

Consolidated Financial Results for the Fiscal Year Ended March 31, 2023 [Japanese GAAP]



May 9, 2023

Company name: SEIKITOKYU KOGYO CO., LTD.

Stock exchange listing: Tokyo Stock Exchange

Code number: 1898

URL: <https://www.seikitokyu.co.jp>

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Scheduled date of general shareholders' meeting: June 23, 2023

Scheduled date of commencing dividend payments: June 26, 2023

Scheduled date of filing securities report: June 23, 2023

Availability of supplementary explanatory materials on annual financial results: Unavailable

Schedule of annual financial results briefing session: Scheduled (for institutional investors and analysts)

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

1. Consolidated Financial Results for the Fiscal Year Ended March 31, 2023 (April 1, 2022 to March 31, 2023)

(1) Consolidated Operating Results (% indicates year-on-year changes)

| | Net sales | | Operating profit | | Ordinary profit | | Profit attributable to owners of parent | |
|-------------------|-------------|-------|------------------|--------|-----------------|--------|---|--------|
| | Million yen | % | Million yen | % | Million yen | % | Million yen | % |
| Fiscal year ended | | | | | | | | |
| March 31, 2023 | 92,414 | 8.6 | 2,669 | (39.6) | 2,647 | (39.3) | 1,127 | (65.9) |
| March 31, 2022 | 85,132 | (5.4) | 4,418 | (47.8) | 4,358 | (48.1) | 3,304 | (36.2) |

(Note) Comprehensive income: Fiscal year ended March 31, 2023: ¥1,049 million [(73.7)%]

Fiscal year ended March 31, 2022: ¥3,992 million [(33.6)%]

| | Basic earnings per share | Diluted earnings per share | Return on equity | Ratio of ordinary profit to total assets | Ratio of operating profit to net sales |
|-------------------|--------------------------|----------------------------|------------------|--|--|
| Fiscal year ended | Yen | Yen | % | % | % |
| March 31, 2023 | 30.73 | — | 2.8 | 3.4 | 2.9 |
| March 31, 2022 | 84.81 | — | 8.1 | 5.5 | 5.2 |

(Reference) Equity in earnings of affiliated companies: Fiscal year ended March 31, 2023: ¥— million

Fiscal year ended March 31, 2022: ¥— million

(2) Consolidated Financial Position

| | Total assets | Net assets | Equity ratio | Net assets per share |
|----------------------|--------------|-------------|--------------|----------------------|
| | Million yen | Million yen | % | Yen |
| As of March 31, 2023 | 78,762 | 39,660 | 50.4 | 1,088.13 |
| As of March 31, 2022 | 78,295 | 40,497 | 51.7 | 1,082.33 |

(Reference) Equity: As of March 31, 2023: ¥39,660 million

As of March 31, 2022: ¥40,497 million

(3) Consolidated Cash Flows

| | Cash flows from operating activities | Cash flows from investing activities | Cash flows from financing activities | Cash and cash equivalents at end of period |
|-------------------|--------------------------------------|--------------------------------------|--------------------------------------|--|
| Fiscal year ended | Million yen | Million yen | Million yen | Million yen |
| March 31, 2023 | 2,380 | (5,028) | (2,022) | 8,173 |
| March 31, 2022 | 4,646 | (3,668) | (2,232) | 12,814 |

2. Dividends

| | Annual dividends | | | | | Total dividends (annual) | Payout ratio (consolidated) | Ratio of dividends to net assets (consolidated) |
|--|------------------|-----------------|-----------------|----------|-------|--------------------------|-----------------------------|---|
| | 1st quarter-end | 2nd quarter-end | 3rd quarter-end | Year-end | Total | | | |
| | Yen | Yen | Yen | Yen | Yen | Million yen | % | % |
| Fiscal year ended March 31, 2022 | – | 0.00 | – | 30.00 | 30.00 | 1,122 | 35.4 | 2.9 |
| Fiscal year ended March 31, 2023 | – | 0.00 | – | 30.00 | 30.00 | 1,093 | 97.6 | 2.8 |
| Fiscal year ending March 31, 2024 (Forecast) | – | 45.00 | – | 45.00 | 90.00 | | 100.9 | |

