Translation

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Consolidated Financial Results for the Three Months Ended June 30, 2026 (Based on Japanese GAAP)

August 5, 2026

Company name:	RAITO KOGYO CO.,LTD.		
Stock exchange listing:	Tokyo		
Stock code:	1926 URL https://www.raito.co.jp		
Representative:	President and Representative Director	Kazuhiro Akutsu	
Inquiries:	Managing Director General Manager of Management Planning Division	Satoyuki Yamane	TEL 03-3265-2555

Scheduled date to commence dividend payments: –

Preparation of supplementary material on financial results: Yes

Holding of financial results meeting: No

(Amounts less than one million yen are rounded down)

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	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2026	29,522	(3.3)	3,329	19.5	3,448	22.7	2,295	17.4
Three months ended June 30, 2025	30,520	20.1	2,785	32.7	2,809	25.7	1,955	29.4

Note: Comprehensive income
Three months ended June 30, 2026: ¥2,717 million [58.3%]
Three months ended June 30, 2025: ¥1,716 million [(22.9)%]

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2026	55.41	–
Three months ended June 30, 2025	44.36	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of June 30, 2026	115,750	85,354	73.0	2,056.96
As of March 31, 2026	125,930	90,886	71.5	2,141.13

Reference: Equity
As of June 30, 2026: ¥84,459 million
As of March 31, 2026: ¥90,005 million

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2026	–	40.00	–	105.00	145.00
Year ending March 31, 2027	–				
Year ending March 31, 2027 (Forecast)		40.00	–	26.50	–

Note: Revisions to the most recently announced consolidated dividend forecasts: Yes

* The Company plans to conduct a 4-for-1 split of its shares of common stock, effective October 1, 2026. Therefore, the year-end dividend forecast for the fiscal year ending March 31, 2027 reflects the impact of this stock split. Annual dividend forecast is not presented because a simple comparison is not possible due to the stock split. The year-end dividend forecast, without considering the stock split, would be ¥106.00, and the annual dividends per share would be forecast to be ¥146.00. For details, please refer to the “Notice Concerning Stock Split, Partial Amendments to Articles of Incorporation in Connection with Stock Split, and Revision of Dividend Forecast” announced today.

3. Forecast of consolidated financial results for the 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		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2026	65,500	0.7	7,400	7.1	7,700	8.7	5,300	5.7	31.52
Full year	138,000	(0.9)	16,850	(2.0)	17,300	(2.3)	11,800	(5.5)	70.18

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

* The Company plans to conduct a 4-for-1 split of its shares of common stock, effective October 1, 2026. Therefore, the earnings per share reflect the impact of this stock split. The earnings per share, without considering the stock split, would be ¥126.08 for the six months ending September 30, 2026 and ¥280.71 for the full year.

4. Notes

(1) Significant changes in the scope of consolidation during the three months ended June 30, 2026: No

(2) Application of special accounting methods for preparing quarterly consolidated financial statements: No

(3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements

Changes in accounting policies due to revisions to accounting standards and other regulations: No

Changes in accounting policies due to other reasons: No

Changes in accounting estimates: No

Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

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

As of June 30, 2026	42,970,450 shares	As of March 31, 2026	42,970,450 shares

Number of treasury shares at the end of the period

As of June 30, 2026	1,910,051 shares	As of March 31, 2026	933,772 shares

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

Three months ended June 30, 2026	41,419,296 shares	Three months ended June 30, 2025	44,071,571 shares

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

* Explanation of the appropriate use of earnings forecasts and other special notes

The earnings forecasts are prepared based on information available as of the date of publication of this document, and actual results may differ from the forecasts due to various factors in the future.

Attached Materials Index

1. Overview of Operating Results

(1) Overview of Operating Results for the Three Months Ended June 30, 2026

During the three months under review, the Japanese economy maintained a gradual recovery trend under improvements in the employment and income environment. However, the economic outlook remains uncertain due to rising prices, escalating tensions in the Middle East, and the impact of the U.S. tariff policy changes on the global economy, which could put downward pressure on the Japan's economy.

In the construction industry, private-sector, non-residential construction investment showed steady growth, supported by steady corporate earnings and demand for labor-saving measures amid labor shortages, which in turn bolstered capital investment. Government construction investment also remained firm, driven mainly by disaster prevention and mitigation, national resilience, and future-oriented measures to address aging infrastructure. Due to this and other factors, a favorable environment for orders has continued.

In this environment, the Raito Kogyo Group recorded ¥69,958 million in orders received (up 42.3% year on year) during the three months under review, driven by increases in orders in the Company's specialized civil engineering field and construction business field amid a favorable environment for orders.

