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## Consolidated Financial Results for the Fiscal Year Ended March 31, 2025 [Japanese GAAP]



May 14, 2025

Company name: Sumitomo Mitsui Construction Co., Ltd.  
 Listing: Tokyo Stock Exchange  
 Securities code: 1821  
 URL: <https://www.smcon.co.jp/en/>  
 Representative: Toshio Shibata, Representative Director, President  
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 Scheduled date of annual general meeting of shareholders: June 26, 2025  
 Scheduled date to commence dividend payments: June 27, 2025  
 Scheduled date to file annual securities report: June 26, 2025  
 Preparation of supplementary material on financial results: None  
 Holding of financial results briefing: Yes (for analysts)

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

### 1. Consolidated financial results for the fiscal year ended March 31, 2025 (from April 1, 2024 to March 31, 2025)

#### (1) Consolidated operating results

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2025	462,982	(3.4)	7,587	(10.7)	3,725	(40.8)	855	(78.6)
March 31, 2024	479,488	4.5	8,500	—	6,291	—	4,006	—

Note: Comprehensive income For the fiscal year ended March 31, 2025: ¥2,858 million [(65.6)%]  
 For the fiscal year ended March 31, 2024: ¥8,298 million [—%]

	Basic earnings per share	Diluted earnings per share	Return on equity	Ratio of ordinary profit to total assets	Ratio of operating profit to net sales
Fiscal year ended	Yen	Yen	%	%	%
March 31, 2025	5.46	—	1.2	0.9	1.6
March 31, 2024	25.58	—	6.0	1.5	1.8

Reference: Share of profit (loss) of entities accounted for using equity method  
 For the fiscal year ended March 31, 2025: ¥— million  
 For the fiscal year ended March 31, 2024: ¥— million

#### (2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
March 31, 2025	393,474	77,315	17.8	446.89
March 31, 2024	411,601	77,165	17.0	445.33

Reference: Equity  
 As of March 31, 2025: ¥70,110 million  
 As of March 31, 2024: ¥69,788 million

**(3) Consolidated cash flows**

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2025	(16,707)	2,634	(6,916)	68,921
March 31, 2024	21,452	13,465	(7,510)	89,625

**2. Cash dividends**

	Annual dividends per share					Total cash dividends (Total)	Payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Fiscal year ended March 31, 2024	—	0.00	—	14.00	14.00	2,193	54.7	3.3
Fiscal year ended March 31, 2025	—	0.00	—	14.00	14.00	2,196	256.5	3.1
Fiscal year ending March 31, 2026 (Forecast)	—	—	—	—	—		—	

Note: As announced in " Notice Regarding Expression of Opinion in Support of the Planned Commencement of the Tender Offer for the Company Shares by INFRONEER Holdings Inc. and Recommendation to Tender Shares in the Tender Offer" dated May 14, 2025, the company assume 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.

**3. Consolidated financial result forecasts for the fiscal year ending March 31, 2026 (from April 1, 2025 to March 31, 2026)**

As announced in " Notice Regarding Expression of Opinion in Support of the Planned Commencement of the Tender Offer for the Company Shares by INFRONEER Holdings Inc. and Recommendation to Tender Shares in the Tender Offer" dated May 14, 2025, the company assume that the Company Shares will be delisted as a result of the tender offer and the series of procedures that follow. Therefore, consolidated financial result forecasts for the fiscal year ending March 31, 2026 are not provided.

**\* Notes**

**(1) Significant changes in the scope of consolidation during the period: Yes**

Newly included: None

Excluded: 1 company (Aseismic Devices Co., Ltd.)

Note: For details, please see “3. Consolidated Financial Statements and Principal Notes, (5) Notes to Consolidated Financial Statements (Business combination)” on page 16 of the Attachments.

**(2) Changes in accounting policies, changes in accounting estimates, and restatement**

(i) Changes in accounting policies due to revisions to accounting standards and other regulations: Yes

(ii) Changes in accounting policies due to other reasons: None

(iii) Changes in accounting estimates: None

(iv) Restatement: None

**(3) Number of issued shares (common shares)**

**(i) Total number of issued shares at the end of the period (including treasury shares)**

As of March 31, 2025	162,673,321 shares
As of March 31, 2024	162,673,321 shares

**(ii) Number of treasury shares at the end of the period**

As of March 31, 2025	5,788,439 shares
As of March 31, 2024	5,961,510 shares

**(iii) Average number of shares outstanding during the period**

Fiscal year ended March 31, 2025	156,821,958 shares
Fiscal year ended March 31, 2024	156,633,741 shares

**[Reference] Overview of non-consolidated financial results**

**1. Non-consolidated financial results for the fiscal year ended March 31, 2025 (from April 1, 2024 to March 31, 2025)**

**(1) Non-consolidated operating results**

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2025	320,084	(5.1)	1,234	(63.4)	(197)	—	912	(79.7)
March 31, 2024	337,225	(0.1)	3,369	—	4,548	—	4,505	—

	Basic earnings per share	Diluted earnings per share
Fiscal year ended	Yen	Yen
March 31, 2025	5.82	—
March 31, 2024	28.76	—

**(2) Non-consolidated financial position**

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
March 31, 2025	313,420	44,194	14.1	281.70
March 31, 2024	319,905	45,614	14.3	291.07

Reference: Equity

As of March 31, 2025: ¥44,194 million

As of March 31, 2024: ¥45,614 million

\* Financial results reports are exempt from audit conducted by certified public accountants or an audit firm.

\* Proper use of earnings forecasts and other special matters

As announced in " Notice Regarding Expression of Opinion in Support of the Planned Commencement of the Tender Offer for the Company Shares by INFRONEER Holdings Inc. and Recommendation to Tender Shares in the Tender Offer" dated May 14, 2025, the company assume that the Company Shares will be delisted as a result of the tender offer and the series of procedures that follow. Therefore, financial result forecasts for the fiscal year ending March 31, 2026 are not provided.

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## 1. Overview of Operating Results, etc.

### (1) Overview of Operating Results for the Fiscal Year under Review

During the fiscal year under review, the Japanese economy continued to experience a gradual recovery due to an improvement in the employment and income environment and the effects of various policy measures. On the other hand, it is exposed to downside risks, warranting close attention, including global economic uncertainty resulting from U.S. trade policy and the impact of persistently higher prices on consumer spending.

In the domestic construction market, public-sector investment remained robust and private-sector investment also showed signs of recovery. However, the business environment remained challenging, due in part to continued high prices for construction materials and tight labor supply and demand.

Under these circumstances, the Group has been working on its basic policies, namely, “Improve Earning Power,” “Foray into Growth Areas,” and “Enhance Human Resource Base,” set out in the “Mid-term Management Plan 2022-2024,” which reached its final year. From the perspective of each business, the Group worked on quality improvement by focusing on its superior technologies in the domestic civil engineering business, business performance reform and the establishment of a highly productive construction system in the domestic building construction business, and business expansion supported by recovery from the COVID-19 pandemic in the overseas building construction business. The Group also worked to create and expand new businesses, including the renewable energy business.

