July 10, 2026

Consolidated Financial Results for the Three Months Ended May 31, 2026 [Under Japanese GAAP]

Name of Company:		TAKEUCHI MFG. CO., LTD.
Stock Code:		6432
Stock Exchange Listing:		Tokyo Stock Exchange
URL:		https://www.takeuchi-mfg.co.jp/
Representative	Title:	President & Representative Director
	Name:	Toshiya Takeuchi
Contact Person	Title:	Executive Officer, Manager of Business Management Department
	Name:	Atsushi Horiuchi
Phone:		+81-(0)268-81-1200
Date of Commencement of Dividend Payment (Tentative):		-
Quarterly Earnings Supplementary Explanatory Documents:		Yes
Quarterly Financial Results Briefing:		None

(Yen in millions, rounded down)

1. Consolidated Financial Results for the Three Months Ended May 2026 (March 1, 2026 – May 31, 2026)

(1) Results of Operations (Consolidated, Cumulative) (Percentage Figures Represent Year on Year Changes)

	Net Sales		Operating Profit		Ordinary Profit		Profit Attributable to Owners of Parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Three Months Ended May 31, 2026	56,809	12.2	9,975	(9.3)	10,506	0.9	7,429	0.2
Three Months Ended May 31, 2025	50,620	(8.3)	10,998	(1.1)	10,413	(11.3)	7,418	(12.4)

(Note) Comprehensive income: For the three months ended May 31, 2026: 9,138 million yen [185.5%],
For the three months ended May 31, 2025: 3,201 million yen [(75.0) %]

	Earnings per Share	Earnings per Share Fully Diluted
	Yen	Yen
Three Months Ended May 31, 2026	160.84	-
Three Months Ended May 31, 2025	160.54	-

(2) Financial Position (Consolidated)

	Total Assets	Net Assets	Equity Ratio
	Million yen	Million yen	%
As of May 31, 2026	217,364	186,363	85.7
As of February 28, 2026	225,133	186,935	83.0

(Reference) Shareholders' equity As of May 31, 2026: 186,363 million yen As of February 28, 2026: 186,935 million yen

2. Dividends

	Dividends per Share				
	End of Q1	End of Q2	End of Q3	End of FY	Full Year
	Yen	Yen	Yen	Yen	Yen
Fiscal Year Ended Feb. 2026	-	0.00	-	210.00	210.00
Fiscal Year Ending Feb. 2027	-				
Fiscal Year Ending Feb. 2027 (est.)		110.00	-	110.00	220.00

(Note) Change in the estimation of dividends from the latest announcement: None

3. Forecast for the Fiscal Year Ending February 2027 (Consolidated, March 1, 2026 to February 28, 2027)

(Percentage Figures Represent Year on Year Changes)

	Net Sales		Operating Profit		Ordinary Profit		Profit Attributable to Owners of Parent		Earnings per Share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
First Half	123,800	8.5	23,500	0.4	22,600	(4.6)	16,000	(6.2)	346.37
Full Year	244,000	8.3	37,300	(1.0)	36,500	(6.9)	25,900	(8.4)	560.69

(Note) Change in the forecast from the latest announcement: None

*** Notes**

(1) Important Changes in the Scope of Consolidation During the Period: None

(2) Use of Accounting Methods Specifically for the Preparation of the Quarterly Consolidated Financial Statements: None

(3) Changes in Accounting Principles and Estimates, and Retrospective Restatement
- (a) Changes due to revision of accounting standards: None
- (b) Changes other than in (a): None
- (c) Changes in accounting estimates: None
- (d) Retrospective restatement: None

(4) Number of Shares Outstanding (Common Shares)

(a) Shares outstanding (including treasury shares)

As of May 31, 2026:	48,999,000	As of February 28, 2026:	48,999,000

(b) Treasury shares

As of May 31, 2026:	2,801,611	As of February 28, 2026:	2,806,085

(c) Average number of shares (cumulative period)

Period ended May 31, 2026:	46,193,219	Period ended May 31, 2025:	46,207,521

Note: Treasury shares include shares held by the Board Incentive Plan Trust (87,511 shares as of May 31, 2026, and 92,040 shares as of February 28, 2026,).

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: None

* Cautionary statement regarding forecasts of operating results and special notes

Forward-looking statements in these materials are based on information available to management at the time this report was prepared and assumptions that management believes are reasonable. Actual results may differ significantly from these statements for a number of reasons. For information about the forecasts, please see “(3) Explanation of Future Forecasts Including Consolidated Earnings Forecasts” on page 3 of the Supplementary information.

We have posted the “Summary of Consolidated Financial Results” on our website as a quarterly earnings supplementary explanatory document.

