Translation

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.

Non-consolidated Financial Results for the Fiscal Year Ended March 31, 2026 (Under Japanese GAAP)

May 13, 2026

Company name:	TOYOKOH Inc.
Stock exchange listings:	Tokyo Stock Exchange
Stock code:	341A
URL:	https://www.toyokoh.com
Representative:	Kazuaki Toyosawa, Representative Director and CEO
Contact:	Hajime Shirai, Director and CFO
TEL:	+81-545-53-1045
Scheduled date for ordinary general meeting of shareholders:	June 23, 2026
Scheduled date for dividend payment:	None
Scheduled date for submission of securities report:	June 19, 2026
Supplementary materials for financial summaries:	Yes
Financial results briefing:	Yes

(Amounts of less than one million yen are rounded down.)

1. Non-consolidated Financial Results for the Fiscal Year Ended March 31, 2026 (from April 01, 2025 to March 31, 2026)

(1) Operating results

(Percentages indicate YoY changes)

	Revenue		Operating profit		Ordinary profit		Net income	
Fiscal year ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
March 31, 2026	3,133	54.7	629	108.8	618	135.4	550	71.4
March 31, 2025	2,025	84.9	301	-	262	-	321	-

	Basic earnings per share	Diluted earnings per share	Rate of return on equity	Ordinary income to total assets ratio	Net sales Operating profit margin
Fiscal year ended	Yen	Yen	%	%	%
March 31, 2026	40.64	38.52	22.0	13.4	20.1
March 31, 2025	27.09	26.83	27.2	9.0	14.9

(Reference) Investment profit (loss) on equity method

Fiscal year ending March 2026 - million yen　Fiscal year ended March 2025 - million yen

(Note) The Company conducted a stock split at a ratio of 5 shares for each common share as of November 30, 2024. Basic earnings per share and diluted earnings per share for the fiscal year ending March 2025 have been calculated assuming that the stock split was carried out at the beginning of the fiscal year.

(2) Financial positions

	Total assets	Equity	Equity to total assets ratio	Net assets per share
As of	Million yen	Million yen	%	Yen
March 31, 2026	5,341	2,979	55.8	218.78
March 31, 2025	3,889	2,030	52.2	155.88

(Reference) Owner's equity Fiscal year ending March 2026: 2,979 million yen　Fiscal year ended March 2025: 2,030 million yen

(Note) The Company conducted a stock split at a ratio of 5 shares for each common share as of November 30, 2024. Net assets per share for the fiscal year ending March 2025, have been calculated assuming that the stock split was carried out at the beginning of the fiscal year.

(3) Cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and equivalents, end of period
Fiscal year ended	Million yen	Million yen	Million yen	Million yen
March 31, 2026	136	(688)	659	2,095
March 31, 2025	179	(521)	1,534	1,987

2. Cash dividends

	Annual dividends per share					Total dividends (aggregate)	Payout ratio	Ratio of distributions to net assets
	End of first quarter	End of second quarter	At the end of the third quarter	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
Fiscal year ended March 31, 2025	-	0.00	-	0.00	0.00	-	-	-
Fiscal year ended March 31, 2026	-	0.00	-	0.00	0.00	-	-	-
Fiscal year ending March 31, 2027 (Forecast)	-	0.00	-	0.00	0.00		-	

3. Non-consolidated Earnings Forecasts for the Fiscal Year Ending March 31, 2027 (from April 01, 2026 to March 31, 2027)

(Percentages indicate YoY changes)

	Revenue		Operating profit		Ordinary profit		Net income		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Six months ending September 30, 2026	1,660	1.6	286	(30.8)	274	(32.4)	232	(32.7)	17.04
Fiscal year ending March 31, 2027	4,000	27.7	790	25.6	772	24.8	654	18.9	48.02

* Notes

(1) Changes in accounting policies, changes in accounting estimates, retrospective restatement

(i) Changes in accounting policies based on revisions of accounting standard : None

(ii) Changes in accounting policies other than (i) above : None

(iii) Changes in accounting estimates : None

(iv) Retrospective restatement : None

(2) Number of shares issued (common stock)

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

As of March 31, 2026	13,618,090 shares
As of March 31, 2025	13,026,600 shares

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

As of March 31, 2026	- shares
As of March 31, 2025	- shares

(iii) Average number of shares outstanding during the period

Fiscal year ended March 31, 2026	13,541,192 shares
Fiscal year ended March 31, 2025	11,853,453 shares

(Note) The Company conducted a stock split at a ratio of 5 shares for each common share as of November 30, 2024. The "Number of shares issued at end of period" and "Average number of shares" for the fiscal year ending March 2025 have been calculated on the assumption that the stock split was carried out at the beginning of the fiscal year.

