

Disclaimer: This document is an English translation of the original document in Japanese and has been prepared solely for reference purposes. In the event of any discrepancy between this English translation and the original in Japanese, the original shall prevail in all respects.

Consolidated Financial Results for the Nine Months Ended December 31, 2025 [Japanese GAAP]



January 30, 2026

Company name: YONDENKO CORPORATION

Stock exchange listing: Tokyo Stock Exchange

Code number: 1939

URL: <https://www.yondenken.co.jp/en/>

Representative: Yukio Sekiya, President and Representative Director

Contact: Tadakazu Takata, Senior Executive Officer, General Manager, Accounting and Finance Dept.

Phone: +81-87-840-0230

Scheduled date of commencing dividend payments: -

Availability of supplementary explanatory materials on financial results: Available

Schedule of financial results briefing session: Not scheduled

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

1. Consolidated Financial Results for the Nine Months Ended December 31, 2025 (April 1, 2025 - December 31, 2025)

(1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Nine months ended December 31, 2025	68,130	(9.3)	5,552	(11.1)	5,881	(9.7)	4,035	2.9
December 31, 2024	75,112	19.1	6,242	43.4	6,513	39.9	3,920	28.0

(Note) Comprehensive income: Nine Months Ended December 31, 2025: ¥5,697 million [60.2%]

Nine Months Ended December 31, 2024: ¥3,557 million [(15.5)%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2025	85.29	—
December 31, 2024	82.96	—

(Note) The Company conducted a stock split on October 1, 2024, at a ratio of 3 shares for 1 common share. The basic earnings per share are calculated assuming that the stock split took place at the beginning of the previous fiscal year.

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of December 31, 2025	94,329	67,488	71.4
As of March 31, 2025	99,630	64,890	65.1

(Reference) Equity: As of December 31, 2025: ¥67,388 million

As of March 31, 2025: ¥64,812 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
Fiscal year ended March 31, 2025	Yen —	Yen 90.00	Yen —	Yen 35.00	Yen —
Fiscal year ending March 31, 2026	—	32.00	—		
Fiscal year ending March 31, 2026 (Forecast)				40.00	72.00

(Note) Revision to the forecast for dividends announced most recently: Yes

(Note) The Company conducted a stock split on October 1, 2024, at a ratio of 3 shares for 1 common share. The actual dividend before the stock split is stated for the dividend for the 2nd quarter of the fiscal year ended March 31, 2025. On a post-stock split basis, the annual dividend per share for the fiscal year ended March 31, 2025 would be ¥65.00.

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2026 (April 1, 2025 - March 31, 2026)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	100,000	(5.6)	8,000	(0.9)	8,500	(0.4)	6,000	16.0	126.82

(Note) Revision to the financial results forecast announced most recently: Yes

* Notes:

(1) Significant changes in scope of consolidation during the period under review: None

(2) Accounting methods adopted particularly for the preparation of quarterly consolidated financial statements: Yes
(Note) See “2. (3) Notes to Quarterly Consolidated Financial Statements” on page 11 of the attached document for detailed information.

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatement

1) Changes in accounting policies due to the revision of accounting standards: None

2) Changes in accounting policies other than 1) above: None

3) Changes in accounting estimates: None

4) Retrospective restatement: None

(4) Total number of issued shares (common shares)

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

December 31, 2025: 48,766,410 shares

March 31, 2025: 48,766,410 shares

2) Total number of treasury shares at the end of the period:

December 31, 2025: 1,431,449 shares

March 31, 2025: 1,487,869 shares

3) Average number of shares outstanding during the period:

Nine months ended December 31, 2025: 47,312,817 shares

Nine months ended December 31, 2024: 47,259,927 shares

(Note) The Company conducted a stock split on October 1, 2024, at a ratio of 3 shares for 1 common share. The average number of shares outstanding during the period is calculated assuming that the stock split took place 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 firm: None

* Explanation of the proper use of financial results forecast and other notes

The above forecasts are prepared on the basis of the Company's current outlook and plans as of the date of publication of this document and do not represent a promise or commitment by the Company to achieve them. Actual results may be different from the forecast figures due to various factors in the future.

Please refer to page 6 of the attached document for the assumptions and other matters related to the above forecasts.

