

Third Quarter of Fiscal Year Ending March 2026
(FY2025-3Q)

OUTLINE OF FINANCIAL RESULTS

February 12, 2026

Toyo Engineering Corporation

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Performance Summary

- ◆ Additional losses were recognized related to a gas power project in Brazil
- ◆ New orders achieved the annual target of ¥400.0 billion

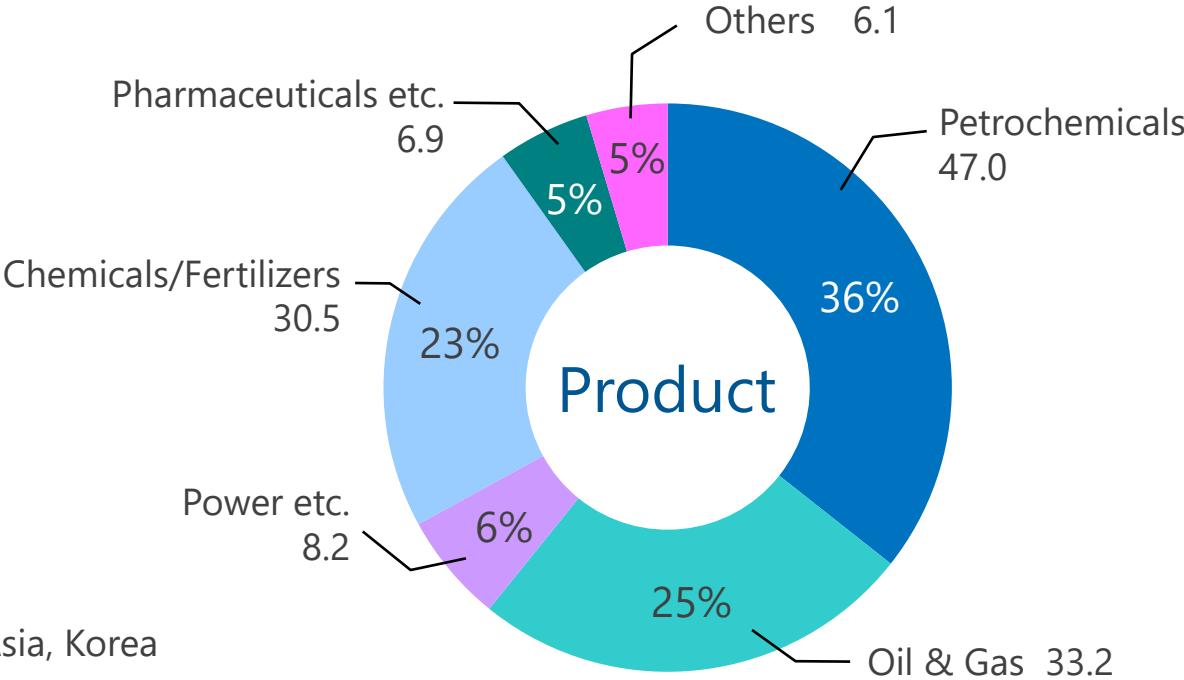
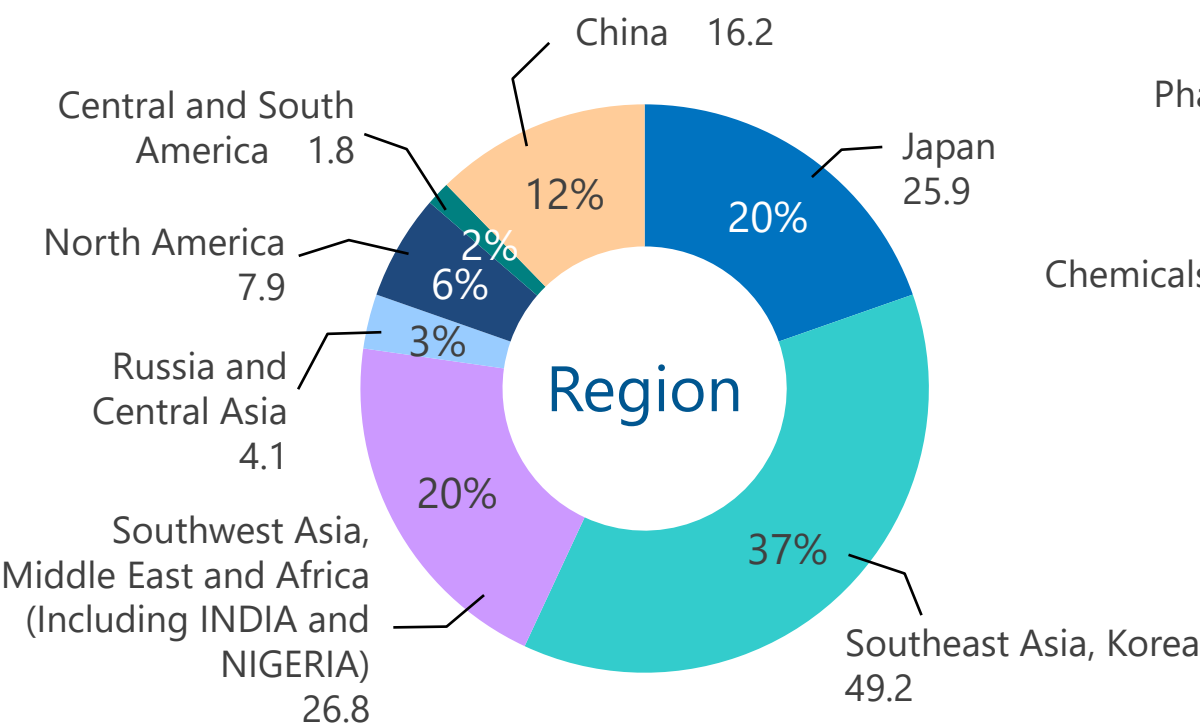
JPY billion

