

Translation

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## Summary of Consolidated Financial Results for the Year Ended March 31, 2022 (Based on Japanese GAAP)

May 13, 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: HQ Yasuhiro Kishino TEL 078-271-5119  
 Scheduled date of ordinary general meeting of shareholders: June 29, 2022  
 Scheduled date to file Securities Report: June 30, 2022  
 Scheduled date to commence dividend payments: June 30, 2022  
 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 year ended March 31, 2022 (from April 1, 2021 to March 31, 2022)

#### (1) Consolidated operating results

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	%
Year ended March 31, 2022	261,681	9.3	28,524	16.7	30,875	17.9	20,861	16.3
Year ended March 31, 2021	239,314	–	24,449	–	26,184	–	17,932	–

	Earnings per share	Diluted earnings per share	Profit attributable to owners of parent/equity	Ordinary profit/total assets	Operating profit/Operating revenue
	Yen	Yen	%	%	%
Year ended March 31, 2022	180.14	–	5.8	7.3	10.9
Year ended March 31, 2021	152.97	–	5.2	6.4	9.1

#### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2022	434,734	367,917	84.2	3,193.03
As of March 31, 2021	415,539	352,408	84.3	3,017.22

#### (3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Year ended March 31, 2022	37,036	(3,804)	(9,779)	46,364
Year ended March 31, 2021	29,561	(30,252)	(8,630)	22,780

### 2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Dividend payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Year ended March 31, 2021	–	23.00	–	27.00	50.00	5,846	32.7	1.7
Year ended March 31, 2022	–	27.00	–	46.00	73.00	8,411	40.5	2.4
Year ending March 31, 2023 (Forecast)	–	39.00	–	39.00	78.00		40.1	

3. Forecast of consolidated financial results for the year ending March 31, 2023 (from April 1, 2022 to March 31, 2023)

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
Six months ending September 30, 2022	135,200	4.8	14,800	3.2	16,000	3.8	11,100	1.6	96.79
Full year	270,000	3.2	29,500	3.4	32,000	3.6	22,000	5.5	194.66

4. Notes

(1) Changes in significant subsidiaries during the year ended March 31, 2022

(changes in specified subsidiaries resulting in the change in scope of consolidation): No

(2) 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

(3) Number of issued shares (common shares)

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

As of March 31, 2022	127,496,837 shares	As of March 31, 2021	129,066,837 shares
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Number of treasury shares at the end of the period

As of March 31, 2022	12,828,055 shares	As of March 31, 2021	12,907,087 shares
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Average number of shares during the period

Year ended March 31, 2022	115,806,902 shares	Year ended March 31, 2021	117,228,974 shares
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**Consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of March 31, 2021	As of March 31, 2022
<b>Assets</b>		
Current assets		
Cash and deposits	33,376	45,897
Trade notes and accounts receivable, and contract assets	46,916	47,075
Electronically recorded monetary claims - operating	603	748
Securities	10,700	10,500
Inventories	783	764
Other	5,891	6,975
Allowance for doubtful accounts	(56)	(56)
Total current assets	98,214	111,904
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	105,822	104,779
Machinery, equipment and vehicles, net	15,387	17,455
Land	99,867	100,265
Construction in progress	4,963	8,149
Other, net	1,527	1,435
Total property, plant and equipment	227,568	232,086
Intangible assets	6,789	6,649
Investments and other assets		
Investment securities	72,244	75,101
Long-term loans receivable	158	43
Deferred tax assets	3,700	2,328
Other	7,184	6,937
Allowance for doubtful accounts	(321)	(316)
Total investments and other assets	82,966	84,094
Total non-current assets	317,324	322,829
Total assets	415,539	434,734

(Millions of yen)

