

Consolidated Financial Results for the Three Months Ended November 30, 2023 [Japanese GAAP]



January 12, 2024

Company name: West Holdings Corporation
 Stock exchange listing: Tokyo Stock Exchange
 Code number: 1407
 URL: <https://www.west-gr.co.jp/>
 Representative: Eiichiro Egashira, Representative Director and President
 Contact: Nobuo Katsumata, in charge of IR, Corporate Planning Department
 Phone: +81-3-6812-2501
 Scheduled date of filing quarterly securities report: January 12, 2024
 Scheduled date of commencing dividend payments: –
 Availability of supplementary explanatory materials on quarterly financial results: None
 Schedule of quarterly financial results briefing session: Not scheduled

(Amounts of less than one million yen are rounded down.)

1. Consolidated Financial Results for the Three Months Ended November 30, 2023 (September 1, 2023 – November 30, 2023)

(1) Consolidated Operating Results (Cumulative) (% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Three months ended								
November 30, 2023	8,867	40.6	1,310	271.1	1,121	428.6	820	363.0
November 30, 2022	6,305	(56.6)	353	(26.9)	212	(38.3)	177	(24.3)

Note: Comprehensive income: Three months ended November 30, 2023: ¥854 million [350.0%]
 Three months ended November 30, 2022: ¥189 million [(20.5)%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended		
November 30, 2023	20.17	–
November 30, 2022	4.36	–

Note: Diluted earnings per share has not been presented since there are no potential shares.

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of November 30, 2023	124,106	30,025	24.2
As of August 31, 2023	123,802	31,403	25.4

(Reference) Equity: As of November 30, 2023: ¥30,009 million
 As of August 31, 2023: ¥31,387 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 August 31, 2023	–	0.00	–	55.00	55.00
Fiscal year ending August 31, 2024	–				
Fiscal year ending August 31, 2024 (Forecast)		0.00	–	55.00	55.00

Note: Revisions to the dividend forecast most recently announced: None

3. Consolidated Financial Results Forecast for the Fiscal Year Ending August 31, 2024 (September 1, 2023 – August 31, 2024)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
First half	26,150	76.7	3,894	157.7	3,564	192.3	2,408	128.8	59.22
Full year	64,655	47.8	11,683	37.5	10,983	37.8	7,438	23.6	182.93

Note: Revisions to the financial results forecast most recently announced: None

* Notes:

- (1) Changes in significant subsidiaries during the period under review: None
(Changes in specified subsidiaries resulting in changes in scope of consolidation)
Newly included: – (Company name:)
Excluded: – (Company name:)
- (2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: Yes
- (3) Changes in accounting policies, changes in accounting estimates and retrospective restatement
 - 1) Changes in accounting policies due to the revision of accounting standards: None
 - 2) Changes in accounting policies other than 1) above: None
 - 3) Changes in accounting estimates: None
 - 4) Retrospective restatement: None
- (4) Total number of issued shares (common shares)
 - 1) Total number of issued shares at the end of the period (including treasury shares):
 - November 30, 2023: 46,027,488 shares
 - August 31, 2023: 46,027,488 shares
 - 2) Total number of treasury shares at the end of the period:
 - November 30, 2023: 5,367,534 shares
 - August 31, 2023: 5,367,122 shares
 - 3) Average number of shares during the period:
 - Three months ended November 30, 2023: 40,660,179 shares
 - Three months ended November 30, 2022: 40,663,823 shares

* These quarterly consolidated financial results are outside the scope of quarterly review by certified public accountants or an audit firm.

* Explanation of the proper use of financial results forecast and other notes

Forward-looking statements in this document, including earnings projections, are based on currently available information and certain premises that are judged to be rational, and the Company does not in any way guarantee the achievement of the projections. Actual results may therefore differ materially depending on various factors.

