Note: This document is a translation of a part of the original Japanese version and provided for reference purposes only. In the event of any discrepancy between the Japanese original and this English translation, the Japanese original shall prevail.

Consolidated Financial Results for the Year Ended March 31, 2024 [Japanese GAAP]

April 30, 2024

Company name: NIPPON DENSETSU KOGYO CO., LTD. Stock exchange listing: Tokyo Code number: 1950 URL: https://www.densetsuko.co.jp/ Representative: Kazushige Yasuda , President and Representative Director Contact: Minoru Ito , General Manager of Finance Department Phone: +81-3-3822-8811 Scheduled date of Annual General Meeting of Shareholders: June 21, 2024 Scheduled date of commencing dividend payments: June 24, 2024 Scheduled date of filing annual securities report: June 21, 2024 Availability of supplementary briefing material on annual financial results: Yes Schedule of annual financial results briefing session: Yes

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

1. Consolidated Financial Results for the Fiscal Year Ended March 31, 2024 (April 1, 2023 to March 31, 2024)

(1) Consolidated Operating Re	(% indicates changes from the previous corresponding period.)							
	Net sales		Operating profit		Ordinary profit		Profit attribut owners of p	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2024	194,031	12.7	13,448	39.2	14,900	36.7	10,042	40.0
March 31, 2023	172,100	(0.8)	9,658	29.6	10,903	25.3	7,171	37.3
(Note) Comprehensive income: Fiscal year ended March 31, 2024: ¥ 16,461 million [133.9%]								
	$\begin{array}{c} \text{Fiscal year ended March 31, 2023: } \\ \text{Fiscal year ended March 31, 2023: } \\ \text{Fiscal year ended March 31, 2023: } \\ \end{array}$							

	Basic earnings per share	Diluted earnings per share	Rate of return on equity	Ordinary profit to total assets ratio	Operating profit to net sales ratio
Fiscal year ended	Yen	Yen	%	%	%
March 31, 2024	164.39	-	5.5	5.5	6.9
March 31, 2023	116.66	-	4.1	4.2	5.6

(Reference) Equity in earnings (losses) of affiliated companies:

Fiscal year ended March 31, 2024: ¥ 218 million Fiscal year ended March 31, 2023: ¥ 14 million

(2) Consolidated Financial Position

		Total assets	Net assets	Capital adequacy ratio	Net assets per share
As of		Millions of yen	Millions of yen	%	Yen
March 31, 2024		282,597	199,115	65.7	3,150.54
March 31, 2023		261,371	190,234	67.8	2,883.17
(Reference) Equity:	As of	March 31, 2024: ¥ 18	35,793 million		

e) Equity: As of March 31, 2024: ¥ 185,793 million As of March 31, 2023: ¥ 177,234 million

(3) Consolidated Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at the end of period
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2024	7,383	(4,178)	(7,932)	35,896
March 31, 2023	13,234	(12,441)	(2,342)	40,624

2. Dividends

	Total	Payout	Dividends to net					
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total	dividends	ratio (consolidated)	assets (consolidated)
Fiscal year ended	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
March 31, 2023	-	-	-	37.00	37.00	2,276	31.7	1.3
March 31, 2024	-	-	-	47.00	47.00	2,773	28.6	1.6
Fiscal year ending								
March 31, 2025	-	-	-	50.00	50.00		28.1	
(Forecast)								

(Note) Breakdown of the year-end dividend for the fiscal year ended March 31, 2024 :

Commemorative dividend	42.00 yen
Special dividend	5.00 yen

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

(% indicates changes from the previous corresponding period.)									
	Net sales		Operating profit		Ordinary profit		Ordinary profit Profit attributable to owners of parent		Basic earnings per share
							owners of parent		silale
	Millions of		Millions of		Millions of		Millions of		
	yen	%	yen	%	yen	%	yen	%	Yen
Full year	205,160	5.7	14,670	9.1	15,830	6.2	10,500	4.6	178.05

))

* Notes:

(1) Changes in significant subsidiaries during the period under review (changes in specified subsidiaries resulting in changes in scope of consolidation): No

New	-	(Company name:
Exclusion:	-	(Company name:

(2) Changes in accounting policies, changes in accounting estimates and retrospective restatement

- 1) Changes in accounting policies due to the revision of accounting standards: No
- 2) Changes in accounting policies other than 1) above: No

3) Changes in accounting estimates: No

4) Retrospective restatement: No

(3) Total number of issued shares (common shares)

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

- March 31, 2024: 61,537,219 shares March 31, 2023: 61,537,219 shares
- 2) Number of treasury shares at the end of the period: March 31, 2024: 2,565,390 shares

March 31, 2023:	65,241	shares
-----------------	--------	--------

3) Average number of shares outstanding during the period:
 Fiscal Year ended March 31, 2024: 61,087,291 shares
 Fiscal Year ended March 31, 2023: 61,471,999 shares

(Reference) Summary of Non-consolidated Financial Results

(1) Non-consolidated Operating Results				% indicate	es changes from	the previo	us corresponding	g period.)
	Net sales Operating profit		Ordinary profit		Net income			
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2024	155,773	14.7	10,727	48.5	12,405	42.0	8,938	43.3
March 31, 2023	135,762	(2.3)	7,221	16.7	8,733	15.4	6,237	30.3

1. Non-consolidated Financial Results for the Fiscal Year Ended March 31, 2024 (April 1, 2023 to March 31, 2024)

	Basic earnings per share	Diluted earnings per share
Fiscal year ended	Yen	Yen
March 31, 2024	146.22	-
March 31, 2023	101.40	-

(2) Non-consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
March 31, 2024	224,113	149,349	66.6	2,530.77
March 31, 2023	207,874	143,498	69.0	2,332.78

(Reference) Equity: As of March 31, 2024: ¥ 149,349 million As of March 31, 2023: ¥ 143,498 million

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

(% indicates changes from the previous corresponding period.)

