

# Consolidated Financial Results for the Nine Months Ended December 31, 2023 [Japanese GAAP]



February 6, 2024

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 filing quarterly securities report: February 7, 2024

Scheduled date of commencing dividend payments: –

Availability of supplementary briefing materials on quarterly financial results: Unavailable

Schedule of quarterly financial results briefing session: Not scheduled

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

## 1. Consolidated Financial Results for the Nine Months Ended December 31, 2023 (April 1, 2023 to December 31, 2023)

(1) Consolidated Operating Results (Cumulative) (% 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	%
Nine months ended								
December 31, 2023	64,826	(5.4)	2,759	82.6	2,726	85.8	2,030	111.5
December 31, 2022	68,509	11.7	1,511	(47.4)	1,467	(48.6)	960	(52.9)

(Note) Comprehensive income: Nine months ended December 31, 2023: ¥2,105 million [100.0%]

Nine months ended December 31, 2022: ¥1,052 million [(51.3)%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended		
December 31, 2023	55.70	–
December 31, 2022	26.12	–

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of December 31, 2023	76,214	39,059	51.2	1,071.05
As of March 31, 2023	78,762	39,660	50.4	1,088.13

(Reference) Equity: As of December 31, 2023: ¥39,059 million

As of March 31, 2023: ¥39,660 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	–	0.00	–	30.00	30.00
Fiscal year ending March 31, 2024	–	45.00	–		
Fiscal year ending March 31, 2024 (Forecast)				45.00	90.00

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

### 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
Full year	93,300	1.0	4,920	84.3	4,820	82.1	3,250	188.4	89.12

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

#### \* Notes:

- (1) Changes in significant subsidiaries during the period under review  
(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) Number of shares issued (common shares)
  - 1) Total number of shares issued at the end of the period (including treasury shares):
 

December 31, 2023:	37,424,507 shares
March 31, 2023:	37,424,507 shares
  - 2) Total number of treasury shares at the end of the period:
 

December 31, 2023:	955,679 shares
March 31, 2023:	976,478 shares
  - 3) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year):
 

Nine months ended December 31, 2023:	36,460,540 shares
Nine months ended December 31, 2022:	36,754,105 shares

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

#### \* Explanation of the proper use of financial results forecasts and other notes

Financial results forecasts are based on information available and certain assumptions deemed reasonable by the Company at the time of preparation of this document, which may contain various uncertain factors. Thus, actual results and outcomes may differ from these forecasts.

**(Reference) 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
Full year	88,000	0.4	4,400	83.3	3,030	194.8	83.08

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

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

Financial results forecasts are based on information available and certain assumptions deemed reasonable by the Company at the time of preparation of this document, which may contain various uncertain factors. Thus, actual results and outcomes may differ from these forecasts.

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

(Million yen)

	As of March 31, 2023	As of December 31, 2023
<b>Assets</b>		
Current assets		
Cash and deposits	8,173	12,555
Notes receivable, accounts receivable from completed construction contracts and other	38,829	31,502
Costs on construction contracts in progress	228	289
Raw materials and supplies	331	248
Other	2,430	2,593
Allowance for doubtful accounts	–	(4)
<b>Total current assets</b>	<b>49,992</b>	<b>47,183</b>
Non-current assets		
Property, plant and equipment		
Buildings and structures	11,857	13,483
Machinery, vehicles, tools, furniture and fixtures	22,117	23,058
Land	14,897	14,892
Construction in progress	878	7
Accumulated depreciation	(23,000)	(24,056)
<b>Total property, plant and equipment</b>	<b>26,750</b>	<b>27,384</b>
Intangible assets	239	270
Investments and other assets		
Other	1,779	1,375
<b>Total investments and other assets</b>	<b>1,779</b>	<b>1,375</b>
<b>Total non-current assets</b>	<b>28,769</b>	<b>29,030</b>
<b>Total assets</b>	<b>78,762</b>	<b>76,214</b>

(Million yen)

	As of March 31, 2023	As of December 31, 2023
<b>Liabilities</b>		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	23,262	23,099
Short-term borrowings	106	203
Income taxes payable	214	269
Advances received on construction contracts in progress	1,570	912
Provision for warranties for completed construction	40	39
Provision for loss on construction contracts	4	28
Provision for bonuses	1,655	890
Other	4,311	4,115
Total current liabilities	31,164	29,558
Non-current liabilities		
Long-term borrowings	6,800	6,725
Retirement benefit liability	1,049	784
Other	87	87
Total non-current liabilities	7,936	7,596
Total liabilities	39,101	37,154
<b>Net assets</b>		
Shareholders' equity		
Share capital	2,000	2,000
Capital surplus	500	512
Retained earnings	37,810	37,106
Treasury shares	(803)	(786)
Total shareholders' equity	39,506	38,832
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	34	66
Foreign currency translation adjustment	(20)	(29)
Remeasurements of defined benefit plans	139	190
Total accumulated other comprehensive income	153	227
Total net assets	39,660	39,059
<b>Total liabilities and net assets</b>	<b>78,762</b>	<b>76,214</b>

(2) Quarterly Consolidated Statements of Income and Comprehensive Income  
Quarterly Consolidated Statements of Income  
Nine Months Ended December 31

(Million yen)

	For the nine months ended December 31, 2022	For the nine months ended December 31, 2023
Net sales	68,509	64,826
Cost of sales	62,441	57,652
Gross profit	6,068	7,174
Selling, general and administrative expenses	4,557	4,414
Operating profit	1,511	2,759
Non-operating income		
Dividend income	4	4
Rental income	15	15
Foreign exchange gains	26	18
Miscellaneous income	20	26
Total non-operating income	66	64
Non-operating expenses		
Interest expenses	41	41
Guarantee commission	15	15
Commission for purchase of treasury shares	22	–
Syndicated loan origination fee	21	21
Miscellaneous expenses	8	18
Total non-operating expenses	110	97
Ordinary profit	1,467	2,726
Extraordinary income		
Gain on sale of non-current assets	2	14
Gain on reversal of liabilities	–	155
Settlement income	–	120
Total extraordinary income	2	290
Extraordinary losses		
Loss on sale of non-current assets	13	–
Loss on retirement of non-current assets	11	27
Legal reward	–	29
Total extraordinary losses	25	57
Profit before income taxes	1,444	2,958
Income taxes	483	928
Profit	960	2,030
Profit attributable to non-controlling interests	–	–
Profit attributable to owners of parent	960	2,030

Quarterly Consolidated Statements of Comprehensive Income

Nine Months Ended December 31

(Million yen)

	For the nine months ended December 31, 2022	For the nine months ended December 31, 2023
Profit	960	2,030
Other comprehensive income		
Valuation difference on available-for-sale securities	10	32
Foreign currency translation adjustment	10	(8)
Remeasurements of defined benefit plans, net of tax	71	50
Total other comprehensive income	92	74
Comprehensive income	1,052	2,105
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,052	2,105
Comprehensive income attributable to non-controlling interests	-	-

(3) Notes to Quarterly Consolidated Financial Statements

(Notes on going concern assumption)

Not applicable.

(Notes in the case of significant changes in shareholders' equity)

Not applicable.