

Translation

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Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2024 (Based on Japanese GAAP)

February 7, 2025

Company name: TENOX CORPORATION
 Stock exchange listing: Tokyo
 Stock code: 1905 URL <https://www.tenox.co.jp/>
 Representative: President and Representative Director Sunao Wakao
 Inquiries: Accounting Manager Atsushi Taniyama TEL 03-3455-7758
 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 nine months ended December 31, 2024 (from April 1, 2024 to December 31, 2024)

(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	%
Nine months ended December 31, 2024	18,861	25.2	1,034	228.0	1,047	191.3	661	132.1
Nine months ended December 31, 2023	15,070	11.3	315	(33.1)	359	(30.1)	285	(29.4)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended December 31, 2024	100.16		99.02	
Nine months ended December 31, 2023	43.59		42.68	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2024	20,333	13,128	63.0
As of March 31, 2024	19,066	12,689	64.5

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended March 31, 2024	–	19.00	–	19.00	38.00
Year ending March 31, 2025	–	21.00	–	–	–
Year ending March 31, 2025 (Forecast)	–	–	–	22.00	43.00

3. Forecast of consolidated financial results for the year ending March 31, 2025 (from April 1, 2024 to March 31, 2025)

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	25,000	23.7	890	70.8	930	66.7	650	67.5	99.16

4. Notes

- (1) Significant changes in the scope of consolidation during the nine months ended December 31, 2024: 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 December 31, 2024	7,347,680 shares	As of March 31, 2024	7,347,680 shares
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Number of treasury shares at the end of the period

As of December 31, 2024	707,354 shares	As of March 31, 2024	792,750 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2024	6,606,526 shares	Nine months ended December 31, 2023	6,541,662 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Thousands of yen)

	As of March 31, 2024	As of December 31, 2024
Assets		
Current assets		
Cash and deposits	8,367,784	8,246,883
Notes receivable, accounts receivable from completed construction contracts, contract assets and other	3,127,594	4,312,918
Electronically recorded monetary claims - operating	1,657,896	1,558,898
Costs on construction contracts in progress	1,000,210	1,018,270
Accounts receivable - other	716,331	649,129
Other	417,463	450,042
Allowance for doubtful accounts	(2,010)	(2,054)
Total current assets	15,285,271	16,234,087
Non-current assets		
Property, plant and equipment	2,587,641	2,765,969
Intangible assets		
Goodwill	11,922	8,670
Other	92,436	136,094
Total intangible assets	104,358	144,765
Investments and other assets		
Other	1,092,792	1,191,392
Allowance for doubtful accounts	(3,072)	(3,072)
Total investments and other assets	1,089,719	1,188,320
Total non-current assets	3,781,719	4,099,054
Total assets	19,066,990	20,333,142

(Thousands of yen)

	As of March 31, 2024	As of December 31, 2024
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	4,608,237	5,366,575
Current portion of long-term borrowings	9,940	9,940
Income taxes payable	30,906	341,639
Contract liabilities	300,777	147,610
Provision for loss on construction contracts	5,600	24,500
Other provisions	118,940	36,636
Other	668,329	438,430
Total current liabilities	5,742,731	6,365,332
Non-current liabilities		
Retirement benefit liability	502,194	532,054
Provisions	88,219	99,988
Other	44,240	207,188
Total non-current liabilities	634,655	839,231
Total liabilities	6,377,386	7,204,564
Net assets		
Shareholders' equity		
Share capital	1,710,900	1,710,900
Capital surplus	2,340,256	2,353,342
Retained earnings	8,685,750	9,074,865
Treasury shares	(540,658)	(486,091)
Total shareholders' equity	12,196,248	12,653,015
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	118,514	167,832
Foreign currency translation adjustment	(12,002)	(6,241)
Total accumulated other comprehensive income	106,512	161,591
Share acquisition rights	89,636	48,009
Non-controlling interests	297,207	265,962
Total net assets	12,689,604	13,128,577
Total liabilities and net assets	19,066,990	20,333,142

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

Consolidated statements of income (cumulative)

(Thousands of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Net sales	15,070,747	18,861,325
Cost of sales	13,044,340	16,010,784
Gross profit	2,026,406	2,850,540
Selling, general and administrative expenses	1,710,830	1,815,595
Operating profit	315,575	1,034,945
Non-operating income		
Interest income	651	1,088
Dividend income	9,712	16,028
Purchase discounts	17,816	9,829
Gain on sale of goods	6,323	5,540
Foreign exchange gains	7,194	–
Other	2,354	4,412
Total non-operating income	44,053	36,900
Non-operating expenses		
Commission expenses	27	–
Foreign exchange losses	–	24,392
Non deducted consumption tax	119	415
Other	10	3
Total non-operating expenses	158	24,811
Ordinary profit	359,471	1,047,034
Extraordinary income		
Gain on sale of non-current assets	30,999	1,709
Total extraordinary income	30,999	1,709
Extraordinary losses		
Loss on disposal of non-current assets	163	185
Loss on compensation for damage	–	50,000
Other	0	–
Total extraordinary losses	163	50,185
Profit before income taxes	390,307	998,558
Income taxes	137,647	367,196
Profit	252,659	631,361
Loss attributable to non-controlling interests	(32,463)	(30,345)
Profit attributable to owners of parent	285,123	661,706

Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Profit	252,659	631,361
Other comprehensive income		
Valuation difference on available-for-sale securities	50,333	49,317
Foreign currency translation adjustment	(6,276)	5,760
Total other comprehensive income	44,057	55,078
Comprehensive income	296,717	686,440
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	329,180	716,785
Comprehensive income attributable to non-controlling interests	(32,463)	(30,345)