Consolidated Financial Results for the Three Months Ended June 30, 2026 [Japanese GAAP]

August 6, 2026

Company name: TAIHEIYO CEMENT CORPORATION
Listing: Tokyo, Fukuoka
Securities code: 5233
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Scheduled date of commencing dividend payments: -
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: None

(Yen amounts are rounded to the nearest million.)

1. Consolidated Financial Results for the Three Months Ended June 30, 2026 (April 1, 2026 to June 30, 2026)

(1) Consolidated Operating Results (Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Three months ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
June 30, 2026	221,919	5.1	11,462	13.9	12,309	23.2	8,346	22.3
June 30, 2025	211,191	1.1	10,061	(8.9)	9,994	(15.0)	6,822	(49.6)

(Note) Comprehensive income: Three months ended June 30, 2026: 10,000 million yen [- %]
Three months ended June 30, 2025: (12,352) million yen [- %]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2026	75.68	75.59
June 30, 2025	61.21	-

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
As of	Million yen	Million yen	%
June 30, 2026	1,590,007	706,491	42.4
March 31, 2026	1,479,061	712,237	46.0

(Reference) Equity: As of June 30, 2026: 674,051 million yen
As of March 31, 2026: 680,569 million yen

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2026	-	50.00	-	50.00	100.00
Fiscal year ending March 31, 2027	-				
Fiscal year ending March 31, 2027 (Forecast)		60.00	-	60.00	120.00

(Note) Revision to the forecast for dividends announced most recently: None

3. Consolidated Financial Results Forecast 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
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Six months ending September 30, 2026	470,000	7.3	27,000	(17.8)	25,500	(22.6)	34,000	38.9	310.40
Full year	1,027,000	14.3	76,000	1.8	70,000	(6.8)	63,000	148.0	575.14

(Note) Revision to the financial results forecast announced most recently: None

* Notes:

(1) Significant changes in the scope of consolidation during the period: None

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: Yes

(Note) For details, please see “2. Quarterly Consolidated Financial Statements and Major Notes, (3) Notes to quarterly consolidated financial statements, (Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements)” on page 8 of the Attached Materials of these Quarterly Financial Results.

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

1) Changes in accounting policies due to revisions to accounting standards and other regulations: None
2) Changes in accounting policies due to other reasons: None
3) Changes in accounting estimates: None
4) Restatement: None

(4) Number of issued shares (common shares)

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

June 30, 2026:	118,191,578 shares
March 31, 2026:	118,191,578 shares

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

June 30, 2026:	9,228,390 shares
March 31, 2026:	6,588,740 shares

3) Average number of shares outstanding during the period:

Three months ended June 30, 2026:	110,282,976 shares
Three months ended June 30, 2025:	111,443,821 shares

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: Yes (Voluntary)

* Proper use of earnings forecasts, and other special matters

< Cautionary Note Regarding Forward-looking Statements>

Forward-looking statements such as performance forecasts included in this document are based on information currently available to the Company and on certain assumptions deemed reasonable. However, actual results may differ materially due to various factors, including economic conditions, market demand, raw material prices, exchange rates, etc. For matters concerning earnings forecasts, please see “1. Overview of Operating Results, etc., (3) Explanation of consolidated financial results forecast and other forward-looking information” on page 3 of the Attached Materials of these Quarterly Financial Results.

〇 Table of Contents of the Attached Materials

1. Overview of Operating Results, etc.

(1) Overview of operating results for the quarter under review

During the three months ended June 30, 2026, the Japanese economy recovered moderately on the back of factors including continued improvement in the employment and income situation, the recovery of capital investment and consumer spending, and solid public investment. However, the economic outlook continues to require close monitoring, especially with the impact of the Middle East situation.

As for the global economy, while the U.S. economy is experiencing a recent slowdown in consumer spending, corporate earnings and capital investment are on the rise, and the economic expansion is expected to continue.

Under such circumstances, net sales for the three months ended June 30, 2026 were ¥221,919 million (up ¥10,728 million year-on-year), operating profit was ¥11,462 million (up ¥1,402 million year-on-year), ordinary profit was ¥12,309 million (up ¥2,315 million year-on-year), and profit attributable to owners of parent was ¥8,346 million (up ¥1,524 million year-on-year).

Operating results by segment are as follows. The presented amounts are figures before elimination of inter-segment transactions.

① Cement Business

While domestic cement demand was supported to some extent by the Noto Peninsula Earthquake recovery and reconstruction efforts and construction related to nuclear power plants, it was weighed down by soaring construction costs, chronic labor shortages, the spread of a five-day week at construction sites, as well as a continued slump in demand for private and public construction projects in various regions, with the exception of a few large-scale projects. As a result, domestic cement demand decreased 5.5% year-on-year to 7.21 million tons, of which, imported cement decreased 97.9% year-on-year to 0.1 thousand tons. Total exports increased 3.9% year-on-year to 2.25 million tons.

