

Note: This document is a translation of a part of the original Japanese version and provided for reference purposes only. In the event of any discrepancy between the Japanese original and this English translation, the Japanese original shall prevail.



Non-consolidated Financial Results for the Nine Months Ended December 31, 2022 [Japanese GAAP]

January 30, 2023

Company name: KAWASAKI SETSUBI KOGYO CO., LTD.

Stock exchange listing: Nagoya

Code number: 1777

URL: <http://www.kawasaki-sk.co.jp/>

Representative: Katsushi Hiroe

Contact: Takashi Miwa

Phone: 052-221-7700

Scheduled date of filing quarterly securities report: February 03, 2023

Scheduled date of commencing dividend payments: -

Availability of supplementary briefing material on quarterly financial results: Yes

Schedule of quarterly financial results briefing session: No

President and Representative Director
General Manager of Corporate Planning Department

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

1. Non-consolidated Financial Results for the Nine Months Ended December 31, 2022 (April 01, 2022 to December 31, 2022)

(1) Non-consolidated Operating Results

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Nine months ended December 31, 2022	14,146	(18.7)	630	(38.7)	655	(37.4)	425	(38.6)
December 31, 2021	17,408	17.5	1,029	82.2	1,047	74.5	692	78.6

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2022	35.53	-
December 31, 2021	57.90	-

(2) Non-consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
	Million yen	Million yen	%
As of December 31, 2022	16,347	10,672	65.3
March 31, 2022	19,025	10,430	54.8

(Reference) Equity: As of December 31, 2022: ¥ 10,672 million

As of March 31, 2022: ¥ 10,430 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	-	10.00	-	8.00	18.00
Fiscal year ending March 31, 2023	-	8.00	-		
Fiscal year ending March 31, 2023 (Forecast)				10.00	18.00

(Note) Revision to the forecast for dividends announced most recently: No

3. Non-consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2023(April 01, 2022 to March 31, 2023)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Net income		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	22,500	(4.7)	1,000	(21.1)	1,020	(20.7)	684	(19.6)	57.17

(Note) Revision to the financial results forecast announced most recently: No

* Notes:

(1) Accounting policies adopted specially for the preparation of quarterly Non-consolidated financial statements:

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

1) Changes in accounting policies due to the revision of accounting standards: No

2) Changes in accounting policies other than 1) above: No

3) Changes in accounting estimates: No

4) Retrospective restatement: No

(3) Total number of issued shares (common shares)

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

December 31, 2022: 12,000,000 shares

March 31, 2022: 12,000,000 shares

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

December 31, 2022: 35,827 shares

March 31, 2022: 35,827 shares

3) Average number of shares during the period:

Nine months ended December 31, 2022: 11,964,173 shares

Nine months ended December 31, 2021: 11,964,173 shares

Quarterly Non-consolidated Financial Statements
Quarterly Non-consolidated Balance Sheets

(Million yen)

	As of March 31,2022	As of December 31,2022
Assets		
Current assets		
Cash and deposits	4,822	3,180
Notes receivable - trade	113	140
Electronically recorded monetary claims - operating	1,811	1,670
Accounts receivable from completed construction contracts	6,853	5,982
Costs on construction contracts in progress	262	404
Other	723	467
Allowance for doubtful accounts	(97)	(83)
Total current assets	14,489	11,762
Non-current assets		
Property, plant and equipment		
Buildings, net	1,575	1,528
Land	1,606	1,606
Other, net	97	91
Total property, plant and equipment	3,279	3,226
Intangible assets	359	448
Investments and other assets		
Other	925	934
Allowance for doubtful accounts	(28)	(25)
Total investments and other assets	897	909
Total non-current assets	4,536	4,584
Total assets	19,025	16,347

(Million yen)

	As of March 31,2022	As of December 31,2022
Liabilities		
Current liabilities		
Notes payable - trade	229	164
Electronically recorded obligations - operating	1,060	989
Accounts payable for construction contracts	3,101	1,588
Income taxes payable	325	-
Advances received on construction contracts in progress	845	749
Provision for bonuses	493	156
Provision for bonuses for directors (and other officers)	15	-
Provision for warranties for completed construction	12	43
Provision for loss on construction contracts	68	30
Other	1,027	475
Total current liabilities	7,180	4,198
Non-current liabilities		
Provision for retirement benefits	1,058	1,050
Asset retirement obligations	43	45
Other	312	379
Total non-current liabilities	1,414	1,476
Total liabilities	8,595	5,674
Net assets		
Shareholders' equity		
Share capital	1,581	1,581
Capital surplus	395	395
Retained earnings	8,439	8,672
Treasury shares	(7)	(7)
Total shareholders' equity	10,407	10,641
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	22	31
Total valuation and translation adjustments	22	31
Total net assets	10,430	10,672
Total liabilities and net assets	19,025	16,347

Quarterly Non-consolidated Statements of Income

Quarterly Non-consolidated Statements of Income (For the nine months)

(Million yen)

	For the nine months ended December 31,2021	For the nine months ended December 31,2022
Net sales of completed construction contracts	17,408	14,146
Cost of sales of completed construction contracts	14,895	12,007
Gross profit on completed construction contracts	2,512	2,139
Selling, general and administrative expenses	1,483	1,508
Operating profit	1,029	630
Non-operating income		
Dividend income	4	6
Rental income from real estate	31	34
Other	13	7
Total non-operating income	49	48
Non-operating expenses		
Interest expenses	0	1
Rental expenses on real estate	15	15
Other	15	7
Total non-operating expenses	31	23
Ordinary profit	1,047	655
Profit before income taxes	1,047	655
Income taxes	354	230
Profit	692	425