

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purposes. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

Consolidated Financial Results for the Fiscal Year Ended March 31, 2025 (Under Japanese GAAP)

May 7, 2025

Company name YAHAGI CONSTRUCTION CO., LTD. Stock exchange listing: Tokyo, Nagoya
 Securities code 1870 URL <https://www.yahagi.co.jp/>
 Representative President and Representative Director Mitsuhiro Takayanagi
 Inquiries General Manager of Finance Department Yoshiaki Saguchi Tel 052-935-2348
 Scheduled date of annual general meeting of shareholders: June 27, 2025
 Scheduled date to commence dividend payments: June 6, 2025
 Scheduled date to file annual securities report: June 24, 2025
 Preparation of supplementary material on financial results: Yes
 Holding of financial results meeting: Yes

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

1. Consolidated financial results for the fiscal year ended March 31, 2025 (from April 1, 2024 to March 31, 2025)

(1) Consolidated operating results

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2025	140,699	17.4	8,654	(9.0)	8,616	(10.1)	5,643	(12.7)
March 31, 2024	119,824	7.8	9,514	31.9	9,588	32.1	6,462	43.4

Note: Comprehensive income For the fiscal year ended March 31, 2025 5,330 Millions of yen [(36.8)%]
 For the fiscal year ended March 31, 2024 8,429 Millions of yen [82.3%]

	Basic earnings per share	Diluted earnings per share	Rate of return on equity	Ordinary profit to total assets ratio	Operating profit to net sales ratio
Fiscal year ended	Yen	Yen	%	%	%
March 31, 2025	131.17	—	8.3	6.4	6.2
March 31, 2024	150.23	—	10.2	7.5	7.9

Reference: Investment profit (loss) on equity method For the fiscal year ended March 31, 2025 — Millions of yen
 For the fiscal year ended March 31, 2024 — Millions of yen

(2) Consolidated financial position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
March 31, 2025	144,220	68,835	47.7	1,599.56
March 31, 2024	126,000	66,538	52.8	1,546.39

Reference: Owner's equity As of March 31, 2025 68,827 Millions of yen
 As of March 31, 2024 66,530 Millions of yen

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and equivalents, end of period
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2025	(17,191)	(255)	13,149	15,619
March 31, 2024	10,235	(1,181)	(11,857)	19,917

2. Cash dividends

	Dividend per share					Total dividend paid	Payout ratio (consolidated)	Ratio of total amount of dividends to net assets (consolidated)
	First quarter	Second quarter	Third quarter	Year end	Annual			
Fiscal year ended March 31, 2024	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
March 31, 2024	—	30.00	—	30.00	60.00	2,604	39.9	4.1
March 31, 2025	—	40.00	—	40.00	80.00	3,472	61.0	5.1
March 31, 2026 (Forecast)	—	45.00	—	45.00	90.00		58.7	

3. Forecast of consolidated financial results for the year ending March 31, 2026 (from April 1, 2025 to March 31, 2026)

(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, 2025	88,000	49.8	6,000	366.2	6,000	352.5	4,100	323.7	95.28
Fiscal year ending March 31, 2026	168,000	19.4	10,000	15.5	9,900	14.9	6,600	16.9	153.38

* Notes

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

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

(i) Changes in accounting policies due to revisions to accounting standards and other regulations : Yes

(ii) Changes in accounting policies due to other reasons : None

(iii) Changes in accounting estimates : None

(iv) Restatement : None

(3) Number of issued shares (common shares)

① Number of issued and outstanding shares at the end of fiscal year (including treasury stock)

As of March 31, 2025	44,607,457 shares
As of March 31, 2024	44,607,457 shares

② Number of treasury shares at the end of the period

As of March 31, 2025	1,578,452 shares
As of March 31, 2024	1,584,173 shares

③ Average number of shares during the period

Fiscal year ended March 31, 2025	43,026,336 shares
Fiscal year ended March 31, 2024	43,017,532 shares

[Reference] Overview of non-consolidated financial results

1. Non-consolidated financial results for the fiscal year ended March 31, 2025 (from April 1, 2024 to March 31, 2025)

(1) Non-consolidated operating results

(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	%
Fiscal year ended March 31, 2025	112,121	20.2	5,417	(14.8)	6,401	(12.2)	4,603	(12.6)
March 31, 2024	93,310	(0.8)	6,359	29.4	7,290	20.9	5,298	16.3

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Fiscal year ended March 31, 2025	106.98	—
March 31, 2024	123.18	—

(2) Non-consolidated financial position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2025	130,691	58,352	44.7	1,356.12
March 31, 2024	112,085	56,776	50.7	1,319.66

Reference: Owner's equity As of March 31, 2025 58,352 Millions of yen
As of March 31, 2024 56,776 Millions of yen

* Financial results reports are exempt from audit conducted by certified public accountants or an audit firm.

