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

August 6, 2026

Company name:	Nisshinbo Holdings Inc.	
Listing:	Tokyo Stock Exchange	
Securities code:	3105	
URL:	https://www.nisshinbo.co.jp	
Representative:	Yasuji Ishii	Representative Director and President
Inquiries:	Takuya Kawase	Senior Manager, Finance and Accounting Department
Telephone:	+81-03) 5695-8833	
Scheduled date to file semi-annual securities report	August 7, 2026	
Scheduled date to commence dividend payments:	September 4, 2026	
Preparation of supplementary material on financial results:	Yes	
Holding of financial results briefing:	Yes (for 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 (Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
June 30, 2026	272,462	7.0	30,274	64.4	32,520	71.0	21,590	87.8
June 30, 2025	254,721	6.1	18,417	174.2	19,019	71.5	11,498	28.7

Reference: Comprehensive income

For the six months ended June 30, 2026: ¥ 35,310 million [－%]

For the six months ended June 30, 2025: ¥ 271 million [(98.9)%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
June 30, 2026	138.22	－
June 30, 2025	73.53	－

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
June 30, 2026	645,857	348,313	49.3
December 31, 2025	667,817	316,591	43.0

Reference: Equity

As of June 30, 2026: ¥ 318,109 million

As of December 31, 2025: ¥ 287,322 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	-	18.00	-	18.00	36.00
Fiscal year ending December 31, 2026	-	18.00			
Fiscal year ending December 31, 2026(Forecast)			-	18.00	36.00

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

3. Consolidated financial results forecast for the fiscal year ending December 31, 2026(from January 1, 2026 to December 31, 2026)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	511,000	1.7	21,000	(20.5)	21,500	(26.7)	10,000	(28.2)	64.02

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

*** Notes:**

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

Newly included: - (Company name:)

Excluded: - (Company name:)

(2) Adoption of accounting treatment specific to the preparation of semi-annual consolidated financial statements: None

(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	169,360,439 shares
As of December 31, 2025	169,328,839 shares

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

As of June 30, 2026	13,130,829 shares
As of December 31, 2025	13,130,169 shares

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

Six months ended June 30, 2026	156,205,858 shares
Six months ended June 30, 2025	156,385,291 shares

(Note) On May 19, 2026, we issued 31,600 new shares as restricted stock awards.

* 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 consolidated financial results forecast contained in this document are based on information currently available to the Company. The Company does not make any guarantees regarding the achievement of these forecasts.

We are scheduled to hold an online financial results briefing for investors and analysts today (August 6, 2026).

Table of contents of attached materials

1. Qualitative information on semi-annual financial results

(1) Overview of operating results

The Nisshinbo Group's net sales for the six months of the current fiscal year totaled ¥272,462 million (up ¥17,740 million, or 7.0%, year on year). Sales in the Real Estate business declined compared to the same period last year due to a decrease in the scale of land and other properties sales. However, the Solutions business, the Specialized Equipment business and the Marine Systems business within the Wireless and Communications business performed well, resulting in increased sales.

Operating profit was ¥30,274 million (up ¥11,856 million, or 64.4%, year on year). Although profits in the Real Estate business declined, the Wireless and Communications business posted higher profits.

Ordinary profit was ¥32,520 million (up ¥13,501 million, or 71.0%, year on year) and profit attributable to owners of parent was ¥21,590 million (up ¥10,091 million, or 87.8%, year on year).

The results for the main business segments are as follows. Segment profit or segment loss is based on operating profit or operating loss.

(Wireless and Communications)

The Wireless and Communications business achieved increased sales and profits.

In the Solutions business, sales and profits increased due to strong order intake for prefectural disaster prevention systems - driven by the "seamless promotion of disaster prevention, mitigation, and national resilience initiatives under the Medium-Term Plan for National Resilience" - as well as an increase in orders for products for mobile carriers, combined with cost-cutting effects resulting from structural reforms.

The Specialized Equipment business saw an increase in both sales and profit due to a rise in orders for defense infrastructure projects - driven by the basic policies of the Defense Capabilities Development Plan based on the National Strategy - as well as orders for software-defined radios and friend-or-foe identification systems for the Agency for Defense Equipment.

