

Translation

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purposes. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2025 (Based on Japanese GAAP)



February 13, 2026

Company name: KAWADA TECHNOLOGIES,INC.
Stock exchange listing: Tokyo
Stock code: 3443 URL: <https://www.kawada.jp/>
Representative: Representative Director and President
Inquiries: Managing Director
Scheduled date to commence dividend payments:
Preparation of supplementary material on financial results:
Holding of financial results meeting:

Tadahiro Kawada
Satoru Watanabe
—
No
N

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the nine months ended December 31, 2025 (from April 1, 2025 to December 31, 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	%
Nine months ended December 31, 2025	83,475	(17.3)	4,335	(48.8)	5,206	(49.9)	4,114	(49.1)
Nine months ended December 31, 2024	100,984	4.2	8,459	60.7	10,394	69.2	8,087	100.4

Note: Comprehensive income Nine months ended December 31, 2025: \$4,671 million [(45.5%)]
 Nine months ended December 31, 2024: \$8,574 million [76.2%]

	Earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2025	236.22	—
Nine months ended December 31, 2024	468.40	467.24

(2) Consolidated financial position

(2) Consolidated financial position	Total assets	Net assets	Equity ratio
As of December 31, 2025	165,651	93,581	56.2
As of March 31, 2025	165,511	91,569	55.0

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
Fiscal year ended March 31, 2025	Yen —	Yen 45.00	Yen —	Yen 100.00	Yen 145.00
Fiscal year ending March 31, 2026	—	65.00	—		
Fiscal year ending March 31, 2026 (Forecast)				80.00	145.00

Note: Revisions to the cash dividend forecasts most recently announced: Yes

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	%
Full year	115,000	(13.5)	8,100	(16.4)	10,700	(15.2)	8,400	(24.4)

Note: Revisions to the consolidated earnings forecasts most recently announced: Yes

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 December 31, 2025	17,474,210 shares	As of March 31, 2025	17,474,210 shares
-------------------------	-------------------	----------------------	-------------------

Number of treasury shares at the end of the period

As of December 31, 2025	34,356 shares	As of March 31, 2025	89,873 shares
-------------------------	---------------	----------------------	---------------

Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2025	17,416,721 shares	Nine months ended December 31, 2024	17,265,942 shares
-------------------------------------	-------------------	-------------------------------------	-------------------

* 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 December 31, 2025
Assets		
Current assets		
Cash and deposits	14,363	18,761
Notes receivable, accounts receivable from completed construction contracts and other	68,169	61,937
Costs on construction contracts in progress	126	182
Other inventories	1,406	1,549
Other	3,181	4,428
Allowance for doubtful accounts	(6)	(6)
Total current assets	87,241	86,853
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	5,893	5,812
Machinery, vehicles, tools, furniture and fixtures, net	2,973	2,948
Aircraft, net	1,379	1,672
Land	14,953	14,936
Leased assets, net	2,131	1,941
Construction in progress	45	108
Total property, plant and equipment	27,375	27,420
Intangible assets	1,236	1,262
Investments and other assets		
Investment securities	4,074	4,485
Shares of subsidiaries and associates	40,757	40,794
Deferred tax assets	3,955	3,633
Other	885	1,217
Allowance for doubtful accounts	(15)	(15)
Total investments and other assets	49,657	50,115
Total non-current assets	78,269	78,798
Total assets	165,511	165,651

(Millions of yen)

	As of March 31, 2025	As of December 31, 2025
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	17,838	14,959
Short-term borrowings	6,345	10,600
Current portion of long-term borrowings	4,281	4,596
Current portion of bonds payable	1,085	1,150
Lease liabilities	452	459
Income taxes payable	1,700	176
Advances received on construction contracts in progress	7,403	9,078
Unearned revenue	2,513	2,585
Provision for bonuses	2,405	1,110
Provision for warranties for completed construction	66	37
Provision for loss on construction contracts	2,908	3,876
Other	9,700	6,111
Total current liabilities	56,700	54,741
Non-current liabilities		
Bonds payable	2,065	2,060
Long-term borrowings	9,552	9,750
Lease liabilities	1,917	1,705
Deferred tax liabilities	–	36
Deferred tax liabilities for land revaluation	1,516	1,515
Provision for retirement benefits for directors (and other officers)	663	706
Retirement benefit liability	1,320	1,378
Asset retirement obligations	133	133
Negative goodwill	34	20
Other	37	23
Total non-current liabilities	17,241	17,329
Total liabilities	73,942	72,070
Net assets		
Shareholders' equity		
Share capital	5,374	5,374
Capital surplus	9,922	10,032
Retained earnings	69,665	70,911
Treasury shares	(169)	(65)
Total shareholders' equity	84,793	86,253
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	2,561	3,323
Revaluation reserve for land	928	920
Foreign currency translation adjustment	1,962	1,807
Remeasurements of defined benefit plans	817	739
Total accumulated other comprehensive income	6,269	6,790
Non-controlling interests	506	537
Total net assets	91,569	93,581
Total liabilities and net assets	165,511	165,651

