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Consolidated Financial Results for the Fiscal Year Ended August 31, 2026 [JGAAP]

October 9, 2026

Company name: GIKEN LTD.
Stock Exchange Listing: Tokyo
Securities code: 6289 (URL https://www.giken.com)
Representative: Atsushi Ohira, President and CEO
Contact: Tsuyoshi Tanouchi, Managing Operating Officer
Phone: 088-846-2933
Scheduled date of annual general meeting of shareholders: November 25, 2026
Scheduled date to commence dividend payments: November 26, 2026
Scheduled date to file annual securities report: November 24, 2026
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: Yes

(Figures are rounded down to the nearest million yen)

1. Consolidated Financial Results for the Fiscal Year Ended August 31, 2026 (from September 1, 2025 to August 31, 2026)

(1) Consolidated Results of Operations (% indicates changes from the previous corresponding term)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Year ended August 31, 2026	28,424	7.9	3,062	19.3	3,435	25.7	2,522	69.5
Year ended August 31, 2025	26,337	(10.7)	2,566	(22.8)	2,732	(23.7)	1,487	(39.0)

(Note) Comprehensive income: Year ended August 31, 2026: ¥3,876 million [163.8%]
Year ended August 31, 2025: ¥1,469 million [(48.9%)]

	Earnings per share	Fully diluted earnings per share	Rate of return on equity	Ordinary profit to total assets	Operating profit to net sales
	Yen	Yen	%	%	%
Year ended August 31, 2026	98.62	-	6.2	7.1	10.8
Year ended August 31, 2025	55.74	-	3.7	5.7	9.7

(Reference) Equity in earnings of affiliated companies: Year ended August 31, 2026: ¥ - million
Year ended August 31, 2025: ¥ - million

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of August 31, 2026	48,548	40,677	83.8	1,603.61
As of August 31, 2025	47,837	40,285	84.2	1,523.25

(Reference) Equity: As of August 31, 2026: ¥40,677 million
As of August 31, 2025: ¥40,285 million

(3) Consolidated Cash Flows

	Net cash provided by (used in) operating activities	Net cash provided by (used in) investing activities	Net cash provided by (used in) financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Year ended August 31, 2026	4,177	(1,231)	(3,521)	4,872
Year ended August 31, 2025	1,377	(1,135)	(953)	5,275

2. Dividends

	Annual cash dividends per share					Total dividends paid (annual)	Payout ratio (consolidated)	Dividend on equity ratio (consolidated)
	End of 1Q	End of 2Q	End of 3Q	Year-end	Annual			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Year ended August 31, 2025	-	22.00	-	32.00	54.00	1,435	96.9	3.6
Year ended August 31, 2026	-	27.00	-	28.00	55.00	1,395	55.8	3.5
Year ended August 31, 2027 (Forecast)	-	28.00	-	29.00	57.00		54.6	

(Note) 1. Revisions to the forecast of cash dividends most recently announced: Yes
2. Breakdown of year-end dividends per share for the fiscal year ended August 31, 2025: Ordinary dividend 22.00 yen, commemorative dividend 10.00 yen

3. Consolidated Earnings Forecast for the Fiscal Year Ending August 31, 2027 (from September 1, 2026 to August 31, 2027)
(% indicates changes from the previous fiscal year for full-year figures and from the same period of the previous fiscal year for quarterly figures)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
First half	14,800	5.0	1,550	5.2	1,700	5.1	1,200	1.6	47.31
Full year	31,000	9.1	3,300	7.8	3,600	4.8	2,650	5.1	104.47

* Notes

(1) Significant changes in subsidiaries during the period (changes in specified subsidiaries resulting in change in scope of consolidation): None

(2) 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

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

1) Total number of issued shares at the end of the period (including treasury shares)	As of August 31, 2026	25,966,328 Shares	As of August 31, 2025	28,194,728 Shares
2) Total number of treasury shares at the end of the period	As of August 31, 2026	600,286 Shares	As of August 31, 2025	1,747,721 Shares
3) Average number of shares outstanding during the period	As of August 31, 2026	25,575,817 Shares	As of August 31, 2025	26,689,415 Shares

