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Consolidated Financial Results for the Six Months Ended September 30, 2026 [Japanese GAAP]

November 12, 2026

Company name : Kumagai Gumi Co., Ltd.
Listing : Tokyo Stock Exchange, Prime Market
Securities code : 1861 URL : https://www.kumagaigumi.co.jp/
Representative : Shin Ueda, President
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Scheduled date to file semi-annual securities report : November 12, 2026
Scheduled date to commence dividend payments : December 7, 2026
Preparation of supplementary material on financial results : Yes
Holding of financial results briefing : Yes

(Rounded down to the nearest million yen)

1. Consolidated Results for the Six Months Ended September 30, 2026 (April 1, 2026 - September 30, 2026)

(1) Consolidated Operating Results

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

	Net sales of completed construction contracts		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Six months ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
September 30, 2026	215,847	(3.0)	10,505	42.4	10,208	34.9	6,999	41.3
September 30, 2025	222,514	1.4	7,375	494.9	7,567	505.8	4,953	841.1

(Note) Comprehensive income For the six months ended September 30, 2026 : 5,599 million yen [(35.3)%]
For the six months ended September 30, 2025 : 8,649 million yen [0.0 %]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2026	41.19	—
September 30, 2025	28.84	—

Kumagai Gumi Co., Ltd. (the "Company") conducted a 4-for-1 share split of its common stock as of October 1, 2025. "Basic earnings per share" is calculated under the assumption that the share split occurred at the beginning of the previous fiscal year.

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
As of	Million yen	Million yen	%	Yen
September 30, 2026	439,035	188,924	43.0	1,111.27
March 31, 2026	448,918	187,867	41.8	1,105.63

(Reference) Equity As of September 30, 2026 : 188,923 million yen
As of March 31, 2026 : 187,866 million yen

2. Dividends

	Annual cash 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, 2026	—	80.00	—	27.00	—
Fiscal year ending March 31, 2027	—	25.00			
Fiscal year ending March 31, 2027 (Forecast)			—	25.00	50.00

(Note) Revision to the latest forecasts of cash dividends announced : None
The Company conducted a 4-for-1 share split of its common stock as of October 1, 2025. Accordingly, the dividend for the second quarter of the fiscal year ended March 31, 2026 is stated in the amount prior to the said stock split. Total annual cash dividends per share are not shown because the implementation of the stock split makes simple comparisons difficult. The dividend per share at the end of the second quarter of the fiscal year ended March 31, 2026 after considering the stock split would be 20.00 yen per share, which results in the total annual dividend of 47.00 yen per share.

3. Forecast of Consolidated Operating Results for FY2026 (April 1, 2026 - March 31, 2027)

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

	Net sales of completed construction contracts		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	500,000	2.5	30,900	14.1	31,000	14.6	20,400	1.7	120.02

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

※ Notes

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

(2) Adoption of accounting treatment specific to the preparation of semi-annual consolidated financial statements : None

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

① Changes in accounting policies due to revisions to accounting standards and other regulations	: None
② Changes in accounting policies due to other reasons	: None
③ Changes in accounting estimates	: None
④ Restatement	: None

(4) Number of shares issued (common stock)

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

As of September 30, 2026	173,142,240 shares	As of March 31, 2026	173,142,240 shares

② Number of treasury stocks at the end of the period

As of September 30, 2026	3,134,854 shares	As of March 31, 2026	3,224,703 shares

③ Average number of shares outstanding during the period

Six months ended September 30, 2026	169,947,234 shares	Six months ended September 30, 2025	171,740,981 shares

The Company conducted a 4-for-1 share split of its common stock as of October 1, 2025. "Average number of shares outstanding during the period" is calculated on the assumption that the share split occurred 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 firm.

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

The financial forecasts of operating results in this document are based on information available at present and logical assessments. Actual results may be materially different from expectations due to a variety of factors. Refer to "1. Overview of Operating Results, etc. ; (3) Explanation of information on future forecasts, including the consolidated earnings forecasts" on page 2 of the Attachments for matters related to earnings forecasts.

