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November 13, 2025

**Consolidated Financial Results
for the Six Months Ended September 30, 2025
(Under Japanese GAAP)**

Company name: TOTETSU KOGYO CO., LTD.
 Listing: Tokyo Stock Exchange
 Securities code: 1835
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 Scheduled date to file semi-annual securities report November 13, 2025
 Scheduled date to commence dividend payments: December 12, 2025
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: Yes (for institutional investors and analysts)

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

1. Consolidated financial results for the six months ended September 30, 2025 (from April 1, 2025 to September 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	%
Six months ended								
September 30, 2025	65,688	6.0	6,270	52.2	6,650	51.2	4,474	38.6
September 30, 2024	61,989	9.4	4,120	39.5	4,396	38.2	3,227	48.8

Note: Comprehensive income For the six months ended September 30, 2025: ¥6,741 million [123.5%]
 For the six months ended September 30, 2024: ¥3,016 million [(15.0)%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2025	129.93	—
September 30, 2024	93.74	—

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of September 30, 2025	Millions of yen 162,849	Millions of yen 124,602	% 75.8
March 31, 2025	181,115	120,777	66.0

Reference: Equity

As of September 30, 2025: ¥123,364 million

As of March 31, 2025: ¥119,615 million

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
Fiscal year ended March 31, 2025	Yen —	Yen 50.00	Yen —	Yen 85.00	Yen 135.00
Fiscal year ending March 31, 2026	—	70.00	—	—	—
Fiscal year ending March 31, 2026 (Forecast)	—	—	—	70.00	140.00

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

3. Consolidated financial result forecasts for the fiscal year ending March 31, 2026 (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		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	165,000	3.1	16,000	3.1	16,500	2.9	12,000	3.8	348.52

Note: Revisions to the forecast of financial results 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 semi-annual 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: None
- (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 September 30, 2025	36,100,000 shares
As of March 31, 2025	36,100,000 shares

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

As of September 30, 2025	1,658,170 shares
As of March 31, 2025	1,666,989 shares

(iii) Average number of shares outstanding during the period

Six months ended September 30, 2025	34,436,261 shares
Six months ended September 30, 2024	34,428,825 shares

(Note) The Company has introduced a “Board Benefit Trust” (BBT) performance-linked stock-based compensation system, and the number of treasury shares at the end of the period includes the Company’s shares (84,900 shares as of September 30, 2025 and 93,800 shares as of March 31, 2025) held by the Trust Account E for the BBT. In addition, the Company’s shares held by the Trust Account E are included in the treasury stock excluded from the calculation of the average number of shares outstanding during the period (90,492 shares for the six months ended September 30, 2025 and 98,073 shares for the six months ended September 30, 2024).

- * Semi-annual financial results reports are exempt from review conducted by certified public accountants or an audit firm.
- * Proper use of earnings forecasts and other special matters
 - The earnings forecasts and other forward-looking statements herein are based on currently available information and certain assumptions deemed reasonable, and the Company does not in any way guarantee the achievement of the forecasts. Actual results may differ significantly from these forecasts due to a wide range of factors. Please refer to “Explanation of Consolidated Financial Results Forecast and Other Forward-looking Information” on page 2 of the Attachments for assumptions on financial results forecasts and notes on the use of such forecasts.

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1. Overview of Operating Results

(1) Overview of Operating Results for the Period under Review

For the six months ended September 30, 2025, the Company posted orders received of ¥58,423 million (down ¥7,332 million year on year), while net sales amounted to ¥65,688 million (up ¥3,699 million year on year). This was due to an increase in the number of railway construction works for the private sector, despite a decrease in the number of general construction works for the public sector.

In terms of profit, gross profit came to ¥10,788 million (up ¥2,386 million year on year), operating profit was ¥6,270 million (up ¥2,150 million year on year), ordinary profit came to ¥6,650 million (up ¥2,253 million year on year), and profit attributable to owners of parent amounted to ¥4,474 million (up ¥1,247 million year on year).

Operating results by segment are as follows. Net sales in each segment are presented as net sales to outside customers.

(Civil Engineering Business)

Orders received were ¥40,602 million (down 8.0% year on year), net sales were ¥45,698 million (up 13.1% year on year), and balance carried forward was ¥77,986 million.

