Disclaimer: This financial information, a digest of Taisei Corporation's "Consolidated Financial Results for the Three Months Ended June 30, 2026" ("Kessan Tanshin") disclosed at the Tokyo Stock Exchange on August 6, 2026 was translated into English and presented solely for the convenience of non-Japanese speaking users. If there is any discrepancy between Japanese "Kessan Tanshin" and this document, Japanese "Kessan Tanshin" will prevail.

August 6, 2026

Consolidated Financial Results for the Three Months Ended June 30, 2026 [Japanese GAAP]

Listed company name:	**Taisei Corporation**
Stock exchange listings:	Tokyo Stock Exchange, Prime Market Nagoya Stock Exchange, Premier Market
Stock code:	1801
Location of headquarters:	Tokyo, Japan
Website:	https://www.taisei.co.jp/english/
Representative:	Yoshiro Aikawa, President and Chief Executive Officer
Contact:	Yuichi Nakano, General Manager of Accounting Department
TEL:	81-3-3348-1111 (from overseas)
Scheduled date for dividend payment:	–
Supplementary materials for financial summaries:	Yes
Financial results briefing:	Yes (for analysts and institutional investors)

1. Consolidated financial results for the three months ended June 30, 2026

(From April 1, 2026 to June 30, 2026)

(1) Operating results (cumulative total)

(Millions of yen, rounded down)

(Percentages indicate changes from the same period in the previous fiscal year.)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent	
		%		%		%		%
FY2026 (First quarter-end) As of June 30, 2026	521,215	18.4	45,317	15.3	45,863	11.5	30,909	4.8
FY2025 (First quarter-end) As of June 30, 2025	440,339	(3.7)	39,287	109.1	41,145	46.4	29,501	26.3

(Note) Comprehensive income: FY2026 (First quarter-end) 16,357 million yen (50.4 %)
FY2025 (First quarter-end) 32,991 million yen - %

	Net income per share	Diluted net income per share
	yen	yen
FY2026 (First quarter-end) As of June 30, 2026	189.62	-
FY2025 (First quarter-end) As of June 30, 2025	173.42	-

(2) Financial position

(Millions of yen, rounded down)

	Total assets	Net assets	Equity ratio
			%
As of June 30, 2026	2,537,610	974,931	36.8
As of March 31, 2026	2,714,550	989,931	34.9

(Reference) Shareholders' equity: As of June 30, 2026 933,208 million yen
As of March 31, 2026 948,075 million yen

2. Dividends

	Dividends per share (yen)				
	First quarter-end	Interim-end	Third quarter-end	Year-end	Total (Full year)
FY2025	-	125.00	-	185.00	310.00
FY2026	-				
FY2026 (forecast)		190.00	-	190.00	380.00

(Note) Revisions of projected dividends most recently announced: None

3. Consolidated results forecast for the fiscal year ending March 31, 2027 (FY2026)

(From April 1, 2026 to March 31, 2027)

(Millions of yen, rounded down)

(Percentages indicate the rate of change from the same period of the previous fiscal year)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent		Net income per share
		%		%		%		%	yen
Full fiscal year	2,420,000	15.8	188,000	0.0	187,000	(4.5)	151,000	(11.2)	926.33

(Note) Revisions of consolidated forecasts most recently announced: None

***Notes**

(1) Changes in principal subsidiaries during the quarter under review
(Changes in specified subsidiaries accompanying changes in scope of consolidation): Yes
Newly included: NeoSphere Co., Ltd.
Excluded: None

(2) Adoption of specific accounting methods for the preparation of quarterly consolidated financial statements: Yes
(Note) For details, please refer to page 12 of the Attachments, "2. Quarterly Consolidated Financial Statements and Principal Notes (3) Notes to quarterly consolidated financial statements (Adoption of specific accounting methods for the preparation of quarterly consolidated financial statements)."

(3) Changes in accounting principles, changes in accounting estimates and restatements

(i)	Changes in accounting principles due to revisions to accounting standards, etc.:	None
(ii)	Changes due to accounting principles other than (i):	None
(iii)	Changes in accounting estimates:	None
(iv)	Restatements:	None

(4) Number of shares outstanding (common stock)

i. Number of shares outstanding at the end of period (including treasury stock)
As of June 30, 2026 163,185,872 shares
As of March 31, 2026 163,185,872 shares

ii. Number of treasury shares at the end of period
As of June 30, 2026 177,251 shares
As of March 31, 2026 176,753 shares

iii. Average number of shares during the period (quarterly cumulative period)
FY2026 (First quarter-end) 163,008,923 shares
FY2025 (First quarter-end) 170,113,184 shares

(Note) The number of treasury shares at the end of the period and number of treasury shares excluded for calculating average number of shares during the period include the Company's shares held by the Board Benefit Trust (BBT-RS).
(As of June 30, 2026: 98,400 shares, As of March 31, 2026: 98,400 shares, As of June 30, 2025: 98,400 shares)

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: No

* Proper use of forecasts of financial results, and other special matters

Forward-looking statements in this document, including the forecasts of financial results, etc., are based on information currently available to the Company and on certain assumptions that the Company deems reasonable and do not represent any promise by the Company. Actual results can be materially different from expectations due to a variety of factors.