(Reference) Summary of Nonconsolidated Financial Results

(Rounded down to the nearest million yen)

1. Nonconsolidated Results for the Six Months Ended September 30, 2026 (April 1, 2026 – September 30, 2026)

(1) Nonconsolidated Operating Results

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

	Net sales of completed construction contracts		Operating profit		Ordinary profit		Profit	
Six months ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
September 30, 2026	161,306	(4.8)	8,649	70.4	11,793	46.9	9,062	49.2
September 30, 2025	169,427	5.3	5,077	—	8,025	952.0	6,075	848.9

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2026	53.19	—
September 30, 2025	35.29	—

The Company conducted a 4-for-1 share split of its common stock as of October 1, 2025. "Basic earnings per share" is calculated under the assumption that the share split occurred at the beginning of the previous fiscal year.

(2) Nonconsolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
As of	Million yen	Million yen	%	Yen
September 30, 2026	361,314	143,456	39.7	841.71
March 31, 2026	365,013	140,633	38.5	825.59

(Reference) Equity As of September 30, 2026 : 143,456 million yen

As of March 31, 2026 : 140,633 million yen

2. Forecast of Nonconsolidated Operating Results for FY2026 (April 1, 2026 – March 31, 2027)

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

	Net sales of completed construction contracts		Ordinary profit		Profit		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	377,000	1.0	28,500	25.2	19,900	9.7	116.78

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

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1. Overview of Operating Results, etc.

(1) Overview of operating results

During the first six months of the fiscal year under review, the Japanese economy maintained its trend toward a moderate recovery. Despite the negative effects of increased prices in certain sectors partly due to rising tensions in the Middle East, there were signs of a recovery in consumer spending, reflecting the continued benefits of a range of economic measures and improvements in the employment and income environments. Additionally, investments in plant and equipment remained solid, helped in part by growing demand for capital expenditures linked to automation and digital transformation.

In the construction industry, housing construction investment remained largely flat, and private sector construction investment remained high on the back of a strong willingness to engage in capital expenditures. Additionally, with public investment remaining solid due to the implementation of related budgets, the environment for receiving orders remained favorable overall.

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

Looking at the consolidated results for the first six months under review, net sales (completed contracts) fell 6.6 billion yen (3.0%) year on year, to 215.8 billion yen, mainly due to a decrease in the order backlog at the beginning of the fiscal year.

On the profit front, operating profit increased 3.1 billion yen (42.4%) year on year to 10.5 billion yen as a result of a rise in the gross profit margin (gross profit margin on completed contracts). Ordinary profit climbed 2.6 billion yen (34.9%) year on year to 10.2 billion yen. Profit attributable to owners of parent was 6.9 billion yen, up 2.0 billion yen (41.3%) , owing to income taxes of 3.2 billion yen and other adjustments.

(2) Overview of financial condition

Total assets at the end of the first six months of the fiscal year under review were 439.0 billion yen, a decrease of 9.8 billion yen (2.2%) from the end of the previous fiscal year, mainly due to a reduction in cash and deposits, which was primarily attributable to a decrease in trade payables.

Total liabilities fell 10.9 billion yen (4.2%) from the end of the previous fiscal year, to 250.1 billion yen, chiefly due to a decrease in accounts payable, including notes payable, accounts payable for construction contracts and electronically recorded obligations - operating, offsetting an increase due to the issuance of commercial papers, etc.

Net assets stood at 188.9 billion yen, an increase of 1.0 billion yen (0.6%) from the end of the previous fiscal year, mainly reflecting an increase in retained earnings due to the posting of profit attributable to owners of parent. The shareholders' equity ratio was 43.0%, improving 1.2 pt from 41.8% at the end of the previous fiscal year.

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

Going forward, the Japanese economy is expected to recover moderately on the back of continuing improvements in the income environment. However, it is necessary to remain fully vigilant against downside risks, for example, the persistently high prices of raw materials and energy due to geopolitical risks, such as the situation in the Middle East, and worries about supply chain disruptions.

Careful attention should be paid to fluctuations in financial and capital markets stemming from these downside risks, as well as the impact of changes in prices on consumer spending.

