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Consolidated Financial Results for the Six Months Ended September 30, 2024 [Japanese GAAP]

November 13, 2024

Company name: MATSUI CONSTRUCTION CO., LTD.
Stock exchange listing: Tokyo Stock Exchange
Code number: 1810
URL: https://www.matsui-ken.co.jp/
Representative: Takahiro Matsui, President
Contact: Masaharu Sasaki, General Manager of Accounting Department, Administration Division
Phone: +81-3-3553-1151
Scheduled date of filing semi-annual securities report: November 14, 2024
Scheduled date to commence dividend payments: December 3, 2024
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: None

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

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

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

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Six months ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
September 30, 2024	45,810	(0.0)	403	(36.1)	655	(28.0)	536	(23.0)
September 30, 2023	45,810	8.6	630	(37.6)	910	(25.7)	696	(14.0)

(Note) Comprehensive income: Six months ended September 30, 2024: ¥(67) million [–%]
Six months ended September 30, 2023: ¥2,393 million [156.2%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2024	18.53	–
September 30, 2023	23.84	–

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of September 30, 2024	74,164	47,109	63.5	1,628.92
As of March 31, 2024	77,564	47,619	61.4	1,642.37

(Reference) Equity: As of September 30, 2024: ¥47,109 million
As of March 31, 2024: ¥47,619 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	–	13.00	–	13.00	26.00
Fiscal year ending March 31, 2025	–	15.00			
Fiscal year ending March 31, 2025 (Forecast)			–	15.00	30.00

(Note) Revision to the forecast for dividends announced: None

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2025 (April 1, 2024 - 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
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	99,000	2.1	2,100	694.5	2,500	225.9	1,700	46.3	58.63

(Note) Revision to the financial results forecast announced: None

*** Notes:**

(1) Significant changes in the scope of consolidation during the period: None

(2) Accounting methods adopted particularly for the preparation of semi-annual consolidated financial statements: None

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatement
1) Changes in accounting policies due to the revision of accounting standards: Yes
2) Changes in accounting policies other than 1) above: None
3) Changes in accounting estimates: None
4) Restatement: None

(4) Total number of issued and outstanding shares (common shares)
1) Total number of issued and outstanding shares at the end of the period (including treasury shares):
September 30, 2024: 30,580,000 shares
March 31, 2024: 30,580,000 shares

2) Total number of treasury shares at the end of the period:
September 30, 2024: 1,659,139 shares
March 31, 2024: 1,585,439 shares

3) Average number of shares during the period (cumulative from the beginning of the fiscal year)
Six months ended September 30, 2024: 28,925,645 shares
Six months ended September 30, 2023: 29,207,229 shares

Semi-Annual Consolidated Financial Statements and Principal Notes

(1) Semi-Annual Consolidated Balance Sheets

(Million yen)

	As of March 31, 2024	As of September 30, 2024
Assets		
Current assets		
Cash and deposits	9,294	8,832
Notes receivable, accounts receivable from completed construction contracts and other	26,996	27,587
Electronically recorded monetary claims - operating	827	1,933
Costs on construction contracts in progress	428	319
Real estate for sale	260	0
Accounts receivable - other	3,878	400
Other inventories	234	235
Other	1,583	1,321
Total current assets	43,503	40,631
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	5,882	5,741
Land	10,279	10,693
Other, net	641	453
Total property, plant and equipment	16,803	16,888
Intangible assets	213	232
Investments and other assets		
Investment securities	13,497	12,708
Retirement benefit asset	2,766	2,980
Other	1,307	1,239
Allowance for doubtful accounts	(527)	(517)
Total investments and other assets	17,043	16,411
Total non-current assets	34,061	33,532
Total assets	77,564	74,164

(Million yen)

	As of March 31, 2024	As of September 30, 2024
Liabilities		
Current liabilities		
Accounts payable for construction contracts and other	11,573	9,265
Short-term borrowings	5,000	4,000
Income taxes payable	350	56
Advances received on construction contracts in progress	6,501	7,967
Provision for bonuses	725	685
Provision for loss on construction contracts	825	273
Other provisions	229	210
Other	349	363
Total current liabilities	25,555	22,822
Non-current liabilities		
Retirement benefit liability	1,817	1,771
Other	2,571	2,460
Total non-current liabilities	4,389	4,232
Total liabilities	29,945	27,054
Net assets		
Shareholders' equity		
Share capital	4,000	4,000
Capital surplus	333	333
Retained earnings	37,440	37,599
Treasury shares	(1,147)	(1,213)
Total shareholders' equity	40,626	40,720
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	6,174	5,590
Remeasurements of defined benefit plans	817	798
Total accumulated other comprehensive income	6,992	6,389
Total net assets	47,619	47,109
Total liabilities and net assets	77,564	74,164

