

November 6, 2025

Consolidated Financial Results for the Six Months Ended September 30, 2025 (Under Japanese GAAP)

Company name: YAHAGI CONSTRUCTION CO., LTD.
 Listing: Tokyo Stock Exchange / Nagoya Stock Exchange
 Securities code: 1870
 URL: <https://www.yahagi.co.jp/>
 Representative: President and Representative Director Mitsuhiko Takayanagi
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 Scheduled date to file semi-annual securities report: November 7, 2025
 Scheduled date to commence dividend payments: November 28, 2025
 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, 2025 (from April 1, 2025 to September 30, 2025)

(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, 2025	89,665	52.6	7,989	520.9	7,982	502.0	5,737	492.9
September 30, 2024	58,760	12.7	1,286	(13.5)	1,325	(15.3)	967	(4.9)

Note: Comprehensive income For the six months ended September 30, 2025: ¥5,983 million [742.1%]
 For the six months ended September 30, 2024: ¥710 million [(54.7)%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2025	133.34	-
September 30, 2024	22.49	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
September 30, 2025	154,774	73,089	47.2
March 31, 2025	144,220	68,835	47.7

Reference: Equity As of September 30, 2025: ¥73,081 million
 As of March 31, 2025: ¥68,827 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, 2025	-	40.00	-	40.00	80.00
Fiscal year ending March 31, 2026	-	45.00			
Fiscal year ending March 31, 2026 (Forecast)			-	45.00	90.00

Note: Breakdown of annual dividends for the fiscal year ending March 31, 2025: Ordinary dividend of 60.00 yen, 75th anniversary dividend of 20.00 yen
 Revisions to the forecast of cash dividends most recently announced: None

3. Forecast of consolidated financial results for the fiscal year ending March 31, 2026 (from 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
Fiscal year ending March 31, 2026	168,000	19.4	10,000	15.5	9,900	14.9	6,600	16.9	153.38

Note: Revisions to the earnings forecasts 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 semi-annual 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 September 30, 2025	44,607,457 shares
As of March 31, 2025	44,607,457 shares

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

As of September 30, 2025	1,570,036 shares
As of March 31, 2025	1,578,452 shares

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

Six months ended September 30, 2025	43,032,238 shares
Six months ended September 30, 2024	43,023,601 shares

Note: Treasury shares deducted in calculating the number of shares as of the end of the second quarter of the fiscal year ending March 31, 2026, and the fiscal year ended March 31, 2025, as well as in calculating the average number of shares during the second quarter of the fiscal year ending March 31, 2026, and the second quarter of the fiscal year ended March 31, 2025, include shares of the Company held in trust under the performance-linked stock compensation plan for directors.

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

* Proper use of earnings forecasts, and other special matters

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

Semi-annual consolidated balance sheet

(Millions of yen)

	As of March 31, 2025	As of September 30, 2025
Assets		
Current assets		
Cash and deposits	15,669	15,617
Notes receivable, accounts receivable from completed construction contracts and other	58,145	71,114
Electronically recorded monetary claims - operating	72	56
Costs on construction contracts in progress	3,320	2,894
Real estate for sale	21,978	21,926
Merchandise and finished goods	17	18
Raw materials and supplies	511	504
Other	8,565	9,048
Allowance for doubtful accounts	(88)	(88)
Total current assets	108,192	121,091
Non-current assets		
Property, plant and equipment		
Buildings and structures	15,883	15,490
Machinery, vehicles, tools, furniture and fixtures	4,153	4,182
Land	17,059	15,630
Leased assets	78	78
Construction in progress	14	266
Accumulated depreciation	(12,050)	(12,288)
Total property, plant and equipment	25,138	23,359
Intangible assets	763	778
Investments and other assets		
Investment securities	5,662	5,992
Retirement benefit asset	260	262
Deferred tax assets	3,112	2,193
Other	1,138	1,143
Allowance for doubtful accounts	(48)	(47)
Total investments and other assets	10,125	9,544
Total non-current assets	36,027	33,682
Total assets	144,220	154,774

