

Translation

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Summary of Consolidated Financial Results for the Three Months Ended June 30, 2020 (Based on Japanese GAAP)

August 7, 2020

Company name: Kamigumi Co., Ltd.
 Stock exchange listing: Tokyo
 Stock code: 9364 URL <https://www.kamigumi.co.jp/>
 Representative: President & Representative Director Yoshihiro Fukai
 Executive Officer and Director of Financial
 Inquiries: Yasuhiro Kishino TEL 078-271-5119
 Div.
 Scheduled date to file Quarterly Securities Report: August 11, 2020
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: No
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the three months ended June 30, 2020 (from April 1, 2020 to June 30, 2020)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Operating revenue		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, 2020	64,676	(8.6)	5,787	(11.9)	6,402	(13.0)	4,440	(15.3)
Three months ended June 30, 2019	70,725	3.2	6,569	7.7	7,361	10.4	5,241	13.1

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2020	37.68	–
Three months ended June 30, 2019	43.89	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2020	399,402	340,686	84.8
As of March 31, 2020	400,057	337,744	83.9

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2020	–	23.00	–	23.00	46.00
Year ending March 31, 2021	–				
Year ending March 31, 2021 (Forecast)		23.00	–	23.00	46.00

3. Forecast of consolidated financial results for the year ending March 31, 2021 (from April 1, 2020 to March 31, 2021)

Percentages indicate year-on-year changes

	Operating revenue		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
Six months ending September 30, 2020	133,000	(5.4)	11,500	(8.5)	12,000	(12.6)	8,300	(13.3)	70.43
Full year	274,000	(1.7)	23,800	(3.6)	24,700	(6.5)	17,400	(5.3)	147.66

4. Notes

- (1) Changes in significant subsidiaries during the three months ended June 30, 2020
(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: No
- (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: No
- 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 June 30, 2020	130,936,837 shares	As of March 31, 2020	130,936,837 shares
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Number of treasury shares at the end of the period

As of June 30, 2020	13,097,611 shares	As of March 31, 2020	13,097,592 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2020	117,839,239 shares	Three months ended June 30, 2019	119,434,693 shares
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Quarterly consolidated financial statements

Consolidated balance sheets

(Millions of yen)

	As of March 31, 2020	As of June 30, 2020
Assets		
Current assets		
Cash and deposits	32,233	33,301
Trade notes and accounts receivable	44,482	41,692
Electronically recorded monetary claims - operating	636	678
Securities	—	700
Inventories	957	948
Other	6,150	6,813
Allowance for doubtful accounts	(54)	(52)
Total current assets	84,405	84,082
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	109,515	107,436
Land	97,678	97,678
Other, net	20,636	21,812
Total property, plant and equipment	227,830	226,927
Intangible assets	6,881	6,873
Investments and other assets		
Investment securities	68,376	69,435
Other	12,900	12,417
Allowance for doubtful accounts	(336)	(334)
Total investments and other assets	80,939	81,518
Total non-current assets	315,651	315,319
Total assets	400,057	399,402
Liabilities		
Current liabilities		
Trade notes and accounts payable	25,528	24,074
Income taxes payable	4,885	2,414
Provision for bonuses	194	274
Other	12,710	12,974
Total current liabilities	43,319	39,738
Non-current liabilities		
Provision for retirement benefits for directors (and other officers)	49	45
Provision for special repairs for ships and vessels	6	8
Retirement benefit liability	17,772	17,736
Other	1,165	1,187
Total non-current liabilities	18,993	18,977
Total liabilities	62,312	58,715

	(Millions of yen)	
	As of March 31, 2020	As of June 30, 2020
Net assets		
Shareholders' equity		
Share capital	31,642	31,642
Capital surplus	26,854	26,854
Retained earnings	301,483	303,213
Treasury shares	(25,217)	(25,217)
Total shareholders' equity	334,761	336,492
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	2,104	3,451
Foreign currency translation adjustment	45	(93)
Remeasurements of defined benefit plans	(1,077)	(1,100)
Total accumulated other comprehensive income	1,073	2,258
Non-controlling interests	1,909	1,936
Total net assets	337,744	340,686
Total liabilities and net assets	400,057	399,402

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

Consolidated statements of income (cumulative)

(Millions of yen)

	Three months ended June 30, 2019	Three months ended June 30, 2020
Operating revenue	70,725	64,676
Operating costs	59,286	54,160
Operating gross profit	11,438	10,516
Selling, general and administrative expenses	4,868	4,728
Operating profit	6,569	5,787
Non-operating income		
Interest income	7	7
Dividend income	448	472
Share of profit of entities accounted for using equity method	302	5
Other	69	140
Total non-operating income	828	626
Non-operating expenses		
Foreign exchange losses	23	—
Other	12	11
Total non-operating expenses	36	11
Ordinary profit	7,361	6,402
Extraordinary income		
Gain on sales of non-current assets	11	10
Gain on sales of investment securities	124	32
Total extraordinary income	136	42
Extraordinary losses		
Loss on sales and retirement of non-current assets	26	8
Total extraordinary losses	26	8
Profit before income taxes	7,470	6,437
Income taxes - current	2,417	2,222
Income taxes - deferred	(209)	(251)
Total income taxes	2,208	1,971
Profit	5,262	4,466
Profit attributable to non-controlling interests	20	25
Profit attributable to owners of parent	5,241	4,440

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Three months ended June 30, 2019	Three months ended June 30, 2020
Profit	5,262	4,466
Other comprehensive income		
Valuation difference on available-for-sale securities	(701)	1,323
Foreign currency translation adjustment	32	(75)
Remeasurements of defined benefit plans, net of tax	39	38
Share of other comprehensive income of entities accounted for using equity method	(70)	(99)
Total other comprehensive income	(700)	1,187
Comprehensive income	4,561	5,653
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	4,541	5,625
Comprehensive income attributable to non-controlling interests	19	27