November 13, 2026

Consolidated Financial Results for the Six Months Ended September 30, 2026 (Japanese GAAP)

Company name: SANKI ENGINEERING CO., LTD.
Listing: Tokyo Stock Exchange
Securities code: 1961
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Scheduled date to file semi-annual securities report: November 13, 2026
Scheduled date to commence dividend payments: December 10, 2026
Preparation of supplementary materials on financial results: Yes
Holding of financial results briefing: Yes (for securities analysts and institutional investors)

(Amounts of less than 1 million yen are truncated)

1. Consolidated Financial Results for the Six Months Ended September 30, 2026 (April 1, 2026 to September 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	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2026	116,915	14.7	12,803	95.7	13,544	92.5	10,279	82.7
September 30, 2025	101,970	(3.8)	6,541	10.4	7,036	6.0	5,627	26.4

(Note) Comprehensive income: Six months ended September 30, 2026: ¥9,353 million [20.5%]
Six months ended September 30, 2025: ¥7,764 million [－%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2026	67.27	67.11
September 30, 2025	36.21	36.12

(Note) The Company conducted a stock split at a ratio of three shares for every one share of the Company's common stock, effective May 1, 2026. "Basic earnings per share" and "Diluted earnings per share" are calculated on the assumption that the stock split was conducted at the commencement of the previous consolidated fiscal year.

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
September 30, 2026	205,560	125,058	60.8
March 31, 2026	219,483	121,437	55.3

(Reference) Shareholders' equity: As of September 30, 2026: ¥124,933 million As of March 31, 2026: ¥121,306 million

2. Cash Dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2026	—	82.50	—	112.50	195.00
Fiscal year ending March 31, 2027	—	42.50			
Fiscal year ending March 31, 2027 (Forecast)			—	42.50	85.00

(Note) 1. Revisions to forecasts of cash dividends most recently announced: Yes

2. The Company conducted a stock split at a ratio of three shares for every one share of the Company's common stock, effective May 1, 2026. For the fiscal year ended March 31, 2026, the dividend amounts presented above represent the actual amounts before the stock split. For the fiscal year ending March 31, 2027 (forecast), the dividend amount is presented on a post-split.

* For details, please refer to "Notice Concerning Dividends of Surplus (Interim Dividends) and Revision of Year-End Dividend Forecast (Dividend Increase)" released today (November 13, 2026).

3. Forecast of Consolidated Financial Results for the Fiscal Year Ending March 31, 2027 (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		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	270,000	6.0	36,000	28.6	37,000	26.3	32,300	36.4	211.43

(Note) 1. Revisions to forecasts of consolidated financial results most recently announced: Yes

2. The Company conducted a stock split at a ratio of three shares for every one share of the Company's common stock, effective May 1, 2026. In the forecast of consolidated financial results for the fiscal year ending March 31, 2027, "Basic earnings per share" take into account the impact of the stock split.

* **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 stock)

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

As of September 30, 2026	156,483,468 shares
As of March 31, 2026	160,983,468 shares

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

As of September 30, 2026	3,754,314 shares
As of March 31, 2026	8,231,100 shares

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

For the six months ended September 30, 2026	152,805,701 shares
For the six months ended September 30, 2025	155,402,594 shares

(Note) The Company conducted a stock split at a ratio of three shares for every one share of the Company's common stock, effective May 1, 2026. The total number of issued shares (ordinary shares) is calculated on the assumption that the stock split was conducted at the commencement of the previous consolidated fiscal year.

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

* Proper use of earnings forecasts, and other special matters

We have amended the consolidated and non-consolidated earnings forecasts announced on August 7, 2026.

(Reference) Forecast of Non-consolidated Financial Results for the Fiscal Year Ending March 31, 2027

(April 1, 2026 to March 31, 2027)

(Percentages indicate year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	240,000	7.7	31,500	31.6	35,000	27.9	31,400	36.6	205.54

(Note) Revisions to forecasts of non-consolidated financial results during the interim accounting period under review: Yes

Disclaimer: This is a Japanese–English translation of the summary of financial statements of the Company produced for your convenience. Officially, only the Japanese version is assumed to be the summary of financial statements of the Company. This summary does not constitute any guarantee and the Company will not compensate any losses and/or damage stemming from actions taken based on these statements. In the case that there is any discrepancy between the Japanese and English versions, the Japanese version is assumed to be correct.

