

Note: This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

November 11, 2025

Consolidated Financial Results for the Six Months Ended September 30, 2025 [J-GAAP]



Company name: MIYAJI ENGINEERING GROUP, INC.
 Listing: Tokyo Stock Exchange
 Securities code: 3431
 URL: <https://www.miyaji-eng.com/>
 Representative: Masahiro Ikeura, President and Representative Director
 Inquiries: Akinobu Endo, Senior Operating Officer and General Manager, Planning and Management Department
 E-mail: meg.IR@miyaji-eng.co.jp
 Scheduled date to file semi-annual securities report: November 12, 2025
 Scheduled date to commence dividend payments: December 2, 2025
 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, 2025 (from April 1, 2025 to September 30, 2025)

(1) Consolidated operating results (cumulative)

(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, 2025	28,307	(21.6)	2,847	(36.4)	2,996	(35.2)	1,801	(20.0)
September 30, 2024	36,100	13.9	4,474	51.6	4,626	49.7	2,252	26.8

Note: Comprehensive income

For the six months ended September 30, 2025: ¥2,576 million [(5.6)%]
 For the six months ended September 30, 2024: ¥2,729 million [(5.5)%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2025	67.94	-
September 30, 2024	83.47	-

Note: The Company has conducted a two-for-one share split of its common shares, effective October 1, 2024. The amount of basic earnings per share has been calculated assuming that the share split had been conducted at the beginning of the previous fiscal year.

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
September 30, 2025	80,606	48,898	51.7
March 31, 2025	90,597	48,573	45.0

Reference: Equity

As of September 30, 2025: ¥41,648 million
 As of March 31, 2025: ¥40,723 million

Note: Certain consolidated subsidiaries have changed the attribution method of the estimated amount of retirement benefits and the accounting method of unrecognized actuarial differences from the beginning of the six months ended September 30, 2025. These changes were applied retroactively, and relevant figures for the six months ended September 30, 2024 and for the previous fiscal year were restated accordingly.

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2025	-	85.00	-	55.00	-
Fiscal year ending March 31, 2026	-	42.50			
Fiscal year ending March 31, 2026 (Forecast)			-	55.00	97.50

Note: Revisions to the cash dividends forecasts most recently announced: None

1. Since the Company has conducted a two-for-one share split of its common shares, effective October 1, 2024, the dividends at the end of the second quarter of the fiscal year ended March 31, 2025 represent the amount before the share split, and the dividends at the end of the fiscal year ended represent the amount after the share split.
The annual total is not shown because a simple comparison is not possible due to the share split.
2. The amount of annual dividends per share assuming that the share split had been conducted at the beginning of the previous fiscal year (fiscal year ended March 31, 2025) would be as follows:

	Annual dividends per share		
	Second quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen
Fiscal year ended March 31, 2025	42.50	55.00	97.50

3. Consolidated financial result forecasts for the fiscal year ending March 31, 2026 (from April 1, 2025 to March 31, 2026)

(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	58,000	(22.4)	4,700	(48.7)	4,800	(49.4)	3,000	(38.2)	113.13

Note: Revisions to the financial result forecasts most recently announced: Yes

*** Notes**

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

Newly included: - companies ()

Excluded: - companies ()

- (2) Adoption of accounting treatment specific to the preparation of semi-annual consolidated financial statements: Yes

Note: For details, please refer to “2. Semi-annual Consolidated Financial Statements and Principal Notes, (4) Notes to Semi-annual Consolidated Financial Statements, (Notes on accounting treatment specific to the preparation of semi-annual consolidated financial statements)” on page 11 of the Attachment.

- (3) Changes in accounting policies, changes in accounting estimates, and restatement

(i) Changes in accounting policies due to revisions to accounting standards and other regulations: None

(ii) Changes in accounting policies other than (i) above: Yes

(iii) Changes in accounting estimates: None

(iv) Restatement: None

Note: For details, please refer to “2. Semi-annual Consolidated Financial Statements and Principal Notes, (4) Notes to Semi-annual Consolidated Financial Statements, (Notes on changes in accounting policies)” on page 11 of the Attachment.

