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Summary of Consolidated Financial Results for the Three Months Ended June 30, 2024 [Japanese GAAP]



July 31, 2024

Company name: YONDENKO CORPORATION

Stock exchange listing: Tokyo Stock Exchange

Code number: 1939

URL: <https://www.yondenko.co.jp/en/>

Representative: Yukio Sekiya, President and Representative Director

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Scheduled date of commencing dividend payments: -

Availability of supplementary explanatory materials on financial results: Available

Schedule of financial results briefing session: Not scheduled

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

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

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

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Three months ended June 30, 2024	23,280	14.8	1,790	55.8	1,843	48.7	1,215	51.3
June 30, 2023	20,284	6.4	1,149	48.5	1,239	43.0	803	50.0

(Note) Comprehensive income: Three months ended June 30, 2024: ¥1,028 million [(33.5)%]

Three months ended June 30, 2023: ¥1,547 million [180.3%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2024	77.21	—
June 30, 2023	51.02	—

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of June 30, 2024	96,134	61,558	64.0
As of March 31, 2024	103,205	61,796	59.8

(Reference) Equity: As of June 30, 2024: ¥61,501 million

As of March 31, 2024: ¥61,741 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
Fiscal year ended March 31, 2024	Yen —	Yen 60.00	Yen —	Yen 80.00	Yen 140.00
Fiscal year ending March 31, 2025	—				
Fiscal year ending March 31, 2025 (Forecast)		75.00	—	25.00	—

(Note) Revision to the forecast for dividends announced most recently: Yes

(Note) The Company plans to conduct a stock split effective October 1, 2024, at a ratio of 3 shares for 1 common share. Accordingly, the year-end dividend per share for the fiscal year ending March 31, 2025 (forecast) is stated taking into account the planned stock split, and the total annual dividend per share for the fiscal year is shown as “—.” Without taking into account the stock split, the year-end dividend per share for the fiscal year ending March 31, 2025 (forecast) is ¥75, and the total annual dividend per share for the fiscal year is ¥150 (an increase of ¥10 compared to the previous fiscal year).

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	100,000	8.6	6,000	(6.9)	6,500	(7.3)	4,000	(12.5)	84.69

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

(Note) Basic earnings per share in the consolidated financial results forecast for the fiscal year ending March 31, 2025 are stated taking into account the stock split. Without taking into account the stock split, basic earnings per share in the consolidated financial results forecast for the fiscal year ending March 31, 2025 is ¥254.07.

*** Notes:**

- (1) Significant changes in scope of consolidation during the period under review: None
- (2) Accounting methods adopted particularly for the preparation of quarterly consolidated financial statements: Yes
(Note) See “2. (3) Notes to Quarterly Consolidated Financial Statements” on page 7 of the attached documents (available only in Japanese) for detailed information.
- (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) Retrospective restatement: None
- (Note) See “2. (3) Notes to Quarterly Consolidated Financial Statements” on page 7 of the attached documents (available only in Japanese) for detailed information.
- (4) Total number of issued shares (common shares)
- 1) Total number of issued shares at the end of the period (including treasury shares):

June 30, 2024:	16,255,470 shares
March 31, 2024:	16,255,470 shares
 - 2) Total number of treasury shares at the end of the period:

June 30, 2024:	511,749 shares
March 31, 2024:	511,569 shares
 - 3) Average number of shares outstanding during the period:

Three months ended June 30, 2024:	15,743,805 shares
Three months ended June 30, 2023:	15,744,809 shares
- * Review of the Japanese-language originals of the attached quarterly consolidated financial statements by certified public accountants or an audit firm: None
- * Explanation of the proper use of financial results forecast and other notes
The above forecasts are prepared on the basis of the Company’s current outlook and plans as of the date of publication of this document and do not represent a promise or commitment by the Company to achieve them. Actual results may be different from the forecast figures due to various factors in the future.
Please refer to page 2 of the attached document (available only in Japanese) for the assumptions and other matters related to the above forecasts.

(Reference) Summary of Non-consolidated Financial Results**1. Non-consolidated Financial Results for the Three Months Ended June 30, 2024 (April 1, 2024 - June 30, 2024)**

(1) Non-consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit	
Three months ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
June 30, 2024	19,968	21.9	1,120	112.0	1,216	60.2	832	57.9
June 30, 2023	16,383	9.1	528	—	759	68.9	527	66.0

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2024	52.87	—
June 30, 2023	33.49	—

(2) Non-consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of June 30, 2024	77,977	52,024	66.7
As of March 31, 2024	84,886	52,595	62.0

2. Non-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		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	86,000	11.4	4,300	4.5	4,900	(1.8)	3,100	(11.5)	65.63

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

(Note) Basic earnings per share in the non-consolidated financial results forecast for the fiscal year ending March 31, 2025 are stated taking into account the stock split. Without taking into account the stock split, basic earnings per share in the non-consolidated financial results forecast for the fiscal year ending March 31, 2025 is ¥196.90.

