November 12, 2025

Consolidated Financial Results For the Six Months Ended September 30, 2025 (Under IFRS)

Company name: Tekscend Photomask Corp.
Listing: Tokyo Stock Exchange
Securities code: 429A
URL: https://www.photomask.com/en
Representative: Teruo Ninomiya, Representative Director, President and CEO
Inquiries: Seiichi Itoga, Director, Executive Officer and CFO
Telephone: +81-3-5418-3905
Scheduled date to commence dividend payments: -
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: Yes (For institutional investors and securities analysts)

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

1. Consolidated financial results for the six months ended September 30, 2025 (from April 1, 2025 to September 30, 2025)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Revenue		Operating profit		Profit before tax		Profit for the period	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2025	61,771	3.8	12,896	(13.3)	15,429	(12.8)	12,350	41.5
September 30, 2024	59,516	-	14,878	-	17,688	-	8,728	-

	Profit attributable to owners of the Company		Total comprehensive income		Basic earnings per share	Diluted earnings per share
Six months ended	Millions of yen	%	Millions of yen	%	Yen	Yen
September 30, 2025	12,350	41.5	14,698	-	133.82	129.93
September 30, 2024	8,728	-	542	-	88.48	86.05

(2) Consolidated financial position

	Total assets	Total equity	Equity attributable to owners of the Company	Ratio of equity attributable to owners of the Company to total assets
As of	Millions of yen	Millions of yen	Millions of yen	%
September 30, 2025	187,368	131,102	131,102	70.0
March 31, 2025	167,752	116,381	116,381	69.4

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 March 31, 2025	-	0.00	-	0.00	0.00
Fiscal year ending March 31, 2026	-	0.00			
Fiscal year ending March 31, 2026 (Forecast)			-	54.39	54.39

Note
Revision of forecasted dividend: None
The Company has designated the end of the second quarter and the end of the fiscal year as the record dates for dividends in its Articles of Incorporation.

3. Consolidated financial results forecast for the fiscal year ending March 31, 2026 (April 1, 2025 to March 31, 2026)

(% indicates changes from the previous corresponding period.)

	Revenue		Operating profit		Profit before tax		Profit for the year		Profit attributable to owners of the Company		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	125,291	6.2	25,500	(9.6)	25,915	(15.8)	18,878	89.8	18,878	89.8	197.65

Note

Any current announcement of revisions to the latest forecasts: None

*** Notes**

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

(2) Changes in accounting policies and changes in accounting estimates
- (i) Changes in accounting policies required by IFRS: None
- (ii) Changes in accounting policies due to other reasons: None
- (iii) Changes in accounting estimates: None

(3) Number of issued shares (common shares)

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

As of September 30, 2025	92,291,220 shares
As of March 31, 2025	92,291,220 shares

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

As of September 30, 2025	- shares
As of March 31, 2025	- shares

(iii) Average number of shares outstanding during the period

Six months ended September 30, 2025	92,291,220 shares
Six months ended September 30, 2024	98,652,017 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
Forward-Looking Information Including Consolidated Earnings forecasts, contained in these disclosure materials are based on currently available information and assumptions believed to be reasonable by management. This is not a promise or guarantee by the Company that it will achieve these goals.

(How to access supplementary material on financial results)
The supplementary material on financial results will be made available via the Company’s website.

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1. Overview of Financial Results for the Period

(1) Operating Results

During the six months ended September 30, 2025 (the “period”), the global economy maintained solid growth despite concerns over United States tariff policies and geopolitical risks in Europe and the Middle East.

Amid these economic conditions, the semiconductor market surrounding the Group remained robust. Demand for AI and cloud-related products remained strong, significantly driving the overall market. However, demand recovery for smartphones, computers, and industrial equipment was sluggish, highlighting a clear disparity between different applications. Furthermore, the merchant photomask market that is most closely linked to our business performance remained firm for both cutting-edge and legacy products, supported by solid demand in the semiconductor market.

In this environment, the Company leveraged its strengths in advanced microfabrication technology such as EUV photomasks and its global production network spanning eight locations worldwide. As a result of providing high-quality masks to customers and partners around the world with stable delivery times, the Group’s consolidated revenue during the six months ended September 30, 2025 reached 61,771 million yen (year-on-year increase of 3.8%). Operating profit was 12,896 million yen (year-on-year decrease of 13.3%), profit before tax was 15,429 million yen (year-on-year decrease of 12.8%), due to increased depreciation expenses resulting from proactive capital investments, increased costs related to listing, the expansion of headquarters functions and the impact of the appreciation of Japanese yen. And profit attributable to owners of the Company was 12,350 million yen (year-on-year increase of 41.5%) due to significant decrease in income tax expenses.

