Note: This document is a translation of a part of the original Japanese version and provided for reference purposes only. In the event of any discrepancy between the Japanese original and this English translation, the Japanese original shall prevail.

Consolidated Financial Results for the Year Ended March 31, 2024 [Japanese GAAP]

May 9, 2024

Company name: TOKYU CONSTRUCTION CO., LTD.
Stock exchange listing: Tokyo
Code number: 1720
URL: https://www.tokyu-cnst.co.jp/
Representative: Mitsuhiro Terada ,Representative Director,President
Contact: Seiichi Ishiyama ,General Maneger,Finance Department
Phone: +81-3(5466)5061
Scheduled date of Annual General Meeting of Shareholders: June 25, 2024
Scheduled date of commencing dividend payments: June 26, 2024
Scheduled date of filing annual securities report: June 26, 2024
Availability of supplementary briefing material on annual financial results: Yes
Schedule of annual financial results briefing session: Yes

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

1. Consolidated Financial Results for the Fiscal Year Ended March 31, 2024 (April 1, 2023 to March 31, 2024)

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

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2024	285,681	(1.1)	8,155	59.7	9,736	93.9	7,266	38.5
March 31, 2023	288,867	11.9	5,107	-	5,020	-	5,245	-

(Note) Comprehensive income: Fiscal year ended March 31, 2024: ¥ 9,014 million [75.7%]
Fiscal year ended March 31, 2023: ¥ 5,131 million [-%]

	Basic earnings per share	Diluted earnings per share	Rate of return on equity	Ordinary profit to total assets ratio	Operating profit to net sales ratio
Fiscal year ended	Yen	Yen	%	%	%
March 31, 2024	68.99	-	7.4	3.8	2.9
March 31, 2023	49.99	-	5.6	2.1	1.8

(Reference) Equity in earnings (losses) of affiliated companies: Fiscal year ended March 31, 2024: ¥ 1,086 million
Fiscal year ended March 31, 2023: ¥ 240 million

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
March 31, 2024	264,525	100,789	37.8	947.39
March 31, 2023	249,164	96,020	38.2	905.99

(Reference) Equity: As of March 31, 2024: ¥ 99,966 million
As of March 31, 2023: ¥ 95,248 million

(3) Consolidated Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at the end of period
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2024	(54,023)	(1,399)	28,523	31,942
March 31, 2023	20,392	2,398	(2,762)	58,714

2. Dividends

	Annual dividends					Total dividends	Payout ratio (consolidated)	Dividends to net assets (consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total			
Fiscal year ended	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
March 31, 2023	-	18.00	-	18.00	36.00	3,824	72.0	4.0
March 31, 2024	-	18.00	-	19.00	37.00	3,932	53.6	4.0
Fiscal year ending March 31, 2025 (Forecast)	-	19.00	-	19.00	38.00		91.1	

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2025 (April 1, 2024 to March 31, 2025)

(% 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	310,000	8.5	5,000	(38.7)	5,800	(40.4)	4,400	(39.4)	41.70

* Notes:

(1) Changes in significant subsidiaries during the period under review (changes in specified subsidiaries resulting in changes in scope of consolidation): No

New - (Company name:)

Exclusion: - (Company name:)

(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):

March 31, 2024: 106,761,205 shares

March 31, 2023: 106,761,205 shares

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

March 31, 2024: 1,243,973 shares

March 31, 2023: 1,629,392 shares

3) Average number of shares outstanding during the period:

Fiscal Year ended March 31, 2024: 105,333,159 shares

Fiscal Year ended March 31, 2023: 104,934,925 shares

Note: The number of shares of treasury stock included the shares held by TOKYU CONSTRUCTION Employee Ownership Association Trust and BIP Trust.

