

Translation

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## Summary of Consolidated Financial Results for the Six Months Ended September 30, 2024 (Based on Japanese GAAP)

November 8, 2024

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 file Semi-annual Securities Report: November 11, 2024  
 Scheduled date to commence dividend payments: December 3, 2024  
 Preparation of supplementary material on financial results: Yes  
 Holding of financial results meeting: Yes (for institutional investors and analysts)

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the six months ended September 30, 2024 (from April 1, 2024 to September 30, 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	%
Six months ended September 30, 2024	12,115	24.5	442	105.6	480	94.5	293	50.1
Six months ended September 30, 2023	9,729	14.3	215	(8.2)	247	(6.7)	195	(5.8)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Six months ended September 30, 2024	44.56		44.05	
Six months ended September 30, 2023	29.95		29.32	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2024	20,064	12,881	62.6
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 six months ended September 30, 2024: No
- (2) Application of special accounting methods for preparing semi-annual 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 September 30, 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 September 30, 2024	707,353 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)

Six months ended September 30, 2024	6,592,040 shares	Six months ended September 30, 2023	6,536,682 shares
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**Semi-annual consolidated financial statements**  
**Consolidated balance sheets**

(Thousands of yen)

	As of March 31, 2024	As of September 30, 2024
<b>Assets</b>		
<b>Current assets</b>		
Cash and deposits	8,367,784	9,397,337
Notes receivable, accounts receivable from completed construction contracts, contract assets and other	3,127,594	3,692,907
Electronically recorded monetary claims - operating	1,657,896	1,124,112
Costs on construction contracts in progress	1,000,210	762,843
Accounts receivable - other	716,331	642,183
Other	417,463	339,282
Allowance for doubtful accounts	(2,010)	(529)
<b>Total current assets</b>	<b>15,285,271</b>	<b>15,958,137</b>
<b>Non-current assets</b>		
Property, plant and equipment	2,587,641	2,817,323
<b>Intangible assets</b>		
Goodwill	11,922	9,754
Other	92,436	127,780
<b>Total intangible assets</b>	<b>104,358</b>	<b>137,535</b>
<b>Investments and other assets</b>		
Other	1,092,792	1,154,576
Allowance for doubtful accounts	(3,072)	(3,072)
<b>Total investments and other assets</b>	<b>1,089,719</b>	<b>1,151,503</b>
<b>Total non-current assets</b>	<b>3,781,719</b>	<b>4,106,363</b>
<b>Total assets</b>	<b>19,066,990</b>	<b>20,064,500</b>

(Thousands of yen)

	As of March 31, 2024	As of September 30, 2024
<b>Liabilities</b>		
<b>Current liabilities</b>		
Notes payable, accounts payable for construction contracts and other	4,608,237	5,317,210
Current portion of long-term borrowings	9,940	9,940
Income taxes payable	30,906	197,971
Contract liabilities	300,777	97,856
Provision for loss on construction contracts	5,600	24,300
Other provisions	118,940	199,267
Other	668,329	514,868
<b>Total current liabilities</b>	<b>5,742,731</b>	<b>6,361,413</b>
<b>Non-current liabilities</b>		
Retirement benefit liability	502,194	518,008
Provisions	88,219	99,988
Other	44,240	204,040
<b>Total non-current liabilities</b>	<b>634,655</b>	<b>822,037</b>
<b>Total liabilities</b>	<b>6,377,386</b>	<b>7,183,451</b>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Share capital	1,710,900	1,710,900
Capital surplus	2,340,256	2,353,342
Retained earnings	8,685,750	8,850,866
Treasury shares	(540,658)	(486,090)
<b>Total shareholders' equity</b>	<b>12,196,248</b>	<b>12,429,017</b>
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities	118,514	147,778
Foreign currency translation adjustment	(12,002)	(16,995)
<b>Total accumulated other comprehensive income</b>	<b>106,512</b>	<b>130,783</b>
Share acquisition rights	89,636	48,009
Non-controlling interests	297,207	273,238
<b>Total net assets</b>	<b>12,689,604</b>	<b>12,881,048</b>
<b>Total liabilities and net assets</b>	<b>19,066,990</b>	<b>20,064,500</b>

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

**Consolidated statements of income (cumulative)**

(Thousands of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Net sales	9,729,755	12,115,565
Cost of sales	8,367,424	10,471,354
Gross profit	1,362,330	1,644,211
Selling, general and administrative expenses	1,146,833	1,201,250
Operating profit	215,496	442,961
Non-operating income		
Interest income	392	715
Dividend income	6,078	9,317
Purchase discounts	10,743	5,992
Gain on sale of goods	4,919	2,947
Foreign exchange gains	7,989	16,002
Other	1,597	3,095
Total non-operating income	31,721	38,071
Non-operating expenses		
Commission expenses	27	–
Non deducted consumption tax	–	264
Other	1	3
Total non-operating expenses	28	267
Ordinary profit	247,189	480,764
Extraordinary income		
Gain on sale of non-current assets	11,699	1,709
Total extraordinary income	11,699	1,709
Extraordinary losses		
Loss on disposal of non-current assets	0	185
Provision for loss on compensation for damage	–	60,000
Other	0	–
Total extraordinary losses	0	60,185
Profit before income taxes	258,889	422,288
Income taxes	86,777	151,590
Profit	172,111	270,697
Loss attributable to non-controlling interests	(23,635)	(23,068)
Profit attributable to owners of parent	195,746	293,766

**Consolidated statements of comprehensive income (cumulative)**

(Thousands of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Profit	172,111	270,697
Other comprehensive income		
Valuation difference on available-for-sale securities	52,941	29,263
Foreign currency translation adjustment	(7,521)	(4,993)
Total other comprehensive income	45,420	24,270
Comprehensive income	217,531	294,968
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	241,166	318,036
Comprehensive income attributable to non-controlling interests	(23,635)	(23,068)