Segment information is omitted as the Group operates within a single segment of the photomask business.

(2) Financial Position

Total assets as of September 30, 2025 increased by 19,616 million yen from the end of previous fiscal year to 187,368 million yen. This was mainly due to increases of 8,300 million yen of property, plant and equipment, 4,605 million yen of other financial assets, and 1,297 million yen of income taxes receivable.

Total liabilities as of September 30, 2025 increased by 4,895 million yen from the end of previous fiscal year to 56,266 million yen. This was mainly due to increases of 9,266 million yen of borrowings and 2,054 million yen of other financial liabilities, despite decreases of 4,577 million yen of trade and other payables and 1,050 million yen of contract liabilities.

Equity as of September 30, 2025 increased by 14,721 million yen from the end of previous fiscal year to 131,102 million yen. This was mainly due to an increase of 12,350 million yen of retained earnings.

(3) Cash Flows

As of September 30, 2025, cash and cash equivalents amounted to 28,923 million yen, increased by 1,208 million yen from the fiscal year ended March 31, 2025.

Net cash provided by operating activities amounted to 16,278 million yen (compared with 13,767 million yen provided in the same period of the previous fiscal year), which was primarily attributable to profit before tax of 15,429 million yen, depreciation and amortization of 8,833 million yen, and income taxes paid of 4,930 million yen, among other factors.

Net cash used in investing activities amounted to 22,776 million yen (compared to 22,190 million yen used in the same period of the previous fiscal year), which was primarily attributable to payments for purchase of property, plant and equipment of 20,381 million yen, and payments for loans receivable of 2,825 million yen.

Net cash provided in financing activities amounted to 7,585 million yen (compared to 14,507 million yen used in the same period of the previous fiscal year). The cash inflow was primarily due to net increase in short term borrowings of 9,438 million yen, which was offset by repayments of long-term borrowings of 218 million yen and repayments of lease liabilities of 1,634 million yen.

(4) Forward-Looking Information Including Consolidated Earning Forecast

There are no changes to the earnings forecast announced on October 16, 2025. We will disclose any changes as appropriate in the future.

2. Condensed Consolidated Financial Statements and Primary Notes

(1) Condensed Consolidated Statement of Financial Position

(Millions of yen)

	As of March 31, 2025	As of September 30, 2025
Assets		
Current assets		
Cash and cash equivalents	27,715	28,923
Trade and other receivables	27,668	28,887
Other current financial assets	818	939
Inventories	3,825	4,253
Income taxes receivable	451	1,748
Other current assets	3,603	3,914
Total current assets	64,082	68,666
Non-current assets		
Property, plant and equipment	87,919	96,220
Intangible assets	219	176
Investments accounted for using equity method	7,209	8,288
Other non-current financial assets	4,403	8,887
Deferred tax assets	2,661	3,795
Retirement benefit assets	-	11
Other non-current assets	1,256	1,322
Total non-current assets	103,669	118,702
Total assets	167,752	187,368

(Millions of yen)

	As of March 31, 2025	As of September 30, 2025
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	19,105	14,528
Borrowings	399	9,865
Other current financial liabilities	2,125	1,935
Income taxes payable	4,779	3,804
Contract liabilities	2,381	2,188
Provisions	-	66
Other current liabilities	4,522	4,425
Total current liabilities	33,314	36,813
Non-current liabilities		
Borrowings	399	199
Other non-current financial liabilities	7,198	9,443
Deferred tax liabilities	509	-
Retirement benefit liabilities	3,514	3,662
Contract liabilities	3,998	3,141
Provisions	491	491
Other non-current liabilities	1,943	2,513
Total non-current liabilities	18,055	19,452
Total liabilities	51,370	56,266
Equity		
Share capital	400	400
Capital surplus	45,591	45,614
Retained earnings	58,276	70,627
Other components of equity	12,113	14,460
Equity attributable to owners of the Company	116,381	131,102
Total equity	116,381	131,102
Total liabilities and equity	167,752	187,368

