



November 28, 2025

Financial Results for the 2nd Quarter of the Fiscal Year Ending March 31, 2026

NIPPON KANZAI Holdings Co., Ltd. (Securities Code: 9347/TSE Prime)

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Overview of NIPPON KANZAI HOLDINGS

"What needs to be changed with times"

"What should not be changed though the time changes"

Keeping this in mind, we consider it important always to provide customers with high-quality services while flexibly adapting to the changes of times and environment.

Under the Group mission of
"Enduring quality without compromise" we will further pursue to enhance our mobility and expertise across all companies, and by harnessing the 'comprehensive strength' derived from group synergy, we aim to achieve further corporate growth.



Main Business Model of the NIPPON KANZAI Group

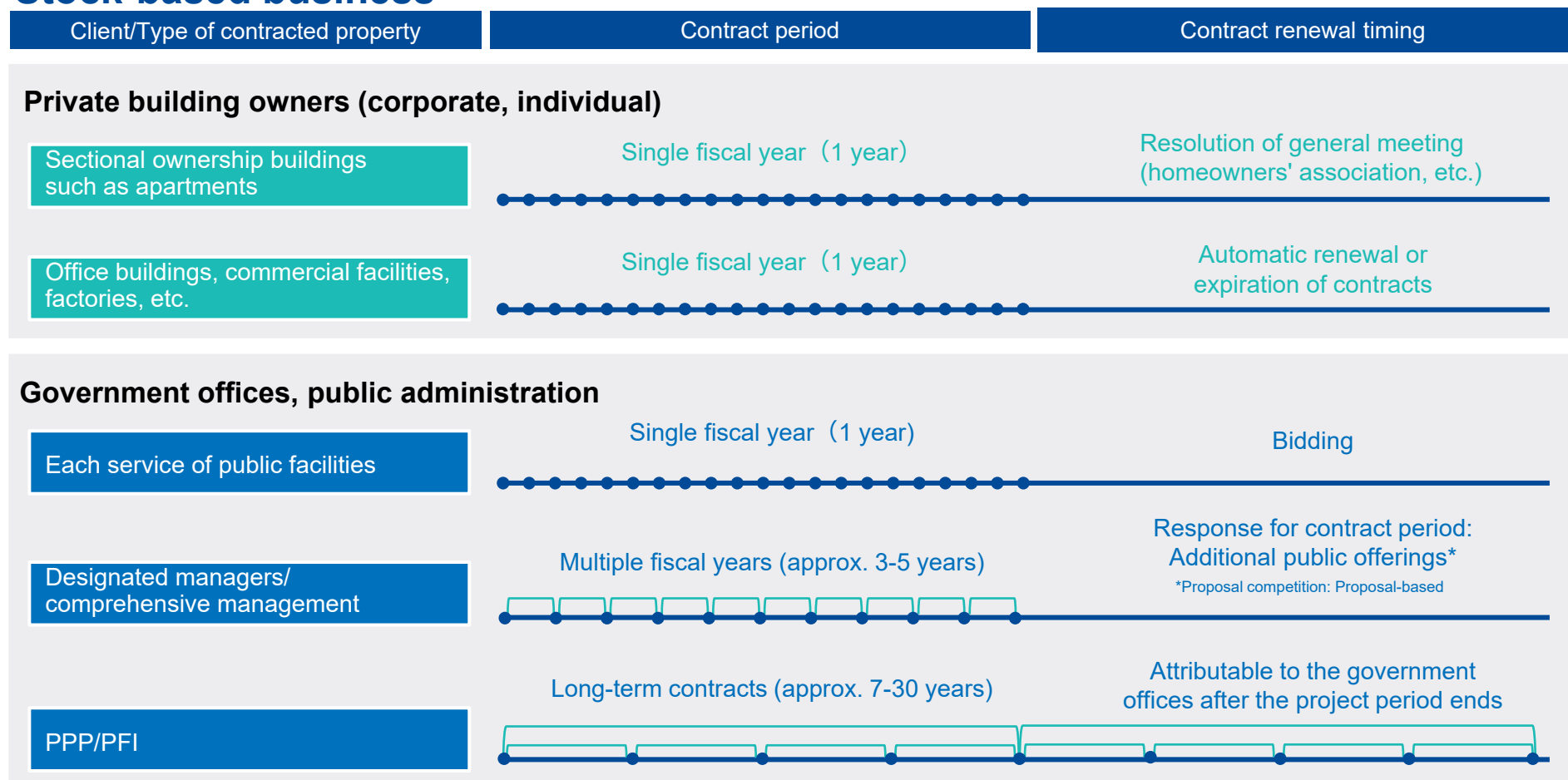
- This is a stock-based business model realized by accumulating single-year/multiple-year/long-term contracts with clients, including building owners.
- Taking advantage of the collective strength of the Group, we enhance client satisfaction through the provision of value-added services suitable for various needs to tighten the grip and further expand the profit.



Recurring Revenue Business (1)

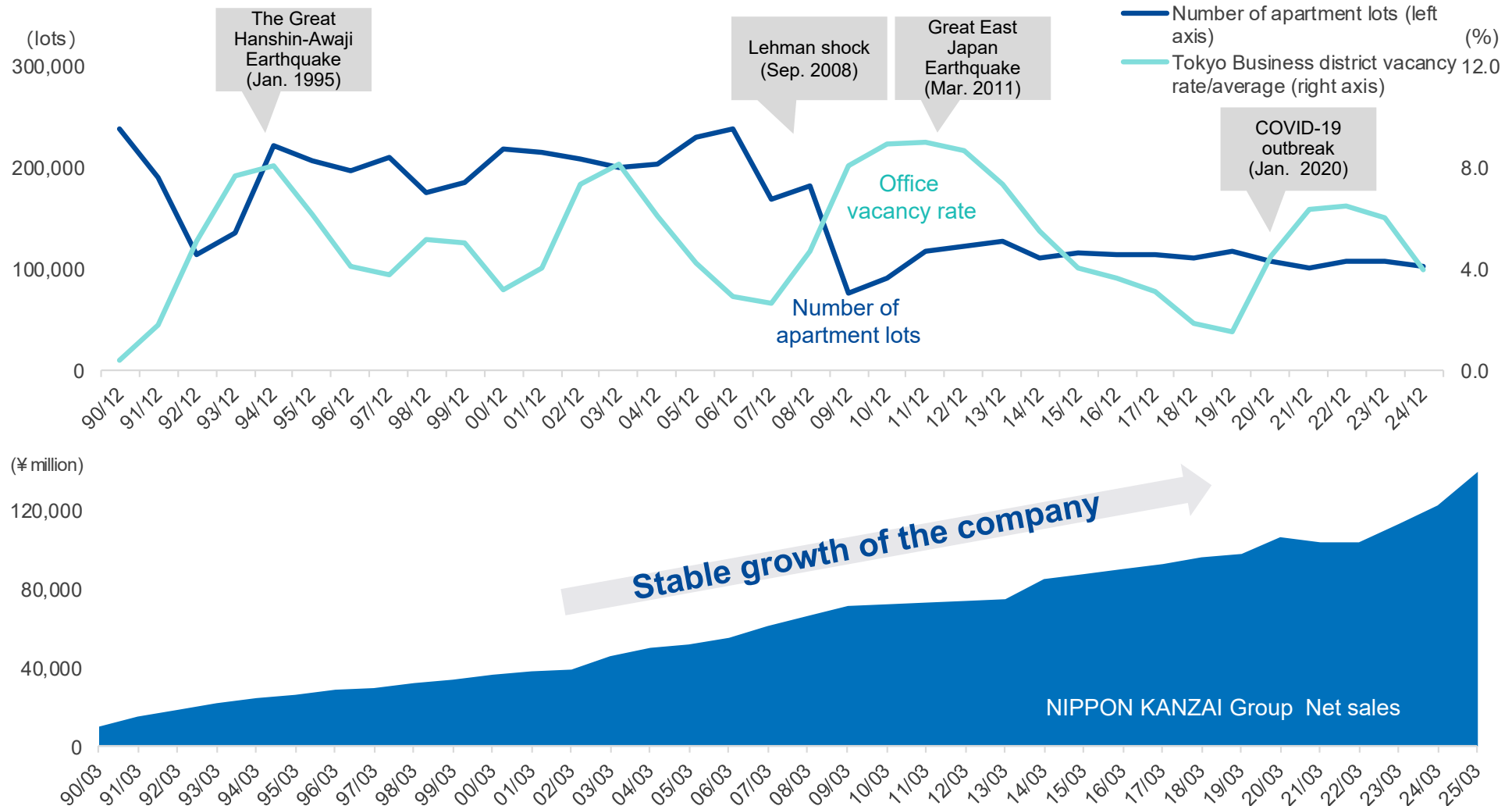
- In the stock-based business, which is one of NIPPON KANZAI's strengths, it is easy to make sales forecasts a few years ahead with long-term contracts for 30 years and multiple-year contracts for 3-5 years, and we have achieved stable growth by accumulating new contracts in a sustainable manner.

Stock-based business



Recurring Revenue Business (2)

- The Group grows stably without being significantly affected by adverse global circumstances such as past deteriorated market conditions and the COVID-19 pandemic.



Source: Miki Shoji Office Market Data, Ministry of Land, Infrastructure, Transport and Tourism (MLIT) Report on Statistical Survey of Construction Starts

Strengths of the NIPPON KANZAI Group

1 Covering a wide range of business fields related to real estate

- We are involved in the business related to management, operation, and ownership of real estate in Japan and overseas. Highly professional Group companies provide optimal solutions for various real estate types, such as office buildings, commercial facilities, hotels, public facilities, apartments, and environmental facilities.

2 Stable management platform based on the stock-based revenue

- Most of the Group's main businesses are stock-based businesses that can ensure continuous revenue. We have built a stable management platform that is not greatly affected by macroeconomic condition.

3 Realization of the sustainable growth of the company based on the stable management platform

- Based on the stable management platform, we make proactive investments in priority fields such as expansion of the existing business, new projects, M&A and capital subscription in Japan and overseas, digital transformation, and human resources development to realize the sustainable growth of the company.



Consolidated Financial Results for 1st Half of FY Ending March 2026

Consolidated Financial Results Highlights

(Rounded down to the nearest ¥million)

Net Sales	¥71,555 million	(+9.5% YoY)
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- Steady renewal of existing contracts
- Expo 2025 Osaka, Kansai, Japan business

Operating Profit	¥4,643 million	(+24.5% YoY)
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- Increase in operating profit due to price revisions and work efficiency

Ordinary Profit	¥5,733 million	(+37.7% YoY)
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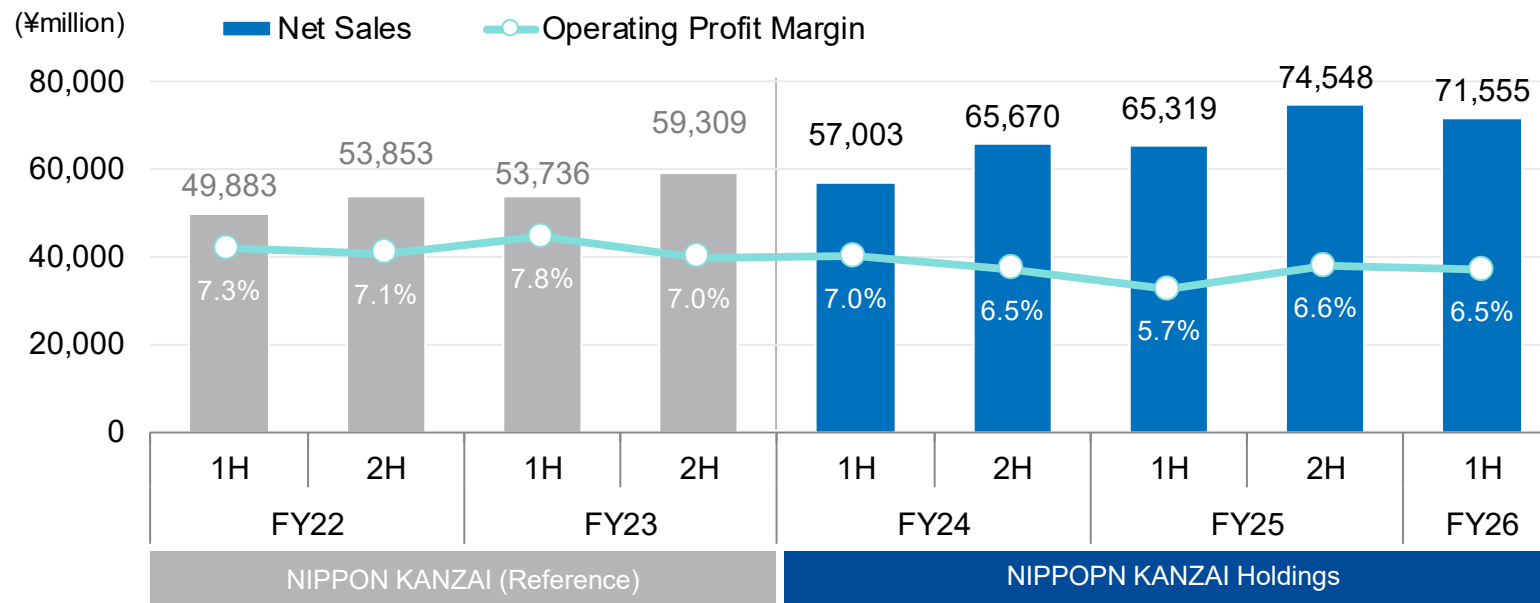
- Increase in subsidy income at overseas subsidiaries
- Recognition of foreign exchange gains due to the weak yen

Profit Attributable to Owners of Parent	¥3,703 million	(+62.5% YoY)
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- Recognition of loss due to litigation
- Decrease in tax expenses

Consolidated Financial Results Summary

Consolidated (¥ million)	1H FY25		1H FY26		YoY Changes	
	Actual	Ratio	Actual	Ratio	Amount	Ratio
Net Sales	65,319	100.0%	71,555	100.0%	6,235	9.5%
Gross Profit	18,590	28.5%	20,978	29.3%	2,387	12.8%
SG&A Expenses	14,860	22.7%	16,334	22.8%	1,474	9.9%
Operating Profit	3,730	5.7%	4,643	6.5%	913	24.5%
Ordinary Profit	4,163	6.4%	5,733	8.0%	1,569	37.7%
Profit Attributable to Owners of Parent	2,278	3.5%	3,703	5.2%	1,424	62.5%



Business Segments and Main Group Companies

■ Building Management and Operations ¥45,175 mil.

Building Maintenance and Property Management (excl. Security Service) ¥31,171 mil.

Cleaning management, facility maintenance administrative contract tasks, and construction-related work of buildings, hotels, public facilities, etc.

NIPPON KANZAI Co., Ltd.
NS Corporation Co., Ltd.
Japan Environmental Solutions.,Ltd
OKINAWA NIPPON KANZAI Co., Ltd.

Security Services ¥14,004 mil.

Security on duty all the time, machine security services

NIPPON KANZAI Co., Ltd.
Three-S Co., Ltd.

■ Residential Management and Operations ¥16,240 mil.

Condominium Management

Management of condominiums and public housing

NIPPON KANZAI Co., Ltd.
NIPPON KANZAI HOUSING MANAGEMENT Co., Ltd.
JAPAN HOUSING MANAGEMENT Co., Ltd.
NJK Staff Service Co., Ltd.
Hawaiiana Holdings Incorporated
Keystone Pacific Property Management, LLC

■ Environmental Facilities Management ¥7,428 mil.

Environmental Facilities Management

Public facilities management related to the living environment in general, such as water and sewerage treatment facilities

NIPPON KANZAI ENVIRONMENT SERVICE Co., Ltd.

■ Real Estate Fund Management ¥1,523 mil.

Asset Management

Asset management engaging in setting up real estate fund and fund management, and investment in anonymous cooperatives

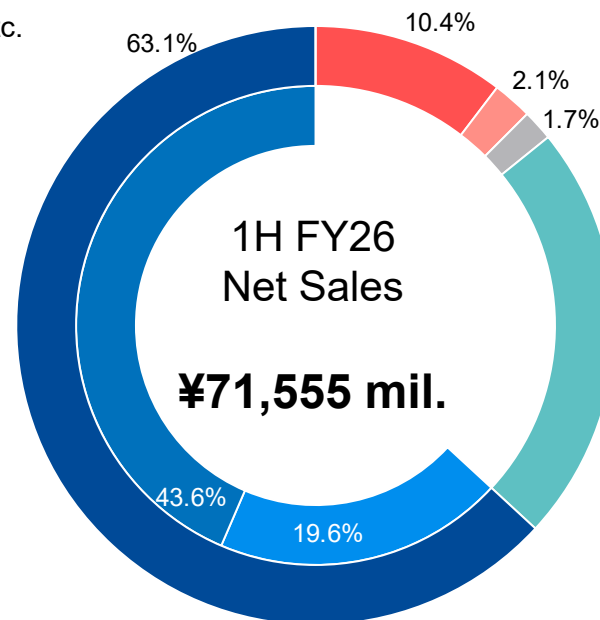
Tokyo Capital Management Co., Ltd.

■ Other Businesses ¥1,186 mil.

Other Businesses

Planning and operation of events, design creation, payroll accounting operation

NS Corporation Co., Ltd.
(Advertisement and event planning)
NEOTRUST Co., Ltd.
(Payroll and social insurance BPO)



Financial Results by Business Segment

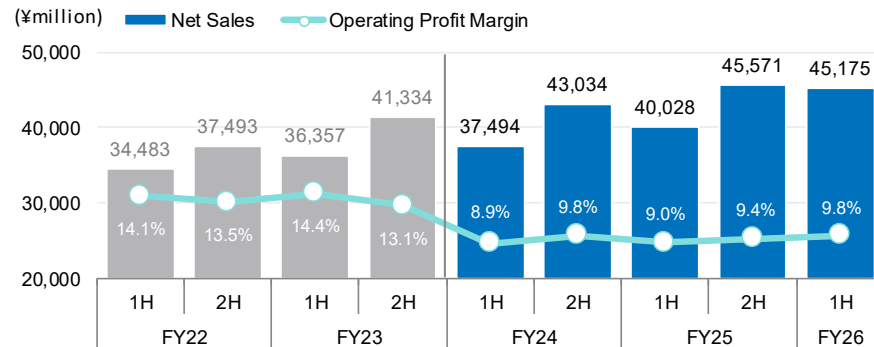
Consolidated (¥ million)	1H FY25		1H FY26		YoY Changes	
	Actual	Ratio/Margin	Actual	Ratio/Margin	Amount	Ratio
Net Sales	65,319	100.0%	71,555	100.0%	6,235	9.5%
Building Management and Operations	40,028	61.3%	45,175	63.1%	5,147	12.9%
Building Maintenance and Property Management	27,994	42.9%	31,171	43.6%	3,176	11.3%
Security Service	12,034	18.4%	14,004	19.6%	1,970	16.4%
Residential Management and Operations	15,596	23.9%	16,240	22.7%	644	4.1%
Environmental Facilities Management	7,041	10.8%	7,428	10.4%	387	5.5%
Real Estate Fund Management	1,567	2.4%	1,523	2.1%	(43)	-2.8%
Other Businesses	1,086	1.7%	1,186	1.7%	100	9.2%
Segment Profit	3,730	5.7%	4,643	6.5%	913	24.5%
Building Management and Operations	3,612	9.0%	4,431	9.8%	819	22.7%
Building Maintenance and Property Management	2,859	10.2%	3,489	11.2%	630	22.1%
Security Service	753	6.3%	942	6.7%	189	25.1%
Residential Management and Operations	846	5.4%	838	5.2%	(8)	-1.0%
Environmental Facilities Management	1,153	16.4%	1,354	18.2%	200	17.4%
Real Estate Fund Management	212	13.6%	254	16.7%	41	19.5%
Other Businesses ^{*1}	77	7.2%	108	9.1%	30	39.1%
Adjustments ^{*2}	(2,172)	-	(2,343)	-	(170)	-

*1 Net sales in Other Businesses exclude internal sales between business segments.

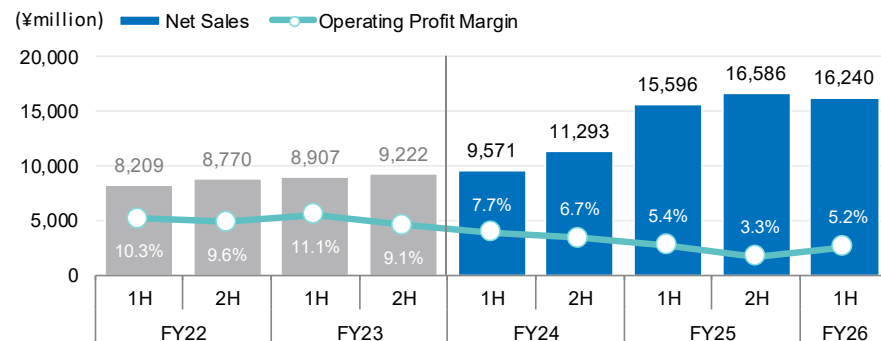
*2 The adjusted amount of segment profit includes the elimination of intersegment transactions as well as SG&A expenses which are not attributable to any particular segment.

Performance of Business Segments

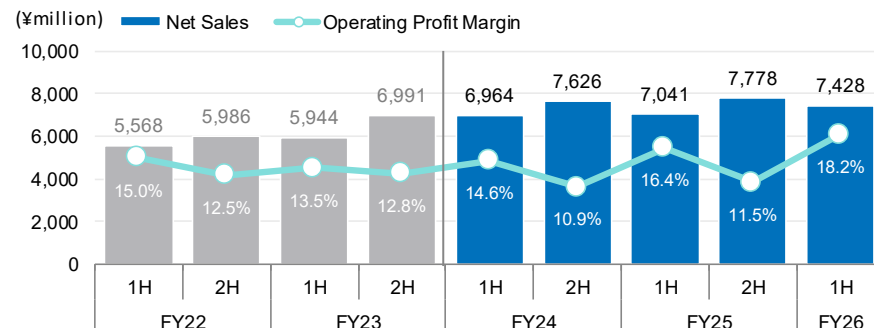
Building Management and Operations



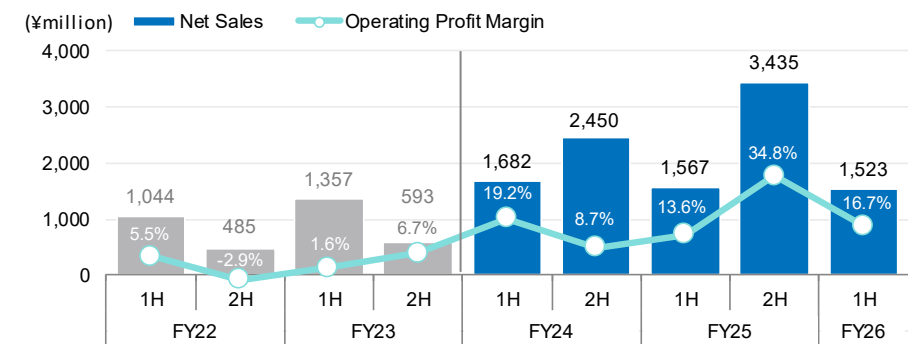
Residential Management and Operations



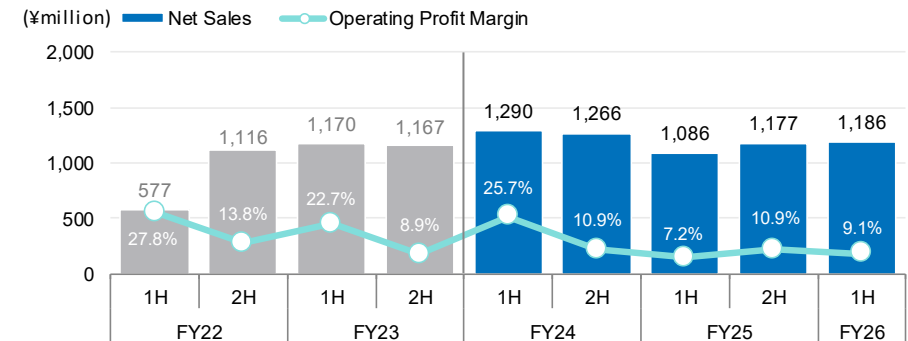
Environmental Facilities Management



Real Estate Fund Management



Other Businesses



NIPPON KANZAI (Reference)

NIPPON KANZAI Holdings

- Starting from FY24, with the transition to a holding company structure, the general and administrative expenses of our subsidiary, NIPPON KANZAI Co., Ltd. have been incorporated into the expenses of the Building Management and Operations and Residential Management and Operations.