- (4) Number of issued shares (common shares)

- (i) Total number of issued shares at the end of the period (including treasury shares)

As of September 30, 2025	27,677,816 shares
As of March 31, 2025	27,677,816 shares

- (ii) Number of treasury shares at the end of the period

As of September 30, 2025	1,158,824 shares
As of March 31, 2025	1,158,800 shares

- (iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2025	26,519,012 shares
Six months ended September 30, 2024	26,985,781 shares

Note: The Company has conducted a two-for-one share split of its common shares, effective October 1, 2024. Average number of shares outstanding during the period for the six months ended September 30, 2024 has been calculated assuming that the share split had been conducted at the beginning of the previous fiscal year.

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

- * Proper use of earnings forecasts and other special matters

(Cautionary note concerning forward-looking statements)

The earnings forecasts and other forward-looking statements presented in this document are based on information currently available to the Company and certain assumptions deemed to be reasonable and do not represent a commitment from the Company that they will be achieved. Actual results may differ significantly due to various factors. For preconditions for the earnings forecasts and notes on the use of the earnings forecasts, please refer to “1. Qualitative Information on Semi-annual Financial Results for the Period under Review, (3) Explanation of Consolidated Earnings Forecasts and Other Forward-looking Information” on page 3 of the Attachment.

(How to obtain supplementary material on financial results)

The Company plans to hold a financial results briefing for institutional investors and analysts on Friday, November 28, 2025. The financial results briefing materials will be posted on the Company website on the same day.

Table of Contents - Attachments

1. Overview of Operating Results, etc.	2
(1) Overview of Operating Results for the Semi-annual Period under Review	2
(2) Overview of Financial Position for the Semi-annual Period under Review	2
(3) Explanation of Consolidated Earnings Forecasts and Other Forward-looking Information	3
(4) Shareholder Returns During the Medium-Term Business Plan (FY2022 to FY2026)	4
2. Semi-annual Consolidated Financial Statements and Principal Notes	6
(1) Semi-annual Consolidated Balance Sheets	6
(2) Semi-annual Consolidated Statements of Income and Comprehensive Income	8
Semi-annual Consolidated Statements of Income	8
Semi-annual Consolidated Statements of Comprehensive Income	9
(3) Semi-annual Consolidated Statements of Cash Flows	10
(4) Notes to Semi-annual Consolidated Financial Statements	11
(Notes on changes in accounting policies)	11
(Notes on accounting treatment specific to the preparation of semi-annual consolidated financial statements)	11
(Notes on segment information, etc.)	12
(Notes in the case of significant changes in shareholders' equity)	13
(Notes on going concern assumption)	13
3. Supplementary Information	14
Status of Production, Orders Received, and Sales (Consolidated)	14

1. Overview of Operating Results, etc.

(1) Overview of Operating Results for the Semi-annual Period under Review

During the six months ended September 30, 2025, the Japanese economy gradually recovered amid signs of a pick-up in consumer spending and improvement in the employment environment, although the impact from the U.S. trade policies was seen mainly in the automotive industry.

In the current fiscal year, public investment remained firm under the general account budget of ¥115,197.8 billion. Regarding public works-related expenses, an additional ¥2.4 trillion was included in the supplementary budget in FY2024. Therefore, public investment is expected to remain firm due to the execution of related budgets. Meanwhile, in the Group's mainstay bridge business segment, order volume for large-scale renovation and maintenance-related projects is expected to be ¥190.0 billion (based on our estimate), about the same volume of orders as in the previous fiscal year. However, orders for new construction-related projects are expected to be ¥220.0 billion (based on our estimate), a year-on-year decrease of 13%. With regard to large-scale renovation and maintenance-related projects, for which we expect to record orders of roughly the same size, there are ongoing moves to scale back or postpone new construction contracts due to the need for major additional budgets in existing construction contracts.

In this environment, orders received amounted to ¥23,909 million (up 19.4% year on year), mainly due to the absence of orders received for large projects at MM BRIDGE, CO., LTD. in the same period of the previous fiscal year.

Net sales amounted to ¥28,307 million (down 21.6% year on year), mainly due to large net sales recorded for intensive construction work related to large-scale renovation and maintenance-related projects at MM BRIDGE, CO., LTD. in the same period of the previous fiscal year, as well as the absence of similar projects in the current fiscal year.

