Note: This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

Consolidated Financial Report [Japanese GAAP] for the Three Months Ended June 30, 2026

FASF MEMBERSHIP

July 30, 2026

Company name:	KRAFTIA CORPORATION	Listing:	Tokyo Stock Exchange / Fukuoka Stock Exchange
Securities code:	1959	URL:	https://www.kraftia.co.jp
Representative:	Kazuyuki Ishibashi, Executive Officer Representative President		
Inquiries:	Toshiyuki Suetsugu, General Manager of Finance & Accounting Department		
Tel:	+81(0)-50-6861-1238		

Scheduled date to commence dividend payments: —

Preparation of supplementary material on financial results: Yes

Holding of quarterly financial results briefing: None

(Yen amounts are rounded down to millions.)

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 income		Ordinary income		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2026	98,696	(1.9)	10,731	(3.3)	12,212	4.0	8,415	9.0
Three months ended June 30, 2025	100,568	(6.2)	11,098	8.1	11,737	5.3	7,719	(0.5)

(Note) Comprehensive income Three months ended June 30, 2026: ¥9,226 million (11.3%)
Three months ended June 30, 2025: ¥8,286 million (7.0%)

	Profit per share	Diluted profit per share
	Yen	Yen
Three months ended June 30, 2026	118.97	—
Three months ended June 30, 2025	109.14	—

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2026	493,153	351,662	70.5
As of March 31, 2026	523,268	351,644	66.4

(Reference) Equity As of June 30, 2026 ¥347,653 million
As of March 31, 2026 ¥347,696 million

2. Dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2026	—	90.00	—	130.00	220.00
Year ending March 31, 2027	—				
Year ending March 31, 2027 (Forecast)		110.00	—	110.00	220.00

(Note) Revisions to the forecast of cash dividends most recently announced: None

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

(Percentages indicate change from corresponding period of the previous fiscal year.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Profit per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	500,000	5.0	55,500	1.6	59,000	1.4	40,500	1.1	572.54

(Note) Revisions to the most recently announced consolidated earnings forecast: None

*Notes

(1) Significant changes in the scope of consolidation during the period: None

Newly included: – companies (Company name)

Excluded: – companies (Company name)

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

(Note) For details, see “Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements” on p.7 of the attached materials.

(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: Yes

(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 stock)

(i) Total number of issued shares at the end of the period (including treasury stock)	Three months ended June 30, 2026	70,864,961 shares	Year ended March 31, 2026	70,864,961 shares
(ii) Number of treasury stock at the end of the period	Three months ended June 30, 2026	127,233 shares	Year ended March 31, 2026	130,136 shares
(iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)	Three months ended June 30, 2026	70,736,543 shares	Three months ended June 30, 2025	70,731,206 shares

(Note) Treasury stock figures include company shares remaining in the trust that administers the stock compensation plan for officers (as of June 30, 2026：105,800 shares; as of March 31, 2026：108,800 shares).

* 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 consolidated earnings forecasts and other special matters

Forward-looking statements such as the earnings outlook included in these materials are based on information available to the company at the time of their compilation and on certain assumptions that have been determined to be reasonable. They do not constitute any commitment on the part of the company to achieve specific results. In addition, actual performance and other results may diverge significantly from forecasts for a variety of reasons. For precautionary information about the conditions that comprise the assumptions underlying earnings forecasts and about the use of earnings forecasts, see “Explanation of consolidated earnings forecasts and other forward-looking information” on p.2 of the attached materials.

Attached materials — Contents

1. Qualitative information related to this quarterly financial report

(1) Explanation of operating results

During the first quarterly consolidated cumulative accounting period, orders received totaled ¥146,350 million (up 16.1% from the corresponding period of the previous fiscal year), exceeding the corresponding period of the previous fiscal year. This result reflects the strategic pursuit of orders based on the Company’s construction capacity, primarily for redevelopment projects and logistics facilities in the Tokyo metropolitan area, the Kansai area, and the Fukuoka metropolitan area, while ensuring that rising costs are passed on to our prices in an appropriate manner.