As a result, the consolidated financial results of the Group for the fiscal year under review were as follows.

Net sales decreased by 16.5 billion yen year on year to 463.0 billion yen. In terms of profits and losses, while the Group recorded a loss of 13.1 billion yen including provision for loss on construction contracts for large construction projects currently underway in Japan, operating profit was 7.6 billion yen (a decrease of 0.9 billion yen from the previous fiscal year), ordinary profit was 3.7 billion yen (a decrease of 2.6 billion yen from the previous fiscal year), profit attributable to owners of parent was 0.9 billion yen (a decrease of 3.2 billion yen from the previous fiscal year) due to improved profitability of other construction works.

The financial results by segment for Civil Construction and Building Construction, respectively, were as follows. Data by segment is presented including internal net sales or transfers.

#### (Civil Construction)

Net sales amounted to 213.6 billion yen, roughly on a par with the previous fiscal year (a decrease of 1.4% year on year). Gross profit was 27.6 billion yen (a decrease of 16.8% year on year) due to such factors as a small number of large projects with significantly improved profitability.

#### (Building Construction)

Net sales amounted to 249.6 billion yen (a decrease of 5.4% year on year) due to a temporary reduction in new orders as we gave priority to securing the construction system. Gross profit came to 5.5 billion yen (an increase of 199.3% year on year) due to improved profitability of construction projects, excluding the large construction projects in Japan, as a result of the thorough implementation of profitability-focused initiatives.

## (2) Overview of Financial Position for the Fiscal Year under Review

### (Assets)

Inventories increased by 5.0 billion yen as compared with the previous fiscal year, and other current assets increased by 15.1 billion yen; however, cash and deposits decreased by 24.0 billion yen and trade notes receivable, accounts receivable on completed construction contracts and other decreased by 13.1 billion yen.

As a result, total assets at the end of the fiscal year under review decreased by 18.1 billion yen from the end of the previous fiscal year to 393.5 billion yen.

### (Liabilities)

Advances received on construction contracts in progress increased by 26.5 billion yen from the end of the previous fiscal year. However, payables which are the total of trade notes payable, accounts payable on construction contracts and other and electronically recorded payable decreased by 16.6 billion yen from the end of the previous fiscal year, and the balance of interest bearing debt which is the total of short-term bank loans and current portion of long-term debt and corporate bond payable (including current portion of bonds payable) and long-term debt decreased by 3.3 billion yen, and provision for loss on construction contracts decreased by 17.0 billion yen.

As a result, total liabilities at the end of the fiscal year under review decreased by 18.3 billion yen from the end of the previous fiscal year to 316.2 billion yen.

### (Net assets)

Shareholders' equity decreased by 1.3 billion yen from the end of the previous fiscal year as a result of the recording of profit attributable to owners of parent of 0.9 billion yen, as well as dividends from surplus of 2.2 billion yen. Accumulated other comprehensive income increased by 1.6 billion yen, due in part to an increase in translation adjustments.

As a result, total net assets at the end of the fiscal year under review increased by 0.1 billion yen from the end of the previous fiscal year to 77.3 billion yen. The equity-to-asset ratio improved by 0.8 percentage points to 17.8% from 17.0% at the end of the previous fiscal year.

## (3) Overview of Cash Flows for the Fiscal Year under Review

### (Cash flows from operating activities)

Net cash used in operating activities was 16.7 billion yen (cash inflow of 21.5 billion yen in the previous fiscal year) due to factors such as the recording of profit before income taxes of 4.6 billion yen, an increase in advances received on construction contracts in progress of 25.8 billion yen, a decrease in trade notes payable, accounts payable on construction contracts and other of 16.3 billion yen, and a decrease in provision for loss on construction contracts of 17.1 billion yen.

### (Cash flows from investing activities)

Net cash provided by investing activities was 2.6 billion yen (cash inflow of 13.5 billion yen in the previous fiscal year) due to a decrease in fixed deposits of 4.2 billion yen and proceeds from sale of shares of subsidiaries resulting in change in scope of consolidation of 1.3 billion yen, despite such factors as purchases of property and equipment and purchases of intangible fixed assets of 3.0 billion yen.

### (Cash flows from financing activities)

Net cash used in investing activities was 6.9 billion yen (cash outflow of 7.5 billion yen in the previous fiscal year) due to outflow resulting from dividends paid of 2.2 billion yen, payments of long-term debt, etc.

As a result, the year-end balance of cash and cash equivalents was 68.9 billion yen (cash outflow of 20.7 billion yen as compared with the previous fiscal year).

(4) Basic Policy for Distribution of Profit and Dividends for the Fiscal Year Under Review and the Following Fiscal Year

The Company's basic policy is to maintain stable dividends while increasing retained earnings in order to strengthen our corporate structure and lay the groundwork for future business development. We determine profit distribution after comprehensively examining business performance trends and the future business environment, among other factors.

For the fiscal year under review, the Company proposes an annual dividend of 14.0 yen per share, the same as for the previous fiscal year, based on a comprehensive review of the financial results for the fiscal year under review, as well as future business conditions and financial results forecasts, among other factors.

On the other hand, As announced in " Notice Regarding Expression of Opinion in Support of the Planned Commencement of the Tender Offer for the Company Shares by INFRONEER Holdings Inc. and Recommendation to Tender Shares in the Tender Offer" dated May 14, 2025, the company assume 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.

(5) Future Outlook

As announced in " Notice Regarding Expression of Opinion in Support of the Planned Commencement of the Tender Offer for the Company Shares by INFRONEER Holdings Inc. and Recommendation to Tender Shares in the Tender Offer" dated May 14, 2025, the company assume that the Company Shares will be delisted as a result of the tender offer and the series of procedures that follow. Therefore, financial result forecasts for the fiscal year ending March 31, 2026 are not provided.



