August 14, 2026

Consolidated Financial Results for the Six Months Ended June 30, 2026 (Under Japanese GAAP)

Company name: Tera Probe, Inc.
Listing: Tokyo Stock Exchange
Securities code: 6627
URL: https://www.teraprobe.com/
Representative: Tsuyoshi Yokoyama, President
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Scheduled date to file semi-annual securities report: August 14, 2026
Scheduled date to commence dividend payments: -
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: Yes (for institutional investors and analysts)

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated financial results for the six months ended June 30, 2026 (from January 1, 2026 to June 30, 2026)

(1) Consolidated operating results (cumulative) (Percentages indicate year-on-year changes.)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
June 30, 2026	27,310	43.6	7,209	93.8	7,183	108.1	2,717	110.3
June 30, 2025	19,017	0.7	3,720	(2.1)	3,452	(11.5)	1,291	(28.9)

Note: Comprehensive income For the six months ended June 30, 2026: ¥ 6,535 million [62.8%]
For the six months ended June 30, 2025: ¥ 4,012 million [(27.2) %]

	Net income per share	Net income per share (diluted)
Six months ended	Yen	Yen
June 30, 2026	298.73	-
June 30, 2025	142.02	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
June 30, 2026	116,964	64,322	36.4
December 31, 2025	100,572	59,928	40.2

Reference: Equity
As of June 30, 2026: ¥ 42,629 million
As of December 31, 2025: ¥ 40,475 million

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended December 31, 2025	-	0.00	-	110.00	110.00
Fiscal year ending December 31, 2026	-	0.00			
Fiscal year ending December 31, 2026 (Forecast)			-	-	-

Note: Revisions to the forecast of cash dividends most recently announced: None

3. Consolidated financial results forecast for the nine months ending September 30, 2026 (January 1, 2026 to September 30, 2026), and consolidated financial results forecast for the fiscal year ending December 31, 2026 (January 1, 2026 to December 31, 2026)

(Percentages indicate year-on-year changes.)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Nine months ending September 30, 2026	42,800	43.5	11,500	93.0	11,400	99.6	4,300	97.8	472.68
Full year	59,100	41.6	16,300	83.3	16,100	84.0	6,000	78.1	131.91

Note: Revisions to the financial result forecast most recently announced: Yes

* The Company plans to conduct a stock split at a ratio of five shares for every share of common stock with an effective date of October 1, 2026. Accordingly, net income per share in the consolidated earnings forecast for the fiscal year ending December 31, 2026 have been calculated taking into account the impact of the stock split. Without considering the stock split, net income per share in the consolidated earnings forecast would be ¥659.56 for the fiscal year ending December 31, 2026.

*** Notes**

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

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

(3) Changes in accounting policies, changes in accounting estimates, and restatement
- (i) Changes in accounting policies due to revisions to accounting standards and other regulations: None
- (ii) Changes in accounting policies due to other reasons: None
- (iii) Changes in accounting estimates: None
- (iv) Restatement: None

(4) Number of issued shares (common shares)

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

As of June 30, 2026	9,282,500 shares
As of December 31, 2025	9,282,500 shares

(ii) Number of treasury shares at the end of the period

As of June 30, 2026	185,472 shares
As of December 31, 2025	185,511 shares

(iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Six months ended June 30, 2026	9,096,992 shares
Six months ended June 30, 2025	9,097,050 shares

* Semi-annual financial results reports are exempt from review conducted by certified public accountants or an audit firm.
* Proper use of earnings forecasts, and other special matters

The financial forecast is based on the information available at a time of issuance of this report, and are not intended to be a commitment by the Company to achieve the forecasted figures. The actual results may change from the forecasted figures due to various factors.

In addition, based on a resolution of the Board of Directors at its meeting held on August 14, 2026, the Company plans to conduct a stock split at a ratio of five shares for every share of common stock with an effective date of October 1, 2026.

Semi-annual Consolidated Financial Statements and Primary Notes

Semi-annual Consolidated Balance Sheet

(Thousands of yen)

	As of December 31, 2025	As of June 30, 2026
Assets		
Current assets		
Cash and deposits	14,371,741	11,610,199
Accounts receivable - trade, and contract assets	12,415,366	14,256,308
Raw materials and supplies	569,877	603,289
Accounts receivable - other	1,877,794	2,413,165
Lease receivables	1,138,194	1,018,001
Other	445,783	287,054
Total current assets	30,818,757	30,188,019
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	13,038,493	12,825,904
Machinery, equipment and vehicles, net	49,937,528	56,200,516
Construction in progress	1,842,251	11,700,425
Other, net	4,297,794	5,356,783
Total property, plant and equipment	69,116,068	86,083,631
Intangible assets	279,450	269,708
Investments and other assets	358,711	423,014
Total non-current assets	69,754,230	86,776,353
Total assets	100,572,987	116,964,373

(Thousands of yen)

