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Consolidated Financial Results for the Six Months Ended February 28, 2026 [JGAAP]

April 10, 2026

Company name: GIKEN LTD.

Stock Exchange Listing: Tokyo

Securities code: 6289 (URL <https://www.giken.com>)

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Scheduled date to file semi-annual securities report: April 14, 2026

Scheduled date to commence dividend payments: May 8, 2026

Availability of supplementary material on quarterly financial results: Yes

Holding of financial results briefing session: Yes (for institutional investors and analysts)

(Figures are rounded down to the nearest million yen)

1. Consolidated Financial Results for the Six Months Ended February 28, 2026 (from September 1, 2025 to February 28, 2026)

(1) Consolidated Results of Operations (% indicates changes from the same period of the previous financial year)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended February 28, 2026	14,094	19.1	1,473	11.3	1,617	20.3	1,180	27.1
Six months ended February 28, 2025	11,829	(23.9)	1,323	(45.3)	1,345	(48.1)	928	(49.8)

(Note) Comprehensive income: Six months ended February 28, 2026: ¥1,957 million [152.1%]
Six months ended February 28, 2025: ¥776 million [(63.2)%]

	Profit per share	Fully diluted profit per share
	Yen	Yen
Six months ended February 28, 2026	45.79	-
Six months ended February 28, 2025	34.68	-

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of February 28, 2026	46,479	39,443	84.9
As of August 31, 2025	47,837	40,285	84.2

(Reference) Equity: As of February 28, 2026: ¥39,443 million
As of August 31, 2025: ¥40,285 million

2. Dividends

	Annual cash dividends per share				
	End of 1Q	End of 2Q	End of 3Q	Year-end	Annual
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended August 31, 2025	-	22.00	-	32.00	54.00
Fiscal year ending August 31, 2026	-	27.00			
Fiscal year ending August 31, 2026 (Forecast)			-	27.00	54.00

(Notes) 1. Revisions based on the forecast of cash dividends most recently announced: None

2. Year-end dividend for the fiscal year ending August 2025: Ordinary dividend ¥22.00, commemorative dividend ¥10.00.

3. Earnings Forecast of Consolidated Financial Results for the Fiscal Year Ending August 31, 2026 (from September 1, 2025 to August 31, 2026)

(% indicates changes from the previous corresponding term)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Profit per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	27,800	5.6	2,900	13.0	3,050	11.6	2,200	47.9	86.73

(Note) Revision based on the forecast of consolidated financial results most recently announced: None

* Notes

(1) Significant changes in the scope of consolidation during the six-month period ended February 28, 2026: None

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

(Note) For more information, see (Notes on Special Accounting for Preparing Semi-annual Consolidated Financial Statements) on page 8 of Appendix, appearing under (3) Principal Notes for Semi-annual Consolidated Financial Statements in 2. Semi-annual Consolidated Financial Statements and Principal Notes.

(3) Changes in accounting policies, changes in accounting estimates and restatements

1) Changes in accounting policies due to the revision of accounting standards: None

2) Changes in accounting policies other than 1): None

3) Changes in accounting estimates: None

4) Restatements: None

(4) Total number of issued shares (common stock)

1) Total number of issued shares at the end of the period (including treasury shares):

As of February 28, 2026	27,074,728 shares	As of August 31, 2025	28,194,728 shares
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2) Total number of treasury shares at the end of the period:

As of February 28, 2026	1,708,686 shares	As of August 31, 2025	1,747,721 shares
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3) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year):

Six months ended February 28, 2026	25,785,592 shares	Six months ended February 28, 2025	26,780,905 shares
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* Semi-annual financial results reports are exempt from review conducted by certified public accountants or an audit firm.

* Explanation on the appropriate use of earnings forecasts, and other special notes

The forecast figures stated above are the prospects based on information currently available and contain largely uncertain elements. Actual results may differ from the forecast figures above, depending on various factors such as changes in business conditions.

