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Consolidated Business Results for Three Months of the Fiscal Year Ending March 31, 2027 (U.S. GAAP)

1. Results for Three Months Ended June 30, 2026

(Amounts are rounded to the nearest million yen)

(1) Consolidated Financial Highlights

Millions of yen except per share amounts

	Three Months ended June 30, 2026	Three Months ended June 30, 2025	Changes Increase (Decrease)	
	[A]	[B]	[A-B]	[(A-B)/B]
Net sales	**1,043,143**	909,524	133,619	14.7%
Operating income	**151,553**	140,391	11,162	8.0%
Income before income taxes and equity in earnings of affiliated companies	**140,036**	131,295	8,741	6.7%
Net income attributable to Komatsu Ltd.	**96,153**	91,194	4,959	5.4%
Net income attributable to Komatsu Ltd. per share (Yen)				
Basic	**¥107.20**	¥99.08	¥8.12	
Diluted	**¥107.20**	¥99.08	¥8.12	

Note: Comprehensive income for three months ended June 30, 2026 and 2025
2026: 158,515 millions of yen, up 146.4% from 2025
2025: 64,336 millions of yen, down 77.7% from 2024

(2) Consolidated Financial Position

Millions of yen except per share amounts

	As of June 30, 2026	As of March 31, 2026
Total assets	**6,782,589**	6,423,941
Total equity	**3,710,209**	3,708,427
Komatsu Ltd. shareholders’ equity	**3,515,432**	3,510,768
Komatsu Ltd. shareholders’ equity ratio	**51.8%**	54.7%
Komatsu Ltd. shareholders’ equity per share (Yen)	**¥3,943.23**	¥3,896.10

2. Dividends

(For the fiscal years ended March 31, 2026 and ending March 31, 2027)

Yen

	2026	2027 Projections
First quarter period		
Second quarter period	95.00	95.00
Third quarter period		
Year-end	95.00	95.00
Total	190.00	190.00

Note: Changes in the latest projected cash dividend as of July 29, 2026: None

3. Projections for the Fiscal Year Ending March 31, 2027

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

Millions of yen except per share amounts

	2027	
		Changes Increase (Decrease)
Net sales	**4,302,000**	4.1%
Operating income	**555,000**	(2.2%)
Income before income taxes and equity in earnings of affiliated companies	**508,000**	(5.4%)
Net income attributable to Komatsu Ltd.	**349,000**	(7.3%)
Net income attributable to Komatsu Ltd. per share - Basic (Yen)	**¥390.87**	

Notes: 1) Changes in the latest projected consolidated business results as of July 29, 2026: Applicable

2) Percentages shown above represent the rates of change compared with the corresponding period a year ago.

3) The Company has repurchased its shares of common stock pursuant to the resolution adopted at the meeting of the Board of Directors held on April 28, 2026.
The “Net income attributable to Komatsu Ltd. per share” in the projection of consolidated business results takes into account the impact of share repurchases made through June 30, 2026.

4. Others

(1) Changes in important subsidiaries during the three-month period under review: None

(2) Use of simplified accounting procedures and adoption of specific accounting procedures for the preparation of consolidated quarterly financial statements: None

(3) Changes in significant accounting rules, procedures and presentation and changes in significant accounting policies and estimates

1) Changes resulting from revisions in accounting standards, etc.: None
2) Changes in other matters except for 1) above: None
Note: See (4) Others on page 12 for more details.

(4) Number of common shares outstanding

1) The number of common shares issued (including treasury stock) was as follows:
As of June 30, 2026: 930,340,620 shares
As of March 31, 2026: 930,340,620 shares

2) The number of treasury stock was as follows:
As of June 30, 2026: 38,830,516 shares
As of March 31, 2026: 29,242,594 shares

3) The weighted average number of common shares outstanding was as follows:
Three months ended June 30, 2026: 896,625,540 shares
Three months ended June 30, 2025: 919,745,970 shares

Notes:
-The number of treasury stock as of June 30, 2026 and March 31, 2026, includes 1,439,823 shares, held in the Board Incentive Plan Trust and the Employee Stock Ownership Plan Trust. These shares are excluded in the calculation of the weighted average number of common shares outstanding.

