

Note: This document has been translated from a part of the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

Consolidated Financial Results for the Fiscal Year Ended March 31, 2026 [Japanese GAAP] (Unaudited)



May 12, 2026

Company name: HIRANO TECSEED Co., Ltd.
 Stock exchange listing: Tokyo Stock Exchange
 Code number: 6245
 URL: <https://www.hirano-tec.co.jp/en/>
 Representative: Munenori Yasui, President and Director
 Contact: Masashi Hara, Director and Executive Officer, Operating Officer, Corporate Division
 Phone: +81-745-57-0681
 Scheduled date of Ordinary General Meeting of Shareholders: June 25, 2026
 Scheduled date of commencing dividend payments: June 26, 2026
 Scheduled date of filing annual securities report: June 24, 2026
 Supplemental explanatory materials for account settlement: Yes
 Explanatory meeting for account settlement to be held: Yes (for institutional investors and analysts)

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

1. Consolidated Financial Results for the Fiscal Year Ended March 31, 2026 (April 1, 2025 to March 31, 2026)

(1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent	
	million yen	%	million yen	%	million yen	%	million yen	%
Fiscal year ended March 31, 2026	32,285	(33.2)	1,599	(4.9)	1,706	(9.9)	1,313	45.0
Fiscal year ended March 31, 2025	48,355	3.0	1,681	(48.0)	1,894	(44.2)	905	(62.8)

(Note) Comprehensive income: Fiscal year ended March 31, 2026: ¥2,454 million (up 97.3%)
 Fiscal year ended March 31, 2025: ¥1,243 million (down 62.6%)

	Basic earnings per share	Diluted earnings per share	Rate of return on equity	Ordinary income to total assets	Operating income to net sales
	yen	yen	%	%	%
Fiscal year ended March 31, 2026	86.79	—	3.4	2.9	5.0
Fiscal year ended March 31, 2025	59.91	—	2.4	3.0	3.5

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	million yen	million yen	%	yen
As of March 31, 2026	57,785	39,400	68.2	2,602.74
As of March 31, 2025	61,693	38,240	62.0	2,528.43

(Reference) Equity: As of March 31, 2026: ¥39,400 million
 As of March 31, 2025: ¥38,240 million

(3) Consolidated Cash Flows

	Net cash provided by (used in) operating activities	Net cash provided by (used in) investing activities	Net cash provided by (used in) financing activities	Cash and cash equivalents at end of period
	million yen	million yen	million yen	million yen
Fiscal year ended March 31, 2026	4,703	(839)	(3,418)	11,628
Fiscal year ended March 31, 2025	(724)	(147)	(1,776)	11,252

2. Dividends

	Annual dividends					Total dividends	Payout ratio (consolidated)	Dividends to net assets (consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total			
	Yen	Yen	Yen	Yen	Yen	million yen	%	%
Fiscal year ended March 31, 2025	–	45.00	–	45.00	90.00	1,361	150.2	3.6
Fiscal year ended March 31, 2026	–	42.00	–	42.00	84.00	1,271	96.8	3.3
Fiscal year ending March 31, 2027 (Forecast)	–	42.00	–	42.00	84.00		115.6	

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 income		Ordinary income		Net income attributable to owners of parent		Basic earnings per share
	million yen	%	million yen	%	million yen	%	million yen	%	Yen
First half (cumulative total)	13,000	(28.4)	800	(33.8)	900	(29.4)	600	(33.4)	39.65
Full year	25,000	(22.6)	1,500	(6.2)	1,600	(6.3)	1,100	(16.3)	72.69

Notes

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

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

- 1) Changes in accounting policies due to the revisions of accounting standards: No
- 2) Changes in accounting policies other than 1) above: No
- 3) Changes in accounting estimates: No
- 4) Restatement: No

(3) Total number of issued shares (common stock)

