

## Translation

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# Summary of Consolidated Financial Results for the Three Months Ended June 30, 2025 (Based on Japanese GAAP)

August 8, 2025

Company name: KAWADA TECHNOLOGIES, INC.  
 Stock exchange listing: Tokyo  
 Stock code: 3443 URL: <https://www.kawada.jp/>  
 Representative: Representative Director and President Tadahi Kawada  
 Inquiries: Managing Director Satoru Watanabe TEL: +81-3-3915-7722  
 Scheduled date to commence dividend payments: –  
 Preparation of supplementary material on financial results: No  
 Holding of financial results meeting: No

(Amounts less than one million yen are rounded down)

## 1. Consolidated financial results for the three months ended June 30, 2025 (from April 1, 2025 to June 30, 2025)

### (1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2025	27,551	(16.1)	1,080	(56.5)	1,746	(38.6)	1,609	(21.4)
Three months ended June 30, 2024	32,856	4.9	2,483	601.3	2,846	233.3	2,048	225.3

Note: Comprehensive income Three months ended June 30, 2025: ¥1,430 million [(38.5)%]  
 Three months ended June 30, 2024: ¥2,325 million [211.1%]

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2025	92.59	–
Three months ended June 30, 2024	118.90	118.58

### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2025	160,548	91,255	56.5
As of March 31, 2025	165,511	91,569	55.0

Reference: Equity As of June 30, 2025: ¥90,771 million  
 As of March 31, 2025: ¥91,062 million

## 2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2025	–	45.00	–	100.00	145.00
Fiscal year ending March 31, 2026	–				
Fiscal year ending March 31, 2026 (Forecast)		65.00	–	65.00	130.00

Note: Revisions to the cash dividend forecasts most recently announced: No

## 3. Forecast of consolidated financial results for the fiscal year ending March 31, 2026 (from April 1, 2025 to March 31, 2026)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	125,000	(5.9)	7,800	(19.5)	9,600	(23.9)	7,500	(32.5)	431.43

Note: Revisions to the consolidated earnings forecasts most recently announced: No

#### 4. Notes

- (1) Significant changes in the scope of consolidation during the period: No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: No
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
- Changes in accounting policies due to revisions to accounting standards and other regulations: No
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: No
- Restatement of prior period financial statements: No

#### (4) Number of issued shares (common shares)

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

As of June 30, 2025	17,474,210 shares	As of March 31, 2025	17,474,210 shares
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Number of treasury shares at the end of the period

As of June 30, 2025	89,979 shares	As of March 31, 2025	89,873 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2025	17,384,323 shares	Three months ended June 30, 2024	17,225,613 shares
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\* Review of the Japanese-language originals of the attached quarterly consolidated financial statements by certified public accountants or an audit corporation: No

\* Proper use of forecasts of financial results, and other special matters

Forward-looking statements, including the consolidated forecasts stated in these materials, are based on information currently available to the Company and certain assumptions deemed reasonable. Consequently, any statements herein do not constitute assurances regarding actual results by the Company. Results may differ materially from the consolidated forecasts due to various factors.

**Quarterly consolidated financial statements and significant notes thereto**  
**Quarterly consolidated balance sheets**

(Millions of yen)

	As of March 31, 2025	As of June 30, 2025
<b>Assets</b>		
Current assets		
Cash and deposits	14,363	17,940
Notes receivable, accounts receivable from completed construction contracts and other	68,169	58,460
Costs on construction contracts in progress	126	202
Other inventories	1,406	1,601
Other	3,181	4,103
Allowance for doubtful accounts	(6)	(5)
Total current assets	87,241	82,302
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	5,893	5,826
Machinery, vehicles, tools, furniture and fixtures, net	2,973	2,901
Aircraft, net	1,379	1,491
Land	14,953	14,953
Leased assets, net	2,131	2,044
Construction in progress	45	60
Total property, plant and equipment	27,375	27,277
Intangible assets	1,236	1,218
Investments and other assets		
Investment securities	4,074	3,838
Shares of subsidiaries and associates	40,757	41,113
Deferred tax assets	3,955	3,684
Other	885	1,129
Allowance for doubtful accounts	(15)	(15)
Total investments and other assets	49,657	49,750
Total non-current assets	78,269	78,246
Total assets	165,511	160,548

(Millions of yen)

	As of March 31, 2025	As of June 30, 2025
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	17,838	16,224
Short-term borrowings	6,345	7,900
Current portion of long-term borrowings	4,281	4,075
Current portion of bonds payable	1,085	1,010
Lease liabilities	452	447
Income taxes payable	1,700	290
Advances received on construction contracts in progress	7,403	8,871
Unearned revenue	2,513	2,715
Provision for bonuses	2,405	1,129
Provision for warranties for completed construction	66	55
Provision for loss on construction contracts	2,908	3,645
Other	9,700	6,887
Total current liabilities	56,700	53,253
Non-current liabilities		
Bonds payable	2,065	2,005
Long-term borrowings	9,552	8,583
Lease liabilities	1,917	1,828
Deferred tax liabilities for land revaluation	1,516	1,516
Provision for retirement benefits for directors (and other officers)	663	563
Retirement benefit liability	1,320	1,346
Asset retirement obligations	133	133
Negative goodwill	34	29
Other	37	32
Total non-current liabilities	17,241	16,038
Total liabilities	73,942	69,292
Net assets		
Shareholders' equity		
Share capital	5,374	5,374
Capital surplus	9,922	9,922
Retained earnings	69,665	69,536
Treasury shares	(169)	(169)
Total shareholders' equity	84,793	84,663
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	2,561	2,434
Revaluation reserve for land	928	925
Foreign currency translation adjustment	1,962	1,962
Remeasurements of defined benefit plans	817	784
Total accumulated other comprehensive income	6,269	6,107
Non-controlling interests	506	484
Total net assets	91,569	91,255
Total liabilities and net assets	165,511	160,548