For matters related to the forecasts of financial results, please refer to "1. Overview of Operating Results, etc. (3) Explanation of consolidated financial results forecast and other forward-looking information" on page 6 of the Attachments.

Overview of Consolidated Earnings Forecasts for the Fiscal Year Ending March 31, 2027

(Unit: 100 million yen)

		The first quarter			Full fiscal year		
		Previous fiscal year (From Apr. 1, 2025 to Jun. 30, 2025)	Current fiscal year (From Apr. 1, 2026 to Jun. 30, 2026)		Previous fiscal year (From Apr. 1, 2025 to Mar. 31, 2026)	Current fiscal year (From Apr. 1, 2026 to Mar. 31, 2027)	
		Result	Result	Over previous fiscal year	Result	Forecast	Over previous fiscal year
Amount of orders received		**6,305**	**4,759**	**(1,545)**	**24,362**	**23,300**	**(1,062)**
Civil engineering		1,068	1,774	705	7,200	7,000	(200)
Building construction		4,799	2,504	(2,295)	15,538	14,600	(938)
Real estate development		410	452	41	1,457	1,500	42
Other		26	28	2	165	200	34
Net sales		**4,403**	**5,212**	**808**	**20,890**	**24,200**	**3,309**
Civil engineering		1,416	1,656	240	6,797	7,800	1,002
Building construction		2,545	3,096	550	12,485	14,700	2,214
Real estate development		417	424	7	1,441	1,500	58
Other		24	34	10	165	200	34
Gross profit	%	**15.4**	**16.4**	**1.0**	**15.8**	**14.8**	**(1.0)**
		678	**855**	**177**	**3,300**	**3,570**	**269**
Civil engineering	%	23.6	17.1	(6.5)	20.8	18.2	(2.6)
		334	283	(50)	1,414	1,420	5
Building construction	%	9.8	14.4	4.6	12.3	12.2	(0.1)
		250	446	196	1,535	1,790	254
Real estate development	%	20.8	27.0	6.2	22.0	21.3	(0.7)
		86	114	27	316	320	3
Other	%	25.2	30.2	5.0	20.1	20.0	(0.1)
		6	10	4	33	40	6
SG&A expenses	%	(6.5)	(7.7)	(1.2)	(6.8)	(7.0)	(0.2)
		(285)	(402)	(117)	(1,420)	(1,690)	(269)
Operating income	%	**8.9**	**8.7**	**(0.2)**	**9.0**	**7.8**	**(1.2)**
		392	**453**	**60**	**1,879**	**1,880**	**0**
Non-operating income (expenses)		18	5	(13)	78	(10)	(88)
(Net financial revenue)		18	6	(12)	29	(46)	(75)
Ordinary income	%	**9.3**	**8.8**	**(0.5)**	**9.4**	**7.7**	**(1.7)**
		411	**458**	**47**	**1,957**	**1,870**	**(87)**
Extraordinary gains (losses)		41	43	2	506	460	(46)
Income before income taxes	%	**10.3**	**9.6**	**(0.7)**	**11.8**	**9.6**	**(2.2)**
		452	**501**	**49**	**2,464**	**2,330**	**(134)**
Income taxes		(150)	(182)	(32)	(715)	(780)	(64)
Net income	%	**6.9**	**6.1**	**(0.8)**	**8.4**	**6.4**	**(2.0)**
		302	**319**	**16**	**1,748**	**1,550**	**(198)**
Net income attributable to non-controlling interests		(7)	(10)	(2)	(48)	(40)	8
Net income attributable to owners of parent	%	**6.7**	**5.9**	**(0.8)**	**8.1**	**6.2**	**(1.9)**
		295	**309**	**14**	**1,700**	**1,510**	**(190)**

* The forecast for the current fiscal year shows the figures in earnings forecasts released on May 14, 2026.

Overview of Non-consolidated Earnings Forecasts for the Fiscal Year Ending March 31, 2027

(Unit: 100 million yen)

