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Consolidated financial statements

(1) Consolidated balance sheet

(Millions of yen)

	As of March 31, 2023	As of March 31, 2024
Assets		
Current assets		
Cash and deposits	74,601	84,173
Notes and accounts receivable on completed construction contracts and other	13,656	12,421
Real estate for sale	6,369	9,476
Costs on construction contracts in progress	577	1,109
Development projects in progress	47,439	44,671
Materials and supplies	31	54
Other	556	493
Allowance for doubtful accounts	(1)	(32)
Total current assets	143,231	152,369
Non-current assets		
Property, plant, and equipment		
Buildings and structures	7,899	9,633
Machinery and equipment	173	283
Vehicles, Tools, furniture, and fixtures	281	431
Land	6,075	6,816
Leased assets	106	92
Accumulated depreciation	(4,727)	(4,978)
Total property, plant, and equipment	9,808	12,278
Intangible assets	160	133
Investments and other assets		
Investment securities	841	1,220
Deferred tax assets	1,341	1,493
Other	652	669
Allowance for doubtful accounts	(9)	(9)
Total investments and other assets	2,825	3,373
Total non-current assets	12,794	15,785
Total assets	156,025	168,154

(Millions of yen)

	As of March 31, 2023	As of March 31, 2024
Liabilities		
Current liabilities		
Notes and accounts payable on construction contracts and other	37,915	38,663
Income taxes payable	4,260	4,350
Advances received on construction contracts in progress	3,953	4,206
Advances received on development projects in progress, real estate for sale and other	2,546	1,799
Provision for bonuses	597	655
Provision for warranties for completed construction	189	249
Other	2,182	3,003
Total current liabilities	51,645	52,929
Non-current liabilities		
Provision for retirement benefits for directors	198	215
Retirement benefits liability	1,038	1,119
Deferred tax liabilities	200	285
Other	514	507
Total non-current liabilities	1,951	2,128
Total liabilities	53,597	55,058
Net assets		
Shareholder's equity		
Share capital	3,665	3,665
Capital surplus	3,440	3,440
Retained earnings	95,699	106,113
Treasury share	(574)	(574)
Total shareholder's equity	102,230	112,644
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	221	475
Remeasurements of defined benefit plans	(23)	(24)
Total accumulated other comprehensive income	198	451
Total net assets	102,428	113,095
Total liabilities and net assets	156,025	168,154

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

Consolidated statement of income

	(Millions of yen)	
	From April 1, 2022 to March 31, 2023	From April 1, 2023 to March 31, 2024
Net sales		
Net sales of completed construction contracts	63,520	71,375
Net sales in development business and other	50,205	62,142
Total net sales	113,725	133,517
Cost of sales		
Cost of sales of completed construction contracts	57,013	65,295
Cost of sales in development business and other	34,274	45,339
Total cost of sales	91,288	110,634
Gross profit		
Gross profit on completed construction contracts	6,506	6,080
Gross profit on development business and other	15,930	16,802
Total gross profit	22,437	22,882
Selling, general, and administrative expenses	5,250	5,305
Operating income	17,186	17,577
Non-operating income		
Dividend income	22	25
Gain on investment securities	12	60
Other	12	16
Total non-operating income	47	102
Non-operating expense		
Commission fee	8	8
Other	0	0
Total non-operating expense	8	8
Ordinary income	17,225	17,671
Profit before income taxes	17,225	17,671
Income taxes - current	5,535	5,562
Income taxes - deferred	(323)	(177)
Total income taxes	5,212	5,385
Net income	12,013	12,286
Net income attributable to owners of parent	12,013	12,286

Consolidated statement of comprehensive income

(Millions of yen)

	From April 1, 2022 to March 31, 2023	From April 1, 2023 to March 31, 2024
Net income	12,013	12,286
Other comprehensive income		
Valuation difference on available-for-sale securities	84	254
Retirements of defined benefit plans, net of tax	(21)	(1)
Total other comprehensive income	62	252
Comprehensive income attributable to:	12,075	12,539
Owners of parent	12,075	12,539
Non-controlling interests	-	-

(3) Consolidated statement of changes in equity

Fiscal year ended March 31, 2023 (April 1, 2022-March 31, 2023)

(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	3,421	84,972	(580)	91,478
Changes during period					
Dividends of surplus			(1,286)		(1,286)
Profit attributable to owners of parent			12,013		12,013
Purchase of treasury share				(0)	(0)
Disposal of treasury share		18		6	25
Net changes in items other than shareholders' equity					
Total changes during period	-	18	10,727	5	10,752
Balance at the end of current period	3,665	3,440	95,699	(574)	102,230

	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	137	(1)	135	91,613
Changes during period				
Dividends of surplus				(1,286)
Profit attributable to owners of parent				12,013
Purchase of treasury share				(0)
Disposal of treasury share				25
Net changes in items other than shareholders' equity	84	(21)	62	62
Total changes during period	84	(21)	62	10,814
Balance at the end of current period	221	(23)	198	102,428

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)
Disposal of treasury share					
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)
Disposal of treasury share				
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

(4) Consolidated statement of cash flows

(Millions of yen)

	From April 1, 2022 to March 31, 2023	From April 1, 2023 to March 31, 2024
Cash flows from operating activities		
Profit before income taxes	17,225	17,671
Depreciation	374	318
Increase (decrease) in allowance for doubtful accounts	(3)	30
Increase (decrease) in retirement benefit liability	30	78
Increase (decrease) in provision for retirement benefits for directors	(3)	17
Increase (decrease) in other provision	69	248
Interest and dividend income	(22)	(26)
Decrease (increase) in notes and accounts receivable on completed construction contracts and other	1,652	1,234
Decrease (increase) in inventories	(8,317)	(3,343)
Increase (decrease) in notes and accounts payable on construction contracts and other	2,551	681
Increase (decrease) in accounts payable	(181)	228
Increase (decrease) in advances received on construction contracts in progress and other	2,178	(493)
Other	402	501
Subtotal	15,957	17,147
Interest and dividend income received	22	26
Income taxes paid	(5,394)	(5,474)
Net cash provided by (used in) operating activities	10,585	11,699
Cash flows from investing activities		
Purchase of property, plant, and equipment	(129)	(202)
Purchase of intangible fixed assets	(39)	(26)
Proceeds from refund of investment securities	300	-
Other	(8)	(18)
Net cash provided by (used in) investing activities	123	(247)
Cash flows from financing activities		
Payment of dividends	(1,286)	(1,870)
Other	8	(9)
Net cash provided by (used in) financing activities	(1,278)	(1,880)
Net increase (decrease) in cash and cash equivalents	9,430	9,572
Cash and cash equivalents at beginning of the year	65,171	74,601
Cash and cash equivalents at end of the year	74,601	84,173