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Consolidated Financial Results for the Fiscal Year Ended March 31, 2026 (Based on Japanese GAAP)

April 28, 2026

Company name: Socionext Inc. Stock exchange listing: Tokyo
Code number: 6526 URL: <https://www.socionext.com/en/>
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Relations Office
Scheduled date to commence dividend payments: June 04, 2026
Scheduled date of ordinary general shareholders' meeting: June 25, 2026
Scheduled filing date of Securities Report: June 23, 2026
Supplementary material: Yes
Financial results presentation: Yes (for institutional investors and analysts)

(Monetary amounts are rounded to the nearest millions of yen)

1. Consolidated financial results for the fiscal year ended March 31, 2026 (From April 1, 2025 to March 31, 2026)

(1) Consolidated financial results (Percentage represents change from the same period of the previous fiscal year)

Fiscal year ended	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	millions of yen	%	millions of yen	%	millions of yen	%	millions of yen	%
March 31, 2026	200,834	6.5	12,354	(50.6)	11,756	(53.2)	8,733	(55.4)
March 31, 2025	188,535	(14.8)	25,000	(29.6)	25,118	(32.3)	19,600	(25.0)

Note:

Comprehensive income: For the fiscal year ended March 31, 2026: 9,669 million yen [(50.1) %]
For the fiscal year ended March 31, 2025: 19,387 million yen [(29.1) %]

Fiscal year ended	Basic earnings per share	Diluted earnings per share	Return on equity	Ordinary income on assets	Operating Margin
	Yen	Yen	%	%	%
March 31, 2026	49.74	49.44	6.5	7.0	6.2
March 31, 2025	109.78	108.73	14.6	14.1	13.3

(2) Consolidated financial position

As of	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	millions of yen	millions of yen	%	Yen
March 31, 2026	167,623	133,056	79.4	759.09
March 31, 2025	170,312	137,046	80.5	770.79

Reference: Shareholders' equity: As of March 31, 2026: 133,056 million yen As of March 31, 2025: 137,046 million yen

(3) Consolidated cash flows

Fiscal year ended	Net cash provided by operating activities	Net cash used in investing activities	Net cash used in financing activities	Cash and cash equivalents at the end of the fiscal year
	millions of yen	millions of yen	millions of yen	millions of yen
March 31, 2026	7,693	(22,884)	(14,240)	44,541
March 31, 2025	31,866	(14,552)	(13,825)	72,837

2. Dividends

	Annual dividends					Total dividends	Payout ratio (Consolidated)	Dividends on net assets (Consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total			
Fiscal year ended/ending	yen	yen	yen	yen	yen	millions of yen	%	%
March 31, 2025	-	25.00	-	25.00	50.00	8,928	45.5	6.7
March 31, 2026	-	25.00	-	25.00	50.00	8,824	100.5	6.5
March 31, 2027(Forecast)	-	25.00	-	25.00	50.00		87.6	

Note: Revision of the latest dividends forecast: No

3. Consolidated earnings forecast for the fiscal year ending March 31, 2027 (From April 1, 2026 to March 31, 2027)

(Percentage represents change from the same period of the previous fiscal year)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Basic earnings per share
	millions of yen	%	millions of yen	%	millions of yen	%	millions of yen	%	yen
Fiscal Year ending March 31, 2027	215,000	7.1	14,000	13.3	14,000	19.1	10,000	14.5	57.05

※ Notes

(1) Significant changes in the scope of consolidation during the current reporting period: No

(2) Changes in accounting policies, accounting estimates and retrospective restatements for consolidated financial statements

- ① Changes in accounting policies due to revisions of the accounting standards and other regulations: No
- ② Changes arising from factors other than ①: No
- ③ Changes in accounting estimates: No
- ④ Retrospective restatements: No

(3) Number of issued shares (Common stock)

① Number of shares issued at the end of the period (including treasury stock)	As of March 31, 2026	179,968,630	As of March 31, 2025	179,756,405
② Number of treasury stock held at the end of the period	As of March 31, 2026	4,688,869	As of March 31, 2025	2,017,427
③ Average number of shares during the period	Fiscal year ended March 31, 2026	175,560,577	Fiscal year ended March 31, 2025	178,543,635

Note: The Company has introduced the stock compensation plans, the officer compensation BIP Trust and the stock grant ESOP Trust during the fiscal year ended March 31, 2026.

