

Sumitomo Heavy Industries, Ltd.

CONSOLIDATED FINANCIAL REPORT

For the Three-Month Period from January 1 to March 31, 2026

All financial information has been prepared in accordance with generally accepted accounting principles in Japan. This document has been translated from the Japanese original as a guide to non-Japanese investors, and contains forward-looking statements that are based on management's estimates, assumptions, and projections at the time of publication. A number of factors could cause actual results to differ materially from expectations. Amounts shown in this financial statement have been rounded to the nearest million yen.

Summary of Consolidated Financial Results
For the Three-Month Period from January 1 to March 31, 2026
Presented April 28, 2026

Sumitomo Heavy Industries, Ltd.

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Scheduled date of payment of cash dividends	-
Availability of supplementary explanatory materials for financial statement	Yes
Holding of meeting to explain financial statement	Yes

1. FY2026 First Quarter Consolidated Results (January 1, 2026 to March 31, 2026)

(1) Business Results

(Units: millions of yen)

	First Quarter January 1 to March 31, 2026		First Quarter January 1 to March 31, 2025	
	% change		% change	
Net sales	255,566	5.8	241,536	(5.2)
Operating profit	13,377	19.6	11,182	(39.3)
Ordinary profit	11,046	26.9	8,705	—
Profit attributable to owners of parent	7,913	21.8	6,495	(52.2)
Profit attributable to owners of parent ratio (yen)	65.96		54.04	
Fully diluted profit attributable to owners of parent ratio	—		—	

Note 1: Comprehensive income:

Fiscal quarter ended March 31, 2026: 14,401 million yen, (— %)

Fiscal quarter ended March 31, 2025: (9,394) million yen, (— %)

Note 2: The presentation method has been changed since the first quarter of the consolidated fiscal year ending December 31, 2026. Accordingly, ordinary profit for the first quarter of the consolidated fiscal year ended December 31, 2025 is presented using restated figures reflecting this change. As a result, percent changes from the same period of the previous fiscal year are not described in this document. For details, please refer to “4. Items of Special Note Concerning the Quarterly Consolidated Financial Statements (Change in Presentation Method) in II. Quarterly Consolidated Financial Statements and Key Explanatory Notes.”

(2) Financial Position

(Units: millions of yen)

	End of First Quarter As of March 31, 2026	End of Previous Full Year December 31, 2025
Total assets	1,328,120	1,320,527
Total net assets	689,480	686,223
Equity ratio (%)	51.6	51.6

Reference: Equity:

Fiscal quarter ended March 31, 2026: 684,897 million yen

Fiscal year ended December 31, 2025: 681,666 million yen

2. Dividends

(Unit: yen)

	Year Ended December 31, 2025	Year Ending December 31, 2026	Year Ending December 31, 2026 (forecast)
Annual dividends per share			
First quarter	—	—	—
Second quarter	60.00		70.00
Third quarter	—		—
End of term	65.00		75.00
Annual dividends	125.00		145.00

Note: Changes from the most recent dividend forecast: No

3. FY2026 Consolidated Forecasts (January 1, 2026 to December 31, 2026)

(Units: millions of yen)

	Full Year January 1, 2026 to December 31, 2026	
		% change
Net sales	1,090,000	2.2
Operating profit	60,000	16.5
Ordinary profit	55,000	19.7
Profit attributable to owners of parent	34,000	9.9
Profit attributable to owners of parent ratio (yen)	282.91	

Note1: Changes from the most recent dividend forecast: No

Note2: At the Board of Directors meeting held on February 10, 2026, the Company resolved to acquire treasury shares. However, the "Profit attributable to owners of parent ratio (yen)" in the consolidated forecasts section does not reflect the impact of the acquisition of treasury shares.

Note 3: The presentation method has been changed since the first quarter of the consolidated fiscal year. Accordingly, percentage changes in ordinary profit have been calculated using restated figures reflecting this change.