The Marine Systems business saw increased sales and profits, driven by strong demand in China's new shipbuilding market, which led to robust orders not only for equipment for new merchant ships but also for aftermarket services such as maintenance.

The Connected Systems business (*) saw increased sales and improved profitability, driven by a rise in orders for railway radio systems and cost-cutting measures resulting from structural reforms. (*) The Connected Systems business is a division formed primarily through the integration of the former ICT and Mechatronics business and the Mobility business as part of a structural reform.

As a result, the Wireless and Communications business posted net sales of ¥145,151 million (up 15.0% year on year) and a segment profit of ¥21,977 million (up 112.5% year on year).

(Micro Devices)

The Micro Devices business saw increased sales and decreased losses.

The main overview of the Electronic Devices business is as follows. Sales from automotive industry products increased due to factors such as a rise in orders for hybrid electric vehicle (HEV) products and products for diesel-engine vehicles, driven by the shift toward electric vehicles (EVs) in the automotive market. Sales from industrial equipment increased as customers completed their inventory adjustments and orders rose for products used in semiconductor manufacturing equipment and factory automation (FA) equipment. In the consumer equipment/devices segment, sales increased as sales of smartphone-related products remained strong.

In the Microwave business, although orders for cathode-related products and microwave sensor-related products recovered, sales declined due to stagnant orders for satellite communications-related products; however, profits increased due to changes in the product mix.

As a result, the Micro Devices business posted net sales of ¥32,893 million (up 10.3% year on year) and a segment loss of ¥415 million (decrease losses of ¥3,842 million year on year).

(Material)

・Automobile Brakes

The Automobile Brakes business achieved increased sales and profits.

The Japan base saw increased sales and profits due to a rise in orders from Japanese customers in North America. At the North American base, sales increased due to a rise in orders from Japanese customers, primarily for hybrid vehicles; however, compared to the same period last year - which included retroactive price adjustments for past orders - profit declined. Sales and profits at the China and Thailand bases declined due to decreases in orders. The South Korean base saw increased sales and improved profitability due to a recovery in orders and a reduction in fixed costs.

As a result, the Automobile Brakes business posted net sales of ¥29,885 million (up 5.7% year on year) and a segment profit of ¥1,899 million (up 6.2% year on year).

・Precision Instruments

The Precision Instruments business achieved increased sales and profits.

Sales and profits for automotive EBS components increased due to factors such as a rise in orders for next-generation valve blocks at our Chinese facility - driven by the growing number of EVs in the Chinese automotive market - and an increase in orders for automotive valve blocks at our Indian facility. Sales and profits for air conditioning-related products declined due to factors such as sluggish market conditions in Japan, Thailand, and China.

As a result, the Precision Instruments business posted net sales of ¥27,484 million (up 1.3% year on year) and a segment profit of ¥1,950 million (up 56.0% year on year).

・Chemicals

The Chemicals business saw an increase in sales and returned to profitability.

Sales and profits for rigid urethane increased due to a rise in orders for rigid blocks, driven by a recovery in construction of large-scale refrigerated and frozen storage facilities. Sales from carbon separators for fuel cells declined due to a drop in orders caused by the stagnation of the hydrogen market, but losses were reduced thanks to lower fixed costs and other factors. Sales and profits for Specialty Chemicals were on par with the same period last year.

As a result, the Chemicals business posted net sales of ¥4,887 million (up 3.1% year on year) and a segment profit of ¥339 million (return to profitability of ¥513 million year on year).

・Textiles

The Textiles business saw a decline in sales and a return to losses.

In the shirt business, sales declined and losses widened due to a decrease in orders caused by the deteriorating situation in the Middle East and sluggish domestic demand in Indonesia, as well as sluggish orders for general dress shirts for the fall and winter seasons. In the uniform business, sales declined and losses widened due to a decrease in orders in the workwear sector. At the Brazilian subsidiary, sales declined and profitability deteriorated due to a decline in cotton yarn sales prices resulting from falling raw cotton prices.

As a result, the Textiles business posted net sales of ¥15,396 million (down 7.2% year on year) and a segment loss of ¥794 million (return to losses of ¥841 million year on year).