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1. Qualitative Information on the Semi-annual Financial Results

(1) Explanation of Operating Results

In terms of the domestic business environment during the six months under review, construction investment generally remained solid against the backdrop of resilient government spending and a recovery trend in corporate spending. In our business, we worked to promote the Implant Method^{*1} mainly for disaster recovery and reconstruction projects as well as national resilience strengthening projects. As a result, the number of projects that adopted our method remained steady. These included works on levees, revetments and quay walls of rivers, coasts and harbors, as well as road-related bridges and retaining wall constructions. At the same time, customers' appetite for capital spending continued to be cautious, affected by rising construction costs and the resulting decline in construction volume as well as a shortage of skilled workers. Regarding the manufacturing environment, purchase prices of raw materials and parts have continued to rise, and we will closely monitor the situation while considering appropriate measures.

In domestic product sales, sales of general machinery grew due to an increase in certain customer needs, including sales for a new machine, SILENT PILER ST400SX.

In overseas operations, we have been working to establish GTOSS^{*2} (GIKEN Total Support System), a comprehensive support service for customers, accelerating the market expansion in cooperation with the member companies. At the same time, we have been driving market creation, working with local partner companies, as well as tapping new customers who share the value of the press-in method.

In Asia, backed by the brisk demand for infrastructure development in Singapore, we delivered multiple machines to a customer (a non-GTOSS member) acquired during the previous fiscal year in Singapore. Following sales in the first quarter, multiple machines were sold to this customer in the second quarter.

In Europe, in the project aimed at renovating the quay walls of the World Heritage-listed Dutch Canal Ring Area, the first construction of the commercial phase was completed. In Italy, we sold large-scale specialized machinery to a GTOSS member. The member has been engaged in reinforcement work for levees using the same model previously sold to the member, as well as the GRB system, which was adopted for the first time in the country. The member purchased the machinery in anticipation of future business expansion.

Under such circumstances, for the six months under review, net sales were 14,094 million yen (an increase of 19.1% YoY), operating profit was 1,473 million yen (an increase of 11.3% YoY), ordinary profit was 1,617 million yen (an increase of 20.3% YoY), and profit attributable to owners of parent was 1,180 million yen (an increase of 27.1% YoY).

The performance by segment is as follows.

(i) Construction Machinery Segment

Growth in product sales and our rental business both in Japan and overseas resulted in higher revenue and profit. However, profitability was adversely affected by a higher cost ratio due to rising purchase prices, as well as increases in research and development expenses and personnel expenses. As a result, in this segment, net sales amounted to 9,818 million yen (an increase of 20.9% YoY) and operating profit was 2,147 million yen (an increase of 10.9% YoY).

(ii) Press-in Work Segment

In Japan, our construction methods were steadily adopted. Net sales increased due to the steady progress of projects, including the reconstruction of roads damaged by the 2024 Noto Peninsula Earthquake (Ishikawa Prefecture), ECO Cycle installation (Hyogo Prefecture), waterproof wall construction for a power plant (Gifu Prefecture), and seawall construction associated with the installation of a new floodgate (Iwate Prefecture). However, profit decreased due to a decline in the number of high value-added development projects. As a result, in this segment, net sales amounted to 4,276 million yen (an increase of 15.3% YoY) and operating profit was 502 million yen (a decrease of 0.7% YoY).

*1. A construction method in which high-rigidity, high-quality piles (allowable structural members) are pressed deep into the ground to form "Implant Structure" that exhibits strong resistance to earthquakes, tsunamis, floods, and other external forces.

*2. A comprehensive support service that helps improve on-site productivity by providing member customers with products and know-how, such as technological services.

(2) Explanation of Financial Position

(Assets)

Total assets as of February 28, 2026 decreased by 1,357 million yen from the end of the previous consolidated fiscal year to 46,479 million yen. This was the net result of a decrease of 2,072 million yen in current assets, including finished goods, and an increase of 715 million yen in non-current assets, including machinery, equipment, and vehicles.

(Liabilities)

Total liabilities as of February 28, 2026 decreased by 515 million yen from the end of the previous consolidated fiscal year to 7,036 million yen. This was due to a decrease of 246 million yen in current liabilities, including contract liabilities, and a decrease of 268 million yen in non-current liabilities, including long-term borrowings.