	The first quarter			Full fiscal year		
	Previous fiscal year (From Apr. 1, 2025 to Jun. 30, 2025)	Current fiscal year (From Apr. 1, 2026 to Jun. 30, 2026)		Previous fiscal year (From Apr. 1, 2025 to Mar. 31, 2026)	Current fiscal year (From Apr. 1, 2026 to Mar. 31, 2027)	
	Result	Result	Over previous fiscal year	Result	Forecast	Over previous fiscal year
Amount of orders received	**4,846**	**2,811**	**(2,034)**	**17,832**	**15,000**	**(2,832)**
Civil engineering	424	923	499	4,257	3,600	(657)
Domestic	411	909	497	3,926	3,200	(726)
Overseas	13	14	1	330	400	69
Building construction	4,366	1,789	(2,576)	13,188	11,100	(2,088)
Domestic	4,342	1,776	(2,565)	13,119	11,000	(2,119)
Overseas	23	12	(11)	68	100	31
Total	4,790	2,712	(2,077)	17,445	14,700	(2,745)
Real estate development	39	83	43	255	200	(55)
Other	16	15	(1)	130	100	(30)
Net sales	**3,096**	**3,467**	**371**	**14,522**	**16,400**	**1,877**
Civil engineering	894	888	(6)	3,948	4,300	351
Domestic	851	841	(9)	3,717	4,000	282
Overseas	43	46	3	230	300	69
Building construction	2,145	2,499	354	10,214	11,800	1,585
Domestic	2,088	2,395	307	9,835	11,500	1,664
Overseas	56	103	46	378	300	(78)
Total	3,040	3,387	347	14,162	16,100	1,937
Real estate development	39	64	24	229	200	(29)
Other	16	15	(1)	130	100	(30)
Gross profit %	**14.6**	**16.7**	**2.1**	**15.8**	**14.6**	**(1.2)**
Gross profit	**453**	**579**	**126**	**2,287**	**2,400**	**112**
Civil engineering %	26.4	18.8	(7.6)	23.0	18.8	(4.2)
Civil engineering	235	166	(69)	908	810	(98)
Building construction %	9.1	14.3	5.2	11.9	12.2	0.3
Building construction	194	357	162	1,219	1,440	220
Total %	14.2	15.5	1.3	15.0	14.0	(1.0)
Total	430	524	93	2,128	2,250	121
Real estate development %	45.1	78.2	33.1	58.7	65.0	6.3
Real estate development	17	50	32	134	130	(4)
Other %	27.2	30.8	3.6	18.8	20.0	1.2
Other	4	4	0	24	20	(4)
SG&A expenses %	(6.0)	(6.3)	(0.3)	(5.9)	(5.8)	0.1
SG&A expenses	(186)	(218)	(32)	(858)	(950)	(91)
Operating income %	**8.6**	**10.4**	**1.8**	**9.8**	**8.8**	**(1.0)**
Operating income	**266**	**361**	**94**	**1,428**	**1,450**	**21**
Non-operating income (expenses)	31	35	3	61	10	(51)
(Net financial revenue)	36	36	(0)	63	16	(47)
Ordinary income %	**9.7**	**11.4**	**1.7**	**10.3**	**8.9**	**(1.4)**
Ordinary income	**298**	**396**	**97**	**1,490**	**1,460**	**(30)**
Extraordinary gains (losses)	40	38	(1)	511	450	(61)
Income before income taxes %	**11.0**	**12.6**	**1.6**	**13.8**	**11.6**	**(2.2)**
Income before income taxes	**339**	**435**	**96**	**2,001**	**1,910**	**(91)**
Income taxes	(104)	(134)	(30)	(547)	(590)	(42)
Net income %	**7.6**	**8.7**	**1.1**	**10.0**	**8.0**	**(2.0)**
Net income	**235**	**301**	**65**	**1,454**	**1,320**	**(134)**

* The forecast for the current fiscal year shows the figures in earnings forecasts released on May 14, 2026.

Attachments - Contents

1. Overview of Operating Results, etc.

(1) Overview of operating results for the three months ended June 30, 2026

The Japanese economy has maintained a moderate recovery trend, with personal consumption and capital investment continuing to rebound, supported by improvements in the employment and income environment. The outlook, however, remains uncertain due to the situation in the Middle East and U.S. trade policies.

In the construction market, overall construction investment has been steady due to a recovery in private investment and solid public investment. However, construction material prices and labor costs are expected to continue rising, and the situation requires close monitoring of corporate capital investment trends.

Under these circumstances, the Group's operating results for the three months ended June 30, 2026 showed that net sales increased 18.4% year on year to ¥521.2 billion due to increases in all segments, resulting in a progress rate of 21.5% for the full-year forecast.

In terms of profits, gross profit increased 26.2% year on year to ¥85.5 billion (progress rate of 24.0%) due not only to larger revenue but to a turnaround in profit margins in the building construction and real estate development businesses. Although selling, general and administrative expenses increased 41.2% year on year to ¥40.2 billion (progress rate of 23.8%), operating income increased 15.3% year on year to ¥45.3 billion (progress rate of 24.1%). Ordinary income increased 11.5% year on year to ¥45.8 billion (progress rate of 24.5%) due to an increase in operating income, despite a deterioration in non-operating income (expenses) due in part to an increase in financing expenses. Net income attributable to owners of parent increased 4.8% year on year to ¥30.9 billion (progress rate of 20.5%) due to a turnaround in extraordinary gains (losses) mainly because of an increase in gain on sales of investment securities.

Results by reportable segment are as follows (results by reportable segment include internal transactions between segments).

Civil engineering

Although net sales increased 19.5% year on year to ¥177.2 billion due to an increase in sales by the consolidated subsidiaries, operating income decreased 37.9% year on year to ¥15.3 billion due to a decrease in gross profit from construction business reflecting the deterioration in profit margins for the Company and its consolidated subsidiaries.

Building construction

Net sales increased 21.0% year on year to ¥315.5 billion due to increases in sales by the Company and its consolidated subsidiaries. Operating income increased 199.1% year on year to ¥25.0 billion due not only to larger revenue but to an increase in gross profit from construction business reflecting the turnaround in profit margins for the Company and its consolidated subsidiaries.

