

May 9, 2025

## Consolidated Financial Results for the Three Months Ended March 31, 2025 (Under Japanese GAAP)

Company name: FUKUDA CORPORATION  
 Listing: Tokyo Stock Exchange  
 Securities code: 1899  
 URL: <https://www.fkd.co.jp/>  
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 Scheduled date to commence dividend payments: -  
 Preparation of supplementary material on financial results: None  
 Holding of financial results briefing: None

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

### 1. Consolidated financial results for the three months ended March 31, 2025 (from January 1, 2025 to March 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                         | %      |
| Three months ended |                 |       |                  |        |                 |        |   |        |
| March 31, 2025     | 40,263          | (2.8) | 2,273            | (14.5) | 2,369           | (13.9) | 1,537                                   | (18.4) |
| March 31, 2024     | 41,419          | 15.4  | 2,659            | 100.2  | 2,751           | 93.8   | 1,883                                   | 97.4   |

Note: Comprehensive income For the three months ended March 31, 2025: ¥1,520 million [(30.6)%]  
 For the three months ended March 31, 2024: ¥2,189 million [118.0%]

|                    | Basic earnings per share |     | Diluted earnings per share |     |
|--------------------|--------------------------|-----|----------------------------|-----|
|                    | Yen                      | Yen | Yen                        | Yen |
| Three months ended |                          |     |                            |     |
| March 31, 2025     | 185.72                   | -   | -                          | -   |
| March 31, 2024     | 227.69                   | -   | -                          | -   |

#### (2) Consolidated financial position

|                   | Total assets    |                 | Net assets      |                 | Equity-to-asset ratio |      |
|-------------------|-----------------|-----------------|-----------------|-----------------|-----------------------|------|
|                   | Millions of yen | Millions of yen | Millions of yen | Millions of yen | %                     | %    |
| As of             |                 |                 |                 |                 |                       |      |
| March 31, 2025    | 147,888         | 84,973          | 84,973          | 84,973          | 57.1                  | 57.1 |
| December 31, 2024 | 142,814         | 85,407          | 85,407          | 85,407          | 59.3                  | 59.3 |

Reference: Equity  
 As of March 31, 2025: ¥84,423 million  
 As of December 31, 2024: ¥84,661 million

### 2. Cash dividends

|   | Annual dividends per share |                    |                   |                 |        |
|---|----------------------------|--------------------|-------------------|-----------------|--------|
|   | First quarter-end          | Second quarter-end | Third quarter-end | Fiscal year-end | Total  |
|   | Yen                        | Yen                | Yen               | Yen             | Yen    |
| Fiscal year ended<br>December 31, 2024                | -                          | 0.00               | -                 | 200.00          | 200.00 |
| Fiscal year ending<br>December 31, 2025               | -                          |                    |                   |                 |        |
| Fiscal year ending<br>December 31, 2025<br>(Forecast) |                            | 0.00               |                   | 200.00          | 200.00 |

Note: Revisions to the forecast of cash dividends most recently announced: None

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

(Percentages indicate year-on-year changes.)

|   | Net sales       |     | Operating profit |        | Ordinary profit |        | Profit attributable to owners of parent |        | Basic earnings per share |  |
|---|-----------------|-----|------------------|--------|-----------------|--------|---|--------|--------------------------|--|
|   | Millions of yen | %   | Millions of yen  | %      | Millions of yen | %      | Millions of yen                         | %      | Yen                      |  |
| Fiscal year ending<br>December 31, 2025 | 167,000         | 0.2 | 6,000            | (21.7) | 6,300           | (20.8) | 4,300                                   | (19.0) | 519.34                   |  |

Note: Revisions to the earnings forecasts most recently announced: None

\* **Notes**

- (1) Significant changes in the scope of consolidation during the period: None
- (2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: None
- (3) 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

(4) 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    | 8,988,111 shares |
| As of December 31, 2024 | 8,988,111 shares |

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

|                         |                |
|-------------------------|----------------|
| As of March 31, 2025    | 708,517 shares |
| As of December 31, 2024 | 710,789 shares |

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

|                                   |                  |
|-----------------------------------|------------------|
| Three months ended March 31, 2025 | 8,278,366 shares |
| Three months ended March 31, 2024 | 8,274,002 shares |

The Company has introduced the "J-ESOP" and "Officers' Equity Benefit Trust (BBT)" systems. The number of treasury shares at the end of the fiscal year includes shares held by the Custody Bank of Japan, Ltd. (Trust E) (92,600 shares in the first quarter of the fiscal year ending December 31, 2025 and 95,100 shares in the fiscal year ending December 31, 2024). In addition, the Company's shares held by Japan Custody Bank, Ltd. (Trust E Account) are included in the treasury stock deducted in the calculation of the average number of treasury shares during the period (93,975 shares in the first quarter of the fiscal year ending December 31, 2025 and 93,775 shares in the first quarter of the fiscal year ending December 31, 2024).

\* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: nothing

\* Proper use of earnings forecasts, and other special matters

Forward-looking statements, such as earnings forecasts, described in this material are based on information available to the Company and certain assumptions that the Company deems reasonable, and actual results may differ due to various factors. For the conditions on which earnings forecasts are predicated and precautions for using earnings forecasts, please refer to "1. Qualitative Information on the Financial Results for the this quarter (3) Explanation of Forward-Looking Information such as Consolidated Earnings Forecasts."

Reference: Non-consolidated earnings forecast for the fiscal year ending December 31, 2025 (January 1, 2025 ~ December 31, 2025)

(Percentage is the percentage change from the previous fiscal year)

|           | sales       |       | Operating Profit |        | Ordinary Income |        | Net Income  |        | per share<br>Net Income |
|-----------|-------------|-------|------------------|--------|-----------------|--------|-------------|--------|-------------------------|
|           | Million yen | %     | Million yen      | %      | Million yen     | %      | Million yen | %      | Yen                     |
| Full year | 96,280      | (2.2) | 2,900            | (27.3) | 3,400           | (26.6) | 2,380       | (29.0) | 287.45                  |

Note: There is no change from the announcement on February 14, 2025.

We have not prepared earnings forecasts for the second quarter (cumulative).

# Quarterly consolidated balance sheet

(Millions of yen)

|   | As of December 31, 2024 | As of March 31, 2025 |
|---|-------------------------|----------------------|
| <b>Assets</b>   |                         |                      |
| <b>Current assets</b>   |                         |                      |
| Cash and deposits   | 32,849                  | 30,111               |
| Notes receivable, accounts receivable from completed construction contracts and other | 62,756                  | 69,309               |
| Real estate for sale  | 1,634                   | 1,510                |
| Costs on construction contracts in progress   | 1,320                   | 1,227                |
| Costs on real estate business   | 2,987                   | 3,373                |
| Other inventories   | 390                     | 389                  |
| Accounts receivable - other   | 2,312                   | 3,073                |
| Other   | 1,222                   | 1,330                |
| Allowance for doubtful accounts   | (40)                    | (35)                 |
| <b>Total current assets</b>   | <b>105,433</b>          | <b>110,290</b>       |
| <b>Non-current assets</b>   |                         |                      |
| <b>Property, plant and equipment</b>  |                         |                      |
| Buildings and structures  | 23,917                  | 24,149               |
| Machinery, vehicles, tools, furniture and fixtures                                    | 14,257                  | 14,302               |
| Land  | 15,837                  | 15,815               |
| Other   | 1,234                   | 1,153                |
| Accumulated depreciation  | (28,422)                | (28,551)             |
| <b>Total property, plant and equipment</b>  | <b>26,825</b>           | <b>26,868</b>        |
| <b>Intangible assets</b>  |                         |                      |
| Other   | 400                     | 408                  |
| <b>Total intangible assets</b>  | <b>400</b>              | <b>408</b>           |
| <b>Investments and other assets</b>   |                         |                      |
| Investment securities   | 6,609                   | 6,678                |
| Long-term loans receivable  | 163                     | 163                  |
| Retirement benefit asset  | 2,022                   | 2,041                |
| Deferred tax assets   | 728                     | 822                  |
| Other   | 926                     | 911                  |
| Allowance for doubtful accounts   | (295)                   | (295)                |
| <b>Total investments and other assets</b>   | <b>10,154</b>           | <b>10,321</b>        |
| <b>Total non-current assets</b>   | <b>37,380</b>           | <b>37,597</b>        |
| <b>Total assets</b>   | <b>142,814</b>          | <b>147,888</b>       |