Index for Supplementary Information

1. Qualitative Information on Quarterly Financial Results

(1) Explanation of Operating Results

In its Fourth Medium-term Business Plan (FY2025–FY2027), Takeuchi Group has adopted the slogan "Building Excellence: Through the steadfast commitment to High Quality, High Performance, and High Engagement, we will strive to achieve consolidated net sales of 300 billion yen," and is focusing on the following key measures: (1) Expand sales network and aftermarket parts sales; (2) Reorganize production models and construction of new track loader factory; (3) Expand lineup of battery-powered compact excavators; (4) Invest in human capital; and (5) Promote sustainable management. During this fiscal year, we are actively engaging in sales activities, launching the new TB3150 and TB3150R hydraulic excavators in April 2026, and the new TL11R3 track loader in July 2026. In our research and development activities, we have begun joint research toward the commercialization of autonomous construction machinery.

The Group's cumulative sales volume for the first three months of FY2026 (March 1, 2026 to May 31, 2026) increased compared to the same period of the previous year in both the main European and North American markets.

In North America, sales volume of both excavators and track loaders increased year on year, because of the strong demand for track loaders and an aggressive sales program implemented for compact excavators facing weak demand. In Europe, sales volume exceeded year on year, due to a gradual recovery in demand for our mainstay compact excavators, which led to stronger sales primarily at our UK sales subsidiary and our distributor in Germany. In Asia and Oceania, sales volume decreased year on year, because our former Australian distributor closed its business.

Orders received in the first three months of this fiscal year amounted to 90,306 million yen, up 59.2% year on year. This significant increase in orders received compared to the previous year was mainly due to a large order from a major rental company in the United States, an increase in orders in Europe, sales price increases for distributors, and the yen's depreciation. The order backlog at the end of the first quarter under review totaled 77,064 million yen, up 33,496 million yen compared to the end of the previous fiscal year. Previously, we have disclosed orders received and order backlog on a quarterly basis, recognizing that these figures serve as useful indicators for forecasting fluctuations in the Group's net sales. However, orders received and order backlog have witnessed significant quarterly fluctuations due to the nature and circumstances of our customers' orders. We have therefore determined that these data points became less useful as reference information, and we will end the disclosure of orders received and order backlog as of February 2027.

As a result of the above, net sales rose 12.2% year on year to 56,809 million yen. This was due to the increase in consolidated sales volume for the first three months of FY2026 year on year, price pass-through of US tariffs, and sales price increase for European distributors. In terms of profit, operating profit was 9,975 million yen (down 9.3% year on year). This was due to factors including a 1,873 million yen decrease in profit due to US tariffs (of the 3,537 million yen tariff cost increase, 1,663 million yen was passed on to prices), as well as higher sales freight rates due to soaring crude oil prices. Ordinary profit totaled 10,506 million yen (up 0.9% year on year), primarily due to the record of foreign exchange gains of 362 million yen. Profit attributable to owners of parent was 7,429 million yen, up 0.2% year on year, because tax expenses of 3,076 million yen were incurred.

Operating results by geographic segments were as follows.

(a) Japan

Sales to European and Australian distributors account for most of the net sales in this segment. In Europe, demand for products rebounded gradually amid signs of recovery from economic weakness. Despite this environment, sales volume declined year on year due to a rebound from inventory stockpiling by a distributor in Europe in the previous first quarter and the closure of a distributor's business in Australia. On the other hand, net sales reached 17,299 million yen (up 0.9% year on year), due to factors such as price increases for European distributors. Segment profit amounted to 9,217 million yen, up 17.0% year on year, due to the yen's depreciation and other factors.

(b) United States

In the US segment, mortgage rates and home prices remained elevated. Although there remained strongly rooted demand for new homes, housing starts remained in a period of adjustment, while demand for non-residential construction, centered on infrastructure and construction investment, remained robust. Under these circumstances, sales volume of both excavators and track loaders increased year on year, amid strong demand for track loaders and an aggressive sales program implemented for compact excavators facing weak demand. Net sales totaled 31,180 million yen (up 16.1% year on year) due to factors such as the price pass-through of tariffs and the yen's depreciation. In terms of profit, segment profit totaled 1,522 million yen, down 31.9% year on year, due to factors such as a decrease of 1,873 million yen in profit caused by US tariffs (of the 3,537 million yen tariff cost increase, 1,663 million yen was passed on to prices) and an increase in the sales ratio to major rental companies that receive volume discounts.

(c) United Kingdom

In the UK segment, sales volume increased year on year due to the implementation of discount campaigns to promote sales, amid ongoing economic weakness. Reflecting this and the impact of the yen's depreciation, among other factors, net sales totaled 5,640 million yen (up 34.0% year on year) and segment profit was 332 million yen (up 12.5%).

