

Translation

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Summary of Non-Consolidated Financial Results for the Three Months Ended June 30, 2023 (Based on Japanese GAAP)

August 9, 2023

Company name: ICHIKEN Co., Ltd.
 Stock exchange listing: Tokyo
 Stock code: 1847 URL <http://www.ichiken.co.jp>
 Representative: Representative Director & President Hiroyuki Hasegawa
 General Manager of
 Inquiries: Finance & Accounting Dept. Masanobu Kato TEL 03-5931-5642
 Scheduled date to file Quarterly Securities Report: August 10, 2023
 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. Non-consolidated financial results for the three months ended June 30, 2023 (from April 1, 2023 to June 30, 2023)

(1) Non-consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2023	23,127	0.6	612	(40.8)	610	(40.7)	518	(25.1)
Three months ended June 30, 2022	22,983	32.4	1,033	(18.5)	1,029	(18.8)	692	(22.2)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2023	71.44		71.19	
Three months ended June 30, 2022	95.45		95.09	

(2) Non-consolidated financial position

	Total assets		Net assets		Equity ratio	
	Millions of yen		Millions of yen		%	
As of June 30, 2023	59,821		27,703		46.3	
As of March 31, 2023	55,714		27,531		49.4	

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	–	40.00	–	60.00	100.00
Year ending March 31, 2024	–				
Year ending March 31, 2024 (Forecast)		40.00	–	60.00	100.00

3. Forecast of non-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		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2023	45,000	1.0	1,350	(19.0)	1,300	(20.9)	900	(18.7)	123.98
Full year	90,000	2.2	3,000	12.5	2,900	12.2	2,000	17.1	275.51

4. Notes

(1) Application of special accounting methods for preparing quarterly non-consolidated financial statements: No

(2) 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

(3) Number of issued shares (common shares)

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

As of June 30, 2023	7,284,400 shares	As of March 31, 2023	7,284,400 shares
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Number of treasury shares at the end of the period

As of June 30, 2023	25,011 shares	As of March 31, 2023	24,991 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2023	7,259,396 shares	Three months ended June 30, 2022	7,257,662 shares
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Quarterly non-consolidated financial statements
Non-consolidated balance sheets

(Millions of yen)

	As of March 31, 2023	As of June 30, 2023
Assets		
Current assets		
Cash and deposits	11,653	7,575
Notes receivable, accounts receivable from completed construction contracts and other	30,902	35,218
Electronically recorded monetary claims - operating	169	2,558
Real estate for sale	2,181	2,172
Costs on construction contracts in progress	873	534
Other	583	2,029
Allowance for doubtful accounts	(3)	(3)
Total current assets	46,360	50,087
Non-current assets		
Property, plant and equipment	5,846	5,904
Intangible assets	109	100
Investments and other assets		
Other	3,398	3,729
Allowance for doubtful accounts	(0)	(0)
Total investments and other assets	3,397	3,729
Total non-current assets	9,353	9,734
Total assets	55,714	59,821

(Millions of yen)

	As of March 31, 2023	As of June 30, 2023
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts	10,859	10,659
Electronically recorded obligations - operating	6,347	6,655
Short-term borrowings	1,605	5,006
Income taxes payable	56	437
Advances received on construction contracts in progress	1,810	1,787
Provision for warranties for completed construction	185	133
Provision for loss on construction contracts	276	377
Provision for bonuses	407	112
Other	699	1,242
Total current liabilities	22,248	26,411
Non-current liabilities		
Long-term borrowings	4,153	3,840
Provision for retirement benefits	1,564	1,586
Other	217	279
Total non-current liabilities	5,935	5,706
Total liabilities	28,183	32,117
Net assets		
Shareholders' equity		
Share capital	4,329	4,329
Capital surplus	214	214
Retained earnings	22,631	22,714
Treasury shares	(27)	(27)
Total shareholders' equity	27,148	27,231
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	360	449
Total valuation and translation adjustments	360	449
Share acquisition rights	22	22
Total net assets	27,531	27,703
Total liabilities and net assets	55,714	59,821

Non-consolidated statements of income (cumulative)

(Millions of yen)

	Three months ended June 30, 2022	Three months ended June 30, 2023
Net sales	22,983	23,127
Cost of sales	21,223	21,764
Gross profit	1,760	1,363
Selling, general and administrative expenses	726	751
Operating profit	1,033	612
Non-operating income		
Interest income	0	0
Dividend income	14	15
Reversal of allowance for doubtful accounts	1	0
Other	2	3
Total non-operating income	17	20
Non-operating expenses		
Interest expenses	19	19
Commission expenses	1	1
Other	0	0
Total non-operating expenses	21	21
Ordinary profit	1,029	610
Profit before income taxes	1,029	610
Income taxes - current	448	334
Income taxes - deferred	(111)	(242)
Total income taxes	336	91
Profit	692	518