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## Consolidated Financial Results for the Three Months Ended June 30, 2024 [Japanese GAAP]

July 29, 2024

Company name: NAGAWA Co., Ltd.

Listing: Tokyo

Securities code: 9663

URL: <https://group.nagawa.co.jp/>

Representative: Ryo Shimmura

President

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Senior Executive Officer

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Scheduled date to commence dividend payments: -

Preparation of supplementary material on financial results: Yes

Holding of financial results briefing: None

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

### 1. Consolidated Financial Results for the Three Months Ended June 30, 2024 (April 1, 2024 to June 30, 2024)

#### (1) Consolidated Operating Results

(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	%
Three months ended June 30, 2024	8,463	18.2	901	14.8	1,160	17.5	770	16.3
June 30, 2023	7,160	2.6	785	(15.7)	988	(8.0)	662	(10.3)

(Note) Comprehensive income: Three months ended June 30, 2024: ¥ 597 million [ (62.5)%]  
Three months ended June 30, 2023: ¥ 1,593 million [ 176.8%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2024	49.06	-
June 30, 2023	42.16	-

#### (2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
	Millions of yen	Millions of yen	%
As of June 30, 2024	65,457	59,380	90.7
March 31, 2024	66,876	59,725	89.3

(Reference) Equity: As of June 30, 2024: ¥ 59,380 million  
As of March 31, 2024: ¥ 59,725 million

## 2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2024	-	0.00	-	60.00	60.00
Fiscal year ending March 31, 2025	-				
Fiscal year ending March 31, 2025 (Forecast)		0.00	-	60.00	60.00

(Note) Revision to the forecast for dividends announced most recently: None

(Note) Breakdown of the 1st quarter dividend for the fiscal year ending March 31, 2025 :

Commemorative dividend	- yen
Special dividend	- yen

## 3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2025(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		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2024	18,000	20.4	2,600	45.0	2,700	33.9	1,850	40.9	117.68
Full year	36,000	10.5	5,200	22.6	5,400	16.3	3,700	18.6	235.36

(Note) Revision to the financial results forecast announced most recently: None

\* Notes:

(1) Significant changes in the scope of consolidation during the period: None

Newly included:	-	(Company name:	)
Excluded:	-	(Company name:	)

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: None

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

- 1) Changes in accounting policies due to revisions to accounting standards and other regulations: Yes
- 2) Changes in accounting policies due to other reasons: None
- 3) Changes in accounting estimates: None
- 4) Restatement: None

(4) Number of issued shares (common shares)

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

June 30, 2024:	16,357,214 shares
March 31, 2024:	16,357,214 shares

2) Number of treasury shares at the end of the period:

June 30, 2024:	645,807 shares
March 31, 2024:	643,807 shares

3) Average number of shares outstanding during the period:

Three months ended June 30, 2024:	15,711,907 shares
Three months ended June 30, 2023:	15,722,541 shares

\* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: None

\* Proper use of earnings forecasts, and other special matters

Quarterly Consolidated Financial Statements  
Quarterly Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2024	As of June 30, 2024
<b>Assets</b>		
Current assets		
Cash and deposits	7,166	7,380
Notes receivable - trade	1,270	1,209
Electronically recorded monetary claims - operating	1,759	1,774
Accounts receivable - trade	5,093	3,382
Contract assets	28	85
Merchandise and finished goods	3,331	3,310
Work in process	706	313
Raw materials and supplies	562	606
Other	228	222
Allowance for doubtful accounts	(1)	(1)
Total current assets	20,147	18,285
Non-current assets		
Property, plant and equipment		
Assets for rent, net	13,514	13,858
Buildings and structures, net	3,760	4,026
Land	7,485	7,679
Construction in progress	243	133
Other, net	240	266
Total property, plant and equipment	25,243	25,964
Intangible assets	228	211
Investments and other assets		
Investment securities	20,051	19,802
Leasehold and guarantee deposits	748	741
Retirement benefit asset	169	177
Other	287	275
Allowance for doubtful accounts	(0)	(0)
Total investments and other assets	21,257	20,995
Total non-current assets	46,729	47,172
<b>Total assets</b>	<b>66,876</b>	<b>65,457</b>

(Millions of yen)

	As of March 31, 2024	As of June 30, 2024
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	2,889	2,107
Income taxes payable	734	384
Provision for bonuses	289	395
Provision for bonuses for directors (and other officers)	64	16
Asset retirement obligations	2	0
Other	1,293	1,377
Total current liabilities	5,273	4,282
Non-current liabilities		
Long-term accounts payable - other	24	24
Asset retirement obligations	46	45
Deferred tax liabilities	1,804	1,722
Other	2	2
Total non-current liabilities	1,878	1,795
Total liabilities	7,151	6,077
<b>Net assets</b>		
Shareholders' equity		
Share capital	2,855	2,855
Capital surplus	9,424	9,424
Retained earnings	45,172	45,000
Treasury shares	(2,428)	(2,428)
Total shareholders' equity	55,023	54,851
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	4,722	4,548
Foreign currency translation adjustment	(20)	(20)
Total accumulated other comprehensive income	4,701	4,528
Non-controlling interests	-	-
Total net assets	59,725	59,380
Total liabilities and net assets	66,876	65,457

Quarterly Consolidated Statements of Income and Comprehensive Income  
Quarterly Consolidated Statements of Income (For the three months)

(Millions of yen)

	For the three months ended June 30, 2023	For the three months ended June 30, 2024
Net sales	7,160	8,463
Cost of sales	4,176	5,246
Gross profit	2,984	3,217
Selling, general and administrative expenses	2,199	2,315
Operating profit	785	901
Non-operating income		
Interest income	3	3
Dividend income	189	255
Rental income	5	4
Foreign exchange gains	6	-
Miscellaneous income	8	8
Total non-operating income	214	271
Non-operating expenses		
Share-based remuneration expenses	11	11
Miscellaneous losses	0	0
Total non-operating expenses	11	12
Ordinary profit	988	1,160
Extraordinary income		
Gain on sale of non-current assets	0	0
Gain on sale of investment securities	12	-
Total extraordinary income	12	0
Extraordinary losses		
Loss on disposal of non-current assets	4	11
Total extraordinary losses	4	11
Profit before income taxes	996	1,149
Income taxes - current	343	384
Income taxes - deferred	(9)	(5)
Total income taxes	333	378
Profit	662	770
Profit attributable to owners of parent	662	770

Quarterly Consolidated Statements of Comprehensive Income (For the three months)

(Millions of yen)

	For the three months ended June 30, 2023	For the three months ended June 30, 2024
Profit	662	770
Other comprehensive income		
Valuation difference on available-for-sale securities	936	(173)
Foreign currency translation adjustment	(5)	0
Total other comprehensive income	931	(173)
Comprehensive income	1,593	597
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,593	597
Comprehensive income attributable to non-controlling interests	-	-