

Translation

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Summary of Consolidated Financial Results for the Three Months Ended June 30, 2025 (Based on Japanese GAAP)

August 8, 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
 Inquiries: Director and Managing Executive Officer Yuichi Gommori TEL 025-545-6500
 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 three months ended June 30, 2025 (from April 1, 2025 to June 30, 2025)

(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	%
Three months ended June 30, 2025	11,654	(4.3)	812	(7.4)	837	(7.2)	559	4.2
Three months ended June 30, 2024	12,178	10.7	877	37.5	901	35.9	536	27.4

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2025	53.30	–
Three months ended June 30, 2024	51.28	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of June 30, 2025	45,017	24,591	54.6	2,343.25
As of March 31, 2025	45,976	24,988	54.3	2,381.01

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, 2025	–	0.00	–	87.00	87.00
Year ending March 31, 2026	–				
Year ending March 31, 2026 (Forecast)		0.00	–	92.00	92.00

3. Forecast of consolidated financial results for the year ending March 31, 2026 (from April 1, 2025 to March 31, 2026)

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	53,000	4.3	4,000	4.2	4,050	3.7	2,700	4.1	257.35

4. Notes

- (1) Significant changes in the scope of consolidation during the three months ended June 30, 2025: No
- (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: No
- 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 June 30, 2025	10,728,000 shares	As of March 31, 2025	10,728,000 shares
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Number of treasury shares at the end of the period

As of June 30, 2025	236,450 shares	As of March 31, 2025	236,321 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2025	10,491,593 shares	Three months ended June 30, 2024	10,467,503 shares
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Quarterly consolidated financial statements

Consolidated balance sheets

(Thousands of yen)

	As of March 31, 2025	As of June 30, 2025
Assets		
Current assets		
Cash and deposits	10,849,611	9,808,121
Notes receivable, accounts receivable from completed construction contracts and other	21,632,332	21,424,557
Electronically recorded monetary claims - operating	1,696,250	2,150,972
Costs on construction contracts in progress	79,576	100,635
Other inventories	261,002	222,392
Other	494,404	406,058
Allowance for doubtful accounts	(2,291)	(2,316)
Total current assets	35,010,887	34,110,421
Non-current assets		
Property, plant and equipment		
Buildings and structures	8,890,597	9,449,584
Machinery, vehicles, tools, furniture and fixtures	6,341,779	6,272,045
Land	3,239,355	3,233,644
Leased assets	134,661	126,840
Construction in progress	795,060	81,738
Accumulated depreciation	(9,887,385)	(9,800,560)
Total property, plant and equipment	9,514,069	9,363,294
Intangible assets	183,707	220,330
Investments and other assets		
Investment securities	330,657	393,378
Retirement benefit asset	25,003	28,887
Deferred tax assets	790,528	784,578
Other	121,456	117,026
Total investments and other assets	1,267,645	1,323,871
Total non-current assets	10,965,423	10,907,496
Total assets	45,976,310	45,017,918

(Thousands of yen)

	As of March 31, 2025	As of June 30, 2025
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	4,601,857	3,838,543
Electronically recorded obligations - operating	6,433,987	6,174,506
Short-term borrowings	400,000	650,000
Lease liabilities	30,397	24,576
Accounts payable - other	1,007,918	433,649
Accrued expenses	482,121	419,820
Income taxes payable	845,108	300,341
Advances received on construction contracts in progress	3,508,905	4,115,139
Provision for warranties for completed construction	15,259	11,692
Provision for bonuses	1,587,540	2,069,326
Provision for bonuses for directors (and other officers)	75,000	25,000
Other	103,531	555,478
Total current liabilities	19,091,627	18,618,074
Non-current liabilities		
Long-term borrowings	975,000	900,000
Lease liabilities	21,244	17,122
Long-term accounts payable - other	130,000	130,000
Retirement benefit liability	770,253	761,705
Total non-current liabilities	1,896,498	1,808,828
Total liabilities	20,988,125	20,426,902
Net assets		
Shareholders' equity		
Share capital	885,320	885,320
Capital surplus	1,482,702	1,482,702
Retained earnings	22,013,044	21,659,501
Treasury shares	(281,474)	(281,641)
Total shareholders' equity	24,099,592	23,745,882
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	114,751	122,623
Foreign currency translation adjustment	610,134	556,334
Remeasurements of defined benefit plans	156,305	159,445
Total accumulated other comprehensive income	881,191	838,403
Non-controlling interests	7,400	6,729
Total net assets	24,988,184	24,591,015
Total liabilities and net assets	45,976,310	45,017,918

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

Consolidated statements of income (cumulative)

(Thousands of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Net sales	12,178,266	11,654,007
Cost of sales	10,115,092	9,568,951
Gross profit	2,063,174	2,085,055
Selling, general and administrative expenses	1,185,521	1,272,449
Operating profit	877,652	812,605
Non-operating income		
Interest income	611	83
Dividend income	4,201	5,667
Rental income from land and buildings	11,996	12,505
Foreign exchange gains	4,641	—
Other	11,775	12,767
Total non-operating income	33,226	31,023
Non-operating expenses		
Interest expenses	6,195	3,171
Commitment fees	2,818	2,818
Foreign exchange losses	—	560
Other	104	0
Total non-operating expenses	9,119	6,551
Ordinary profit	901,759	837,077
Extraordinary income		
Gain on sale of non-current assets	1,288	3,752
Total extraordinary income	1,288	3,752
Extraordinary losses		
Loss on sale of non-current assets	243	5
Loss on disposal of non-current assets	54,186	486
Loss on valuation of investment securities	—	733
Total extraordinary losses	54,430	1,224
Profit before income taxes	848,617	839,606
Income taxes	311,929	280,661
Profit	536,687	558,944
Loss attributable to non-controlling interests	(93)	(288)
Profit attributable to owners of parent	536,781	559,233

Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Profit	536,687	558,944
Other comprehensive income		
Valuation difference on available-for-sale securities	7,729	7,872
Foreign currency translation adjustment	78,280	(54,182)
Remeasurements of defined benefit plans, net of tax	2,116	3,139
Total other comprehensive income	88,126	(43,170)
Comprehensive income	624,814	515,773
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	624,853	516,445
Comprehensive income attributable to non-controlling interests	(39)	(671)