(Real Estate)

The Real Estate business saw a decline in both sales and profit.

Although we sold land in Okazaki City, Aichi Prefecture, sales and profit declined compared to the same period last year, when we sold units at the large-scale commercial facility Ario Nishiarai (Adachi Ward, Tokyo) and condominiums in Minato Ward, Tokyo, due to a reduction in the scale of our property sales.

As a result, the Real Estate business posted net sales of ¥9,083 million (down 42.7% year on year) and a segment profit of ¥7,675 million (down 35.0% year on year).

(2) Explanation of consolidated financial results forecasts and other forward-looking information

There are no changes to the consolidated earnings forecast for the fiscal year ending December 2026, which was announced on May 12, 2026.

2. Semi-annual consolidated financial statements and primary notes

(1) Semi-annual consolidated balance sheet

(Millions of yen)

	As of December 31, 2025	As of June 30, 2026
Assets		
Current assets		
Cash and deposits	45,625	43,934
Notes and accounts receivable - trade, and contract assets	135,214	105,135
Electronically recorded monetary claims - operating	17,471	13,435
Merchandise and finished goods	55,243	53,718
Work in process	65,655	66,027
Raw materials and supplies	40,827	42,426
Other	10,495	8,753
Allowance for doubtful accounts	(470)	(515)
Total current assets	370,062	332,915
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	61,266	60,572
Machinery, equipment and vehicles, net	44,520	43,963
Land	38,297	38,018
Other, net	23,769	23,735
Total property, plant and equipment	167,854	166,289
Intangible assets		
Goodwill	548	417
Other	10,364	9,666
Total intangible assets	10,913	10,084
Investments and other assets		
Investment securities	70,275	86,264
Other	49,803	51,321
Allowance for doubtful accounts	(1,091)	(1,017)
Total investments and other assets	118,986	136,568
Total non-current assets	297,754	312,942
Total assets	667,817	645,857

(Millions of yen)

	As of December 31, 2025	As of June 30, 2026
Liabilities		
Current liabilities		
Notes and accounts payable - trade	41,102	39,375
Electronically recorded obligations - operating	20,852	10,107
Short-term borrowings	19,931	16,001
Commercial papers	29,000	22,000
Current portion of long-term borrowings	14,145	13,023
Income taxes payable	5,501	6,304
Provisions	7,758	7,396
Other	43,415	44,649
Total current liabilities	181,707	158,858
Non-current liabilities		
Long-term borrowings	116,515	76,180
Provisions	140	111
Retirement benefit liability	31,729	30,591
Asset retirement obligations	938	953
Other	20,194	30,850
Total non-current liabilities	169,518	138,686
Total liabilities	351,225	297,544
Net assets		
Shareholders' equity		
Share capital	27,841	27,869
Capital surplus	18,982	19,010
Retained earnings	184,763	203,542
Treasury shares	(14,177)	(14,178)
Total shareholders' equity	217,409	236,244
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	25,757	36,560
Deferred gains or losses on hedges	12	10
Foreign currency translation adjustment	31,247	33,085
Remeasurements of defined benefit plans	12,893	12,207
Total accumulated other comprehensive income	69,912	81,864
Non-controlling interests	29,269	30,203
Total net assets	316,591	348,313
Total liabilities and net assets	667,817	645,857

(2) Semi-annual consolidated statements of income and comprehensive income

Semi-annual consolidated statement of income

(Millions of yen)