- This report is not subject to quarterly review by a CPA or an audit firm.

- Explanations concerning the appropriate use of the forecasts for results of operations and other special matters.
The aforementioned forecasts, plans and projections for results of operations in this report are determined by top management of the Company to be reasonable, based on the currently available information. Please be advised that actual results may differ significantly from the forecasts, plans or projections in this report, due to a variety of changing factors. Such factors may include economic conditions and changes in demand for products in major markets, fluctuations on the foreign exchange market, and changes in regulations, accounting standards and practices in Japan and abroad.

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Management Performance and Financial Conditions

(1) Outline of Operations and Business Results

In April 2025, Komatsu Ltd. ("Company") and its consolidated subsidiaries (together "Komatsu") launched a three-year, the Strategic Growth Plan, "Driving value with ambition", which covers the period up to the fiscal year ending March 2028. Komatsu upholds three pillars of growth strategies: 1) Create customer value through innovation; 2) Drive growth and profitability; and 3) Transform our business foundation. And, we are working to further evolve the value of our products and solutions with an aim of realizing its redefined vision of becoming a collaborative partner committed to optimizing safe, productive, and clean workplaces.

For the first three-month period (April 1- June 30, 2026) of the fiscal year ending March 31, 2027, the second year of the Strategic Growth Plan, consolidated net sales totaled JPY 1,043.1 billion, an increase of 14.7% from the corresponding period a year ago. In the construction, mining and utility equipment business, sales increased from the corresponding period a year ago, supported by the depreciation of the Japanese yen compared to the corresponding period a year ago, improved selling prices, and increased sales volume. In the industrial machinery and others business, sales increased from the corresponding period a year ago, mainly supported by increased sales of large presses for the automobile manufacturing industry and increased sales of maintenance revenues in the excimer laser-related business for the semiconductor industry.

With respect to profits for the first three-month period under review in the construction, mining and utility equipment business, despite factors such as increased costs, profits increased, primarily due to the Japanese yen's depreciation, improved selling prices and an increase in sales volume. In the retail finance and industrial machinery and others business, profits increased. As a result, operating income totaled JPY 151.6 billion, an increase of 8.0% from the corresponding period a year ago and the operating income ratio decreased by 0.9 percentage point from the corresponding period a year ago to 14.5%. Income before income taxes and equity in earnings of affiliated companies increased by 6.7% from the corresponding period a year ago to JPY 140.0 billion. Net income attributable to Komatsu Ltd. increased by 5.4% from the corresponding period a year ago to JPY 96.2 billion.

Komatsu has been selected as a component of the Dow Jones Best-in-Class World Index, achieving one of the ESG-related management targets set forth in the Strategic Growth Plan.

[Consolidated Financial Highlights]

Millions of yen

	Three Months ended June 30, 2026 1USD=JPY158.5 1EUR=JPY184.6 1AUD=JPY112.6	Three Months ended June 30, 2025 1USD=JPY145.5 1EUR=JPY162.5 1AUD=JPY92.6	Changes Increase (Decrease)
	[A]	[B]	[(A-B)/B]
Net sales	**1,043,143**	909,524	14.7%
Construction, Mining and Utility Equipment	**966,934**	844,911	14.4%
Retail Finance	**32,695**	30,444	7.4%
Industrial Machinery and Others	**52,895**	43,453	21.7%
Elimination	**(9,381)**	(9,284)	-
Segment profit	**150,810**	140,010	7.7%
Construction, Mining and Utility Equipment	**130,123**	122,250	6.4%
Retail Finance	**9,624**	9,364	2.8%
Industrial Machinery and Others	**9,010**	7,203	25.1%
Corporate & elimination	**2,053**	1,193	-
Operating income	**151,553**	140,391	8.0%
Income before income taxes and equity in earnings of affiliated companies	**140,036**	131,295	6.7%
Net income attributable to Komatsu Ltd.	**96,153**	91,194	5.4%

Note: Unless otherwise noted, all sales by segment in this report indicate the amounts before elimination of intersegment transactions.

