



February 13, 2026

For immediate release

Company name: Ultrafabrics Holdings, Co., Ltd.
Representative: Noboru Yoshimura
Representative Director & President
Code No.: 4235 (TSE Standard Market)
Contact: Takashi Kabe
Chief Controller, Administration Department
Telephone: 042-644-6515

Notice of divergence between FY12/2025 earnings forecasts and actual results
and distribution of dividend from surplus

Ultrafabrics Holdings Co., Ltd. hereby announces the divergence between the consolidated earnings forecasts for the full fiscal year ending December 31, 2025 (January 1, 2025, to December 31, 2025), previously announced on August 14, 2025, and the actual results announced today.

1. Divergence between FY12/2025 earnings forecasts and actual results

(1) Divergence between FY12/2025 earnings forecasts and actual results

	Sales Revenue	Operating Income	Income Before Tax	Net Income	Net Income Attributable to Owners of the Parent	Basic Earnings per Share
Previously Announced (A)	Mil JPY 20,900	Mil JPY 1,500	Mil JPY 800	Mil JPY 600	Mil JPY 600	JPY 32.18
FY2025 Actual (B)	20,553	1,621	1,173	786	786	42.23
Difference (B) – (A)	-347	121	373	186	186	—
Difference (%)	-1.7	8.0	46.7	31.0	31.0	—
FY2024 (Reference)	20,296	2,799	2,274	1,640	1,640	88.95

(2) Rationale

While Sales Revenue was largely in line with the previously announced forecast, Operating Income came in at JPY 1,621 million, exceeding the prior estimate by JPY 121 million. This was mainly due to the second-half foreign exchange rate trending at JPY 150.8/\$, slightly weaker than the presumed rate of JPY 148.0/\$. In addition, income before tax and net income reached JPY 1,173 million and JPY 786 million, exceeding the

previous forecasts by 46.7% and 31.0% respectively. These results were driven by foreign exchange gains from the revaluation of foreign currency-denominated receivables at the period-end rate due to the weaker yen, as well as share of loss of entities accounted for using the equity method falling below expectations due to a decrease in incorporated expenses following delays in the progress of the joint venture operations.

2. Distribution of dividend from surplus

(1) Nature of the dividend

Common Stock

	Matters decided	Latest dividend forecast (announced Feb 14, 2025)	Previous period results (year ended Dec 2024)
Record date	December 31, 2025	December 31, 2025	December 31, 2024
Dividend per share	JPY 35.00	JPY 39.00	JPY 39.00
Distribution total amount	Mil JPY 557	-	Mil JPY 615
Effective date	March 13, 2026	-	March 13, 2025
Source of dividends	Retained Earnings	-	Retained Earnings

The table above regards dividends paid to holders of Common Stock. Information regarding dividends paid to holders of Type A Preferred Stock (non-listed), which carry different rights to Common Stock, is presented below.

	Matters decided	Latest dividend forecast (announced Feb 14, 2025)	Previous period results (year ended Dec 2024)
Record date	December 31, 2025	December 31, 2025	December 31, 2024
Dividend per share	77.00 yen	85.00 yen	85.00 yen
Distribution total amount	Mil JPY 98	-	Mil JPY 108
Effective date	March 13, 2026	-	March 13, 2025
Source of dividends	Retained Earnings	-	Retained Earnings

The dividend per Type A Preferred Stock is calculated as the dividend per Common Share, multiplied by 1.1 (rounding down to the nearest whole yen as stipulated). Following the 2-for-1 stock split conducted on April 1, 2023, for common stocks, a multiplier of 2.2 is applied.

(2) Rationale

Ultrafabrics Holdings' basic policy has been to maintain stable dividends to shareholders, while simultaneously enhancing corporate structures and giving due consideration to the build-up of internal reserves sufficient for future business expansion. The Company had previously set a target dividend payout ratio of

approximately 30%.

However, as large-scale investment projects have wound down with the completion of the Chiyoda Plant, and the repayment of funds raised for the 2017 management integration is reaching its peak, the Company expects to have greater financial capacity. Accordingly, the Company has determined that it is appropriate to maintain stable dividends and strengthen shareholder returns as its basic policy, while increasing the dividend payout ratio to help manage equity capital. Based on this, the Company has decided to set the dividend per share at JPY 35 for the two-year period from the fiscal year ending December 2025 to the fiscal year ending December 2026.

During the current consolidated fiscal year, Net Income attributable to owners of the parent fell below the initial forecast announced on February 14, 2025. This was due to factors such as rising uncertainty in the US economy, continuous high interest rates, and changes in production volumes and models by customer companies in the automotive sector. As a result of a comprehensive review of these earnings trends and the future business environment, the Company regrets to announce that we have revised the year-end dividend forecast to JPY 35 per share, a decrease of JPY 4 from the previously announced forecast of JPY 39 per share.

The dividend forecast for the fiscal year ending December 31, 2026, is based on information available to the Company as of the date of this announcement. Actual dividend amounts could differ from these forecasts due to various factors in the future.