(Reference) Summary of Non-consolidated Financial Results

1. Non-consolidated Financial Results for the Fiscal Year Ended March 31, 2024 (April 1, 2023 to March 31, 2024)

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

	Net sales		Operating profit		Ordinary profit		Net income	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2024	260,626	(0.3)	5,752	30.8	6,996	58.1	5,147	34.5
March 31, 2023	261,529	7.6	4,398	-	4,426	-	3,825	-

	Basic earnings per share	Diluted earnings per share
Fiscal year ended	Yen	Yen
March 31, 2024	48.86	-
March 31, 2023	36.46	-

(2) Non-consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
March 31, 2024	234,827	81,407	34.7	771.51
March 31, 2023	222,959	79,560	35.7	756.77

(Reference) Equity: As of March 31, 2024: ¥ 81,407 million
As of March 31, 2023: ¥ 79,560 million

2. Non-consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2025 (April 1, 2024 to March 31, 2025)

(% 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
Full year	282,000	8.2	3,000	(47.8)	3,600	(48.5)	2,900	(43.7)	27.48

※This document is out of the scope of the quarterly review procedures.

Note: Request for appropriate use of the business outlook and other special remarks:

The forecasts given above are based on information currently available and certain premises regarded as reasonable, and do not include any intent that the company will guarantee its achievement. The actual business result is inherently subject to a variety of risks and uncertainties, and may vary significantly from forecast due to factors including, but not limited to, changes in the economic or business environment and exchange rate fluctuations.

Consolidated Financial Statements

Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2023	As of March 31, 2024
Assets		
Current assets		
Cash and deposits	58,714	32,122
Notes receivable, accounts receivable from completed construction contracts and other	113,448	153,707
Securities	1	-
Costs on construction contracts in progress	7,667	4,676
Costs on real estate business	1,034	27
Real estate for sale	21	8,031
Raw materials and supplies	55	90
Income taxes refund receivable	-	799
Other	7,035	7,164
Allowance for doubtful accounts	(85)	(78)
Total current assets	187,892	206,541
Non-current assets		
Property, plant and equipment		
Buildings and structures	10,891	9,894
Machinery, vehicles, tools, furniture and fixtures	3,808	3,931
Land	19,336	15,501
Leased assets	391	349
Construction in progress	-	128
Accumulated depreciation	(7,206)	(7,327)
Total property, plant and equipment	27,220	22,478
Intangible assets	1,480	1,460
Investments and other assets		
Investment securities	28,837	30,040
Long-term loans receivable	6	3
Retirement benefit asset	-	1,455
Deferred tax assets	1,282	159
Other	2,444	2,386
Allowance for doubtful accounts	(0)	(0)
Total investments and other assets	32,571	34,045
Total non-current assets	61,271	57,984
Total assets	249,164	264,525

(Millions of yen)

	As of March 31, 2023	As of March 31, 2024
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	44,324	39,687
Electronically recorded obligations - operating	21,175	16,368
Short-term borrowings	20,083	33,207
Lease liabilities	99	102
Income taxes payable	2,276	352
Advances received on construction contracts in progress	16,736	11,971
Deposits received - real estate business	18	14
Provision for warranties for completed construction	8,003	6,497
Provision for loss on construction contracts	10,341	6,631
Provision for bonuses	2,602	2,707
Provision for loss on business liquidation	-	19
Deposits received	15,372	15,130
Other	3,710	4,696
Total current liabilities	144,743	137,388
Non-current liabilities		
Long-term borrowings	1,887	21,521
Lease liabilities	140	192
Deferred tax liabilities	-	993
Provision for share awards for directors (and other officers)	27	18
Provision for loss on real estate business and other	4,883	2,415
Retirement benefit liability	572	309
Asset retirement obligations	181	185
Other	708	711
Total non-current liabilities	8,400	26,347
Total liabilities	153,144	163,735
Net assets		
Shareholders' equity		
Share capital	16,354	16,354
Capital surplus	4,093	3,533
Retained earnings	70,112	73,553
Treasury shares	(1,019)	(769)
Total shareholders' equity	89,541	92,672
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	5,284	5,244
Foreign currency translation adjustment	269	417
Remeasurements of defined benefit plans	153	1,632
Total accumulated other comprehensive income	5,707	7,293
Non-controlling interests	771	823
Total net assets	96,020	100,789
Total liabilities and net assets	249,164	264,525

Consolidated Statements of Income and Comprehensive Income

Consolidated Statements of Income

(Millions of yen)

