



Supplementary Materials for the Summary of Financial Reports 1Q, FYE June 30, 2024

November 14, 2023

Integrated Design & Engineering Holdings Co., Ltd.

Stock market: TSE 9161

Integrated Design & Engineering Holdings CO.,LTD.

Both orders and revenue increased year on year. However, profits decreased due to the rebound from a gain recorded on sales of shares in the same period of the previous fiscal year.

Consolidated results

- Orders **increased year on year**, driven by the strong performance in the **Consulting Business and the Urban & Spatial Development Business**.
- **Revenue increased due to steady progress** in on-hand projects in all **three segments**- the Consulting Business, the Urban & Spatial Development Business, and the Energy Business.
- Operating profit **declined due to the rebound** from recording of gain on sales of shares of affiliates and gains on investments in securities (approximately 2.5 billion yen). These gains were related to investments in the Energy Business in the same period of the previous fiscal year.

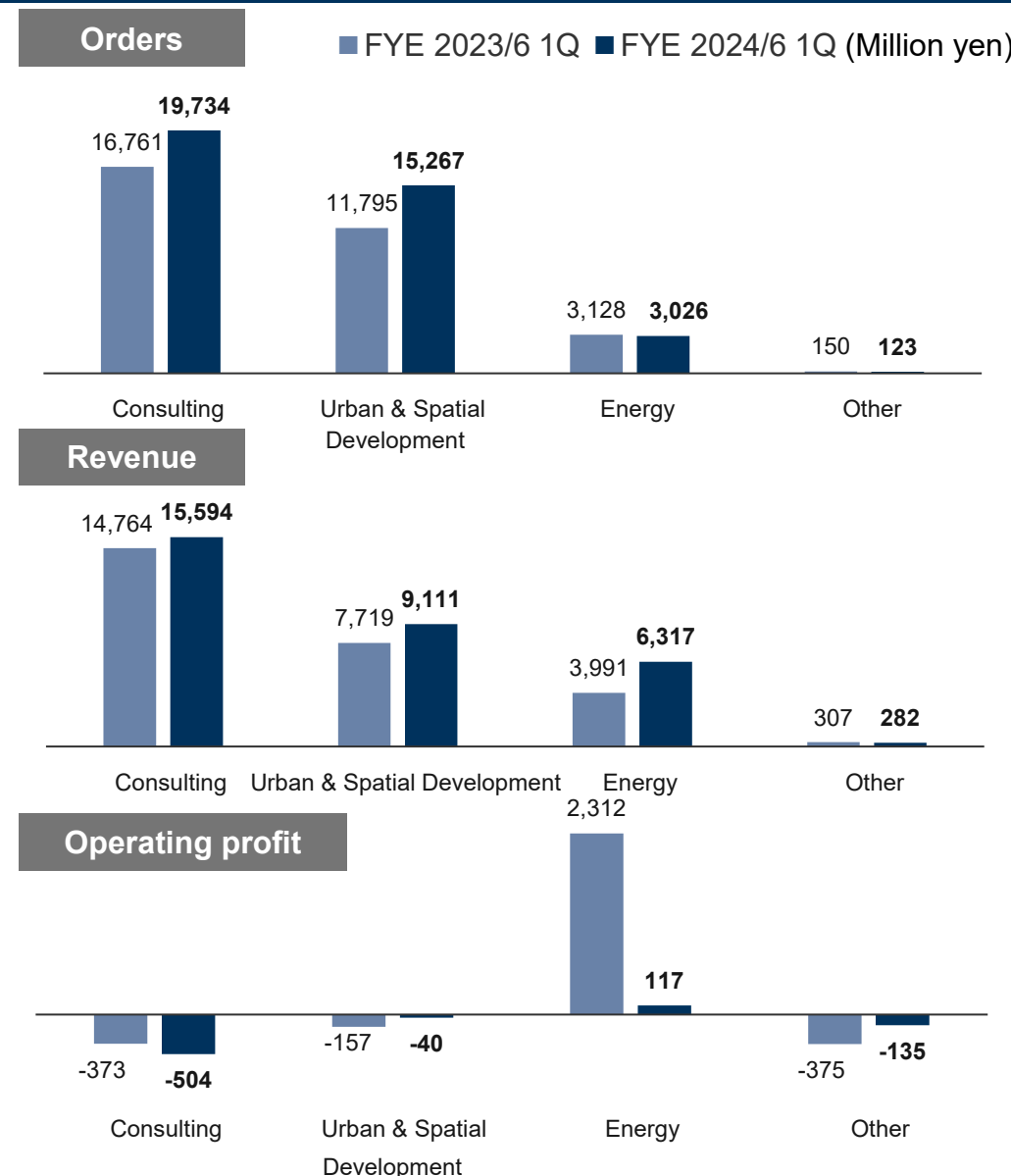
(Million yen)	FYE June 2023 1Q Results	FYE June 2024 1Q Results	YoY Comparison	
			Amount	%
Orders	31,836	38,152	6,316	119.8%
Revenue	26,782	31,306	4,523	116.9%
Gross profit	7,103	8,474	1,370	119.3%
Operating profit	1,405	-562	-1,968	-
Profit before tax	1,555	-265	-1,821	-
Profit attributable to owners of parent	584	-335	-920	-

