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Consolidated Financial Results for the Six Months Ended September 30, 2026 (Under Japanese GAAP)



October 30, 2026

Company name: KINDEN CORPORATION
 Listing: Tokyo Stock Exchange
 Securities code: 1944
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 Scheduled date to file semi-annual securities report: November 12, 2026
 Scheduled date to commence dividend payments: November 27, 2026
 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, 2026 (from April 1, 2026 to September 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	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2026	358,195	11.5	41,970	32.0	42,606	25.4	31,321	38.8
September 30, 2025	321,378	7.8	31,791	146.9	33,976	137.3	22,565	129.9

Note: Comprehensive income For the six months ended September 30, 2026: ¥25,820 million [(12.4)%]
 For the six months ended September 30, 2025: ¥29,423 million [287.3%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2026	175.13	—
September 30, 2025	113.87	—

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
September 30, 2026	905,955	450,237	49.6
March 31, 2026	913,763	661,895	72.4

Reference: Equity

As of September 30, 2026: ¥449,691 million
 As of March 31, 2026: ¥661,365 million

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2026	—	60.00	—	70.00	130.00
Fiscal year ending March 31, 2027	—	120.00			
Fiscal year ending March 31, 2027 (Forecast)			—	120.00	240.00

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

The second quarter-end dividend and fiscal year-end dividend for the fiscal year ending March 31, 2027 each include a special dividend in connection with achieving the medium-term management plan and growth targets of ¥50.

3. Consolidated earnings forecasts 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
Fiscal year ending March 31, 2027	850,000	13.2	105,000	16.3	105,000	11.1	75,000	8.0	435.50

Note: Revisions to the earnings forecasts most recently announced: Yes

*** Notes**

- (1) Significant changes in the scope of consolidation during the period: Yes

Newly included: one company (Company name) THE KODENSHA Co., Ltd.

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

Note: For details, please refer to “(4) Notes to semi-annual consolidated financial statements (Notes on accounting treatment specific to the preparation of semi-annual consolidated financial statements)” in “2. Semi-annual consolidated financial statements and significant notes thereto” on page 11 of the attached document.

- (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, 2026	166,454,180 shares
As of March 31, 2026	199,954,180 shares

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

As of September 30, 2026	1,968,286 shares
As of March 31, 2026	1,966,478 shares

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

Six months ended September 30, 2026	178,842,968 shares
Six months ended September 30, 2025	198,174,285 shares

- * Semi-annual financial results reports are exempt from review conducted by certified public accountants or an audit corporation.

- * Proper use of earnings forecasts, and other special matters

Forward-looking statements, including the consolidated forecasts stated in these materials, are based on information currently available to KINDEN CORPORATION. Actual results may differ from the consolidated forecasts due to various future factors.

The Company finalized the provisional accounting treatment for the business combination at the end of the fiscal year ended March 31, 2026. As a result, figures for the six months ended September 30, 2025 reflect the finalization of the provisional accounting treatment.

[Reference] Non-consolidated earnings forecasts

Non-consolidated earnings forecasts 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		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Fiscal year ending March 31, 2027	680,000	11.0	92,000	16.3	93,000	14.1	69,000	8.5	400.66

Note: Revisions to the non-consolidated earnings forecasts most recently announced: Yes

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1. Overview of operating results and others

(1) Overview of operating results for the period

The Group's results for the first six months of the current fiscal year were as follows.

Net sales of completed construction contracts	¥358,195 million (up 11.5% year on year)
Operating profit	¥41,970 million (up 32.0% year on year)
Ordinary profit	¥42,606 million (up 25.4% year on year)
Profit attributable to owners of parent	¥31,321 million (up 38.8% year on year)

Net sales of completed construction contracts and profits exceeded the results of the same period of the previous year. In addition, actual results exceeded all of the semi-annual consolidated results forecasts announced on April 27, 2026.

Non-consolidated financial results were as follows:

Net sales of completed construction contracts	¥291,490 million (up 9.0% year on year)
Operating profit	¥36,580 million (up 23.8% year on year)
Ordinary profit	¥39,091 million (up 16.8% year on year)
Profit	¥29,801 million (up 22.5% year on year)

Net sales of completed construction contracts and profits exceeded the results of the same period of the previous year. In addition, actual results exceeded all of the semi-annual non-consolidated results forecasts announced on April 27, 2026.