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2024 (April 1, 2023 to March 31, 2024)

(% indicates year-on-year changes)

| | 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 |
| First half | 42,900 | 2.4 | 880 | 257.7 | 840 | 241.5 | 530 | 488.9 | 14.54 |
| Full year | 93,300 | 1.0 | 4,920 | 84.3 | 4,820 | 82.1 | 3,250 | 188.4 | 89.17 |

* Notes:

(1) Changes in significant subsidiaries during the period under review

(Changes in specified subsidiaries resulting in changes in scope of consolidation): No

(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) Number of shares issued (common shares)

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

March 31, 2023: 37,424,507 shares

March 31, 2022: 40,414,407 shares

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

March 31, 2023: 976,478 shares

March 31, 2022: 2,996,909 shares

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

Year ended March 31, 2023: 36,683,476 shares

Year ended March 31, 2022: 38,967,451 shares

(Reference) Summary of Non-consolidated Financial Results**1. Non-consolidated Financial Results for the Fiscal Year Ended March 31, 2023 (April 1, 2022 - March 31, 2023)****(1) Non-consolidated Operating Results**

(% indicates year -on-year changes)

| | Net sales | | Operating profit | | Ordinary profit | | Profit | |
|----------------|-------------|-------|------------------|--------|-----------------|--------|-------------|--------|
| | Million yen | % | Million yen | % | Million yen | % | Million yen | % |
| Year ended | | | | | | | | |
| March 31, 2023 | 87,676 | 8.0 | 2,436 | (40.4) | 2,400 | (40.4) | 1,028 | (66.6) |
| March 31, 2022 | 81,168 | (4.2) | 4,089 | (48.8) | 4,025 | (49.4) | 3,083 | (35.6) |

| | Basic earnings per share | Diluted earnings per share |
|----------------|--------------------------|----------------------------|
| | Yen | Yen |
| Year ended | | |
| March 31, 2023 | 28.04 | — |
| March 31, 2022 | 79.12 | — |

(2) Non-consolidated Financial Position

| | Total assets | Net assets | Equity ratio | Net assets per share |
|----------------------|--------------|-------------|--------------|----------------------|
| | Million yen | Million yen | % | Yen |
| As of March 31, 2023 | 77,397 | 36,190 | 46.8 | 992.95 |
| As of March 31, 2022 | 76,773 | 37,041 | 48.2 | 989.94 |

(Reference) Equity: As of March 31, 2023 ¥36,190 million

As of March 31, 2022 ¥37,041 million

2. Non-consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2024 (April 1, 2023 to March 31, 2024)

(% indicates year-on-year changes)

| | Net sales | | Ordinary profit | | Profit | | Basic earnings per share |
|------------|-------------|-----|-----------------|-------|-------------|-------|--------------------------|
| | Million yen | % | Million yen | % | Million yen | % | Yen |
| First half | 40,600 | 2.1 | 770 | 272.0 | 540 | 369.6 | 14.82 |
| Full year | 88,000 | 0.4 | 4,400 | 83.3 | 3,030 | 194.8 | 83.13 |

* These consolidated financial results are outside the scope of audit by certified public accountants or audit corporations.

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

- Financial results forecasts are determined based on information currently available and may contain various uncertain factors. Thus, actual results and outcomes may differ from these forecasts.
- The Company is planning to hold a briefing session for institutional investors and analysts on Friday, June 2, 2023. The briefing materials to be distributed at the session are scheduled to be promptly posted on the Company's website after the session is held.

