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Consolidated Financial Results
for the First Three Months of the Fiscal Year Ending March 31, 2026
<Japanese GAAP>

August 1, 2025

Company Name: Nittobo
 Securities Code: 3110
 Stock Exchange Listing: Tokyo Stock Exchange
 URL: <https://www.nittobo.co.jp/eng/index>
 Representative: Hiroyuki Tada, Director, Representative and Chief Executive Officer
 Contact: Hiroki Kajikawa, Senior Executive Officer
 Tel: +81-3-4582-5040
 Scheduled date of commencement of dividend payment: –
 Preparation of supplementary explanatory material for financial results: Yes
 Organization of financial results briefing: Yes (online conference for institutional investors and analysts)

(Millions of yen, rounded down)

1. Consolidated financial results for the first three months of the fiscal year ending March 31, 2026 (April 1, 2025 to June 30, 2025)

(1) Consolidated results of operations (cumulative)

(Percentage figures represent 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	%
Three months ended								
June 30, 2025	28,231	8.1	4,298	10.0	4,344	(8.9)	3,147	(3.2)
June 30, 2024	26,115	28.7	3,907	341.4	4,768	153.1	3,251	206.9

(Note) Comprehensive income: Three months ended June 30, 2025 ¥825 million [(82.6)%]
 Three months ended June 30, 2024 ¥4,739 million [90.8%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended		
June 30, 2025	86.46	–
June 30, 2024	89.31	–

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
	Millions of yen	Millions of yen	%
As of			
June 30, 2025	220,987	133,684	57.9
March 31, 2025	223,105	135,829	58.1

(Reference) Equity: As of June 30, 2025 ¥127,967 million; As of March 31, 2025 ¥129,734 million

2. Dividends

	Dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Annual total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2025	–	27.50	–	78.50	106.00
Fiscal year ending March 31, 2026	–				
Fiscal year ending March 31, 2026 (Forecast)		27.50	–	–	–

(Note) Revision of the forecasted dividends from most recently announced figures: None

Notes on dividends: Year-end dividends forecast for the fiscal year ending March 31, 2026 has yet to be made.

3. Consolidated earnings forecasts for the fiscal year ending March 31, 2026 (April 1, 2025 to March 31, 2026)

(Percentage figures represent 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
First half	58,000	9.3	8,000	8.9	8,000	3.6	6,000	10.9	164.81
Full year	120,000	10.1	17,000	3.4	17,000	(3.2)	13,000	1.3	357.08

(Note) Revision of the forecasted earnings from most recently announced figures: None

* Notes

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

Newly included: None;

Excluded: None

(2) Application of accounting treatment special to the preparation of quarterly consolidated financial statements: None

(3) Changes in accounting policies, accounting estimates and retrospective restatements

(a) Changes in accounting policies due to revision of accounting standards: None

(b) Changes in accounting policies other than (a): None

(c) Changes in accounting estimates: None

(d) Retrospective restatements: None

(4) Number of issued shares (common shares)

(a) Number of issued shares at the end of the period (including treasury shares)

As of June 30, 2025	37,723,012 shares	As of March 31, 2025	37,723,012 shares
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(b) Number of treasury shares at the end of the period

As of June 30, 2025	1,316,391 shares	As of March 31, 2025	1,316,229 shares
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(c) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2025	36,406,713 shares	Three months ended June 30, 2024	36,408,271 shares
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***Review of the Japanese-language originals of the attached quarterly consolidated financial statements by certified public accountants or an audit firm: None**

***Explanation on the appropriate use of earnings forecasts and other special notes**

Cautions on forward-looking statements, etc.

The projections contained in this document are based on information currently available to NITTO BOSEKI CO., LTD. (hereinafter, the “Company”) and certain assumptions that are deemed to be reasonable, and the Company does not intend to guarantee their achievement. Moreover, actual business and other results may differ from the forecast due to various factors going forward. For matters related to the forecasts, please see “(3) Explanation on Consolidated Earnings Forecasts for the Fiscal Year” of “1. Qualitative Information on Quarterly Financial Results” on page 3.