	For the fiscal year ended March 31, 2023	For the fiscal year ended March 31, 2024
Net sales		
Net sales of completed construction contracts	278,776	282,488
Net sales in real estate business and other	10,091	3,192
Total net sales	288,867	285,681
Cost of sales		
Cost of sales of completed construction contracts	259,879	259,086
Cost of sales in real estate business and other	7,109	512
Total cost of sales	266,988	259,598
Gross profit		
Gross profit on completed construction contracts	18,897	23,402
Gross profit on real estate business and other	2,981	2,680
Total gross profit	21,879	26,082
Selling, general and administrative expenses	16,771	17,927
Operating profit	5,107	8,155
Non-operating income		
Interest income	16	20
Dividend income	171	159
Foreign exchange gains	-	838
Share of profit of entities accounted for using equity method	240	1,086
Other	95	262
Total non-operating income	523	2,367
Non-operating expenses		
Interest expenses	140	236
Commission for syndicated loans	46	93
Foreign exchange losses	71	-
Loss on retirement of non-current assets	5	162
Administrative expenses for investment partnerships	125	125
Other	223	169
Total non-operating expenses	611	786
Ordinary profit	5,020	9,736
Extraordinary income		
Gain on sale of investment securities	2,738	291
Total extraordinary income	2,738	291
Extraordinary losses		
Impairment losses	47	70
Total extraordinary losses	47	70
Profit before income taxes	7,711	9,958
Income taxes - current	3,314	1,081
Income taxes - deferred	(1,043)	1,455
Total income taxes	2,271	2,536
Profit	5,439	7,421
Profit attributable to non-controlling interests	194	155
Profit attributable to owners of parent	5,245	7,266

Consolidated Statements of Comprehensive Income

(Millions of yen)

	For the fiscal year ended March 31, 2023	For the fiscal year ended March 31, 2024
Profit	5,439	7,421
Other comprehensive income		
Valuation difference on available-for-sale securities	(976)	267
Foreign currency translation adjustment	68	(37)
Remeasurements of defined benefit plans, net of tax	249	1,286
Share of other comprehensive income of entities accounted for using equity method	350	75
Total other comprehensive income	(308)	1,592
Comprehensive income	5,131	9,014
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	4,934	8,855
Comprehensive income attributable to non-controlling interests	196	158

Consolidated Statements of Changes in Equity

For the fiscal year ended March 31, 2023

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	16,354	4,089	67,309	(1,282)	86,471
Changes during period					
Dividends of surplus			(2,443)		(2,443)
Profit attributable to owners of parent			5,245		5,245
Purchase of treasury shares				(0)	(0)
Disposal of treasury shares		3		264	267
Purchase of shares of consolidated subsidiaries		0			0
Net changes in items other than shareholders' equity					
Total changes during period	-	3	2,802	263	3,069
Balance at end of period	16,354	4,093	70,112	(1,019)	89,541

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	6,087	11	(80)	6,018	574	93,064
Changes during period						
Dividends of surplus						(2,443)
Profit attributable to owners of parent						5,245
Purchase of treasury shares						(0)
Disposal of treasury shares						267
Purchase of shares of consolidated subsidiaries						0
Net changes in items other than shareholders' equity	(803)	258	233	(311)	197	(113)
Total changes during period	(803)	258	233	(311)	197	2,956
Balance at end of period	5,284	269	153	5,707	771	96,020

For the fiscal year ended March 31, 2024

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	16,354	4,093	70,112	(1,019)	89,541
Changes during period					
Dividends of surplus			(3,824)		(3,824)
Profit attributable to owners of parent			7,266		7,266
Purchase of treasury shares				(0)	(0)
Disposal of treasury shares		8		250	259
Purchase of shares of consolidated subsidiaries		(568)			(568)
Net changes in items other than shareholders' equity					
Total changes during period	-	(559)	3,441	249	3,131
Balance at end of period	16,354	3,533	73,553	(769)	92,672

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	5,284	269	153	5,707	771	96,020
Changes during period						
Dividends of surplus						(3,824)
Profit attributable to owners of parent						7,266
Purchase of treasury shares						(0)
Disposal of treasury shares						259
Purchase of shares of consolidated subsidiaries						(568)
Net changes in items other than shareholders' equity	(40)	147	1,478	1,586	51	1,637
Total changes during period	(40)	147	1,478	1,586	51	4,769
Balance at end of period	5,244	417	1,632	7,293	823	100,789

