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**Notice Concerning Revision of Financial Results Forecasts and
 Revision (Increase) of Fiscal Year-End Dividend Forecast, and
 Recognition of Special Gains and Special Losses**

Shimizu Corporation (hereinafter the “Corporation”) hereby announces that it has revised its consolidated and non-consolidated financial forecasts and fiscal year-end dividend forecast for the fiscal year ending March 31, 2026 which were announced on November 7, 2025. In addition, the Corporation announces the recognition of Special Gains (Gain on sales of investment securities) and Special Losses (Impairment loss on fixed assets) as follows.

1. Revision of Financial Forecasts

(1) Revision of Forecast of Consolidated Results of Operations for the fiscal year ending March 2026
 (From April 1, 2025 to March 31, 2026)

	Net Sales	Operating Income	Ordinary Income	Net Income attributable to shareholders of the Corporation	Net Income per share (Yen)
Previous forecast (A)	1,910,000	78,000	73,000	75,000	110.62
Revised forecast (B)	2,010,000	110,000	111,000	110,000	162.24
Change (B) – (A)	100,000	32,000	38,000	35,000	
Change rate (%)	5.2	41.0	52.1	46.7	
(Reference) Results Fiscal year ended March 2025	1,944,360	71,030	71,664	66,015	94.80

(2) Revision of Forecast of Non-consolidated Results of Operations for the fiscal year ending March 2026
 (From April 1, 2025 to March 31, 2026)

	Net Sales	Operating Income	Ordinary Income	Net Income	Net Income per share (Yen)
Previous forecast (A)	1,470,000	53,000	58,000	73,000	107.67
Revised forecast (B)	1,550,000	82,000	92,500	129,000	190.26
Change (B) – (A)	80,000	29,000	34,500	5,600	
Change rate (%)	5.4	54.7	59.5	76.7	
(Reference) Results Fiscal year ended March 2025	1,501,519	44,029	51,674	62,139	89.24

2. Reasons for the Revisions

< Forecast of Nonconsolidated Results of Operations >

Net Sales will increase by 80.0 billion yen compared to the previous forecast due to the increase in sales of construction contracts resulting from the steady progress of domestic Architectural Construction and domestic Civil Engineering projects.

Operating Income is expected to increase by 29.0 billion yen from the previous forecast due to the expected increase in gross profit of sales from construction contracts resulting from improvement of profitability in domestic Architectural Construction and domestic Civil Engineering projects supported by variation orders and additional works related to previously acquired contracts, in addition to profitability at the time of order exceeding expectations at the beginning of the fiscal year.

The profit rate for Construction business is expected to be 10.7% (Architectural Construction 10.6%, Civil Engineering 10.9%), compared to the previous forecast of 9.1% (Architectural Construction 9.0%, Civil Engineering 9.6%).

Ordinary Income is expected to increase by 34.5 billion yen from the previous forecast due to the increase in Operating Income and other reasons such as improvement in net financial revenue.

Furthermore, Special Gains (Gain on sales of investment securities) is expected to increase by 45.0 billion yen from the previous forecast and Net Income by 56.0 billion yen.

< Forecast of Consolidated Results of Operations >

In addition to the revision of the non-consolidated financial forecast, due to such reasons as expected increase in gross profit of sales from construction contracts resulting from improvement of profitability of domestic and overseas construction subsidiaries, despite recognition of Impairment loss on fixed assets by a North American real estate subsidiary, Operating Income, Ordinary Income and Net Income attributable to shareholders of the Corporation are expected to increase by 32.0 billion yen, 38.0 billion yen and 35.0 billion yen respectively from the previous forecast.

(Note)

The forecasts are based on information that the Corporation is able to obtain at the present time.

However, actual results may be different due to various factors.

3. Revision of Fiscal Year-End Dividend Forecast

(1) Details of the Revision

	Annual dividends (Yen)		
	Second quarter-end	Fiscal year-end	Total
Previous forecast		22.00	44.00
Revised forecast		43.00	65.00
Actual results for the current fiscal year	22.00		
(Reference) Actual results for the previous fiscal year (Fiscal year ended March 31, 2025)	17.50	20.50	38.00

(2) Reason for the Revision

The basic policy of the Corporation is building a foundation for long-term growth by strengthening its financial position and maintaining stable dividends. It is the policy of the Corporation to return profits earned through growth with a consolidated payout ratio target of roughly 40%.

Under this policy, in line with the revision of the financial forecasts, the fiscal year-end dividend forecast is revised by an increase of 21 yen from the previous forecast of 22 yen to 43 yen.

As a result, the total dividend forecast will be increased by 21 yen from 44 yen of the previous forecast to 65 yen.

4. Recognition of Special Gains and Special Losses

(1) Recognition of Special Gains

The Corporation, in an effort to further accelerate the implementation of “management that is conscious of cost of capital and stock price,” is actively promoting the sales of securities holdings. For the fiscal year ending March 31, 2026, Gain on sales of investment securities is expected to be 91.0 billion yen which is an increase of 45.0 billion yen from the previous forecast due to steady progress in sales activities and price increase of held stocks.

(2) Recognition of Special Losses

As a result of assessing the possibility of future recovery based on the current situation of tenants and so forth in the third quarter of the fiscal year ending March 31, 2026, the carrying amount of two leased offices in the United States of America, held by Shimizu Realty Development (U.S.A), Inc. a consolidated subsidiary of the Corporation that conducts investment development business in North America, whose profitability declined after their acquisition due to reasons such as a decline in office demand triggered by the COVID-19 pandemic and a sudden rise in interest rates, have exceeded their recoverable value leading to the recognition Impairment loss on fixed assets amounting 22.0 billion yen.

Disclaimer: This is an English translation of the original announcement made by the Corporation in Japanese at the Tokyo Stock Exchange on February 5, 2026. The translation is for reference purposes only. If and when there are any discrepancies between the original announcement and the English translation, the original announcement shall prevail.