	Net s	ales	Operatin	ıg profit	Ordinar	y profit	Net in	come	Basic earnings per share
	Millions of		Millions of		Millions of		Millions of		
	yen	%	yen	%	yen	%	yen	%	Yen
Full year	164,890	5.9	12,590	17.4	14,220	14.6	10,150	13.6	171.99

Consolidated Financial Statements

Consolidated Balance Sheets

		(Millions of yen)
	As of March 31, 2023	As of March 31, 2024
Assets		
Current assets		
Cash and deposits	7,146	10,415
Notes receivable, accounts receivable from completed construction contracts and other	102,739	119,952
Electronically recorded monetary claims - operating	1,075	482
Securities	35,199	25,799
Costs on construction contracts in progress	4,731	4,64
Other	5,531	5,882
Allowance for doubtful accounts	(5)	(1)
– Total current assets	156,419	167,16
Non-current assets		
Property, plant and equipment		
Buildings and structures	46,829	47,28
Machinery, vehicles, tools, furniture and	18,718	19,43
fixtures		
Land	27,296	29,19
Construction in progress	528	82
Other	2,030	2,12
Accumulated depreciation	(38,484)	(40,49
Total property, plant and equipment	56,919	58,37
Intangible assets	6,523	7,08
Investments and other assets		
Investment securities	35,309	42,37
Retirement benefit asset	3,029	4,26
Deferred tax assets	2,356	2,51
Other	814	82
Allowance for doubtful accounts	(2)	(
Total investments and other assets	41,508	49,97
Total non-current assets	104,951	115,43
Total assets	261,371	282,59
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	30,274	34,96
Electronically recorded obligations - operating	10,366	11,80
Short-term borrowings	100	10
Income taxes payable	3,174	5,81
Advances received on construction contracts in progress	1,646	1,27
Provision for warranties for completed construction	66	6
Provision for loss on construction contracts	466	1,01
Provision for bonuses	6,177	6,93
Provision for bonuses for directors (and other officers)	81	8
Other	5,914	6,92
Total current liabilities	58,267	68,97

	As of March 31, 2023	As of March 31, 2024
Non-current liabilities		
Provision for retirement benefits for directors (and other officers)	84	90
Deferred tax liabilities	535	2,510
Retirement benefit liability	10,964	10,652
Other	1,285	1,257
Total non-current liabilities	12,868	14,511
Total liabilities	71,136	83,482
Net assets		
Shareholders' equity		
Share capital	8,494	8,494
Capital surplus	7,792	7,792
Retained earnings	150,674	158,440
Treasury shares	(26)	(5,241)
 Total shareholders' equity	166,934	169,485
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	9,453	13,979
Remeasurements of defined benefit plans	845	2,328
Total accumulated other comprehensive income	10,299	16,307
Non-controlling interests	13,000	13,321
Total net assets	190,234	199,115
Total liabilities and net assets	261,371	282,597

Consolidated Statements of Income and Comprehensive Income

Consolidated Statements of Income

	For the fiscal year ended March 31, 2023	For the fiscal year ended March 31, 2024
Net sales of completed construction contracts	172,100	194,031
Cost of sales of completed construction contracts	148,182	165,522
Gross profit on completed construction contracts	23,917	28,509
Selling, general and administrative expenses	14,258	15,060
Operating profit	9,658	13,448
Non-operating income		
Interest income	26	31
Dividend income	797	815
Share of profit of entities accounted for using equity method	14	218
Other	408	388
Total non-operating income	1,247	1,454
Non-operating expenses		
Interest expenses	0	0
Other	2	1
Total non-operating expenses	2	1
Ordinary profit	10,903	14,900
Extraordinary income		
Gain on sale of non-current assets	108	(
Gain on sale of investment securities	271	833
Subsidy income	-	48
Total extraordinary income	380	881
Extraordinary losses		
Loss on sale and retirement of non-current assets	318	291
Loss on tax purpose reduction entry of non-current assets	-	48
Other	-	1
Total extraordinary losses	318	341
Profit before income taxes	10,965	15,441
Income taxes - current	3,148	5,813
Income taxes - deferred	370	(794
Total income taxes	3,519	5,018
Profit	7,446	10,422
Profit attributable to non-controlling interests	274	380
Profit attributable to owners of parent	7,171	10,042

Consolidated Statements of Comprehensive Income

		(Millions of yen)
	For the fiscal year ended March 31, 2023	For the fiscal year ended March 31, 2024
Profit	7,446	10,422
Other comprehensive income		
Valuation difference on available-for-sale securities	146	4,538
Remeasurements of defined benefit plans, net of tax	(554)	1,482
Share of other comprehensive income of entities accounted for using equity method	0	17
Total other comprehensive income	(407)	6,038
Comprehensive income	7,038	16,461
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	6,772	16,050
Comprehensive income attributable to non-controlling interests	266	410

Consolidated Statements of Changes in Equity For the fiscal year ended March 31, 2023

			Shareholders' equity		
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	8,494	7,792	145,409	(26)	161,669
Changes during period					
Dividends of surplus			(1,906)		(1,906)
Profit attributable to owners of parent			7,171		7,171
Purchase of treasury shares				(0)	(0)
Net changes in items other than shareholders' equity					
Total changes during period	-	-	5,264	(0)	5,264
Balance at end of period	8,494	7,792	150,674	(26)	166,934

	Accumulat	ted other comprehens	ive income		
	Valuation difference on available-for-sale securities		Total accumulated other comprehensive income	Non-controlling interests	Total net assets
Balance at beginning of period	9,298	1,400	10,698	12,823	185,192
Changes during period					
Dividends of surplus					(1,906)
Profit attributable to owners of parent					7,171
Purchase of treasury shares					(0)
Net changes in items other than shareholders' equity	155	(554)	(399)	176	(222)
Total changes during period	155	(554)	(399)	176	5,041
Balance at end of period	9,453	845	10,299	13,000	190,234

For the fiscal year ended March 31, 2024

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	8,494	7,792	150,674	(26)	166,934
Changes during period					
Dividends of surplus			(2,276)		(2,276)
Profit attributable to owners of parent			10,042		10,042
Purchase of treasury shares				(5,215)	(5,215)
Net changes in items other than shareholders' equity					
Total changes during period	-	-	7,766	(5,215)	2,550
Balance at end of period	8,494	7,792	158,440	(5,241)	169,485