Under these circumstances, the Group’s domestic cement sales by volume, including consignment sales, decreased 6.8% year-on-year to 2.61 million tons. Exports increased 4.5% year-on-year to 0.93 million tons.

At West Coast U.S. cement businesses, sales by volume declined year-on-year mainly due to the slowdown of housing demand and poor weather conditions, while selling prices were higher year-on-year. In the cement business in Vietnam, sales by volume, including exports, increased year-on-year due to a recovery in domestic demand. In the cement business in the Philippines, sales by volume increased year-on-year.

As a result of the above, net sales were ¥163,784 million (up ¥7,547 million year-on-year), and operating profit was ¥5,975 million (up ¥1,529 million year-on-year).

② Mineral Resources Business

Despite a nationwide decline in sales by volume, the aggregates business performed firmly due to special demand in the Hokkaido region. In the mineral products business, sales by volume of limestone for overseas steelmaking declined. In addition, efforts to pass on various cost increases to selling prices progressed in the entire business.

As a result, net sales were ¥23,096 million (up ¥597 million year-on-year), and operating profit was ¥2,731 million (up ¥199 million year-on-year).

③ Environmental Business

While coal ash treatment and the treatment of raw material-related waste performed firmly, there was a decline in the volume of operations of intermediary storage of soil generated from the Linear Chuo Shinkansen construction due to the impact of construction plans.

As a result, net sales were ¥20,815 million (up ¥1,755 million year-on-year), and operating profit was ¥1,872 million (down ¥116 million year-on-year).

④ Construction Materials Business

The operating results were affected by various cost increases including shipping and labor costs, in addition to sluggish sales of ALC (Autoclaved Lightweight aerated Concrete) as well as construction and civil engineering materials.

As a result, net sales were ¥10,092 million (down ¥340 million year-on-year), and operating profit was ¥88 million (down ¥279 million year-on-year).

⑤ Other Business

Net sales were ¥19,147 million (up ¥1,584 million year-on-year), and operating profit was ¥834 million (up ¥92 million year-on-year).

(2) Overview of financial position for the quarter under review

Total assets increased ¥110,945 million from the end of the previous fiscal year to ¥1,590,007 million. Current assets increased ¥104,399 million from the end of the previous fiscal year to ¥517,000 million, and non-current assets increased ¥6,546 million to ¥1,073,007 million. The increase in current assets was mainly due to an increase in cash and deposits. The increase in non-current assets was mainly due to an increase in construction in progress and other property, plant and equipment.

Liabilities increased ¥116,691 million from the end of the previous fiscal year to ¥883,515 million. Current liabilities increased ¥118,864 million from the end of the previous fiscal year to ¥535,766 million, and non-current liabilities decreased ¥2,173 million to ¥347,750 million. The increase in current liabilities was mainly due to an increase in short-term borrowings. The decrease in non-current liabilities was mainly due to a decrease in long-term borrowings. Interest-bearing debt (total amount of short-term borrowings, commercial papers, current portion of bonds payable, bonds payable, and long-term borrowings) increased ¥130,626 million from the end of the previous fiscal year to ¥520,393 million.

Net assets decreased ¥5,746 million from the end of the previous fiscal year to ¥706,491 million. The decrease in net assets was mainly due to purchase of treasury shares.

(3) Explanation of consolidated financial results forecast and other forward-looking information

The financial results forecast for the first half and the full year remains unchanged from the forecast announced on July 21, 2026 at this time.

2. Quarterly Consolidated Financial Statements and Major Notes

(1) Quarterly Consolidated Balance Sheets

(Million yen)

	As of March 31, 2026	As of June 30, 2026
Assets		
Current assets		
Cash and deposits	63,719	158,907
Notes and accounts receivable - trade, and contract assets	147,951	147,969
Electronically recorded monetary claims - operating	38,521	41,960
Merchandise and finished goods	59,353	62,202
Work in process	1,696	2,133
Raw materials and supplies	76,188	79,999
Other	25,293	23,993
Allowance for doubtful accounts	(121)	(163)
Total current assets	412,601	517,000
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	172,088	171,785
Machinery, equipment and vehicles, net	260,860	264,601
Land	164,938	167,601
Other, net	151,272	158,301
Total property, plant and equipment	749,158	762,288
Intangible assets		
Goodwill	81	430
Other	43,435	43,157
Total intangible assets	43,516	43,587
Investments and other assets		
Investment securities	158,763	152,613
Retirement benefit asset	69,838	69,785
Other	46,087	45,638
Allowance for doubtful accounts	(901)	(905)
Total investments and other assets	273,787	267,132
Total non-current assets	1,066,461	1,073,007
Total assets	1,479,061	1,590,007