* Financial results reports are not subject to audits by certified public accountants or audit corporations.

* Notes regarding the appropriate use of forecasts and other special items

(Cautionary Statement Regarding Forward-Looking Statements) The forward-looking statements such as earnings forecasts contained in this document are based on information currently available to the Company and certain assumptions that the Company deems reasonable, and are not intended as a promise of achievement by the Company. Actual results may differ significantly due to various factors. For the conditions underlying the forecasts and notes on the use of forecasts, please refer to the attached materials on P.4, "1. Overview of Operating Results, etc. (4) Future Outlook."

(Notice of Financial Results Briefing and How to Obtain Supplementary Materials) The Company plans to hold an online financial results briefing (for investors, analysts, and members of the press) on Wednesday, May 13, 2026. For details, please refer to the "Notice of Financial Results Briefing for the Fiscal Year Ending March 2026 (to be held on May 13)" posted on our IR website (https://www.toyokoh.com/ir/) on Monday, April 13, 2026. On-demand streaming and transcripts of the briefing will also be posted on the IR website at a later date. The "Financial Results Presentation Materials" to be used at the briefing are scheduled to be posted on the IR website on Wednesday, May 13, 2026.

○Table of Contents of Attached Materials

1. Overview of Operating Results, etc.

(1) Overview of Operating Results for the Period

Our mission is "Beautifully, For the future", and through our proprietary technologies, we are transforming the 3Ds (dirty, dangerous and demeaning) aspects of infrastructure maintenance sites into 3Cs (Cool, Clean, Creative). We are engaged in the SOSEI business, which aims to pass down aging factories, warehouses, bridges, steel towers, and other social infrastructure structures to future generations in a cleaner and longer-lasting state, as well as the CoolLaser business. Through infrastructure maintenance, we are committed to contributing to the realization of a circular society.

The SOSEI business provides construction services to owners of factories and buildings, who are the clients, using a proprietary method that reinforces aging rooftops by spraying a special resin that cures instantly (Patent No. 7332142, No. 6815548). By spraying a layer of polyurethane foam with thermal insulation properties as the first layer, the attic temperature in summer can be reduced by up to approximately 20°C, thereby improving air conditioning efficiency, reducing electricity costs and CO2 emissions, and making this method well-suited for the era of decarbonization.

The CoolLaser business has uniquely developed the high-power rust removal laser device "CoolLaser," which applies high-power lasers—previously used for cutting and welding processes inside factories—to cleaning applications, enabling the removal of thick rust and paint coatings from bridges, steel towers, and similar structures. We mainly provide manufacturing and sales of these devices, consumables and maintenance services, and trial construction services to infrastructure owners and construction companies responsible for infrastructure maintenance in four key areas: (i) bridges (roads and railways), (ii) steel towers (telecommunications and power transmission), (iii) maritime (shipping and docks), and (iv) others (plants and storage). Based on several patented technologies, including the patented "removal of target objects (rust and paint coatings) by circular laser irradiation" in Japan and the US, we have succeeded in achieving a high power of 5.4kW. From the perspectives of surface treatment quality and construction speed, we have established a solid competitive advantage as a front-runner in this method (Patent No. 5574354, US-9868179, EP2823929).

During the fiscal year under review, the Japanese economy experienced a moderate recovery, supported by factors such as increased inbound demand, despite the impact of U.S. trade policies, which was particularly evident in the automobile industry. On the other hand, the outlook for the economy remains uncertain due to concerns over rising prices and the potential domestic economic slowdown caused by the situation in the Middle East in the latter half of the year. In the construction industry, capital investment continued to increase, but the industry continued to face labor shortages due to the aging workforce at construction sites.

