

**Consolidated Financial Results for the Third Quarter of the Fiscal Year
Ending March 31, 2026 (April 1, 2025 to December 31, 2025)
<Japanese GAAP>**

February 9, 2026

Company Name:	NICHIAS Corporation	
Stock Exchange Listing:	Tokyo Stock Exchange (Code number 5393)	
URL:	https://www.nichias.co.jp/nichias-E/	
Representative:	Katsumi Kametsu, President and Chief Executive Officer	
Inquiries:	Tsukasa Yamamoto, Representative Director and Senior Managing Executive Officer	
Phone:	+81-3-4413-1111	
Scheduled date of commencement of dividend payment:	—	
Supplementary materials for financial results:	Available	
Organization of financial results briefing:	None	

(Fractional amounts of less than ¥1 million are discarded.)

1. Consolidated financial results for the third quarter of Fiscal Year 2025

(April 1, 2025 to December 31, 2025)

(1) Operating Results (cumulative)

(Percentages represent year-on-year changes)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of the parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
FY2025 Q3	185,016	(4.1)	25,310	(18.3)	26,921	(19.1)	21,206	(8.0)
FY2024 Q3	192,933	4.2	30,963	21.4	33,272	18.4	23,052	17.1

Note: Comprehensive income FY2025 Q3 ¥23,869 million---3.0%; FY2024 Q3 ¥23,184 million---(3.5)%

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
FY2025 Q3	331.99	—
FY2024 Q3	351.49	—

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2025	291,886	226,077	77.1
As of March 31, 2025	289,044	216,434	74.5

(Reference) Shareholders' equity FY2025 Q3 ¥225,018 million; As of March 31, 2025 (FY2024) ¥215,421 million

2. Dividends

	Annual Dividends				
	End of 1 st quarter	End of 1 st half	End of 3 rd quarter	Year-end	Total
FY2024	—	Yen 52.00	—	Yen 56.00	Yen 108.00
FY2025	—	Yen 76.00	—		
FY2025 (Forecast)				88.00	164.00

Note: Adjustments from the most recently released dividend forecast: None

*For the revision to the dividend forecast, please see the "Notice of Revision of Year-end Dividend Forecast" released separately today.

3. Forecast of consolidated financial results for Fiscal Year 2025 (April 1, 2025 to March 31, 2026)

(Percentage figures represent changes from previous fiscal year)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of the parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	254,000	(1.0)	36,500	(8.1)	36,500	(12.5)	25,800	(19.6)	403.93

Note: Adjustments from the most recently released consolidated results forecast: None

*Notes

(1) Significant changes in the scope of consolidation during the consolidated quarter under review: None

(2) Application of specific accounting methods in the preparation of quarterly consolidated financial statements: None

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

- 1) Changes in accounting policies due to revision of accounting standards: None
- 2) Changes other than those in 1) above: None
- 3) Changes in accounting estimates: None
- 4) Restatements: None

(4) Number of shares outstanding (ordinary shares)

- 1) Number of shares issued at the end of the period (including treasury stock)
 - FY2025 Q3 (As of December 31, 2025) 67,811,917 shares
 - FY2024 (As of March 31, 2025) 67,811,917 shares
- 2) Number of shares of treasury stock at the end of the period
 - FY2025 Q3 (As of December 31, 2025) 4,494,383 shares
 - FY2024 (As of March 31, 2025) 3,482,982 shares
- 3) Average number of shares outstanding during the period
 - FY2025 Q3 (As of December 31, 2025) 63,877,062 shares
 - FY2024 Q3 (As of December 31, 2024) 65,584,524 shares

*Review of the accompanying quarterly consolidated financial statements

by a certified public accountant or auditor: None

*Information concerning proper use of financial forecasts and other special notes

(Information concerning forward-looking statements)

Forward-looking statements concerning financial forecasts contained in these materials are based on information available to the Company when the forecasts were made and certain assumptions judged to be reasonable. However, the Company makes no guarantee that these forecasts will be achieved. Actual results may differ significantly from the forecasts due to a variety of factors.

