



## Consolidated Financial Results for the Six Months Ended September 30, 2024 [Japanese GAAP]

November 11, 2024

Company name: Shin Nippon Air Technologies Co., Ltd.  
 Stock exchange listing: Tokyo Stock Exchange Prime Market  
 Securities code: 1952 URL: <https://www.snk.co.jp>  
 Representative: Masanori Hiroshima, President and Representative Director  
 Inquiries: Kiyoshi Inoue, Director, Chief Financial Officer  
 Telephone: +81-3-3639-2700  
 Scheduled date to file semi-annual securities report: November 11, 2024  
 Scheduled date to commence dividend payments: December 4, 2024  
 Preparation of supplementary material on financial results: Yes  
 Holding of financial results briefing: Yes (for institutional investors and analysts)

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

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

#### (1) Consolidated Operating Results

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2024	54,773	16.6	2,490	75.9	2,862	69.4	1,876	66.1
September 30, 2023	46,969	6.9	1,415	(34.1)	1,690	(39.3)	1,129	(40.0)

(Note) Comprehensive income: Six months ended September 30, 2024: ¥ 2,215 million (14.6)%  
 Six months ended September 30, 2023: ¥ 2,594 million (25.3)%

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2024	82.07	81.88
September 30, 2023	48.46	48.35

#### (2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
September 30, 2024	98,213	66,502	67.6	2,898.42
March 31, 2024	117,351	65,594	55.8	2,868.22

(Reference) Equity: As of September 30, 2024: ¥ 66,434 million  
 As of March 31, 2024: ¥ 65,526 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	-	30.00	-	70.00	100.00
Fiscal year ending March 31, 2025	-	60.00	-	-	-
Fiscal year ending March 31, 2025(Forecast)	-	-	-	30.00	-

(Note) Revision to the forecast for dividends announced most recently: Yes

The Company resolved at a meeting of its Board of Directors held today to implement a 2-for-1 stock split of shares of common stock with an effective date of January 1, 2025. For this reason, the year-end dividend per share (projected) for the fiscal year ending March 31, 2025 is presented in an amount that takes the impact of this stock split into account and the total annual dividend is shown as "-". The year-end dividend per share (projected) for the fiscal year ending March 31, 2025 without considering the stock split would be 60 yen. The annual dividend will be 120 yen per share.

### 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
Full year	133,000	3.9	9,300	0.7	9,800	0.8	8,000	11.6	174.76

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

Net income per share stated in the forecasts for the fiscal year ending March 31,2025 was calculated based on the assumption that the two-for-one share split that will take effect on January 1,2025 took place at the beginning of the fiscal year ending March 31,2025.Not taking the share split into consideration, net income per share would be 349.51 yen.

\* Notes:

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

(2) Adoption of accounting treatment specific to the preparation of semi-annual 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):

September 30, 2024:	24,282,225 shares
March 31, 2024:	24,282,225 shares

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

September 30, 2024:	1,361,428 shares
March 31, 2024:	1,436,453 shares

3) Average number of shares outstanding during the period:

Six months ended September 30, 2024:	22,861,738 shares
Six months ended September 30, 2023:	23,313,764 shares

\* Semi-annual financial results reports are exempt from review conducted by certified public accountants or an audit firm.

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

The forward-looking statements including earnings forecasts, in this document are based on information currently available to the Company and certain assumptions that the Company deems to be reasonable, and actual results may differ significantly due to various factors.

How to obtain the contents of the financial results briefing session

The Company plans to hold a financial results briefing for institutional investors and analysts on Wednesday, November 13, 2024.The financial results presentation materials to be used at this briefing will be posted on the Company's website immediately after the meeting.

Semi-annual Consolidated Financial Statements  
Semi-annual Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2024	As of September 30, 2024
<b>Assets</b>		
Current assets		
Cash and deposits	13,629	13,889
Notes receivable, accounts receivable from completed construction contracts and other	65,078	44,543
Electronically recorded monetary claims - operating	2,449	2,212
Securities	-	300
Costs on construction contracts in progress	1,685	2,183
Other inventories	43	42
Other	1,752	2,928
Allowance for doubtful accounts	(340)	(238)
<b>Total current assets</b>	<b>84,297</b>	<b>65,861</b>
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	1,556	1,524
Other, net	697	754
<b>Total property, plant and equipment</b>	<b>2,253</b>	<b>2,278</b>
Intangible assets	1,802	1,760
Investments and other assets		
Investment securities	27,233	26,466
Retirement benefit asset	197	176
Deferred tax assets	298	314
Other	1,426	1,504
Allowance for doubtful accounts	(158)	(151)
<b>Total investments and other assets</b>	<b>28,998</b>	<b>28,312</b>
<b>Total non-current assets</b>	<b>33,054</b>	<b>32,351</b>
<b>Total assets</b>	<b>117,351</b>	<b>98,213</b>

(Millions of yen)

