

(Translation)

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## Consolidated Financial Results for the Three Months Ended June 30, 2025 [Japanese GAAP]



August 8, 2025

Company name: JAPAN MATERIAL Co., Ltd.  
Stock exchange listing: Tokyo and Nagoya Stock Exchanges in Japan  
Stock code: 6055  
Website: <https://www.j-materials.jp/>  
Representative: Hisao Tanaka, President and Representative Director  
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Tel. +81-59-399-3821  
Scheduled payment date of cash dividends: —  
Supplemental materials prepared for quarterly financial results: None  
Quarterly IR briefing: None

(All amounts are rounded down to the nearest million yen)

### 1. Consolidated Financial Results for the Three Months Ended June 30, 2025 (Apr. 1, 2025 – Jun. 30, 2025)

#### 1.1 Consolidated operating results (% indicates year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Three months ended	¥ million	%	¥ million	%	¥ million	%	¥ million	%
Jun. 30, 2025	13,256	18.8	3,190	59.4	3,096	37.8	2,135	38.8
Jun. 30, 2024	11,156	8.0	2,001	48.3	2,246	40.9	1,539	38.0

(Note) Comprehensive income: Three months ended Jun. 30, 2025: ¥1,708 million, (10.5%)

Three months ended Jun. 30, 2024: ¥1,908 million, 64.4%

	Basic earnings per share	Diluted earnings per share
Three months ended	¥	¥
Jun. 30, 2025	20.78	—
Jun. 30, 2024	14.98	—

#### 1.2 Consolidated financial position

	Total assets	Net assets	Equity ratio
	¥ million	¥ million	%
As of Jun. 30, 2025	63,182	53,826	84.5
As of Mar. 31, 2025	65,702	54,583	82.4

(Reference) Equity: As of Jun. 30, 2025: ¥53,391 million

As of Mar. 31, 2025: ¥54,130 million

## 2. Dividends

	Annual dividends per share				
	Q1-end	Q2-end	Q3-end	Year-end	Total
FY2024	¥ —	¥ 0.00	¥ —	¥ 24.00	¥ 24.00
FY2025	—				
FY2025 (forecast)		0.00	—	27.00	27.00

(Note) Changes from the most recently released dividend forecast: None

## 3. Forecast of Consolidated Financial Results for the FY2025 (Apr. 1, 2025– Mar. 31, 2026)

(% indicates year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	Basic earnings per share
	¥ million	%	¥ million	%	¥ million	%	¥ million	¥
1st half	25,000	8.4	5,200	17.5	5,200	21.3	3,500	34.06
Full-year	57,000	8.2	13,000	16.2	13,000	14.6	9,000	87.59

(Note) Changes from the most recently released financial results forecast: None

### \* Notes

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

Newly added: -

Excluded: -

2. Adoption of special accounting methods for preparing quarterly consolidated financial statements: None

3. Changes in accounting policies and accounting estimates, and restatements

a. Changes in accounting policies due to revisions in accounting standards, etc.: None

b. Changes in accounting policies other than a. above: None

c. Changes in accounting estimates: None

d. Restatements: None

4. Number of shares issued (ordinary shares)

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

As of Jun. 30, 2025 105,149,520 shares

As of Mar. 31, 2025 105,149,520 shares

b. Number of treasury shares at the end of the period

As of Jun. 30, 2025 2,394,440 shares

As of Mar. 31, 2025 2,394,440 shares

c. Average number of shares issued and outstanding during the period (cumulative quarterly period)

Three months ended Jun. 30, 2025 102,755,080 shares

Three months ended Jun. 30, 2024 102,738,180 shares

\* Quarterly Consolidated Financial Statements reviewed by certified public accountant or an audit firm: None

\* Notes for proper use of forecasts and other remarks

Forecasts contain forward-looking statements based on estimates made as of the day of release of these materials. Actual results may differ materially depending on a number of factors including but not limited to potential risks and uncertainties. Please refer to page 3 “1.3 Future Outlook” for forecast assumptions and notes on usage.

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## 1. Analysis of Results of Operations and Financial Condition

### 1.1 Operating Results

During the three months ended June 30, 2025, the Japanese economy remained on a modest recovery trend owing to improvements in the employment and income situation. However, the outlook still remains uncertain due to persistently rising prices, the unstable overseas situation, and an effect of the U.S. tariff policy.

In the industry to which the JAPAN MATERIAL Group (hereinafter the “Group”) belongs, investments in the development of memory-related technologies continued while demand related to generative AI is expected to grow considerably.

Under such circumstances, in the Group’s Electronics business, the performance of the divisions engaged in the manufacture of specialty gas supply equipment and the design and construction of supply piping (hereinafter the “initial divisions”), which are driven by capital investment of customers, remained strong due to the cost ratio that improved year-on-year in addition to continued capital investments at semiconductor plants, the main customers.

