Consolidated Financial Results for the First Quarter of the Fiscal Year Ending March 2027 [Japanese GAAP]

August 7, 2026

Company Name	HISAKA WORKS, LTD.			Listing Tokyo Stock Exchange
Code Number	6247	URL https://www.hisaka.co.jp		
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Contact	(Title)	Director, Senior Executive Officer, Management, Corporate Strategy, IR Fields	(Name) Hiroshi Hatano	TEL +81-(0)6-6363-0015

Scheduled Date for Dividend Payment: -
Preparation of supplementary materials for financial results: Yes
Financial results briefing: No

(Amounts are rounded down to the nearest million yen)

1. Consolidated Financial Results for the First Quarter of the Fiscal Year Ended March 31 2027 (From April 1, 2026 to June 30, 2026)

(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	%
First Quarter of Fiscal 2027	10,211	8.0	798	35.9	1,101	42.1	848	48.1
First Quarter of Fiscal 2026	9,456	26.6	587	34.7	775	10.0	572	25.8

(Note) Comprehensive Income First Quarter of Fiscal 2027 1,804 Millions of Yen (77.1%) First Quarter of Fiscal 2026 1,018 Millions of Yen (7.6%)

	Per Share Net Profit	Fully diluted Per Share Net Profit
	Yen	Yen
First Quarter of Fiscal 2027	32.25	-
First Quarter of Fiscal 2026	21.19	-

(2) Consolidated Financial Position

	Total Assets	Net Assets	Equity Ratio	Net Assets per Share
	Millions of Yen	Millions of Yen	%	Yen
First Quarter of Fiscal 2027	83,072	64,350	77.2	2,437.48
Year ended March 31, 2026	83,082	63,280	75.9	2,397.55

(Reference) Equity Capital First Quarter of Fiscal 2027 64,090 Millions of Yen Year Ended March 31,2026 63,041 Millions of Yen

2. Dividends

	Annual dividends per share				
	End of First Quarter	End of Second Quarter	End of Third Quarter	Term-End	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2026	-	27.00	-	28.00	55.00
Year ended March 31, 2027	-				
Fiscal year ending March 2027 (Forecast)		27.00	-	28.00	55.00

(Note) Revision of dividend forecast from the most recently announced forecast: No

3. Consolidated Forecast for the Fiscal Year Ending March 31,2027 (From 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		Earnings per share
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Yen
Second Quarter (Cumulative)	22,000	0.5	1,700	△6.7	1,900	△1.5	1,240	△12.6	47.16
Full Year	44,000	△2.0	3,300	△0.1	3,600	△0.6	2,410	△30.1	91.66

(Note) Revision of business forecast from the most recently announced forecast: No

* Notes to Consolidated Financial Statement

(1) Changes of important subsidiaries during the period: No

Newly included: - companies (company names), Excluded: - companies (company names)

(2) Application of particular accounts procedures to the preparation of quarterly consolidated financial statements: No

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

(1) Changes in accounting policies caused by revision of accounting standards: No

(2) Changes in accounting policies other than (1): No

(3) Changes in accounting estimates: No

(4) Restatements: No

(4) Number of Shares outstanding (common stock)

(1) Number of shares outstanding at the end of the period (including treasury stock)	1Q for the Year Ended March 31,2027	28,732,800 shares	Year Ended March 31, 2026	28,732,800 shares
(2) Number of treasury stock at the end of the period	1Q for the Year Ended March 31,2027	2,438,887 shares	Year Ended March 31, 2026	2,438,867 shares
(3) Average number of shares outstanding (quarterly consolidated cumulative period)	1Q for the Year Ended March 31,2027	26,293,925 shares	1Q for the Year Ended March 31,2026	27,033,529 shares

* Review by certified public accountants or audit firm of the attached quarterly consolidated financial statements: No

* Explanation and other special notes concerning the appropriate use of business performance forecasts

(Caution regarding forward-looking statements)

The forward-looking statements such as result forecasts included in this document are based on the information available to the Company at the time of the announcement and on certain assumptions considered reasonable, and the Company makes no representations as to their achievability. Actual results may differ materially from the forecast depending on a range of factors. For the assumptions underlying the business forecast and notes on the use of business forecasts, please refer to "(3) Explanation of forward-looking information such as consolidated business forecasts" in "1. Qualitative Information Concerning Quarterly Results" on page 2 of the [Accompanying Materials].

