

3. Consolidated forecasts for the fiscal year ending March 31, 2026 (April 1, 2025 to March 31, 2026)

(Percentages indicate year-on-year changes)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Fiscal year ending March 31, 2026	370,000	(19.0)	16,000	(34.5)	19,000	(41.0)	15,000	(44.4)	49.78

Note: Revision to the latest forecast announcement: None

Notes

- (1) Changes in Significant Subsidiaries during the Period (Changes in specified subsidiaries accompanying changes in the scope of consolidation) : None
- (2) Adoption of Specified Accounting Methods for the Preparation of Quarterly Consolidated Financial Statements : None
- (3) Changes in Accounting Policies and Accounting Estimates / Restatements
 - a. Changes in accounting policies due to revisions of accounting standards, etc. : None
 - b. Changes in accounting policies other than a. above : None
 - c. Changes in accounting estimates : None
 - d. Restatements : None

(4) Number of issued shares (common stock)

a. Total number of issued shares at the end of the period (including treasury stock)	As of June 30, 2025	260,324,529 shares	Year ended March 31, 2025	260,324,529 shares
b. Number of treasury stock at the end of the period	As of June 30, 2025	1,197,336 Shares	Year ended March 31, 2025	1,204,535 Shares
c. Average number of shares during the period	For three months ended June 30, 2025	259,122,394 shares	For three months ended June 30, 2024	259,077,476 shares

Note: Number of treasury stock at year-end includes the shares held by the officer compensation Board Incentive Plan Trust (As of June 30, 2025: 748,496 shares, As of March 31, 2025: 755,695 shares). The shares held by the trust are also included treasury stock which is deducted when calculating the average number of shares during the period (As of June 30, 2025: 753,295 shares, As of June 30, 2024: 798,284 shares).

Reviewed by the certified independent auditor: Yes (Optional)

(Proper use of earnings forecasts, and other special directions)
The forward-looking statements, including earnings forecasts, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. Actual business and other results may differ substantially due to a number of factors. Please refer to '(3) Consolidated Financial Forecasts of the Fiscal Year in 1. Qualitative Information Related to Consolidated Performance' for earnings forecasts conditions and notes on the use of earnings forecasts.

Dividend Status of Class A Shares

Class A Share	Cash dividends per share				
	First quarter	Second quarter	Third quarter	Fiscal year-end	Annual
Record date	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2025	—	—	—	0.00	0.00
Fiscal year ending March 31, 2026	—	—	—	—	—
Fiscal year ending March 31, 2026 (Forecast)	—	—	—	—	—

Note: No forecast has been made about the year-end dividends for the fiscal year ending March 31, 2026 at this time.

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1. Qualitative Information Related to Consolidated Performance

(1) Qualitative Information on Business Performance

The Group continues executing Engineering, Procurement and Construction (EPC) projects in the LNG /Refinery/Petrochemical fields worldwide.

After withdrawal of Zachry Industrial, Inc. from the JV executing the Golden Pass LNG project (GPX Project) in the USA, McDermott LLC (MDR) and Chiyoda International Corporation (CIC) formed a new JV. Following agreement with the client, Golden Pass Terminal LLC (GPX), on amending the EPC contract for Train 1 in November 2024, we continued the execution of the construction work. In the course of discussions to amend the EPC contract for Trains 2 and 3, we reached a basic agreement with GPX regarding the allocation of responsibilities for future cost burdens, including settlement of expenses that may arise in the execution of GPX Project, in the first quarter of the fiscal year. We will finalize contract amendments, including detailed conditions to proceed with GPX Project.

The Group is constructing the North Field East (NFE) LNG project in Qatar, an expansion of four LNG trains with capacities of 8 mtpa each. Construction progressed as planned in the first quarter of the fiscal year, despite a temporary rise in geopolitical risks. EPC projects are ongoing in Japan in the Metal and Advanced Materials field and the Life Sciences field. Capital investment plans are progressing globally in the LNG/Refinery/Petrochemical fields.

The Group continues its endeavors to secure new orders, while comprehensively implementing stringent risk management, in line with our revised overseas project order policy; a key initiative in our Medium-term Management Plan, 'Business Plan 2025'. We were awarded an EPC project in the Refinery/Petrochemical field in the Middle East in the first quarter of the fiscal year.

On a consolidated basis, for the first quarter the fiscal year ending March 31, 2026, New Orders amounted to JPY 132,789 million (up 449.3% YoY), due to awards of an EPC project in the Refinery/Petrochemical sector in the Middle East and domestic projects for advanced materials, storage batteries, pharmaceutical facilities and FEED projects related to CCS. Following the completion construction of a copper smelting plant in Indonesia, Net Sales amounted to JPY 90,457 million (down 22.7% YoY) and the Order Backlog amounted to JPY 770,582 million (up 4.2% YoY).

