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May 13, 2025

Consolidated Financial Results for the Fiscal Year Ended March 31, 2025 (Under Japanese GAAP)

Company name: SHINNIHON CORPORATION
 Listing: Tokyo Stock Exchange
 Securities code: 1879
 URL: <https://www.shinnihon-c.co.jp/>
 Representative: Katsushi Takami, Representative Director, President
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 Scheduled date of annual general meeting of shareholders: June 27, 2025
 Scheduled date to commence dividend payments: June 30, 2025
 Scheduled date to file annual securities report: June 27, 2025
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: Yes (for institutional investors and analysts)

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated financial results for the fiscal year ended March 31, 2025 (from April 1, 2024 to March 31, 2025)

(1) Consolidated operating results

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2025	131,662	(1.4)	18,310	4.2	18,369	4.0	12,816	4.3
March 31, 2024	133,517	17.4	17,577	2.3	17,671	2.6	12,286	2.3

Note: Comprehensive income For the fiscal year ended March 31, 2025: ¥12,960 million [3.4%]
 For the fiscal year ended March 31, 2024: ¥12,539 million [3.8%]

	Basic earnings per share	Diluted earnings per share	Return on equity	Ratio of ordinary profit to total assets	Ratio of operating profit to net sales
Fiscal year ended	Yen	Yen	%	%	%
March 31, 2025	219.13	—	10.9	10.8	13.9
March 31, 2024	210.06	—	11.4	10.9	13.2

Reference: Share of profit (loss) of entities accounted for using equity method
 For the fiscal year ended March 31, 2025: ¥— million
 For the fiscal year ended March 31, 2024: ¥— million

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
March 31, 2025	172,954	122,313	70.7	2,091.19
March 31, 2024	168,154	113,095	67.3	1,933.60

Reference: Equity
 As of March 31, 2025: ¥122,313 million
 As of March 31, 2024: ¥113,095 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 end of period
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2025	2,654	(34,434)	(3,740)	48,653
March 31, 2024	11,699	(247)	(1,880)	84,173

2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Fiscal year ended March 31, 2024	—	15.00	—	38.00	53.00	3,099	25.2	2.9
Fiscal year ended March 31, 2025	—	26.00	—	30.00	56.00	3,275	25.6	2.8
Fiscal year ending March 31, 2026 (Forecast)	—	28.00	—	28.00	56.00		25.0	

3. Forecast of Consolidated Results of Operations for the Fiscal Year Ending March 2026 (From April 1, 2025 to March 31, 2026)

(Percentages indicate year-on-year changes.)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent		Basic earnings per share
Year ending	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
March 31, 2026	135,000	2.5	18,600	1.6	18,800	2.3	13,100	2.2	223.97

*** Notes**

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): None

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

(i) Changes in accounting policies due to revisions to accounting standards and other regulations: None

(ii) Changes in accounting policies due to other reasons: None

(iii) Changes in accounting estimates: None

(iv) Restatement: None

(3) Number of issued shares (common shares)

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

As of March 31,2025	61,360,720 shares
As of March 31,2024	61,360,720 shares

(ii) Number of treasury shares at the end of the period

As of March 31,2025	2,871,072 shares
As of March 31,2024	2,870,971 shares

(iii) Average number of shares outstanding during the period

Fiscal year ended March 31,2025	58,489,709 shares
Fiscal year ended March 31,2024	58,489,836 shares

* Financial results reports are exempt from audit conducted by certified public accountants or an audit corporation.

* Proper use of earnings forecasts, and other special matters

The forward-looking statements in this document, including earnings forecasts, are based on information currently available to the Company and certain assumptions that the Company considers reasonable, and are not intended as a promise by the Company that they will be achieved. Actual results may differ materially due to various factors.