Business results by operation are described below.

Construction, Mining and Utility Equipment

For the first three-month period under review, sales of the construction, mining, and utility equipment business increased by 14.4% from the corresponding period a year ago, to JPY 966.9 billion. Segment profit increased by 6.4% to JPY 130.1 billion.

During the period under review, Komatsu steadily promoted Smart Construction, a digital solution for construction sites and the “rate of ICT machine adoption,” which indicates the sales ratio of ICT construction equipment in Japan, the U.S., Europe, and Australia, marked 31.1%. With respect to mining equipment, the cumulative total number of Autonomous Haulage System (AHS) mining trucks reached 1,060 units as of the end of June 2026.

In June 2026, Komatsu launched sales of its Software Defined Vehicle (SDV) models “PC128USi-12” and “PC138USi-12,” 13-ton-class ultra-short-tail swing hydraulic excavators equipped with ICT functions. Equipped as standard with 3D machine guidance required for ICT construction and integrated with selected Smart Construction applications, these models help improve productivity and safety at customers' construction jobsites.

In the same month, Komatsu also launched sales of the “PC200i-12 Remote Operation Model,” a 20-ton-class hydraulic excavator, together with “Smart Construction Teleoperation,” a system that is compatible with the model and enables the remote operation of construction equipment.

Komatsu began the full-scale deployment of its “Smart Construction” digital solution for the Changi Airport Terminal 5 project in Singapore.

[Sales to Outside Customers of Construction, Mining and Utility Equipment by Region]

Millions of yen

		Three Months ended June 30, 2026	Three Months ended June 30, 2025	Changes Increase (Decrease)	
		[A]	[B]	[A-B]	[(A-B)/B]
	North America	**289,209**	223,383	65,826	29.5%
	Latin America	**215,393**	156,959	58,434	37.2%
Americas		**504,602**	380,342	124,260	32.7%
	Europe*¹	**96,384**	86,374	10,010	11.6%
	Africa	**72,602**	55,162	17,440	31.6%
	Middle East*¹	**11,212**	24,692	(13,480)	(54.6%)
Europe, Africa & Middle East		**180,198**	166,228	13,970	8.4%
	Oceania	**112,104**	96,562	15,542	16.1%
	Asia*²	**70,036**	99,527	(29,491)	(29.6%)
	China	**21,983**	18,211	3,772	20.7%
	CIS	**16,079**	13,158	2,921	22.2%
Oceania, Asia*³ & CIS		**220,202**	227,458	(7,256)	(3.2%)
Japan		**60,035**	68,232	(8,197)	(12.0%)
Total		**965,037**	842,260	122,777	14.6%

Note: *¹Following a revision to the destination region classifications, certain regions, including Turkey, have been reclassified from the Middle East to Europe. Figures for the previous fiscal year have been restated accordingly.

*²Excluding Japan and China

*³Excluding Japan

Komatsu's operations by region are described below.

Americas

In North America, sales increased by 29.5% from the corresponding period a year ago, supported by increased sales of construction equipment driven by steady demand, particularly from the infrastructure and rental sectors, as well as increased sales of mining equipment and the depreciation of the Japanese yen.

In Latin America, sales increased by 37.2% from the corresponding period a year ago, primarily due to increased sales of mining equipment in countries such as Chile, against the backdrop of steady demand for copper, as well as the depreciation of the Japanese yen.

Europe, Africa and Middle East

In Europe, sales increased by 11.6% from the corresponding period a year ago, due to the Japanese yen's depreciation.

In Africa, sales increased by 31.6% from corresponding period a year ago, supported by increased sales of mining equipment and construction equipment, supported by steady gold demand and growing demand for infrastructure projects, as well as the Japanese yen's depreciation.

In the Middle East, sales of construction equipment and mining equipment decreased due to the situation in the Middle East. As a result, sales decreased by 54.6% from the corresponding period a year ago.

Oceania, Asia and CIS

In Oceania, despite decreased sales of mining equipment, sales increased by 16.1% from the corresponding period a year ago, supported by the Japanese yen's depreciation.