(d) France

In the France segment, products demand stagnated amid the challenging market environment caused by economic weakness. Despite these circumstances, sales volume remained on par with the same period of the previous year due to the implementation of aggressive sales programs. As a result, net sales totaled 2,688 million yen, up 12.0% year on year, due to the yen's depreciation and other factors. In contrast, segment profit was 79 million yen, down 49.4% year on year, due to profit-reducing factors such as price discounts.

(e) China

The China Segment's main business is the manufacture and sale of construction machinery parts for the Japan Segment. In the first three months, the China Segment recorded sales to external customers of 1 million yen, up 15.4% year on year, and segment profit of 153 million yen, up 114.4% year on year.

(2) Explanation of Financial Position

(Assets)

Total assets at the end of the first quarter under review decreased by 7,768 million yen compared to the end of the previous fiscal year to 217,364 million yen.

This was mainly due to a decrease in cash and deposits of 28,729 million yen, which offset increases in notes and accounts receivable - trade of 10,317 million yen and in inventories of 9,873 million yen.

(Liabilities)

Total liabilities at the end of the first quarter under review decreased by 7,197 million yen compared to the end of the previous fiscal year to 31,000 million yen. This was mainly due to decreases in accounts payable - trade of 8,101 million yen.

(Net assets)

Net assets at the end of the first quarter under review decreased by 571 million yen compared to the end of the previous fiscal year to 186,363 million yen. This was mainly due to a decrease of 9,719 million yen by the dividend payments, despite an increase of 7,429 million yen by the profit attributable to owners of parent and an increase of 1,698 million yen in foreign currency translation adjustments.

(3) Explanation of Future Forecasts Including Consolidated Earnings Forecasts

There are no changes to the consolidated earnings forecasts for the first half and the full fiscal year, as announced in the financial results released on April 10, 2026.

The forecast uses the following exchange rate assumptions: 147 yen to 1 US dollar, 200 yen to 1 British pound, 174 yen to 1 Euro, and 21.2 yen to 1 Chinese yuan.

2. Quarterly Consolidated Financial Statements and Important Notes

(1) Quarterly Consolidated Balance Sheet

(Millions of yen)

	As of February 28, 2026	As of May 31, 2026
Assets		
Current assets		
Cash and deposits	57,170	28,441
Notes and accounts receivable - trade	44,829	55,146
Merchandise and finished goods	49,038	55,945
Work in process	12,832	14,956
Raw materials and supplies	16,094	16,938
Other	5,172	5,469
Allowance for doubtful accounts	(1,190)	(1,231)
Total current assets	183,948	175,666
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	20,138	19,944
Machinery, equipment and vehicles, net	3,354	3,373
Land	4,333	4,514
Other, net	1,194	1,364
Total property, plant and equipment	29,020	29,196
Intangible assets	879	857
Investments and other assets		
Deferred tax assets	9,478	9,768
Other	1,806	1,875
Total investments and other assets	11,284	11,643
Total non-current assets	41,184	41,697
Total assets	225,133	217,364

(Millions of yen)

	As of February 28, 2026	As of May 31, 2026
Liabilities		
Current liabilities		
Accounts payable - trade	25,304	17,202
Income taxes payable	3,878	3,032
Provision for bonuses	867	1,462
Provision for product warranties	3,249	3,197
Other	4,106	5,296
Total current liabilities	37,405	30,190
Non-current liabilities		
Provision for share awards for directors (and other officers)	179	181
Retirement benefit liability	142	154
Other	470	473
Total non-current liabilities	791	809
Total liabilities	38,197	31,000
Net assets		
Shareholders' equity		
Share capital	3,632	3,632
Capital surplus	3,631	3,631
Retained earnings	168,230	165,940
Treasury shares	(9,104)	(9,094)
Total shareholders' equity	166,391	164,110
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	196	219
Foreign currency translation adjustment	20,157	21,855
Remeasurements of defined benefit plans	189	177
Total accumulated other comprehensive income	20,544	22,253
Total net assets	186,935	186,363
Total liabilities and net assets	225,133	217,364

(2) Quarterly Consolidated Statements of Income and Consolidated Statements of Comprehensive Income

(Quarterly Consolidated Statements of Income)

(Millions of yen)

