

Translation

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

November 11, 2024

Company name: NISSHIN GROUP HOLDINGS Company, Limited
 Stock exchange listing: Tokyo
 Stock code: 8881 URL <https://www.nisshin-hd.co.jp/>
 Representative: Representative Director and President Takashi Kamiyama
 Representative Director and Senior Managing Director Hideki Kuroiwa TEL 03-5360-2016
 Inquiries: Director
 Scheduled date to file Semi-annual Securities Report: November 13, 2024
 Scheduled date to commence dividend payments: –
 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	26,943	6.9	475	–	301	–	154	–
Six months ended September 30, 2023	25,206	(16.0)	(462)	–	(594)	–	(488)	–

	Earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2024	3.31	–
Six months ended September 30, 2023	(10.45)	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of September 30, 2024	124,901	66,381	53.0	1,415.52
As of March 31, 2024	121,999	67,415	55.1	1,437.45

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	–	0.00	–	23.00	23.00
Year ending March 31, 2025	–	0.00	–	–	–
Year ending March 31, 2025 (Forecast)	–	–	–	23.00	23.00

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	82,000	1.2	3,700	4.9	3,400	5.4	2,200	4.5	47.06

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: Yes

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	46,951,260 shares	As of March 31, 2024	46,951,260 shares
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Number of treasury shares at the end of the period

As of September 30, 2024	186,812 shares	As of March 31, 2024	204,412 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	46,752,715 shares	Six months ended September 30, 2023	46,739,148 shares
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Semi-annual consolidated financial statements
Consolidated balance sheets

(Thousands of yen)

	As of March 31, 2024	As of September 30, 2024
Assets		
Current assets		
Cash and deposits	57,920,385	49,299,838
Notes receivable, accounts receivable from completed construction contracts and other	14,254,492	16,092,397
Electronically recorded monetary claims - operating	1,644,796	1,623,452
Real estate for sale	7,561,606	10,947,851
Costs on real estate business	21,511,774	28,801,311
Costs on construction contracts in progress	5,868	40,560
Short-term loans receivable	16,951	2,461
Accounts receivable - other	1,450,367	209,095
Other	868,679	1,310,952
Allowance for doubtful accounts	(82,836)	(83,951)
Total current assets	105,152,085	108,243,970
Non-current assets		
Property, plant and equipment	11,283,178	11,113,764
Intangible assets	270,245	261,778
Investments and other assets	5,294,204	5,282,260
Total non-current assets	16,847,628	16,657,802
Total assets	121,999,714	124,901,773
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	4,664,578	5,020,433
Electronically recorded obligations - operating	8,524,632	4,352,865
Short-term borrowings	11,794,437	22,029,102
Current portion of bonds payable	20,000	20,000
Income taxes payable	444,987	316,104
Provisions		
Provision for bonuses	496,508	377,764
Provision for warranties for completed construction	124,021	160,682
Provision for loss on construction contracts	4,944	-
Provision for shareholder benefit program	51,306	9,548
Other	3,000,735	2,962,844
Total current liabilities	29,126,152	35,249,344
Non-current liabilities		
Bonds payable	220,000	210,000
Long-term borrowings	22,918,988	20,802,488
Provisions		
Provision for share awards for directors (and other officers)	59,384	61,821
Retirement benefit liability	1,771,659	1,724,822
Other	487,994	472,025
Total non-current liabilities	25,458,026	23,271,157
Total liabilities	54,584,179	58,520,502

(Thousands of yen)

	As of March 31, 2024	As of September 30, 2024
Net assets		
Shareholders' equity		
Share capital	10,111,411	10,111,411
Capital surplus	428,502	429,780
Retained earnings	56,184,965	55,263,390
Treasury shares	(105,239)	(96,388)
Total shareholders' equity	66,619,639	65,708,193
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	571,063	485,143
Remeasurements of defined benefit plans	5,924	2,959
Total accumulated other comprehensive income	576,987	488,103
Non-controlling interests	218,907	184,974
Total net assets	67,415,534	66,381,271
Total liabilities and net assets	121,999,714	124,901,773

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

Consolidated statements of income (cumulative)

(Thousands of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Net sales	25,206,107	26,943,689
Cost of sales	22,410,262	23,114,050
Gross profit	2,795,844	3,829,639
Selling, general and administrative expenses	3,258,520	3,353,853
Operating profit (loss)	(462,675)	475,785
Non-operating income		
Interest income	588	4,203
Dividend income	10,137	11,152
Reversal of allowance for doubtful accounts	15,796	7,224
Insurance return	4,902	12,957
Other	47,242	53,784
Total non-operating income	78,667	89,322
Non-operating expenses		
Interest expenses	194,587	237,115
Commission expenses	6,594	13,563
Other	8,915	13,224
Total non-operating expenses	210,097	263,904
Ordinary profit (loss)	(594,105)	301,203
Extraordinary income		
Gain on sale of non-current assets	2,593	–
Total extraordinary income	2,593	–
Extraordinary losses		
Loss on retirement of non-current assets	–	10,719
Loss on sale of non-current assets	1,992	–
Total extraordinary losses	1,992	10,719
Profit (loss) before income taxes	(593,504)	290,483
Income taxes - current	62,213	171,693
Income taxes - deferred	(168,888)	(3,344)
Total income taxes	(106,675)	168,349
Profit (loss)	(486,829)	122,134
Profit (loss) attributable to non-controlling interests	1,694	(32,656)
Profit (loss) attributable to owners of parent	(488,523)	154,791

Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Profit (loss)	(486,829)	122,134
Other comprehensive income		
Valuation difference on available-for-sale securities	174,674	(85,917)
Remeasurements of defined benefit plans, net of tax	3,895	(2,965)
Total other comprehensive income	178,570	(88,882)
Comprehensive income	(308,259)	33,252
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(309,953)	65,908
Comprehensive income attributable to non-controlling interests	1,694	(32,656)