Additional Notes

- (1) Significant changes in the scope of consolidation during the period under review : None
- Newly consolidated: —
- Excluded from consolidation: —
- (2) Special accounting measures applied in the quarterly consolidated financial report: Yes
- (3) Changes to accounting policies, changes to accounting estimates, and retrospective restatements
- (i) Changes to accounting policies due to revisions to accounting standards: None
- (ii) Changes to accounting policies not otherwise stated in (i): None
- (iii) Changes to accounting estimates: None
- (iv) Retrospective restatements: None
- (4) Number of shares issued (share capital)
- (i) Number of shares issued at end of fiscal period (including treasury shares):
- | | |
|-------------------------|--------------------|
| As of March 31, 2026 | 122,905,481 shares |
| As of December 31, 2025 | 122,905,481 shares |
- (ii) Number of treasury shares at end of fiscal period:
- | | |
|-------------------------|------------------|
| As of March 31, 2026 | 3,373,346 shares |
| As of December 31, 2025 | 2,724,082 shares |
- (iii) Average number of shares during fiscal period (cumulative quarterly period):
- | | |
|----------------------|--------------------|
| As of March 31, 2026 | 119,969,438 shares |
| As of March 31, 2025 | 120,183,482 shares |

*Treasury stock that is deducted to calculate the number of term-end treasury stock and the average number of shares during the fiscal period includes shares of the Company held in the trust account related to the share delivery trust established for the stock compensation plan for directors and others.

*Review of the attached quarterly consolidated financial statements by a Certified Public Accountant or an Independent Auditor: None

* Explanation on the proper use of earnings forecasts, and other special remarks
Earnings and outlooks concerning future financial results are believed to be reasonable based on information available at the time of publication. Actual financial results may vary from the above forecast and outlook due to a variety of factors. For information on the assumptions that form the basis of the earnings forecast and items to note concerning the use of earnings forecasts, please refer to the *Explanation of the Consolidated Earnings Forecast and Other Forward-Looking Estimates* in the *Supplementary Materials* section beginning on page 7.

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I. Summary of Operating Performance

1. Summary of Operating Performance for the Quarterly Consolidated Cumulative Period Under Review

Regarding the economic environment surrounding the Group for the first quarter under review, amid uncertainty regarding the economic outlook caused by the deteriorating situation in the Middle East and rising oil prices, in Japan, capital investment and exports have remained firm recently. Turning to overseas regions, the US economy remained strong, and Europe experienced a gradual recovery. Meanwhile, demand in China remained sluggish.

In this business environment, according to the "Medium-Term Management Plan 2026," the Group aimed to increase corporate value in a sustainable manner by solving social issues through products and services. Also, we moved forward with measures, such as expanding contribution to SDGs and strengthening initiatives for reducing negative environmental impacts, as well as improving our earning capacity and capital efficiency and strengthening our efforts to explore new businesses in order to develop a robust entity.

As a result, the Group's orders came to JPY318.4 billion (up 22% year on year), while sales amounted to JPY255.6 billion (up 6% year on year). In terms of profitability, the Group posted operating profit of JPY13.4 billion (up 20% year on year), ordinary profit of JPY11.0 billion (up 27% year on year) and profit attributable to owners of parent came to JPY7.9 billion (up 22% year on year).

The situation by segment is described below.

(i) Mechatronics

Orders increased for gear reducers due to strong demand in Japan and abroad. Motor and inverters orders also rose on the back of increasing demand from customers in Europe. In addition, cryocoolers experienced an increase in orders, fueled by a surge in semiconductor-related demand in the United States and China. Sales and operating profit also increased due to a rise in orders.

As a result, in year-on-year terms, orders increased by 16% to JPY78.2 billion, sales increased by 12% to JPY72.4 billion, and operating profit increased by 43% to JPY6.8 billion.

(ii) Industrial Machinery

Orders decreased as customers for semiconductor manufacturing equipment postponed and revised their investment plans, although orders for plastics machinery increased. Sales and operating profit saw a modest increase following the growth in orders for plastics machinery.