In the construction industry, it is expected that private investment will continue to increase, partly due to improved corporate earnings. On the public investment side, planned funding for disaster prevention and mitigation, as well as the renovation of aging infrastructure, is expected to continue as the First Medium-Term Plan for National Resilience Implementation for the five years from FY2026 has started in earnest and is expected to significantly expand the scale of projects. However, there are challenges being faced in the construction industry, including the rising cost of

construction and labor shortages due to a chronic lack of skilled construction workers. If the current situation in the Middle East persists, there may be concerns regarding rising construction material prices, increased logistics costs, and supply chain disruptions. Consequently, private customers might delay or cancel their capital investment plans. However, the Group currently believes that the impact will be limited and considers this an indirect risk. The rising cost of raw materials also remains a concern. However, progress is being made in an effort to pass these costs on via contract amounts. In addition, the development of legal frameworks for incorporating price indexation clauses in contracts has been completed. Taking these developments into consideration, the Group understands that a business environment that ensures fair profit is being established.

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

In view of the conditions described above and business results for the first six months ended September 30, 2026, there are currently no changes to the consolidated earnings forecasts and the non-consolidated earnings forecasts for the fiscal year ending March 31, 2027 announced on May 15, 2026.

2. Semi-annual Consolidated Financial Statements

(1) Semi-annual consolidated balance sheet

(millions of yen)

	As of March 31, 2026	As of September 30, 2026
Assets		
Current assets		
Cash and deposits	64,679	49,612
Notes receivable, accounts receivable from completed construction contracts and other	240,570	243,227
Costs on construction contracts in progress	7,692	6,130
Accounts receivable – other	22,433	23,742
Other	2,610	5,340
Allowance for doubtful accounts	(67)	(57)
Total current assets	337,919	327,995
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	9,783	9,525
Land	19,470	19,432
Other, net	8,006	9,429
Total property, plant and equipment	37,260	38,387
Intangible assets	2,012	1,994
Investments and other assets		
Investment securities	49,226	48,524
Deferred tax assets	4,024	4,944
Other	18,641	17,353
Allowance for doubtful accounts	(166)	(164)
Total investments and other assets	71,726	70,658
Total non-current assets	110,998	111,039
Total assets	448,918	439,035

(millions of yen)

	As of March 31, 2026	As of September 30, 2026
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	78,356	59,404
Electronically recorded obligations – operating	30,222	25,012
Short-term borrowings	11,575	9,452
Commercial papers	—	11,995
Income taxes payable	8,372	2,700
Advances received on construction contracts in progress	18,149	26,303
Deposits received	40,604	40,340
Provision for warranties for completed construction	574	607
Provision for loss on construction contracts	875	289
Provision for bonuses	4,618	4,637
Other	14,391	5,870
Total current liabilities	207,740	186,614
Non-current liabilities		
Bonds payable	8,500	8,500
Long-term borrowings	29,658	40,051
Provision for share awards	205	158
Retirement benefit liability	14,056	13,814
Deferred tax liabilities	23	28
Other	867	943
Total non-current liabilities	53,310	63,496
Total liabilities	261,050	250,111
Net assets		
Shareholders' equity		
Share capital	30,108	30,108
Capital surplus	15,166	15,166
Retained earnings	134,447	136,832
Treasury shares	(4,377)	(4,305)
Total shareholders' equity	175,344	177,802
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	8,604	6,916
Deferred gains or losses on hedges	70	126
Foreign currency translation adjustment	2,646	2,942
Remeasurements of defined benefit plans	1,200	1,135
Total accumulated other comprehensive income	12,521	11,121
Non-controlling interests	0	0
Total net assets	187,867	188,924
Total liabilities and net assets	448,918	439,035

(2) Semi-annual consolidated statement of income and semi-annual consolidated statement of comprehensive income