Under these circumstances, in the SOSEI business, there were large-scale renovation projects at domestic factories in industries such as the automobile, machinery, and steel industries, resulting in an increase in net sales compared to the same period of the previous year.

In the CoolLaser business, the "CoolLaser G19-6000" series (hereinafter referred to as G19), which began delivery in September 2024, has been delivered to major infrastructure owners and construction companies engaged in public works for road bridges. There have been multiple cases where a single company has introduced several units, as well as cases of repeat orders. As a result, a total of 12 units have been delivered during the fiscal year.

As a result, the operating results for the fiscal year were as follows: Net sales of 3,133 million yen (up 54.7% YoY), operating profit of 629 million yen (up 108.8% YoY), ordinary profit of 618 million yen (up 135.4% YoY), and net income of 550 million yen (up 71.4% YoY).

Operating results by segment are as follows.

(i) SOSEI business

Net sales were 1,783 million yen (up 11.3% YoY), and segment profit was 630 million yen (up 10.2% YoY).

(ii) CoolLaser Business

Net sales were 1,350 million yen (up 219.3% YoY), and segment profit was 249 million yen (compared to a segment loss of 69 million yen in the same period of the previous year).

(2) Overview of the financial position for the period

(Assets)

Current assets increased by 1,314 million yen compared to the end of the previous fiscal year, reaching 4,137 million yen (46.5% increase from the previous year). The main factors were a 504 million yen increase in accounts receivable due to higher net sales, and a 498 million yen increase in securities resulting from the acquisition of commercial paper.

Non-current assets increased by 137 million yen compared to the end of the previous fiscal year, reaching 1,204 million yen (12.9% increase from the previous year). The main reason for this was an increase of 145 million yen in property, plant and equipment due to capital investment.

As a result, total assets increased by 1,451 million yen compared to the end of the previous fiscal year, reaching 5,341 million yen (37.3% increase from the previous year).

(Liabilities)

Current liabilities increased by 370 million yen compared to the end of the previous fiscal year, reaching 833 million yen (80.0% increase from the previous year). The main factors were a 213 million yen increase in accounts payable due to higher net sales, and a 135 million yen increase in current portion of long-term borrowings as a result of new loans.

Non-current liabilities increased by 132 million yen compared to the end of the previous fiscal year, reaching 1,528 million yen (9.5% from the previous year). The main reason for this was an increase in long-term borrowings by 135 million yen due to borrowings from financial institutions.

As a result, total liabilities increased by 502 million yen compared to the end of the previous fiscal year, reaching 2,362 million yen (27.0% increase from the previous year).

(Net assets)

Net assets increased by 948 million yen compared to the end of the previous fiscal year, reaching 2,979 million yen (46.7% increase from the previous year). The main factors were an increase of 199 million yen each in share capital and capital surplus due to a third-party allotment of shares, and the recording of net income of 550 million yen.

(3) Overview of Cash Flows for the Period

The balance of cash and cash equivalents (hereinafter referred to as "funds") at the end of the fiscal year was 2,095 million yen (108 million yen increase from the period of the previous year).

The cash flows for the fiscal year and their factors are as follows.

(Cash flows from operating activities)

Cash flows from operating activities resulted in a net inflow of 136 million yen (compared to an inflow of 179 million yen in the previous year), as income of 618 million yen was recorded due to income before income taxes, while there were outflows of 371 million yen due to an increase in inventories and 333 million yen due to an increase in accounts receivable, among others.

(Cash flows from investing activities)

Cash flows from investing activities resulted in an outflow of 688 million yen (compared to an outflow of 521 million yen in the previous year), mainly due to an outflow of 500 million yen for time deposits and an outflow of 207 million yen for the acquisition of property, plant and equipment.

(Cash flows from financing activities)

Cash flows from financing activities resulted in a net inflow of 659 million yen (compared to an inflow of 1,534 million yen in the previous year), mainly due to proceeds from long-term borrowings of 700 million yen and proceeds from issuance of shares of 371 million yen, offset by repayments of long-term borrowings of 429 million yen, among other factors.