(Issues to be addressed)

- 1) With regard to a condominium which was constructed by the Company and is located in the city of Yokohama, on November 28, 2017, Mitsui Fudosan Residential Co., Ltd. (hereinafter, “Residential”), one of the parties who ordered the condominium in question, filed a lawsuit against the Company and two piling companies, claiming compensation for the expenses, etc. required for rebuilding the entire condominium in question in a total amount of approximately 45.9 billion yen (subsequently increased to approximately 51.0 billion yen on July 11, 2018 and then decreased from approximately 51.0 billion yen to approximately 50.6 billion yen on September 30, 2022), and the lawsuit is currently pending. While this lawsuit and related lawsuits (hereinafter, the “Lawsuits”) were subject to mediation, the Tokyo District Court issued a decision in lieu of mediation based on Article 17 of the Civil Mediation Act (hereinafter, the “Decision Based on Article 17”) on March 13, 2025, for the Lawsuits. However, another party filed an objection based on Article 18, Paragraph 1 of the Civil Mediation Act, and as a result, the Decision Based on Article 17 is no longer effective. The main contents of the Decision Based on Article 17 related to the Company were: (a) the Company shall pay 3,075 million yen to Residential as a settlement payment and (b) it shall be confirmed mutually that there shall be no receivables and payables whatsoever either between the Company and Residential and between the Company and the two piling companies. The Lawsuits will continue to be subject to trial and judgment, but the Company believes that the claim made by Residential is groundless and lacks justification, and will continue to properly present our arguments in the trial.
- 2) For the large construction work underway in Japan, the Company plans to complete the construction in August 2025 by working on the construction work while thoroughly implementing the strengthened project and quality control frameworks, the support and technical guidance provided by the head office and branch offices for the entire construction, and the measures to prevent recurrence formulated based on the recommendations of the investigation committee with the participation of external experts. In addition, the Company will continue to work to improve the business performance of the building construction business as a whole. The initiatives have included the proper implementation of the following three points: mitigating the strain on construction capacity and restructuring on-site support systems, enhancing governance and establishing optimal portfolios of orders received in the order-taking process, and thoroughly implementing target management focused on profit; in addition to the ongoing replacement of construction work with risk countermeasures.
- 3) SMCR Co., Ltd., which is a subsidiary of the Company, underwent an on-site inspection by the Japan Fair Trade Commission in April 2025, on suspicion of violating the Act on Prohibition of Private Monopolization and Maintenance of Fair Trade, in association with an order received for a large-scale repair project of a condominium located in the Kanto area. The Company takes seriously the situation of our subsidiary being subject to such an investigation, and SMCR will fully cooperate with the investigation conducted by the Japan Fair Trade Commission. The Group has undertaken a group-wide effort to eliminate such illegal activities.

The monetary amounts in “1. Overview of Operating Results, etc.” (expressed in terms of billions of yen) have been rounded down to the nearest unit.

## 2. Basic Policy on Selection of Accounting Standards

The Group adopts Japanese accounting standards.

We will remain attentive to future developments regarding the application of IFRS and will consider appropriate measures in response.

### 3. Consolidated Financial Statements and Principal Notes

#### (1) Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2024	As of March 31, 2025
<b>Assets</b>		
Current assets		
Cash and deposits	96,677	72,668
Trade notes receivable, accounts receivable on completed construction contracts and other	192,691	179,578
Inventories	37,098	42,093
Other current assets	29,529	44,632
Allowance for doubtful receivables	(2,619)	(1,449)
Total current assets	353,377	337,524
Non-current assets		
Property and equipment, at cost		
Buildings and structures	19,410	19,549
Machinery, equipment and vehicles	43,136	44,453
Land	16,095	16,195
Construction in progress	1,806	1,215
Accumulated depreciation	(43,633)	(44,791)
Property and equipment, net	36,815	36,622
Intangible fixed assets	5,945	4,945
Investments and other assets		
Investments in securities	5,486	3,749
Deferred tax assets	5,032	4,947
Asset for retirement benefits	34	26
Other	5,739	6,553
Allowance for doubtful receivables	(830)	(895)
Total investments and other assets	15,463	14,382
Total non-current assets	58,224	55,950
Total assets	411,601	393,474

(Millions of yen)

	As of March 31, 2024	As of March 31, 2025
<b>Liabilities and net assets</b>		
Current liabilities		
Trade notes payable, accounts payable on construction contracts and other	89,203	82,370
Electronically recorded payable	39,119	29,339
Short-term bank loans and current portion of long-term debt	21,221	31,530
Current portion of bonds payable	-	5,000
Lease obligations	685	655
Accrued expenses	6,863	6,878
Income tax payable	929	870
Advances received on construction contracts in progress	35,847	62,336
Provision for warranties for completed construction	463	401
Provision for loss on construction contracts	30,040	13,020
Provision for contingent loss	2,159	2,159
Other current liabilities	27,830	20,377
<b>Total current liabilities</b>	<b>254,365</b>	<b>254,940</b>
Long-term liabilities		
Corporate bond payable	10,000	5,000
Long-term debt	48,995	35,432
Lease obligations	1,635	1,377
Deferred tax liability on land revaluation	574	583
Provision for share-based payments	55	67
Long-term income taxes payable	-	490
Liability for retirement benefits	17,678	16,989
Other long-term liabilities	1,131	1,278
<b>Total long-term liabilities</b>	<b>80,070</b>	<b>61,219</b>
<b>Total liabilities</b>	<b>334,435</b>	<b>316,159</b>
<b>Net assets</b>		
Shareholders' equity		
Capital stock	12,003	12,003
Additional paid-in capital	568	525
Retained earnings	58,701	57,363
Treasury stock, at cost	(3,647)	(3,540)
<b>Total shareholders' equity</b>	<b>67,626</b>	<b>66,351</b>
Accumulated other comprehensive income		
Unrealized holding gain (loss) on securities	618	366
Deferred loss on hedging instruments, net of taxes	(1)	40
Land revaluation	70	66
Translation adjustments	2,085	3,585
Retirement benefits liability adjustment	(611)	(299)
<b>Total accumulated other comprehensive income</b>	<b>2,161</b>	<b>3,759</b>
<b>Non-controlling interests</b>	<b>7,377</b>	<b>7,204</b>
<b>Total net assets</b>	<b>77,165</b>	<b>77,315</b>
<b>Total liabilities and net assets</b>	<b>411,601</b>	<b>393,474</b>

(2) Consolidated Statements of Income and Comprehensive Income  
Consolidated Statements of Income

(Millions of yen)

	For the fiscal year ended March 31, 2024	For the fiscal year ended March 31, 2025
Net sales	479,488	462,982
Cost of sales	444,392	429,770
Gross profit	35,095	33,211
Selling, general and administrative expenses	26,595	25,624
Operating profit	8,500	7,587
Non-operating income		
Interest income	1,239	1,669
Dividend income	213	125
Exchange gain, net	993	-
Compensation income	-	739
Other	512	407
Total non-operating income	2,959	2,942
Non-operating expenses		
Interest expense	1,662	3,401
Exchange loss, net	-	477
Commission for loan commitment agreement	1,172	1,688
Other	2,334	1,236
Total non-operating expenses	5,169	6,804
Ordinary profit	6,291	3,725
Extraordinary income		
Gain on sales of property and equipment	178	266
Gain on sale of shares of subsidiaries and associates	-	1,560
Other	2,244	17
Total extraordinary income	2,422	1,844
Extraordinary losses		
Impairment loss	47	5
Loss on sales and disposal of property and equipment	196	77
Loss on valuation of investment securities	0	912
Other, net	1,011	24
Total extraordinary losses	1,256	1,019
Profit before income taxes	7,457	4,550
Income taxes - current	2,966	3,224
Income taxes - deferred	538	141
Total income taxes	3,505	3,365
Profit	3,951	1,185
Profit (loss) attributable to non-controlling interests	(54)	329
Profit attributable to owners of parent	4,006	855