Overview of Consolidated Balance Sheets

Consolidated (¥ million)	FY25 End		1H FY26 End		vs. FY24 End	
	Actual	Ratio	Actual	Ratio	Amount	Ratio
Current assets	64,916	64.4%	63,330	63.5%	(1,585)	-2.4%
Cash and deposits	33,395	33.1%	33,617	33.7%	221	0.7%
Notes and accounts receivable - trade, and contract assets	19,869	19.7%	17,768	17.8%	(2,100)	-10.6%
Real estate for sale	5,805	5.8%	5,617	5.6%	(187)	-3.2%
Non-current assets	35,887	35.6%	36,380	36.5%	493	1.4%
Property, plant and equipment	7,899	7.8%	7,737	7.8%	(162)	-2.1%
Intangible assets	9,306	9.2%	8,550	8.6%	(756)	-8.1%
Investments and other assets	18,681	18.5%	20,093	20.2%	1,411	7.6%
Total Assets	100,803	100.0%	99,711	100.0%	(1,092)	-1.1%
Current liabilities	20,036	19.9%	17,242	17.3%	(2,794)	-13.9%
Notes and accounts payable - trade	7,924	7.9%	6,023	6.0%	(1,901)	-24.0%
Accrued expenses	2,563	2.5%	2,667	2.7%	104	4.1%
Income taxes payable	2,537	2.5%	1,875	1.9%	(661)	-26.1%
Non-current liabilities	10,728	10.6%	10,528	10.6%	(200)	-1.9%
Long-term non-recourse loans payable	4,064	4.0%	4,043	4.1%	(20)	-0.5%
Lease liabilities	1,617	1.6%	1,569	1.6%	(47)	-3.0%
Long-term guarantee deposits	2,600	2.6%	2,603	2.6%	2	0.1%
Total Liabilities	30,765	30.5%	27,771	27.9%	(2,994)	-9.7%
Shareholders' equity	65,644	65.1%	70,224	70.4%	4,579	7.0%
Share capital	3,000	3.0%	3,000	3.0%	-	-
Capital surplus	9,482	9.4%	11,339	11.4%	1,857	19.6%
Retained earnings	66,219	65.7%	68,942	69.1%	2,722	4.1%
Accumulated other comprehensive income	1,041	1.0%	666	0.7%	(374)	-36.0%
Non-controlling interests	3,352	3.3%	1,049	1.1%	(2,302)	-68.7%
Total Net Assets	70,038	69.5%	71,940	72.1%	1,901	2.7%
Total Liabilities and Net Assets	100,803	100.0%	99,711	100.0%	(1,092)	-1.1%

Main Factors for Increase/Decrease

(¥ million)

Assets (1,092)

- Decrease in notes and accounts receivable -trade,
and contract assets (2,100)
- Increase due to purchase of investment securities
1,236

Liabilities (2,994)

- Decrease in notes and accounts payable - trade
(1,901)
- Decrease in income taxes payable (661)

Net Assets 1,901

- Increase in retained earnings 2,722

Equity Ratio 71.1%

(+4.9pp YoY)

Overview of Consolidated Statement of Cash Flows

Consolidated (¥ million)	1H FY25 Actual	1H FY26 Actual	YoY Changes Amount
Profit before income taxes	4,351	5,733	1,381
Depreciation	575	589	14
Decrease (increase) in retirement benefit (asset) liability	(54)	(9)	45
Loss (gain) on sale of investment securities	(1,510)	-	1,510
Decrease (increase) in trade receivables	1,632	2,217	585
Increase (decrease) in trade payables	(2,592)	(1,928)	663
Decrease (increase) in inventories	(27)	169	197
Income taxes paid	(665)	(2,344)	(1,679)
Other, net	132	(459)	(592)
Cash Flows from Operating Activities	1,840	3,967	2,126
Purchase of property, plant and equipment, and intangible assets	(1,039)	(836)	202
Purchase of investment securities	(117)	(1,451)	(1,333)
Proceeds from sale of investment securities	2,003	-	(2,003)
Other, net	(203)	92	296
Cash Flows from Investing Activities	643	(2,195)	(2,838)
Increase (decrease) in borrowings (incl. non-recourse loans)	(3)	(1)	2
Purchase of treasury shares	(1,209)	(0)	1,209
Dividends paid (incl. dividends paid to non-controlling interests)	(1,201)	(1,193)	8
Other, net	(294)	(398)	(103)
Cash Flows from Financing Activities	(2,710)	(1,593)	1,117
Net increase (decrease) in cash and cash equivalents	87	21	(66)
Cash and cash equivalents at the beginning of current period	30,864	32,970	2,106
Increase (decrease) in cash and cash equivalents resulting from change in scope of consolidation	432	-	(432)
Cash and cash equivalents at the end of current period	31,384	32,992	1,607
Free Cash Flows	2,483	1,771	(711)

Main Factors for Increase/Decrease

(¥ million)

CF from Operating Activities 2,126

- Increase in profit before income taxes 1,381
- Decrease in gain on sale of investment securities 1,510

CF from Investing Activities (2,838)

- Increase in purchase of investment securities (1,333)
- Decrease in proceeds from sales of investment securities (2,003)

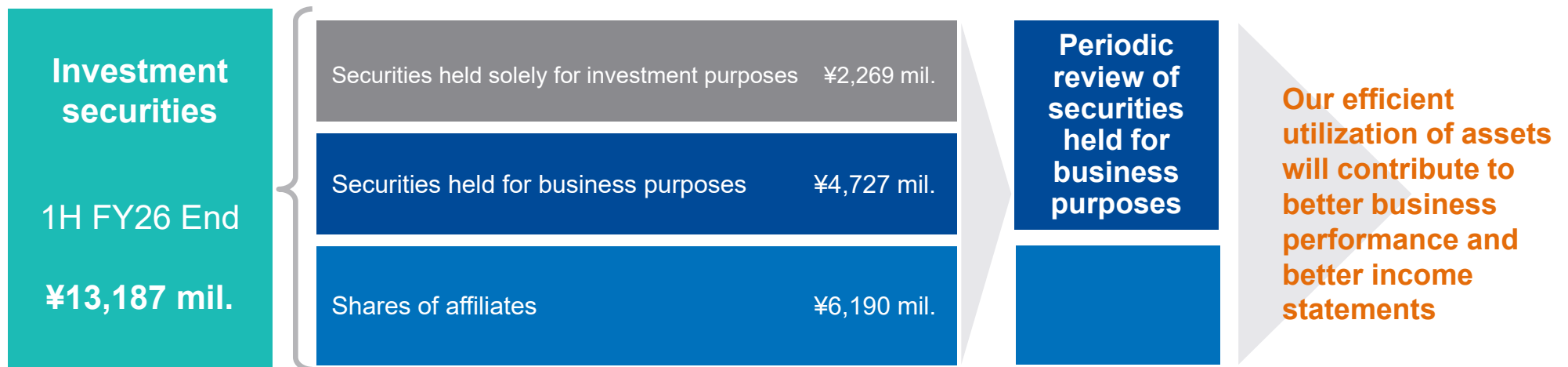
CF from Financing Activities 1,117

- Decrease in purchase of treasury shares 1,209

Overview of Investment Securities Portfolio

Promotion of effective asset utilization in accordance with the corporate governance code

- Repositioning our portfolio of investment securities to enhance business development



Current initiatives

- Continue to monitor and assess the valuation of securities held for business purposes.



Consolidated Financial Forecasts for FY Ending March 2026

Consolidated Financial Forecasts Summary

Market Background and Risks

- Offices are shifting from centralization to decentralization based on promoting remote work and the like. Vacancy rates show a gradual downward trend.
- Construction delays due to stubbornly high raw material prices driven by rising costs and supply shortages.
- Risk of foreign exchange volatility caused by soaring prices of energy resources and rapidly weakening yen due to international circumstances such as U.S. tariff policies.
- Concerns over securing staff and rising labor costs.

Consolidated (¥ million)	Full-Year FY25		1H FY26		2H FY26		Full-Year FY26		YoY Changes	
	Actual	Ratio	Actual	Ratio	Forecast	Ratio	Forecast	Ratio	Amount	Ratio
Net Sales	139,868	100.0%	71,555	100.0%	76,444	100.0%	148,000	100.0%	8,131	5.8%
Gross Profit	39,589	28.3%	20,978	29.3%	20,021	26.2%	41,000	27.7%	1,410	3.6%
SG&A Expenses	30,911	22.1%	16,334	22.8%	15,965	20.9%	32,300	21.8%	1,388	4.5%
Operating Profit	8,678	6.2%	4,643	6.5%	4,056	5.3%	8,700	5.9%	21	0.2%
Ordinary Profit	9,094	6.5%	5,733	8.0%	3,566	4.7%	9,300	6.3%	205	2.3%
Profit Attributable to Owners of Parent	5,829	4.2%	3,703	5.2%	2,396	3.1%	6,100	4.1%	270	4.6%

- In the 1H results, net sales and profits exceeded the initial forecasts.
- The consolidated financial outlook remains unchanged from the initial forecast, taking current market conditions and risk factors into account.

Financial Forecasts by Business Segment

Consolidated (¥ million)	Full-Year FY25		1H FY26		2H FY26		Full-Year FY26		YoY Changes	
	Actual	Composition Ratio/Margin	Actual	Composition Ratio/Margin	Forecast	Composition Ratio/Margin	Forecast	Composition Ratio/Margin	Amount	Ratio
Net Sales	139,868	100.0%	71,555	100.0%	76,444	100.0%	148,000	100.0%	8,131	5.8%
Building Management and Operations	85,600	61.2%	45,175	63.1%	46,554	60.9%	91,730	62.0%	6,129	7.2%
Building Maintenance and Property Management	60,902	43.5%	31,171	43.6%	34,598	45.3%	65,770	44.4%	4,867	8.0%
Security Service	24,697	17.7%	14,004	19.6%	11,955	15.6%	25,960	17.5%	1,262	5.1%
Residential Management and Operations	32,182	23.0%	16,240	22.7%	17,559	23.0%	33,800	22.8%	1,617	5.0%
Environmental Facilities Management	14,819	10.6%	7,428	10.4%	7,821	10.2%	15,250	10.3%	430	2.9%
Real Estate Fund Management	5,003	3.6%	1,523	2.1%	2,796	3.7%	4,320	2.9%	(683)	-13.7%
Other Businesses	2,263	1.6%	1,186	1.7%	1,713	2.2%	2,900	2.0%	636	28.1%
Segment Profit	8,678	6.2%	4,643	6.5%	4,056	5.3%	8,700	5.9%	21	0.2%
Building Management and Operations	7,907	9.2%	4,431	9.8%	3,998	8.6%	8,430	9.2%	522	6.6%
Building Maintenance and Property Management	6,320	10.4%	3,489	11.2%	3,440	9.9%	6,930	10.5%	609	9.6%
Security Service	1,586	6.4%	942	6.7%	557	4.7%	1,500	5.8%	(86)	-5.5%
Residential Management and Operations	1,395	4.3%	838	5.2%	691	3.9%	1,530	4.5%	134	9.7%
Environmental Facilities Management	2,049	13.8%	1,354	18.2%	805	10.3%	2,160	14.2%	110	5.4%
Real Estate Fund Management	1,407	28.1%	254	16.7%	415	14.9%	670	15.5%	(737)	-52.4%
Other Businesses ^{*1}	205	9.1%	108	9.1%	107	6.3%	216	7.5%	10	4.9%
Adjustments ^{*2}	(4,286)	-	(2,343)	-	(1,962)	-	(4,306)	-	(19)	-

*1 Net sales in Other Businesses exclude internal sales between business segments.

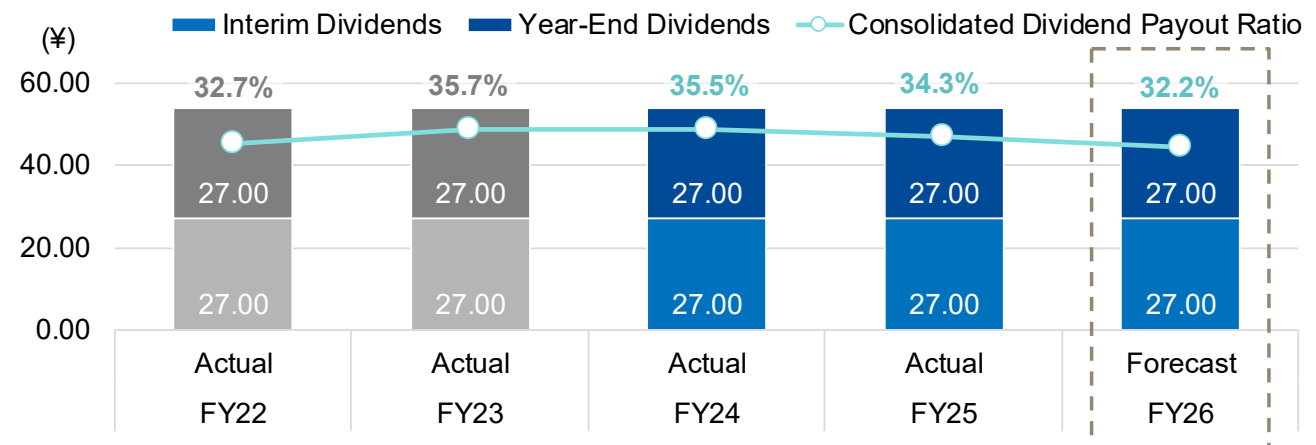
*2 The adjusted amount of segment profit includes the elimination of intersegment transactions as well as SG&A expenses which are not attributable to any particular segment.

*3 There is no change to the outlook for full-year financial results by business segment from the initial forecasts in light of the market environment and risk conditions.

Shareholder Return Policy

- Determining dividend policy is one of NIPPON KANZAI's most important tasks and we return profit by appropriate distribution of results according to performance.
- For FY3/26, the mid term interim dividend was set at ¥27. The year-end dividend will be set at ¥27, with plans for total dividends of ¥54 per share.

	NIPPON KANZAI (Reference)		NIPPON KANZAI Holdings		
	FY22 Actual	FY23 Actual	FY24 Actual	FY25 Actual	FY26 Forecast
Interim Dividends	27.00	27.00	27.00	27.00	27.00
Year-End Dividends	27.00	27.00	27.00	27.00	27.00
Consolidated Dividend Payout Ratio	32.7%	35.7%	35.5%	34.3%	32.2%





Management Focused on Cost of Capital and Shareholder Value

Current State Analysis

- NIPPON KANZAI estimates the cost of shareholders' equity to be approximately 5%*.
- NIPPON KANZAI continuously strives to improve operational and capital efficiency to maximize shareholder value, targeting at least 10% for both ROE and ROA.
- Although ROE exceeds the cost of shareholders' equity, both ROE and ROA are still below their targets.
- The PBR exceeds 1x, and we believe this indicates that investors recognize our growth potential to a certain extent.

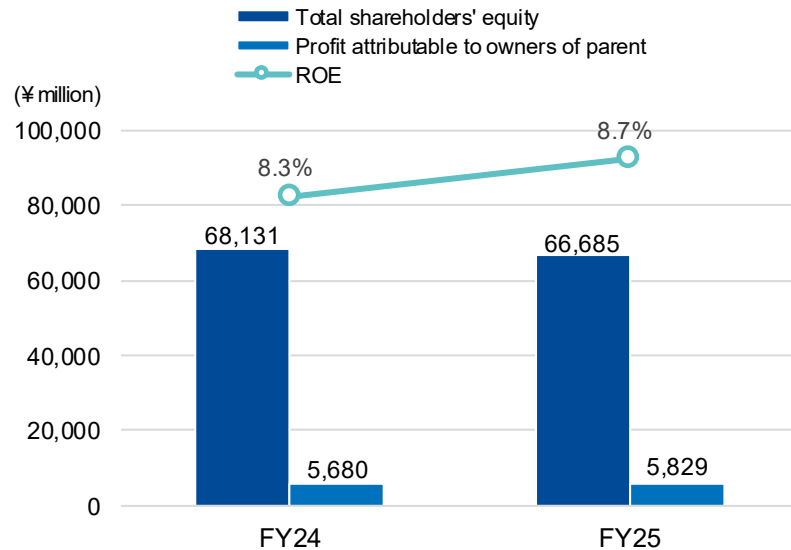
	FY24	FY25
Return on Equity (ROE)	8.3%	8.7%
Return on Assets (ROA)	8.9%	9.4%
Year-end Share Price	2,566 yen	2,655 yen
Price-to-Book Ratio (PBR)	1.41 times	1.45 times
Price Earnings Ratio (PER)	16.89 times	16.84 times
Equity Ratio	73.5%	66.2%

The challenge is to achieve a target of over 10%

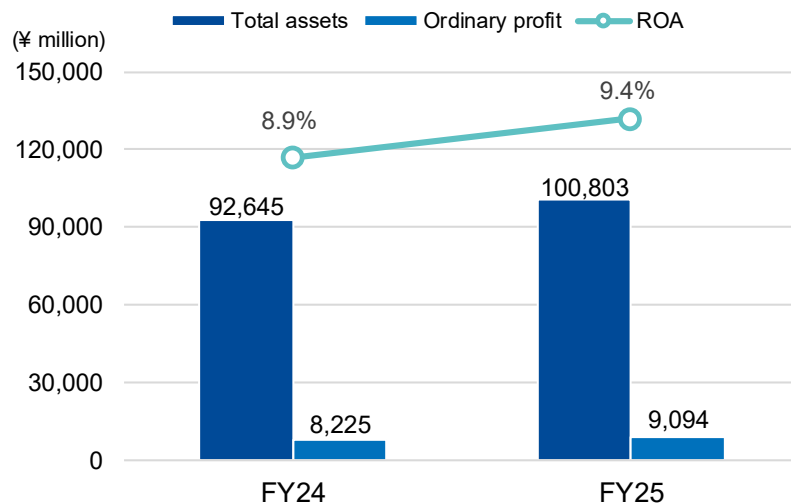
* Reference: Average for listed companies: approx. 6%, average for service industry: approx. 6%, average for building maintenance industry: approx. 5%

Trends in Key Performance Indicators

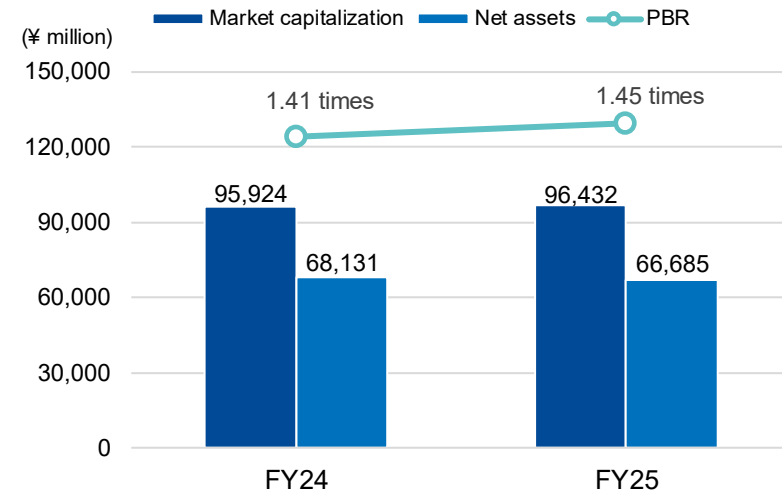
ROE



ROA



PBR



- Due to significant changes in the capital structure resulting from the establishment of a holding company and the consolidation of overseas group companies as subsidiaries, the results presented are for the period starting with NIPPON KANZAI Holdings.
- Market capitalization used in the PBR calculation is defined as "year-end share price × the number of shares outstanding at the end of the period, excluding treasury shares."
- The amount of net assets used in the PBR calculation excludes non-controlling interests.

Initiatives to Enhance Capital Efficiency

- To achieve our ROE and ROA targets of 10% or higher, we will work on the following initiatives:

Steady implementation of the Medium-term Growth Strategies (pp.26–46)

- Sales promotion to the public sector
- Promotion of M&A and investment
- Overseas development
- Promotion of DX

**Increase in profit (numerator)
through cost improvements to
secure gross profit**

Enhancement of capital strategy

- Enhancement of shareholder returns (p.21)
- Investment in sustainable growth
- Review of strategic shareholdings (p.17)
- Flexible acquisition of treasury shares

**Reduction of total assets and
equity (denominator) through
asset rationalization and
optimization of capital structure**

**Leading to improved capital efficiency
and enhanced corporate value**



NIPPON KANZAI Group's Medium-term Growth Strategies

NIPPON KANZAI Group's Medium- to Long-term Management Vision

Basic Management Policy

We will continue to protect the value of our customers' buildings—their vital assets—by providing services that support "housing," one of life's necessities, alongside food and clothing.

"Housing" refers to places where people live, work, learn, rest, recuperate, and enjoy themselves, as well as the infrastructure and facilities necessary for daily life.

Medium-term Initiatives

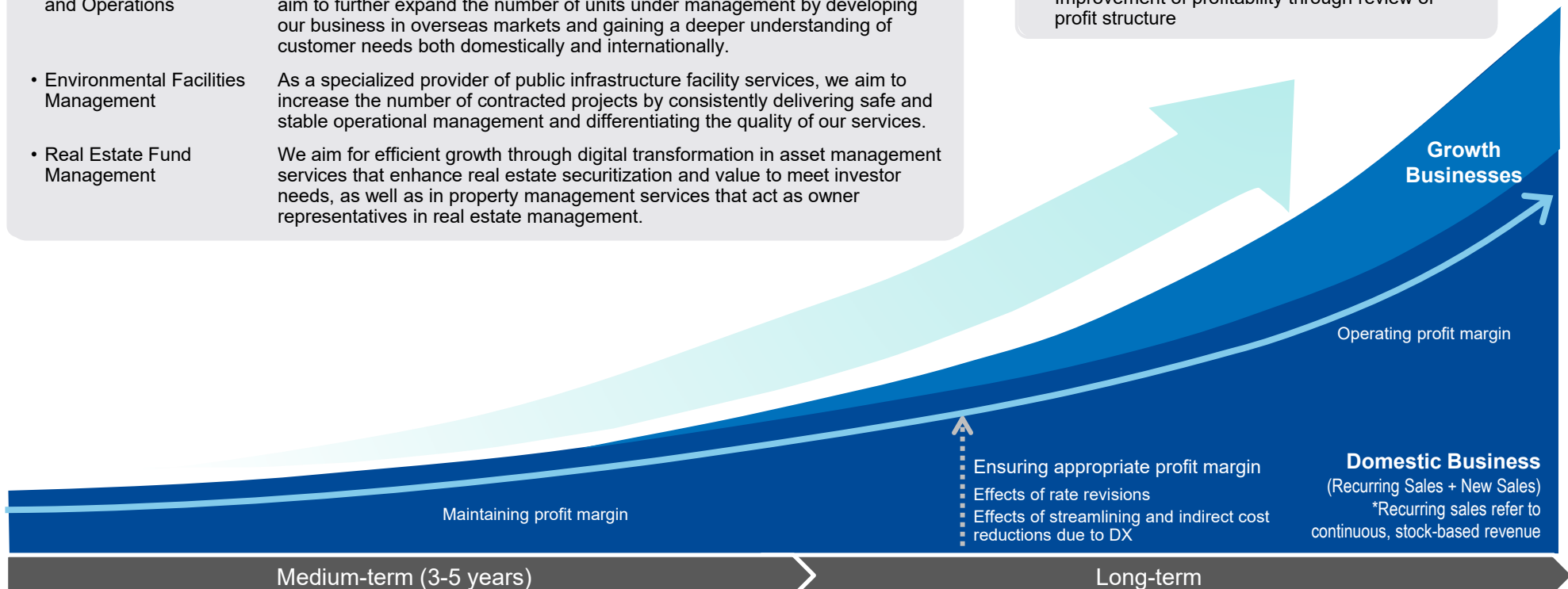
Promotion of growth businesses

- **Building Management and Operations** Leveraging our management track record and proposal capabilities, we aim to expand our portfolio of public-private partnership (PPP) projects, including PFI and comprehensive public facility management contracts.
- **Residential Management and Operations** Utilizing our expertise in condominium management cultivated in Japan, we aim to further expand the number of units under management by developing our business in overseas markets and gaining a deeper understanding of customer needs both domestically and internationally.
- **Environmental Facilities Management** As a specialized provider of public infrastructure facility services, we aim to increase the number of contracted projects by consistently delivering safe and stable operational management and differentiating the quality of our services.
- **Real Estate Fund Management** We aim for efficient growth through digital transformation in asset management services that enhance real estate securitization and value to meet investor needs, as well as in property management services that act as owner representatives in real estate management.

Vision

Enhancement of profitability and diversification of businesses

- Further market share expansion in the industry
- Development of new businesses and market development
- Expansion of overseas business
- Improvement of profitability through review of profit structure



Medium-term Growth Strategies

■ Growth strategies based on the medium-term initiatives

Recognition of issues in business

- **Decrease in the labor inflow** to the real estate-related service industry due to extension of retirement age and re-employment by companies, as well as **labor shortage** due to the outflow of human resources to other industries
- **Prices should reflect changes** in economic conditions such as a shift from deflation to inflation
- **Diversification and sophistication of customer needs** such as asset value enhancement and environmental issues including decarbonization
- Need to move away from being a labor-intensive industry, **IT adoption** of the entire industry, and **delay in DX adoption**

Growth Strategies

1	Sales promotion to the public sector Building Management and Operations Environmental Facilities Management	In the PPP (Public-Private Partnership) field, demand for maintenance and renewal of aging facilities and streamlining of operations is high. The market is expected to expand nationwide in the future. Taking advantage of the many track records and know-how we have built over many years, we will further strengthen the sales activities.
2	Promotion of M&A and investment Group Strategy	Taking advantage of the strength of an independent-type company which has no complicated relationship regarding the capital, we aim to create business opportunities by entering into partnerships on an equal footing with companies that fit the times and problem-solving.
3	Overseas development Group Strategy (mainly overseas)	We will develop community-based services that respect local customs by deepening our understanding of local markets, demand, competitors, cultural backgrounds, and legal regulations. We aim to expand our scope of business in residential management, particularly in gated communities and condominiums.
4	Promotion of DX Group Strategy	We will strive to reduce indirect costs by improving operational efficiency and the productivity of each employee, and to improve service quality and customer satisfaction by increasing contact with customers.

NIPPON KANZAI Group's Medium-Term Growth Strategies

Growth Strategies

1 Sales promotion to the public sector

2 Promotion of M&A and investment

3 Overseas development

4 Promotion of DX

Business Actions

- Sales expansion of comprehensive management services of public facilities
- Creating business opportunities by strengthening PPP / PFI and designated manager systems (pp.30-34)

- Expansion of business line and sales channels through aggressive M&A, investment, and business alliances in Japan and overseas (pp.36-37) *For details, please refer to reference materials.

- Overseas expansion into Europe and the United States
- Improvement of service quality and streamlining of businesses through roll-out of the Group know-how (p.39) *For details, please refer to reference materials.