The number of treasury stock at the end of the period includes 506,300 shares held by the officer compensation BIP trust account and 705,700 shares held by the stock grant ESOP trust account. Treasury stock held by the officer compensation BIP Trust account and the stock grant ESOP Trust account are included in treasury stock deducted from the calculation of the average number of shares during the period (269,102 shares of the officer compensation BIP Trust account and 375,084 shares of the stock grant ESOP Trust account).

(Reference) Non-consolidated financial results

1. Non-consolidated financial results for the fiscal year ended March 31, 2026 (From April 1, 2025 to March 31, 2026)

(1) Non-consolidated financial results (Percentage represents change from the same period of the previous fiscal year)

Fiscal year ended	Net sales		Operating income		Ordinary income		Profit	
	millions of yen	%	millions of yen	%	millions of yen	%	millions of yen	%
March 31, 2026	198,889	6.0	9,493	(56.8)	10,766	(53.6)	8,329	(53.6)
March 31, 2025	187,714	(14.8)	21,958	(35.4)	23,213	(36.7)	17,963	(31.7)

Fiscal year ended	Basic earnings per share	Diluted earnings per share
	yen	yen
March 31, 2026	47.44	47.16
March 31, 2025	100.61	99.65

(2) Non-consolidated financial position

As of	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	millions of yen	millions of yen	%	yen
March 31, 2026	151,128	122,756	81.2	700.33
March 31, 2025	157,599	128,085	81.3	720.38

Reference: Shareholders' equity: As of March 31, 2026: 122,756 million yen As of March 31, 2025: 128,085 million yen

※ These fiscal consolidated financial results are not subject to the review procedure of external auditors' review.

※ Explanation of the proper use of earnings forecast and other special notes

These materials may contain forward-looking statements that are based on management's current information, actual results may differ materially from these forward-looking statements for various reasons. For information regarding the assumptions used to prepare the forecast and cautionary note of the forecast, please refer to "1. Overview of operating results (4) Outlook" on page 4 for more details.

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1. Overview of operating results

The Group (“the Group”, “the Company”, “we” and “our” refer to Socionext Inc., and its consolidated subsidiaries, or Socionext Inc. on a non-consolidated basis, as the context may require) has been acquiring more design wins in its focus areas including automotive, data center & networking and smart devices. This success is due to the transformation of the business model, shift of focus areas to high-growth and cutting-edge business areas where more global large-scale businesses are expected, as well as structural reform including bold transformation in business structure since April 2018 (which we refer to as phase 1 transformation). Through the transformation, we have acquired design win amount (a foreign exchange assumption of 120 yen to the U.S. dollar has been used) of 300 billion yen from the fiscal year ended March 31, 2023, and further expanded to roughly 360 billion yen during the fiscal year ended March 31, 2025, an increase from the design win amount of roughly 110 billion yen for the fiscal year ended March 31, 2019. The design win amount was 310 billion yen for the fiscal year ended March 31, 2026, with large-scale projects secured primarily in data center & networking area, though the amount was below the prior year. Additionally, the acquired design wins have entered the mass production stage and are steadily contributing to net sales.

We are also proceeding with our next stage of transformation, which we call phase 2 transformation. This phase aims to establish a competitive R&D structure and create a dynamic business culture as a global company. We are intensifying our efforts to transform our corporate systems, organizational structures, and employee awareness through ongoing communication with global customers, players in the semiconductor ecosystem, investors and other parties.