**Quarterly consolidated statements of income (cumulative) and quarterly consolidated statements of comprehensive income (cumulative)**

**Quarterly consolidated statements of income (cumulative)**

(Millions of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Net sales	32,856	27,551
Cost of sales	27,449	23,392
Gross profit	5,406	4,158
Selling, general and administrative expenses	2,922	3,078
Operating profit	2,483	1,080
Non-operating income		
Interest and dividend income	40	43
Rental income	39	41
Amortization of negative goodwill	5	5
Share of profit of entities accounted for using equity method	178	412
Subsidy income	335	325
Other	19	83
Total non-operating income	619	911
Non-operating expenses		
Interest expenses	86	80
Rental expenses	136	134
Other	34	30
Total non-operating expenses	256	245
Ordinary profit	2,846	1,746
Extraordinary income		
Gain on sale of shares of subsidiaries and associates	50	—
Gain on sale of investment securities	—	375
Total extraordinary income	50	375
Profit before income taxes	2,896	2,122
Income taxes - current	278	208
Income taxes - deferred	573	320
Total income taxes	852	529
Profit	2,043	1,592
Loss attributable to non-controlling interests	(4)	(17)
Profit attributable to owners of parent	2,048	1,609

**Quarterly consolidated statements of comprehensive income (cumulative)**

(Millions of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Profit	2,043	1,592
Other comprehensive income		
Valuation difference on available-for-sale securities	103	(90)
Remeasurements of defined benefit plans, net of tax	(21)	(15)
Share of other comprehensive income of entities accounted for using equity method	200	(56)
Total other comprehensive income	281	(161)
Comprehensive income	2,325	1,430
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,329	1,447
Comprehensive income attributable to non-controlling interests	(4)	(17)

## Notes regarding segment information, etc.

I For the three months ended June 30, 2024 (from April 1, 2024 to June 30, 2024)

1. Information on the amounts of net sales and profit or loss for each reportable segment and information on disaggregation of revenue

(Millions of yen)

	Reportable segments					Others (Note)	Total
	Steel Construc- tion	Civil Engineering	Architec- ture	Solution	Total		
Net sales							
Goods transferred at a point in time	46	–	39	174	259	934	1,194
Goods transferred over time	16,116	9,900	3,214	1,504	30,735	881	31,617
Revenues from contracts with customers	16,163	9,900	3,253	1,678	30,995	1,816	32,811
Other income	7	9	–	–	17	27	44
Revenues from external customers	16,170	9,909	3,253	1,678	31,012	1,843	32,856
Transactions with other segments	200	99	1	50	351	54	406
Total	16,371	10,008	3,254	1,728	31,363	1,898	33,262
Segment profit (loss)	1,630	1,044	117	650	3,441	(191)	3,250

Note: The “Others” category is a segment containing the businesses not included in the reportable segments, and it includes businesses related to aviation, real estate transaction and leasing, etc.

2. Difference between the total amount of profit or loss of the reportable segments and the amount recorded in quarterly consolidated statements of income, and description of said difference (comparability adjustment)

(Millions of yen)

Profit	Amount
Reportable segments total	3,441
Loss from “Others”	(191)
Elimination of intersegment transactions	(68)
Company-wide expenses (Note)	(862)
Other adjustments	164
Operating profit in the quarterly consolidated statements of income	2,483

Note: Company-wide expenses are mainly general and administrative expenses, which are not attributable to the reportable segments.

3. Information about impairment losses of non-current assets or goodwill, etc. for each reportable segment  
Not applicable.

II For the three months ended June 30, 2025 (from April 1, 2025 to June 30, 2025)

1. Information on the amounts of net sales and profit or loss for each reportable segment and information on disaggregation of revenue

(Millions of yen)

	Reportable segments					Others (Note)	Total
	Steel Construc- tion	Civil Engineering	Architec- ture	Solution	Total		
Net sales							
Goods transferred at a point in time	41	2	24	140	208	956	1,164
Goods transferred over time	11,623	7,976	4,272	1,575	25,447	898	26,345
Revenues from contracts with customers	11,664	7,978	4,296	1,715	25,655	1,854	27,509
Other income	7	4	–	–	11	29	41
Revenues from external customers	11,671	7,983	4,296	1,715	25,667	1,884	27,551
Transactions with other segments	597	77	3	33	711	55	767
Total	12,268	8,060	4,299	1,749	26,378	1,939	28,318
Segment profit (loss)	1,126	25	345	631	2,129	(252)	1,876

Note: The “Others” category is a segment containing the businesses not included in the reportable segments, and it includes businesses related to aviation, real estate transaction and leasing, etc.

2. Difference between the total amount of profit or loss of the reportable segments and the amount recorded in quarterly consolidated statements of income, and description of said difference (comparability adjustment)

(Millions of yen)

Profit	Amount
Reportable segments total	2,129
Loss from “Others”	(252)
Elimination of intersegment transactions	(105)
Company-wide expenses (Note)	(853)
Other adjustments	162
Operating profit in the quarterly consolidated statements of income	1,080

Note: Company-wide expenses are mainly general and administrative expenses, which are not attributable to the reportable segments.

3. Information about impairment losses of non-current assets or goodwill, etc. for each reportable segment

Not applicable.