Non-consolidated net sales of completed construction contracts

Net sales of completed construction contracts increased by ¥24,050 million to ¥291,490 million (up 9.0% year on year).

Net sales of completed construction contracts by customers, The Kansai Electric Power Company, Incorporated (including Kansai Transmission and Distribution, Inc.) increased by ¥5,790 million to ¥49,067 million (up 13.4% year on year), The Kansai Electric Power Group decreased by ¥2,649 million to ¥7,738 million (down 25.5% year on year), and Others increased by ¥20,909 million to ¥234,685 million (up 9.8% year on year).

Net sales of completed construction contracts by construction sector, Power Distribution Lining increased by ¥4,480 million to ¥43,075 million (up 11.6% year on year), Electrical increased by ¥8,986 million to ¥181,898 million (up 5.2% year on year), Information & Communications Network increased by ¥2,311 million to ¥22,438 million (up 11.5% year on year), Environmental Management Facilities increased by ¥3,045 million to ¥28,152 million (up 12.1% year on year), and Electric Power & Others increased by ¥5,225 million to ¥15,925 million (up 48.8% year on year). The main factors contributing to the increase in Power Distribution Lining were increases in the volume of construction by Kansai Transmission and Distribution, Inc., while the main factors behind the increase in Electrical were increases in factories, commercial and entertainment facilities, etc., despite decreases in office buildings, etc. The main factors behind the increase in Information & Communications Network were increases in local area network, etc., while the main factors behind the increase in Environmental Management Facilities were increases in logistics facilities, etc., despite decreases in factories, etc. The main factors behind the increase in Electric Power & Others were increases in work on power plants and substations, etc.

Non-consolidated construction orders

Construction orders increased by ¥79,176 million to ¥540,065 million (up 17.2% year on year).

Construction orders by customers, The Kansai Electric Power Company, Incorporated (including Kansai Transmission and Distribution, Inc.) increased by ¥5,738 million to ¥52,143 million (up 12.4% year on year), The Kansai Electric Power Group decreased by ¥1,090 million to ¥9,076 million (down 10.7% year on year), and Others increased by ¥74,527 million to ¥478,845 million (up 18.4% year on year).

Construction orders by construction sector, Power Distribution Lining increased by ¥3,332 million to ¥44,708 million (up 8.1% year on year), Electrical increased by ¥53,335 million to ¥372,802 million (up 16.7% year on year), Information & Communications Network decreased by ¥3,314 million to ¥27,196 million (down 10.9% year on year), Environmental Management Facilities increased by ¥32,227 million to ¥66,242 million (up 94.7% year on year), and Electric Power & Others decreased by ¥6,404 million to ¥29,115 million (down 18.0% year on year). The main factors contributing to the increase in Power Distribution Lining were increases in the volume of construction by Kansai Transmission and Distribution, Inc., while the main factors behind the increase in Electrical were increases in educational and cultural facilities, commercial and entertainment facilities, etc. The main factors behind the decrease in Information & Communications Network were decreases in local area network, etc., while the main factors behind the increase in Environmental Management Facilities were increases in office buildings, etc., despite decreases in logistics facilities, etc. The main factors behind the decrease in Electric Power & Others were decreases in work on power plants and substations, etc.

(2) Overview of financial position for the period

Assets

Current assets decreased by ¥58,301 million from the end of the previous fiscal year to ¥439,446 million (down 11.7% year on year). This was mainly due to a decrease in notes receivable, accounts receivable from completed construction contracts and other resulting from the collection of construction costs. Cash on hand (cash and cash equivalents) decreased by ¥28,138 million to ¥154,170 million.

Non-current assets increased by ¥50,493 million from the end of the previous fiscal year to ¥466,509 million (up 12.1% year on year). This was mainly due to increases in construction in progress and goodwill.

As a result, total assets decreased by ¥7,807 million from the end of the previous fiscal year to ¥905,955 million (down 0.9% from the end of the previous fiscal year).

Liabilities

Current liabilities increased by ¥201,666 million from the end of the previous fiscal year to ¥420,796 million (up 92.0% from the end of the previous fiscal year). This was mainly due to an increase in short-term borrowings resulting from the purchase of treasury shares, etc.

Non-current liabilities increased by ¥2,182 million from the end of the previous fiscal year to ¥34,921 million (up 6.7% from the end of the previous fiscal year). This was mainly due to increases in deferred tax liabilities.