We established the Global Leading Group, aiming to create a structure tasked with the development of custom SoC and establishment of platform in advanced technology areas. With the Global Leading Group at the core, we have been working to establish a computer-architecture-based design and development platform as well as standard design and development processes suitable for the “Solution SoC” business model. During the fiscal year ended March 31, 2026, we further strengthened the Global Leading Group by establishing and consolidating engineering teams responsible for system implementation such as AI processing, as well as engineering teams addressing mass production technology and quality issues. In parallel with these initiatives, we have been proactively promoting greater efficiency and visibility in development, together with reforms in development management.

As we acquired design wins of large-scale projects for advanced development over the past few years, we have strengthened our relationships with global companies that form the ecosystem across the semiconductor industry. We have particularly made progress in joint development projects in advanced technology areas by establishing and enhancing management-level relationships with global companies based in North America and Taiwan and so on.

Our research and development costs consist of both upfront investments in advanced technologies for acquiring design wins in our focus areas and investments in product development linked to acquired design wins. Our research and development costs were 58,508 million yen for the fiscal year ended March 31, 2026, decreased by 2.2% from the fiscal year ended March 31, 2025. In upfront development, to utilize the latest advanced technologies in the evolving ecosystem, we closely collaborate with global SoC ecosystem partners and actively invest in process technologies, chiplet, advanced packaging technologies, application of latest EDA tools, as well as building of development platform. Furthermore, we have built an advanced chiplet development platform and began offering chiplet design library customizable at the register transfer level (RTL).

Moving forward, we will continue to be engaged in advanced technologies including the adoption of AI for design and development processes.

The Group identifies materiality to be addressed with a sense of priority and promotes sustainability activities. As a result of our efforts to address each of our material issues, during the fiscal year ended March 31, 2026, we received external evaluation from “NIKKEI’s GX (Green Transformation)500 Decarbonization Management Ranking”, “NIKKEI Smart Work Management Survey”, “NIKKEI SDGs Management Survey”, and so on.

Furthermore, the Company has been included in four out of six sustainability indices recognized by the Government Pension Investment Fund (GPIF) including “FTSE Blossom Japan Index”.

The Group has a single segment primarily of SoC developed with the “Solution SoC” business model.

(1) Overview of operating results for the fiscal year ended March 31, 2026

The global economy remained uncertain during the fiscal year ended March 31, 2026, due to concerns over energy supply caused by increasing geopolitical risks, including the prolonged war in Ukraine and the escalation of military conflicts in the Middle East, unpredictability surrounding U.S. tariffs and economic policy, as well as stagnant domestic demand in China. On the other hand, investment in data center infrastructure expanded against the backdrop of growing demand for AI. In the foreign exchange market, the Japanese yen appreciated during the 3 months ended June 30, 2025, but shifted to a depreciation since then.

The consolidated net sales for the fiscal year ended March 31, 2026 were 200,834 million yen, increased by 6.5% from the fiscal year ended March 31, 2025. Our net sales consist primarily of product revenue from the applicable products which entered the mass production stage and NRE revenue received from customers based on costs incurred in scheduled milestones during the design and development process. Product revenue was 161,792 million yen, increased by 10.4% from the fiscal year ended March 31, 2025, driven by increased sales of newly mass-produced automotive products for Chinese market and certain industrial equipment from the 3 months ended September 30, 2025 onward, despite a decline in demand for telecommunications equipment in Chinese market. NRE revenue was 38,325 million yen, decreased by 6.6% from the fiscal year ended March 31, 2025.

[Net sales]	(millions of yen)	
	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026
Semiconductor products (product revenue)	146,578	161,792
Non-recurring engineering (NRE revenue)	41,019	38,325
Other	938	717
Total	188,535	200,834

Cost of sales for the fiscal year ended March 31, 2026 was 111,057 million yen, increased by 31.2% from the fiscal year ended March 31, 2025. Gross profit was 89,777 million yen, decreased by 13.6% from the fiscal year ended March 31, 2025. This is mainly due to higher product cost ratio resulting from newly mass-produced products with relatively low product gross margin. Selling, general and administrative expenses were 77,423 million yen, decreased by 1.9% from the fiscal year ended March 31, 2025. Selling, general and administrative expenses remained in line with the previous fiscal year ended March 31, 2025, due to factors including aggressive upfront investment in technology development.