In Asia, sales decreased by 29.6% from the corresponding period a year ago, mainly due to sluggish demand for mining equipment in Indonesia, reflecting restrictions on coal production.
In China, sales increased by 20.7% from the corresponding period a year ago, supported by large orders and the Japanese yen’s depreciation.
In CIS, sales increased by 22.2% from the corresponding period a year ago, supported by the Japanese yen’s depreciation.

Japan

In Japan, demand for both rental and non-rental use remained weak against the backdrop of rising labor costs, higher material prices, and labor shortages. As a result, sales decreased by 12.0% from the corresponding period a year ago.

Retail Finance

For the first three-month period under review, revenues increased by 7.4% from the corresponding period a year ago, to JPY 32.7 billion, and segment profit increased by 2.8%, to JPY 9.6 billion, mainly supported by the depreciation of the Japanese yen and growth in assets.

Industrial Machinery and Others

For the first three-month period under review, sales increased by 21.7% from the corresponding period a year ago, to JPY 52.9 billion, mainly supported by increased sales of large presses for the automobile manufacturing industry and increased sales of maintenance revenues in the excimer laser-related business for the semiconductor industry. Segment profit amounted to JPY 9.0 billion, an increase of 25.1%.

(2) Financial Conditions

As of June 30, 2026, total assets increased by JPY 358.6 billion from the previous fiscal year-end, to JPY 6,782.6 billion, as mainly affected by the Japanese yen's depreciation against the U.S. dollar from the previous fiscal year end and increased inventories. Interest-bearing debt increased by JPY 302.6 billion from the previous fiscal year-end, to JPY 1,643.6 billion. Komatsu Ltd. shareholders' equity increased by JPY 4.7 billion from the previous fiscal year-end, to JPY 3,515.4 billion. As a result, Komatsu Ltd. shareholders' equity ratio decreased by 2.9 percentage points from the previous fiscal year-end, to 51.8%.

For the first three-month period under review, although inventories increased, net cash provided in operating activities totaled JPY 65.1 billion, an increase of JPY 35.3 billion from the corresponding period a year ago, mainly due to net income for the period. Net cash used in investing activities amounted to JPY 66.8 billion, an increase of JPY 19.5 billion, mainly due to the purchase of fixed assets. Net cash provided by financing activities amounted to JPY 126.2 billion (as compared to JPY 85.7 billion provided for the corresponding period a year ago), mainly due to increase of commercial papers and debt. After adding the effects of foreign exchange fluctuations to the total amount of each cash flow, as of June 30, 2026, cash and cash equivalents totaled JPY 571.9 billion, an increase of JPY 132.2 billion from the previous fiscal year-end.

(3) Projection for the Fiscal Year Ending March 31, 2027

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

Komatsu has made upward revisions to its projected consolidated sales and profits for the fiscal year ending March 31, 2027 from those announced on April 28, 2026. These revisions reflect demand declines in certain regions affected by the situation in the Middle East expected to be more limited than initially anticipated, as well as reduced impact of U.S. tariffs following changes to certain tariff rates and the latest market outlook.

The average exchange rates assumed in the projection for the second to fourth quarters remain unchanged from those announced on April 28, 2026 (USD 1=JPY 150.0, EUR 1=JPY 174.0, and AUD 1=JPY 106.0). With respect to average exchange rates for the full year, Komatsu now estimates them at USD 1=JPY 152.1, EUR 1=JPY 176.6, and AUD 1=JPY 107.6, reflecting the Japanese yen's greater-than-expected depreciation during the first quarter (Initial assumption: USD 1=JPY 150.0, EUR 1=JPY 174.0, and AUD 1=JPY 106.0).

