

# Consolidated Financial Results for the Six Months Ended February 29, 2024 [Japanese GAAP]



April 12, 2024

Company name: West Holdings Corporation  
Stock exchange listing: Tokyo Stock Exchange  
Code number: 1407

URL: <https://www.west-gr.co.jp/>

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Scheduled date of filing quarterly securities report: April 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 Six Months Ended February 29, 2024 (September 1, 2023 – February 29, 2024)

(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	%
Six months ended								
February 29, 2024	19,915	34.6	2,913	92.8	2,568	110.7	1,864	77.1
February 28, 2023	14,801	(57.2)	1,510	(44.4)	1,219	(50.3)	1,052	(37.6)

Note: Comprehensive income: Six months ended February 29, 2024: ¥1,925 million [76.9%]

Six months ended February 28, 2023: ¥1,088 million [(36.1)%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended		
February 29, 2024	45.84	–
February 28, 2023	25.88	–

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 February 29, 2024	123,602	31,104	25.2
As of August 31, 2023	123,802	31,403	25.4

(Reference) Equity: As of February 29, 2024: ¥31,088 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
Fiscal year ended August 31, 2023	Yen —	Yen 0.00	Yen —	Yen 55.00	Yen 55.00
Fiscal year ending August 31, 2024	—	0.00			
Fiscal year ending August 31, 2024 (Forecast)			—	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
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):
 

February 29, 2024:	46,027,488 shares
August 31, 2023:	46,027,488 shares
  - 2) Total number of treasury shares at the end of the period:
 

February 29, 2024:	5,367,653 shares
August 31, 2023:	5,367,122 shares
  - 3) Average number of shares during the period:
 

Six months ended February 29, 2024:	40,660,043 shares
Six months ended February 28, 2023:	40,663,248 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 February 29, 2024
<b>Assets</b>		
Current assets		
Cash and deposits	46,150	41,860
Accounts receivable - trade	863	592
Lease receivables	5,564	5,407
Accounts receivable from completed construction contracts	9,587	9,172
Merchandise	11,998	13,495
Real estate for sale	326	326
Costs on construction contracts in progress	2,295	3,574
Raw materials and supplies	14	27
Other	7,382	7,475
Allowances for doubtful accounts	(210)	(183)
<b>Total current assets</b>	<b>83,973</b>	<b>81,750</b>
Non-current assets		
Property, plant and equipment		
Machinery, equipment and vehicles, net	20,397	20,688
Other, net	10,443	11,460
<b>Total property, plant and equipment</b>	<b>30,841</b>	<b>32,148</b>
Intangible assets	4,174	4,123
Investments and other assets		
Investment securities	1,209	1,376
Long-term loans receivable	225	487
Deferred tax assets	1,414	1,394
Other	2,071	2,426
Allowances for doubtful accounts	(108)	(104)
<b>Total investments and other assets</b>	<b>4,812</b>	<b>5,580</b>
<b>Total non-current assets</b>	<b>39,828</b>	<b>41,852</b>
<b>Total assets</b>	<b>123,802</b>	<b>123,602</b>

(Million yen)

	As of August 31, 2023	As of February 29, 2024
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	644	851
Accounts payable for construction contracts	3,039	2,218
Current portion of bonds payable	140	140
Short-term borrowings	17,866	19,145
Income taxes payable	319	755
Provision for warranties for completed construction	176	165
Other	8,695	8,099
Total current liabilities	30,882	31,375
Non-current liabilities		
Bonds payable	170	100
Long-term borrowings	60,078	59,769
Asset retirement obligations	962	960
Deferred tax liabilities	0	0
Other	305	293
Total non-current liabilities	61,516	61,123
Total liabilities	92,399	92,498
<b>Net assets</b>		
Shareholders' equity		
Share capital	2,020	2,020
Capital surplus	756	770
Retained earnings	31,830	31,457
Treasury shares	(3,270)	(3,272)
Total shareholders' equity	31,337	30,976
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	48	95
Foreign currency translation adjustment	1	17
Total accumulated other comprehensive income	50	112
Non-controlling interests	15	15
Total net assets	31,403	31,104
Total liabilities and net assets	123,802	123,602

(2) Quarterly Consolidated Statements of Income and Comprehensive Income  
Quarterly Consolidated Statements of Income  
Six Months Ended February 29

