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

November 10, 2026

Company name: Nishimatsu Construction Co., Ltd.
Listing: Tokyo
Securities code: 1820
URL: https://www.nishimatsu.co.jp/
Representative: Masakazu Hosokawa Representative Director and President
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Scheduled date to file semi-annual securities report: November 10, 2026
Scheduled date to commence dividend payments: December 2, 2026
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: Yes (for institutional investors and analysts)

(Yen amounts are rounded down to millions, unless otherwise noted.)

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

(1) Consolidated Operating Results (Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2026	219,107	23.6	17,660	89.4	16,756	91.1	11,368	76.0
September 30, 2025	177,318	2.0	9,322	2.0	8,767	5.3	6,458	7.5

(Note) Comprehensive income: Six months ended September 30, 2026: ¥ 7,989 million [(10.4) %]
Six months ended September 30, 2025: ¥ 8,915 million [83.2 %]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2026	287.91	–
September 30, 2025	163.59	–

(2) Consolidated Financial Position

	Total assets	Net assets	Owner's equity ratio
As of	Millions of yen	Millions of yen	%
September 30, 2026	681,446	207,148	29.1
March 31, 2026	686,012	204,420	28.4

(Reference) Equity: As of September 30, 2026: ¥ 198,195 million
As of March 31, 2026: ¥ 194,901 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2026	–	100.00	–	130.00	230.00
Fiscal year ending March 31, 2027	–	110.00			
Fiscal year ending March 31, 2027 (Forecast)			–	140.00	250.00

(Note) Revision to the forecast for dividends announced most recently: None

3. Consolidated Financial Results (Forecast) for the Fiscal Year Ending March 31, 2027 (April 1, 2026 to March 31, 2027)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	440,000	11.1	30,000	7.0	28,000	2.2	21,500	(10.7)	544.50

(Note) Revision to the financial results forecast announced most recently: Yes

* **Notes:**

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

Newly included: – (Company name:)

Excluded: – (Company name:)

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

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

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

2) Changes in accounting policies due to other reasons: None

3) Changes in accounting estimates: None

4) Restatement: None

(4) Number of issued shares (common shares)

1) Total number of issued shares at the end of the period (including treasury shares):

September 30, 2026: 41,791,502 shares

March 31, 2026: 41,791,502 shares

2) Number of treasury shares at the end of the period:

September 30, 2026: 2,305,687 shares

March 31, 2026: 2,307,072 shares

3) Average number of shares outstanding during the period:

Six months ended September 30, 2026: 39,485,038 shares

Six months ended September 30, 2025: 39,477,934 shares

(Note) The number of treasury shares at the end of the six months ended September 30, 2026 includes the Company's shares held by the Board Benefit Trust (BBT) (207,600 shares for the six months ended September 30, 2026, and 209,400 shares for the fiscal year ended March 31, 2026). The Company's shares held by the BBT are included in the number of treasury shares to be deducted when calculating the average number of shares outstanding during the period (208,500 shares for the six months ended September 30, 2026 and 216,700 shares for the six months ended September 30, 2025).

* This interim financial results report is exempt from review conducted by certified public accountants or an audit firm.

* Explanation about the appropriate usage of earnings forecasts and other special notes
The earnings forecasts contained in this document have been prepared based on information available as of the date of the announcement of this document. Therefore, actual results may differ due to various factors in the future. For the conditions that form the assumptions for earnings forecasts and notes on the usage of earnings forecasts, please refer to “Information Regarding Consolidated Earnings Forecasts and Other Forward-Looking Information” on page 4 of the attached document.

■Overview of Non-Consolidated Operating Results (for reference)

(Yen amounts are rounded down to millions, unless otherwise noted.)

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

(1) Operating Results (Cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2026	210,578	23.1	18,345	94.3	17,426	90.1	11,753	72.9
September 30, 2025	171,098	1.8	9,441	2.7	9,168	5.1	6,796	6.0

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2026	297.67	–
September 30, 2025	172.15	–

(2) Financial Position

	Total assets	Net assets	Owner's equity ratio
As of	Millions of yen	Millions of yen	%
September 30, 2026	634,247	187,884	29.6
March 31, 2026	635,554	184,467	29.0

(Reference) Equity: As of September 30, 2026: ¥ 187,884 million

As of March 31, 2026: ¥ 184,467 million

2. Non-Consolidated Financial Results (Forecast) for the Fiscal Year Ending March 31, 2027 (April 1, 2026 to March 31, 2027)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Net profit		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	418,000	10.2	31,000	14.7	29,500	9.2	22,000	(10.0)	557.17

