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Consolidated Financial Results for the Three Months Ended June 30, 2025 [Japanese GAAP]

August 8, 2025

Company name : Kumagai Gumi Co., Ltd.
 Listing : Tokyo Stock Exchange, Prime Market
 Securities code : 1861 URL : <https://www.kumagaigumi.co.jp/>
 Representative : Shin Ueda, President
 Inquiries : Kazunori Shimada, Joint General Manager, Administration Division,
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 Tel. 03-3235-8606
 Scheduled date to commence dividend payments : —
 Preparation of supplementary material on financial results : None
 Holding of financial results briefing : None

(Rounded down to the nearest million yen)

1. Consolidated Results for the Three Months Ended June 30, 2025 (April 1, 2025 – June 30, 2025)

(1) Consolidated Operating Results (Percentage figures are changes from the same period in the previous fiscal year)

	Net sales of completed construction contracts		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Three months ended June 30, 2025	105,370	2.6	2,017	347.2	1,939	421.0	1,160	964.0
June 30, 2024	102,676	13.0	451	9.9	372	(28.9)	109	59.3

(Note) Comprehensive income For the three months ended June 30, 2025 : 204 million yen [(65.2)%]
 For the three months ended June 30, 2024 : 588 million yen [(84.1)%]

	Basic earnings per share	Diluted earnings per share
Three months ended June 30, 2025	Yen 27.03	—
June 30, 2024	2.53	—

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
As of June 30, 2025	Million yen 443,112	Million yen 176,175	% 39.8	Yen 4,103.59
March 31, 2025	462,533	181,829	39.3	4,236.31

(Reference) Equity As of June 30, 2025 : 176,174 million yen
 As of March 31, 2025 : 181,829 million yen

2. Dividends

	Annual cash dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
Fiscal year ended March 31, 2025	Yen —	Yen —	Yen —	Yen 130.00	Yen 130.00
Fiscal year ending March 31, 2026	—	—	—	—	—
Fiscal year ending March 31, 2026 (Forecast)	—	80.00	—	20.00	—

(Note) Revision to the latest forecasts of cash dividends announced : Yes
 Kumagai Gumi Co., Ltd. (the "Company") plans to conduct a 4-for-1 share split of its common stock as of October 1, 2025. Accordingly, the year-end dividend forecast for the fiscal year ending March 31, 2026 shows an amount that takes into account the impact of said stock split. No annual dividend forecast is shown because the implementation of the stock split makes simple comparisons difficult. The year-end dividend forecast calculated without the stock split would be 80.00 yen. For details, please refer to the "Notice of Stock Split, Partial Amendment of Articles of Incorporation and Revision of Dividend Forecast," announced separately today.

3. Forecast of Consolidated Operating Results for FY2025 (April 1, 2025 – March 31, 2026)

(Percentage figures are changes from the same period in the previous fiscal year)

	Net sales of completed construction contracts		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	493,000	(1.1)	22,800	59.4	23,000	59.6	15,400	64.6	89.68

(Note) Revision to the latest forecasts of consolidated operating results announced : None
 The Company plans to conduct a 4-for-1 share split of its common stock as of October 1, 2025. Accordingly, basic earnings per share shows an amount that takes into account the impact of said stock split. Basic earnings per share calculated without the stock split would be 358.72 yen.

※ Notes

(1) Significant changes in the scope of consolidation during the period : Yes

Newly included: 2 companies(Local Energy System CO., LTD. , KG Dino Resort CO., LTD.)

(2) Adoption of accounting treatment specific to the preparation of quarterly 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 : None

② Changes in accounting policies due to other reasons : None

③ Changes in accounting estimates : None

④ Restatement : None

(4) Number of shares issued (common stock)

① Number of shares issued at the end of the period (including own shares)

As of June 30, 2025	43,285,560 shares	As of March 31, 2025	43,285,560 shares
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② Number of treasury stocks at the end of the period

As of June 30, 2025	353,491 shares	As of March 31, 2025	363,800 shares
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③ Average number of shares outstanding during the period

Three months ended June 30, 2025	42,927,213 shares	Three months ended June 30, 2024	43,015,965 shares
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※ Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm : None

※ Explanation regarding the appropriate use of forecasts of operating results, and other specific comments

The financial forecast of operating results in this document are based on information available at present and logical assessments. Actual results may be materially different from expectations due to a variety of factors. Refer to “1. Overview of Operating Results, etc.

