July 29, 2026

Consolidated Financial Results for the Three Months Ended June 30, 2026 [Japanese GAAP]

Company name: TOENEC CORPORATION
Stock exchange listing: Tokyo, Nagoya
Code number: 1946
URL: https://www.toenec.co.jp/english/
Representative: Tsuguhisa Takimoto, President and Representative Director
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Scheduled date of commencing dividend payments: –
Availability of supplementary briefing material on financial results: Yes
Schedule of financial results briefing session: No

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

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

(1) Consolidated operating results

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Three months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
June 30, 2026	61,395	0.4	5,062	47.6	4,880	44.5	4,387	113.4
June 30, 2025	61,158	2.0	3,429	28.0	3,377	27.9	2,056	7.2

(Note) Comprehensive income: Three months ended June 30, 2026: ¥6,360 million [297.2%]
Three months ended June 30, 2025: ¥1,601 million [(16.0)%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2026	46.94	–
June 30, 2025	22.16	–

(2) Consolidated financial position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
June 30, 2026	296,704	156,250	52.6	1,671.17
March 31, 2026	312,053	153,170	49.1	1,649.40

(Reference) Equity:
As of June 30, 2026: ¥156,196 million
As of March 31, 2026: ¥153,118 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2026	–	28.00	–	48.00	76.00
Fiscal year ending March 31, 2027	–				
Fiscal year ending March 31, 2027 (Forecast)		31.00	–	45.00	76.00

(Note) Revision to the forecast for dividends announced most recently: No

3. Consolidated financial results forecast for the fiscal year ending March 31, 2027 (April 1, 2026 to March 31, 2027)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2026	129,000	3.4	10,000	16.7	9,500	9.4	8,500	17.8	90.94
Full year	285,000	4.6	24,000	12.0	23,500	3.8	18,000	1.1	192.58

(Note) Revision to the financial results forecast announced most recently: No

* **Notes:**

(1) Significant changes in the scope of consolidation during the period under review: No

(2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements: Yes

(Note) For more information, please refer to “2. Quarterly consolidated financial statements and significant notes thereto (3) Notes to quarterly consolidated financial statements (Notes on accounting treatment specific to the preparation of quarterly consolidated financial statements)” on page 7 of the attached materials.

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatement

1) Changes in accounting policies due to the revision of accounting standards: No
2) Changes in accounting policies other than 1) above: No
3) Changes in accounting estimates: No
4) Retrospective restatement: No

(4) Total number of issued shares (common shares)

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

June 30, 2026	96,649,950 shares
March 31, 2026	96,649,950 shares

2) Total number of treasury shares at the end of the period:

June 30, 2026	3,184,577 shares
March 31, 2026	3,817,092 shares

3) Average number of shares during the period:

Three months ended June 30, 2026	93,465,973 shares
Three months ended June 30, 2025	92,813,633 shares

* Review of the Japanese-language originals of the attached quarterly consolidated financial statements by certified public accountants or an audit corporation: No

* Proper use of earnings forecasts, and other special matters

1. The forward-looking statements, including earnings forecasts, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. Consequently, any statements herein do not constitute assurances regarding actual results by the Company. Actual business and other results may differ substantially due to various factors.
2. For matters related to the forecasts of financial results, please refer to “1. Overview of operating results and others, (3) Explanation of consolidated financial results forecast and other forward-looking statements” on page 2 of the attached materials.
3. The supplementary briefing material on financial results “Supplementary Briefing Material for the Three Months Ended June 30, 2026” has been posted on the Company’s website on the same date.
4. After the voluntary review of the Japanese-language originals of the attached quarterly consolidated financial statements by an audit corporation is completed, the Company plans to attach the review report to the quarterly consolidated financial results and disclose the results on August 6, 2026.