Disclaimer: This is a Japanese-English translation of the summary of financial statements of the Company produced for your convenience. Since no auditor audited this report, officially only the Japanese version is assumed to be the summary of financial statements of the Company. This summary does not constitute any guarantee and the Company will not compensate any losses and/or damage stemming from actions taken based on these statements. In the case that there is any discrepancy between the Japanese and English versions, the Japanese version is assumed to be correct.

○ **Attachment index**

1. Overview of operating results	2
(1) Overview of operating results in the consolidated quarter under review	2
(2) Overview of financial position in the consolidated quarter under review.....	2
(3) Explanation of information related to future prospects including consolidated results forecasts.....	3
2. Consolidated financial statements and related notes	4
(1) Quarterly consolidated balance sheets	4
(2) Quarterly consolidated statements of income and consolidated statements of comprehensive income	6
Quarterly consolidated statements of income	
Third quarter of consolidated fiscal year	6
Quarterly consolidated statement of comprehensive income	
Third quarter of consolidated fiscal year	7
(3) Quarterly consolidated statements of cash flows.....	8
(4) Notes regarding quarterly consolidated financial statements	10
(Notes regarding segment information).....	10
(Notes regarding significant changes in shareholders' equity [if any])	10
(Notes regarding going concern assumption)	11
(Important subsequent events).....	11
3. Supplementary materials	13

1. Overview of operating results

(1) Overview of operating results in the consolidated quarter under review

During FY2025 Q3, the Japanese economy experienced a moderate recovery, although there has been some impact of U.S. trade policies, mainly on the automobile industry. In the manufacturing industry, capital investment moderately improved, but production and exports were flat. Overseas, the economy was sluggish in China. In the U.S., there are signs of uncertainty following the tariff hikes, but emerging countries are experiencing a moderate recovery.

In these conditions, the Group's net sales fell 4.1% year on year to ¥185,016 million. This was mainly due to soft demand for semiconductor production equipment in the Advanced Products Division.

In terms of profits, operating income fell 18.3% year on year to ¥25,310 million, ordinary income fell 19.1% year on year to ¥26,921 million, and profit attributable to owners of the parent fell 8.0% year on year to ¥21,206 million.

Net sales by segment for the third quarter of the fiscal year are as follows:

Sales in the **Energy and Industrial Plants Division** fell 0.2% year on year to ¥58,065 million due to a reduction in nuclear power construction despite especially strong demand for petroleum refining and petrochemicals.

Sales in the **Industrial Products Division** increased 0.0% year on year to ¥39,302 million due to steady demand for sealing materials for infrastructure in Japan.

Sales in the **Advanced Products Division** fell 19.9% year on year to ¥28,008 million due to soft demand for semiconductor production equipment.

Sales in the **Autoparts Division** fell 0.6% year on year to ¥38,476 million due to soft demand overseas despite firm demand in Japan.

Sales in the **Building Materials Division** fell 2.8% year on year to ¥21,163 million due to factors such as the impact of delays in the construction schedule of some large properties.

(2) Overview of financial position in the consolidated quarter under review

1) Assets, liabilities, and net assets

Total assets at the end of the third quarter of the fiscal year ending March 31, 2026, were ¥291,886 million, up ¥2,841 million compared with the end of the previous fiscal year. This was largely because investment securities rose by ¥3,567 million, income taxes refund receivable included in other current assets rose by ¥3,541 million, and construction in progress rose by ¥2,538 million, despite cash and deposits falling by ¥8,004 million.

Liabilities at the end of the third quarter of the fiscal year ending March 31, 2026, were ¥65,809 million, down ¥6,800 million compared with the end of the previous fiscal year. This was largely a result of a decrease in income taxes payable of ¥7,512 million, while deferred tax liabilities rose by ¥1,484 million.

Net assets at the end of the third quarter of the fiscal year ending March 31, 2026, were ¥226,077 million, up ¥9,642 million compared with the end of the previous fiscal year. This was largely because retained earnings rose by ¥12,757 million and valuation difference on available-for-sale securities rose by ¥2,433 million, despite a decrease of ¥5,774 million as a result of purchase of treasury stock.