Consolidated Financial Statements and Primary Notes
(1) Consolidated Balance Sheets

(Million yen)

| | As of March 31, 2022 | As of March 31, 2023 |
|--|----------------------|----------------------|
| Assets | | |
| Current assets | | |
| Cash and deposits | 12,814 | 8,173 |
| Notes receivable, accounts receivable from completed construction contracts and other | 34,942 | 38,829 |
| Costs on construction contracts in progress | 459 | 228 |
| Raw materials and supplies | 401 | 331 |
| Other | 2,871 | 2,430 |
| Total current assets | 51,489 | 49,992 |
| Non-current assets | | |
| Property, plant and equipment | | |
| Buildings and structures | 9,824 | 11,857 |
| Machinery, vehicles, tools, furniture and fixtures | 21,511 | 22,117 |
| Land | 14,217 | 14,897 |
| Construction in progress | 763 | 878 |
| Accumulated depreciation | (21,464) | (23,000) |
| Total property, plant and equipment | 24,852 | 26,750 |
| Intangible assets | 250 | 239 |
| Investments and other assets | | |
| Investment securities | 290 | 302 |
| Deferred tax assets | 947 | 1,002 |
| Other | 464 | 474 |
| Total investments and other assets | 1,703 | 1,779 |
| Total non-current assets | 26,806 | 28,769 |
| Total assets | 78,295 | 78,762 |

(Million yen)

| | As of March 31, 2022 | As of March 31, 2023 |
|--|----------------------|----------------------|
| Liabilities | | |
| Current liabilities | | |
| Notes payable, accounts payable for construction contracts and other | 20,722 | 23,262 |
| Short-term borrowings | 107 | 106 |
| Income taxes payable | 494 | 214 |
| Advances received on construction contracts in progress | 1,921 | 1,570 |
| Provision for warranties for completed construction | 32 | 40 |
| Provision for loss on construction contracts | 5 | 4 |
| Provision for bonuses | 1,861 | 1,655 |
| Other | 4,163 | 4,311 |
| Total current liabilities | 29,307 | 31,164 |
| Non-current liabilities | | |
| Long-term borrowings | 6,900 | 6,800 |
| Retirement benefit liability | 1,505 | 1,049 |
| Other | 84 | 87 |
| Total non-current liabilities | 8,490 | 7,936 |
| Total liabilities | 37,797 | 39,101 |
| Net assets | | |
| Shareholders' equity | | |
| Share capital | 2,000 | 2,000 |
| Capital surplus | 521 | 500 |
| Retained earnings | 40,248 | 37,810 |
| Treasury shares | (2,502) | (803) |
| Total shareholders' equity | 40,266 | 39,506 |
| Accumulated other comprehensive income | | |
| Valuation difference on available-for-sale securities | 22 | 34 |
| Foreign currency translation adjustment | 4 | (20) |
| Remeasurements of defined benefit plans | 203 | 139 |
| Total accumulated other comprehensive income | 231 | 153 |
| Total net assets | 40,497 | 39,660 |
| Total liabilities and net assets | 78,295 | 78,762 |

(2) Consolidated Statements of Income and Comprehensive Income
 Consolidated Statements of Income

(Million yen)

| | For the fiscal year ended March 31, 2022 | For the fiscal year ended March 31, 2023 |
|---|---|---|
| Net sales | | |
| Net sales of completed construction contracts | 69,699 | 74,700 |
| Net sales of finished goods | 15,326 | 17,612 |
| Net sales on power business and other | 105 | 101 |
| Total net sales | 85,132 | 92,414 |
| Cost of sales | | |
| Cost of sales of completed construction contracts | 61,212 | 66,616 |
| Cost of finished goods sold | 13,602 | 16,905 |
| Cost of sales on power business and other | 86 | 90 |
| Total cost of sales | 74,901 | 83,612 |
| Gross profit | | |
| Gross profit on completed construction contracts | 8,487 | 8,084 |
| Gross profit - finished goods | 1,724 | 707 |
| Gross profit on power business and other | 19 | 10 |
| Total gross profit | 10,231 | 8,802 |
| Selling, general and administrative expenses | 5,812 | 6,132 |
| Operating profit | 4,418 | 2,669 |
| Non-operating income | | |
| Interest income | 0 | 0 |
| Dividend income | 7 | 8 |
| Rental income | 19 | 20 |
| Foreign exchange gains | 17 | 55 |
| Miscellaneous income | 32 | 29 |
| Total non-operating income | 77 | 113 |
| Non-operating expenses | | |
| Interest expenses | 38 | 55 |
| Guarantee commission | 23 | 19 |
| Syndicated loan origination fee | – | 21 |
| Commission for purchase of treasury shares | 53 | 22 |
| Miscellaneous expenses | 22 | 15 |
| Total non-operating expenses | 137 | 135 |
| Ordinary profit | 4,358 | 2,647 |

