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Consolidated Financial Results for the Second Quarter of Fiscal Year Ending March 2027 (Under Japanese GAAP)

November 9, 2026

Company name: PENTA-OCEAN CONSTRUCTION CO.,LTD.
Listing: Tokyo Stock Exchange, Nagoya Stock Exchange
Securities code: 1893
URL: https://www.penta-ocean.co.jp
Representative: Takuzo Shimizu President, Chief Executive Officer and Representative Director
Inquiries: Tsutomu Sasaki General Manager, Head of Accounting Division
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Scheduled date to file semi-annual securities report: November 9, 2026
Scheduled date to commence dividend payments: December 8, 2026
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: Yes

(Yen amounts are rounded down to millions, unless otherwise noted.)

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

(1) Consolidated operating results (cumulative) (Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary income		Net income attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
FY3/27 2Q	397,980	5.0	32,417	25.5	30,540	21.5	19,834	15.8
FY3/26 2Q	378,966	15.5	25,837	71.1	25,143	89.1	17,134	73.3

Note: Comprehensive income For the six months ended September 30, 2026: ¥ 18,886 million [(1.4) %]
For the six months ended September 30, 2025: ¥ 19,147 million [111.4%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2026	73.19	-
September 30, 2025	61.53	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
September 30, 2026	867,622	201,310	23.1
March 31, 2026	790,413	199,033	25.1

Reference: Equity
As of September 30, 2026: ¥ 200,445 million
As of March 31, 2026: ¥ 198,265 million

2. Dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal Year-end	Total
	Yen	Yen	Yen	Yen	Yen
FY3/26	-	17.00	-	31.00	48.00
FY3/27	-	26.00			
FY3/27 (Forecast)			-	26.00	52.00

Note: Revisions to the forecast of cash dividends most recently announced: None

3. Consolidated financial result forecasts for the fiscal year ending March 31, 2027 (from April 1, 2026 to March 31, 2027)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary income		Net income attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	818,000	3.0	63,000	13.9	56,000	5.3	38,000	9.5	141.40

Note: Revisions to the financial result forecast most recently announced: Yes

* Notes

(1) Significant changes in the scope of consolidation during the period: None

(2) Adoption of accounting treatment specific to the preparation of semi-annual consolidated financial statements: None

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

(i) Changes in accounting policies due to revisions to accounting standards and other regulations: None

(ii) Changes in accounting policies due to other reasons: None

(iii) Changes in accounting estimates: None

(iv) Restatement: None

(4) Number of issued shares (common shares)

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

As of September 30, 2026	286,013,910 shares
As of March 31, 2026	286,013,910 shares

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

As of September 30, 2026	17,825,514 shares
As of March 31, 2026	12,930,249 shares

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

Six months ended September 30, 2026	271,012,833 shares
Six months ended September 30, 2025	278,464,468 shares

Note: Both the number of shares of treasury shares as of the end of the period, and the average number of shares outstanding during the period that is calculated by subtracting the number of treasury shares from the number of outstanding shares, contain the company' shares held by the BBT and the J-ESOP.

* Semi-annual financial results reports are exempt from review conducted by certified public accountants or an audit firm.

* Notes: Request for appropriate use of the business outlook and other special remarks:

1)The financial forecasts for the entire term for fiscal year ending March 31, 2027 are revised from ones provided on May 8, 2026.

2)The forecasts given above are based on information currently available and certain premises regarded as reasonable, and do not include any intent that the company will guarantee its achievement. The actual business result may vary significantly from forecast due to various factors.

Semi-annual Consolidated Financial Statements
Semi-annual Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2026	As of September 30, 2026
Assets		
Current assets		
Cash and deposits	71,769	51,990
Notes receivable, accounts receivable from completed construction contracts and other	368,178	447,114
Costs on construction contracts in progress	19,297	20,382
Real estate for sale and development projects in progress	438	438
Accounts receivable - other	42,552	49,890
Other	26,275	23,555
Allowance for doubtful accounts	(574)	(709)
Total current assets	527,938	592,662
Non-current assets		
Property, plant and equipment		
Land	33,481	33,483
Construction in progress	93,230	107,532
Other, net	88,763	87,734
Total property, plant and equipment	215,476	228,749
Intangible assets	1,929	2,003
Investments and other assets		
Investment securities	28,517	28,037
Retirement benefit asset	11,757	11,868
Other	9,492	8,957
Allowance for doubtful accounts	(4,697)	(4,657)
Total investments and other assets	45,070	44,206
Total non-current assets	262,475	274,959
Total assets	790,413	867,622

(Millions of yen)