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

March 31, 2026: 15,394,379 shares

March 31, 2025: 15,394,379 shares

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

March 31, 2026: 256,504 shares

March 31, 2025: 270,183 shares

3) Average number of shares during the period:

Fiscal year ended March 31, 2026: 15,132,729 shares

Fiscal year ended March 31, 2025: 15,119,993 shares

(Reference) Outline of Non-consolidated Financial Results

Non-Consolidated Financial Results for the Fiscal Year Ended March 31, 2026 (April 1, 2025 to March 31, 2026)

(1) Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating income		Ordinary income		Net income	
	million yen	%	million yen	%	million yen	%	million yen	%
Fiscal year ended March 31, 2026	24,587	(17.4)	1,264	188.1	1,417	93.2	1,048	716.5
Fiscal year ended March 31, 2025	29,772	(31.0)	438	(83.9)	733	(74.8)	128	(94.1)

	Basic earnings per share	Diluted earnings per share
	yen	yen
Fiscal year ended March 31, 2026	69.30	—
Fiscal year ended March 31, 2025	8.49	—

(2) Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	million yen	million yen	%	yen
As of March 31, 2026	45,317	28,399	62.7	1,876.07
As of March 31, 2025	44,723	27,672	61.9	1,829.66

(Reference) Equity: As of March 31, 2026: ¥28,399 million
As of March 31, 2025: ¥27,672 million

* This financial results report is outside the scope of auditing to be conducted by certified public accountants or an audit corporation.

* Explanation of the proper use of financial results forecast and other notes

Performance forecasts and other forward-looking statements contained in this report are based on information available on the date of this report's release. Because of various factors in the future, however, actual results may differ from the forecasts.

Consolidated Financial Statements

Consolidated balance sheets

(Thousands of yen)

	As of March 31, 2025	As of March 31, 2026
Assets		
Current assets		
Cash and deposits	11,755,531	12,131,482
Notes and accounts receivable - trade, and contract assets	31,024,785	27,232,483
Electronically recorded monetary claims - operating	602,915	744,765
Work in process	123,415	59,602
Securities	—	300,000
Raw materials and supplies	310,363	156,436
Advance payments to suppliers	2,750,619	1,143,517
Other	1,962,474	1,156,018
Allowance for doubtful accounts	△24,671	△28,772
Total current assets	48,505,434	42,895,534
Non-current assets		
Property, plant and equipment		
Buildings and structures	7,143,543	7,218,494
Accumulated depreciation	△3,167,166	△3,425,627
Buildings and structures, net	3,976,377	3,792,866
Machinery, equipment and vehicles	4,162,117	4,384,611
Accumulated depreciation	△3,099,929	△3,326,019
Machinery, equipment and vehicles, net	1,062,187	1,058,591
Land	2,099,292	2,099,292
Leased assets	107,451	107,253
Accumulated depreciation	△28,799	△50,029
Leased assets, net	78,652	57,224
Construction in progress	10,213	730,307
Other	1,067,525	1,151,057
Accumulated depreciation	△856,834	△930,082
Other, net	210,690	220,974
Total property, plant and equipment	7,437,414	7,959,258
Intangible assets		
Software	414,979	337,362
Telephone subscription right	516	516
Other	1,250	34,339
Total intangible assets	416,746	372,218
Investments and other assets		
Investment securities	4,481,501	5,603,658
Long-term prepaid expenses	78,862	43,666
Distressed receivables	478,477	478,477
Retirement benefit asset	202,840	329,893
Deferred tax assets	183,565	104,612
Other	386,923	476,391
Allowance for doubtful accounts	△478,477	△478,477
Total investments and other assets	5,333,693	6,558,222
Total non-current assets	13,187,855	14,889,699
Total assets	61,693,290	57,785,234

(Thousands of yen)