As a result, in year-on-year terms, orders decreased by 12% to JPY47.9 billion, sales increased by 2% to JPY49.4 billion, and operating profit came to JPY0.6 billion.

(iii) Logistics & Construction

Orders increased, supported by large orders for rental hydraulic excavators in North America and stronger demand from Europe, although orders for industrial cranes declined due to a reaction to the solid level of orders secured in the previous year. Sales increased due to order backlogs of industrial cranes and a rise in orders for hydraulic excavators in Europe, while operating profit decreased due to rising costs for the hydraulic excavator business in North America.

As a result, in year-on-year terms, orders increased by 15% to JPY110.2 billion, sales grew by 10% to JPY90.0 billion, and operating profit decreased by 37% to JPY2.1 billion.

(iv) Energy & Lifeline

Orders increased, driven by biomass power generation plant orders in Europe, as well as large orders for water treatment equipment and marine structures. Sales decreased due to lower sales recognized for biomass power generation plants and marine structures in the period under review, while operating profit remained unchanged year on year, primarily driven by improved project profitability of biomass power generation plants.

As a result, in year-on-year terms, orders increased by 94% to JPY80.5 billion, sales decreased by 7% to JPY41.8 billion, and operating profit increased by 9% to JPY3.2 billion.

(v) Others

Orders decreased by 3% to JPY1.6 billion, sales decreased by 3% to JPY1.9 billion, and operating profit increased by 18% to JPY0.6 billion.

2. Summary of Financial Condition for the Quarterly Consolidated Cumulative Period Under Review

1. Condition of Assets, Liabilities, and Net Assets

Total assets at the end of the first quarter of the current consolidated fiscal year (ended March 31, 2026) amounted to JPY1,328.1 billion, an increase of JPY7.6 billion as compared to the end of the previous consolidated fiscal year. This was mainly due to a decrease of JPY22.3 billion in notes and accounts receivable - trade and contract assets, while cash and deposits increased by JPY13.4 billion and inventory assets rose by JPY13.4 billion as compared to the end of the previous consolidated fiscal year.

Total liabilities came to JPY638.6 billion, an increase of JPY4.3 billion as compared to the end of the previous consolidated fiscal year. This was partly because interest-bearing liabilities increased by JPY24.6 billion, while notes and accounts payable - trade decreased by JPY19.6 billion.

Net assets amounted to JPY689.5 billion, an increase of JPY3.3 billion as compared to the end of the previous consolidated fiscal year. This was mainly due to an increase of JPY6.5 billion in foreign currency translation adjustments.

As a result of the above, the shareholders' equity ratio remained unchanged from the end of the previous consolidated fiscal year, standing at 51.6%.

2. Cash Flow Condition

Cash and cash equivalents at the end of the first quarter of the current consolidated fiscal year under review came to JPY121.2 billion, an increase of JPY13.6 billion from the end of the previous consolidated fiscal year. Cash flows for the consolidated cumulative first quarter under review and the factors contributing to increases or decreases in cash flows are as follows.

(Cash Flow from Operating Activities)

Cash flow from operating activities increased by JPY4.6 billion during the consolidated cumulative first quarter under review, and declined by JPY7.9 billion year on year. This was mainly due to a greater decrease in notes and accounts payable, while quarterly profit before income taxes increased and a reduction in accounts receivable - trade and contract assets expanded.

(Cash Flow from Investing Activities)

In the consolidated cumulative first quarter under review, cash flow from investing activities resulted in a JPY6.2 billion cash outflow. This represented a JPY9.4 billion year-on-year decrease in outflow. This was due to decreased spending on tangible and intangible fixed assets, as well as spending on the acquisition of shares in subsidiaries, which resulted in a change in the scope of consolidation, during the previous fiscal year.