As a result, total liabilities increased by ¥203,849 million from the end of the previous fiscal year to ¥455,717 million (up 80.9% from the end of the previous fiscal year).

Net assets

Shareholders' equity decreased by ¥206,139 million from the end of the previous fiscal year to ¥365,987 million (down 36.0% from the end of the previous fiscal year), due to the recording of profit attributable to owners of parent, dividends of surplus and purchase and cancellation of treasury shares. Accumulated other comprehensive income decreased by ¥5,535 million from the end of the previous fiscal year to ¥83,703 million (down 6.2% from the end of the previous fiscal year), mainly due to a decrease in valuation difference on available-for-sale securities.

Non-controlling interests were ¥546 million (up 3.2% from the end of the previous fiscal year).

As a result, net assets decreased by ¥211,657 million from the end of the previous fiscal year to ¥450,237 million (down 32.0% from the end of the previous fiscal year). Equity-to-asset ratio was 49.6%, a decrease of 22.8 percentage points from the end of the previous fiscal year.

(3) Explanation of consolidated earnings forecasts and other forward-looking statements

Both net sales and profits are expected to exceed the previously announced forecasts as, on a non-consolidated basis, profitability has improved, mainly due to enhanced productivity and cost reduction efforts, and, on a consolidated basis, because of the reflection of the outlook for the non-consolidated operating results and the performance of THE KODENSHA Co., Ltd. from October 1, 2026 to March 31, 2027, after including the company in the scope of consolidation.

As a result, the Company has revised the net sales and profits forecasts for the non-consolidated and consolidated earnings forecasts announced on April 27, 2026. In addition, the Company has also revised the forecast for non-consolidated construction orders from ¥680,000 million announced on April 27, 2026 to ¥750,000 million.

(4) Other

Based on a written resolution in lieu of a Board of Directors resolution dated May 25, 2026, the Company conducted a tender offer for the common shares of THE KODENSHA Co., Ltd. (“Kodensha”) and made Kodensha an equity-method affiliate on July 13, 2026.

Subsequently, through a share consolidation at Kodensha, a third-party allotment of Class A shares by Kodensha to the Company, and Kodensha’s acquisition of its own shares held by Mitsubishi Electric Corporation, the Company’s voting rights ownership ratio in Kodensha reached 100% as of September 30, 2026, making Kodensha a consolidated subsidiary.

For details, please refer to the “Announcement on Making THE KODENSHA Co., Ltd. a Wholly-Owned Subsidiary” released by the Company on September 30, 2026.

2. Semi-annual consolidated financial statements and significant notes thereto

(1) Semi-annual consolidated balance sheet

(Millions of yen)

	As of March 31, 2026	As of September 30, 2026
Assets		
Current assets		
Cash and deposits	65,355	96,721
Notes receivable, accounts receivable from completed construction contracts and other	260,879	222,791
Securities	127,194	73,500
Costs on construction contracts in progress	23,429	31,173
Raw materials and supplies	3,761	4,786
Other	20,630	14,056
Allowance for doubtful accounts	(3,501)	(3,584)
Total current assets	497,748	439,446
Non-current assets		
Property, plant and equipment		
Buildings and structures	149,394	151,812
Machinery and vehicles	47,119	47,506
Tools, furniture and fixtures	16,017	16,521
Land	96,087	103,351
Construction in progress	19,709	29,884
Accumulated depreciation	(128,605)	(133,416)
Total property, plant and equipment	199,723	215,661
Intangible assets		
Goodwill	13,554	58,267
Other	7,442	7,596
Total intangible assets	20,997	65,864
Investments and other assets		
Investment securities	146,397	139,133
Retirement benefit asset	30,995	37,841
Deferred tax assets	1,117	1,206
Other	18,055	8,111
Allowance for doubtful accounts	(1,271)	(1,309)
Total investments and other assets	195,294	184,983
Total non-current assets	416,015	466,509
Total assets	913,763	905,955

(Millions of yen)