| | For the fiscal year ended March 31, 2022 | For the fiscal year ended March 31, 2023 |
|---|---|---|
| Extraordinary income | | |
| Gain on sale of non-current assets | 20 | 2 |
| Compensation income | 77 | – |
| Subsidy income | – | 22 |
| Reversal of provision for retirement benefits | 0 | – |
| Total extraordinary income | 98 | 24 |
| Extraordinary losses | | |
| Loss on sale of non-current assets | 27 | 13 |
| Loss on retirement of non-current assets | 10 | 33 |
| Expenses on dismantlement of non-current assets | 30 | – |
| Loss on sale of shares of subsidiaries and associates | 4 | – |
| Impairment losses | 56 | 826 |
| Total extraordinary losses | 128 | 873 |
| Profit before income taxes | 4,327 | 1,798 |
| Income taxes - current | 1,123 | 726 |
| Income taxes - deferred | (100) | (55) |
| Total income taxes | 1,023 | 670 |
| Profit | 3,304 | 1,127 |
| Profit attributable to non-controlling interests | – | – |
| Profit attributable to owners of parent | 3,304 | 1,127 |

Consolidated Statements of Comprehensive Income

(Million yen)

| | For the fiscal year ended March 31, 2022 | For the fiscal year ended March 31, 2023 |
|--|---|---|
| Profit | 3,304 | 1,127 |
| Other comprehensive income | | |
| Valuation difference on available-for-sale securities | 1 | 11 |
| Foreign currency translation adjustment | 20 | (25) |
| Remeasurements of defined benefit plans, net of tax | 665 | (64) |
| Total other comprehensive income | 687 | (77) |
| Comprehensive income | 3,992 | 1,049 |
| Comprehensive income attributable to | | |
| Comprehensive income attributable to owners of parent | 3,992 | 1,049 |
| Comprehensive income attributable to non-controlling interests | — | — |

(3) Consolidated Statements of Changes in Equity

Fiscal year ended March 31, 2022 (from April 1, 2021 to March 31, 2022)

(Million yen)

| | Shareholders' equity | | | | |
|--|----------------------|-----------------|-------------------|-----------------|----------------------------|
| | Share capital | Capital surplus | Retained earnings | Treasury shares | Total shareholders' equity |
| Balance at beginning of period | 2,000 | 519 | 38,767 | (40) | 41,246 |
| Cumulative effects of changes in accounting policies | | | (88) | | (88) |
| Restated balance | 2,000 | 519 | 38,678 | (40) | 41,157 |
| Changes during period | | | | | |
| Dividends of surplus | | | (1,734) | | (1,734) |
| Profit attributable to owners of parent | | | 3,304 | | 3,304 |
| Purchase of treasury shares | | | | (2,500) | (2,500) |
| Disposal of treasury shares | | 1 | | 38 | 39 |
| Net changes in items other than shareholders' equity | | | | | |
| Total changes during period | - | 1 | 1,569 | (2,462) | (891) |
| Balance at end of period | 2,000 | 521 | 40,248 | (2,502) | 40,266 |

| | Accumulated other comprehensive income | | | | Total net assets |
|--|---|---|---|--|------------------|
| | Valuation difference on available-for-sale securities | Foreign currency translation adjustment | Remeasurements of defined benefit plans | Total accumulated other comprehensive income | |
| Balance at beginning of period | 21 | (15) | (461) | (455) | 40,790 |
| Cumulative effects of changes in accounting policies | | | | | (88) |
| Restated balance | 21 | (15) | (461) | (455) | 40,701 |
| Changes during period | | | | | |
| Dividends of surplus | | | | | (1,734) |
| Profit attributable to owners of parent | | | | | 3,304 |
| Purchase of treasury shares | | | | | (2,500) |
| Disposal of treasury shares | | | | | 39 |
| Net changes in items other than shareholders' equity | 1 | 20 | 665 | 687 | 687 |
| Total changes during period | 1 | 20 | 665 | 687 | (203) |
| Balance at end of period | 22 | 4 | 203 | 231 | 40,497 |