1. Qualitative Information on Quarterly Financial Results

(1) Explanation on Operating Results

During the first three months ended June 30, 2025, unstable conditions persisted in the global economy, as it was last year, due to factors such as the uncertainty surrounding the tariff policy of the United States and the impact of geopolitical risks, including the situation in the Middle East. In the Japanese economy, although corporate earnings and capital investment showed signs of picking up, there were also signs of stagnation in some areas and the outlook remained uncertain.

In this environment, the Nittobo Group (hereinafter, the “Group”) began its Medium-Term Management Plan (FY2024–2027) to achieve the Group’s long-term vision [Big VISION 2030]. In order to help achieve a sustainable society, the Company aims to become a corporate group that continues to create a global niche No. 1 business that contributes to “Environment/Energy,” “Digital Society,” and “Health/Safety/Security.”

In the first three months ended June 30, 2025, sales of high-value-added products were strong, particularly in the Electronic Materials Business. As a result, consolidated net sales were ¥28,231 million (up 8.1% year on year), operating profit was ¥4,298 million (up 10.0% year on year), ordinary profit was ¥4,344 million (down 8.9% year on year) and profit attributable to owners of parent was ¥3,147 million (down 3.2% year on year).

The status of operations and initiatives being carried out in each business are as follows.

In the Electronic Materials Business, due to continued strong demand related to AI servers, sales of Special Glass with low-dielectric properties and sales of Special Glass with low thermal expansion properties for semiconductor package substrates were strong and contributed to revenue. As a result, net sales in the Electronic Materials Business were ¥11,265 million (up 17.0% year on year) and operating profit was ¥4,139 million (up 16.7% year on year).

In the Medical Business, while sales of products like in vitro diagnostic reagents were steady, there was an impact from inflation. We also continuously strengthened our foundation. As a result, net sales in the Medical Business were ¥3,573 million (up 5.1% year on year) and operating profit was ¥422 million (down 38.3% year on year).

In the Composite Materials Business, sales exceeded the level of the same period of the previous fiscal year. In addition, in the same period of the previous fiscal year, there was an impact from higher costs associated with periodic repairs of production facilities. As a result, net sales in the Composite Materials Business slightly increased to ¥3,305 million (up 0.5% year on year), and the operating loss improved to ¥15 million (compared with an operating loss of ¥368 million in the same period of the previous fiscal year).

In the Materials Solution Business, although sales exceeded the level of the same period of the previous fiscal year due to price increases, there was an impact from higher costs of raw materials, etc. As a result, net sales in the Materials Solution Business were ¥2,267 million (up 2.5% year on year) and operating profit was ¥109 million (down 31.7% year on year).

In the Insulation Materials Business, sales were generally sluggish for both residential and non-residential sectors, and there was an impact from higher costs associated with periodic repairs of production facilities. As a result, net sales in the Insulation Materials Business were ¥3,543 million (down 5.2% year on year) and operating loss was ¥50 million (compared with an operating profit of ¥166 million in the same period of the previous fiscal year).

In the Other Businesses, net sales were ¥4,276 million (up 11.0% year on year) and operating profit was ¥112 million (up 49.1% year on year).

(2) Explanation on Financial Position

Total assets as of June 30, 2025 were ¥220,987 million, a decrease of ¥2,118 million from the end of the previous fiscal year. This was mainly attributable to a decrease in current assets.

Total liabilities were ¥87,302 million, an increase of ¥26 million from the end of the previous fiscal year.

Net assets were ¥133,684 million, and the equity-to-asset ratio was 57.9%, down 0.2 percentage points from the end of the previous fiscal year.