* Proper use of earnings forecasts, and other special matters

The forward-looking statements such as earnings forecasts contained in this document are based on information currently available as of the date of this announcement, and actual results may differ materially due to various factors.

Consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2024	As of March 31, 2025
Assets		
Current assets		
Cash and deposits	19,987	15,669
Notes receivable, accounts receivable from completed construction contracts and other	39,564	58,145
Electronically recorded monetary claims - operating	93	72
Costs on construction contracts in progress	3,251	3,320
Real estate for sale	21,016	21,978
Merchandise and finished goods	6	17
Raw materials and supplies	825	511
Other	3,254	8,565
Allowance for doubtful accounts	(88)	(88)
Total current assets	87,910	108,192
Non-current assets		
Property, plant and equipment		
Buildings and structures	15,846	15,883
Machinery, vehicles, tools, furniture and fixtures	3,921	4,153
Land	18,317	17,059
Leased assets	78	78
Construction in progress	163	14
Accumulated depreciation	(11,180)	(12,050)
Total property, plant and equipment	27,148	25,138
Intangible assets	728	763
Investments and other assets		
Investment securities	5,202	5,662
Retirement benefit asset	248	260
Deferred tax assets	3,792	3,112
Other	1,017	1,138
Allowance for doubtful accounts	(48)	(48)
Total investments and other assets	10,213	10,125
Total non-current assets	38,090	36,027
Total assets	126,000	144,220

(Millions of yen)

	As of March 31, 2024	As of March 31, 2025
Liabilities		
Current liabilities		
Accounts payable for construction contracts	11,112	14,553
Short-term borrowings	14,100	26,600
Income taxes payable	4,663	365
Advances received on construction contracts in progress	8,853	10,348
Provision for warranties for completed construction	441	500
Provision for loss on construction contracts	322	730
Provision for bonuses for directors (and other officers)	85	83
Provision for bonuses	—	251
Other	4,128	2,041
Total current liabilities	43,708	55,473
Non-current liabilities		
Long-term borrowings	8,300	12,000
Deferred tax liabilities for land revaluation	221	228
Retirement benefit liability	3,680	4,129
Asset retirement obligations	449	462
Provision for share-based payments	136	189
Other	2,966	2,901
Total non-current liabilities	15,753	19,911
Total liabilities	59,461	75,384
Net assets		
Shareholders' equity		
Share capital	6,808	6,808
Capital surplus	7,244	7,244
Retained earnings	56,015	58,620
Treasury shares	(875)	(870)
Total shareholders' equity	69,192	71,802
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	2,326	2,337
Revaluation reserve for land	(5,882)	(5,888)
Remeasurements of defined benefit plans	894	575
Total accumulated other comprehensive income	(2,661)	(2,975)
Non-controlling interests	8	8
Total net assets	66,538	68,835
Total liabilities and net assets	126,000	144,220

Consolidated statements of income and consolidated statements of comprehensive income
Consolidated statements of income

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Net sales		
Net sales of completed construction contracts	96,230	118,701
Net sales in real estate business and other	23,594	21,997
Total net sales	119,824	140,699
Cost of sales		
Cost of sales of completed construction contracts	86,645	107,865
Cost of sales in real estate business and other	13,382	13,416
Total cost of sales	100,027	121,282
Gross profit		
Gross profit on completed construction contracts	9,584	10,836
Gross profit on real estate business and other	10,212	8,580
Total gross profit	19,797	19,416
Selling, general and administrative expenses	10,282	10,762
Operating profit	9,514	8,654
Non-operating income		
Interest income	0	2
Dividend income	112	135
Other	98	60
Total non-operating income	211	197
Non-operating expenses		
Interest expenses	100	201
Miscellaneous expenses	36	33
Total non-operating expenses	137	235
Ordinary profit	9,588	8,616
Extraordinary income		
Gain on sale of investment securities	3	45
Other	1	3
Total extraordinary income	5	49
Extraordinary losses		
Loss on sale of non-current assets	—	31
Loss on retirement of non-current assets	24	0
Impairment losses	239	471
Other	1	—
Total extraordinary losses	265	502
Profit before income taxes	9,328	8,163
Income taxes - current	5,480	1,756
Income taxes - deferred	(2,612)	762
Total income taxes	2,867	2,519
Profit	6,460	5,644
Profit (loss) attributable to non-controlling interests	(1)	0
Profit attributable to owners of parent	6,462	5,643