(4) Future Outlook

(SOSEI Business)

Net sales in the SOSEI business are contract-based net sales, and the percentage-of-completion method is applied. Therefore, the expected net sales are calculated by multiplying the contract amount for each customer by the expected monthly construction progress rate from the anticipated contract start month. From the fiscal year ending March 2027, we plan to launch a new business that will enable the installation of heavy solar panels on slate roofs, which were previously considered unsuitable due to insufficient strength, by applying the SOSEI method and installing jigs using a patented special method. As a result, for the fiscal year ending March 2027, we expect net sales of 1,900 million yen (up 6.5% YoY) and segment profit of 656 million yen (up 4.1% YoY).

(CoolLaser Business)

In the CoolLaser business, we engage in (i) sales of CoolLaser equipment manufactured in-house (equipment sales), (ii) provision of maintenance services and sales of consumables associated with the equipment (maintenance and consumables sales), and (iii) provision of short-term trial processing services using our CoolLaser equipment (processing sales).

(i) Equipment sales

Since February 2026, CoolLaser has shifted from a made-to-order production system to a built-to-forecast production system, resulting in cases where orders are completed from receipt to delivery within the same quarter. For orders already received, forecast Net sales are calculated by multiplying the number of units ordered by the order unit price. For units not yet ordered, forecast Net sales are calculated by multiplying the expected number of orders by the expected unit price. For the fiscal year ending March 2027, Net sales are expected to be 2,075 million yen (up 57.5% YoY). Of the forecast Net sales, 911 million yen has already been ordered.

(ii) Maintenance and consumables sales

When operating the CoolLaser device, certain parts need to be replaced at regular intervals. In addition, as an optical product, CoolLaser requires periodic maintenance after the device is sold. Maintenance revenue is calculated by multiplying the estimated cumulative number of units delivered by the expected maintenance service fee per unit. Consumables revenue is calculated by multiplying the estimated cumulative number of units delivered by the expected consumables sales amount per unit. For the fiscal year ending March 2027, net sales are expected to be 18 million yen (up 51.3% YoY).

(iii) Construction sales

The Company does not have its own construction team, and when there is a request for construction, we outsource the work to partner companies. We place importance on collaboration with painting contractors nationwide and do not actively anticipate an increase in construction sales. Therefore, for construction sales, we estimate the expected timing and scale of projects based on past results and calculate the projected net sales accordingly. For the fiscal year ending March 2027, we expect net sales of 6 million yen (a decrease of 69.6% YoY). The reason for the decrease in construction sales compared to the previous fiscal year is that, as an equipment manufacturer, we focus our management resources on the development, manufacturing, and sales of products, and place importance on having construction work handled by construction companies nationwide, who are the users of our equipment.

As a result, for the fiscal year ending March 2027, the CoolLaser business as a whole is expected to achieve net sales of 2,100 million yen (up 55.5% YoY) and segment profit of 401 million yen (up 60.9% YoY).

In addition, company-wide expenses not allocated to each segment are expected to be 267 million yen for the fiscal year ending March 2027 (an increase of 6.7% YoY).

Based on the above results, the company forecasts for the fiscal year ending March 2027 are as follows: Net sales of 4,000 million yen (up 27.7% YoY), operating profit of 790 million yen (up 25.6% YoY), ordinary profit of 772 million yen (up 24.8%

YoY), and net income of 654 million yen (up 18.9% YoY). Please note that these forecasts are based on information available as of the date of this announcement, and actual results may differ from these projections due to various factors in the future.

2. Basic policy regarding the selection of accounting standards

In consideration of the comparability of financial statements over periods and among companies, the Company prepares its financial statements in accordance with Japanese GAAP.

3. Financial Statements and Main Notes

(1) Balance sheet

(Unit: Thousands of yen)

	As of March 31, 2025	As of March 31, 2026
Assets		
Current assets		
Cash and deposit	2,089,953	2,199,463
Notes receivable - trade	140,272	-
Electronically Recorded Monetary Claims	108,089	91,133
Accounts receivable	2,739	506,891
Accounts receivable from completed construction contracts	295,517	282,393
Securities	-	498,993
Merchandise and finished goods	9,473	153,433
Work in process	11,416	260,826
Raw materials and supplies	151,921	130,283
Prepaid expenses	10,336	10,425
Other	3,423	3,407
Total current asset	2,823,144	4,137,250
Non-current assets		
Property, plant, and equipment		
Buildings (net)	241,378	273,674
Machinery and equipment (net)	46,533	122,219
Vehicles (net amount)	5,172	21,785
Tools, furniture and fixtures, net	808	22,283
Land	230,790	230,790
Leased assets, net	8,706	3,458
Construction in progress	-	4,250
Total property, plant and equipment, net	533,390	678,462
Investment Other assets		
Investment securities	420,582	420,706
Capital contribution	60	110
Long-term prepaid expenses	381	185
Deferred tax assets	89,013	100,641
Security deposits and guarantee deposits	23,278	3,947
Other	10	69
Total investment and other assets	533,326	525,660
Total non-current assets	1,066,716	1,204,122
Total assets	3,889,861	5,341,373