	Accumulat	ted other comprehens	ive income		
	Valuation difference on available-for-sale securities	Remeasurements of defined benefit plans	Total accumulated other comprehensive income	Non-controlling interests	Total net assets
Balance at beginning of period	9,453	845	10,299	13,000	190,234
Changes during period					
Dividends of surplus					(2,276)
Profit attributable to owners of parent					10,042
Purchase of treasury shares					(5,215)
Net changes in items other than shareholders' equity	4,525	1,482	6,008	321	6,329
Total changes during period	4,525	1,482	6,008	321	8,880
Balance at end of period	13,979	2,328	16,307	13,321	199,115

Consolidated Statements of Cash Flows

	For the fiscal year ended March 31, 2023	(Millions of yen) For the fiscal year ended March 31, 2024
Cash flows from operating activities		
Profit before income taxes	10,965	15,441
Depreciation	3,678	3,779
Increase (decrease) in allowance for doubtful accounts	(1)	10
Increase (decrease) in provision for warranties for completed construction	(122)	(4
Increase (decrease) in provision for loss on construction contracts	(270)	545
Increase (decrease) in provision for bonuses	(73)	758
Increase (decrease) in provision for bonuses for directors (and other officers)	(2)	6
Increase (decrease) in retirement benefit liability	489	785
Increase (decrease) in provision for retirement benefits for directors (and other officers)	(17)	6
Interest and dividend income	(824)	(84)
Interest expenses	0	
Share of loss (profit) of entities accounted for using equity method	(14)	(21)
Loss (gain) on sale and retirement of property, plant and equipment	4	29
Loss (gain) on sale of investment securities	(271)	(83
Decrease (increase) in trade receivables Decrease (increase) in costs on construction contracts	3,254 1,340	(16,61
in progress Increase (decrease) in trade payables		6,13
Increase (decrease) in data payables	(1,650)	,
construction contracts in progress	(468)	(37
Decrease (increase) in other assets	(1,570)	(50
Increase (decrease) in other liabilities	548	1,30
Other, net	200	2
Subtotal	15,193	9,77
Interest and dividends received	828	85
Interest paid	(0)	(
Income taxes paid	(2,786)	(3,23
Net cash provided by (used in) operating activities	13,234	7,38
ash flows from investing activities		
Net decrease (increase) in short-term investment securities	3,099	1,70
Purchase of property, plant and equipment	(13,327)	(3,62
Proceeds from sale of property, plant and equipment	222	
Purchase of intangible assets	(2,456)	(2,17
Purchase of investment securities	(202)	(99
Proceeds from sale of investment securities	384	1,18
Proceeds from collection of loans receivable	40	2
Other, net	(202)	(29
Net cash provided by (used in) investing activities	(12,441)	(4,17

(Millions of yen) For the fiscal year ended March 31, 2024 For the fiscal year ended March 31, 2023 Cash flows from financing activities (0) (5,215) Purchase of treasury shares Repayments of lease liabilities (349) (357) Dividends paid (1,903) (2,270) Dividends paid to non-controlling interests (89) (89) (7,932) Net cash provided by (used in) financing activities (2,342) Net increase (decrease) in cash and cash equivalents (1,549) (4,728) 42,173 Cash and cash equivalents at beginning of period 40,624 Cash and cash equivalents at end of period 40,624 35,896

Non-consolidated Financial Statements

Non-consolidated Balance Sheets

	As of March 31, 2023	As of March 31, 2024
Assets		
Current assets		
Cash and deposits	3,521	7,812
Notes receivable - trade	44	84
Electronically recorded monetary claims - operating	1,075	481
Accounts receivable from completed construction contracts	91,875	108,880
Securities	25,498	12,998
Costs on construction contracts in progress	3,173	2,93
Other	10,020	11,477
Allowance for doubtful accounts	(5)	(1)
Total current assets	135,203	144,65
Non-current assets		
Property, plant and equipment		
Buildings	29,072	29,40
Accumulated depreciation	(15,894)	(16,47
Buildings, net	13,178	12,92
Structures	2,122	2,15
Accumulated depreciation	(1,591)	(1,65
Structures, net	531	49
Machinery and equipment	1,384	1,44
Accumulated depreciation	(1,087)	(1,16
Machinery and equipment, net	296	28
Vehicles	5,816	6,06
Accumulated depreciation	(3,631)	(4,03
Vehicles, net	2,184	2,03
Tools, furniture and fixtures	5,439	5,69
Accumulated depreciation	(4,713)	(5,01
Tools, furniture and fixtures, net	725	68
Land	21,747	23,66
Leased assets	196	20
Accumulated depreciation	(89)	(11
Leased assets, net	106	9
Construction in progress	447	74
Total property, plant and equipment	39,218	40,92
Intangible assets		
Software	90	10
Other	894	2

(Millions of yen)

