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August 6, 2026

# Consolidated Financial Results for the Three Months Ended June 30, 2026 [Japanese GAAP]

Company name: KYOKUTO KAIHATSU KOGYO CO., LTD.
Listing: Tokyo Stock Exchange
Securities code: 7226
URL https://www.kyokuto.com/
Representative: Tatsuya Nunohara, Representative Director, President, CEO
Inquiries: Takeshi Fujimoto, General Manager, Legal & Corporate Communication Department, Administration Division
Telephone: +81-6-6205-7826
Scheduled date to commence dividend payments: -
Preparation of supplementary materials on financial results: Yes
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 June 30, 2026 (from April 1, 2026 to June 30, 2026)

### (1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes)

| | Net sales | | Operating profit | | Ordinary profit | | Profit attributable to owners of parent | |
|---|---|---|---|---|---|---|---|---|
| Three Months ended | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % |
| June 30, 2026 | 38,663 | 15.6 | 1,336 | 38.2 | 1,514 | 39.2 | 887 | - |
| June 30, 2025 | 33,457 | 16.9 | 966 | 3.8 | 1,087 | (15.9) | (4,984) | - |

Note: Comprehensive income For the Three Months ended June 30, 2026 1,826 million yen [ - %]
For the Three Months ended June 30, 2025 (5,756) million yen [ - %]

| | Basic earnings per share | Diluted earnings per share |
|---|---|---|
| Three Months ended | Yen | Yen |
| June 30, 2026 | 23.05 | - |
| June 30, 2025 | (129.73) | - |

### (2) Consolidated financial position

| | Total assets | Net assets | Equity-to-asset ratio |
|---|---|---|---|
| | Millions of yen | Millions of yen | % |
| As of June 30, 2026 | 193,002 | 114,028 | 58.3 |
| As of March 31, 2026 | 203,297 | 114,903 | 55.7 |

Reference: Equity As of June 30, 2026 112,439 million yen
As of March 31, 2026 113,329 million yen

## 2. Cash Dividends

| | Annual dividends per share | | | | |
|---|---|---|---|---|---|
| | 1st quarter-end | 2nd quarter-end | 3rd quarter-end | Year-end | Total |
| | Yen | Yen | Yen | Yen | Yen |
| Fiscal year ended March 31, 2026 | - | 70.00 | - | 70.00 | 140.00 |
| Fiscal year ending March 31, 2027 | - | | | | |
| Fiscal year ending March 31, 2027 (forecast) | | 60.00 | - | 60.00 | 120.00 |

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

## 3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2027 (from April 1, 2026 to March 31, 2027)

(Percentages indicate year-on-year changes)

| | Net sales | | Operating profit | | Ordinary profit | | Profit attributable to owners of parent | | Basic earnings per share |
|---|---|---|---|---|---|---|---|---|---|
| | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % | Yen |
| Full year | 180,000 | 11.6 | 8,500 | (4.3) | 7,900 | (16.6) | 5,000 | 35.4 | 129.85 |

Note: Revisions to the most recently announced consolidated earnings forecast: None

## * Notes

(1) Significant changes in the scope of consolidation during the period: Yes
Newly added: None Excluded: 1 company (Company name) Kyokuto Kaihatsu Parking Co., Ltd.

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: Yes

(3) Changes in accounting policies, changes in accounting estimates, and restatement
1) Changes in accounting policies due to revisions to accounting standards and other regulations: None
2) Changes in accounting policies due to other reasons: None
3) Changes in accounting estimates: None
4) Restatement: None

(4) Number of issued shares (common shares)
1) Total Number of issued shares at the end of the period (including treasury shares)

| | |
|---|---|
| As of June 30, 2026 | 40,150,000 |
| As of March 31, 2026 | 40,150,000 |

2) Number of treasury shares at the end of the period

| | |
|---|---|
| As of June 30, 2026 | 1,643,589 |
| As of March 31, 2026 | 1,642,779 |

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

| | |
|---|---|
| Three Months ended June 30, 2026 | 38,506,682 |
| Three Months ended June 30, 2025 | 38,419,464 |

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or auditing firms: None

* Proper use of earnings forecasts, and other special matters
The forward-looking statements in this document, including earnings forecasts, are based on information available as of the date of this document's release, and actual results may differ from these forecasts due to various factors in the future.

## 2. Quarterly Consolidated Financial Statements and Primary Notes

### (1) Quarterly Consolidated Balance Sheets

(Millions of yen)

| | As of March 31, 2026 | As of June 30, 2026 |
|---|---|---|
| Assets | | |
| Current assets | | |
| Cash and deposits | 22,498 | 15,243 |
| Notes and accounts receivable - trade, and contract assets | 36,485 | 23,478 |
| Electronically recorded monetary claims - operating | 11,977 | 12,719 |
| Merchandise and finished goods | 3,517 | 4,794 |
| Work in process | 16,679 | 18,213 |
| Raw materials and supplies | 11,892 | 13,026 |
| Prepaid expenses | 794 | 940 |
| Other | 3,088 | 3,409 |
| Allowance for doubtful accounts | (372) | (361) |
| Total current assets | 106,560 | 91,464 |
| Non-current assets | | |
| Property, plant and equipment | | |
| Buildings and structures, net | 20,984 | 25,991 |
| Machinery, equipment and vehicles, net | 9,398 | 9,245 |
| Land | 33,267 | 33,283 |
| Construction in progress | 3,989 | 2,830 |
| Other, net | 2,096 | 2,431 |
| Total property, plant and equipment | 69,736 | 73,782 |
| Intangible assets | | |
| Goodwill | 7,654 | 7,759 |
| Customer-related intangible assets | 968 | 932 |
| Other | 1,927 | 1,922 |
| Total intangible assets | 10,550 | 10,614 |
| Investments and other assets | | |
| Investment securities | 11,990 | 12,702 |
| Long-term loans receivable | 130 | 129 |
| Long-term prepaid expenses | 723 | 691 |
| Retirement benefit asset | 2,156 | 2,185 |
| Deferred tax assets | 849 | 830 |
| Other | 1,313 | 1,315 |
| Allowance for doubtful accounts | (713) | (714) |
| Total investments and other assets | 16,449 | 17,140 |
| Total non-current assets | 96,736 | 101,538 |
| Total assets | 203,297 | 193,002 |