Due to the same reasons as net sales, operating profit was ¥2,847 million (down 36.4% year on year), ordinary profit was ¥2,996 million (down 35.2% year on year), and profit attributable to owners of parent was ¥1,801 million (down 20.0% year on year).

Segment results are as follows:

(MIYAJI ENGINEERING)

Due to the harsh environment for receiving orders, orders received amounted to ¥14,772 million (down 5.7% year on year).

Net sales were ¥20,228 million (down 2.8% year on year), about the same level as in the same period of the previous fiscal year, thanks to existing projects that have generally progressed steadily. Operating profit was ¥2,114 million (up 14.1% year on year), driven by effects associated with design changes.

(MM BRIDGE)

Orders received amounted to ¥9,127 million (up 109.7% year on year), mainly due to the absence of orders received for large projects in the same period of the previous fiscal year.

Net sales were ¥8,082 million (down 47.1% year on year), mainly due to large net sales recorded for intensive construction work related to large-scale renovation and maintenance-related projects in the same period of the previous fiscal year, as well as the absence of similar projects in the current fiscal year. Operating profit was ¥742 million (down 71.7% year on year), as a result of the decrease in net sales.

(2) Overview of Financial Position for the Semi-annual Period under Review

1) Status of assets, liabilities, and net assets

Total assets decreased by ¥9,991 million from the end of the previous fiscal year to ¥80,606 million. This was mainly due to a decrease of ¥10,775 million in cash and deposits, which was partially offset by an increase of ¥930 million in investment securities.

Total liabilities decreased by ¥10,316 million from the end of the previous fiscal year to ¥31,708 million. This was mainly due to decreases of ¥3,889 million in notes payable, accounts payable for construction contracts and other, ¥3,900 million in short-term borrowings, and ¥2,345 million in accounts payable - other included in other under current liabilities.

Total net assets increased by ¥324 million from the end of the previous fiscal year to ¥48,898 million. This was mainly due to increases of ¥343 million in retained earnings and ¥641 million in valuation difference on available-for-sale securities, which were partially offset by a decrease of ¥600 million in non-controlling interests.

2) Status of cash flows

Cash and cash equivalents (hereinafter referred to as “cash”) at the end of the semi-annual period under review decreased by ¥10,775 million from the end of the previous fiscal year to ¥5,726 million.

The status of cash flows and reasons for their changes are as follows.

(Cash Flows from Operating Activities)

Cash flows used in operating activities totaled ¥3,484 million (an outflow of ¥7,276 million in the same period of the previous fiscal year). This was due mainly to a decrease in trade payables of ¥3,452 million, a decrease in other current liabilities of ¥2,635 million, and income taxes paid of ¥1,309 million, which were partially offset by the recording of ¥2,984 million in profit before income taxes.

(Cash Flows from Investing Activities)

Cash flows used in investing activities totaled ¥1,131 million (an outflow of ¥1,698 million in the same period of the previous fiscal year). This was mainly due to purchase of property, plant and equipment of ¥1,038 million.

(Cash Flows from Financing Activities)

Cash flows used in financing activities totaled ¥6,160 million (an outflow of ¥879 million in the same period of the previous fiscal year). This was mainly due to repayments of short-term borrowings of ¥3,900 million, dividends paid of ¥1,448 million, and dividends paid to non-controlling interests of ¥792 million.

(3) Explanation of Consolidated Earnings Forecasts and Other Forward-looking Information

With regard to the outlook for the Japanese economy, improvements in the employment and income environments and the results of various policies are expected to support a gradual recovery. Public investment is also expected to remain firm, supported by supplementary budgets in related budget.

Meanwhile, in the Group’s mainstay bridge business segment, orders for new construction-related projects are expected to be ¥220.0 billion (based on our estimate), a year-on-year decrease of 13%. For large-scale renovation and maintenance-related projects, which require high technical and construction capabilities, we expect the business environment to remain challenging for some time amid ongoing moves to scale back or postpone new construction contracts due to the need for major additional budgets in existing construction contracts. However, given the increasing number of locations where renovation and maintenance work is needed, order volume for large-scale renovation and maintenance-related projects is expected to gradually recover. Furthermore, there are plans to promote highly difficult and large-scale projects such as the western extension of the Wangan (Osaka Bay) Route and the Meishin Wangan Route Access Bridge. There are also many plans for railroad-related and buildings with large interior spaces and special building projects, including terminal station redevelopment projects in the Tokyo area, which are highly difficult to construct, continuous grade separation projects, and medium- and large-scale redevelopment projects in urban areas. As such, we believe that this is a business environment in which the Group can make major advances in the medium term.