Semi-annual consolidated statement of income

(millions of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Net sales of completed construction contracts	222,514	215,847
Cost of sales of completed construction contracts	202,713	191,863
Gross profit on completed construction contracts	19,800	23,983
Selling, general and administrative expenses	12,424	13,477
Operating profit	7,375	10,505
Non-operating income		
Interest income	188	224
Dividend income	531	552
Share of profit of entities accounted for using equity method	—	13
Foreign exchange gains	47	—
Other	163	184
Total non-operating income	930	974
Non-operating expenses		
Interest expenses	421	615
Share of loss of entities accounted for using equity method	39	—
Commission for syndicated loans	19	244
Loss on investments in investment partnerships	174	224
Foreign exchange losses	—	99
Other	84	87
Total non-operating expenses	738	1,272
Ordinary profit	7,567	10,208
Extraordinary income		
Gain on sale of non-current assets	29	93
Gain on sale of membership	0	6
Other	—	5
Total extraordinary income	30	105
Extraordinary losses		
Loss on sale of non-current assets	1	26
Loss on retirement of non-current assets	5	38
Compensation for damage	35	30
Other	24	11
Total extraordinary losses	66	107
Profit before income taxes	7,531	10,205
Income taxes - current	2,219	3,313
Income taxes - deferred	358	(106)
Total income taxes	2,578	3,206
Profit	4,953	6,999
Loss attributable to non-controlling interests	(0)	(0)
Profit attributable to owners of parent	4,953	6,999

Semi-annual consolidated statement of comprehensive income

(millions of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Profit	4,953	6,999
Other comprehensive income		
Valuation difference on available-for-sale securities	3,654	(1,691)
Deferred gains or losses on hedges	(14)	0
Foreign currency translation adjustment	56	296
Remeasurements of defined benefit plans, net of tax	20	(64)
Share of other comprehensive income of entities accounted for using equity method	(20)	58
Total other comprehensive income	3,696	(1,400)
Comprehensive income	8,649	5,599
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	8,649	5,599
Comprehensive income attributable to non-controlling interests	(0)	(0)

(3) Semi-annual consolidated statements of cash flows

(millions of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Cash flows from operating activities		
Profit before income taxes	7,531	10,205
Depreciation	995	1,001
Increase (decrease) in allowance for doubtful accounts	2	(14)
Increase (decrease) in provision for loss on construction contracts	(702)	(585)
Increase (decrease) in retirement benefit liability	(316)	(336)
Interest and dividend income	(719)	(777)
Interest expenses	421	615
Foreign exchange losses (gains)	(17)	42
Share of loss (profit) of entities accounted for using equity method	39	(13)
Loss (gain) on investments in investment partnerships	174	224
Loss (gain) on sale of non-current assets	(28)	(67)
Loss on retirement of non-current assets	5	38
Decrease (increase) in trade receivables	27,916	(2,469)
Decrease (increase) in costs on construction contracts in progress	(71)	1,570
Increase (decrease) in trade payables	(49,464)	(24,572)
Increase (decrease) in advances received on construction contracts in progress	3,072	8,135
Decrease (increase) in accounts receivable - other	8,932	(1,314)
Increase (decrease) in deposits received	2,094	(263)
Other, net	(4,168)	(10,462)
Subtotal	(4,300)	(19,043)
Interest and dividends received	642	718
Interest paid	(420)	(605)
Income taxes refund (paid)	(1,335)	(8,752)
Net cash provided by (used in) operating activities	(5,415)	(27,683)
Cash flows from investing activities		
Purchase of property, plant and equipment	(3,305)	(1,417)
Proceeds from sale of property, plant and equipment	163	155
Purchase of investment securities	(12)	(913)
Purchase of shares of subsidiaries and associates	—	(90)
Purchase of investments in other securities of subsidiaries and associates	(2,362)	(936)
Loan advances	(1,975)	(20)
Proceeds from collection of loans receivable	32	73
Other, net	(224)	(71)
Net cash provided by (used in) investing activities	(7,684)	(3,220)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	—	2,800
Proceeds from long-term borrowings	740	12,790
Repayments of long-term borrowings	(254)	(7,320)
Net increase (decrease) in commercial papers	24,931	11,917
Dividends paid	(5,613)	(4,614)
Other, net	(35)	(56)
Net cash provided by (used in) financing activities	19,768	15,516
Effect of exchange rate change on cash and cash equivalents	84	320
Net increase (decrease) in cash and cash equivalents	6,752	(15,066)
Cash and cash equivalents at beginning of period	50,156	64,679
Increase (decrease) in cash and cash equivalents resulting from change in scope of consolidation	684	—
Cash and cash equivalents at end of period	57,594	49,612

(4) Notes to Semi-annual Consolidated Financial Statements

(Notes on Segment Information)

Six months ended September 30, 2025 (Apr 1, 2025 — Sep 30, 2025)