(Note) Revision to the financial results forecast announced most recently: Yes

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1. Qualitative Information Regarding Interim Financial Results

(1) Overview of Operating Results for the Six Months under Review

The Japanese economy during the six months ended September 30, 2026 continued to recover gradually thanks to improvements in the employment and income environment. However, looking ahead, we still need to pay careful attention to the trends in energy prices accompanying the escalation of tensions in the Middle East, as well as the effects of fluctuations in financial markets and continuing price increases on the Japanese economy.

In the construction industry, construction investment remains solid in both the public and private sectors. However, along with tight conditions in labor supply and demand, the impact of rising crude oil prices on construction material and equipment prices and energy costs, and trends in financial markets continue to require close attention.

Under such a business climate, our corporate group's consolidated performance for the six months ended September 30, 2026 was as follows:

The construction business's orders received reached 220,816 million yen, an increase of 112,042 million yen (up 103.0% year on year), owing to an increase in domestic projects.

Net sales increased by 41,789 million yen (up 23.6% year on year) to 219,107 million yen, owing to increases in domestic and overseas construction projects as well as the real estate business and other. Operating profit increased by 8,338 million yen (up 89.4% year on year) to 17,660 million yen, owing to increases in gross profit on completed construction contracts of domestic construction projects and gross profit on real estate business and other. Ordinary profit increased by 7,989 million yen (up 91.1% year on year) to 16,756 million yen. Profit attributable to owners of parent increased by 4,909 million yen (up 76.0% year on year) to 11,368 million yen.

Operating results by reportable segment are as follows (segment results include internal net sales or transfers between segments).

We revised the classifications of our reportable segments and method for calculating profit or loss from the beginning of the interim period under review, and comparisons and analyses for the six months ended September 30, 2026 are based on the revised classifications and calculation method. For further details, please refer to "2. Interim Consolidated Financial Statements and Major Notes, (4) Notes Regarding Interim Consolidated Financial Statements, (Notes Regarding Segment Information, etc.)."

① Civil Engineering Business

This reporting segment is mainly composed of sales from domestic civil engineering projects. Net sales in this segment increased by 12.3% year on year to 62,589 million yen, thanks to the smooth progress overall of construction projects. The segment's profit increased by 34.3% year on year to 4,035 million yen, due to an increase in net sales and an improvement in the gross margin.

On the Company's non-consolidated basis, orders received from domestic civil engineering projects increased by 21,905 million yen (up 89.1% year on year) to 46,495 million yen due to the acquisition of a large-scale public-sector project during the current period, in addition to our conservative plan for orders received for the previous period, which was based on the abundant construction work on hand.

② Building Business

This reporting segment is mainly composed of sales of domestic building projects. Net sales in this segment increased by 18.1% year on year to 118,173 million yen, thanks to the smooth progress overall of construction projects. The segment profit increased by 105.2% year on year to 11,956 million yen, due to an increase in net sales and an improvement in the gross margin.

On the Company's non-consolidated basis, orders received for domestic building projects increased by 90,536 million yen (up 118.2% year on year) to 167,126 million yen, thanks to an increase in both private-sector and public-sector building projects, including orders received for a large-scale logistics facility and a redevelopment project.

③ International Business

This reporting segment is mainly composed of sales from overseas civil engineering and overseas building projects. Net sales in this segment increased by 35.0% year on year to 19,697 million yen, thanks to the smooth progress overall of construction projects. The segment loss was 749 million yen (compared to a segment loss of 242 million yen in the previous year's same period), mainly due to the deterioration in earnings at construction subsidiaries.

On the Company's non-consolidated basis, orders received for overseas projects decreased by 595 million yen (down 49.4% year on year) to 608 million yen.

④ Environment and Urban Development Business

This reporting segment is mainly composed of sales and leasing income from real estate properties owned along with sales from the renewable energy business and community development projects. Net sales in this segment increased by 158.9% year on year to 20,693 million yen, mostly resulting from an increase in the real estate sales business. Segment profit increased by 215.3% year on year to 2,089 million yen mainly due to an increase in net sales of the real estate sales business.