9

Investments and other assets9,40723,934Investments accurities19,40723,934Shares of subsidiaries and associates9,49910,929Bonds of subsidiaries and associates498498Long-term loans receivable3125Long-term loans receivable for subsidiaries and associates60-Distressed receivables266Long-term prepaid expenses2.866Prepaid pension costs2,2062,400Deferred tax assets209-Other433460Allowance for doubful accounts(2)(6)Total asset32,46688,405Total assets22,67079,457Total assets22,67079,457Total assets22,58730,313Short-erm borowings5,3925,479Accounts payable - trade520408Electronically recorded obligations - operating10,36611,808Accounts payable for construction contracts2,58730,313Short-erm borowings5,3925,479Lease liabilities2728Income taxes payable6662Provision for boranses for directors (and other officers)5147Other514776Provision for boranses for directors (and other officers)7,1287,637Provision for onsames for directors (and other officers)7,1287,637Total non-current liabilities7,1287,637Total		As of March 31, 2023	As of March 31, 2024
Investment securities19,40723,934Shares of subsidiaries and associates9,49910929Bondo f subsidiaries and associates498498Long-term loans receivable3125Long-term coans receivable3125Cong-term prepaid expenses60-Distressed receivables266Prepaid pension costs2,2962,490Deferred tax assets209-Other433440Allowance for doubtful accounts(2)(61Total investments and other assets32,24638,405Total non-current assets22,67079,487Total asset20,7874224,113LiabilitiesCurrent liabilitiesCurrent liabilities2,589730,313Short-term borowings5,3925,479Lease liabilities2,728Income taxes payable for construction contracts2,589730,313Short-term borowings5,3925,479Provision for los an construction contracts4,661012Provision for los an construction contracts7,67061Deferred tax liabilities-10,77Provision for los an construction contracts7,1287,633Accounts payable for construction contracts4,6662Provision for los an construction contracts7,6606,61Other52,6506,54746,61Deferred tax liabilities7,1287,633	Investments and other assets		
Shares of subsidiaries and associates 9,499 10,929 Bonds of subsidiaries and associates 498 498 Long-term loans receivable 11 25 Long-term loans receivable 60 - Distressed receivables 2 66 Long-term port excivables 2,296 2,490 Deferred tax assets 209 - Other 433 460 Allowance for doubtful accounts 2,296 3,8405 Total investments and other assets 32,466 38,405 Total investments and other assets 20,7670 79,457 Total investments and other assets 32,466 11,808 Accounts payable trade 520 4066 Accounts payable for construction contracts 2,897 30,313 Short-term borrowings 53,892 5,479 Lease liabilities 27 28 Income taxes payable 1,697 1,129 Provision for bonuses for directors (and other or offices) 3,479 4,793 Other 5,650 6,5,5		19.407	23.934
Bonds of subsidiaries and associates498498Long-term lonus receivable3125Long-term lonus receivables60-Distressed receivables26Long-term prepaid expenses2866Prepaid pension costs2,2962,490Deferred tax assets209-Other433460Allowance for doubtful accounts(2)(6)Total non-current assets32,26638,405Total non-current assets207,874224,113Liabilities207,874224,113Liabilities10,36611,808Current liabilities27,7079,343Short-term horrowings5,3925,479Lasse liabilities27,728Income taxes payable - trade52,5730,313Short-term horrowings5,3925,479Lasse liabilities2,5254,661Advances received on construction contracts4661,012Provision for horases for directors (and other officers)5,1623,73Other52,8555,7523,753Asset retirement benefits7,1287,633Asset retirement benefits			
Long-term loans receivable3125Long-term loans receivable from subsidiaries and associates60-Distressed receivables26Long-term prepaid expenses2.866Prepaid pension costs2.2962.490Deferred tax assets209-Other4334460Allownee for doubtful accounts(2)(6)Total investments and other assets32,46638,405Total non-current assets72,67079,457Total asset72,67079,457Total asset520408Electronically recorded obligations - operating10,36611,808Accounts payable for construction contracts25,89730,313Short-term browings5,3925,479Lease liabilities7728Income taxes payable2,5254,661Advances received on construction contracts1,6071,129Provision for bonues4,3534,769Provision for bonues for completed6662construction contracts4,3534,769Provision for bonues for directors (and other officers)5,1287,525Total labilities7,1287,633Asset retirement banefits7,1287,633Asset retirement banefits7,1287,633Asset retirement banefits7,1287,633Other43654,6434,643Total liabilities666Deferred tax liabilities7,128			
Long-term loans receivables60-Distressed receivables26Long-term prepaid expenses2866Prepaid pension costs2,2962,490Deferred tax assets209-Other433460Allowance for doubtful accounts(2)(6)Total investments and other assets32,46638,405Total non-current assets72,67079,457Total assets220408Electronically recorded obligations - operating10,36611,808Accounts payable - trade520408Accounts payable for construction contracts25,89730,313Short-term borrowings5,3925,479Lease liabilities2728Income taxes payable2,5254,661Advances received on construction contracts1,6971,129Provision for houses for directors (and other officers)56,65065,474Non-current liabilities7661Deferred tax habilities71,287,633Asset retirement benefits7,1287,633Asset retirement benefits7,1287,633Asset retirement benefits7,2769,289Total liabilities661Deferred tax habilities7,2769,289Total account obligations2323Other4964933Advances received on construction contracts466Provision for honuses for directors (and other officers)7,128 <t< td=""><td></td><td></td><td></td></t<>			
Long-term prepaid expenses2866Prepaid pension costs2.2962.490Deferred tax assets209-Other433460Allowance for doubtful accounts(2)(6)Total mone-turrent assets32,46638,405Total non-current assets20,874224,113Liabilities207,874224,113Current liabilities207,874224,113Current liabilities20408Electronically recorded obligations - operating10,36611,808Accounts payable for construction contracts2,89730,313Short-term borrowings5,5925,479Lease liabilities2728Income taxes payable construction contracts in progress1,6971,129Provision for bonses4,3534,769Provision for bonses4,3534,769Provision for bonses5,1525,752Total current liabilities7661Deferred tax liabilities7661Deferred tax liabilities7661Deferred tax liabilities7,7269,289Total new tritement benefits7,1287,633Asset retirement obligations2323Other496493Total liabilities67,7269,289Total liabilities7,7269,289Total asset liabilities7,7269,289Total non-current liabilities7,7269,289Total astruct8,4948,494	Long-term loans receivable from subsidiaries	60	-