(How to obtain supplementary materials for financial results)

The supplementary materials for financial results will be posted on our website on August 7, 2026.

○Accompanying Materials−Contents

1. Qualitative Information on Quarterly Results

(1) Explanation of Operating Results

During the first quarter of the current fiscal year, the global economy remained unstable due to ongoing geopolitical risks and fluctuations in interest rates and foreign exchange rates. Meanwhile, the domestic economy faced sluggish personal consumption due to high prices and persistently high raw material costs resulting from the deteriorating situation in the Middle East, but corporate capital investment showed signs of recovery.

Under these business conditions, the Group launched its new medium-term business plan "Challenge2028" in April 2026, putting into practice its management vision "Challenge for Climate Change." Through the provision of high-quality machinery and services that achieve "energy saving" and "labor saving," the Group is contributing to solving social issues while pursuing sustainable growth and enhancement of corporate value.

As a result of these efforts, the Group's orders received during the first quarter of the current fiscal year increased by 7.6% compared to the same period of the previous year, to 11,113 million yen. By segment, the Heat Exchanger Division saw strong performance in maintenance services both in Japan and overseas, and large orders for overseas shipbuilding contributed to increased orders received. The Process Engineering Division decreased due to a decline in pharmaceutical equipment and dyeing and finishing equipment resulting from the absence of large overseas orders recorded in the same period of the previous year, despite large orders for food equipment. The Valve Division exceeded the results of the same period of the previous year, driven by growth in the sewage treatment sector.

Net sales increased 8.0% year on year to 10,211 million yen. By segment, the Heat Exchanger Division saw growth in maintenance services, but recorded a decrease in sales due to the absence of large overseas plant projects in the same period of the previous year. The Process Engineering Division recorded an increase in sales due to the delivery of multiple large orders for food equipment. The Valve Division remained flat as growth in the semiconductor sector was offset by sluggish performance in the chemical sector.

In terms of profit, while fixed costs such as personnel expenses and depreciation increased, improvements in the sales mix contributed to operating profit increasing 35.9% year on year to 798 million yen, and ordinary income increasing 42.1% year on year to 1,101 million yen. Net income attributable to owners of the parent increased 48.1% year on year to 848 million yen.

The operating results by segment are as follows.

[Unit: millions of yen / (%) percentage change from the previous year]

	Heat Exchanger Segment	Process Engineering Segment	Valve Segment	Other Segment
Orders received	5,280 (32.2%)	4,484(△10.9%)	1,341 (5.3%)	7(△70.7%)
Net Sales	4,337(△4.2%)	4,617 (26.7%)	1,250(△0.6%)	7(△70.7%)
Segment profit or loss	376 (38.1%)	295(△17.1%)	144 (56.6%)	△5(*)

*Segment profit for the same period of the previous year was 18 million yen

(2) Explanation of Financial Position

(Assets)

Total assets at the end of the first quarter of the fiscal year were 83,072 million yen, a decrease of 10 million yen from 83,082 million yen at the end of the previous fiscal year.

This was due to decreases in cash and deposits of 1,743 million yen and trade receivables of 575 million yen, which exceeded increases in investment securities of 1,343 million yen and other items.

(Liability)

Total liabilities at the end of the first quarter of the fiscal year were 18,722 million yen, a decrease of 1,080 million yen from 19,802 million yen at the end of the previous fiscal year.

This was due to decreases in income taxes payable of 498 million yen and provision for bonuses of 387 million yen, which exceeded increases in deferred tax liabilities of 502 million yen and other items.

(Net Asset)

Total net assets at the end of the first quarter of the fiscal year were 64,350 million yen, an increase of 1,069 million yen from 63,280 million yen at the end of the previous fiscal year.

