to impairment of non-current assets, goodwill, etc. for each reportable segment

### Significant gain on bargain purchase

In the custom-built housing segment, a gain on bargain purchase was reported as a result of the acquisition of shares of Shinyamagata Homotech Co., Ltd. and TAKASUGI Co., Ltd. to make this company a consolidated subsidiary. The amount of the gain on bargain purchase resulting from this acquisition was 160 million yen in the first six months of FY3/25.

Gain on bargain purchase is not included in the above segment profit because it is an extraordinary gain.

## **Additional Information**

The Company has established a performance-linked stock compensation plan for directors and employee stock distribution trust program. Shares for this plan held by the trust are recorded as treasury shares in the consolidated balance sheet. The number of shares of the Company's stock held by the trust as of March 31, 2024 was 89,344 shares with a book value of 348 million yen, and the number of these shares as of September 30, 2024 was 89,044 shares with a book value of 346 million yen.

The decrease of 1 million yen and 300 shares is due to the delivery of shares under the employee stock distribution trust program.

*This financial report is solely a translation of "Kessan Tanshin" (in Japanese, including attachments), which has been prepared in accordance with accounting principles and practices generally accepted in Japan, for the convenience of readers who prefer an English translation.*