	As of March 31, 2026	As of September 30, 2026
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	71,238	57,996
Short-term borrowings	15,002	229,513
Income taxes payable	19,447	17,382
Advances received on construction contracts in progress	46,884	69,502
Provision for loss on construction contracts	8,317	6,922
Provision for warranties for completed construction	728	656
Provision for bonuses for directors (and other officers)	299	–
Other	57,211	38,823
Total current liabilities	219,129	420,796
Non-current liabilities		
Deferred tax liabilities	22,290	24,200
Provision for retirement benefits for directors (and other officers)	90	104
Retirement benefit liability	6,527	6,667
Asset retirement obligations	3,440	3,457
Other	388	491
Total non-current liabilities	32,738	34,921
Total liabilities	251,868	455,717
Net assets		
Shareholders' equity		
Share capital	26,411	26,411
Capital surplus	29,449	29,208
Retained earnings	524,359	323,191
Treasury shares	(8,093)	(12,823)
Total shareholders' equity	572,126	365,987
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	68,365	63,173
Deferred gains or losses on hedges	–	(20)
Foreign currency translation adjustment	5,235	5,535
Remeasurements of defined benefit plans	15,637	15,014
Total accumulated other comprehensive income	89,239	83,703
Non-controlling interests	529	546
Total net assets	661,895	450,237
Total liabilities and net assets	913,763	905,955

(2) Semi-annual consolidated statement of income and semi-annual consolidated statement of comprehensive income**Semi-annual consolidated statement of income**

(Millions of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Net sales of completed construction contracts	321,378	358,195
Cost of sales of completed construction contracts	250,414	271,963
Gross profit on completed construction contracts	70,964	86,231
Selling, general and administrative expenses	39,173	44,261
Operating profit	31,791	41,970
Non-operating income		
Interest income	564	685
Dividend income	1,462	1,664
Other	445	513
Total non-operating income	2,472	2,862
Non-operating expenses		
Interest expenses	89	1,103
Other	196	1,123
Total non-operating expenses	286	2,226
Ordinary profit	33,976	42,606
Extraordinary income		
Gain on sale of investment securities	956	4,632
Other	10	19
Total extraordinary income	966	4,651
Extraordinary losses		
Loss on retirement of non-current assets	7	69
Loss on step acquisitions	—	112
Other	1,001	33
Total extraordinary losses	1,009	214
Profit before income taxes	33,933	47,043
Income taxes	11,446	15,593
Profit	22,487	31,449
Profit (loss) attributable to non-controlling interests	(78)	128
Profit attributable to owners of parent	22,565	31,321

Semi-annual consolidated statement of comprehensive income

(Millions of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Profit	22,487	31,449
Other comprehensive income		
Valuation difference on available-for-sale securities	9,593	(5,191)
Deferred gains or losses on hedges	—	(20)
Foreign currency translation adjustment	(2,159)	205
Remeasurements of defined benefit plans, net of tax	(497)	(623)
Total other comprehensive income	6,936	(5,629)
Comprehensive income	29,423	25,820
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	29,539	25,785
Comprehensive income attributable to non-controlling interests	(116)	34

(3) Semi-annual consolidated statement of cash flows

(Millions of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Cash flows from operating activities		
Profit before income taxes	33,933	47,043
Depreciation	4,090	5,149
Impairment losses	998	13
Amortization of goodwill	849	791
Increase (decrease) in allowance for doubtful accounts	7	(12)
Increase (decrease) in provision for loss on construction contracts	1,667	(1,394)
Increase (decrease) in retirement benefit liability	306	16
Decrease (increase) in retirement benefit asset	(1,234)	(1,339)
Interest and dividend income	(2,027)	(2,349)
Interest expenses	89	1,103
Loss (gain) on sale of investment securities	(956)	(4,632)
Loss (gain) on sale and retirement of non-current assets	7	77
Decrease (increase) in trade receivables	52,456	53,691
Decrease (increase) in costs on construction contracts in progress	(10,588)	(7,617)
Increase (decrease) in trade payables	(26,853)	(20,307)
Increase (decrease) in advances received on construction contracts in progress	21,873	19,326
Other, net	(15,565)	(23,357)
Subtotal	59,056	66,202
Interest and dividends received	2,153	2,470
Interest paid	(89)	(1,103)
Income taxes paid	(17,398)	(18,332)
Net cash provided by (used in) operating activities	43,722	49,237
Cash flows from investing activities		
Payments into time deposits	(1,125)	(5,094)
Proceeds from withdrawal of time deposits	873	1,631
Payments of deposit	(20,000)	–
Proceeds from withdrawal deposit	20,000	20,000
Purchase of short-term and long-term investment securities	(7)	(6)
Proceeds from sale and redemption of short-term and long-term investment securities	4,888	8,645
Purchase of non-current assets	(30,580)	(12,301)
Proceeds from sale of non-current assets	14	26
Purchase of shares of subsidiaries and associates	–	(42,720)
Purchase of shares of subsidiaries resulting in change in scope of consolidation	(19,021)	(22,925)
Other, net	(1,110)	(1,251)
Net cash provided by (used in) investing activities	(46,068)	(53,997)