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

Quarterly consolidated statements of income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2024	Nine months ended December 31, 2025
Net sales	100,984	83,475
Cost of sales	83,814	69,997
Gross profit	17,170	13,477
Selling, general and administrative expenses	8,711	9,142
Operating profit	8,459	4,335
Non-operating income		
Interest and dividend income	135	121
Rental income	118	122
Amortization of negative goodwill	15	15
Share of profit of entities accounted for using equity method	2,068	823
Subsidy income	340	325
Other	54	209
Total non-operating income	2,734	1,618
Non-operating expenses		
Interest expenses	321	283
Rental expenses	373	367
Other	103	96
Total non-operating expenses	798	747
Ordinary profit	10,394	5,206
Extraordinary income		
Gain on sale of shares of subsidiaries and associates	50	–
Gain on sale of investment securities	–	375
Subsidy income	–	5
Total extraordinary income	50	380
Extraordinary losses		
Loss on tax purpose reduction entry of non-current assets	–	5
Loss on valuation of shares of subsidiaries and associates	–	9
Total extraordinary losses	–	14
Profit before income taxes	10,444	5,572
Income taxes - current	1,762	1,180
Income taxes - deferred	523	241
Total income taxes	2,286	1,422
Profit	8,158	4,150
Profit attributable to non-controlling interests	71	36
Profit attributable to owners of parent	8,087	4,114

Quarterly consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2024	Nine months ended December 31, 2025
Profit	8,158	4,150
Other comprehensive income		
Valuation difference on available-for-sale securities	10	366
Revaluation reserve for land	–	(4)
Remeasurements of defined benefit plans, net of tax	(68)	(47)
Share of other comprehensive income of entities accounted for using equity method	473	206
Total other comprehensive income	<hr/> 415	<hr/> 521
Comprehensive income	<hr/> 8,574	<hr/> 4,671
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	8,503	4,635
Comprehensive income attributable to non-controlling interests	71	36

Notes regarding segment information, etc.

I For the nine months ended December 31, 2024 (from April 1, 2024 to December 31, 2024)

- 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	107	24	69	638	840	4,111	4,951
Goods transferred over time	46,426	30,878	10,986	4,849	93,140	2,747	95,888
Revenues from contracts with customers	46,533	30,902	11,056	5,488	93,980	6,859	100,840
Other income	22	34	–	–	56	87	144
Revenues from external customers	46,556	30,936	11,056	5,488	94,037	6,947	100,984
Transactions with other segments	805	225	9	196	1,236	245	1,482
Total	47,362	31,161	11,065	5,684	95,274	7,192	102,467
Segment profit (loss)	4,672	2,715	927	2,320	10,635	(15)	10,620

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.

- 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	10,635
Loss from “Others”	(15)
Elimination of intersegment transactions	(315)
Company-wide expenses (Note)	(2,363)
Other adjustments	517
Operating profit in the quarterly consolidated statements of income	8,459

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

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

II For the nine months ended December 31, 2025 (from April 1, 2025 to December 31, 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 Construction	Civil Engineering	Architec- ture	Solution	Total		
Net sales							
Goods transferred at a point in time	94	13	42	598	748	3,975	4,724
Goods transferred over time	34,730	23,768	12,339	4,973	75,811	2,806	78,617
Revenues from contracts with customers	34,824	23,782	12,381	5,571	76,559	6,781	83,341
Other income	22	13	–	–	35	97	133
Revenues from external customers	34,847	23,795	12,381	5,571	76,595	6,879	83,475
Transactions with other segments	1,044	243	109	144	1,540	172	1,713
Total	35,891	24,038	12,490	5,715	78,136	7,051	85,188
Segment profit (loss)	3,765	(61)	889	2,250	6,843	(129)	6,714

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	6,843
Loss from “Others”	(129)
Elimination of intersegment transactions	(346)
Company-wide expenses (Note)	(2,574)
Other adjustments	541
Operating profit in the quarterly consolidated statements of income	4,335

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.