Projection for Consolidated Business Results for FY2026 (April 1, 2026 - March 31, 2027)

Millions of yen except per share amounts

	Current projection	Earlier projection	Changes		Results for FY ended March 31, 2026
	[A]	[B]	[A-B]	[(A-B)/B]	
Net sales	4,302,000	4,118,000	184,000	4.5%	4,132,751
Operating income	555,000	508,000	47,000	9.3%	567,323
Income before income taxes and equity in earnings of affiliated companies	508,000	466,000	42,000	9.0%	537,258
Net income attributable to Komatsu Ltd.	349,000	318,000	31,000	9.7%	376,391
Net income attributable to Komatsu Ltd. per share - Basic (Yen)	390.87	352.90	-	-	413.90

(4) Others

1) Changes in important subsidiaries during the three-month period under review: None

2) Use of simplified accounting procedures and adoption of specific accounting procedures for the preparation of consolidated quarterly financial statements: None

3) Changes in significant accounting rules, procedures and presentation and changes in significant accounting policies and estimates

a) Changes resulting from revisions in accounting standards, etc.: None

b) Changes in other accounting policy except for a) above: None

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Cautionary Statement

The announcement set forth herein contains forward-looking statements which reflect management's current views with respect to certain future events, including expected financial position, operating results, and business strategies. These statements can be identified by the use of terms such as "will," "believes," "should," "projects" and similar terms and expressions that identify future events or expectations. Actual results may differ materially from those projected, and the events and results of such forward-looking assumptions cannot be assured.

Factors that may cause actual results to differ materially from those predicted by such forward-looking statements include, but are not limited to, unanticipated changes in demand for the Company's principal products, owing to changes in the economic conditions in the Company's principal markets; changes in exchange rates or the impact of increased competition; unanticipated cost or delays encountered in achieving the Company's objectives with respect to globalized product sourcing and new Information Technology tools; uncertainties as to the results of the Company's research and development efforts and its ability to access and protect certain intellectual property rights; and, the impact of regulatory changes and accounting principles and practices.

Consolidated Financial Statements

(1) Consolidated Balance Sheets

Assets

Millions of yen

	As of June 30, 2026	**Ratio (%)**	As of March 31, 2026	Ratio (%)
Current assets				
Cash and cash equivalents	**¥ 571,869**		¥ 439,701	
Trade notes and accounts receivable, net	**1,465,030**		1,406,411	
Inventories	**1,715,188**		1,601,883	
Other current assets	**266,648**		240,203	
Total current assets	**4,018,735**	**59.2**	3,688,198	57.4
Long-term trade receivables, net	**899,513**	**13.3**	930,412	14.5
Investments				
Investments in and advances to affiliated companies	**95,206**		91,349	
Investment securities	**14,136**		12,906	
Other	**74**		60	
Total investments	**109,416**	**1.6**	104,315	1.6
Property, plant and equipment - less accumulated depreciation	**1,001,574**	**14.8**	982,429	15.3
Operating lease right-of-use assets	**85,137**	**1.2**	75,566	1.2
Goodwill	**279,349**	**4.1**	272,823	4.3
Other intangible assets - less accumulated amortization	**166,889**	**2.5**	169,345	2.6
Deferred income taxes and other assets	**221,976**	**3.3**	200,853	3.1
Total assets	**¥ 6,782,589**	**100.0**	¥ 6,423,941	100.0

Liabilities and Equity

Millions of yen

	As of June 30, 2026		As of March 31, 2026	
		Ratio (%)		Ratio (%)
Current liabilities				
Short-term debt	¥ **808,709**		¥ 553,550	
Current maturities of long-term debt	**142,273**		136,050	
Trade notes, bills and accounts payable	**368,856**		355,475	
Income taxes payable	**68,770**		62,229	
Current operating lease liabilities	**23,087**		22,563	
Other current liabilities	**639,065**		617,550	
Total current liabilities	**2,050,760**	**30.2**	1,747,417	27.2
Long-term liabilities				
Long-term debt	**692,630**		651,431	
Liability for pension and retirement benefits	**62,616**		62,766	
Long-term operating lease liabilities	**64,745**		55,959	
Deferred income taxes and other liabilities	**201,629**		197,941	
Total long-term liabilities	**1,021,620**	**15.1**	968,097	15.1
Total liabilities	**3,072,380**	**45.3**	2,715,514	42.3
Komatsu Ltd. shareholders' equity				
Common stock	**70,317**		70,317	
Capital surplus	**137,656**		137,424	
Retained earnings:				
Appropriated for legal reserve	**49,711**		49,711	
Unappropriated	**2,697,473**		2,685,736	
Accumulated other comprehensive income (loss)	**732,724**		678,310	
Treasury stock, at cost	**(172,449)**		(110,730)	
Total Komatsu Ltd. shareholders' equity	**3,515,432**	**51.8**	3,510,768	54.7
Noncontrolling interests	**194,777**	**2.9**	197,659	3.0
Total equity	**3,710,209**	**54.7**	3,708,427	57.7
Total liabilities and equity	¥ **6,782,589**	**100.0**	¥ 6,423,941	100.0