Prepaid pension costs 2.296 2.490 Deferred tax assets 209 - Other 433 460 Allowance for doubtful accounts (2) (6) Total investments and other assets 32,466 38,405 Total non-current assets 72,670 79,457 Total assets 207,874 224,113 Liabilities 207,874 224,113 Liabilities 207,874 234,113 Liabilities 207,874 234,113 Shortsep ayable - trade 520 408 Electronically recorded obligations - operating 10,366 11,808 Accounts payable for construction contracts 2,5,897 30,313 Short-term borrowings 5,392 5,479 Lease liabilities 27 28 Income taxes payable 2,525 4,661 Advances received on construction contracts in progress 1,697 1,129 Provision for bonuses for directors (and other officers) 51 47 Other 5,285 5,752 <t< td=""><td>Distressed receivables</td><td>2</td><td>6</td></t<>	Distressed receivables	2	6
Deferred tax assets 209 - Other 433 460 Allowance for doubtful accounts (2) (6) Total investments and other assets 32,466 38,405 Total non-current assets 72,670 79,457 Total assets 207,874 224,113 Liabilities 207,874 224,113 Liabilities 520 408 Electronically recorded obligations - operating 10,366 11,808 Accounts payable - trade 520 408 Electronically recorded obligations - operating 10,366 11,808 Accounts payable for construction contracts 25,897 30,313 Short-term borrowings 5,392 5,479 Lease liabilities 27 28 Income taxes payable 2,525 4,661 Advances received on construction contracts in progress 1,697 1,129 Provision for loss on construction contracts 406 1,012 Provision for bouses for directors (and other officers) 5,1 47 Other 5,2	Long-term prepaid expenses	28	66
Other433460Allowance for doubtful accounts(2)(6)Total investments and other assets32,46638,405Total non-current assets72,67079,457Total assets207,874224,113Liabilities207,874224,113Current liabilities520408Electronically recorded obligations - operating10,36611,808Accounts payable for construction contracts25,89730,313Short-term borrowings5,3925,479Lease liabilities2728Income taxes payable2,5254,661Advances received on construction contracts1,6971,129Provision for bourses4,3534,769Provision for bourses for directors (and other officers)5147Other5,65065,474Non-current liabilities7,6536,514Non-current liabilities7,1287,633Asset retirement obligations2323Other4964937,633Asset retirement obligations2323Other4964937,726Assets57,7269,289Total labilities64,37674,763Non-current liabilities64,37674,763Asset retirement obligations2323Other4964937,26Asset retirement obligations2323Other4964937,726Asset retirement obligations6	Prepaid pension costs	2,296	2,490
Allowance for doubtful accounts (2) (6) Total investments and other assets 32,466 38,405 Total non-current assets 72,670 79,457 Total assets 207,874 224,113 Liabilities 207,874 224,113 Liabilities 0,366 11,808 Current liabilities 10,366 11,808 Accounts payable for construction contracts 25,897 30,313 Short-term borrowings 5,392 5,479 Lease liabilities 27 28 Income taxes payable 2,525 4,661 Advances received on construction contracts in progress 1,697 1,129 Provision for loss on construction contracts 466 1,012 Provision for loss on construction contracts 4,353 4,769 Provision for bonuses for directors (and other officers) 5,285 5,552 Total current liabilities 7 28 Non-current liabilities 7 1,077 Provision for bonuses for directors (and other officers) 5,6550 6,5474	Deferred tax assets	209	-
Total investments and other assets 32,466 38,405 Total anon-current assets 72,670 79,457 Total assets 207,874 224,113 Liabilities 207,874 224,113 Current liabilities 520 408 Electronically recorded obligations - operating 10,366 11,808 Accounts payable for construction contracts 25,897 30,313 Short-term borrowings 5,392 5,479 Lease liabilities 27 28 Income taxes payable 2,525 4,661 Advances received on construction contracts in progress 1,697 1,129 Provision for warranties for completed construction 66 62 62 Contract inabilities 4,353 4,769 4,769 Provision for bonuses for directors (and other officers) 51 47 Other 5,285 5,752 5,752 Total current liabilities 76 61 Defered tax liabilities 7,128 7,633 Asset retrement oblegations 23 23	Other	433	460
Total non-current assets 72,670 79,457 Total assets 207,874 224,113 Liabilities Current liabilities 520 408 Electronically recorded obligations - operating 10,366 11,808 Accounts payable for construction contracts 25,897 30,313 Short-term borrowings 5,392 5,479 Lease liabilities 277 28 Income taxes payable 2,525 4,661 Advances received on construction contracts in progress 1,697 1,129 Provision for bos on construction contracts 4066 1,012 Provision for bonuses for directors (and other officers) 51 47 Other 5,285 5,752 Total current liabilities 56,650 65,474 Non-current liabilities 76 61 Defered tax liabilities 7,128 7,633 Asset retirement benefits 7,128 7,633 Asset retirement benefits 7,726 9,285 Total non-current liabilities 64,376 </td <td>Allowance for doubtful accounts</td> <td>(2)</td> <td>(6)</td>	Allowance for doubtful accounts	(2)	(6)
Total assets 207,874 224,113 Liabilities Current liabilities <td>Total investments and other assets</td> <td>32,466</td> <td>38,405</td>	Total investments and other assets	32,466	38,405
LiabilitiesCurrent liabilitiesNotes payable - trade520Motes payable - trade520Accounts payable for construction contracts25,89730,313Short-term borrowings5,392Short-term borrowings5,3921.case liabilities2728Income taxes payableAdvances received on construction contracts in progress1,697Provision for warranties for completed666062Provision for bonuses4,3534,7699Provision for bonuses for directors (and other officers)51747Other5,2855,752752Total current liabilities760ther4964936493Total non-current liabilities7,1287,1287,633Asset retirement obligations232323Other496496493Total non-current liabilities64,3767,7269,289Total inscription64,3767,7659,284Share copital8,4948,4948,4948,4948,494	Total non-current assets	72,670	79,457
