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August 6, 2026

Consolidated Financial Results For the Three Months Ended June 30, 2026 (Under IFRS)

Company name: Tekscend Photomask Corp.
 Listing: Tokyo Stock Exchange
 Securities code: 429A
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 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 three months ended June 30, 2026 (from April 1, 2026 to June 30, 2026)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Revenue		Operating profit		Profit before tax		Profit for the period	
Three months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
June 30, 2026	34,518	14.8	7,360	25.3	8,127	19.5	5,300	(3.2)
June 30, 2025	30,076	0.9	5,875	(12.6)	6,799	(18.3)	5,475	22.5

	Profit attributable to owners of the Company		Total comprehensive income		Basic earnings per share	Diluted earnings per share
Three months ended	Millions of yen	%	Millions of yen	%	Yen	Yen
June 30, 2026	5,300	(3.2)	8,522	68.9	53.36	52.44
June 30, 2025	5,475	22.5	5,045	(54.7)	59.33	57.60

(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	%
June 30, 2026	229,957	177,493	177,493	77.2
March 31, 2026	230,725	174,507	174,507	75.6

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, 2026	—	0.00	—	56.00	56.00
Fiscal year ending March 31, 2027	—				
Fiscal year ending March 31, 2027 (Forecast)		35.00	—	35.00	70.00

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, 2027 (April 1, 2026 to March 31, 2027)

(% 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	%	
Full year	140,100	8.1	29,800	8.2	31,200	(6.7)	23,700	(5.0)	23,700	(5.0)	Yen 238.57

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 June 30, 2026	99,355,867 shares
As of March 31, 2026	99,329,195 shares

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

As of June 30, 2026	— shares
As of March 31, 2026	— shares

(iii) Average number of shares outstanding during the period

Three months ended June 30, 2026	99,340,676 shares
Three months ended June 30, 2025	92,291,220 shares

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: None

* Proper use of consolidated financial results forecast, and other special matters

Forward-looking Information including consolidated financial results forecast, contained in these disclosure materials are based on certain assumptions relating to economic situations and market trends deemed reasonable as of the date of publication of this document. Actual results may differ from these forecasts due to a wide range of factors.

(How to access supplementary material on financial results)

The supplementary material on financial results will be made available via the Company's website.

Table of Contents of Appendix

1. Overview of Financial Results for the Period	- 2 -
(1) Operating Results	- 2 -
(2) Financial Position	- 2 -
(3) Cash Flows	- 2 -
(4) Forward-Looking Information Including Consolidated Financial Results Forecast	- 3 -
2. Condensed Consolidated Financial Statements and Primary Notes	- 4 -
(1) Condensed Consolidated Statement of Financial Position	- 4 -
(2) Condensed Consolidated Statements of Profit or Loss and Comprehensive Income	- 6 -
<i>Condensed Consolidated Statement of Profit or Loss</i>	- 6 -
<i>Condensed Consolidated Statement of Comprehensive Income</i>	- 7 -
(3) Condensed Consolidated Statement of Changes in Equity	- 8 -
(4) Condensed Consolidated Statement of Cash Flows	- 10 -
(5) Notes to Condensed Consolidated Financial Statements	- 11 -
<i>Going concern assumption</i>	- 11 -
<i>Segment information</i>	- 11 -

1. Overview of Financial Results for the Period

(1) Operating Results

During the first quarter of the fiscal year, the global economy continued to face uncertainty due to rising energy prices stemming from heightened tensions in the Middle East and increasing geopolitical risks. Nevertheless, supported by expanding AI-related investments and resilient consumer spending, particularly in the United States, the global economy maintained a moderate growth trajectory.

Against this backdrop, the semiconductor market continued its strong expansion, driven by increased data center investments associated with the growing adoption of generative AI, as well as tightening supply-demand conditions and rising prices for memory products, including High Bandwidth Memory (HBM). In particular, robust demand for advanced logic semiconductors and HBM products used in AI servers remained at a high level and continued to drive market growth.

Furthermore, supported by the expansion of the semiconductor market, demand in the photomask market remained solid, particularly for advanced-node applications. In the merchant photomask market, which directly impacts the Group's business performance, demand continued to be strong, especially for cutting-edge products.

Under these business conditions, the Group leveraged its advanced microfabrication technologies, including EUV mask technologies, together with its global manufacturing network spanning eight production sites worldwide, to meet customer needs by providing high-quality photomasks with reliable delivery lead times. As a result, revenue for the first quarter amounted to 34,518 million yen (year-on-year increase of 14.8%), while operating profit and profit before tax amounted to 7,360 million yen (year-on-year increase of 25.3%) and 8,127 million yen (year-on-year increase of 19.5%), respectively. Profit attributable to owners of the Company amounted to 5,300 million yen (year-on-year decrease of 3.2%), primarily due to an increase in withholding taxes on dividends received from overseas subsidiaries, among other factors.