As a result, operating income was 12,354 million yen, decreased by 50.6% from the fiscal year ended 2025. In addition to foreign exchange losses and other factors, ordinary income was 11,756 million yen, decreased by 53.2% from the fiscal year ended March 31, 2025. Profit attributable to owners of parent was 8,733 million yen, decreased by 55.4% from the fiscal year ended March 31, 2025.

The Japanese yen/U.S. dollar average exchange rate for the fiscal year ended March 31, 2026 was 150.8 yen to the U.S. dollar, an appreciation of 1.8 yen compared to the fiscal year ended March 31, 2025.

(2) Overview of financial position for the fiscal year ended March 31, 2026

(Assets)

Current assets as of March 31, 2026 was 122,819 million yen, decreased by 3,471 million yen from the end of the previous fiscal year ended March 31, 2025. This is mainly due to the decrease in cash and cash equivalents resulting from inventories procurement related to newly mass-produced products, as well as the purchases of treasury stock and the payment of dividends which exceeded profit for the fiscal year ended March 31, 2026.

Non-current assets as of March 31, 2026 was 44,804 million yen, increased by 782 million yen from the end of the previous fiscal year. This is mainly due to the capital investment in connection with product development of acquired design wins, including the acquisition of reticles and test boards, the enhancement of evaluation equipment, as well as the acquisition of IP, etc.

As a result, total assets as of March 31, 2026 was 167,623 million yen, decreased by 2,689 million yen from the end of the previous fiscal year.

(Liabilities)

Current liabilities as of March 31, 2026 was 32,520 million yen, increased by 1,249 million yen from the end of the previous fiscal year. This is mainly due to the increase in accounts payable-trade related to manufacturing procurement of newly mass-produced products.

As a result, total liabilities as of March 31, 2026 was 34,567 million yen, increased by 1,301 million yen from the end of the previous

fiscal year.

(Net assets)

Net assets as of March 31, 2026 was 133,056 million yen, decreased by 3,990 million yen from the end of the previous fiscal year. This is mainly due to purchase of treasury stock of 5,000 million yen (sum of 2,722,400 shares) and the payment of dividends of 8,854 million yen which in total exceeded profit attributable to owners of parent for the fiscal year ended March 31, 2026 of 8,733 million yen.

As a result, the shareholders' equity ratio has been 79.4%, decreased by 1.1 percent points from the end of the previous fiscal year.

(3) Overview of cash flows for the fiscal year ended March 31, 2026

Cash and cash equivalents as of March 31, 2026 was 44,541 million yen, decreased by 28,296 million yen from the fiscal year ended March 31, 2025.

Net cash provided by operating activities was 7,693 million yen for the fiscal year ended March 31, 2026, compared to 31,866 million yen provided for the fiscal year ended March 31, 2025. The decrease in net cash provided by operating activities is mainly due to a decrease in gross profit resulting from newly mass-produced products with relatively low gross margins, and an increase in inventory purchases related to the start of mass production.

Net cash used in investing activities was 22,884 million yen for the fiscal year ended March 31, 2026, compared to 14,552 million yen used for the fiscal year ended March 31, 2025. This is mainly due to the purchases for product development of acquired design wins, consisted of 14,855 million yen of property, plant and equipment including reticles and test boards as well as the enhancement of evaluation equipment, and 8,052 million yen of intangible assets primarily IP.

Net cash used in financing activities was 14,240 million yen for the fiscal year ended March 31, 2026, compared to 13,825 million yen used for the fiscal year ended March 31, 2025. This is due to purchases of treasury stock of 5,000 million yen and payment of the dividends of 8,854 million yen.

Besides, in response to fluctuations in customer demand, as well as to address global economic slowdown and geopolitical risks, the Company entered an additional commitment line agreement of 10,000 million yen, effective from July 2025, in addition to existing commitment agreements of 20,000 million yen. As of March 31, 2026, the commitment lines of total 30,000 million yen were unused.