Operating Profit is JPY 5,109 million (down 20.3% YoY) due to the same reason for Net Sales. An improvement in foreign exchange profits/losses resulted in Ordinary Profit of JPY 7,035 million (up 28.3% YoY) and Profit Attributable to the Owners of the Parent of JPY 6,372 million (up 58.6% YoY)

(2) Financial Information on Business Performance

(Assets)

Total Assets decreased by JPY 27,930 million from the end of the last fiscal year, with a decrease of Jointly Controlled Assets of Joint Venture of JPY 18,041 million and a Cash and Deposits of JPY 4,108 million while an increase of Costs on Construction Contracts in Progress of JPY 958 million.

(Liabilities)

Total Liabilities decreased by JPY 34,170 million from the end of the last fiscal year, with a decrease of Contract Liabilities of JPY 18,889 million, Provision for Loss on Construction Contracts of JPY 3,380 million and Notes Payable, Accounts Payable for Construction Contracts of JPY 2,613 million.

(Net Assets)

Total Net Assets is JPY 31,696 million, with an increase in Retained Earnings by recording a Profit Attribute to Owners of Parent.

(3) Consolidated Financial Forecasts of the Fiscal Year

There is no change from the consolidated financial forecasts for the fiscal year ending March 31, 2026, announced on May 8, 2025.

2. Consolidated Quarterly Financial Statements and Notes

(1) Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2025	As of June 30, 2025
Assets		
Current assets		
Cash and deposits	153,340	149,232
Notes receivable, accounts receivable from completed construction contracts, and contract assets	20,057	20,002
Costs on construction contracts in progress	12,113	13,072
Jointly controlled assets of joint venture	153,944	135,903
Short-term loans receivable	70,007	70,006
Other	28,298	22,057
Allowance for doubtful accounts	(488)	(327)
Total current assets	437,274	409,946
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	4,369	4,127
Land	4,429	4,428
Other, net	1,671	1,635
Total property, plant and equipment	10,470	10,190
Intangible assets		
Investments and other assets		
Investment securities	3,976	4,015
Retirement benefit asset	2,065	1,954
Deferred tax assets	77	69
Other	2,574	2,546
Allowance for doubtful accounts	(1,222)	(1,222)
Total investments and other assets	7,471	7,363
Total non-current assets	23,759	23,157
Total assets	461,034	433,103

(Millions of yen)

	As of March 31, 2025	As of June 30, 2025
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts	120,983	118,369
Current portion of long-term borrowings	1,202	1,202
Income taxes payable	1,302	475
Contract liabilities	217,390	198,501
Provision for warranties for completed construction	2,391	2,099
Provision for loss on construction contracts	28,379	24,998
Provision for bonuses	5,857	2,044
Other	32,023	28,012
Total current liabilities	409,531	375,704
Non-current liabilities		
Long-term borrowings	22,397	22,397
Deferred tax liabilities	305	219
Retirement benefit liability	810	804
Other	2,532	2,281
Total non-current liabilities	26,046	25,703
Total liabilities	435,578	401,407
Net assets		
Shareholders' equity		
Share capital	15,014	15,014
Capital surplus	142	142
Retained earnings	25,024	31,205
Treasury shares	(786)	(783)
Total shareholders' equity	39,396	45,579
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	(51)	(80)
Deferred gains or losses on hedges	423	(1,494)
Foreign currency translation adjustment	(16,904)	(14,963)
Remeasurements of defined benefit plans	842	833
Total accumulated other comprehensive income	(15,690)	(15,705)
Non-controlling interests	1,750	1,822
Total net assets	25,456	31,696
Total liabilities and net assets	461,034	433,103

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

(Millions of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Net sales of completed construction contracts	117,019	90,457
Cost of sales of completed construction contracts	106,196	81,065
Gross profit on completed construction contracts	10,822	9,391
Selling, general and administrative expenses	4,409	4,281
Operating profit	6,413	5,109
Non-operating income		
Interest income	2,793	2,373
Dividend income	2	2
Share of profit of entities accounted for using equity method	0	61
Other	60	101
Total non-operating income	2,857	2,538
Non-operating expenses		
Interest expenses	166	210
Foreign exchange losses	3,588	378
Other	31	23
Total non-operating expenses	3,786	612
Ordinary profit	5,484	7,035
Extraordinary income		
Gain on termination of retirement benefit plan	207	—
Total extraordinary income	207	—
Profit before income taxes	5,691	7,035
Income taxes - current	1,494	418
Income taxes - deferred	65	120
Total income taxes	1,559	539
Profit	4,132	6,496
Profit attributable to non-controlling interests	115	124
Profit attributable to owners of parent	4,016	6,372