Fiscal year ended March 31, 2023 (from April 1, 2022 to March 31, 2023)

(Million yen)

| | Shareholders' equity | | | | |
|--|----------------------|-----------------|-------------------|-----------------|----------------------------|
| | Share capital | Capital surplus | Retained earnings | Treasury shares | Total shareholders' equity |
| Balance at beginning of period | 2,000 | 521 | 40,248 | (2,502) | 40,266 |
| Changes during period | | | | | |
| Dividends of surplus | | | (1,122) | | (1,122) |
| Profit attributable to owners of parent | | | 1,127 | | 1,127 |
| Purchase of treasury shares | | | | (800) | (800) |
| Disposal of treasury shares | | | (0) | 36 | 35 |
| Cancellation of treasury shares | | (21) | (2,441) | 2,462 | – |
| Net changes in items other than shareholders' equity | | | | | |
| Total changes during period | – | (21) | (2,438) | 1,699 | (759) |
| Balance at end of period | 2,000 | 500 | 37,810 | (803) | 39,506 |

| | Accumulated other comprehensive income | | | | Total net assets |
|--|---|---|---|--|------------------|
| | Valuation difference on available-for-sale securities | Foreign currency translation adjustment | Remeasurements of defined benefit plans | Total accumulated other comprehensive income | |
| Balance at beginning of period | 22 | 4 | 203 | 231 | 40,497 |
| Changes during period | | | | | |
| Dividends of surplus | | | | | (1,122) |
| Profit attributable to owners of parent | | | | | 1,127 |
| Purchase of treasury shares | | | | | (800) |
| Disposal of treasury shares | | | | | 35 |
| Cancellation of treasury shares | | | | | – |
| Net changes in items other than shareholders' equity | 11 | (25) | (64) | (77) | (77) |
| Total changes during period | 11 | (25) | (64) | (77) | (837) |
| Balance at end of period | 34 | (20) | 139 | 153 | 39,660 |

(4) Consolidated Statements of Cash Flows

(Million yen)

| | For the fiscal year ended March 31, 2022 | For the fiscal year ended March 31, 2023 |
|---|---|---|
| Cash flows from operating activities | | |
| Profit before income taxes | 4,327 | 1,798 |
| Depreciation | 1,997 | 2,149 |
| Increase (decrease) in allowance for doubtful accounts | 5 | (12) |
| Increase (decrease) in provision for bonuses | 216 | (206) |
| Increase (decrease) in retirement benefit liability | (575) | (615) |
| Interest and dividend income | (8) | (8) |
| Interest expenses | 38 | 55 |
| Loss (gain) on sale of property, plant and equipment | 6 | 11 |
| Loss on retirement of property, plant and equipment | 10 | 33 |
| Impairment losses | 56 | 826 |
| Expenses on dismantlement of non-current assets | 30 | – |
| Decrease (increase) in trade receivables | 664 | (3,874) |
| Decrease (increase) in costs on construction contracts in progress | (138) | 230 |
| Increase (decrease) in trade payables | (1,023) | 2,540 |
| Increase (decrease) in advances received on construction contracts in progress | 712 | (350) |
| Increase (decrease) in accrued consumption taxes | 343 | (124) |
| Decrease (increase) in accounts receivable - other | (166) | (153) |
| Other, net | (215) | 1,163 |
| Subtotal | 6,283 | 3,462 |
| Interest and dividends received | 8 | 8 |
| Interest paid | (34) | (54) |
| Income taxes paid | (1,611) | (1,036) |
| Net cash provided by (used in) operating activities | 4,646 | 2,380 |
| Cash flows from investing activities | | |
| Purchase of property, plant and equipment | (3,516) | (5,047) |
| Proceeds from sale of property, plant and equipment | 122 | 71 |
| Dismantling of property, plant and equipment | (185) | – |
| Proceeds from sale of shares of subsidiaries and associates resulting in change in scope of consolidation | 8 | – |
| Other, net | (97) | (52) |
| Net cash provided by (used in) investing activities | (3,668) | (5,028) |
| Cash flows from financing activities | | |
| Net increase (decrease) in short-term borrowings | (0) | (1) |
| Proceeds from long-term borrowings | 2,000 | – |
| Repayments of long-term borrowings | – | (100) |
| Purchase of treasury shares | (2,500) | (799) |
| Dividends paid | (1,731) | (1,120) |
| Net cash provided by (used in) financing activities | (2,232) | (2,022) |
| Effect of exchange rate change on cash and cash equivalents | 33 | 28 |
| Net increase (decrease) in cash and cash equivalents | (1,220) | (4,641) |
| Cash and cash equivalents at beginning of period | 14,035 | 12,814 |
| Cash and cash equivalents at end of period | 12,814 | 8,173 |