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

(2) Financial Position

Total assets as of June 30, 2026 amounted to 229,957 million yen, decreasing by 768 million yen from the end of the previous fiscal year. The decrease was mainly attributable to decreases in cash and cash equivalents of 1,446 million yen and trade and other receivables of 600 million yen, partially offset by an increase in other financial assets of 1,104 million yen.

Total liabilities as of June 30, 2026 amounted to 52,463 million yen, decreasing by 3,755 million yen from the end of the previous fiscal year. The decrease was mainly due to a 1,723 million yen decrease in trade and other payables, an 883 million yen decrease in income taxes payable, and a 399 million yen decrease in other financial liabilities.

Total equity as of June 30, 2026 amounted to 177,493 million yen, increasing by 2,986 million yen from the end of the previous fiscal year. The increase was primarily attributable to a 3,163 million yen increase in other components of equity.

(3) Cash Flows

Cash and cash equivalents as of June 30, 2026 amounted to 50,105 million yen, decreasing by 1,446 million yen from the end of the previous fiscal year.

Net cash provided by operating activities amounted to 11,578 million yen, compared with net cash provided of 9,027 million yen in the same period of the previous fiscal year. This was mainly because profit before tax of 8,127 million yen and depreciation and amortization of 4,725 million yen exceeded cash outflows, including income taxes paid of 4,041 million yen.

Net cash used in investing activities amounted to 7,270 million yen, compared with net cash used of 15,469 million yen in the same period of the previous fiscal year. This was mainly attributable to payments for purchase of property, plant and equipment of 7,455 million yen and payments for acquisition of investment securities of 314 million yen.

Net cash used in financing activities amounted to 6,468 million yen, compared with net cash used of 174 million yen in the same period of the previous fiscal year. This was mainly due to dividend payments of 5,510 million yen and repayments of lease liabilities of 767 million yen.

(4) Forward-Looking Information Including Consolidated Financial Results Forecast

There are no changes to the consolidated financial results forecast announced on May 13, 2026. The Company 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, 2026	As of June 30, 2026
Assets		
Current assets		
Cash and cash equivalents	51,552	50,105
Trade and other receivables	32,610	32,009
Other current financial assets	987	990
Inventories	4,807	5,083
Income taxes receivable	3,604	3,177
Other current assets	3,806	3,520
Total current assets	97,369	94,887
Non-current assets		
Property, plant and equipment	109,074	108,875
Intangible assets	170	182
Investments accounted for using equity method	8,958	9,134
Other non-current financial assets	11,533	12,635
Deferred tax assets	2,199	2,965
Retirement benefit assets	—	7
Other non-current assets	1,420	1,269
Total non-current assets	133,356	135,069
Total assets	230,725	229,957

	As of March 31, 2026	As of June 30, 2026
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	19,065	17,342
Borrowings	1,460	1,257
Other current financial liabilities	2,201	2,309
Income taxes payable	4,645	3,762
Contract liabilities	2,629	2,558
Other current liabilities	4,580	4,434
Total current liabilities	34,582	31,665
Non-current liabilities		
Other non-current financial liabilities	11,937	11,429
Deferred tax liabilities	358	—
Retirement benefit liabilities	3,374	3,365
Contract liabilities	2,255	2,296
Provisions	746	778
Other non-current liabilities	2,964	2,928
Total non-current liabilities	21,636	20,797
Total liabilities	56,218	52,463
Equity		
Share capital	10,440	10,449
Capital surplus	55,617	55,635
Retained earnings	83,402	83,198
Other components of equity	25,046	28,210
Equity attributable to owners of the Company	174,507	177,493
Total equity	174,507	177,493
Total liabilities and equity	230,725	229,957

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

	(Millions of yen)	
	Three months ended June 30, 2025	Three months ended June 30, 2026
Revenue	30,076	34,518
Cost of sales	(20,264)	(23,053)
Gross profit	9,811	11,464
Selling, general and administrative expenses	(3,572)	(3,835)
Research and development expenses	(266)	(266)
Other income	18	32
Other expenses	(114)	(36)
Operating profit	5,875	7,360
Finance income	1,198	1,324
Finance costs	(400)	(699)
Share of profit of investments accounted for using equity method	125	142
Profit before tax	6,799	8,127
Income tax expenses	(1,323)	(2,827)
Profit for the period	5,475	5,300
Profit attributable to:		
Owners of the Company	5,475	5,300
Profit for the period	5,475	5,300
Earnings per share		
Basic earnings per share (yen)	59.33	53.36
Diluted earnings per share (yen)	57.60	52.44