(2) Condensed Consolidated Statements of Profit or Loss and Comprehensive Income

Condensed Consolidated Statement of Profit or Loss

(Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Revenue	59,516	61,771
Cost of sales	(38,290)	(40,871)
Gross profit	21,226	20,900
Selling, general and administrative expenses	(6,550)	(7,354)
Research and development expenses	(451)	(566)
Other income	915	64
Other expenses	(261)	(147)
Operating profit	14,878	12,896
Finance income	2,776	2,581
Finance costs	(215)	(308)
Share of profit of investments accounted for using equity method	248	259
Profit before tax	17,688	15,429
Income tax expenses	(8,959)	(3,079)
Profit for the period	8,728	12,350
Profit attributable to:		
Owners of the Company	8,728	12,350
Profit for the period	8,728	12,350
Earnings per share		
Basic earnings per share (yen)	88.48	133.82
Diluted earnings per share (yen)	86.05	129.93

Condensed Consolidated Statement of Comprehensive Income

(Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Profit for the period	8,728	12,350
Other comprehensive income (net of tax)		
Items that will not be reclassified subsequently to profit or loss:		
Financial assets measured at fair value through other comprehensive income	-	-
Total of items that will not be reclassified subsequently to profit or loss	-	-
Items that may be reclassified subsequently to profit or loss:		
Foreign currency translation adjustments	(7,843)	3,158
Share of other comprehensive income of investments accounted for using equity method	(342)	(811)
Total of items that may be reclassified subsequently to profit or loss	(8,186)	2,347
Total other comprehensive income	(8,186)	2,347
Total comprehensive income	542	14,698
Total comprehensive income attributable to:		
Owners of the Company	542	14,698
Total comprehensive income	542	14,698

(3) Condensed Consolidated Statement of Changes in Equity

For the six months ended September 30, 2024 (April 1, 2024 to September 30, 2024)

(Millions of yen)

	Equity attributable to owners of the Company						
	Share capital	Capital surplus	Retained earnings	Treasury stock	Other components of equity	Total	Total equity
As of April 1, 2024	400	63,553	57,736	-	16,020	137,709	137,709
Profit for the period	-	-	8,728	-	-	8,728	8,728
Other comprehensive income	-	-	-	-	(8,186)	(8,186)	(8,186)
Total comprehensive income	-	-	8,728	-	(8,186)	542	542
Purchase of treasury stock	-	-	-	(18,000)	-	(18,000)	(18,000)
Cancellation of treasury stock	-	(18,000)	-	18,000	-	-	-
Dividends	-	-	(9,000)	-	-	(9,000)	(9,000)
Share-based payment transaction	-	13	-	-	-	13	13
Total transactions with owners and other	-	(17,986)	(9,000)	-	-	(26,986)	(26,986)
As of September 30, 2024	400	45,566	57,464	-	7,834	111,265	111,265

For the six months ended September 30, 2025 (April 1, 2025 to September 30, 2025)

(Millions of yen)

	Equity attributable to owners of the Company						
	Share capital	Capital surplus	Retained earnings	Treasury stock	Other components of equity	Total	Total equity
As of April 1, 2025	400	45,591	58,276	-	12,113	116,381	116,381
Profit for the period	-	-	12,350	-	-	12,350	12,350
Other comprehensive income	-	-	-	-	2,347	2,347	2,347
Total comprehensive income	-	-	12,350	-	2,347	14,698	14,698
Purchase of treasury stock	-	-	-	-	-	-	-
Cancellation of treasury stock	-	-	-	-	-	-	-
Dividends	-	-	-	-	-	-	-
Share-based payment transaction	-	23	-	-	-	23	23
Total transactions with owners and other	-	23	-	-	-	23	23
As of September 30, 2025	400	45,614	70, 627	-	14,460	131,102	131,102

