August 7, 2026

Consolidated Financial Results for the Three Months Ended June 30, 2026 (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 Eiji Takeshita
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Scheduled date to commence dividend payments: -
Preparation of supplementary material 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	31,596	(23.2)	1,540	(57.8)	1,638	(55.4)	2,953	15.3
June 30, 2025	41,153	54.5	3,647	401.8	3,676	373.0	2,560	338.5

Note: Comprehensive income For the three months ended June 30, 2026: ￥2,329 million [(7.4)%]
For the three months ended June 30, 2025: ￥2,514 million [274.3%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2026	68.40	-
June 30, 2025	59.52	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
June 30, 2026	126,115	75,944	60.2
March 31, 2026	147,662	76,010	51.5

Reference: Equity
As of June 30, 2026: ￥75,935 million
As of March 31, 2026: ￥76,001 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	-	45.00	-	55.00	100.00
Fiscal year ending March 31, 2027	-				
Fiscal year ending March 31, 2027 (Forecast)		55.00	-	55.00	110.00

Note: Revisions to the forecast of cash dividends most recently announced: Yes

3. Forecast of consolidated financial results for the fiscal year ending March 31, 2027 (from April 1, 2026 to March 31, 2027)

For the revision of the consolidated earnings forecast, please refer to the
"Notice of Revision of Consolidated Earnings Forecast and Dividend Forecast
for the second quarter of the fiscal year ending March 31, 2027 (Interim)
and Full Year" announced today (August 7, 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
Six months ending September 30, 2026	68,600	(23.5)	2,300	(71.2)	2,330	(70.8)	4,000	(30.3)	92.63
Fiscal year ending March 31, 2027	150,000	(11.5)	9,500	(30.9)	9,380	(31.5)	9,300	9.8	215.37

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: 2 companies (Aquarius Invesco Ltd., Kaisho Inc.)
Excluded: None

Note: For details, please refer to Appendix P.7 of the Japanese-language original, "2. Quarterly Consolidated Financial Statements and Key Notes (3) Notes on Quarterly Consolidated Financial Statements (Notes on Important Changes in Consolidated Scope)".

(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 June 30, 2026	44,607,457 shares
As of March 31, 2026	44,607,457 shares

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

As of June 30, 2026	1,425,763 shares
As of March 31, 2026	1,425,741 shares

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

Three months ended June 30, 2026	43,181,701 shares
Three months ended June 30, 2025	43,029,005 shares

Note: The number of treasury shares at the end of the period and the number of treasury shares deducted in calculating the average number of shares outstanding during the period include shares of the Company held by the trust established under the performance-linked stock-based compensation plan for directors.

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

* Proper use of earnings forecasts, and other special matters

(Cautions on forward-looking statements, etc.)

The forward-looking statements, including forecasts of financial results, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. However, the Company makes no guarantee that these forecasts will be achieved. Actual financial results, etc. may differ substantially due to various factors. For the conditions on which earnings forecasts are predicated and precautions for the use of earnings forecasts, please refer to Appendix P.2 of the Japanese-language original, "1. Summary of Operating Results, etc. (3) Explanation of Forward-Looking Information such as Consolidated Earnings Forecasts."

(Method of accessing supplementary material on financial results)

Supplementary information is attached to the financial statements. In addition, as an IR material, we separately disclosed the "Financial Results for the First Quarter of the Fiscal Year Ending March 2027" on TDnet on the same day.

Quarterly consolidated balance sheet

(Millions of yen)