Real estate development

Net sales increased 6.5% year on year to ¥46.1 billion due to increases in sales by the Company and its consolidated subsidiaries. Operating income increased 46.2% year on year to ¥9.3 billion due not only to larger revenue but to an increase in gross profit from development projects reflecting the turnaround in profit margins for the Company and its consolidated subsidiaries.

Others

Net sales increased 32.2% year on year to ¥4.5 billion, and operating income increased 69.6% to ¥0.7 billion.

(2) Overview of financial position for the three months ended June 30, 2026

Total assets decreased by 6.5% or ¥176.9 billion from the end of the previous fiscal year to ¥2,537.6 billion due in part to a decrease in accounts receivable trade.

Total liabilities decreased by 9.4% or ¥161.9 billion from the end of the previous fiscal year to ¥1,562.6 billion due in part to a decrease in advances received and progress billings on uncompleted contracts. The balance of interest-bearing debt for fund-raising purposes decreased by 3.5% or ¥16.4 billion from the end of the previous fiscal year to ¥447.0 billion (of which non-recourse debt was ¥49.2 billion).

Net assets decreased by 1.5% or ¥14.9 billion from the end of the previous fiscal year to ¥974.9 billion due in part to a decrease in unrealized gains on available-for-sale securities, net of taxes due to a decline in the stock market and the sale of investment securities. The equity ratio increased by 1.9 points from the end of the previous fiscal year to 36.8%.

(3) Explanation of consolidated financial results forecast and other forward-looking information

There are no changes to the full year consolidated results forecast announced on May 14, 2026.

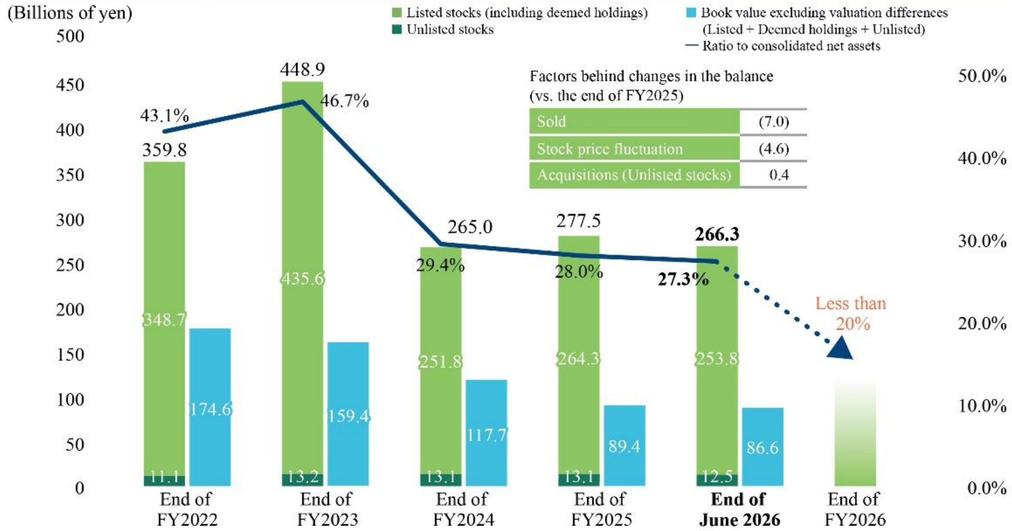
(4) Policy related to cross-shareholdings

■ Target for reduction: We aim to reduce the amounts of cross-shareholdings to those equivalent to less than 20% of our consolidated net assets by the end of FY2026

Current situation (as of the end of June 2026)	Balance of cross-shareholdings: ¥266.3 billion Ratio to consolidated net assets: 27.3%	Future policy	Implement an additional sale, etc. in order to steadily achieve the reduction target

Note: In accordance with our fund allocation policies, the proceeds from the additional sales will be allocated to growth investments and shareholder returns to sustainably enhance corporate value.

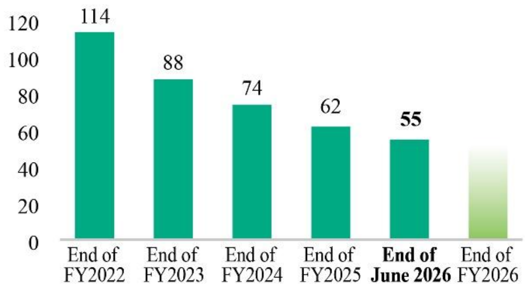
Changes in holding amount and ratio to consolidated net assets



Balance breakdown as of the end of June 2026

Listed stocks	184.4
Deemed holdings of shares	69.3
Unlisted stocks	12.5
Total	266.3
(of which, not sold but agreed to be sold)	(87.2)

Number of issues Listed + Deemed holdings



Moving forward, we will consider and implement additional sale, etc. in order to steadily achieve the reduction target, even in the event of fluctuations in stock prices and our consolidated net assets.