(Reference) Summary of Non-consolidated Financial Results

1. Non-consolidated Financial Results for the Nine Months Ended December 31, 2025 (April 1, 2025 - December 31, 2025)

(1) Non-consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Nine months ended December 31, 2025	57,201	(14.6)	3,678	(29.4)	4,130	(24.5)	2,900	(12.8)
December 31, 2024	66,977	28.8	5,208	115.6	5,469	95.2	3,324	70.7

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2025	61.30	—
December 31, 2024	70.35	—

(Note) The Company conducted a stock split on October 1, 2024, at a ratio of 3 shares for 1 common share. The basic earnings per share are calculated assuming that the stock split took place at the beginning of the previous fiscal year.

(2) Non-consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of December 31, 2025	76,819	56,318	73.3
As of March 31, 2025	82,510	54,534	66.1

2. Non-consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2026 (April 1, 2025 - March 31, 2026)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	84,000	(10.7)	5,700	(16.0)	6,400	(11.7)	4,800	0.8	101.45

(Note) Revision to the financial results forecast announced most recently: Yes

* Explanation of the proper use of financial results forecast and other notes

The above forecasts are prepared on the basis of the Company's current outlook and plans as of the date of publication of this document and do not represent a promise or commitment by the Company to achieve them. Actual results may be different from the forecast figures due to various factors in the future.

Please refer to page 6 of the attached document for the assumptions and other matters related to the above forecasts.

○ Table of Contents for the Attachments

1. Overview of Business Results	5
(1) Overview of Business Results for the Period Under Review	5
(2) Overview of Financial Position for the Period Under Review	5
(3) Explanation of Consolidated Financial Results Forecast and Other Forward-looking Information.....	6
2. Quarterly Consolidated Financial Statements and Primary Notes.....	7
(1) Quarterly Consolidated Balance Sheets	7
(2) Quarterly Consolidated Statements of Income and Comprehensive Income	9
(3) Notes to Quarterly Consolidated Financial Statements.....	11
(Accounting methods adopted particularly for the preparation of	
quarterly consolidated financial statements).....	11
(Notes to segment information, etc.).....	11
(Notes to significant changes in shareholders' equity).....	12
(Going concern)	12
(Notes on the statements of cash flows).....	12
3. Breakdown of Non-consolidated Financial Results by Construction Work and Customer	13
(1) Orders received by type of construction.....	13
(2) Orders received by customer	13
(3) Sales results by type of construction	13
(4) Sales results by customer	14
(5) Construction contracts carried over by type of construction	14
(6) Construction contracts carried over by customer	14

1. Overview of Business Results

(1) Overview of Business Results for the Period Under Review

During the nine months ended December 31, 2025, the Japanese economy showed a gradual recovery in personal consumption and employment conditions, and corporate earnings also showed signs of recovery, reflecting favorable business performance. The Shikoku economy generally followed a similar trend, although to varying degrees.

In the construction industry, the order environment was generally favorable, with continued recovery in capital investment. However, it was necessary to appropriately address the impact of factors such as rising material and equipment prices as well as labor shortages on order acceptance decisions, construction costs, and construction progress.

In this environment, the consolidated financial results of YONDENKO CORPORATION (the “Company”) and its subsidiaries (collectively, the “Group”) for the period under review showed a decrease in revenue as well as operating and ordinary profit due to a reactionary decline from large-scale construction work in the same period of the previous year. However, we were able to maintain a high profit level by thoroughly managing construction progress and costs. On the other hand, we were able to achieve an increase in profit attributable to owners of parent, as we did not suffer negative impact such as extraordinary losses recorded in the previous period.

[Consolidated financial results]

(Million yen unless stated otherwise)

Classification	For the nine months ended December 31, 2024	For the nine months ended December 31, 2025	Change	Rate of change (%)
	Amount	Amount		
Orders received	76,385	80,545	4,159	5.4
Net sales	75,112	68,130	(6,981)	(9.3)
Operating profit	6,242	5,552	(690)	(11.1)
Ordinary profit	6,513	5,881	(631)	(9.7)
Profit attributable to owners of parent	3,920	4,035	114	2.9

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

Total assets decreased by ¥5,300 million from the end of the previous fiscal year to ¥94,329 million due in part to decreases in notes receivable, accounts receivable from completed construction contracts and other, as well as deposits paid to subsidiaries and associates, despite increases in cash and deposits, costs on construction contracts in progress, and investment securities.

Liabilities decreased by ¥7,899 million from the end of the previous fiscal year to ¥26,840 million due in part to decreases in notes payable, accounts payable for construction contracts and other, and income taxes payable.

Net assets increased by ¥2,598 million from the end of the previous fiscal year to ¥67,488 million (equity ratio: 71.4%), due in part to the recording of profit attributable to owners of parent and an increase in valuation difference on available-for-sale securities, despite the payment of year-end dividend.