Taking into account the recent trends, we have revised our consolidated financial result forecasts for the full year of the fiscal year ending March 31, 2026 as follows. However, the cash dividends forecasts remain unchanged.

(Details of revisions to financial result forecasts)

Revision to consolidated financial result forecasts for the full year of the fiscal year ending March 31, 2026 (from April 1, 2025 to March 31, 2026)

	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
Previous forecast (A)	58,000	4,000	4,100	2,500	94.27
Revised forecast (B)	58,000	4,700	4,800	3,000	113.13
Increase/decrease (B-A)	0	700	700	500	-
Change (%)	0.0	17.5	17.1	20.0	-
(Reference) Results for the previous fiscal year (Fiscal year ended March 31, 2025)	74,725	9,157	9,485	4,851	181.34

Note: Certain consolidated subsidiaries have changed the attribution method of the estimated amount of retirement benefits and the accounting method of unrecognized actuarial differences from the beginning of the six months ended September 30, 2025. These changes were applied retroactively, and relevant figures for results for the previous fiscal year were restated accordingly.

(Reasons for revisions)

- As existing construction projects generally progressed smoothly, net sales are expected to be almost in line with the previous forecast.
- Regarding profits, as design changes for construction work completed during the current fiscal year exceeded expectations at the beginning of the fiscal year, operating profit, ordinary profit, and profit attributable to owners of parent are all expected to exceed the previous forecast.

The financial result forecasts for the fiscal year ending March 31, 2027 under the current Medium-Term Business Plan (FY2022 to FY2026) and the next Medium-Term Business Plan period (FY2027 to FY2031) are scheduled to be disclosed in the materials for the financial results briefing for the second quarter of the fiscal year ending March 31, 2026 to be held on November 28, 2025.

Going forward, we will further strengthen our business management control system as a Group based on the Medium-Term Business Plan (FY2022 to FY2026), and will strive to firmly establish a stable profit structure and to achieve sustainable growth and business development together with MIYAJI ENGINEERING CO., LTD. and MM BRIDGE CO., LTD., which form the core of the Group. We will also select and focus management resources on new construction-related, large-scale renovation and maintenance-related, and private-sector projects (including railroad-related, buildings with large interior spaces and special buildings, and coastal structures projects), aligning with shifts and trends in the domestic steel bridge market. At the same time, we will strive to improve productivity through technology development and digital transformation (DX), secure and train human resources, promote the career advancement of women, and carry out work style reforms.

(4) Shareholder Returns During the Medium-Term Business Plan (FY2022 to FY2026)

With regard to shareholder returns during the Medium-Term Business Plan (FY2022 to FY2026), from a medium- to long-term perspective, the Group considers the establishment of a highly sustainable corporate structure, the enhancement of corporate value, and the return of profits to shareholders as important management policies, while at the same time we have a basic policy of implementing a well-balanced capital policy, including investments for sustainable growth, a concept shared by all shareholders and stakeholders.

Based on this policy, the Company announced “Action to Implement Management that is Conscious of Cost of Capital and Stock Price (FY2025)” on August 7, 2025, which includes a basic policy of maintaining an

equity-to-asset ratio of roughly 55% and dividends that consider capital efficiency. With regard to shareholder returns for the fiscal year ending March 31, 2026, the Company plans to pay a dividend of ¥97.50 (lower limit) with a targeted total return ratio of 60%.