Reportable segment sales, profit or loss and revenue breakdown information (millions of yen)

	Reportable segments				Adjustments (Note1)	Amounts on Semi-annual consolidated statement of income (Note2)
	Civil engineering	Building construction	Subsidiaries	Total		
Net Sales						
Revenue from contracts with customers	54,438	114,158	52,975	221,572	—	221,572
Other revenue	—	229	711	941	—	941
Sales to customers	54,438	114,388	53,687	222,514	—	222,514
Intersegment sales and transfers	—	600	4,443	5,044	(5,044)	—
Total	54,438	114,988	58,131	227,558	(5,044)	222,514
Segment profit	2,789	2,287	2,350	7,428	(52)	7,375

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

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

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

Six months ended September 30, 2026 (Apr 1, 2026 — Sep 30, 2026)

Reportable segment sales, profit or loss and revenue breakdown information (millions of yen)

	Reportable segments				Adjustments (Note1)	Amounts on Semi-annual consolidated statement of income (Note2)
	Civil engineering	Building construction	Subsidiaries	Total		
Net Sales						
Revenue from contracts with customers	58,151	101,583	55,174	214,908	—	214,908
Other revenue	—	222	715	938	—	938
Sales to customers	58,151	101,806	55,889	215,847	—	215,847
Intersegment sales and transfers	8	1,340	4,215	5,564	(5,564)	—
Total	58,159	103,146	60,104	221,411	(5,564)	215,847
Segment profit	2,971	5,678	2,216	10,866	(360)	10,505

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

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

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

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

Not applicable

(Notes related to the going concern assumption)

Not applicable

3. Semi-annual Nonconsolidated Financial Statements

(1) Semi-annual nonconsolidated balance sheet

(millions of yen)

	As of March 31, 2026	As of September 30, 2026
Assets		
Current assets		
Cash and deposits	33,861	19,972
Notes receivable, accounts receivable from completed construction contracts and other	205,412	213,910
Costs on construction contracts in progress	6,694	5,304
Other	20,715	24,353
Allowance for doubtful accounts	(26)	(23)
Total current assets	266,657	263,518
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	5,980	5,769
Land	16,551	16,489
Other, net	1,523	1,747
Total property, plant and equipment	24,055	24,006
Intangible assets	1,898	1,884
Investments and other assets		
Investment securities	14,132	14,568
Shares of subsidiaries and associates	27,245	25,237
Deferred tax assets	3,403	4,055
Other	27,621	28,046
Allowance for doubtful accounts	(1)	(1)
Total investments and other assets	72,401	71,906
Total non-current assets	98,355	97,796
Total assets	365,013	361,314

(millions of yen)

	As of March 31, 2026	As of September 30, 2026
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	50,586	32,871
Electronically recorded obligations – operating	28,003	22,840
Short-term borrowings	17,375	18,352
Commercial papers	—	11,995
Lease obligations	22	26
Advances received on construction contracts in progress	16,309	22,843
Deposits received	38,401	37,203
Provision for warranties for completed construction	543	577
Provision for loss on construction contracts	711	165
Provision for bonuses	2,997	3,222
Other	17,939	6,557
Total current liabilities	172,891	156,655
Non-current liabilities		
Bonds payable	8,500	8,500
Long-term borrowings	28,801	38,903
Lease obligations	78	81
Provision for share awards	205	158
Provision for retirement benefits	13,496	13,127
Other	406	431
Total non-current liabilities	51,488	61,201
Total liabilities	224,379	217,857
Net assets		
Shareholders' equity		
Share capital	30,108	30,108
Capital surplus	15,171	15,171
Retained earnings	91,104	95,551
Treasury shares	(4,243)	(4,170)
Total shareholders' equity	132,139	136,660
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	8,494	6,795
Deferred gains or losses on hedges	(0)	—
Total valuation and translation adjustments	8,494	6,795
Total net assets	140,633	143,456
Total liabilities and net assets	365,013	361,314

