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February 9, 2026

**Consolidated Financial Results
for the Nine Months Ended December 31, 2025
(Under Japanese GAAP)**

Company name: TOTETSU KOGYO CO., LTD.
 Listing: Tokyo Stock Exchange
 Securities code: 1835
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 Representative: Katsumi Ise, President, Representative Director
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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 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	106,449	3.0	11,565	25.1	12,185	25.5	8,265	19.7
December 31, 2024	103,352	11.9	9,241	36.7	9,710	36.7	6,906	41.7

Note: Comprehensive income For the nine months ended December 31, 2025: ¥12,234 million [77.7%]
 For the nine months ended December 31, 2024: ¥6,885 million [17.3%]

	Basic earnings per share	Diluted earnings per share
Nine months ended		
December 31, 2025	Yen 240.00	Yen —
December 31, 2024	200.59	—

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of December 31, 2025	Millions of yen 180,566	Millions of yen 127,678	% 70.0
March 31, 2025	181,115	120,777	66.0

Reference: Equity

As of December 31, 2025: ¥126,398 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 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: 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 December 31, 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 December 31, 2025	1,658,198 shares
As of March 31, 2025	1,666,989 shares

(iii) Average number of shares outstanding during the period

Nine months ended December 31, 2025	34,438,119 shares
Nine months ended December 31, 2024	34,430,225 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 December 31, 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 (88,621 shares for the nine months ended December 31, 2025 and 96,643 shares for the nine months ended December 31, 2024).

- * Review of the Japanese-language originals of the attached quarterly consolidated financial statements by certified public accountants or an audit firm: None
- * 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 nine months ended December 31, 2025, the Company posted orders received of ¥97,530 million (down ¥7,062 million year on year), while net sales amounted to ¥106,449 million (up ¥3,097 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 private sector.

In terms of profit, gross profit came to ¥18,535 million (up ¥2,982 million year on year), operating profit was ¥11,565 million (up ¥2,323 million year on year), ordinary profit came to ¥12,185 million (up ¥2,474 million year on year), and profit attributable to owners of parent amounted to ¥8,265 million (up ¥1,358 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 ¥69,109 million (down 0.7% year on year), net sales were ¥72,550 million (up 11.1% year on year), and balance carried forward was ¥79,641 million.

Segment profit totaled ¥7,619 million (up 33.3% year on year).

(Architectural Business)

Orders received were ¥28,420 million (down 18.8% year on year), net sales were ¥27,461 million (down 12.4% year on year), and balance carried forward was ¥34,483 million.

Segment profit totaled ¥3,048 million (up 19.8% year on year).

(Other Businesses)

Net sales amounted to ¥6,438 million (down 4.1% year on year), the principal source of which is manufacturing and sales income of railway-related products.

Segment profit totaled ¥898 million (down 6.9% year on year).

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

Total assets as of December 31, 2025 amounted to ¥180,566 million (a decrease of ¥548 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 ¥52,888 million (a decrease of ¥7,449 million from the end of the previous fiscal year). Main factors included a decrease in notes payable, accounts payable for construction contracts and other.

Total net assets amounted to ¥127,678 million (an increase of ¥6,900 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 nine months ended December 31, 2025.

2. Quarterly Consolidated Financial Statements and Principal Notes

(1) Quarterly Consolidated Balance Sheets

(Thousands of yen)

	As of March 31, 2025	As of December 31, 2025
Assets		
Current assets		
Cash and deposits	15,714,414	14,846,938
Notes receivable, accounts receivable from completed construction contracts and other	116,468,682	100,660,891
Costs on construction contracts in progress	4,088,130	11,067,227
Other	1,693,601	1,823,211
Allowance for doubtful accounts	(9,905)	(12,026)
Total current assets	<u>137,954,924</u>	<u>128,386,242</u>
Non-current assets		
Property, plant and equipment	22,495,091	22,637,458
Intangible assets	651,020	891,148
Investments and other assets		
Investment securities	15,046,446	22,893,857
Other	5,014,318	5,804,041
Allowance for doubtful accounts	(46,378)	(46,278)
Total investments and other assets	<u>20,014,386</u>	<u>28,651,619</u>
Total non-current assets	<u>43,160,498</u>	<u>52,180,226</u>
Total assets	<u>181,115,422</u>	<u>180,566,469</u>

(Thousands of yen)