2. Quarterly Consolidated Financial Statements and Principal Notes
(1) Quarterly consolidated balance sheet

(Millions of yen)

	As of March 31, 2026	As of June 30, 2026
Assets		
Current assets		
Cash and time deposits	278,336	207,325
Notes and accounts receivable trade	961,838	807,090
Securities	-	35,000
Cost on uncompleted contracts	89,410	94,996
Real estate for sale and development projects in progress	218,781	217,024
Other inventories	10,900	11,961
Other current assets	78,955	76,760
Allowance for doubtful accounts	(511)	(360)
Total current assets	1,637,711	1,449,798
Fixed assets		
Tangible fixed assets	347,811	372,752
Intangible fixed assets		
Goodwill	75,945	74,696
Other intangible fixed assets	40,255	41,920
Total intangible fixed assets	116,200	116,617
Investments and other assets		
Investment securities	466,292	444,103
Net defined benefit asset	94,801	94,438
Other fixed assets	54,064	62,261
Allowance for doubtful accounts	(2,332)	(2,361)
Total investments and other assets	612,826	598,442
Total fixed assets	1,076,838	1,087,812
Total assets	2,714,550	2,537,610

(Millions of yen)

	As of March 31, 2026	As of June 30, 2026
Liabilities		
Current liabilities		
Notes and accounts payable trade	501,553	460,786
Short-term borrowings	161,986	138,866
Short-term non-recourse loans payable	15	15
Straight bonds due within one year	10,000	10,000
Advances received and progress billings on uncompleted contracts	283,340	240,838
Provision for warranties on completed contracts	3,525	4,122
Provision for losses on construction contracts	76,400	68,824
Provision for performance-based remuneration for directors	-	1,835
Other current liabilities	342,926	289,624
Total current liabilities	1,379,747	1,214,912
Long-term liabilities		
Straight bonds	40,000	40,000
Non-recourse bonds payable	200	300
Long-term borrowings	205,428	208,914
Long-term non-recourse loans payable	45,851	48,934
Retirement benefits for directors and corporate auditors	938	748
Provision for share-based remuneration for directors	371	-
Allowance for losses on business in subsidiaries and affiliates	1,154	649
Net defined benefit liability	19,875	19,779
Other long-term liabilities	31,051	28,440
Total long-term liabilities	344,871	347,766
Total liabilities	1,724,619	1,562,679
Net assets		
Shareholders' equity		
Common stock	122,742	122,742
Capital surplus	30,439	30,439
Retained earnings	625,553	626,571
Treasury stock	(927)	(930)
Total shareholders' equity	777,806	778,822
Accumulated other comprehensive income		
Unrealized gains on available-for-sale securities, net of taxes	100,604	85,854
Unrealized gains (losses) on hedging derivatives, net of taxes	409	(324)
Revaluation reserve for land	1,079	1,079
Foreign currency translation adjustments	7,452	8,926
Remeasurements of defined benefit plans	60,722	58,849
Total accumulated other comprehensive income	170,268	154,385
Non-controlling interests	41,855	41,723
Total net assets	989,931	974,931
Total liabilities and net assets	2,714,550	2,537,610

(2) Quarterly consolidated statement of income and quarterly consolidated statement of comprehensive income

Quarterly consolidated statement of income
First quarter of FY2026 (April 1, 2026 to June 30, 2026)

(Millions of yen)

	From April 1, 2025 to June 30, 2025	From April 1, 2026 to June 30, 2026
Net sales		
Construction business	390,388	469,053
Development projects	49,951	52,161
Total net sales	440,339	521,215
Cost of sales		
Construction business	332,538	396,200
Development projects	39,988	39,424
Total cost of sales	372,526	435,624
Gross profit		
Construction business	57,850	72,853
Development projects	9,962	12,736
Total gross profit	67,813	85,590
Selling, general and administrative expenses	28,526	40,273
Operating income	39,287	45,317
Non-operating income		
Interest income	344	447
Dividend income	2,204	1,701
Other non-operating income	688	998
Total non-operating income	3,238	3,147
Non-operating expenses		
Interest expenses	658	1,469
Foreign exchange losses	348	-
Financing expenses	41	933
Other non-operating expenses	331	199
Total non-operating expenses	1,379	2,602
Ordinary income	41,145	45,863
Extraordinary gains		
Gain on sales of investment securities	4,227	4,391
Other extraordinary gains	12	32
Total extraordinary gains	4,239	4,423
Extraordinary losses		
Impairment losses on fixed assets	-	24
Loss on retirement of fixed assets	42	77
Loss on sales of investment securities	67	-
Other extraordinary losses	23	12
Total extraordinary losses	133	114
Income before income taxes	45,251	50,172
Income taxes	15,004	18,225
Net income	30,246	31,946
Net income attributable to non-controlling interests	745	1,037
Net income attributable to owners of parent	29,501	30,909

Quarterly consolidated statement of comprehensive income
First quarter of FY2026 (April 1, 2026 to June 30, 2026)

(Millions of yen)

	From April 1, 2025 to June 30, 2025	From April 1, 2026 to June 30, 2026
Net income	30,246	31,946
Other comprehensive income		
Unrealized gains on available-for-sale securities, net of taxes	8,363	(14,539)
Unrealized gains (losses) on hedging derivatives, net of taxes	-	(907)
Foreign currency translation adjustments	(1,964)	596
Remeasurements of defined benefit plans	(1,266)	(1,900)
Share of other comprehensive income of entities accounted for using equity method	(2,388)	1,161
Total other comprehensive income	2,744	(15,588)
Comprehensive income	32,991	16,357
Comprehensive income attributable to		
Owners of parent	32,322	15,026
Non-controlling interests	668	1,331

(3) Notes to quarterly consolidated financial statements

(Notes regarding going concern assumption)

Not applicable.