2. Semi-annual Consolidated Financial Statements and Principal Notes

(1) Semi-annual Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2025	As of September 30, 2025
Assets		
Current assets		
Cash and deposits	16,502	5,726
Notes receivable, accounts receivable from completed construction contracts and other	49,025	48,803
Costs on construction contracts in progress	593	812
Other	623	589
Total current assets	66,744	55,931
Non-current assets		
Property, plant and equipment		
Land	7,848	7,848
Other, net	7,636	7,517
Total property, plant and equipment	15,484	15,365
Intangible assets	439	397
Investments and other assets		
Investment securities	6,887	7,818
Other	1,059	1,112
Allowance for doubtful accounts	(18)	(18)
Total investments and other assets	7,928	8,911
Total non-current assets	23,853	24,675
Total assets	90,597	80,606
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	10,368	6,479
Short-term borrowings	7,500	3,600
Income taxes payable	1,412	1,026
Advances received on construction contracts in progress	11,036	11,366
Provision for warranties for completed construction	573	573
Provision for loss on construction contracts	2,022	1,817
Provision for bonuses	937	907
Other	3,577	894
Total current liabilities	37,429	26,665
Non-current liabilities		
Long-term borrowings	300	300
Deferred tax liabilities for land revaluation	1,687	1,687
Provisions	160	186
Retirement benefit liability	1,253	1,399
Other	1,193	1,468
Total non-current liabilities	4,594	5,042
Total liabilities	42,024	31,708

(Millions of yen)

	As of March 31, 2025	As of September 30, 2025
Net assets		
Shareholders' equity		
Share capital	3,000	3,000
Capital surplus	3,746	3,746
Retained earnings	28,544	28,887
Treasury shares	(1,728)	(1,728)
Total shareholders' equity	33,561	33,904
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3,682	4,324
Revaluation reserve for land	3,192	3,192
Remeasurements of defined benefit plans	287	227
Total accumulated other comprehensive income	7,162	7,744
Non-controlling interests	7,849	7,249
Total net assets	48,573	48,898
Total liabilities and net assets	90,597	80,606

(2) Semi-annual Consolidated Statements of Income and Comprehensive Income
(Semi-annual Consolidated Statements of Income)

(Millions of yen)

	For the six months ended September 30, 2024	For the six months ended September 30, 2025
Net sales of completed construction contracts	36,100	28,307
Cost of sales of completed construction contracts	29,409	23,000
Gross profit on completed construction contracts	6,691	5,307
Selling, general and administrative expenses	2,216	2,460
Operating profit	4,474	2,847
Non-operating income		
Interest income	1	9
Dividend income	127	140
Rental income	13	10
Gain on sale of scraps	3	6
Other	37	11
Total non-operating income	184	179
Non-operating expenses		
Interest expenses	3	20
Guarantee commission for advances received	17	5
Commission expenses	7	-
Other	5	3
Total non-operating expenses	33	30
Ordinary profit	4,626	2,996
Extraordinary losses		
Loss on sale of non-current assets	1	4
Loss on retirement of non-current assets	49	6
Provision of allowance for doubtful accounts	-	0
Total extraordinary losses	50	12
Profit before income taxes	4,575	2,984
Income taxes	1,444	939
Profit	3,131	2,045
Profit attributable to non-controlling interests	879	243
Profit attributable to owners of parent	2,252	1,801

(Semi-annual Consolidated Statements of Comprehensive Income)

(Millions of yen)

	For the six months ended September 30, 2024	For the six months ended September 30, 2025
Profit	3,131	2,045
Other comprehensive income		
Valuation difference on available-for-sale securities	(404)	641
Remeasurements of defined benefit plans, net of tax	1	(110)
Total other comprehensive income	(402)	530
Comprehensive income	2,729	2,576
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,849	2,383
Comprehensive income attributable to non-controlling interests	880	192

(3) Semi-annual Consolidated Statements of Cash Flows

(Millions of yen)

	For the six months ended September 30, 2024	For the six months ended September 30, 2025
Cash flows from operating activities		
Profit before income taxes	4,575	2,984
Depreciation	535	762
Increase (decrease) in provision for loss on construction contracts	(1,184)	(204)
Interest and dividend income	(129)	(150)
Interest expenses	3	20
Decrease (increase) in trade receivables	(9,508)	221
Decrease (increase) in costs on construction contracts in progress	(156)	(243)
Increase (decrease) in trade payables	435	(3,452)
Increase (decrease) in advances received on construction contracts in progress	520	329
Other	(1,058)	(2,572)
Subtotal	(5,967)	(2,304)
Interest and dividends received	129	150
Interest paid	(3)	(21)
Proceeds from insurance income	21	-
Income taxes (paid) refund	(1,456)	(1,309)
Net cash provided by (used in) operating activities	(7,276)	(3,484)
Cash flows from investing activities		
Purchase of property, plant and equipment	(1,571)	(1,038)
Purchase of investment securities	(5)	-
Other	(121)	(92)
Net cash provided by (used in) investing activities	(1,698)	(1,131)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	2,700	(3,900)
Purchase of treasury shares	(1,494)	(0)
Dividends paid	(1,450)	(1,448)
Dividends paid to non-controlling interests	(596)	(792)
Other	(37)	(19)
Net cash provided by (used in) financing activities	(879)	(6,160)
Net increase (decrease) in cash and cash equivalents	(9,854)	(10,775)
Cash and cash equivalents at beginning of period	19,115	16,502
Cash and cash equivalents at end of period	9,260	5,726

