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Consolidated Financial Results for the Nine Months Ended December 31, 2022 [Japanese GAAP]

March 07, 2023

Company name: Shin Nippon Air Technologies Co., Ltd.
 Stock exchange listing: Tokyo
 Code number: 1952 URL: <https://www.snk.co.jp>
 Representative: Shinji Maekawa, President and Representative Director
 Contact: Kiyoshi Inoue, Director, Chief Financial Officer
 Phone: 03-3639-2700
 Scheduled date of filing quarterly securities report: March 07, 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

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

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

(1) Consolidated Operating Results (% 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	%
Nine months ended								
December 31, 2022	72,386	3.6	3,834	(16.0)	4,562	(7.8)	3,078	(8.3)
December 31, 2021	69,886	(3.1)	4,561	31.1	4,950	27.6	3,356	24.1

(Note) Comprehensive income: Nine months ended December 31, 2022: ¥ 3,560 million 6.1%
 Nine months ended December 31, 2021: ¥ 3,357 million (28.2)%

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended		
December 31, 2022	131.85	131.38
December 31, 2021	144.08	143.52

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of				
December 31, 2022	92,029	55,693	60.4	2,379.36
March 31, 2022	99,966	53,813	53.7	2,302.99

(Reference) Equity: As of December 31, 2022: ¥ 55,586 million
 As of March 31, 2022: ¥ 53,698 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	-	20.00	-	55.00	75.00
Fiscal year ending March 31, 2023	-	20.00	-		
Fiscal year ending March 31, 2023 (Forecast)				55.00	75.00

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

(Note) Breakdown of the 3rd quarter dividend for the fiscal year ending March 31, 2023 : Special dividend 10.00 yen

3. 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		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	115,000	7.8	6,500	(5.5)	6,900	(6.3)	4,600	(14.9)	197.01

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

* Notes:

- (1) Changes in significant subsidiaries during the nine months ended December 31, 2022
(changes in specified subsidiaries resulting in changes in scope of consolidation): No
- (2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements: No
- (3) 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
- (4) 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: 24,282,225 shares
 - March 31, 2022: 24,282,225 shares
 - 2) Total number of treasury shares at the end of the period:
 - December 31, 2022: 920,159 shares
 - March 31, 2022: 965,524 shares
 - 3) Average number of shares during the period:
 - Nine months ended December 31, 2022: 23,345,803 shares
 - Nine months ended December 31, 2021: 23,299,526 shares

Quarterly Consolidated Financial Statements
Quarterly Consolidated Balance Sheets

(Million yen)

	As of March 31,2022	As of December 31,2022
Assets		
Current assets		
Cash and deposits	15,566	15,041
Notes receivable, accounts receivable from completed construction contracts and other	52,912	42,498
Electronically recorded monetary claims - operating	1,940	3,163
Costs on construction contracts in progress	1,333	3,051
Other inventories	45	37
Other	1,824	1,674
Allowance for doubtful accounts	(283)	(225)
Total current assets	73,338	65,242
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	1,774	1,760
Other, net	926	898
Total property, plant and equipment	2,701	2,658
Intangible assets	703	896
Investments and other assets		
Investment securities	21,278	21,633
Retirement benefit asset	128	97
Deferred tax assets	245	230
Other	1,759	1,412
Allowance for doubtful accounts	(190)	(141)
Total investments and other assets	23,222	23,231
Total non-current assets	26,627	26,787
Total assets	99,966	92,029

(Million yen)

	As of March 31,2022	As of December 31,2022
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts	27,239	19,272
Electronically recorded obligations - operating	3,118	2,452
Short-term borrowings	4,144	1,582
Income taxes payable	1,423	194
Advances received on construction contracts in progress	2,486	4,434
Provision for loss on construction contracts	555	859
Provisions	249	181
Other	4,716	4,001
Total current liabilities	43,934	32,978
Non-current liabilities		
Long-term borrowings	-	291
Deferred tax liabilities	1,877	2,700
Retirement benefit liability	277	308
Other	63	57
Total non-current liabilities	2,218	3,357
Total liabilities	46,153	36,336
Net assets		
Shareholders' equity		
Share capital	5,158	5,158
Capital surplus	6,913	6,918
Retained earnings	34,282	35,611
Treasury shares	(1,528)	(1,456)
Total shareholders' equity	44,826	46,232
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	8,477	8,696
Foreign currency translation adjustment	394	657
Total accumulated other comprehensive income	8,871	9,354
Share acquisition rights	114	106
Total net assets	53,813	55,693
Total liabilities and net assets	99,966	92,029

Quarterly Consolidated Statements of Income and Comprehensive Income
Quarterly 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	69,886	72,386
Cost of sales of completed construction contracts	60,219	62,936
Gross profit on completed construction contracts	9,667	9,450
Selling, general and administrative expenses	5,105	5,616
Operating profit	4,561	3,834
Non-operating income		
Interest income	29	43
Dividend income	316	409
Foreign exchange gains	29	284
Other	36	33
Total non-operating income	411	769
Non-operating expenses		
Interest expenses	11	9
Electricity sale expenses	-	15
Other	10	16
Total non-operating expenses	22	41
Ordinary profit	4,950	4,562
Extraordinary income		
Gain on sale of non-current assets	75	0
Gain on sale of investment securities	4	-
Total extraordinary income	79	0
Extraordinary losses		
Loss on sale of investment securities	12	-
Loss on valuation of investment securities	-	21
Total extraordinary losses	12	21
Profit before income taxes	5,017	4,540
Income taxes - current	535	699
Income taxes - deferred	1,125	762
Total income taxes	1,660	1,462
Profit	3,356	3,078
Profit attributable to owners of parent	3,356	3,078

Quarterly Consolidated Statements of Comprehensive Income (For the nine months)

(Million yen)

	For the nine months ended December 31,2021	For the nine months ended December 31,2022
Profit	3,356	3,078
Other comprehensive income		
Valuation difference on available-for-sale securities	(204)	219
Foreign currency translation adjustment	204	263
Total other comprehensive income	0	482
Comprehensive income	3,357	3,560
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,357	3,560