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

In the construction industry, construction demand remains strong mainly in major metropolitan areas, but attention must be paid to rising prices of materials and equipment, as well as labor shortages. There are also concerns about conditions such as the impact of future economic trends on capital investment.

Under these circumstances, the Group will secure orders through strategic sales activities based on construction market conditions, while striving to enhance profitability and achieve sustainable improvement in corporate value through effective allocation of construction capacity and thorough cost management.

For the full-year financial results forecast, in light of the progress of performance and other factors up to this third quarter, the profit outlook has been revised upward from the figures announced on April 30, 2025.

2. Quarterly Consolidated Financial Statements and Primary Notes

(1) Quarterly Consolidated Balance Sheets

(Million yen)

	As of March 31, 2025	As of December 31, 2025
Assets		
Current assets		
Cash and deposits	9,457	12,074
Notes receivable, accounts receivable from completed construction contracts and other	29,267	21,959
Investments in leases	3,554	3,751
Costs on construction contracts in progress	2,074	4,325
Other inventories	2,227	2,398
Deposits paid to subsidiaries and associates	7,500	2,000
Other	1,272	1,611
Allowance for doubtful accounts	(83)	(95)
Total current assets	55,270	48,026
Non-current assets		
Property, plant and equipment		
Buildings and structures	18,954	18,950
Machinery, vehicles, tools, furniture and fixtures	22,665	22,965
Land	11,168	11,392
Other	102	217
Accumulated depreciation	(28,566)	(29,451)
Total property, plant and equipment	24,325	24,074
Intangible assets		
Goodwill	349	277
Other	453	420
Total intangible assets	803	698
Investments and other assets		
Investment securities	12,133	15,156
Other	7,194	6,456
Allowance for doubtful accounts	(97)	(83)
Total investments and other assets	19,231	21,529
Total non-current assets	44,359	46,302
Total assets	99,630	94,329

(Million yen)

	As of March 31, 2025	As of December 31, 2025
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	13,772	8,500
Short-term borrowings	80	200
Income taxes payable	2,105	1,602
Advances received on construction contracts in progress	2,020	2,838
Provision for loss on construction contracts	151	30
Other	8,062	5,632
Total current liabilities	26,191	18,805
Non-current liabilities		
Bonds payable	80	-
Long-term borrowings	5,561	5,092
Provision for retirement benefits for directors (and other officers)	341	205
Retirement benefit liability	2,395	2,475
Other	168	261
Total non-current liabilities	8,548	8,035
Total liabilities	34,739	26,840
Net assets		
Shareholders' equity		
Share capital	3,451	3,451
Capital surplus	4,311	4,359
Retained earnings	54,219	55,085
Treasury shares	(644)	(620)
Total shareholders' equity	61,337	62,276
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,745	3,739
Remeasurements of defined benefit plans	1,730	1,372
Total accumulated other comprehensive income	3,475	5,112
Non-controlling interests	77	100
Total net assets	64,890	67,488
Total liabilities and net assets	99,630	94,329

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income

Nine Months Ended December 31

(Million yen)

	For the nine months ended December 31, 2024	For the nine months ended December 31, 2025
Net sales		
Net sales of completed construction contracts	71,282	64,076
Sales in other businesses	3,829	4,054
Total net sales	75,112	68,130
Cost of sales		
Cost of sales of completed construction contracts	58,915	52,707
Cost of sales in other businesses	2,525	2,654
Total cost of sales	61,441	55,362
Gross profit		
Gross profit on completed construction contracts	12,366	11,368
Gross profit - other business	1,303	1,399
Total gross profit	13,670	12,768
Selling, general and administrative expenses	7,428	7,216
Operating profit	6,242	5,552
Non-operating income		
Interest income	8	43
Dividend income	159	196
Rental income from real estate	47	47
Other	96	80
Total non-operating income	312	367
Non-operating expenses		
Interest expenses	19	19
Other	21	18
Total non-operating expenses	41	37
Ordinary profit	6,513	5,881
Extraordinary income		
Gain on sale of non-current assets	2	2
Total extraordinary income	2	2
Extraordinary losses		
Loss on sale of non-current assets	-	0
Impairment losses	358	-
Loss on retirement of non-current assets	16	10
Provision of allowance for compensation for damage	340	-
Total extraordinary losses	714	10
Profit before income taxes	5,801	5,874
Income taxes	1,856	1,813
Profit	3,944	4,060
Profit attributable to non-controlling interests	24	25
Profit attributable to owners of parent	3,920	4,035

