

Translation

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Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2022 (Based on Japanese GAAP)

February 10, 2023

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, 2023
 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, 2022 (from April 1, 2022 to December 31, 2022)

(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, 2022	208,469	6.4	24,206	12.5	27,189	16.4	18,818	21.0
Nine months ended December 31, 2021	195,904	10.4	21,524	20.0	23,361	21.8	15,556	17.6

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended December 31, 2022	168.04		–	
Nine months ended December 31, 2021	133.96		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2022	437,843	366,617	83.3
As of March 31, 2022	434,734	367,917	84.2

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended March 31, 2022	–	27.00	–	46.00	73.00
Year ending March 31, 2023	–	40.00	–		
Year ending March 31, 2023 (Forecast)				43.00	83.00

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

	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	272,800	4.2	30,500	6.9	33,600	8.8	23,000	10.2	206.04

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended December 31, 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: No
- 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, 2022	116,376,837 shares	As of March 31, 2022	127,496,837 shares
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Number of treasury shares at the end of the period

As of December 31, 2022	5,822,262 shares	As of March 31, 2022	12,828,055 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2022	111,988,633 shares	Nine months ended December 31, 2021	116,127,365 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2022	As of December 31, 2022
Assets		
Current assets		
Cash and deposits	45,897	45,801
Trade notes and accounts receivable, and contract assets	47,075	50,532
Electronically recorded monetary claims - operating	748	1,005
Securities	10,500	10,600
Inventories	764	880
Other	6,975	7,505
Allowance for doubtful accounts	(56)	(59)
Total current assets	111,904	116,265
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	104,779	103,278
Land	100,265	100,227
Other, net	27,040	27,474
Total property, plant and equipment	232,086	230,980
Intangible assets	6,649	6,600
Investments and other assets		
Investment securities	75,101	74,537
Other	9,309	9,778
Allowance for doubtful accounts	(316)	(318)
Total investments and other assets	84,094	83,998
Total non-current assets	322,829	321,578
Total assets	434,734	437,843
Liabilities		
Current liabilities		
Trade notes and accounts payable	27,107	25,620
Income taxes payable	5,817	2,900
Provision for bonuses	177	136
Other	13,528	11,911
Total current liabilities	46,631	40,570
Non-current liabilities		
Long-term borrowings	–	10,000
Provision for retirement benefits for directors (and other officers)	66	72
Provision for special repairs for ships and vessels	20	25
Retirement benefit liability	18,324	18,871
Provision for loss on business of subsidiaries and associates	267	267
Other	1,507	1,418
Total non-current liabilities	20,185	30,656
Total liabilities	66,816	71,226

(Millions of yen)

	As of March 31, 2022	As of December 31, 2022
Net assets		
Shareholders' equity		
Share capital	31,642	31,642
Capital surplus	26,854	26,854
Retained earnings	321,928	308,050
Treasury shares	(25,034)	(12,992)
Total shareholders' equity	355,390	353,554
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	10,708	10,535
Foreign currency translation adjustment	336	1,004
Remeasurements of defined benefit plans	(294)	(269)
Total accumulated other comprehensive income	10,750	11,270
Non-controlling interests	1,776	1,792
Total net assets	367,917	366,617
Total liabilities and net assets	434,734	437,843

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, 2021	Nine months ended December 31, 2022
Operating revenue	195,904	208,469
Operating costs	159,724	169,142
Operating gross profit	36,180	39,327
Selling, general and administrative expenses	14,655	15,121
Operating profit	21,524	24,206
Non-operating income		
Interest income	20	18
Dividend income	911	1,593
Foreign exchange gains	25	57
Share of profit of entities accounted for using equity method	583	1,027
Other	335	348
Total non-operating income	1,876	3,045
Non-operating expenses		
Interest expenses	–	11
Other	39	50
Total non-operating expenses	39	62
Ordinary profit	23,361	27,189
Extraordinary income		
Gain on sale of non-current assets	245	46
Gain on sale of investment securities	627	256
Total extraordinary income	872	303
Extraordinary losses		
Loss on sale and retirement of non-current assets	608	374
Loss on valuation of shares of subsidiaries and associates	641	224
Provision for loss on business of subsidiaries and associates	267	–
Total extraordinary losses	1,517	598
Profit before income taxes	22,716	26,893
Income taxes - current	7,022	7,753
Income taxes - deferred	282	304
Total income taxes	7,304	8,058
Profit	15,412	18,835
Profit (loss) attributable to non-controlling interests	(144)	16
Profit attributable to owners of parent	15,556	18,818

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2021	Nine months ended December 31, 2022
Profit	15,412	18,835
Other comprehensive income		
Valuation difference on available-for-sale securities	1,567	(36)
Foreign currency translation adjustment	150	481
Remeasurements of defined benefit plans, net of tax	119	103
Share of other comprehensive income of entities accounted for using equity method	93	(29)
Total other comprehensive income	1,929	519
Comprehensive income	17,342	19,355
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	17,486	19,338
Comprehensive income attributable to non-controlling interests	(143)	16