	As of March 31, 2025	As of March 31, 2026
Liabilities		
Current liabilities		
Notes and accounts payable - trade	9,163,114	4,369,290
Electronically recorded obligations - operating	1,464,405	330,320
Short-term borrowings	6,000,000	3,500,000
Current portion of long-term borrowings	428,596	575,376
Lease liabilities	21,471	21,105
Accounts payable - other	2,113,048	1,890,601
Accrued expenses	146,114	183,159
Income taxes payable	341,012	379,271
Advances received	2,209,161	5,073,755
Provision for bonuses	291,180	291,220
Provision for product warranties	66,393	305,732
Other	261,012	99,630
Total current liabilities	22,505,509	17,019,464
Non-current liabilities		
Long-term borrowings	329,136	582,960
Lease liabilities	57,347	36,544
Deferred tax liabilities	—	252,305
Provision for retirement benefits for directors (and other officers)	64,990	80,650
Retirement benefit liability	433,706	317,448
Asset retirement obligations	17,126	52,502
Other	44,933	43,331
Total non-current liabilities	947,239	1,365,742
Total liabilities	23,452,749	18,385,206
Net assets		
Shareholders' equity		
Share capital	1,847,821	1,847,821
Capital surplus	1,398,360	1,403,105
Retained earnings	33,011,988	33,009,020
Treasury shares	△314,313	△297,893
Total shareholders' equity	35,943,857	35,962,054
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	2,176,079	3,158,954
Foreign currency translation adjustment	46,057	52,028
Remeasurements of defined benefit plans	74,546	226,989
Total accumulated other comprehensive income	2,296,682	3,437,973
Total net assets	38,240,540	39,400,027
Total liabilities and net assets	61,693,290	57,785,234

(2) Consolidated Statements of Income and Comprehensive Income

(Consolidated Statements of Income)

(Thousands of yen)

	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026
Net sales	48,355,528	32,285,374
Cost of sales	41,833,373	26,646,283
Gross profit	6,522,154	5,639,090
Selling, general and administrative expenses		
Sales commission	2,350,838	1,279,088
Salaries and allowances	749,776	876,679
Remuneration for directors (and other officers)	194,311	189,082
Provision for bonuses	72,206	78,758
Retirement benefit expenses	48,616	54,035
Provision for retirement benefits for directors (and other officers)	14,310	15,660
Legal and other welfare expenses	180,471	206,653
Travel, transportation and communication expenses	132,700	125,355
Depreciation	215,201	219,333
Rent expenses	102,859	122,489
Provision of allowance for doubtful accounts	9,475	4,193
Other	769,836	868,752
Total selling, general and administrative expenses	4,840,604	4,040,083
Operating profit	1,681,549	1,599,007
Non-operating income		
Interest income	1,508	3,373
Dividend income	122,386	152,916
Purchase discounts	2,815	1,569
Insurance claim income	29,160	12,264
Recoveries of written off receivables	90,000	—
Subsidy income	8,347	—
Other	67,663	54,536
Total non-operating income	321,880	224,660
Non-operating expenses		
Interest expenses	86,174	79,080
Loss on sale of non-current assets	1,534	180
Loss on retirement of non-current assets	18,911	36,861
Other	2,045	780
Total non-operating expenses	108,666	116,903
Ordinary profit	1,894,763	1,706,764
Extraordinary losses		
Loss on sale of investment securities	7,369	—
Loss on redemption of investment securities	19,640	—
Provision of allowance for doubtful accounts	478,477	—
Total extraordinary losses	505,487	—
Profit before income taxes	1,389,275	1,706,764
Income taxes - current	610,297	570,987
Income taxes for prior periods	385,000	—
Income taxes - deferred	△511,919	△177,649
Total income taxes	483,377	393,338
Profit	905,898	1,313,426
Profit attributable to owners of parent	905,898	1,313,426

(Consolidated Statements of Comprehensive Income)

(Thousands of yen)