(Reference) Summary of Non-consolidated Financial Results

Non-consolidated Financial Results for the Fiscal Year Ended August 31, 2026 (from September 1, 2025 to August 31, 2026)

(1) Non-consolidated Results of Operations (% indicates changes from the previous corresponding term)

	Net sales		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%
Year ended August 31, 2026	19,139	6.4	1,969	16.2	1,526	97.1
Year ended August 31, 2025	17,995	(7.3)	1,694	(27.0)	774	(54.0)

	Earnings per share	Fully diluted earnings per share
	Yen	Yen
Year ended August 31, 2026	59.70	-
Year ended August 31, 2025	29.03	-

(2) Non-consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of August 31, 2026	40,623	34,314	84.5	1,352.76
As of August 31, 2025	41,565	35,665	85.8	1,348.57

(Reference) Equity As of August 31, 2026: ¥34,314 million As of August 31, 2025: ¥35,665 million

* Financial results reports are exempt from audit 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 based on information currently available and contain largely uncertain elements.
Actual results may differ from the forecast figures above due to changes in business conditions.
For matters related to the above forecast, please refer to page 4 of the attached materials.

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1. Overview of Business Results, etc.

(1) Overview of Business Results for the Current Fiscal Year

In the current fiscal year, the domestic business environment saw construction investment remain solid, supported by a recovery in private capital investment and resilient public investment. 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, which resulted in a steady number of projects adopting our method. On the other hand, customers' capital investment remained cautious due to the impact of rising material prices and labor costs, as well as a shortage of skilled workers. Furthermore, the outlook remains uncertain due to factors such as the situation in the Middle East, U.S. tariff policies, and the strengthening of export controls in China, and we remain in a situation that requires continued monitoring.

In the domestic construction machinery business, driven by solid demand for hard-ground-compatible machines, sales of the "SILENT PILER F112" progressed steadily, and sales of the new "SX Series" machines also performed well. In the press-in work business, our subsidiary, GIKEN SEKO CO., LTD., carried out construction for high-value-added development projects*[2], contributing to profit expansion.

In overseas operations, we have been working to establish the GTOSS*[3] comprehensive support service for customers, accelerating market expansion in cooperation with member companies. At the same time, we have been advancing the acquisition of new customers who share the value of the press-in technology, while also creating markets in new regions.

In the Asian region, product sales remained solid, primarily driven by GTOSS members. In India, through collaboration with a major local precast concrete products manufacturer, our construction method was adopted for a canal redevelopment project, and four general machines*[4] were sold to the company's group subsidiary responsible for the construction. In Singapore, driven by the expanding market for the Gyropress Method*[5], multiple GYRO PILER units were sold to GTOSS members.

In the European region, product sales also progressed steadily, mainly among GTOSS members. In the U.K., the Gyropress Method was adopted for the first time in a flood control project, and construction by a member company is underway. In Italy, the low-headroom press-in machine "CLW100" was sold to a GTOSS member. This sale is expected to support future market expansion in sites with overhead clearance restrictions, such as under bridges.

In the North American region, although customer capital investment remained cautious due to the impact of tariff policies, the completion of the first Gyropress Method project in the U.S. by a GTOSS member led to multiple inquiries for the same method, marking steady progress toward market expansion.

As a result, for the current consolidated fiscal year, net sales were 28,424 million yen (an increase of 7.9% YoY), operating profit was 3,062 million yen (an increase of 19.3% YoY), ordinary profit was 3,435 million yen (an increase of 25.7% YoY), and profit attributable to owners of parent was 2,522 million yen (an increase of 69.5% YoY). In the previous fiscal year, litigation-related losses and provision of allowance for doubtful accounts totaling 812 million yen were recorded as extraordinary losses due to a settlement with a former overseas consolidated subsidiary.

The performance by segment is as follows.

(i) Construction Machinery Segment

In Japan, sales of the F112 and SX series progressed steadily. Overseas, product sales and rental projects, primarily to GTOSS members, also progressed, resulting in net sales of 19,203 million yen (an increase of 8.8% YoY) and operating profit of 4,331 million yen (an increase of 11.3% YoY) for this segment.

