

NOTE: This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

February 12, 2026

Company Name: Toyo Engineering Corporation

President & CEO: Eiji Hosoi

Stock Code: 6330, Stock Listing: Tokyo Stock Exchange Prime Market

Inquiries: Tomoki Kuno, General Manager

Accounting Department

TEL: +81-43-274-1000

Notice Regarding Revisions to the Consolidated Financial Results Forecast and Dividend Forecast for the Fiscal Year Ending March 31, 2026

Toyo Engineering Corporation (“TOYO”) hereby announces that in light of the most recent operating trends, decisions were passed at the meeting of the Board of Directors held today, to revise the consolidated financial results forecast and dividend forecast for the fiscal year ending March 31, 2026 (April 1, 2025 through March 31, 2026), which were announced on May 15, 2025. Details are as follows.

1. Revisions to the financial results forecast

(1) Revisions to the consolidated financial results forecast for the fiscal year ending March 31, 2026 (April 1, 2025 through March 31, 2026)

	Net sales	Operating profit	Ordinary profit	Profit attributable to owners of parent	Basic earnings per share
Previous forecast (A) (Announced on May 15, 2025)	Millions of Yen 200,000	Millions of Yen 1,500	Millions of Yen 6,500	Millions of Yen 5,000	Yen 85.33
Revised forecast (B)	185,000	(20,000)	(13,000)	(15,000)	(255.98)
Change (B–A)	(15,000)	(21,500)	(19,500)	(20,000)	
Change (%)	(7.5%)	-	-	-	
(Reference) Results for the FY ended March 31, 2025	278,091	2,591	6,459	2,020	34.49

(Note) Upon calculation of “Basic earnings per share,” the number of class A preferred stocks which were issued in March 2019 is included.

(2) Reason for revision

Net sales are expected to decrease by 15.0 billion yen from the previously announced forecast to 185.0 billion yen, primarily due to a reduction in sales from the gas-fired power generation project in Brazil. Operating profit is also expected to decrease by 21.5 billion yen from the previously announced forecast to a loss of 20.0 billion yen, due to the recording of additional expenses related to the Brazil project and biomass power generation projects in Japan.

Although interest expenses in Brazil associated with the Brazil project are increasing, non-operating income is expected to improve, mainly due to steady progress in projects of equity-method affiliates. As a result,

ordinary profit is expected to decrease by 19.5 billion yen to a loss of 13.0 billion yen. Furthermore, due to an increase in tax expenses at other overseas subsidiaries, profit attributable to owners of parent is expected to decrease by 20.0 billion yen to a loss of 15.0 billion yen.

Regarding the gas-fired power generation project in Brazil, for which a loss was recorded in the previous fiscal year, TOYO had been in change order negotiations with the customer for revisions to the contract price and construction schedule. However, as no agreement was reached, TOYO filed for arbitration in July 2025. The customer has asserted the application of liquidated damages for construction delays and has withheld payments for works already performed by TOYO since October 2025, leading to a substantial accumulation of retained payments. TOYO intends to assert its position in the arbitration proceedings and will continue efforts to collect the receivables. However, considering the prolonged arbitration process and the customer's financial position, TOYO has conservatively assessed the recoverability of the contract price and reassessed the budget required to complete the project. Consequently, additional losses were recognized in the third quarter of the current consolidated fiscal year. This deterioration in earnings related to operations in Brazil is expected to total 20.5 billion yen, including the aforementioned factors and increased interest expenses on borrowings in Brazil.

2. Revision to Dividend Forecast

(1) Reason for revision

In light of the revisions to the consolidated financial results forecast described above, TOYO regrets to announce that it has decided to forgo the year-end dividend for the current fiscal year. TOYO apologizes to its shareholders for this decision and will strive to restore its business performance, stabilize its financial position, and resume dividend payments as soon as practicable. TOYO sincerely asks for the continued understanding and support of its shareholders.

(2) Detail of revision

(Yen)

	Annual dividends		
	Second quarter-end	Fiscal-year end	Total
Previous forecast		25.00	25.00
Revised forecast		0.00	0.00
Actual results for the current fiscal year	0.00		
Actual results for the previous fiscal year (Fiscal year ended March 31, 2025)	0.00	25.00	25.00

(Note) The forecasts of financial results and dividends stated above were compiled based on the information available at the time of announcement. Due to various factors, actual business results may differ from the predicted figures in some cases.