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Consolidated Financial Results for the Six Months Ended September 30, 2022 [Japanese GAAP]



November 14, 2022

Company name: MATSUI CONSTRUCTION CO., LTD.
 Stock exchange listing: Tokyo Stock Exchange
 Code number: 1810
 URL: <https://www.matsui-ken.co.jp/>
 Representative: Takahiro Matsui, President
 Contact: Takanobu Miyashita, General Manager of Accounting Department, Administration Division
 Phone: +81-3-3553-1151
 Scheduled date of filing quarterly securities report: November 14, 2022
 Scheduled date of commencing dividend payments: December 2, 2022
 Availability of supplementary explanatory materials on quarterly financial results: Available
 Schedule of quarterly financial results briefing session: Not Scheduled

(Amounts of less than one million yen are rounded down.)

1. Consolidated Financial Results for the Six Months Ended September 30, 2022 (April 1, 2022 - September 30, 2022)

(1) Consolidated Operating Results (cumulative) (% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Six months ended September 30, 2022	42,189	9.7	1,011	(14.4)	1,225	(11.0)	809	(12.1)
September 30, 2021	38,453	(8.8)	1,180	(25.2)	1,377	(22.1)	921	(23.8)

(Note) Comprehensive income: Six months ended September 30, 2022: ¥934 million [(10.2)%]
 Six months ended September 30, 2021: ¥1,041 million [(40.0)%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2022	27.34	-
September 30, 2021	30.19	-

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of September 30, 2022	66,042	43,340	65.6
As of March 31, 2022	68,428	42,879	62.7

(Reference) Equity: As of September 30, 2022: ¥43,340 million
 As of March 31, 2022: ¥42,879 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2022	–	8.00	–	16.00	24.00
Fiscal year ending March 31, 2023	–	10.50			
Fiscal year ending March 31, 2023 (Forecast)			–	10.50	21.00

(Note) Revision to the forecast for dividends announced most recently: None

(Note) Breakdown of year-end dividends:

Fiscal year ended March 31, 2022: ordinary dividend of 8 yen and special dividend of 8 yen

Fiscal year ending March 31, 2023 (Forecast): ordinary dividend of 10.5 yen

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2023 (April 1, 2022 - March 31, 2023)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	85,000	3.1	1,900	(21.4)	2,200	(20.8)	1,500	(16.3)	50.64

(Note) Revision to the financial results forecast announced most recently: None

* Notes:

(1) Changes in significant subsidiaries during the period under review: None

(Changes in specified subsidiaries resulting in changes in scope of consolidation)

(2) Accounting methods adopted particularly for the preparation of quarterly consolidated financial statements: None

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatement

1) Changes in accounting policies due to the revision of accounting standards: Yes

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

3) Changes in accounting estimates: None

4) Retrospective restatement: None

(4) Total number of issued and outstanding shares (common shares)

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

September 30, 2022: 30,580,000 shares

March 31, 2022: 30,580,000 shares

2) Total number of treasury shares at the end of the period:

September 30, 2022: 959,138 shares

March 31, 2022: 959,138 shares

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

Six months ended September 30, 2022: 29,620,862 shares

Six months ended September 30, 2021: 30,520,862 shares

* These quarterly consolidated financial results are outside the scope of quarterly review by certified public accountants or an audit firm.

* Explanation of the proper use of financial results forecast and other notes

The forward-looking statements in this document concerning forecasting of performance etc. are based on currently available information and assumptions considered by the Company to be reasonable. Such statements are neither promises nor guarantees of future performance. The actual performance may be significantly different from the forecast due to various factors. Concerning assumptions used as a basis for forecasting business performance and precautionary statements when using the forecast of performance, please refer to “1. Qualitative Information on Quarterly Financial Results (3) Explanation of Consolidated Financial Results Forecast and Other Forward-looking Information” on page 2 of [the Attachment].

(Change in units for presenting amounts)

The amounts for account items and other matters shown in the Company’s quarterly consolidated financial statements were previously presented in units of one thousand yen. However, the Company has made a change and decided to present these amounts in units of one million yen from the three months ended June 30, 2022. To facilitate comparison, the amounts for the fiscal year ended March 31, 2022 and for the six months ended September 30, 2021 are also presented in units of one million yen in this document.

2. Quarterly Consolidated Financial Statements and Principal Notes

(1) Quarterly Consolidated Balance Sheets

(Million yen)

	As of March 31, 2022	As of September 30, 2022
Assets		
Current assets		
Cash and deposits	13,285	14,085
Notes receivable, accounts receivable from completed construction contracts and other	20,148	16,713
Electronically recorded monetary claims - operating	662	1,852
Securities	2,612	615
Costs on construction contracts in progress	1,871	2,001
Real estate for sale	0	0
Real estate for sale in process	1,434	1,826
Other inventories	238	248
Other	359	678
Total current assets	40,612	38,020
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	5,858	5,707
Land	10,139	10,139
Other, net	428	515
Total property, plant and equipment	16,425	16,362
Intangible assets	192	165
Investments and other assets		
Investment securities	9,352	9,479
Retirement benefit asset	1,206	1,340
Other	1,034	1,061
Allowance for doubtful accounts	(395)	(388)
Total investments and other assets	11,197	11,493
Total non-current assets	27,815	28,021
Total assets	68,428	66,042

(Million yen)

	As of March 31, 2022	As of September 30, 2022
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	10,325	8,605
Electronically recorded obligations - operating	4,621	2,749
Income taxes payable	229	410
Advances received on construction contracts in progress	5,904	6,607
Provision for bonuses	625	629
Provision for loss on construction contracts	153	238
Other provisions	286	258
Other	583	305
Total current liabilities	22,730	19,806
Non-current liabilities		
Retirement benefit liability	1,724	1,739
Other	1,093	1,156
Total non-current liabilities	2,817	2,895
Total liabilities	25,548	22,702
Net assets		
Shareholders' equity		
Share capital	4,000	4,000
Capital surplus	333	333
Retained earnings	36,166	36,502
Treasury shares	(692)	(692)
Total shareholders' equity	39,807	40,143
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3,291	3,381
Remeasurements of defined benefit plans	(219)	(184)
Total accumulated other comprehensive income	3,072	3,196
Total net assets	42,879	43,340
Total liabilities and net assets	68,428	66,042

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income

Six Months Ended September 30

(Million yen)

	For the six months ended September 30, 2021	For the six months ended September 30, 2022
Net sales	38,453	42,189
Cost of sales	35,240	39,183
Gross profit	3,213	3,005
Selling, general and administrative expenses	2,032	1,994
Operating profit	1,180	1,011
Non-operating income		
Interest income	7	5
Dividend income	160	180
Other	41	40
Total non-operating income	209	226
Non-operating expenses		
Interest expenses	6	4
Commission expenses	4	4
Other	1	2
Total non-operating expenses	12	12
Ordinary profit	1,377	1,225
Extraordinary losses		
Loss on retirement of non-current assets	-	11
Total extraordinary losses	-	11
Profit before income taxes	1,377	1,214
Income taxes - current	418	387
Income taxes - deferred	37	17
Total income taxes	456	404
Profit	921	809
Profit attributable to owners of parent	921	809

Quarterly Consolidated Statements of Comprehensive Income

Six Months Ended September 30

(Million yen)

	For the six months ended September 30, 2021	For the six months ended September 30, 2022
Profit	921	809
Other comprehensive income		
Valuation difference on available-for-sale securities	54	90
Remeasurements of defined benefit plans, net of tax	64	34
Total other comprehensive income	119	124
Comprehensive income	1,041	934
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,041	934