	2024/12	2025/12	Difference	Forecast 2026/3 as of 2026/2/12	Progress
Net sales	205.5	131.9	(73.6)	185.0	71%
Gross profit	19.1	(2.3) ①	(21.4)	4.5	-51%
Gross profit margin	9.3%	-1.8%	-11.1pt	2.4%	
SG&A expenses	17.1	18.6	(1.5)	24.5	76%
Operating profit	2.0	(20.9)	(22.9)	(20.0)	-
Operating profit margin	1.0%	-15.9%	-16.9pt	-10.8%	
Non-operating income & expenses	2.3	5.2 ②	+2.9	7.0	74%
Ordinary profit	4.3	(15.7)	(20.0)	(13.0)	-
Extraordinary income & loss	0.0	-	(0.0)	-	-
Profit before income taxes	4.3	(15.7)	(20.0)	(13.0)	-
Income taxes	2.0	1.7 ③	+0.3	2.0	85%
Profit attributable to owners of parent	2.3	(17.4)	(19.7)	(15.0)	-
New orders	102.8	165.6	+62.8	170.0	97%
New orders including equity method affiliates	107.7	403.6 ④	+295.9	400.0	101%

- ① A significant decline in the profitability of the gas power project in Brazil
- ② The equity in earnings from affiliates is in line with the period's forecast
- ③ Tax burden on profitable subsidiaries
- ④ Achieved the annual new order forecast including equity method affiliates

2025/12 Net sales : JPY 131.9 billion

JPY billion



Major Contracts

Petrochemicals, THAILAND
Oil & Gas, BRAZIL
Chemicals/Fertilizers, CHINA
Oil & Gas, INDIA

※JPY 99.1 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	2025/12	Difference
Current assets	244.2	210.2	(34.0)
Cash and deposits	90.3	97.6	+7.3 ①
Notes and accounts receivable	113.5	77.1	(36.4) ①
Costs on construction contracts in progress	9.5	10.0	+0.5 ①
Other current assets	30.8	25.4	(5.4)
Non-current assets	42.3	40.0	(2.3)
Property, plant and equipment	10.4	9.5	(0.9)
Intangible assets	5.6	5.2	(0.4)
Investments and other assets	26.3	25.1	(1.2)
Total assets	286.5	250.3	(36.2)