(2) Semi-Annual Consolidated Statements of Income and Comprehensive Income

Semi-Annual Consolidated Statements of Income

(Million yen)

	For the six months ended September 30, 2023	For the six months ended September 30, 2024
Net sales	45,810	45,810
Cost of sales	43,034	43,367
Gross profit	2,776	2,442
Selling, general and administrative expenses	2,145	2,039
Operating profit	630	403
Non-operating income		
Interest income	4	5
Dividend income	210	217
Other	86	52
Total non-operating income	302	276
Non-operating expenses		
Interest expenses	9	16
Commission expenses	5	3
Other	7	2
Total non-operating expenses	22	23
Ordinary profit	910	655
Extraordinary income		
Gain on sale of non-current assets	-	15
Gain on sale of investment securities	86	91
Total extraordinary income	86	106
Extraordinary losses		
Loss on sale of investment securities	-	18
Total extraordinary losses	-	18
Profit before income taxes	996	743
Income taxes - current	314	43
Income taxes - deferred	(14)	164
Total income taxes	300	207
Profit	696	536
Profit attributable to owners of parent	696	536

Semi-Annual Consolidated Statements of Comprehensive Income

(Million yen)

	For the six months ended September 30, 2023	For the six months ended September 30, 2024
Profit	696	536
Other comprehensive income		
Valuation difference on available-for-sale securities	1,655	(584)
Remeasurements of defined benefit plans, net of tax	42	(18)
Total other comprehensive income	1,697	(603)
Comprehensive income	2,393	(67)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,393	(67)

(3) Semi-Annual Consolidated Statements of Cash Flows

(Million yen)

	For the six months ended September 30, 2023	For the six months ended September 30, 2024
Cash flows from operating activities		
Profit before income taxes	996	743
Depreciation	243	241
Increase (decrease) in allowance for doubtful accounts	(6)	(9)
Interest and dividend income	(215)	(223)
Interest expenses	9	16
Loss (gain) on sale of property, plant and equipment	-	(15)
Decrease (increase) in trade receivables	45	(1,691)
Decrease (increase) in inventories	(319)	259
Increase (decrease) in trade payables	1,633	(2,239)
Increase (decrease) in advances received on construction contracts in progress	(2,593)	1,465
Decrease (increase) in costs on construction contracts in progress	161	109
Increase (decrease) in provision for bonuses	(38)	(40)
Increase (decrease) in net defined benefit asset and liability	(22)	(287)
Increase (decrease) in provision for loss on construction contracts	13	(552)
Decrease (increase) in accounts receivable - other	(607)	3,478
Increase (decrease) in other provisions	(15)	(19)
Loss (gain) on sale of investment securities	(86)	(72)
Increase (decrease) in accrued consumption taxes	(1,098)	-
Other, net	(604)	290
Subtotal	(2,506)	1,453
Interest and dividends received	183	189
Interest paid	(9)	(16)
Income taxes paid	(458)	(288)
Income taxes refund	1	1
Net cash provided by (used in) operating activities	(2,789)	1,339
Cash flows from investing activities		
Purchase of property, plant and equipment	(172)	(409)
Proceeds from sale of property, plant and equipment	-	65
Loan advances	(2)	-
Proceeds from collection of loans receivable	0	3
Purchase of short-term and long-term investment securities	(301)	(140)
Proceeds from sale and redemption of short-term and long-term investment securities	138	178
Purchase of intangible assets	(15)	(35)
Payments into time deposits	(6)	(6)
Proceeds from withdrawal of time deposits	-	204
Net cash provided by (used in) investing activities	(357)	(141)
Cash flows from financing activities		
Dividends paid	(427)	(376)
Net increase (decrease) in short-term borrowings	-	(1,000)
Net decrease (increase) in treasury shares	(240)	(65)
Other, net	(14)	(13)
Net cash provided by (used in) financing activities	(682)	(1,456)
Net increase (decrease) in cash and cash equivalents	(3,829)	(257)
Cash and cash equivalents at beginning of period	21,000	8,596
Cash and cash equivalents at end of period	17,171	8,339