; (3) Explanation of information on future forecasts, including the consolidated earnings forecasts” on page 3 of the Attachments for matters related to earnings forecasts.

(Reference) Summary of Nonconsolidated Financial Results

(Rounded down to the nearest million yen)

1. Nonconsolidated Results for the Three Months Ended June 30, 2025 (April 1, 2025 – June 30, 2025)

(1) Nonconsolidated Operating Results

(Percentage figures are changes from the same period in the previous fiscal year)

	Net sales of completed construction contracts		Operating profit		Ordinary profit		Profit	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Three months ended								
June 30, 2025	80,245	3.8	1,273	—	4,050	192.3	3,355	194.1
June 30, 2024	77,319	8.1	50	(85.1)	1,385	(9.4)	1,141	7.6

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended		
June 30, 2025	77.98	—
June 30, 2024	26.46	—

(2) Nonconsolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of				
June 30, 2025	364,777	135,397	37.1	3,146.00
March 31, 2025	380,449	137,886	36.2	3,204.58

(Reference) Equity As of June 30, 2025 : 135,397 million yen

As of March 31, 2025 : 137,886 million yen

2. Forecast of Nonconsolidated Operating Results for FY2025 (April 1, 2025 – March 31, 2026)

(Percentage figures are changes from the same period in the previous fiscal year)

	Net sales of completed construction contracts		Ordinary profit		Profit		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	362,000	(2.8)	19,700	117.9	14,100	126.3	81.91

(Note) Revision to the latest forecasts of nonconsolidated operating results announced : None

The Company plans to conduct a 4-for-1 share split of its common stock as of October 1, 2025. Accordingly, basic earnings per share an amount that takes into account the impact of said stock split. Basic earnings per share calculated without the stock split would be 327.63 yen.

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1. Overview of Operating Results, etc.

(1) Overview of operating results

During the first quarter of the fiscal year under review, the Japanese economy maintained a trend of gradual recovery. Positive signs included an ongoing improvement in employment and income environment, despite the impact of rising prices on consumer spending, as well as solid investments in plant and equipment, particularly in software, amid improving corporate earnings.

In the construction industry, while housing construction investment remained flat, private sector construction investment continued to increase owing to continuously strong appetite for capital expenditures on the back of improving corporate earnings. Additionally, with public investment remaining solid due to the implementation of related budgets, the environment for receiving orders remained favorable overall.

Under these operating conditions, the Kumagai Gumi Group is pursuing initiatives for sustainable growth by moving forward as a team with The Kumagai Gumi Group Medium-Term Management Plan (FY2024–FY2026) – A New Path toward Sustainable Growth – which was adopted in May 2024. The plan highlights the basic policies of (i) strengthening the construction business, (ii) accelerating peripheral businesses, and (iii) enhancing management base.

Looking at the consolidated results for the first three months under review, net sales (completed contracts) rose 2.6 billion yen (2.6%) year on year, to 105.3 billion yen, mainly attributable to progress in the execution of increased order backlogs that were carried over from the previous fiscal year.

On the profit front, the increase in net sales and improved gross profit margin (gross profit margin on completed contracts) led to an increase of 1.5 billion yen (347.2%) year on year in operating profit, to 2.0 billion yen, and a rise of 1.5 billion yen (421.0%) year on year in ordinary profit, to 1.9 billion yen. Profit attributable to owners of parent was 1.1 billion yen, up 1.0 billion yen (964.0%), owing to income taxes of 0.7 billion yen and other adjustments.

(2) Overview of financial condition

Total assets at the end of the first quarter were 443.1 billion yen, a decrease of 19.4 billion yen (4.2%) from the end of the previous fiscal year, mainly due to the collection of receivables such as notes receivable, accounts receivable from completed construction contracts and other and accounts receivable other.

Total liabilities fell 13.7 billion yen (4.9%) from the end of the previous fiscal year, to 266.9 billion yen, chiefly due to a decrease in accounts payable, including notes payable, accounts payable for construction contracts and electronically recorded obligations – operating, offsetting an increase due to the issuance of commercial papers, etc.

Net assets stood at 176.1 billion yen, a decrease of 5.6 billion yen (3.1%) from the end of the previous fiscal year, mainly reflecting a decline in retained earnings due to the payment of dividends, despite the posting of profit attributable to owners of parent. The shareholders' equity ratio was 39.8%, improving 0.5 pt from 39.3% at the end of the previous fiscal year.