	As of March 31, 2026	As of September 30, 2026
Liabilities		
Current liabilities		
Accounts payable for construction contracts and other	155,724	152,909
Short-term borrowings	53,198	129,237
Commercial papers	9,929	59,829
Current portion of bonds payable	10,000	-
Income taxes payable	17,395	11,690
Advances received on construction contracts in progress	40,587	25,660
Deposits received	110,810	82,846
Provision for loss on construction contracts	6,170	4,920
Other provisions	4,683	5,409
Other	11,151	8,977
Total current liabilities	419,651	481,480
Non-current liabilities		
Bonds payable	41,000	41,000
Long-term borrowings	82,005	87,037
Long-term deposits received	43,212	50,816
Deferred tax liabilities for land revaluation	3,787	3,787
Provisions	565	1,014
Retirement benefit liability	848	874
Other	309	300
Total non-current liabilities	171,728	184,831
Total liabilities	591,379	666,312
Net assets		
Shareholders' equity		
Share capital	30,449	30,449
Capital surplus	18,386	18,386
Retained earnings	137,744	149,087
Treasury shares	(12,720)	(20,837)
Total shareholders' equity	173,860	177,086
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	9,446	9,167
Deferred gains or losses on hedges	1	4
Revaluation reserve for land	3,869	3,869
Foreign currency translation adjustment	5,578	5,119
Remeasurements of defined benefit plans	5,508	5,199
Total accumulated other comprehensive income	24,404	23,359
Non-controlling interests	768	864
Total net assets	199,033	201,310
Total liabilities and net assets	790,413	867,622

Semi-annual Consolidated Statements of Income and Comprehensive Income

Semi-annual Consolidated Statement of Income

(Millions of yen)

	FY3/26 2Q (From Apr.1,2025 to Sep.30,2025)	FY3/27 2Q (From Apr.1,2026 to Sep.30,2026)
Net sales		
Net sales of completed construction contracts	369,119	384,327
Other sales	9,846	13,652
Total net sales	378,966	397,980
Cost of sales		
Cost of sales of completed construction contracts	332,325	338,086
Other cost of sales	7,511	11,824
Total cost of sales	339,836	349,911
Gross profit		
Gross profit on completed construction contracts	36,794	46,240
Gross profit - other	2,335	1,828
Total gross profit	39,129	48,068
Selling, general and administrative expenses	13,292	15,650
Operating profit	25,837	32,417
Non-operating income		
Interest income	105	110
Dividend income	187	219
Other	791	131
Total non-operating income	1,084	461
Non-operating expenses		
Interest expenses	1,432	1,906
Other	345	431
Total non-operating expenses	1,778	2,338
Ordinary income	25,143	30,540
Extraordinary income		
Gain on liquidation of subsidiaries	-	359
Gain on sale of non-current assets	11	132
Gain on sale of investment securities	12	-
Other	-	2
Total extraordinary income	24	494
Extraordinary losses		
Loss on sale of non-current assets	1	164
Other	145	21
Total extraordinary losses	146	185
Income before income taxes	25,021	30,849
Income taxes - current	7,353	10,293
Income taxes - deferred	448	594
Total income taxes	7,802	10,888
Net income	17,218	19,961
Net income attributable to non-controlling interests	83	126
Net income attributable to owners of parent	17,134	19,834

Semi-annual Consolidated Statement of Comprehensive Income

(Millions of yen)

	FY3/26 2Q (From Apr.1,2025 to Sep.30,2025)	FY3/27 2Q (From Apr.1,2026 to Sep.30,2026)
Net income	17,218	19,961
Other comprehensive income		
Valuation difference on available-for-sale securities	1,502	(278)
Deferred gains or losses on hedges	(19)	2
Foreign currency translation adjustment	571	(612)
Remeasurements of defined benefit plans, net of tax	(48)	(309)
Share of other comprehensive income of entities accounted for using equity method	(75)	122
Total other comprehensive income	1,929	(1,075)
Comprehensive income	19,147	18,886
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	19,063	18,789
Comprehensive income attributable to non-controlling interests	84	96

Semi-annual Consolidated Statement of Cash Flows

(Millions of yen)

	FY3/26 2Q (From Apr.1,2025 to Sep.30,2025)	FY3/27 2Q (From Apr.1,2026 to Sep.30,2026)
Cash flows from operating activities		
Profit before income taxes	25,021	30,849
Depreciation	4,547	5,739
Amortization of goodwill	57	62
Increase (decrease) in allowance for doubtful accounts	278	94
Increase (decrease) in provision for bonuses	468	451
Increase (decrease) in provision for loss on construction contracts	(2,292)	(1,250)
Increase (decrease) in retirement benefit liability	362	(98)
Decrease (increase) in retirement benefit asset	(532)	(438)
Interest and dividend income	(293)	(329)
Interest expenses	1,432	1,906
Foreign exchange losses (gains)	(378)	(969)
Loss (gain) on sale of property, plant and equipment	(10)	31
Loss (gain) on sale of short-term and long-term investment securities	(12)	-
Decrease (increase) in trade receivables	(107,190)	(78,802)
Decrease (increase) in costs on construction contracts in progress	(757)	(123)
Decrease (increase) in inventories	(317)	(1,017)
Decrease (increase) in accounts receivable - other	(7,623)	(12,150)
Increase (decrease) in trade payables	(1,770)	(2,935)
Increase (decrease) in advances received on construction contracts in progress	3,558	(14,913)
Increase (decrease) in deposits received	567	(27,963)
Other, net	(5,269)	6,340
Subtotal	(90,155)	(95,516)
Interest and dividends received	260	259
Interest paid	(1,263)	(1,949)
Income taxes paid	(1,795)	(15,829)
Net cash provided by (used in) operating activities	(92,953)	(113,036)
Cash flows from investing activities		
Payments into time deposits	(531)	(46)
Proceeds from withdrawal of time deposits	483	333
Purchase of short-term and long-term investment securities	(9)	(35)
Proceeds from sale and redemption of short-term and long-term investment securities	87	-
Purchase of property, plant and equipment	(39,725)	(18,938)
Proceeds from sale of property, plant and equipment	12	367
Loan advances	(1)	-
Proceeds from collection of loans receivable	3	3
Proceeds from long-term deposits received	8,751	7,603
Other, net	(252)	(343)
Net cash provided by (used in) investing activities	(31,181)	(11,054)