2) Cash flows

Cash and cash equivalents at the end of the third quarter of the fiscal year ending March 31, 2026 (hereinafter "cash") fell by ¥8,015 million compared with the end of the previous fiscal year, to ¥50,595 million. Cash flows and factors affecting cash flows are as follows:

(Net cash provided by operating activities)

Net cash provided by operating activities was ¥13,190 million (compared with receipts of ¥25,220 million in the same period of the previous fiscal year).

This was primarily because, although cash decreased due to ¥14,948 million in income taxes paid and a ¥1,949 million increase in inventories, cash increased due to ¥26,083 million in income before income taxes and ¥5,380 million in depreciation & amortization.

(Net cash used in investing activities)

Net cash used in investing activities was ¥6,596 million (compared with expenditures of ¥4,665 million in the same period of the previous fiscal year).

This mainly reflected a decrease in cash due to ¥5,681 million in expenditures for the acquisition of property, plant and equipment.

(Net cash used in financing activities)

Net cash used in financing activities was ¥14,732 million (compared with expenditures of ¥20,602 million in the same period of the previous fiscal year).

This was because of a decrease in cash due to ¥8,414 million in cash dividends paid and an increase in treasury stock of ¥5,841 million.

(3) Explanation of information related to future prospects including consolidated results forecasts

The consolidated earnings forecast for the fiscal year ending March 31, 2026, remains unchanged from the forecast announced in the "Notice of Revisions of Earnings Forecasts" released on August 7, 2025.

The Company has prepared these earnings forecasts based on the information available as of the day that these materials were released, and actual results could differ from forecasts depending on a variety of factors.

2. Consolidated financial statements and related notes

(1) Quarterly consolidated balance sheets

	(Millions of yen)	
	FY2024 (As of March 31, 2025)	FY2025 Q3 (As of December 31, 2025)
Assets		
Current assets		
Cash and deposits	59,678	51,673
Notes and accounts receivable – trade	31,855	31,664
Electronically recorded monetary claims	16,277	16,874
Accounts receivable from completed construction contracts	23,885	21,878
Merchandise and finished goods	24,571	24,015
Work in process	3,848	3,823
Raw materials and supplies	24,612	26,978
Costs on uncompleted construction contracts	1,663	2,581
Others	3,661	7,223
Allowance for doubtful accounts	(7)	(7)
Total current assets	190,047	186,707
Noncurrent assets		
Property, plant and equipment		
Buildings and structures	75,323	76,288
Accumulated depreciation and impairment loss	(40,953)	(42,342)
Buildings and structures, net	34,369	33,946
Machinery, equipment and vehicles	87,253	87,446
Accumulated depreciation and impairment loss	(75,180)	(75,512)
Machinery, equipment and vehicles, net	12,073	11,933
Land	15,255	15,243
Lease assets	445	508
Accumulated depreciation	(243)	(308)
Lease assets, net	202	200
Construction in progress	3,427	5,965
Others	13,927	14,029
Accumulated depreciation and impairment loss	(11,562)	(11,871)
Other, net	2,364	2,157
Total property, plant and equipment	67,692	69,447
Intangible assets		
Software	736	638
Others	775	923
Total intangible assets	1,511	1,561
Investments and other assets		
Investment securities	13,834	17,401
Long-term loans receivable	90	856
Net defined benefit asset	10,524	10,724
Deferred tax assets	1,381	1,309
Others	4,015	4,526
Allowance for doubtful accounts	(54)	(648)
Total investments and other assets	29,792	34,169
Total noncurrent assets	98,996	105,178
Total assets	289,044	291,886