(Cash Flow from Financing Activities)

In the cumulative first quarter of the current consolidated fiscal year, cash flow from financing activities resulted in a JPY11.8 billion increase in cash. This represented a JPY4.9 billion year-on-year decrease in inflow. This was partly because the increase in interest-bearing debts slowed down and expenses for the acquisition of treasury shares increased.

3. Explanation of the Consolidated Earnings Forecast and Other Forward-Looking Estimates

No change has been made to the consolidated earnings forecast for the fiscal year ending December 31, 2026 that was announced in the financial report dated February 10, 2026.

II. Quarterly Consolidated Financial Statements and Key Explanatory Notes

1. Quarterly Consolidated Balance Sheets

(Units: millions of yen)

	End of Full Year As of December 31, 2025	End of First Quarter As of March 31, 2026
	Amount	Amount
Assets		
Current assets		
Cash and deposits	111,072	124,521
Notes and accounts receivable - trade and contract assets	313,661	291,385
Inventory assets	328,776	342,203
Other	35,462	39,372
Allowance for doubtful accounts	(2,188)	(3,175)
Total current assets	786,782	794,306
Fixed assets		
Tangible fixed assets		
Land	112,606	112,927
Other (net)	260,631	261,861
Total tangible fixed assets	373,237	374,788
Intangible fixed assets		
Goodwill	11,045	8,916
Other	22,037	24,055
Total intangible fixed assets	33,083	32,971
Investments and other assets		
Other	132,661	131,550
Allowance for doubtful accounts	(5,236)	(5,495)
Total investments and other assets	127,425	126,054
Total fixed assets	533,745	533,814
Total assets	1,320,527	1,328,120
Liabilities		
Current liabilities		
Notes and accounts payable - trade	146,422	126,818
Short-term loans payable	88,882	103,226
Current portion of long-term loans payable	8,457	8,407
Commercial Papers	23,000	32,000
Provision for bonuses	9,135	15,977
Provision for construction warranties	12,583	12,823
Other provision amount	2,252	1,454
Other	118,785	111,366
Total current liabilities	409,516	412,070
Fixed liabilities		
Bonds payable	60,000	60,000
Long-term debt due after one year	72,364	73,719
Defined benefit liability	34,709	34,690
Deferred income taxes on revaluation	20,854	20,854
Provision amount	51	52
Other	36,811	37,255
Total fixed liabilities	224,788	226,570
Total liabilities	634,304	638,640

	End of Full Year As of December 31, 2025	End of First Quarter As of March 31, 2026
	Amount	Amount
Net assets		
Shareholders' equity		
Capital stock	30,872	30,872
Capital surplus	24,060	24,060
Retained earnings	444,590	444,784
Treasury shares	(11,146)	(14,569)
Total shareholders' equity	488,376	485,147
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	9,011	9,393
Deferred gains or losses on hedges	(591)	(114)
Revaluation reserve for land	39,392	39,392
Foreign currency translation adjustments	104,338	110,868
Remeasurements of defined benefit plans	41,139	40,210
Total accumulated other comprehensive income	193,290	199,749
Non-controlling interests	4,557	4,584
Total net assets	686,223	689,480
Total liabilities and net assets	1,320,527	1,328,120

2. Quarterly Consolidated Income Statements and Quarterly Consolidated Statement of Comprehensive Income

Quarterly Consolidated Income Statements Three months ended March 31, 2026

(Units: millions of yen)

	Previous First Quarter January 1, 2025 to March 31, 2025	Present First Quarter January 1, 2026 to March 31, 2026
	Amount	Amount
Net sale	241,536	255,566
Cost of sales	181,284	188,677
Gross income	60,253	66,890
Selling, general and administrative expenses	49,071	53,512
Operating profit	11,182	13,377
Non-operating profit		
Interest income	492	383
Dividend income	71	71
Other	1,338	1,575
Total non-operating profit	1,901	2,029
Non-operating expenses		
Interest expenses	856	1,086
Foreign exchange loss	2,144	954
Patent related expenses	333	340
Other	1,044	1,980
Total non-operating expenses	4,378	4,360
Ordinary profit	8,705	11,046
Extraordinary profit		
Gain on sale of investment securities	1,345	2,240
Total extraordinary profit	1,345	2,240
Extraordinary losses		
Impairment loss	126	87
Total extraordinary losses	126	87
Profit before income taxes	9,924	13,199
Income taxes	3,351	5,295
Profit	6,574	7,904
Profit attributable to non-controlling interests	79	(9)
Profit attributable to owners of parent	6,495	7,913