Performance of the divisions engaged in the sales and management of specialty gases and the provision of technical services (hereinafter the “operations divisions”), which are driven by production activity, remained solid, led by the maintenance service for semiconductor manufacturing equipment, thanks to a high level of production activity that continued at semiconductor plants, the main customers, in addition to the start of operations at a new semiconductor plant in the previous period.

In the Graphics Solution business, both net sales and segment profit decreased year-on-year due to postponement of projects.

In the Solar Power business, we currently operate three solar power plants in Mie Prefecture.

As a result, net sales for the current fiscal year were ¥13,256 million (up 18.8% year-on-year), with operating profit of ¥3,190 million (up 59.4% year-on-year), ordinary profit of ¥3,096 million (up 37.8 % year-on-year), and profit attributable to owners of parent of ¥2,135 million (up 38.8% year-on-year).

#### 1.1.1 Electronics business

Segment net sales were ¥12,871 million (up 20.1% year-on-year) with segment profit of ¥3,499 million (up 52.5% year-on-year).

#### 1.1.2 Graphics Solution business

Segment net sales were ¥325 million (down 14.5% year-on-year) with segment profit of ¥38 million (down 2.9% year-on-year)

#### 1.1.3 Solar Power business

Segment net sales were ¥59 million (up 3.4% year-on-year) with segment profit of ¥40 million (up 24.6% year-on-year).

### 1.2 Financial Position

#### (Assets)

Total assets at the end of the first quarter under review amounted to ¥63,182 million, down ¥2,519 million from the end of the previous fiscal year.

This was mainly due to an increase in work in process of ¥667 million which were more than offset by decreases in cash and deposits of ¥2,426 million and notes and accounts receivable – trade, and contract assets of ¥1,084 million.

(Liabilities)

Total liabilities at the end of the first quarter under review amounted to ¥9,356 million, down ¥1,762 million from the end of the previous fiscal year.

This was mainly due to an increase in accrued expenses of ¥808 million which were more than offset by decreases in income taxes payable of ¥1,391 million, notes and accounts payable – trade of ¥601 million and provision for bonuses of ¥566 million.

(Net assets)

Total net assets at the end of the first quarter under review amounted to ¥53,826 million, down ¥757 million from the end of the previous fiscal year.

This was attributed mainly to an increase in retained earnings due to the recording of profit attributable to owners of parent of ¥2,135 million, which were more than offset by a decrease caused by the dividend payment of ¥2,466 million.

### 1.3 Future Outlook

No change has been made to the forecast of consolidated financial results released in the “Consolidated Financial Results FY2024 dated May 13, 2025”. The forecast of results is based on the information available currently, but there is a possibility that our future business activity and operating results may be affected by such factors as potential changes in the schedule of capital investments by major customers and a potential significant change in the operating rates of customer plants.

## 2. Quarterly Consolidated Financial Statements and Major Notes

### 2.1 Quarterly Consolidated Balance Sheets

(Yen in millions)

	As of March 31, 2025	As of June 30, 2025
<b>Assets</b>		
Current assets		
Cash and deposits	16,318	13,892
Notes and accounts receivable - trade, and contract assets	23,559	22,475
Merchandise and finished goods	1,744	1,551
Work in process	1,082	1,750
Raw materials and supplies	3,650	3,543
Other	707	624
Allowance for doubtful accounts	(72)	(73)
Total current assets	46,990	43,762
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	11,030	11,066
Other, net	4,008	3,822
Total property, plant and equipment	15,038	14,888
Intangible assets		
Goodwill	818	738
Other	1,013	929
Total intangible assets	1,831	1,667
Investments and other assets		
Lease receivables and investment assets	298	248
Other	1,659	2,720
Allowance for doubtful accounts	(114)	(105)
Total investments and other assets	1,842	2,863
Total non-current assets	18,712	19,420
Total assets	65,702	63,182
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	3,772	3,171
Accounts payable - other	1,175	814
Accrued expenses	661	1,470
Income taxes payable	2,498	1,106
Provision for bonuses	968	401
Other	618	957
Total current liabilities	9,694	7,921
Non-current liabilities		
Lease liabilities	105	80
Retirement benefit liability	1,103	1,147
Asset retirement obligations	31	30
Other	182	175
Total non-current liabilities	1,424	1,435
Total liabilities	11,118	9,356

(Yen in millions)

