

# Translation

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## Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2024 (Based on Japanese GAAP)

February 7, 2025

Company name: TANABE ENGINEERING CORPORATION  
 Stock exchange listing: Tokyo  
 Stock code: 1828 URL <https://www.tanabe-ind.co.jp/>  
 Representative: President and Representative Director Fumio Mizusawa  
 Director, Managing Executive Officer and  
 Inquiries: General Manager of Yuichi Gommori TEL 025-545-6500  
 Corporate Administration Division  
 Scheduled date to commence dividend payments: –  
 Preparation of supplementary material on financial results: No  
 Holding of financial results meeting: No

(Amounts less than one million yen are rounded down)

### 1. Consolidated financial results for the nine months ended December 31, 2024 (from April 1, 2024 to December 31, 2024)

#### (1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Nine months ended December 31, 2024	38,292	1.9	3,096	82.8	3,163	82.6	2,073	82.0
Nine months ended December 31, 2023	37,579	18.4	1,693	(22.2)	1,733	(22.1)	1,139	(23.5)

	Earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2024	197.98	–
Nine months ended December 31, 2023	107.69	–

#### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of December 31, 2024	46,244	24,357	52.7	2,320.91
As of March 31, 2024	46,239	22,633	48.9	2,161.55

### 2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2024	–	0.00	–	50.00	50.00
Year ending March 31, 2025	–	0.00	–		
Year ending March 31, 2025 (Forecast)				75.00	75.00

### 3. Forecast of consolidated financial results for the year ending March 31, 2025 (from April 1, 2024 to March 31, 2025)

Percentages indicate year-on-year changes

	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
Full year	52,000	0.3	3,450	28.9	3,500	28.4	2,200	16.0	209.95

#### 4. Notes

- (1) Significant changes in the scope of consolidation during the nine months ended December 31, 2024: Yes
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: Yes
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
- Changes in accounting policies due to revisions to accounting standards and other regulations: Yes
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: No
- Restatement of prior period financial statements: No

#### (4) Number of issued shares (common shares)

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

As of December 31, 2024	10,728,000 shares	As of March 31, 2024	10,728,000 shares
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Number of treasury shares at the end of the period

As of December 31, 2024	236,221 shares	As of March 31, 2024	260,484 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2024	10,474,116 shares	Nine months ended December 31, 2023	10,577,851 shares
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## Quarterly consolidated financial statements

### Consolidated balance sheets

(Thousands of yen)

	As of March 31, 2024	As of December 31, 2024
Assets		
Current assets		
Cash and deposits	3,290,904	4,326,535
Notes receivable, accounts receivable from completed construction contracts and other	31,103,229	28,984,291
Electronically recorded monetary claims - operating	833,393	1,884,537
Costs on construction contracts in progress	99,038	126,120
Other inventories	271,944	238,905
Other	319,667	194,123
Allowance for doubtful accounts	(3,171)	(3,052)
Total current assets	35,915,007	35,751,461
Non-current assets		
Property, plant and equipment		
Buildings and structures	8,310,852	8,624,600
Machinery, vehicles, tools, furniture and fixtures	5,735,715	6,157,594
Land	3,195,754	3,202,932
Leased assets	399,140	132,848
Construction in progress	449,297	533,046
Accumulated depreciation	(9,288,521)	(9,567,724)
Total property, plant and equipment	8,802,239	9,083,297
Intangible assets	206,168	181,985
Investments and other assets		
Investment securities	431,419	337,430
Deferred tax assets	773,881	769,974
Other	110,612	120,794
Total investments and other assets	1,315,913	1,228,199
Total non-current assets	10,324,321	10,493,482
Total assets	46,239,329	46,244,944

(Thousands of yen)

	As of March 31, 2024	As of December 31, 2024
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	5,909,348	4,016,175
Electronically recorded obligations - operating	7,548,839	6,739,042
Short-term borrowings	4,500,000	3,450,000
Lease liabilities	35,411	34,512
Accounts payable - other	772,065	687,831
Accrued expenses	451,251	395,289
Income taxes payable	425,334	574,477
Advances received on construction contracts in progress	1,016,625	2,890,903
Provision for warranties for completed construction	19,957	15,814
Provision for loss on construction contracts	18,510	10,980
Provision for bonuses	1,290,234	724,385
Provision for bonuses for directors (and other officers)	55,000	48,750
Provision for loss on liquidation of subsidiaries and associates	33,209	—
Other	129,250	369,364
Total current liabilities	22,205,038	19,957,527
Non-current liabilities		
Long-term borrowings	475,000	1,050,000
Lease liabilities	77,952	25,160
Long-term accounts payable - other	130,000	130,000
Retirement benefit liability	717,770	724,471
Total non-current liabilities	1,400,722	1,929,632
Total liabilities	23,605,761	21,887,159
Net assets		
Shareholders' equity		
Share capital	885,320	885,320
Capital surplus	1,475,320	1,482,702
Retained earnings	19,943,281	21,493,524
Treasury shares	(310,440)	(281,474)
Total shareholders' equity	21,993,481	23,580,071
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	119,366	121,529
Foreign currency translation adjustment	375,666	503,548
Remeasurements of defined benefit plans	137,554	145,364
Total accumulated other comprehensive income	632,587	770,441
Non-controlling interests	7,499	7,271
Total net assets	22,633,568	24,357,784
Total liabilities and net assets	46,239,329	46,244,944

# Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

## Consolidated statements of income (cumulative)

(Thousands of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Net sales	37,579,620	38,292,307
Cost of sales	32,469,616	31,674,872
Gross profit	5,110,004	6,617,435
Selling, general and administrative expenses	3,416,140	3,520,703
Operating profit	1,693,863	3,096,732
Non-operating income		
Interest income	1,094	1,918
Dividend income	7,367	9,065
Rental income from land and buildings	34,713	35,875
Receive compensation	13,619	—
Insurance claim income	5,285	25,686
Foreign exchange gains	47	1,285
Other	15,087	30,202
Total non-operating income	77,216	104,034
Non-operating expenses		
Interest expenses	7,843	22,556
Commitment fees	17,896	8,505
Loss on redemption of investment securities	10,863	—
Other	1,412	5,948
Total non-operating expenses	38,016	37,010
Ordinary profit	1,733,063	3,163,755
Extraordinary income		
Gain on sale of non-current assets	2,566	1,834
Gain on sale of investment securities	17	8,457
Total extraordinary income	2,583	10,291
Extraordinary losses		
Loss on sale of non-current assets	71	1,297
Loss on disposal of non-current assets	6,052	58,079
Loss on sale of investment securities	—	599
Loss on valuation of investment securities	444	—
Impairment losses	23,582	15,235
Total extraordinary losses	30,151	75,211
Profit before income taxes	1,705,495	3,098,836
Income taxes	566,698	1,025,955
Profit	1,138,796	2,072,880
Loss attributable to non-controlling interests	(326)	(737)
Profit attributable to owners of parent	1,139,123	2,073,618

**Consolidated statements of comprehensive income (cumulative)**

(Thousands of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Profit	1,138,796	2,072,880
Other comprehensive income		
Valuation difference on available-for-sale securities	38,870	2,162
Foreign currency translation adjustment	154,958	128,390
Remeasurements of defined benefit plans, net of tax	25,214	7,809
Total other comprehensive income	219,042	138,362
Comprehensive income	1,357,839	2,211,243
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,358,145	2,211,472
Comprehensive income attributable to non-controlling interests	(305)	(228)