Consolidated Financial Results for the Three Months Ended June 30, 2026 [Japanese GAAP]

August 7, 2026

Company name: JAPAN MATERIAL Co., Ltd.
Stock exchange listing: Tokyo and Nagoya Stock Exchanges in Japan
Stock code: 6055
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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, 2026 (Apr. 1, 2026 – Jun. 30, 2026)

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, 2026	15,974	20.5	4,741	48.6	4,835	56.2	3,311	55.1
Jun. 30, 2025	13,256	18.8	3,190	59.4	3,096	37.8	2,135	38.8

(Note) Comprehensive income: Three months ended Jun. 30, 2026: ¥3,541 million, 107.3%
Three months ended Jun. 30, 2025: ¥1,708 million, (10.5%)

	Basic earnings per share	Diluted earnings per share
Three months ended	¥	¥
Jun. 30, 2026	32.23	–
Jun. 30, 2025	20.78	–

1.2 Consolidated financial position

	Total assets	Net assets	Equity ratio
	¥ million	¥ million	%
As of Jun. 30, 2026	75,652	63,540	83.2
As of Mar. 31, 2026	75,373	63,217	83.1

(Reference) Equity: As of Jun. 30, 2026: ¥62,940 million
As of Mar. 31, 2026: ¥62,644 million

2. Dividends

	Annual dividends per share				
	Q1-end	Q2-end	Q3-end	Year-end	Total
	¥	¥	¥	¥	¥
FY2025	–	0.00	–	32.00	32.00
FY2026	–				
FY2026 (forecast)		0.00	–	35.00	35.00

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

3. Forecast of Consolidated Financial Results for the FY2026 (Apr. 1, 2026– Mar. 31, 2027)

(% 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	29,000	13.0	7,500	23.4	7,500	20.7	5,100	18.8	49.62
Full-year	61,000	5.2	15,500	5.9	15,500	2.5	10,800	2.0	105.08

(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, 2026	105,149,520 shares
As of Mar. 31, 2026	105,149,520 shares

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

As of Jun. 30, 2026	2,375,349 shares
As of Mar. 31, 2026	2,375,340 shares

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

Three months ended Jun. 30, 2026	102,774,178 shares
Three months ended Jun. 30, 2025	102,755,080 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, 2026, 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 geopolitical risks, including the situation in the Middle East, and rising prices resulting from the weakening of the yen.

In the industry to which the JAPAN MATERIAL Group (hereinafter the "Group") belongs, capital investment by semiconductor manufacturers is accelerating amid rising demand for leading-edge semiconductors, driven by expectations of continued strong growth, particularly in generative AI.

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 solid due 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 strong, particularly in the sales of specialty gases, the maintenance service for semiconductor manufacturing equipment, and the manufacture and sales of semiconductor manufacturing equipment parts, thanks to a high level of production activity that continued at semiconductor plants, the main customers.

In the Graphics Solution business, the performance remained strong, particularly in digital signage products and in graphic and digital video products.

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 ¥15,974 million (up 20.5% year-on-year), with operating profit of ¥4,741 million (up 48.6% year-on-year), ordinary profit of ¥4,835 million (up 56.2 % year-on-year), and profit attributable to owners of parent of ¥3,311 million (up 55.1% year-on-year).

1.1.1 Electronics business

Segment net sales were ¥15,490 million (up 20.3% year-on-year) with segment profit of ¥5,008 million (up 43.1% year-on-year).

1.1.2 Graphics Solution business

Segment net sales were ¥427 million (up 31.5% year-on-year) with segment profit of ¥46 million (up 19.0% year-on-year)

1.1.3 Solar Power business

Segment net sales were ¥55 million (down 6.2% year-on-year) with segment profit of ¥37 million (down 6.5% year-on-year).

1.2 Financial Position

(Assets)

Total assets at the end of the first quarter under review amounted to ¥75,652 million, up ¥279 million from the end of the previous fiscal year.

This was mainly due to an increase in cash and deposits of ¥2,285 million which were partially offset by a decrease in notes and accounts receivable - trade, and contract assets of ¥2,004 million.

(Liabilities)

Total liabilities at the end of the first quarter under review amounted to ¥12,112 million, down ¥43 million from the end of the previous fiscal year.

This was mainly due to increases in accrued expenses of ¥468 million and retirement benefit liability of ¥267 million which were more than offset by a decrease in income taxes payable of ¥991 million.

(Net assets)

Total net assets at the end of the first quarter under review amounted to ¥63,540 million, up ¥322 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 ¥3,311 million, which were partially offset by a decrease caused by the dividend payment of ¥3,288 million.

1.3 Future Outlook

No change has been made to the forecast of consolidated financial results released in the “Consolidated Financial Results FY2025 dated May 13, 2026”. 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.

The impact of the 2026 Kumamoto Earthquake, which occurred on July 28, 2026, on financial results has not been incorporated into the forecast of results, as it is currently difficult to estimate reasonably.

