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

August 9, 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: +81-3-3639-2700  
 Scheduled date of filing quarterly securities report: August 9, 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 Three Months Ended June 30, 2023 (April 1, 2023 to June 30, 2023)

#### (1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2023	21,487	(1.4)	460	(25.5)	747	(32.4)	489	(28.3)
June 30, 2022	21,798	7.7	618	(58.0)	1,105	(37.1)	682	(45.5)

(Note) Comprehensive income: Three months ended June 30, 2023: ¥ 1,662 million (14.2)%  
 Three months ended June 30, 2022: ¥ 1,938 million 118.1 %

	Basic earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2023	20.95		20.90	
June 30, 2022	29.28		29.17	

#### (2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of June 30, 2023	94,198	58,473	62.0	2,496.77
March 31, 2023	109,146	58,212	53.2	2,487.19

(Reference) Equity: As of June 30, 2023: ¥ 58,405 million  
 As of March 31, 2023: ¥ 58,105 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	-	20.00	-	60.00	80.00
Fiscal year ending March 31, 2024	-				
Fiscal year ending March 31, 2024 (Forecast)		30.00	-	50.00	80.00

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

(Note) Breakdown of the year-end dividend for the fiscal year ended March 31, 2023 : Special dividend 5.00 yen

### 3. 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		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	123,000	9.6	7,700	8.1	8,100	2.3	5,700	1.8	243.72

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

\* Notes:

- (1) Changes in significant subsidiaries during the three months ended June 30, 2023  
(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): |                   |
| June 30, 2023:   | 24,282,225 shares |
| March 31, 2023:  | 24,282,225 shares |
| 2) Number of treasury shares at the end of the period:                                 |                   |
| June 30, 2023:   | 889,900 shares    |
| March 31, 2023:  | 920,226 shares    |
| 3) Average number of shares outstanding during the period:                             |                   |
| Three months ended June 30, 2023:  | 23,376,217 shares |
| Three months ended June 30, 2022:  | 23,321,342 shares |

Quarterly Consolidated Financial Statements  
Quarterly Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2023	As of June 30, 2023
<b>Assets</b>		
Current assets		
Cash and deposits	25,004	15,049
Notes receivable, accounts receivable from completed construction contracts and other	51,490	44,538
Electronically recorded monetary claims - operating	2,788	1,981
Costs on construction contracts in progress	1,560	2,277
Other inventories	36	43
Other	929	1,575
Allowance for doubtful accounts	(278)	(241)
Total current assets	81,530	65,225
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	1,741	1,592
Other, net	887	715
Total property, plant and equipment	2,628	2,307
Intangible assets	1,062	1,099
Investments and other assets		
Investment securities	21,989	23,725
Retirement benefit asset	119	154
Deferred tax assets	253	243
Other	1,743	1,597
Allowance for doubtful accounts	(181)	(156)
Total investments and other assets	23,924	25,565
Total non-current assets	27,615	28,972
Total assets	109,146	94,198

(Millions of yen)

	As of March 31, 2023	As of June 30, 2023
<b>Liabilities</b>		
Current liabilities		
Notes payable, accounts payable for construction contracts	27,836	19,769
Electronically recorded obligations - operating	3,810	3,949
Short-term borrowings	3,433	1,366
Income taxes payable	1,573	213
Advances received on construction contracts in progress	2,889	2,894
Provision for loss on construction contracts	1,033	1,120
Provisions	278	952
Other	7,763	2,558
Total current liabilities	48,618	32,825
Non-current liabilities		
Long-term borrowings	249	208
Deferred tax liabilities	1,693	2,300
Retirement benefit liability	318	334
Other	53	55
Total non-current liabilities	2,315	2,899
Total liabilities	50,933	35,725
<b>Net assets</b>		
Shareholders' equity		
Share capital	5,158	5,158
Capital surplus	6,918	6,909
Retained earnings	38,130	37,218
Treasury shares	(1,456)	(1,408)
Total shareholders' equity	48,751	47,877
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	8,950	9,957
Foreign currency translation adjustment	403	569
Total accumulated other comprehensive income	9,354	10,527
Share acquisition rights	106	68
Total net assets	58,212	58,473
Total liabilities and net assets	109,146	94,198

Quarterly Consolidated Statements of Income and Comprehensive Income  
Quarterly 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	21,798	21,487
Cost of sales of completed construction contracts	19,348	19,112
Gross profit on completed construction contracts	2,450	2,374
Selling, general and administrative expenses	1,831	1,914
Operating profit	618	460
Non-operating income		
Interest income	13	20
Dividend income	237	266
Electricity sale income	5	5
Foreign exchange gains	233	-
Other	9	15
Total non-operating income	500	307
Non-operating expenses		
Interest expenses	4	4
Electricity sale expenses	5	5
Foreign exchange losses	-	4
Other	4	7
Total non-operating expenses	13	20
Ordinary profit	1,105	747
Extraordinary losses		
Loss on sale of non-current assets	-	13
Loss on retirement of non-current assets	-	8
Total extraordinary losses	-	21
Profit before income taxes	1,105	725
Income taxes - current	134	44
Income taxes - deferred	288	191
Total income taxes	422	236
Profit	682	489
Profit attributable to owners of parent	682	489

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

(Millions of yen)

	For the three months ended June 30, 2022	For the three months ended June 30, 2023
Profit	682	489
Other comprehensive income		
Valuation difference on available-for-sale securities	1,292	1,006
Foreign currency translation adjustment	(37)	166
Total other comprehensive income	1,255	1,173
Comprehensive income	1,938	1,662
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,938	1,662