# Consolidated Statements of Comprehensive Income

(Millions of yen)

	For the fiscal year ended March 31, 2024	For the fiscal year ended March 31, 2025
Profit	3,951	1,185
Other comprehensive income		
Unrealized holding gain (loss) on securities	2,799	(251)
Deferred gain on hedging instruments, net of taxes	38	42
Land revaluation	-	(8)
Translation adjustments	1,342	1,528
Retirement benefits liability adjustments	166	362
Total other comprehensive income	4,346	1,672
Comprehensive income	8,298	2,858
Comprehensive income attributable to		
Owners of parent	8,297	2,453
Non-controlling interests	1	404

### (3) Consolidated Statements of Changes in Net Assets

Fiscal year ended March 31, 2024 (from April 1, 2023 to March 31, 2024)

(Millions of yen)

	Shareholders' equity				
	Capital stock	Additional paid-in capital	Retained earnings	Treasury stock, at cost	Total shareholders' equity
Balance at the beginning of period	12,003	641	56,886	(3,782)	65,748
Changes in items during the period					
Change in a parent's ownership interest due to transaction with non-controlling interests		(18)			(18)
Dividends from surplus			(2,190)		(2,190)
Profit attributable to owners of parent			4,006		4,006
Purchases of treasury stock				(1)	(1)
Disposition of treasury stock		(54)		136	81
Net changes in items other than shareholders' equity					
Total changes in items during the period	-	(72)	1,815	134	1,877
Balance at the end of the period	12,003	568	58,701	(3,647)	67,626

	Accumulated other comprehensive income						Non-controlling interests	Total net assets
	Unrealized holding gain (loss) on securities	Deferred loss on hedging instruments, net of taxes	Land revaluation	Translation adjustments	Retirement benefits liability adjustments	Total accumulated other comprehensive income		
Balance at the beginning of the period	(2,180)	(40)	70	799	(778)	(2,130)	7,519	71,137
Changes in items during the period								
Change in a parent's ownership interest due to transaction with non-controlling interests								(18)
Dividends from surplus								(2,190)
Profit attributable to owners of parent								4,006
Purchases of treasury stock								(1)
Disposition of treasury stock								81
Net changes in items other than shareholders' equity	2,799	38	0	1,286	167	4,291	(141)	4,150
Total changes in items during the period	2,799	38	0	1,286	167	4,291	(141)	6,027
Balance at the end of the period	618	(1)	70	2,085	(611)	2,161	7,377	77,165

Fiscal year ended March 31, 2025 (from April 1, 2024 to March 31, 2025)

(Millions of yen)

	Shareholders' equity				
	Capital stock	Additional paid-in capital	Retained earnings	Treasury stock, at cost	Total shareholders' equity
Balance at the beginning of period	12,003	568	58,701	(3,647)	67,626
Changes in items during the period					
Change in a parent's ownership interest due to transaction with non-controlling interests		(5)			(5)
Dividends from surplus			(2,193)		(2,193)
Profit attributable to owners of parent			855		855
Purchases of treasury stock				(1)	(1)
Disposition of treasury stock		(37)		107	69
Net changes in items other than shareholders' equity					
Total changes in items during the period	-	(43)	(1,338)	106	(1,274)
Balance at the end of the period	12,003	525	57,363	(3,540)	66,351

	Accumulated other comprehensive income						Non-controlling interests	Total net assets
	Unrealized holding gain (loss) on securities	Deferred loss on hedging instruments, net of taxes	Land revaluation	Translation adjustments	Retirement benefits liability adjustments	Total accumulated other comprehensive income		
Balance at the beginning of the period	618	(1)	70	2,085	(611)	2,161	7,377	77,165
Changes in items during the period								
Change in a parent's ownership interest due to transaction with non-controlling interests								(5)
Dividends from surplus								(2,193)
Profit attributable to owners of parent								855
Purchases of treasury stock								(1)
Disposition of treasury stock								69
Net changes in items other than shareholders' equity	(251)	42	(4)	1,499	311	1,597	(173)	1,424
Total changes in items during the period	(251)	42	(4)	1,499	311	1,597	(173)	149
Balance at the end of the period	366	40	66	3,585	(299)	3,759	7,204	77,315

#### (4) Consolidated Statements of Cash Flows

(Millions of yen)

	For the fiscal year ended March 31, 2024	For the fiscal year ended March 31, 2025
Cash flows from operating activities		
Profit before income taxes	7,457	4,550
Depreciation and amortization	4,514	4,001
Impairment loss	47	5
Amortization on goodwill	441	506
Increase (decrease) in allowance for doubtful receivables	288	(1,194)
Decrease in provision for warranties for completed construction	(54)	(69)
Decrease in provision for loss on construction contracts	(8,490)	(17,055)
Increase in provision for share-based payments	17	18
Decrease in liability for retirement benefits	(325)	(708)
Loss (gain) on sales and disposal of property and equipment	17	(176)
Gain on sales of investments in securities	(1,310)	11
Loss on valuation of investment securities	0	912
Loss (gain) on sale of shares of subsidiaries and associates	-	(1,560)
Interest and dividend income	(1,453)	(1,795)
Interest expense	1,662	3,401
Exchange (gain) loss, net	(786)	515
Decrease in trade notes receivable, accounts receivable on completed construction contracts and other	23,419	12,793
Increase in inventories	(6,520)	(4,789)
Increase in other assets	(1,951)	(14,517)
Increase in retirement benefits liability adjustments included in accumulated other comprehensive income	150	421
Increase (decrease) in trade notes payable, accounts payable on construction contracts and other	6,719	(16,340)
Increase in advances received on construction contracts in progress	138	25,823
Increase (decrease) in other liabilities	1,114	(7,179)
Other	(103)	41
Subtotal	24,991	(12,384)
Interest and dividends received	1,586	1,712
Interest paid	(1,651)	(3,345)
Income taxes paid	(3,473)	(2,689)
Net cash provided by (used in) operating activities	21,452	(16,707)
Cash flows from investing activities		
Purchases of securities		(277)
(Increase) decrease in fixed deposits	(2,427)	4,157
Purchases of property and equipment	(3,011)	(2,609)
Proceeds from sales of property and equipment	343	323
Purchases of intangible fixed assets	(858)	(367)
Purchases of investments in securities	(1)	(0)
Proceeds from sales of investments in securities	19,343	1
Disbursements for loans receivable	(73)	(37)
Proceeds from collection of loans receivable	137	118
Proceeds from sale of shares of subsidiaries resulting in change in scope of consolidation	-	1,320
Other	12	6
Net cash provided by (used in) investing activities	13,465	2,634