(Million yen)

	As of March 31, 2026	As of June 30, 2026
Liabilities		
Current liabilities		
Notes and accounts payable - trade	73,662	74,055
Electronically recorded obligations - operating	17,372	17,856
Short-term borrowings	158,500	255,485
Commercial papers	26,000	62,000
Current portion of bonds payable	12,700	12,700
Income taxes payable	5,822	2,801
Provision for bonuses	7,828	5,814
Provision for product compensation	991	965
Other provisions	305	126
Other	113,722	103,965
Total current liabilities	416,902	535,766
Non-current liabilities		
Bonds payable	42,300	42,300
Long-term borrowings	150,267	147,908
Retirement benefit liability	22,546	22,630
Provision for retirement benefits for directors (and other officers)	486	468
Provision for special repairs	354	366
Provision for product compensation	2,121	2,121
Other provisions	360	359
Asset retirement obligations	14,447	14,885
Other	117,040	116,712
Total non-current liabilities	349,922	347,750
Total liabilities	766,824	883,515
Net assets		
Shareholders' equity		
Share capital	86,174	86,174
Capital surplus	49,493	49,509
Retained earnings	432,913	435,712
Treasury shares	(21,516)	(31,514)
Total shareholders' equity	547,064	539,881
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	36,819	32,632
Deferred gains or losses on hedges	1	1
Revaluation reserve for land	3,419	3,381
Foreign currency translation adjustment	60,122	66,428
Remeasurements of defined benefit plans	33,145	31,728
Total accumulated other comprehensive income	133,505	134,170
Non-controlling interests	31,668	32,441
Total net assets	712,237	706,491
Total liabilities and net assets	1,479,061	1,590,007

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income (For the three months)

(Million yen)

	For the three months ended June 30, 2025	For the three months ended June 30, 2026
Net sales	211,191	221,919
Cost of sales	164,731	171,595
Gross profit	46,460	50,324
Selling, general and administrative expenses	36,400	38,862
Operating profit	10,061	11,462
Non-operating income		
Interest income	158	252
Dividend income	1,569	2,026
Share of profit of entities accounted for using equity method	-	474
Other	766	680
Total non-operating income	2,493	3,432
Non-operating expenses		
Interest expenses	1,425	1,926
Share of loss of entities accounted for using equity method	9	-
Other	1,127	659
Total non-operating expenses	2,560	2,585
Ordinary profit	9,994	12,309
Extraordinary income		
Gain on disposal of non-current assets	264	153
Gain on sale of investment securities	1	632
Other	22	34
Total extraordinary income	287	819
Extraordinary losses		
Loss on disposal of non-current assets	667	641
Other	22	75
Total extraordinary losses	689	716
Profit before income taxes	9,592	12,411
Income taxes	2,384	3,481
Profit	7,208	8,930
Profit attributable to non-controlling interests	387	584
Profit attributable to owners of parent	6,822	8,346

Quarterly Consolidated Statements of Comprehensive Income (For the three months)

(Million yen)

	For the three months ended June 30, 2025	For the three months ended June 30, 2026
Profit	7,208	8,930
Other comprehensive income		
Valuation difference on available-for-sale securities	2,591	(4,058)
Deferred gains or losses on hedges	0	1
Foreign currency translation adjustment	(18,966)	6,495
Remeasurements of defined benefit plans, net of tax	(482)	(1,399)
Share of other comprehensive income of entities accounted for using equity method	(2,702)	30
Total other comprehensive income	(19,560)	1,070
Comprehensive income	(12,352)	10,000
(Breakdown)		
Comprehensive income attributable to owners of parent	(11,667)	9,049
Comprehensive income attributable to non-controlling interests	(685)	951

(3) Notes to quarterly consolidated financial statements

(Note relating to going concern assumption)

Not applicable.

(Notes in the case of significant changes in amount of shareholders' equity)

At the Board of Directors meeting held on May 12, 2026, the Company resolved the matters pertaining to the purchase of treasury shares and the specific method of purchase pursuant to the provisions of Article 156 of the Companies Act as applied by replacing certain terms under the provisions of Article 165, Paragraph 3 of the same Act. The Company decided at the same time to use the fully committed share repurchase (FCSR) method to purchase treasury shares.