	Three months ended May 31, 2025	Three months ended May 31, 2026
Net sales	50,620	56,809
Cost of sales	35,179	41,021
Gross profit	15,441	15,788
Selling, general and administrative expenses		
Transportation costs	1,477	1,987
Provision for product warranties	405	487
Provision of allowance for doubtful accounts	(0)	0
Remuneration for directors (and other officers)	112	131
Salaries and allowances	853	1,014
Provision for bonuses	121	152
Retirement benefit expenses	19	19
Provision for share awards for directors (and other officers)	4	1
Other	1,449	2,019
Total selling, general and administrative expenses	4,442	5,812
Operating profit	10,998	9,975
Non-operating income		
Interest income	57	62
Foreign exchange gains	-	362
Other	131	133
Total non-operating income	188	558
Non-operating expenses		
Loss on retirement of non-current assets	0	27
Foreign exchange losses	772	-
Other	0	0
Total non-operating expenses	773	27
Ordinary profit	10,413	10,506
Profit before income taxes	10,413	10,506
Income taxes - current	2,855	3,438
Income taxes - deferred	139	(361)
Total income taxes	2,995	3,076
Profit	7,418	7,429
Profit attributable to owners of parent	7,418	7,429

(Quarterly Consolidated Statements of Comprehensive Income)

(Millions of yen)

	Three months ended May 31, 2025	Three months ended May 31, 2026
Profit	7,418	7,429
Other comprehensive income		
Valuation difference on available-for-sale securities	24	23
Foreign currency translation adjustment	(4,228)	1,698
Remeasurements of defined benefit plans, net of tax	(12)	(12)
Total other comprehensive income	(4,216)	1,709
Comprehensive income	3,201	9,138
Comprehensive income attributable to owners of parent	3,201	9,138
Comprehensive income attributable to non-controlling interests	-	-

(3) Notes to Quarterly Consolidated Financial Statements

(Notes to Segment Information, etc.)

[Segment Information]

I. For the Three Months Ended May 2025 (March 1, 2025 – May 31, 2025)

1. Information About Net Sales and Profit (Loss) by Reporting Segments and Disaggregated Revenue

(Millions of yen)

	Reporting Segments					Total	Adjustments (Note 1)	Amount on the Quarterly Consolidated Statements of Income (Note 2)
	Japan	US	UK	France	China			
Net Sales Revenue from Contracts with Customers	17,143	26,866	4,208	2,400	1	50,620	-	50,620
Net Sales (Of Which to Outside Customers)	17,143	26,866	4,208	2,400	1	50,620	-	50,620
(Of Which Inter-segment /Transfer)	32,573	2	1	3	1,015	33,595	(33,595)	-
Total	49,716	26,868	4,210	2,404	1,016	84,216	(33,595)	50,620
Segment Profit	7,879	2,234	295	157	71	10,639	359	10,998

(Notes)

1. Adjustment in segment profit of 359 million yen includes 1,101 million yen for elimination of inter-segment trade and (742) million yen for corporate expenses, which has not been distributed in the segments. The corporate expenses are general expenses that are not attributed to the segments.
2. Segment profits are adjusted for operating profit on the quarterly consolidated statements of income.
3. The information on revenue breakdown is the same as the information on net sales of reporting segments in the segment information, etc., and the breakdown information is provided by geographic region.

II. For the Three Months Ended May 2026 (March 1, 2026 – May 31, 2026)

1. Information About Net Sales and Profit (Loss) by Reporting Segments and Disaggregated Revenue

(Millions of yen)

	Reporting Segments					Total	Adjustments (Note 1)	Amount on the Quarterly Consolidated Statements of Income (Note 2)
	Japan	US	UK	France	China			
Net Sales Revenue from Contracts with Customers	17,299	31,180	5,640	2,688	1	56,809	-	56,809
Net Sales (Of Which to Outside Customers)	17,299	31,180	5,640	2,688	1	56,809	-	56,809
(Of Which Inter-segment / Transfer)	32,341	-	0	36	1,349	33,727	(33,727)	-
Total	49,640	31,180	5,640	2,724	1,351	90,537	(33,727)	56,809
Segment Profit	9,217	1,522	332	79	153	11,305	(1,330)	9,975

(Notes)

1. Adjustment in segment profit of (1,330) million yen includes (381) million yen for elimination of inter-segment trade and (948) million yen for corporate expenses, which has not been distributed in the segments. The corporate expenses are general expenses that are not attributed to the segments.
2. Segment profits are adjusted for operating profit on the quarterly consolidated statements of income.
3. The information on revenue breakdown is the same as the information on net sales of reporting segments in the segment information, etc., and the breakdown information is provided by geographic region.

(Notes to Significant Changes in Shareholders' Equity)
None

(Notes to Going Concern Assumptions)
None

(Notes to Quarterly Consolidated Statement of Cash Flows)
A quarterly consolidated statement of cash flows for the first three months of the current consolidated fiscal year has not been prepared. Depreciation (including amortization of intangible fixed assets) for the first three months of the current consolidated fiscal year is as follows.

(Millions of yen)

	Three Months Ended May 31, 2025	Three Months Ended May 31, 2026
Depreciation	746	766

(Significant Subsequent Events)
None