- Improvement of operational efficiency and automation of operations (standardization of the system platform, provision and sharing of systems, conversion of work records to data files, utilization of robots, etc.) (pp.41-46)

Growth Strategies(1): Purpose of Sales Promotion to the Public Sector

Expansion of potential business opportunities

Before 2000

Maintenance and management works of public facilities are mainly through conventional general bidding, and many single works (facilities, security, cleaning, etc.) are entrusted

Present

PPP/PFI, designated managers and the public facilities comprehensive management system were introduced, and projects in fields with higher expertise have increased

Outsourcing to the private sector will continue to increase due to shortage of professional engineers related to building maintenance of government offices

Our initiatives

- Leveraging social credibility and the stable management platform
- Acquiring orders through consortiums (setting up joint ventures) with different industries using management resources
- Leveraging know-how related to establishment and investment of SPCs (special purpose companies)
- Transitioning from maintenance and management works of single buildings to the management works of multiple buildings in line with the introduction of comprehensive management system of public facilities [Response to market changes]
- Drafting of long-term repair plans and proposal of minor repairs that occur on a daily basis [Shift from breakdown maintenance to preventive maintenance]
- Market development in local cities and cooperation and collaboration with local companies

Contribution to our financial results

- Stability and contribution of medium to long-term performance by the acquisition of multiple-year and long-term contracts [Stock-based business]
- Stabilization of staff placement through multiple-year and long-term contracts [Reduction of staffing costs and improvement of staff proficiency]

Growth Strategies(1): NIPPON KANZAI Performance in Public Sector (excluding conventional general bidding)

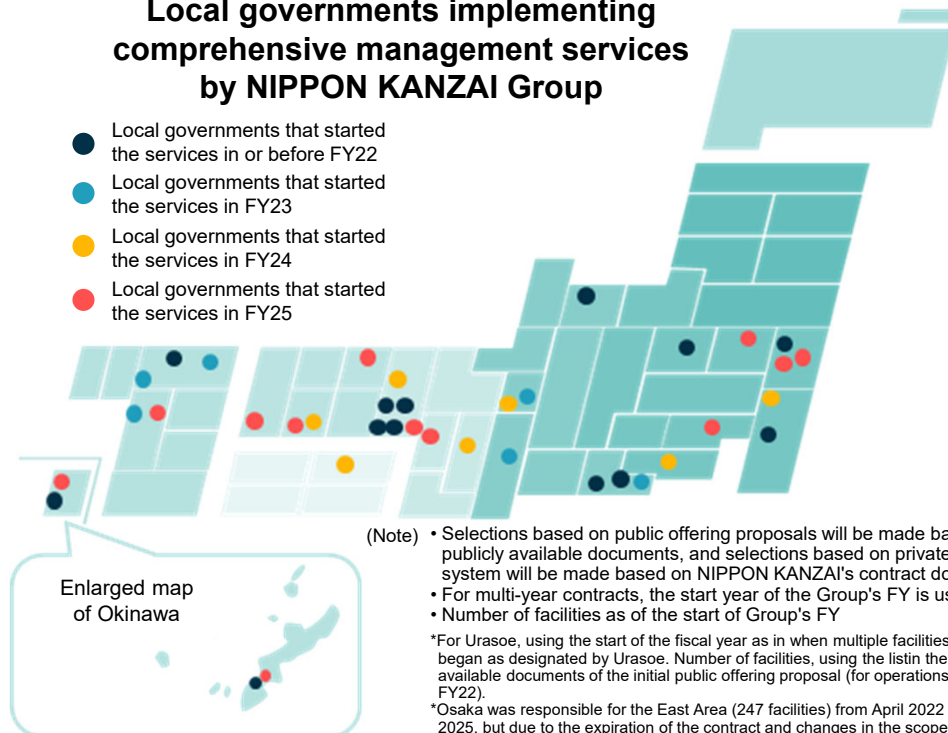
Sales expansion of comprehensive management services of public facilities

NIPPON KANZAI's track record in comprehensive management of public facilities is expanding and have currently 36 projects nationwide, which accounts for industry leading 46%** marketshare. In FY25, we started operations in 11 local government organizations (Ishioka, Tsukubamirai, Nasushiobara, Sumida-ku(Tokyo), Osaka, Nishinomiya, Tottori, Hatsukaichi, Ube, Yamaga and Ginowan). Given the expected nationwide expansion of the comprehensive management operations market, we will leverage our track record and accumulated know-how to strive for further market share expansion.

- Comprehensive management services of public facilities are a form of contract for managerial work for multiple public facilities of local governments such as equipment inspection and cleaning. Promoting comprehensive management has significant advantages such as "implementation of planned capital investment with prioritization," "regional revitalization through cooperation with local companies," and "workload reduction of local government staff," and we are deploying it nationwide as a measure of our public facilities management strategy
- **Approximate figure

Local governments implementing comprehensive management services by NIPPON KANZAI Group

- Local governments that started the services in or before FY22
- Local governments that started the services in FY23
- Local governments that started the services in FY24
- Local governments that started the services in FY25



(Note) • Selections based on public offering proposals will be made based on publicly available documents, and selections based on private proposal system will be made based on NIPPON KANZAI's contract documents.
• For multi-year contracts, the start year of the Group's FY is used.
• Number of facilities as of the start of Group's FY

*For Urasoe, using the start of the fiscal year as in when multiple facilities operation began as designated by Urasoe. Number of facilities, using the list in the publicly available documents of the initial public offering proposal (for operations starting in FY22).

*Osaka was responsible for the East Area (247 facilities) from April 2022 to March 2025, but due to the expiration of the contract and changes in the scope of the project, it is being calculated as a new project starting in April 2025

Starting period	Local governments	No. of facilities	Starting period	Local governments	No. of facilities
Apr. 2018	Akashi-city, Hyogo	132	Apr. 2024	Zama-city, Kanagawa	66
Apr. 2019	Ashiya-city, Hyogo	53		Fukuyama-city, Hiroshima	311
	Chikusei-city, Ibaraki	65		Noda-city, Chiba	236
	Kosai-city, Shizuoka	81		Toyooka-city, Hyogo	131
Apr. 2020	Numata-city, Gunma	123		Marugame-city, Kagawa	145
	Urasoe-city, Okinawa	20*		Koryo-cho, Nara	44
Apr. 2021	Shimada-city, Shizuoka	70	Nov. 2024	Otsu-city, Shiga	134
Apr. 2022	Ichihara-city, Chiba	407	Apr. 2025	Ishioka-city, Ibaraki	51
	Imizu-city, Toyama	105		Tsukubamirai-city, Ibaraki	55
	Kobe-city, Hyogo (Eastern part)	154		Nasushiobara-city, Tochigi	92
	Takasago-city, Hyogo	48		Sumida-ku, Tokyo	191
	Kasuga-city, Fukuoka	10		Osaka-city, Osaka (Public offering classification (3))*	208
Apr. 2023	Mishima-city, Shizuoka	85		Nishinomiya-city, Hyogo	63
	Yokkaichi-city, Mie	44		Tottori-city, Tottori	89
	Kusatsu-city, Shiga	133		Hatsukaichi-city, Hiroshima	99
	Arao-city, Kumamoto	43		Ube-city, Yamaguchi	121
	Omura-city, Fukuoka	69		Yamaga-city, Kumamoto	153
	Munakata-city, Fukuoka	181		Ginowan-city, Okinawa	29

(as of November 1, 2025)

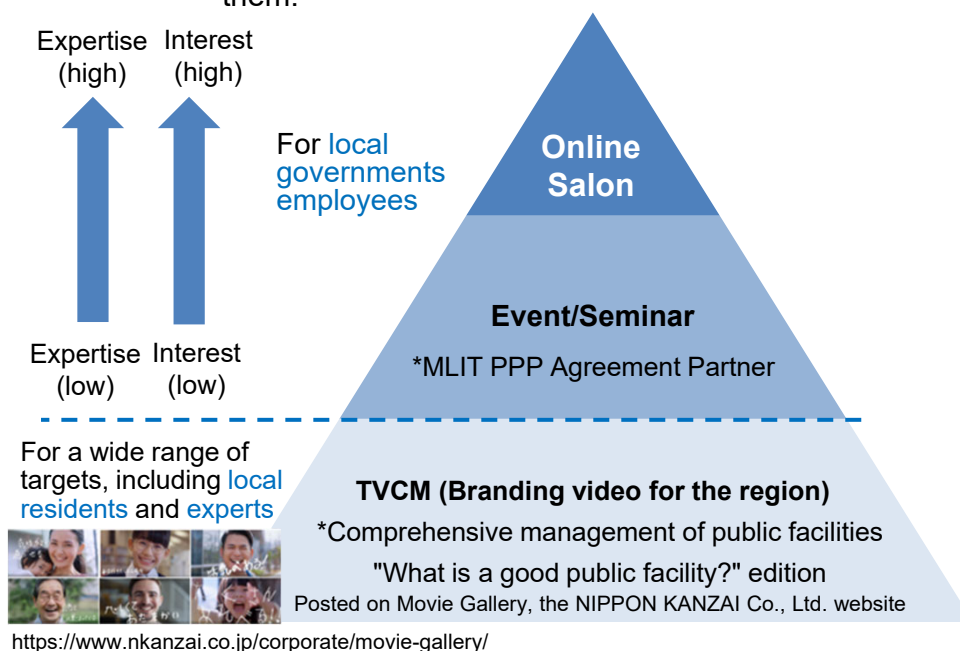
Growth Strategies(1): Promotion of Public Facilities Management Support Business

Publicity strategy in public facilities management

We aim to increase the awareness of NIPPON KANZAI through information dissemination via commercials, social media, and seminars.

■ Training, Synergy and Media Mix

- **Training** By disseminating information through online salons and PPP seminars, NIPPON KANZAI will support "Public FM interested groups" to become "practitioners."
- **Synergy** Aiming to boost the comprehensive management market, NIPPON KANZAI will create medium to long term value, rather than ad-hoc measures.
- **Media mix** By combining several media, NIPPON KANZAI aims to create complementary and synergistic effects between them.



Operating online salons

A public FM Online Salon was opened on February 5, 2021. The Online Salon provides information sharing and networking opportunities among workers of local governments who engage in Public Facilities Management (FM) through transmitting the up-front initiatives and know-how related to the national public FM and taking other initiatives.

**221 people from
148 local governments
participated**
(as of July 29, 2025)



Holding events and seminars related to public-and-private cooperation (twice a year)

Since being certified as an MLIT PPP Agreement Partner company in FY18, we have held annual seminars for workers of local governments. In FY25, the seminar was held with local participation and online in combination, with active discussions and information exchange.



Growth Strategies(1): NIPPON KANZAI Performance in Public Sector (excluding conventional general bidding)

Sales expansion of environmental facilities management services

In the Environmental Facilities Management, which deals with facilities such as water and sewerage treatment facilities and industrial waste treatment facilities, PPP-related new projects, including comprehensive privatization and DBO-method ordering, have recently increased. Proactive sales and marketing activities are conducted nationwide to win entrusted projects.

1. Promote sales of comprehensive privatization services

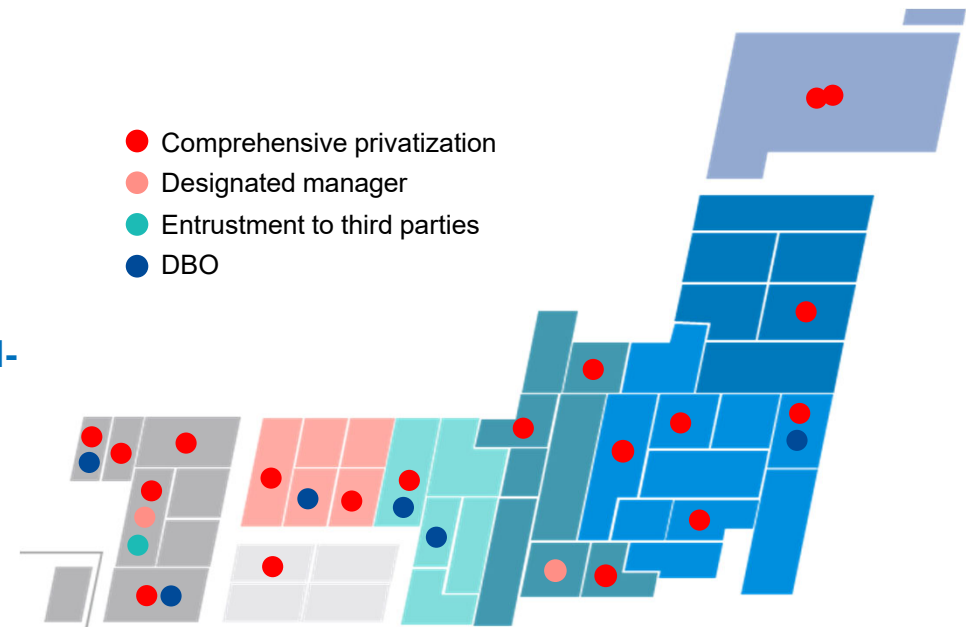
Comprehensive privatization is a system in which several operations and facilities are entrusted comprehensively so that a business operator entrusted with the business can operate the facilities more efficiently and effectively, making use of its knowledge and know-how. The introduction of the system is accelerated nationwide. Since the market expansion, especially in local areas, continues to be expected, we strengthen the promotional sales activities, development of professional human resources, etc.

Record of comprehensive privatization, designated administrators, entrustment to third parties, and DBO

2. Strengthen taking DBO-method ordering in the special-use facilities

DBO-method* has become a mainstream method for managing and operating environmental facilities. In particular, we strengthen the sales activities targeting the reconstruction timing of waste combustors, recycling-related facilities, night-soil treatment plants, etc. And, there have been an increasing number of newly established large-scale complex recycling facilities, which carry out all the processes, from incineration to recycling and disposal of the waste, all at once. So, we strengthen the sales activities for new order taking.

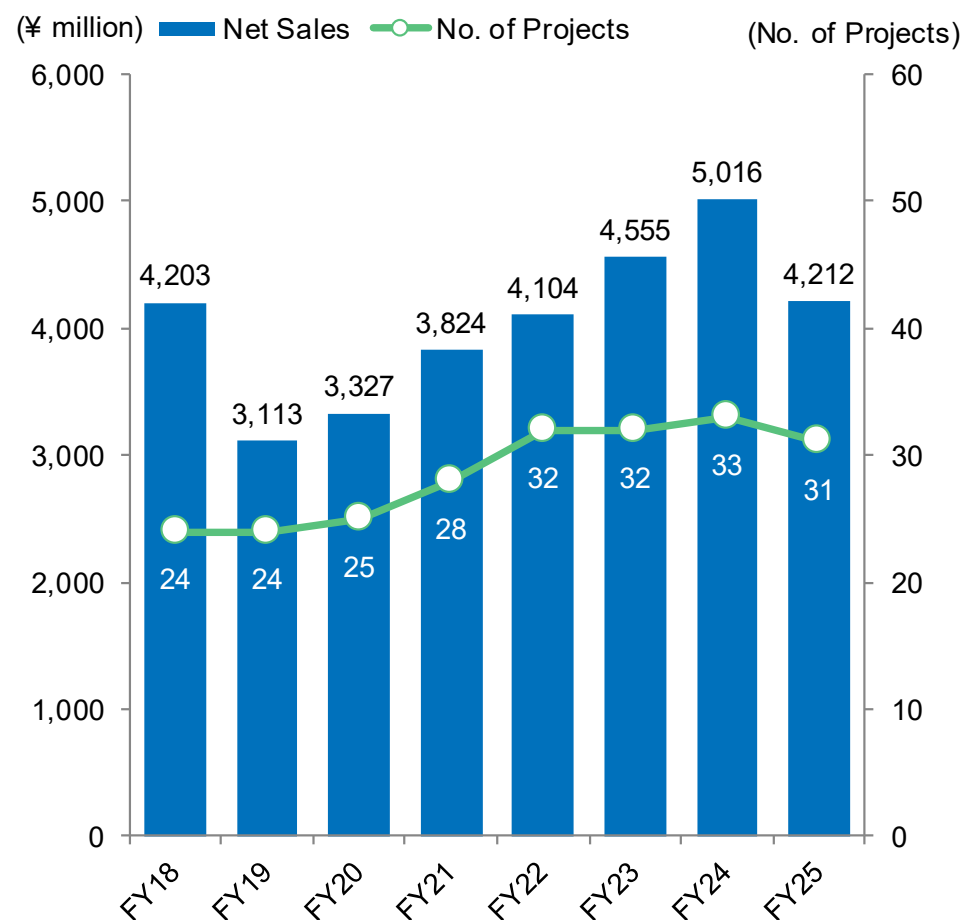
* DBO method is a method in which a private entity executes design, construction work, maintenance and management, and operation with public funding.



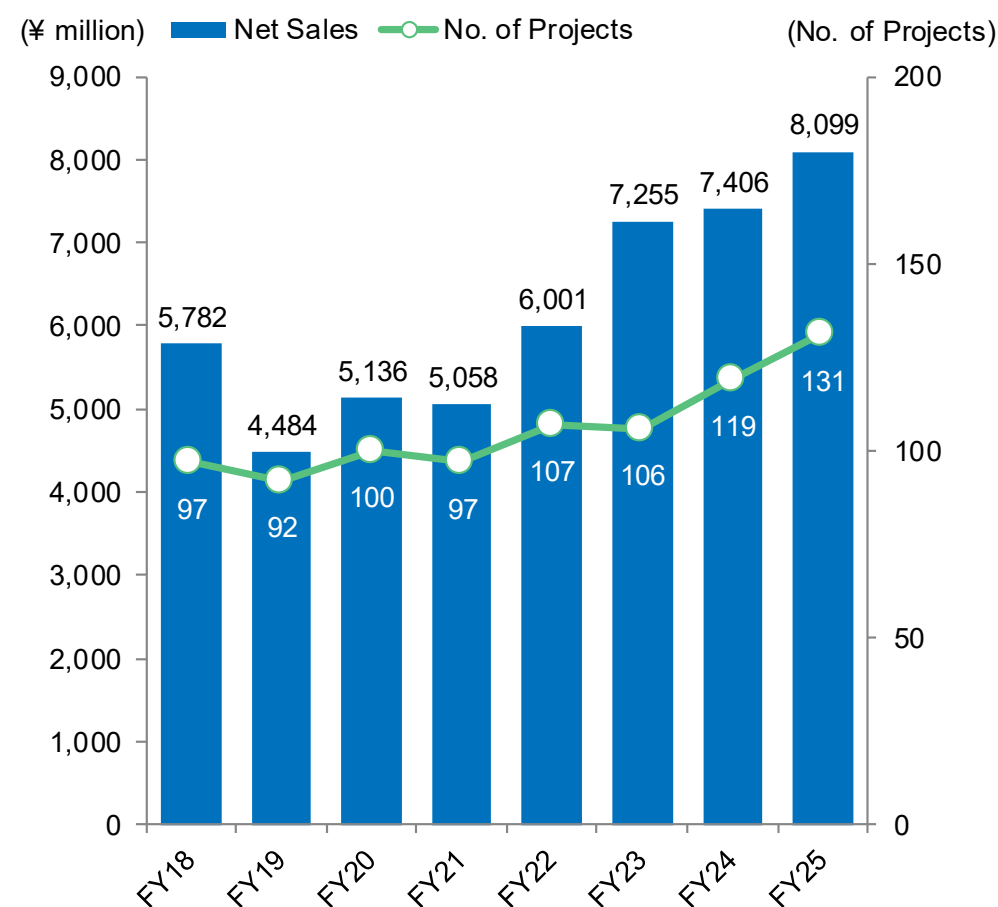
Growth Strategies(1): NIPPON KANZAI Performance in Public Sector (excluding conventional general bidding)

Initiatives for other public-private partnerships

PFI



Designated Manager



NIPPON KANZAI Group's Medium-Term Growth Strategies

Growth Strategies

1 Sales promotion to the public sector

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3 Overseas development

4 Promotion of DX

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Growth Strategies(2): Promotion of M&A and Investment

Promote M&A and investment by companies related to the Group both domestically and abroad

The Group positions M&A and investment as important factors for expanding and growing our business. It will proactively promote M&A related business both domestically and abroad that have synergies with our group based on the following fundamental policies.

Japan

Basic policy: M&A of and investment in blue-chip companies within strategic regions (expansion of domestic market and regional development)

Recent track record (from 2020):

- Aug. 2021 Acquired 100% share of Neotrust Co., Ltd., an outsourcing company that undertakes payroll and various clerical works.
- Jul. 2022 Acquired 40% share of JTB Asset Management Corp., a group company of JTB Corp.*¹
- Dec. 2022 Acquired 100% share of Seiryu Maintenance Inc. from SEKISUI CHEMICAL CO., LTD. *²
- Oct. 2023 Nihon Kanzai Environment Service Co., Ltd. absorbed Seiryu Maintenance Inc.

<Supplementary note>

*¹ Business alliance with JTB Corp.

*² NIPPON KANZAI Kankyo Service Co., Ltd., a subsidiary of NIPPON KANZAI, acquired the share. Strengths outside the company's sales area are expected.

Overseas

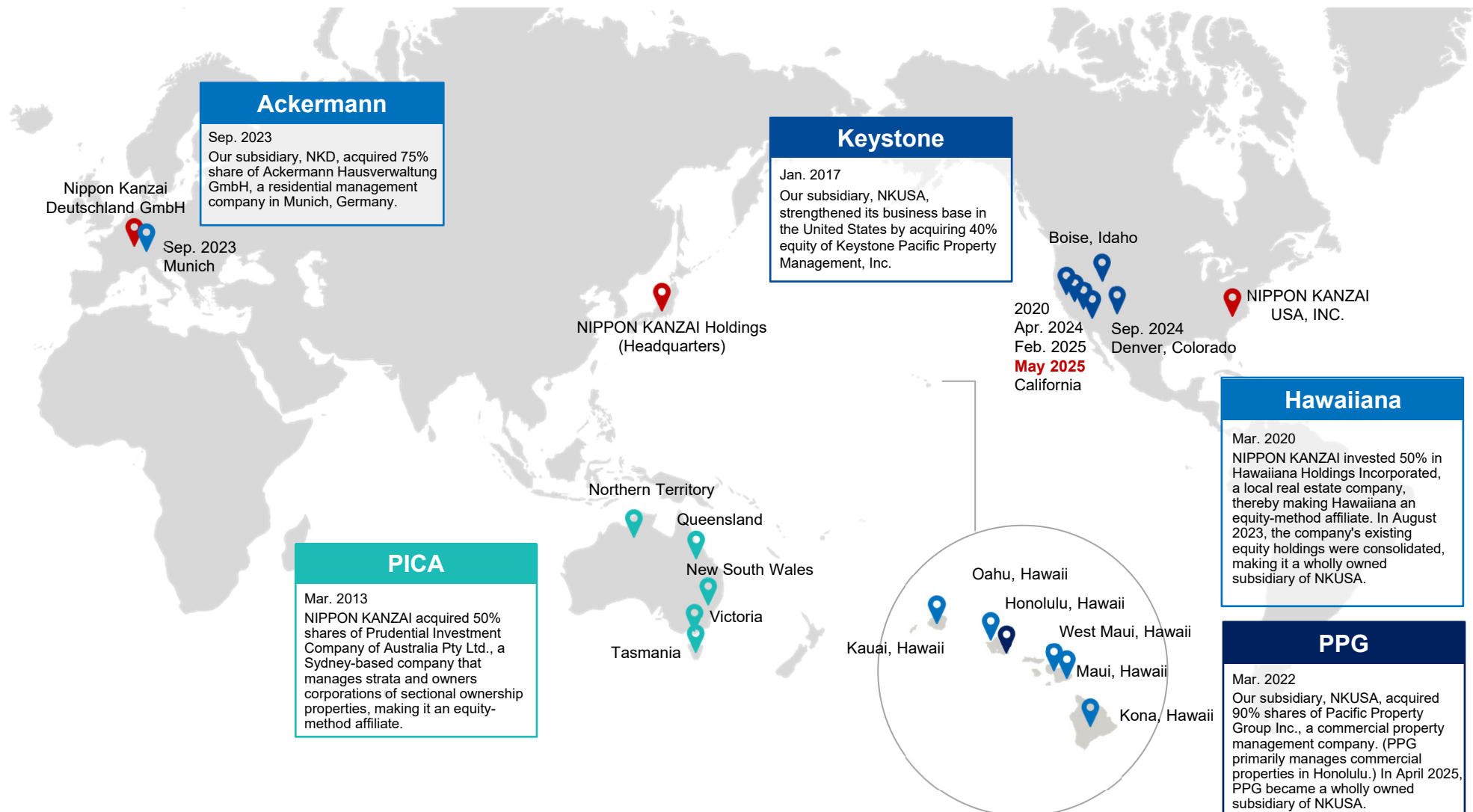
Basic policy: M&A of and investment in the residential management and relevant businesses in Europe, the U.S., and Oceania (expansion into the overseas market)

Recent track record (from 2020):

- Mar. 2020 Acquired 50% share of Hawaiiiana Holdings Incorporated, a residential management company in Hawaii, the U.S.
- Dec. 2020 Increased the ratio of investment in Keystone Pacific Property Management, LLC, a residential management company on the west coast of the U.S., to 50%.
- Mar. 2022 Acquired 90% share of PPG, a property management company in Hawaii, the U.S.
- Jul. 2023 Established a subsidiary in Germany. (Company name: Nippon Kanzai Deutschland GmbH)
- Aug. 2023 Acquired 50% share of and wholly owned Hawaiiiana Holdings Incorporated, a residential management company based in Hawaii, the U.S.
- Sep. 2023 Acquired 75% share of Ackermann Hausverwaltung GmbH, a housing management company based in Munich, Germany.
- Apr. 2024 Keystone Pacific Property Management, LLC acquired the business rights of Manor Association, Inc., a residential management company based in Northern California.
- Sep. 2024 Keystone Pacific Property Management, LLC acquired the business rights of Colorado Property Management Group, Inc., based in Aurora.
- **Feb. 2025** **Keystone Pacific Property Management, LLC acquired the business rights of Albert Management, a residential management company based in Southern California.**
- **Apr. 2025** **Acquired 10% share and wholly owned PPG, a property management company in Hawaii, the U.S.**
- **May. 2025** **Keystone Pacific Property Management, LLC acquired the business rights of Cardinal Property Management based in California.**

Growth Strategies(2): Promotion of M&A and Investment (Overseas)

Expansion into the residential management industry in the United States, Germany, and Australia



NIPPON KANZAI Group's Medium-Term Growth Strategies

Growth Strategies

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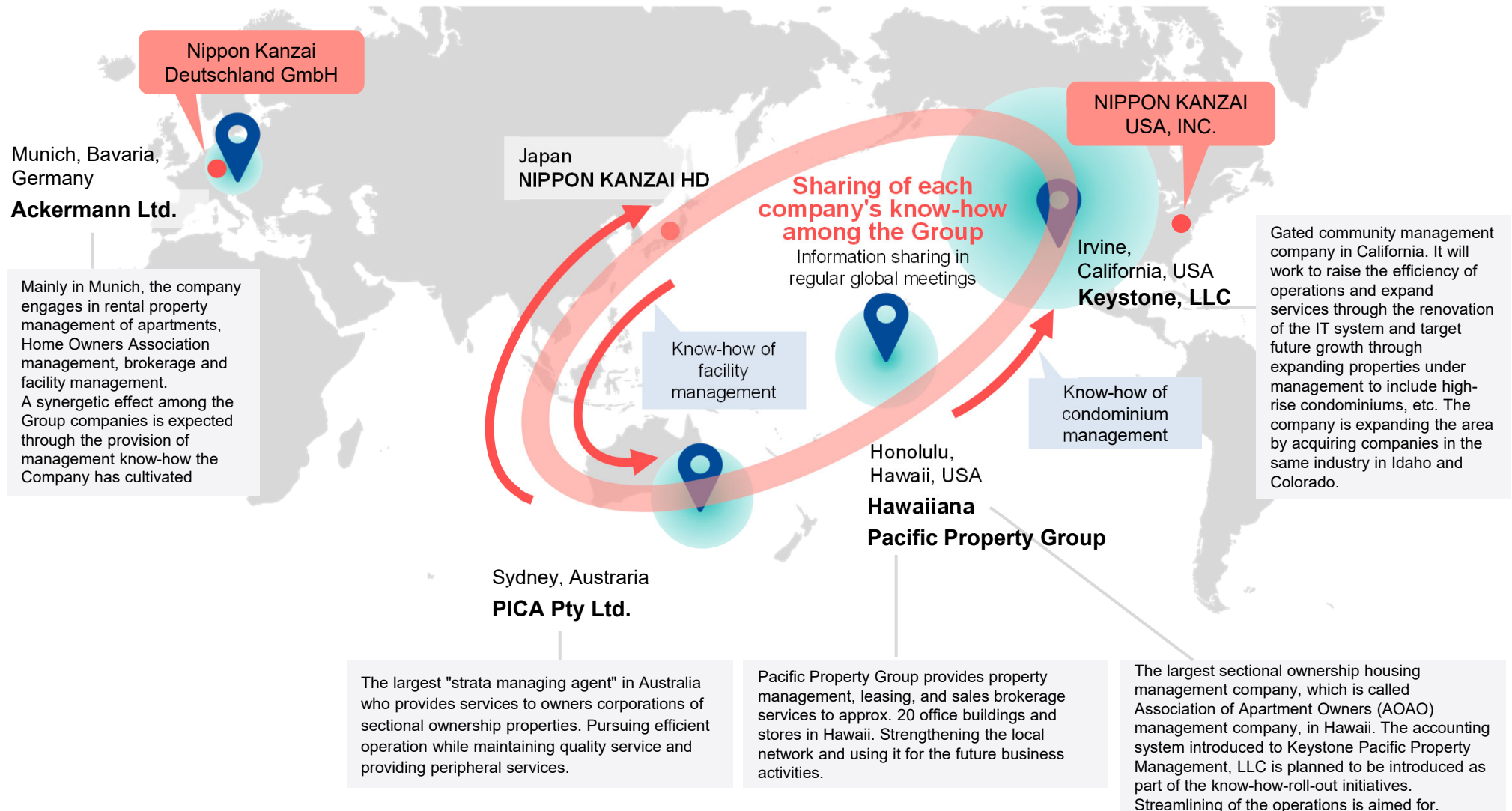
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Growth Strategies(3): Roll-out of the Group Know-how

Aiming to improve the business quality and the growth of the entire company, we will roll out the know-how and strengths cultivated by each company and put them into practice. In the future, in particular, we will strengthen information sharing in IT and digital transformation fields, raise operational efficiency, and take other measures.