	As of March 31, 2021	As of March 31, 2022
<b>Liabilities</b>		
Current liabilities		
Trade notes and accounts payable	26,066	27,107
Income taxes payable	4,958	5,817
Provision for bonuses	172	177
Provision for loss on disaster	450	–
Other	11,831	13,528
Total current liabilities	43,479	46,631
Non-current liabilities		
Deferred tax liabilities	346	468
Provision for retirement benefits for directors (and other officers)	54	66
Provision for special repairs for ships and vessels	13	20
Retirement benefit liability	18,166	18,324
Provision for loss on business of subsidiaries and associates	–	267
Other	1,070	1,038
Total non-current liabilities	19,651	20,185
<b>Total liabilities</b>	<b>63,130</b>	<b>66,816</b>
<b>Net assets</b>		
Shareholders' equity		
Share capital	31,642	31,642
Capital surplus	26,854	26,854
Retained earnings	310,401	321,928
Treasury shares	(24,810)	(25,034)
Total shareholders' equity	344,087	355,390
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	7,252	10,708
Foreign currency translation adjustment	(27)	336
Remeasurements of defined benefit plans	(833)	(294)
Total accumulated other comprehensive income	6,392	10,750
Non-controlling interests	1,929	1,776
<b>Total net assets</b>	<b>352,408</b>	<b>367,917</b>
<b>Total liabilities and net assets</b>	<b>415,539</b>	<b>434,734</b>

**Consolidated statements of income and consolidated statements of comprehensive income**  
**Consolidated statements of income**

(Millions of yen)

	Fiscal year ended March 31, 2021	Fiscal year ended March 31, 2022
Operating revenue	239,314	261,681
Operating costs	196,088	213,736
Operating gross profit	43,225	47,944
Selling, general and administrative expenses	18,775	19,420
Operating profit	24,449	28,524
Non-operating income		
Interest income	36	35
Dividend income	758	941
Foreign exchange gains	–	79
Share of profit of entities accounted for using equity method	442	837
Other	550	533
Total non-operating income	1,787	2,425
Non-operating expenses		
Foreign exchange losses	17	–
Other	35	74
Total non-operating expenses	53	74
Ordinary profit	26,184	30,875
Extraordinary income		
Gain on sale of non-current assets	49	252
Gain on sale of investment securities	580	627
Subsidy income	–	262
Total extraordinary income	629	1,142
Extraordinary losses		
Loss on sale and retirement of non-current assets	338	814
Loss on valuation of investment securities	100	1
Loss on valuation of shares of subsidiaries and associates	–	641
Provision for loss on business of subsidiaries and associates	–	267
Loss on disaster	482	–
Total extraordinary losses	921	1,726
Profit before income taxes	25,892	30,291
Income taxes - current	8,358	9,792
Income taxes - deferred	(420)	(227)
Total income taxes	7,937	9,564
Profit	17,954	20,726
Profit (loss) attributable to non-controlling interests	22	(134)
Profit attributable to owners of parent	17,932	20,861

## Consolidated statements of comprehensive income

(Millions of yen)

	Fiscal year ended March 31, 2021	Fiscal year ended March 31, 2022
Profit	17,954	20,726
Other comprehensive income		
Valuation difference on available-for-sale securities	4,882	3,371
Foreign currency translation adjustment	(58)	234
Remeasurements of defined benefit plans, net of tax	220	462
Share of other comprehensive income of entities accounted for using equity method	282	294
Total other comprehensive income	5,325	4,363
Comprehensive income	23,280	25,089
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	23,251	25,220
Comprehensive income attributable to non-controlling interests	29	(130)

## Consolidated statements of changes in equity

Fiscal year ended March 31, 2021

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	31,642	26,854	301,483	(25,217)	334,761
Changes during period					
Dividends of surplus			(5,420)		(5,420)
Profit attributable to owners of parent			17,932		17,932
Purchase of treasury shares				(3,200)	(3,200)
Disposal of treasury shares		1		13	14
Cancellation of treasury shares		(1)	(3,593)	3,594	–
Net changes in items other than shareholders' equity					
Total changes during period	–	–	8,918	407	9,325
Balance at end of period	31,642	26,854	310,401	(24,810)	344,087