Net sales of ¥98,696 million (down1.9% from the corresponding period of the previous fiscal year) reflected the relatively high number of large-scale projects that remain in the early stages of construction, resulting in limited progress-based revenue recognition.

Operating income totaled ¥10,731 million (down 3.3% from the corresponding period of the previous fiscal year), reflecting the decrease in net sales.

Ordinary income rose to ¥12,212 million (up 4.0% from the corresponding period of the previous fiscal year) as a result of an increase in dividend income received and other factors, while profit attributable to owners of parent totaled ¥8,415 million (up 9.0% from the corresponding period of the previous fiscal year).

Regarding the Ukujima Solar Power Project, the power producer (“the SPC”) established primarily by Kyocera Corporation and the Company continues to pursue the process of obtaining occupancy permits from Nagasaki Prefecture for the areas of ocean under the prefecture’s jurisdiction in consultation with the prefecture and other stakeholders.

As the EPC contractor for this project, the Company acquired the rights to use the construction site for the AC/DC converter station on the Sasebo side—a critical aspect of the project schedule—on May 1, 2026. Going forward, the Group will concentrate its collective efforts on the construction of the AC/DC converter station on the Sasebo side and on construction work on Ukujima with the goal of early completion of the project. (Completion is currently expected in or after FY2027.)

Meanwhile, the SPC, in which the Company also holds an equity interest, is studying the use of the FIP (Feed-in Premium) system and PPA (Power Purchase Agreement) system in line with Japan’s energy policy. The SPC is also evaluating internally whether transitioning to a new earnings improvement framework could further enhance the project’s business viability.

(2) Explanation of financial position

Total assets fell ¥30,115 million (5.8%) from the end of the previous consolidated fiscal year to ¥493,153 million due primarily to a decrease in notes receivable, accounts receivable from completed construction contracts, and other receivables following the collection of trade receivables.

Total liabilities fell ¥30,133 million (17.6%) from the end of the previous consolidated fiscal year to ¥141,490 million due primarily to a decrease in notes payable, accounts payable for construction contracts, and other payables following the settlement of trade payables.

Total net assets increased ¥17 million (0.0%) from the end of the previous consolidated fiscal year to ¥351,662 million as an increase in the valuation difference on available-for-sale securities resulting from the mark-to-market valuation of the Company’s investment securities and other factors offset a decrease in retained earnings due to dividend payments.

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

There are no changes to the earnings forecast announced on April 28, 2026.

2. Quarterly consolidated financial statements and principal notes

(1) Quarterly consolidated balance sheet

(Millions of yen)

	As of March 31, 2026	As of June 30, 2026
Assets		
Current assets		
Cash and deposits	51,939	54,141
Notes receivable, accounts receivable from completed construction contracts and other	177,386	137,282
Securities	—	166
Costs of uncompleted construction contracts	8,153	12,101
Real estate for sale	3,049	3,004
Costs on real estate business	589	2,106
Merchandise	656	641
Raw materials and supplies	36,652	36,378
Other	20,482	16,798
Allowance for doubtful accounts	(605)	(600)
Total current assets	298,303	262,021
Fixed assets		
Property and equipment		
Buildings and structures, net	32,707	33,016
Land	31,287	31,345
Other, net	21,264	24,972
Total property and equipment	85,259	89,335
Intangible assets		
Goodwill	331	297
Customer related assets	801	746
Other	3,718	3,757
Total intangible assets	4,851	4,800
Investments and other assets		
Investment securities	97,872	99,565
Long-term loans receivable	187	187
Retirement benefit asset	24,839	25,368
Deferred tax assets	1,364	1,233
Other	11,787	11,842
Allowance for doubtful accounts	(1,196)	(1,202)
Total investments and other assets	134,854	136,995
Total fixed assets	224,965	231,131
Total assets	523,268	493,153