(3) Explanation of information on future forecasts, including the consolidated earnings forecasts

Going forward, it is expected that the Japanese economy will continue to recover, supported by the improvement of the employment and income environments and the effects of a range of measures implemented by the government. However, there is the risk that the economies of regions which are highly dependent on exports to the United States may experience a downturn due to the impact of the trade policies of the United States, and there are also geopolitical risks related to the situations in Ukraine and the Middle East, among other places. In addition, the impact of the ongoing increase in prices on consumer spending, which may cause a downturn in consumer confidence, and other factors also pose risks that may put downward pressure on the Japanese economy. Careful attention should be paid to the impact of these events, including the fluctuation of the financial and capital markets.

In the construction industry, building investment by private-sector enterprises is expected to continue to trend higher, partly due to solid corporate earnings and the response to labor-saving investment. Moreover, public investment is expected to remain firm. This reflects the fact that the FY2025 budget, which is almost on par with the previous year, has been secured and that, under the “First Mid-term Plan for the Implementation of National Resilience” approved by the Cabinet recently, a significantly larger budget was secured for the five years from the FY2026 for planned investments mainly in disaster prevention and mitigation works in response to intensifying and increasingly frequent natural disasters, the increase of national resilience and public investment to replace aging social infrastructure. On the other hand, it is necessary to comply with the regulations regarding work hours and enhance safety management on construction sites as the labor shortage grows more serious every year. There is also the need to promote industry-wide cooperation and technological innovations, such as environmentally friendly, sustainable methods of construction and material procurement, and digital transformation (DX).

The tariff measures of the United States did not directly affect the Group's business or performance because the Group has no transaction involving exports or imports to or from the United States. It is possible that the Group may be indirectly impacted by the manufacturers of automobiles, automotive parts, semiconductor manufacturing equipment, and other products with a large export volume to the United States will hold off on investments in plant and equipment in Japan, resulting in a decrease of orders in the factory sector. On the other hand, it is also likely that the moves to return production bases to Japan will be further intensified to avoid being affected by the tariff conflict between the United States and China, which had already begun during the first Trump administration. The impact on the construction market in Japan is therefore difficult to predict at present. The impact on construction costs is deemed to be minor despite the risk of the prices of some imported equipment increasing because the equipment is imported mostly from Asia. Risks regarding the real estate investment business that the Company operates in the United States include the risk of a market downturn. In light of the current amount invested, however, it is believed that this will not have a major impact. Regardless, the Company will continue to closely monitor any changes in the business environment that may be caused by the tariff measures of the United States.

Under these conditions, the Group developed The Kumagai Gumi Group Medium-Term Management Plan (FY2024–FY2026) – A New Path toward Sustainable Growth– in May 2024. As a leader in the construction service industry that is sought by society, the Group will follow the long-term vision it set out in the previous plan while also setting FY2026 financial targets of consolidated net sales of 500 billion yen, consolidated ordinary profit of 30 billion yen and the ROE of 10% or higher, as it seeks to realize a society in which limited resources are recycled and people, society, and nature continue to prosper. The Group will continue striving for sustainable growth by working as a team on this plan.

In view of the conditions described above and business results for the first quarter ended June 30, 2025, there are currently no changes to the consolidated earnings forecasts and the non-consolidated earnings forecasts for the fiscal year ending March 31, 2025 announced on May 15, 2025.

2. Quarterly Consolidated Financial Statements

(1) Quarterly consolidated balance sheet

(millions of yen)

	As of March 31, 2025	As of June 30, 2025
Assets		
Current assets		
Cash and deposits	50,156	51,050
Notes receivable, accounts receivable from completed construction contracts and other	264,450	245,843
Costs on construction contracts in progress	7,255	7,590
Accounts receivable – other	32,113	28,171
Other	3,502	3,205
Allowance for doubtful accounts	(65)	(59)
Total current assets	357,413	335,802
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	10,347	10,205
Land	19,638	19,508
Other, net	2,486	6,831
Total property, plant and equipment	32,472	36,545
Intangible assets	1,725	1,728
Investments and other assets		
Investment securities	50,372	49,775
Long-term loans receivable	9,324	6,993
Long-term non-operating accounts receivable	98	92
Distressed receivables	30	30
Deferred tax assets	3,488	3,142
Other	7,833	9,222
Allowance for doubtful accounts	(225)	(221)
Total investments and other assets	70,922	69,035
Total non-current assets	105,120	107,310
Total assets	462,533	443,112