NIPPON KANZAI Group's Medium-Term Growth Strategies

Growth Strategies

1 Sales promotion to the public sector

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Business Actions

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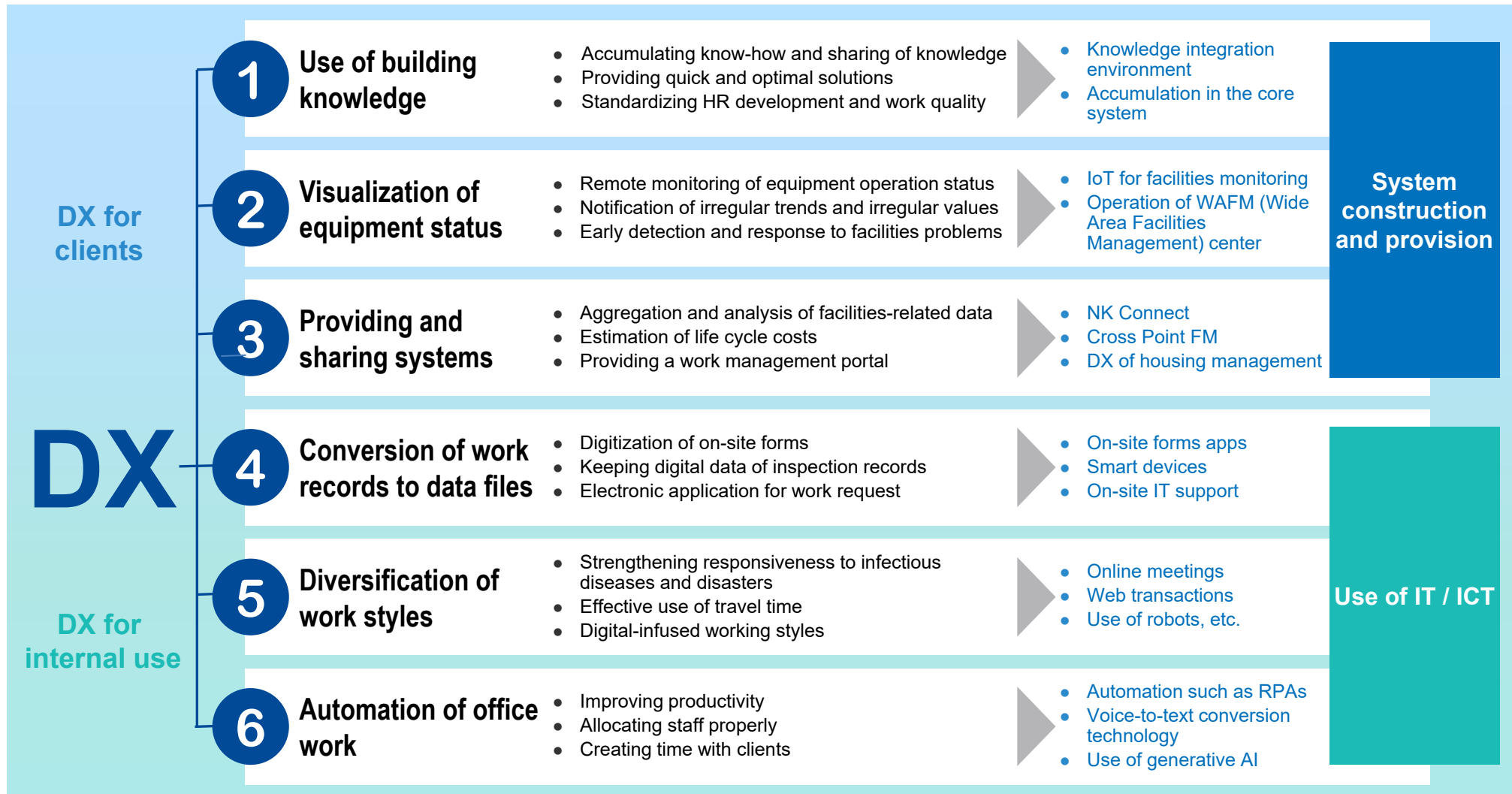
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- Improvement of operational efficiency and automation of operations (standardization of the system platform, provision and sharing of systems, conversion of work records to data files, utilization of robots, etc.) (pp.41-46)

Growth Strategies(4): Promotion of DX

With IT approaches both externally and internally, and fusion of digital and analog, we provide optimal services to customers



*Please also refer to Reference (1).

Growth Strategies(4): Provision and Sharing of Systems (DX for clients③)

Provision of new homeowner association services "NRemotE" using IT tools

Overview

Conventional Management of Homeowners' Associations

Traditionally, managing homeowners' associations required face-to-face, on-site operations between the association's board members and the management company's representative. However, the traditional face-to-face operational approach caused issues with achieving efficient management because of time and location constraints.

Provision of "NRemotE"

To address these issues, our group's Condominium Management companies have been offering homeowners associations a strata management* service called "NRemotE."

Key Features of the Service

- Online board meetings are possible
- Various operational management tasks, such as contract management, can be conducted online

Benefits of Introducing "NRemotE"

The online environment enables efficient management of homeowners' associations. This allows for the smooth management of homeowners' associations, even when face-to-face contact is difficult.

Main functions

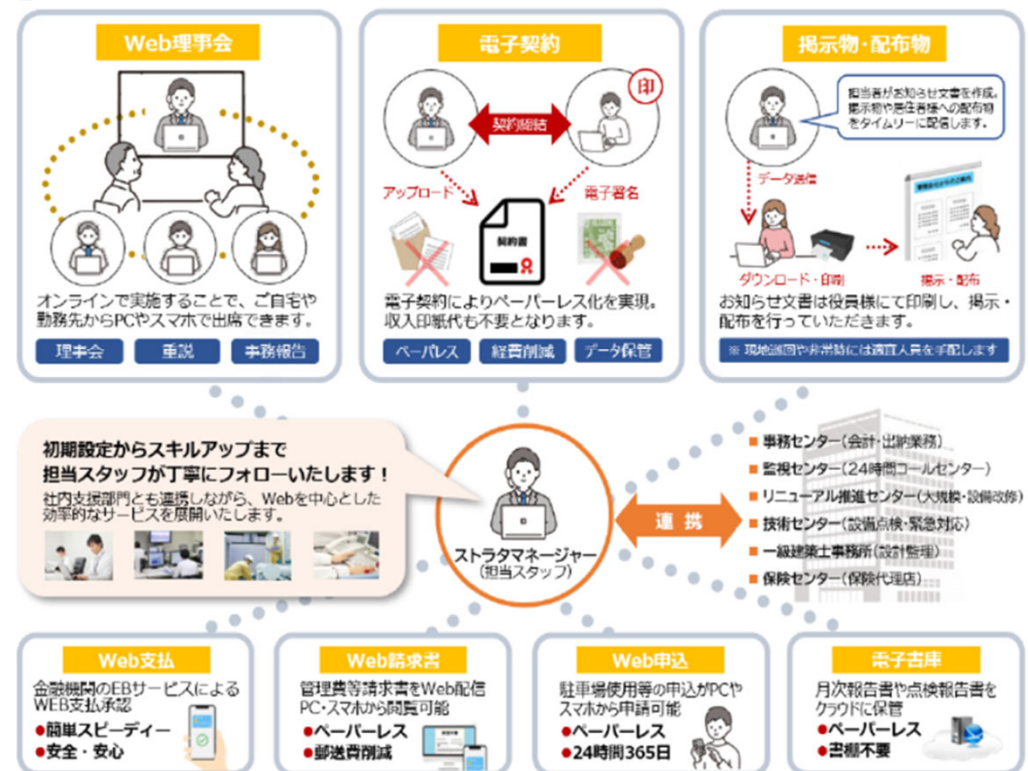
- Holding of online board meetings
- Executing management contract electronically
- Providing monthly financial reports online
- Digitalization of invoice, reports, etc.
- Online-based application service for owner/resident information updates

* Strata management refers to homeowners' associations operation, and cashier works in the condominium management business in Japan. "NRemotE" was developed by the know-how rolled out by PICA, an affiliate in Australia.

Our staff will support the internet settings.



The staff in charge supports the operation of the Association online.



Growth Strategies(4): Provision and Sharing of Systems (DX for clients③)

Provision of official portal app for residents of condominiums "N-Life+"

Overview

"N-Life+" is a multifunctional portal app designed to help condominium residents with their everyday lives. This app offers the following features:

- Online inquiry of invoices for management or other fees
- Online application for parking lots and other facilities (*Separate approval from the homeowners' association is required for use)
- Introduction to services for private areas, including house cleaning
- Sales of household goods and related merchandise
- Notification of information about neighboring regions
- Contact lookup feature in case of a problem



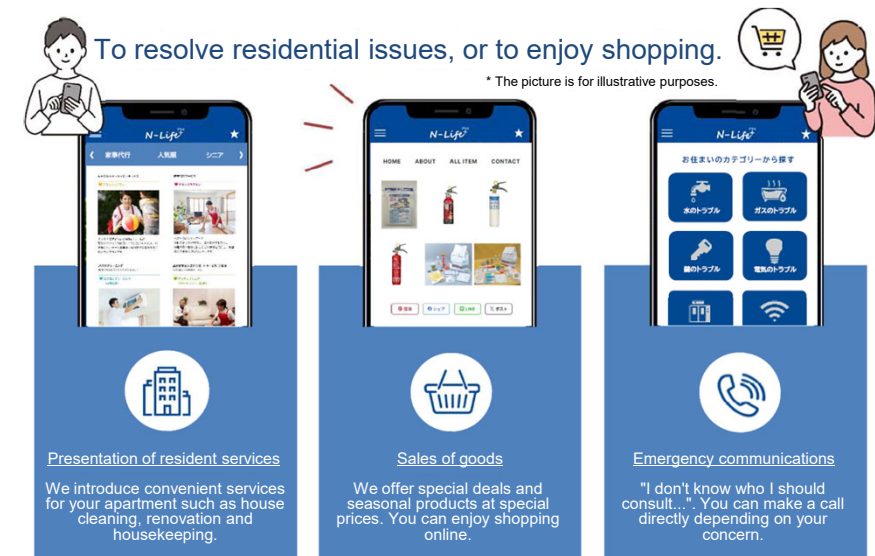
Purpose of providing the app

By providing the app, we aim to achieve the following:

- Support for residents' comfortable lives
- Improvement of customer satisfaction
- Further promotion of DX for condominium management

Utilization of DX in the Residential Management and Operations Business

In the Residential Management and Operations Business, we promote various DX initiatives, including the "N-Life+" app. This will improve operational efficiency and reduce condominium management costs, thereby strengthening our competitive advantage over other companies in the same industry.



Growth Strategies(4): Provision and Sharing of Systems (DX for clients③)

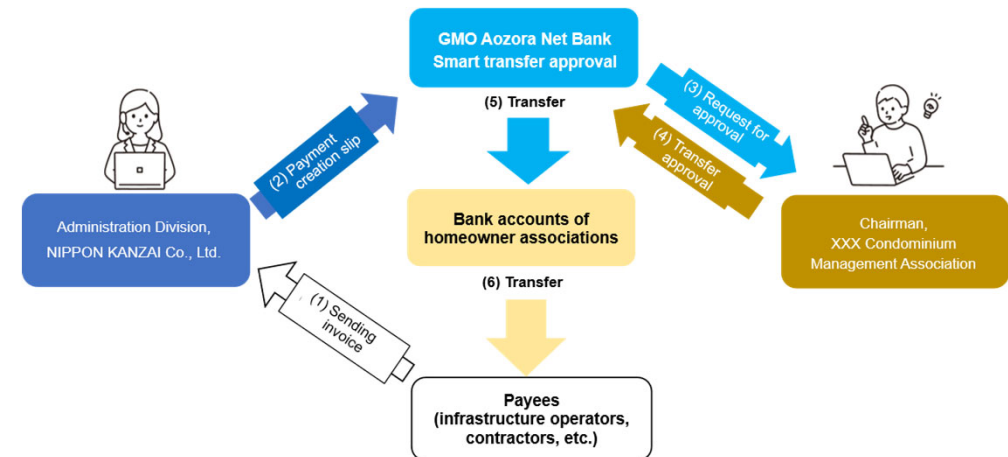
Completing payment from homeowner associations online "Smart Transfer Approval"

Overview

"Smart Transfer Approval" is a unique online payment service that uses the BaaS (Banking as a Service*) of an online bank, customized, and linked to NIPPON KANZAI's administrative management system.

As a DX for condominium management, this service was created through a combination of the systems integration function of GMO Aozora Net Bank and the condominium management expertise of NIPPON KANZAI Group.

*BaaS (Banking as a Service)・・・A mechanism whereby banking functions and services traditionally provided by financial institutions are divided and made available to various companies to integrate into their own services.



Features and effects of the services

In general, management companies acted on behalf of homeowners' associations to handle bank payments for various expenses. However, this method presented the following issues:

- Inefficient procedures
- Inappropriate setup of payment approval routing

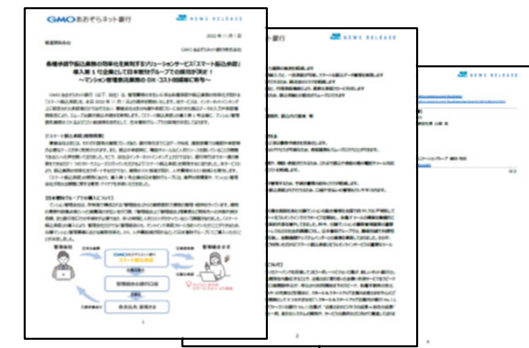
Introducing this service can address such issues and provide the following benefits:

- Improvement of the efficiency of various approval and payment processes
- Reduction of operational workload by minimizing stamping tasks
- A shorter time period for withdrawals to become possible

Because of the benefits listed above, customers who have adopted our services have praised them highly.

"Smart transfer approval," streamlining of approvals, and transfer works

First to introduce the service: NIPPON KANZAI Group



GMO Aozora Net Bank,
News release November 1, 2022 issue

Growth Strategies(4): Automation of Office Work (DX for internal use⑥)

Introduction of a "central purchasing system" completed for 10 major Group companies

- Achieved cost reductions of up to 35% and a reduction of 85 hours of work per month -

Background to introduction

- Issues such as **price differences**, **complicated approval processes**, and **long-term lead times** due to purchasing by individual business companies and departments
- As **part of the "Promotion of DX"** in the medium-term growth strategies, we have decided to standardize purchasing operations

Benefits of introduction

Cost reduction:

Reduced costs by up to 35% through Group-wide transactions

Business streamlining:

By completing the application and approval process within the system, we have reduced lead times and achieved a paperless environment

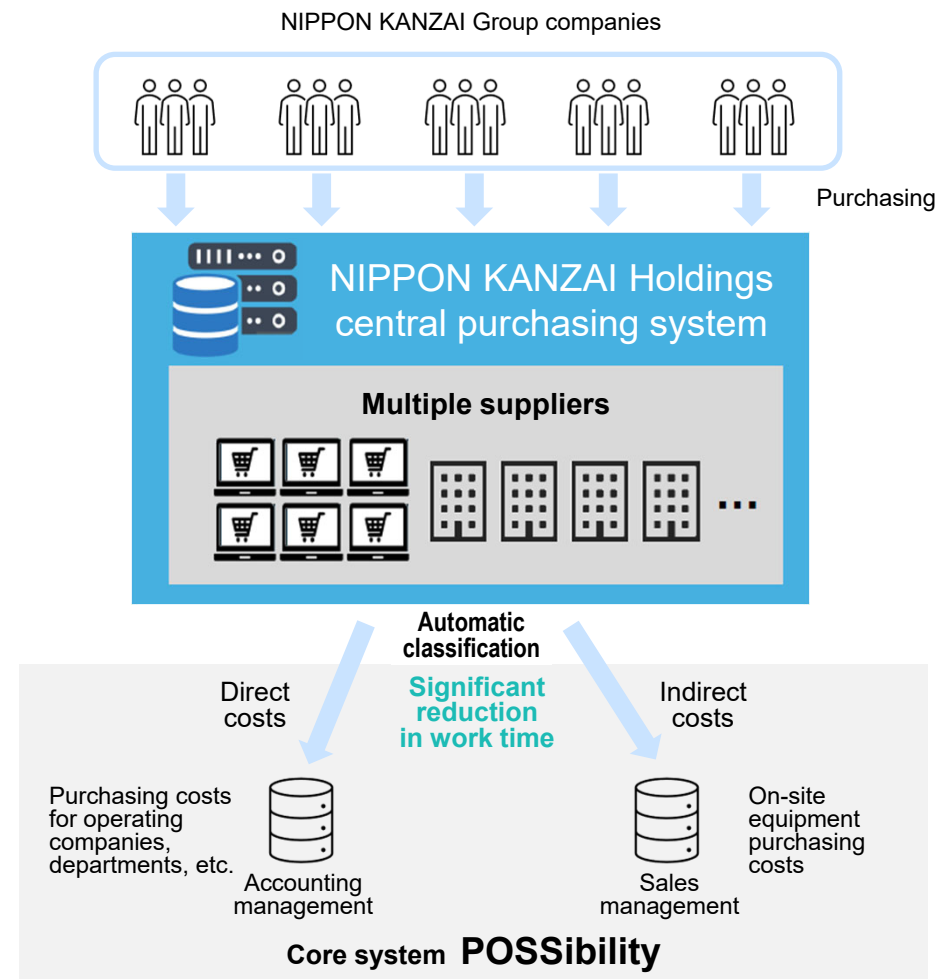
Streamlining accounting processes:

Integrated with the core system "POSSibility" to automatically classify direct and indirect costs. Significantly reduced processing time

Outlook

- Promote further cost advantages and productivity improvements by **expanding suppliers** and **enhancing capabilities**

"Flow of the central purchasing system"



Growth Strategies(4): On-site DX services (DX for internal use⑥)

Introduction of "KANNA", an on-site DX service

"KANNA" is an on-site DX service that increases on-site productivity. KANNA reduces the time and effort required for office work, travel time, and communication by small degrees, much like a plane shaving wood. It will eventually maximize work productivity.

We will expand the KANNA app throughout the entire Group to enhance overall operational efficiency and productivity.



Background and challenges of introduction

- **Simultaneous management of multiple projects on different sites** with limited personnel
 - ✓ Example: Tokyo-based staff manage seven to eight projects simultaneously in Gunma, Chiba, and other areas
 - ✓ Moving between sites is a significant and inefficient burden
- Information sharing primarily through **phone, email, and paper documents**
- Data is **stored on the responsible person's PC**
 - ✓ Other members cannot check the progress
- Business partners **cannot respond immediately**
- **Difficult to monitor** the completion of nighttime construction work and the occurrence of problems.
 - ✓ On-site confirmations or separate phone calls are required



Benefits of introduction

- **Reduction of travel time:**
 - ✓ The number of on-site visits has significantly decreased, and remote confirmations has become possible.
- **Improvement of information sharing efficiency:**
 - ✓ Nighttime construction work can be confirmed right after it's finished
Quick confirmation of construction completion on a smartphone is possible, saving time on travel
 - ✓ The chat feature enables data integration, allowing projects to be managed even when the responsible staff member is unavailable
- **Information as an "asset":**
 - ✓ For future reference, all photos, drawings, and communication logs are stored and linked to their respective projects.





Sustainability of the NIPPON KANZAI Group

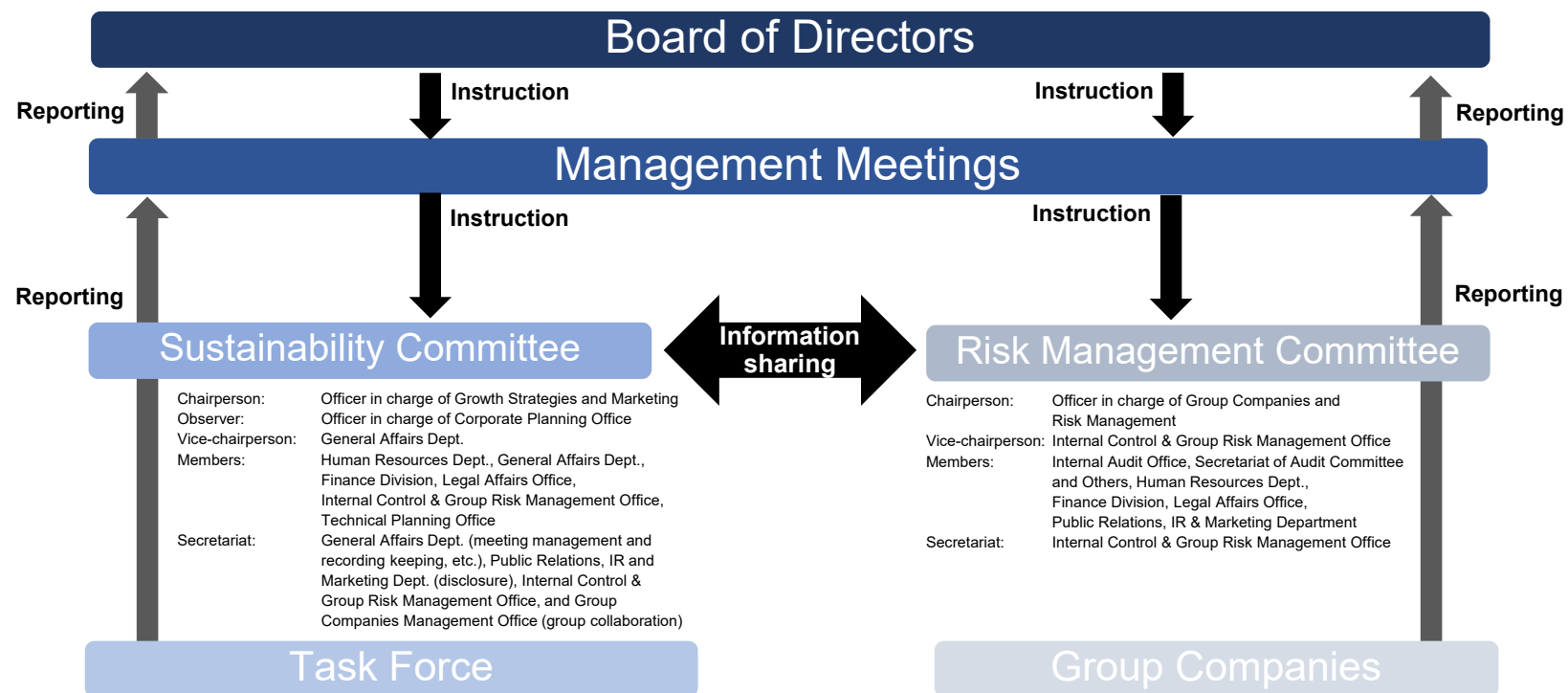
Sustainability Initiatives and Governance Structure

● Sustainability initiatives

Concerning sustainability issues, including social and environmental problems, for our group they constitute both "business opportunities" and "risks". We recognize that they are major management issues for increasing corporate values in the medium and long term. In order to resolve issues concerning sustainability, the entire group will implement various measures.