Consolidated financial statements

(1) Consolidated balance sheet

(Millions of yen)

	As of March 31, 2024	As of March 31, 2025
Assets		
Current assets		
Cash and deposits	84,173	82,653
Notes and accounts receivable on completed construction contracts and other	12,421	18,266
Real estate for sale	9,476	7,112
Costs on construction contracts in progress	1,109	582
Development projects in progress	44,671	48,899
Materials and supplies	54	60
Other	493	1,155
Allowance for doubtful accounts	(32)	(36)
Total current assets	152,369	158,693
Non-current assets		
Property, plant, and equipment		
Buildings and structures	5,096	4,174
Machinery and equipment	135	136
Vehicles, Tools, furniture, and fixtures	219	436
Land	6,816	5,862
Leased assets	10	12
Total property, plant, and equipment	12,278	10,622
Intangible assets	133	138
Investments and other assets		
Investment securities	1,220	1,345
Deferred tax assets	1,493	1,460
Other	669	699
Allowance for doubtful accounts	(9)	(5)
Total investments and other assets	3,373	3,499
Total non-current assets	15,785	14,261
Total assets	168,154	172,954

(Millions of yen)

As of March 31, 2024 As of March 31, 2025

Liabilities		
Current liabilities		
Notes and accounts payable on construction contracts and other	38,663	32,173
Income taxes payable	4,350	4,548
Advances received on construction contracts in progress	4,206	4,615
Advances received on development projects in progress, real estate for sale and other	1,799	2,219
Provision for bonuses	655	717
Provision for warranties for completed construction	249	315
Other	3,003	3,916
Total current liabilities	52,929	48,506
Non-current liabilities		
Provision for retirement benefits for directors	215	233
Retirement benefits liability	1,119	1,087
Deferred tax liabilities	285	250
Other	507	564
Total non-current liabilities	2,128	2,135
Total liabilities	55,058	50,641
Net assets		
Shareholder's equity		
Share capital	3,665	3,665
Capital surplus	3,440	3,440
Retained earnings	106,113	115,187
Treasury share	(574)	(574)
Total shareholder's equity	112,644	121,717
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	475	552
Remeasurements of defined benefit plans	(24)	42
Total accumulated other comprehensive income	451	595
Total net assets	113,095	122,313
Total liabilities and net assets	168,154	172,954

(2) Consolidated statement of income and consolidated statement of comprehensive income**Consolidated statement of income**

(Millions of yen)

	From April 1, 2023 to March 31, 2024	From April 1, 2024 to March 31, 2025
Net sales		
Net sales of completed construction contracts	71,375	73,266
Net sales in development business and other	62,142	58,395
Total net sales	133,517	131,662
Cost of sales		
Cost of sales of completed construction contracts	65,295	66,376
Cost of sales in development business and other	45,339	41,735
Total cost of sales	110,634	108,112
Gross profit		
Gross profit on completed construction contracts	6,080	6,890
Gross profit on development business and other	16,802	16,659
Total gross profit	22,882	23,550
Selling, general, and administrative expenses	5,305	5,239
Operating income	17,577	18,310
Non-operating income		
Interest income	0	26
Dividend income	25	30
Gain on investment securities	60	-
Other	16	10
Total non-operating income	102	68
Non-operating expense		
Commission fee	8	8
Other	0	0
Total non-operating expense	8	9
Ordinary income	17,671	18,369
Profit before income taxes	17,671	18,369
Income taxes - current	5,562	5,629
Income taxes - deferred	(177)	(76)
Total income taxes	5,385	5,552
Net income	12,286	12,816
Net income attributable to owners of parent	12,286	12,816

Consolidated statement of comprehensive income

(Millions of yen)

	From April 1, 2023 to March 31, 2024	From April 1, 2024 to March 31, 2025
Net income	12,286	12,816
Other comprehensive income		
Valuation difference on available-for-sale securities	254	76
Retirements of defined benefit plans, net of tax	(1)	66
Total other comprehensive income	252	143
Comprehensive income	12,539	12,960
Comprehensive income attributable to:		
Owners of parent	12,539	12,960
Non-controlling interests	-	-

(3) Consolidated statement of changes in equity

Fiscal year ended March 31, 2024 (April 1, 2023-March 31, 2024)