(Reference) Summary of non-consolidated financial results

1. Non-consolidated financial results for the three months ended June 30, 2026 (April 1, 2026 to June 30, 2026)

(1) Non-consolidated operating results

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit	
Three months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
June 30, 2026	54,715	1.7	4,687	64.3	5,603	55.1	4,940	81.1
June 30, 2025	53,816	(1.2)	2,853	39.5	3,612	53.1	2,728	71.5

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2026	52.85	–
June 30, 2025	29.40	–

(2) Non-consolidated financial position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
June 30, 2026	270,004	120,173	44.5	1,285.75
March 31, 2026	284,865	116,781	41.0	1,257.97

(Reference) Equity
As of June 30, 2026: ¥120,173 million
As of March 31, 2026: ¥116,781 million

2. Non-consolidated financial results forecast for the fiscal year ending March 31, 2027 (April 1, 2026 to March 31, 2027)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2026	115,000	2.8	9,200	19.1	9,200	9.1	8,400	12.2	89.87
Full year	255,000	3.4	22,300	7.7	21,600	3.2	16,900	7.8	180.82

(Note) Revision to the financial results forecast announced most recently: No

Attached Materials

Index

1. Overview of operating results and others

(1) Overview of operating results for the period under review

During the three months ended June 30, 2026, the Japanese economy held to a trajectory of recovery attributable in part to effects of various policy measures amid improvement in the employment and income environment. In the construction industry, public investment remained firm and private-sector capital investment remained at a high level.

With regard to the outlook, there is significant appetite among companies for capital investments against the backdrop of strong corporate earnings and other factors, and this has coincided with demand from such drivers as AI and semiconductor-related investment, and the need to address carbon neutrality. Accordingly, we expect private-sector capital investment to grow going forward.

Nevertheless, the risk of an economic downturn remains, with concerns about the effects of the unstable situation in the Middle East. We must also continue to focus on such factors as the effect on the business environment of interest rate trends and rising raw material prices and labor costs.

Under these circumstances, the Group has set and is promoting the four basic policies of (1) taking on challenges in growing fields, (2) deepening existing businesses, (3) further expanding human resource investment, and (4) strengthening management infrastructure, such that they serve as initiatives for achieving sustained growth in partnership with its customers and society, while pursuing the targets of its Medium-term Management Plan 2027 (FY2023–FY2027). It has also worked on such initiatives as rolling out area strategies with an eye to the future, strengthening the value chain of the Group as a whole, promoting workstyle reforms, and ensuring safety and installation quality control.

For the consolidated financial results for the period under review, net sales increased due to factors such as the increase in the volume of power distribution line work, despite a decrease in sales from indoor wiring work. In terms of profits, heightened project profitability and the recognition of settlement income led to an increase.

[Consolidated financial results]

Net sales	¥61,395 million	(up 0.4% year on year)
Operating profit	¥5,062 million	(up 47.6% year on year)
Ordinary profit	¥4,880 million	(up 44.5% year on year)
Profit attributable to owners of parent	¥4,387 million	(up 113.4% year on year)

(2) Overview of financial position for the period under review

Total assets at the end of the period under review were ¥296,704 million, a decrease of ¥15,349 million compared with the end of the previous fiscal year, mainly due to changes in current assets such as a decrease in cash and deposits (¥3,318 million), a decrease in notes receivable, accounts receivable from completed construction contracts and other (¥14,565 million), and changes in non-current assets such as an increase in investment securities (¥2,095 million).

Total liabilities were ¥140,453 million, a decrease of ¥18,429 million compared with the end of the previous fiscal year, mainly due to changes in current liabilities such as a decrease in notes payable, accounts payable for construction contracts and other (¥13,783 million) and a decrease in accrued expenses (¥4,033 million), and changes in non-current liabilities such as a decrease in lease liabilities (¥1,525 million).

Net assets were ¥156,250 million, an increase of ¥3,079 million compared with the end of the previous fiscal year, mainly due to an increase in capital surplus (¥816 million) and an increase in valuation difference on available-for-sale securities (¥1,799 million).

(3) Explanation of consolidated financial results forecast and other forward-looking statements

At this point in time, there are no changes in consolidated financial results forecasts and dividend forecasts for the six months ending September 30, 2026 and the fiscal year ending March 31, 2027, released on April 28, 2026.