(Notes regarding substantial changes in the amount of shareholders' equity)

Not applicable.

(Adoption of specific accounting methods for the preparation of quarterly consolidated financial statements)
(Calculation of tax expenses)

Tax expenses are calculated by reasonably estimating the effective tax rate after applying tax-effect accounting to income before income taxes for the fiscal year, including the first quarter of the fiscal year ending March 31, 2027, and multiplying income before income taxes by said estimated effective tax rate.

However, in cases where the Company records loss before income taxes, the amount is multiplied by the statutory effective tax rate.

(Segment information, etc.)

1. Reportable segment information (net sales and income (loss))
First quarter of FY2025 (April 1, 2025 – June 30, 2025)

(Millions of yen)

	Reportable segments				Others (Note 1)	Total	Adjustments (Note 2)	Book value in quarterly consolidated statement of income (Note 3)
	Civil engineering	Building construction	Real estate development	Subtotal				
Net sales								
Sales on third party customers	141,649	254,516	41,754	437,919	2,420	440,339	-	440,339
Intersegment transactions or transfers	6,759	6,355	1,582	14,696	1,009	15,705	(15,705)	-
Total	148,408	260,871	43,336	452,616	3,429	456,045	(15,705)	440,339
Segment operating income	24,710	8,366	6,387	39,464	418	39,883	(595)	39,287

Notes 1. Businesses that cannot be classified into the Company's reporting segments are shown as "Others."
This includes the incidental business of construction business such as cooperative research, technical service, and environmental measurement, and logistics business, and also, leisure-related business and other service business.
2. The adjustments of segment operating income of ¥(595) million includes elimination of intersegment transaction amounting to ¥(463) million and amortization of goodwill amounting to ¥(132) million.
3. Segment operating income is adjusted in accordance with operating income of the quarterly consolidated statement of income.

1. Reportable segment information (net sales and income (loss))
First quarter of FY2026 (April 1, 2026 – June 30, 2026)

(Millions of yen)

	Reportable segments				Others (Note 1)	Total	Adjustments (Note 2)	Book value in quarterly consolidated statement of income (Note 3)
	Civil engineering	Building construction	Real estate development	Subtotal				
Net sales								
Sales on third party customers	165,656	309,607	42,462	517,725	3,489	521,215	-	521,215
Intersegment transactions or transfers	11,631	5,968	3,684	21,284	1,045	22,329	(22,329)	-
Total	177,288	315,575	46,146	539,010	4,534	543,545	(22,329)	521,215
Segment operating income	15,335	25,023	9,336	49,694	710	50,405	(5,087)	45,317

Notes 1. Businesses that cannot be classified into the Company's reporting segments are shown as "Others."
This includes the incidental business of construction business such as cooperative research, technical service, and environmental measurement, and logistics business, and also, leisure-related business and other service business.
2. The adjustments of segment operating income of ¥(5,087) million includes elimination of intersegment transaction amounting to ¥(2,106) million and amortization of goodwill amounting to ¥(2,980) million.
3. Segment operating income is adjusted in accordance with operating income of the quarterly consolidated statement of income.

2. Reportable segment information (impairment losses on fixed assets or goodwill, etc.)

(Significant change in amount of goodwill)

The Company has acquired shares of NeoSphere Co., Ltd. in the Others segment, making it a consolidated subsidiary. The increase in goodwill resulting from such transaction amounted to ¥1,732 million for the three months ended June 30, 2026.

(Notes on the statement of cash flows)

The Company does not prepare quarterly consolidated statement of cash flows for the three months ended June 30, 2026. Depreciation and amortization (including amortization of intangible assets aside from goodwill and customer-related intangible assets) and amortization of goodwill and customer-related intangible assets for the three months ended June 30, 2026 are as follows.