Quarterly Consolidated Statement of Comprehensive Income
Three months ended March 31, 2026

(Units: millions of yen)

	Previous First Quarter January 1, 2025 to March 31, 2025	Present First Quarter January 1, 2026 to March 31, 2026
	Amount	Amount
Profit	6,574	7,904
Other comprehensive income		
Valuation difference on available-for-sale securities	(1,090)	383
Deferred gains or losses on hedges	575	477
Revaluation reserve for land	(596)	—
Foreign currency translation adjustments	(14,367)	6,567
Adjustment to retirement benefits	(488)	(911)
Share of other comprehensive income of entities accounted for using equity method	(1)	(20)
Total other comprehensive income	(15,968)	6,497
Comprehensive income	(9,394)	14,401
(Breakdown)		
Quarterly comprehensive income attributable to owners of parent	(9,266)	14,373
Quarterly comprehensive income attributable to non-controlling interests	(127)	28

3. Consolidated Cash Flows Statement

(Units: millions of yen)

	Previous First Quarter January 1, 2025 to March 31, 2025	Present First Quarter January 1, 2026 to March 31, 2026
Cash flows from operating activities		
Profit before income taxes	9,924	13,199
Depreciation	9,177	10,229
Impairment loss	126	87
Proceeds from sale of investment securities	(1,345)	(2,240)
Interest and dividend income	(563)	(454)
Interest expenses	856	1,086
Increase (decrease) in reserve amount	7,132	7,412
(Increase) decrease in notes and accounts receivable and contract assets	21,809	27,857
(Increase) decrease in inventories	(11,093)	(10,523)
Increase (decrease) in notes and accounts payable	(1,193)	(20,671)
Other	(16,514)	(16,241)
Subtotal	18,316	9,742
Interest and dividends received	482	446
Interest expenses	(693)	(998)
Payments for income taxes	(5,652)	(4,605)
Net cash provided by or used in operating activities	12,452	4,585
Cash flows from investing activities		
Cash outflow due to the acquisition of tangible and intangible fixed assets	(14,783)	(10,378)
Cash flow from the sale of tangible and intangible fixed assets	1,081	135
Cash outflow due to the acquisition of shares in subsidiaries that results in change in scope of consolidation	(3,047)	—
Purchase of investment securities	(2)	(2)
Proceeds from the sale of investment securities	1,724	2,520
(Increase) decrease in short-term loans	36	(2)
Payments of loans receivable	(2,733)	(2,286)
Cash flow from loan recoveries	2,253	3,821
Other	(97)	(2)
Net cash provided by or used in investing activities	(15,569)	(6,194)
Cash flows from financing activities		
Net increase (decrease) in short-term loans	5,361	13,601
Increase (decrease) in commercial papers	18,000	9,000
Proceeds from long-term debt	3,373	2,000
Repayments for long-term debt	(1,647)	(843)
Cash dividends paid	(7,630)	(7,639)
Payment of dividends to non-controlling stockholders	(1)	(2)
Acquisition of treasury shares	(1)	(3,459)
Other	(823)	(905)
Net cash provided by or used in financing activities	16,631	11,754
Effect of exchange rate changes on cash and cash equivalents	(2,335)	2,891
Net increase (decrease) in cash and cash equivalents	11,179	13,035
Cash and cash equivalents at beginning of year	107,542	107,622
Increase in cash and cash equivalents due to merger with non-consolidated subsidiaries	—	586
Decrease in cash and cash equivalents due to deconsolidation	(135)	—
Cash and cash equivalents at end of quarter	118,586	121,243

4. Items of Special Note Concerning the Quarterly Consolidated Financial Statements (Significant Events or Conditions that Question the Premise of a Going Concern)

There are no applicable items.