*The Company was established on July 3, 2023, through a sole share transfer and prepared its first condensed quarterly consolidated financial statements for the first quarter starting from the current review period (the three months ended September 30, 2023). As there are no substantial changes in the scope of the consolidated group of the former Nippon Koei Co., Ltd., Nippon Koei's first quarter for the fiscal year ended June 2023 and the end of the fiscal year (June 30, 2023) are used as comparative information. For comparison, the segment for the Company's subsidiary, EI Koei Co., Ltd., has been changed from the Consulting segment to Other.

Results by Business Segment



(Million yen)	FYE June 2023 1Q Results	FYE June 2024 Results	YoY Comparison	
			Amount	%
Orders	31,836	38,152	6,316	119.8%
Consulting	16,761	19,734	2,973	117.7%
Urban & Spatial Development	11,795	15,267	3,471	129.4%
Energy	3,128	3,026	-102	96.7%
Other	150	123	-26	82.2%
Revenue	26,782	31,306	4,523	116.9%
Consulting	14,764	15,594	830	105.6%
Urban & Spatial Development	7,719	9,111	1,392	118.0%
Energy	3,991	6,317	2,325	158.3%
Other	307	282	-24	92.0%
Operating profit	1,405	-562	-1,968	-
Consulting	-373	-504	-130	-
Urban & Spatial Development	-157	-40	116	-
Energy	2,312	117	-2,194	5.1%
Other	-375	-135	240	-



*In conjunction with the reorganization and spin-off, starting from the fiscal year ending June 30, 2024, the Company changed its accounting method. The management costs of the head office of each company, which were previously recorded under 'Other,' will now be recorded under each respective segment.

Consulting Business

- Orders: Increased year on year attributed to the success of measures to secure domestic orders, and particularly the contribution of winning orders for services related to national resilience.
- Revenue: Increased attributed to higher capacity utilization resulting from the launch of large-scale overseas projects, such as the Indian high-speed rail project.
- Operating profit: Decreased due to a change in the method of accounting for management expenses and higher related expenses associated with the spin-off.

Urban & Spatial Development Business

- Orders: Increased year on year driven by the acquisition of orders for domestic defense-related services and large-scale additional orders for the BDP Group, including educational institutions and hospital facilities.
- Revenue: Increased as orders received in the previous fiscal year progressed steadily, both in Japan and overseas.
- Operating profit: Increased due to an increase in the operating profit margin of the BDP Group, despite a change in the method of accounting for management expenses resulting from the spin-off in Japan.

*The actual exchange rate in 1Q of FYE June 30, 2024: £1 = 183.19 yen (the actual exchange rate in 1Q of FYE June 30, 2023: £1 = 161.97 yen, assumed exchange rate for FYE June 30, 2024: £1 = 163.69 yen)

Energy Business

- Orders: Decreased compared to the same period of the previous fiscal year, despite acquisition of additional orders for domestic projects related to energy management, during a period of strong performance.
- Revenue: Increased due to strong performance in the electric power facility business, including construction of substations, and in the domestic energy management EPC business.
- Operating profit: Decreased due to rebound from recording of gains on sale of shares of PT. ARKORA HYDRO, a former affiliate, and gain on investment in securities (approximately 2.5 billion yen) in the previous fiscal year. This is despite strong progress in the Manufacturing Division and the Belgian energy storage project.

