

May 14, 2025
SUMITOMO MITSUI CONSTRUCTION CO.,LTD.

2. Financial standing

Balance Sheet (Consolidated) <Table 4>

Contract Backlogs (billion yen)			Balance Sheet (Consolidated) <Table 4> (billion yen)			
	Mar 31, 2025	Change	As of	Mar 31, 2024	Mar 31, 2025	Change
			Cash and deposits	96.7	72.7	(24.0)
			Notes receivable, accounts receivable from completed construction contracts and other	192.7	179.6	(13.1)
			Costs on uncompleted construction contracts and other	37.1	42.1	5.0
			Property, plant and equipment	36.8	36.6	(0.2)
			Other investments	16.3	15.3	(1.0)
			Allowance for doubtful accounts	(3.4)	(2.3)	1.1
			Other assets	35.5	49.6	14.1
			Notes payable, accounts payable for construction contracts and other	128.3	111.7	(16.6)
			Short-term and Long-term loans payable	80.2	77.0	(3.3)
			Advances received on uncompleted construction contracts	35.8	62.3	26.5
			Other liabilities	90.1	65.2	(24.9)
			Total liabilities	334.4	316.2	(18.3)
			Capital stock	12.0	12.0	-
			Other shareholders' equity and valuation and translation adjustments	57.8	58.1	0.3
			Non-controlling interests	7.4	7.2	(0.2)
			Total net assets	77.2	77.3	0.1
			Total assets	411.6	393.5	(18.1)
			Total liabilities and net assets	411.6	393.5	(18.1)
			Capital-to-Asset ratio (Consolidated)	17.0%	17.8%	
			Capital-to-Asset ratio (Non-consolidated)	14.3%	14.1%	

<Note 3>

- Consolidated total assets amounted to 393.5 billion yen, a decrease of 18.1 billion yen compared with the previous fiscal year ending.
- Total net assets increased by 0.1 billion yen to 77.3 billion yen compared with the previous fiscal year ending, and Consolidated Capital-to-Asset ratio records 17.8%. (Non-consolidated Capital-to-Asset ratio records 14.1%)

3. Dividend <Table 5>

- | | Dividends per share (yen) | | | Payout Ratio |
|-------------------|---------------------------|----------|-------|--------------|
| | End of 2Q | Year-End | Total | |
| FY2023 | 0.00 | 14.00 | 14.00 | 54.7% |
| FY2024 | 0.00 | 14.00 | 14.00 | 256.5% |
| FY2025 (Forecast) | - | - | - | - |

As announced in " Notice Regarding Expression of Opinion in Support of the Planned Commencement of the Tender Offer for the Company Shares by INFREONEER Holdings Inc. and Recommendation to Tender Shares in the Tender Offer" dated May 14, 2025, the company assumes that the Company Shares will be delisted as a result of the tender offer and the series of procedures that follow. Therefore, the dividend for the fiscal year ending March 2026 has not yet been determined.

4. Other information

(1) Cash flows (Consolidated) <Table 6>

(1) Cash flows (Consolidated) <Table 6>				(billion yen)
	Operating activities	Investing activities	Financing activities	Cash and cash equivalents at end of the year
FY2023	21.5	13.5	(7.5)	89.6
FY2024	(16.7)	2.6	(6.9)	68.9

(2) Number of Employees <Table 7>

As of	Mar 31, 2024	Mar 31, 2025	Change
Consolidated	5,522	5,392	(130)
Non-consolidated	2,963	2,903	(60)

The “Company”, at its Board of Directors’ meeting held on May 14, 2025, adopted a resolution to express its current opinion in support of the tender offer for shares of the Company’s common stock (the “Company Shares”) by INFRONEER Holdings Inc. (the “Tender Offeror”) and to recommend that its shareholders tender their shares in the Tender Offer if the Tender Offer is commenced.

The above resolution was adopted on the assumption that the Company Shares would be delisted as a result of the tender offer and the series of procedures that follow. Therefore, depending on the results of the Tender Offer, the Company Shares may potentially be delisted through the prescribed procedures in accordance with the delisting criteria of the TSE. After delisting, the Company Shares will no longer be traded on the TSE Prime Market.

- (1) Name of Firm
INFRAFRONTIER Holdings Inc.
- (2) Location of Headquarters
2-10-2, Fujimi, Chiyoda-ku, Tokyo, Japan
- (3) Name and title of representative
Kazunari Kibe, Representative Executive Officer and President

(1) Purchase Period

According to the Tender Offeror, as of May 14, 2025, it intends to commence the Tender Offer around early July 2025.

However, as it is difficult to accurately predict the period required for procedures with the competition authorities in the Philippines, the details of the schedule for the Tender Offer will be announced promptly once determined. Any changes to the expected commencement time will also be announced without delay.

(2) Purchase Price

600 yen per share of common stock

As stated above, the company assumes the Company Shares will be delisted. Therefore, consolidated financial result forecasts for the fiscal year ending March 31, 2026, are not disclosed.

- Consolidated net sales decreased compared to the previous fiscal year, although both the individual and subsidiary companies have been steadily completing their work on hand.
- In terms of profit, although we recorded a deficit in the first half due to deterioration in gross profit on a non-consolidated basis, we have secured a profit through improved profitability in construction projects, excluding large-scale domestic building construction project.