

First Quarter of Fiscal Year Ending March 2026
(FY2025-1Q)

OUTLINE OF FINANCIAL RESULTS

August 7, 2025

Toyo Engineering Corporation

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Results

- ✓ Net sales totaled ¥49.3 billion, with gross profit of ¥7.0 billion, operating profit of ¥0.6 billion, ordinary profit of ¥1.2 billion, and net profit of ¥0.5 billion
- ✓ The share of profit from equity method affiliates is expected to increase from the second quarter and net sales and each profit level are in line with the period's forecast
- ✓ Gross profit margin reached 14.2% due to improvement of profitability in some projects

New Orders

- ✓ Achieved ¥260.5 billion^{*1}, reaching 65% of annual forecast of ¥400.0 billion
- ✓ Awarded 2 new FPSO projects in Brazil and Guyana

Projects with Concerns

- ✓ Brazilian power project: Targeting completion by the end of this year and change order negotiations with client are ongoing
- ✓ Pharmaceutical in Japan : Completed and change order negotiations with client are ongoing
- ✓ Biomass in Japan : Among the four projects that were in progress at the beginning of the fiscal year, one has been completed and remaining three are now focused on

Impact of U.S. Tariff Policy

- ✓ No significant impact on ongoing projects
- ✓ To hedge against potential risks, we'll keep focusing on securing projects across various regions

^{*1} Includes equity method affiliates

Performance Summary

JPY billion



	2024/6	2025/6	Difference	Forecast 2026/3	Progress
Net sales	62.8	49.3	(13.5)	200.0	25%
Gross profit	6.6	7.0	+0.4	26.5	26%
Gross profit margin	10.6%	14.2%	+3.6pt	13.3%	
SG&A expenses	5.6	6.3	(0.7)	25.0	25%
Operating profit	0.9	0.6	(0.3)	1.5	40%
Operating profit margin	1.6%	1.4%	-0.2pt	0.8%	
Non-operating income & expenses	0.8	0.5	(0.3)	5.0	10%
Ordinary profit	1.8	1.2	(0.6)	6.5	18%
Extraordinary income & loss	0.0	-	(0.0)	-	-
Profit before income taxes	1.8	1.2	(0.6)	6.5	18%
Income taxes	0.7	0.6	+0.1	1.5	40%
Profit attributable to owners of parent	1.0	0.5	(0.5)	5.0	10%
New orders	11.5	25.0	+13.5	170.0	15%
New orders including equity method affiliates	14.4	260.5	+246.1	400.0	65%