(4) Outlook

The Company expects consolidated net sales for the next fiscal year ending March 31, 2027 to be 215,000 million yen, increased by 7.1% compared to the current fiscal year ended March 31, 2026, considering the factors such as the expansion of mass-produced automotive products for Chinese market that entered mass production in current fiscal year, as well as the start of new mass-production for U.S. automotive and data center products from the second half of the fiscal year ending March 31, 2027. Consolidated operating income is expected to be 14,000 million yen, increased by 13.3% from the current fiscal year. Profit attributable to owners of parent is expected to be 10,000 million yen, increased by 14.5% from the current fiscal year. Although product gross margin is expected to decline due to factors such as changes in product mix, the Company expects higher profit as gross profit increases driven by higher net sales from newly mass-produced products. Besides, our outlook is based on foreign exchange assumption of 130 yen to the U.S. dollar.

The forecast above may contain forward-looking statements that are based on management's current information, actual results may differ materially for various reasons including actual operating conditions and foreign exchange rate fluctuations.

2. Basic policy regarding selection of accounting standards

The Group will prepare consolidated financial documents in accordance with Japanese GAAP, with consideration for comparability across multiple reporting periods and multiple entities.

We will work on the adoption of International Financial Reporting Standards (IFRS), taking various domestic and international situation into consideration.

3. Consolidated financial statements and principal notes

(1) Consolidated balance sheets

(Millions of yen)

	As of March 31, 2025	As of March 31, 2026
Assets		
Current assets		
Cash on hand and in banks	72,837	39,541
Accounts receivable-trade, net	31,609	36,875
Securities	-	5,000
Finished goods	6,388	9,957
Work in process	10,650	21,128
Accounts receivable-other	866	4,422
Advance payments to suppliers	2,108	2,036
Prepaid expenses	1,800	3,077
Other current assets	32	783
Total current assets	126,290	122,819
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	2,462	2,222
Machinery, equipment and vehicles, net	65	91
Tools, furniture and fixtures, net	19,667	21,158
Construction in progress	144	408
Total property, plant and equipment	22,338	23,879
Intangible assets		
Technology assets	12,373	13,236
Other intangible assets	2,035	1,906
Total intangible assets	14,408	15,142
Investments and other assets		
Investment securities	0	0
Deferred tax assets	6,124	4,624
Other assets	1,152	1,159
Total investments and other assets	7,276	5,783
Total non-current assets	44,022	44,804
Total assets	170,312	167,623

(Millions of yen)

	As of March 31, 2025	As of March 31, 2026
Liabilities		
Current liabilities		
Accounts payable-trade	11,936	15,789
Accounts payable-other	4,597	3,950
Accrued expenses	7,412	5,613
Income taxes payable	3,361	1,553
Other current liabilities	3,965	5,615
Total current liabilities	31,271	32,520
Long-term liabilities		
Provision for share awards	-	126
Asset retirement obligations	350	356
Other long-term liabilities	1,645	1,565
Total long-term liabilities	1,995	2,047
Total liabilities	33,266	34,567
Net assets		
Shareholders' equity		
Common stock	32,971	33,020
Deposits for subscriptions of shares	46	3
Capital surplus	32,971	33,930
Retained earnings	74,252	74,131
Treasury stock	(5,003)	(10,773)
Total shareholders' equity	135,237	130,311
Accumulated other comprehensive income		
Foreign currency translation adjustments	1,809	2,745
Total accumulated other comprehensive income	1,809	2,745
Total net assets	137,046	133,056
Total liabilities and net assets	170,312	167,623

(2) Consolidated statements of income and comprehensive income

Consolidated statements of income

(Millions of yen)