(Millions of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(459)	214,324
Purchase of treasury shares	(5,460)	(223,681)
Dividends paid	(9,937)	(13,859)
Dividends paid to non-controlling interests	(6)	(17)
Other, net	(3)	(4)
Net cash provided by (used in) financing activities	(15,867)	(23,238)
Effect of exchange rate change on cash and cash equivalents	(1,226)	(184)
Net increase (decrease) in cash and cash equivalents	(19,440)	(28,182)
Cash and cash equivalents at beginning of period	184,662	182,353
Cash and cash equivalents at end of period	165,222	154,170

(4) Notes to semi-annual consolidated financial statements**Notes on premise of going concern**

Not applicable.

Notes when there are significant changes in amounts of equity

Purchase and cancellation of treasury shares

Based on a resolution at the meeting of the Board of Directors held on April 27, 2026, the Company purchased and canceled 33,500,000 treasury shares during the first six months of the current fiscal year. As a result of the purchase of treasury shares, treasury shares increased by ¥223,679 million.

Furthermore, the cancellation of treasury shares resulted in a decrease of ¥218,886 million in both capital surplus and treasury shares. Moreover, as a result of the cancellation of treasury shares, the balance of other capital surplus became negative. Therefore, other capital surplus was set to zero, and this negative value was deducted from other retained earnings.

As a result of these factors, as of September 30, 2026, capital surplus amounted to ¥29,208 million, retained earnings amounted to ¥323,191 million, and treasury shares amounted to ¥12,823 million.

Notes on accounting treatment specific to the preparation of semi-annual consolidated financial statements

Method of calculating tax expenses

Regarding the calculation of tax expenses, we adopt the method of reasonably estimating the effective tax rate after applying tax effect accounting to profit before income taxes for the fiscal year including the first six months of the fiscal year under review, and multiplying profit before income taxes by this estimated effective tax rate.

Business combinations

Significant revision of the initial allocation of acquisition costs in comparative information

The Company applied provisional accounting treatment for the business combination with KITA KOUDENSHA Corporation conducted on April 1, 2025, during the six months ended September 30, 2025, but finalized the provisional accounting treatment at the end of that fiscal year.

With the finalization of this provisional accounting treatment, a significant revision to the amount initially allocated to the acquisition costs have been reflected in the comparative information included in the semi-annual consolidated financial statements for the six months ended September 30, 2026.

As a result, in the semi-annual consolidated statement of income for the six months ended September 30, 2025, selling, general and administrative expenses increased by ¥96 million, leading to a decrease of ¥96 million each in operating profit, ordinary profit, and profit before income taxes. Additionally, income taxes decreased by ¥58 million, leading to a decrease of ¥38 million in both profit and profit attributable to owners of parent.

3. [Reference] Semi-annual non-consolidated financial statements

(1) Semi-annual non-consolidated balance sheet

(Millions of yen)

	As of March 31, 2026	As of September 30, 2026
Assets		
Current assets		
Cash and deposits	18,808	33,524
Notes receivable - trade	71	7
Electronically recorded monetary claims - operating	23,451	25,840
Accounts receivable from completed construction contracts	179,710	133,559
Securities	127,194	73,500
Costs on construction contracts in progress	20,225	26,713
Raw materials and supplies	2,326	2,442
Short-term loans receivable from subsidiaries and associates	5,852	3,808
Other	18,098	9,815
Allowance for doubtful accounts	(580)	(584)
Total current assets	395,157	308,629
Non-current assets		
Property, plant and equipment		
Buildings and structures	135,174	135,396
Machinery and vehicles	28,546	28,819
Tools, furniture and fixtures	12,671	12,720
Land	91,519	91,479
Construction in progress	18,556	28,449
Accumulated depreciation	(99,895)	(102,316)
Total property, plant and equipment	186,572	194,549
Intangible assets		
Leasehold interests in land	116	116
Telephone subscription right	136	136
Software	3,679	3,979
Total intangible assets	3,932	4,232
Investments and other assets		
Investment securities	136,439	122,718
Shares of subsidiaries and associates	32,478	111,735
Investments in capital of subsidiaries and associates	3,151	3,151
Long-term loans receivable	103	602
Long-term loans receivable from subsidiaries and associates	3,787	3,968
Distressed receivables	—	16
Long-term prepaid expenses	2,295	1,679
Prepaid pension costs	8,247	9,586
Other	13,206	3,367
Allowance for doubtful accounts	(3,938)	(4,309)
Total investments and other assets	195,770	252,516
Total non-current assets	386,274	451,298
Total assets	781,432	759,927