(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	65,050	39,278
Electronically recorded obligations	9,012	6,329
Short-term borrowings	16,337	16,323
Income taxes payable	10,468	4,021
Advances received on uncompleted construction contracts	26,546	29,250
Provision for loss on construction contracts	4,783	4,716
Other	14,508	16,651
Total current liabilities	146,706	116,571
Long-term liabilities		
Long-term borrowings	8,876	8,718
Lease obligations	4,547	4,275
Provision for retirement benefits for directors (and other officers)	224	213
Retirement benefit liability	3,675	3,695
Provision for share-based payments	237	250
Other	7,357	7,765
Total long-term liabilities	24,917	24,918
Total liabilities	171,624	141,490
Net assets		
Shareholders' equity		
Share capital	12,561	12,561
Capital surplus	13,220	13,220
Retained earnings	301,661	300,865
Treasury stock, at cost	(469)	(458)
Total shareholders’ equity	326,973	326,188
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	14,416	15,192
Deferred gains or losses on hedges	626	706
Foreign currency translation adjustment	956	879
Remeasurements of defined benefit plans	4,722	4,686
Total accumulated other comprehensive income	20,722	21,464
Non-controlling interests	3,948	4,008
Total net assets	351,644	351,662
Total liabilities and net assets	523,268	493,153

(2) Quarterly consolidated statement of income and quarterly consolidated statement of comprehensive income

Quarterly consolidated statement of income

First quarterly consolidated cumulative accounting period

(Millions of yen)

	For the three months ended June 30, 2025	For the three months ended June 30, 2026
Net sales		
Construction contracts	96,578	94,358
Other	3,990	4,337
Total net sales	100,568	98,696
Cost of sales		
Construction contracts	78,567	76,320
Other	2,772	3,127
Total cost of sales	81,339	79,447
Gross profit		
Construction contracts	18,010	18,038
Other	1,218	1,210
Total gross profit	19,229	19,249
Selling, general and administrative expenses	8,130	8,517
Operating income	11,098	10,731
Non-operating income		
Interest income	13	12
Dividend income	563	997
Share of profit of entities accounted for using equity method	29	172
Gain on investments in partnerships	3	184
Rent income	88	84
Other	118	274
Total non-operating income	817	1,725
Non-operating expenses		
Interest expenses	134	162
Extra retirement payments	21	34
Other	22	47
Total non-operating expenses	178	244
Ordinary income	11,737	12,212
Extraordinary income		
Gain on sales of fixed assets	4	124
Gain on sales of investment securities	29	184
Total extraordinary income	33	308
Extraordinary losses		
Loss on disposal and sales of fixed assets	15	124
Loss on valuation of investment securities	—	0
Total extraordinary losses	15	124
Profit before income taxes	11,755	12,396
Income taxes	4,003	3,949
Profit	7,752	8,447
Profit attributable to non-controlling interests	33	31
Profit attributable to owners of parent	7,719	8,415

Quarterly consolidated statement of comprehensive income

First quarterly consolidated cumulative accounting period

(Millions of yen)

	For the three months ended June 30, 2025	For the three months ended June 30, 2026
Profit	7,752	8,447
Other comprehensive income		
Valuation difference on available-for-sale securities	565	769
Deferred gains or losses on hedges	—	65
Foreign currency translation adjustment	(31)	(77)
Remeasurements of defined benefit plans, net of tax	12	(35)
Share of other comprehensive income (loss) of entities accounted for using equity method	(12)	58
Total other comprehensive income	534	779
Comprehensive income	8,286	9,226
(of which)		
Comprehensive income attributable to owners of parent	8,253	9,158
Comprehensive income attributable to non-controlling interests	33	68

(3) Notes on the quarterly consolidated financial statements

(Changes in accounting policies)

(Application of the Practical Guidelines on Accounting for Financial Instruments)

The Company has applied the Practical Guidelines on Accounting for Financial Instruments (ASBJ Transferred Guidance No. 9, issued on March 11, 2025) from the beginning of the current consolidated fiscal year.