Consolidated Statements of Cash Flows

(Millions of yen)

	For the fiscal year ended March 31, 2023	For the fiscal year ended March 31, 2024
Cash flows from operating activities		
Profit before income taxes	7,711	9,958
Depreciation	1,203	1,087
Impairment losses	47	70
Amortization of goodwill	45	50
Increase (decrease) in allowance for doubtful accounts	6	(7)
Increase (decrease) in provision for warranties for completed construction	1,377	(1,579)
Increase (decrease) in provision for loss on construction contracts	1,564	(3,762)
Increase (decrease) in provision for bonuses	555	104
Increase (decrease) in provision for loss on business liquidation	-	19
Increase (decrease) in provision for loss on real estate business and other	(256)	(2,467)
Increase in defined benefit asset or liability	(149)	(113)
Interest and dividend income	(187)	(180)
Interest expenses	140	240
Share of loss (profit) of entities accounted for using equity method	(240)	(1,086)
Loss (gain) on sale of investment securities	(2,738)	(291)
Loss (gain) on sale of shares of subsidiaries and associates	24	-
Loss on retirement of non-current assets	11	162
Decrease (increase) in trade receivables	2,412	(40,166)
Decrease (increase) in costs on construction contracts in progress	(676)	2,995
Decrease (increase) in inventories	2,741	(2,287)
Decrease (increase) in accounts receivable - other	3,771	(64)
Decrease (increase) in advances paid	(1,071)	463
Increase (decrease) in trade payables	2,662	(9,467)
Increase (decrease) in accounts payable - other	1,849	904
Increase (decrease) in advances received on construction contracts in progress	2,181	(4,765)
Increase (decrease) in deposits received	(1,192)	(245)
Other, net	986	(655)
Subtotal	22,779	(51,086)
Interest and dividends received	481	876
Interest paid	(149)	(239)
Income taxes paid	(2,718)	(2,774)
Income taxes refund	-	(799)
Net cash provided by (used in) operating activities	20,392	(54,023)
Cash flows from investing activities		
Payments into time deposits	-	(180)
Purchase of property, plant and equipment and intangible assets	(665)	(1,670)
Proceeds from sale of property, plant and equipment and intangible assets	-	513
Purchase of investment securities	(763)	(585)
Proceeds from sale of investment securities	3,721	471
Proceeds from sale of shares of subsidiaries resulting in change in scope of consolidation	84	-
Other, net	21	52
Net cash provided by (used in) investing activities	2,398	(1,399)

(Millions of yen)

	For the fiscal year ended March 31, 2023	For the fiscal year ended March 31, 2024
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(14)	13,127
Proceeds from long-term borrowings	-	20,000
Repayments of long-term borrowings	(446)	(376)
Net decrease (increase) in treasury shares	267	258
Dividends paid	(2,443)	(3,824)
Repayments of lease liabilities	(66)	(73)
Purchase of shares of subsidiaries not resulting in change in scope of consolidation	-	(675)
Other, net	(59)	87
Net cash provided by (used in) financing activities	(2,762)	28,523
Effect of exchange rate change on cash and cash equivalents	37	127
Net increase (decrease) in cash and cash equivalents	20,066	(26,771)
Cash and cash equivalents at beginning of period	38,648	58,714
Cash and cash equivalents at end of period	58,714	31,942