	As of March 31, 2024	As of September 30, 2024
<b>Liabilities</b>		
Current liabilities		
Notes payable, accounts payable for construction contracts	23,197	15,503
Electronically recorded obligations - operating	2,493	1,533
Short-term borrowings	9,816	1,316
Income taxes payable	2,057	472
Advances received on construction contracts in progress	3,582	4,302
Provision for bonuses	-	2,888
Provision for loss on construction contracts	337	308
Provisions	298	321
Other	6,442	839
Total current liabilities	48,226	27,485
Non-current liabilities		
Long-term borrowings	83	-
Deferred tax liabilities	3,013	3,718
Retirement benefit liability	360	385
Other	72	120
Total non-current liabilities	3,530	4,224
Total liabilities	51,756	31,710
<b>Net assets</b>		
Shareholders' equity		
Share capital	5,158	5,158
Capital surplus	6,963	7,104
Retained earnings	43,212	43,489
Treasury shares	(2,856)	(2,707)
Total shareholders' equity	52,477	53,045
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	12,271	12,077
Foreign currency translation adjustment	776	1,311
Total accumulated other comprehensive income	13,048	13,388
Share acquisition rights	68	68
Total net assets	65,594	66,502
Total liabilities and net assets	117,351	98,213

## Semi-annual Consolidated Statements of Income and Comprehensive Income

(Millions of yen)

	For the six months ended September 30, 2023	For the six months ended September 30, 2024
Net sales of completed construction contracts	46,969	54,773
Cost of sales of completed construction contracts	41,593	47,459
Gross profit on completed construction contracts	5,376	7,314
Selling, general and administrative expenses	3,960	4,824
Operating profit	1,415	2,490
Non-operating income		
Interest income	32	35
Dividend income	276	345
Electricity sale income	11	10
Other	23	27
Total non-operating income	343	418
Non-operating expenses		
Interest expenses	7	6
Electricity sale expenses	10	9
Foreign exchange losses	38	19
Other	13	10
Total non-operating expenses	69	46
Ordinary profit	1,690	2,862
Extraordinary income		
Gain on sale of investment securities	36	39
Total extraordinary income	36	39
Extraordinary losses		
Loss on sale of non-current assets	13	-
Loss on retirement of non-current assets	8	1
Loss on sale of investment securities	-	6
Total extraordinary losses	21	8
Profit before income taxes	1,705	2,894
Income taxes - current	222	285
Income taxes - deferred	353	732
Total income taxes	575	1,017
Profit	1,129	1,876
Profit attributable to owners of parent	1,129	1,876

(Millions of yen)

	For the six months ended September 30, 2023	For the six months ended September 30, 2024
Profit	1,129	1,876
Other comprehensive income		
Valuation difference on available-for-sale securities	1,060	(194)
Foreign currency translation adjustment	404	534
Total other comprehensive income	1,464	339
Comprehensive income	2,594	2,215
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,594	2,215

## Semi-annual Consolidated Statements of Cash Flows

(Millions of yen)

	For the six months ended September 30, 2023	For the six months ended September 30, 2024
<b>Cash flows from operating activities</b>		
Profit before income taxes	1,705	2,894
Depreciation	247	327
Loss (gain) on sale of non-current assets	13	-
Loss (gain) on sale of investment securities	(36)	(32)
Increase (decrease) in allowance for doubtful accounts	(84)	(120)
Increase (decrease) in retirement benefit liability	(2)	38
Increase (decrease) in provision for loss on construction contracts	(237)	(29)
Interest and dividend income	(308)	(381)
Interest expenses	7	6
Foreign exchange losses (gains)	(34)	1
Decrease (increase) in trade receivables	10,043	21,184
Decrease (increase) in inventories	(1,090)	(461)
Increase (decrease) in trade payables	(11,097)	(8,877)
Increase (decrease) in advances received on construction contracts in progress	(344)	528
Increase (decrease) in accrued consumption taxes	(2,539)	(712)
Decrease (increase) in consumption taxes refund receivable	(778)	(437)
Other, net	(2,818)	(2,349)
Subtotal	(7,355)	11,578
Interest and dividends received	307	392
Interest paid	(12)	(6)
Income taxes paid	(1,552)	(1,927)
Net cash provided by (used in) operating activities	(8,613)	10,037
<b>Cash flows from investing activities</b>		
Payments into time deposits	-	(63)
Purchase of property, plant and equipment	(134)	(109)
Purchase of intangible assets	(238)	(260)
Proceeds from sale of non-current assets	326	-
Purchase of investment securities	(809)	(117)
Proceeds from sale of investment securities	50	383
Other, net	71	13
Net cash provided by (used in) investing activities	(733)	(154)
<b>Cash flows from financing activities</b>		
Net increase (decrease) in short-term borrowings	(2,067)	(8,500)
Repayments of long-term borrowings	(83)	(83)
Repayments of lease liabilities	(15)	(14)
Dividends paid	(1,401)	(1,599)
Purchase of treasury shares	(1,576)	(0)
Other, net	0	-
Net cash provided by (used in) financing activities	(5,144)	(10,197)
Effect of exchange rate change on cash and cash equivalents	373	501
Net increase (decrease) in cash and cash equivalents	(14,117)	186
Cash and cash equivalents at beginning of period	24,927	13,481
Cash and cash equivalents at end of period	10,809	13,667