Quarterly Consolidated Statements of Comprehensive Income
 Nine Months Ended December 31

(Million yen)

	For the nine months ended December 31, 2024	For the nine months ended December 31, 2025
Profit	3,944	4,060
Other comprehensive income		
Valuation difference on available-for-sale securities	(210)	1,994
Remeasurements of defined benefit plans, net of tax	(176)	(357)
Total other comprehensive income	(387)	1,636
Comprehensive income	3,557	5,697
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,532	5,672
Comprehensive income attributable to non-controlling interests	24	25

(3) Notes to Quarterly Consolidated Financial Statements

(Accounting methods adopted particularly for the preparation of quarterly consolidated financial statements)

(Calculation of tax expense)

Tax expense is calculated by reasonably estimating the effective tax rate after applying tax effect accounting to profit before income taxes for the fiscal year, including the period under review, and multiplying the profit before income taxes by that estimated effective tax rate. However, if using this estimated effective tax rate results in a significantly unreasonable calculation of tax expense, the statutory effective tax rate is used.

(Notes to segment information, etc.)

For the nine months ended December 31, 2024

1. Financial indicators by reportable segment and disaggregation of revenue

(Million yen)

	Reportable segment				Other (Note 1)	Total	Adjustments (Note 2)	Amount recorded in quarterly consolidated statements of income (Note 3)
	Equipment installation business	Leasing business	Solar power business	Total				
Net sales								
Revenue from power distribution work contracts	25,729	—	—	25,729	—	25,729	—	25,729
Revenue from other equipment installation work	45,553	—	—	45,553	—	45,553	—	45,553
Other	—	—	1,668	1,668	985	2,654	—	2,654
Revenue from contracts with customers	71,282	—	1,668	72,951	985	73,937	—	73,937
Revenue from other sources	—	1,174	—	1,174	—	1,174	—	1,174
Net sales to external customers	71,282	1,174	1,668	74,126	985	75,112	—	75,112
Inter-segment sales or transfers	450	914	—	1,365	0	1,365	(1,365)	—
Total	71,732	2,089	1,668	75,491	986	76,477	(1,365)	75,112
Segment profit	5,258	211	678	6,148	150	6,299	(57)	6,242

(Notes) 1. “Other” represents business segments outside of reportable segments, including CAD software sales and designated administrator projects.

2. Adjustments to net sales and segment profit mainly comprise the elimination of inter-segment transactions.

3. Segment profit has been adjusted to match operating profit in the quarterly consolidated statements of income.

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

(Significant impairment losses relating to non-current assets)

In the “Other” segment, the carrying amount of land, buildings, and other assets of company housing and dormitories, which we decided to sell as they were no longer needed for their intended purpose, was reduced to the recoverable amount, with the decrease recorded under extraordinary losses as impairment losses.

The amount of impairment losses recorded for the period under review was ¥358 million.

For the nine months ended December 31, 2025

Financial indicators by reportable segment and disaggregation of revenue

(Million yen)

	Reportable segment				Other (Note 1)	Total	Adjustments (Note 2)	Amount recorded in quarterly consolidated statements of income (Note 3)
	Equipment installation business	Leasing business	Solar power business	Total				
Net sales								
Revenue from power distribution work contracts	26,723	—	—	26,723	—	26,723	—	26,723
Revenue from other equipment installation work	37,353	—	—	37,353	—	37,353	—	37,353
Other	—	—	1,734	1,734	966	2,701	—	2,701
Revenue from contracts with customers	64,076	—	1,734	65,811	966	66,778	—	66,778
Revenue from other sources	—	1,352	—	1,352	—	1,352	—	1,352
Net sales to external customers	64,076	1,352	1,734	67,164	966	68,130	—	68,130
Inter-segment sales or transfers	62	938	—	1,000	0	1,001	(1,001)	—
Total	64,139	2,290	1,734	68,164	967	69,132	(1,001)	68,130
Segment profit	4,442	206	745	5,394	161	5,556	(3)	5,552

(Notes) 1. “Other” represents business segments outside of reportable segments, including CAD software sales and designated administrator projects.

2. Adjustments to net sales and segment profit mainly comprise the elimination of inter-segment transactions.

3. Segment profit has been adjusted to match operating profit in the quarterly consolidated statements of income.

(Notes to significant changes in shareholders’ equity)

Not applicable.

(Going concern)

Not applicable.