Liabilities Current liabilities Notes payable - trade 520 408 Electronically recorded obligations - operating 10,366 11,808 Accounts payable for construction contracts 25,897 30,313 Short-term borrowings 5,392 5,479 Lease liabilities 27 28 Income taxes payable 2,525 4,661 Advances received on construction contracts in progress 1,697 1,129 Provision for varranties for completed 66 62 Ontore taxes payable 4,353 4,769 Provision for bonuses 4,353 4,769 Provision for bonuses for directors (and other officers) 51 47 Other 5,285 5,752 Total current liabilities 76 61 Deferred tax liabilities - 1,077 Provision for retirement benefits 7,128 7,633 Asset retirement benefits 7,128 7,633 Other 496 4933 Total non-current liabilities 64,376	Total assets	207,874	224,113
Notes payable - trade 520 408 Electronically recorded obligations - operating 10,366 11,808 Accounts payable for construction contracts 25,897 30,313 Short-term borrowings 5,392 5,479 Lease liabilities 27 28 Income taxes payable 2,525 4,661 Advances received on construction contracts in progress 1,697 1,129 Provision for waranties for completed construction contracts 466 1,012 Provision for loss on construction contracts 466 1,012 Provision for bonuses 4,353 4,769 Provision for bonuses for directors (and other officers) 51 47 Other 5,285 5,752 Total current liabilities 76 61 Deferred tax liabilities 76 61 Deferred tax liabilities 7,128 7,633 Asset retirement benefits 7,128 7,633 Asset retirement benefits 7,726 9,289 Total non-current liabilities 7,726 9,289	Liabilities	· · · · · · · · · · · · · · · · · · ·	<u> </u>
Electronically recorded obligations - operating 10,366 11,808 Accounts payable for construction contracts 25,897 30,313 Short-term borrowings 5,392 5,479 Lease liabilities 27 28 Income taxes payable 2,525 4,661 Advances received on construction contracts in progress 1,697 1,129 Provision for warranties for completed construction contracts 466 1,012 Provision for loss on construction contracts 4,653 4,769 Provision for bonuses 4,353 4,769 Provision for bonuses for directors (and other officers) 51 47 Other 5,285 5,752 Total current liabilities 76 61 Deferred tax liabilities - 1,077 Provision for retirement benefits 7,128 7,633 Asset retirement bligations 23 23 Other 496 493 Total non-current liabilities 7,726 9,289 Total insplitties 7,726 9,289 Total ino	Current liabilities		
Accounts payable for construction contracts 25,897 30,313 Short-term borrowings 5,392 5,479 Lease liabilities 27 28 Income taxes payable 2,525 4,661 Advances received on construction contracts in progress 1,697 1,129 Provision for warranties for completed construction 66 62 Construction 66 62 Provision for bonuses on construction contracts 4,66 1,012 Provision for bonuses for directors (and other officers) 5,285 5,752 Total current liabilities 56,650 65,474 Non-current liabilities 76 61 Deferred tax liabilities 76 61 Deferred tax liabilities 7,128 7,633 Asset retirement obligations 23 23 Other 496 493 Total non-current liabilities 7,726 9,289 Total iabilities 7,726 9,289 Total iabilities 64,376 74,763 Net assets 5 74,76	Notes payable - trade	520	408
Short-term borrowings 5,392 5,479 Lease liabilities 27 28 Income taxes payable 2,525 4,661 Advances received on construction contracts in progress 1,697 1,129 Provision for warranties for completed construction 66 62 Provision for bonuses 4,353 4,769 Provision for bonuses 4,353 4,769 Provision for bonuses for directors (and other officers) 5,285 5,752 Total current liabilities 56,650 65,474 Non-current liabilities 76 61 Deferred tax liabilities 76 61 Deferred tax liabilities 7,128 7,633 Asset retirement obligations 23 23 Other 496 493 Total non-current liabilities 7,726 9,289 Total inabilities 7,726 9,289 Total inabilities 8,494 8,494 Capital surplus 8,494 8,494 Capital surplus 7,792 7,792	Electronically recorded obligations - operating	10,366	11,808
Lease liabilities 27 28 Income taxes payable 2,525 4,661 Advances received on construction contracts in progress 1,697 1,129 Provision for warranties for completed construction 66 62 Provision for loss on construction contracts 466 1,012 Provision for bonuses 4,353 4,769 Provision for bonuses for directors (and other officers) 51 47 Other 5,285 5,752 Total current liabilities 56,650 65,474 Non-current liabilities 76 61 Deferred tax liabilities 7 1,077 Provision for retirement benefits 7,128 7,633 Asset retirement obligations 23 23 Other 496 493 Total non-current liabilities 7,726 9,289 Total liabilities 64,376 74,763 Net assets 5 5 Shareholders' equity 5 7,792 Share capital surplus 7,792 7,792	Accounts payable for construction contracts	25,897	30,313
Income taxes payable2,5254,661Advances received on construction contracts in progress1,6971,129Provision for warranties for completed construction6662Provision for loss on construction contracts4661,012Provision for bonuses4,3534,769Provision for bonuses for directors (and other officers)5147Other5,2855,752Total current liabilities56,65065,474Non-current liabilities7661Deferred tax liabilities7661Deferred tax liabilities7,1287,633Asset retirement benefits7,1287,633Other496493Total non-current liabilities7,7269,289Total liabilities7,7269,289Total liabilities8,4948,494Capital surplus7,7927,792	Short-term borrowings	5,392	5,479
Advances received on construction contracts in progress 1,697 1,129 Provision for waranties for completed construction 66 62 Provision for loss on construction contracts 466 1,012 Provision for bonuses 4,353 4,769 Provision for bonuses for directors (and other officers) 51 47 Other 5,285 5,752 Total current liabilities 56,650 65,474 Non-current liabilities 76 61 Deferred tax liabilities 76 61 Deferred tax liabilities 76 61 Deferred tax liabilities 7,128 7,633 Asset retirement obligations 23 23 Other 496 493 Total non-current liabilities 7,726 9,289 Total liabilities 64,376 74,763 Net assets 5 5 Shareholders' equity 8,494 8,494 Capital surplus 7,792 7,792	Lease liabilities	27	28
