

# 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: WAKACHIKU CONSTRUCTION CO.,LTD.  
 Stock exchange listing: Tokyo  
 Stock code: 1888 URL <https://www.wakachiku.co.jp/>  
 Representative: President and Representative Director Katsuhiko Karasuda  
 Director, Managing Executive Officer and General Manager of Finance Yasusuke Hirata  
 Inquiries: TEL 03-3492-0273  
 Scheduled date to file Semi-annual Securities Report: November 12, 2024  
 Scheduled date to commence dividend payments: –  
 Preparation of supplementary material on financial results: Yes  
 Holding of financial results meeting: No

(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	35,183	(24.1)	461	(83.2)	498	(85.6)	233	(89.7)
Six months ended September 30, 2023	46,356	13.4	2,755	(17.9)	3,472	(6.7)	2,261	(4.4)

	Earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2024	18.35	–
Six months ended September 30, 2023	177.33	–

#### (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	82,682	46,054	53.9	3,507.41
As of March 31, 2024	90,775	47,384	50.6	3,600.65

### 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	–	120.00	120.00
Year ending March 31, 2025	–	0.00			
Year ending March 31, 2025 (Forecast)			–	126.00	126.00

### 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	98,800	4.1	6,100	(12.6)	6,100	(20.8)	4,100	(19.5)	321.41

#### 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: 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 September 30, 2024	12,964,993 shares	As of March 31, 2024	12,964,993 shares
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Number of treasury shares at the end of the period

As of September 30, 2024	258,101 shares	As of March 31, 2024	208,603 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	12,747,959 shares	Six months ended September 30, 2023	12,755,187 shares
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**Semi-annual consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of March 31, 2024	As of September 30, 2024
Assets		
Current assets		
Cash and deposits	18,891	18,183
Notes receivable, accounts receivable from completed construction contracts and other	38,528	29,585
Real estate for sale	2,988	2,986
Costs on construction contracts in progress	1,453	1,700
Advances paid	1,484	1,861
Other	7,064	7,107
Allowance for doubtful accounts	(48)	(39)
Total current assets	70,364	61,385
Non-current assets		
Property, plant and equipment		
Buildings and structures	4,785	5,446
Machinery, vehicles, tools, furniture and fixtures	4,788	4,798
Vessels	3,589	3,620
Land	6,582	6,581
Other	832	556
Accumulated depreciation	(9,538)	(9,737)
Total property, plant and equipment	11,040	11,265
Intangible assets	389	387
Investments and other assets		
Investment securities	5,559	6,349
Deferred tax assets	1,538	1,368
Retirement benefit asset	1,367	1,402
Other	975	971
Allowance for doubtful accounts	(459)	(447)
Total investments and other assets	8,980	9,644
Total non-current assets	20,411	21,296
Total assets	90,775	82,682

(Millions of yen)

	As of March 31, 2024	As of September 30, 2024
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	14,679	13,556
Short-term borrowings	2,937	1,861
Income taxes payable	1,775	242
Advances received on uncompleted construction contracts	6,886	7,877
Deposits received	8,956	6,941
Provisions	1,966	1,350
Other	1,004	423
Total current liabilities	38,207	32,251
Non-current liabilities		
Long-term borrowings	1,410	542
Deferred tax liabilities for land revaluation	768	768
Provision for share awards	122	146
Retirement benefit liability	2,749	2,770
Other	132	146
Total non-current liabilities	5,183	4,376
Total liabilities	43,391	36,628
Net assets		
Shareholders' equity		
Share capital	11,374	11,374
Capital surplus	2,948	2,948
Retained earnings	28,044	26,737
Treasury shares	(329)	(518)
Total shareholders' equity	42,037	40,542
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	718	922
Revaluation reserve for land	1,706	1,706
Remeasurements of defined benefit plans	1,468	1,396
Total accumulated other comprehensive income	3,893	4,025
Non-controlling interests	1,453	1,486
Total net assets	47,384	46,054
Total liabilities and net assets	90,775	82,682

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

## Consolidated statements of income (cumulative)

(Millions of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Net sales		
Net sales of completed construction contracts	44,874	33,629
Net sales in real estate business and other	1,482	1,554
Total net sales	46,356	35,183
Cost of sales		
Cost of sales of completed construction contracts	39,152	29,965
Cost of sales in real estate business and other	1,012	1,098
Total cost of sales	40,165	31,064
Gross profit		
Gross profit on completed construction contracts	5,721	3,663
Gross profit on real estate business and other	470	455
Total gross profit	6,191	4,119
Selling, general and administrative expenses	3,436	3,657
Operating profit	2,755	461
Non-operating income		
Interest income	131	31
Dividend income	76	93
Foreign exchange gains	625	–
Other	39	45
Total non-operating income	872	170
Non-operating expenses		
Interest expenses	52	63
Taxes and dues	26	–
Commission for syndicated loans	70	50
Other	7	18
Total non-operating expenses	155	133
Ordinary profit	3,472	498
Extraordinary income		
Gain on sale of non-current assets	3	3
Total extraordinary income	3	3
Extraordinary losses		
Loss on retirement of non-current assets	2	0
Impairment losses	–	1
Loss on valuation of golf club membership	–	1
Total extraordinary losses	2	2
Profit before income taxes	3,473	499
Income taxes - current	905	118
Income taxes - deferred	246	111
Total income taxes	1,151	230
Profit	2,321	268
Profit attributable to non-controlling interests	59	34
Profit attributable to owners of parent	2,261	233

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

(Millions of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Profit	2,321	268
Other comprehensive income		
Valuation difference on available-for-sale securities	(82)	204
Remeasurements of defined benefit plans, net of tax	(49)	(72)
Total other comprehensive income	(132)	132
Comprehensive income	2,188	401
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,129	366
Comprehensive income attributable to non-controlling interests	59	34