(ii) Press-in Work Segment

In Japan, development-oriented projects progressed steadily, including full-scale restoration work following the Noto Peninsula Earthquake, river revetment renovation work, and the undergrounding project for the Metropolitan Expressway. Overseas, rentals with operators*6 also remained solid, resulting in net sales of 9,220 million yen (an increase of 6.2% YoY) and operating profit of 1,157 million yen (an increase of 6.1% YoY) for this segment.

*1. A construction method in which high-rigidity, high-quality piles (allowable structural members) are pressed deep into the ground to form an "Implant Structure" that exhibits strong resistance to earthquakes, tsunamis, floods, and other external forces.
*2. Construction projects using products and construction methods before their commercial release. A domestic subsidiary performs the construction and provides feedback to our company on issues and improvements, thereby refining the products and methods.
*3. A comprehensive support service for GTOSS member companies that enhances on-site productivity by providing not only products, but also technical services and know-how.
*4. A SILENT PILER compatible with U-shaped steel sheet piles (400-600mm wide), which are the most widely used type in construction projects in Japan.
*5. A construction method that constructs a resilient Implant Structure by rotating and pressing-in steel tubular piles equipped with cutting bits at the tips, enabling penetration through existing structures and hard ground. The method is provided exclusively to GTOSS members, accelerating the development of high-value-added markets.
*6. A rental service that provides our products together with operators. Overseas, the service is offered through our Berlin office in Germany.

(2) Overview of Financial Position for the Current Fiscal Year

(i) Assets, Liabilities, and Net Assets

Total assets at the end of the current consolidated fiscal year increased by 711 million yen from the end of the previous fiscal year to 48,548 million yen. Current assets decreased by 451 million yen from the end of the previous fiscal year to 23,397 million yen, while non-current assets increased by 1,162 million yen to 25,150 million yen.

The primary reason for the decrease in current assets was a decrease of 1,167 million yen in cash and deposits, despite an increase of 503 million yen in work in process.

The primary reason for the increase in non-current assets was an increase of 913 million yen in machinery, equipment, and vehicles.

Total liabilities at the end of the current consolidated fiscal year increased by 319 million yen from the end of the previous consolidated fiscal year to 7,870 million yen. Current liabilities increased by 445 million yen from the end of the previous consolidated fiscal year to 7,193 million yen, while non-current liabilities decreased by 126 million yen to 677 million yen.

The primary reason for the increase in current liabilities was an increase of 389 million yen in notes and accounts payable-trade.

The primary reason for the decrease in non-current liabilities was a decrease of 207 million yen in other non-current liabilities.

Net assets at the end of the current consolidated fiscal year increased by 391 million yen from the end of the previous consolidated fiscal year to 40,677 million yen. The primary reason for this was a decrease of 2,232 million yen in retained earnings, a decrease of 1,295 million yen in treasury shares, an increase of 606 million yen in valuation difference on available-for-sale securities, and an increase of 610 million yen in foreign currency translation adjustments. The equity ratio changed from 84.2% at the end of the previous consolidated fiscal year to 83.8% due to the increase in total assets. Net assets per share increased from 1,523.25 yen at the end of the previous consolidated fiscal year to 1,603.61 yen.

(ii) Cash Flows

Cash and cash equivalents (hereinafter referred to as "cash") at the end of the current consolidated fiscal year decreased by 402 million yen from the end of the previous consolidated fiscal year to 4,872 million yen. The status of each cash flow is as follows.

(Cash flows from Operating Activities)

Net cash provided by operating activities increased by 2,800 million yen from the previous consolidated fiscal year to 4,177 million yen. This was mainly due to profit before income taxes of 3,373 million yen.

(Cash flows from Investing Activities)

Net cash used in investing activities was 1,231 million yen, which was an increase of 96 million yen compared to the previous consolidated fiscal year. This was mainly due to proceeds from payments into time deposits of 2,325 million yen, withdrawal of time deposits of 3,090 million yen, and purchase of property, plant and equipment of 1,998 million yen.