progress 1,697 1,129 Provision for warranties for completed construction 66 62 Provision for loss on construction contracts 466 1,012 Provision for loss on construction contracts 466 1,012 Provision for bonuses 4,353 4,769 Provision for bonuses for directors (and other officers) 51 47 Other 5,285 5,752 Total current liabilities 56,650 65,474 Non-current liabilities 76 61 Deferred tax liabilities 76 61 Deferred tax liabilities 7,128 7,633 Asset retirement benefits 7,128 7,633 Other 496 493 Total non-current liabilities 7,726 9,289 Total inbilities 7,726 9,289 Total liabilities 64,376 74,763 Net assets 5 5 5 Share capital 8,494 8,494 Capital surplus 7,792 7,792	Income taxes payable	2,525	4,661
progress 66 62 Provision for warranties for completed construction 66 62 Provision for loss on construction contracts 466 1,012 Provision for bonuses 4,353 4,769 Provision for bonuses for directors (and other officers) 51 47 Other 5,285 5,752 Total current liabilities 56,650 65,474 Non-current liabilities 76 61 Deferred tax liabilities 7 1,077 Provision for retirement benefits 7,128 7,633 Asset retirement obligations 23 23 Other 496 493 Total non-current liabilities 7,726 9,289 Total non-current liabilities 7,726 9,289 Total liabilities 64,376 74,763 Net assets 5 5 Share capital 8,494 8,494 Capital surplus 2 7,792 7,792	Advances received on construction contracts in	1 697	1 129
construction 00 02 Provision for loss on construction contracts 466 1,012 Provision for bonuses 4,353 4,769 Provision for bonuses for directors (and other officers) 51 47 Other 5,285 5,752 Total current liabilities 56,650 65,474 Non-current liabilities 76 61 Deferred tax liabilities 76 61 Deferred tax liabilities 7,128 7,633 Asset retirement benefits 7,128 7,633 Other 496 493 Total non-current liabilities 7,726 9,289 Total non-current liabilities 7,726 9,289 Total non-current liabilities 7,726 9,289 Total liabilities 7,726 9,289 Total liabilities 8,494 8,494 Shareholders' equity 8,494 8,494 Share capital 8,494 8,494 Capital surplus 7,792 7,792		1,077	1,127
Provision for bonuses4,3534,769Provision for bonuses for directors (and other officers)5147Other5,2855,752Total current liabilities56,65065,474Non-current liabilities7661Deferred tax liabilities7661Deferred tax liabilities7,1287,633Asset retirement benefits7,1287,633Other496493Total non-current liabilities64,37674,763Net assets555Shareholders' equity8,4948,494Capital surplus7,7927,792		66	62
Provision for bonuses for directors (and other officers)5147Other5,2855,752Total current liabilities56,65065,474Non-current liabilities7661Deferred tax liabilities7661Deferred tax liabilities7,1287,633Asset retirement benefits7,1287,633Other496493Total non-current liabilities7,7269,289Total non-current liabilities7,7269,289Total non-current liabilities7,7269,289Share capital8,4948,494Capital surplus7,7927,792	Provision for loss on construction contracts	466	1,012
officers)5147Other5,2855,752Total current liabilities56,65065,474Non-current liabilities7661Deferred tax liabilities-1,077Provision for retirement benefits7,1287,633Asset retirement obligations2323Other496493Total non-current liabilities7,7269,289Total liabilities64,37674,763Net assets5hare capital8,4948,494Capital surplus7,7927,792	Provision for bonuses	4,353	4,769
Total current liabilities56,65065,474Non-current liabilities7661Deferred tax liabilities7661Deferred tax liabilities-1,077Provision for retirement benefits7,1287,633Asset retirement obligations2323Other496493Total non-current liabilities7,7269,289Total liabilities64,37674,763Net assets8,4948,494Capital surplus7,7927,792		51	47
Non-current liabilities7661Lease liabilities7661Deferred tax liabilities-1,077Provision for retirement benefits7,1287,633Asset retirement obligations2323Other496493Total non-current liabilities7,7269,289Total liabilities64,37674,763Net assets58,4948,494Capital surplus8,4948,494Legal capital surplus7,7927,792	-	· · · · · · · · · · · · · · · · · · ·	
Lease liabilities7661Deferred tax liabilities-1,077Provision for retirement benefits7,1287,633Asset retirement obligations2323Other496493Total non-current liabilities7,7269,289Total liabilities64,37674,763Net assetsShare holders' equity8,4948,494Capital surplus7,7927,792	Total current liabilities	56,650	65,474
Deferred tax liabilities-1,077Provision for retirement benefits7,1287,633Asset retirement obligations2323Other496493Total non-current liabilities7,7269,289Total liabilities64,37674,763Net assets494Share capital8,4948,494Capital surplus7,7927,792	Non-current liabilities		
Provision for retirement benefits7,1287,633Asset retirement obligations2323Other496493Total non-current liabilities7,7269,289Total liabilities64,37674,763Net assetsShareholders' equityShare capital8,4948,494Capital surplus7,7927,792	Lease liabilities	76	61
Asset retirement obligations2323Other496493Total non-current liabilities7,7269,289Total liabilities64,37674,763Net assets64,37674,763Shareholders' equity58,494Share capital8,4948,494Capital surplus7,7927,792	Deferred tax liabilities	-	1,077
Other496493Total non-current liabilities7,7269,289Total liabilities64,37674,763Net assets64,37674,763Share holders' equityShare capital8,4948,494Capital surplusLegal capital surplus7,7927,792	Provision for retirement benefits	7,128	7,633
Total non-current liabilities7,7269,289Total liabilities64,37674,763Net assetsShareholders' equityShare capital8,4948,494Capital surplus11Legal capital surplus7,7927,792	Asset retirement obligations	23	23
Total liabilities64,37674,763Net assetsShareholders' equityShare capitalCapital surplusLegal capital surplus7,7927,792	Other	496	493
Net assetsShareholders' equityShare capitalCapital surplusLegal capital surplus7,7927,792	Total non-current liabilities	7,726	9,289
Shareholders' equityShare capital8,494Capital surplus2Legal capital surplus7,7927,7927,792	Total liabilities	64,376	74,763
Share capital8,4948,494Capital surplus7,7927,792Legal capital surplus7,7927,792	Net assets		
Capital surplus 7,792 7,792	Shareholders' equity		
Legal capital surplus7,7927,792	Share capital	8,494	8,494
	Capital surplus		
Total capital surplus7,7927,792	Legal capital surplus	7,792	7,792
	Total capital surplus	7,792	7,792