	For the six months ended June 30, 2025	For the six months ended June 30, 2026
Net sales	254,721	272,462
Cost of sales	190,018	198,046
Gross profit	64,703	74,416
Selling, general and administrative expenses	46,285	44,141
Operating profit	18,417	30,274
Non-operating income		
Interest income	473	540
Dividend income	773	734
Share of profit of entities accounted for using equity method	3,014	904
Foreign exchange gains	-	1,430
Miscellaneous income	753	1,003
Total non-operating income	5,015	4,613
Non-operating expenses		
Interest expenses	1,472	1,466
Foreign exchange losses	1,901	-
Miscellaneous losses	1,040	901
Total non-operating expenses	4,414	2,367
Ordinary profit	19,019	32,520
Extraordinary income		
Gain on sale of non-current assets	397	1,498
Gain on sale of investment securities	3,632	3,346
Gain on sale of shares of subsidiaries and associates	941	-
Total extraordinary income	4,971	4,845
Extraordinary losses		
Loss on sale of non-current assets	34	300
Loss on abandonment of non-current assets	285	100
Impairment losses	4,268	59
Loss on valuation of investment securities	839	20
Business structure improvement expenses of subsidiaries	957	4,718
Loss on liquidation of business	80	15
Total extraordinary losses	6,466	5,214
Profit before income taxes	17,524	32,151
Income taxes - current	4,857	6,320
Income taxes - deferred	612	2,796
Total income taxes	5,469	9,117
Profit	12,054	23,034
Profit attributable to non-controlling interests	555	1,443
Profit attributable to owners of parent	11,498	21,590

Semi-annual consolidated statement of comprehensive income

(Millions of yen)

	For the six months ended June 30, 2025	For the six months ended June 30, 2026
Profit	12,054	23,034
Other comprehensive income		
Valuation difference on available-for-sale securities	(4,193)	10,810
Deferred gains or losses on hedges	(36)	(2)
Foreign currency translation adjustment	(6,794)	1,484
Remeasurements of defined benefit plans, net of tax	270	(710)
Share of other comprehensive income of entities accounted for using equity method	(1,028)	693
Total other comprehensive income	(11,782)	12,276
Comprehensive income	271	35,310
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	495	33,542
Comprehensive income attributable to non-controlling interests	(223)	1,768

(3) Semi-annual consolidated statement of cash flows

(Millions of yen)

	For the six months ended June 30, 2025	For the six months ended June 30, 2026
Cash flows from operating activities		
Profit before income taxes	17,524	32,151
Depreciation	12,672	12,444
Impairment losses	4,268	59
Amortization of goodwill	237	133
Increase (decrease) in allowance for doubtful accounts	111	(36)
Increase (decrease) in retirement benefit liability	(1,239)	(1,422)
Interest and dividend income	(1,247)	(1,275)
Interest expenses	1,472	1,466
Share of loss (profit) of entities accounted for using equity method	(3,014)	(904)
Loss (gain) on sale of investment securities	(3,632)	(3,346)
Loss (gain) on valuation of investment securities	839	20
Loss (gain) on transfer of stocks of subsidiaries and affiliates	(941)	-
Loss (gain) on disposal of non-current assets	(77)	(1,097)
Business structure improvement expenses of subsidiaries	957	4,718
Decrease (increase) in accounts receivable - trade, and contract assets	27,562	34,994
Decrease (increase) in inventories	3,197	69
Increase (decrease) in trade payables	(5,141)	(12,895)
Other, net	1,434	444
Subtotal	54,985	65,524
Interest and dividends received	9,394	1,290
Interest paid	(1,487)	(1,563)
Payment amount for loss on liquidation of business	(77)	(15)
Payments for business structure improvement expenses of subsidiaries	-	(1,729)
Income taxes paid	(3,468)	(5,702)
Income taxes refund	323	105
Net cash provided by (used in) operating activities	59,669	57,909

(Millions of yen)

	For the six months ended June 30, 2025	For the six months ended June 30, 2026
Cash flows from investing activities		
Proceeds from withdrawal of time deposits	-	1,503
Purchase of property, plant and equipment	(7,915)	(7,744)
Proceeds from sale of property, plant and equipment	1,366	1,757
Purchase of investment securities	(28)	(9)
Proceeds from sale of investment securities	4,976	4,199
Decrease (increase) in short-term loans receivable	56	13
Other, net	517	(931)
Net cash provided by (used in) investing activities	(1,026)	(1,212)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(30,634)	(4,033)
Repayments of long-term borrowings	(4,607)	(41,457)
Purchase of treasury shares	(939)	(1)
Dividends paid	(2,829)	(2,811)
Dividends paid to non-controlling interests	(161)	(833)
Increase (decrease) in commercial papers	(11,000)	(7,000)
Other, net	(882)	(1,320)
Net cash provided by (used in) financing activities	(51,053)	(57,458)
Effect of exchange rate change on cash and cash equivalents	(1,450)	640
Net increase (decrease) in cash and cash equivalents	6,138	(121)
Cash and cash equivalents at beginning of period	50,411	44,055
Increase (decrease) in cash and cash equivalents resulting from change in scope of consolidation	448	-
Cash and cash equivalents at end of period	56,998	43,934

(4) Notes to semi-annual consolidated financial statements

(Notes on premise of a going concern)

There are no applicable items.