(Cash flows from Financing Activities)

Net cash used in financing activities was 3,521 million yen, an increase of 2,567 million yen from the previous consolidated fiscal year. This was mainly due to purchase of treasury shares of 2,000 million yen and dividend payments of 1,524 million yen.

	Year ended August 31, 2024	Year ended August 31, 2025	Year ended August 31, 2026
Shareholders' Equity ratio (%)	84.0	84.2	83.8
Market value-based shareholders' equity ratio (%)	99.2	80.6	100.9
Interest-bearing debt to cash flow ratio (%)	11.6	86.7	26.5
Interest coverage ratio (times)	539.9	143.3	466.0

(Notes) Shareholders' equity ratio: Equity divided by total assets

Market value-based shareholders' equity ratio: Market capitalization divided by total assets

Interest-bearing debt to cash flow ratio: Interest-bearing debt divided by operating cash flow

Interest coverage ratio: Operating cash flow divided by interest payments

1. Each indicator is calculated based on consolidated financial figures.
2. Market capitalization is calculated by multiplying the closing share price at the end of the fiscal year by the number of shares outstanding at the end of the period (after deducting treasury shares).
3. Operating cash flow uses cash flows from operating activities as reported in the consolidated statement of cash flows. Interest-bearing debt includes all liabilities on the consolidated balance sheet for which interest is paid. For interest payments, the amount of interest paid as reported in the consolidated statement of cash flows is used.

(3) Outlook for the Next Fiscal Year

Regarding the Construction Machinery Segment, although challenging market conditions persist, we expect increased demand by focusing on sales of the SX series. Overseas, by further strengthening collaboration with GTOSS members and promoting the expansion of the press-in market in each region, we expect that net sales to exceed those of the current fiscal year.

Regarding the Press-in Work Segment, although orders for development-oriented projects related to full-scale recovery following the Noto Peninsula Earthquake and disaster prevention, mitigation and national resilience projects are expected to remain strong in Japan, net sales are expected to fall below those of the current fiscal year due to the allocation of resources to overseas ODA projects. Overseas, in addition to the expansion of rentals with operators in Germany, a large-scale ODA project in the Philippines is expected to proceed.

In such a business environment, for the next consolidated fiscal year (ending August 31, 2027), we expect consolidated net sales of 31,000 million yen (an increase of 9.1% from the previous consolidated fiscal year), operating profit of 3,300 million yen (an increase of 7.8%), ordinary profit of 3,600 million yen (an increase of 4.8%), and profit attributable to owners of parent of 2,650 million yen (an increase of 5.1%).

(4) Basic Policy on Profit Distribution and Dividends for the Current and Next Fiscal Years

The Company positions stable profit distribution to shareholders as a top priority, and our basic policy is to implement appropriate profit distribution in line with earnings while enhancing internal reserves to prepare for long-term business development. Regarding the consolidated dividend payout ratio, we target 40%, and we use a dividend on equity (DOE) ratio of 3.5% as a lower-limit indicator.

Based on our performance and dividend policy for the fiscal year, we plan to increase the year-end dividend by 1 yen per share from the October 10, 2025 forecast, subject to approval at the Annual General Meeting of Shareholders. As a result, the year-end dividend is expected to be 28 yen per share, and combined with the interim dividend of 27 yen already paid, the annual dividend is expected to be 55 yen per share.

For the next fiscal year, we plan to pay an annual dividend of 57 yen per share, consisting of an interim dividend of 28 yen and a year-end dividend of 29 yen.

We intend to utilize internal reserves to strengthen our financial position and invest in facilities and development to realize continuous growth as a development-oriented company.

2. Basic Policy regarding Selection of Accounting Standards

The Group’s policy is to adopt the Japanese standards for a while in order to secure the comparability of consolidated financial statements with domestic companies. Carefully watching future developments concerning IFRS adoption, we will work to establish a system to properly handle this matter.