	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026
Net sales	188,535	200,834
Cost of sales	84,616	111,057
Gross profit	103,919	89,777
Selling, general and administrative expenses	78,919	77,423
Operating income	25,000	12,354
Non-operating income		
Interest income	405	380
Other income	41	26
Total non-operating income	446	406
Non-operating expenses		
Foreign exchange losses	250	903
Other expenses	78	101
Total non-operating expenses	328	1,004
Ordinary income	25,118	11,756
Extraordinary income		
Gain on sale of non-current assets	1,790	-
Total extraordinary income	1,790	-
Extraordinary losses		
Impairment losses	1,531	-
Total extraordinary losses	1,531	-
Profit before income taxes	25,377	11,756
Income taxes-current	5,175	1,475
Income taxes-deferred	602	1,548
Total income taxes	5,777	3,023
Profit	19,600	8,733
Profit attributable to owners of parent	19,600	8,733

Consolidated statements of comprehensive income

(Millions of yen)

	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026
Profit	19,600	8,733
Other comprehensive income		
Foreign currency translation adjustments	(213)	936
Total other comprehensive income	(213)	936
Comprehensive income	19,387	9,669
Comprehensive income attributable to:		
Owners of parent	19,387	9,669

(3) Consolidated statements of changes in net assets

For the fiscal year ended March 31, 2025

(Millions of yen)

	Shareholders' equity					
	Common stock	Deposits for subscriptions of shares	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance as of April 1, 2024	32,656	85	32,656	63,604	(3)	128,998
Changes during the year						
Issuance of new shares (exercise of stock options)	235	(39)	236			432
Issuance of new shares (exercise of share award rights)	80		79			159
Dividends paid				(8,952)		(8,952)
Profit attributable to owners of parent				19,600		19,600
Purchase of treasury stock					(5,000)	(5,000)
Net changes in items other than shareholders' equity						-
Total changes during the year	315	(39)	315	10,648	(5,000)	6,239
Balance as of March 31, 2025	32,971	46	32,971	74,252	(5,003)	135,237

	Accumulated other comprehensive income		Total net assets
	Foreign currency translation adjustments	Total accumulated other comprehensive income	
Balance as of April 1, 2024	2,022	2,022	131,020
Changes during the year			
Issuance of new shares (exercise of stock options)			432
Issuance of new shares (exercise of share award rights)			159
Dividends paid			(8,952)
Profit attributable to owners of parent			19,600
Purchase of treasury stock			(5,000)
Net changes in items other than shareholders' equity	(213)	(213)	(213)
Total changes during the year	(213)	(213)	6,026
Balance as of March 31, 2025	1,809	1,809	137,046

For the fiscal year ended March 31, 2026

(Millions of yen)

	Shareholders' equity					
	Common stock	Deposits for subscriptions of shares	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance as of April 1, 2025	32,971	46	32,971	74,252	(5,003)	135,237
Changes during the year						
Issuance of new shares (exercise of stock options)	49	(43)	49			55
Dividends paid				(8,854)		(8,854)
Profit attributable to owners of parent				8,733		8,733
Purchase of treasury stock					(5,000)	(5,000)
Disposal of treasury stock and other			910		(770)	140
Net changes in items other than shareholders' equity						-
Total changes during the year	49	(43)	959	(121)	(5,770)	(4,926)
Balance as of March 31, 2026	33,020	3	33,930	74,131	(10,773)	130,311

	Accumulated other comprehensive income		Total net assets
	Foreign currency translation adjustments	Total accumulated other comprehensive income	
Balance as of April 1, 2025	1,809	1,809	137,046
Changes during the year			
Issuance of new shares (exercise of stock options)			55
Dividends paid			(8,854)
Profit attributable to owners of parent			8,733
Purchase of treasury stock			(5,000)
Disposal of treasury stock and other			140
Net changes in items other than shareholders' equity	936	936	936
Total changes during the year	936	936	(3,990)
Balance as of March 31, 2026	2,745	2,745	133,056

(4) Consolidated statements of cash flows

(Millions of yen)