(Net assets)

Net assets as of February 28, 2026 decreased by 841 million yen from the end of the previous consolidated fiscal year to 39,443 million yen. This was mainly due to a decrease in retained earnings.

(3) Explanation of Consolidated Earnings Forecasts and Other Forward-looking Statements

There is no change in the full-year earnings forecast announced on October 10, 2025.

2. Semi-annual Consolidated Financial Statements and Principal Notes

(1) Semi-annual Consolidated Balance Sheet

(Millions of yen)

	As of August 31, 2025	As of February 28, 2026
Assets		
Current assets		
Cash and deposits	8,585	7,362
Notes and accounts receivable-trade, and contract assets	5,421	5,321
Electronically recorded monetary claims-operating	1,406	1,924
Finished goods	4,384	2,814
Work in process	777	1,110
Costs on construction contracts in progress	32	43
Raw materials and supplies	2,809	2,750
Other	437	456
Allowance for doubtful accounts	(5)	(5)
Total current assets	23,849	21,777
Non-current assets		
Property, plant and equipment		
Buildings and structures	8,778	8,990
Machinery, equipment, and vehicles	12,538	13,512
Land	9,728	9,737
Construction in progress	1,202	1,194
Other	1,821	1,785
Accumulated depreciation	(15,207)	(15,987)
Total property, plant and equipment	18,861	19,233
Intangible assets	130	109
Investments and other assets		
Investment securities	2,220	2,768
Deferred tax assets	1,965	1,803
Retirement benefit asset	128	130
Other	701	680
Allowance for doubtful accounts	(20)	(23)
Total investments and other assets	4,995	5,359
Total non-current assets	23,987	24,702
Total assets	47,837	46,479

(Millions of yen)

	As of August 31, 2025	As of February 28, 2026
Liabilities		
Current liabilities		
Notes and accounts payable-trade	1,043	1,465
Short-term borrowings	505	155
Income taxes payable	133	474
Contract liabilities	2,887	2,511
Provision for bonuses	677	546
Other provisions	2	36
Other	1,496	1,311
Total current liabilities	6,747	6,501
Non-current liabilities		
Long-term borrowings	519	441
Other	284	93
Total non-current liabilities	804	535
Total liabilities	7,551	7,036
Net assets		
Shareholders' equity		
Share capital	8,958	8,958
Capital surplus	10,142	10,121
Retained earnings	22,911	21,782
Treasury shares	(2,250)	(2,719)
Total shareholders' equity	39,762	38,143
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	189	495
Foreign currency translation adjustment	182	655
Remeasurements of defined benefit plans	151	148
Total accumulated other comprehensive income	523	1,299
Total net assets	40,285	39,443
Total liabilities and net assets	47,837	46,479

(2) Semi-annual Consolidated Statements of Income and Semi-annual Consolidated Statements of Comprehensive Income
Semi-annual Consolidated Statements of Income
(Six months ended February 28)

(Millions of yen)

	For the six months ended February 28, 2025	For the six months ended February 28, 2026
Net sales	11,829	14,094
Cost of sales	7,054	8,868
Gross profit (loss)	4,774	5,225
Selling, general and administrative expenses	3,451	3,752
Operating profit	1,323	1,473
Non-operating income		
Interest income	5	30
Dividend income	15	16
Rental income from real estate	33	74
Foreign exchange gains	-	54
Reversal of allowance for doubtful accounts	28	-
Other	29	51
Total non-operating income	111	228
Non-operating expenses		
Interest expenses	5	4
Rental expenses on real estate	9	17
Foreign exchange losses	72	-
Commission expenses	-	55
Other	2	5
Total non-operating expenses	90	83
Ordinary profit	1,345	1,617
Extraordinary losses		
Loss on abandonment of non-current assets	40	-
Total extraordinary losses	40	-
Profit (loss) before income taxes	1,304	1,617
Income taxes-current	375	437
Profit (loss)	928	1,180
Profit (loss) attributable to owners of parent	928	1,180

Semi-annual Consolidated Statements of Comprehensive Income
(Six months ended February 28)

