Translation

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Summary of Consolidated Financial Results for the Three Months Ended June 30, 2026 (Based on Japanese GAAP)

August 7, 2026

Company name: KAWADA TECHNOLOGIES,INC.
Stock exchange listing: Tokyo
Stock code: 3443 URL: https://www.kawada.jp/
Representative: Representative Director and President Tadahiro Kawada
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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, 2026 (from April 1, 2026 to June 30, 2026)

(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, 2026	26,272	(4.6)	1,243	15.2	2,717	55.6	2,260	40.5
Three months ended June 30, 2025	27,551	(16.1)	1,080	(56.5)	1,746	(38.6)	1,609	(21.4)

Note: Comprehensive income Three months ended June 30, 2026: ¥2,315 million [61.9%]
Three months ended June 30, 2025: ¥1,430 million [(38.5)%]

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2026	43.76	–
Three months ended June 30, 2025	30.86	–

Note: The Company conducted a stock split of common share at a ratio of 3-for-1 on April 1, 2026. “Earnings per share” and “Diluted earnings per share” are calculated on the assumption that said splitting of shares had been made at the beginning of the previous fiscal year.

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2026	154,705	98,824	63.5
As of March 31, 2026	162,986	99,510	60.7

Reference: Equity As of June 30, 2026: ¥98,265 million
As of March 31, 2026: ¥98,955 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, 2026	–	65.00	–	86.00	151.00
Fiscal year ending March 31, 2027	–				
Fiscal year ending March 31, 2027 (Forecast)		21.00	–	21.00	42.00

Notes: 1. Revisions to the cash dividend forecasts most recently announced: No
2. The Company conducted a stock split of common share at a ratio of 3-for-1 on April 1, 2026. The amounts shown for the dividends for the fiscal year ended March 31, 2026 are the actual dividend amounts before the share split.

3. Forecast of consolidated financial results for the fiscal year ending March 31, 2027 (from 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		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	125,000	8.7	7,200	(16.3)	9,500	(14.1)	7,100	(19.2)	138.46

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, 2026	52,422,630 shares	As of March 31, 2026	52,422,630 shares

Number of treasury shares at the end of the period

As of June 30, 2026	1,144,672 shares	As of March 31, 2026	104,463 shares

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

Three months ended June 30, 2026	51,657,614 shares	Three months ended June 30, 2025	52,152,969 shares

Note: The Company conducted a stock split of common share at a ratio of 3-for-1 on April 1, 2026. “Total number of issued shares at the end of the period,” “Number of treasury shares at the end of the period,” and “Average number of shares during the period” are calculated on the assumption that said splitting of shares had been made at the beginning of the previous fiscal year.

* 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, 2026	As of June 30, 2026
Assets		
Current assets		
Cash and deposits	17,563	27,790
Notes receivable, accounts receivable from completed construction contracts and other	57,333	38,467
Electronically recorded monetary claims - operating	2,667	2,263
Costs on construction contracts in progress	81	178
Other inventories	1,309	1,364
Other	3,529	2,899
Allowance for doubtful accounts	(5)	(4)
Total current assets	82,479	72,959
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	5,868	5,767
Machinery, vehicles, tools, furniture and fixtures, net	3,173	3,357
Aircraft, net	1,570	1,578
Land	14,305	14,305
Leased assets, net	1,861	1,775
Construction in progress	19	12
Total property, plant and equipment	26,797	26,797
Intangible assets	1,275	1,344
Investments and other assets		
Investment securities	4,395	4,319
Shares of subsidiaries and associates	42,696	44,176
Retirement benefit asset	351	370
Deferred tax assets	2,980	2,701
Other	2,024	2,050
Allowance for doubtful accounts	(15)	(15)
Total investments and other assets	52,434	53,603
Total non-current assets	80,507	81,745
Total assets	162,986	154,705

(Millions of yen)

