Translation

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Summary of Consolidated Financial Results for the Three Months Ended June 30, 2024 (Based on Japanese GAAP)

August 2, 2024

Company name: NISSHIN GROUP HOLDINGS Company, Limited
Stock exchange listing: Tokyo
Stock code: 8881 URL https://www.nisshin-hd.co.jp/
Representative: Representative Director and President Takashi Kamiyama
Inquiries: Representative Director and Senior Managing Director Hideki Kuroiwa TEL 03-5360-2016
Scheduled date to commence dividend payments: –
Preparation of supplementary material on financial results: No
Holding of financial results meeting: Yes (for analysts)

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the three months ended June 30, 2024 (from April 1, 2024 to June 30, 2024)

(1) Consolidated operating results (cumulative) Percentages indicate year-on-year changes

	Net sales		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, 2024	12,355	(1.1)	(98)	–	(169)	–	(176)	–
Three months ended June 30, 2023	12,498	(0.8)	(368)	–	(419)	–	(327)	–

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2024	(3.76)	–
Three months ended June 30, 2023	(7.00)	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of June 30, 2024	121,056	66,066	54.4	1,408.98
As of March 31, 2024	121,999	67,415	55.1	1,437.45

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, 2024	–	0.00	–	23.00	23.00
Year ending March 31, 2025	–				
Year ending March 31, 2025 (Forecast)		0.00	–	23.00	23.00

3. Forecast of consolidated financial results for the year ending March 31, 2025 (from April 1, 2024 to March 31, 2025)

Percentages indicate year-on-year changes

	Net sales		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
Full year	82,000	1.2	3,700	4.9	3,400	5.4	2,200	4.5	47.06

4. Notes

(1) Significant changes in the scope of consolidation during the three months ended June 30, 2024: 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:	Yes
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, 2024	46,951,260 shares	As of March 31, 2024	46,951,260 shares

Number of treasury shares at the end of the period

As of June 30, 2024	204,412 shares	As of March 31, 2024	204,412 shares

Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2024	46,746,848 shares	Three months ended June 30, 2023	46,737,648 shares

Quarterly consolidated financial statements
Consolidated balance sheets

(Thousands of yen)

	As of March 31, 2024	As of June 30, 2024
Assets		
Current assets		
Cash and deposits	57,920,385	51,471,787
Notes receivable, accounts receivable from completed construction contracts and other	14,254,492	15,322,461
Electronically recorded monetary claims - operating	1,644,796	1,658,223
Real estate for sale	7,561,606	8,043,093
Costs on real estate business	21,511,774	25,658,829
Costs on construction contracts in progress	5,868	17,322
Short-term loans receivable	16,951	13,961
Accounts receivable - other	1,450,367	1,029,091
Other	868,679	1,081,910
Allowance for doubtful accounts	(82,836)	(78,638)
Total current assets	105,152,085	104,218,043
Non-current assets		
Property, plant and equipment	11,283,178	11,236,862
Intangible assets	270,245	276,980
Investments and other assets	5,294,204	5,325,085
Total non-current assets	16,847,628	16,838,928
Total assets	121,999,714	121,056,972
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	4,664,578	3,966,719
Electronically recorded obligations - operating	8,524,632	5,558,615
Short-term borrowings	11,794,437	16,772,224
Current portion of bonds payable	20,000	20,000
Income taxes payable	444,987	63,889
Provisions		
Provision for bonuses	496,508	160,344
Provision for warranties for completed construction	124,021	143,022
Provision for loss on construction contracts	4,944	670
Provision for shareholder benefit program	51,306	22,427
Other	3,000,735	3,902,196
Total current liabilities	29,126,152	30,610,110
Non-current liabilities		
Bonds payable	220,000	220,000
Long-term borrowings	22,918,988	21,826,478
Provisions		
Provision for share awards for directors (and other officers)	59,384	65,312
Retirement benefit liability	1,771,659	1,750,349
Other	487,994	518,222
Total non-current liabilities	25,458,026	24,380,362
Total liabilities	54,584,179	54,990,473

(Thousands of yen)

	As of March 31, 2024	As of June 30, 2024
Net assets		
Shareholders' equity		
Share capital	10,111,411	10,111,411
Capital surplus	428,502	428,775
Retained earnings	56,184,965	54,930,015
Treasury shares	(105,239)	(105,239)
Total shareholders' equity	66,619,639	65,364,962
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	571,063	496,000
Remeasurements of defined benefit plans	5,924	4,442
Total accumulated other comprehensive income	576,987	500,443
Non-controlling interests	218,907	201,093
Total net assets	67,415,534	66,066,499
Total liabilities and net assets	121,999,714	121,056,972

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

Consolidated statements of income (cumulative)

(Thousands of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
Net sales	12,498,346	12,355,577
Cost of sales	11,233,069	10,763,929
Gross profit	1,265,276	1,591,648
Selling, general and administrative expenses	1,633,392	1,689,873
Operating loss	(368,115)	(98,225)
Non-operating income		
Interest income	229	708
Dividend income	9,319	10,251
Reversal of allowance for doubtful accounts	13,499	10,010
Other	25,253	25,645
Total non-operating income	48,301	46,615
Non-operating expenses		
Interest expenses	93,617	108,338
Commission expenses	1,178	6,605
Other	4,895	3,160
Total non-operating expenses	99,691	118,104
Ordinary loss	(419,505)	(169,715)
Extraordinary income		
Gain on sale of non-current assets	319	–
Total extraordinary income	319	–
Extraordinary losses		
Loss on retirement of non-current assets	–	1,217
Extraordinary losses	–	1,217
Loss before income taxes	(419,186)	(170,932)
Income taxes - current	17,247	37,386
Income taxes - deferred	(109,060)	(14,651)
Total income taxes	(91,813)	22,735
Loss	(327,372)	(193,667)
Loss attributable to non-controlling interests	(73)	(17,541)
Loss attributable to owners of parent	(327,299)	(176,126)

Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
Loss	(327,372)	(193,667)
Other comprehensive income		
Valuation difference on available-for-sale securities	90,326	(75,062)
Remeasurements of defined benefit plans, net of tax	1,947	(1,481)
Total other comprehensive income	92,273	(76,543)
Comprehensive income	(235,098)	(270,211)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(235,025)	(252,670)
Comprehensive income attributable to non-controlling interests	(73)	(17,541)