2. Quarterly consolidated financial statements and significant notes thereto

(1) Quarterly consolidated balance sheets

(Millions of yen)

	As of March 31, 2026	As of June 30, 2026
Assets		
Current assets		
Cash and deposits	47,820	44,502
Notes receivable, accounts receivable from completed construction contracts and other	88,384	73,818
Costs on construction contracts in progress	4,979	6,613
Raw materials and supplies	4,094	4,079
Merchandise	272	333
Other	5,422	5,801
Allowance for doubtful accounts	(1,231)	(1,572)
Total current assets	149,742	133,576
Non-current assets		
Property, plant and equipment		
Buildings and structures	63,753	63,531
Machinery, vehicles, tools, furniture and fixtures	121,669	122,015
Land	32,091	32,090
Construction in progress	3,826	4,065
Accumulated depreciation	(94,482)	(96,276)
Total property, plant and equipment	126,857	125,427
Intangible assets	1,846	1,798
Investments and other assets		
Investment securities	27,346	29,442
Deferred tax assets	2,634	1,908
Other	6,855	7,779
Allowance for doubtful accounts	(3,228)	(3,228)
Total investments and other assets	33,608	35,901
Total non-current assets	162,311	163,128
Total assets	312,053	296,704

(Millions of yen)

	As of March 31, 2026	As of June 30, 2026
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	47,610	33,827
Short-term borrowings	16,082	16,082
Accrued expenses	10,051	6,017
Income taxes payable	5,004	3,002
Advances received on construction contracts in progress	2,341	3,001
Provision for loss on construction contracts	592	561
Other	11,166	13,518
Total current liabilities	92,848	76,010
Non-current liabilities		
Bonds payable	8,400	8,400
Long-term borrowings	19,135	18,864
Lease liabilities	31,645	30,120
Retirement benefit liability	1,862	2,070
Asset retirement obligations	4,602	4,607
Other	388	380
Total non-current liabilities	66,034	64,443
Total liabilities	158,882	140,453
Net assets		
Shareholders’ equity		
Share capital	7,680	7,680
Capital surplus	6,883	7,699
Retained earnings	123,315	123,246
Treasury shares	(2,171)	(1,810)
Total shareholders’ equity	135,708	136,817
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	7,113	8,913
Foreign currency translation adjustment	765	1,086
Remeasurements of defined benefit plans	9,530	9,379
Total accumulated other comprehensive income	17,409	19,379
Non-controlling interests	52	53
Total net assets	153,170	156,250
Total liabilities and net assets	312,053	296,704

(2) Quarterly consolidated statements of income and comprehensive income

Quarterly consolidated statements of income

(Millions of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Net sales	61,158	61,395
Cost of sales	51,465	49,187
Gross profit	9,692	12,207
Selling, general and administrative expenses	6,263	7,145
Operating profit	3,429	5,062
Non-operating income		
Interest income	31	6
Dividend income	167	188
Rental income from land and buildings	53	50
Share of profit of entities accounted for using equity method	349	64
Other	63	74
Total non-operating income	664	384
Non-operating expenses		
Interest expenses	457	427
Other	259	139
Total non-operating expenses	716	566
Ordinary profit	3,377	4,880
Extraordinary income		
Gain on sale of non-current assets	1	0
Reversal of allowance for doubtful accounts	1	–
Settlement income	–	3,000
Total extraordinary income	3	3,000
Extraordinary losses		
Loss on sale and retirement of non-current assets	13	21
Loss on sale of investment securities	0	–
Total extraordinary losses	13	21
Profit before income taxes	3,367	7,859
Income taxes	1,368	3,470
Profit	1,998	4,389
Profit (loss) attributable to non-controlling interests	(57)	2
Profit attributable to owners of parent	2,056	4,387

Quarterly consolidated statements of comprehensive income

(Millions of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Profit	1,998	4,389
Other comprehensive income		
Valuation difference on available-for-sale securities	57	1,738
Foreign currency translation adjustment	(117)	300
Remeasurements of defined benefit plans, net of tax	(56)	(136)
Share of other comprehensive income of entities accounted for using equity method	(281)	68
Total other comprehensive income	(397)	1,970
Comprehensive income	1,601	6,360
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,600	6,357
Comprehensive income attributable to non-controlling interests	0	2

(3) Notes to quarterly consolidated financial statements

Notes on accounting treatment specific to the preparation of quarterly consolidated financial statements

Calculation of tax expense

Tax expense is calculated by reasonably estimating the effective tax rate after applying tax effect accounting to profit before income taxes for the fiscal year including the first quarter under review, and multiplying profit before income taxes by this estimated effective tax rate.

Notes on segment information, etc.