(Unit: Thousands of yen)

	As of March 31, 2025	As of March 31, 2026
Liabilities		
Current liabilities		
Notes payable - trade	41,996	-
Trade payables	133,474	346,828
Long-term borrowings scheduled for repayment within one year	129,480	264,629
Lease liabilities	7,249	4,399
Accounts payable	40,701	47,763
Accrued expenses	13,483	32,357
Income taxes payable	45,953	78,692
Asset retirement obligations	1,175	1,200
Deposits received	7,925	8,267
Provision for bonuses	12,427	15,055
Other	29,459	34,600
Total current liabilities	463,328	833,793
Non-current liabilities		
Long-term borrowings	1,330,200	1,465,827
Lease liabilities	5,047	648
Provision for construction compensation losses	59,000	60,100
Asset retirement obligations	1,660	1,664
Total non-current liabilities	1,395,908	1,528,239
Total liabilities	1,859,236	2,362,032

(Unit: Thousands of yen)

	As of March 31, 2025	As of March 31, 2026
Net assets		
Shareholders' equity		
Share capital	355,800	554,940
Capital surplus		
Legal capital surplus	577,700	776,840
Other capital surplus	776,000	776,000
Total capital surplus	1,353,700	1,552,840
Retained earnings		
Other retained earnings		
Retained earnings brought forward	321,072	871,421
Total retained earnings	321,072	871,421
Total shareholders' equity	2,030,572	2,979,202
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	52	138
Total valuation and translation adjustments	52	138
Total net assets	2,030,625	2,979,340
Total liabilities and net assets	3,889,861	5,341,373

(2) Statement of income

(Unit: Thousands of yen)

	As of March 31, 2025	As of March 31, 2026
Revenue	2,025,901	3,133,835
Cost of sales	1,163,119	1,833,048
Gross profit	862,782	1,300,786
Selling, general and administrative expenses	561,509	671,753
Operating profit	301,273	629,033
Non-operating income		
Interest income	728	5,309
Interest on securities	-	1,110
Dividend income	596	596
Commission received	558	4,209
Insurance claim income	611	-
Gain on sale of non-current assets	500	-
Other	652	1,455
Total non-operating income	3,647	12,679
Non-operating expenses		
Interest expense	12,443	21,175
Commission paid	10,638	1,809
Listing-related expenses	18,965	-
Other	20	-
Total non-operating expenses	42,067	22,984
Ordinary profit	262,852	618,728
Income before income taxes	262,852	618,728
Income taxes - current	31,217	80,045
Income taxes - deferred	(89,450)	(11,665)
Total income taxes	(58,232)	68,379
Net income	321,085	550,348

Statement of Manufacturing Costs

		As of March 31, 2025		As of March 31, 2026	
Category	Note number	Amount (Thousand yen)	Composition ratio (%)	Amount (Thousand yen)	Composition ratio (%)
I. Material costs		621,274	52.2	1,570,571	70.5
II Labor costs		82,901	7.0	112,954	5.1
III Expenses	※1	485,600	40.8	543,125	24.4
Total manufacturing costs for the period		1,189,776	100.0	2,226,651	100.0
Beginning balance of work in process inventory		-		11,183	
Total		1,189,776		2,237,835	
Work in process, ending inventory		11,183		260,826	
Cost of products manufactured for the period	※2	1,178,592		1,977,008	

(Note) *1 The main breakdown is as follows.