(Millions of yen)

	For the fiscal year ended March 31, 2024	For the fiscal year ended March 31, 2025
Cash flows from financing activities		
Increase in short-term bank loans	154	8,545
Proceeds from long-term debt	-	9,353
Payments of long-term debt	(4,197)	(21,197)
Decrease in deposits from employees	(134)	(317)
Increase in treasury stock	(1)	(1)
Cash dividends paid	(2,187)	(2,194)
Cash dividends paid for non-controlling shareholders	(178)	(210)
Repayments of lease obligations	(965)	(816)
Payments from changes in ownership interests in subsidiaries that do not result in change in scope of consolidation	-	(77)
Net cash provided by (used in) financing activities	(7,510)	(6,916)
Effect of exchange rate changes on cash and cash equivalents	1,388	285
Net increase (decrease) in cash and cash equivalents	28,796	(20,703)
Cash and cash equivalents at beginning of the year	60,828	89,625
Cash and cash equivalents at end of the year	89,625	68,921

## (5) Notes to Consolidated Financial Statements

(Notes on going concern assumption)

Not applicable.

(Changes in accounting policies)

(Application of the “Accounting Standard for Current Income Taxes,” etc.)

The Company has adopted the “Accounting Standard for Current Income Taxes” (ASBJ Statement No. 27, October 28, 2022; hereinafter, the “Revised Accounting Standard 2022”), etc. since the beginning of the fiscal year under review.

The amendment to categories in which income taxes should be recorded (taxation on other comprehensive income) follows the transitional treatment prescribed in the proviso to Paragraph 20-3 of the Revised Accounting Standard 2022 and the transitional treatment prescribed in the proviso to (2) of Paragraph 65-2 of the “Guidance on Accounting Standard for Tax Effect Accounting” (ASBJ Guidance No. 28, October 28, 2022; hereinafter, the “Revised Guidance 2022”). The application has no impact on the consolidated financial statements.

For the amendment related to the revised accounting treatment for consolidated financial statements when gains or losses on sale of shares in subsidiaries, etc. resulting from transactions between consolidated companies are deferred for tax purposes, the Company has applied the Revised Guidance 2022 since the beginning of the fiscal year under review. This change in accounting policies has been applied retrospectively, and the consolidated financial statements for the previous fiscal year have been prepared reflecting the retrospective application. The application has no impact on the consolidated financial statements for the previous fiscal year.

(Business combination)

(Sale of shares in a consolidated subsidiary)

As announced in “Notice Concerning Recording of Extraordinary Income” dated January 31, 2025, the Company concluded a share transfer agreement with SENQCIA CORPORATION on January 8, 2025, with regard to transfer of shares in Aseismic Devices Co., Ltd., the Company’s consolidated subsidiary, and the share transfer was completed on January 31, 2025.

Following the share transfer, Aseismic Devices Co., Ltd. has been excluded from the scope of consolidation of the Company at the end of the fiscal year ended March 31, 2025.

1. Overview of share transfer

(1) Name of the company receiving shares

SENQCIA CORPORATION

(2) Detail of business transferred

Name of consolidated subsidiary: Aseismic Devices Co., Ltd.

Business description: Sale of aseismic devices

(3) Reason for share transfer

We examined the business synergy with our Group, the market environment, the selection and concentration of management resources, and considered the transfer of shares. As a result, SENQCIA CORPORATION was judged to be the most appropriate party to receive the shares.

(4) Date of share transfer

January 31, 2025

(5) Overview of transaction including the legal form

Share transfer for which the only consideration received is property such as cash

2. Outline of accounting treatment implemented

(1) Amount of transfer gain

Gain on sale of shares of subsidiaries and associates: 1,560 million yen

(2) Proper book value of assets and liabilities for the business transferred, as well as a major breakdown thereof

Current assets	3,094 million yen
Non-current assets	121 million yen
Total assets	3,215 million yen
Current liabilities	1,312 million yen
Non-current liabilities	23 million yen
Total liabilities	1,336 million yen

(3) Accounting treatment

The difference between the sale price of the shares transferred and the consolidated book value is recorded as “gain on sale of shares of subsidiaries and associates” under extraordinary income.

3. Name of reportable segment in which the transferred business was included

Building Construction

4. Profit related to the transferred business recorded in the consolidated statements of income for the fiscal year under review

Net sales	2,433 million yen
Operating profit	205 million yen

(Segment information, etc.)

[Segment information]

1. Overview of reportable segments

The Company's reportable segments are components of the Company whose separate financial information is available. These segments are subject to periodic examinations to enable the Company's Board of Directors to decide how to allocate management resources and assess performance.

The Company has the Civil Construction headquarters and the Building Construction headquarters at its head office, and these headquarters formulate strategies and conduct business activities for "civil construction" and "building construction," respectively.

Accordingly, the Company is organized into segments based on these headquarters, and "Civil Construction" and "Building Construction" are its two reportable segments.

"Civil Construction" is mainly engaged in construction works ordered by government offices such as prestressed concrete bridges, etc.

"Building Construction" is mainly engaged in construction works ordered by private-sector companies such as high-rise residential buildings, etc.

2. Accounting methods used to calculate segment sales, segment income (loss), segment assets, segment liabilities and other items for reportable segments

The accounting method for the reportable segments is generally the same as the accounting method used in preparing the consolidated financial statements.

Segment income for reportable segments is based on gross profit on the Consolidated Statements of Income.

In addition, intersegment net sales are determined through consultation in consideration of the market price.

The Company does not allocate any assets to reportable operating segments.

3. Segment sales, segment income (loss), segment assets, segment liabilities and other items for reportable segments

For the fiscal year ended March 31, 2024 (from April 1, 2023 to March 31, 2024)

(Millions of yen)

	Reportable segment			Others (Note 1)	Total	Adjustments (Note 2)	Consolidated (Note 3)
	Civil	Building	Total				
Sales							
External customers	215,405	263,655	479,061	427	479,488	—	479,488
Intersegment transactions or transfers	1,252	89	1,341	136	1,478	(1,478)	—
Net sales	216,657	263,744	480,402	564	480,967	(1,478)	479,488
Segment income	33,221	1,821	35,042	187	35,229	(133)	35,095

(Notes) 1. "Others," which includes the Company's business of solar power and insurance agent, does not qualify as a reportable operating segment.

2. Adjustment for segment income is the reduction of income recognized between reportable operating segments.

3. Segment income corresponds to gross profit in the consolidated statements of income.

For the fiscal year ended March 31, 2025 (from April 1, 2024 to March 31, 2025)

(Millions of yen)

	Reportable segment			Others (Note 1)	Total	Adjustments (Note 2)	Consolidated (Note 3)
	Civil	Building	Total				
Sales							
External customers	212,896	249,613	462,510	471	462,982	—	462,982
Intersegment transactions or transfers	729	0	730	169	899	(899)	—
Net sales	213,626	249,614	463,240	641	463,882	(899)	462,982
Segment income	27,633	5,451	33,084	186	33,271	(59)	33,211

(Notes) 1. “Others,” which includes the Company’s business of solar power and insurance agent, does not qualify as a reportable operating segment.