(2) Semi-annual nonconsolidated statement of income

(millions of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Net sales of completed construction contracts	169,427	161,306
Cost of sales of completed construction contracts	154,846	142,431
Gross profit on completed construction contracts	14,580	18,874
Selling, general and administrative expenses	9,503	10,224
Operating profit	5,077	8,649
Non-operating income		
Interest income	104	145
Dividend income	3,411	4,187
Foreign exchange gains	26	—
Other	129	77
Total non-operating income	3,672	4,411
Non-operating expenses		
Interest expenses	457	589
Interest expenses on bonds	—	76
Foreign exchange losses	—	95
Commission for syndicated loans	19	244
Loss on investments in investment partnerships	174	224
Other	72	37
Total non-operating expenses	723	1,267
Ordinary profit	8,025	11,793
Extraordinary income		
Gain on sale of non-current assets	12	77
Gain on sale of membership	0	6
Total extraordinary income	13	83
Extraordinary losses		
Loss on sale of non-current assets	1	26
Loss on retirement of non-current assets	0	17
Compensation for damage	35	8
Other	13	10
Total extraordinary losses	50	63
Profit before income taxes	7,988	11,814
Income taxes - current	1,464	2,622
Income taxes - deferred	449	128
Total income taxes	1,913	2,751
Profit	6,075	9,062

4. Supplementary Information

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

(millions of yen)

	Six months ended September 30, 2025		Six months ended September 30, 2026		Change	
	Amount	Composition ratio %	Amount	Composition ratio %	Amount	%
Public	18,934	16.9	44,659	33.0	25,725	135.9
Private	15,518	13.9	23,418	17.3	7,899	50.9
Domestic	34,452	30.8	68,077	50.3	33,624	97.6
Overseas	—	—	195	0.1	195	—
Civil engineering	34,452	30.8	68,273	50.4	33,820	98.2
Public	6,035	5.4	1,973	1.5	(4,062)	(67.3)
Private	70,711	63.2	65,051	48.1	(5,660)	(8.0)
Domestic	76,747	68.6	67,024	49.6	(9,722)	(12.7)
Overseas	710	0.6	4	0.0	(706)	(99.4)
Building construction	77,457	69.2	67,028	49.6	(10,428)	(13.5)
Public	24,970	22.3	46,633	34.5	21,662	86.8
Private	86,229	77.1	88,469	65.4	2,239	2.6
Domestic	111,200	99.4	135,102	99.9	23,902	21.5
Overseas	710	0.6	199	0.1	(510)	(71.9)
Orders received-Total	111,910	100	135,302	100	23,391	20.9
Public	29,668	17.5	30,905	19.2	1,237	4.2
Private	22,668	13.4	24,906	15.4	2,238	9.9
Domestic	52,336	30.9	55,812	34.6	3,475	6.6
Overseas	2,101	1.2	2,347	1.5	245	11.7
Civil engineering	54,438	32.1	58,159	36.1	3,721	6.8
Public	14,945	8.8	13,929	8.6	(1,016)	(6.8)
Private	99,228	58.6	86,922	53.9	(12,306)	(12.4)
Domestic	114,174	67.4	100,851	62.5	(13,322)	(11.7)
Overseas	814	0.5	2,295	1.4	1,480	181.8
Building construction	114,988	67.9	103,146	63.9	(11,841)	(10.3)
Public	44,614	26.3	44,835	27.8	220	0.5
Private	121,896	72.0	111,828	69.3	(10,067)	(8.3)
Domestic	166,510	98.3	156,663	97.1	(9,846)	(5.9)
Overseas	2,916	1.7	4,642	2.9	1,726	59.2
Net sales-Total	169,427	100	161,306	100	(8,120)	(4.8)
Public	67,289	12.7	88,690	17.5	21,401	31.8
Private	111,371	21.0	120,838	23.9	9,467	8.5
Domestic	178,660	33.7	209,528	41.4	30,868	17.3
Overseas	8,098	1.5	3,867	0.8	(4,230)	(52.2)
Civil engineering	186,759	35.2	213,396	42.2	26,637	14.3
Public	38,061	7.1	21,133	4.2	(16,928)	(44.5)
Private	302,829	57.0	271,264	53.6	(31,565)	(10.4)
Domestic	340,891	64.1	292,397	57.8	(48,494)	(14.2)
Overseas	3,563	0.7	35	0.0	(3,528)	(99.0)
Building construction	344,454	64.8	292,432	57.8	(52,022)	(15.1)
Public	105,351	19.8	109,823	21.7	4,472	4.2
Private	414,200	78.0	392,102	77.5	(22,098)	(5.3)
Domestic	519,551	97.8	501,925	99.2	(17,625)	(3.4)
Overseas	11,662	2.2	3,903	0.8	(7,759)	(66.5)
Carried-forward-Total	531,213	100	505,829	100	(25,384)	(4.8)