(5) Notes to Consolidated Financial Statements

(Notes on going concern assumption)

Not applicable.

(Segment information, etc.)

1. Overview of reportable segments

Reportable segments of the Group are components of the Group about each of which financial information is separately available and that are regularly evaluated by the Board of Directors, etc. to decide the allocation of management resources and assess financial results.

The Group, primarily each business control division of the Company, formulates a comprehensive strategy for the construction business and the pavement materials manufacturing and sales business and performs business activities.

Accordingly, the Group has the two reportable segments of the “construction business” and the “pavement materials manufacturing and sales business.”

The “construction business” engages in businesses concerning pavement, civil engineering and other construction work in general, and the “pavement materials manufacturing and sales business” in manufacture and sale of pavement materials such as asphalt mixtures.

2. Information on net sales and profit (loss) by reportable segment

For the fiscal year ended March 31, 2022 (from April 1, 2021 to March 31, 2022)

(Million yen)

| | Reportable segment | | | Others (Note 1) | Adjustments (Note 2) | Amount recorded in Consolidated Statements of Income (Note 3) |
|---|--------------------------|---|--------|--------------------|-------------------------|--|
| | Construction business | Pavement materials manufacturing and sales business | Total | | | |
| Net sales | | | | | | |
| (1) Net sales to outside customers | 69,699 | 15,326 | 85,026 | 105 | – | 85,132 |
| (2) Inter-segment internal sales or transfers | – | 12,832 | 12,832 | 710 | (13,543) | – |
| Total | 69,699 | 28,159 | 97,859 | 816 | (13,543) | 85,132 |
| Segment profit (loss) | 6,038 | 1,623 | 7,661 | 155 | (3,398) | 4,418 |

(Note 1) The segment “Others,” which is a business segment not included in the reportable segments, comprises real estate business, etc.

(Note 2) A major item of the adjustments for the segment profit is general and administrative expenses for the administrative divisions of the head office, etc. of ¥(3,385) million, which are not attributable to any business segment.

(Note 3) Segment profit (loss) is adjusted with operating profit on the Consolidated Statements of Income.

For the fiscal year ended March 31, 2023 (from April 1, 2022 to March 31, 2023)

(Million yen)

| | Reportable segment | | | Others (Note 1) | Adjustments (Note 2) | Amount recorded in Consolidated Statements of Income (Note 3) |
|---|--------------------------|---|---------|--------------------|-------------------------|--|
| | Construction business | Pavement materials manufacturing and sales business | Total | | | |
| Net sales | | | | | | |
| (1) Net sales to outside customers | 74,700 | 17,612 | 92,313 | 101 | – | 92,414 |
| (2) Inter-segment internal sales or transfers | – | 14,335 | 14,335 | 795 | (15,130) | – |
| Total | 74,700 | 31,947 | 106,648 | 896 | (15,130) | 92,414 |
| Segment profit (loss) | 5,540 | 596 | 6,136 | 168 | (3,635) | 2,669 |

(Note 1) The segment “Others,” which is a business segment not included in the reportable segments, comprises power business, etc.

(Note 2) A major item of the adjustments for the segment profit is general and administrative expenses for the administrative divisions of the head office, etc. of ¥(3,610) million, which are not attributable to any business segment.