(millions of yen)

	As of March 31, 2025	As of June 30, 2025
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	102,267	66,476
Electronically recorded obligations – operating	43,502	34,144
Short-term borrowings	8,109	9,109
Commercial papers	—	14,992
Income taxes payable	1,372	653
Advances received on construction contracts in progress	22,761	32,664
Deposits received	36,636	41,798
Provision for warranties for completed construction	609	568
Provision for loss on construction contracts	2,367	1,804
Provision for bonuses	4,144	2,131
Other	7,626	10,970
Total current liabilities	229,398	215,314
Non-current liabilities		
Long-term borrowings	34,026	34,640
Provision for share awards	263	248
Retirement benefit liability	16,316	16,164
Deferred tax liabilities	73	11
Other	625	558
Total non-current liabilities	51,305	51,621
Total liabilities	280,703	266,936
Net assets		
Shareholders' equity		
Share capital	30,108	30,108
Capital surplus	15,170	15,170
Retained earnings	123,852	119,046
Treasury shares	(987)	(954)
Total shareholders' equity	168,143	163,372
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	11,467	11,233
Deferred gains or losses on hedges	4	40
Foreign currency translation adjustment	2,282	1,585
Remeasurements of defined benefit plans	(67)	(57)
Total accumulated other comprehensive income	13,686	12,802
Non-controlling interests	—	1
Total net assets	181,829	176,175
Total liabilities and net assets	462,533	443,112

(2) Quarterly consolidated statement of income and Quarterly consolidated statement of comprehensive income
Quarterly consolidated statement of income (Cumulative total)

(millions of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Net sales of completed construction contracts	102,676	105,370
Cost of sales of completed construction contracts	96,484	97,323
Gross profit on completed construction contracts	6,192	8,047
Selling, general and administrative expenses	5,740	6,029
Operating profit	451	2,017
Non-operating income		
Interest income	48	70
Dividend income	77	94
Foreign exchange gains	83	19
Other	24	72
Total non-operating income	233	257
Non-operating expenses		
Interest expenses	115	184
Share of loss of entities accounted for using equity method	17	41
Commission for syndicated loans	68	4
Loss on investments in investment partnerships	85	86
Other	25	17
Total non-operating expenses	312	335
Ordinary profit	372	1,939
Extraordinary income		
Gain on sales of non-current assets	0	21
Gain on sales of memberships	1	0
Total extraordinary income	1	21
Extraordinary losses		
Loss on retirement of non-current assets	3	3
Compensation for damage	8	18
Provision of allowance for doubtful accounts	6	6
Other	0	2
Total extraordinary losses	19	31
Profit before income taxes	354	1,929
Income taxes – current	215	371
Income taxes – deferred	30	397
Total income taxes	245	769
Profit	109	1,160
Loss attributable to non-controlling interests	—	(0)
Profit attributable to owners of parent	109	1,160

Quarterly consolidated statement of comprehensive income (Cumulative total)

(millions of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Profit	109	1,160
Other comprehensive income		
Valuation difference on available-for-sale securities	371	(238)
Deferred gains or losses on hedges	(125)	(16)
Foreign currency translation adjustment	230	(696)
Remeasurements of defined benefit plans, net of tax	1	10
Share of other comprehensive income of entities accounted for using equity method	0	(13)
Total other comprehensive income	479	(955)
Comprehensive income	588	204
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	588	204
Comprehensive income attributable to non-controlling interests	—	—

(3) Notes to Quarterly Consolidated Financial Statements

(Notes on Segment Information)

Three months ended June 30, 2024 (Apr 1, 2024—Jun 30, 2024)

Reportable segment sales, profit or loss and revenue breakdown information

(millions of yen)

	Reportable segments				Adjustments (Note1)	Amounts on Quarterly consolidated statement of income (Note2)
	Civil engineering	Building construction	Subsidiaries	Total		
Net Sales						
Revenue from contracts with customers	22,304	54,922	25,053	102,280	—	102,280
Other revenue	—	91	303	395	—	395
Sales to customers	22,304	55,014	25,357	102,676	—	102,676
Intersegment sales and transfers	—	0	2,109	2,109	(2,109)	—
Total	22,304	55,014	27,466	104,785	(2,109)	102,676
Segment profit (loss)	425	(375)	387	437	13	451

(Note1) The segment profit (loss) adjustment is for the elimination of intersegment transactions.