	(Millions of yen)	
	FY2024 (As of March 31, 2025)	FY2025 Q3 (As of December 31, 2025)
Liabilities		
Current liabilities		
Notes and accounts payable – trade	18,400	17,040
Electronically recorded monetary obligations	8,426	8,203
Short-term loans payable	9,870	9,720
Accounts payable – other	4,897	6,252
Income taxes payable	8,582	1,070
Advances received on uncompleted construction contracts	205	453
Provision for bonuses	3,516	2,954
Others	5,874	6,162
Total current liabilities	59,774	51,857
Noncurrent liabilities		
Deferred tax liabilities	3,400	4,885
Net defined benefit liability	4,513	4,612
Reserves for litigation losses	532	209
Lease liabilities	854	764
Others	3,533	3,480
Total noncurrent liabilities	12,835	13,951
Total liabilities	72,609	65,809
Net assets		
Shareholders' equity		
Capital stock	12,128	12,128
Capital surplus	13,852	13,871
Retained earnings	185,429	198,187
Treasury stock	(14,555)	(20,329)
Total shareholders' equity	196,855	203,857
Total other cumulative comprehensive income		
Valuation difference on available-for-sale securities	6,978	9,411
Foreign currency translation adjustment	6,898	7,298
Remeasurement of defined benefit plans	4,689	4,450
Total other cumulative comprehensive income	18,566	21,160
Non-controlling interests	1,013	1,059
Total net assets	216,434	226,077
Total liabilities and net assets	289,044	291,886

(2) Quarterly consolidated statements of income and consolidated statements of comprehensive income

Quarterly consolidated statements of income

Third quarter of consolidated fiscal year

	(Millions of yen)	
	FY2024 Q3 (From April 1, 2024 to December 31, 2024)	FY2025 Q3 (From April 1, 2025 to December 31, 2025)
Net sales		
Net sales of merchandise and finished goods	142,239	132,500
Net sales of completed construction contracts	50,694	52,515
Total net sales	<u>192,933</u>	<u>185,016</u>
Cost of sales		
Cost of merchandise and finished goods sold	97,378	91,524
Cost of sales of completed construction contracts	41,707	42,967
Total cost of sales	<u>139,085</u>	<u>134,492</u>
Gross profit	53,848	50,523
Selling, general and administrative expenses		
Selling expenses	6,819	7,239
General and administrative expenses	16,065	17,974
Total selling, general and administrative expenses	<u>22,884</u>	<u>25,213</u>
Operating income	30,963	25,310
Non-operating income		
Interest income	172	116
Dividends income	639	562
Foreign exchange gain	550	212
Rent income	427	429
Equity in earnings of affiliates	64	35
Others	769	694
Total non-operating income	<u>2,623</u>	<u>2,050</u>
Non-operating expenses		
Interest expenses	143	149
Others	171	288
Total non-operating expenses	<u>314</u>	<u>438</u>
Ordinary income	33,272	26,921
Extraordinary income		
Gain on sales of noncurrent assets	67	38
Gain on sales of investment securities	491	-
Total extraordinary income	<u>558</u>	<u>38</u>
Extraordinary loss		
Loss on sales and retirement of noncurrent assets	147	227
Provision for litigation loss reserves	112	47
Litigation settlement	-	602
Loss due to disasters	124	-
Expenses related to factory reconstruction	605	-
Total extraordinary losses	<u>990</u>	<u>876</u>
Income before income taxes	32,841	26,083
Income taxes – current	9,412	4,172
Income taxes – deferred	297	603
Total income taxes	<u>9,709</u>	<u>4,775</u>
Net income	23,131	21,307
Net income attributable to non-controlling interests	79	101
Profit attributable to owners of the parent	<u>23,052</u>	<u>21,206</u>

Quarterly consolidated statement of comprehensive income
 Third quarter of consolidated fiscal year

	(Millions of yen)	
	FY2024 Q3 (From April 1, 2024 to December 31, 2024)	FY2025 Q3 (From April 1, 2025 to December 31, 2025)
Net income	23,131	21,307
Other comprehensive income		
Valuation difference on available-for-sale securities	(1,411)	2,433
Foreign currency translation adjustment	1,663	367
Remeasurement of defined benefit plans	(199)	(238)
Total other comprehensive income	52	2,562
Comprehensive income	<u>23,184</u>	<u>23,869</u>
Breakdown		
Comprehensive income attributable to owners of the parent company	23,074	23,800
Comprehensive income attributable to non-controlling interests	110	69