(1) Quarterly Consolidated Balance Sheets

(Million yen)

	As of August 31, 2023	As of November 30, 2023
Assets		
Current assets		
Cash and deposits	46,150	44,643
Accounts receivable - trade	863	719
Lease receivables	5,564	5,451
Accounts receivable from completed construction contracts	9,587	10,077
Merchandise	11,998	11,893
Real estate for sale	326	326
Costs on construction contracts in progress	2,295	2,845
Raw materials and supplies	14	34
Other	7,382	7,904
Allowances for doubtful accounts	(210)	(204)
Total current assets	83,973	83,691
Non-current assets		
Property, plant and equipment		
Machinery, equipment and vehicles, net	20,397	20,495
Other, net	10,443	10,799
Total property, plant and equipment	30,841	31,295
Intangible assets	4,174	4,147
Investments and other assets		
Investment securities	1,209	1,232
Long-term loans receivable	225	238
Deferred tax assets	1,414	1,414
Other	2,071	2,195
Allowances for doubtful accounts	(108)	(109)
Total investments and other assets	4,812	4,971
Total non-current assets	39,828	40,414
Total assets	123,802	124,106

(Million yen)

	As of August 31, 2023	As of November 30, 2023
Liabilities		
Current liabilities		
Notes and accounts payable - trade	644	1,368
Accounts payable for construction contracts	3,039	1,944
Current portion of bonds payable	140	140
Short-term borrowings	17,866	19,135
Income taxes payable	319	322
Provision for warranties for completed construction	176	163
Other	8,695	8,620
Total current liabilities	30,882	31,693
Non-current liabilities		
Bonds payable	170	120
Long-term borrowings	60,078	61,010
Asset retirement obligations	962	961
Deferred tax liabilities	0	0
Other	305	295
Total non-current liabilities	61,516	62,387
Total liabilities	92,399	94,081
Net assets		
Shareholders' equity		
Share capital	2,020	2,020
Capital surplus	756	762
Retained earnings	31,830	30,413
Treasury shares	(3,270)	(3,271)
Total shareholders' equity	31,337	29,924
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	48	71
Foreign currency translation adjustment	1	13
Total accumulated other comprehensive income	50	84
Non-controlling interests	15	15
Total net assets	31,403	30,025
Total liabilities and net assets	123,802	124,106

(2) Quarterly Consolidated Statements of Income and Comprehensive Income
Quarterly Consolidated Statements of Income
Three Months Ended November 30

(Million yen)

	Three months ended November 30, 2022	Three months ended November 30, 2023
Net sales	6,305	8,867
Cost of sales	4,364	5,771
Gross profit	1,941	3,096
Selling, general and administrative expenses	1,587	1,786
Operating profit	353	1,310
Non-operating income		
Interest income	0	2
Dividend income	0	0
Foreign exchange gains	0	–
Interest on tax refund	2	2
Insurance claim income	2	–
Other	2	2
Total non-operating income	9	7
Non-operating expenses		
Interest expenses	149	188
Commission expenses	0	1
Foreign exchange losses	0	6
Other	0	0
Total non-operating expenses	150	196
Ordinary profit	212	1,121
Extraordinary losses		
Loss on retirement of noncurrent assets	–	2
Total extraordinary losses	–	2
Profit before distributions of profit or loss on silent partnerships and income taxes	212	1,119
Distributions of profit or loss on silent partnerships	8	7
Profit before income taxes	203	1,111
Income taxes	26	291
Profit	177	820
Profit attributable to owners of parent	177	820

Consolidated Statements of Comprehensive Income

Three Months Ended November 30

(Million yen)

	Three months ended November 30, 2022	Three months ended November 30, 2023
Profit	177	820
Other comprehensive income		
Valuation difference on available-for-sale securities	13	22
Foreign currency translation adjustment	(0)	11
Total other comprehensive income	12	34
Comprehensive income	189	854
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	189	854
Comprehensive income attributable to non-controlling interests	–	–