● Establishment of the Sustainability Committee

The Sustainability Committee was established in January 2024 to support the Company's consideration of issues related to sustainability and to encourage strategic and broad integration of the sustainability perspective into management's operational decision-making and company-wide risk management initiatives.

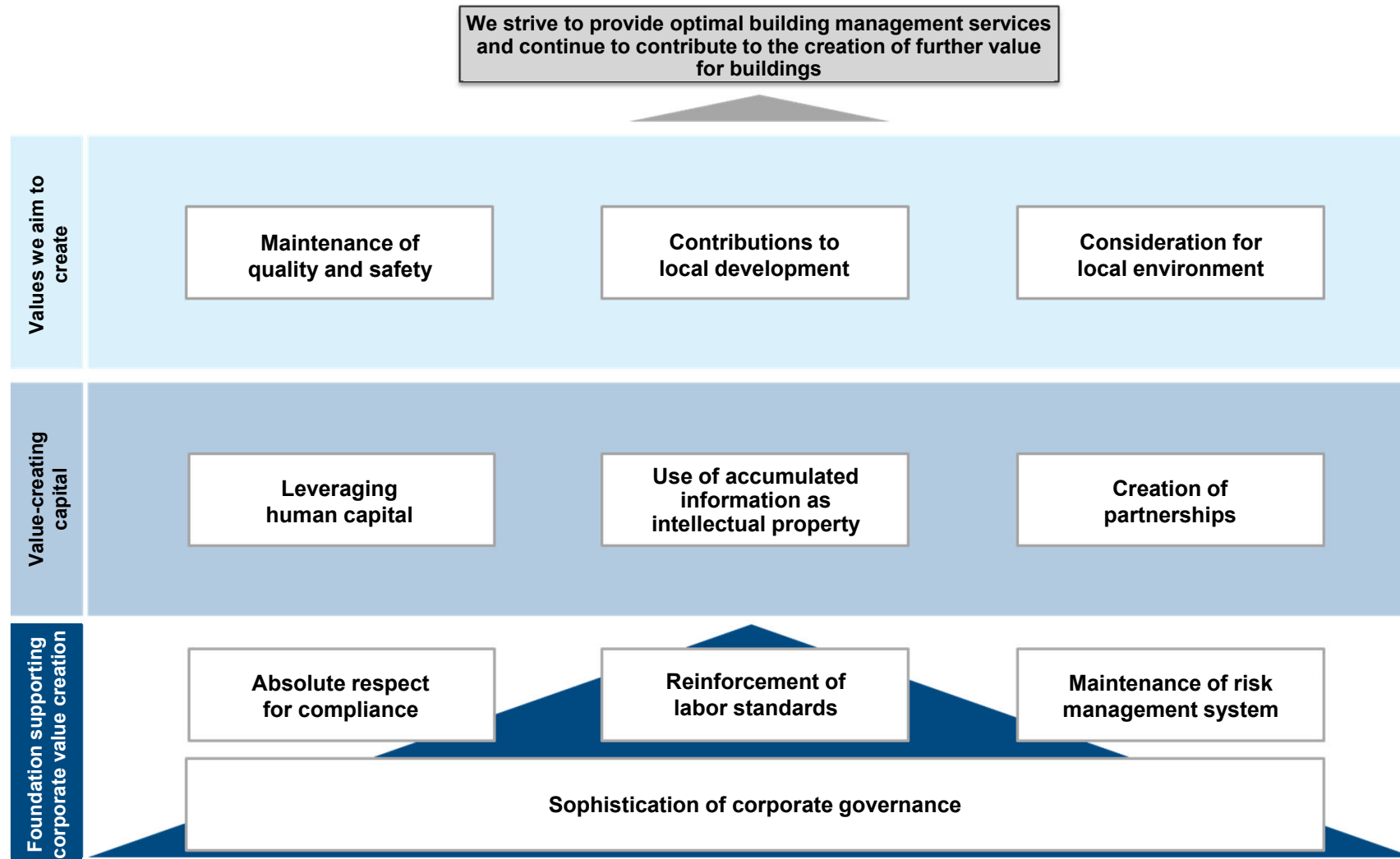


* Establishment of risk management system
 Appointment of risk management promotion manager
 (contact point within the group)


























*Organization change March 2025

NIPPON KANZAI Group's Materiality

We have established ten themes deemed material for continuously meeting the everchanging demands of society. Each theme serves three functions: a foundation that supports the creation of corporate value, capital that produces value, and the value we aim to create. Through the resolution of each theme, we strive to provide the most optimal building management services that ensure the longevity and safety of our customers' valued assets, continuously contributing to the further creation of value in buildings.



Definition of Each Materiality

Functional classification	Materiality	Definition	SDGs benefiting from completion
Values we aim to create	Maintenance of quality and safety	<ul style="list-style-type: none"> Through building management, we provide a safe, secure, and comfortable environment for building owners, residents, and facility users. We contribute to the construction of a sustainable social infrastructure and also enhance asset value and profitability by optimizing building life cycle costs. 	 
	Contributions to local development	<ul style="list-style-type: none"> By accepting orders for the operation of aging public infrastructure and facilities using the PPP method, we contribute to the efficient management of these facilities and the creation of local employment. Additionally, we cooperate in creating new local attractions through the management of buildings where people gather and communicate. 	   
	Consideration for local environment	<ul style="list-style-type: none"> We contribute to a decarbonized society and beyond by assessing the environmental impact of building facilities throughout their life cycle. This includes improving maintainability and extending service life based on customer needs, as well as proposing replacement and reconstruction ideas. 	  
Value-creating capital	Leveraging human capital	<ul style="list-style-type: none"> As a comprehensive real estate service provider, the NIPPON KANZAI Group aims to be a reliable partner for customers and communities. We provide one-stop quality services backed by the expertise and public certification that the Group has cultivated. 	  
	Use of accumulated information as intellectual property	<ul style="list-style-type: none"> We will utilize the know-how we have accumulated through industry-leading PPP (public-private partnership) projects and integrated management operations to optimize the life cycle costs of our customers' buildings and add value to improve asset value. We promote digital transformation (DX) to realize high-efficiency building management in response to the era of population decline. Our focus is on the effective use of databases and the introduction of cleaning robots and advanced technologies equipped with AI. 	  
	Creation of partnerships	<ul style="list-style-type: none"> We will leverage our independent and neutral perspective to create partnerships with business partners that are optimal for our customers. These partnerships are based on an equal relationship, without being bound by a capital relationship. Together with our partner companies, we will contribute to regional revitalization and revitalization projects. Our aim is to work towards the goal of creating new businesses. 	   
Foundation supporting corporate value creation	Absolute respect for compliance	<ul style="list-style-type: none"> We will strive to maintain and improve the quality of our service to customers through multiple monitoring systems, including inspections and 'Customer Satisfaction Surveys'. We will also work hard to ensure thorough compliance with relevant laws and regulations, the Information Security Policy, and the Basic Rules for the Protection of Personal Information. 	   
	Reinforcement of labor standards	<ul style="list-style-type: none"> We are expanding initiatives related to diversity and inclusion, as well as work-life balance, to foster a corporate culture that allows diverse human resources to play an active role and flourish. We aim to realize a work environment where women, the elderly, and foreigners can thrive, with mutual consideration and respect for each other. 	 
	Maintenance of risk management system	<ul style="list-style-type: none"> The Risk Management Committee identifies, evaluates, and manages risks for the entire Group, while the Sustainability Committee does the same for sustainability-related risks. For significant risks, both committees verify the effectiveness of the countermeasures and report them to the Executive Committee and the Board of Directors. 	
	Sophistication of corporate governance	<ul style="list-style-type: none"> We strive to build a sound, highly transparent, and stable management foundation, and we actively disclose information in a timely manner. 	

Topic: Renewal of the "Sustainability" Page

The renewed Sustainability page is organized into five categories: "Sustainability Policy", "Environmental", "Social", "Governance", and "ESG Data." Each category presents the NIPPON KANZAI Group's concepts and policies, along with examples of initiatives undertaken by each Group company.

Sustainability Policy	Environment	Social	Governance	ESG data
<ul style="list-style-type: none"> • Sustainability policy • Initiatives for materiality 	<ul style="list-style-type: none"> • Environmental activities • Climate change • Pollution and resources • Water usage 	<ul style="list-style-type: none"> • Human capital • Work-life balance • Contributing to society and local communities • Supply chain 	<ul style="list-style-type: none"> • Corporate governance • Compliance • Privacy policy 	<ul style="list-style-type: none"> • Participation in initiatives and primary external evaluations • Numerical information
				

Sustainable development goals (SDGs)

We have identified the SDGs to which we contribute by addressing the key issues (materiality) that should be prioritized.



CDP

We support the CDP's activities and actively disclose information about our climate change initiatives and greenhouse gas emissions by responding to its questionnaires.



Certification for CASBEE for Real Estate

We are an accredited institution for CASBEE evaluations and certifications. According to the CASBEE standards for Real Estate or Wellness Office, we can evaluate and certify real estate properties and office spaces.



Primary external evaluations

- Resilience certification
- PPP Agreement Partner
- "Kurumin" Certification

NIPPON KANZAI Holdings "Sustainability" page is available here. ► <https://www.nkanzaihd.co.jp/sustainability/>

Initiatives for ESG

E environment

Initiatives for environment and energy saving

- Carbon offset of Nishinomiya registered office building
- Installation of quick EV charger to Nishinomiya registered office building
- Promotion of replacing corporate cars with EVs
- Enhancement of green product lineup through central purchasing system



Development of environmental business

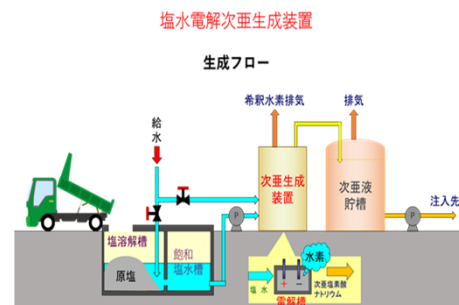
- Proposal of installing photovoltaic facilities

We proactively propose installing solar carports that enable power generation at the parking space to properties under management, such as large-scale facilities, including factories and hospitals.



- Saltwater electrolysis sterilizer: "HypoCell CH Series"

NIPPON KANZAI ENVIRONMENT SERVICE offers a product called "HypoCell", which produces sodium hypochlorite at facilities by separating salt from water through electrolysis. Since it can operate during a disaster as long as there is electricity, we are promoting proposals targeting water and sewerage facilities that require water sterilization.



Forest conservation activities

- Participated in the Collaborative Forest Restoration Project* of Kochi Prefecture

NIPPON KANZAI ENVIRONMENT SERVICE Co., Ltd. has entered into a "Collaborative Forest Partners Agreement" and is sponsoring the Collaborative Forest Restoration Project. Through these activities, we hope to deepen understanding of carbon neutrality, promote sustainable forest regeneration, and foster active exchange with the local community.



Ecosystem Conservation Activities

- Participation in marine conservation activities

NS Corporation participated in the "2025 SHISEIDO BLUE PROJECT Tateyama Beach Cleanup," organized by the SHISEIDO Global Brand Unit on the beach in Tateyama.



Initiatives for ESG

S social

Initiatives related to worker-friendliness and employment

● Various systems related to the realization of a flexible working style

We set up various systems to support the balance between work and child raising/nursing care.

<Major systems>

- Short-time working system (For child raising and nursing care, the system is valid until the child becomes the third grade in elementary school)
- Hour-base paid leave system
- Work-from-home system
- Use of satellite office
- Subsidy system for hiring baby sitter

Promotion of women's career development (including childcare leave system)

- 100% rate of childcare leave system for women
- 100% rate of childcare leave system for men
- Increase in the percentage of women in managerial positions

Assistant Manager level: 55.0%

(11 out of a total of 20 men and women assistant manager)

Managerial position: 11.1%

(4 out of a total of 36 men and women managers) (all as of June 17, 2025)

* Figures of NIPPON KANZAI Holdings Co., Ltd.

- Ensuring equality in the wage gap between men and women

All workers: 52.6%

Regular workers: 55.2%

(all as of March 31, 2025)

Non-regular workers: 47.1% * Figures of NIPPON KANZAI Holdings Co., Ltd.

- "Kurumin" Certification as a Childcare Support Company

NS Corporation Co., Ltd., NIPPON KANZAI Co., Ltd.

Health promotion program for employees

● Health management training

In 2025, we held a seminar on diet and nutrition with an external lecturer.

As one of the important elements of human resource management, we conduct health management training once a year to ensure that our employees maintain good physical and mental health (well-being).



Workplace visits for the families of our employees

● Support the balance of work and family life

One of our initiatives is to help our employees' families understand the nature of our work. As an annual event, we provide an opportunity for our employees' children to experience the atmosphere of our company, creating summer memories.



Initiatives for ESG

S social

Disaster Response Cooperation Agreement

- **Concluded a disaster response cooperation agreement with Chikusei city**

To prepare for major disasters, such as earthquakes with a seismic intensity greater than 6.0, large-scale flooding caused by super typhoons, and other states of emergency, NIPPON KANZAI Co., Ltd. has signed an agreement to provide personnel support and technical advice for early disaster response and recovery assistance.



Response to labor shortage caused by population decline

- **Promotion of DX and robot introduction**

For cleaning large multi-purpose facilities and hospitals that require large number of staffs, we propose combining staff and cleaning robots to achieve efficient operations and maintain high quality. Furthermore, as a countermeasure against the inevitable labor shortage in the near future, we are comparing and verifying the characteristics of robots from various manufacturers in order to make appropriate selections.

[Example of use: hospital cleaning]

- Take measures so as not to interfere traffic of medical professionals, etc. by conducting cleaning of common areas (corridors and lobbies) at night and in the early morning
- Select the large cleaning robot for the wide area, and the small cleaning robot for the place where desk, chair, etc. are installed
- Adopt HEPA filters to provide excellent quietness and clean exhaust
- Requests from medical offices that require cleanliness (increase in cleaning frequency)

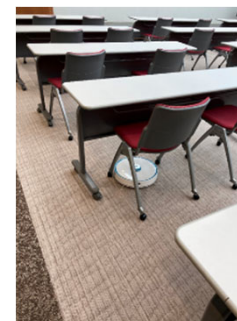
Health and Safety Cooperation Association

- **Health and Safety Cooperation Association supported by NIPPON KANZAI**

We hold health and safety conventions and provide health and safety education based on the annual plan. We support voluntary operations and health and safety education by six branches and subcontractors nationwide.



[Selection of robots]



Cleaning robots for indoor use



Lawn mowing robot

Initiatives for ESG

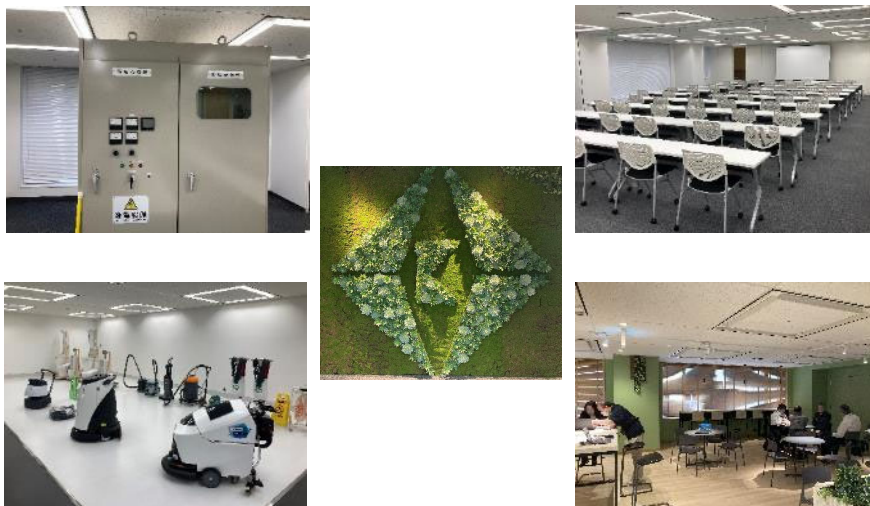
S social

● April 2025: Start of full-scale operations at the HR development center "Growth Square"

In October 2024, we expanded and relocated our training center, and opened a corporate museum on the same floor on April 1. The training center is commonly referred to as the "Green Square," and the corporate museum is called the "Blue Square." The "Green Square" is designed for training new employees, specialized qualification courses, and internal training, while the "Blue Square" is designed to be a place for customers and employees to deepen their understanding and empathy for our business activities through meaningful learning and interaction. The "Green Square" and "Blue Square" are based on the shape of NIPPON KANZAI's company logo and represent our desire to continue expanding outward. That desire led to the creation of the "Growth Square," a place where employees can grow through human resource development and improved job satisfaction and sense of belonging.

HR development center "Growth Square"

Green Square (training center)



Blue Square (corporate museum)



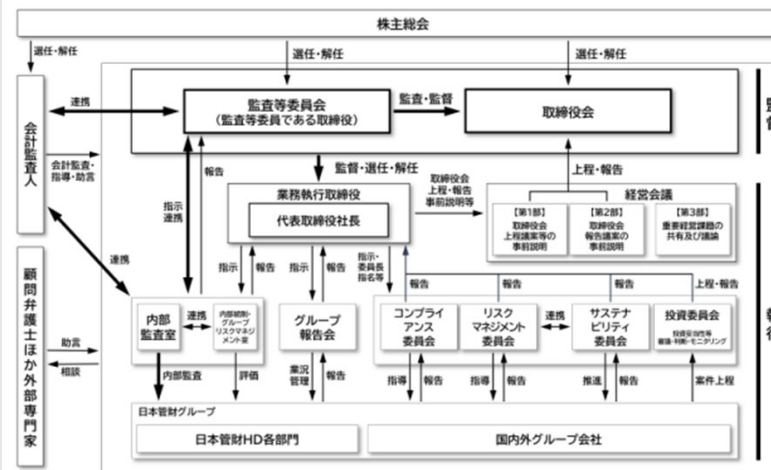
Initiatives for ESG

G governance

Initiatives for strengthening corporate governance

● Corporate governance systems

■ Form of organization design	Company with an audit and supervisory committee
■ No. of directors who are not audit and supervisory committee members (among which, external directors)	8 (0)
■ No. of directors who are audit and supervisory committee members (among which, external directors)	4 (4)
■ Term of directors other than audit and supervisory committee members	1 year
■ Term of directors who are audit and supervisory committee members	2 years
■ Operation enforcement structure	Executive officer system (4 people)

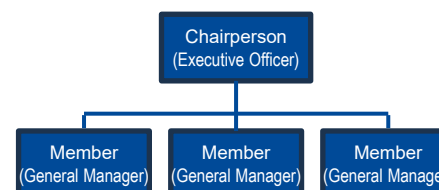


(as of June 20, 2024)

● Establishment of the Safety and Health Committee

We have established the Safety and Health Committee with the aim of creating a safe and comfortable working environment. The purpose of this policy is to promote smooth occupational safety and health management throughout the company with the understanding and cooperation of employees. We will establish a Central Committee and Regional Committee to conduct research and deliberations and make recommendations for improving safety and health. The Central Committee shall convene once every six months as a general rule. The Regional Committee shall convene once every month.

"Organization Chart of the Safety and Health Committee"



● Acquisition of Resilience Certification

"Resilience Certification" is a system to certify the companies and organizations that support the intent of "building of national resilience" based on the "Guidelines for Certification of Organization Contributing to National Resilience" promoted by the National Resilience Promotion Office, Cabinet Secretariat, and that are committed to business continuity.

In July, 2025, NIPPON KANZAI Co., Ltd. has been renewed as an organization that acquired "Resilience Certification."

Registered organization	NIPPON KANZAI Co., Ltd.
Scope	Business continuity
Certified date (Renewal)	July 31, 2025 (renewal)
Period	2 years (renewal screening after 2 years)
Announcement	On July 31, the first certification organizations in fiscal 2023 were announced on the website of the Association for Resilience Japan.

*Integrated operation with HD



Reference (1)

Company Information

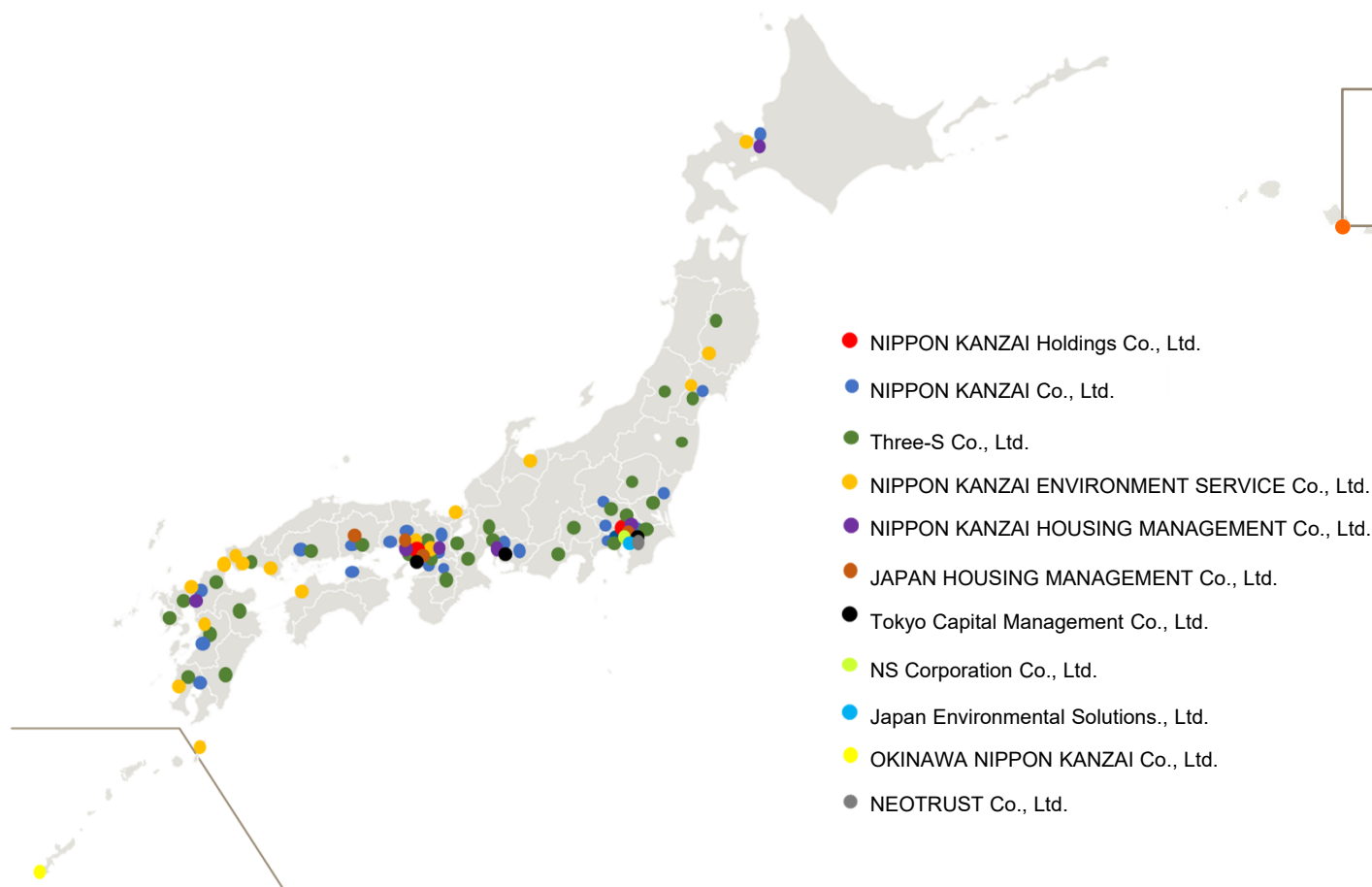
Basic Information

The NIPPON KANZAI Group respects each building and keeps maintaining the value.

Business name	NIPPON KANZAI Holdings Co., Ltd.
Establishment	April 3, 2023
Share capital	¥3,000 million
Representative	Shintaro Fukuda, President and Representative Director
Address of headquarters	2-1-10 Nihombashi, Chuo-ku, Tokyo, Japan
Address of registered office	9-16 Rokutanji-cho, Nishinomiya City, Hyogo Pref., Japan
Business Descriptions	The business management of the Group companies that operate office buildings, housing complexes, environmental facilities and real estate fund management business, and business incidental or related to this
Number of employees	Consolidated: 11,588 (as of September 30, 2025)

Business Site

Since establishment, we have offered one-stop solution for the optimum operation management, taking advantage of the five-decade experience, knowledge, nationwide network, wide business area, and the latest building engineering.



Residential management company in California, United States, with expertise in managing gated communities

Keystone Pacific Property Management, LLC

The largest residential management company in Hawaii

Hawaiiana Holdings Incorporated

Property management company in Hawaii

Pacific Property Group, Inc.