(3) Quarterly consolidated statements of cash flows

	(Millions of yen)	
	FY2024 Q3 (From April 1, 2024 to December 31, 2024)	FY2025 Q3 (From April 1, 2025 to December 31, 2025)
Cash flows from operating activities		
Income before income taxes	32,841	26,083
Depreciation & amortization	5,650	5,380
Expenses related to factory reconstruction	605	-
Loss due to disasters	124	-
Loss (gain) on sales of noncurrent assets	79	188
Loss (gain) on sales of investment securities	(491)	-
Decrease (increase) in net defined benefit assets	(438)	(581)
Increase (decrease) in net defined benefit liability	30	126
Increase (decrease) in provision for bonuses	(561)	(563)
Interest and dividends income received	(811)	(678)
Interest expenses	143	149
Foreign exchange losses (gains)	386	(158)
Decrease (increase) in notes and accounts receivable – trade	5,266	1,782
Decrease (increase) in inventories	(2,421)	(1,949)
Decrease (increase) in costs on uncompleted construction contracts	202	(913)
Increase (decrease) in notes and accounts payable – trade	(4,535)	(1,651)
Increase (decrease) in accounts payable – other	76	(273)
Increase (decrease) in accrued expenses	78	48
Increase (decrease) in advances received on uncompleted construction contracts	89	247
Increase (decrease) in provisions for litigation losses	112	(323)
Others	633	708
Subtotal	37,063	27,623
Interest and dividends income received	811	678
Interest expenses paid	(145)	(137)
Proceeds from subsidy income	2	72
Loss on liquidation of business paid	(333)	-
Expenses related to factory reconstruction paid	(34)	(188)
Loss due to disaster paid	(3)	-
Income taxes paid	(12,149)	(14,948)
Income taxes refund	9	90
Net cash provided by (used in) operating activities	25,220	13,190
Cash flows from investing activities		
Net decrease (increase) in time deposits	(198)	(38)
Expenditures for the acquisition of property, plant and equipment	(5,165)	(5,681)
Proceeds from sales of property, plant and equipment	150	77
Expenditures for the acquisition of intangible fixed assets	(234)	(252)
Proceeds from sales of investment securities	575	-
Others	206	(701)
Net cash provided by (used in) investing activities	(4,665)	(6,596)

	(Millions of yen)	
	FY2024 Q3 (From April 1, 2024 to December 31, 2024)	FY2025 Q3 (From April 1, 2025 to December 31, 2025)
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	(1,975)	(150)
Redemption of bonds	(5,000)	-
Cash dividends paid	(6,686)	(8,414)
Net decrease (increase) in treasury stock	(6,296)	(5,841)
Dividends paid to non-controlling interests	(47)	(23)
Others	(596)	(302)
Net cash provided by (used in) financing activities	<u>(20,602)</u>	<u>(14,732)</u>
Effect of exchange rate change on cash and cash equivalents	(108)	122
Net increase (decrease) in cash and cash equivalents	<u>(156)</u>	<u>(8,015)</u>
Cash and cash equivalents at beginning of period	55,574	58,611
Cash and cash equivalents at end of period	<u>55,417</u>	<u>50,595</u>

(4) Notes regarding quarterly consolidated financial statements

(Notes regarding segment information)

I. Third quarter of FY2024 (April 1, 2024 to December 31, 2024)

1. Information on net sales and profit (loss) by reporting segment

	Reporting segments						Adjustments	Quarterly consolidated profit/loss posted
	Energy and Industrial Plants	Industrial Products	Advanced Products	Autoparts	Building Materials	Total		
Net sales								
Net sales to external customers	58,193	39,284	34,986	38,699	21,769	192,933	—	192,933
Intersegment sales or transfers	—	8,337	—	—	—	8,337	(8,337)	—
Total	58,193	47,621	34,986	38,699	21,769	201,270	(8,337)	192,933
Segment profit (loss)	9,359	8,242	8,492	3,538	1,331	30,963	—	30,963