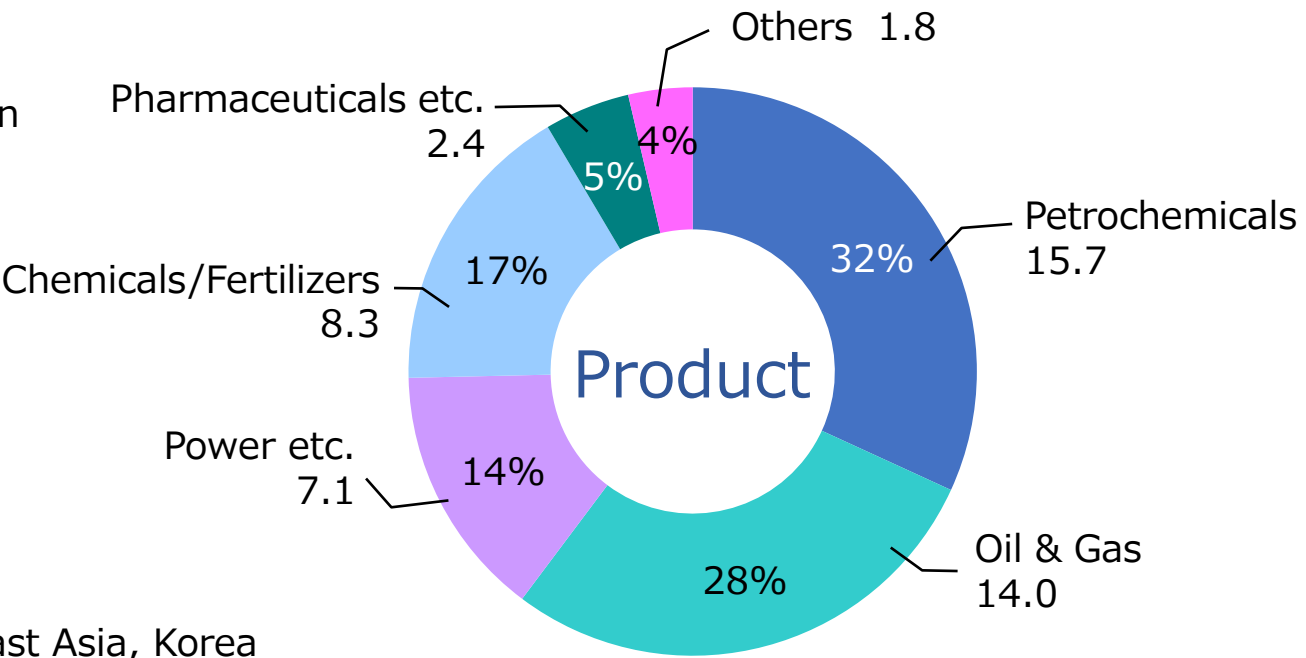
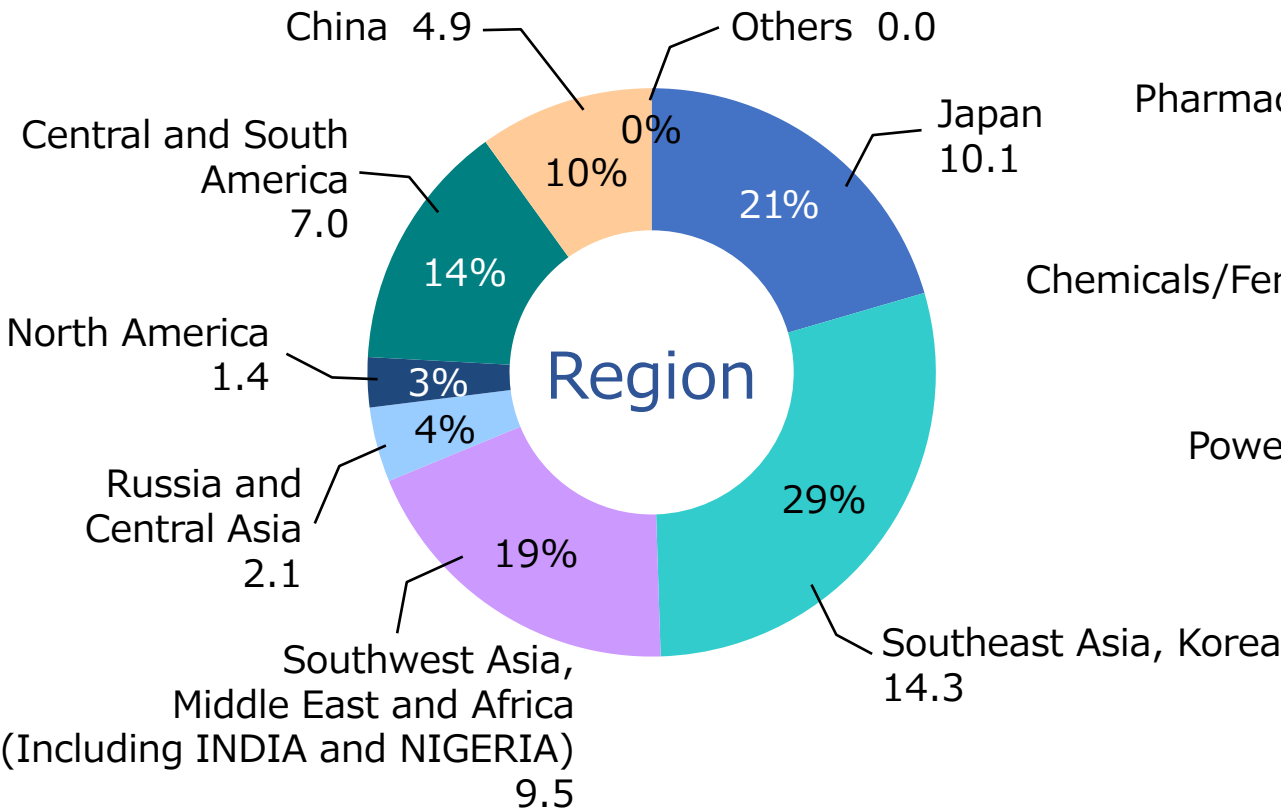
Decrease in revenue and net profit compared with the same period last year.

