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## Non-consolidated Financial Results for the Three Months Ended June 30, 2023 [Japanese GAAP]

July 31, 2023

Company name: KAWASAKI SETSUBI KOGYO CO., LTD.

Stock exchange listing: Nagoya

Code number: 1777

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

Representative: Katsushi Hiroe

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Scheduled date of filing quarterly securities report: August 4, 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 Three Months Ended June 30, 2023 (April 1, 2023 to June 30, 2023)

#### (1) Non-consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2023	4,314	(6.5)	50	(25.9)	58	(23.2)	34	(12.3)
June 30, 2022	4,616	(14.9)	68	(84.2)	76	(82.6)	38	(86.4)

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2023	2.85	-
June 30, 2022	3.26	-

#### (2) Non-consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
As of	Millions of yen	Millions of yen	%
June 30, 2023	17,381	10,878	62.6
March 31, 2023	18,354	10,951	59.7

(Reference) Equity: As of June 30, 2023: ¥ 10,878 million

As of March 31, 2023: ¥ 10,951 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, 2023	-	8.00	-	10.00	18.00
Fiscal year ending March 31, 2024	-				
Fiscal year ending March 31, 2024 (Forecast)		8.00	-	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, 2024(April 1, 2023 to March 31, 2024)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Net income		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2023	11,000	14.9	400	7.3	410	5.7	261	4.2	21.82
Full year	23,500	12.9	1,100	5.7	1,120	4.2	754	6.6	63.02

(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):

June 30, 2023: 12,000,000 shares

March 31, 2023: 12,000,000 shares

2) Number of treasury shares at the end of the period:

June 30, 2023: 35,827 shares

March 31, 2023: 35,827 shares

3) Average number of shares outstanding during the period:

Three months ended June 30, 2023: 11,964,173 shares

Three months ended June 30, 2022: 11,964,173 shares

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

(Millions of yen)

	As of March 31, 2023	As of June 30, 2023
<b>Assets</b>		
Current assets		
Cash and deposits	5,482	5,717
Notes receivable - trade	492	322
Electronically recorded monetary claims - operating	1,328	1,585
Accounts receivable from completed construction contracts	5,932	4,616
Costs on construction contracts in progress	256	246
Other	387	280
Allowance for doubtful accounts	(82)	(69)
Total current assets	13,797	12,699
Non-current assets		
Property, plant and equipment		
Buildings, net	1,536	1,518
Land	1,592	1,592
Other, net	111	104
Total property, plant and equipment	3,240	3,215
Intangible assets	422	561
Investments and other assets		
Other	919	930
Allowance for doubtful accounts	(25)	(25)
Total investments and other assets	893	905
Total non-current assets	4,557	4,681
Total assets	18,354	17,381

(Millions of yen)

	As of March 31, 2023	As of June 30, 2023
<b>Liabilities</b>		
Current liabilities		
Notes payable - trade	184	146
Electronically recorded obligations - operating	1,024	973
Accounts payable for construction contracts	2,632	1,850
Income taxes payable	117	34
Advances received on construction contracts in progress	819	815
Provision for bonuses	500	131
Provision for bonuses for directors (and other officers)	16	-
Provision for warranties for completed construction	12	12
Provision for loss on construction contracts	28	21
Asset retirement obligations	-	5
Other	596	953
Total current liabilities	5,931	4,943
Non-current liabilities		
Provision for retirement benefits	1,056	1,034
Asset retirement obligations	45	45
Other	368	478
Total non-current liabilities	1,471	1,558
Total liabilities	7,402	6,502
<b>Net assets</b>		
Shareholders' equity		
Share capital	1,581	1,581
Capital surplus	395	395
Retained earnings	8,954	8,869
Treasury shares	(7)	(7)
Total shareholders' equity	10,923	10,837
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	28	40
Total valuation and translation adjustments	28	40
Total net assets	10,951	10,878
Total liabilities and net assets	18,354	17,381

Quarterly Non-consolidated Statements of Income

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

(Millions of yen)

	For the three months ended June 30, 2022	For the three months ended June 30, 2023
Net sales of completed construction contracts	4,616	4,314
Cost of sales of completed construction contracts	4,050	3,801
Gross profit on completed construction contracts	565	512
Selling, general and administrative expenses	497	461
Operating profit	68	50
Non-operating income		
Dividend income	2	2
Rental income from real estate	10	11
Other	0	0
Total non-operating income	14	15
Non-operating expenses		
Interest expenses	0	0
Rental expenses on real estate	4	5
Other	1	1
Total non-operating expenses	6	7
Ordinary profit	76	58
Profit before income taxes	76	58
Income taxes	37	24
Profit	38	34