(Notes on significant changes in shareholders' equity)

There are no applicable items.

(Segment information)

I For the six months ended June 30, 2025 (from January 1, 2025 through June 30, 2025)

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

(Millions of yen)

	Reportable Segment								Others (Note)	Total
	Wireless and Communications	Micro device	Automobile Brakes	Precision Instruments	Chemicals	Textiles	Real Estate	Total		
Net sales										
Net sales to external customers	126,174	29,825	28,275	27,138	4,740	16,593	15,863	248,610	6,110	254,721
Intersegment net sales and transfers	173	261	3	117	232	34	744	1,568	847	2,416
Total	126,348	30,086	28,279	27,255	4,973	16,627	16,608	250,179	6,958	257,138
Segment profit (loss)	10,341	(4,257)	1,787	1,250	(173)	46	11,811	20,806	153	20,960

(Note) "Others" includes trading company functions of food products, industrial materials, etc., which are not included in the reportable segments.

2. Difference between the total amount of profit or loss of the reportable segments and the amount recorded in the semi-annual consolidated statements of income, and main details of such difference

(Matters related to difference adjustment)

(Millions of yen)

Profit	Amounts
Total of reportable segments	20,806
Profit in the "Other" category	153
Elimination of intersegment transactions	45
Company-wide expenses (Note)	(2,587)
Operating profit in the semi-annual consolidated statements of income	18,417

(Note) Company-wide expenses mainly consist of group administrative expenses, depreciation and amortization, and research and development expenses for basic technology that do not belong to the reportable segments.

3. Information on impairment losses on fixed assets or goodwill, etc. by reportable segment

(Significant impairment loss on fixed assets)

(Chemicals)

The book value of assets related to the manufacture of carbon separators for fuel cells of Nisshinbo Chemical Inc. was reduced to the recoverable amount due to the deterioration of the market environment, which made it impossible to expect the cash flows that had been initially assumed. The resulting decrease of ¥4,150 million was recorded as an extraordinary loss.

The recoverable amount was determined based on the fair value, and since it is uncertain whether future cash flows will be positive, the amount has been reduced to the carrying amount.

II For the six months ended June 30, 2026 (from January 1, 2026 through June 30, 2026)

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

(Millions of yen)

	Reportable Segment								Others (Note)	Total
	Wireless and Communications	Micro device	Automobile Brakes	Precision Instruments	Chemicals	Textiles	Real Estate	Total		
Net sales										
Net sales to external customers	145,151	32,893	29,885	27,484	4,887	15,396	9,083	264,783	7,678	272,462
Intersegment net sales or transfers	237	264	6	24	214	25	696	1,468	784	2,252
Total	145,388	33,157	29,892	27,509	5,102	15,422	9,780	266,252	8,463	274,715
Segment profit (loss)	21,977	(415)	1,899	1,950	339	(794)	7,675	32,633	174	32,807

(Note) "Others" includes trading company functions of food products, industrial materials, etc., which are not included in the reportable segments.

2. Difference between the total amount of profit or loss of the reportable segments and the amount recorded in the semi-annual consolidated statements of income, and main details of such difference

(Matters related to difference adjustment)

(Millions of yen)

Profit	Amounts
Total of reportable segments	32,633
Profit in the "Other" category	174
Elimination of intersegment transactions	24
Company-wide expenses (Note)	(2,557)
Operating profit in the semi-annual consolidated statements of income	30,274

(Note) Company-wide expenses mainly consist of group administrative expenses, depreciation and amortization, and research and development expenses for basic technology that do not belong to the reportable segments.