Non-consolidated Financial Statements

Non-consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2023	As of March 31, 2024
Assets		
Current assets		
Cash and deposits	52,457	24,365
Notes receivable - trade	287	1,331
Accounts receivable from completed construction contracts	102,744	140,662
Accounts receivable - real estate business	99	111
Securities	1	-
Costs on construction contracts in progress	7,323	4,434
Costs on real estate business	1,018	19
Real estate for sale	21	8,031
Raw materials and supplies	19	16
Prepaid expenses	403	402
Income taxes refund receivable	-	799
Other	6,414	8,183
Allowance for doubtful accounts	(70)	(957)
Total current assets	170,719	187,400
Non-current assets		
Property, plant and equipment		
Buildings	10,439	9,414
Accumulated depreciation	(3,461)	(3,509)
Buildings, net	6,978	5,904
Structures	239	250
Accumulated depreciation	(186)	(189)
Structures, net	52	60
Machinery and equipment	1,253	1,280
Accumulated depreciation	(1,088)	(1,137)
Machinery and equipment, net	165	142
Vehicles	54	56
Accumulated depreciation	(49)	(51)
Vehicles, net	4	5
Tools, furniture and fixtures	2,185	2,240
Accumulated depreciation	(1,959)	(2,025)
Tools, furniture and fixtures, net	226	215
Land	19,231	15,390
Leased assets	226	226
Accumulated depreciation	(74)	(87)
Leased assets, net	152	139
Construction in progress	-	128
Total property, plant and equipment	26,812	21,986
Intangible assets		
Software	983	1,001
Leased assets	24	16
Other	90	90
Total intangible assets	1,097	1,107

(Millions of yen)

	As of March 31, 2023	As of March 31, 2024
Investments and other assets		
Investment securities	14,875	15,140
Shares of subsidiaries and associates	3,736	4,457
Investments in other securities of subsidiaries and associates	828	1,672
Long-term loans receivable from employees	6	3
Long-term loans receivable from subsidiaries and associates	849	-
Long-term prepaid expenses	12	20
Deferred tax assets	2,377	838
Other	2,265	2,200
Allowance for doubtful accounts	(621)	(0)
Total investments and other assets	24,329	24,333
Total non-current assets	52,239	47,427
Total assets	222,959	234,827
Liabilities		
Current liabilities		
Notes payable - trade	2,429	2,085
Electronically recorded obligations - operating	21,324	16,450
Accounts payable for construction contracts	36,514	32,101
Accounts payable - real estate business	20	46
Short-term borrowings	20,000	33,100
Lease liabilities	58	63
Accounts payable - other	2,928	3,307
Accrued expenses	481	539
Income taxes payable	1,576	-
Advances received on construction contracts in progress	16,543	11,542
Deposits received - real estate business	2	-
Deposits received	15,148	14,914
Unearned revenue	50	56
Provision for warranties for completed construction	7,106	6,042
Provision for loss on construction contracts	9,473	6,154
Provision for bonuses	2,498	2,577
Provision for loss on business liquidation	-	19
Total current liabilities	136,157	129,001
Non-current liabilities		
Long-term borrowings	658	20,372
Lease liabilities	135	108
Provision for retirement benefits	413	557
Provision for share awards for directors (and other officers)	27	18
Provision for loss on real estate business and other	4,883	2,415
Provision for loss on business of subsidiaries and associates	181	-
Asset retirement obligations	181	185
Other	759	761
Total non-current liabilities	7,241	24,418
Total liabilities	143,398	153,420

(Millions of yen)

	As of March 31, 2023	As of March 31, 2024
Net assets		
Shareholders' equity		
Share capital	16,354	16,354
Capital surplus		
Legal capital surplus	3,893	3,893
Other capital surplus	193	202
Total capital surplus	4,087	4,095
Retained earnings		
Legal retained earnings	194	194
Other retained earnings		
Reserve for tax purpose reduction to promote open innovation	74	74
Retained earnings brought forward	55,376	56,698
Total retained earnings	55,645	56,967
Treasury shares	(1,019)	(769)
Total shareholders' equity	75,068	76,648
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	4,492	4,758
Total valuation and translation adjustments	4,492	4,758
Total net assets	79,560	81,407
Total liabilities and net assets	222,959	234,827

Non-consolidated Statements of Income

(Millions of yen)