Three months ended June 30, 2025

Information of net sales and profit (loss) for each reportable segment

(Millions of yen)

	Reportable segment			Other (Note 1)	Total	Adjustments (Note 2)	Amount recorded in quarterly consolidated statements of income (Note 3)
	Equipment Installation Business	Energy Business	Total				
Net sales							
Sales to external customers	56,659	3,367	60,026	1,131	61,158	–	61,158
Intersegment sales and transfers	–	–	–	1,055	1,055	(1,055)	–
Total	56,659	3,367	60,026	2,187	62,214	(1,055)	61,158
Segment profit	4,160	1,103	5,264	116	5,380	(1,951)	3,429

(Notes) 1. The “Other” category serves as a business segment consisting of operations not included in the reportable segments such as commodity sales, rental and leasing, and non-life insurance agency operations.

2. Adjustments to segment profit of negative ¥1,951 million include elimination of intersegment transactions of ¥43 million and corporate expenses unallocated to reportable segments of negative ¥1,995 million. Corporate expenses mainly consist of general and administrative expenses related to administrative divisions of companies subject to submission of quarterly consolidated financial statements that are not attributable to a reportable segment.

3. Segment profit is adjusted to operating profit in the quarterly consolidated statements of income.

Three months ended June 30, 2026

1. Information of net sales and profit (loss) for each reportable segment

(Millions of yen)

	Reportable segment			Other (Note 1)	Total	Adjustments (Note 2)	Amount recorded in quarterly consolidated statements of income (Note 3)
	Equipment Installation Business	Energy Business	Total				
Net sales							
Sales to external customers	56,979	3,140	60,120	1,274	61,395	–	61,395
Intersegment sales and transfers	–	–	–	1,128	1,128	(1,128)	–
Total	56,979	3,140	60,120	2,403	62,523	(1,128)	61,395
Segment profit	6,414	816	7,230	204	7,434	(2,372)	5,062

(Notes) 1. The “Other” category serves as a business segment consisting of operations not included in the reportable segments such as commodity sales, rental and leasing, and non-life insurance agency operations.

2. Adjustments to segment profit of negative ¥2,372 million include elimination of intersegment transactions of ¥24 million and corporate expenses unallocated to reportable segments of negative ¥2,397 million. Corporate expenses mainly consist of general and administrative expenses related to administrative divisions of companies subject to submission of quarterly consolidated financial statements that are not attributable to a reportable segment.

3. Segment profit is adjusted to operating profit in the quarterly consolidated statements of income.

Notes when there are significant changes in amounts of equity

Not applicable.

Notes on premise of going concern

Not applicable.

Notes to quarterly consolidated statements of cash flows

The Company has not prepared quarterly consolidated statements of cash flows for the first three months of the current fiscal year. In addition, the amounts of depreciation (including amortization related to intangible assets excluding goodwill) and amortization of goodwill for the first three months of the current and previous fiscal years are as stated below.

(Millions of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Depreciation	2,702	2,700
Amortization of goodwill	78	–

3. Other

Orders and sales results (non-consolidated financial results)

(1) Orders received and net sales by customer (cumulative)

By customer		Results for the three months ended June 30, 2025		Results for the three months ended June 30, 2026		YoY change	Change
		Millions of yen	%	Millions of yen	%	Millions of yen	%
Orders received	Chubu Electric Power Group*	23,644	[41.5]	27,815	[37.2]	4,171	17.6
	General customers	33,276	[58.5]	47,042	[62.8]	13,766	41.4
	Total	56,920	[100.0]	74,858	[100.0]	17,937	31.5
Net sales	Chubu Electric Power Group*	21,099	[39.2]	25,159	[46.0]	4,060	19.2
	General customers	32,717	[60.8]	29,555	[54.0]	(3,161)	(9.7)
	Total	53,816	[100.0]	54,715	[100.0]	899	1.7

(Note) Percentages shown in [ ] indicate composition ratio.

* Chubu Electric Power Group: Chubu Electric Power Co., Inc., Chubu Electric Power Grid Co., Inc., Chubu Electric Power Miraiz Company, Incorporated

(2) Orders received, net sales (cumulative) and ending balance of construction contracts by division