This was due to increases in unrealized gain on available-for-sale securities of 918 million yen and net income attributable to owners of the parent of 848 million yen, which exceeded decreases from dividend payments of 736 million yen and other items.

(3) Explanation of Forward-Looking Information Including Consolidated Financial Forecasts

There are no changes to the consolidated earnings forecast for the fiscal year ending March 31,2027 from the forecast announced on May 15, 2026.

2. Quarterly Consolidated Financial Statements and Major Notes

(1) Quarterly Consolidated Balance Sheets

(Unit: Millions of yen)

	As of March 31, 2026	As of June 30, 2026
Assets		
Current assets		
Cash and deposits	12,009	10,265
Notes receivable-trade	141	115
Accounts receivable-trade	7,639	6,927
Electronically recorded monetary claims-operating	3,930	4,092
Merchandise and finished goods	3,588	3,578
Work in process	5,940	6,471
Raw materials and supplies	2,113	2,222
Other	483	658
Allowance for doubtful accounts	△13	△13
Total current assets	35,832	34,318
Non-Current assets		
Property, plant and equipment		
Buildings, net	14,747	14,541
Machinery and equipment, net	2,455	2,797
Land	6,571	6,584
Other, net	2,507	2,409
Total property, plant and equipment	26,282	26,333
Intangible assets		
Software	261	251
Goodwill	12	7
Other	1,429	1,516
Total intangible assets	1,704	1,775
Investments and other assets		
Investment securities	15,239	16,604
Net defined benefit asset	3,071	3,111
Other, net	957	935
Allowance for doubtful accounts	△4	△5
Total investments and other assets	19,264	20,645
Total non-current assets	47,250	48,753
Total assets	83,082	83,072

(Unit: Millions of yen)

	As of March 31, 2026	As of June 30, 2026
Liabilities		
Current Liabilities		
Notes and accounts payable-trade	3,201	3,102
Electronically recorded obligations-operating	569	388
Current portion of bonds payable	1,332	1,332
Current portion of long-term borrowings	333	333
Income taxes payable	601	103
Contract liabilities	3,059	3,173
Provision for product warranties	121	130
Provision for loss on order received	356	544
Provision for bonuses	874	486
Other	1,914	1,621
Total current liabilities	12,363	11,215
Non-current liabilities		
Bonds payable	2,668	2,335
Long-term borrowings	666	583
Deferred tax liabilities	3,491	3,994
Provision for environmental measures	326	326
Retirement benefit liability	230	210
Other	55	56
Total non-current liabilities	7,438	7,506
Total liabilities	19,802	18,722
Net assets		
Shareholders' Equity		
Share capital	4,150	4,150
Capital surplus	5,224	5,224
Retained earnings	46,454	46,566
Treasury shares	△2,627	△2,627
Total shareholders' equity	53,201	53,313
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	7,854	8,773
Deferred gains or losses on hedges	△29	△29
Foreign currency translation adjustments	1,357	1,445
Remeasurements of defined benefit plans	657	588
Total accumulated other comprehensive income	9,839	10,777
Non-controlling interests	239	259
Total net assets	63,280	64,350
Total liabilities and net assets	83,082	83,072

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

(Quarterly Consolidated Statement of Income)

(Unit:Millions of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Net Sales	9,456	10,211
Cost of Sales	7,064	7,621
Gross profit	2,391	2,590
Selling, general and administrative expenses	1,803	1,791
Operating profit	587	798
Non-operating income		
Interest income	5	7
Dividend income	220	263
Share op profit of entities accounted for using equity method	3	14
Foreign exchange gain	-	16
Other	7	13
Total non-operating income	236	315
Non-Operating Expenses		
Interest expense	4	4
Loss on sale of notes receivable-trade	0	0
Foreign exchange loss	30	-
Maintenance of inactive non-current asset	7	7
Other	6	0
Total non-operating expenses	49	12
Ordinary profit	775	1,101
Extraordinary Income		
Gain on sales of non-current Assets	0	0
Total extraordinary income	0	0
Extraordinary loss		
Loss on sale and retirement of non-current assets	0	0
Total extraordinary loss	0	0
Profit before income taxes	775	1,101
Income taxes - current	47	113
Income taxes - deferred	149	122
Total income taxes	197	236
Profit	578	865
Profit attributable to non-controlling interests	5	17
Profit attributable to owners of parent	572	848