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	2,104	45	(1,077)	1,073	1,909	337,744
Changes during period						
Dividends of surplus						(5,420)
Profit attributable to owners of parent						17,932
Purchase of treasury shares						(3,200)
Disposal of treasury shares						14
Cancellation of treasury shares						–
Net changes in items other than shareholders' equity	5,148	(73)	244	5,318	19	5,338
Total changes during period	5,148	(73)	244	5,318	19	14,664
Balance at end of period	7,252	(27)	(833)	6,392	1,929	352,408

Fiscal year ended March 31, 2022

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	31,642	26,854	310,401	(24,810)	344,087
Changes during period					
Dividends of surplus			(6,272)		(6,272)
Profit attributable to owners of parent			20,861		20,861
Purchase of treasury shares				(3,300)	(3,300)
Disposal of treasury shares		2		12	14
Cancellation of treasury shares		(2)	(3,061)	3,063	–
Net changes in items other than shareholders' equity					
Total changes during period		–	11,527	(224)	11,302
Balance at end of period	31,642	26,854	321,928	(25,034)	355,390

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	7,252	(27)	(833)	6,392	1,929	352,408
Changes during period						
Dividends of surplus						(6,272)
Profit attributable to owners of parent						20,861
Purchase of treasury shares						(3,300)
Disposal of treasury shares						14
Cancellation of treasury shares						–
Net changes in items other than shareholders' equity	3,456	364	538	4,358	(152)	4,206
Total changes during period	3,456	364	538	4,358	(152)	15,508
Balance at end of period	10,708	336	(294)	10,750	1,776	367,917



## Consolidated statements of cash flows

(Millions of yen)

	Fiscal year ended March 31, 2021	Fiscal year ended March 31, 2022
Cash flows from operating activities		
Profit before income taxes	25,892	30,291
Depreciation	12,914	13,082
Increase (decrease) in allowance for doubtful accounts	(13)	(4)
Increase (decrease) in provision for loss on business of subsidiaries and associates	–	267
Increase (decrease) in retirement benefit liability	614	620
Interest and dividend income	(794)	(976)
Share of loss (profit) of entities accounted for using equity method	(442)	(837)
Loss (gain) on sale of investment securities	(580)	(627)
Loss (gain) on valuation of investment securities	100	1
Loss on valuation of shares of subsidiaries and associates	–	641
Loss on disaster	482	–
Loss (gain) on sale and retirement of non-current assets	289	562
Decrease (increase) in trade receivables	(2,370)	(306)
Decrease (increase) in inventories	174	18
Increase (decrease) in trade payables	441	974
Other, net	(465)	375
Subtotal	36,241	44,084
Interest and dividends received	1,606	2,403
Payments associated with disaster loss	(32)	(450)
Income taxes paid	(8,254)	(9,000)
Net cash provided by (used in) operating activities	29,561	37,036
Cash flows from investing activities		
Net decrease (increase) in time deposits	(10,500)	10,568
Purchase of securities	(16,000)	(30,000)
Proceeds from sale of securities	6,000	30,000
Proceeds from redemption of securities	300	900
Purchase of non-current assets	(12,155)	(16,628)
Proceeds from sale of non-current assets	90	347
Purchase of investment securities	(566)	(22)
Proceeds from sale and redemption of investment securities	2,508	1,689
Purchase of shares of subsidiaries and associates	(22)	(117)
Proceeds from collection of loans receivable	121	70
Payments of guarantee deposits	(32)	(113)
Other, net	3	(497)
Net cash provided by (used in) investing activities	(30,252)	(3,804)
Cash flows from financing activities		
Dividends paid	(5,420)	(6,272)
Purchase of treasury shares	(3,200)	(3,300)
Other, net	(9)	(206)
Net cash provided by (used in) financing activities	(8,630)	(9,779)
Effect of exchange rate change on cash and cash equivalents	(35)	130
Net increase (decrease) in cash and cash equivalents	(9,357)	23,583
Cash and cash equivalents at beginning of period	32,137	22,780
Cash and cash equivalents at end of period	22,780	46,364