(Millions of yen)

	As of March 31, 2026	As of September 30, 2026
Liabilities		
Current liabilities		
Accounts payable for construction contracts	53,965	39,285
Short-term borrowings	14,120	228,960
Accounts payable - other	11,552	9,197
Accrued expenses	24,014	18,414
Income taxes payable	16,889	14,661
Advances received on construction contracts in progress	32,670	48,717
Provision for loss on construction contracts	8,259	6,922
Provision for warranties for completed construction	397	385
Provision for bonuses for directors (and other officers)	191	—
Other	15,072	3,759
Total current liabilities	177,132	370,304
Non-current liabilities		
Deferred tax liabilities	14,326	12,019
Provision for retirement benefits	2,327	2,528
Other	1,193	1,309
Total non-current liabilities	17,848	15,857
Total liabilities	194,980	386,161
Net assets		
Shareholders' equity		
Share capital	26,411	26,411
Capital surplus		
Legal capital surplus	29,657	29,657
Other capital surplus	239	—
Total capital surplus	29,896	29,657
Retained earnings		
Legal retained earnings	6,602	6,602
Other retained earnings		
General reserve	313,400	93,400
Retained earnings brought forward	151,946	169,257
Total retained earnings	471,949	269,260
Treasury shares	(8,093)	(12,823)
Total shareholders' equity	520,163	312,505
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	66,288	61,280
Deferred gains or losses on hedges	—	(20)
Total valuation and translation adjustments	66,288	61,260
Total net assets	586,452	373,766
Total liabilities and net assets	781,432	759,927

(2) Semi-annual non-consolidated statement of income

(Millions of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Net sales of completed construction contracts	267,440	291,490
Cost of sales of completed construction contracts	206,196	218,499
Gross profit on completed construction contracts	61,243	72,991
Selling, general and administrative expenses	31,693	36,410
Operating profit	29,550	36,580
Non-operating income		
Interest income	400	526
Dividend income	3,474	3,875
Other	293	393
Total non-operating income	4,168	4,794
Non-operating expenses		
Interest expenses	97	1,060
Other	151	1,223
Total non-operating expenses	248	2,283
Ordinary profit	33,470	39,091
Extraordinary income	951	4,642
Extraordinary losses	25	100
Profit before income taxes	34,395	43,633
Income taxes	10,069	13,831
Profit	24,326	29,801

Note: The disclosed semi-annual non-consolidated financial statements are not subject to review for statutory disclosure.

4. [Reference] Overview of non-consolidated financial results

(1) Non-consolidated financial results for the six months ended September 30, 2026 (from April 1, 2026 to September 30, 2026)

1) Non-consolidated operating results (cumulative) (Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2026	291,490	9.0	36,580	23.8	39,091	16.8	29,801	22.5
September 30, 2025	267,440	4.5	29,550	142.8	33,470	118.7	24,326	116.5

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2026	166.64	—
September 30, 2025	122.75	—

2) Non-consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
September 30, 2026	759,927	373,766	49.2	2,272.33
March 31, 2026	781,432	586,452	75.0	2,962.06

Reference: Equity

As of September 30, 2026: ¥373,766 million

As of March 31, 2026: ¥586,452 million

(2) Construction orders, net sales of completed construction contracts and contract backlog

(Millions of yen)

Category	Six months ended September 30, 2025	Six months ended September 30, 2026	Change
Contract backlog at the beginning of the fiscal year	472,105	581,797	109,692
Construction orders during the fiscal year	460,889	540,065	79,176
Total	932,994	1,121,862	188,868
Of which, net sales of completed construction contracts	267,440	291,490	24,050
Net contract backlog	665,553	830,371	164,817

(3) Construction orders and net sales of completed construction contracts by customers

1) Construction orders

(Millions of yen)

