

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 Three Months Ended June 30, 2022 (Based on Japanese GAAP)

August 5, 2022

Company name: NISSHIN GROUP HOLDINGS Company, Limited  
 Stock exchange listing: Tokyo  
 Stock code: 8881 URL <https://www.nisshin-hd.co.jp/>  
 Representative: Representative Director and President Yukiyoshi Tsutsumi  
 Representative Director and Senior Managing Director Hideki Kuroiwa TEL 03-5360-2016  
 Inquiries: Director  
 Scheduled date to file Quarterly Securities Report: August 8, 2022  
 Scheduled date to commence dividend payments: –  
 Preparation of supplementary material on quarterly financial results: No  
 Holding of quarterly financial results meeting: Yes (for analysts)

(Amounts less than one million yen are rounded down)

### 1. Consolidated financial results for the three months ended June 30, 2022 (from April 1, 2022 to June 30, 2022)

#### (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 June 30, 2022	12,599	0.6	(129)	–	(189)	–	(166)	–
Three months ended June 30, 2021	12,524	(6.6)	222	(40.1)	186	(45.9)	81	(45.8)

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2022	(3.55)	–
Three months ended June 30, 2021	1.74	–

#### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of June 30, 2022	114,128	62,929	55.0	1,344.10
As of March 31, 2022	114,969	64,132	55.7	1,370.11

### 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, 2022	–	0.00	–	22.00	22.00
Year ending March 31, 2023	–				
Year ending March 31, 2023 (Forecast)		0.00	–	22.00	22.00

### 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

	Net sales		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	86,000	5.6	5,300	1.6	5,100	1.6	3,600	2.2	76.92

4. Notes

- (1) Changes in significant subsidiaries during the three months ended June 30, 2022  
 (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 June 30, 2022	46,951,260 shares	As of March 31, 2022	46,951,260 shares
---------------------	-------------------	----------------------	-------------------

Number of treasury shares at the end of the period

As of June 30, 2022	218,232 shares	As of March 31, 2022	219,232 shares
---------------------	----------------	----------------------	----------------

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

Three months ended June 30, 2022	46,732,695 shares	Three months ended June 30, 2021	46,905,628 shares
----------------------------------	-------------------	----------------------------------	-------------------

**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Thousands of yen)

	As of March 31, 2022	As of June 30, 2022
<b>Assets</b>		
Current assets		
Cash and deposits	61,302,820	56,887,115
Notes receivable, accounts receivable from completed construction contracts and other	16,344,272	17,405,308
Electronically recorded monetary claims - operating	662,069	342,238
Real estate for sale	3,533,277	3,484,359
Costs on real estate business	16,446,116	19,353,001
Costs on construction contracts in progress	15,284	17,516
Short-term loans receivable	2,190	2,190
Accounts receivable - other	313,702	423,683
Other	1,036,435	958,103
Allowance for doubtful accounts	(75,060)	(68,051)
Total current assets	99,581,107	98,805,465
Non-current assets		
Property, plant and equipment	10,847,204	10,830,884
Intangible assets	74,215	68,814
Investments and other assets	4,467,454	4,423,222
Total non-current assets	15,388,874	15,322,922
Total assets	114,969,982	114,128,388
<b>Liabilities</b>		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	4,218,411	4,294,667
Electronically recorded obligations - operating	7,991,480	4,631,001
Short-term borrowings	10,481,426	16,313,402
Current portion of bonds payable	88,000	88,000
Income taxes payable	700,062	57,375
Provisions		
Provision for bonuses	523,157	168,248
Provision for warranties for completed construction	203,624	212,789
Provision for loss on construction contracts	5,905	–
Provision for shareholder benefit program	34,136	18,434
Other	3,231,845	4,137,897
Total current liabilities	27,478,049	29,921,815
Non-current liabilities		
Bonds payable	312,000	312,000
Long-term borrowings	20,975,474	18,888,889
Provisions		
Provision for loss on guarantees	2,460	2,306
Provision for share awards for directors (and other officers)	20,964	27,208
Retirement benefit liability	1,662,796	1,687,927
Other	385,675	358,770
Total non-current liabilities	23,359,370	21,277,100
Total liabilities	50,837,420	51,198,916

(Thousands of yen)

	As of March 31, 2022	As of June 30, 2022
Net assets		
Shareholders' equity		
Share capital	10,111,411	10,111,411
Capital surplus	425,478	425,478
Retained earnings	53,380,500	52,182,484
Treasury shares	(112,694)	(112,191)
Total shareholders' equity	63,804,696	62,607,182
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	226,354	208,976
Remeasurements of defined benefit plans	(2,665)	(1,999)
Total accumulated other comprehensive income	223,688	206,976
Non-controlling interests	104,176	115,312
Total net assets	64,132,561	62,929,471
Total liabilities and net assets	114,969,982	114,128,388

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

### Consolidated statements of income (cumulative)

(Thousands of yen)

	Three months ended June 30, 2021	Three months ended June 30, 2022
Net sales	12,524,922	12,599,531
Cost of sales	10,590,979	11,108,615
Gross profit	1,933,942	1,490,916
Selling, general and administrative expenses	1,711,327	1,619,964
Operating profit (loss)	222,615	(129,048)
Non-operating income		
Interest income	700	1,403
Dividend income	8,439	10,505
Gain on sale of securities	37,339	–
Reversal of allowance for doubtful accounts	2,371	12,010
Reversal of provision for loss on guarantees	152	154
Other	23,946	15,642
Total non-operating income	72,950	39,716
Non-operating expenses		
Interest expenses	87,461	97,110
Commission expenses	1,369	1,108
Other	20,189	1,866
Total non-operating expenses	109,020	100,085
Ordinary profit (loss)	186,545	(189,416)
Extraordinary income		
Gain on sale of non-current assets	2,386	–
Gain on sale of investment securities	–	54,604
Total extraordinary income	2,386	54,604
Profit (loss) before income taxes	188,931	(134,812)
Income taxes - current	18,330	24,703
Income taxes - deferred	92,631	(4,556)
Total income taxes	110,962	20,146
Profit (loss)	77,969	(154,959)
Profit (loss) attributable to non-controlling interests	(3,714)	11,135
Profit (loss) attributable to owners of parent	81,683	(166,095)

**Consolidated statements of comprehensive income (cumulative)**

(Thousands of yen)

	Three months ended June 30, 2021	Three months ended June 30, 2022
Profit	77,969	(154,959)
Other comprehensive income		
Valuation difference on available-for-sale securities	(19,492)	(17,377)
Remeasurements of defined benefit plans, net of tax	1,184	666
Total other comprehensive income	(18,307)	(16,711)
Comprehensive income	59,662	(171,670)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	63,376	(182,806)
Comprehensive income attributable to non-controlling interests	(3,714)	11,135