

Translation

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

November 5, 2024

Company name: NIHON DENGI CO.,LTD
 Stock exchange listing: Tokyo
 Stock code: 1723 URL <https://www.nihondengi.co.jp/>
 Representative: PRESIDENT SHIMADA RYOSUKE
 DIRECTOR,EXECUTIVE
 OFFICER,DIVISION DIRECTOR OF
 Inquiries: PLANNING &ADMINISTRATION YOSHIKI KOBAYASHI TEL 03-5624-1100
 DIVISION
 Scheduled date to file Semi-annual Securities Report: November 13, 2024
 Scheduled date to commence dividend payments: December 2, 2024
 Preparation of supplementary material on financial results: Yes
 Holding of financial results meeting: Yes

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the six months ended September 30, 2024 (from April 1, 2024 to September 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	%
Six months ended September 30, 2024	14,987	(3.8)	2,318	32.6	2,409	32.1	1,646	33.3
Six months ended September 30, 2023	15,584	34.8	1,748	186.7	1,824	170.7	1,234	174.1

	Earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2024	206.85	—
Six months ended September 30, 2023	154.50	—

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2024	43,912	35,352	80.5
As of March 31, 2024	46,021	34,460	74.9

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	—	76.00	—	108.00	184.00
Year ending March 31, 2025	—	82.00	—	—	—
Year ending March 31, 2025 (Forecast)	—	—	—	74.00	—

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	42,500	9.3	7,500	20.0	7,600	20.2	5,300	13.4	332.85

4. Notes

(1) Significant changes in the scope of consolidation during the six months ended September 30, 2024: No

(2) Application of special accounting methods for preparing semi-annual 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: No

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 September 30, 2024	8,197,500 shares	As of March 31, 2024	8,197,500 shares
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Number of treasury shares at the end of the period

As of September 30, 2024	234,932 shares	As of March 31, 2024	238,108 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2024	7,960,589 shares	Six months ended September 30, 2023	7,993,197 shares
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Semi-annual consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2024	As of September 30, 2024
Assets		
Current assets		
Cash and deposits	5,930	6,095
Notes receivable, accounts receivable from completed construction contracts and other	9,879	6,337
Electronically recorded monetary claims - operating	4,374	3,393
Securities	5,899	6,590
Costs on construction contracts in progress	1,024	1,848
Other inventories	21	40
Other	1,160	1,886
Allowance for doubtful accounts	(0)	(0)
Total current assets	28,289	26,191
Non-current assets		
Property, plant and equipment	872	864
Intangible assets	755	785
Investments and other assets		
Investment securities	13,285	13,558
Other	2,821	2,515
Allowance for doubtful accounts	(2)	(3)
Total investments and other assets	16,103	16,070
Total non-current assets	17,732	17,720
Total assets	46,021	43,912
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	3,171	2,964
Income taxes payable	1,076	70
Advances received on construction contracts in progress	1,041	2,454
Provision for warranties for completed construction	26	25
Provision for loss on construction contracts	—	5
Other	5,066	1,756
Total current liabilities	10,382	7,277
Non-current liabilities		
Retirement benefit liability	161	158
Provision for share awards	55	82
Asset retirement obligations	84	84
Other	877	957
Total non-current liabilities	1,179	1,282
Total liabilities	11,561	8,560

	(Millions of yen)	
	As of March 31, 2024	As of September 30, 2024
Net assets		
Shareholders' equity		
Share capital	470	470
Capital surplus	483	491
Retained earnings	32,969	33,748
Treasury shares	(761)	(752)
Total shareholders' equity	33,162	33,957
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,297	1,394
Total accumulated other comprehensive income	1,297	1,394
Total net assets	34,460	35,352
Total liabilities and net assets	46,021	43,912

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

Consolidated statements of income (cumulative)

(Millions of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Net sales	15,584	14,987
Cost of sales	10,484	8,965
Gross profit	5,100	6,022
Selling, general and administrative expenses	3,352	3,703
Operating profit	1,748	2,318
Non-operating income		
Interest income	16	24
Dividend income	35	55
Other	24	16
Total non-operating income	76	95
Non-operating expenses		
Loss on valuation of derivatives	—	4
Total non-operating expenses	—	4
Ordinary profit	1,824	2,409
Profit before income taxes	1,824	2,409
Income taxes - current	4	18
Income taxes - deferred	585	744
Total income taxes	589	762
Profit	1,234	1,646
Profit attributable to owners of parent	1,234	1,646

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Profit	1,234	1,646
Other comprehensive income		
Valuation difference on available-for-sale securities	314	96
Total other comprehensive income	314	96
Comprehensive income	1,549	1,743
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,549	1,743