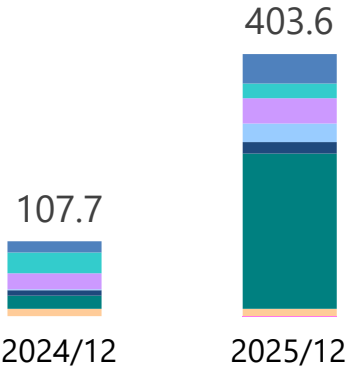
- ① Increase/decrease mainly due to project progress
 ② Decrease due to the recognition of net loss and a dividend payment

Liabilities and net assets	2025/3	2025/12	Difference
Current liabilities	182.6	173.7	(8.9)
Short-term interest bearing debt	17.4	34.8	+17.4
Notes and accounts payable	84.9	53.4	(31.5) ①
Advances received on construction contracts in progress	53.1	52.9	(0.2) ①
Other current liabilities	27.0	32.5	+5.5
Non-current liabilities	43.7	36.9	(6.8)
Long-term interest bearing debt	34.4	27.5	(6.9)
Other non-current liabilities	9.2	9.3	+0.1
Net assets	60.2	39.5	(20.7)
Shareholder's equity	51.4	32.2	(19.2) ②
Accumulated other comprehensive income	8.6	7.1	(1.5)
Non-controlling interests	0.2	0.2	(0.0)
Total liabilities and net assets	286.5	250.3	(36.2)
Equity ratio	20.9%	15.7%	-5.2pt

New Orders

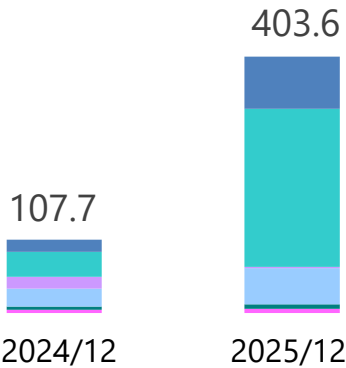
JPY billion

Region



	2024/12	2025/12
Japan	17.1	45.6
Southeast Asia, Korea	32.4	22.3
Southwest Asia, Middle East and Africa	24.6	39.0
Russia and Central Asia	1.2	28.4
North America	8.7	17.9
Central and South America	11.8	238.7
China	11.9	11.4
Others	0.0	0.3
New orders including equity method affiliates	107.7	403.6

Product



	2024/12	2025/12
Petrochemicals	19.3	82.2
Oil & Gas	33.9	249.0
Power etc.	16.0	1.8
Chemicals/Fertilizers	28.5	56.8
Pharmaceuticals etc.	4.8	7.2
Others	5.2	6.6
New orders including equity method affiliates	107.7	403.6
Equity method affiliates only	4.9	237.9

2025/12 Major Contracts

Consolidated : JPY 165.6 billion in total

Petrochemicals, INDIA
Chemicals/Fertilizers, JAPAN
Petrochemicals, TURKMENISTAN
Chemicals/Fertilizers, KOREA

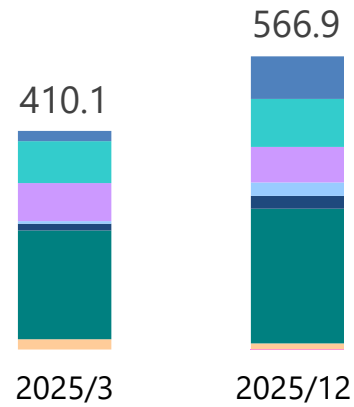
Equity method affiliates (our share) : JPY 237.9 billion in total