This change in accounting policy had no impact on the consolidated financial statements.

(Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements)

Calculation of tax expenses

Tax expenses have been calculated by making a reasonable estimate of the effective tax rate after the application of tax effect accounting to pre-tax income for the consolidated fiscal year that includes the first consolidated quarterly accounting period and then applying the effective tax rate used in that estimate to the pre-tax quarterly income.

(Notes on business segment information)

(Business segment information)

Ⅰ Previous 1st Quarter (from April 1, 2025 to June 30, 2025)

1. Information related to net sales and profit figures for individual reporting segments

(Millions of yen)

	Reporting segment	Other (Note 1)	Total	Adjustment (Note 2)	Amount recorded in quarterly consolidated statement of income (Note 3)
	Facilities construction business				
Net sales					
Sales to outside customers	96,578	3,990	100,568	—	100,568
Inter-segment internal sales and transfers	58	963	1,021	(1,021)	—
Total	96,636	4,954	101,590	(1,021)	100,568
Segment profit	10,244	677	10,922	176	11,098

Note 1 The “Other” category comprises a business segment that is not included in any other reporting segment and consists of businesses such as the following: sales of construction-related materials and equipment, real-estate, generation of renewable energy, temporary staffing, software development, environmental analysis and measurement, health care, golf course operation, business hotel operation, and retail facility planning and operation.

2 The ¥176 million adjustment to segment profit serves to eliminate inter-segment transactions.

3 Segment profit is derived from operating income as listed on the quarterly consolidated statement of income and adjustments.

Ⅱ Current 1st Quarter (from April 1, 2026 to June 30, 2026)

1. Information related to net sales and profit figures for individual reporting segments

(Millions of yen)

	Reporting segment	Other (Note 1)	Total	Adjustment (Note 2)	Amount recorded in quarterly consolidated statement of income (Note 3)
	Facilities construction business				
Net sales					
Sales to outside customers	94,358	4,337	98,696	—	98,696
Inter-segment internal sales and transfers	75	1,221	1,296	(1,296)	—
Total	94,433	5,559	99,992	(1,296)	98,696
Segment profit	9,953	741	10,695	36	10,731

Note 1 The “Other” category comprises a business segment that is not included in any other reporting segment and consists of businesses such as the following: sales of construction-related materials and equipment, real-estate, generation of renewable energy, temporary staffing, software development, environmental analysis and measurement, health care, golf course operation, business hotel operation, and retail facility planning and operation.

2 The ¥36 million adjustment to segment profit serves to eliminate inter-segment transactions.

3 Segment profit is derived from operating income as listed on the quarterly consolidated statement of income and adjustments.

(Notes on noteworthy changes in shareholders’ equity)

None

(Notes on the premise of a going concern)

None

(Notes on the cash flow statement)

No quarterly consolidated cash flow statement has been compiled for the first quarterly consolidated cumulative accounting period.

Depreciation expenses (excluding goodwill but including depreciation of intangible fixed assets) and amortization of goodwill during the first quarterly consolidated cumulative accounting period were as follows:

	For the three months ended June 30, 2025	For the three months ended June 30, 2026
	Millions of yen	Millions of yen
Depreciation expenses	1,671	1,924
Amortization of goodwill	88	34

3. Reference

Overview of non-consolidated results

(Yen amounts are rounded down to millions.)

