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Non-consolidated Financial Results for the Six Months Ended September 30, 2024 [Japanese GAAP]

October 31, 2024

Company name: KAWASAKI SETSUBI KOGYO CO., LTD.
Listing: Nagoya
Securities code: 1777
URL: https://www.kawasaki-sk.co.jp/
Representative: Katsushi Hiroe President and Representative Director
Inquiries: Takashi Miwa General Manager of Corporate Planning Department
Telephone: +81-52-221-7700

Scheduled date to file semi-annual securities report: November 5, 2024
Scheduled date to commence dividend payments: December 3, 2024
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: None

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Non-consolidated Financial Results for the Six Months Ended September 30, 2024 (April 1, 2024 to September 30, 2024)

(1) Non-consolidated Operating Results (Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Net income	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2024	11,026	14.4	609	165.9	621	162.6	382	156.4
September 30, 2023	9,641	0.7	229	(38.5)	236	(38.9)	149	(40.4)

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2024	32.01	-
September 30, 2023	12.48	-

(2) Non-consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
As of	Millions of yen	Millions of yen	%
September 30, 2024	20,018	11,836	59.1
March 31, 2024	20,326	11,630	57.2

(Reference) Equity: As of September 30, 2024: ¥ 11,836 million
As of March 31, 2024: ¥ 11,630 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, 2024	-	8.00	-	14.00	22.00
Fiscal year ending March 31, 2025	-	11.00			
Fiscal year ending March 31, 2025 (Forecast)			-	20.00	31.00

(Note) Revision to the forecast for dividends announced most recently: Yes

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

(Percentages indicate year-on-year changes.)

	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	27,500	22.3	1,700	27.5	1,820	34.4	1,210	43.0	101.14

(Note) Revision to the financial results forecast announced most recently: Yes

* Notes:

(1) Adoption of accounting treatment specific to the preparation of semi-annual non-consolidated financial statements: Yes

(2) Changes in accounting policies, changes in accounting estimates, and restatement
1) Changes in accounting policies due to revisions to accounting standards and other regulations: None
2) Changes in accounting policies due to other reasons: None
3) Changes in accounting estimates: None
4) Restatement: None

(3) Number of issued shares (common shares)
1) Total number of issued shares at the end of the period (including treasury shares):
September 30, 2024: 12,000,000 shares
March 31, 2024: 12,000,000 shares

2) Number of treasury shares at the end of the period:
September 30, 2024: 35,827 shares
March 31, 2024: 35,827 shares

3) Average number of shares outstanding during the period:
Six months ended September 30, 2024: 11,964,173 shares
Six months ended September 30, 2023: 11,964,173 shares

* Semi-annual financial results reports are exempt from review conducted by certified public accountants or an audit firm.

* Proper use of earnings forecasts, and other special matters

Semi-annual Non-consolidated Financial Statements

Semi-annual Non-consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2024	As of September 30, 2024
Assets		
Current assets		
Cash and deposits	4,415	4,468
Notes receivable - trade	113	235
Electronically recorded monetary claims - operating	2,163	2,049
Accounts receivable from completed construction contracts	8,608	8,188
Costs on construction contracts in progress	232	430
Other	299	273
Allowance for doubtful accounts	(116)	(111)
Total current assets	15,717	15,532
Non-current assets		
Property, plant and equipment		
Buildings, net	1,467	1,406
Land	1,592	1,579
Other, net	89	79
Total property, plant and equipment	3,149	3,065
Intangible assets	474	445
Investments and other assets		
Other	1,009	1,000
Allowance for doubtful accounts	(25)	(25)
Total investments and other assets	984	975
Total non-current assets	4,608	4,486
Total assets	20,326	20,018

(Millions of yen)

	As of March 31, 2024	As of September 30, 2024
Liabilities		
Current liabilities		
Notes payable - trade	105	62
Electronically recorded obligations - operating	1,188	820
Accounts payable for construction contracts	3,071	3,433
Income taxes payable	362	228
Advances received on construction contracts in progress	957	955
Provision for bonuses	558	424
Provision for bonuses for directors (and other officers)	16	-
Provision for warranties for completed construction	12	11
Other	945	817
Total current liabilities	7,218	6,755
Non-current liabilities		
Provision for retirement benefits	1,058	1,051
Asset retirement obligations	46	46
Other	372	329
Total non-current liabilities	1,476	1,427
Total liabilities	8,695	8,182
Net assets		
Shareholders' equity		
Share capital	1,581	1,581
Capital surplus	395	395
Retained earnings	9,585	9,800
Treasury shares	(7)	(7)
Total shareholders' equity	11,553	11,769
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	76	67
Total valuation and translation adjustments	76	67
Total net assets	11,630	11,836
Total liabilities and net assets	20,326	20,018

Semi-annual Non-consolidated Statements of Income

(Millions of yen)

	For the six months ended September 30, 2023	For the six months ended September 30, 2024
Net sales of completed construction contracts	9,641	11,026
Cost of sales of completed construction contracts	8,400	9,254
Gross profit on completed construction contracts	1,241	1,771
Selling, general and administrative expenses	1,012	1,161
Operating profit	229	609
Non-operating income		
Dividend income	3	3
Rental income from real estate	23	22
Other	2	2
Total non-operating income	28	28
Non-operating expenses		
Interest expenses	0	0
Rental expenses on real estate	14	10
Stocks maintenance fee	3	4
Other	2	0
Total non-operating expenses	21	16
Ordinary profit	236	621
Extraordinary losses		
Impairment losses	-	41
Total extraordinary losses	-	41
Profit before income taxes	236	580
Income taxes	87	197
Profit	149	382