Consolidated statements of comprehensive income

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Profit	6,460	5,644
Other comprehensive income		
Valuation difference on available-for-sale securities	842	11
Remeasurements of defined benefit plans, net of tax	1,126	(318)
Revaluation reserve for land	—	(6)
Total other comprehensive income	1,969	(313)
Comprehensive income	8,429	5,330
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	8,431	5,330
Comprehensive income attributable to non-controlling interests	(1)	0

Consolidated statements of changes in equity

Fiscal year ended March 31, 2024

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	6,808	7,244	51,896	(886)	65,062
Changes during period					
Dividends of surplus			(2,343)		(2,343)
Profit attributable to owners of parent			6,462		6,462
Purchase of treasury shares				(0)	(0)
Disposal of treasury shares				11	11
Net changes in items other than shareholders' equity					
Total changes during period	—	—	4,118	11	4,130
Balance at end of period	6,808	7,244	56,015	(875)	69,192

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Revaluation reserve for land	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	1,484	(5,882)	(232)	(4,630)	—	60,431
Changes during period						
Dividends of surplus						(2,343)
Profit attributable to owners of parent						6,462
Purchase of treasury shares						(0)
Disposal of treasury shares						11
Net changes in items other than shareholders' equity	842		1,126	1,969	8	1,977
Total changes during period	842	—	1,126	1,969	8	6,107
Balance at end of period	2,326	(5,882)	894	(2,661)	8	66,538

Fiscal year ended March 31, 2025

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	6,808	7,244	56,015	(875)	69,192
Changes during period					
Dividends of surplus			(3,038)		(3,038)
Profit attributable to owners of parent			5,643		5,643
Purchase of treasury shares				(0)	(0)
Disposal of treasury shares				4	4
Net changes in items other than shareholders' equity					
Total changes during period	—	—	2,605	4	2,610
Balance at end of period	6,808	7,244	58,620	(870)	71,802

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Revaluation reserve for land	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	2,326	(5,882)	894	(2,661)	8	66,538
Changes during period						
Dividends of surplus						(3,038)
Profit attributable to owners of parent						5,643
Purchase of treasury shares						(0)
Disposal of treasury shares						4
Net changes in items other than shareholders' equity	11	(6)	(318)	(313)	0	(313)
Total changes during period	11	(6)	(318)	(313)	0	2,296
Balance at end of period	2,337	(5,888)	575	(2,975)	8	68,835

Consolidated statements of cash flows

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Cash flows from operating activities		
Profit before income taxes	9,328	8,163
Depreciation	1,058	1,050
Amortization of goodwill	81	81
Increase (decrease) in allowance for doubtful accounts	(0)	(0)
Increase (decrease) in provision for bonuses for directors (and other officers)	16	(1)
Increase (decrease) in retirement benefit liability	123	(10)
Interest and dividend income	(112)	(137)
Interest expenses	100	201
Impairment losses	239	471
Loss (gain) on sale and retirement of property, plant and equipment	24	31
Loss (gain) on sale of investment securities	(3)	(45)
Decrease (increase) in trade receivables	3,095	(18,559)
Decrease (increase) in inventories	293	(728)
Increase (decrease) in trade payables	(7,584)	3,440
Increase (decrease) in advances received on construction contracts in progress	4,248	1,495
Increase (decrease) in accrued consumption taxes	987	(5,475)
Other, net	342	(1,254)
Subtotal	12,238	(11,278)
Interest and dividends received	112	137
Interest paid	(95)	(197)
Income taxes paid	(2,019)	(5,853)
Net cash provided by (used in) operating activities	10,235	(17,191)
Cash flows from investing activities		
Decrease (increase) in time deposits	30	20
Purchase of property, plant and equipment and intangible assets	(2,402)	(845)
Proceeds from sale of property, plant and equipment	0	1,052
Purchase of investment securities	(21)	(450)
Proceeds from sale of investment securities	11	97
Proceeds from divestments	1,179	—
Other, net	21	(129)
Net cash provided by (used in) investing activities	(1,181)	(255)
Cash flows from financing activities		
Proceeds from short-term borrowings	11,850	28,200
Repayments of short-term borrowings	(25,050)	(15,200)
Proceeds from long-term borrowings	5,900	4,600
Repayments of long-term borrowings	(2,200)	(1,400)
Net decrease (increase) in treasury shares	(0)	(0)
Dividends paid	(2,343)	(3,038)
Other, net	(13)	(12)
Net cash provided by (used in) financing activities	(11,857)	13,149
Net increase (decrease) in cash and cash equivalents	(2,803)	(4,298)
Cash and cash equivalents at beginning of period	22,721	19,917
Cash and cash equivalents at end of period	19,917	15,619