(Millions of yen)

| | As of March 31, 2026 | As of June 30, 2026 |
|---|---|---|
| Liabilities | | |
| Current liabilities | | |
| Notes and accounts payable - trade | 13,363 | 12,809 |
| Electronically recorded obligations - operating | 4,077 | 3,994 |
| Short-term borrowings | 11,295 | 10,756 |
| Current portion of long-term borrowings | 8 | 8 |
| Income taxes payable | 4,307 | 335 |
| Accrued consumption taxes | 1,431 | 261 |
| Accrued expenses | 6,173 | 3,278 |
| Provisions | 1,344 | 2,508 |
| Other | 8,966 | 6,814 |
| Total current liabilities | 50,968 | 40,767 |
| Non-current liabilities | | |
| Bonds payable | 2,800 | 2,800 |
| Long-term borrowings | 27,320 | 27,318 |
| Retirement benefit liability | 68 | 65 |
| Provisions | 107 | 81 |
| Deferred tax liabilities | 5,475 | 5,992 |
| Other | 1,654 | 1,947 |
| Total non-current liabilities | 37,425 | 38,205 |
| Total liabilities | 88,393 | 78,973 |
| Net assets | | |
| Shareholders' equity | | |
| Share capital | 11,899 | 11,899 |
| Capital surplus | 12,027 | 12,027 |
| Retained earnings | 85,293 | 83,480 |
| Treasury shares | (1,660) | (1,661) |
| Total shareholders' equity | 107,560 | 105,746 |
| Accumulated other comprehensive income | | |
| Valuation difference on available-for-sale securities | 5,013 | 5,498 |
| Foreign currency translation adjustment | (197) | 284 |
| Remeasurements of defined benefit plans | 953 | 909 |
| Total accumulated other comprehensive income | 5,769 | 6,692 |
| Non-controlling interests | 1,573 | 1,588 |
| Total net assets | 114,903 | 114,028 |
| Total liabilities and net assets | 203,297 | 193,002 |

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

(Quarterly Consolidated Statements of Income)

(For the Nine-month Period)

(Millions of yen)

| | Three Months ended June 30, 2025 | Three Months ended June 30, 2026 |
|---|---|---|
| Net sales | 33,457 | 38,663 |
| Cost of sales | 27,643 | 31,791 |
| Gross profit | 5,813 | 6,871 |
| Selling, general and administrative expenses | 4,846 | 5,535 |
| Operating profit | 966 | 1,336 |
| Non-operating income | | |
| Interest and dividend income | 259 | 206 |
| Foreign exchange gains | - | 122 |
| Equity in earnings of affiliates | - | 6 |
| Miscellaneous income | 49 | 59 |
| Total non-operating income | 308 | 395 |
| Non-operating expenses | | |
| Interest expenses | 107 | 182 |
| Share of loss of entities accounted for using equity method | 11 | - |
| Foreign exchange losses | 28 | - |
| Miscellaneous expenses | 40 | 34 |
| Total non-operating expenses | 187 | 217 |
| Ordinary profit | 1,087 | 1,514 |
| Extraordinary income | | |
| Gain on sale of non-current assets | 0 | 0 |
| Gain on sale of investment securities | 401 | - |
| Other | 0 | 0 |
| Total extraordinary income | 401 | 0 |
| Extraordinary losses | | |
| Loss on disposal of non-current assets | 7 | 5 |
| Provision of allowance for losses related to the Anti-Monopoly Act | 5,924 | - |
| Other | 11 | - |
| Total extraordinary losses | 5,944 | 5 |
| Profit or loss before income taxes | (4,455) | 1,509 |
| Income taxes | 528 | 623 |
| Profit or loss | (4,983) | 885 |
| Profit attributable to non-controlling interests | 0 | (1) |
| Profit or loss attributable to owners of parent | (4,984) | 887 |

(Quarterly Consolidated Statements of Comprehensive Income)

(For the Nine-month Period)

(Millions of yen)

| | Three months ended June 30, 2025 | Three Months ended June 30, 2026 |
|---|---|---|
| Profit | (4,983) | 885 |
| Other comprehensive income | | |
| Valuation difference on available-for-sale securities | 70 | 484 |
| Foreign currency translation adjustment | (797) | 486 |
| Remeasurements of defined benefit plans, net of tax | (17) | (43) |
| Share of other comprehensive income of entities accounted for using equity method | (27) | 12 |
| Total other comprehensive income | (772) | 940 |
| Comprehensive income | (5,756) | 1,826 |
| Comprehensive income attributable to | | |
| Comprehensive income attributable to owners of parent | (5,673) | 1,810 |
| Comprehensive income attributable to non-controlling interests | (82) | 15 |