The largest residential management company in Australia

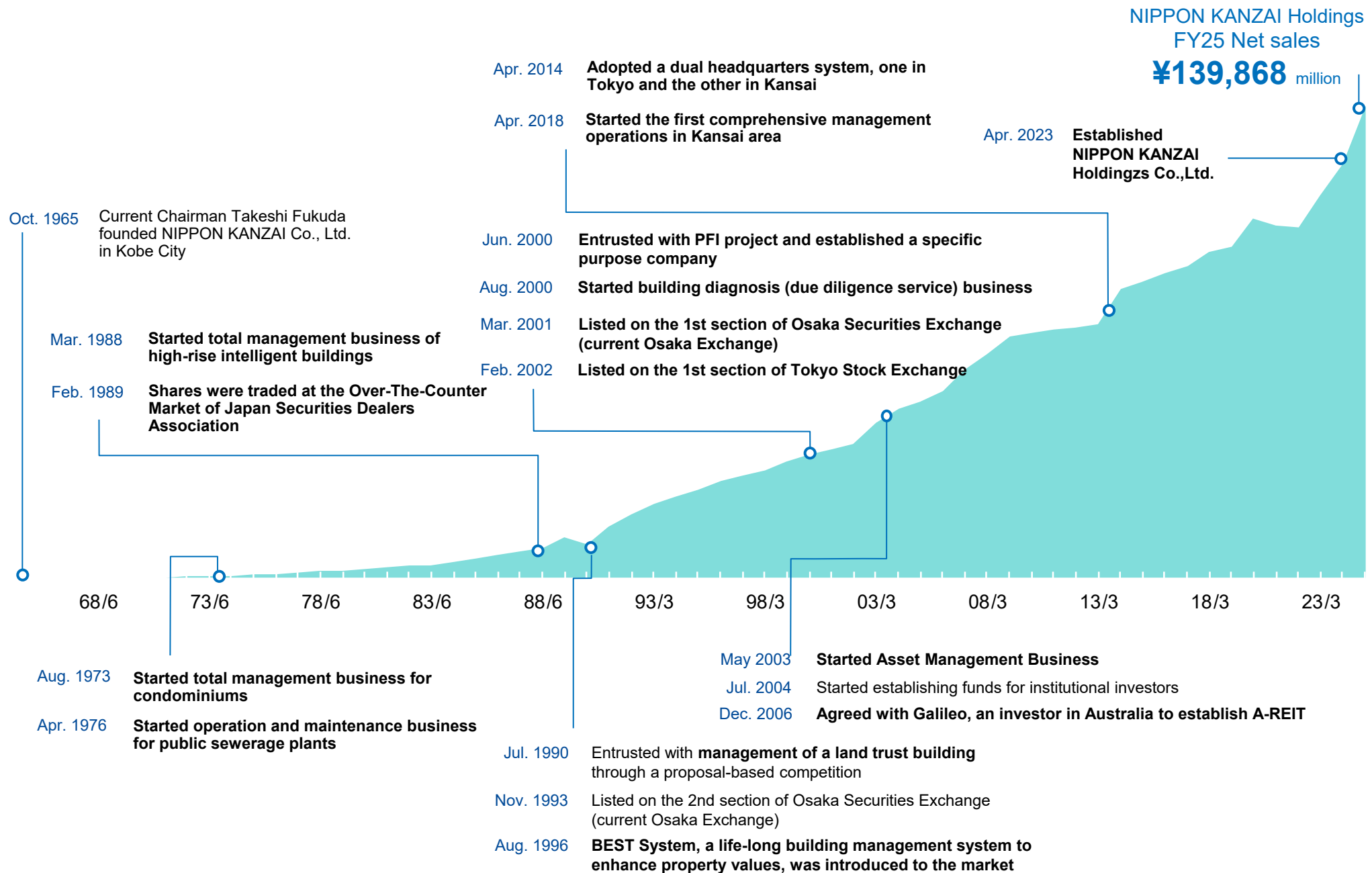
Prudential Investment Company of Australia Pty Ltd (PICA)

Residential management company in Munich, Germany

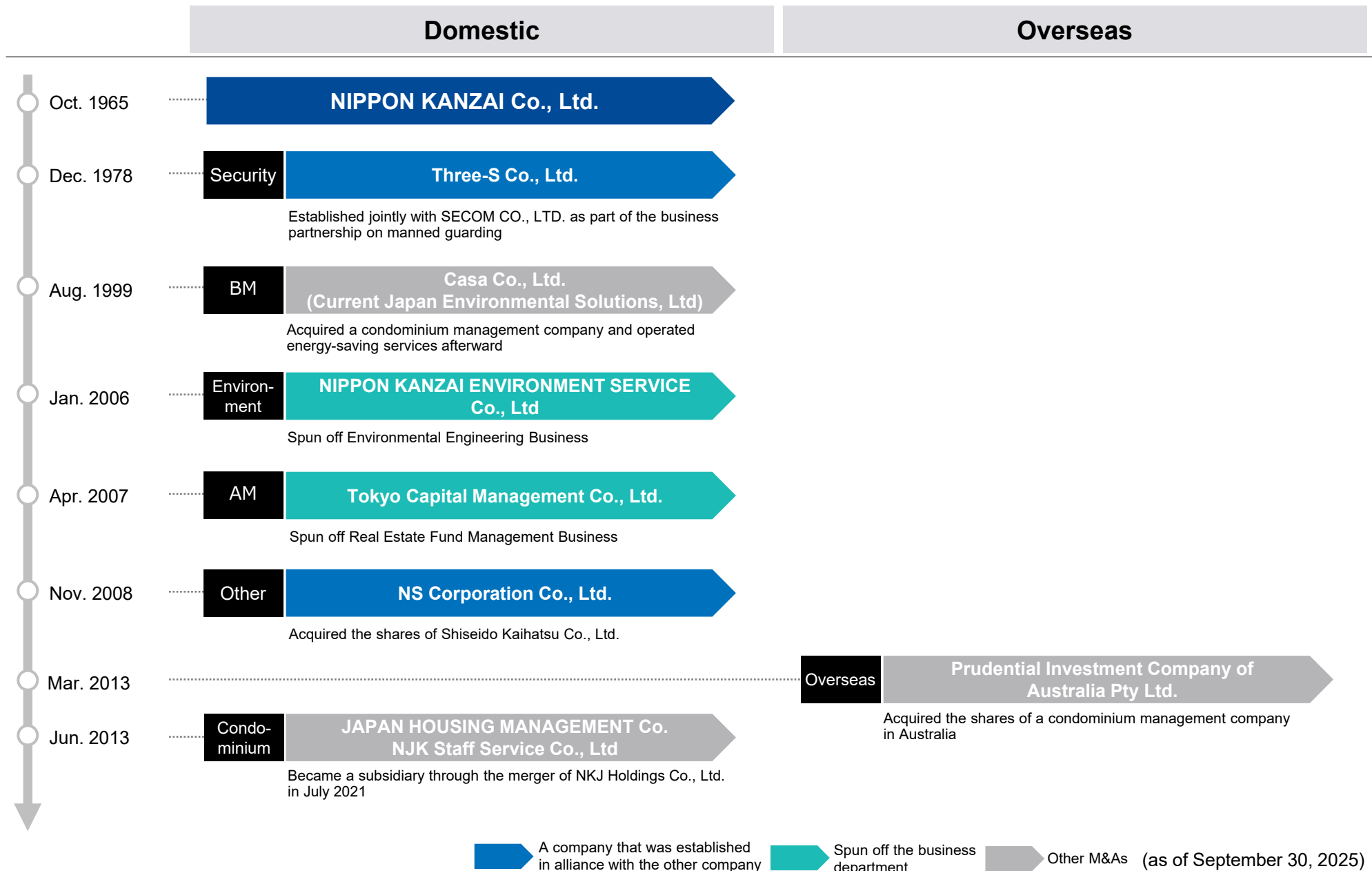
Ackermann Hausverwaltung GmbH

(as of September 30, 2025)

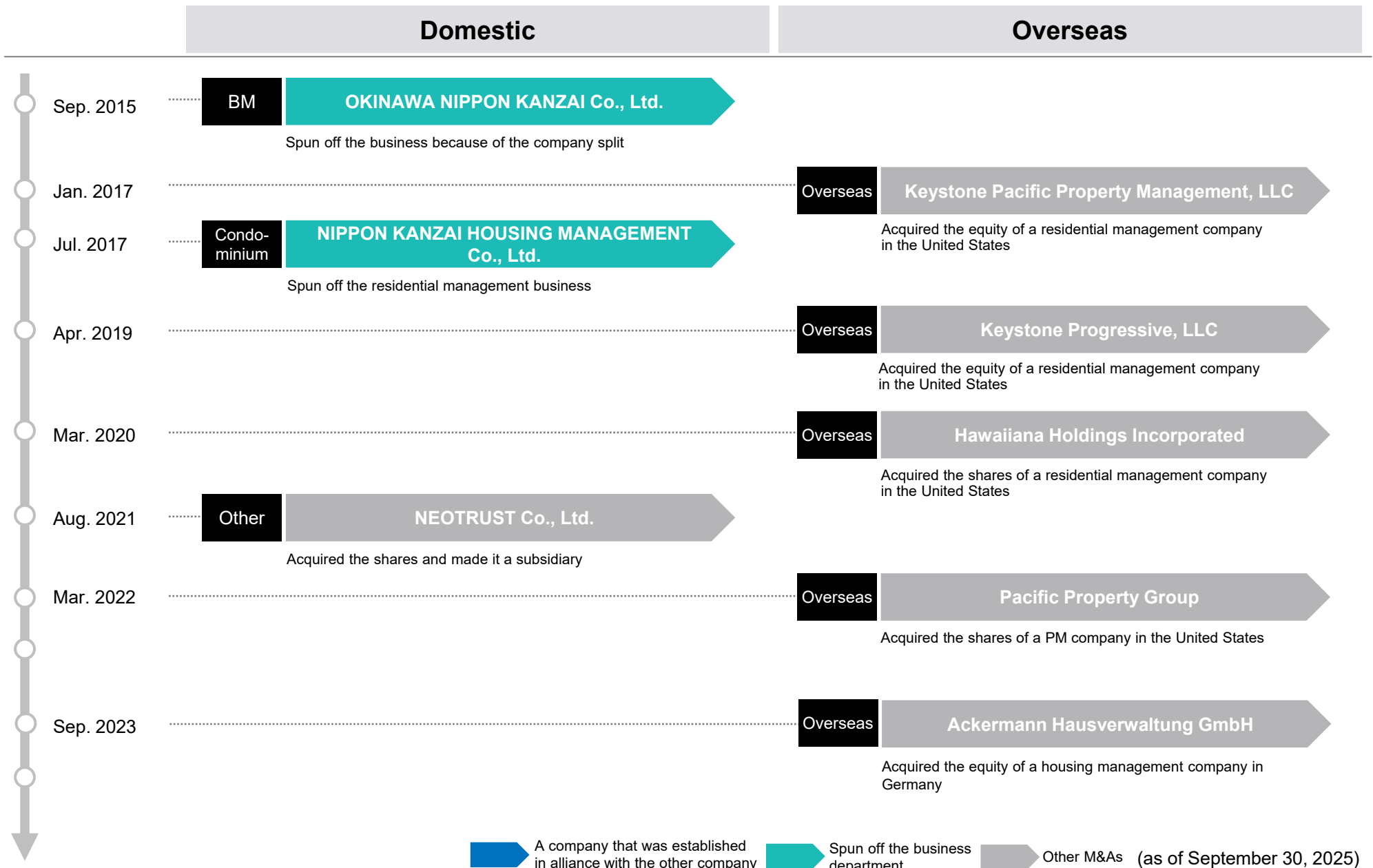
History of NIPPON KANZAI



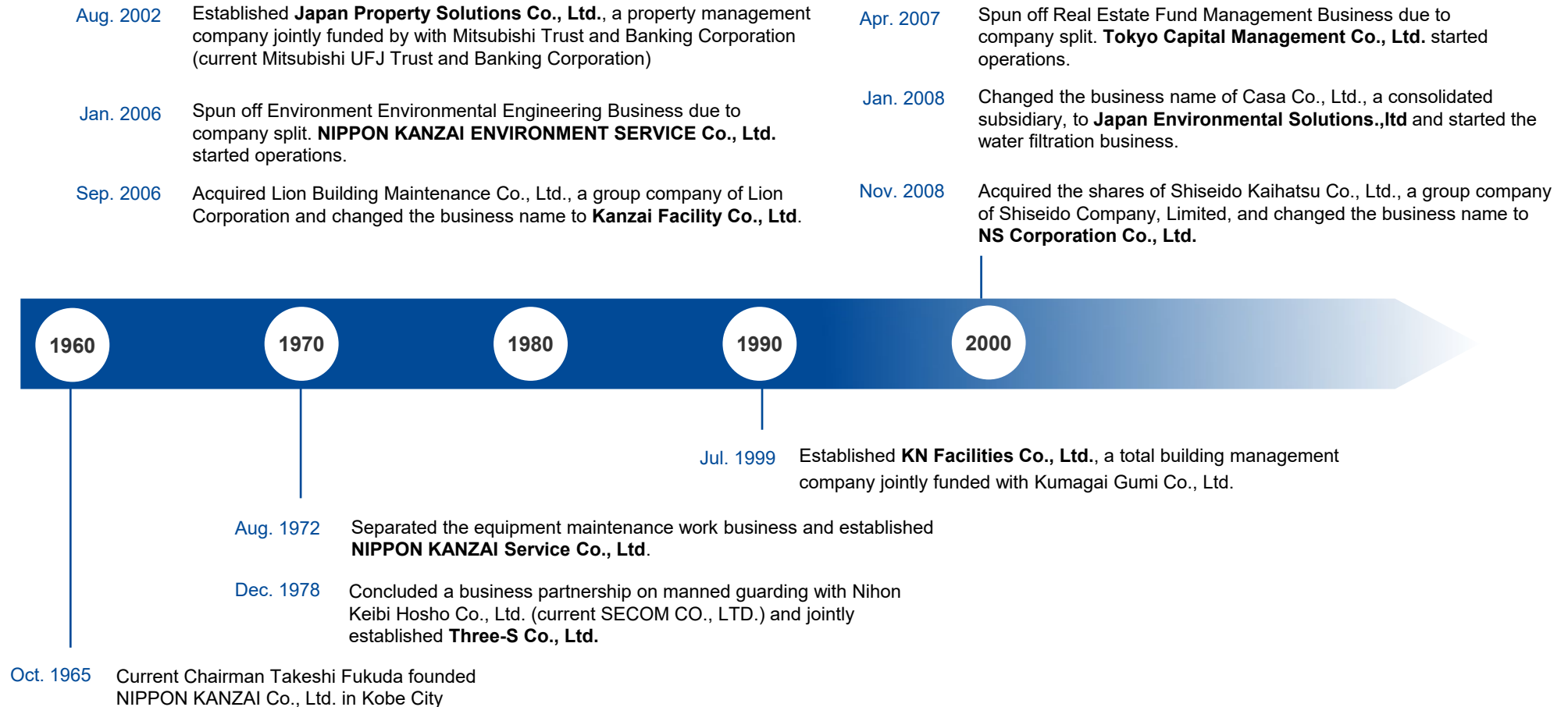
Group Company History (1) (1965-2014)



Group Company History (2) (2015-Present)



Alliance Strategy Taking Advantage of Independent Type (1) (1965-2010)



Alliance Strategy Taking Advantage of Independent Type (2) (2011-Present)

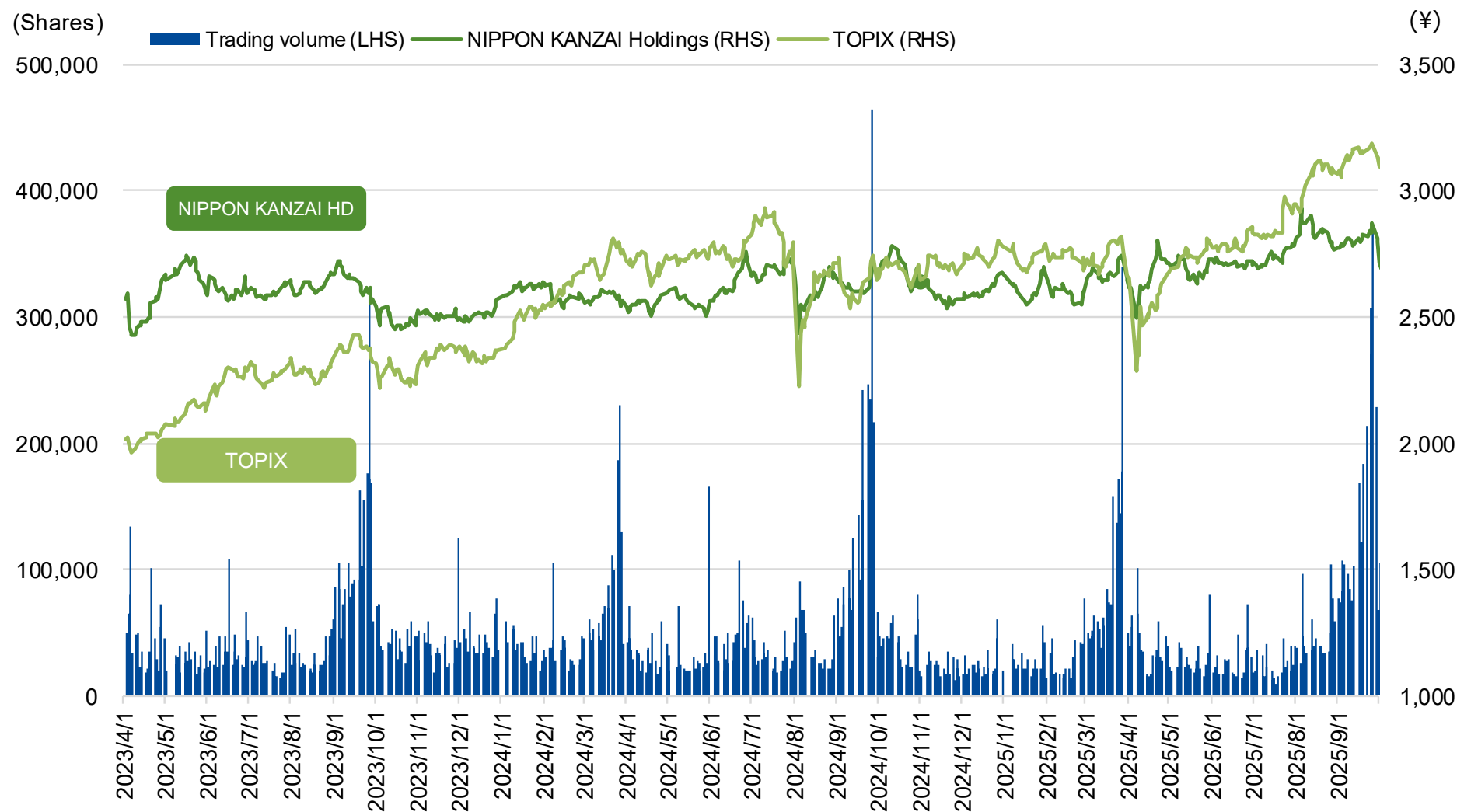


Mid-Term Transition of Business Performance



*Residential Management and Operations before FY14 is included in Building Management and Operations.

Share Price Trends

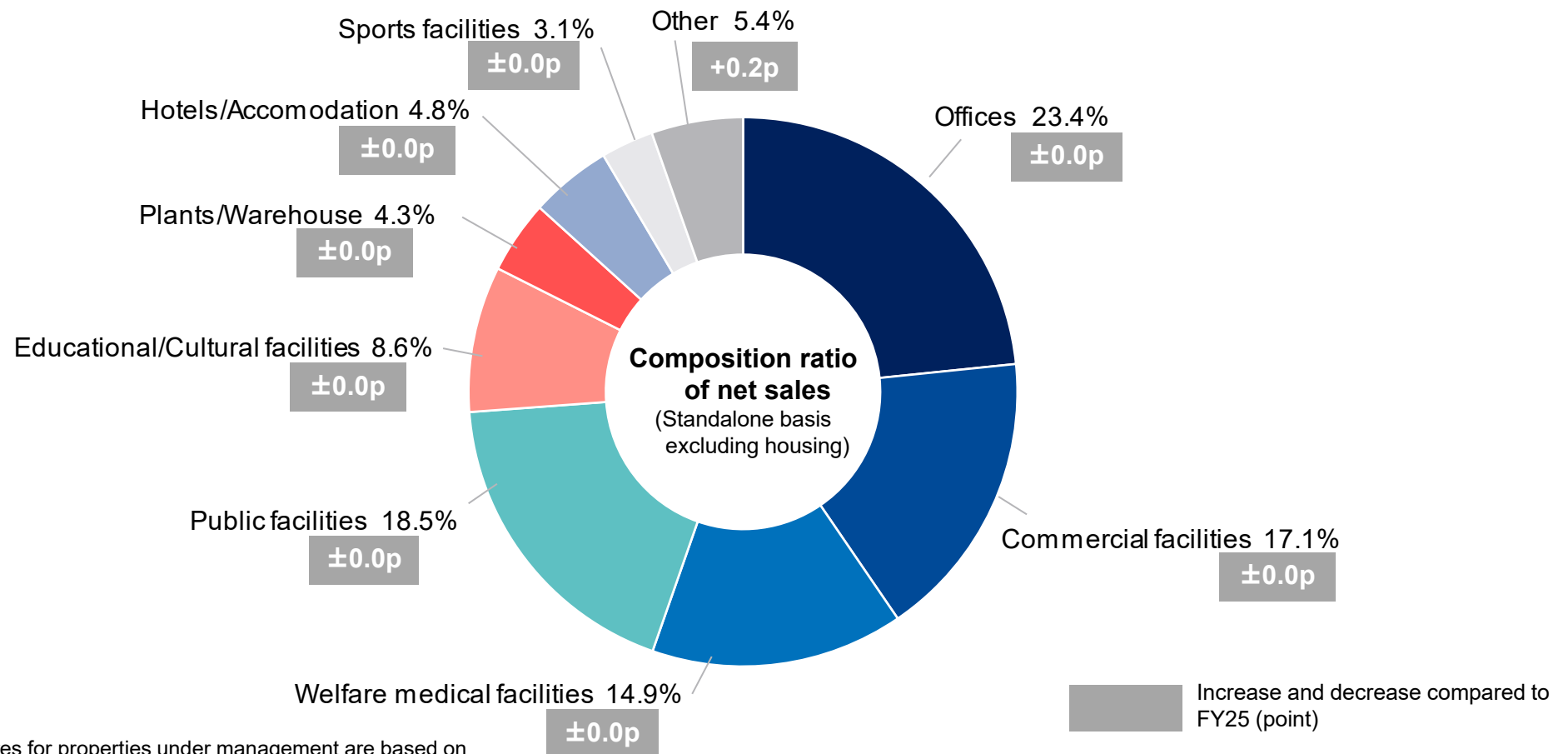


Diversity of Operation Management Facilities (Building Operation Management Business)

NIPPON KANZAI Co., Ltd.

■ Portfolio of operation management building

- Covering a wide range of applications, such as offices, large-scale commercial facilities, and public facilities
- Recently, there is a growing trend in the number of opportunities to manage government facilities due to an increase in the acceptance of comprehensive management for public facilities and designated administrator projects.



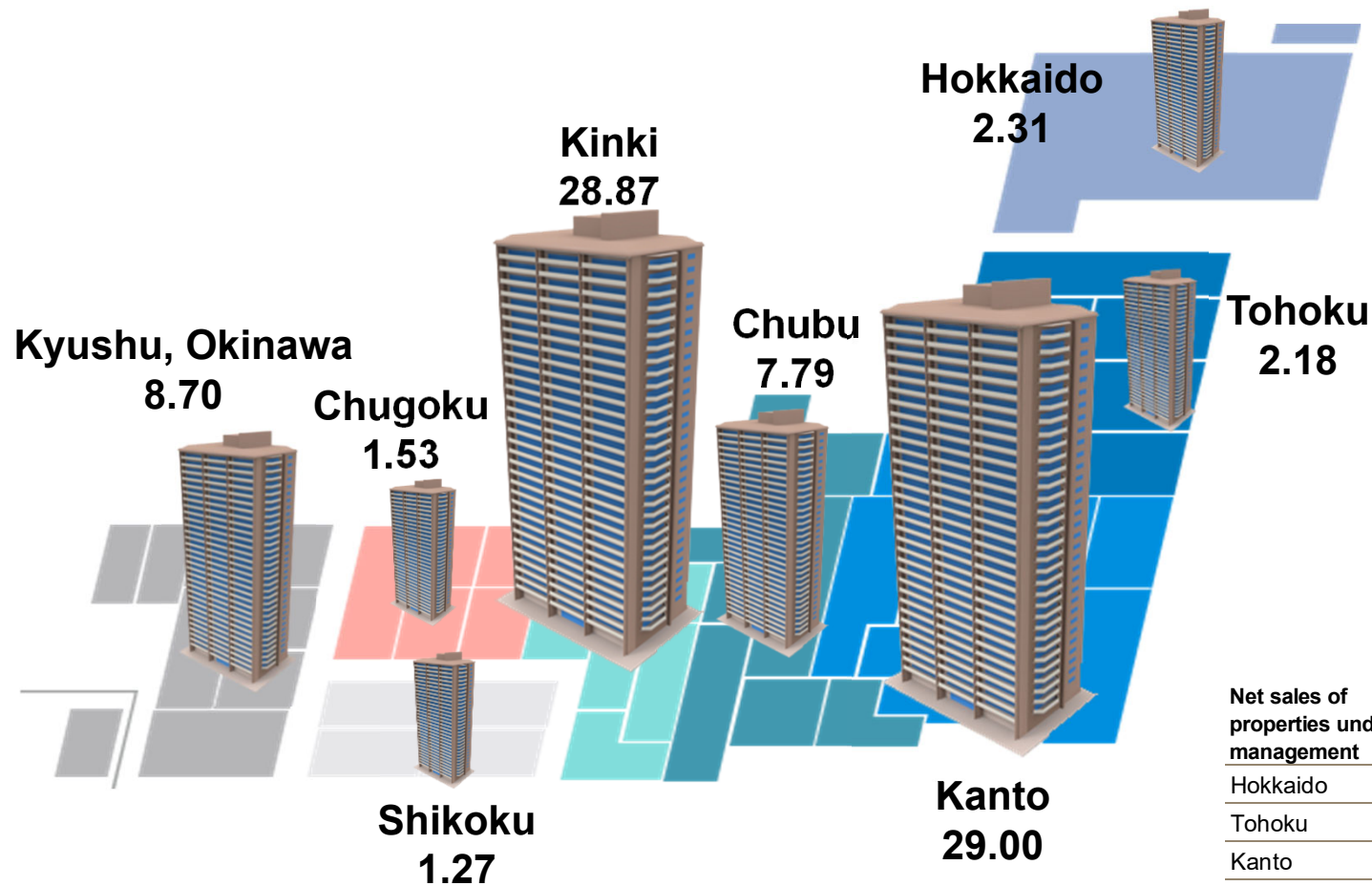
*Figures for properties under management are based on data in NIPPON KANZAI data base "Building charts."