Net sales recorded ¥29,522 million (down 3.3% year on year) as the Company's specialized civil engineering business showed steady performance. However, this was offset by a decline following large-scale projects in the Company's construction business in the previous period, delays in starting some on-hand projects, and a similar decline following large-scale projects at the Company's U.S. subsidiary in the previous period.

In terms of profit, gross profit was ¥6,672 million (up 11.5% year on year) due to improved construction profitability at the Company.

Due to an increase in gross profit, operating profit and ordinary profit increased to ¥3,329 million (up 19.5% year on year) and ¥3,448 million (up 22.7% year on year), respectively.

Profit attributable to owners of parent was ¥2,295 million (up 17.4% year on year).

In the three months ended June 30, 2026, orders received, net sales, and construction contracts carried forward were as shown below.

(Millions of yen)

By business/ construction type	Orders received		Net sales		Construction contracts carried forward	
	Three months ended June 30, 2025	Three months ended June 30, 2026	Three months ended June 30, 2025	Three months ended June 30, 2026	Three months ended June 30, 2025	Three months ended June 30, 2026
Slope stabilization and protection	13,386	20,509	8,133	8,268	27,164	33,768
Foundations and ground improvement	25,769	24,999	13,730	14,582	45,333	44,587
Repair and reinforcement	1,653	3,970	1,890	2,248	7,099	11,021
Environmental remediation	559	1,198	723	424	1,453	2,211
General civil engineering	937	948	578	838	2,008	2,581
Building construction	6,128	17,646	5,026	2,702	22,146	37,532
Other construction	724	686	368	419	697	700
Construction segment total	49,160	69,958	30,451	29,484	105,904	132,403
Product and materials sales segment	–	–	69	37	–	–
Total	49,160	69,958	30,520	29,522	105,904	132,403

(2) Overview of Financial Position for the Three Months Ended June 30, 2026

Assets

Assets decreased by ¥10,179 million from the end of the previous fiscal year due to the decreases in cash and deposits, notes receivable, accounts receivable from completed construction contracts and other, and electronically recorded monetary claims - operating, which exceeded the increase in costs on construction contracts in progress.

Liabilities

Liabilities decreased by ¥4,648 million from the end of the previous fiscal year due to the decreases in electronically recorded obligations - operating, income taxes payable, and accrued expenses, which exceeded the increase in advances received on construction contracts in progress.

Net assets

Net assets decreased by ¥5,531 million from the end of the previous fiscal year as the decreases due to payment of dividends to shareholders and purchase of treasury shares exceeded the increase in profit attributable to owners of parent reported.

(3) Explanation of Forecasts of Consolidated Financial Results and Other Forward-looking Statements

There are no revisions to the forecasts of consolidated financial results for the fiscal year ending March 31, 2027, announced on May 14, 2026.

2. Quarterly Consolidated Financial Statements and Significant Notes Thereto

(1) Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2026	As of June 30, 2026
Assets		
Current assets		
Cash and deposits	29,975	26,455
Notes receivable, accounts receivable from completed construction contracts and other	40,737	35,615
Electronically recorded monetary claims - operating	4,767	2,033
Costs on construction contracts in progress	1,500	1,966
Merchandise and finished goods	28	30
Raw materials and supplies	750	748
Accounts receivable - other	185	138
Other	2,126	2,156
Allowance for doubtful accounts	(33)	(33)
Total current assets	80,037	69,110
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	8,248	8,204
Machinery and vehicles, net	6,629	6,933
Land	11,104	11,104
Leased assets, net	88	81
Construction in progress	97	33
Other, net	492	458
Total property, plant and equipment	26,661	26,814
Intangible assets		
Goodwill	331	325
Other	293	308
Total intangible assets	625	633
Investments and other assets		
Investment securities	10,026	10,560
Retirement benefit asset	5,578	5,563
Other	3,361	3,432
Allowance for doubtful accounts	(359)	(364)
Total investments and other assets	18,607	19,191
Total non-current assets	45,893	46,640
Total assets	125,930	115,750

(Millions of yen)