Item	Previous fiscal year (Thousand yen)	For the fiscal year (Thousand yen)
Outsourcing expenses	312,838	391,821
Depreciation	21,239	41,290
Travel and transportation expenses	31,442	31,740

*2 Reconciliation table between current period product manufacturing cost and cost of sales

Item	Previous fiscal year (Thousand yen)	For the fiscal year (Thousand yen)
Cost of products manufactured for the period	1,178,592	1,977,008
Beginning balance of finished goods inventory	-	9,473
Total	1,178,592	1,986,482
Finished goods inventory at end of period	9,473	153,433
Reversal of provision for loss on orders received	6,000	-
Cost of sales	1,163,119	1,833,048

(Method of cost accounting)
Our cost accounting is based on actual cost calculation using the job order costing method.

(3) Statement of changes in equity

As of and for the year ended March 31, 2025

(Unit: Thousands of yen)

	Shareholders' equity			
	Share capital	Capital surplus		
		Legal capital surplus	Other capital surplus	Total capital surplus
Balance at the beginning of the period	100,000	-	776,000	776,000
Changes during period				
Issuance of new shares	690,700	690,700		690,700
Capital reduction	(434,900)	(113,000)	547,900	434,900
Deficit compensation			(547,900)	(547,900)
Net income				
Changes during period (net) for items other than shareholders' equity				
Total changes during period	255,800	577,700	-	577,700
Balance at end of period	355,800	577,700	776,000	1,353,700

	Shareholders' equity		
	Retained earnings		Total shareholders' equity
	Other retained earnings	Total retained earnings	
	Retained earnings brought forward		
Balance at beginning of period	(547,913)	(547,913)	328,086
Changes during period			
Issuance of new shares			1,381,400
Capital reduction			-
Deficit compensation	547,900	547,900	-
Net income	321,085	321,085	321,085
Changes during period (net) for items other than shareholders' equity			
Total changes during period	868,985	868,985	1,702,485
Balance at end of period	321,072	321,072	2,030,572

	Valuation and translation adjustments		Total net assets
	Valuation difference on available-for-sale securities	Total valuation and translation adjustments	
Balance at the beginning of the period	372	372	328,459
Changes during period			
Issuance of new shares			1,381,400
Capital reduction			-
Deficit compensation			-
Net income			321,085
Changes during period (net) for items other than shareholders' equity	(320)	(320)	(320)
Total changes during period	(320)	(320)	1,702,165
Balance at end of period	52	52	2,030,625

As of and for the year ended March 31, 2026

(Unit: Thousands of yen)

	Shareholders' equity			
	Share capital	Capital surplus		
		Legal capital surplus	Other capital surplus	Total capital surplus
Balance at the beginning of the period	355,800	577,700	776,000	1,353,700
Changes during period				
Issuance of new shares	199,140	199,140		199,140
Capital reduction				
Deficit compensation				
Net income				
Changes during period (net) for items other than shareholders' equity				
Total changes during period	199,140	199,140	-	199,140
Balance at end of period	554,940	776,840	776,000	1,552,840

	Shareholders' equity		
	Retained earnings		Total shareholders' equity
	Other retained earnings	Total retained earnings	
	Retained earnings brought forward		
Balance at the beginning of the period	321,072	321,072	2,030,572
Changes during period			
Issuance of new shares			398,281
Capital reduction			-
Deficit compensation			-
Net income	550,348	550,348	550,348
Changes during period (net) for items other than shareholders' equity			
Total changes during period	550,348	550,348	948,629
Balance at end of period	871,421	871,421	2,979,202

	Valuation and translation adjustments		Total net assets
	Valuation difference on available-for-sale securities	Total valuation and translation adjustments	
Balance at the beginning of the period	52	52	2,030,625
Changes during period			
Issuance of new shares			398,281
Capital reduction			-
Deficit compensation			-
Net income			550,348
Changes during period (net) for items other than shareholders' equity	85	85	85
Total changes during period	85	85	948,715
Balance at end of period	138	138	2,979,340

(4) Statement of cash flows

(Unit: Thousands of yen)

