November 9, 2026

Listed company: Penta-Ocean Construction Co., Ltd.

Code number: 1893

Stock exchange: Prime Market of the Tokyo Stock Exchange,

Premier Market of the Nagoya Stock Exchange

Notice regarding Revisions to Earnings Forecasts

Penta-Ocean Construction Group hereby announces the following revisions to the earnings forecasts for the fiscal year ending March 2027 (FY 3/27, from April 1, 2026 to March 31, 2027), which were originally announced on May 8, 2026.

1. Revisions to the Earnings Forecasts for FY 3/27 (From April 1, 2026 to March 31, 2027)

(1) Consolidated Earnings Forecast

(Units: JPY millions)

	Net Sales	Operating Profit	Ordinary Income	Net Income Attributable to Owners of the Parent	Earnings per Share (yen)
Previous Forecast (A)	818,000	59,000	54,000	35,000	129.88
Current Forecast (B)	818,000	63,000	56,000	38,000	141.40
Change (B-A)	0	4,000	2,000	3,000	
Change (%)	0.0%	6.8%	3.7%	8.6%	
(Reference) Actual Results for the Previous Term (FY 3/26)	794,306	55,304	53,195	34,692	125.58

(2) Non-Consolidated Earnings Forecast

(Units: JPY millions)

	Net Sales	Operating Profit	Ordinary Income	Net Income	Earnings per Share (yen)
Previous Forecast (A)	770,500	56,000	52,500	34,000	126.16
Current Forecast (B)	770,500	60,500	54,500	37,000	137.68
Change (B-A)	0	4,500	2,000	3,000	
Change (%)	0.0%	8.0%	3.8%	8.8%	
(Reference) Actual Results of the Previous Term (FY 3/26)	745,503	51,179	49,161	31,627	114.49

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2. Reasons for Revising the Earnings Forecasts

(1) Non-Consolidated Earnings Forecast

While net sales are projected at approximately JPY 770.5 billion, in line with the previous forecast, operating profit is expected to increase by JPY 4.5 billion to JPY 60.5 billion (up 8.0% from the previous forecast), driven primarily by improved profitability in domestic building construction projects. Ordinary income is projected to rise by JPY 2.0 billion to JPY 54.5 billion (up 3.8%), while net income is expected to reach JPY 37.0 billion (up 8.8%), representing a JPY 3.0 billion increase over the previous forecast.

By segment, operating profit for Domestic Building Construction is expected to increase by JPY 6.0 billion compared to the previous forecast. Meanwhile, Domestic Civil Engineering will decrease by JPY 1.5 billion due to higher SG&A expenses, and Overseas is projected to remain generally in line with the previous forecast.

(2) Consolidated Earnings Forecast

Primarily reflecting revisions to the non-consolidated earnings forecasts, net sales are expected to be JPY 818.0 billion, generally in line with the previous forecast. Operating profit is projected to increase by JPY 4.0 billion from the previous forecast to JPY 63.0 billion (up 6.8%). Ordinary income is expected to rise by JPY 2.0 billion to JPY 56.0 billion (up 3.7%), while net income attributable to owners of parent is projected to reach JPY 38.0 billion (up 8.6%), representing a JPY 3.0 billion increase over the previous forecast.

On a segment basis, operating profit for Domestic Building Construction is expected to rise by JPY 6.0 billion from the previous forecast, driven by improved project profitability. Conversely, Domestic Civil Engineering is projected to decline by JPY 0.5 billion due to higher SG&A expenses, which offset gross profit growth at subsidiaries. Meanwhile, Overseas is expected to decrease by JPY 2.0 billion from the previous forecast, impacted by the recognition of additional construction losses incurred by an M&E subsidiary on projects completed in prior periods.

3. Regarding the Dividend Forecast for the Fiscal Year Ending March 2027

To further promote management conscious of the cost of capital and stock price, we have positioned the period of our new Medium-Term Management Plan (FY 3/27-3/29) as a period for accelerating corporate value enhancement, targeting “a consolidated dividend payout ratio of 40% or higher” and “share repurchases totalling JPY 30.0 billion (JPY 10.0 billion annually over the three-year period starting in FY 3/27)”.

The year-end dividend forecast for FY 3/27 will be revised based on full-year financial results (targeting a consolidated dividend payout ratio of 40% or higher) and will be announced at the financial results announcement in May 2027. The interim dividend remains unchanged from the previous forecast at JPY 26 per share.

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