2. Adjustment for segment income is the reduction of income recognized between reportable operating segments.

3. Segment income corresponds to gross profit in the consolidated statement of income.

#### 4. Information on disaggregation of revenue by reportable segment

For the fiscal year ended March 31, 2024 (from April 1, 2023 to March 31, 2024)

(Millions of yen)

	Reportable segment			Others (Note)	Total
	Civil	Building	Total		
Japan	171,497	202,516	374,013	427	374,440
Asia	41,238	56,648	97,887	—	97,887
Others	1,802	3,273	5,075	—	5,075
Revenue from contracts with customers	214,537	262,437	476,975	427	477,403
Other revenue	867	1,217	2,085	—	2,085
Sales to external customers	215,405	263,655	479,061	427	479,488

Note: “Others,” which includes the Company’s business of solar power and insurance agent, does not qualify as a reportable operating segment.

For the fiscal year ended March 31, 2025 (from April 1, 2024 to March 31, 2025)

(Millions of yen)

	Reportable segment			Others (Note)	Total
	Civil	Building	Total		
Japan	171,317	194,737	366,054	471	366,526
Asia	37,654	50,948	88,602	—	88,602
Others	3,460	3,284	6,744	—	6,744
Revenue from contracts with customers	212,431	248,970	461,402	471	461,874
Other revenue	465	643	1,108	—	1,108
Sales to external customers	212,896	249,613	462,510	471	462,982

Note: “Others,” which includes the Company’s business of solar power and insurance agent, does not qualify as a reportable operating segment.

[Information on impairment losses on fixed assets by reportable segment]

For the fiscal year ended March 31, 2024 (from April 1, 2023 to March 31, 2024)

(Millions of yen)

	Reportable segment			Others	Corporate and elimination	Total
	Civil	Building	Total			
Impairment loss	27	—	27	—	19	47

Note: The amounts in “Corporate and elimination” are impairment losses relating to corporate assets that are not attributable to segments.

For the fiscal year ended March 31, 2025 (from April 1, 2024 to March 31, 2025)

(Millions of yen)

	Reportable segment			Others	Corporate and elimination	Total
	Civil	Building	Total			
Impairment loss	4	—	4	—	0	5

Note: The amounts in “Corporate and elimination” are impairment losses relating to corporate assets that are not attributable to segments.

[Information on amortization of goodwill and unamortized balance by reportable segment]

For the fiscal year ended March 31, 2024 (from April 1, 2023 to March 31, 2024)

(Millions of yen)

	Reportable segment			Others	Total
	Civil	Building	Total		
Amortization for the year	441	—	441	—	441
Balance at the end of the year	2,647	—	2,647	—	2,647

For the fiscal year ended March 31, 2025 (from April 1, 2024 to March 31, 2025)

(Millions of yen)

	Reportable segment			Others	Total
	Civil	Building	Total		
Amortization for the year	506	—	506	—	506
Balance at the end of the year	2,438	—	2,438	—	2,438

[Information on gain on negative goodwill by reportable segment]

For the years ended March 31, 2024 and 2025, there was no gain on negative goodwill by reportable segment.

(Per share information)

(Yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Net assets per share	445.33	446.89
Profit per share – basic	25.58	5.46

(Notes) 1. Profit per share – diluted for the years ended March 31, 2024 and 2025 was omitted as there were no diluted shares.

2. The basis of calculation for profit per share – basic at March 31, 2024 and 2025 was as follows:

		Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Profit (loss) per share – basic:			
Profit attributable to owners of parent	(Millions of yen)	4,006	855
Amount not available to common shareholders	(Millions of yen)	—	—
Profit (loss) attributable to owners of parent for common stock	(Millions of yen)	4,006	855
Average number of shares of common stock outstanding	(Thousands of shares)	156,633	156,821

3. The basis of calculation for net assets per share at March 31, 2024 and 2025 was as follows:

		March 31, 2024	March 31, 2025
Total net assets	(Millions of yen)	77,165	77,315
Amounts deducted from total net assets	(Millions of yen)	7,377	7,204
[Including non-controlling interests]	(Millions of yen)	(7,377)	(7,204)
Total net assets attributable to common stock	(Millions of yen)	69,788	70,110
Number of shares of common stock used to determine net assets per share	(Thousands of shares)	156,711	156,884

(Significant subsequent events)

[Tender Offer for the Shares of Our Company]

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”) (the “Tender Offer”) 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 will 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 be delisted through the prescribed procedures in accordance with the delisting criteria of the TSE. In addition, after being delisted, the Company Shares will no longer be traded on the TSE Prime Market.

1. Outline of the Tender Offeror

(1) Name

INFRONEER Holdings Inc.

(2) Location

2-10-2, Fujimi, Chiyoda-ku, Tokyo

(3) Name and title of representative

Kazunari Kibe, Representative Executive Officer and President

2. Overview of the Tender Offer

(1) Purchase Period

According to the Tender Offeror, as of May 14, 2025, the Tender Offeror intends to commence the Tender Offer around early July 2025, but because it is difficult to accurately predict the period of time required for procedures, etc. with competition authorities in the Philippines, notice of the details of the schedule for the Tender Offer will be given promptly once decided. Notice will be given promptly if there is any change in the expected timing of the commencement of the Tender Offer.

(2) Purchase Price

600 yen per share of common stock

For details, please refer to " Notice Regarding Expression of Opinion in Support of the Planned Commencement of the Tender Offer for the Company Shares by INFRONEER Holdings Inc. and Recommendation to Tender Shares in the Tender Offer" dated May 14, 2025.