(Note2) Segment profit (loss) is adjusted with operating profit recorded under the quarterly consolidated statement of income.

(Note3) Other revenue is a rental income based on the Accounting Standard for Lease Transactions (ASBJ statement No. 13 issued on March 30, 2007).

Three months ended June 30, 2025 (Apr 1, 2025—Jun 30, 2025)

Reportable segment sales, profit or loss and revenue breakdown information

(millions of yen)

	Reportable segments				Adjustments (Note1)	Amounts on Quarterly consolidated statement of income (Note2)
	Civil engineering	Building construction	Subsidiaries	Total		
Net Sales						
Revenue from contracts with customers	27,598	52,121	25,186	104,906	—	104,906
Other revenue	—	116	347	464	—	464
Sales to customers	27,598	52,237	25,534	105,370	—	105,370
Intersegment sales and transfers	—	409	1,918	2,327	(2,327)	—
Total	27,598	52,647	27,452	107,698	(2,327)	105,370
Segment profit	920	352	767	2,040	(23)	2,017

(Note1) The segment profit adjustment is for the elimination of intersegment transactions.

(Note2) Segment profit is adjusted with operating profit recorded under the quarterly consolidated statement of income.

(Note3) Other revenue is a rental income based on the Accounting Standard for Lease Transactions (ASBJ statement No. 13 issued on March 30, 2007).

(Notes in the case of significant changes in shareholders' equity)

Not applicable

(Notes related to the going concern assumption)

Not applicable

(Notes on quarterly consolidated statements of cash flows)

The Company did not prepare quarterly consolidated statements of cash flows for the first three months of the fiscal year under review. Depreciation (including amortization of intangible assets excluding goodwill) for the first three months of the fiscal year under review is as follows.

	<u>Three months ended</u> <u>June 30, 2024</u>	<u>Three months ended</u> <u>June 30, 2025</u>
Depreciation	498 million yen	488 million yen

3. Quarterly Nonconsolidated Financial Statements

(1) Quarterly nonconsolidated balance sheet

(millions of yen)

	As of March 31, 2025	As of June 30, 2025
Assets		
Current assets		
Cash and deposits	21,856	23,132
Notes receivable, accounts receivable from completed construction contracts and other	230,967	214,960
Costs on construction contracts in progress	5,967	6,248
Other	29,211	25,720
Allowance for doubtful accounts	(27)	(23)
Total current assets	287,975	270,038
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	6,470	6,373
Land	16,680	16,551
Other, net	1,338	1,273
Total property, plant and equipment	24,489	24,198
Intangible assets	1,583	1,592
Investments and other assets		
Investment securities	11,361	11,690
Shares of subsidiaries and associates	35,108	34,424
Deferred tax assets	2,359	1,989
Other	17,572	20,843
Allowance for doubtful accounts	(1)	(1)
Total investments and other assets	66,400	68,946
Total non-current assets	92,474	94,738
Total assets	380,449	364,777

(millions of yen)

	As of March 31, 2025	As of June 30, 2025
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	73,065	41,128
Electronically recorded obligations – operating	41,726	32,149
Short-term borrowings	11,909	13,909
Commercial papers	—	14,992
Lease obligations	16	16
Advances received on construction contracts in progress	20,873	28,654
Deposits received	34,418	38,789
Provision for warranties for completed construction	564	538
Provision for loss on construction contracts	2,245	1,590
Provision for bonuses	2,713	1,367
Other	6,386	7,920
Total current liabilities	193,919	181,057
Non-current liabilities		
Long-term borrowings	34,026	33,937
Lease obligations	65	61
Provision for stock payments	263	248
Provision for retirement benefits	13,867	13,705
Other	420	368
Total non-current liabilities	48,643	48,321
Total liabilities	242,563	229,379
Net assets		
Shareholders' equity		
Share capital	30,108	30,108
Capital surplus	15,170	15,170
Retained earnings	82,041	79,779
Treasury shares	(856)	(822)
Total shareholders' equity	126,464	124,236
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	11,417	11,173
Deferred gains or losses on hedges	4	(12)
Total valuation and translation adjustments	11,421	11,161
Total net assets	137,886	135,397
Total liabilities and net assets	380,449	364,777

(2) Quarterly nonconsolidated statement of income (Cumulative total)