(2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income

Consolidated Statements of Income

Millions of yen except per share amounts

	Three Months ended June 30, 2026	Ratio (%)	Three Months ended June 30, 2025	Ratio (%)
Net sales	¥ 1,043,143	100.0	¥ 909,524	100.0
Cost of sales	709,014	68.0	612,014	67.3
Selling, general and administrative expenses	183,319	17.6	157,500	17.3
Other operating income, net	743	0.1	381	0.0
Operating income	151,553	14.5	140,391	15.4
Other income (expenses), net				
Interest and dividend income	6,961	0.7	6,242	0.7
Interest expense	(14,263)	(1.4)	(12,785)	(1.4)
Other, net	(4,215)	(0.4)	(2,553)	(0.3)
Total	(11,517)	(1.1)	(9,096)	(1.0)
Income before income taxes and equity in earnings of affiliated companies	140,036	13.4	131,295	14.4
Income taxes	41,883	4.0	36,631	4.0
Income before equity in earnings of affiliated companies	98,153	9.4	94,664	10.4
Equity in earnings of affiliated companies	2,523	0.2	2,129	0.2
Net income	100,676	9.7	96,793	10.6
Less: Net income attributable to noncontrolling interests	4,523	0.4	5,599	0.6
Net income attributable to Komatsu Ltd.	¥ 96,153	9.2	¥ 91,194	10.0
Net income attributable to Komatsu Ltd. per share (Yen)				
Basic	¥ 107.20		¥ 99.08	
Diluted	¥ 107.20		¥ 99.08	

Consolidated Statements of Comprehensive Income

Millions of yen

	Three Months ended June 30, 2026	Three Months ended June 30, 2025
Net income	**¥ 100,676**	¥ 96,793
Other comprehensive income (loss), for the period, net of tax		
Foreign currency translation adjustments	**57,745**	(31,662)
Pension liability adjustments	**214**	(8)
Net unrealized holding losses on derivative instruments	**(120)**	(787)
Total	**57,839**	(32,457)
Comprehensive income	**158,515**	64,336
Less: Comprehensive income attributable to noncontrolling interests	**7,948**	3,483
Comprehensive income attributable to Komatsu Ltd.	**¥ 150,567**	¥ 60,853

(3) Consolidated Statements of Cash Flows

Millions of yen

	Three Months ended June 30, 2026	Three Months ended June 30, 2025
Operating activities		
Net income	**¥ 100,676**	**¥ 96,793**
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization	**46,060**	**39,208**
Deferred income taxes	**(3,667)**	**5,882**
Impairment loss and net loss (gain) on valuation of investment securities	**(899)**	**44**
Net gain on sale of fixed assets	**(901)**	**(342)**
Loss on disposal of fixed assets	**513**	**456**
Pension and retirement benefits, net	**(1,292)**	**(1,043)**
Changes in assets and liabilities:		
Decrease in trade receivables	**7,388**	**60,457**
Increase in inventories	**(81,145)**	**(106,162)**
Increase (decrease) in trade payables	**8,406**	**(24,535)**
Increase (decrease) in income taxes payable	**5,991**	**(40,484)**
Other, net	**(15,984)**	**(476)**
Net cash provided by operating activities	**65,146**	**29,798**
Investing activities		
Capital expenditures	**(75,453)**	**(50,610)**
Proceeds from sale of fixed assets	**9,866**	**4,328**
Purchases of investment securities	**(455)**	**(269)**
Acquisition of subsidiaries and businesses, net of cash acquired	**(2,792)**	**(8,118)**
Other, net	**2,082**	**7,447**
Net cash used in investing activities	**(66,752)**	**(47,222)**
Financing activities		
Proceeds from debt issued (Original maturities greater than three months)	**336,536**	**285,825**
Payment on debt (Original maturities greater than three months)	**(140,887)**	**(134,199)**
Short-term debt, net (Original maturities three months or less)	**89,479**	**72,909**
Sale (purchase) of treasury stock, net	**(61,715)**	**(30,471)**
Dividends paid	**(85,782)**	**(98,823)**
Other, net	**(11,403)**	**(9,590)**
Net cash provided by financing activities	**126,228**	**85,651**
Effect of exchange rate change on cash and cash equivalents	**7,546**	**(4,905)**
Net increase in cash and cash equivalents	**132,168**	**63,322**
Cash and cash equivalents, beginning of year	**439,701**	**385,569**
Cash and cash equivalents, end of period	**¥ 571,869**	**¥ 448,891**

