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Consolidated Financial Results for the First Quarter of Fiscal Year Ending March 2027 (Under Japanese GAAP)

August 7, 2026

Company name: PENTA-OCEAN CONSTRUCTION CO.,LTD.
Listing: Tokyo Stock Exchange, Nagoya Stock Exchange
Securities code: 1893
URL: https://www.penta-ocean.co.jp
Representative: Takuzo Shimizu President, Chief Executive Officer and Representative Director
Inquiries: Tsutomu Sasaki General Manager, Head of Accounting Division
Telephone: (03)3817-7619
Scheduled date to commence dividend payments: -
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: Yes

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated financial results for the three months ended June 30, 2026 (from April 1, 2026 to June 30, 2026)

(1) Consolidated operating results (Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary income		Net income attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
FY3/27 1Q	182,197	4.6	11,110	8.1	10,543	5.0	7,112	3.1
FY3/26 1Q	174,141	12.8	10,278	42.5	10,040	36.6	6,899	32.1

Note: Comprehensive income For the three months ended June 30, 2026: ¥ 6,917 million [(3.2)%]
For the three months ended June 30, 2025: ¥ 7,146 million [14.1%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
FY3/27 1Q	26.14	-
FY3/26 1Q	24.63	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
June 30, 2026	781,139	192,514	24.5
March 31, 2026	790,413	199,033	25.1

Reference: Equity
As of June 30, 2026: ¥ 191,700 million
As of March 31, 2026: ¥ 198,265 million

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
FY3/26	-	17.00	-	31.00	48.00
FY3/27	-				
FY3/27 (Forecast)		26.00	-	26.00	52.00

Note: Revisions to the forecast of cash dividends most recently: None

3. Consolidated financial result forecasts for the fiscal year ending March 31, 2027 (from April 1, 2026 to March 31, 2027)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Net income attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	818,000	3.0	59,000	6.7	54,000	1.5	35,000	0.9	129.88

Note: Revisions to the financial result forecast most recently announced: None

*** Notes**

(1) Significant changes in the scope of consolidation during the period: None

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: None

(3) Changes in accounting policies, changes in accounting estimates, and restatement
- (i) Changes in accounting policies due to revisions to accounting standards and other regulations: None
- (ii) Changes in accounting policies due to other reasons: None
- (iii) Changes in accounting estimates: None
- (iv) Restatement: None

(4) Number of issued shares (common shares)

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

As of June 30, 2026	286,013,910 shares
As of March 31, 2026	286,013,910 shares

(ii) Number of treasury shares at the end of the period

As of June 30, 2026	15,669,314 shares
As of March 31, 2026	12,930,249 shares

(iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2026	272,060,550 shares
Three months ended June 30, 2025	280,132,174 shares

Note: Both the number of shares of treasury stock as of the end of period, and the average number of shares outstanding during the period that is calculated by subtracting the number of shares of treasury stock from the number of outstanding shares,contain the company's shares of the BBT

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: Yes(voluntary)

Notes: Request for appropriate use of the business outlook and other special remarks:
1) The financial forecasts for the entire term for fiscal year ending March 31, 2027 are the same as ones provided in May 8,2026.
2) The forecasts given above are based on information currently available and certain premises regarded as reasonable, and do not include any intent that the company will guarantee its achievement. The actual business result is inherently subject to a variety of risks and uncertainties, and may vary significantly from forecast due to factors including, but not limited to, changes in the economic or business environment and exchange rate fluctuations.

Quarterly Consolidated Financial Statements

Quarterly Consolidated Balance Sheet

(Millions of yen)

	As of March 31, 2026	As of June 30, 2026
Assets		
Current assets		
Cash and deposits	71,769	49,592
Notes receivable, accounts receivable from completed construction contracts and other	368,178	365,828
Costs on construction contracts in progress	19,297	20,268
Real estate for sale and development projects in progress	438	438
Accounts receivable - other	42,552	43,205
Other	26,275	29,177
Allowance for doubtful accounts	(574)	(579)
Total current assets	527,938	507,930
Non-current assets		
Property, plant and equipment		
Land	33,481	33,481
Construction in progress	93,230	106,290
Other, net	88,763	87,950
Total property, plant and equipment	215,476	227,722
Intangible assets	1,929	1,969
Investments and other assets		
Investment securities	28,517	27,942
Retirement benefit asset	11,757	11,819
Other	9,492	8,506
Allowance for doubtful accounts	(4,697)	(4,750)
Total investments and other assets	45,070	43,517
Total non-current assets	262,475	273,208
Total assets	790,413	781,139

(Millions of yen)

	As of March 31, 2026	As of June 30, 2026
Liabilities		
Current liabilities		
Accounts payable for construction contracts and other	155,724	139,186
Short-term borrowings	53,198	64,140
Commercial papers	9,929	39,878
Current portion of bonds payable	10,000	10,000
Income taxes payable	17,395	2,657
Advances received on construction contracts in progress	40,587	37,493
Deposits received	110,810	87,365
Provision for loss on construction contracts	6,170	5,644
Other provisions	4,683	2,797
Other	11,151	13,308
Total current liabilities	419,651	402,472
Non-current liabilities		
Bonds payable	41,000	41,000
Long-term borrowings	82,005	89,868
Long-term deposits received	43,212	48,888
Deferred tax liabilities for land revaluation	3,787	3,787
Provisions	565	535
Retirement benefit liability	848	850
Other	309	1,222
Total non-current liabilities	171,728	186,152
Total liabilities	591,379	588,624
Net assets		
Shareholders' equity		
Share capital	30,449	30,449
Capital surplus	18,386	18,386
Retained earnings	137,744	136,364
Treasury shares	(12,720)	(17,665)
Total shareholders' equity	173,860	167,535
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	9,446	9,050
Deferred gains or losses on hedges	1	16
Revaluation reserve for land	3,869	3,869
Foreign currency translation adjustment	5,578	5,874
Remeasurements of defined benefit plans	5,508	5,353
Total accumulated other comprehensive income	24,404	24,164
Non-controlling interests	768	814
Total net assets	199,033	192,514
Total liabilities and net assets	790,413	781,139

Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statement of Income (For the three months)

(Millions of yen)

	FY3/26 1Q (From Apr.1, 2025 to Jun.30,2025)	FY3/27 1Q (From Apr.1, 2026 to Jun.30,2026)
Net sales		
Net sales of completed construction contracts	170,025	174,801
Other sales	4,115	7,396
Total net sales	174,141	182,197
Cost of sales		
Cost of sales of completed construction contracts	154,071	157,645
Other cost of sales	3,329	6,247
Total cost of sales	157,400	163,892
Gross profit		
Gross profit on completed construction contracts	15,954	17,155
Gross profit - other	786	1,149
Total gross profit	16,740	18,304
Selling, general and administrative expenses	6,462	7,193
Operating profit	10,278	11,110
Non-operating income		
Interest income	57	53
Dividend income	140	163
Foreign exchange gains	242	153
Other	81	51
Total non-operating income	521	422
Non-operating expenses		
Interest expenses	648	869
Other	111	120
Total non-operating expenses	759	989
Ordinary income	10,040	10,543
Extraordinary income		
Gain on sale of non-current assets	1	37
Other	-	9
Total extraordinary income	1	47
Extraordinary losses		
Loss on retirement of non-current assets	54	14
Other	1	0
Total extraordinary losses	55	14
Income before income taxes	9,986	10,575
Income taxes - current	1,705	1,567
Income taxes - deferred	1,376	1,895
Total income taxes	3,082	3,462
Net income	6,903	7,113
Net income(loss) attributable to non-controlling interests	3	1
Net income attributable to owners of parent	6,899	7,112

Quarterly Consolidated Statement of Comprehensive Income (For the three months)

(Millions of yen)

	FY3/26 1Q (From Apr.1, 2025 to Jun.30,2025)	FY3/27 1Q (From Apr.1, 2026 to Jun.30,2026)
Net income	6,903	7,113
Other comprehensive income		
Valuation difference on available-for-sale securities	7	(395)
Deferred gains or losses on hedges	(1)	14
Foreign currency translation adjustment	261	339
Remeasurements of defined benefit plans, net of tax	(24)	(154)
Share of other comprehensive income of entities accounted for using equity method	-	0
Total other comprehensive income	243	(195)
Comprehensive income	7,146	6,917
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	7,142	6,871
Comprehensive income attributable to non-controlling interests	4	45

(Reference)

Non-Consolidated Orders Received, Net Sales and Backlog

1. Orders Received

(Millions of Yen)

	FY3/26 1Q (From Apr. 1, 2025 to Jun. 30, 2025)	FY3/27 1Q (From Apr. 1, 2026 to Jun. 30, 2026)	Increase (Decrease)	Rate of change (%)
Public works	26,297	49,708	23,410	89.0
Private works	29,559	34,893	5,334	18.0
Domestic civil engineering	55,857	84,601	28,744	51.5
Public works	566	293	(272)	(48.1)
Private works	132,420	95,637	(36,783)	(27.8)
Domestic building construction	132,986	95,931	(37,055)	(27.9)
Civil engineering	120,496	8,242	(112,254)	(93.2)
Building construction	4,117	14,187	10,070	244.6
Overseas	124,613	22,429	(102,184)	(82.0)
Construction Total	313,457	202,962	(110,494)	(35.3)
Others	77	77	0	(0.1)
Total	313,534	203,040	(110,494)	(35.2)

2. Net Sales

(Millions of Yen)

	FY3/26 1Q (From Apr. 1, 2025 to Jun. 30, 2025)	FY3/27 1Q (From Apr. 1, 2026 to Jun. 30, 2026)	Increase (Decrease)	Rate of change (%)
Public works	47,016	51,789	4,772	10.2
Private works	16,546	15,083	(1,462)	(8.8)
Domestic civil engineering	63,563	66,873	3,309	5.2
Public works	12,190	12,333	142	1.2
Private works	53,462	43,450	(10,011)	(18.7)
Domestic building construction	65,652	55,783	(9,868)	(15.0)
Civil engineering	13,187	20,081	6,894	52.3
Building construction	20,432	25,247	4,814	23.6
Overseas	33,620	45,329	11,709	34.8
Construction Total	162,835	167,985	5,149	3.2
Others	77	77	0	(0.1)
Total	162,913	168,063	5,149	3.2

3. Backlog

(Millions of Yen)

	FY3/26 1Q (From Apr. 1, 2025 to Jun. 30, 2025)	FY3/27 1Q (From Apr. 1, 2026 to Jun. 30, 2026)	Increase (Decrease)	Rate of change (%)
Public works	168,121	187,003	18,882	11.2
Private works	134,779	158,581	23,801	17.7
Domestic civil engineering	302,901	345,584	42,683	14.1
Public works	163,153	155,480	(7,673)	(4.7)
Private works	352,649	393,591	40,942	11.6
Domestic building construction	515,803	549,072	33,269	6.4
Civil engineering	229,947	246,697	16,749	7.3
Building construction	197,779	128,782	(68,997)	(34.9)
Overseas	427,727	375,480	(52,247)	(12.2)
Construction Total	1,246,432	1,270,137	23,705	1.9
Others	-	-	0	-
Total	1,246,432	1,270,137	23,705	1.9