Net sales and SG&A expenses are in line with the expected progress for the period.

Some projects in Japan and China recorded temporarily higher profitability, which contributed to higher operating profit than the planning.

The share of profit from equity method affiliates, recorded as non-operating income, is expected to increase from the second quarter, with contributions from the newly awarded 2 FPSO projects.

2025/6 Net sales : JPY 49.3 billion



Major Contracts

- Petrochemicals, THAILAND
- Power etc., BRAZIL
- Oil & Gas, INDIA

※JPY 21.8 billion of net sales from equity method affiliates attributable to our ownership is excluded from the figures shown above.

Balance Sheet

JPY billion

Assets	2025/3	2025/6	Difference
Current assets	244.2	212.0	(32.2)
Cash and deposits	90.3	79.5	(10.8) ①
Notes and accounts receivable	113.5	96.2	(17.3) ①
Costs on construction contracts in progress	9.5	9.9	+0.4 ①
Other current assets	30.8	26.2	(4.6)
Non-current assets	42.3	40.5	(1.8)
Property, plant and equipment	10.4	10.0	(0.4)
Intangible assets	5.6	5.4	(0.2)
Investments and other assets	26.3	25.0	(1.3)
Total assets	286.5	252.5	(34.0)

Liabilities and net assets	2025/3	2025/6	Difference
Current liabilities	182.6	150.5	(32.1)
Short-term interest bearing debt	17.4	16.5	(0.9)
Notes and accounts payable	84.9	62.5	(22.4) ①
Advances received on construction contracts in progress	53.1	47.5	(5.6) ①
Other current liabilities	27.0	23.9	(3.1)
Non-current liabilities	43.7	44.5	+0.8
Long-term interest bearing debt	34.4	35.0	+0.6
Other non-current liabilities	9.2	9.5	+0.3
Net assets	60.2	57.5	(2.7) ②
Shareholder's equity	51.4	50.3	(1.1)
Accumulated other comprehensive income	8.6	7.0	(1.6)
Non-controlling interests	0.2	0.2	0.0
Total liabilities and net assets	286.5	252.5	(34.0)
Equity ratio	20.9%	22.7%	+1.8pt

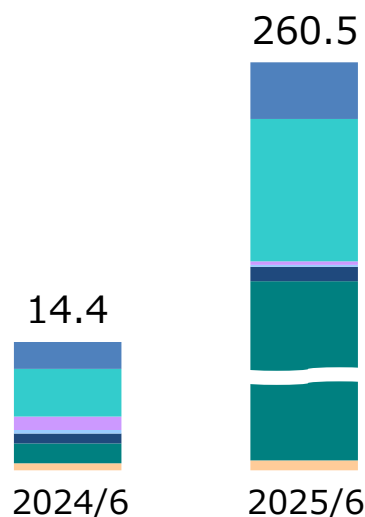
① Increase/decrease due to project progress

② Net assets decreased due to dividend payments and a reduction in the foreign currency translation adjustment due to the impact of Japanese yen appreciation.

New Orders

JPY billion

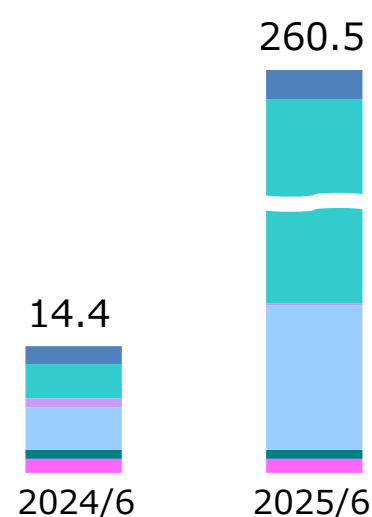
Region



Japan	3.0	6.3
Southeast Asia, Korea	4.9	15.9
Southwest Asia, Middle East and Africa	1.5	0.4
Russia and Central Asia	0.4	0.2
North America	1.1	1.6
Central and South America	2.7	235.0
China	0.8	1.1
Others	0.0	0.0
New orders including equity method affiliates	※ 14.4	260.5

※Includes JPY 2.8 billion from equity method affiliates

Product



Petrochemicals	2.0	3.3
Oil & Gas	4.0	238.1
Power etc.	1.0	0.2
Chemicals/Fertilizers	4.8	16.3
Pharmaceuticals etc.	1.0	1.0
Others	1.6	1.6
New orders including equity method affiliates	※ 14.4	260.5