(Quarterly Consolidated Statement of Comprehensive Income)

(Unit: Millions of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Profit	578	865
Other comprehensive income		
Valuation difference on available-for-sale securities	505	920
Deferred gains or losses on hedges	8	△0
Foreign currency translation adjustments	△28	86
Remeasurements of defined benefit plans, net of tax	△47	△68
Share of other comprehensive income of equities accounted for using equity method	2	1
Total other comprehensive income	440	939
Comprehensive income	1,018	1,804
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,013	1,786
Comprehensive income attributable to non-controlling interests	5	18

(3) Notes to Quarterly Consolidated Financial Statements

(Notes on Going Concern Assumption)

Not applicable.

(Notes on Substantial Changes in the Amount of Shareholders' Equity)

Not applicable.

(Notes on Quarterly Consolidated Statement of Cash Flows)

A quarterly consolidated cash flow statement for the three months of the fiscal year under review has not been prepared. Depreciation (including amortization of intangible fixed assets excluding goodwill) and amortization of goodwill for the first three months of the fiscal year are as follows.

	Three months ended June 30, 2025	Three months ended June 30, 2026
Depreciation and amortization	398 million yen	474 million yen
Amortization of goodwill	5	5

(Notes on Segment Information)

[Segment Information]

I Previous first quarter (From April 1, 2025 to June 30, 2025)

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

(Unit: Millions of yen)

	Reportable segment				Other (Note)	Total
	Heat Exchanger	Process Engineering	Valve	Total		
Net Sales						
Sales to customers	4,529	3,644	1,258	9,432	23	9,456
Segment profit	273	356	92	721	18	740

(Note) The "Other" includes business segments not included in reportable segments, such as the power generation business.

2. Difference between the sum of reportable segment profits and losses and operating income in quarterly consolidated statements of income, and major factors in the difference (matters concerning difference adjustment)

(Unit: Millions of yen)

Profit	Amount
Reportable segments total	721
Profit in the "Other" segment	18
Amortization of goodwill	△5
Company-wide expenses (Note)	△77
Adjustment for inventories	1
Other adjustments	△70
Operating profit in the quarterly consolidated statement of income	587

(Note) Company-wide expenses are mainly general and administrative expenses and research and development expenses not attributable to reportable segments.

3. Information on impairment loss on noncurrent assets and goodwill by reportable segment

(Significant impairment loss on fixed assets)

Not applicable.

(Significant gain on negative goodwill)

Not applicable.

II Current first quarter (From April 1, 2026 to June 30, 2026)

1. Information on net sales and profits or losses by reportable segment

(Unit: Millions of yen)

	Reportable segment				Other (Note)	Total
	Heat Exchanger	Process Engineering	Valve	Total		
Net Sales						
Sales to customers	4,337	4,617	1,250	10,204	7	10,211
Segment profit or loss (△)	376	295	144	817	△5	811

(Note) "Other" includes business segments not included in reportable segments, such as the power generation business.

2. Difference between the sum of reportable segment profits and losses and operating income in quarterly consolidated statement of income, and major factors in the difference (matters concerning difference adjustment)

(Unit: Millions of yen)

Profit	Amount
Reportable segments total	817
Profit from "Other" segment	△5
Amortization of goodwill	△5
Company-wide expenses (Note)	△38
Adjustment amount for inventory	△8
Other adjustments	40
Operating profit in the quarterly consolidated statement of income	798

(Note) Corporate expenses are mainly general and administrative expenses and research and development expenses that are not attributable to reportable segments.

3. Information on impairment loss on noncurrent assets and goodwill by reportable segment

(Significant impairment loss on noncurrent assets)

There are no contingent liabilities.