(3) Explanation on Consolidated Earnings Forecasts for the Fiscal Year

The earnings forecasts for the first six months of the fiscal year ending March 31, 2026 and for the fiscal year ending March 31, 2026 have not changed from the forecasts announced on May 9, 2025.

2. Quarterly Consolidated Financial Statements and Significant Notes Thereto

(1) Quarterly Consolidated Balance Sheet

(Millions of yen)

	As of March 31, 2025	As of June 30, 2025
Assets		
Current assets		
Cash and deposits	28,546	26,759
Notes and accounts receivable - trade	32,743	32,209
Merchandise and finished goods	13,212	13,279
Work in process	7,751	8,295
Raw materials and supplies	30,050	30,853
Other	2,964	2,396
Allowance for doubtful accounts	(11)	(10)
Total current assets	115,256	113,783
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	20,963	20,142
Machinery, equipment and vehicles, net	30,855	34,141
Land	15,997	15,679
Leased assets, net	466	449
Construction in progress	7,279	4,462
Other, net	1,835	1,944
Total property, plant and equipment	77,398	76,819
Intangible assets	3,069	2,916
Investments and other assets		
Investment securities	21,020	21,579
Retirement benefit asset	3,975	3,941
Deferred tax assets	1,123	660
Other	1,281	1,306
Allowance for doubtful accounts	(20)	(20)
Total investments and other assets	27,381	27,467
Total non-current assets	107,849	107,203
Total assets	223,105	220,987

(Millions of yen)

	As of March 31, 2025	As of June 30, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	7,242	8,075
Short-term borrowings	9,922	8,821
Current portion of long-term borrowings	7,904	7,482
Lease liabilities	295	297
Income taxes payable	3,259	975
Provision for bonuses	2,331	1,901
Other	9,185	10,838
Total current liabilities	40,142	38,391
Non-current liabilities		
Bonds payable	10,000	10,000
Long-term borrowings	23,743	25,212
Lease liabilities	882	847
Provision for repairs	4,802	5,099
Provision for share awards for directors (and other officers)	119	132
Retirement benefit liability	4,978	4,905
Other	2,607	2,712
Total non-current liabilities	47,134	48,911
Total liabilities	87,276	87,302
Net assets		
Shareholders' equity		
Share capital	19,699	19,699
Capital surplus	19,373	19,373
Retained earnings	78,567	78,843
Treasury shares	(3,028)	(3,029)
Total shareholders' equity	114,612	114,887
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	6,797	7,184
Foreign currency translation adjustment	7,633	5,237
Remeasurements of defined benefit plans	690	658
Total accumulated other comprehensive income	15,122	13,080
Non-controlling interests	6,095	5,716
Total net assets	135,829	133,684
Total liabilities and net assets	223,105	220,987

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

[For the three months]

(Millions of yen)

	For the three months ended June 30, 2024	For the three months ended June 30, 2025
Net sales	26,115	28,231
Cost of sales	16,546	17,492
Gross profit	9,568	10,739
Selling, general and administrative expenses	5,661	6,440
Operating profit	3,907	4,298
Non-operating income		
Interest income	4	4
Dividend income	290	340
Rental income	154	155
Foreign exchange gains	556	–
Other	95	42
Total non-operating income	1,102	542
Non-operating expenses		
Interest expenses	124	177
Foreign exchange losses	–	182
Expenses related to inactive real estate for rent	58	58
Other	58	77
Total non-operating expenses	241	496
Ordinary profit	4,768	4,344
Extraordinary income		
Gain on sale of non-current assets	–	3
Gain on sale of investment securities	–	15
Total extraordinary income	–	19
Extraordinary losses		
Loss on disposal of non-current assets	48	47
Total extraordinary losses	48	47
Profit before income taxes	4,719	4,315
Income taxes - current	666	647
Income taxes - deferred	737	412
Total income taxes	1,404	1,059
Profit	3,315	3,256
Profit attributable to non-controlling interests	63	109
Profit attributable to owners of parent	3,251	3,147