	As of March 31, 2026	As of June 30, 2026
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	12,916	11,379
Electronically recorded obligations - operating	2,033	991
Short-term borrowings	1,500	–
Current portion of long-term borrowings	4,379	4,133
Current portion of bonds payable	1,055	1,055
Lease liabilities	447	433
Income taxes payable	638	208
Advances received on construction contracts in progress	9,357	8,051
Unearned revenue	2,678	2,830
Provision for bonuses	2,263	1,144
Provision for warranties for completed construction	29	30
Provision for loss on construction contracts	3,805	3,514
Other	7,403	8,090
Total current liabilities	48,509	41,862
Non-current liabilities		
Bonds payable	1,640	1,580
Long-term borrowings	8,883	8,083
Lease liabilities	1,635	1,555
Deferred tax liabilities for land revaluation	1,514	1,514
Provision for retirement benefits for directors (and other officers)	699	675
Retirement benefit liability	428	451
Asset retirement obligations	130	130
Negative goodwill	15	10
Other	19	16
Total non-current liabilities	14,966	14,018
Total liabilities	63,475	55,881
Net assets		
Shareholders' equity		
Share capital	5,374	5,374
Capital surplus	10,032	10,032
Retained earnings	75,579	76,340
Treasury shares	(67)	(1,568)
Total shareholders' equity	90,919	90,180
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3,304	3,363
Revaluation reserve for land	920	920
Foreign currency translation adjustment	2,203	2,203
Remeasurements of defined benefit plans	1,607	1,597
Total accumulated other comprehensive income	8,036	8,085
Non-controlling interests	555	558
Total net assets	99,510	98,824
Total liabilities and net assets	162,986	154,705

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, 2025	Three months ended June 30, 2026
Net sales	27,551	26,272
Cost of sales	23,392	21,782
Gross profit	4,158	4,490
Selling, general and administrative expenses	3,078	3,246
Operating profit	1,080	1,243
Non-operating income		
Interest and dividend income	43	43
Rental income	41	42
Amortization of negative goodwill	5	5
Share of profit of entities accounted for using equity method	412	1,341
Subsidy income	325	332
Other	83	36
Total non-operating income	911	1,802
Non-operating expenses		
Interest expenses	80	68
Rental expenses	134	135
Other	30	125
Total non-operating expenses	245	328
Ordinary profit	1,746	2,717
Extraordinary income		
Gain on sale of investment securities	375	–
Total extraordinary income	375	–
Profit before income taxes	2,122	2,717
Income taxes - current	208	126
Income taxes - deferred	320	323
Total income taxes	529	450
Profit	1,592	2,266
Profit (loss) attributable to non-controlling interests	(17)	5
Profit attributable to owners of parent	1,609	2,260

Quarterly consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Profit	1,592	2,266
Other comprehensive income		
Valuation difference on available-for-sale securities	(90)	(49)
Remeasurements of defined benefit plans, net of tax	(15)	(39)
Share of other comprehensive income of entities accounted for using equity method	(56)	138
Total other comprehensive income	(161)	49
Comprehensive income	1,430	2,315
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,447	2,309
Comprehensive income attributable to non-controlling interests	(17)	5

Notes regarding segment information, etc.

I 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 Construction	Civil Engineering	Architecture	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.

II For the three months ended June 30, 2026 (from April 1, 2026 to June 30, 2026)

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	Architecture	Solution	Total		
Net sales							
Goods transferred at a point in time	50	5	8	217	281	920	1,201
Goods transferred over time	12,373	5,835	4,178	1,646	24,034	986	25,020
Revenues from contracts with customers	12,424	5,841	4,186	1,864	24,315	1,906	26,222
Other income	7	8	–	–	15	34	50
Revenues from external customers	12,431	5,849	4,186	1,864	24,331	1,941	26,272
Transactions with other segments	215	85	11	28	341	67	408
Total	12,647	5,935	4,197	1,892	24,672	2,008	26,680
Segment profit (loss)	2,401	(1,269)	414	709	2,255	(167)	2,088

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	2,255
Loss from "Others"	(167)
Elimination of intersegment transactions	(82)
Company-wide expenses (Note)	(893)
Other adjustments	130
Operating profit in the quarterly consolidated statements of income	1,243

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.