(4) Notes to Semi-annual Consolidated Financial Statements

(Notes on changes in accounting policies)

(Changes to the attribution method of the estimated amount of retirement benefits and the accounting method of unrecognized actuarial differences)

Until the previous fiscal year, consolidated subsidiary MIYAJI ENGINEERING CO., LTD. had adopted two attribution methods of the estimated amount of retirement benefits: a straight-line basis for pre-merger MIYAJI IRON WORKS CO., LTD. and a benefit formula basis for pre-merger MIYAJI CONSTRUCTION & ENGINEERING CO., LTD. On October 1, 2024, plan assets related to retirement pension plans, which had been different for each pre-merger company, were combined. Accordingly, the attribution methods of the estimated amount of retirement benefits have been unified into a benefit formula basis from the beginning of the six months ended September 30, 2025. Furthermore, with respect to the accounting method of unrecognized actuarial differences, MIYAJI IRON WORKS CO., LTD. had adopted a declining balance method, while MIYAJI CONSTRUCTION & ENGINEERING CO., LTD. had adopted a straight-line method. The accounting methods have also been unified into a straight-line method.

These changes in accounting policies were applied retroactively, and the semi-annual consolidated financial statements for the six months ended September 30, 2024 and the consolidated financial statements for the previous fiscal year have been restated accordingly.

As a result, compared to the figures before the retroactive application, retirement benefit liability decreased by ¥355 million, deferred tax liabilities increased by ¥111 million, retained earnings increased by ¥295 million, and remeasurements of defined benefit plans decreased by ¥52 million in the consolidated balance sheets for the previous fiscal year. In the semi-annual consolidated statements of income for the six months ended September 30, 2024, the cost of sales of completed construction contracts increased by ¥4 million, and selling, general and administrative expenses increased by ¥1 million, while operating profit, ordinary profit, profit before income taxes, and profit attributable to owners of parent decreased by ¥5 million, respectively.

In addition, cumulative effects were reflected in the beginning balance of net assets for the previous fiscal year. As a result, the beginning balance of retained earnings after the retroactive application increased by ¥307 million, while the beginning balance of remeasurements of defined benefit plans decreased by ¥15 million for the previous fiscal year.

(Notes on accounting treatment specific to the preparation of semi-annual consolidated financial statements)

(Calculation of tax expenses)

Tax expenses have been calculated by reasonably estimating the effective tax rate after applying tax effect accounting to profit before income taxes for the consolidated fiscal year including the six months ended September 30, 2025, and multiplying profit before income taxes by this effective tax rate.

(Notes on segment information, etc.)

[Segment information]

I. For the six months ended September 30, 2024 (from April 1, 2024 to September 30, 2024)

Information on net sales and profit (loss) by reporting segment

(Millions of yen)

	Reportable segment		Other (Note 1)	Total	Adjustment (Note 2)	Amount recorded in semi-annual consolidated statements of income (Note 3)
	MEC	MMB				
Net sales						
Net sales to outside customers	20,809	15,292	2	36,105	(4)	36,100
Inter-segment net sales or transfers	282	-	2,240	2,523	(2,523)	-
Total	21,092	15,292	2,243	38,628	(2,527)	36,100
Segment profit	1,853	2,624	2,057	6,536	(2,061)	4,474

(Notes) 1. The “Other” category refers to the Company (a pure holding company), which is not attributable to any reportable segment.