|  | As of December 31, 2024 | As of March 31, 2025 |
|--|-------------------------|----------------------|
| <b>Liabilities</b>   |                         |                      |
| Current liabilities  |                         |                      |
| Notes payable, accounts payable for construction contracts and other | 34,009                  | 41,714               |
| Short-term borrowings  | 730                     | 1,030                |
| Income taxes payable   | 1,658                   | 1,026                |
| Advances received on uncompleted construction contracts and other    | 6,138                   | 6,205                |
| Provisions   | 377                     | 1,267                |
| Other  | 7,090                   | 4,422                |
| <b>Total current liabilities</b>                                     | <b>50,004</b>           | <b>55,665</b>        |
| Non-current liabilities  |                         |                      |
| Long-term borrowings   | 473                     | 401                  |
| Deferred tax liabilities   | 521                     | 421                  |
| Deferred tax liabilities for land revaluation                        | 778                     | 801                  |
| Provisions   | 588                     | 582                  |
| Retirement benefit liability   | 2,432                   | 2,387                |
| Other  | 2,608                   | 2,653                |
| <b>Total non-current liabilities</b>                                 | <b>7,402</b>            | <b>7,249</b>         |
| <b>Total liabilities</b>   | <b>57,406</b>           | <b>62,914</b>        |
| <b>Net assets</b>  |                         |                      |
| Shareholders' equity   |                         |                      |
| Share capital  | 5,158                   | 5,158                |
| Capital surplus  | 6,172                   | 6,107                |
| Retained earnings  | 75,080                  | 74,953               |
| Treasury shares  | (3,513)                 | (3,500)              |
| <b>Total shareholders' equity</b>                                    | <b>82,898</b>           | <b>82,719</b>        |
| Accumulated other comprehensive income                               |                         |                      |
| Valuation difference on available-for-sale securities                | 1,855                   | 1,809                |
| Revaluation reserve for land   | 41                      | 18                   |
| Remeasurements of defined benefit plans                              | (134)                   | (124)                |
| <b>Total accumulated other comprehensive income</b>                  | <b>1,762</b>            | <b>1,703</b>         |
| Non-controlling interests  | 746                     | 549                  |
| <b>Total net assets</b>  | <b>85,407</b>           | <b>84,973</b>        |
| <b>Total liabilities and net assets</b>                              | <b>142,814</b>          | <b>147,888</b>       |

# Quarterly consolidated statement of income

(Millions of yen)

|   | Three months ended<br>March 31, 2024 | Three months ended<br>March 31, 2025 |
|---|--------------------------------------|--------------------------------------|
| Net sales   |                                      |                                      |
| Net sales of completed construction contracts                 | 34,200                               | 36,695                               |
| Sales in real estate business                                 | 4,026                                | 479                                  |
| Sales in other businesses                                     | 3,193                                | 3,088                                |
| Total net sales   | 41,419                               | 40,263                               |
| Cost of sales   |                                      |                                      |
| Cost of sales of completed construction contracts             | 30,862                               | 32,844                               |
| Cost of sales in real estate business                         | 2,902                                | 319                                  |
| Cost of sales in other businesses                             | 2,617                                | 2,414                                |
| Total cost of sales   | 36,382                               | 35,578                               |
| Gross profit  |                                      |                                      |
| Gross profit on completed construction contracts              | 3,338                                | 3,851                                |
| Gross profit - real estate business                           | 1,123                                | 159                                  |
| Gross profit - other business                                 | 575                                  | 673                                  |
| Total gross profit  | 5,037                                | 4,684                                |
| Selling, general and administrative expenses                  | 2,378                                | 2,411                                |
| Operating profit  | 2,659                                | 2,273                                |
| Non-operating income  |                                      |                                      |
| Interest income   | 4                                    | 8                                    |
| Dividend income   | 72                                   | 70                                   |
| Reversal of allowance for doubtful accounts                   | -                                    | 0                                    |
| Share of profit of entities accounted for using equity method | 4                                    | 4                                    |
| Other   | 30                                   | 33                                   |
| Total non-operating income                                    | 111                                  | 117                                  |
| Non-operating expenses  |                                      |                                      |
| Interest expenses   | 7                                    | 5                                    |
| Commission for syndicated loans                               | 8                                    | 9                                    |
| Prepayment guarantee fee                                      | 2                                    | 5                                    |
| Other   | 0                                    | 1                                    |
| Total non-operating expenses                                  | 19                                   | 20                                   |
| Ordinary profit   | 2,751                                | 2,369                                |
| Extraordinary income  |                                      |                                      |
| Gain on sale of non-current assets                            | 3                                    | 0                                    |
| Subsidy income  | 59                                   | -                                    |
| Total extraordinary income                                    | 62                                   | 0                                    |
| Extraordinary losses  |                                      |                                      |
| Loss on retirement of non-current assets                      | 0                                    | 18                                   |
| Loss on valuation of investment securities                    | 0                                    | -                                    |
| Loss on tax purpose reduction entry of non-current assets     | 59                                   | -                                    |
| Total extraordinary losses                                    | 59                                   | 18                                   |
| Profit before income taxes                                    | 2,754                                | 2,351                                |
| Income taxes - current  | 1,071                                | 972                                  |
| Income taxes - deferred                                       | (226)                                | (199)                                |
| Total income taxes  | 844                                  | 772                                  |
| Profit  | 1,910                                | 1,578                                |
| Profit attributable to non-controlling interests              | 26                                   | 41                                   |
| Profit attributable to owners of parent                       | 1,883                                | 1,537                                |

## Quarterly consolidated statement of comprehensive income

(Millions of yen)

|   | Three months ended<br>March 31, 2024 | Three months ended<br>March 31, 2025 |
|---|--------------------------------------|--------------------------------------|
| Profit  | 1,910                                | 1,578                                |
| Other comprehensive income  |                                      |                                      |
| Valuation difference on available-for-sale securities                             | 249                                  | (40)                                 |
| Revaluation reserve for land  | 15                                   | (22)                                 |
| Remeasurements of defined benefit plans, net of tax                               | 7                                    | 9                                    |
| Share of other comprehensive income of entities accounted for using equity method | 5                                    | (5)                                  |
| Total other comprehensive income  | 279                                  | (58)                                 |
| Comprehensive income  | 2,189                                | 1,520                                |
| Comprehensive income attributable to  |                                      |                                      |
| Comprehensive income attributable to owners of parent                             | 2,161                                | 1,478                                |
| Comprehensive income attributable to non-controlling interests                    | 28                                   | 41                                   |

(Notes on segment information, etc.)