3. Consolidated Financial Statements and Principal Notes

(1) Consolidated Balance Sheets

(Millions of yen)

	As of August 31, 2025	As of August 31, 2026
Assets		
Current assets		
Cash and deposits	8,585	7,418
Notes and accounts receivable-trade, and contract assets	5,421	5,920
Electronically recorded monetary claims-operating	1,406	1,572
Finished goods	4,384	3,697
Work in process	777	1,281
Costs on construction contracts in progress	32	128
Raw materials and supplies	2,809	2,912
Other	437	471
Allowance for doubtful accounts	(5)	(5)
Total current assets	23,849	23,397
Non-current assets		
Property, plant and equipment		
Buildings and structures	8,778	9,090
Accumulated depreciation	(4,078)	(4,445)
Buildings and structures, net	4,699	4,645
Machinery, equipment, and vehicles	12,538	14,211
Accumulated depreciation	(9,764)	(10,524)
Machinery, equipment, and vehicles, net	2,773	3,687
Land	9,728	9,739
Construction in progress	1,202	1,113
Other	1,821	1,826
Accumulated depreciation	(1,364)	(1,487)
Other, net	456	338
Total property, plant and equipment	18,861	19,523
Intangible assets	130	138
Investments and other assets		
Investment securities	2,220	3,206
Deferred tax assets	1,965	1,353
Retirement benefit asset	128	349
Other	701	602
Allowance for doubtful accounts	(20)	(23)
Total investments and other assets	4,995	5,487
Total non-current assets	23,987	25,150
Total assets	47,837	48,548

(Millions of yen)

	As of August 31, 2025	As of August 31, 2026
Liabilities		
Current liabilities		
Notes and accounts payable-trade	1,043	1,432
Short-term borrowings	505	425
Income taxes payable	133	461
Contract liabilities	2,887	2,708
Provision for bonuses	677	736
Other provisions	2	43
Other	1,496	1,384
Total current liabilities	6,747	7,193
Non-current liabilities		
Long-term borrowings	519	601
Other	284	76
Total non-current liabilities	804	677
Total liabilities	7,551	7,870
Net assets		
Shareholders' equity		
Share capital	8,958	8,958
Capital surplus	10,142	10,118
Retained earnings	22,911	20,678
Treasury shares	(2,250)	(955)
Total shareholders' equity	39,762	38,800
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	189	796
Foreign currency translation adjustment	182	792
Remeasurements of defined benefit plans	151	288
Total accumulated other comprehensive income	523	1,876
Total net assets	40,285	40,677
Total liabilities and net assets	47,837	48,548

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

(Consolidated Statements of Income)

(Millions of yen)

	Fiscal year ended August 31, 2025	Fiscal year ended August 31, 2026
Net sales	26,337	28,424
Cost of sales	16,207	17,513
Gross profit (loss)	10,129	10,910
Selling, general and administrative expenses	7,563	7,848
Operating profit (loss)	2,566	3,062
Non-operating income		
Interest income	37	68
Dividend income	39	41
Gain on sale of scraps	8	5
Rental income from real estate	89	177
Surrender value of insurance policies	0	0
Foreign exchange gains	-	72
Outsourcing service income	45	61
Other	46	58
Total non-operating income	267	486
Non-operating expenses		
Interest expenses	9	8
Rental expenses on real estate	17	35
Foreign exchange losses	58	-
Commission expenses	12	55
Other	4	13
Total non-operating expenses	101	113
Ordinary profit (loss)	2,732	3,435
Extraordinary losses		
Loss on litigation	301	-
Provision of allowance for doubtful accounts	511	-
Impairment loss	-	61
Loss on abandonment of non-current assets	41	-
Total extraordinary losses	853	61
Profit (loss) before income taxes	1,878	3,373
Income taxes - current	426	577
Income taxes - deferred	(35)	273
Total income taxes	390	851
Profit (loss)	1,487	2,522
Profit (loss) attributable to owners of parent	1,487	2,522

(Consolidated Statements of Comprehensive Income)

(Millions of yen)