(4) Note to the Going Concern Assumption

None

(5) Business Segment Information

1) Information by Operating Segments

(For Three Months ended June 30, 2026)

Millions of yen

	Construction, Mining and Utility Equipment	Retail Finance	Industrial Machinery and Others	Subtotal	Corporate & elimination	Total
Net sales:						
External customers	965,037	25,774	52,332	1,043,143	-	1,043,143
Intersegment	1,897	6,921	563	9,381	(9,381)	-
Total	966,934	32,695	52,895	1,052,524	(9,381)	1,043,143
Segment expenses:						
Cost of sales	666,382	20,558	33,116	720,056	(11,042)	709,014
Selling, general and administrative expenses						
Research and development expenses	30,049	-	2,752	32,801	-	32,801
Others	140,380	2,513	8,017	150,910	(392)	150,518
Total	836,811	23,071	43,885	903,767	(11,434)	892,333
Segment profit	130,123	9,624	9,010	148,757	2,053	150,810
Segment profit ratio (%)	13.5%	29.4%	17.0%	-	-	14.5%

(For Three Months ended June 30, 2025)

Millions of yen

	Construction, Mining and Utility Equipment	Retail Finance	Industrial Machinery and Others	Subtotal	Corporate & elimination	Total
Net sales:						
External customers	842,260	24,204	43,060	909,524	-	909,524
Intersegment	2,651	6,240	393	9,284	(9,284)	-
Total	844,911	30,444	43,453	918,808	(9,284)	909,524
Segment expenses:						
Cost of sales	576,967	18,991	26,667	622,625	(10,611)	612,014
Selling, general and administrative expenses						
Research and development expenses	23,139	-	2,341	25,480	-	25,480
Others	122,555	2,089	7,242	131,886	134	132,020
Total	722,661	21,080	36,250	779,991	(10,477)	769,514
Segment profit	122,250	9,364	7,203	138,817	1,193	140,010
Segment profit ratio (%)	14.5%	30.8%	16.6%	-	-	15.4%

Notes: 1) Business categories and principal products & services included in each operating segment are as follows:

a) Construction, Mining and Utility Equipment

Excavating equipment, loading equipment, grading & roadbed preparation equipment, hauling equipment, forestry equipment, tunneling machines, underground mining equipment, recycling equipment, industrial vehicles, other equipment, engines & components, casting products, logistics, and solution business

b) Retail Finance

Financing

c) Industrial Machinery and Others

Metal forging & stamping presses, sheet-metal machines, machine tools, defense systems, temperature-control equipment, and optical machinery

2) Transfers between segments are made at estimated arm's-length prices.

2) Geographic Information

Net sales determined by customer location are as follows:

(For Three Months ended June 30, 2026 and 2025)

Millions of yen

	Americas	Europe, Africa & Middle East	Oceania, Asia* & CIS	Japan	Total
FY2026	**531,480**	**187,442**	**243,182**	**81,039**	**1,043,143**
FY2025	402,254	172,733	245,117	89,420	909,524

Note: * Excluding Japan

(6) Note in Case of Notable Changes in the Amount of Shareholders' Equity

None

(end)