(2) Overview of Financial Position for the Six Months under Review

Total assets at the end of the second quarter of the fiscal year under review decreased by 4,565 million yen (down 0.7%) to 681,446 million yen, compared to the end of the previous consolidated fiscal year, owing to decreases in property, plant and equipment and costs on construction contracts in progress, despite increases in notes receivable, accounts receivable from completed construction contracts and other and cash and deposits.

Total liabilities decreased by 7,293 million yen (down 1.5%) compared to the end of the previous consolidated fiscal year to 474,298 million yen, owing to a decrease in notes payable, accounts payable for construction contracts and other, despite increases in commercial papers and deposits received.

Total net assets increased by 2,727 million yen (up 1.3%) compared to the end of the previous consolidated fiscal year to 207,148 million yen, due to an increase in retained earnings, despite a decrease in valuation difference on available-for-sale securities. As a result, the owner's equity ratio increased by 0.7 percentage points from the end of the previous consolidated fiscal year to 29.1%.

(3) Overview of Cash Flow for the Six Months under Review

The balance of cash and cash equivalents at the end of the second quarter of the fiscal year under review increased by 1,649 million yen (up 3.2%) compared to the end of the second quarter of the previous fiscal year to 53,243 million yen.

Cash flows from operating activities showed an excess of income of 21,591 million yen (compared to 17,400 million yen excessive expenditure of the previous year's same period) as a result of profit before income taxes increasing greatly to 16,732 million yen, and funds increasing due to increases in deposits received and other items, despite a decrease in funds resulting from increases in income taxes paid and trade receivables, and other factors.

Cash flows from investing activities showed an excessive expenditure of 11,576 million yen (compared to 1,934 million yen excess of income of the previous year's same period) owing to a decrease in funds mainly due to the purchase of property, plant and equipment.

Cash flows from financing activities showed an excessive expenditure of 4,330 million yen (compared to 24,007 million yen excess of income of the previous year's same period) owing to a decrease in funds due to dividends paid and other factors.

(4) Information Regarding Consolidated Earnings Forecasts and Other Forward-Looking Information

We have revised the performance forecasts for the fiscal year ending March 31, 2027, announced in the "Consolidated Financial Results for the Year Ended March 31, 2026 [Japanese GAAP]" dated May 12, 2026. For details, please refer to the "Notice Concerning Revision of Financial Results Forecast" announced today. We will promptly disclose any future revisions to the earnings forecasts, etc.

2. Interim Consolidated Financial Statements and Major Notes

(1) Interim Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2026	As of September 30, 2026
Assets		
Current assets		
Cash and deposits	48,273	53,244
Notes receivable, accounts receivable from completed construction contracts and other	264,732	270,867
Real estate for sale	14,870	14,918
Costs on construction contracts in progress	22,316	18,418
Costs on real estate business and other	3,198	3,660
Raw materials and supplies	1,090	1,465
Advances paid	15,396	15,685
Other	21,115	13,668
Allowance for doubtful accounts	(28)	(28)
Total current assets	390,966	391,900
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	69,247	78,319
Machinery, vehicles, tools, furniture and fixtures, net	2,659	2,518
Land	94,316	92,344
Leased assets, net	89	164
Construction in progress	18,388	7,315
Total property, plant and equipment	184,701	180,661
Intangible assets	7,959	8,092
Investments and other assets		
Investment securities	82,092	80,371
Long-term loans receivable	9,907	9,872
Retirement benefit asset	5,364	5,408
Deferred tax assets	271	421
Other	5,103	5,068
Allowance for doubtful accounts	(354)	(351)
Total investments and other assets	102,385	100,791
Total non-current assets	295,046	289,546
Total assets	686,012	681,446