	As of March 31, 2026	As of June 30, 2026
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	9,220	8,965
Electronically recorded obligations - operating	7,600	5,642
Short-term borrowings	1,737	1,720
Income taxes payable	3,954	510
Advances received on construction contracts in progress	1,813	4,230
Provision for warranties for completed construction	110	109
Provision for loss on construction contracts	203	198
Accrued expenses	4,282	3,102
Other	4,736	3,713
Total current liabilities	33,660	28,192
Non-current liabilities		
Long-term borrowings	7	7
Long-term accounts payable - other	12	12
Lease liabilities	83	82
Deferred tax liabilities	325	1,141
Deferred tax liabilities for land revaluation	758	758
Provision for share awards for directors	136	141
Other	60	60
Total non-current liabilities	1,384	2,204
Total liabilities	35,044	30,396
Net assets		
Shareholders’ equity		
Share capital	6,119	6,119
Capital surplus	6,447	6,447
Retained earnings	74,270	72,138
Treasury shares	(3,567)	(7,389)
Total shareholders’ equity	83,270	77,316
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	2,909	3,205
Revaluation reserve for land	(1,058)	(1,058)
Foreign currency translation adjustment	2,482	2,670
Remeasurements of defined benefit plans	2,401	2,325
Total accumulated other comprehensive income	6,735	7,143
Non-controlling interests	880	895
Total net assets	90,886	85,354
Total liabilities and net assets	125,930	115,750

(2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income

Consolidated Statements of Income

(Millions of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Net sales		
Net sales from completed construction contracts	30,451	29,484
Net sales from sideline businesses	69	37
Total net sales	30,520	29,522
Cost of sales		
Cost of sales of completed construction contracts	24,488	22,836
Cost of sales of sideline businesses	48	13
Total cost of sales	24,537	22,850
Gross profit		
Gross profit on completed construction contracts	5,962	6,647
Gross profit on sideline businesses	20	24
Total gross profit	5,983	6,672
Selling, general and administrative expenses	3,197	3,342
Operating profit	2,785	3,329
Non-operating income		
Interest income	27	37
Dividend income	46	79
Royalty income	9	3
Insurance claim income	58	–
Rental income from non-current assets	103	102
Foreign exchange gains	–	20
Share of profit of entities accounted for using equity method	–	36
Other	30	16
Total non-operating income	275	297
Non-operating expenses		
Interest expenses	27	35
Commission expenses	0	0
Guarantee commission	14	16
Rental costs	121	101
Foreign exchange losses	33	–
Share of loss of entities accounted for using equity method	25	–
Other	29	23
Total non-operating expenses	251	178
Ordinary profit	2,809	3,448
Extraordinary income		
Gain on sale of non-current assets	0	8
Total extraordinary income	0	8
Profit before income taxes	2,810	3,457
Income taxes - current	462	442
Income taxes - deferred	403	714
Total income taxes	866	1,157
Profit	1,943	2,299
Profit (loss) attributable to non-controlling interests	(11)	4
Profit attributable to owners of parent	1,955	2,295

Consolidated Statements of Comprehensive Income

(Millions of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Profit	1,943	2,299
Other comprehensive income		
Valuation difference on available-for-sale securities	164	295
Foreign currency translation adjustment	(213)	132
Remeasurements of defined benefit plans, net of tax	(47)	(76)
Share of other comprehensive income of entities accounted for using equity method	(130)	65
Total other comprehensive income	(227)	417
Comprehensive income	1,716	2,717
Comprehensive income attributable to:		
Owners of parent	1,748	2,702
Non-controlling interests	(32)	14

(3) Notes to the Quarterly Consolidated Financial Statements

Notes on Segment Information, Etc.

I Three months ended June 30, 2025 (from April 1, 2025 to June 30, 2025)

1. Information on the amounts of net sales and profit or loss by reportable segment

(Millions of yen)

	Reportable Segment	Other (Note)	Total
	Construction Business		
Net sales			
Net sales to external customers	30,451	69	30,520
Inter-segment sales and transfers	–	252	252
Total	30,451	321	30,773
Segment profit	2,785	0	2,785

Note: Other is a business segment not included in the reportable segment and includes the product and materials sales business, the leasing business, and the home-visit care business.

2. Difference between the total amount of profit or loss of reportable segments and the amount recorded in the quarterly consolidated statements of income and the main details of such difference (matters concerning reconciliation)

(Millions of yen)

Profit	Amount
Reportable segment total	2,785
Profit of Other	0
Inter-segment eliminations	0
Operating profit in quarterly consolidated statements of income	2,785

3. Information on impairment loss on non-current assets, goodwill, etc. by reportable segment

No relevant items to report.

II Three months ended June 30, 2026 (from April 1, 2026 to June 30, 2026)

1. Information on the amounts of net sales and profit or loss by reportable segment

(Millions of yen)

	Reportable Segment Construction Business	Other (Note)	Total
Net sales			
Net sales to external customers	29,484	37	29,522
Inter-segment sales and transfers	–	213	213
Total	29,484	251	29,735
Segment profit	3,309	19	3,329

Note: Other is a business segment not included in the reportable segment and includes the product and materials sales business and the leasing business.