(Quarterly Consolidated Statement of Comprehensive Income)

[For the three months]

(Millions of yen)

	For the three months ended June 30, 2024	For the three months ended June 30, 2025
Profit	3,315	3,256
Other comprehensive income		
Valuation difference on available-for-sale securities	(17)	386
Foreign currency translation adjustment	1,474	(2,783)
Remeasurements of defined benefit plans, net of tax	(33)	(34)
Total other comprehensive income	1,423	(2,431)
Comprehensive income	4,739	825
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	4,532	1,105
Comprehensive income attributable to non-controlling interests	206	(280)

(3) Notes to Quarterly Consolidated Financial Statements**Notes on segment information, etc.***Segment information***I Three months ended June 30, 2024 (April 1, 2024 to June 30, 2024)**

Information on net sales and profit (loss) by reportable segment and information on disaggregation of revenue

(Millions of yen)

	Reportable segment							Adjustment (Note) 1	Amount reported in quarterly consolidated statement of income (Note) 2
	Electronic Materials Business	Medical Business	Composite Materials Business	Materials Solution Business	Insulation Materials Business	Other Businesses	Total		
Net sales									
Revenue from contracts with customers	9,627	3,374	3,289	2,211	3,736	3,851	26,090	–	26,090
Other revenue	–	25	–	–	–	–	25	–	25
Net sales to external customers	9,627	3,399	3,289	2,211	3,736	3,851	26,115	–	26,115
Intersegment sales or transfers	2,841	4	245	559	10	642	4,304	(4,304)	–
Total	12,468	3,403	3,535	2,771	3,746	4,494	30,420	(4,304)	26,115
Segment profit (loss)	3,545	685	(368)	159	166	75	4,264	(357)	3,907

(Notes) 1. The adjustment of negative ¥357 million to segment profit (loss) represents corporate expenses not allocated to each reportable segment and the elimination of intersegment unrealized profit, etc.

2. “Segment profit (loss)” has been adjusted to the operating profit reported in the quarterly consolidated statement of income.

II Three months ended June 30, 2025 (April 1, 2025 to June 30, 2025)

Information on net sales and profit (loss) by reportable segment and information on disaggregation of revenue

(Millions of yen)

	Reportable segment							Adjustment (Note) 1	Amount reported in quarterly consolidated statement of income (Note) 2
	Electronic Materials Business	Medical Business	Composite Materials Business	Materials Solution Business	Insulation Materials Business	Other Businesses	Total		
Net sales									
Revenue from contracts with customers	11,265	3,546	3,305	2,267	3,543	4,276	28,204	–	28,204
Other revenue	–	27	–	–	–	–	27	–	27
Net sales to external customers	11,265	3,573	3,305	2,267	3,543	4,276	28,231	–	28,231
Intersegment sales or transfers	3,096	6	268	490	4	952	4,819	(4,819)	–
Total	14,362	3,580	3,573	2,757	3,547	5,228	33,050	(4,819)	28,231
Segment profit (loss)	4,139	422	(15)	109	(50)	112	4,716	(417)	4,298

(Notes) 1. The adjustment of negative ¥417 million to segment profit (loss) represents corporate expenses not allocated to each reportable segment and the elimination of intersegment unrealized profit, etc.

2. “Segment profit (loss)” has been adjusted to the operating profit reported in the quarterly consolidated statement of income.

Notes on significant changes in the amount of shareholders' equity

Not applicable

Notes on going concern assumptions

Not applicable

Notes to statements of cash flows

Quarterly consolidated statements of cash flows were not prepared for the three months ended June 30, 2025.

The amounts of depreciation (including amortization of intangible assets) for the three months ended June 30, 2024 and 2025 are as follows:

	(Millions of yen)	
	For the three months ended June 30, 2024	For the three months ended June 30, 2025
Depreciation	1,920	2,116