2. Semi-Annual Consolidated Financial Statements

(1) Semi-annual consolidated balance sheets

(Millions of yen)

	As of March 31, 2026	As of September 30, 2026
Assets		
Current assets		
Cash and deposits	32,097	36,781
Notes receivable - trade	23	19
Electronically recorded monetary claims - operating	7,776	5,561
Accounts receivable from completed construction contracts and other	64,720	33,787
Contract assets	23,069	24,605
Securities	9,986	18,985
Costs on construction contracts in progress	2,792	4,686
Raw materials and supplies	1,160	977
Other	8,365	9,994
Allowance for doubtful accounts	(5)	(3)
Total current assets	149,986	135,395
Non-current assets		
Property, plant and equipment		
Buildings and structures	45,109	44,093
Accumulated depreciation	(36,233)	(35,701)
Buildings and structures, net	8,875	8,392
Machinery, vehicles, tools, furniture and fixtures	2,478	2,602
Accumulated depreciation	(2,029)	(2,043)
Machinery, vehicles, tools, furniture and fixtures, net	448	559
Land	3,068	2,220
Leased assets	309	310
Accumulated depreciation	(137)	(140)
Leased assets, net	172	169
Construction in progress	323	524
Total property, plant and equipment	12,887	11,866
Intangible assets		
Other	1,717	1,670
Total intangible assets	1,717	1,670
Investments and other assets		
Investment securities	35,258	37,005
Long-term loans receivable	37	34
Retirement benefit asset	12,836	12,968
Leasehold and guarantee deposits	1,595	1,569
Insurance funds	440	425
Deferred tax assets	1,399	1,256
Other	3,694	3,732
Allowance for doubtful accounts	(372)	(365)
Total investments and other assets	54,891	56,627
Total non-current assets	69,497	70,164
Total assets	219,483	205,560

(Millions of yen)

	As of March 31, 2026	As of September 30, 2026
Liabilities		
Current liabilities		
Electronically recorded obligations – operating	1,398	570
Accounts payable for construction contracts	33,461	24,574
Short-term borrowings	5,781	5,456
Lease liabilities	113	133
Income taxes payable	5,774	3,614
Contract liabilities	19,952	21,080
Provision for bonuses	9,188	6,443
Provision for directors' bonuses	414	190
Provision for warranties for completed construction	442	343
Provision for loss on construction contracts	332	150
Other	8,169	3,797
Total current liabilities	85,030	66,354
Non-current liabilities		
Long-term borrowings	350	175
Lease liabilities	241	273
Retirement benefit liability	3,651	4,090
Deferred tax liabilities	2,821	3,691
Other	5,951	5,917
Total non-current liabilities	13,016	14,147
Total liabilities	98,046	80,501
Net assets		
Shareholders' equity		
Share capital	8,105	8,105
Capital surplus	4,181	4,181
Retained earnings	95,888	95,852
Treasury shares	(8,940)	(4,352)
Total shareholders' equity	99,234	103,786
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	16,333	15,671
Deferred gains or losses on hedges	8	4
Foreign currency translation adjustment	707	717
Remeasurements of defined benefit plans	5,022	4,753
Total accumulated other comprehensive income	22,072	21,146
Share acquisition rights	130	125
Total net assets	121,437	125,058
Total liabilities and net assets	219,483	205,560