FPSO *1, GUYANA
FPSO, BRAZIL

*1 : FPSO = Floating Production, Storage and Offloading

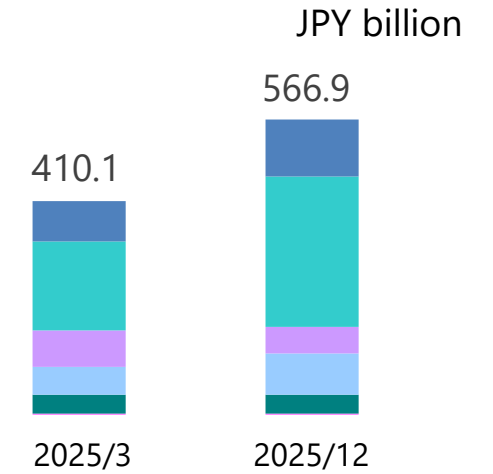
Backlog of Contracts

Region



Japan	64.4	82.5
Southeast Asia, Korea	121.5	93.0
Southwest Asia, Middle East and Africa	60.0	68.2
Russia and Central Asia	2.3	26.2
North America	14.8	24.6
Central and South America	130.2	260.7
China	16.9	11.4
Others	0.0	0.3
Backlog of contracts including equity method affiliates	410.1	566.9

Product



Petrochemicals	77.6	109.5
Oil & Gas	170.3	288.8
Power etc.	70.6	51.1
Chemicals/Fertilizers	53.2	79.0
Pharmaceuticals etc.	36.4	36.2
Others	2.0	2.3
Backlog of contracts including equity method affiliates	410.1	566.9
Equity method affiliates only	108.4	254.4

2025/12 Major Contracts

Consolidated : JPY 312.5 billion in total

Chemicals/Fertilizers, JAPAN
Petrochemicals, INDIA
Petrochemicals, TURKMENISTAN
Pharmaceuticals etc., JAPAN

Equity method affiliates (our share) : JPY 254.4 billion in total

FPSO, BRAZIL (2 projects)
FPSO, GUYANA (2 projects)

Forecast for 2026/3

JPY billion

	2025/3	3Q:2025/12		2026/3 Forecast		
	Result	Result	Progress	Previous as of 2025/11/13	Current as of 2026/2/12	Difference
Net sales	278.0	131.9	71%	200.0	185.0	(15.0)
Gross profit	26.0	(2.3)	-51%	25.0	4.5	(20.5)
Gross profit margin	9.4%	-1.8%		12.5%	2.4%	-10.1pt
SG&A expenses	23.4	18.6	76%	23.5	24.5	(1.0)
Operating profit	2.5	(20.9)	-	1.5	(20.0)	(21.5)
Operating profit margin	0.9%	-15.9%		0.8%	-10.8%	-11.6pt
Non-operating income & expenses	3.8	5.2	74%	5.0	7.0	+2.0
Ordinary profit	6.4	(15.7)	-	6.5	(13.0)	(19.5)
Income taxes	3.0	1.7	85%	1.5	2.0	(0.5)
Profit attributable to owners of parent	2.0	(17.4)	-	5.0	(15.0)	(20.0)
New orders	237.9	165.6	97%	170.0	170.0	±0.0
New orders including equity method affiliates	244.2	403.6	101%	400.0	400.0	±0.0
Dividends per share	¥25	-	-	¥25	¥0	(¥25)
Net assets	60.2	39.5		63.7	42.0	(21.7)
ROE	3.3%	-		8.1%	-29.4%	-37.5pt

Exchange rate for the forecast 1US\$= ¥150

<Reasons for the revision>

- As a result of a ¥20.5 billion loss from operations in Brazil, the annual forecast has been revised downward significantly
- Except for operations in Brazil, most projects are progressing as expected at the beginning of the fiscal year. Losses from domestic biomass projects were offset by profits from equity method affiliates that exceeded expectations
- The annual new order target was achieved in the third quarter
- The Company has decided to forgo the year-end dividend for the current fiscal year due to a deterioration in business performance



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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.