	As of March 31, 2025	As of June 30, 2025
Net assets		
Shareholders' equity		
Share capital	1,317	1,317
Capital surplus	1,849	1,849
Retained earnings	50,698	50,367
Treasury shares	(1,010)	(1,010)
Total shareholders' equity	52,855	52,524
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	89	94
Foreign currency translation adjustment	1,307	887
Remeasurements of defined benefit plans	(122)	(114)
Total accumulated other comprehensive income	1,274	867
Non-controlling interests	453	434
Total net assets	54,583	53,826
Total liabilities and net assets	65,702	63,182

## 2.2 Quarterly Consolidated Statements of Income and Consolidated Statements of Comprehensive Income

### Quarterly Consolidated Statements of Income

(Yen in millions)

	From Apr. 1, 2024 to Jun. 30, 2024	From Apr. 1, 2025 to Jun. 30, 2025
Net sales	11,156	13,256
Cost of sales	7,915	8,730
Gross profit	3,240	4,526
Selling, general and administrative expenses	1,238	1,335
Operating profit	2,001	3,190
Non-operating income		
Interest income	7	17
Dividend income	3	5
Foreign exchange gains	223	—
Rental income	3	4
Subsidy income	2	3
Other	8	2
Total non-operating income	249	33
Non-operating expenses		
Interest expenses	1	1
Share of loss of entities accounted for using equity method	2	17
Foreign exchange losses	—	109
Rental expenses on real estate	0	0
Other	0	0
Total non-operating expenses	4	128
Ordinary profit	2,246	3,096
Extraordinary losses		
Loss on sale and retirement of non-current assets	7	4
Total extraordinary losses	7	4
Profit before income taxes	2,239	3,091
Income taxes - current	791	948
Income taxes - deferred	(108)	2
Total income taxes	682	950
Profit	1,556	2,141
Profit attributable to non-controlling interests	17	5
Profit attributable to owners of parent	1,539	2,135



# Quarterly Consolidated Statements of Comprehensive Income

(Yen in millions)

	From Apr. 1, 2024 to Jun. 30, 2024	From Apr. 1, 2025 to Jun. 30, 2025
Profit	1,556	2,141
Other comprehensive income		
Valuation difference on available-for-sale securities	8	5
Foreign currency translation adjustment	336	(445)
Remeasurements of defined benefit plans, net of tax	6	7
Total other comprehensive income	352	(432)
Comprehensive income	1,908	1,708
Comprehensive income attributable to:		
Owners of parent	1,869	1,727
Non-controlling interests	39	(18)

## 2.3 Notes to Quarterly Consolidated Financial Statements

(Notes to Segment Information, etc.)

[Segment Information]

I. Three months ended June 30, 2024 (From Apr. 1, 2024 to Jun. 30, 2024)

1. Information on the amounts of net sales and profit/loss by reportable segment

(Yen in millions)

	Reportable segments			Total
	Electronics	Graphics Solution	Solar Power	
Net sales				
To external customers	10,717	380	57	11,156
Inter-segment sales or transfers	—	—	—	—
Total	10,717	380	57	11,156
Segment profit	2,294	39	32	2,366

2. Differences between total profit/loss amounts of reportable segments and amounts presented on the quarterly consolidated statements of income, and details of the differences (reconciliations)

(Yen in millions)

Profit	Amount
Reportable segment total	2,366
Corporate expenses (Note)	(368)
Other	3
Operating profit on quarterly consolidated statements of income	2,001

(Note) Corporate expenses mainly consist of general and administrative expenses not allocated to any reportable segments.

II. Three months ended June 30, 2025 (From Apr. 1, 2025 to Jun. 30, 2025)

1. Information on the amounts of net sales and profit/loss by reportable segment and revenue analysis

(Yen in millions)

	Reportable segments			Total
	Electronics	Graphics Solution	Solar Power	
Net sales				
To external customers	12,871	325	59	13,256
Inter-segment sales or transfers	—	—	—	—
Total	12,871	325	59	13,256
Segment profit	3,499	38	40	3,578

2. Differences between total profit/loss amounts of reportable segments and amounts presented on the quarterly consolidated statements of income, and details of the differences (reconciliations)

(Yen in millions)

Profit	Amount
Reportable segment total	3,578
Corporate expenses (Note)	(394)
Other	6
Operating profit on quarterly consolidated statements of income	3,190

(Note) Corporate expenses mainly consist of general and administrative expenses not allocated to any reportable segments.

(Notes in the Case of Significant Changes in Amount of Shareholders' Equity)

Not applicable

(Going Concern Assumption)

Not applicable

(Notes to Consolidated Statements of Cash Flows)

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

Depreciation (including amortization of intangible assets except for goodwill) and amortization of goodwill for the three months ended June 30, 2025 are as follows.

	From Apr. 1, 2024 to Jun. 30, 2024	From Apr. 1, 2025 to Jun. 30, 2025
Depreciation	¥270 million	¥279 million
Amortization of goodwill	¥34 million	¥35 million