2. Difference between the total amount of profit or loss of reportable segments and the amount recorded in the quarterly consolidated statements of income and the main details of such difference (matters concerning reconciliation)

(Millions of yen)

Profit	Amount
Reportable segment total	3,309
Profit of Other	19
Inter-segment eliminations	0
Operating profit in quarterly consolidated statements of income	3,329

3. Information on impairment loss on non-current assets, goodwill, etc. by reportable segment

No relevant items to report.

Significant Changes in Shareholders' Equity

No relevant items to report.

Notes on Premise of Going Concern

No relevant items to report.

Notes on Quarterly Consolidated Statements of Cash Flows

Quarterly consolidated statements of cash flows are not prepared for the three months ended June 30, 2026. Depreciation (including amortization related to intangible assets excluding goodwill) and amortization of goodwill for the three months ended June 30, 2025 and 2026 are as follows.

(Millions of yen)

	Three months ended June 30, 2025 (from April 1, 2025 to June 30, 2025)	Three months ended June 30, 2026 (from April 1, 2026 to June 30, 2026)
Depreciation	704	719
Amortization of goodwill	10	12

Significant Subsequent Events

Stock split, amendments to Articles of Incorporation in connection with stock split, and revision of dividend forecast

At the Board of Directors meeting held on August 5, 2026, the Company passed resolutions regarding the stock split, the associated amendment to the Articles of Incorporation, and the revision of the dividend forecast for the fiscal year ending March 31, 2027 as follows.

1. Regarding stock split

(1) Purpose of stock split

By lowering the amount per investment unit of our shares, we aim to create an environment that makes it easier for investors to invest, as well as to improve the liquidity of our shares and further expand our investor base.

(2) Overview of stock split

(i) Method of stock split

With September 30, 2026 as a record date, the Company plans to conduct a 4-for-1 split of its shares of common stock held by shareholders listed or recorded in the final shareholder registry on that date.

(ii) Number of shares to be increased by stock split

Total number of outstanding shares before stock split	42,970,450 shares
Number of shares to be increased by this stock split	128,911,350 shares
Total number of outstanding shares after stock split	171,881,800 shares
Total number of authorized shares after stock split	680,000,000 shares

(iii) Schedule of the stock split

Public notice of record date	Monday, September 14, 2026 (planned)
Record date	Wednesday, September 30, 2026
Effective date	Thursday, October 1, 2026

(iv) Impact on per share information

Per share information assuming that the stock split had been conducted at the beginning of the previous fiscal year is as follows:

(Yen)

	Three months ended June 30, 2025 (from April 1, 2025 to June 30, 2025)	Three months ended June 30, 2026 (from April 1, 2026 to June 30, 2026)
Earnings per share	11.09	13.85

2. Amendment to the Articles of Incorporation due to stock split

(1) Reasons for the amendment

In connection with this stock split, the relevant article of the Company’s Articles of Incorporation will be amended effective October 1, 2026, by resolution of the Board of Directors, in accordance with Article 184, paragraph (2) of the Companies Act.

(2) Content of the amendment

(Changes are underlined)

Current Articles of Incorporation	Proposed amendments
(Total number of authorized shares) Article 6 The total number of shares authorized to be issued by the Company shall be <u>198,000,000</u> shares.	(Total number of authorized shares) Article 6 The total number of shares authorized to be issued by the Company shall be <u>680,000,000</u> shares.

(3) Schedule of the amendment
Effective date Thursday, October 1, 2026

3. Details of revision to dividend forecast

In connection with this stock split, the Company will revise the year-end dividend forecast for the fiscal year ending March 31, 2027, which was announced on May 14, 2026, as follows. Please note that this revision is being implemented in accordance with the stock split ratio and does not result in any substantial changes.

	Annual dividends per share (Yen)		
Record date	Second quarter-end	Fiscal year-end	Total
Previous forecasts (Announced on May 14, 2026)	40.00	106.00	146.00
Revised forecasts (On a pre-stock-split basis)	(40.00) (Note)	26.50 (106.00)	– (146.00)
Actual results for the previous fiscal year (Fiscal year ended March 31, 2026)	40.00	105.00	145.00

Note: This stock split will take effect on October 1, 2026. Therefore, the payment of the second-quarter-end dividend, with a record date of September 30, 2026, will be based on the number of shares held before the stock split.

4. Other

There will be no change to the amount of share capital as a result of this stock split.