(Millions of yen)

	For the six months ended February 28, 2025	For the six months ended February 28, 2026
Profit (loss)	928	1,180
Other comprehensive income		
Valuation difference on available-for-sale securities	32	305
Foreign currency translation adjustment	(182)	473
Remeasurements of defined benefit plans, net of tax	(2)	(2)
Total other comprehensive income	(152)	776
Comprehensive income	776	1,957
(Breakdown)		
Comprehensive income attributable to owners of parent	776	1,957

(3) Principal Notes for Semi-annual Consolidated Financial Statements

(Notes on Going Concern Assumption)

There is no relevant information.

(Notes on Significant Changes in the Amount of Shareholders' Equity)

There is no relevant information.

(Notes on Special Accounting for Preparing Semi-annual Consolidated Financial Statements)

(Calculation of tax expenses)

Tax expenses are calculated by reasonably estimating the effective tax rate after tax effect accounting is applied to the profit before tax for the consolidated fiscal year which includes the six months under review and then multiplying the profit before tax by said estimated effective tax rate.

(Revenue Recognition)

The information on the disaggregation of revenue from contracts with customers is shown in “2. Semi-annual Consolidated Financial Statements and Principal Notes (3) Principal Notes for Semi-annual Consolidated Financial Statements (Notes on Segment Information, etc.).”

(Notes on Segment Information, etc.)

[Segment Information]

I For the six months ended February 28, 2025 (September 1, 2024 to February 28, 2025)

1. Information on the Amounts of Net Sales and Profit/Loss by Reportable Segments and Information on the Disaggregation of Revenue

(Millions of yen)

	Reportable segments		Total	Adjusted amount (Note 1)	Posted amount to the semi-annual consolidated statements of income (Note 2)
	Construction Machinery	Press-in Work			
Net sales					
Japan	7,159	3,568	10,727	-	10,727
Other regions	960	141	1,101	-	1,101
Revenue from contracts with customers	8,119	3,709	11,829	-	11,829
Net sales to external customers	8,119	3,709	11,829	-	11,829
Intersegment net sales and transfer	265	59	325	(325)	-
Total	8,385	3,769	12,155	(325)	11,829
Segment profit	1,935	506	2,441	(1,118)	1,323

(Notes) 1. The segment profit adjustment of negative 1,118 million yen includes inter-segment transaction eliminations of 43 million yen and corporate expenses not allocated to any reportable segment of negative 1,162 million yen. The corporate expenses are mainly general and administrative expenses not belonging to any reportable segment.

2. Segment profit is adjusted with operating profit presented in the semi-annual consolidated statement of income.

2. Information on Impairment Losses for Non-current Assets by Reportable Segment

There is no relevant information.

II For the six months ended February 28, 2026 (September 1, 2025 to February 28, 2026)

1. Information on the Amounts of Net Sales and Profit/Loss by Reportable Segments and Information on the Disaggregation of Revenue

(Millions of yen)

	Reportable segments		Total	Adjusted amount (Note 1)	Posted amount to the semi-annual consolidated statements of income (Note 2)
	Construction Machinery	Press-in Work			
Net sales					
Japan	7,631	4,044	11,675	-	11,675
Other regions	2,187	231	2,418	-	2,418
Revenue from contracts with customers	9,818	4,276	14,094	-	14,094
Net sales to external customers	9,818	4,276	14,094	-	14,094
Intersegment net sales and transfer	449	144	593	(593)	-
Total	10,267	4,420	14,688	(593)	14,094
Segment profit	2,147	502	2,650	(1,176)	1,473

(Notes) 1. The segment profit adjustment of negative 1,176 million yen includes inter-segment transaction eliminations of 22 million yen and corporate expenses not allocated to any reportable segment of negative 1,199 million yen. The corporate expenses are mainly general and administrative expenses not belonging to any reportable segment.

2. Segment profit is adjusted with operating profit presented in the semi-annual consolidated statement of income.

2. Information on Impairment Losses for Non-current Assets by Reportable Segment

There is no relevant information.

(Material Subsequent Events)

There is no relevant information.