	As of March 31, 2026	As of September 30, 2026
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	71,878	66,116
Short-term borrowings	65,858	77,023
Commercial papers	30,000	35,000
Current portion of bonds payable	19,000	38,000
Income taxes payable	8,079	5,534
Advances received on construction contracts in progress	45,665	43,125
Deposits received	95,656	100,631
Provision for warranties for completed construction	1,478	1,607
Provision for bonuses	4,660	4,177
Provision for bonuses for directors (and other officers)	210	82
Provision for loss on construction contracts	968	784
Provision for loss on real estate business and other	-	20
Asset retirement obligations	28	-
Other	4,492	4,248
Total current liabilities	347,976	376,351
Non-current liabilities		
Bonds payable	97,000	78,000
Long-term borrowings	20,974	5,029
Deferred tax liabilities	2,789	1,875
Provision for share awards for directors (and other officers)	243	318
Provision for environmental measures	1	-
Retirement benefit liability	5,441	5,400
Asset retirement obligations	1,173	1,299
Other	5,990	6,023
Total non-current liabilities	133,614	97,946
Total liabilities	481,591	474,298
Net assets		
Shareholders' equity		
Share capital	23,513	23,513
Capital surplus	20,795	20,795
Retained earnings	137,422	143,528
Treasury shares	(8,177)	(8,173)
Total shareholders' equity	173,555	179,664
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	14,285	11,105
Foreign currency translation adjustment	5,891	6,282
Remeasurements of defined benefit plans	1,168	1,142
Total accumulated other comprehensive income	21,346	18,531
Non-controlling interests	9,519	8,952
Total net assets	204,420	207,148
Total liabilities and net assets	686,012	681,446

(2) Interim Consolidated Statements of Income and Comprehensive Income

Interim Consolidated Statements of Income

(Millions of yen)

	For the six months ended September 30, 2025	For the six months ended September 30, 2026
Net sales		
Net sales of completed construction contracts	168,394	198,324
Net sales in real estate business and other	8,923	20,783
Total net sales	177,318	219,107
Cost of sales		
Cost of sales of completed construction contracts	149,669	171,935
Cost of sales in real estate business and other	6,051	15,835
Total cost of sales	155,721	187,771
Gross profit		
Gross profit on completed construction contracts	18,725	26,388
Gross profit on real estate business and other	2,871	4,947
Total gross profit	21,596	31,336
Selling, general and administrative expenses	12,274	13,675
Operating profit	9,322	17,660
Non-operating income		
Interest income	202	254
Dividend income	265	266
Share of profit of entities accounted for using equity method	-	23
Other	226	324
Total non-operating income	694	869
Non-operating expenses		
Interest expenses	968	1,275
Financing expenses	142	56
Share of loss of entities accounted for using equity method	9	-
Foreign exchange losses	29	331
Other	98	110
Total non-operating expenses	1,249	1,772
Ordinary profit	8,767	16,756
Extraordinary income		
Gain on sale of non-current assets	10	15
Gain on refund of golf club membership deposit	-	4
Total extraordinary income	10	19
Extraordinary losses		
Loss on sale of non-current assets	-	5
Loss on retirement of non-current assets	19	18
Legal settlement for pneumoconiosis	-	20
Other	-	0
Total extraordinary losses	19	44
Profit before income taxes	8,759	16,732
Income taxes	2,375	5,650
Profit	6,384	11,081
Loss attributable to non-controlling interests	(74)	(286)
Profit attributable to owners of parent	6,458	11,368

Interim Consolidated Statements of Comprehensive Income

(Millions of yen)

	For the six months ended September 30, 2025	For the six months ended September 30, 2026
Profit	6,384	11,081
Other comprehensive income		
Valuation difference on available-for-sale securities	3,363	(3,180)
Deferred gains or losses on hedges	31	-
Foreign currency translation adjustment	(982)	121
Remeasurements of defined benefit plans, net of tax	96	(25)
Share of other comprehensive income of entities accounted for using equity method	22	(7)
Total other comprehensive income	2,531	(3,092)
Comprehensive income	8,915	7,989
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	9,361	8,553
Comprehensive income attributable to non-controlling interests	(446)	(563)

(3) Interim Consolidated Statements of Cash Flows

(Millions of yen)

