Financial Results Briefing Materials for the Six Months Period of the Fiscal Year Ending March 2027

From April 2026 through September 2026
(interim period of the 198th term)

October 27, 2026

Nippon Sharyo, Ltd.

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Summary of financial results for the six months period of the fiscal year ending March 2027

Net sales: Net sales increased in the Construction equipment business, the Transportation equipment and Steel structure business and the Engineering business. As a result, total net sales increased for the third consecutive interim period.

Profit: Profit increased across all business segments. As a result, operating profit and ordinary profit increased for the fourth consecutive interim period, with additional contributions from initiatives focused on quality enhancement, cost reduction, and improvements in operational efficiency. Ordinary profit reached a record high for an interim period.

(Billions of yen)

	FYE March 2026	FYE March 2027	Change	Year-on-year percentage change
Net sales	46.5	47.9	+1.4	+3.0%
Operating profit	4.0	5.4	+1.3	+34.5%
Ordinary Profit	4.2	5.7	+1.5	+35.3%
Profit attributable to owners of parent	5.7	5.5	(0.2)	(4.4%)
Operating profit margin	8.7%	11.3%	+2.6%	

Financial results by segment for the six months period of the fiscal year ending March 2027

(Billions of yen)

	Net sales			Operating profit/loss		
	FYE March 2026	FYE March 2027	Change	FYE March 2026	FYE March 2027	Change
Railway rolling stock	24.1	22.8	(1.3)	1.6	2.5	+0.9
Construction equipment	9.7	12.0	+2.2	1.8	1.8	+0.0
Transportation equipment and Steel structure	9.9	10.1	+0.1	1.1	1.3	+0.1
Engineering	2.5	2.9	+0.4	0.2	0.3	+0.1
Other/ Adjustments	0.0	0.0	+0.0	(0.8)	(0.7)	+0.1
Total	46.5	47.9	+1.4	4.0	5.4	+1.3

* “Adjustments” include general and administrative expenses, elimination of inter-segment transactions, etc., which are not attributable to individual segments.

Forecast of full-year consolidated financial results for the fiscal year ending March 2027

Comparison with the previous Forecast (as of April 24,2026)

Net sales: Net sales are expected to increase, due to stronger-than-expected performance across all business segments. As a result, total net sales are expected to increase for the third consecutive period.

Profit: Profits at all levels are also expected to exceed the previous forecast, as there has been no impact on production processes from the uncertainty surrounding the situation in the Middle East, and due to an improvement in the overall profit margin resulting from an increase in net sales and changes in the sales mix, among other factors, as well as the contribution of initiatives focused on quality enhancement, cost reduction, and improvements in operational efficiency.
Operating profit and ordinary profit are expected to increase for the fourth consecutive fiscal year.

(Billions of yen)

	FYE March 2027 (Previous Forecast)	FYE March 2027 (Revised Forecast)	Change	Year-on-year percentage change
Net sales	107.0	113.0	+6.0	+5.6%
Operating profit	8.8	12.7	+3.9	+44.3%
Ordinary Profit	9.3	13.4	+4.1	+44.1%
Profit attributable to owners of parent	7.5	9.6	+2.1	+28.0%
Operating profit margin	8.2%	11.2%	+3.0%	

Dividends for the fiscal year ending March 2027

- Interim dividend: 25 yen per share
  (The same amount as in the forecast announced at the beginning of the fiscal year.)

- Year-end dividend forecast: 25 yen per share
  (The same amount as in the forecast announced at the beginning of the fiscal year.)

NIPPON SHARYO

* Any forward-looking information in the financial results forecast contained in this material is based on information currently available to us as well as certain assumptions that we consider are reasonable. Accordingly, actual financial results may differ significantly from the forecast due to various factors.