

Translation

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Summary of Consolidated Financial Results for the Six Months Ended April 30, 2023 (Based on Japanese GAAP)

June 5, 2023

Company name: First Juken Co., Ltd.
 Stock exchange listing: Tokyo
 Stock code: 8917 URL <https://www.f-juken.co.jp/>
 Representative: Representative Director, President Yuji Nakajima
 Director,
 Inquiries: Head of Management Department Hidehiko Higashi TEL 06-4868-5388
 Scheduled date to file Quarterly Securities Report: June 13, 2023
 Scheduled date to commence dividend payments: July 19, 2023
 Preparation of supplementary material on quarterly financial results: Yes
 Holding of quarterly financial results meeting: Yes (for institutional investors and analysts)

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the six months ended April 30, 2023 (from November 1, 2022 to April 30, 2023)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended April 30, 2023	20,808	7.2	1,478	(8.8)	1,450	(8.6)	937	(8.6)
Six months ended April 30, 2022	19,404	(6.9)	1,620	10.5	1,586	9.5	1,024	8.1

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Six months ended April 30, 2023	67.44		67.13	
Six months ended April 30, 2022	73.76		73.49	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of April 30, 2023	55,110	38,506	67.6
As of October 31, 2022	52,999	37,807	69.1

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended October 31, 2022	–	21.00	–	22.00	43.00
Year ending October 31, 2023	–	21.00			
Year ending October 31, 2023 (Forecast)			–	22.00	43.00

3. Forecast of consolidated financial results for the year ending October 31, 2023 (from November 1, 2022 to October 31, 2023)

Percentages indicate year-on-year changes

	Net sales		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	48,000	20.1	3,800	18.0	3,700	17.2	2,350	14.6	169.12

4. Notes

- (1) Changes in significant subsidiaries during the six months ended April 30, 2023
 (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: Yes
- (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: Yes
- 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 April 30, 2023	16,901,900 shares	As of October 31, 2022	16,901,900 shares
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Number of treasury shares at the end of the period

As of April 30, 2023	3,006,166 shares	As of October 31, 2022	3,006,166 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Six months ended April 30, 2023	13,895,734 shares	Six months ended April 30, 2022	13,895,734 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Thousands of yen)

	As of October 31, 2022	As of April 30, 2023
Assets		
Current assets		
Cash and deposits	19,173,230	18,353,314
Real estate for sale	10,277,646	12,477,701
Real estate for sale in process	10,220,829	10,526,119
Costs on construction contracts in progress	1,506,354	1,773,815
Supplies	6,349	4,101
Other	677,162	391,903
Total current assets	41,861,573	43,526,956
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	3,697,184	3,827,019
Land	6,463,241	6,672,696
Other, net	56,194	125,484
Total property, plant and equipment	10,216,621	10,625,200
Intangible assets	318,185	327,311
Investments and other assets	603,317	631,490
Total non-current assets	11,138,124	11,584,002
Total assets	52,999,697	55,110,958
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts	5,231,260	5,541,669
Short-term borrowings	5,961,100	7,163,720
Current portion of long-term borrowings	349,799	352,300
Income taxes payable	517,801	493,159
Provision for bonuses	171,239	153,372
Provision for bonuses for directors (and other officers)	16,800	7,600
Provision for warranties for completed construction	32,851	31,362
Other	487,921	443,272
Total current liabilities	12,768,775	14,186,455
Non-current liabilities		
Long-term borrowings	2,039,370	2,009,571
Retirement benefit liability	359,162	357,383
Other	25,279	51,105
Total non-current liabilities	2,423,812	2,418,061
Total liabilities	15,192,587	16,604,516
Net assets		
Shareholders' equity		
Share capital	1,584,837	1,584,837
Capital surplus	1,344,145	1,344,145
Retained earnings	36,208,687	36,840,062
Treasury shares	(2,576,632)	(2,576,632)
Total shareholders' equity	36,561,039	37,192,414
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	45,792	54,941
Total accumulated other comprehensive income	45,792	54,941
Share acquisition rights	61,309	71,480
Non-controlling interests	1,138,969	1,187,606
Total net assets	37,807,110	38,506,441
Total liabilities and net assets	52,999,697	55,110,958