(Significant gain on negative goodwill)

There are no contingent liabilities.

(Significant Subsequent Events)

Not applicable.

3. Additional Information (IR Information)

(1) Net sales by segment

(Millions of yen)

Item	Quarter of previous fiscal year April 2025 To June 2025		Quarter of current fiscal year April 2026 To June 2026		Amount of change	Quarter-over-quarter	(Reference) Previous fiscal year April 2025 to March 2026	
	Amount	Composition ratio	Amount	Composition ratio			Amount	Composition ratio
Heat Exchanger	(1,647) 4,529	(17.4 %) 47.9	(1,370) 4,337	(13.5 %) 42.5	(△277) △192	(83.2 %) 95.8	(5,715) 17,229	(12.7 %) 38.4
Process Engineering	(157) 3,644	(1.7) 38.5	(1,042) 4,617	(10.2) 45.2	(884) 972	(660.1) 126.7	(3,143) 22,405	(7.0) 49.9
Valve	(184) 1,258	(1.9) 13.3	(127) 1,250	(1.2) 12.2	(△57) △7	(68.8) 99.4	(652) 5,183	(1.5) 11.5
Others	(-) 23	(-) 0.3	(-) 7	(-) 0.1	(-) △16	(-) 29.3	(-) 72	(-) 0.2
Total	(1,989) 9,456	(21.0) 100.0	(2,539) 10,211	(24.9) 100.0	(549) 755	(127.6) 108.0	(9,510) 44,890	(21.2) 100.0

N.B. Figures in parentheses are overseas sales figures.

(2) Orders Received and Order Backlog by Segment

(Millions of yen)

Item		Quarter of previous fiscal year April 2025 To June 2025		Quarter of current fiscal year April 2026 To June 2026		Amount of change	Quarter-over-quarter	(Reference) Previous fiscal year April 2025 to March 2026	
		Amount	Composition ratio	Amount	Composition ratio			Amount	Composition ratio
Orders Received	Heat Exchanger	(1,093) 3,994	(10.6 %) 38.7	(1,913) 5,280	(17.2 %) 47.5	(820) 1,285	(175.0 %) 132.2	(5,397) 17,193	(12.7 %) 40.4
	Process Engineering	(1,547) 5,035	(15.0) 48.8	(1,149) 4,484	(10.4) 40.3	(△ 398) △ 550	(74.2) 89.1	(3,765) 20,000	(8.8) 46.9
	Valve	(128) 1,274	(1.2) 12.3	(88) 1,341	(0.8) 12.1	(△ 39) 67	(68.9) 105.3	(477) 5,324	(1.1) 12.5
	Others	(-) 23	(-) 0.2	(-) 7	(-) 0.1	(-) △ 16	(-) 29.3	(-) 72	(-) 0.2
	Total	(2,769) 10,328	(26.8) 100.0	(3,151) 11,113	(28.4) 100.0	(381) 784	(113.8) 107.6	(9,640) 42,591	(22.6) 100.0
Backlog Order	Heat Exchanger	(3,511) 7,059	(12.4 %) 25.0	(4,291) 8,501	(16.5 %) 32.8	(780) 1,441	(122.2 %) 120.4	(3,747) 7,558	(15.0 %) 30.2
	Process Engineering	(3,066) 19,538	(10.9) 69.3	(2,406) 15,609	(9.3) 60.2	(△ 660) △ 3,928	(78.5) 79.9	(2,299) 15,742	(9.2) 62.9
	Valve	(256) 1,609	(0.9) 5.7	(99) 1,826	(0.4) 7.0	(△ 157) 216	(38.6) 113.4	(137) 1,735	(0.5) 6.9
	Others	(-) -	(-) -	(-) -	(-) -	(-) -	(-) -	(-) -	(-) -
	Total	(6,834) 28,207	(24.2) 100.0	(6,796) 25,937	(26.2) 100.0	(△ 37) △ 2,270	(99.4) 92.0	(6,184) 25,036	(24.7) 100.0

N.B. Figures in parentheses are the figures for overseas orders and overseas order backlog.