	As of March 31, 2025	As of December 31, 2025
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	30,506,594	26,684,990
Short-term borrowings	10,000,000	10,000,000
Income taxes payable	2,999,820	954,057
Advances received on construction contracts in progress	881,616	1,206,145
Provision for warranties for completed construction	282,018	142,268
Provision for loss on construction contracts	85,319	42,792
Provision for bonuses	2,329,523	1,217,150
Asset retirement obligations	—	135,401
Other	8,398,700	5,306,047
Total current liabilities	55,483,592	45,688,855
Non-current liabilities		
Provision for repairs	1,163,625	1,202,483
Retirement benefit liability	845,745	847,209
Provision for share awards for directors (and other officers)	93,987	109,611
Provision for retirement benefits for directors (and other officers)	17,070	22,369
Asset retirement obligations	138,547	117,494
Other	2,595,499	4,900,183
Total non-current liabilities	4,854,477	7,199,351
Total liabilities	60,338,069	52,888,207
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	113,954,736
Treasury shares	(3,879,539)	(3,859,017)
Total shareholders' equity	113,138,434	116,072,418
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	4,465,969	8,411,605
Remeasurements of defined benefit plans	2,010,687	1,914,587
Total accumulated other comprehensive income	6,476,657	10,326,192
Non-controlling interests	1,162,261	1,279,650
Total net assets	120,777,353	127,678,262
Total liabilities and net assets	181,115,422	180,566,469

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income

Nine Months Ended December 31

(Thousands of 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	96,640,312	100,011,633
Net sales for incidental businesses	6,711,840	6,438,259
Total net sales	103,352,153	106,449,893
Cost of sales		
Cost of sales of completed construction contracts	82,723,759	83,126,701
Cost of sales on incidental businesses	5,075,662	4,788,073
Total cost of sales	87,799,421	87,914,774
Gross profit		
Gross profit on completed construction contracts	13,916,553	16,884,932
Gross profit on incidental businesses	1,636,178	1,650,186
Total gross profit	15,552,731	18,535,118
Selling, general and administrative expenses		
	6,311,079	6,969,992
Operating profit		
	9,241,652	11,565,126
Non-operating income		
Interest income	288	6,572
Dividend income	333,072	470,804
Share of profit of entities accounted for using equity method	94,493	101,286
Other	56,698	60,535
Total non-operating income	484,552	639,198
Non-operating expenses		
Interest expenses	14,361	18,980
Other	940	120
Total non-operating expenses	15,301	19,100
Ordinary profit		
	9,710,903	12,185,224
Extraordinary income		
Gain on sale of non-current assets	146	811
Gain on sale of investment securities	644,375	124,981
Other	—	819
Total extraordinary income	644,521	126,612
Extraordinary losses		
Loss on retirement of non-current assets	61,981	28,511
Other	—	1,915
Total extraordinary losses	61,981	30,427
Profit before income taxes		
	10,293,443	12,281,409
Income taxes - current	2,613,878	3,251,571
Income taxes - deferred	673,857	674,707
Total income taxes	3,287,736	3,926,278
Profit		
Profit attributable to non-controlling interests	99,262	90,017
Profit attributable to owners of parent	6,906,444	8,265,112

Quarterly Consolidated Statements of Comprehensive Income

Nine Months Ended December 31

(Thousands of yen)

	For the nine months ended December 31, 2024	For the nine months ended December 31, 2025
Profit	7,005,707	8,355,130
Other comprehensive income		
Valuation difference on available-for-sale securities	(41,806)	3,975,161
Remeasurements of defined benefit plans, net of tax	(78,684)	(96,100)
Total other comprehensive income	(120,490)	3,879,061
Comprehensive income	6,885,216	12,234,192
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	6,792,448	12,114,647
Comprehensive income attributable to non-controlling interests	92,767	119,544

(3) Notes to Quarterly Consolidated Financial Statements

(Notes on going concern assumption)

Not applicable.

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

Not applicable.

(Notes on segment information, etc.)

I. For the nine months ended December 31, 2024 (from April 1, 2024 to December 31, 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 Quarterly Consolidated Statements of Income (Note 3)
	Civil Engineering Business	Architectural Business	Total				
Net sales							
Goods or services transferred at a point in time	17,448,491	3,210,599	20,659,091	6,382,178	27,041,270	—	27,041,270
Goods or services transferred over time	47,848,092	28,133,128	75,981,221	—	75,981,221	—	75,981,221
Revenue from contracts with customers	65,296,584	31,343,728	96,640,312	6,382,178	103,022,491	—	103,022,491
Revenue from other sources	—	—	—	329,661	329,661	—	329,661
Net sales to outside customers	65,296,584	31,343,728	96,640,312	6,711,840	103,352,153	—	103,352,153
Inter-segment net sales or transfers	—	204,768	204,768	546,481	751,250	(751,250)	—
Total	65,296,584	31,548,496	96,845,081	7,258,322	104,103,403	(751,250)	103,352,153
Segment profit	5,717,729	2,543,990	8,261,720	964,892	9,226,613	15,039	9,241,652

(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 ¥15,039 thousand consists of inter-segment elimination of ¥7,232 thousand and adjustment of unrealized gain (loss) on non-current assets of ¥7,806 thousand.