(Note 3) Segment profit (loss) is adjusted with operating profit on the Consolidated Statements of Income.

(Per share information)

| | For the fiscal year ended March 31, 2022 | For the fiscal year ended March 31, 2023 |
|--------------------------|---|---|
| Net assets per share | ¥1,082.33 | ¥1,088.13 |
| Basic earnings per share | ¥84.81 | ¥30.73 |

(Notes) 1. Diluted earnings per share is not described because no potential share exists.

2. The basis for the calculation of the basic earnings per share is as follows.

| | For the fiscal year ended March 31, 2022 | For the fiscal year ended March 31, 2023 |
|---|---|---|
| Basic earnings per share | | |
| Profit attributable to owners of parent (Million yen) | 3,304 | 1,127 |
| Amount not attributable to common shareholders (Million yen) | — | — |
| Profit attributable to owners of parent relating to common shares (Million yen) | 3,304 | 1,127 |
| Average number of common shares outstanding during the period (Thousand shares) | 38,967 | 36,683 |

(Notes) 3. The basis for the calculation of the net assets per share is as follows.

| | For the fiscal year ended March 31, 2022 | For the fiscal year ended March 31, 2023 |
|--|---|---|
| Total amount of net assets (Million yen) | 40,497 | 39,660 |
| Balance of net assets relating to common shares at end of period (Million yen) | 40,497 | 39,660 |
| Number of common shares used for the calculation of net assets per share (Thousand shares) | 37,417 | 36,448 |

(Significant subsequent events)

Not applicable.

(6) Status of Manufacture, Orders and Sales

(Million yen)

| Segment | | | For the fiscal year ended March 31, 2022 | | For the fiscal year ended March 31, 2023 | | Year-on- year changes |
|--------------|--|-------------------------|---|-----------|---|-----------|-----------------------------|
| | | | Amount | Share (%) | Amount | Share (%) | Amount |
| Orders | Construction business | Asphalt pavement | 51,034 | 61.6 | 52,778 | 57.2 | 1,744 |
| | | Concrete pavement | 682 | 0.8 | 1,485 | 1.6 | 803 |
| | | Civil engineering, etc. | 15,700 | 19.0 | 20,282 | 22.0 | 4,581 |
| | | Total | 67,417 | 81.4 | 74,546 | 80.8 | 7,128 |
| | Pavement materials manufacturing and sales business | | 15,326 | 18.5 | 17,612 | 19.1 | 2,286 |
| | Power business, etc. | | 105 | 0.1 | 101 | 0.1 | (4) |
| Total | | | 82,850 | 100.0 | 92,260 | 100.0 | 9,410 |
| Net sales | Construction business | Asphalt pavement | 53,810 | 63.2 | 56,557 | 61.2 | 2,746 |
| | | Concrete pavement | 640 | 0.8 | 1,075 | 1.1 | 435 |
| | | Civil engineering, etc. | 15,249 | 17.9 | 17,067 | 18.5 | 1,818 |
| | | Total | 69,699 | 81.9 | 74,700 | 80.8 | 5,000 |
| | Pavement materials manufacturing and sales business | | 15,326 | 18.0 | 17,612 | 19.1 | 2,286 |
| | Power business, etc. | | 105 | 0.1 | 101 | 0.1 | (4) |
| Total | | | 85,132 | 100.0 | 92,414 | 100.0 | 7,281 |
| Carryforward | Construction business | Asphalt pavement | 26,195 | 71.7 | 22,417 | 61.6 | (3,778) |
| | | Concrete pavement | 325 | 0.9 | 736 | 2.0 | 410 |
| | | Civil engineering, etc. | 10,017 | 27.4 | 13,231 | 36.4 | 3,214 |
| | | Total | 36,538 | 100.0 | 36,384 | 100.0 | (154) |
| | Pavement materials manufacturing and sales business | | – | – | – | – | – |
| | Power business, etc. | | – | – | – | – | – |
| Total | | | 36,538 | 100.0 | 36,384 | 100.0 | (154) |