(Application of Accounting Procedures Specific to Preparation of Quarterly Consolidated Financial Statements)

(Calculation of tax expenses)

The effective tax rate expected to be imposed on pretax profit (after tax effect accounting) applicable to the consolidated fiscal year in which the first quarter of the current consolidated fiscal year under review is included was estimated based on reasonable assumptions, and tax expenses were calculated by multiplying the quarterly pretax profit by the estimated effective tax rate.

(Change in Presentation Method)

(Related to Consolidated Income Statements)

“Gain on sale of investment securities,” which was included in “Non-operating profit” in the cumulative first quarter of the previous consolidated fiscal year, is presented in “extraordinary profit” starting from the consolidated cumulative first quarter under review, taking into account the increased monetary impact of such gain to the financial statements. To reflect this change in presentation method, consolidated financial statements for the cumulative first quarter of the previous consolidated fiscal year have been restated.

As a result, JPY1,345 million of “Gain on sale of investment securities,” which was stated in “Non-operating profit” in the Consolidated Income Statement for the cumulative first quarter of the previous consolidated fiscal year, is restated as an entry of JPY1,345 million of “Gain on sale of investment securities” under “Extraordinary profit.” Consequently, “Ordinary profit” and “Extraordinary profit” came to JPY8,705 million and JPY1,345 million, respectively.

(Notes regarding Significant Fluctuations to Shareholders’ Equity)

(Acquisition of Treasury Shares)

According to a resolution adopted at the Board of Directors meeting held on February 10, 2026, the Company acquired 659,500 shares of treasury stock. As a result, the value of treasury shares rose by JPY3,423 million during the consolidated cumulative first quarter under review, reaching JPY14,569 million at the quarter’s end. This increase also accounts for factors such as changes in value due to the acquisition of fractional shares.

*Treasury stock as of the end of the first quarter of the current consolidated fiscal year includes shares of the Company held in the trust account related to the share delivery trust established for the stock compensation plan for directors and others.

(Notes on Segment Information, etc.)

(Segment Information)

1. Summary of Reporting Segments

The Group’s reporting segments are based on those units within the Group where separate financial information is available and where the Group’s Board of Directors periodically deliberates over such matters as the distribution of management resources and the financial performance of such segments.

The Group formulates a comprehensive international and domestic strategy for individual products and services for the head office and for each consolidated subsidiary, and executes such strategies at the operating level. Consequently, the Group comprises segments that are split by categories of products and services offered by the head office and consolidated subsidiaries. More specifically, the four reporting segments of the Group are “Mechatronics”, “Industrial Machinery”, “Logistics & Construction”, and “Energy & Lifeline”.

Businesses	Main Products
Mechatronics	Gear reducers, motors, inverters, cryocoolers, precision positioning equipment
Industrial Machinery	Plastics machinery, film forming machines, precision forgings, semiconductor manufacturing equipment, ion accelerators, medical machines and equipment, forging press machines, air-conditioning equipment, defense equipment
Logistics & Construction	Hydraulic excavators, mobile cranes, road machinery, material handling systems, logistics systems, automated parking systems
Energy & Lifeline	Power generation equipment (such as boilers), air pollution control equipment, water and sewage treatment systems, turbines, pumps, mixing vessels, food processing machinery, ships, marine structures

2. Information on Sales, Profit, and Loss Amounts by Reporting Segment

Previous First Quarter January 1, 2025 to March 31, 2025

(Units: millions of yen)

Item \ Segment	A	B	C	D	Subtotal	Other ¹	Total	E ²	F ³
Net sales									
Sales to external customers	64,529	48,643	81,541	44,899	239,611	1,925	241,536	—	241,536
Internal sales between segments or exchanges	596	296	84	634	1,610	802	2,412	(2,412)	—
Total	65,125	48,939	81,624	45,533	241,221	2,727	243,948	(2,412)	241,536
Segment profit (loss)	4,762	(432)	3,344	2,964	10,637	546	11,184	(1)	11,182