(Million yen)

	Six months ended February 28, 2023	Six months ended February 29, 2024
Net sales	14,801	19,915
Cost of sales	10,065	13,274
Gross profit	4,735	6,640
Selling, general and administrative expenses	3,224	3,727
Operating profit	1,510	2,913
Non-operating income		
Interest income	0	4
Dividend income	7	9
Interest on tax refund	2	6
Insurance claim income	5	–
Other	7	8
Total non-operating income	23	27
Non-operating expenses		
Interest expenses	305	358
Commission expenses	3	3
Foreign exchange losses	0	10
Other	6	0
Total non-operating expenses	315	372
Ordinary profit	1,219	2,568
Extraordinary income		
Reversal of provision for loss on withdrawal from electric power business	263	–
Total extraordinary income	263	–
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	1,483	2,566
Distributions of profit or loss on silent partnerships	14	11
Profit before income taxes	1,468	2,555
Income taxes	415	691
Profit	1,052	1,864
Profit attributable to owners of parent	1,052	1,864

Consolidated Statements of Comprehensive Income

Six Months Ended February 29

(Million yen)

	Six months ended February 28, 2023	Six months ended February 29, 2024
Profit	1,052	1,864
Other comprehensive income		
Valuation difference on available-for-sale securities	35	46
Foreign currency translation adjustment	0	15
Total other comprehensive income	36	61
Comprehensive income	1,088	1,925
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,088	1,925
Comprehensive income attributable to non-controlling interests	–	–

### (3) Quarterly Consolidated Statements of Cash Flows

(Million yen)

	Six months ended February 28, 2023	Six months ended February 29, 2024
<b>Cash flows from operating activities</b>		
Profit before income taxes	1,468	2,555
Depreciation	1,044	1,110
Increase (decrease) in allowance for doubtful accounts	(39)	(30)
Increase (decrease) in provision for warranties for completed construction	(9)	(11)
Increase (decrease) in provision for loss on withdrawal from electric power business	(399)	—
Interest and dividend income	(8)	(13)
Interest expenses	305	358
Decrease (increase) in trade receivables	7,603	898
Decrease (increase) in inventories	(1,346)	(2,813)
Decrease (increase) in advance payments to suppliers	(198)	(735)
Increase (decrease) in trade payables	(1,673)	(655)
Increase (decrease) in advances received on construction contracts in progress	962	77
Decrease (increase) in accounts receivable - other	1,856	644
Increase (decrease) in accounts payable - other	(55)	59
Increase (decrease) in accrued consumption taxes	(174)	(938)
Increase (decrease) in advances received	58	386
Increase (decrease) in deposits received	36	(76)
Other, net	(659)	(895)
Subtotal	8,771	(80)
Interest and dividends received	9	13
Interest paid	(335)	(358)
Income taxes refund (paid)	(1,351)	293
Net cash provided by (used in) operating activities	7,092	(132)



(Million yen)

	Six months ended February 28, 2023	Six months ended February 29, 2024
<b>Cash flows from investing activities</b>		
Purchase of investment securities	(280)	(100)
Purchase of property, plant and equipment	(1,268)	(2,047)
Purchase of intangible assets	(1)	(4)
Proceeds from refund of leasehold and guarantee deposits	9	1
Payments of leasehold and guarantee deposits	(2)	(17)
Proceeds from collection of long-term loans receivable	2	2
Long-term loan advances	(44)	(374)
Other, net	(177)	5
Net cash provided by (used in) investing activities	(1,763)	(2,534)
<b>Cash flows from financing activities</b>		
Increase (decrease) in short-term borrowings	—	693
Proceeds from long-term borrowings	15,276	8,673
Repayments of long-term borrowings	(8,688)	(8,728)
Redemption of bonds	(70)	(70)
Purchase of treasury shares	(9)	(1)
Dividends paid	(2,234)	(2,234)
Other, net	(9)	(5)
Net cash provided by (used in) financing activities	4,264	(1,673)
Effect of exchange rate change on cash and cash equivalents	15	50
Net increase (decrease) in cash and cash equivalents	9,609	(4,290)
Cash and cash equivalents at beginning of period	27,709	46,263
Cash and cash equivalents at end of period	37,318	41,973