	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026
Profit	905,898	1,313,426
Other comprehensive income		
Valuation difference on available-for-sale securities	215,624	982,875
Foreign currency translation adjustment	62,295	5,971
Remeasurements of defined benefit plans, net of tax	60,088	152,443
Total other comprehensive income	338,009	1,141,290
Comprehensive income	1,243,907	2,454,716
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,243,907	2,454,716
Comprehensive income attributable to non-controlling interests	—	—

(3) Consolidated Statements of Changes in Net Assets

Previous fiscal year (From April 1, 2024 to March 31, 2025)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	1,847,821	1,389,886	33,693,483	△327,459	36,603,732
Changes during period					
Dividends of surplus			△1,587,393		△1,587,393
Profit attributable to owners of parent			905,898		905,898
Purchase of treasury shares				△59	△59
Disposal of treasury shares		8,474		13,205	21,680
Net changes in items other than shareholders' equity					—
Total changes during period	—	8,474	△681,495	13,146	△659,874
Balance at end of period	1,847,821	1,398,360	33,011,988	△314,313	35,943,857

(Thousands of yen)

	Accumulated other comprehensive income				Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income	
Balance at beginning of period	1,960,455	△16,238	14,457	1,958,673	38,562,405
Changes during period					
Dividends of surplus					△1,587,393
Profit attributable to owners of parent					905,898
Purchase of treasury shares					△59
Disposal of treasury shares					21,680
Net changes in items other than shareholders' equity	215,624	62,295	60,088	338,009	338,009
Total changes during period	215,624	62,295	60,088	338,009	△321,864
Balance at end of period	2,176,079	46,057	74,546	2,296,682	38,240,540

Current fiscal year(From April 1, 2025 to March 31, 2026)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	1,847,821	1,398,360	33,011,988	△314,313	35,943,857
Changes during period					
Dividends of surplus			△1,316,394		△1,316,394
Profit attributable to owners of parent			1,313,426		1,313,426
Disposal of treasury shares		4,744		16,419	21,164
Net changes in items other than shareholders' equity					—
Total changes during period	—	4,744	△2,968	16,419	18,196
Balance at end of period	1,847,821	1,403,105	33,009,020	△297,893	35,962,054

(Thousands of yen)

	Accumulated other comprehensive income				Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income	
Balance at beginning of period	2,176,079	46,057	74,546	2,296,682	38,240,540
Changes during period					
Dividends of surplus					△1,316,394
Profit attributable to owners of parent					1,313,426
Disposal of treasury shares					21,164
Net changes in items other than shareholders' equity	982,875	5,971	152,443	1,141,290	1,141,290
Total changes during period	982,875	5,971	152,443	1,141,290	1,159,486
Balance at end of period	3,158,954	52,028	226,989	3,437,973	39,400,027

(4) Consolidated Statements of Cash Flows

(Thousands of yen)

	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026
Cash flows from operating activities		
Profit before income taxes	1,389,275	1,706,764
Depreciation	821,575	828,285
Amortization of long-term prepaid expenses	28,570	21,322
Increase (decrease) in provision for bonuses	11,504	40
Increase (decrease) in allowance for doubtful accounts	435,296	4,193
Increase (decrease) in provision for retirement benefits for directors (and other officers)	2,240	15,660
Increase (decrease) in provision for product warranties	31,731	239,339
Decrease (increase) in retirement benefit asset	5,768	△18,056
Increase (decrease) in retirement benefit liability	17,723	△2,431
Interest and dividend income	△123,894	△156,289
Interest expenses	86,174	79,080
Loss (gain) on sale of non-current assets	485	△1,317
Loss on retirement of non-current assets	18,911	36,861
Loss (gain) on sale of investment securities	7,369	—
Decrease (increase) in accounts receivable - trade, and contract assets	△267,141	3,440,067
Decrease (increase) in distressed receivables	△478,477	—
Recoveries of written off receivables	△90,000	—
Decrease (increase) in inventories	△2,177	△346,697
Increase (decrease) in advances received	△1,117,741	2,889,219
Increase (decrease) in trade payables	160,156	△5,625,163
Increase (decrease) in accounts payable - other	381,556	△169,449
Increase (decrease) in accrued expenses	△19,007	37,186
Decrease (increase) in advance payments to suppliers	△876,969	1,541,961
Decrease (increase) in consumption taxes refund receivable	427,907	1,086,045
Increase (decrease) in accrued consumption taxes	△72,889	1,758
Other, net	179,111	△282,039
Subtotal	957,058	5,326,341
Interest and dividends received	123,894	156,289
Interest paid	△86,174	△79,080
Income taxes paid	△1,724,867	△876,051
Income taxes refund	5,686	176,188
Net cash provided by (used in) operating activities	△724,402	4,703,688