#### 4. Non-Consolidated Financial Statements and Principal Notes

##### (1) Non-Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2024	As of March 31, 2025
<b>Assets</b>		
Current assets		
Cash and deposits	53,257	45,903
Trade notes receivable	1,037	206
Accounts receivable on completed construction contracts	144,952	133,331
Securities	-	278
Inventories	21,094	21,622
Materials and supplies	12,245	15,842
Other current assets	40,971	53,068
Allowance for doubtful receivables	(2,842)	(1,760)
Total current assets	270,716	268,493
Non-current assets		
Property and equipment, at cost		
Buildings	6,758	6,788
Accumulated depreciation	(3,820)	(3,958)
Buildings, net	2,937	2,829
Structures	944	948
Accumulated depreciation	(684)	(707)
Structures, net	260	240
Machinery and equipment	5,561	5,815
Accumulated depreciation	(3,056)	(3,218)
Machinery and equipment, net	2,505	2,597
Vehicles	326	387
Accumulated depreciation	(258)	(292)
Vehicles, net	68	95
Tools, furniture and fixtures	4,408	4,322
Accumulated depreciation	(3,967)	(3,891)
Tools, furniture and fixtures, net	441	431
Land	5,109	5,109
Construction in progress	627	652
Property and equipment, net	11,949	11,954
Intangible fixed assets	2,566	1,874
Investments and other assets		
Investments in securities	4,741	3,475
Investments in subsidiaries and affiliates	16,746	16,574
Investments in capital of subsidiaries and associates	0	0
Long-term loans receivable	73	73
Long-term loans to employees	242	206
Long-term loans receivable from subsidiaries and associates	5,268	2,778
Distressed receivables	579	579
Long-term prepaid expenses	145	922
Deferred tax assets	4,359	4,234
Other	3,415	3,099
Allowance for doubtful receivables	(898)	(845)
Total investments and other assets	34,673	31,097
Total non-current assets	49,189	44,926
Total assets	319,905	313,420

(Millions of yen)

	As of March 31, 2024	As of March 31, 2025
<b>Liabilities</b>		
Current liabilities		
Trade notes payable	4,578	884
Electronically recorded payable	24,755	23,563
Accounts payable on construction contracts	65,048	57,971
Short-term bank loans and current portion of long-term debt	21,306	36,192
Current portion of bonds payable	-	5,000
Lease obligations	97	71
Income taxes payable	242	156
Advances received on construction contracts in progress	24,514	52,826
Provision for warranties for completed construction	348	312
Provision for loss on construction contracts	29,088	12,398
Provision for contingent loss	2,159	2,159
Other current liabilities	30,624	24,572
Total current liabilities	202,763	216,108
Long-term liabilities		
Corporate bond payable	10,000	5,000
Long-term debt	48,965	35,415
Lease obligations	107	148
Long-term income taxes payable	-	490
Accrued retirement benefits	12,313	11,920
Other long-term liabilities	141	142
Total long-term liabilities	71,527	53,116
Total liabilities	274,291	269,225
<b>Net assets</b>		
Shareholders' equity		
Capital stock	12,003	12,003
Capital surplus		
Other capital surplus	238	200
Total capital surplus	238	200
Retained earnings		
Legal retained earnings	2,462	2,682
Other retained earnings		
Earned surplus carried forward	33,946	32,445
Total retained earnings	36,409	35,127
Treasury stock, at cost	(3,647)	(3,540)
Total shareholders' equity	45,003	43,791
Valuation, translation adjustments and other		
Unrealized holding gain (loss) on securities	612	363
Deferred loss on hedging instruments, net of taxes	(1)	40
Total valuation, translation adjustments and other	610	403
Total net assets	45,614	44,194
Total liabilities and net assets	319,905	313,420

## (2) Non-Consolidated Statements of Income

(Millions of yen)

	For the fiscal year ended March 31, 2024	For the fiscal year ended March 31, 2025
Net sales		
Completed construction	336,922	319,735
Others	303	349
Total net sales	337,225	320,084
Cost of sales		
Completed construction	316,990	302,760
Others	222	253
Total cost of sales	317,213	303,013
Gross profit		
Completed construction	19,931	16,974
Others	81	96
Total gross profit	20,012	17,071
Selling, general and administrative expenses	16,642	15,837
Operating profit	3,369	1,234
Non-operating income		
Interest income	1,022	1,179
Dividend income	3,077	3,989
Exchange gain, net	1,119	-
Other	785	618
Total non-operating income	6,004	5,787
Non-operating expenses		
Interest expense	1,772	3,429
Exchange loss, net	-	725
Commission for loan commitment agreement	1,172	1,688
Other	1,881	1,375
Total non-operating expenses	4,826	7,219
Ordinary profit (loss)	4,548	(197)
Extraordinary income		
Gain on sales of property and equipment	33	0
Gain on sales of investments in securities	2,090	-
Gain on sale of shares of subsidiaries and associates	-	3,015
Other	-	16
Total extraordinary income	2,123	3,032
Extraordinary losses		
Impairment loss	14	-
Loss on disposal of property and equipment	147	16
Loss on valuation of investment securities	0	912
Loss on sales of investments in securities	933	-
Loss on valuation of shares of subsidiaries and affiliates	170	206
Other	-	4
Total extraordinary losses	1,266	1,139
Profit before income taxes	5,405	1,695
Income taxes - current	249	573
Income taxes - deferred	650	210
Total income taxes	899	783
Profit	4,505	912

(3) Non-Consolidated Statements of Changes in Net Assets

Fiscal year ended March 31, 2024 (from April 1, 2023 to March 31, 2024)

(Millions of yen)

	Shareholders' equity						
	Capital stock	Additional paid-in capital	Retained earnings			Treasury stock, at cost	Total shareholders' equity
		Other capital surplus	Earned reserve	Other retained earnings Earned surplus carried forward	Total retained earnings		
Balance at the beginning of the period	12,003	293	2,243	31,850	34,094	(3,782)	42,608
Changes in items during the period							
Dividends from surplus				(2,190)	(2,190)		(2,190)
Provision of legal retained earnings			219	(219)	-		-
Profit				4,505	4,505		4,505
Purchases of treasury stock						(1)	(1)
Disposition of treasury stock		(54)				136	81
Net changes in items other than shareholders' equity							
Total changes in items during the period	-	(54)	219	2,095	2,314	134	2,394
Balance at the end of the period	12,003	238	2,462	33,946	36,409	(3,647)	45,003

	Valuation, translation adjustments and other			Total net assets
	Unrealized holding gain (loss) on securities	Deferred loss on hedging instruments, net of taxes	Total valuation, translation adjustments and other	
Balance at the beginning of the period	(2,180)	(40)	(2,220)	40,388
Changes in items during the period				
Dividends from surplus				(2,190)
Provision of legal retained earnings				-
Profit				4,505
Purchases of treasury stock				(1)
Disposition of treasury stock				81
Net changes in items other than shareholders' equity	2,792	38	2,831	2,831
Total changes in items during the period	2,792	38	2,831	5,226
Balance at the end of the period	612	(1)	610	45,614

Fiscal year ended March 31, 2025 (from April 1, 2024 to March 31, 2025)

(Millions of yen)

	Shareholders' equity						
	Capital stock	Additional paid-in capital	Retained earnings			Treasury stock, at cost	Total shareholders' equity
		Other capital surplus	Earned reserve	Other retained earnings Earned surplus carried forward	Total retained earnings		
Balance at the beginning of the period	12,003	238	2,462	33,946	36,409	(3,647)	45,003
Changes in items during the period							
Dividends from surplus				(2,193)	(2,193)		(2,193)
Provision of legal retained earnings			219	(219)	-		-
Profit				912	912		912
Purchases of treasury stock						(1)	(1)
Disposition of treasury stock		(37)				107	69
Net changes in items other than shareholders' equity							
Total changes in items during the period	-	(37)	219	(1,500)	(1,281)	106	(1,212)
Balance at the end of the period	12,003	200	2,682	32,445	35,127	(3,540)	43,791