(Notes on the statements of cash flows)

The Company has not prepared quarterly consolidated statements of cash flows for the period under review. However, depreciation (including amortization of intangible assets excluding goodwill) and amortization of goodwill for the nine months ended December 31, 2024 and 2025 are as follows:

(Million yen)

	For the nine months ended December 31, 2024	For the nine months ended December 31, 2025
Depreciation	1,444	1,443
Amortization of goodwill	264	71

3. Breakdown of Non-consolidated Financial Results by Construction Work and Customer

(1) Orders received by type of construction

(Million yen)

Classification	For the nine months ended December 31, 2024		For the nine months ended December 31, 2025		Change	Rate of change (%)
	Amount	Composition ratio (%)	Amount	Composition ratio (%)		
Power distribution work	27,080	39.8	28,713	40.7	1,632	6.0
Power transmission and civil engineering work	4,521	6.6	4,754	6.7	232	5.1
Electrical and instrumentation work	23,464	34.4	22,666	32.2	(797)	(3.4)
Air conditioning and plumbing work	9,330	13.7	9,581	13.6	250	2.7
Information and communications work	2,690	4.0	3,714	5.3	1,023	38.1
Sideline businesses	1,032	1.5	1,030	1.5	(2)	(0.3)
Total	68,121	100.0	70,460	100.0	2,338	3.4

(2) Orders received by customer

(Million yen)

Classification	For the nine months ended December 31, 2024		For the nine months ended December 31, 2025		Change	Rate of change (%)
	Amount	Composition ratio (%)	Amount	Composition ratio (%)		
Shikoku Electric Power Group*	31,667	46.5	33,930	48.2	2,263	7.1
Government offices	5,023	7.4	5,719	8.1	695	13.8
Private sector	31,430	46.1	30,810	43.7	(620)	(2.0)
Total	68,121	100.0	70,460	100.0	2,338	3.4

(3) Sales results by type of construction

(Million yen)

Classification	For the nine months ended December 31, 2024		For the nine months ended December 31, 2025		Change	Rate of change (%)
	Amount	Composition ratio (%)	Amount	Composition ratio (%)		
Power distribution work	26,517	39.6	27,576	48.2	1,058	4.0
Power transmission and civil engineering work	3,223	4.8	3,354	5.9	131	4.1
Electrical and instrumentation work	24,615	36.8	16,462	28.8	(8,153)	(33.1)
Air conditioning and plumbing work	7,955	11.9	5,834	10.2	(2,121)	(26.7)
Information and communications work	3,632	5.4	2,944	5.1	(688)	(18.9)
Sideline businesses	1,032	1.5	1,030	1.8	(2)	(0.3)
Total	66,977	100.0	57,201	100.0	(9,775)	(14.6)

(4) Sales results by customer

(Million yen)

Classification	For the nine months ended December 31, 2024		For the nine months ended December 31, 2025		Change	Rate of change (%)
	Amount	Composition ratio (%)	Amount	Composition ratio (%)		
Shikoku Electric Power Group*	30,108	45.0	31,249	54.6	1,140	3.8
Government offices	5,654	8.4	4,876	8.5	(777)	(13.8)
Private sector	31,214	46.6	21,075	36.9	(10,138)	(32.5)
Total	66,977	100.0	57,201	100.0	(9,775)	(14.6)

(5) Construction contracts carried over by type of construction

(Million yen)

Classification	As of December 31, 2024		As of December 31, 2025		Change	Rate of change (%)
	Amount	Composition ratio (%)	Amount	Composition ratio (%)		
Power distribution work	5,964	10.8	6,405	10.5	441	7.4
Power transmission and civil engineering work	4,211	7.6	5,159	8.5	947	22.5
Electrical and instrumentation work	32,439	58.6	33,568	55.1	1,129	3.5
Air conditioning and plumbing work	8,863	16.0	12,070	19.8	3,207	36.2
Information and communications work	3,847	7.0	3,755	6.1	(92)	(2.4)
Sideline businesses	—	—	—	—	—	—
Total	55,326	100.0	60,959	100.0	5,632	10.2

(6) Construction contracts carried over by customer

(Million yen)

Classification	As of December 31, 2024		As of December 31, 2025		Change	Rate of change (%)
	Amount	Composition ratio (%)	Amount	Composition ratio (%)		
Shikoku Electric Power Group*	10,152	18.4	11,647	19.1	1,495	14.7
Government offices	9,306	16.8	9,100	14.9	(205)	(2.2)
Private sector	35,867	64.8	40,210	66.0	4,343	12.1
Total	55,326	100.0	60,959	100.0	5,632	10.2

*Shikoku Electric Power Group: Shikoku Electric Power Company, Incorporated and Shikoku Electric Power Transmission & Distribution Company, Incorporated