

Translation

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purposes. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2021 (Based on Japanese GAAP)

February 10, 2022

Company name: Kamigumi Co., Ltd.
 Stock exchange listing: Tokyo
 Stock code: 9364 URL <https://www.kamigumi.co.jp/>
 Representative: President & Representative Director Yoshihiro Fukai
 Executive Officer and Director of Financial
 Inquiries: Yasuhiro Kishino TEL 078-271-5119
 HQ
 Scheduled date to file Quarterly Securities Report: February 14, 2022
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: No
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the nine months ended December 31, 2021 (from April 1, 2021 to December 31, 2021)

(1) Consolidated operating results (cumulative)

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	%
Nine months ended December 31, 2021	195,904	10.4	21,524	20.0	23,361	21.8	15,556	17.6
Nine months ended December 31, 2020	177,527	–	17,942	–	19,180	–	13,228	–

	Earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2021	133.96	–
Nine months ended December 31, 2020	112.50	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2021	425,219	362,878	84.9
As of March 31, 2021	415,539	352,408	84.3

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, 2021	–	23.00	–	27.00	50.00
Year ending March 31, 2022	–	27.00	–	–	–
Year ending March 31, 2022 (Forecast)	–	–	–	30.00	57.00

3. Forecast of consolidated financial results for the year ending March 31, 2022 (from April 1, 2021 to March 31, 2022)

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
Full year	250,000	–	26,500	–	28,000	–	19,000	–	163.61

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended December 31, 2021
(changes in specified subsidiaries resulting in the change in scope of consolidation): 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 December 31, 2021	129,066,837 shares	As of March 31, 2021	129,066,837 shares
-------------------------	--------------------	----------------------	--------------------

Number of treasury shares at the end of the period

As of December 31, 2021	13,187,860 shares	As of March 31, 2021	12,907,087 shares
-------------------------	-------------------	----------------------	-------------------

Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2021	116,127,365 shares	Nine months ended December 31, 2020	117,585,373 shares
-------------------------------------	--------------------	-------------------------------------	--------------------

Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2021	As of December 31, 2021
Assets		
Current assets		
Cash and deposits	33,376	37,012
Trade notes and accounts receivable, and contract assets	46,916	49,531
Electronically recorded monetary claims - operating	603	900
Securities	10,700	10,500
Inventories	783	777
Other	5,891	8,945
Allowance for doubtful accounts	(56)	(58)
Total current assets	98,214	107,607
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	105,822	106,740
Land	99,867	99,857
Other, net	21,878	22,675
Total property, plant and equipment	227,568	229,273
Intangible assets	6,789	6,688
Investments and other assets		
Investment securities	72,244	72,219
Other	11,043	9,751
Allowance for doubtful accounts	(321)	(320)
Total investments and other assets	82,966	81,650
Total non-current assets	317,324	317,611
Total assets	415,539	425,219
Liabilities		
Current liabilities		
Trade notes and accounts payable	26,066	27,379
Income taxes payable	4,958	2,895
Provision for bonuses	172	139
Provision for loss on disaster	450	–
Other	11,831	11,318
Total current liabilities	43,479	41,732
Non-current liabilities		
Provision for retirement benefits for directors (and other officers)	54	63
Provision for special repairs for ships and vessels	13	18
Provision for loss on business of subsidiaries and associates	–	267
Retirement benefit liability	18,166	18,656
Other	1,416	1,602
Total non-current liabilities	19,651	20,608
Total liabilities	63,130	62,340

(Millions of yen)

	As of March 31, 2021	As of December 31, 2021
Net assets		
Shareholders' equity		
Share capital	31,642	31,642
Capital surplus	26,854	26,856
Retained earnings	310,401	319,685
Treasury shares	(24,810)	(25,411)
Total shareholders' equity	344,087	352,772
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	7,252	8,842
Foreign currency translation adjustment	(27)	176
Remeasurements of defined benefit plans	(833)	(697)
Total accumulated other comprehensive income	6,392	8,321
Non-controlling interests	1,929	1,784
Total net assets	352,408	362,878
Total liabilities and net assets	415,539	425,219

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

Consolidated statements of income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2020	Nine months ended December 31, 2021
Operating revenue	177,527	195,904
Operating costs	145,443	159,724
Operating gross profit	32,084	36,180
Selling, general and administrative expenses	14,141	14,655
Operating profit	17,942	21,524
Non-operating income		
Interest income	23	20
Dividend income	703	911
Foreign exchange gains	–	25
Share of profit of entities accounted for using equity method	258	583
Other	315	335
Total non-operating income	1,301	1,876
Non-operating expenses		
Foreign exchange losses	37	–
Other	26	39
Total non-operating expenses	63	39
Ordinary profit	19,180	23,361
Extraordinary income		
Gain on sale of non-current assets	33	245
Gain on sale of investment securities	193	627
Total extraordinary income	226	872
Extraordinary losses		
Loss on sale and retirement of non-current assets	226	608
Loss on valuation of investment securities	2	–
Loss on valuation of shares of subsidiaries and associates	–	641
Provision for loss on business of subsidiaries and associates	–	267
Total extraordinary losses	228	1,517
Profit before income taxes	19,178	22,716
Income taxes - current	5,658	7,022
Income taxes - deferred	248	282
Total income taxes	5,907	7,304
Profit	13,271	15,412
Profit (loss) attributable to non-controlling interests	42	(144)
Profit attributable to owners of parent	13,228	15,556

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2020	Nine months ended December 31, 2021
Profit	13,271	15,412
Other comprehensive income		
Valuation difference on available-for-sale securities	3,165	1,567
Foreign currency translation adjustment	(65)	150
Remeasurements of defined benefit plans, net of tax	116	119
Share of other comprehensive income of entities accounted for using equity method	65	93
Total other comprehensive income	3,281	1,929
Comprehensive income	16,553	17,342
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	16,506	17,486
Comprehensive income attributable to non-controlling interests	46	(143)