	For the fiscal year ended March 31, 2023	For the fiscal year ended March 31, 2024
Net sales		
Net sales of completed construction contracts	252,377	259,208
Net sales in real estate business and other	9,151	1,417
Total net sales	261,529	260,626
Cost of sales		
Cost of sales of completed construction contracts	235,148	239,174
Cost of sales in real estate business and other	6,317	(1,010)
Total cost of sales	241,465	238,163
Gross profit		
Gross profit on completed construction contracts	17,229	20,034
Gross profit on real estate business and other	2,833	2,428
Total gross profit	20,063	22,462
Selling, general and administrative expenses		
Remuneration for directors (and other officers)	188	242
Employees' salaries and allowances	5,328	5,783
Provision for bonuses	748	794
Retirement payments	16	11
Retirement benefit expenses	313	253
Legal welfare expenses	999	1,121
Welfare expenses	326	310
Repair and maintenance expenses	40	28
Stationery expenses	712	846
Communication and transportation expenses	521	599
Power utilities expenses	23	23
Research study expenses	1,028	964
Advertising expenses	101	104
Provision of allowance for doubtful accounts	(14)	5
Entertainment expenses	251	288
Donations	41	31
Rent expenses on land and buildings	965	989
Depreciation	318	315
Taxes and dues	593	651
Insurance expenses	26	32
Miscellaneous expenses	3,135	3,311
Total selling, general and administrative expenses	15,665	16,709
Operating profit	4,398	5,752

(Millions of yen)

	For the fiscal year ended March 31, 2023	For the fiscal year ended March 31, 2024
Non-operating income		
Interest income	21	49
Interest on securities	0	0
Dividend income	464	855
Foreign exchange gains	-	862
Other	94	234
Total non-operating income	581	2,002
Non-operating expenses		
Interest expenses	135	224
Commission for syndicated loans	44	91
Foreign exchange losses	62	-
Loss on investments in investment partnerships	166	160
Loss on retirement of non-current assets	5	162
Other	137	119
Total non-operating expenses	552	758
Ordinary profit	4,426	6,996
Extraordinary income		
Gain on sale of investment securities	2,738	291
Reversal of provision for loss on business of subsidiaries and associates	-	181
Total extraordinary income	2,738	473
Extraordinary losses		
Loss on valuation of investment securities	490	-
Loss on valuation of securities of subsidiaries and affiliates	648	24
Provision of allowance for doubtful accounts	621	498
Provision for loss on business of subsidiaries and associates	181	-
Impairment losses	47	70
Total extraordinary losses	1,989	593
Profit before income taxes	5,175	6,877
Income taxes - current	2,358	286
Income taxes - deferred	(1,008)	1,444
Total income taxes	1,349	1,730
Profit	3,825	5,147

Non-consolidated Statements of Changes in Equity

For the fiscal year ended March 31, 2023

(Millions of yen)

	Shareholders' equity								Valuation and translation adjustments	Total net assets
	Share capital	Capital surplus		Retained earnings			Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities	
		Legal capital surplus	Other capital surplus	Legal retained earnings	Other retained earnings					
					Reserve for tax purpose reduction to promote open innovation	Retained earnings brought forward				
Balance at beginning of period	16,354	3,893	189	194	-	54,067	(1,282)	73,418	5,468	78,886
Changes during period										
Dividends of surplus						(2,443)		(2,443)		(2,443)
Provision of reserve for reserve for tax purpose reduction to promote open innovation					74	(74)		-		-
Profit						3,825		3,825		3,825
Purchase of treasury shares							(0)	(0)		(0)
Disposal of treasury shares			3				264	267		267
Net changes in items other than shareholders' equity									(976)	(976)
Total changes during period	-	-	3	-	74	1,308	263	1,649	(976)	673
Balance at end of period	16,354	3,893	193	194	74	55,376	(1,019)	75,068	4,492	79,560

For the fiscal year ended March 31, 2024

(Millions of yen)

	Shareholders' equity								Valuation and translation adjustments	Total net assets
	Share capital	Capital surplus		Retained earnings			Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities	
		Legal capital surplus	Other capital surplus	Legal retained earnings	Other retained earnings					
					Reserve for tax purpose reduction to promote open innovation	Retained earnings brought forward				
Balance at beginning of period	16,354	3,893	193	194	74	55,376	(1,019)	75,068	4,492	79,560
Changes during period										
Dividends of surplus						(3,824)		(3,824)		(3,824)
Profit						5,147		5,147		5,147
Purchase of treasury shares							(0)	(0)		(0)
Disposal of treasury shares			8				250	259		259
Net changes in items other than shareholders' equity									266	266
Total changes during period	-	-	8	-	-	1,322	249	1,580	266	1,846
Balance at end of period	16,354	3,893	202	194	74	56,698	(769)	76,648	4,758	81,407