	Valuation, translation adjustments and other			Total net assets
	Unrealized holding gain (loss) on securities	Deferred loss on hedging instruments, net of taxes	Total valuation, translation adjustments and other	
Balance at the beginning of the period	612	(1)	610	45,614
Changes in items during the period				
Dividends from surplus				(2,193)
Provision of legal retained earnings				-
Profit				912
Purchases of treasury stock				(1)
Disposition of treasury stock				69
Net changes in items other than shareholders' equity	(249)	42	(207)	(207)
Total changes in items during the period	(249)	42	(207)	(1,420)
Balance at the end of the period	363	40	403	44,194

## 5. Others

### (1) Status of Production, Orders Received, and Sales

#### Non-consolidated construction orders received

		Previous fiscal year (From April 1, 2023 to March 31, 2024)		Fiscal year under review (From April 1, 2024 to March 31, 2025)		Change	
		Amount (Millions of yen)	Composition ratio (%)	Amount (Millions of yen)	Composition ratio (%)	Amount (Millions of yen)	Percentage change (%)
Civil Construction	Government offices in Japan	84,648		72,476		(12,172)	(14.4)
	Private sector in Japan	17,089		14,218		(2,870)	(16.8)
	Overseas	28,849		12,722		(16,127)	(55.9)
	Total	130,587	54.3	99,417	47.4	(31,170)	(23.9)
Building Construction	Government offices in Japan	5,175		8,717		3,541	68.4
	Private sector in Japan	95,852		97,658		1,805	1.9
	Overseas	9,056		4,006		(5,050)	(55.8)
	Total	110,084	45.7	110,381	52.6	296	0.3
Total	Government offices in Japan	89,824	[37.3]	81,193	[38.7]	(8,631)	(9.6)
	Private sector in Japan	112,942	[46.9]	111,876	[53.3]	(1,065)	(0.9)
	Overseas	37,905	[15.8]	16,728	[8.0]	(21,177)	(55.9)
	<Among which, Group sales>	<67,540>	<28.1>	<32,907>	<15.7>	<(34,632)>	(51.3)
	Total	240,672	100	209,798	100	(30,873)	(12.8)

#### Non-consolidated sales of completed construction contracts

		Previous fiscal year (From April 1, 2023 to March 31, 2024)		Fiscal year under review (From April 1, 2024 to March 31, 2025)		Change	
		Amount (Millions of yen)	Composition ratio (%)	Amount (Millions of yen)	Composition ratio (%)	Amount (Millions of yen)	Percentage change (%)
Civil Construction	Government offices in Japan	82,173		81,052		(1,121)	(1.4)
	Private sector in Japan	25,252		24,334		(917)	(3.6)
	Overseas	32,786		28,804		(3,981)	(12.1)
	Total	140,212	41.6	134,191	42.0	(6,021)	(4.3)
Building Construction	Government offices in Japan	15,294		14,345		(948)	(6.2)
	Private sector in Japan	170,443		160,503		(9,939)	(5.8)
	Overseas	10,971		10,693		(277)	(2.5)
	Total	196,709	58.4	185,543	58.0	(11,166)	(5.7)
Total	Government offices in Japan	97,468	[28.9]	95,398	[29.8]	(2,070)	(2.1)
	Private sector in Japan	195,695	[58.1]	184,838	[57.8]	(10,857)	(5.5)
	Overseas	43,757	[13.0]	39,498	[12.4]	(4,259)	(9.7)
	<Among which, Group sales>	<91,686>	<27.2>	<76,943>	<24.1>	<(14,743)>	(16.1)
	Total	336,922	100	319,735	100	(17,187)	(5.1)

Non-consolidated construction contracts carried forward

		Previous fiscal year (March 31, 2024)		Fiscal year under review (March 31, 2025)		Change	
		Amount (Millions of yen)	Composition ratio (%)	Amount (Millions of yen)	Composition ratio (%)	Amount (Millions of yen)	Percentage change (%)
Civil Construction	Government offices in Japan	172,618		164,042		(8,576)	(5.0)
	Private sector in Japan	63,702		53,586		(10,116)	(15.9)
	Overseas	100,586		84,504		(16,082)	(16.0)
	Total	336,908	56.3	302,133	61.9	(34,774)	(10.3)
Building Construction	Government offices in Japan	32,893		27,264		(5,628)	(17.1)
	Private sector in Japan	213,193		150,347		(62,845)	(29.5)
	Overseas	15,294		8,606		(6,687)	(43.7)
	Total	261,381	43.7	186,219	38.1	(75,161)	(28.8)
Total	Government offices in Japan	205,512	[34.3]	191,307	[39.1]	(14,205)	(6.9)
	Private sector in Japan	276,895	[46.3]	203,934	[41.8]	(72,961)	(26.3)
	Overseas	115,881	[19.4]	93,111	[19.1]	(22,769)	(19.6)
	<Among which, Group sales>	<79,362>	<13.3>	<35,326>	<7.2>	<(44,036)>	(55.5)
	Total	598,289	100	488,352	100	(109,936)	(18.4)

## (2) Actual Operating Results and Summary

[Consolidated]

(Billions of yen)

	Full-year operating results	
	Results of the previous fiscal year (March 2024)	Results of the fiscal year under review (March 2025)
Net sales	479.5	463.0
Gross profit	35.1	33.2
Operating profit	8.5	7.6
Ordinary profit	6.3	3.7
Profit attributable to owners of parent	4.0	0.9

[Non-consolidated]

	Full-year operating results	
	Results of the previous fiscal year (March 2024)	Results of the fiscal year under review (March 2025)
Orders received	240.7	209.8
Civil Construction	130.6	99.4
Building Construction	110.1	110.4

Net sales	337.2	320.1
Net sales of completed construction contracts	336.9	319.7
Civil Construction	140.2	134.2
Building Construction	196.7	185.5
Net sales of other businesses	0.3	0.3
Gross profit	20.0 [5.9%]	17.1 [5.3%]
Gross profit on completed construction contracts	19.9 [5.9%]	17.0 [5.3%]
Civil Construction	22.1 [15.8%]	18.1 [13.5%]
Building Construction	(2.2) [(1.1%)]	(1.2) [(0.6%)]
Gross profit of other businesses	0.1 [26.7%]	0.1 [27.7%]
Selling, general and administrative expenses	16.6	15.8
Operating profit	3.4	1.2
Non-operating income (loss)	1.2	(1.4)
Ordinary profit (loss)	4.5	(0.2)
Extraordinary income (loss)	0.9	1.9
Profit before income taxes	5.4	1.7
Income taxes	0.9	0.8
Profit	4.5	0.9

(Rounded down to the nearest unit)