By division			Results for the three months ended June 30, 2025		Results for the three months ended June 30, 2026		YoY change	Change
			Millions of yen	%	Millions of yen	%	Millions of yen	%
Orders received	Equipment Installation	Power distribution line work	20,598	[36.2]	25,567	[34.2]	4,969	24.1
		Underground line work	4,670	[8.2]	9,087	[12.1]	4,417	94.6
		Indoor wiring work	19,664	[34.5]	30,107	[40.2]	10,442	53.1
		Air conditioning plumbing work	7,033	[12.4]	6,160	[8.2]	(873)	(12.4)
		Communication line work	4,953	[8.7]	3,935	[5.3]	(1,018)	(20.6)
		Total	56,920	[100.0]	74,858	[100.0]	17,937	31.5
Net sales	Equipment Installation	Power distribution line work	19,549	[36.3]	23,207	[42.4]	3,657	18.7
		Underground line work	2,336	[4.4]	2,341	[4.3]	4	0.2
		Indoor wiring work	20,015	[37.2]	17,697	[32.3]	(2,317)	(11.6)
		Air conditioning plumbing work	4,380	[8.1]	4,164	[7.6]	(215)	(4.9)
		Communication line work	3,133	[5.8]	3,042	[5.6]	(91)	(2.9)
		Total	49,415	[91.8]	50,453	[92.2]	1,037	2.1
	Energy Business		3,367	[6.3]	3,140	[5.7]	(227)	(6.7)
	Commodity sales		1,032	[1.9]	1,121	[2.1]	89	8.6
	Total		53,816	[100.0]	54,715	[100.0]	899	1.7
Ending balance of construction contracts	Equipment Installation	Power distribution line work	3,078	[2.3]	4,748	[2.9]	1,669	54.2
		Underground line work	6,944	[5.2]	14,527	[9.0]	7,583	109.2
		Indoor wiring work	86,066	[64.8]	103,290	[64.0]	17,223	20.0
		Air conditioning plumbing work	25,187	[19.0]	25,212	[15.6]	24	0.1
		Communication line work	11,626	[8.7]	13,642	[8.5]	2,016	17.3
		Total	132,903	[100.0]	161,421	[100.0]	28,517	21.5

(Note) Percentages shown in [ ] indicate composition ratio.

(3) Forecasted orders received and net sales by customer for the full year

By customer		Results for the fiscal year ended March 31, 2026		Forecast for the fiscal year ending March 31, 2027		YoY change	Change
		Millions of yen	%	Millions of yen	%	Millions of yen	%
Orders received	Chubu Electric Power Group*	87,711	[36.4]	93,800	[35.7]	6,088	6.9
	General customers	153,417	[63.6]	169,200	[64.3]	15,782	10.3
	Total	241,128	[100.0]	263,000	[100.0]	21,871	9.1
Net sales	Chubu Electric Power Group*	89,303	[36.2]	97,000	[38.0]	7,696	8.6
	General customers	157,343	[63.8]	158,000	[62.0]	656	0.4
	Total	246,646	[100.0]	255,000	[100.0]	8,353	3.4

(Note) Percentages shown in [ ] indicate composition ratio.

* Chubu Electric Power Group: Chubu Electric Power Co., Inc., Chubu Electric Power Grid Co., Inc., Chubu Electric Power Miraiz Company, Incorporated

(4) Forecasted net sales by division for the full year

By division			Results for the fiscal year ended March 31, 2026		Forecast for the fiscal year ending March 31, 2027		YoY change	Change
			Millions of yen	%	Millions of yen	%	Millions of yen	%
Net sales	Equipment Installation	Power distribution line work	81,022	[32.8]	89,600	[35.1]	8,577	10.6
		Underground line work	12,162	[4.9]	13,100	[5.1]	937	7.7
		Indoor wiring work	99,804	[40.5]	93,500	[36.7]	(6,304)	(6.3)
		Air conditioning plumbing work	19,762	[8.0]	21,000	[8.2]	1,237	6.3
		Communication line work	16,759	[6.8]	20,500	[8.1]	3,740	22.3
		Total	229,510	[93.0]	237,700	[93.2]	8,189	3.6
	Energy Business		12,704	[5.2]	12,700	[5.0]	(4)	(0.0)
	Commodity sales		4,432	[1.8]	4,600	[1.8]	167	3.8
	Total		246,646	[100.0]	255,000	[100.0]	8,353	3.4

(Note) Percentages shown in [ ] indicate composition ratio.

* Proper use of forecasts of financial results and other special matters

・ Orders and sales results disclosed as a reference are not subject to review under legal disclosure.

・ The forward-looking statements, including financial results forecasts, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. The Company makes no promise regarding achievement of any content in the forward-looking statements. Actual performance and other results may differ substantially due to various factors.