	As of December 31, 2025	As of June 30, 2026
Liabilities		
Current liabilities		
Accounts payable - trade	510,456	418,552
Current portion of long-term borrowings	5,749,592	5,821,085
Lease liabilities	396,272	494,091
Accounts payable - other	2,637,569	1,636,499
Income taxes payable	1,680,320	2,127,575
Contract liabilities	4,177	4,593
Provision for bonuses	1,691,842	2,371,510
Provision for bonuses for directors (and other officers)	67,049	58,842
Provision for loss on orders received	3,046	4,830
Provision for repairs	11,050	34,008
Other	2,345,226	3,558,699
Total current liabilities	15,096,602	16,530,290
Non-current liabilities		
Contract liabilities	12,096	10,869
Long-term borrowings	23,300,561	32,966,300
Lease liabilities	403,628	1,029,673
Retirement benefit liability	213,235	216,854
Asset retirement obligations	10,823	90,901
Deferred tax liabilities	1,570,193	1,778,571
Other	37,156	18,300
Total non-current liabilities	25,547,695	36,111,470
Total liabilities	40,644,298	52,641,760
Net assets		
Shareholders' equity		
Share capital	11,823,312	11,823,312
Capital surplus	7,611,322	7,611,796
Retained earnings	16,813,458	18,530,349
Treasury shares	(120,748)	(120,723)
Total shareholders' equity	36,127,345	37,844,735
Accumulated other comprehensive income		
Foreign currency translation adjustment	4,314,547	4,751,538
Remeasurements of defined benefit plans	33,596	32,864
Total accumulated other comprehensive income	4,348,143	4,784,402
Non-controlling interests	19,453,200	21,693,474
Total net assets	59,928,689	64,322,612
Total liabilities and net assets	100,572,987	116,964,373

Semi-annual Consolidated Statements of Income and Comprehensive Income

(Thousands of yen)

	For the six months ended June 30, 2025	For the six months ended June 30, 2026
Net sales	19,017,180	27,310,590
Cost of sales	13,942,970	18,432,564
Gross profit	5,074,209	8,878,026
Selling, general and administrative expenses	1,353,684	1,668,397
Operating income	3,720,525	7,209,628
Non-operating income		
Interest income	29,393	40,194
Foreign exchange gains	-	174,138
Commission income	90,959	89,244
Other	14,392	64,226
Total non-operating income	134,746	367,803
Non-operating expenses		
Interest expenses	84,000	294,650
Depreciation of inactive non-current assets	74,325	95,934
Other	244,933	3,643
Total non-operating expenses	403,259	394,228
Ordinary income	3,452,012	7,183,203
Extraordinary income		
Gain on sale of non-current assets	170,113	356,629
Local government subsidy	-	8,786
Total extraordinary income	170,113	365,415
Extraordinary losses		
Loss on retirement of non-current assets	3,281	1,006
Impairment losses	-	72,127
Total extraordinary losses	3,281	73,134
Income before income taxes	3,618,844	7,475,484
Income taxes	849,784	1,796,597
Net income	2,769,059	5,678,886
Net income attributable to		
Net income attributable to owners of parent	1,291,946	2,717,558
Net income attributable to non-controlling interests	1,477,112	2,961,328
Other comprehensive income		
Foreign currency translation adjustment	1,242,585	856,845
Remeasurements of defined benefit plans, net of tax	1,301	(732)
Total other comprehensive income	1,243,886	856,113
Comprehensive income	4,012,945	6,535,000
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,926,966	3,153,818
Comprehensive income attributable to non-controlling interests	2,085,979	3,381,182

Semi-annual Consolidated Statement of Cash Flows

(Thousands of yen)

	For the six months ended June 30, 2025	For the six months ended June 30, 2026
Cash flows from operating activities		
Income before income taxes	3,618,844	7,475,484
Depreciation	6,393,870	9,029,933
Impairment losses	-	72,127
Share-based payment expenses	-	499
Increase (decrease) in retirement benefit liability	49	3,619
Increase (decrease) in provision for bonuses	326,041	637,434
Increase (decrease) in provision for bonuses for directors (and other officers)	(16,962)	(8,207)
Interest income	(29,393)	(40,194)
Interest expenses	84,000	294,650
Local government subsidy	-	(8,786)
Loss (gain) on sale and retirement of non-current assets	(166,831)	(355,622)
Decrease (increase) in accounts receivable - trade, and contract assets	503,002	(1,646,190)
Decrease (increase) in inventories	9,138	(22,660)
Increase (decrease) in trade payables	(71,597)	(94,514)
Decrease (increase) in lease receivables	85,572	124,259
Decrease (increase) in other current assets	(341,442)	(759,824)
Increase (decrease) in other current liabilities	17,626	13,851
Increase (decrease) in other non-current liabilities	10,742	4,146
Other, net	(33,520)	(89,977)
Subtotal	10,389,140	14,630,029
Interest received	30,327	41,358
Interest paid	(84,704)	(295,493)
Subsidies received	-	308,786
Income taxes refund	49,700	46,957
Income taxes paid	(504,861)	(1,167,399)
Compensation paid for damage	(33,505)	-
Net cash provided by (used in) operating activities	9,846,096	13,564,237
Cash flows from investing activities		
Proceeds from withdrawal of time deposits	3,000,000	2,200,000
Purchase of property, plant and equipment	(9,240,942)	(24,911,159)
Proceeds from sale of property, plant and equipment	172,739	525,128
Purchase of intangible assets	(69,401)	(20,295)
Proceeds from equipment rental	8,234	16,960
Other, net	(821)	(329)
Net cash provided by (used in) investing activities	(6,130,192)	(22,189,694)

	For the six months ended June 30, 2025	For the six months ended June 30, 2026
		(Thousands of yen)
Cash flows from financing activities		
Proceeds from short-term borrowings	300,000	1,502,580
Repayments of short-term borrowings	(300,000)	(1,502,580)
Proceeds from long-term borrowings	5,900,460	35,060,200
Repayments of long-term borrowings	(2,612,577)	(25,919,401)
Purchase of treasury shares	(98)	-
Dividends paid	(999,770)	(1,000,325)
Repayments of lease liabilities	(149,350)	(205,616)
Net cash provided by (used in) financing activities	2,138,662	7,934,857
Effect of exchange rate change on cash and cash equivalents	119,567	129,057
Net increase (decrease) in cash and cash equivalents	5,974,134	(561,542)
Cash and cash equivalents at beginning of period	8,690,038	12,171,741
Cash and cash equivalents at end of period	14,664,172	11,610,199