2. Information related to impairment loss of noncurrent assets and goodwill by reporting segment:

Not applicable

II. Third quarter of FY2025 (April 1, 2025 to December 31, 2025)

1. Information on net sales and profit (loss) by reporting segment

	Reporting segments						Adjustments	Quarterly consolidated profit/loss posted
	Energy and Industrial Plants	Industrial Products	Advanced Products	Autoparts	Building Materials	Total		
Net sales								
Net sales to external customers	58,065	39,302	28,008	38,476	21,163	185,016	—	185,016
Intersegment sales or transfers	—	8,462	—	—	—	8,462	(8,462)	—
Total	58,065	47,764	28,008	38,476	21,163	193,478	(8,462)	185,016
Segment profit (loss)	8,241	7,293	4,449	3,608	1,717	25,310	—	25,310

2. Information related to impairment loss of noncurrent assets and goodwill by reporting segment:

Not applicable

(Notes regarding significant changes in shareholders' equity [if any])

Based on a resolution of the Board of Directors at a meeting held on May 12, 2025, the Company acquired 578,200 shares of treasury stock pursuant to Article 156 of the Companies Act, as applied pursuant to Article 165, Paragraph 3, of the same act.

In addition, at a meeting of the Board of Directors held on November 11, 2025, the Company passed a resolution on matters pertaining to the purchase of treasury stock pursuant to Article 156 of the Companies Act, as applied pursuant to Article 165, Paragraph 3, of the same act. These matters included a maximum number of 1,400,000 shares to be acquired and a total share purchase price of ¥5,000 million, and the Company is proceeding with the acquisition from November 12, 2025, through March 31, 2026. As a result, the Company acquired 447,500 shares of treasury stock during the third quarter of FY2025.

As a result of this acquisition of treasury stock, treasury stock in the third quarter of FY2025 increased by ¥5,774 million, with treasury stock holdings of ¥20,329 million as of the end of the consolidated third quarter.

(Notes regarding going concern assumption)

Not applicable

(Important subsequent events)

(Cancellation of treasury stock)

At a meeting held on February 9, 2026, the Board of Directors passed a resolution concerning the cancellation of treasury stock, pursuant to Article 178 of the Companies Act.

(1) Class of shares to be cancelled: Common shares of the Company

(2) Number of shares to be cancelled: 4,150,000 shares

(6.12% of the total number of shares issued as of February 9, 2026)

(3) Scheduled date of cancellation: February 27, 2026

(4) Total number of shares outstanding after cancellation: 63,661,917 shares (including treasury stock)

(Share split)

At a meeting of the Board of Directors held on February 9, 2026, the Company resolved to conduct a share split and to partially amend the Articles of Incorporation in connection with the share split.

1. Purpose of the share split

By reducing the amount per investment unit of our shares, we aim to create an environment in which investors can invest more easily, to the liquidity of our shares, and to further expand our investor base.

2. Overview of the share split

(1) Method of split

The Company will carry out a three-for-one stock split for each share of common stock held by shareholders of record as of March 31, 2026.

(2) Number of shares to be increased by the split

Total number of shares issued before the share split	63,661,917 shares
Number of shares to be increased by the share split	127,323,834 shares
Total number of shares issued after the share split	190,985,751 shares
Total number of authorized shares after the share split	360,000,000 shares

(Note) This is the total number of shares issued after the cancellation of treasury stock as resolved at the Board of Directors meeting held on February 9, 2026.

(3) Schedule of split

Public notice of the record date (tentative)	March 16, 2026
Record date	March 31, 2026
Effective date	April 1, 2026

3. Effect on per share information

Per share information assuming that the share split had been conducted at the beginning of FY2024 is as follows.

	FY2024 Q3 (From April 1, 2024 to December 31, 2024)	FY2025 Q3 (From April 1, 2025 to December 31, 2025)
Basic earnings per share	117.16 yen	110.66 yen
Diluted earnings per share	—	—

4. Partial amendment to the Articles of Incorporation in connection with the share split

(1) Reason for the amendment

In accordance with the share split, the total number of authorized shares as stipulated in Article 6 of the Company's Articles of Incorporation will be changed effective April 1, 2026, by resolution of the Board of Directors in accordance with Article 184, Paragraph 2, of the Companies Act.

(2) Contents of the amendment

The details of the amendment are as follows.

(Underlined portions indicate changes.)