(Millions of yen)

	FY3/26 2Q (From Apr.1,2025 to Sep.30,2025)	FY3/27 2Q (From Apr.1,2026 to Sep.30,2026)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	84,903	76,018
Net increase (decrease) in commercial papers	39,838	49,899
Proceeds from long-term borrowings	22,149	11,434
Repayments of long-term borrowings	(5,246)	(5,792)
Proceeds from issuance of bonds	9,945	-
Redemption of bonds	-	(10,000)
Purchase of treasury shares	(5,006)	(8,153)
Dividends paid	(3,385)	(8,470)
Other, net	(128)	(228)
Net cash provided by (used in) financing activities	143,070	104,708
Effect of exchange rate change on cash and cash equivalents	759	(109)
Net increase (decrease) in cash and cash equivalents	19,696	(19,492)
Cash and cash equivalents at beginning of period	56,786	71,435
Cash and cash equivalents at end of period	76,482	51,943

(Reference)

Non-Consolidated Orders Received, Net Sales and Backlog

1. Orders Received

(Millions of Yen)

		FY3/26 2Q (From Apr. 1, 2025 to Sep. 30, 2025)	FY3/27 2Q (From Apr. 1, 2026 to Sep. 30, 2026)	Increase (Decrease)	Rate of change (%)
	Public works	82,896	124,676	41,780	50.4
	Private works	42,912	47,238	4,325	10.1
Domestic civil engineering		125,809	171,914	46,105	36.6
	Public works	5,216	11,341	6,125	117.4
	Private works	151,846	122,785	(29,061)	(19.1)
Domestic building construction		157,062	134,127	(22,935)	(14.6)
	Civil engineering	172,381	14,832	(157,548)	(91.4)
	Building construction	4,352	46,204	41,851	961.5
Overseas		176,733	61,036	(115,697)	(65.5)
Construction Total		459,606	367,078	(92,527)	(20.1)
Others		152	154	2	1.7
Total		459,758	367,233	(92,525)	(20.1)

2. Net Sales

(Millions of Yen)

		FY3/26 2Q (From Apr. 1, 2025 to Sep. 30, 2025)	FY3/27 2Q (From Apr. 1, 2026 to Sep. 30, 2026)	Increase (Decrease)	Rate of change (%)
	Public works	105,900	112,479	6,578	6.2
	Private works	34,528	33,743	(784)	(2.3)
Domestic civil engineering		140,429	146,223	5,793	4.1
	Public works	26,914	27,643	728	2.7
	Private works	112,193	98,117	(14,076)	(12.5)
Domestic building construction		139,107	125,760	(13,347)	(9.6)
	Civil engineering	33,772	46,050	12,277	36.4
	Building construction	43,439	51,599	8,160	18.8
Overseas		77,212	97,649	20,437	26.5
Construction Total		356,749	369,633	12,884	3.6
Others		152	154	2	1.7
Total		356,901	369,788	12,886	3.6

3. Backlog

(Millions of Yen)

		FY3/26 2Q (From Apr. 1, 2025 to Sep. 30, 2025)	FY3/27 2Q (From Apr. 1, 2026 to Sep. 30, 2026)	Increase (Decrease)	Rate of change (%)
	Public works	165,835	201,282	35,446	21.4
	Private works	130,152	152,265	22,113	17.0
Domestic civil engineering		295,988	353,547	57,559	19.4
	Public works	153,079	151,218	(1,861)	(1.2)
	Private works	313,344	366,072	52,728	16.8
Domestic building construction		466,424	517,291	50,867	10.9
	Civil engineering	263,685	228,547	(35,137)	(13.3)
	Building construction	180,161	135,040	(45,121)	(25.0)
Overseas		443,847	363,588	(80,258)	(18.1)
Construction Total		1,206,259	1,234,427	28,167	2.3
Others		—	—	—	—
Total		1,206,259	1,234,427	28,167	2.3