Non-consolidated financial results for the three months ended June 30, 2026

(From April 1, 2026 to June 30, 2026)

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

	Net sales		Operating income		Ordinary income		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2026	83,586	(2.3)	9,006	(10.2)	10,521	(11.3)	7,457	(4.2)
Three months ended June 30, 2025	85,588	(9.0)	10,026	8.8	11,861	14.2	7,782	4.2

	Profit per share	Diluted profit per share
	Yen	Yen
Three months ended June 30, 2026	105.40	—
Three months ended June 30, 2025	110.00	—

(2) Non-consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2026	435,134	276,079	63.4
As of March 31, 2026	457,551	277,161	60.6

4. Supplemental information

(1) Breakdown of consolidated results by business segment and customer

(i) Net sales

Accounting period / Business segment	Three months ended June 30, 2025 (April 2025 to June 2025)		Three months ended June 30, 2026 (April 2026 to June 2026)		Increase (Decrease)	
	Amount (millions of yen)	As percent of total	Amount (millions of yen)	As percent of total	Amount (millions of yen)	Rate (%)
Power distribution line work	12,646	12.6	14,541	14.7	1,894	15.0
Electrical work	47,588	47.3	49,610	50.3	2,021	4.2
HVAC and sanitary facility work	36,342	36.1	30,205	30.6	(6,136)	(16.9)
Total, facilities construction business	96,578	96.0	94,358	95.6	(2,219)	(2.3)
Other businesses	3,990	4.0	4,337	4.4	347	8.7
Total	100,568	100	98,696	100	(1,872)	(1.9)

(ii) Construction orders

Accounting period / Business segment	Three months ended June 30, 2025 (April 2025 to June 2025)		Three months ended June 30, 2026 (April 2026 to June 2026)		Increase (Decrease)	
	Amount (millions of yen)	As percent of total	Amount (millions of yen)	As percent of total	Amount (millions of yen)	Rate (%)
Power distribution line work	13,816	11.0	15,077	10.3	1,261	9.1
Electrical work	72,045	57.1	77,682	53.1	5,637	7.8
HVAC and sanitary facility work	40,195	31.9	53,590	36.6	13,395	33.3
Total	126,056	100	146,350	100	20,293	16.1

(iii) Construction contract balance at end of period

Accounting period / Business segment	As of June 30, 2025		As of June 30, 2026		Increase (Decrease)	
	Amount (millions of yen)	As percent of total	Amount (millions of yen)	As percent of total	Amount (millions of yen)	Rate (%)
Power distribution line work	5,809	1.2	5,296	1.0	(512)	(8.8)
Electrical work	313,004	64.7	341,758	64.7	28,754	9.2
HVAC and sanitary facility work	165,224	34.1	180,986	34.3	15,761	9.5
Total	484,038	100	528,041	100	44,003	9.1

(iv) Construction sales by customer

Accounting period / Customer	Three months ended June 30, 2025 (April 2025 to June 2025)		Three months ended June 30, 2026 (April 2026 to June 2026)		Increase (Decrease)	
	Amount (millions of yen)	As percent of total	Amount (millions of yen)	As percent of total	Amount (millions of yen)	Rate (%)
Kyushu Electric Power Group*	12,039	12.5	13,843	14.7	1,804	15.0
General customers	84,538	87.5	80,515	85.3	(4,023)	(4.8)
Total	96,578	100	94,358	100	(2,219)	(2.3)

(v) Construction orders by customer

Accounting period / Customer	Three months ended June 30, 2025 (April 2025 to June 2025)		Three months ended June 30, 2026 (April 2026 to June 2026)		Increase (Decrease)	
	Amount (millions of yen)	As percent of total	Amount (millions of yen)	As percent of total	Amount (millions of yen)	Rate (%)
Kyushu Electric Power Group*	12,624	10.0	14,601	10.0	1,977	15.7
General customers	113,432	90.0	131,749	90.0	18,316	16.1
Total	126,056	100	146,350	100	20,293	16.1

(vi) Full-year sales and construction order volume forecast for the fiscal year ending March 2027

Business segment	Sales (millions of yen)	Construction order volume (millions of yen)
Power distribution line work	59,500	60,500
Electrical work	255,000	265,500
HVAC and sanitary facility work	167,000	169,000
Total, facilities construction business	481,500	495,000
Other businesses	18,500	
Total	500,000	

*Kyushu Electric Power Group: Kyushu Electric Power Co., Inc., and Kyushu Electric Power Transmission and Distribution Co., Inc., and Kyuden T&D Service Co., Inc.