(millions of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Net sales of completed construction contracts	77,319	80,245
Cost of sales of completed construction contracts	72,910	74,443
Gross profit on completed construction contracts	4,408	5,802
Selling, general and administrative expenses	4,358	4,529
Operating profit	50	1,273
Non-operating income		
Interest income	37	40
Dividend income	1,501	2,979
Foreign exchange gains	69	6
Other	22	51
Total non-operating income	1,631	3,079
Non-operating expenses		
Interest expenses	121	201
Commission for syndicated loans	68	4
Loss on investments in investment partnerships	85	86
Other	20	9
Total non-operating expenses	295	302
Ordinary profit	1,385	4,050
Extraordinary income		
Gain on sales of non-current assets	0	12
Gain on sales of memberships	1	0
Total extraordinary income	1	13
Extraordinary losses		
Compensation for damage	8	18
Other	0	2
Total extraordinary losses	9	21
Profit before income taxes	1,377	4,042
Income taxes – current	176	200
Income taxes – deferred	60	486
Total income taxes	236	686
Profit	1,141	3,355

4. Supplementary Information

(1) Orders received, net sales and carried-forward (Nonconsolidated)

(millions of yen)

	Three months ended June 30, 2024		Three months ended June 30, 2025		Change	
	Amount	Composition ratio %	Amount	Composition ratio %	Amount	%
Public	16,158	20.0	11,561	18.7	(4,596)	(28.4)
Private	7,329	9.0	7,335	11.9	5	0.1
Domestic	23,487	29.0	18,896	30.6	(4,591)	(19.5)
Overseas	—	—	—	—	—	—
Civil engineering	23,487	29.0	18,896	30.6	(4,591)	(19.5)
Public	1,939	2.4	1,888	3.1	(50)	(2.6)
Private	51,530	63.6	40,332	65.2	(11,197)	(21.7)
Domestic	53,470	66.0	42,221	68.3	(11,248)	(21.0)
Overseas	4,086	5.0	710	1.1	(3,376)	(82.6)
Building construction	57,556	71.0	42,931	69.4	(14,624)	(25.4)
Public	18,097	22.4	13,450	21.8	(4,647)	(25.7)
Private	58,860	72.6	47,667	77.1	(11,192)	(19.0)
Domestic	76,958	95.0	61,117	98.9	(15,840)	(20.6)
Overseas	4,086	5.0	710	1.1	(3,376)	(82.6)
Orders received–Total	81,044	100	61,828	100	(19,216)	(23.7)
Public	12,854	16.6	15,793	19.7	2,938	22.9
Private	8,833	11.4	10,838	13.5	2,004	22.7
Domestic	21,688	28.0	26,631	33.2	4,943	22.8
Overseas	616	0.8	966	1.2	350	56.9
Civil engineering	22,304	28.8	27,598	34.4	5,293	23.7
Public	4,679	6.1	6,989	8.7	2,310	49.4
Private	50,333	65.1	45,409	56.6	(4,924)	(9.8)
Domestic	55,013	71.2	52,398	65.3	(2,614)	(4.8)
Overseas	1	0.0	248	0.3	247	—
Building construction	55,014	71.2	52,647	65.6	(2,367)	(4.3)
Public	17,534	22.7	22,782	28.4	5,248	29.9
Private	59,167	76.5	56,247	70.1	(2,920)	(4.9)
Domestic	76,701	99.2	79,030	98.5	2,328	3.0
Overseas	617	0.8	1,215	1.5	597	96.9
Net sales–Total	77,319	100	80,245	100	2,926	3.8
Public	77,661	13.2	73,791	12.9	(3,870)	(5.0)
Private	112,007	19.1	115,017	20.2	3,010	2.7
Domestic	189,668	32.3	188,809	33.1	(859)	(0.5)
Overseas	13,061	2.2	9,228	1.6	(3,833)	(29.3)
Civil engineering	202,730	34.5	198,037	34.7	(4,692)	(2.3)
Public	53,185	9.1	41,871	7.4	(11,314)	(21.3)
Private	326,768	55.7	326,228	57.2	(540)	(0.2)
Domestic	379,954	64.8	368,099	64.6	(11,854)	(3.1)
Overseas	4,205	0.7	4,038	0.7	(166)	(4.0)
Building construction	384,159	65.5	372,137	65.3	(12,021)	(3.1)
Public	130,846	22.3	115,662	20.3	(15,184)	(11.6)
Private	438,776	74.8	441,245	77.4	2,469	0.6
Domestic	569,623	97.1	556,908	97.7	(12,714)	(2.2)
Overseas	17,267	2.9	13,267	2.3	(3,999)	(23.2)
Carried-forward–Total	586,890	100	570,175	100	(16,714)	(2.8)

(Note) The carried-forward amount of foreign currency denominated project has been translated at the closing rate.

