

Translation

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## Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2023 (Based on Japanese GAAP)

February 8, 2024

Company name: NITTOC CONSTRUCTION CO., LTD.  
 Stock exchange listing: Tokyo  
 Stock code: 1929 URL <https://www.nittoc.co.jp>  
 Representative: President & Representative Director Yasuo Wada  
 Manager,  
 Inquiries: Accounting Department, Masakazu Itabashi TEL 03-5645-5047  
 Administration Division  
 Scheduled date to file Quarterly Securities Report: February 9, 2024  
 Scheduled date to commence dividend payments: –  
 Preparation of supplementary material on quarterly financial results: No  
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the nine months ended December 31, 2023 (from April 1, 2023 to December 31, 2023)

(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	%
Nine months ended December 31, 2023	54,874	1.8	3,601	(17.9)	3,630	(16.0)	2,444	(13.0)
Nine months ended December 31, 2022	53,904	12.3	4,384	32.9	4,323	28.8	2,810	26.0

Note: Comprehensive income  
 Nine months ended December 31, 2023 ¥2,896 million [(1.1)%]  
 Nine months ended December 31, 2022 ¥2,927 million [25.9%]

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended December 31, 2023	58.59		–	
Nine months ended December 31, 2022	67.38		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of December 31, 2023	53,013	33,086	62.0	788.20
As of March 31, 2023	52,809	32,127	60.3	763.67

Reference: Equity  
 As of December 31, 2023 ¥32,890 million  
 As of March 31, 2023 ¥31,849 million

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended March 31, 2023	–	20.00	–	25.00	45.00
Year ending March 31, 2024	–	22.00	–		
Year ending March 31, 2024 (Forecast)				25.00	47.00

Note: Revision of cash dividend forecast most recently announced: No

3. Forecast of consolidated financial results for the year ending March 31, 2024 (from April 1, 2023 to March 31, 2024)

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	71,200	(2.4)	5,030	(7.7)	5,050	(7.6)	3,350	(5.0)	80.33

Note: Revision of consolidated financial results forecast most recently announced: No

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended December 31, 2023  
(changes in specified subsidiaries resulting in the change in scope of consolidation): 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: 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 December 31, 2023	41,731,951 shares	As of March 31, 2023	41,708,367 shares
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Number of treasury shares at the end of the period

As of December 31, 2023	3,293 shares	As of March 31, 2023	2,817 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2023	41,719,296 shares	Nine months ended December 31, 2022	41,706,629 shares
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\* Quarterly financial results reports are exempt from quarterly review conducted by certified public accountants or an audit corporation.

\* Proper use of forecasts of financial results, and other special matters

Financial results forecasts are based on information available to the Company at the time of release of this document. Actual financial results may differ from the forecast figures due to various factors going forward.

**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of March 31, 2023	As of December 31, 2023
<b>Assets</b>		
Current assets		
Cash and deposits	19,457	16,783
Notes receivable, accounts receivable from completed construction contracts and other	18,395	19,075
Electronically recorded monetary claims - operating	3,462	4,126
Merchandise and finished goods	31	28
Real estate for sale	0	0
Costs on construction contracts in progress	284	496
Raw materials and supplies	355	601
Other	446	731
Allowance for doubtful accounts	(2)	(2)
Total current assets	42,431	41,841
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	1,674	1,644
Machinery, vehicles, tools, furniture and fixtures, net	1,542	1,701
Land	2,578	2,578
Construction in progress	633	485
Other, net	2	2
Total property, plant and equipment	6,430	6,412
Intangible assets	578	546
Investments and other assets		
Investment securities	1,040	2,417
Deferred tax assets	1,978	1,421
Other	370	396
Allowance for doubtful accounts	(21)	(21)
Total investments and other assets	3,368	4,213
Total non-current assets	10,377	11,171
Total assets	52,809	53,013

(Millions of yen)

	As of March 31, 2023	As of December 31, 2023
<b>Liabilities</b>		
<b>Current liabilities</b>		
Notes payable, accounts payable for construction contracts and other	11,539	12,964
Short-term borrowings	–	184
Advances received on construction contracts in progress	423	465
Income taxes payable	1,149	166
Provision for warranties for completed construction	170	178
Provision for loss on construction contracts	28	75
Provision for bonuses	1,138	331
Provision for bonuses for directors (and other officers)	39	–
Other	2,070	1,576
<b>Total current liabilities</b>	<b>16,559</b>	<b>15,943</b>
<b>Non-current liabilities</b>		
Retirement benefit liability	4,023	3,884
Other	98	97
<b>Total non-current liabilities</b>	<b>4,122</b>	<b>3,982</b>
<b>Total liabilities</b>	<b>20,681</b>	<b>19,926</b>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Share capital	6,052	6,064
Capital surplus	1,753	1,765
Retained earnings	23,918	24,402
Treasury shares	(2)	(2)
<b>Total shareholders' equity</b>	<b>31,722</b>	<b>32,229</b>
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities	138	431
Foreign currency translation adjustment	17	38
Remeasurements of defined benefit plans	(29)	190
<b>Total accumulated other comprehensive income</b>	<b>126</b>	<b>660</b>
<b>Non-controlling interests</b>	<b>278</b>	<b>196</b>
<b>Total net assets</b>	<b>32,127</b>	<b>33,086</b>
<b>Total liabilities and net assets</b>	<b>52,809</b>	<b>53,013</b>

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

### Consolidated statements of income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2022	Nine months ended December 31, 2023
Net sales		
Net sales of completed construction contracts	53,737	54,769
Sales in other businesses	166	105
Total net sales	53,904	54,874
Cost of sales		
Cost of sales of completed construction contracts	43,406	44,970
Cost of sales in other businesses	84	59
Total cost of sales	43,490	45,029
Gross profit		
Gross profit on completed construction contracts	10,331	9,798
Gross profit - other business	82	46
Total gross profit	10,413	9,845
Selling, general and administrative expenses	6,029	6,243
Operating profit	4,384	3,601
Non-operating income		
Interest income	2	4
Dividend income	8	59
license income	10	6
Foreign exchange gains	–	4
Other	10	9
Total non-operating income	31	83
Non-operating expenses		
Interest expenses	7	10
Guarantee commission	12	33
Foreign exchange losses	14	–
Commission for syndicated loans	52	5
Other	5	4
Total non-operating expenses	92	54
Ordinary profit	4,323	3,630
Extraordinary income		
Gain on sale of non-current assets	–	0
Gain on sale of businesses	–	99
Total extraordinary income	–	99
Extraordinary losses		
Loss on retirement of non-current assets	14	2
Total extraordinary losses	14	2
Profit before income taxes	4,309	3,727
Income taxes - current	1,080	1,043
Income taxes - deferred	338	328
Total income taxes	1,419	1,372
Profit	2,890	2,355
Profit (loss) attributable to non-controlling interests	80	(89)
Profit attributable to owners of parent	2,810	2,444

**Consolidated statements of comprehensive income (cumulative)**

(Millions of yen)

	Nine months ended December 31, 2022	Nine months ended December 31, 2023
Profit	2,890	2,355
Other comprehensive income		
Valuation difference on available-for-sale securities	30	292
Foreign currency translation adjustment	(15)	32
Remeasurements of defined benefit plans, net of tax	22	216
Total other comprehensive income	37	541
Comprehensive income	2,927	2,896
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,852	2,978
Comprehensive income attributable to non-controlling interests	75	(81)