	As of March 31, 2026	As of June 30, 2026
Assets		
Current assets		
Cash and deposits	16,260	16,250
Accounts receivable from completed construction contracts and other	66,239	46,175
Electronically recorded monetary claims - operating	351	111
Costs on construction contracts in progress	3,310	3,449
Real estate for sale	19,602	18,405
Merchandise and finished goods	20	16
Raw materials and supplies	469	579
Other	7,888	5,736
Allowance for doubtful accounts	(92)	(85)
Total current assets	114,051	90,639
Non-current assets		
Property, plant and equipment		
Buildings and structures	15,677	15,906
Machinery, vehicles, tools, furniture and fixtures	4,350	4,713
Land	14,676	14,459
Leased assets	105	89
Construction in progress	419	592
Accumulated depreciation	(12,632)	(12,928)
Total property, plant and equipment	22,596	22,832
Intangible assets		
Goodwill	163	3,485
Other	574	604
Total intangible assets	738	4,090
Investments and other assets		
Investment securities	7,081	6,138
Deferred tax assets	1,864	1,118
Retirement benefit asset	266	273
Other	1,111	1,069
Allowance for doubtful accounts	(47)	(47)
Total investments and other assets	10,276	8,553
Total non-current assets	33,611	35,475
Total assets	147,662	126,115

(Millions of yen)

	As of March 31, 2026	As of June 30, 2026
Liabilities		
Current liabilities		
Accounts payable for construction contracts	13,075	13,072
Short-term borrowings	23,500	7,530
Income taxes payable	2,583	353
Accrued consumption taxes	4,732	66
Advances received on construction contracts in progress	10,590	10,091
Provision for warranties for completed construction	591	600
Provision for loss on construction contracts	567	479
Provision for bonuses for directors (and other officers)	93	30
Provision for bonuses	756	112
Other	1,665	4,673
Total current liabilities	58,154	37,012
Non-current liabilities		
Long-term borrowings	7,300	7,036
Deferred tax liabilities for land revaluation	228	228
Retirement benefit liability	2,586	2,547
Asset retirement obligations	464	452
Provision for share-based payments	251	273
Other	2,666	2,620
Total non-current liabilities	13,498	13,159
Total liabilities	71,652	50,171
Net assets		
Shareholders' equity		
Share capital	6,808	6,808
Capital surplus	7,521	7,521
Retained earnings	63,400	63,958
Treasury shares	(795)	(795)
Total shareholders' equity	76,934	77,493
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3,352	2,758
Revaluation reserve for land	(5,888)	(5,888)
Remeasurements of defined benefit plans	1,603	1,572
Total accumulated other comprehensive income	(932)	(1,557)
Non-controlling interests	8	8
Total net assets	76,010	75,944
Total liabilities and net assets	147,662	126,115

Quarterly consolidated statement of income

(Millions of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Net sales		
Net sales of completed construction contracts	35,702	30,545
Net sales in real estate business and other	5,450	1,050
Total net sales	41,153	31,596
Cost of sales		
Cost of sales of completed construction contracts	31,171	26,638
Cost of sales in real estate business and other	3,583	545
Total cost of sales	34,755	27,184
Gross profit		
Gross profit on completed construction contracts	4,530	3,907
Gross profit on real estate business and other	1,867	505
Total gross profit	6,398	4,412
Selling, general and administrative expenses	2,750	2,871
Operating profit	3,647	1,540
Non-operating income		
Interest income	1	16
Dividend income	89	117
Other	30	45
Total non-operating income	121	179
Non-operating expenses		
Interest expenses	88	78
Other	3	3
Total non-operating expenses	92	81
Ordinary profit	3,676	1,638
Extraordinary income		
Gain on sale of non-current assets	-	71
Gain on sale of investment securities	-	1,549
Gain on sale of businesses	-	1,000
Total extraordinary income	-	2,620
Extraordinary losses		
Loss on retirement of non-current assets	-	14
Loss on valuation of investment securities	1	-
Total extraordinary losses	1	14
Profit before income taxes	3,675	4,244
Income taxes - current	534	25
Income taxes - deferred	579	1,265
Total income taxes	1,114	1,290
Profit	2,560	2,953
Loss attributable to non-controlling interests	(0)	(0)
Profit attributable to owners of parent	2,560	2,953

Quarterly consolidated statement of comprehensive income

(Millions of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Profit	2,560	2,953
Other comprehensive income		
Valuation difference on available-for-sale securities	(32)	(593)
Remeasurements of defined benefit plans, net of tax	(13)	(30)
Total other comprehensive income	(46)	(624)
Comprehensive income	2,514	2,329
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,514	2,329
Comprehensive income attributable to non-controlling interests	(0)	(0)