(2) Semi-annual consolidated statements of income and comprehensive income

(Millions of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Net sales		
Net sales of completed construction contracts	100,632	115,576
Net sales in real estate business and other	1,337	1,339
Total net sales	101,970	116,915
Cost of sales		
Cost of sales of completed construction contracts	81,588	88,882
Cost of sales in real estate business and other	767	751
Total cost of sales	82,355	89,633
Gross profit		
Gross profit on completed construction contracts	19,044	26,694
Gross profit on real estate business and other	570	587
Total gross profit	19,615	27,282
Selling, general and administrative expenses	13,073	14,479
Operating profit	6,541	12,803
Non-operating income		
Interest income	77	173
Dividend income	470	407
Other	163	351
Total non-operating income	711	932
Non-operating expenses		
Interest expenses	61	63
Compensation expenses	21	50
Other	133	76
Total non-operating expenses	217	191
Ordinary profit	7,036	13,544
Extraordinary income		
Gain on sale of non-current assets	—	1,133
Gain on sale of investment securities	1,280	586
Total extraordinary income	1,280	1,719
Extraordinary losses		
Loss on retirement of non-current assets	18	111
Total extraordinary losses	18	111
Profit before income taxes	8,298	15,151
Income taxes – current	1,400	3,432
Income taxes – deferred	1,270	1,440
Total income taxes	2,670	4,872
Profit	5,627	10,279
(Breakdown)		
Profit attributable to owners of parent	5,627	10,279
Profit attributable to non-controlling interests	—	—
Other comprehensive income		
Valuation difference on available-for-sale securities	2,100	(661)
Deferred gains or losses on hedges	1	(4)
Foreign currency translation adjustment	56	10
Remeasurements of defined benefit plans	(21)	(269)
Total other comprehensive income	2,136	(925)
Comprehensive income	7,764	9,353
(Breakdown)		
Comprehensive income attributable to owners of parent	7,764	9,353
Comprehensive income attributable to non-controlling interests	—	—

(3) Semi-annual consolidated statements of cash flows

(Millions of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Cash flows from operating activities		
Profit before income taxes	8,298	15,151
Depreciation	1,025	948
Loss on retirement of non-current assets	18	111
Increase (decrease) in allowance for doubtful accounts	0	(8)
Increase (decrease) in provision for bonuses	(2,601)	(2,744)
Increase (decrease) in retirement benefit liability	280	(86)
Increase (decrease) in provision for loss on construction contracts	(623)	(182)
Interest and dividend income	(547)	(580)
Interest expenses	61	63
Loss (gain) on sale of property, plant and equipment	2	(1,132)
Loss (gain) on sale of investment securities	(1,280)	(586)
Decrease (increase) in trade receivables and contract assets	19,602	31,648
Decrease (increase) in costs on construction contracts in progress	(1,578)	(1,889)
Increase (decrease) in trade payables	(11,426)	(9,727)
Increase (decrease) in contract liabilities	4,115	1,124
Increase (decrease) in other current liabilities	(2,443)	(4,382)
Other	(3,526)	(1,318)
Subtotal	9,378	26,409
Interest and dividends received	540	559
Interest paid	(55)	(58)
Income taxes paid	(5,647)	(5,541)
Income taxes refund	1	2
Compensation paid for damage	(462)	—
Cash flows from operating activities	3,754	21,371
Cash flows from investing activities		
Payments into time deposits	(4,000)	—
Proceeds from withdrawal of time deposits	2,000	—
Purchase of securities	(3,000)	(10,400)
Proceeds from redemption of securities	1,000	6,400
Purchase of property, plant and equipment	(457)	(1,027)
Proceeds from sale of property, plant and equipment	0	2,200
Payments for retirement of property, plant and equipment	(12)	(61)
Purchase of investment securities	(1,121)	(2,495)
Proceeds from sale of investment securities	2,159	609
Proceeds from collection of loans receivable	5	2
Purchase of intangible assets	(258)	(113)
Proceeds from maturity of insurance funds	12	39
Other	(100)	(71)
Cash flows from investing activities	(3,772)	(4,916)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	0	10
Repayments of long-term borrowings	(513)	(513)
Purchase of treasury shares	(722)	(491)
Proceeds from exercise of share options	0	0
Repayments of lease liabilities	(65)	(69)
Dividends paid	(5,694)	(5,728)
Cash flows from financing activities	(6,994)	(6,792)
Effect of exchange rate changes on cash and cash equivalents	27	15
Net increase (decrease) in cash and cash equivalents	(6,985)	9,678
Cash and cash equivalents at beginning of period	43,848	39,784
Cash and cash equivalents at end of period	36,862	49,462