(as of September 30, 2025)

Net Sales by Region (Building Management and Operations)

NIPPON KANZAI Co., Ltd., Three-S Co., Ltd., OKINAWA NIPPON KANZAI Co., Ltd.

(Unit: ¥ billion)



Net sales of properties under management	(¥ billion)	Composition ratio (%)	YoY Changes (%)
Hokkaido	2.31	2.8%	-2.5%
Tohoku	2.18	2.7%	127.0%
Kanto	29.00	35.5%	12.6%
Chubu	7.79	9.5%	5.1%
Kinki	28.87	35.3%	26.1%
Chugoku	1.53	1.9%	-5.0%
Shikoku	1.27	1.5%	33.6%
Kyushu	8.70	10.6%	70.5%
Total	81.65	100.0%	21.8%

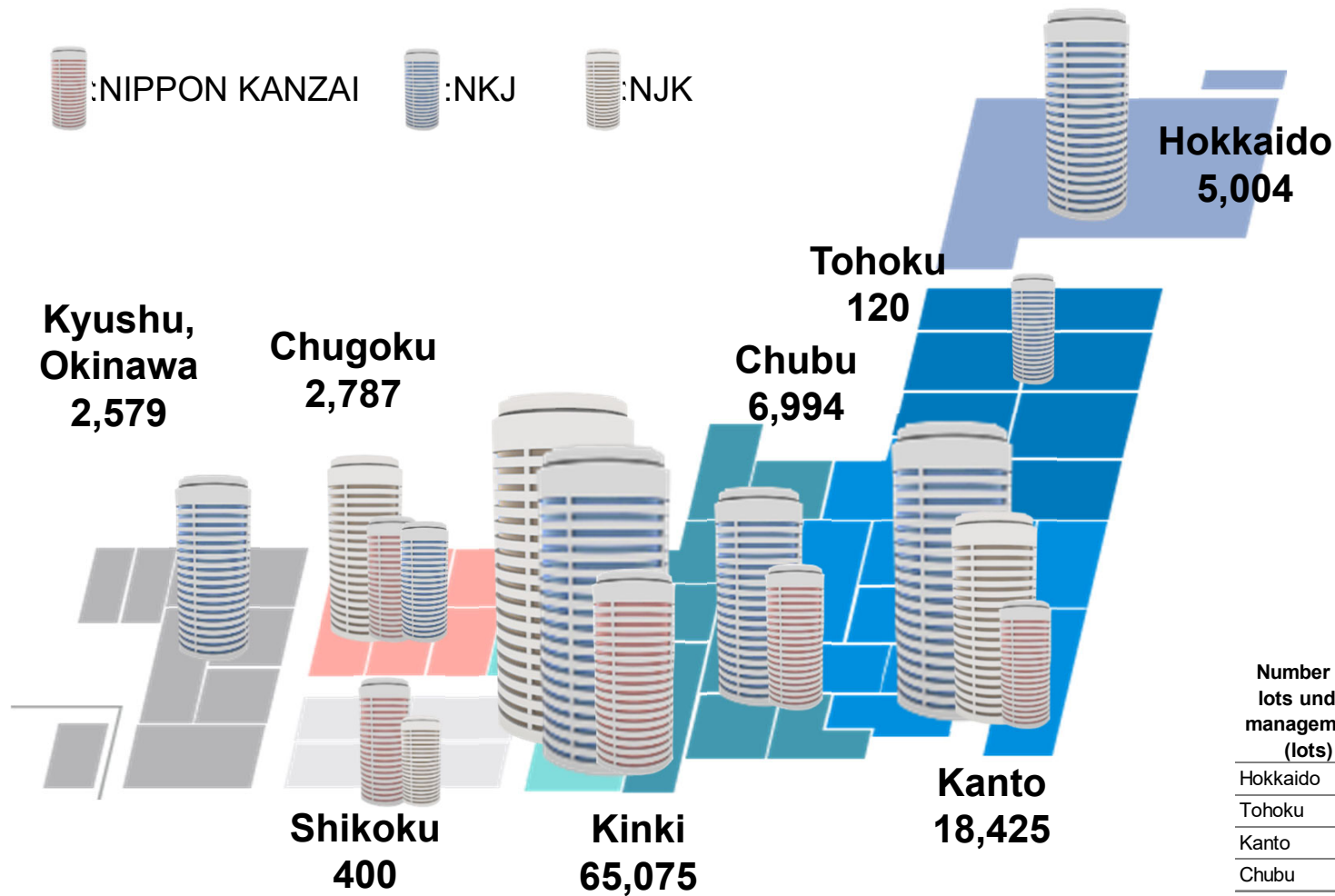
*Figures for properties under management are based on data in NIPPON KANZAI data base "Building charts."

(as of March 31, 2025)

Number of Lots under Management by Region (Residential Management and Operations)

NIPPON KANZAI Co., Ltd., NIPPON KANZAI HOUSING MANAGEMENT Co., Ltd., JAPAN HOUSING MANAGEMENT Co., Ltd.

(Unit: lots)



*NKJ: NIPPON KANZAI HOUSING MANAGEMENT Co., Ltd.

NJK: JAPAN HOUSING MANAGEMENT Co., Ltd.

*Numerical value based on the data reported to "entrusted business records by prefecture" investigated by Condominium Management Companies Association.

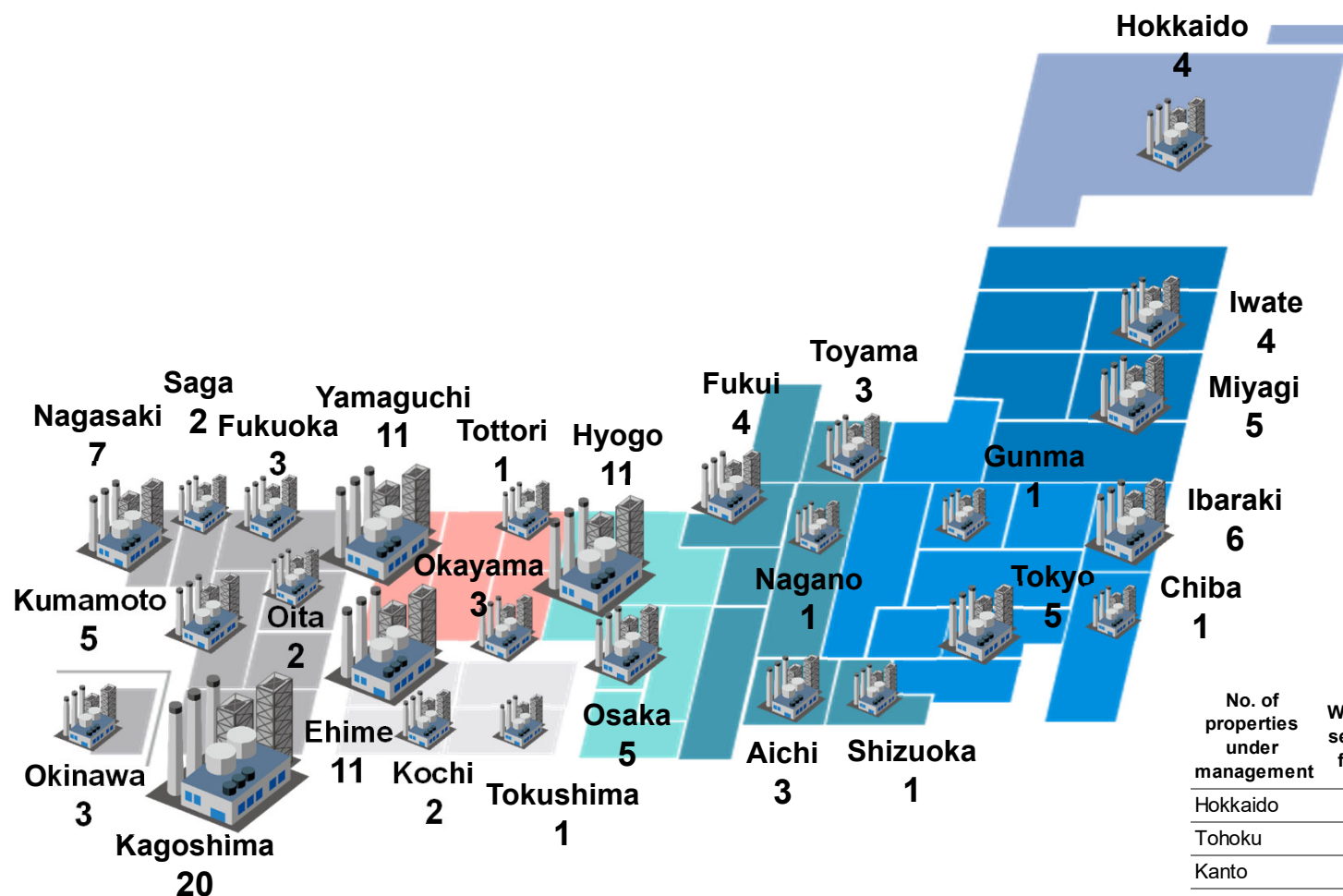
Number of lots under management (lots)	NIPPON KANZAI	NKJ	NJK	YoY Changes (%)
Hokkaido	-	5,004	-	5.8%
Tohoku	-	120	-	0.0%
Kanto	356	12,655	5,414	-1.8%
Chubu	735	6,259	-	8.0%
Kinki	3,015	22,561	39,499	-0.4%
Chugoku	266	195	2,326	0.0%
Shikoku	361	-	39	0.0%
Kyushu	-	2,579	-	-15.8%
Total	4,733	49,373	47,278	-0.3%

3 companies total: 101,384 (as of September 30, 2025)

Number of Facilities under Management by Region (Environmental Facilities Management)

NIPPON KANZAI ENVIRONMENT SERVICE Co., Ltd.

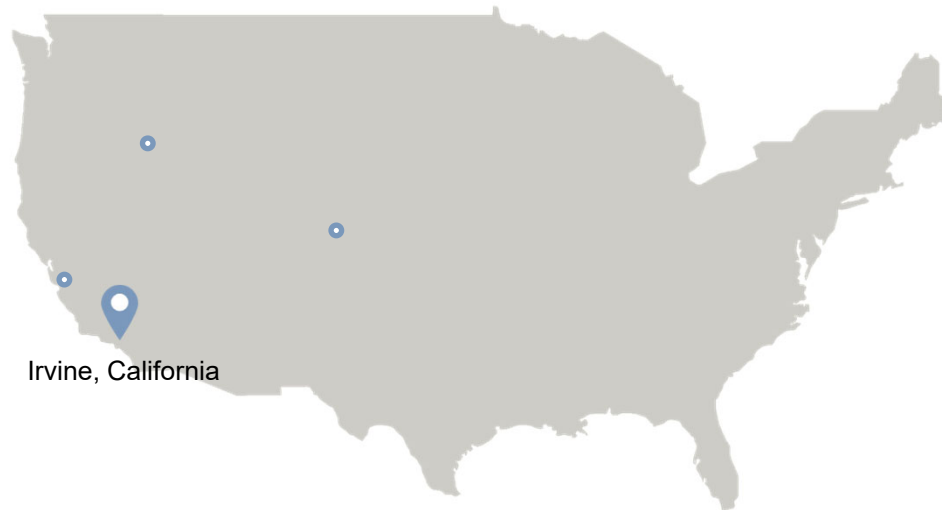
(Unit: cases)



No. of properties under management	Water and sewerage facilities	General waste treatment facilities	Biomass power generation facilities	Total	Composition ratio(%)
Hokkaido	1	3	-	4	3.2%
Tohoku	-	9	-	9	7.2%
Kanto	2	10	1	13	10.4%
Chubu	2	10	-	12	9.6%
Kinki	10	6	-	16	12.8%
Chugoku	7	8	-	15	12.0%
Shikoku	11	3	-	14	11.2%
Kyushu	16	25	1	42	33.6%
Total	49	74	2	125	100.0%

(as of September 30, 2025)

Overseas Development (Overview of Keystone, LLC)



Irvine, California

Head Office



Properties under Management



Company Overview

Keystone Pacific Property Management, LLC (hereinafter "Keystone") is a residential management company that manages residential communities, including gated communities. Gated communities are developments consisting of detached housing and high-end multi-unit homes in estates surrounded by walls. Keystone provides homeowner associations with support services, including holding annual general meetings, accounting and financial reporting, and on-site management. It has a reputation for offering high-quality and detailed services. Other than subsidiaries and affiliates of major nationwide companies, Keystone is ranked within the top five companies in Southern California. Since 2019, Keystone has made progress in expanding service area coverage through M&A.

Background

In January 2017, NIPPON KANZAI's subsidiary, NIPPON KANZAI USA, Inc. acquired an ownership interest in Keystone, and as of May 2024, became a consolidated subsidiary of NIPPON KANZAI Holdings Co., Ltd.

NIPPON KANZAI will work to raise operational efficiencies and expand services through renovation of the IT system and targeted future growth through incorporating the Company's know-how while expanding communities under management to include high-rise condominiums etc. In addition, Keystone has acquired the management rights of multiple companies within the same industry while expanding into new markets. The company plans continued growth in the future.

Most Recent Business Environment

The current environment has slightly reduced levels of inflation and as a corresponding reduction of the fed funds rate, which has reduced our bank earnings credits and increased escrow revenue. As inflation has reduced, we have seen a slight improvement in employee and client retention. Rapid consolidation in our industry has driven multiples in acquisitions and presents a unique opportunity as an acquirer to position ourselves long-term to be in a small group of large consolidators.

Company Name

Keystone Pacific Property Management, LLC

Establishment

September 15, 2016

Main Business

Residential community management

Head Office

Irvine, California

Major Branches

Southern California, Colorado, and Idaho

No. of Employees

Approx. 480 (including temporary workers) as of December 31 2024

No. of Units under Management

Approx. 163,000 units, approx. 950 associations as of December 31 2024
(including the Company's subsidiary, Keystone Progressive)

Overseas Development (Overview of Hawaiiana)

Company Overview

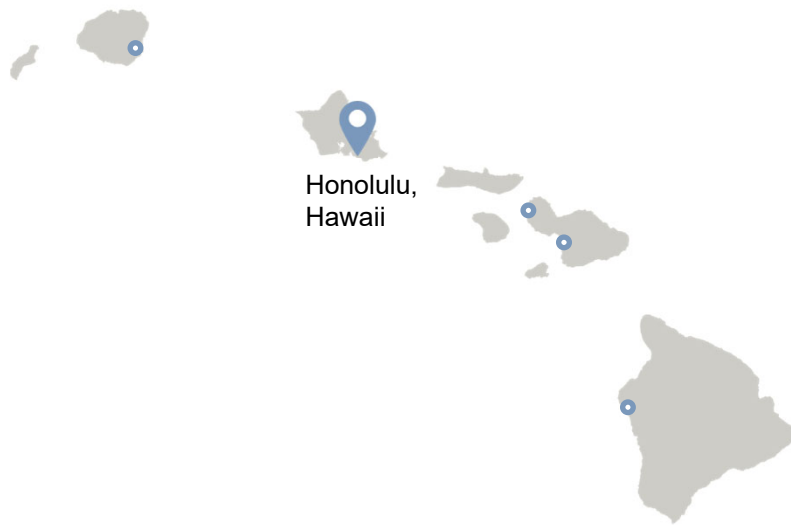
Hawaiiana Holdings Incorporated (hereinafter "Hawaiiana") is the largest AOA ("Association of Apartment Owners") management company in the State of Hawaii. Hawaiiana provides apartment owners' associations with support services including holding board meetings and annual general meetings, as well as providing accounting and financial reporting. Hawaiiana is a highly reputable yet locally operated company with a long history in the industry. It operates on six islands including Oahu (home to Honolulu), Maui, Hawaii and Kauai.

Background

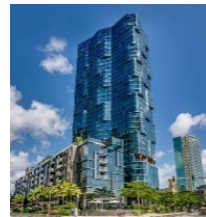
NIPPON KANZAI acquired a 50% share of Hawaiiana from the local real estate company Swell International (SI) in March 2020, making it an equity method affiliate. In August 2023, after transferring this share to our subsidiary company, NIPPON KANZAI USA, Inc., NKUSA completed the acquisition of the remaining shares from SI, making Hawaiiana a wholly-owned subsidiary of NKUSA.

Most Recent Business Environment

While there has been softening of higher interest rates over the past few years, inflation, a strong US\$, and continued high real estate prices since last year have led to a continued slump in real estate transactions. As a result, revenue related to real estate transactions have not yet returned to pre-COVID levels and have remained flat since 2022. Labor shortages continue to persist, making talent acquisition a significant challenge. However, management fees remain stable. Hawaiiana continues a significant lead in market share, and acquisition opportunities are present, albeit on a smaller scale.



Properties under Management



Company Name

Hawaiiana Holdings Incorporated

Establishment

September 24, 2008 (Founded in 1964)

Main Business

AOAO management

Head Office

Honolulu, Hawaii

Major Branches

Maui, West Maui, Kona, Kauai

No. of Employees

Approx. 240 (as of December 31, 2024)

No. of Units under Management

Approx. 105,000 units, 694 associations (as of December 31, 2024)

Overseas Development (Overview of PPG, Inc.)



Company Overview

Located in Honolulu, Hawaii, Pacific Property Group (hereinafter "PPG") provides property management, leasing and sales brokerage services to over 20 commercial properties including a shopping center in Waikiki that has well-known shops and restaurants as tenants. PPG is a small-sized yet excellent local company that provides quality services. PPG values personal relationship in marketing and due to this philosophy, PPG has many long-time and repeat clients.

Background

Our resident officer in Hawaii was introduced to PPG and after due consideration, NIPPON KANZAI's subsidiary, NIPPON KANZAI USA, Inc., acquired 90% of shares from founder/president in March 2022. PPG is an equity-method non-consolidated subsidiary of NIPPON KANZAI.

Most Recent Business Environment

Brokerage activity started to show signs of an increase in demand for quality product. Three full commission brokers were added to the team which has resulted in an expanded pipeline of opportunities. We anticipate brokerage revenue growing steadily in the coming years which should also lead to securing additional property management mandates. The property management side of the business remains stable. Recruiting experienced property managers continues to be challenging.

Company Name	Pacific Property Group, Inc.
Establishment	February 27, 2007
Capital	USD1,000 (JPY158,150) *USD1=JPY158.15 (as of December 31, 2024)
Main Business	Commercial Property Management
Head Office	Honolulu, Hawaii
No. of Employees	13 as of December 31, 2024
No. of Properties under Management	21 as of December 31, 2024

Overseas Development (Ackermann HV Ltd.)



Munich, Bavaria
State, Germany

Company Overview

Residential property management company, providing HOA, brokers for sale, rental and facilities management. While in the German market, which often specializes only HOA management, their business model has been established with focus on the 'stock business' of rental and HOA management, with a wide range of 'flow business' such as 'brokerage' and 'repairment' generated from stock businesses. It is counted as one of the three largest housing management companies in Munich.

Background

In September 2023, Nippon Kanzai Deutschland GmbH, a subsidiary newly established in July 2023, acquired a 75% equity interest from the owner and Group CEO, making Ackermann a non-consolidated subsidiary under the equity method. From now and forward it will also work on longer-term strategies, utilizing the knowledge developed in Japan, Australia and the US, as well as our company's stable financial base.

Most Recent Business Environment

After start of war in Ukraine in 2022, energy and other prices have risen worldwide, especially in Europe and utmost in Germany, as the country depended highly on Russia for energy. Therefore, with labor costs, material prices and interest rates all rising, the challenge is to transfer the cost increases to sales and to cover the decline in the intermediary sector.

Office



Properties under Management



Company Name

Ackermann Hausverwaltung GmbH (Ackermann HV)

Establishment

14 May 2001 (founded in 1919)

Main Business

Mainly housing management

Head Office

Munich, Bavaria, Federal Republic of Germany

Major Branch

City of Munich

No. Employees

Approx. 70FTE (as of December 31, 2024)

No. of Units under Management

Rental management: approx. 11,500 units;
management of condominium units: approx. 5,800 units (approx. 130 associations) as of December 31, 2024

Overseas Development (Overview of PICA Pty Ltd.)



Reception



Properties under Management



Company Overview

PICA is the largest "Strata Management Company" in Australia and acts as an agent for Owners Corporations. Using multiple brand names, such as "BCS" (Body Corporate Services), PICA mainly provides services to support Owners Corporations which includes collecting delinquent management fees. Leveraging off NIPPON KANZAI's expertise, PICA has introduced facility management services.

Background

NIPPON KANZAI acquired 50% of PICA shares from Fexco, a global fintech organization, in March 2013. Currently Board oversight is provided by directors from NIPPON KANZAI and Fexco. Founded in 1981, Fexco employs over 2,950 people and now has operations in 29 countries across Europe, the Middle East, Asia-Pacific, North America and Latin America. Fexco website: <http://www.fexco.com/>

Most Recent Business Environment

While PICA Group is proactively pursuing business improvement through "Simplification, Automation and Growth" strategies, they are, as the true industry leader, striving to enlighten regulators, legislators and customers toward fair and just understandings of the strata management industry as a whole, countering media-initiated headwinds and intense scrutiny.

Company Name

Prudential Investment Company of Australia Pty Ltd.

Establishment

October 4, 1948

Capital

AUD28 million (JPY2,800 million) (as of December 31, 2024) *AUD1=JPY98.54

Main Business

Strata management, debt collection

Head Office

Sydney

Major Branches

Major cities of East Coast, including Sydney, Melbourne, Brisbane, Cairns etc.

No. of Employees

Approx. 720 as of December 31, 2024

No. of Lots under Management

Approx. 186,000 lots, 11,000 Plans (Owners Corporations) as of December 31, 2024

The NIPPON KANZAI Group's DX Initiatives

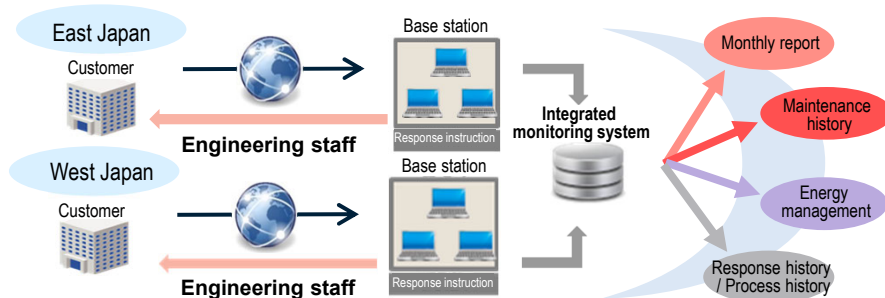
- By visualizing the status of facilities and monitoring it in real time, we can respond quickly to building anomalies.

2. Visualization of equipment status

Operation of "WAFM (Wide-Area FM Center)"

Overview of WAFM (Wide-Area FM Center)

WAFM, with bases in the east and west, operates 24/7, conducting remote monitoring of facility management buildings, machinery security services, and call center operations. By monitoring abnormal trends and values, we can quickly detect problems in buildings and support their stable operation by responding promptly.



- Standardization of the security level and strengthening of governance through the group's common core system

3. Providing and sharing systems

4. Conversion of work records to data files

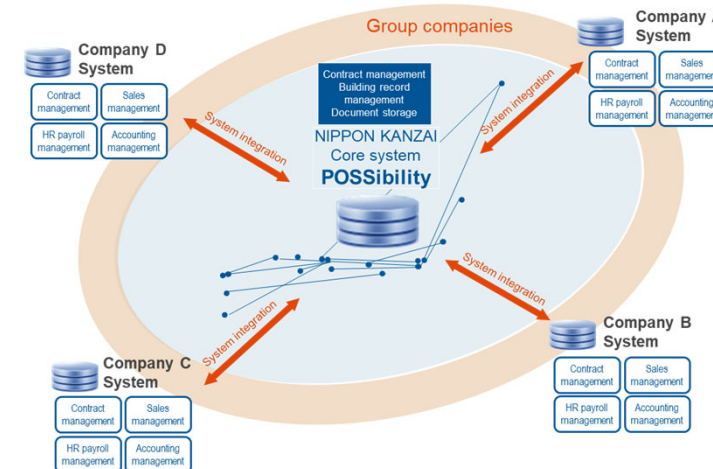
Standardization of the core system "POSSibility"

Overview of the core system "POSSibility"

This is a web-based core system unique to the Group that enables management of contract and operation status, preparation of quotation, and order processing with partner companies, etc. Integration is currently underway, not only with the core system, but also with various management systems of Group companies, such as accounting, personnel payroll and attendance management.

Other adopted systems

- System adapted to regulations on invoice and Electronic Record Retention Law
- Standardization of purchasing system



The NIPPON KANZAI Group's DX Initiatives

Promoting operational efficiency and labor savings through the use of IT / ICT

3. Providing and sharing systems

Facilities information sharing system app "NK Connect"

Overview of "NK Connect"

It is an app that allows you to check the management status of facilities such as inspection information and history of repairs in a timely manner on your PC or smartphone.

- Sharing of information with customers and partner companies on the Cloud, Centralized management of various building information, work plans, and repair plans
- Promoting the use of a work management app on smart devices, reporting of malfunctions, digitization of on-site forms, and data conversion of inspection records.



Work plan & repair plan management

▲Screen sample

Confirmation of work fulfillment

Detailed work report

4. Conversion of work records to data files

Utilization of building management app "Kanri-Roid"

Context of the introduction of "Kanri-Roid"

In order to digitize and improve the efficiency of operations, we introduced "Kanri-Roid", an AI-driven cloud-based real estate management software developed by THIRD INC., into meter reading and inspection works of unmanned properties under management. The reduction of analog administrative tasks, such as transcribing hand-written inspection sheets into data, has improved efficiency. Currently, after conducting trials, we are progressing with expanding the range of properties to be introduced and the scope of functions to be used.