Segments:

- A: Mechatronics
- B: Industrial Machinery
- C: Logistics & Construction
- D: Energy & Lifeline
- E: Adjustments
- F: Amounts recorded in Quarterly Consolidated Income Statements

Notes:

1. "Other" represents businesses that are not included in the reporting segments. This includes the Group's real-estate businesses, software-related business, and other businesses.
2. The segment profit (loss) adjustment of minus JPY1 million is due to the deletion of intersegment transactions.
3. Segment profits (losses) have been adjusted as compared to the operating profit recorded in the Quarterly Consolidated Income Statement.

Present First Quarter (January 1, 2026 to March 31, 2026)

(Units: millions of yen)

Segment	A	B	C	D	Subtotal	Other ¹	Total	E ²	F ³
Net sales									
Sales to external customers	72,426	49,431	90,040	41,796	253,693	1,874	255,566	—	255,566
Internal sales between segments or exchanges	665	355	61	318	1,400	844	2,244	(2,244)	—
Total	73,091	49,786	90,102	42,114	255,093	2,717	257,810	(2,244)	255,566
Segment profit	6,830	567	2,117	3,222	12,737	632	13,368	9	13,377

Segments:

- A: Mechatronics
- B: Industrial Machinery
- C: Logistics & Construction
- D: Energy & Lifeline
- E: Adjustments
- F: Amounts recorded in Quarterly Consolidated Income Statements

Notes:

1. "Other" represents businesses that are not included in the reporting segments. This includes the Group's real- estate businesses, software-related business, and other businesses.
2. The segment profit (loss) adjustment of minus JPY9 million is due to the deletion of intersegment transactions.
3. Segment profits have been adjusted as compared to the operating profit recorded in the Quarterly Consolidated Income Statement.

(Subsequent Events of Significant Importance)

There are no applicable items.

III. Supplemental Information

(Orders Received, Sales, and Balance of Orders Received, by Segment)

(1) Orders Received

(Units: millions of yen)

Segment	Previous First Quarter January 1, 2025 to March 31, 2025	Present First Quarter January 1, 2026 to March 31, 2026	Y/Y Change	
	Amount	Amount	Amount	%
Mechatronics	67,325	78,242	10,916	16.2
Industrial Machinery	54,417	47,866	(6,551)	(12.0)
Logistics & Construction	95,432	110,191	14,758	15.5
Energy & Lifeline	41,396	80,511	39,115	94.5
Others	1,679	1,630	(49)	(2.9)
Total	260,250	318,440	58,190	22.4

(2) Sales

(Units: millions of yen)

Segment	Previous First Quarter January 1, 2025 to March 31, 2025	Present First Quarter January 1, 2026 to March 31, 2026	Y/Y Change	
	Amount	Amount	Amount	%
Mechatronics	64,529	72,426	7,897	12.2
Industrial Machinery	48,643	49,431	789	1.6
Logistics & Construction	81,541	90,040	8,500	10.4
Energy & Lifeline	44,899	41,796	(3,104)	(6.9)
Others	1,925	1,874	(52)	(2.7)
Total	241,536	255,566	14,030	5.8

(3) Balance of Orders Received

(Units: millions of yen)

Segment	End of Full Year As of December 31, 2025	Present First Quarter As of March 31, 2026	Y/Y Change	
	Amount	Amount	Amount	%
Mechatronics	98,941	104,757	5,816	5.9
Industrial Machinery	148,843	147,278	(1,565)	(1.1)
Logistics & Construction	216,960	237,110	20,150	9.3
Energy & Lifeline	267,199	305,914	38,716	14.5
Others	1,677	1,434	(243)	(14.5)
Total	733,621	796,494	62,873	8.6