Segment profit totaled ¥4,376 million (up 60.0% year on year).

(Architectural Business)

Orders received were ¥17,820 million (down 17.5% year on year), net sales were ¥16,040 million (down 6.9% year on year), and balance carried forward was ¥35,303 million.

Segment profit totaled ¥1,363 million (up 70.9% year on year).

(Other Businesses)

Net sales amounted to ¥3,948 million (down 9.1% year on year), the principal source of which is manufacturing and sales income of railway-related products.

Segment profit totaled ¥520 million (down 9.7% year on year).

(2) Overview of Financial Position for the Period under Review

Total assets as of September 30, 2025 amounted to ¥162,849 million (a decrease of ¥18,265 million from the end of the previous fiscal year). Main factors included a decrease in notes receivable, accounts receivable from completed construction contracts and other.

Total liabilities amounted to ¥38,247 million (a decrease of ¥22,090 million from the end of the previous fiscal year). Main factors included a decrease in short-term borrowings.

Total net assets amounted to ¥124,602 million (an increase of ¥3,825 million from the end of the previous fiscal year).

(3) Explanation of Consolidated Financial Results Forecast and Other Forward-looking Information

At this point, the consolidated financial results forecast for the full fiscal year remains unchanged from the one announced on May 15, 2025, as a result of examining the financial results for the six months ended September 30, 2025.

(4) Other

(Regarding the on-site inspection by the Japan Fair Trade Commission)

On November 11, 2025, the Company underwent an on-site inspection by the Japan Fair Trade Commission concerning bids for track maintenance work on the Toei Subway and other railways, in connection with a suspected violation of the Antimonopoly Act. The Company will fully cooperate with the Commission's inspection.

2. Semi-annual Consolidated Financial Statements and Principal Notes

(1) Semi-annual Consolidated Balance Sheets

(Thousands of yen)

	As of March 31, 2025	As of September 30, 2025
Assets		
Current assets		
Cash and deposits	15,714,414	21,568,489
Notes receivable, accounts receivable from completed construction contracts and other	116,468,682	82,111,823
Costs on construction contracts in progress	4,088,130	8,300,289
Other	1,693,601	1,819,826
Allowance for doubtful accounts	(9,905)	(7,501)
Total current assets	<u>137,954,924</u>	<u>113,792,928</u>
Non-current assets		
Property, plant and equipment	22,495,091	22,226,419
Intangible assets	651,020	881,657
Investments and other assets		
Investment securities	15,046,446	20,367,535
Other	5,014,318	5,627,561
Allowance for doubtful accounts	(46,378)	(46,278)
Total investments and other assets	<u>20,014,386</u>	<u>25,948,818</u>
Total non-current assets	<u>43,160,498</u>	<u>49,056,894</u>
Total assets	<u>181,115,422</u>	<u>162,849,822</u>

(Thousands of yen)

	As of March 31, 2025	As of September 30, 2025
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	30,506,594	22,010,457
Short-term borrowings	10,000,000	—
Income taxes payable	2,999,820	2,130,313
Advances received on construction contracts in progress	881,616	1,000,464
Provision for warranties for completed construction	282,018	156,252
Provision for loss on construction contracts	85,319	37,516
Provision for bonuses	2,329,523	2,461,702
Other	8,398,700	4,375,807
Total current liabilities	55,483,592	32,172,514
Non-current liabilities		
Provision for repairs	1,163,625	1,292,646
Retirement benefit liability	845,745	822,669
Provision for share awards for directors (and other officers)	93,987	95,264
Provision for retirement benefits for directors (and other officers)	17,070	20,603
Asset retirement obligations	138,547	233,793
Other	2,595,499	3,609,851
Total non-current liabilities	4,854,477	6,074,828
Total liabilities	60,338,069	38,247,343
Net assets		
Shareholders' equity		
Share capital	2,810,000	2,810,000
Capital surplus	3,166,700	3,166,700
Retained earnings	111,041,273	112,580,937
Treasury shares	(3,879,539)	(3,858,896)
Total shareholders' equity	113,138,434	114,698,741
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	4,465,969	6,719,008
Remeasurements of defined benefit plans	2,010,687	1,946,621
Total accumulated other comprehensive income	6,476,657	8,665,630
Non-controlling interests		
Total net assets	120,777,353	124,602,479
Total liabilities and net assets	181,115,422	162,849,822