	Fiscal year ended August 31, 2025	Fiscal year ended August 31, 2026
Profit (loss)	1,487	2,522
Other comprehensive income		
Valuation difference on available-for-sale securities	114	606
Foreign currency translation adjustment	(208)	610
Remeasurements of defined benefit plans	75	136
Total other comprehensive income	(18)	1,353
Comprehensive income	1,469	3,876
(Breakdown)		
Comprehensive income attributable to owners of parent	1,469	3,876

(3) Consolidated Statements of Changes in Net Assets

Fiscal year ended August 31, 2025 (from September 1, 2024 to August 31, 2025)

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	8,958	10,128	22,602	(1,783)	39,905
Changes during period					
Dividends of surplus			(1,178)		(1,178)
Profit (loss) attributable to owners of parent			1,487		1,487
Purchase of treasury shares				(499)	(499)
Disposal of treasury shares				33	33
Gain on disposal of treasury shares		14			14
Net changes in items other than shareholders' equity					
Total changes during period	-	14	309	(466)	(142)
Balance at end of period	8,958	10,142	22,911	(2,250)	39,762

	Accumulated other comprehensive income				Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income	
Balance at beginning of period	75	390	75	541	40,446
Changes during period					
Dividends of surplus					(1,178)
Profit (loss) attributable to owners of parent					1,487
Purchase of treasury shares					(499)
Disposal of treasury shares					33
Gain on disposal of treasury shares					14
Net changes in items other than shareholders' equity	114	(208)	75	(18)	(18)
Total changes during period	114	(208)	75	(18)	(161)
Balance at end of period	189	182	151	523	40,285

Fiscal year ended August 31, 2026 (from September 1, 2025 to August 31, 2026)

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	8,958	10,142	22,911	(2,250)	39,762
Changes during period					
Dividends of surplus			(1,531)		(1,531)
Profit (loss) attributable to owners of parent			2,522		2,522
Purchase of treasury shares				(2,000)	(2,000)
Disposal of treasury shares				43	43
Cancellation of treasury shares		(27)	(3,223)	3,251	-
Gain on disposal of treasury shares		3			3
Net changes in items other than shareholders' equity					
Total changes during period	-	(24)	(2,232)	1,295	(961)
Balance at end of period	8,958	10,118	20,678	(955)	38,800

	Accumulated other comprehensive income				Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income	
Balance at beginning of period	189	182	151	523	40,285
Changes during period					
Dividends of surplus					(1,531)
Profit (loss) attributable to owners of parent					2,522
Purchase of treasury shares					(2,000)
Disposal of treasury shares					43
Cancellation of treasury shares					-
Gain on disposal of treasury shares					3
Net changes in items other than shareholders' equity	606	610	136	1,353	1,353
Total changes during period	606	610	136	1,353	391
Balance at end of period	796	792	288	1,876	40,677

(4) Consolidated Statements of Cash Flows

(Millions of yen)

	Fiscal year ended August 31, 2025	Fiscal year ended August 31, 2026
Cash flows from operating activities		
Profit (loss) before income taxes	1,878	3,373
Depreciation	1,368	1,433
Loss on litigation	301	-
Impairment loss	-	61
Increase (decrease) in provision for bonuses	(151)	59
Increase (decrease) in retirement benefit liability	108	198
Increase (decrease) in provision for shareholder benefit program	-	39
Interest and dividend income	(76)	(110)
Interest expenses	13	8
Foreign exchange losses (gains)	38	(72)
Decrease (increase) in trade receivables and contract assets	(1,621)	(527)
Decrease (increase) in inventories	571	200
Increase (decrease) in trade payables	181	273
Increase (decrease) in contract liabilities	(350)	(184)
Other, net	117	(473)
Subtotal	2,381	4,279
Payments for loss on litigation	(301)	-
Interest and dividends received	65	106
Interest paid	(9)	(8)
Income taxes paid	(878)	(334)
Income taxes refund	120	134
Net cash provided by (used in) operating activities	1,377	4,177
Cash flows from investing activities		
Payments into time deposits	(4,060)	(2,325)
Proceeds from withdrawal of time deposits	4,860	3,090
Purchase of property, plant and equipment	(1,802)	(1,998)
Purchase of investment securities	(197)	(102)
Other, net	65	105
Net cash provided by (used in) investing activities	(1,135)	(1,231)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	340	(140)
Proceeds from long-term borrowings	500	300
Repayments of long-term borrowings	(114)	(158)
Purchase of treasury shares	(499)	(2,000)
Dividends paid	(1,177)	(1,524)
Other, net	(2)	1
Cash flows from financing activities	(953)	(3,521)
Effect of exchange rate change on cash and cash equivalents	(82)	173
Net increase (decrease) in cash and cash equivalents	(794)	(402)
Cash and cash equivalents at beginning of period	6,070	5,275
Cash and cash equivalents at end of period	5,275	4,872