Segment Information

I. the three months of the previous fiscal year (January 1, 2024 to March 31, 2024)

1. Information on sales and the amount of profit or loss for each reported segment, as well as information on the breakdown of revenues

(in millions of yen)

|   | Reportable segments |             |        | Other (Note) | Total  |
|---|---------------------|-------------|--------|--------------|--------|
|   | Construction        | Real Estate | Total  |              |        |
| Sales                                     |                     |             |        |              |        |
| Civil engineering work                    | 15,367              | -           | 15,367 | -            | 15,367 |
| Construction work                         | 18,895              | -           | 18,895 | -            | 18,895 |
| Other                                     | 2,494               | 3,606       | 6,101  | 150          | 6,251  |
| Revenue generated from customer contracts | 36,757              | 3,606       | 40,363 | 150          | 40,513 |
| Other Earnings                            | 483                 | 422         | 905    | -            | 905    |
| Revenues from external customers          | 37,241              | 4,028       | 41,269 | 150          | 41,419 |
| Transactions with other segments          | 4                   | 23          | 27     | 0            | 27     |
| Total                                     | 37,245              | 4,051       | 41,297 | 150          | 41,447 |
| Segment Profit                            | 1,921               | 775         | 2,696  | 2            | 2,699  |

Note: The "Other" category refers to business segments that are not included in the reporting segments and includes welfare-related businesses.

2. The difference between the total amount of profit or loss of the reported segment and the amount recorded in the quarterly consolidated statements of income and the main details of the difference (matters related to adjustment of differences)

(in millions of yen)

| benefit   | amount of money |
|---|-----------------|
| Total Reporting Segments  | 2,696           |
| Benefits of the "Other" category                                | 2               |
| Inter-segment transaction elimination                           | 0               |
| Company-wide expenses (Note)                                    | 41              |
| Operating Income in Quarterly Consolidated Statements of Income | 2,659           |

Note: Corporate expenses are general and administrative expenses that are not primarily attributable to the reporting segment.

3. Information on impairment losses or goodwill on fixed assets by reporting segment

Not applicable.

II. the three months of the current fiscal year (January 1, 2025 to March 31, 2025)

1. Information on sales and the amount of profit or loss for each reported segment, as well as information on the breakdown of revenues

(in millions of yen)

|   | Reportable segments |             |        | Other (Note) | Total  |
|---|---------------------|-------------|--------|--------------|--------|
|   | Construction        | Real Estate | Total  |              |        |
| Sales                                     |                     |             |        |              |        |
| Civil engineering work                    | 16,494              | -           | 16,494 | -            | 16,494 |
| Construction work                         | 20,324              | -           | 20,324 | -            | 20,324 |
| Other                                     | 2,442               | 120         | 2,563  | 156          | 2,719  |
| Revenue generated from customer contracts | 39,261              | 120         | 39,381 | 156          | 39,538 |
| Other Earnings                            | 363                 | 361         | 724    | -            | 724    |
| Revenues from external customers          | 39,624              | 482         | 40,106 | 156          | 40,263 |
| Transactions with other segments          | 24                  | 19          | 43     | 0            | 44     |
| Total                                     | 39,649              | 501         | 40,150 | 156          | 40,307 |
| Segment Profit                            | 2,218               | 78          | 2,297  | 16           | 2,314  |

Note: The "Other" category refers to business segments that are not included in the reporting segments and includes welfare-related businesses.

2. The difference between the total amount of profit or loss of the reported segment and the amount recorded in the quarterly consolidated statements of income and the main details of the difference (matters related to adjustment of differences)

(in millions of yen)

| benefit   | amount of money |
|---|-----------------|
| Total Reporting Segments  | 2,297           |
| Benefits of the "Other" category                                | 16              |
| Inter-segment transaction elimination                           | 0               |
| Company-wide expenses (Note)                                    | 41              |
| Operating Income in Quarterly Consolidated Statements of Income | 2,273           |

Note: Corporate expenses are general and administrative expenses that are not primarily attributable to the reporting segment.

3. Information on impairment losses or goodwill on fixed assets by reporting segment

Not applicable.