Three months ended June 30, 2024: Increased by 751 million yen

Three months ended June 30, 2025: Decreased by 313 million yen

(2) Financial Highlights

Consolidated

(100 millions of yen)

(Operating Results)

	A Three months ended June 30, 2024	B Three months ended June 30, 2025	B - A	
				%
Net sales	1,027	1,054	27	2.6
Gross profit	62	80	19	30.0
(Ratio)	6.0%	7.6%	1.6%	
SG&A expenses	57	60	3	
Operating profit	5	20	16	347.2
(Ratio)	0.4%	1.9%	1.5%	
Non-operating income - net	(1)	(1)	0	
Ordinary profit	4	19	16	421.0
Extraordinary income - net	(0)	(0)	0	
Profit before income taxes	4	19	16	443.5
Income taxes and others	2	8	5	
Profit	1	12	11	964.0
Loss attributable to non-controlling interests	—	(0)	(0)	—
Profit attributable to owners of parent	1	12	11	964.0

(Forecasts of Operating Results for Full year)

	C Fiscal year ended March 31, 2025	D Fiscal year ending March 31, 2026 (Forecast)	D - C	
				%
	4,986	4,930	(56)	(1.1)
	383	490	107	27.9
	7.7%	9.9%	2.2%	
	240	262	22	
	143	228	85	59.4
	2.9%	4.6%	1.7%	
	1	2	1	
	144	230	86	59.6
	(6)	(1)	5	
	138	229	91	65.9
	44	75	31	
	94	154	60	64.6
	—	—	—	—
	94	154	60	64.6

Nonconsolidated

(Operating Results)

	A Three months ended June 30, 2024	B Three months ended June 30, 2025	B - A	
				%
Civil engineering	235	189	(46)	
Building construction	535	422	(112)	
Domestic	770	611	(158)	
Overseas	41	7	(34)	
Orders received	810	618	(192)	(23.7)
Civil engineering	217	266	49	
Building construction	550	524	(26)	
Domestic	767	790	23	
Overseas	6	12	6	
Net sales	773	802	29	3.8
Civil engineering	23	29	6	
(Ratio)	10.7%	10.9%	0.2%	
Building construction	20	28	8	
(Ratio)	3.7%	5.4%	1.7%	
Domestic	44	57	14	
(Ratio)	5.7%	7.3%	1.6%	
Overseas	0	1	0	
(Ratio)	6.4%	6.0%	(0.4)%	
Gross profit	44	58	14	31.6
(Ratio)	5.7%	7.2%	1.5%	
SG&A expenses	44	45	2	
Operating profit	1	13	12	—
(Ratio)	0.1%	1.6%	1.5%	
Non-operating income - net	13	28	14	
Ordinary profit	14	41	27	192.3
Extraordinary income - net	(0)	(0)	0	
Profit before income taxes	14	40	27	193.4
Income taxes and others	2	7	5	
Profit	11	34	22	194.1

(Forecasts of Operating Results for Full year)

	C Fiscal year ended March 31, 2025	D Fiscal year ending March 31, 2026 (Forecast)	D - C	
				%
	1,104	1,150	46	
	2,643	2,360	(283)	
	3,747	3,510	(237)	
	47	90	43	
	3,794	3,600	(194)	(5.1)
	1,018	1,050	32	
	2,672	2,500	(172)	
	3,689	3,550	(139)	
	34	70	36	
	3,723	3,620	(103)	(2.8)
	153	125	(28)	
	15.0%	11.9%	(3.1)%	
	107	240	133	
	4.0%	9.6%	5.6%	
	260	365	105	
	7.0%	10.3%	3.3%	
	3	5	2	
	7.5%	7.1%	(0.4)%	
	262	370	108	41.1
	7.0%	10.2%	3.2%	
	184	200	16	
	78	170	92	118.3
	2.1%	4.7%	2.6%	
	13	27	14	
	90	197	107	117.9
	(2)	0	2	
	88	197	109	124.0
	26	56	30	
	62	141	79	126.3