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Thousands of yen)

	Six months ended April 30, 2022	Six months ended April 30, 2023
Net sales	19,404,823	20,808,641
Cost of sales	15,966,193	17,495,452
Gross profit	3,438,629	3,313,189
Selling, general and administrative expenses	1,817,774	1,834,675
Operating profit	1,620,855	1,478,513
Non-operating income		
Interest income	180	178
Dividend income	1,460	1,700
Refunded real estate acquisition tax	613	8,309
Other	5,536	10,940
Total non-operating income	7,791	21,128
Non-operating expenses		
Interest expenses	41,830	48,585
Other	93	420
Total non-operating expenses	41,924	49,005
Ordinary profit	1,586,722	1,450,636
Profit before income taxes	1,586,722	1,450,636
Income taxes	508,934	461,811
Profit	1,077,787	988,824
Profit attributable to non-controlling interests	52,821	51,743
Profit attributable to owners of parent	1,024,966	937,081

Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Six months ended April 30, 2022	Six months ended April 30, 2023
Profit	1,077,787	988,824
Other comprehensive income		
Valuation difference on available-for-sale securities	(12,559)	10,038
Total other comprehensive income	(12,559)	10,038
Comprehensive income	1,065,228	998,863
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,012,110	946,226
Comprehensive income attributable to non-controlling interests	53,117	52,636

Consolidated statements of cash flows

(Thousands of yen)

	Six months ended April 30, 2022	Six months ended April 30, 2023
Cash flows from operating activities		
Profit before income taxes	1,586,722	1,450,636
Depreciation	112,557	114,752
Amortization of goodwill	10,462	10,462
Share-based payment expenses	11,084	10,171
Increase (decrease) in provisions	(15,753)	(28,556)
Increase (decrease) in retirement benefit liability	(701)	(1,778)
Interest and dividend income	(1,641)	(1,878)
Interest expenses	41,830	48,585
Decrease (increase) in inventories	(2,882,810)	(2,803,897)
Decrease (increase) in advance payments to suppliers	(106,993)	119,271
Decrease (increase) in other current assets	51,076	40,880
Increase (decrease) in trade payables	225,470	310,408
Increase (decrease) in advances received	(56,472)	(84,084)
Increase/decrease in consumption taxes payable/consumption taxes refund receivable	(133,646)	142,068
Increase (decrease) in other current liabilities	23,493	41,161
Other, net	(5,978)	(5,270)
Subtotal	(1,141,299)	(637,067)
Interest and dividends received	2,459	2,787
Interest paid	(41,576)	(46,481)
Income taxes paid	(764,877)	(491,159)
Net cash provided by (used in) operating activities	(1,945,294)	(1,171,920)
Cash flows from investing activities		
Net decrease (increase) in time deposits	(0)	20,026
Purchase of property, plant and equipment	(431,356)	(501,847)
Purchase of intangible assets	(1,090)	(2,000)
Purchase of shares of subsidiaries and associates	–	(6,000)
Other, net	320	(1,996)
Net cash provided by (used in) investing activities	(432,127)	(491,817)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	889,420	1,202,620
Proceeds from long-term borrowings	34,000	150,000
Repayments of long-term borrowings	(277,731)	(177,298)
Repayments of lease liabilities	(2,255)	(2,069)
Dividends paid	(305,690)	(305,402)
Dividends paid to non-controlling interests	(4,000)	(4,000)
Net cash provided by (used in) financing activities	333,743	863,849
Net increase (decrease) in cash and cash equivalents	(2,043,678)	(799,888)
Cash and cash equivalents at beginning of period	23,870,431	17,593,195
Cash and cash equivalents at end of period	21,826,753	16,793,306