(Millions of yen)

	From April 1, 2025 to June 30, 2025	From April 1, 2026 to June 30, 2026
Depreciation and amortization	3,812	4,573
Amortization of goodwill	132	2,980
Amortization of customer-related intangible assets	–	795

3. (Reference) Quarterly Non-consolidated Financial Statements
(1) (Summary) Quarterly non-consolidated balance sheet

(Millions of yen)

	As of March 31, 2026	As of June 30, 2026
Assets		
Current assets		
Cash and time deposits	166,080	102,436
Notes and accounts receivable trade	675,603	560,607
Securities	-	35,000
Real estate for sale	34,325	34,300
Cost on uncompleted contracts	70,778	82,698
Cost on development projects in progress	12,145	12,743
Other current assets	59,146	58,299
Allowance for doubtful accounts	(185)	(85)
Total current assets	1,017,893	886,000
Fixed assets		
Tangible fixed assets	184,632	189,086
Intangible fixed assets	14,559	14,941
Investments and other assets		
Investment securities	727,088	706,955
Other fixed assets	99,913	113,696
Allowance for doubtful accounts	(7,919)	(8,037)
Total investments and other assets	819,082	812,614
Total fixed assets	1,018,274	1,016,642
Total assets	2,036,168	1,902,642

(Millions of yen)

	As of March 31, 2026	As of June 30, 2026
Liabilities		
Current liabilities		
Notes and accounts payable trade	382,596	362,446
Short-term borrowings	98,696	97,446
Straight bonds due within one year	10,000	10,000
Advances received and progress billings on uncompleted contracts	232,691	201,258
Deposit received	316,767	301,876
Provision for warranties on completed contracts	2,121	2,891
Provision for losses on construction contracts	75,362	68,208
Provision for performance-based remuneration for directors	-	1,578
Other current liabilities	87,146	43,545
Total current liabilities	1,205,381	1,089,251
Long-term liabilities		
Straight bonds	40,000	40,000
Long-term borrowings	148,668	147,818
Provision for retirement benefits	8,007	5,879
Provision for share-based remuneration for directors	128	-
Allowance for losses on business in subsidiaries and affiliates	437	314
Other long-term liabilities	4,953	5,564
Total long-term liabilities	202,194	199,576
Total liabilities	1,407,576	1,288,827
Net assets		
Shareholders' equity		
Common stock	122,742	122,742
Capital surplus	30,686	30,686
Additional paid-in-capital	30,686	30,686
Retained earnings	379,778	379,706
Other retained earnings	379,778	379,706
Reserve for tax deferment on replacement of fixed assets	1,395	1,395
Reserve for purchase of specified shares	250	-
Other reserve	226,500	275,500
Retained earnings carried forward	151,632	102,810
Treasury stock	(724)	(727)
Total shareholders' equity	532,482	532,408
Accumulated gains from valuation		
Unrealized gains on available-for-sale securities, net of taxes	96,109	81,407
Total accumulated gains from valuation	96,109	81,407
Total net assets	628,592	613,815
Total liabilities and net assets	2,036,168	1,902,642

(2) (Summary) Quarterly non-consolidated statement of income
First quarter of FY2026 (April 1, 2026 to June 30, 2026)

(Millions of yen)

	From April 1, 2025 to June 30, 2025	From April 1, 2026 to June 30, 2026
Net sales		
Construction business	304,003	338,777
Development projects	5,604	7,932
Total net sales	309,607	346,709
Cost of sales		
Construction business	260,909	286,301
Development projects	3,369	2,456
Total cost of sales	264,279	288,758
Gross profit		
Construction business	43,093	52,475
Development projects	2,234	5,475
Total gross profit	45,327	57,951
Selling, general and administrative expenses	18,638	21,842
Operating income	26,689	36,108
Non-operating income	4,393	5,143
Non-operating expenses	1,204	1,576
Ordinary income	29,877	39,674
Extraordinary gains	4,207	3,898
Extraordinary losses	124	7
Income before income taxes	33,961	43,566
Income taxes	10,449	13,457
Net income	23,511	30,108

(Reference) Net income per share FY2026 (First quarter-end): 184.67 yen
FY2025 (First quarter-end): 138.19 yen

(Notes)
1. The Company’s quarterly non-consolidated financial statements are prepared in accordance with the “Ordinance on the Terminology, Forms, and Preparation Methods of Quarterly Financial Statements, etc.” and the “Construction Industry Law’s enforcement regulations.”
2. Classifications of categories are noted in summary.

4. Supplementary Information
(1) (Non-consolidated) Amount of orders received, net sales and balance carried forward

(i) Amount of orders received

(Millions of yen)

	First quarter of FY2025 April 1, 2025 to June 30, 2025 (Note)	%	First quarter of FY2026 April 1, 2026 to June 30, 2026 (Note)	%	Change over previous year	Rate of change %	FY2025 (Full year) April 1, 2025 to March 31, 2026 (Note)	%
Civil engineering (1)								
Domestic public sector	14,558	3.0	37,966	13.5	23,407	160.8	258,242	14.5
Domestic private sector	26,575	5.5	52,936	18.8	26,361	99.2	134,440	7.5
Overseas	1,302	0.3	1,445	0.5	142	11.0	33,091	1.8
Total	42,436	8.8	92,348	32.8	49,912	117.6	425,774	23.8
Building construction (2)								
Domestic public sector	42,765	8.8	12,742	4.5	(30,023)	(70.2)	179,863	10.1
Domestic private sector	391,464	80.8	164,926	58.7	(226,537)	(57.9)	1,132,127	63.5
Overseas	2,380	0.5	1,264	0.5	(1,115)	(46.9)	6,828	0.4
Total	436,610	90.1	178,933	63.7	(257,676)	(59.0)	1,318,818	74.0
Total (1) + (2)								
Domestic public sector	57,324	11.8	50,708	18.0	(6,615)	(11.5)	438,105	24.6
Domestic private sector	418,039	86.3	217,863	77.5	(200,176)	(47.9)	1,266,567	71.0
Overseas	3,682	0.8	2,710	1.0	(972)	(26.4)	39,919	2.2
Subtotal	**479,047**	**98.9**	**271,282**	**96.5**	**(207,764)**	**(43.4)**	**1,744,593**	**97.8**
Real estate development	**3,972**	**0.8**	**8,339**	**3.0**	**4,367**	**109.9**	**25,574**	**1.4**
Other	**1,631**	**0.3**	**1,530**	**0.5**	**(101)**	**(6.2)**	**13,042**	**0.8**
Total	**484,651**	**100.0**	**281,152**	**100.0**	**(203,498)**	**(42.0)**	**1,783,210**	**100.0**

