

March 27, 2025

Company name: Nippon Aqua Co., Ltd.
(Securities code: 1429; Tokyo Stock Exchange, Prime Market)
Address: 2-16-2 Konan, Minato-ku, Tokyo
Name of representative: Fumitaka Nakamura, President and Representative Director
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Notice of Financial Results of Unlisted Parent Company, Etc.

Nippon Aqua (the “Company”) announces that the financial results for the fiscal year ending December 2024 (January 1, 2024 - December 31, 2024) of the company’s unlisted parent company, Hinokiya Group Co., Ltd., (Hinokiya”) have been finalized. Details are as follows.

1. Outline of the unlisted parent company, etc.

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| (1) Name | Hinokiya Group Co., Ltd. |
| (2) Address | Marunouchi Trust Tower Main Building
1-8-3 Marunouchi, Chiyoda-ku, Tokyo |
| (3) Name of representative / Job title | Akira Kondo
President and Representative Director, CEO |
| (4) Description of main business | Housing, Thermal insulation materials, Utilizations and Renovation business |
| (5) Capital | 100 million Yen |
| (6) Relationship with the company | |
| i. Capital relations | Hinokiya holds 55.51% of the company's voting rights. (As of December 31, 2024) |
| ii. Human relations | None |
| iii. Business relations | Transactions between Hinokiya and the company include the sale of insulation installation, among others. The proportion of these transactions in the company's net sales remains at a few percent, and they are conducted after obtaining prior approval from the Board of Directors in accordance with the company's related-party transaction management regulations. Furthermore, the actual transaction prices are determined through discussions, taking into account the company's estimated prices and market prices, similar to general transaction prices, ensuring that the transactions do not harm the interests of the company and its minority shareholders. |

2. Financial statements of the parent company, etc.

(1) Balance Sheet (As of December 31, 2024)

(in million yen)

Assets section		Liabilities section	
Account	Amount	Account	Amount
Current assets	64,165	Current liabilities	39,633
Cash and deposits	24,146	Accounts payable	325
Accounts receivable	251	Accounts payable for construction	9,635
Accounts receivable from completed construction contracts	109	Short-term borrowings	6,204
Marketable securities	9,997	Current portion of long-term borrowings	1,006
Products and material inventory	160	Lease liabilities	15
Construction in progress	4,755	Accounts payable-other	1,379
Property for sale	13,040	Income taxes payable	1,145
Short-term loans to affiliates	9,623	Accrued consumption taxes	1,902
Other	2,081	Accrued expenses	1,859
Fixed assets	17,170	Advances received for construction in progress	15,619
Tangible assets	12,462	Deposits received	300
Buildings and structures	6,715	Provision for completed construction warranty	161
Machinery and equipment	89	Other	77
Tools and fixtures	192	Long-term liabilities	14,950
Land	5,334	Long-term debt	14,016
Lease assets	52	Lease liabilities	41
Construction in progress account	77	Long-term deposits received	179
Intangible assets	367	Provision for retirement benefits	63
Software	206	Asset retirement obligations	649
Goodwill	159	Total liabilities	54,583
Other	1	Net assets section	
Investments and other assets	4,340	Account	Amount
Investments in affiliates	855	Shareholders' equity	26,751
Long-term loans	174	Capital stock	100
Long-term loans to affiliates	80	Capital surplus	339
Long-term prepaid expenses	159	Capital reserve	339
Leasehold deposits	654	Retained earnings	26,311
Liability for defect warranty	1,517	Legal retained earnings	4
Deferred tax assets	989	Voluntary reserve	820
Other	96	Retained earnings carried forward	25,487
Allowance for doubtful accounts	(187)	Total net assets	26,751
Total assets	81,335	Total liabilities and net assets	81,335

(2) Income statement (From January 1, 2024 to December 31, 2024)

(in million yen)

Account	Amount	
Net sales		
Net sales of completed construction contracts	92,132	
Real estate sales revenue	15,231	
Custom-built housing FC business revenue	1,201	
Other sales revenues	1,819	110,385
Cost of sales		
Cost of completed construction contracts	72,232	
Cost of real estate sales	13,883	
Cost of custom-built housing FC business	705	
Other costs	607	87,428
Gross profit		22,956
Selling, general and administrative expenses		18,713
Operating profit		4,242
Non-operating income		
Interest and dividends income	51	
Reversal of allowance for doubtful accounts	31	
Insurance proceeds received	16	
Other	89	188
Non-operating expenses		
Interest expenses	103	
Fees and Commissions Paid	30	
Other	58	192
Ordinary profit		4,238
Extraordinary income		
Gain on sale of property	58	
Reversal of allowance for doubtful account	9	68
Extraordinary losses		
Loss on disposal of property	3	
Loss on sale of property	50	
Litigation settlement payment	50	
Loss on business withdrawal	151	255
Income before income taxes		4,051
Corporate, inhabitant, and business taxes	1,435	
Income taxes - deferred	33	1,468
Net income		2,582

3. Breakdown of shareholders, major shareholders and directors

(1) Shareholders

Classification	Status of shares								Shares less than 1 unit (shares)
	Government and Municipalities	Financial institutions	Financial instruments dealers	Other corporations	Foreign corporations, etc.		Individuals and Others	Total	
					Other than individuals	Individuals			
Number of shareholders (person)	-	-	-	1	-	-	-	-	-
Number of shares held (shares)	-	-	-	12,650,984	-	-	-	-	-
Percentage of shares held (%)	-	-	-	100	-	-	-	-	-

(2) Major shareholders

Name	Number of shares held (shares)	Number of shares held as a percentage of total shares issued (%)
YAMADA HOLDINGS CO., LTD.	12,650,984	100.0

(3) Directors

Name	Title	Significant concurrent positions
Akira Kondo	President and Representative Director, CEO	Director, Yamada Juken Holdings Co., Ltd.
Tetsuyuki Morita	Executive Vice President and Director, COO	
Shinsuke Araki	Managing Director, CMO	
Junichi Tsunesumi	Director, CFO	
Yukio Shimada	Director, CAO	
Yuichi Uemura	Director, CHRO	
Masaya Katayama	Director	Representative Partner, ALG & Associates Law Firm Director, Avance Holdings Co., Ltd. Outside Auditor (Part-time), Avance Intelligence Co., Ltd. Representative Director, Avance Tracied Co., Ltd.
Yumi Yamaji	Director	Management Advisor (in charge of Public Relations & Branding Department), Tsuneishi Holdings Corporation Senior Director, TANK PR Co., Ltd.
Sanae Sonoda	Full Time Auditor	
Shinsuke Hasegawa	Auditor	Head, Hasegawa Certified Public Accountant Office Outside Director (Audit and Supervisory Committee Member), Toda Kogyo Corp.
Masahiro Nagasawa	Auditor	Representative, Nagasawa Certified Public Accountant Office Outside Auditor (Part-time), Tokyo Individualized Educational Institute, Inc.

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