3. Segment profit is adjusted with operating profit in the Quarterly Consolidated Statements of Income.

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

Not applicable.

II. For the nine months ended December 31, 2025 (from April 1, 2025 to December 31, 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 Quarterly Consolidated Statements of Income (Note 3)
	Civil Engineering Business	Architectural Business	Total				
Net sales							
Goods or services transferred at a point in time	20,324,991	3,961,973	24,286,964	6,094,025	30,380,990	—	30,380,990
Goods or services transferred over time	52,225,553	23,499,115	75,724,668	—	75,724,668	—	75,724,668
Revenue from contracts with customers	72,550,544	27,461,089	100,011,633	6,094,025	106,105,659	—	106,105,659
Revenue from other sources	—	—	—	344,233	344,233	—	344,233
Net sales to outside customers	72,550,544	27,461,089	100,011,633	6,438,259	106,449,893	—	106,449,893
Inter-segment net sales or transfers	1,850	418,607	420,457	662,508	1,082,965	(1,082,965)	—
Total	72,552,394	27,879,696	100,432,091	7,100,767	107,532,858	(1,082,965)	106,449,893
Segment profit	7,619,441	3,048,094	10,667,535	898,459	11,565,994	(868)	11,565,126

(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 ¥(868) thousand consists of inter-segment elimination of ¥7,512 thousand and adjustment of unrealized gain (loss) on non-current assets of ¥(8,380) thousand.

3. Segment profit is adjusted with operating profit in the Quarterly Consolidated Statements of Income.

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

Not applicable.

(Notes on statements of cash flows)

The quarterly consolidated statements of cash flows for the nine months ended December 31, 2025 have not been prepared. Depreciation (including amortization of intangible assets) for the nine months ended December 31 is as follows.

(Thousands of yen)

	For the nine months ended December 31, 2024	For the nine months ended December 31, 2025
Depreciation	2,036,134	2,126,408

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 nine months ended December 31, 2024		Composition ratio	For the nine months ended December 31, 2025		Composition ratio
<Construction business>	Millions of yen				Millions of yen	
Civil Engineering	69,595	66.5%		69,109	70.9%	
Architectural	34,997	33.5%		28,420	29.1%	
Total	104,593		100.0%	97,530		100.0%
	4,888		4.7%	5,226		5.4%
Public sector	Railway	1,339	1.3%	Railway	1,340	1.4%
	General	3,549	3.4%	General	3,885	4.0%
	99,704		95.3%	92,303		94.6%
Private sector	Railway	82,649	79.0%	Railway	81,671	83.7%
	General	17,054	16.3%	General	10,632	10.9%
	104,593		100.0%	97,530		100.0%
Total	Railway	83,988	80.3%	Railway	83,011	85.1%
	General	20,604	19.7%	General	14,518	14.9%

Comparison of net sales by consolidated division

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

Category	For the nine months ended December 31, 2024		Composition ratio	For the nine months ended December 31, 2025		Composition ratio
<Construction business>	Millions of yen				Millions of yen	
Net sales of completed construction contracts						
Civil Engineering	65,296	67.6%		72,550	72.5%	
Architectural	31,343	32.4%		27,461	27.5%	
Total	96,640		100.0%	100,011		100.0%
	8,769		9.1%	7,474		7.4%
Public sector	Railway	2,215	2.3%	Railway	2,948	2.9%
	General	6,554	6.8%	General	4,525	4.5%
	87,870		90.9%	92,537		92.6%
Private sector	Railway	73,564	76.1%	Railway	81,574	81.6%
	General	14,306	14.8%	General	10,962	11.0%
	96,640		100.0%	100,011		100.0%
Total	Railway	75,780	78.4%	Railway	84,523	84.5%
	General	20,860	21.6%	General	15,488	15.5%
<Incidental businesses>	6,711		—	6,438		—
Net sales total	103,352		—	106,449		—

Comparison of balance carried forward by consolidated division

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

Category	For the nine months ended December 31, 2024		Composition ratio	For the nine months ended December 31, 2025		Composition ratio
<Construction business>	Millions of yen			Millions of yen		
Civil Engineering	87,714		69.8%	79,641		69.8%
Architectural	37,905		30.2%	34,483		30.2%
Total	125,619		100.0%	114,125		100.0%
	9,701		7.8%	8,191		7.2%
Public sector	Railway	3,337	2.7%	Railway	1,835	1.6%
	General	6,364	5.1%	General	6,355	5.6%
	115,918		92.2%	105,934		92.8%
Private sector	Railway	99,531	79.2%	Railway	96,602	84.6%
	General	16,386	13.0%	General	9,331	8.2%
	125,619		100.0%	114,125		100.0%
Total	Railway	102,868	81.9%	Railway	98,437	86.2%
	General	22,750	18.1%	General	15,687	13.8%