(Thousands of yen)

	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026
Cash flows from investing activities		
Payments into time deposits	△1,000	△1,000
Proceeds from withdrawal of time deposits	36,000	1,000
Purchase of property, plant and equipment	△508,583	△673,262
Proceeds from sale of property, plant and equipment	3,605	1,949
Purchase of intangible assets	△25,053	△123,888
Purchase of investment securities	△12,089	△1,565
Proceeds from sale and redemption of investment securities	340,947	—
Proceeds from written of receivables	90,000	—
Other, net	△71,731	△42,462
Net cash provided by (used in) investing activities	△147,904	△839,228
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	—	△2,500,000
Proceeds from long-term borrowings	320,000	920,000
Repayments of long-term borrowings	△505,568	△519,396
Dividends paid	△1,585,076	△1,315,933
Other, net	△5,809	△4,395
Net cash provided by (used in) financing activities	△1,776,454	△3,419,725
Effect of exchange rate change on cash and cash equivalents	159,783	△68,783
Net increase (decrease) in cash and cash equivalents	△2,488,977	375,951
Cash and cash equivalents at beginning of period	13,741,509	11,252,531
Cash and cash equivalents at end of period	11,252,531	11,628,482

Production, Orders Received, and Sales

(1) Production

Production performance by segment for the current consolidated fiscal year is as follows

(Thousand yen)

Name of segment	Previous consolidated fiscal year (April 1, 2024 to March 31, 2025)	Current consolidated fiscal year (April 1, 2025 to March 31, 2026)
Coating and laminating machinery	36,581,848	20,995,601
Industrial machinery	4,018,183	4,244,001
Others	1,233,342	1,406,680
Total	41,833,373	26,646,283

(Note) The above amount is calculated based on production costs and includes outsourcing production.

(2) Orders Received

The status of orders received by segment for the current consolidated fiscal year is as follows

(Thousand yen)

Name of segment	Orders received		Backlog of orders	
	Previous consolidated fiscal year	Current consolidated fiscal year	Previous consolidated fiscal year	Current consolidated fiscal year
Coating and laminating machinery	26,596,309	13,150,699	40,335,534	20,907,743
Industrial machinery	5,127,770	9,196,701	6,531,532	10,250,113
Others	1,382,779	1,258,040	692,447	491,933
Total	33,106,859	23,605,440	47,559,514	31,649,790

(Note) 1. The above amount is calculated based on sales prices.

2. With regard to coating and laminating machinery, the amount obtained by adding or subtracting the orders received/net sales for the fiscal year under review to or from the backlog of orders at the end of the previous fiscal year is not consistent with the backlog of orders at the end of the fiscal year under review. This is because 7,229,789,000 yen was subtracted from the backlog of orders due to customer's investment plan frozen.

(3) Sales

Sales performance by segment for the current consolidated fiscal year is as follows

(Thousand yen)

Name of segment	Previous consolidated fiscal year (April 1, 2024 to March 31, 2025)	Current consolidated fiscal year (April 1, 2025 to March 31, 2026)
Coating and laminating machinery	42,020,870	25,348,701
Industrial machinery	4,645,805	5,478,119
Others	1,688,851	1,458,553
Total	48,355,528	32,285,374

(Note) The above amount is calculated based on sales prices.