	For the six months ended September 30, 2025	For the six months ended September 30, 2026
Cash flows from operating activities		
Profit before income taxes	8,759	16,732
Depreciation	2,451	2,457
Amortization of goodwill	4	5
Increase (decrease) in allowance for doubtful accounts	(6)	(2)
Increase (decrease) in provision for loss on construction contracts	427	(184)
Increase (decrease) in provision for loss on real estate business and other	(2)	20
Increase (decrease) in provision for warranties for completed construction	3	129
Increase (decrease) in retirement benefit liability	(18)	(115)
Interest and dividend income	(468)	(521)
Interest expenses	968	1,275
Foreign exchange losses (gains)	(157)	494
Share of loss (profit) of entities accounted for using equity method	9	(23)
Loss (gain) on sale of non-current assets	(10)	(9)
Loss on retirement of non-current assets	19	18
Decrease (increase) in trade receivables	(4,353)	(6,396)
Decrease (increase) in costs on construction contracts in progress	(581)	3,900
Decrease (increase) in other inventories	(728)	8,933
Decrease (increase) in other assets	(10,988)	7,277
Increase (decrease) in trade payables	(3,417)	(5,622)
Increase (decrease) in advances received on construction contracts in progress	(12,166)	(2,548)
Increase (decrease) in deposits received	10,256	4,976
Increase (decrease) in other liabilities	(4,102)	(1,016)
Other, net	102	(66)
Subtotal	(14,000)	29,711
Interest and dividends received	759	825
Interest paid	(932)	(1,273)
Income taxes paid	(3,227)	(7,672)
Net cash provided by (used in) operating activities	(17,400)	21,591
Cash flows from investing activities		
Purchase of short-term and long-term investment securities	(4,854)	(3,003)
Proceeds from sale and redemption of short-term and long-term investment securities	14,123	363
Purchase of property, plant and equipment and intangible assets	(5,484)	(10,265)
Proceeds from sale of property, plant and equipment and intangible assets	14	1,228
Proceeds from purchase of shares of subsidiaries resulting in change in scope of consolidation	43	-
Loan advances	(1,953)	(1)
Proceeds from collection of loans receivable	65	15
Net decrease (increase) in time deposits	(0)	5
Other payments	(23)	(36)
Other proceeds	2	117
Net cash provided by (used in) investing activities	1,934	(11,576)

(Millions of yen)

	For the six months ended September 30, 2025	For the six months ended September 30, 2026
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	6,861	(3,863)
Net increase (decrease) in commercial papers	15,000	5,000
Proceeds from long-term borrowings	1,896	5,007
Repayments of long-term borrowings	(17)	(5,283)
Proceeds from issuance of bonds	20,000	-
Redemption of bonds	(15,000)	-
Net decrease (increase) in treasury shares	47	3
Dividends paid	(4,764)	(5,154)
Dividends paid to non-controlling interests	(2)	(3)
Other, net	(13)	(37)
Net cash provided by (used in) financing activities	24,007	(4,330)
Effect of exchange rate change on cash and cash equivalents	(345)	(622)
Net increase (decrease) in cash and cash equivalents	8,195	5,062
Cash and cash equivalents at beginning of period	43,403	48,266
Increase (decrease) in cash and cash equivalents resulting from change in scope of consolidation	(6)	(85)
Cash and cash equivalents at end of period	51,593	53,243

(4) Notes Regarding Interim Consolidated Financial Statements

(Notes Regarding the Going Concern Assumption)

Not applicable.

(Notes in the Scope of Significant Changes in the Amount of Shareholders' Equity)

Not applicable.

(Notes Regarding Segment Information, etc.)

I. For the Six Months Ended September 30, 2025 (from April 1, 2025 to September 30, 2025)

Information Regarding Net Sales and Profit or Loss Amounts by Reportable Segment

(Millions of yen)

	Reportable Segments				Total	Adjustment (Note) 1	Amount stated on the Interim Consolidated Statements of Income (Note) 2
	Civil Engineering Business	Building Business	International Business	Environment and Urban Development Business			
Net sales							
Sales to external clients	55,724	100,034	13,725	7,833	177,318	—	177,318
Internal sales or transfers between segments	—	12	866	157	1,036	(1,036)	—
Total	55,724	100,046	14,592	7,991	178,354	(1,036)	177,318
Segment profit (loss)	3,005	5,826	(242)	662	9,252	69	9,322

(Notes) 1: The segment profit (loss) adjustment amount of 69 million yen is the result of elimination of inter-segment transactions.

2: The segment profit (loss) is adjusted to be recorded as operating profit (loss) in the Interim Consolidated Statements of Income.

II For the Six Months Ended September 30, 2026 (from April 1, 2026 to September 30, 2026)

1. Information Regarding Net Sales and Profit or Loss Amounts by Reportable Segment

(Millions of yen)

	Reportable Segments				Total	Adjustment (Note) 1	Amount stated on the Interim Consolidated Statements of Income (Note) 2
	Civil Engineering Business	Building Business	International Business	Environment and Urban Development Business			
Net sales							
Sales to external clients	62,589	118,173	18,624	19,720	219,107	—	219,107
Internal sales or transfers between segments	—	—	1,072	973	2,046	(2,046)	—
Total	62,589	118,173	19,697	20,693	221,153	(2,046)	219,107
Segment profit (loss)	4,035	11,956	(749)	2,089	17,332	328	17,660

(Notes) 1: The segment profit (loss) adjustment amount of 328 million yen is the result of elimination of inter-segment transactions.
2: The segment profit (loss) is adjusted to be recorded as operating profit (loss) in the Interim Consolidated Statements of Income.