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

Six months ended September 30, 2025: Decreased by 176 million yen

Six months ended September 30, 2026: Decreased by 484 million yen

（2）Financial Highlights

Consolidated

(100 millions of yen)

(Operating Results) / (Forecasts of Operating Results for Full year)

	A Six months ended September 30, 2025	B Six months ended September 30, 2026	B－A	%	C Fiscal year ended March 31, 2026	D Fiscal year ending March 31, 2027 (Forecast)	D－C	%
Net sales	2,225	2,158	(67)	(3.0)	4,877	5,000	123	2.5
Gross profit	198	240	42	21.1	532	581	49	9.1
(Ratio)	8.9%	11.1%	2.2%		10.9%	11.6%	0.7%	
SG&A expenses	124	135	11		261	272	11	
Operating profit	74	105	31	42.4	271	309	38	14.1
(Ratio)	3.3%	4.9%	1.6%		5.6%	6.2%	0.6%	
Non-operating income – net	2	(3)	(5)		(0)	1	1	
Ordinary profit	76	102	26	34.9	270	310	40	14.6
Extraordinary income – net	(0)	(0)	0		29	(1)	(30)	
Profit before income taxes	75	102	27	35.5	299	309	10	3.2
Income taxes and others	26	32	6		99	105	6	
Profit	50	70	20	41.3	201	204	3	1.7
Loss attributable to non-controlling interests	(0)	(0)	(0)		(0)	0	0	
Profit attributable to owners of parent	50	70	20	41.3	201	204	3	1.7

Nonconsolidated

(Operating Results) / (Forecasts of Operating Results for Full year)

	A Six months ended September 30, 2025	B Six months ended September 30, 2026	B－A	%	C Fiscal year ended March 31, 2026	D Fiscal year ending March 31, 2027 (Forecast)	D－C	%
Civil engineering	345	681	336		1,125	1,200	75	
Building construction	767	670	(97)		2,028	2,606	578	
Domestic	1,112	1,351	239		3,153	3,806	653	
Overseas	7	2	(5)		9	73	64	
Orders received	1,119	1,353	234	20.9	3,162	3,879	717	22.7
Civil engineering	523	558	35		1,118	1,200	82	
Building construction	1,142	1,009	(133)		2,547	2,505	(42)	
Domestic	1,665	1,567	(98)		3,665	3,705	40	
Overseas	29	46	17		66	65	(1)	
Net sales	1,694	1,613	(81)	(4.8)	3,731	3,770	39	1.0
Civil engineering	70	74	4		151	150	(1)	
(Ratio)	13.4%	13.3%	(0.1)%		13.5%	12.5%	(1.0)%	
Building construction	74	113	39		248	300	52	
(Ratio)	6.5%	11.2%	4.7%		9.8%	12.0%	2.2%	
Domestic	144	187	43		399	450	51	
(Ratio)	8.6%	11.9%	3.3%		10.9%	12.1%	1.2%	
Overseas	2	2	(0)		4	4	0	
(Ratio)	6.6%	4.0%	(2.6)%		5.9%	6.2%	0.3%	
Gross profit	146	189	43	29.4	403	454	51	12.6
(Ratio)	8.6%	11.7%	3.1%		10.8%	12.0%	1.2%	
SG&A expenses	95	102	7		201	207	6	
Operating profit	51	86	36	70.4	202	247	45	22.2
(Ratio)	3.0%	5.4%	2.4%		5.4%	6.6%	1.2%	
Non-operating income – net	29	31	2		25	38	13	
Ordinary profit	80	118	38	46.9	228	285	57	25.2
Extraordinary income – net	(0)	0	1		31	0	(31)	
Profit before income taxes	80	118	38	47.9	259	285	26	10.1
Income taxes and others	19	28	8		77	86	9	
Profit	61	91	30	49.2	181	199	18	9.7