(2) Semi-annual Consolidated Statements of Income and Comprehensive Income

Semi-annual Consolidated Statements of Income

Six Months Ended September 30

(Thousands of yen)

	For the six months ended September 30, 2024	For the six months ended September 30, 2025
Net sales		
Net sales of completed construction contracts	57,644,616	61,739,479
Net sales for incidental businesses	4,344,502	3,948,778
Total net sales	61,989,118	65,688,258
Cost of sales		
Cost of sales of completed construction contracts	50,259,786	51,967,184
Cost of sales on incidental businesses	3,327,232	2,932,785
Total cost of sales	53,587,019	54,899,969
Gross profit		
Gross profit on completed construction contracts	7,384,829	9,772,295
Gross profit on incidental businesses	1,017,269	1,015,993
Total gross profit	8,402,099	10,788,288
Selling, general and administrative expenses	4,282,087	4,517,640
Operating profit	4,120,012	6,270,648
Non-operating income		
Interest income	253	6,527
Dividend income	222,657	310,114
Share of profit of entities accounted for using equity method	24,188	35,159
Other	40,014	45,403
Total non-operating income	287,113	397,205
Non-operating expenses		
Interest expenses	9,481	12,242
Other	702	5,349
Total non-operating expenses	10,184	17,592
Ordinary profit	4,396,941	6,650,262
Extraordinary income		
Gain on sale of non-current assets	125	796
Gain on sale of investment securities	644,375	35,035
Total extraordinary income	644,500	35,831
Extraordinary losses		
Loss on retirement of non-current assets	36,174	4,061
Total extraordinary losses	36,174	4,061
Profit before income taxes	5,005,267	6,682,032
Income taxes - current	1,735,255	2,013,846
Income taxes - deferred	(24,842)	136,977
Total income taxes	1,710,412	2,150,824
Profit	3,294,855	4,531,208
Profit attributable to non-controlling interests	67,637	56,766
Profit attributable to owners of parent	3,227,217	4,474,442

Semi-annual Consolidated Statements of Comprehensive Income

Six Months Ended September 30

(Thousands of yen)

	For the six months ended September 30, 2024	For the six months ended September 30, 2025
Profit	3,294,855	4,531,208
Other comprehensive income		
Valuation difference on available-for-sale securities	(225,633)	2,274,274
Remeasurements of defined benefit plans, net of tax	(52,456)	(64,066)
Total other comprehensive income	(278,090)	2,210,207
Comprehensive income	3,016,765	6,741,416
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,955,409	6,663,415
Comprehensive income attributable to non-controlling interests	61,355	78,001

(3) Semi-annual Consolidated Statements of Cash Flows

(Thousands of yen)