No changes as planned. We aim to set new record highs for orders, revenue, and profits.

(Million yen)	FYE June 2023 Results	FYE June 2023 Plan	YoY Comparison	
			Amount	%
Orders	139,265	155,000	15,734	111.3%
Consulting	77,712	86,000	8,287	110.7%
Urban & Spatial Development	42,566	43,000	433	101.0%
Energy	18,827	26,000	7,172	138.1%
Revenue	141,527	156,000	14,472	110.2%
Consulting	81,818	88,000	6,181	107.6%
Urban & Spatial Development	38,071	42,000	3,928	110.3%
Energy	20,855	25,000	4,144	119.9%
Other	782	1,000	217	127.9%
Operating profit	6,080	11,100	5,019	182.5%
Consulting	6,599	7,400	800	112.1%
Urban & Spatial Development	-946	2,700	3,646	-
Energy	2,974	2,200	-774	74.0%
Other	-2,546	-1,200	1,346	-
Profit attributable to owners of parent	3,093	7,100	4,006	229.5%
ROE	3.9%	9.0%	5.1pt	

Review of cost burden for each segment

As a result of reorganization and spin-offs, **each company's** head office **business management expenses**, which were previously borne by "Other," will now be borne by each segment.

▼FY2024 operating profit plan reference values using conventional accounting methods

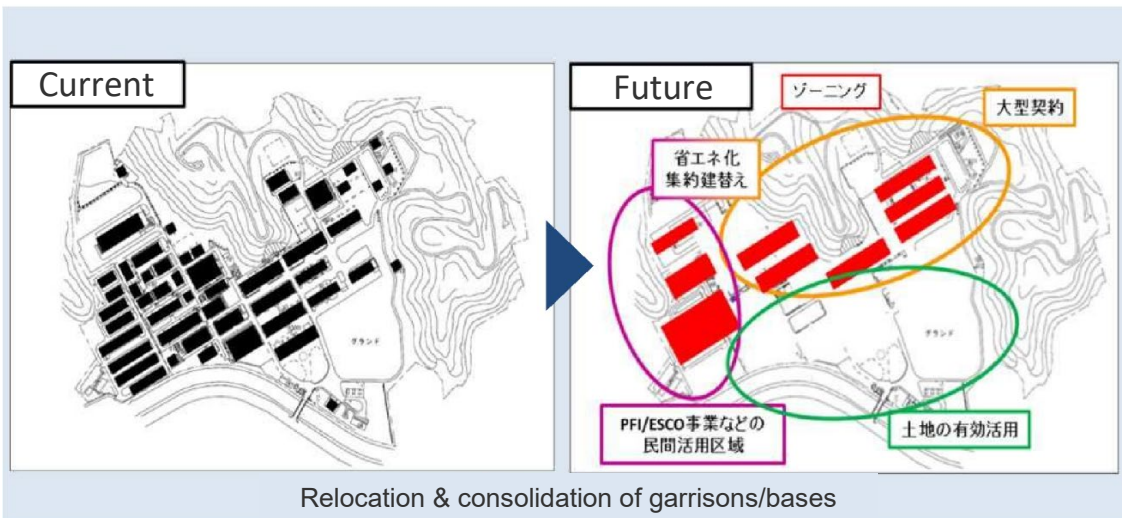
(Million yen)	Reference Value	YoY Comparison	
		Amount	%
Operating profit	11,100	5,019	182.5%
Consulting	8,068	1,469	122.3%
Urban & Spatial Development	3,306	4,252	-
Energy	2,276	-698	76.5%
Other	-2,550	-4	-

Preparation of a Master Plan for the Optimization of SDF Facilities

Client Ministry of Defense

Overview

- In this project, we are preparing a master plan for formulating plans for the relocation and consolidation of buildings and facilities at each of the bases and garrisons throughout. The goal is to enhance the resilience of SDF facilities.
- The consortium, which includes Nippon Koei and Nippon Koei Urban Space, has received two orders under the jurisdiction of the North Kanto Defense Bureau and the Kyushu Defense Bureau.
- In the target areas, we will examine facility layouts through the construction and reconstruction of buildings and facilities and consolidation of facility functions, which include the improvement of utility facilities, water supply and electricity equipment associated with buildings and facilities, and improvement of energy efficiency to prepare a master plan for optimization that coordinates these aspects.