(Millions of yen)

	Shareholder's equity				
	Share capital	Capital surplus	Retained earnings	Treasury share	Total shareholders equity
Balance at the beginning of current period	3,665	3,440	95,699	(574)	102,230
Changes during period					
Dividends of surplus			(1,871)		(1,871)
Profit attributable to owners of parent			12,286		12,286
Purchase of treasury share				(0)	(0)
Net changes in items other than shareholders' equity					
Total changes during period	-	-	10,414	(0)	10,414
Balance at the end of current period	3,665	3,440	106,113	(574)	112,644

	Accumulated other comprehensive income			Total net assets
	Valuation difference on available-for-sale securities	Remeasurements of defined benefit plans	Total accumulated other comprehensive income	
Balance at the beginning of current period	221	(23)	198	102,428
Changes during period				
Dividends of surplus				(1,871)
Profit attributable to owners of parent				12,286
Purchase of treasury share				(0)
Net changes in items other than shareholders' equity	254	(1)	252	252
Total changes during period	254	(1)	252	10,667
Balance at the end of current period	475	(24)	451	113,095

Fiscal year ended March 31, 2025 (April 1, 2024-March 31, 2025)

(Millions of yen)

	Shareholder's equity				
	Share capital	Capital surplus	Retained earnings	Treasury share	Total shareholders' equity
Balance at the beginning of current period	3,665	3,440	106,113	(574)	112,644
Changes during period					
Dividends of surplus			(3,743)		(3,743)
Profit attributable to owners of parent			12,816		12,816
Purchase of treasury share				(0)	(0)
Net changes in items other than shareholders' equity					
Total changes during period	-	-	9,073	(0)	9,073
Balance at the end of current period	3,665	3,440	115,187	(574)	121,717

	Accumulated other comprehensive income			Total net assets
	Valuation difference on available-for-sale securities	Remeasurements of defined benefit plans	Total accumulated other comprehensive income	
Balance at the beginning of current period	475	(24)	451	113,095
Changes during period				
Dividends of surplus				(3,743)
Profit attributable to owners of parent				12,816
Purchase of treasury share				(0)
Net changes in items other than shareholders' equity	76	66	143	143
Total changes during period	76	66	143	9,217
Balance at the end of current period	552	42	595	122,313

(4) Consolidated statement of cash flows

(Millions of yen)

	From April 1, 2023 to March 31, 2024	From April 1, 2024 to March 31, 2025
Cash flows from operating activities		
Profit before income taxes	17,671	18,369
Depreciation	318	385
Increase (decrease) in allowance for doubtful accounts	30	4
Increase (decrease) in retirement benefit liability	78	63
Increase (decrease) in provision for retirement benefits for directors	17	17
Increase (decrease) in other provision	248	329
Interest and dividend income	(26)	(57)
Decrease (increase) in notes and accounts receivable on completed construction contracts and other	1,234	(5,844)
Decrease (increase) in inventories	(3,343)	461
Increase (decrease) in notes and accounts payable on construction contracts and other	681	(6,721)
Increase (decrease) in accounts payable	228	484
Increase (decrease) in advances received on construction contracts in progress and other	(493)	828
Other	501	(286)
Subtotal	17,147	8,034
Interest and dividend income received	26	57
Income taxes paid	(5,474)	(5,436)
Net cash provided by (used in) operating activities	11,699	2,654
Cash flows from investing activities		
Payments into time deposits	-	(34,000)
Purchase of property, plant, and equipment	(202)	(366)
Purchase of intangible fixed assets	(26)	(64)
Other	(18)	(3)
Net cash provided by (used in) investing activities	(247)	(34,434)
Cash flows from financing activities		
Payment of dividends	(1,870)	(3,733)
Other	(9)	(7)
Net cash provided by (used in) financing activities	(1,880)	(3,740)
Net increase (decrease) in cash and cash equivalents	9,572	(35,520)
Cash and cash equivalents at beginning of the year	74,601	84,173
Cash and cash equivalents at end of the year	84,173	48,653