(2) Breakdown of non-consolidated results by business segment and customer

(i) Net sales

Business segment \ Accounting period	Three months ended June 30, 2025 (April 2025 to June 2025)		Three months ended June 30, 2026 (April 2026 to June 2026)		Increase (Decrease)	
	Amount (millions of yen)	As percent of total	Amount (millions of yen)	As percent of total	Amount (millions of yen)	Rate (%)
Power distribution line work	12,066	14.1	13,875	16.6	1,809	15.0
Electrical work	43,297	50.6	45,530	54.5	2,232	5.2
HVAC and sanitary facility work	29,076	34.0	22,984	27.5	(6,091)	(21.0)
Total, facilities construction business	84,440	98.7	82,390	98.6	(2,050)	(2.4)
Other businesses	1,148	1.3	1,196	1.4	47	4.2
Total	85,588	100	83,586	100	(2,002)	(2.3)

(ii) Construction orders

Business segment \ Accounting period	Three months ended June 30, 2025 (April 2025 to June 2025)		Three months ended June 30, 2026 (April 2026 to June 2026)		Increase (Decrease)	
	Amount (millions of yen)	As percent of total	Amount (millions of yen)	As percent of total	Amount (millions of yen)	Rate (%)
Power distribution line work	12,801	11.5	13,927	10.6	1,126	8.8
Electrical work	68,018	61.0	71,959	54.8	3,941	5.8
HVAC and sanitary facility work	30,704	27.5	45,370	34.6	14,666	47.8
Total	111,524	100	131,258	100	19,733	17.7

(iii) Construction contract balance at end of period

Business segment \ Accounting period	As of June 30, 2025		As of June 30, 2026		Increase (Decrease)	
	Amount (millions of yen)	As percent of total	Amount (millions of yen)	As percent of total	Amount (millions of yen)	Rate (%)
Power distribution line work	4,552	1.1	3,852	0.8	(700)	(15.4)
Electrical work	297,232	68.8	324,640	67.5	27,407	9.2
HVAC and sanitary facility work	130,186	30.1	152,313	31.7	22,126	17.0
Total	431,972	100	480,805	100	48,833	11.3

(iv) Construction sales by customer

Customer \ Accounting period	Three months ended June 30, 2025 (April 2025 to June 2025)		Three months ended June 30, 2026 (April 2026 to June 2026)		Increase (Decrease)	
	Amount (millions of yen)	As percent of total	Amount (millions of yen)	As percent of total	Amount (millions of yen)	Rate (%)
Kyushu Electric Power Group*	11,582	13.7	13,396	16.3	1,813	15.7
General customers	72,858	86.3	68,994	83.7	(3,864)	(5.3)
Total	84,440	100	82,390	100	(2,050)	(2.4)

(v) Construction orders by customer

Customer \ Accounting period	Three months ended June 30, 2025 (April 2025 to June 2025)		Three months ended June 30, 2026 (April 2026 to June 2026)		Increase (Decrease)	
	Amount (millions of yen)	As percent of total	Amount (millions of yen)	As percent of total	Amount (millions of yen)	Rate (%)
Kyushu Electric Power Group*	11,748	10.5	13,748	10.5	1,999	17.0
General customers	99,775	89.5	117,509	89.5	17,734	17.8
Total	111,524	100	131,258	100	19,733	17.7

*Kyushu Electric Power Group: Kyushu Electric Power Co., Inc., and Kyushu Electric Power Transmission and Distribution Co., Inc., and Kyuden T&D Service Co., Inc.