2. Quarterly Consolidated Financial Statements and Major Notes

2.1 Quarterly Consolidated Balance Sheets

(Yen in millions)

	As of March 31, 2026	As of June 30, 2026
Assets		
Current assets		
Cash and deposits	21,618	24,444
Notes and accounts receivable - trade, and contract assets	26,084	24,079
Merchandise and finished goods	1,728	2,036
Work in process	2,504	2,679
Raw materials and supplies	3,604	3,467
Other	343	415
Allowance for doubtful accounts	(1)	(1)
Total current assets	55,882	57,122
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	10,949	10,785
Other, net	4,034	4,068
Total property, plant and equipment	14,984	14,854
Intangible assets		
Goodwill	664	641
Other	872	911
Total intangible assets	1,536	1,553
Investments and other assets		
Lease receivables and investment assets	67	61
Other	3,009	2,166
Allowance for doubtful accounts	(108)	(103)
Total investments and other assets	2,968	2,123
Total non-current assets	19,490	18,530
Total assets	75,373	75,652
Liabilities		
Current liabilities		
Notes and accounts payable - trade	4,090	4,096
Accounts payable - other	1,070	1,165
Accrued expenses	1,137	1,606
Income taxes payable	2,784	1,792
Provision for bonuses	725	428
Other	815	1,242
Total current liabilities	10,624	10,333
Non-current liabilities		
Lease liabilities	158	136
Retirement benefit liability	1,159	1,426
Asset retirement obligations	32	32
Other	180	182
Total non-current liabilities	1,530	1,778
Total liabilities	12,155	12,112

(Yen in millions)

	As of March 31, 2026	As of June 30, 2026
Net assets		
Shareholders' equity		
Share capital	1,317	1,317
Capital surplus	1,869	1,869
Retained earnings	58,824	58,917
Treasury shares	(1,002)	(1,002)
Total shareholders' equity	61,009	61,102
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	301	408
Foreign currency translation adjustment	1,393	1,483
Remeasurements of defined benefit plans	(59)	(53)
Total accumulated other comprehensive income	1,635	1,838
Non-controlling interests	573	599
Total net assets	63,217	63,540
Total liabilities and net assets	75,373	75,652

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

Quarterly Consolidated Statements of Income

(Yen in millions)

	From Apr. 1, 2025 to Jun. 30, 2025	From Apr. 1, 2026 to Jun. 30, 2026
Net sales	13,256	15,974
Cost of sales	8,730	9,839
Gross profit	4,526	6,134
Selling, general and administrative expenses	1,335	1,392
Operating profit	3,190	4,741
Non-operating income		
Interest income	17	23
Dividend income	5	7
Foreign exchange gains	—	52
Rental income	4	3
Subsidy income	3	6
Other	2	4
Total non-operating income	33	98
Non-operating expenses		
Interest expenses	1	2
Share of loss of entities accounted for using equity method	17	0
Foreign exchange losses	109	—
Rental expenses on real estate	0	0
Other	0	0
Total non-operating expenses	128	4
Ordinary profit	3,096	4,835
Extraordinary losses		
Loss on sale and retirement of non-current assets	4	0
Other	—	0
Total extraordinary losses	4	1
Profit before income taxes	3,091	4,833
Income taxes - current	948	1,557
Income taxes - deferred	2	(49)
Total income taxes	950	1,507
Profit	2,141	3,325
Profit attributable to non-controlling interests	5	13
Profit attributable to owners of parent	2,135	3,311

Quarterly Consolidated Statements of Comprehensive Income

(Yen in millions)

	From Apr. 1, 2025 to Jun. 30, 2025	From Apr. 1, 2026 to Jun. 30, 2026
Profit	2,141	3,325
Other comprehensive income		
Valuation difference on available-for-sale securities	5	107
Foreign currency translation adjustment	(445)	102
Remeasurements of defined benefit plans, net of tax	7	5
Total other comprehensive income	(432)	215
Comprehensive income	1,708	3,541
Comprehensive income attributable to:		
Owners of parent	1,727	3,514
Non-controlling interests	(18)	26

2.3 Notes to Quarterly Consolidated Financial Statements

(Notes to Segment Information, etc.)

[Segment Information]

I. 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

(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.

II. Three months ended June 30, 2026 (From Apr. 1, 2026 to Jun. 30, 2026)

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	15,490	427	55	15,974
Inter-segment sales or transfers	–	–	–	–
Total	15,490	427	55	15,974
Segment profit	5,008	46	37	5,092

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	5,092
Corporate expenses (Note)	(355)
Other	4
Operating profit on quarterly consolidated statements of income	4,741

(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, 2026 have not been prepared.

Depreciation (including amortization of intangible assets except for goodwill) and amortization of goodwill for the three months ended June 30, 2026 are as follows.

	From Apr. 1, 2025 to Jun. 30, 2025	From Apr. 1, 2026 to Jun. 30, 2026
Depreciation	¥279 million	¥329 million
Amortization of goodwill	¥35 million	¥36 million