*** Explanation of the proper use of financial results forecast and other notes**

The above forecasts are prepared on the basis of the Company's current outlook and plans as of the date of publication of this document and do not represent a promise or commitment by the Company to achieve them. Actual results may be different from the forecast figures due to various factors in the future.

Please refer to page 2 of the attached document (available only in Japanese) for the assumptions and other matters related to the above forecasts.

Quarterly Consolidated Financial Statements

(1) Quarterly Consolidated Balance Sheets

(Million yen)

	As of March 31, 2024	As of June 30, 2024
Assets		
Current assets		
Cash and deposits	10,961	11,043
Notes receivable, accounts receivable from completed construction contracts and other	25,864	22,165
Investments in leases	3,275	3,293
Costs on construction contracts in progress	2,571	2,540
Other inventories	1,902	2,060
Deposits paid to subsidiaries and associates	12,100	8,800
Other	1,614	1,363
Allowance for doubtful accounts	(95)	(84)
Total current assets	58,195	51,182
Non-current assets		
Property, plant and equipment		
Buildings and structures	19,181	19,211
Machinery, vehicles, tools, furniture and fixtures	22,191	22,386
Land	11,571	11,571
Other	286	430
Accumulated depreciation	(27,837)	(28,073)
Total property, plant and equipment	25,394	25,526
Intangible assets		
Goodwill	868	776
Other	479	470
Total intangible assets	1,348	1,247
Investments and other assets		
Investment securities	12,283	12,086
Other	6,088	6,193
Allowance for doubtful accounts	(104)	(100)
Total investments and other assets	18,267	18,178
Total non-current assets	45,009	44,952
Total assets	103,205	96,134

(Million yen)

	As of March 31, 2024	As of June 30, 2024
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	14,714	11,145
Short-term borrowings	420	370
Accounts payable - other	5,509	5,216
Income taxes payable	2,122	712
Advances received on construction contracts in progress	1,614	1,572
Provision for loss on construction contracts	236	158
Other	6,812	5,459
Total current liabilities	31,430	24,634
Non-current liabilities		
Bonds payable	95	90
Long-term borrowings	6,536	6,502
Provision for retirement benefits for directors (and other officers)	330	325
Retirement benefit liability	2,839	2,833
Other	177	190
Total non-current liabilities	9,978	9,942
Total liabilities	41,408	34,576
Net assets		
Shareholders' equity		
Share capital	3,451	3,451
Capital surplus	4,272	4,272
Retained earnings	51,724	51,680
Treasury shares	(663)	(664)
Total shareholders' equity	58,784	58,739
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,930	1,794
Remeasurements of defined benefit plans	1,026	967
Total accumulated other comprehensive income	2,956	2,761
Non-controlling interests	54	56
Total net assets	61,796	61,558
Total liabilities and net assets	103,205	96,134

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income

Three Months Ended June 30

(Million yen)

	For the three months ended June 30, 2023	For the three months ended June 30, 2024
Net sales		
Net sales of completed construction contracts	18,988	22,041
Sales in other businesses	1,295	1,239
Total net sales	20,284	23,280
Cost of sales		
Cost of sales of completed construction contracts	15,850	18,258
Cost of sales in other businesses	874	798
Total cost of sales	16,724	19,056
Gross profit		
Gross profit on completed construction contracts	3,138	3,782
Gross profit - other business	421	441
Total gross profit	3,560	4,224
Selling, general and administrative expenses	2,411	2,433
Operating profit	1,149	1,790
Non-operating income		
Interest income	4	5
Dividend income	32	29
Gain on sale of securities	33	—
Rental income from real estate	17	16
Other	16	13
Total non-operating income	104	65
Non-operating expenses		
Interest expenses	8	7
Other	4	6
Total non-operating expenses	13	13
Ordinary profit	1,239	1,843
Extraordinary income		
Gain on sale of non-current assets	7	0
Total extraordinary income	7	0
Extraordinary losses		
Loss on retirement of non-current assets	0	4
Loss on valuation of investment securities	10	—
Total extraordinary losses	11	4
Profit before income taxes	1,235	1,839
Income taxes	423	616
Profit	811	1,223
Profit attributable to non-controlling interests	8	8
Profit attributable to owners of parent	803	1,215

Quarterly Consolidated Statements of Comprehensive Income

Three Months Ended June 30

(Million yen)

	For the three months ended June 30, 2023	For the three months ended June 30, 2024
Profit	811	1,223
Other comprehensive income		
Valuation difference on available-for-sale securities	742	(136)
Remeasurements of defined benefit plans, net of tax	(6)	(58)
Total other comprehensive income	735	(195)
Comprehensive income	1,547	1,028
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,538	1,020
Comprehensive income attributable to non-controlling interests	8	8