(4) Condensed Consolidated Statement of Cash Flows

(Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Cash flows from operating activities		
Profit before tax	17,688	15,429
Depreciation and amortization	7,131	8,833
Interest and dividend income	(818)	(183)
Share of profit of investments accounted for using equity method	(248)	(259)
Gain on sale of property, plant and equipment and intangible assets	(744)	-
Interest expenses	215	308
Increase in trade and other receivables	(2,439)	(233)
Increase in inventories	(166)	(324)
Increase in trade and other payables	721	1,277
Decrease in contract liabilities	(992)	(1,302)
Others	984	(2,211)
Subtotal	21,331	21,333
Interest received	818	183
Interest paid	(214)	(308)
Income taxes paid	(8,167)	(4,930)
Net cash provided by operating activities	13,767	16,278
Cash flows from investing activities		
Payments for purchase of property, plant and equipment	(19,401)	(20,381)
Proceeds from sale of property, plant and equipment	1,029	-
Payments for purchase of intangible assets	(30)	(0)
Payments for loans receivable	(4,575)	(2,825)
Collection of loans receivable	795	526
Others	(8)	(94)
Net cash used in investing activities	(22,190)	(22,776)
Cash flows from financing activities		
Net increase in short-term borrowings	3,500	9,438
Proceeds from long-term borrowings	1,043	-
Repayments of long-term borrowings	-	(218)
Repayments of lease liabilities	(1,050)	(1,634)
Payments for purchase of treasury stock	(18,000)	-
Others	0	-
Net cash provided by (used in) financing activities	(14,507)	7,585
Effect of exchange rate changes on cash and cash equivalents	(2,077)	120
Net increase (decrease) in cash and cash equivalents	(25,007)	1,208
Cash and cash equivalents at beginning of the period	63,286	27,715
Cash and cash equivalents at end of the period	38,279	28,923

(5) Notes to Condensed Consolidated Financial Statements

Going concern assumption

None

Segment information

Segment information is omitted as the Group operates within a single segment of the photomask business.

Subsequent events

(Issuance of New Shares Through Public Offering and Change in Parent Company)

The Company listed its shares on the Prime Market of the Tokyo Stock Exchange on October 16, 2025. Upon the listing, based on the resolution approved at the meeting of the Board of Directors held on September 22, 2025 and September 30, 2025, the Company issued new shares through a public offering as described below and the payment was completed on October 15, 2025.

As a result, the balance of share capital amounted to 10,427 million yen with total number of shares issued of 99,291,220 shares.

I. Overview of issuance of new shares

(1) Overview of the offering: public offering (offering by book-building method)
(2) Class and number of shares offered: 7,000,000 shares of common shares
(3) Offer price: 3,000 yen per share
(4) Purchase price: 2,865 yen per share
(5) Paid-in amount: 2,465 yen per share. This amount represents the paid-in amount under the Companies Act of Japan and was determined by the resolution of the Board of Directors held on September 30, 2025.
(6) Amount to be accounted for as share capital: 1,432.50 yen per share
(7) Total amount of issue price: 17,255 million yen. This amount represents the total paid-in amount under the Companies Act of Japan.
(8) Amount of share capital to be increased: 10,027 million yen
(9) Amount of capital surplus to be increased: 9,966 million yen
(10) Total amount of purchase price: 20,055 million yen
(11) Date of payment: October 15, 2025
(12) Use of proceeds:

(i) Repayment of Borrowings for Investment in a Consolidated Subsidiary

The Company intends to apply a portion of the proceeds to repay borrowings incurred for the capital increase for its consolidated subsidiary, Tekscend Photomask Singapore Pte. Ltd., which is aimed at establishing a new photomask production plant and facilities.

(ii) Investments and Loans for a Consolidated Subsidiary

The outstanding balance after the item (i) above is planned to be used for additional investments and loans for its consolidated subsidiary, Tekscend Photomask Singapore Pte. Ltd. for the purpose of establishing a new photomask production plant and facilities.

II. Change in Parent Company

In connection with the public offering and secondary offering of the Company's shares accompanying its listing, TOPPAN Holdings Inc. has ceased to be the Company's parent company, and the Company has become an affiliated company of TOPPAN Holdings Inc.

1. Name, address, representative's name, capital amount, and business outline of the parent company related to this change

   (Shareholder which no longer qualifies as a parent company and of which the Company has become an affiliated company)

(1) Name: TOPPAN Holdings Inc.
(2) Address: 1-5-1 Taito, Taito-ku, Tokyo
(3) Title and name of Representative: Hideharu Maro, Representative Director, President & CEO
(4) Amount of share capital: 104,986 million yen
(5) Business outline: Information and communication, living and industry, and electronics

2. Number of Voting Rights (Number of Shares) Owned, and Percentage of Number of Voting Rights Owned to Number of Voting Rights of All Shareholders Before and After Change

(1) Number of Voting Rights Owned
    Before change: 462,379
    After change: 462,379
(2) Percentage of Voting Rights
    Before change: 50.10%
    After change: 46.57%