2. The details of the adjustment are as follows:

- (1) The adjustment for net sales represents progress rate adjustments for inter-segment transactions and eliminations of inter-segment transactions.
- (2) The adjustment for segment profit represents effects from progress rate adjustments for inter-segment transactions of negative ¥6 million, eliminations of inter-segment transactions of negative ¥1,869 million, and corporate expenses of negative ¥185 million. Corporate expenses are mainly general and administrative expenses not attributable to any reportable segment.

3. Segment profit is adjusted to operating profit on the semi-annual consolidated statements of income.

II. For the six months ended September 30, 2025 (from April 1, 2025 to September 30, 2025)

Information on net sales and profit (loss) by reporting segment

(Millions of yen)

	Reportable segment		Other (Note 1)	Total	Adjustment (Note 2)	Amount recorded in semi-annual consolidated statements of income (Note 3)
	MEC	MMB				
Net sales						
Net sales to outside customers	20,228	8,082	9	28,320	(13)	28,307
Inter-segment net sales or transfers	231	2	2,273	2,507	(2,507)	-
Total	20,459	8,084	2,282	30,827	(2,520)	28,307
Segment profit	2,114	742	2,043	4,900	(2,053)	2,847

(Notes) 1. The “Other” category refers to the Company (a pure holding company), which is not attributable to any reportable segment.

2. The details of the adjustment are as follows:

- (1) The adjustment for net sales represents progress rate adjustments for inter-segment transactions and eliminations of inter-segment transactions.
- (2) The adjustment for segment profit represents effects from progress rate adjustments for inter-segment transactions of negative ¥2 million, eliminations of inter-segment transactions of

negative ¥1,812 million, and corporate expenses of negative ¥239 million. Corporate expenses are mainly general and administrative expenses not attributable to any reportable segment.

3. Segment profit is adjusted to operating profit on the semi-annual consolidated statements of income.

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

Not applicable.

(Notes on going concern assumption)

Not applicable.

3. Supplementary Information

Status of Production, Orders Received, and Sales (Consolidated)

1) Status of production

Segment name	For the six months ended September 30, 2024		For the six months ended September 30, 2025		For the fiscal year ended March 31, 2025	
	Amount (Millions of yen)	Ratio (%)	Amount (Millions of yen)	Ratio (%)	Amount (Millions of yen)	Ratio (%)
MEC	20,859	57.4	20,265	71.0	44,427	59.3
MMB	15,493	42.6	8,296	29.0	30,496	40.7
Other	2	0.0	9	0.0	4	0.0
Adjustment	(4)	(0.0)	(13)	(0.0)	6	0.0
Total	36,351	100.0	28,558	100.0	74,935	100.0

2) Status of orders received

(Orders received)

Segment name	For the six months ended September 30, 2024		For the six months ended September 30, 2025		For the fiscal year ended March 31, 2025	
	Amount (Millions of yen)	Ratio (%)	Amount (Millions of yen)	Ratio (%)	Amount (Millions of yen)	Ratio (%)
MEC	15,667	78.3	14,772	61.8	45,042	63.1
MMB	4,352	21.7	9,127	38.2	26,393	36.9
Other	2	0.0	9	0.0	4	0.0
Total	20,022	100.0	23,909	100.0	71,441	100.0

(Order backlogs)

Segment name	As of September 30, 2024		As of September 30, 2025		As of March 31, 2025	
	Amount (Millions of yen)	Ratio (%)	Amount (Millions of yen)	Ratio (%)	Amount (Millions of yen)	Ratio (%)
MEC	57,453	57.6	57,747	53.4	63,203	56.2
MMB	42,208	42.3	50,309	46.6	49,263	43.8
Other	-	-	-	-	-	-
Adjustment	39	0.1	41	0.0	28	0.0
Total	99,702	100.0	108,098	100.0	112,496	100.0

3) Status of sales

Segment name	For the six months ended September 30, 2024		For the six months ended September 30, 2025		For the fiscal year ended March 31, 2025	
	Amount (Millions of yen)	Ratio (%)	Amount (Millions of yen)	Ratio (%)	Amount (Millions of yen)	Ratio (%)
MEC	20,809	57.6	20,228	71.5	44,435	59.5
MMB	15,292	42.4	8,082	28.5	30,278	40.5
Other	2	0.0	9	0.0	4	0.0
Adjustment	(4)	(0.0)	(13)	(0.0)	6	0.0
Total	36,100	100.0	28,307	100.0	74,725	100.0