	As of March 31, 2023	As of March 31, 2024
Retained earnings		
Legal retained earnings	1,386	1,386
Other retained earnings		
Reserve for tax purpose reduction entry of non-current assets	1,999	1,985
General reserve	102,100	107,100
Retained earnings brought forward	12,446	14,121
Total retained earnings	117,931	124,593
Treasury shares	(12)	(5,227)
Total shareholders' equity	134,205	135,652
Valuation and translation adjustments		
Valuation difference on available-for-sale	9,292	13,697
Total valuation and translation adjustments	9,292	13,697
Total net assets	143,498	149,349
Total liabilities and net assets	207,874	224,113

Non-consolidated Statements of Income

	For the fiscal year ended March 31, 2023	For the fiscal year ended March 31, 2024
Net sales of completed construction contracts	135,762	155,773
Cost of sales of completed construction contracts	118,410	134,700
Gross profit on completed construction contracts	17,351	21,072
Selling, general and administrative expenses		
Remuneration for directors (and other officers)	161	155
Employees' salaries and allowances	3,253	3,248
Provision for bonuses	1,122	1,231
Provision for bonuses for directors (and other officers)	51	47
Retirement benefit expenses	203	233
Legal welfare expenses	705	739
Welfare expenses	75	62
Repair and maintenance expenses	88	87
Stationery expenses	753	601
Communication and transportation expenses	267	284
Power utilities expenses	48	44
Research study expenses	1,134	1,095
Advertising expenses	24	28
Provision of allowance for doubtful accounts	(1)	10
Bad debt expenses	-	24
Entertainment expenses	89	118
Donations	5	6
Rent expenses on land and buildings	286	284
Depreciation	265	269
Taxes and dues	719	767
Insurance expenses	7	5
Miscellaneous expenses	865	996
Total selling, general and administrative expenses	10,129	10,345
Operating profit	7,221	10,727
Non-operating income		
Interest income	14	16
Interest on securities	12	12
Dividend income	1,226	1,386
Other	260	265
Total non-operating income	1,514	1,680
Non-operating expenses		
Interest expenses	0	(
Other	2	1
Total non-operating expenses	2	2
Ordinary profit	8,733	12,405

	For the fiscal year ended March 31, 2023	For the fiscal year ended March 31, 2024		
Extraordinary income				
Gain on sale of non-current assets	106	0		
Gain on sale of investment securities	271	819		
Subsidy income	-	48		
Total extraordinary income	378	867		
Extraordinary losses				
Loss on sale and retirement of non-current assets	174	275		
Loss on tax purpose reduction entry of non-current assets	-	48		
Total extraordinary losses	174	323		
Profit before income taxes	8,937	12,948		
Income taxes - current	2,463	4,607		
Income taxes - deferred	236	(596)		
Total income taxes	2,700	4,010		
Profit	6,237	8,938		

Non-consolidated Statements of Changes in Equity For the fiscal year ended March 31, 2023

							(ions of yen)	
	Shareholders' equity								
		Capital surplus	Retained earnings						
	Share capital	-		Other retained earnings					
		apital Legal capital surplus	Legal retained earnings	Reserve for tax purpose reduction entry of non-current assets	Reserve for special depreciation	General reserve	Retained earnings brought forward	Total retained earnings	
Balance at beginning of period	8,494	7,792	1,386	2,049	0	99,600	10,564	113,600	
Changes during period									
Dividends of surplus							(1,906)	(1,906)	
Profit							6,237	6,237	
Purchase of treasury shares									
Reversal of reserve for tax purpose reduction entry of non-current assets				(50)			50	-	
Reversal of reserve for special depreciation					(0)		0	-	
Provision of general reserve						2,500	(2,500)	-	
Net changes in items other than shareholders' equity									
Total changes during period	-	-	-	(50)	(0)	2,500	1,881	4,330	
Balance at end of period	8,494	7,792	1,386	1,999	-	102,100	12,446	117,931	

	Sharehold	ers' equity	Valuation and translation adjustments	Total net	
	Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities	assets	
Balance at beginning of period	(12)	129,875	9,125	139,000	
Changes during period					
Dividends of surplus		(1,906)		(1,906)	
Profit		6,237		6,237	
Purchase of treasury shares	(0)	(0)		(0)	
Reversal of reserve for tax purpose reduction entry of non-current assets		-		-	
Reversal of reserve for special depreciation		-		-	
Provision of general reserve		-		-	
Net changes in items other than shareholders' equity			167	167	
Total changes during period	(0)	4,330	167	4,497	
Balance at end of period	(12)	134,205	9,292	143,498	

For the fiscal year ended March 31, 2024

(Willions of year)							
	Shareholders' equity Capital Detained cominge						
				Retained earnings			
				Other retained earnings			
	Share capital	Legal capital surplus	Legal retained earnings	Reserve for tax purpose reduction entry of non-current assets	General reserve	Retained earnings brought forward	Total retained earnings
Balance at beginning of period	8,494	7,792	1,386	1,999	102,100	12,446	117,931
Changes during period							
Dividends of surplus						(2,276)	(2,276)
Profit						8,938	8,938
Purchase of treasury shares							
Reversal of reserve for tax purpose reduction entry of non-current assets				(13)		13	-
Provision of general reserve					5,000	(5,000)	-
Net changes in items other than shareholders' equity							
Total changes during period	-	-	-	(13)	5,000	1,675	6,661
Balance at end of period	8,494	7,792	1,386	1,985	107,100	14,121	124,593

	Sharehold	ers' equity	Valuation and translation adjustments	Total net	
	Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities	assets	
Balance at beginning of period	(12)	134,205	9,292	143,498	
Changes during period					
Dividends of surplus		(2,276)		(2,276)	
Profit		8,938		8,938	
Purchase of treasury shares	(5,215)	(5,215)		(5,215)	
Reversal of reserve for tax purpose reduction entry of non-current assets		-		-	
Provision of general reserve		-		-	
Net changes in items other than shareholders' equity			4,404	4,404	
Total changes during period	(5,215)	1,446	4,404	5,851	
Balance at end of period	(5,227)	135,652	13,697	149,349	