Project to Strengthen the Food Value Chain in Laos

Client JICA

Overview

- In Laos, one priority issue for national development lies in enhancing added value in agriculture. By strengthening and promoting the food value chain (FVC) from production to distribution, processing and sales. This is a technical cooperation project aimed at formulating a master plan (MP) for FVC promotion in Laos up to 2040. We will work to formulate an MP, strengthen collaboration among FVC stakeholders, and strengthen the government's implementation capability by surveying and analyzing the current state of the FVC, establishing issues related to the promotion of the FVC, and implementing a pilot project.
- The project supports activities through cooperation with various companies, such as developing AI diagnostic applications for crop diseases, introducing improved seeds, and mitigating climate change risk through diversified farming. Through these activities, the project will strengthen the Laotian government's policy implementation capability, support the independent promotion of the FVC, and promote participation in the FVC by private-sector companies.



A large traditional agricultural produce market in southern Laos

Partnership Agreement on Urban Development with Tokai City

Overview

- Nippon Koei Urban Space concluded the “Partnership Agreement on Urban Development Using Advanced Technologies” with Tokai City in Aichi Prefecture in September 2023.
- Based on the agreement, Nippon Koei Urban Space and Tokai City will conduct research and study jointly.
- More specifically, the project involves the creation of a 3D urban model for approximately 100 hectares around Otagawa Station. Smart services trials will be conducted using the model. In particular, to create an urban area with a high level of convenience, the project will visualize how public spaces such as roads and parks will be used and conduct experiments in virtual space incorporating dynamic models and virtual reality to verify effective maintenance details.



Image of smart city development

Redevelopment of Great Ormond Street Hospital for Children

Client

Great Ormond Street Hospital

Overview

- BDP has been designing & overseeing the redevelopment of Great Ormond Street Hospital for Children in Bloomsbury, London, since 2014.
- The project has built facilities with equipment for world-class pediatric care and research, creating a safer and more comfortable environment for children and their families. Currently, BDP is designing a new Cancer Centre with a new main entrance to the hospital as part of the masterplan redevelopment. This fiscal year, BDP has received an additional order.
- BDP holds licenses for BREEAM* and other major environmental assessment methods in the United Kingdom and North America and aims to acquire a high BREEAM rating for this project as well.

*A system for evaluating the environmental performance of buildings developed and operated by Building Research Establishment (BRE) in the United Kingdom.



Great Ormond Street Hospital

Commercial Operation of Tollgate Battery Energy Storage in UK starts

Overview

- The ID&E Group has been involved in the storage battery business in the United Kingdom since 2014.
- The project has been developed in several stages, including project investment, control system delivery, and EPC (engineering, procurement, and construction) work.
- Tollgate Battery Energy Storage, which Nippon Koei Energy Europe B.V., our subsidiary in the Netherlands, took the initiative in development, planning, EPC, and overall project coordination, was completed and started operation in July 2023.
- YUSO, a renewable energy aggregator based in Belgium, developed market trading and operation systems, while Nippon Koei's Fukushima Office developed and manufactured control systems. This collaborative effort achieved one-stop co-creation within the Group.
- We are accumulating operational know-how while maintaining and managing large storage batteries.



Panoramic view of the energy storage plant
(49.5MW/49.5MWh)

Shin-Keiyo Substation Transformer Expansion Project

Client

TEPCO

Overview

- To meet the increasing demand for electricity in Chiba New Town and Inzai City in Chiba Prefecture, where industrial areas are being developed, this project involves the addition of a transformer at the Shin-Keiyo Substation.
- In 2018, the Company undertook the construction of the new No.8 and No.5 transformers at the substation. Marking the project's second stage, work commenced on expanding the No.6 transformer in 2022 and was completed in August 2023.
- In the civil engineering work for removing the existing transformer foundations, the CRC method was used to minimize noise and vibrations in the surrounding areas and expedite the work period, which has a proven track record in dismantling foundation structures. Adopting this method resulted in a two-thirds reduction in the overall work period, without any adverse effects on facility operation or the surrounding environment.



No.6 transformer (275kV/154kV, 450MVA)



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