	For the six months ended September 30, 2024	For the six months ended September 30, 2025
Cash flows from operating activities		
Profit before income taxes	5,005,267	6,682,032
Depreciation	1,328,842	1,332,071
Increase (decrease) in allowance for doubtful accounts	(2,892)	(2,504)
Increase (decrease) in provision for warranties for completed construction	(33,871)	(125,766)
Increase (decrease) in provision for loss on construction contracts	(29,703)	(47,802)
Increase (decrease) in provision for bonuses	268,796	132,179
Increase (decrease) in provision for repairs	63,823	129,020
Increase (decrease) in retirement benefit liability	19,580	(23,075)
Increase (decrease) in provision for share awards for directors (and other officers)	32,714	1,276
Increase (decrease) in provision for retirement benefits for directors (and other officers)	1,009	3,532
Interest and dividend income	(222,911)	(316,642)
Interest expenses	9,481	12,242
Share of loss (profit) of entities accounted for using equity method	(24,188)	(35,159)
Loss (gain) on sale of investment securities	(644,375)	(35,035)
Decrease (increase) in trade receivables	26,289,814	34,356,859
Decrease (increase) in costs on construction contracts in progress	(4,782,115)	(4,212,159)
Increase (decrease) in trade payables	(4,743,931)	(8,493,922)
Increase (decrease) in advances received on construction contracts in progress	375,326	118,848
Other, net	(3,525,087)	(4,407,370)
Subtotal	19,385,580	25,068,624
Interest and dividends received	222,911	316,642
Interest paid	(9,481)	(12,242)
Income taxes paid	(2,164,210)	(2,874,008)
Net cash provided by (used in) operating activities	17,434,799	22,499,015
Cash flows from investing activities		
Purchase of property, plant and equipment	(949,249)	(1,184,269)
Proceeds from sale of property, plant and equipment	3,084	796
Proceeds from sale of investment securities	661,950	46,977
Purchase of shares of subsidiaries and associates	—	(1,964,649)
Other, net	(92,662)	(543,318)
Net cash provided by (used in) investing activities	(376,876)	(3,644,461)
Cash flows from financing activities		
Repayments of short-term borrowings	(10,000,000)	(10,000,000)
Repayments of lease liabilities	(62,480)	(65,231)
Purchase of treasury shares	(623)	(271)
Dividends paid	(1,723,152)	(2,932,820)
Dividends paid to non-controlling interests	(1,840)	(2,155)
Net cash provided by (used in) financing activities	(11,788,095)	(13,000,478)
Net increase (decrease) in cash and cash equivalents	5,269,827	5,854,075
Cash and cash equivalents at beginning of period	16,379,989	15,714,414
Cash and cash equivalents at end of period	21,649,817	21,568,489

(4) Notes to Semi-annual Consolidated Financial Statements

(Notes on going concern assumption)

Not applicable.

(Notes in case of significant changes in shareholders' equity)

Not applicable.

(Segment information, etc.)

I. For the six months ended September 30, 2024 (from April 1, 2024 to September 30, 2024)

1. Information on net sales and profit (loss) and information on disaggregation of revenue by reportable segment

(Thousands of yen)

	Reportable segment			Others (Note 1)	Total	Adjustment (Note 2)	Amount recorded in Semi-annual Consolidated Statements of Income (Note 3)
	Civil Engineering Business	Architectural Business	Total				
Net sales							
Goods or services transferred at a point in time	11,270,375	1,390,828	12,661,203	4,129,002	16,790,206	—	16,790,206
Goods or services transferred over time	29,137,171	15,846,241	44,983,412	—	44,983,412	—	44,983,412
Revenue from contracts with customers	40,407,546	17,237,069	57,644,616	4,129,002	61,773,618	—	61,773,618
Revenue from other sources	—	—	—	215,499	215,499	—	215,499
Net sales to outside customers	40,407,546	17,237,069	57,644,616	4,344,502	61,989,118	—	61,989,118
Inter-segment net sales or transfers	—	156,836	156,836	312,878	469,714	(469,714)	—
Total	40,407,546	17,393,905	57,801,452	4,657,380	62,458,833	(469,714)	61,989,118
Segment profit	2,735,657	797,807	3,533,465	576,521	4,109,987	10,025	4,120,012

(Notes) 1. The “Others” category is a business segment not included in reportable segments, and includes manufacturing and sale of railway-related products, real estate leasing business and environmental business, etc.

2. Segment profit adjustment of ¥10,025 thousand consists of inter-segment elimination of ¥4,889 thousand and adjustment of unrealized gain (loss) on non-current assets of ¥5,135 thousand.

3. Segment profit is adjusted with operating profit in the Semi-annual Consolidated Statements of Income.

2. Information on impairment loss on non-current assets and goodwill by reportable segment

Not applicable.

II. For the six months ended September 30, 2025 (from April 1, 2025 to September 30, 2025)

1. Information on net sales and profit (loss) and information on disaggregation of revenue by reportable segment

(Thousands of yen)

	Reportable segment			Others (Note 1)	Total	Adjustment (Note 2)	Amount recorded in Semi-annual Consolidated Statements of Income (Note 3)
	Civil Engineering Business	Architectural Business	Total				
Net sales							
Goods or services transferred at a point in time	13,605,115	2,009,896	15,615,012	3,722,956	19,337,969	—	19,337,969
Goods or services transferred over time	32,093,576	14,030,890	46,124,467	—	46,124,467	—	46,124,467
Revenue from contracts with customers	45,698,692	16,040,786	61,739,479	3,722,956	65,462,436	—	65,462,436
Revenue from other sources	—	—	—	225,822	225,822	—	225,822
Net sales to outside customers	45,698,692	16,040,786	61,739,479	3,948,778	65,688,258	—	65,688,258
Inter-segment net sales or transfers	—	365,398	365,398	197,136	562,535	(562,535)	—
Total	45,698,692	16,406,185	62,104,878	4,145,915	66,250,793	(562,535)	65,688,258
Segment profit	4,376,218	1,363,102	5,739,320	520,861	6,260,182	10,466	6,270,648