Condensed Consolidated Statement of Comprehensive Income

	(Millions of yen)	
	Three months ended June 30, 2025	Three months ended June 30, 2026
Profit for the period	5,475	5,300
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	—	214
Total of items that will not be reclassified subsequently to profit or loss	—	214
Items that may be reclassified subsequently to profit or loss:		
Foreign currency translation adjustments	361	3,117
Share of other comprehensive income of investments accounted for using equity method	(791)	(110)
Total of items that may be reclassified subsequently to profit or loss	(429)	3,007
Total other comprehensive income	(429)	3,221
Total comprehensive income	5,045	8,522
Total comprehensive income attributable to:		
Owners of the Company	5,045	8,522
Total comprehensive income	5,045	8,522

(3) Condensed Consolidated Statement of Changes in Equity

For the three months ended June 30, 2025 (April 1, 2025 to June 30, 2025)

(Millions of yen)

	Equity attributable to owners of the Company				Total	Total equity
	Share capital	Capital surplus	Retained earnings	Other components of equity		
As of April 1, 2025	400	45,591	58,276	12,113	116,381	116,381
Profit for the period	—	—	5,475	—	5,475	5,475
Other comprehensive income	—	—	—	(429)	(429)	(429)
Total comprehensive income	—	—	5,475	(429)	5,045	5,045
Dividends	—	—	—	—	—	—
Issuance of new shares	—	—	—	—	—	—
Share-based payment transaction	—	11	—	—	11	11
Transfer from other components of equity to retained earnings	—	—	—	—	—	—
Total transactions with owners and others	—	11	—	—	11	11
As of June 30, 2025	400	45,603	63,752	11,683	121,439	121,439

For the three months ended June 30, 2026 (April 1, 2026 to June 30, 2026)

(Millions of yen)

	Equity attributable to owners of the Company				Total	Total equity
	Share capital	Capital surplus	Retained earnings	Other components of equity		
As of April 1, 2026	10,440	55,617	83,402	25,046	174,507	174,507
Profit for the period	—	—	5,300	—	5,300	5,300
Other comprehensive income	—	—	—	3,221	3,221	3,221
Total comprehensive income	—	—	5,300	3,221	8,522	8,522
Dividends	—	—	(5,562)	—	(5,562)	(5,562)
Issuance of new shares	8	8	—	—	17	17
Share-based payment transaction	—	8	—	—	8	8
Transfer from other components of equity to retained earnings	—	—	57	(57)	—	—
Total transactions with owners and others	8	17	(5,504)	(57)	(5,536)	(5,536)
As of June 30, 2026	10,449	55,635	83,198	28,210	177,493	177,493

(4) Condensed Consolidated Statement of Cash Flows

	(Millions of yen)	
	Three months ended June 30, 2025	Three months ended June 30, 2026
Cash flows from operating activities		
Profit before tax	6,799	8,127
Depreciation and amortization	4,167	4,725
Interest and dividend income	(153)	(329)
Share of profit of investments accounted for using equity method	(125)	(142)
Interest expenses	151	287
Decrease in trade and other receivables	389	1,201
Increase in inventories	(261)	(212)
Increase in trade and other payables	1,657	244
Increase and decrease in derivative assets and liabilities	248	(994)
Decrease in contract liabilities	(658)	(123)
Others	233	2,789
Subtotal	12,449	15,573
Interest received	153	329
Interest paid	(151)	(283)
Income taxes paid	(3,424)	(4,041)
Net cash provided by operating activities	9,027	11,578
Cash flows from investing activities		
Payments for purchase of property, plant and equipment	(13,606)	(7,455)
Proceeds from sale of property, plant and equipment	—	37
Payments for purchase of intangible assets	(0)	—
Payments for acquisition of investment securities	—	(314)
Proceeds from sale of investment securities	—	143
Payments for loans receivable	(2,017)	(74)
Collection of loans receivable	248	398
Others	(93)	(5)
Net cash used in investing activities	(15,469)	(7,270)
Cash flows from financing activities		
Net increase in short-term borrowings	1,012	—
Repayments of long-term borrowings	(215)	(208)
Repayments of lease liabilities	(971)	(767)
Dividends	—	(5,510)
Others	—	17
Net cash used in financing activities	(174)	(6,468)
Effect of exchange rate changes on cash and cash equivalents	(460)	714
Net decrease in cash and cash equivalents	(7,077)	(1,446)
Cash and cash equivalents at beginning of the period	27,715	51,552
Cash and cash equivalents at end of the period	20,637	50,105

(5) Notes to Condensed Consolidated Financial Statements

Going concern assumption

Not applicable.

Segment information

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