	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026
Cash flows from operating activities		
Profit before income taxes	25,377	11,756
Depreciation and amortization	16,237	16,902
Impairment losses	1,531	-
Interest and dividend income	(405)	(380)
Loss on retirement of non-current assets	1,059	1,133
Loss (gain) on sale of non-current assets	(1,790)	-
Decrease (increase) in accounts receivable	3,800	(3,418)
Decrease (increase) in inventories	8,466	(14,047)
Increase (decrease) in accounts payable	(3,764)	2,112
Decrease (increase) in other assets	3,547	(5,430)
Increase (decrease) in other liabilities	(14,240)	(465)
Other	194	2,375
Subtotal	40,012	10,538
Interest and dividends received	405	380
Income taxes paid	(8,551)	(3,225)
Net cash provided by (used in) operating activities	31,866	7,693
Cash flows from investing activities		
Purchases of property, plant and equipment	(12,758)	(14,855)
Purchases of intangible assets	(3,821)	(8,052)
Proceeds from sale of non-current assets	2,363	-
Other	(336)	23
Net cash used in investing activities	(14,552)	(22,884)
Cash flows from financing activities		
Repayments of lease obligations	(464)	(442)
Proceeds from exercise of stock options	386	53
Deposits for subscriptions of shares	46	3
Proceeds from exercise of share award rights	159	-
Purchases of treasury stock	(5,000)	(5,000)
Dividends paid	(8,952)	(8,854)
Net cash used in financing activities	(13,825)	(14,240)
Effect of exchange rate changes on cash and cash equivalents	(390)	1,135
Increase (decrease) in cash and cash equivalents	3,099	(28,296)
Cash and cash equivalents at the beginning of the fiscal year	69,738	72,837
Cash and cash equivalents at the end of the fiscal year	72,837	44,541

(5) Notes to consolidated financial statements

Assumptions of a going concern

None.

Segment information

1. Fiscal year ended March 31, 2025

(From April 1, 2024 to March 31, 2025)

The Group has a single segment primarily of SoC developed with the “Solution SoC” business model.

2. Fiscal year ended March 31, 2026

(From April 1, 2025 to March 31, 2026)

The Group has a single segment primarily of SoC developed with the “Solution SoC” business model.

Per share information

(Yen)

	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026
Net assets per share	770.79	759.09
Basic earnings per share	109.78	49.74
Diluted earnings per share	108.73	49.44

Notes:

1. The bases for calculation of net assets per share:

(Millions of yen, unless otherwise stated)

	As of March 31, 2025	As of March 31, 2026
Total net assets	137,046	133,056
Deductions from total net assets	46	3
(Of which, deposits for subscriptions of shares)	(46)	(3)
Net assets attributable to common stock at the end of the fiscal year	137,000	133,053
Number of shares issued at the end of the period	179,756,405	179,968,630
Number of treasury stock held at the end of the period	2,017,427	4,688,869
Number of shares of common stock at the end of the fiscal year used for the calculation of net assets per share	177,738,978	175,279,761

2. The bases for calculation of net income per share and diluted earnings per share:

(Millions of yen, unless otherwise stated)

	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026
Basic earnings per share		
Basic profit attributable to owners of parent	19,600	8,733
Profit not attributable to common shareholders	-	-
Profit attributable to owners of the parent related to common stock	19,600	8,733
Average number of shares of common stock during the period	178,543,635	175,560,577
Diluted earnings per share		
Adjustment to profit attributable to owners of parent	-	-
Number of shares of common stock increased	1,722,578	1,063,453
Summary of potential shares not included in the calculation of diluted earnings per share due to their anti-dilutive effect	-	-

3. The Company has introduced the stock compensation plans, the officer compensation BIP Trust and the stock grant ESOP Trust during the fiscal year ended March 31, 2026. Treasury stock held by the officer compensation BIP Trust account and the stock grant ESOP Trust account are included in treasury stock deducted from shares issued at the end of the period for the calculation of net assets per share (506,300 shares of the officer compensation BIP Trust account and 705,700 shares of the stock grant ESOP Trust account).

In addition, Treasury stock held by the officer compensation BIP Trust account and the stock grant ESOP Trust account are included in treasury stock deducted from the average number of shares during the period for the calculation of basic earnings per share (269,102 shares of the officer compensation BIP Trust account and 375,084 shares of the stock grant ESOP Trust account).

Subsequent Events

None.