Furthermore, in accordance with the above resolution, the Company has purchased treasury shares as follows. For details, please refer to "Notice Regarding Acquisition of Own Shares and Acquisition of Own Shares through the Off-Auction Own Share Repurchase Trading System (ToSTNeT-3) (Acquisition of Own Shares Pursuant to Article 165, Clause 2 of the Companies Act and Acquisition of Own Shares through Fully Committed Share Repurchase (Japanese ASR))" released on May 12, 2026, as well as "Notice of the Result and Completion of the Acquisition of Own Shares through Off-Auction Own Share Repurchase Trading System (ToSTNeT-3)" released on May 13, 2026.

(1) Reasons for treasury share acquisition

Based on the Medium-Term Management Plan, the Company decided to purchase treasury shares in order to enhance shareholder returns and improve capital efficiency.

(2) Acquisition method

Purchase through off-auction own share repurchase trading system (ToSTNeT-3) of the Tokyo Stock Exchange

(3) Details of the purchase

(i) Type of shares purchased

Common stock

(ii) Total number of shares purchased

2,644,800 shares (2.4% of the total number of shares outstanding, excluding treasury shares)

(iii) Total purchase amount

¥9,999,988,800

(4) Purchase result

Based on the above resolution, the Company purchased 2,644,800 shares of its common stock (total purchase amount of ¥10.0 billion) on May 13, 2026, thereby completing the purchase of treasury shares authorized by said resolution.

Consequently, treasury shares amounted to ¥31,514 million as of June 30, 2026.

(Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements)

(Calculation of tax expenses)

Tax expenses are calculated by reasonably estimating the effective tax rate after applying tax effect accounting to profit before income taxes for the consolidated fiscal year, including the first quarter of the fiscal year under review, and multiplying profit before income taxes by such estimated effective tax rate. However, in cases where the calculation of tax expenses using such estimated effective tax rate yields a result that is not reasonable to a significant extent, the result is multiplied by the statutory income tax rate.

(Segment information, etc.)

[Segment information]

I. For the three months ended June 30, 2025

1. Information on net sales, profit or loss by reportable segment

(Million yen)

	Reportable segment					Other (Note) 1	Total	Adjustments (Note) 2	Consolidated Total (Note) 3
	Cement Business	Mineral Resources Business	Environ-mental Business	Construction Materials Business	Total				
Net sales									
Sales to outside customers	154,845	16,317	18,378	10,019	199,559	11,632	211,191	-	211,191
Inter-segment sales	1,391	6,183	681	413	8,668	5,931	14,599	(14,599)	-
Total	156,237	22,500	19,059	10,431	208,227	17,563	225,790	(14,599)	211,191
Segment profit	4,446	2,531	1,988	366	9,332	743	10,074	(13)	10,061

Notes:
1. The “Other” section is a business segment that is not included in the reportable segments and includes the real estate, engineering, data processing, finance, transportation and warehousing, chemical products, sports, and electric power supply businesses.
2. Adjustments to segment profit consist of elimination of inter-segment transactions.
3. Segment profit is adjusted with the operating profit in the quarterly consolidated statements of income.

2. Information on impairment losses on non-current assets, goodwill, etc. by reportable segment

Not applicable.

II. For the three months ended June 30, 2026

1. Information on net sales, profit or loss by reportable segment

(Million yen)

	Reportable segment					Other (Note) 1	Total	Adjustments (Note) 2	Consolidated Total (Note) 3
	Cement Business	Mineral Resources Business	Environ-mental Business	Construction Materials Business	Total				
Net sales									
Sales to outside customers	162,384	16,871	19,810	9,730	208,796	13,123	221,919	-	221,919
Inter-segment sales	1,399	6,225	1,004	362	8,990	6,024	15,015	(15,015)	-
Total	163,784	23,096	20,815	10,092	217,786	19,147	236,933	(15,015)	221,919
Segment profit	5,975	2,731	1,872	88	10,666	834	11,500	(38)	11,462

Notes:
1. The “Other” section is a business segment that is not included in the reportable segments and includes the real estate, engineering, data processing, finance, transportation and warehousing, chemical products, sports, and electric power supply businesses.
2. Adjustments to segment profit consist of elimination of inter-segment transactions.
3. Segment profit is adjusted with the operating profit in the quarterly consolidated statements of income.

2. Information on impairment losses on non-current assets, goodwill, etc. by reportable segment

Not applicable.

(Statements of cash flows)

Quarterly consolidated statements of cash flows for the three months ended June 30, 2026 have not been prepared. Depreciation (including depreciation related to intangible assets excluding goodwill) and amortization of goodwill for the three months ended June 30, 2026 are as follows.

	For the three months ended June 30, 2025	For the three months ended June 30, 2026
Depreciation	¥16,657 million	¥16,967 million
Amortization of goodwill	¥7 million	¥26 million