2. Matters Concerning Changes to Reportable Segments, etc.

Effective from the beginning of the interim period under review, we have revised our reportable segment classification in accordance with the "Notice of Organizational Changes in Headquarters and Changes in Executive Officers" announced on January 7, 2026. We have consolidated the segment classifications previously known as the "Asset Value-Added Business" and the "Regional Environmental Solutions Business" and renamed the combined segment the "Environment and Urban Development Business."

In addition, effective from the beginning of the interim period under review, we have revised the allocation criteria for selling, general and administrative expenses, etc. and changed the method for calculating profit or loss by reportable segment in order to more accurately assess the performance of each reportable segment.

The segment information for the six months ended September 30, 2025 is presented based on the revised calculation method and classifications.

(Significant Subsequent Events)

(Issuance of unsecured bonds)

At the meeting of the Board of Directors held on October 30, 2026, the Company passed a comprehensive resolution as follows regarding the issuance of unsecured bonds.

1.	Bond type	Domestic unsecured straight bonds
2.	Total amount of bonds for subscription	Not more than 20.0 billion yen (may be issued in one or more installments)
3.	Maturity	Within 5 years
4.	Amount of each bond for subscription	0.1 billion yen
5.	Maximum interest rate of each bond for subscription	3.04% or less
6.	Redemption method	Redeemed in full on maturity
7.	Paid-in amount of each bond for subscription	100 yen or more per par value of 100 yen of bonds for subscription
8.	Redemption price of each bond for subscription	100 yen per par value of 100 yen of bonds for subscription
9.	Offering period	From November 1, 2026 to March 31, 2027
10.	Method and date of interest payment	Every six months, payable in arrears
11.	Collateral / guarantee	No collateral or guarantee is provided.
12.	Purpose for funds	To be used for the redemption of bonds, etc.
13.	Application of the book entry transfer system	The Act on Book Entry of Corporate Bonds and Shares (Act No. 75 of 2001) shall apply.
14.	Other	Decisions on specific conditions for each issuance and all matters necessary for the issuance of bonds shall be delegated to the Director and General Manager of Management Unit within the scope specified above.

3. Supplementary Information

(1) Interim Non-Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2026	As of September 30, 2026
Assets		
Current assets		
Cash and deposits	31,956	40,005
Notes receivable, accounts receivable from completed construction contracts	261,287	266,906
Real estate for sale	14,910	14,958
Costs on construction contracts in progress	21,420	17,970
Costs on real estate business and other	3,198	3,660
Raw materials and supplies	891	1,263
Other	36,200	28,866
Allowance for doubtful accounts	(28)	(28)
Total current assets	369,836	373,602
Non-current assets		
Property, plant and equipment	143,583	138,746
Intangible assets	7,773	7,903
Investments and other assets		
Investment securities	61,741	59,193
Other	54,601	56,780
Allowance for doubtful accounts	(1,981)	(1,978)
Total investments and other assets	114,361	113,994
Total non-current assets	265,718	260,645
Total assets	635,554	634,247

(Millions of yen)

	As of March 31, 2026	As of September 30, 2026
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts	65,798	63,026
Short-term borrowings	65,270	56,270
Commercial papers	30,000	35,000
Current portion of bonds payable	19,000	38,000
Income taxes payable	7,766	5,420
Advances received on construction contracts in progress	45,392	42,285
Deposits received	95,595	100,546
Provision for warranties for completed construction	1,478	1,607
Provision for loss on construction contracts	968	784
Other provisions	4,763	4,170
Other	3,625	2,712
Total current liabilities	339,658	349,823
Non-current liabilities		
Bonds payable	97,000	78,000
Long-term borrowings	-	5,000
Provision for retirement benefits	5,870	5,806
Asset retirement obligations	1,106	1,232
Other	7,452	6,500
Total non-current liabilities	111,429	96,539
Total liabilities	451,087	446,363
Net assets		
Shareholders' equity		
Share capital	23,513	23,513
Capital surplus	20,780	20,780
Retained earnings	134,064	140,658
Treasury shares	(8,177)	(8,173)
Total shareholders' equity	170,181	176,778
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	14,285	11,105
Total valuation and translation adjustments	14,285	11,105
Total net assets	184,467	187,884
Total liabilities and net assets	635,554	634,247