	As of March 31, 2025	As of March 31, 2026
Cash flows from operating activities		
Income before income taxes	262,852	618,728
Depreciation	34,856	75,981
Interest income and dividends income	(1,324)	(5,905)
Interest on securities	-	(1,110)
Interest expense	12,443	21,175
Listing-related expenses	18,965	-
Loss (gain) on sale of tangible non-current assets (- indicates gain)	(500)	-
Insurance claim income	(611)	-
Commission paid	10,638	1,809
Decrease (increase) in trade receivables	(122,790)	(333,798)
(Increase) decrease in inventories	(85,436)	(371,589)
Increase (decrease) in other assets (- indicates increase)	7,753	(29,576)
Increase (decrease) in trade payables	(22,836)	171,357
Increase (decrease) in accounts payable (negative indicates decrease)	70,883	22,515
Increase (decrease) in accrued expenses (- indicates decrease)	3,830	18,874
Increase (decrease) in income taxes payable (- indicates decrease)	14,966	22,540
Increase (decrease) in accrued consumption taxes (negative indicates decrease)	28,463	5,141
Increase (decrease) in deposits received (- indicates decrease)	(49,733)	341
Increase (decrease) in provision for bonuses (- indicates decrease)	2,317	2,627
Increase (decrease) in provision for construction losses(- indicates decrease)	13,516	1,100
Increase (decrease) in provision for loss on orders (- indicates decrease)	(6,000)	-
Subtotal	192,254	220,212
Interest and dividends received	1,324	7,015
Interest paid	(13,649)	(20,876)
Proceeds from insurance income	611	-
Amount of income taxes paid	(1,037)	(69,847)
Cash flows from operating activities	179,504	136,504
Cash flows from investing activities		
Payments into time deposits	(100,000)	(500,002)
Purchase of property and equipment	(402,144)	(207,221)
Proceeds from sales of property and equipment	500	-
Proceeds from collection of guarantee deposits	-	20,000
Payments for lease and guarantee deposits	(20,064)	(728)
Other	-	(50)
Cash flows from investing activities	(521,708)	(688,002)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(50,000)	-
Repayment of long-term borrowings	(185,669)	(429,224)
Proceeds from long-term borrowings	419,851	700,000
Proceeds from issuance of shares	1,358,244	371,433
Proceeds from issuance of shares through exercise of share acquisition rights	-	25,543
Finance - Payments for repayment of lease liabilities	(7,921)	(7,249)
Other	-	(504)
Cash flows from financing activities	1,534,505	659,998
Increase (decrease) in cash and cash equivalents	1,192,301	108,500
Cash and cash equivalents at the beginning of the period	794,851	1,987,152
Cash and cash equivalents at end of the period	1,987,152	2,095,652

(5) Notes to the Financial Statements

(Notes regarding the assumption of a going concern)

There are no applicable matters.

(Segment Information)

1. Overview of Reporting Segments

(1) Method for determining reportable segments

Our reportable segments are the principal components among our organizational units for which separate financial information is available and which are regularly reviewed by the Board of Directors for the purpose of making decisions regarding the allocation of management resources and evaluating performance. We operate the SOSEI business and the CoolLaser business, and in each business, we formulate comprehensive strategies for the products and services handled and conduct business activities accordingly. Therefore, in principle, our company is composed of segments based on products and services by business, and the two reportable segments are the "SOSEI business" and the "CoolLaser business."

(2) Types of products and services belonging to each reporting segment

The 'SOSEI Business' provides construction services by either acting as the primary contractor for factory or building owners (such as manufacturers or distributors) who are the clients, or by serving as a subcontractor when another construction company is the primary contractor. Furthermore, the spray application work is outsourced to cooperating construction companies.

The CoolLaser business develops and manufactures CoolLaser, a high-power rust removal laser processing device, and engages in construction work for steel towers, bridges, and other structures, as well as equipment sales.

2. Method of calculating amounts for Net sales, profit or loss, assets, liabilities, and other items by reportable segment

The accounting methods for the reported business segments are the same as those described in the 'Significant Accounting Policies.' In addition, the profit of the reportable segments is based on operating profit, and internal net sales and internal transfers between segments are based on market prices.