(5) Notes for Consolidated Financial Statements

(Additional Information)

- Application of Group Tax Sharing System

The Company and its domestic consolidated subsidiaries have transitioned from the non-consolidated tax payment system to the group tax sharing system starting from the current consolidated fiscal year. Accordingly, the accounting treatment and disclosure of corporate tax, local corporate tax, and tax effect accounting are in accordance with the 'Practical Solution on the Accounting and Disclosure Under the Group Tax Sharing System' (PITF No. 42, August 12, 2021).

(Segment Information, etc.)

[Segment Information]

1. Overview of reportable segments

The Company's reportable segments are units of the Company for which discrete financial information is available and for which the Board of Directors regularly conducts a review to determine allocation of management resources and assess performance.

The Company engages in business activities as a company coping with social problems caused by construction works home and abroad, by developing machines and new methodologies which make maximum use of the superiority of the Press-in Method.

Therefore, the Company consists of two reportable segments: “Construction Machinery Segment” and “Press-in Work Segment”.

The main products and services of each reportable segment are as follows.

Construction Machinery Segment:	Development, manufacture, sale, rental, and maintenance services of hydraulic pile press-in and extraction machines and auxiliary equipment
Press-in Work Segment:	Press-in works and foundation works, and underground development

2. Method of calculating net sales, profit or loss, assets, liabilities and other items by reportable segment

The accounting methods applied for reportable segments are generally the same as described in the "basis for preparation of consolidated financial statements."

Segment income of reportable segments represents figures based on operating profit.

Internal sales and transfers between segments are based on prevailing market prices.

3. Information on the amounts of net sales, profit or loss, assets, liabilities, and other items by reportable segment and disaggregation of revenues

Fiscal year ended August 31, 2025 (from September 1, 2024 to August 31, 2025)

(Millions of yen)

	Reportable segments		Total	Adjustments (Notes 1, 3)	Posted amount to the consolidated financial statements (Note) 2
	Construction Machinery	Press-in Work			
Net sales					
Japan	13,022	8,301	21,323	-	21,323
Other regions	4,634	379	5,014	-	5,014
Revenue from contracts with customers	17,656	8,680	26,337	-	26,337
Net sales to external customers	17,656	8,680	26,337	-	26,337
Intersegment net sales and transfers	659	161	821	(821)	-
Total	18,316	8,842	27,158	(821)	26,337
Segment profit	3,892	1,090	4,983	(2,416)	2,566
Segment assets	40,024	8,405	48,430	(593)	47,837
Other items					
Depreciation	1,106	54	1,160	207	1,368
Increase in property, plant and equipment and intangible assets	1,898	51	1,950	38	1,988

(Notes) 1. The segment profit adjustment of negative 2,416 million yen includes intersegment transaction eliminations of 97 million yen and corporate expenses not allocated to any reportable segment of negative 2,514 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 consolidated statements of income.

3. The segment assets adjustment of negative 593 million yen comprises inter-segment transaction eliminations of negative 3,459 million yen and corporate assets of 2,865 million yen not allocated to any reportable segment.