2025/6 Major Contracts

Consolidated: JPY 25.0 billion in total

Over JPY 10 billion
Chemicals/Fertilizers, KOREA

Equity method affiliates new orders (our share) : JPY 235.4 billion in total

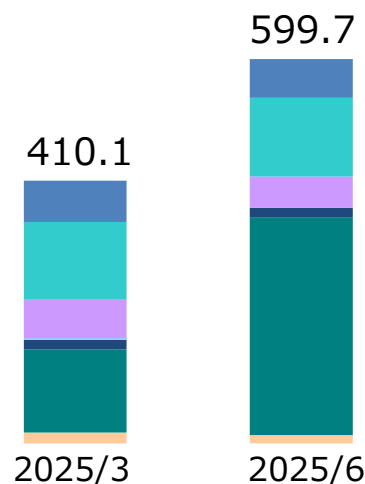
Over JPY 100 billion
FPSO ^{*1}, GUYANA
FPSO, BRAZIL

*1 : FPSO = Floating Production, Storage and Offloading

Backlog of Contracts

JPY billion

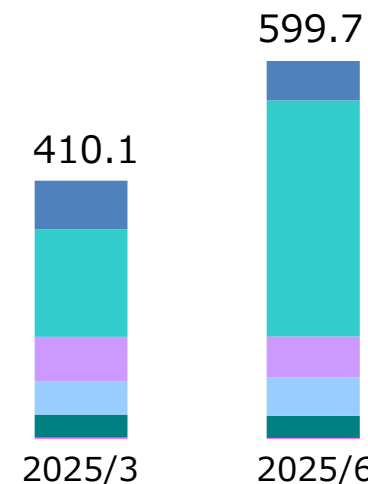
Region



	Japan	64.4	60.3
	Southeast Asia, Korea	121.5	122.6
	Southwest Asia, Middle East and Africa	60.0	49.0
	Russia and Central Asia	2.3	0.0
	North America	14.8	14.9
	Central and South America	130.2	339.7
	China	16.9	13.2
	Others	0.0	0.0
Backlog of contracts including equity method affiliates		※ 410.1	599.7

※Includes JPY 108.4 billion from equity method affiliates

Product



	Petrochemicals	77.6	62.3
	Oil & Gas	170.3	375.0
	Power etc.	70.6	64.6
	Chemicals/Fertilizers	53.2	61.2
	Pharmaceuticals etc.	36.4	34.9
	Others	2.0	1.7
Backlog of contracts including equity method affiliates		※ 410.1	599.7

2025/6 Major Contracts

Consolidated: JPY 275.4 billion in total

Over JPY 20 billion
Pharmaceuticals etc., JAPAN
Over JPY 15 billion
Power etc., INDONESIA (2 Projects)

Equity method affiliates backlog (our share): JPY 324.3 billion in total

Over JPY 100 billion
FPSO, GUYANA
FPSO, BRAZIL

Over JPY 30 billion
FPSO, GUYANA
FPSO, BRAZIL

Forecast for 2026/3

No change from the profit and dividend forecast as of May 15, 2025 JPY billion

	2025/03 Result	2026/3 Forecast	Defference
Net sales	278.0	200.0	(78.0)
Gross profit	26.0	26.5	+0.5
Gross profit margin	9.4%	13.3%	+3.9pt
SG&A expenses	23.4	25.0	(1.6)
Operating profit	2.5	1.5	(1.0)
Operating profit margin	0.9%	0.8%	-0.1pt
Non-operating income & expenses	3.8	5.0	+1.2
Ordinary profit	6.4	6.5	+0.1
Income taxes	3.0	1.5	+1.5
Profit attributable to owners of parent	2.0	5.0	+3.0
New orders	237.9	170.0	(67.9)
New orders including equity method affiliates	244.2	400.0	+155.8
Dividends per share	¥25	¥25	±¥0
Net assets	60.2	63.7	+35.0
ROE	3.3%	8.1%	+4.8pt

Exchange rate for the forecast 1US\$= ¥140



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The forecasts given above are based on information available at the time of compilation and are inherently subject to a variety of risks and uncertainties. Actual results may vary significantly from forecasts due to factors including, but not limited to, changes in the economic or business environment and exchange rate fluctuations.