(Notes) 1. The “Others” category is a business segment not included in reportable segments, and includes manufacturing and sale of railway-related products, real estate leasing business and environmental business, etc.

2. Segment profit adjustment of ¥10,466 thousand consists of inter-segment elimination of ¥4,982 thousand and adjustment of unrealized gain (loss) on non-current assets of ¥5,484 thousand.

3. Segment profit is adjusted with operating profit in the Semi-annual Consolidated Statements of Income.

2. Information on impairment loss on non-current assets and goodwill by reportable segment

Not applicable.

3. Supplementary Information

Status of orders received, net sales and balance carried forward

Comparison of orders received by consolidated division

(Figures of less than one million yen are rounded down.)

Category	For the six months ended September 30, 2024		Composition ratio	For the six months ended September 30, 2025		Composition ratio
<Construction business>	Millions of yen			Millions of yen		
Civil Engineering	44,149		67.1%	40,602		69.5%
Architectural	21,606		32.9%	17,820		30.5%
Total	65,756		100.0%	58,423		100.0%
	3,438		5.2%	3,150		5.4%
Public sector	Railway	788	1.2%	Railway	573	1.0%
	General	2,650	4.0%	General	2,576	4.4%
	62,317		94.8%	55,273		94.6%
Private sector	Railway	52,000	79.1%	Railway	49,144	84.1%
	General	10,317	15.7%	General	6,128	10.5%
	65,756		100.0%	58,423		100.0%
Total	Railway	52,788	80.3%	Railway	49,718	85.1%
	General	12,967	19.7%	General	8,705	14.9%

Comparison of net sales by consolidated division

(Figures of less than one million yen are rounded down.)

Category	For the six months ended September 30, 2024		Composition ratio	For the six months ended September 30, 2025		Composition ratio
<Construction business>	Millions of yen			Millions of yen		
Net sales of completed construction contracts	40,407		70.1%	45,698		74.0%
Civil Engineering	17,237		29.9%	16,040		26.0%
Total	57,644		100.0%	61,739		100.0%
	5,904		10.2%	5,075		8.3%
Public sector	Railway	1,423	2.4%	Railway	1,893	3.1%
	General	4,481	7.8%	General	3,181	5.2%
	51,739		89.8%	56,664		91.7%
Private sector	Railway	43,855	76.1%	Railway	49,851	80.7%
	General	7,884	13.7%	General	6,812	11.0%
	57,644		100.0%	61,739		100.0%
Total	Railway	45,279	78.5%	Railway	51,745	83.8%
	General	12,365	21.5%	General	9,994	16.2%
<Incidental businesses>	4,344		—	3,948		—
Net sales	61,989		—	65,688		—
Net sales total						

Comparison of balance carried forward by consolidated division

(Figures of less than one million yen are rounded down.)

Category	For the six months ended September 30, 2024		Composition ratio	For the six months ended September 30, 2025		Composition ratio
<Construction business>	Millions of yen			Millions of yen		
Civil Engineering	87,157		69.3%	77,986		68.8%
Architectural	38,621		30.7%	35,303		31.2%
Total	125,778		100.0%	113,290		100.0%
	11,116		8.8%	8,513		7.5%
Public sector	Railway	3,578	2.8%	Railway	2,123	1.9%
	General	7,537	6.0%	General	6,390	5.6%
	114,662		91.2%	104,776		92.5%
Private sector	Railway	98,590	78.4%	Railway	95,799	84.6%
	General	16,071	12.8%	General	8,977	7.9%
	125,778		100.0%	113,290		100.0%
Total	Railway	102,169	81.2%	Railway	97,922	86.5%
	General	23,609	18.8%	General	15,368	13.5%