AIで効率化!
No.1 建物管理
クラウドシステム
管理ロイド



■検針業務アプリ画面イメージ



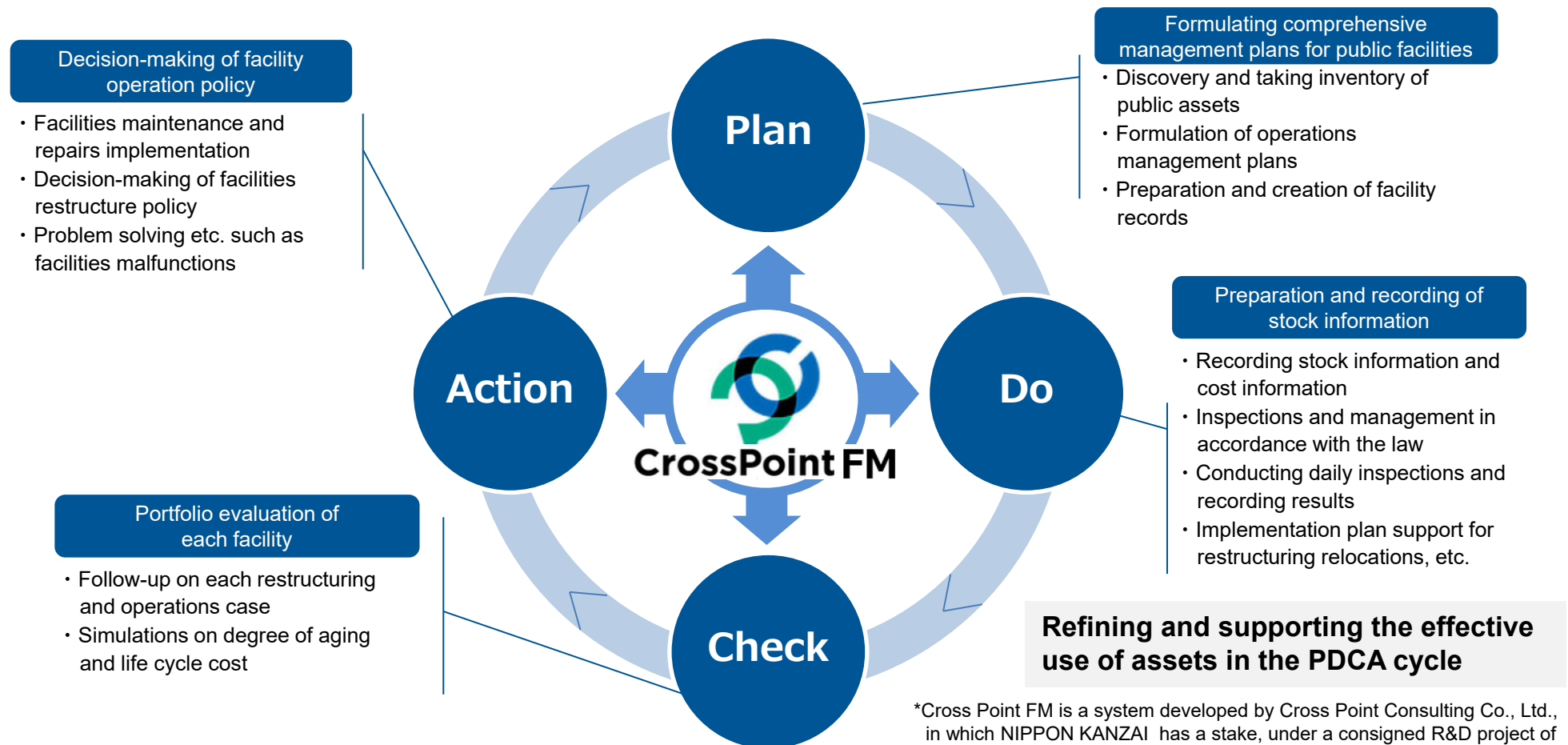
The NIPPON KANZAI Group's DX Initiatives

- Cross Point FM supports automatic evaluation, optimal facility placement planning, and operations management for public facilities

3. Providing and sharing systems

Public facilities management systems: Cross Point FM*

Cross Point FM is a system designed to support public officials in reducing their workload while maintaining and improving resident services.



*Cross Point FM is a system developed by Cross Point Consulting Co., Ltd., in which NIPPON KANZAI has a stake, under a consigned R&D project of the Japan Science and Technology Agency (JST).

The NIPPON KANZAI Group's DX Initiatives

Generative AI Utilization Strategy

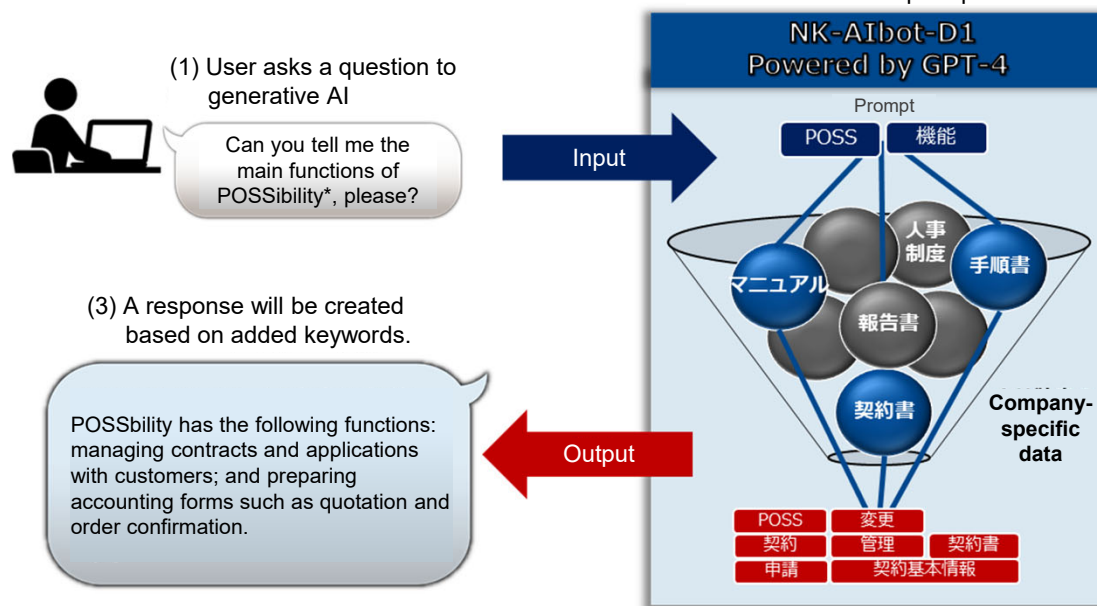
5. Use of generative AI

Utilization of NIPPON KANZAI's proprietary conversational AI, "NK-Albot-D1 Powered by GPT-4"

"NK-Albot-D1 Powered by GPT-4"

Since June 2023, we have developed our own conversational AI "NK-Albot Powered by GPT-3.5" utilizing Azure OpenAI Service and Microsoft Power Platform provided by Microsoft. In November 2023, we released the "NK-Albot-D1 Powered by GPT-4", which is capable of providing more pragmatic responses by learning from our proprietary data, such as business manuals. Following the analysis of each employee's usage patterns, we have been able to discern trends in both users and applications. To further promote and expand usage, instead of utilizing a single AI system for various tasks, we have decided to develop multiple AI systems, each tailored for specific tasks, and are proactively promoting their use in the workplace.

■ Concept of "NK-Albot-D1 Powered by GPT-4"



*POSSibility: Core system unique to our group Prompt: Instructions and questions to AI

<Examples of main uses>

Standardization of operations is aimed through AI learning on manuals

<Examples of data to be learned>

- Rules for all employees
- Operation manual of each department
- Operation manuals and response history for each site

* To ensure security, users are divided by access right allocation.

Creating an environment where employees with little seniority can easily ask questions

Reducing the workload of employees responding to inquiries

Prevention of dependence on a specific person and transmission of know-how

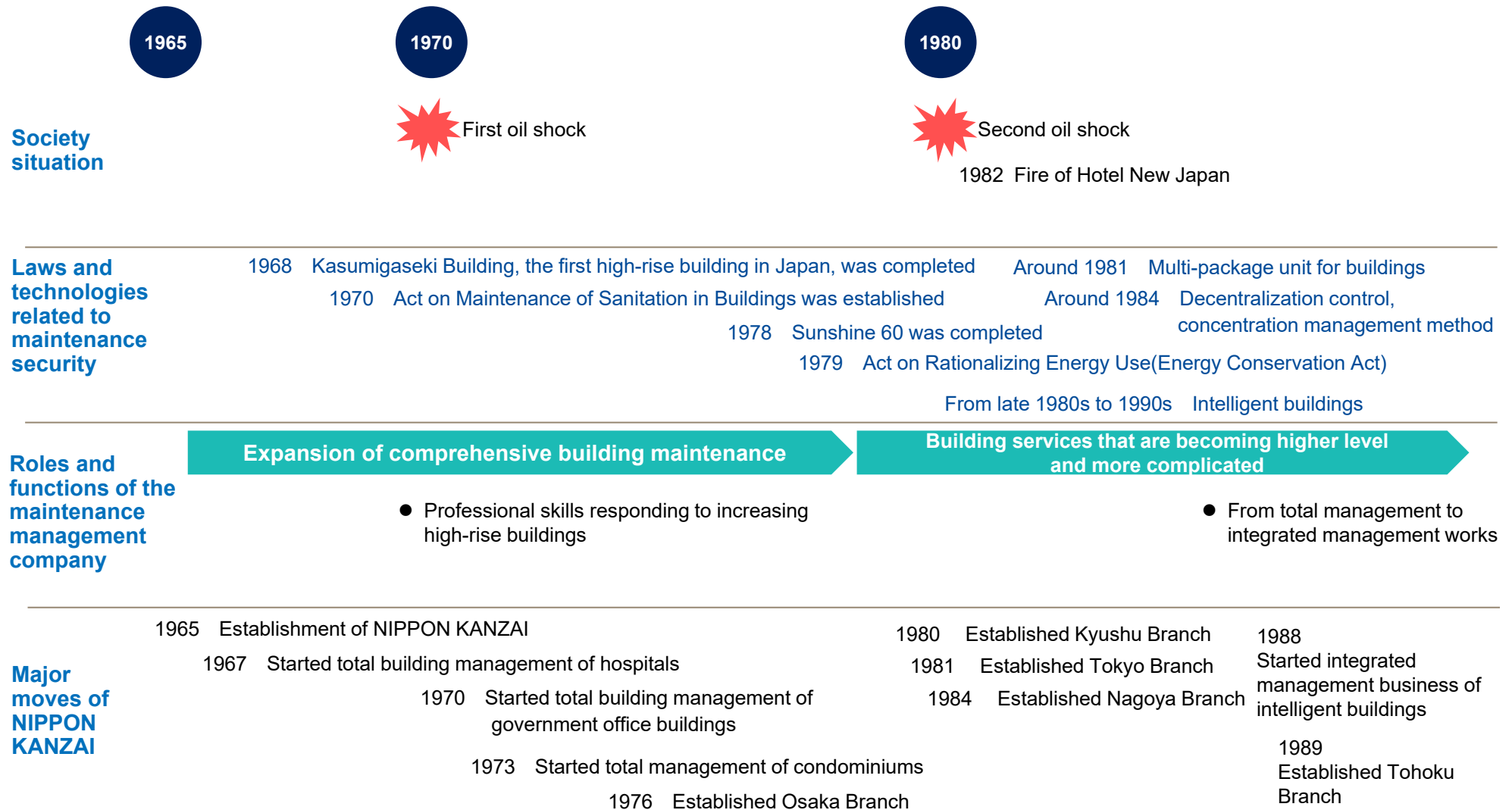


Reference (2)

Positioning within the Industry

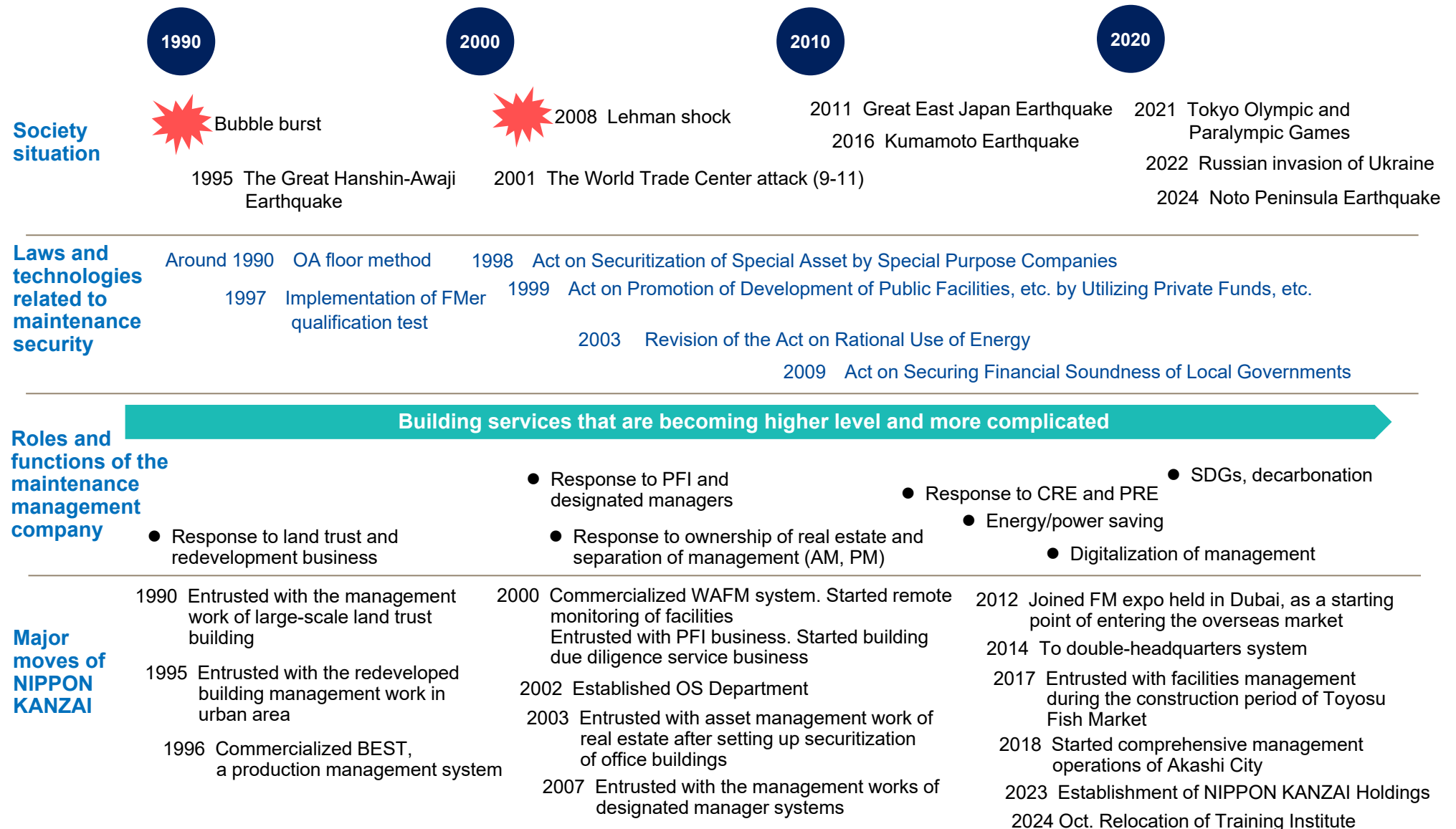
Transition of Building Maintenance (1)

■ Transition of building management business and move of the NIPPON KANZAI Group (1965-1990)



Transition of Building Maintenance (2)

■ Transition of building management business and move of the NIPPON KANZAI Group (1990-present)

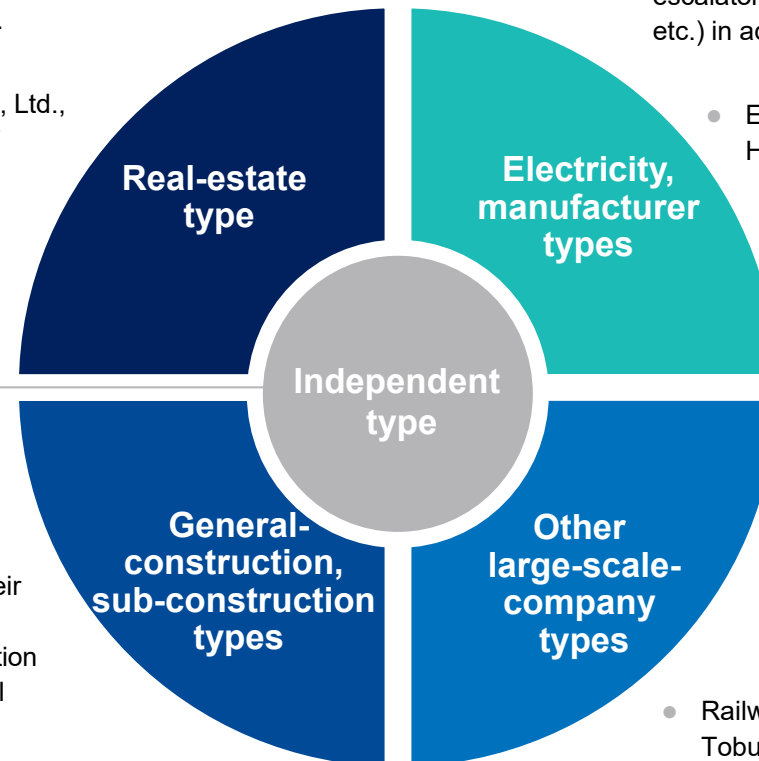


Industry Structure of Building Maintenance

- Main clients are the buildings owned/developed by their parent company. Advantage in building management businesses such as sales, accounting, clerical work, negotiations with other companies, and securing of profitability in cooperation with their parent company, in addition to general building management works.
- Ex. Mitsubishi Jisho Property Management Co., Ltd., MITSUI FUDOSAN BUILDING MANAGEMENT CO.,LTD., TOKYU COMMUNITY CORP.

- Organizer-like company that integrates functions of companies of each business type
- **NIPPON KANZAI is an independent-type top-level company that is able to deal with total management.**

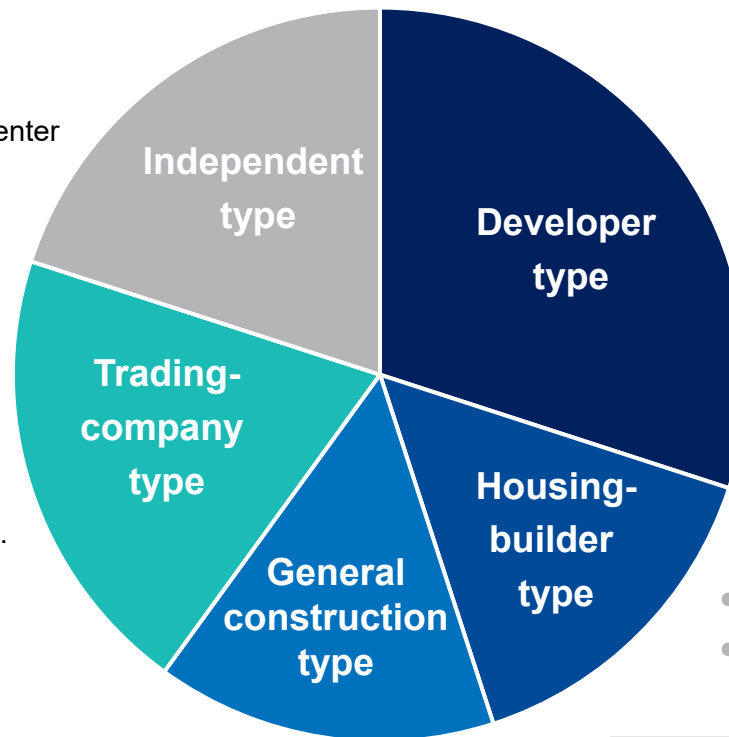
- Main clients are the buildings constructed by their parent company. Advantage in renovation, reconstruction, and extension works in cooperation with their parent company, in addition to general building management works.
- Ex. Kajima Tatemono Sogo Kanri Co.,Ltd., Taisei-Yuraku Real Estate Co.,Ltd., OBAYASHI FACILITIES CORPORATION, etc.



- Main clients are the buildings owned/developed by their parent company. Many companies were management departments spun off from their parent company. Recently, however, there are cases in which such departments are sold as non-core businesses.
- Railway type: Ex. JR East Facility Management Co.,Ltd., Tobu Building Management Co., Ltd.
- Insurance type: Taisay Building Management Co.,Ltd., Meiji Yasuda Real Estate Management Company Limited
- Commerce type: AEON DELIGHT CO., LTD., etc.

Mechanism of Condominium Management Industry

- NIPPON KANZAI Group
- Nihon Housing Co., Ltd.
- Gojinsha Planning Research Center



- ITOCHU Urban Community Ltd.
- Sumisho Tatemono Co., Ltd
- Sojitz LifeOne Corporation

- Mitsui Fudosan Residential Service Co., Ltd.
- Mitsubishi Jisho Community Co., Ltd.
- Sumitomo Fudosan Tatemono Service Co., Ltd
- Nomura Real Estate Partners Co.,Ltd.
- Tokyo Tatemono Amenity Support Co.,Ltd.
- DAIKYO ASTAGE INCORPORATED
- TOKYU COMMUNITY CORP.
- Nippon Steel Community Service Co.Ltd
- Anabuki Housing Service Co., Ltd.

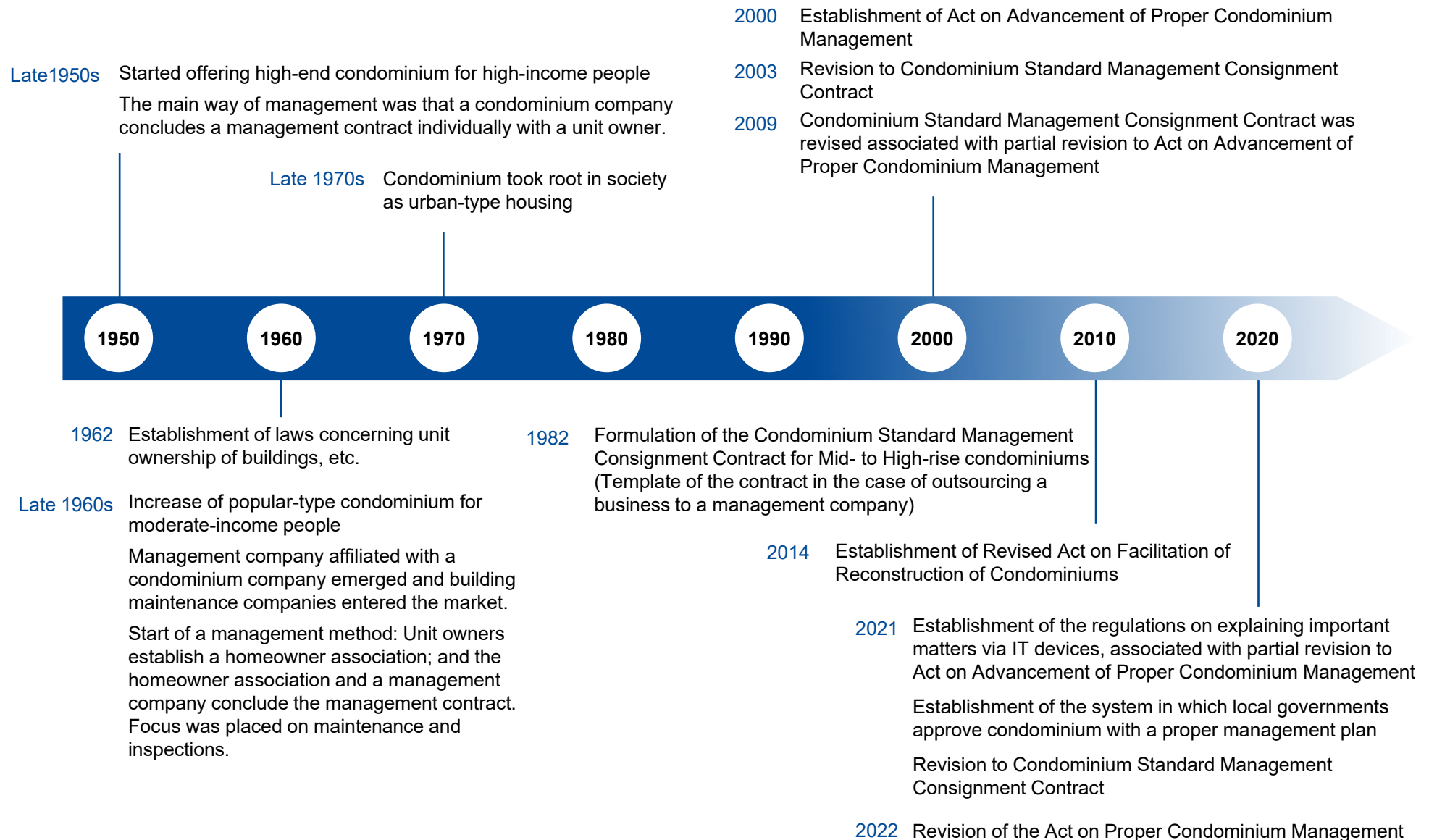
- DAIWA LIFENEXT CO., LTD.
- Global Community Co., Ltd.

- Haseko Community, Inc.
- Taisei-Yuraku Real Estate Co.,Ltd.

Condominium management company in Japan	Approx. 2,569 companies
Member company of Condominium Management Companies Association	334 companies
No. of lots under management of the member companies (per company)	Approx. 19,297 lots
(Source: Condominium Management Companies Association, 2025 Survey on condominium management commission)	
NIPPON KANZAI Group	
Only independent-type building management company dealing with condominium management that is listed on the Tokyo Stock Exchange Prime section	
No. 16 in the industry (101,384 lots) total lots of 3 Group companies	
(Source: Mansionkanri Shimbun, calculated by NIPPON KANZAI by group company)	

Transition of Condominium Management Industry

Transition of laws and forms related to condominium management



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Please note that actual results may differ from the statements contained in this material due to various factors.

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