	As of March 31, 2025	As of September 30, 2025
Liabilities		
Current liabilities		
Accounts payable for construction contracts	14,553	17,846
Short-term borrowings	26,600	26,600
Income taxes payable	365	1,887
Advances received on construction contracts in progress	10,348	12,004
Provision for warranties for completed construction	500	523
Provision for loss on construction contracts	730	659
Provision for bonuses for directors (and other officers)	83	41
Provision for bonuses	251	178
Other	2,041	2,590
Total current liabilities	55,473	62,331
Non-current liabilities		
Long-term borrowings	12,000	11,500
Deferred tax liabilities for land revaluation	228	228
Retirement benefit liability	4,129	4,192
Asset retirement obligations	462	464
Provision for share-based payments	189	211
Other	2,901	2,756
Total non-current liabilities	19,911	19,353
Total liabilities	75,384	81,684
Net assets		
Shareholders' equity		
Share capital	6,808	6,808
Capital surplus	7,244	7,244
Retained earnings	58,620	62,622
Treasury shares	(870)	(864)
Total shareholders' equity	71,802	75,810
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	2,337	2,610
Revaluation reserve for land	(5,888)	(5,888)
Remeasurements of defined benefit plans	575	548
Total accumulated other comprehensive income	(2,975)	(2,729)
Non-controlling interests	8	8
Total net assets	68,835	73,089
Total liabilities and net assets	144,220	154,774

Semi-annual consolidated statement of income

(Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Net sales		
Net sales of completed construction contracts	49,581	79,064
Net sales in real estate business and other	9,179	10,601
Total net sales	58,760	89,665
Cost of sales		
Cost of sales of completed construction contracts	46,171	69,408
Cost of sales in real estate business and other	6,167	6,925
Total cost of sales	52,339	76,333
Gross profit		
Gross profit on completed construction contracts	3,409	9,655
Gross profit on real estate business and other	3,011	3,676
Total gross profit	6,421	13,331
Selling, general and administrative expenses	5,134	5,341
Operating profit	1,286	7,989
Non-operating income		
Interest income	0	4
Dividend income	74	104
Other	38	64
Total non-operating income	113	172
Non-operating expenses		
Interest expenses	61	173
Other	13	6
Total non-operating expenses	74	180
Ordinary profit	1,325	7,982
Extraordinary income		
Gain on sale of non-current assets	-	212
Gain on sale of investment securities	45	63
Other	-	56
Total extraordinary income	45	332
Extraordinary losses		
Loss on retirement of non-current assets	0	0
Loss on valuation of investment securities	-	1
Loss on sale of golf club membership	-	2
Other	-	1
Total extraordinary losses	0	5
Profit before income taxes	1,371	8,309
Income taxes - current	57	1,764
Income taxes - deferred	345	807
Total income taxes	403	2,571
Profit	968	5,738
Profit attributable to non-controlling interests	0	0
Profit attributable to owners of parent	967	5,737

Semi-annual consolidated statement of comprehensive income

(Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Profit	968	5,738
Other comprehensive income		
Valuation difference on available-for-sale securities	(233)	272
Remeasurements of defined benefit plans, net of tax	(24)	(27)
Total other comprehensive income	(257)	245
Comprehensive income	710	5,983
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	710	5,983
Comprehensive income attributable to non-controlling interests	0	0

Semi-annual consolidated statement of cash flows

(Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Cash flows from operating activities		
Profit before income taxes	1,371	8,309
Depreciation	511	552
Amortization of goodwill	40	40
Increase (decrease) in allowance for doubtful accounts	(4)	0
Interest and dividend income	(75)	(108)
Interest expenses	61	173
Loss (gain) on sale and retirement of property, plant and equipment	0	(212)
Decrease (increase) in trade receivables	(382)	(12,953)
Decrease (increase) in inventories	390	483
Increase (decrease) in trade payables	331	3,293
Increase (decrease) in advances received on construction contracts in progress	(4,161)	1,655
Other, net	(1,024)	(136)
Subtotal	(2,940)	1,099
Interest and dividends received	75	108
Interest paid	(62)	(172)
Income taxes paid	(4,404)	(343)
Net cash provided by (used in) operating activities	(7,332)	691
Cash flows from investing activities		
Purchase of property, plant and equipment and intangible assets	(428)	(664)
Proceeds from sale of property, plant and equipment	-	2,042
Other, net	(15)	140
Net cash provided by (used in) investing activities	(444)	1,519
Cash flows from financing activities		
Proceeds from short-term borrowings	8,000	5,350
Repayments of short-term borrowings	(2,500)	(5,850)
Proceeds from long-term borrowings	300	-
Repayments of long-term borrowings	(300)	-
Net decrease (increase) in treasury shares	-	(0)
Dividends paid	(1,302)	(1,736)
Other, net	(6)	(6)
Net cash provided by (used in) financing activities	4,191	(2,243)
Net increase (decrease) in cash and cash equivalents	(3,585)	(32)
Cash and cash equivalents at beginning of period	19,917	15,619
Cash and cash equivalents at end of period	16,332	15,587