(Consolidated Statement of Comprehensive Income)

(Millions of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Profit	4,132	6,496
Other comprehensive income		
Valuation difference on available-for-sale securities	(7)	(29)
Deferred gains or losses on hedges	2,096	(1,918)
Foreign currency translation adjustment	(1,936)	1,829
Remeasurements of defined benefit plans, net of tax	(319)	(8)
Share of other comprehensive income of entities accounted for using equity method	9	(8)
Total other comprehensive income	(157)	(135)
Comprehensive income	3,974	6,361
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,783	6,289
Comprehensive income attributable to non-controlling interests	191	71

(3) Notes to Quarterly Consolidated Financial Statements

(Basis of Quarterly Consolidated Financial Statements)

We prepare the quarterly consolidated financial statements in accordance with the Article 4-1 of the Tokyo Stock Exchange's standard for preparation of quarterly financial statements and the accounting standards for quarterly financial statements generally recognized as fair and reasonable in Japan, omitting certain disclosures under the Article 4-2 of the Tokyo Stock Exchange's standard for preparation of quarterly financial statements.

(Notes to Going Concern Assumption)

None

(Notes to Significant Changes in Shareholders' Equity)

None

(Notes to Quarterly Consolidated Statement of Cash Flow)

There is no quarterly consolidated statement of cash flow available for three months ended June 30, 2025. The depreciation (including amortization of intangible assets other than goodwill) and amortization of goodwill are as follows.

	Three months ended June 30, 2024	Three months ended June 30, 2025
	Millions of yen	Millions of yen
Depreciation	905	759
Amortization of goodwill	8	8

(Notes to Segment Information)

- I. For three months ended June 30, 2024
We omit the description. The Group's reportable business segment consists only of the 'Engineering,' and 'Other business' has limited importance.
- II. For three months ended June 30, 2025
We omit the description. The Group's reportable business segment consists only of the 'Engineering,' and 'Other business' has limited importance.

3. Production, Contracts and Sales

(Millions of yen)

Segments		Apr. 1, 2024—Jun. 30, 2024			Apr. 1, 2025—Jun. 30, 2025		
		New Contracts, ratio	Net Sales, ratio	Backlog of Contracts, ratio	New Contracts, ratio	Net Sales, ratio	Backlog of Contracts, ratio
1. Engineering		24,018 99.4%	116,865 99.9%	950,568 100.0%	132,635 99.9%	90,302 99.8%	770,582 100.0%
Energy	(1) LNG Plant	671 2.8%	66,529 56.9%	679,736 71.5%	1,891 1.4%	50,266 55.6%	429,408 55.7%
	(2) Gas Related Work	1,326 5.5%	766 0.7%	4,721 0.5%	685 0.5%	1,060 1.2%	33,924 4.4%
	(3) Refinery/ Petrochemical	3,739 15.5%	4,143 3.5%	31,959 3.4%	95,508 71.9%	7,264 8.0%	125,142 16.2%
Global Environment	(4) Pharmaceutical/ Biochemistry/ Chemical	3,233 13.4%	3,757 3.2%	97,234 10.2%	2,441 1.9%	14,006 15.5%	76,006 9.9%
	(5) Environment/New Energy/Infrastructure	14,135 58.4%	40,293 34.4%	131,764 13.9%	30,488 23.0%	16,041 17.7%	100,170 13.0%
	(6) Others	912 3.8%	1,374 1.2%	5,153 0.5%	1,619 1.2%	1,664 1.8%	5,930 0.8%
2. Other Business		153 0.6%	153 0.1%	— —	154 0.1%	154 0.2%	— —
Total		24,172 100.0%	117,019 100.0%	950,568 100.0%	132,789 100.0%	90,457 100.0%	770,582 100.0%
Domestic		11,259 46.6%	14,594 12.5%	160,676 16.9%	37,612 28.3%	26,256 29.0%	203,737 26.4%
Overseas		12,913 53.4%	102,424 87.5%	789,892 83.1%	95,177 71.7%	64,200 71.0%	566,844 73.6%

Note: The backlog of contracts includes an increase / decrease due to changes in construction contracts acquired in prior fiscal years, and an increase / decrease due to foreign exchange translation adjustments.