Note: This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

Consolidated Financial Results for the Nine Months Ended December 31, 2024 [Japanese GAAP]

February 12, 2025

Company name: TOKYU CONSTRUCTION CO., LTD.
Listing: Tokyo
Securities code: 1720
URL: https://www.tokyu-cnst.co.jp/
Representative: Mitsuhiro Terada, Representative Director and President
Inquiries: Seiichi Ishiyama, General Manager, Finance Department
Telephone: +81-3(5466)5061
Scheduled date to commence dividend payments: -
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. Consolidated Financial Results for the Nine Months Ended December 31, 2024 (April 1, 2024 to December 31, 2024)

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

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Nine months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
December 31, 2024	196,781	(4.1)	3,178	21.5	3,582	3.1	2,814	(6.1)
December 31, 2023	205,198	2.1	2,614	52.4	3,474	112.8	2,997	29.9

(Note) Comprehensive income: Nine months ended December 31, 2024: ¥ 1,520 million [(53.6) %]
Nine months ended December 31, 2023: ¥ 3,277 million [52.9%]

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
December 31, 2024	26.63	-
December 31, 2023	28.47	-

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
As of	Millions of yen	Millions of yen	%
December 31, 2024	277,251	98,521	35.2
March 31, 2024	264,525	100,789	37.8

(Reference) Equity: As of December 31, 2024: ¥ 97,580 million
As of March 31, 2024: ¥ 99,966 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	-	18.00	-	19.00	37.00
Fiscal year ending March 31, 2025	-	19.00	-		
Fiscal year ending March 31, 2025 (Forecast)				19.00	38.00

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

3. 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		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	294,000	2.9	6,900	(15.4)	7,000	(28.1)	5,000	(31.2)	47.22

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

* Notes:

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

Newly included: - (Company name:)

Excluded: - (Company name:)

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: None

(3) Changes in accounting policies, changes in accounting estimates, and restatement

1) Changes in accounting policies due to revisions to accounting standards and other regulations: Yes

2) Changes in accounting policies due to other reasons: None

3) Changes in accounting estimates: None

4) Restatement: None

(4) Number of issued shares (common shares)

1) Total number of issued shares at the end of the period (including treasury shares):

December 31, 2024: 106,761,205 shares

March 31, 2024: 106,761,205 shares

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

December 31, 2024: 870,853 shares

March 31, 2024: 1,243,973 shares

3) Average number of shares outstanding during the period:

Nine months ended December 31, 2024: 105,670,251 shares

Nine months ended December 31, 2023: 105,282,252 shares

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

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: None

* Proper use of earnings forecasts, and other special matters

The statements regarding forecast of financial results in this report are based on the information that is available to the Company, as well as certain assumptions that are deemed to be reasonable by management, and they are not meant to be a commitment by the Company. Therefore, there might be cases in which actual results differ materially from forecast values due to various factors.

Quarterly Consolidated Financial Statements

Quarterly Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2024	As of December 31, 2024
Assets		
Current assets		
Cash and deposits	32,122	35,111
Notes receivable, accounts receivable from completed construction contracts and other	153,707	158,571
Costs on construction contracts in progress	4,676	11,045
Costs on real estate business	27	39
Real estate for sale	8,031	7,982
Raw materials and supplies	90	87
Other	7,964	8,086
Allowance for doubtful accounts	(78)	(83)
Total current assets	206,541	220,840
Non-current assets		
Property, plant and equipment	22,478	23,045
Intangible assets	1,460	1,346
Investments and other assets		
Investment securities	30,040	27,869
Long-term loans receivable	3	3
Retirement benefit asset	1,455	1,512
Deferred tax assets	159	209
Other	2,386	2,443
Allowance for doubtful accounts	(0)	(20)
Total investments and other assets	34,045	32,018
Total non-current assets	57,984	56,410
Total assets	264,525	277,251
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	39,687	41,507
Electronically recorded obligations - operating	16,368	17,760
Short-term borrowings	33,207	42,080
Income taxes payable	352	647
Advances received on construction contracts in progress	11,971	20,094
Deposits received - real estate business	14	137
Provision for warranties for completed construction	6,497	5,813
Provision for loss on construction contracts	6,631	6,204
Provision for bonuses	2,707	1,574
Provision for loss on business liquidation	19	39
Deposits received	15,130	13,474
Other	4,799	2,571
Total current liabilities	137,388	151,905
Non-current liabilities		
Long-term borrowings	21,521	22,778
Deferred tax liabilities	993	783
Provision for share awards for directors (and other officers)	18	18
Provision for loss on real estate business and other	2,415	1,708
Retirement benefit liability	309	382
Other	1,089	1,151
Total non-current liabilities	26,347	26,824
Total liabilities	163,735	178,729

(Millions of yen)

	As of March 31, 2024	As of December 31, 2024
Net assets		
Shareholders' equity		
Share capital	16,354	16,354
Capital surplus	3,533	3,543
Retained earnings	73,553	72,328
Treasury shares	(769)	(531)
Total shareholders' equity	92,672	91,695
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	5,244	3,897
Foreign currency translation adjustment	417	559
Remeasurements of defined benefit plans	1,632	1,426
Total accumulated other comprehensive income	7,293	5,884
Non-controlling interests	823	941
Total net assets	100,789	98,521
Total liabilities and net assets	264,525	277,251

Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income (For the nine months)

(Millions of yen)

	For the nine months ended December 31, 2023	For the nine months ended December 31, 2024
Net sales		
Net sales of completed construction contracts	203,138	194,113
Net sales in real estate business and other	2,060	2,668
Total net sales	205,198	196,781
Cost of sales		
Cost of sales of completed construction contracts	189,552	178,263
Cost of sales in real estate business and other	(78)	1,131
Total cost of sales	189,473	179,395
Gross profit		
Gross profit on completed construction contracts	13,585	15,849
Gross profit on real estate business and other	2,139	1,536
Total gross profit	15,725	17,386
Selling, general and administrative expenses	13,110	14,208
Operating profit	2,614	3,178
Non-operating income		
Interest income	14	19
Dividend income	154	211
Share of profit of entities accounted for using equity method	738	1,050
Other	404	84
Total non-operating income	1,312	1,365
Non-operating expenses		
Interest expenses	158	236
Foreign exchange losses	-	332
Other	294	392
Total non-operating expenses	453	961
Ordinary profit	3,474	3,582
Extraordinary income		
Gain on sale of investment securities	264	793
Subsidies income	-	203
Total extraordinary income	264	997
Extraordinary losses		
Impairment losses	61	-
Loss on tax purpose reduction entry of non-current assets	-	203
Total extraordinary losses	61	203
Profit before income taxes	3,677	4,376
Income taxes - current	333	1,007
Income taxes - deferred	285	440
Total income taxes	619	1,448
Profit	3,057	2,928
Profit attributable to non-controlling interests	59	114
Profit attributable to owners of parent	2,997	2,814

Quarterly Consolidated Statements of Comprehensive Income (For the nine months)

(Millions of yen)

	For the nine months ended December 31, 2023	For the nine months ended December 31, 2024
Profit	3,057	2,928
Other comprehensive income		
Valuation difference on available-for-sale securities	213	(1,388)
Foreign currency translation adjustment	(45)	(9)
Remeasurements of defined benefit plans, net of tax	122	(200)
Share of other comprehensive income of entities accounted for using equity method	(72)	190
Total other comprehensive income	219	(1,407)
Comprehensive income	3,277	1,520
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,215	1,404
Comprehensive income attributable to non-controlling interests	61	115