Before amendment	After amendment
Article 6 (Total Number of Authorized Shares) The total number of authorized shares of the Company shall be <u>120,000,000</u> shares.	Article 6 (Total Number of Authorized Shares) The total number of authorized shares of the Company shall be <u>360,000,000</u> shares.

5. Other

(1) Amount of capital

There will be no change in the amount of the Company's capital due to this share split.

(2) Dividends

As the effective date of the share split is April 1, 2026, the year-end dividend for the fiscal year ending March 31, 2026, with a record date of March 31, 2026, will be based on the number of shares held prior to the share split.

3. Supplementary materials

Financial results supplementary materials

(Percentage figures represent changes from previous fiscal year)

(Millions of yen)

(1) Key consolidated financial figures (Trends)

	Q1–Q3 Cumulative			Full Year					
	FY2024		FY2025	FY2021	FY2022	FY2023	FY2024	FY2025	
	Result	Result	Change	Result	Result	Result	Result	Forecast	Change
Net sales	192,933	185,016	(4.1)%	216,236	238,116	249,391	256,512	254,000	(1.0)%
Operating income	30,963	25,310	(18.3)%	26,264	29,954	35,208	39,732	36,500	(8.1)%
Operating margin (%)	16.0%	13.7%		12.1%	12.6%	14.1%	15.5%	14.4%	
Ordinary income	33,272	26,921	(19.1)%	30,572	33,082	38,787	41,693	36,500	(12.5)%
Ordinary income margin (%)	17.2%	14.6%		14.1%	13.9%	15.6%	16.3%	14.4%	
Profit attributable to owners of the parent	23,052	21,206	(8.0)%	22,034	21,398	26,961	32,073	25,800	(19.6)%
Net income margin (%)	11.9%	11.5%		10.2%	9.0%	10.8%	12.5%	10.2%	
Basic earnings per share (yen)	351.49	331.99	(5.5)%	332.18	322.59	406.60	491.36	403.93	(17.8)%
Total assets	286,706	291,886	1.8%	246,924	266,907	290,788	289,044	—	—
Net assets	210,752	226,077	7.3%	155,522	173,742	200,918	216,434	—	—
Shareholders' equity	209,779	225,018	7.3%	154,286	172,359	199,681	215,421	—	—
Equity ratio (%)	73.2%	77.1%		62.5%	64.6%	68.7%	74.5%	—	
Interest-bearing debt	17,443	12,288	(29.6)%	25,652	25,892	24,286	12,611	—	—
Interest-bearing debt ratio (%)	6.1%	4.2%		10.4%	9.7%	8.4%	4.4%	—	
Capital expenditures	5,143	7,220	40.4%	11,355	10,069	11,117	6,819	12,100	77.4%
Depreciation & amortization	5,650	5,380	(4.8)%	6,616	7,454	7,593	7,626	8,000	4.9%
R&D expenses	4,586	5,003	9.1%	6,110	5,715	6,037	6,209	6,500	4.7%

The presentation method has been changed as of the fiscal year ended March 31, 2025. Ordinary income for the fiscal year ended March 31, 2024 and thereafter is the amount after reclassification to reflect the change in presentation method.

(2) Quarterly consolidated operating results (Trends)

(Millions of yen)

	FY2024				FY2025			
	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Change
Net sales	63,256	63,394	66,283	63,579	62,044	60,699	62,271	(6.1)%
Operating income	10,546	9,307	11,109	8,768	9,229	8,549	7,531	(32.2)%
Operating margin (%)	16.7%	14.7%	16.8%	13.8%	14.9%	14.1%	12.1%	
Ordinary income	12,060	8,572	12,639	8,420	9,233	9,127	8,560	(32.3)%
Ordinary income margin (%)	19.1%	13.5%	19.1%	13.2%	14.9%	15.0%	13.7%	
Profit attributable to owners of the parent	8,547	5,910	8,594	9,021	6,569	6,168	8,468	(1.5)%
Net income margin (%)	13.5%	9.3%	13.0%	14.2%	10.6%	10.2%	13.6%	

All forecasts and plans that are not historical facts in this document are future business results-related forecasts. These are based on information and data currently available to the Company, and various uncertain factors could cause actual results to differ.