Translation

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Summary of Consolidated Financial Results for the Three Months Ended June 30, 2026 (Based on Japanese GAAP)

August 7, 2026

Company name: TANABE ENGINEERING CORPORATION
Stock exchange listing: Tokyo
Stock code: 1828 URL https://www.tanabe-ind.co.jp/
Representative: President and Representative Director Fumio Mizusawa
Inquiries: Director and Managing Executive Officer Yuichi Gommori TEL 025-545-6500
Scheduled date to commence dividend payments: –
Preparation of supplementary material on financial results: No
Holding of financial results meeting: No

(Amounts less than one million yen are rounded down)

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

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2026	12,822	10.0	1,095	34.8	1,125	34.4	744	33.2
Three months ended June 30, 2025	11,654	(4.3)	812	(7.4)	837	(7.2)	559	4.2

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2026	70.93	–
Three months ended June 30, 2025	53.30	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of June 30, 2026	46,431	27,800	59.9	2,647.11
As of March 31, 2026	47,195	27,992	59.3	2,665.26

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2026	–	0.00	–	100.00	100.00
Year ending March 31, 2027	–				
Year ending March 31, 2027 (Forecast)		0.00	–	100.00	100.00

3. Forecast of consolidated financial results for the 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		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	50,000	(4.5)	3,850	(19.3)	3,900	(18.9)	2,700	(21.8)	257.05

4. Notes

(1) Significant changes in the scope of consolidation during the three months ended June 30, 2026: No

(2) Application of special accounting methods for preparing quarterly consolidated financial statements: Yes

(3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements

Changes in accounting policies due to revisions to accounting standards and other regulations: No

Changes in accounting policies due to other reasons: No

Changes in accounting estimates: No

Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

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

As of June 30, 2026	10,728,000 shares	As of March 31, 2026	10,728,000 shares

Number of treasury shares at the end of the period

As of June 30, 2026	229,650 shares	As of March 31, 2026	229,550 shares

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

Three months ended June 30, 2026	10,498,399 shares	Three months ended June 30, 2025	10,491,593 shares

Quarterly consolidated financial statements

Consolidated balance sheets

(Thousands of yen)

	As of March 31, 2026	As of June 30, 2026
Assets		
Current assets		
Cash and deposits	10,601,343	10,128,612
Notes receivable, accounts receivable from completed construction contracts and other	24,238,805	23,290,804
Electronically recorded monetary claims - operating	249,256	864,133
Costs on construction contracts in progress	118,120	147,662
Other inventories	238,787	230,480
Other	200,462	150,879
Allowance for doubtful accounts	(2,417)	(2,381)
Total current assets	35,644,358	34,810,192
Non-current assets		
Property, plant and equipment		
Buildings and structures	9,825,238	9,799,832
Machinery, vehicles, tools, furniture and fixtures	6,812,235	6,791,358
Land	3,234,709	3,232,091
Leased assets	174,422	167,249
Construction in progress	101,737	147,465
Accumulated depreciation	(10,602,277)	(10,669,861)
Total property, plant and equipment	9,546,065	9,468,137
Intangible assets	170,903	162,105
Investments and other assets		
Investment securities	640,223	843,283
Retirement benefit asset	208,993	213,291
Deferred tax assets	866,290	818,855
Other	118,756	115,157
Total investments and other assets	1,834,263	1,990,588
Total non-current assets	11,551,232	11,620,830
Total assets	47,195,591	46,431,022

(Thousands of yen)

	As of March 31, 2026	As of June 30, 2026
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	4,237,019	3,403,763
Electronically recorded obligations - operating	6,242,280	7,270,659
Short-term borrowings	300,000	800,000
Lease liabilities	27,049	25,181
Accounts payable - other	590,566	544,367
Accrued expenses	433,352	455,427
Income taxes payable	976,956	409,633
Advances received on construction contracts in progress	2,393,989	1,275,712
Provision for warranties for completed construction	46,908	45,968
Provision for bonuses	2,147,003	2,597,896
Provision for bonuses for directors (and other officers)	97,300	20,000
Other	113,161	260,584
Total current liabilities	17,605,585	17,109,194
Non-current liabilities		
Long-term borrowings	675,000	600,000
Lease liabilities	45,041	39,199
Long-term accounts payable - other	130,000	130,000
Retirement benefit liability	747,637	752,388
Total non-current liabilities	1,597,678	1,521,588
Total liabilities	19,203,264	18,630,782
Net assets		
Shareholders' equity		
Share capital	885,320	885,320
Capital surplus	1,490,080	1,490,080
Retained earnings	24,553,070	24,247,904
Treasury shares	(272,588)	(272,588)
Total shareholders' equity	26,655,882	26,350,716
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	259,115	362,632
Foreign currency translation adjustment	741,976	757,081
Remeasurements of defined benefit plans	324,086	319,881
Total accumulated other comprehensive income	1,325,178	1,439,596
Non-controlling interests	11,265	9,927
Total net assets	27,992,327	27,800,240
Total liabilities and net assets	47,195,591	46,431,022

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Thousands of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Net sales	11,654,007	12,822,612
Cost of sales	9,568,951	10,357,017
Gross profit	2,085,055	2,465,595
Selling, general and administrative expenses	1,272,449	1,370,548
Operating profit	812,605	1,095,047
Non-operating income		
Interest income	83	37
Dividend income	5,667	7,886
Rental income from land and buildings	12,505	13,578
Other	12,767	15,573
Total non-operating income	31,023	37,075
Non-operating expenses		
Interest expenses	3,171	3,639
Commitment fees	2,818	2,818
Foreign exchange losses	560	293
Other	0	–
Total non-operating expenses	6,551	6,751
Ordinary profit	837,077	1,125,370
Extraordinary income		
Gain on sale of non-current assets	3,752	65
Total extraordinary income	3,752	65
Extraordinary losses		
Loss on sale of non-current assets	5	255
Loss on disposal of non-current assets	486	0
Loss on valuation of investment securities	733	–
Impairment losses	–	337
Total extraordinary losses	1,224	593
Profit before income taxes	839,606	1,124,842
Income taxes	280,661	381,252
Profit	558,944	743,590
Loss attributable to non-controlling interests	(288)	(1,088)
Profit attributable to owners of parent	559,233	744,678

Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Profit	558,944	743,590
Other comprehensive income		
Valuation difference on available-for-sale securities	7,872	103,517
Foreign currency translation adjustment	(54,182)	14,855
Remeasurements of defined benefit plans, net of tax	3,139	(4,204)
Total other comprehensive income	(43,170)	114,167
Comprehensive income	515,773	857,757
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	516,445	859,095
Comprehensive income attributable to non-controlling interests	(671)	(1,337)