(2) Interim Non-Consolidated Statements of Income

(Millions of yen)

	For the six months ended September 30, 2025	For the six months ended September 30, 2026
Net sales		
Net sales of completed construction contracts	164,148	191,889
Net sales in real estate business and other	6,950	18,688
Total net sales	171,098	210,578
Cost of sales		
Cost of sales of completed construction contracts	145,677	165,778
Cost of sales in real estate business and other	4,813	14,291
Total cost of sales	150,490	180,070
Gross profit		
Gross profit on completed construction contracts	18,471	26,110
Gross profit on real estate business and other	2,136	4,396
Total gross profit	20,608	30,507
Selling, general and administrative expenses	11,166	12,161
Operating profit	9,441	18,345
Non-operating income		
Interest income	146	242
Dividend income	465	306
Other	198	291
Total non-operating income	809	840
Non-operating expenses		
Interest expenses	427	527
Interest expenses on bonds	466	734
Foreign exchange losses	42	370
Other	146	127
Total non-operating expenses	1,082	1,759
Ordinary profit	9,168	17,426
Extraordinary income	10	19
Extraordinary losses	18	44
Profit before income taxes	9,160	17,401
Income taxes	2,364	5,647
Profit	6,796	11,753

(Notes) 1. Interim non-consolidated financial statements are not subject to interim review for statutory disclosure.
2. The interim non-consolidated financial statements have been prepared in accordance with the Regulation on Interim Financial Statements and are presented in accordance with the Regulation for Enforcement of the Construction Business Act, although some account titles have been summarized.

(3) Overview of Construction Contracts Received

① Actual amounts of orders received for the six months ended September 30, 2026

(Millions of yen)

Consolidated / Non-consolidated	For the six months ended September 30, 2025 (From April 1, 2025 to September 30, 2025)	For the six months ended September 30, 2026 (From April 1, 2026 to September 30, 2026)	Comparison Increase/Decrease	
	Amount	Amount	Amount	Increase/ Decrease rate (%)
Consolidated	108,773	220,816	112,042	103.0
Non-consolidated	102,384	214,231	111,846	109.2

(Reference) Breakdown of orders received (non-consolidated)

(Millions of yen)

Segment / Client Type		For the six months ended September 30, 2025 (From April 1, 2025 to September 30, 2025)		For the six months ended September 30, 2026 (From April 1, 2026 to September 30, 2026)		Comparison Increase/Decrease	
		Amount	Component ratio (%)	Amount	Component ratio (%)	Amount	Increase/ Decrease rate (%)
Civil Engineering	Domestic Public Sector	9,654	9.4	36,037	16.8	26,383	273.3
	Domestic Private Sector	14,936	14.6	10,457	4.9	(4,478)	(30.0)
	Overseas	1,204	1.2	607	0.3	(596)	(49.6)
	Total	25,794	25.2	47,103	22.0	21,308	82.6
Building	Domestic Public Sector	5,257	5.1	10,539	4.9	5,282	100.5
	Domestic Private Sector	71,331	69.7	156,586	73.1	85,254	119.5
	Overseas	—	—	1	0.0	1	—
	Total	76,589	74.8	167,127	78.0	90,538	118.2
Total	Domestic Public Sector	14,911	14.6	46,577	21.7	31,666	212.4
	Domestic Private Sector	86,268	84.3	167,044	78.0	80,776	93.6
	Overseas	1,204	1.2	608	0.3	(595)	(49.4)
	Total	102,384	100.0	214,231	100.0	111,846	109.2

② Forecast for orders received for the fiscal year ending March 2027 (entire fiscal year)

(Millions of yen)

Consolidated / Non-consolidated	Actual Results for the Fiscal Year Ended March 31, 2026 (From April 1, 2025 to March 31, 2026)	Forecast for the Fiscal Year Ending March 31, 2027 (From April 1, 2026 to March 31, 2027)	Comparison Increase/Decrease	
	Amount	Amount	Amount	Increase/ decrease rate (%)
Consolidated	381,014	430,000	48,985	12.9
Non-consolidated	369,819	415,000	45,180	12.2

(Note) The forecast for orders received has been prepared based on information available as of the date of publication of this document. Therefore, actual orders received may vary due to various factors in the future.