Customers	Six months ended September 30, 2025		Six months ended September 30, 2026		Change	
	Amount	%	Amount	%	Amount	%
The Kansai Electric Power Company, Incorporated	46,404	10.1	52,143	9.6	5,738	12.4
The Kansai Electric Power Group	10,166	2.2	9,076	1.7	(1,090)	(10.7)
Others	404,317	87.7	478,845	88.7	74,527	18.4
Total	460,889	100.0	540,065	100.0	79,176	17.2

2) Net sales of completed construction contracts

(Millions of yen)

Customers	Six months ended September 30, 2025		Six months ended September 30, 2026		Change	
	Amount	%	Amount	%	Amount	%
The Kansai Electric Power Company, Incorporated	43,276	16.2	49,067	16.8	5,790	13.4
The Kansai Electric Power Group	10,387	3.9	7,738	2.7	(2,649)	(25.5)
Others	213,775	79.9	234,685	80.5	20,909	9.8
Total	267,440	100.0	291,490	100.0	24,050	9.0

(4) Construction orders and net sales of completed construction contracts by construction sector

1) Construction orders

(Millions of yen)

Construction sector	Six months ended September 30, 2025		Six months ended September 30, 2026		Change	
	Amount	%	Amount	%	Amount	%
Power Distribution Lining	41,376	9.0	44,708	8.3	3,332	8.1
Electrical	319,466	69.3	372,802	69.0	53,335	16.7
Information & Communications Network	30,511	6.6	27,196	5.0	(3,314)	(10.9)
Environmental Management Facilities	34,014	7.4	66,242	12.3	32,227	94.7
Electric Power & Others	35,520	7.7	29,115	5.4	(6,404)	(18.0)
Total	460,889	100.0	540,065	100.0	79,176	17.2

2) Net sales of completed construction contracts

(Millions of yen)

Construction sector	Six months ended September 30, 2025		Six months ended September 30, 2026		Change	
	Amount	%	Amount	%	Amount	%
Power Distribution Lining	38,594	14.4	43,075	14.8	4,480	11.6
Electrical	172,912	64.7	181,898	62.3	8,986	5.2
Information & Communications Network	20,126	7.5	22,438	7.7	2,311	11.5
Environmental Management Facilities	25,106	9.4	28,152	9.7	3,045	12.1
Electric Power & Others	10,699	4.0	15,925	5.5	5,225	48.8
Total	267,440	100.0	291,490	100.0	24,050	9.0

(5) Contract backlog by construction sector

(Millions of yen)

Construction sector	As of September 30, 2025		As of September 30, 2026		Change	
	Amount	%	Amount	%	Amount	%
Power Distribution Lining	17,304	2.6	17,482	2.1	178	1.0
Electrical	498,761	74.9	618,146	74.4	119,384	23.9
Information & Communications Network	26,208	3.9	23,768	2.9	(2,439)	(9.3)
Environmental Management Facilities	59,528	9.0	90,269	10.9	30,740	51.6
Electric Power & Others	63,750	9.6	80,704	9.7	16,953	26.6
Total	665,553	100.0	830,371	100.0	164,817	24.8

(6) Forecasts of construction orders and net sales of completed construction contracts for the fiscal year ending March 31, 2027

1) By customers

(Millions of yen)

Customers	Construction orders		Net sales of completed construction contracts	
	Amount	%	Amount	%
The Kansai Electric Power Company, Incorporated	98,000	13.1	95,000	14.0
The Kansai Electric Power Group	18,000	2.4	20,000	2.9
Others	634,000	84.5	565,000	83.1
Total	750,000	100.0	680,000	100.0

2) By construction sector

(Millions of yen)

Construction sector	Construction orders		Net sales of completed construction contracts	
	Amount	%	Amount	%
Power Distribution Lining	88,000	11.7	86,000	12.6
Electrical	493,000	65.7	457,000	67.2
Information & Communications Network	53,000	7.1	50,000	7.4
Environmental Management Facilities	78,000	10.4	55,000	8.1
Electric Power & Others	38,000	5.1	32,000	4.7
Total	750,000	100.0	680,000	100.0

- Notes: 1. Figures for The Kansai Electric Power Company, Incorporated in (3) and (6) include data for Kansai Transmission and Distribution, Inc.
2. The forecasts in (6) above are based on information currently available to the Company. Actual results may differ from forecasted values due to various factors in the future.