Fiscal year ended August 31, 2026 (from September 1, 2025 to August 31, 2026)

(Millions of yen)

	Reportable segments		Total	Adjustments (Notes 1, 3)	Posted amount to the consolidated financial statements (Note 2)
	Construction Machinery	Press-in Work			
Net sales					
Japan	14,561	8,609	23,170	-	23,170
Other regions	4,642	611	5,253	-	5,253
Revenue from contracts with customers	19,203	9,220	28,424	-	28,424
Net sales to external customers	19,203	9,220	28,424	-	28,424
Intersegment internal sales or transfers	911	292	1,203	(1,203)	-
Total	20,115	9,513	29,628	(1,203)	28,424
Segment profit	4,331	1,157	5,489	(2,426)	3,062
Segment assets	38,876	9,230	48,106	442	48,548
Other items					
Depreciation	1,162	85	1,247	185	1,433
Increase in property, plant and equipment and intangible assets	1,784	331	2,115	32	2,147

(Notes) 1. The segment profit adjustment of negative 2,426 million yen includes inter-segment transaction eliminations of 105 million yen and corporate expenses not allocated to any reportable segment of negative 2,532 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 consolidated statements of income.

3. The segment assets adjustment of 442 million yen comprises inter-segment receivable of negative 3,342 million yen and corporate assets of 3,784 million yen that are not allocated to any reportable segment.

[Relevant Information]

Fiscal year ended August 31, 2025 (from September 1, 2024 to August 31, 2025)

1. Information by product and service

This information is omitted as similar information is provided in the segment information.

2. Information by region

(1) Net sales

(Millions of yen)

Japan	Other regions	Annual
21,323	5,014	26,337

(Note) Major regions included in "Other regions" are as follows:

Europe, Asia and North America

(2) Property, plant and equipment

Information is omitted because the amount of property, plant and equipment located in Japan exceeds 90% of the amount of property, plant and equipment on the consolidated balance sheet.

3. Information by major customer

Information is omitted because there are no external customers that account for 10% or more of the net sales in the consolidated statement of income.

Fiscal year ended August 31, 2026 (from September 1, 2025 to August 31, 2026)

1. Information by product and service

Information is omitted because similar information is disclosed as segment information.

2. Information by region

(1) Net sales

(Millions of yen)

Japan	Other regions	Total
23,170	5,253	28,424

(Note) Major regions included in "Other regions" are as follows:

Europe, Asia and North America

(2) Property, plant and equipment

Information is omitted because the amount of property, plant and equipment located in Japan exceeds 90% of the amount of property, plant and equipment on the consolidated balance sheet.

3. Information by major customer

Information is omitted because there are no external customers that account for 10% or more of the net sales in the consolidated statement of income.

[Information on Impairment Loss for Non-current Assets by Reportable Segment]

Fiscal year ended August 31, 2025 (from September 1, 2024 to August 31, 2025)

There is no relevant information.

Fiscal year ended August 31, 2026 (from September 1, 2025 to August 31, 2026)

(Millions of yen)

	Construction Machinery	Press-in Work	Corporate and elimination	Annual
Impairment loss	61	-	-	61

[Information on Amortization of Goodwill and Unamortized Balance by Reportable Segment]

There is no relevant information.

[Information on Gain on Negative Goodwill by Reportable Segment]

There is no relevant information.

(Per Share Information)

	Fiscal year ended August 31, 2025 (from September 1, 2024 to August 31, 2025)	Fiscal year ended August 31, 2026 (from September 1, 2025 to August 31, 2026)
Net assets per share	1,523.25 yen	1,603.61 yen
Profit per share	55.74 yen	98.62 yen

(Notes) 1. Fully diluted profit per share is not presented because there are no potential shares.

2. The basis for calculation of profit per share is as follows.

	Fiscal year ended August 31, 2025 (from September 1, 2024 to August 31, 2025)	Fiscal year ended August 31, 2026 (from September 1, 2025 to August 31, 2026)
Profit per share		
Profit attributable to owners of parent (millions of yen)	1,487	2,522
Amount not attributable to common shareholders (millions of yen)	-	-
Profit attributable to owners of parent concerning common stock (millions of yen)	1,487	2,522
Average number of common shares during the fiscal year (shares)	26,689,415	25,575,817

(Material Subsequent Events)

There is no relevant information.