3. Information on net sales, profit or loss, assets, liabilities, and other items by reportable segment

As of and for the year ended March 31, 2025

(Unit: Thousands of yen)

	Reportable segment			Adjustment (Note) 1	Total
	SOSEI Business	CoolLaser Business	Total		
Revenue					
Net sales to external customers	1,603,012	422,889	2,025,901	-	2,025,901
Internal net sales or transfers between segments	-	-	-	-	-
Total	1,603,012	422,889	2,025,901	-	2,025,901
Segment profit or loss (-) (Note) 2	571,774	(69,389)	502,384	(201,111)	301,273
Segment Assets	1,111,898	2,045,957	3,157,855	732,006	3,889,861
Other items					
Depreciation	27,647	4,813	32,460	2,390	34,850
Increase in property, plant and equipment and intangible assets	65,823	336,321	402,144	-	402,144

(Note) 1. The adjustment amounts are as follows.

(1) The adjustment amount of segment profit or loss (-) of -201,111 thousand yen represents company-wide expenses that are not allocated to each reportable segment.

(2) The adjustment amount of 732,006 thousand yen for segment assets represents company-wide assets not allocated to reportable segments, and mainly consists of cash and deposits, and investment securities.

2. Segment profit or loss (-) is adjusted with operating profit in the statement of income.

As of and for the year ended March 31, 2026

(Unit: Thousands of yen)

	Reportable segment			Adjustment (Note) 1	Total
	SOSEI Business	CoolLaser Business	Total		
Revenue					
Net sales to external customers	1,783,713	1,350,121	3,133,835	-	3,133,835
Internal net sales or transfers between segments	-	-	-	-	-
Total	1,783,713	1,350,121	3,133,835	-	3,133,835
Segment profit (Note) 2	630,117	249,361	879,478	(250,445)	629,033
Segment Assets	1,056,256	3,126,180	4,182,437	1,158,936	5,341,373
Other items					
Depreciation	35,119	37,191	72,311	3,642	75,953
Increase in property, plant and equipment and intangible assets	44,034	162,255	206,289	7,907	214,196

(Note) 1. The adjustment amounts are as follows.

(1) The adjustment amount of segment profit, -250,445 thousand yen, represents company-wide expenses that are not allocated to each reportable segment.

(2) The adjustment amount of 1,158,936 thousand yen for segment assets represents company-wide assets not allocated to any reportable segment, and mainly consists of cash and deposits, and investment securities.

2. Segment profit is adjusted with operating profit in the statement of income.

(Equity in earnings (losses) of affiliates, etc.)

There are no applicable matters.

(Per share information)

	As of March 31, 2025	As of March 31, 2026
Net assets per share	155.88Yen	218.78Yen
Basic earnings per share	27.09Yen	40.64Yen
Diluted earnings per share	26.83Yen	38.52Yen

(Note) 1. As the Company was listed on the Tokyo Stock Exchange Growth Market on March 28, 2025, the diluted earnings per share for the previous fiscal year has been calculated by regarding the average share price from the date of the new listing to the end of the previous fiscal year as the average share price during the period.

2. The Company conducted a stock split at a ratio of 5 shares for each common share as of November 30, 2024. Net assets per share, basic earnings per share, and diluted earnings per share have been calculated on the assumption that the stock split was conducted at the beginning of the previous fiscal year.

3. The basis for the calculation of basic earnings per share and diluted earnings per share is as follows.

Item	As of March 31, 2025	As of March 31, 2026
(1) Basic earnings per share		
Net income (Thousand yen)	321,085	550,348
Amount not attributable to common shareholders (Thousand yen)	-	-
Net income attributable to common stock (Thousand yen)	321,085	550,348
Average number of common shares (shares)	11,853,453	13,541,192
(2) Diluted earnings per share		
Net income adjustment	-	-
Increase in number of common shares (shares)	114,249	747,539
of which, share acquisition rights (shares)	114,249	747,539
Overview of potential shares not included in the calculation of diluted earnings per share as they have no dilutive effect	Share acquisition rights resolved at the Board of Directors meeting held on September 22, 2021 Number of share acquisition rights: 10,000 (Common stock: 10,000 shares)	-

4. The basis for the calculation of net assets per share is as follows.

Item	As of March 31, 2025	As of March 31, 2026
Total net assets (Thousand yen)	2,030,625	2,979,340
Amounts to be deducted from total net assets (Thousand yen)	-	-
Net assets at the end of the period attributable to common stock (Thousand yen)	2,030,625	2,979,340
Number of common shares at the end of the period used to calculate net assets per share (shares)	13,026,600	13,618,090

(Significant Subsequent Events)

There are no applicable items.