Note: The percentages indicate the proportion.

(ii) Net sales

(Millions of yen)

	First quarter of FY2025 April 1, 2025 to June 30, 2025 (Note)	%	First quarter of FY2026 April 1, 2026 to June 30, 2026 (Note)	%	Change over previous year	Rate of change %	FY2025 (Full year) April 1, 2025 to March 31, 2026 (Note)	%
Civil engineering (1)								
Domestic public sector	61,879	20.0	52,037	15.0	(9,841)	(15.9)	251,098	17.3
Domestic private sector	23,237	7.5	32,120	9.3	8,883	38.2	120,690	8.3
Overseas	4,356	1.4	4,677	1.3	321	7.4	23,038	1.6
Total	89,473	28.9	88,835	25.6	(637)	(0.7)	394,827	27.2
Building construction (2)								
Domestic public sector	24,445	7.9	30,456	8.8	6,010	24.6	123,291	8.5
Domestic private sector	184,422	59.6	209,138	60.3	24,716	13.4	860,284	59.2
Overseas	5,661	1.8	10,346	3.0	4,685	82.7	37,867	2.6
Total	214,529	69.3	249,941	72.1	35,411	16.5	1,021,443	70.3
Total (1) + (2)								
Domestic public sector	86,325	27.9	82,494	23.8	(3,831)	(4.4)	374,389	25.8
Domestic private sector	207,659	67.1	241,258	69.6	33,599	16.2	980,974	67.5
Overseas	10,017	3.2	15,024	4.3	5,006	50.0	60,906	4.2
Subtotal	**304,003**	**98.2**	**338,777**	**97.7**	**34,774**	**11.4**	**1,416,270**	**97.5**
Real estate development	**3,972**	**1.3**	**6,402**	**1.9**	**2,430**	**61.2**	**22,980**	**1.6**
Other	**1,631**	**0.5**	**1,530**	**0.4**	**(101)**	**(6.2)**	**13,042**	**0.9**
Total	**309,607**	**100.0**	**346,709**	**100.0**	**37,102**	**12.0**	**1,452,294**	**100.0**

Note: The percentages indicate the proportion.

(iii) Balance carried forward

(Millions of yen)

	First quarter of FY2025 As of June 30, 2025 (Note)	%	First quarter of FY2026 As of June 30, 2026 (Note)	%	Change over previous year	Rate of change %	FY2025 (Full year) As of March 31, 2026 (Note)	%
Civil engineering (1)								
Domestic public sector	588,035	18.4	628,429	19.0	40,393	6.9	642,500	19.1
Domestic private sector	329,485	10.3	360,714	11.0	31,228	9.5	339,897	10.2
Overseas	58,744	1.8	68,618	2.1	9,874	16.8	71,850	2.1
Total	976,265	30.5	1,057,761	32.1	81,496	8.3	1,054,248	31.4
Building construction (2)								
Domestic public sector	303,030	9.5	323,568	9.9	20,537	6.8	341,282	10.2
Domestic private sector	1,840,212	57.5	1,860,801	56.5	20,589	1.1	1,905,013	56.7
Overseas	68,030	2.1	31,190	0.9	(36,840)	(54.2)	40,272	1.2
Total	2,211,273	69.1	2,215,560	67.3	4,286	0.2	2,286,568	68.1
Total (1) + (2)								
Domestic public sector	891,066	27.9	951,997	28.9	60,931	6.8	983,783	29.3
Domestic private sector	2,169,697	67.8	2,221,515	67.5	51,818	2.4	2,244,910	66.9
Overseas	126,775	3.9	99,808	3.0	(26,966)	(21.3)	112,122	3.3
Subtotal	**3,187,538**	**99.6**	**3,273,322**	**99.4**	**85,783**	**2.7**	**3,340,816**	**99.5**
Real estate development	**14,536**	**0.4**	**19,067**	**0.6**	**4,530**	**31.2**	**17,130**	**0.5**
Other	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Total	**3,202,075**	**100.0**	**3,292,389**	**100.0**	**90,314**	**2.8**	**3,357,947**	**100.0**

Note: The percentages indicate the proportion.