

September 19, 2025

Consolidated Financial Results for the Three Months Ended August 20, 2025 (Under Japanese GAAP)



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 Listing: Tokyo Stock Exchange
 Securities code: 6905
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 Scheduled date to commence dividend payments: —
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: None

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated financial results for the three months ended August 20, 2025 (from May 21, 2025 to August 20, 2025)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Three months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
August 20, 2025	5,075	(39.6)	(389)	—	(79)	—	(68)	—
August 20, 2024	8,409	(19.1)	578	(72.0)	464	(79.5)	293	(82.5)

Note: Comprehensive income For the three months ended August 20, 2025: ¥505 million [445.8%]
 For the three months ended August 20, 2024: ¥92 million [(95.3)%]

	Earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
August 20, 2025	(1.67)	—
August 20, 2024	8.00	—

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
August 20, 2025	59,239	55,189	93.2	1,341.70
May 20, 2025	59,998	55,836	93.1	1,357.41

Reference: Equity
 As of August 20, 2025: ¥55,189 million
 As of May 20, 2025: ¥55,836 million

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 May 20, 2025	—	27.00	—	28.00	55.00
Fiscal year ending May 20, 2026	—				
Fiscal year ending May 20, 2026 (Forecast)		27.00	—	28.00	55.00

Note: Revisions to the forecast of cash dividends most recently announced: None

3. Consolidated financial forecast for the year ending May 20, 2026 (from May 21, 2025 to May 20, 2026)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending November 20, 2025	14,728	(0.9)	628	(1.0)	713	20.0	406	45.7	10.14
Fiscal year ending May 20, 2026	33,325	23.2	2,626	318.1	2,793	277.0	1,907	—	47.65

Note: Revisions to the financial forecast most recently announced: None

*** Notes**

- (1) Significant changes in the scope of consolidation during the period: None
- (2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: None
- (3) Changes in accounting policies, changes in accounting estimates, and restatement
- 1) Changes in accounting policies due to revisions to accounting standards and other regulations: None
 - 2) Changes in accounting policies due to other reasons: None
 - 3) Changes in accounting estimates: None
 - 4) Restatement: None
- (4) Number of issued shares (common shares)

- 1) Total number of issued shares at the end of the period (including treasury shares)

As of August 20, 2025	41,186,100 shares
As of May 20, 2025	41,186,100 shares

- 2) Number of treasury shares at the end of the period

As of August 20, 2025	51,930 shares
As of May 20, 2025	51,930 shares

- 3) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Three months ended August 20, 2025	41,134,170 shares
Three months ended August 20, 2024	36,723,542 shares

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

- * Proper use of earnings forecasts, and other special matters

(Caution concerning forward-looking statements)

The forward-looking statements such as result forecasts included in this document are based on the information currently available to the Company at the time of the announcement and on certain assumptions considered reasonable, and the Company makes no representations as to their achievability. Actual results may differ substantially due to various factors.

(Changing the display unit of the amount)

Previously, amounts for items and other matters presented in our quarterly consolidated financial statements were stated in units of thousands of yen. However, starting from the current first quarter consolidated accounting period and the cumulative period of the first quarter, we have changed to presenting amounts in units of millions of yen.

For ease of comparison, amounts for the previous consolidated fiscal year and the cumulative period of the previous first quarter have also been restated in units of millions of yen.

(Availability of supplementary material on financial results)

Supplementary material on financial results is disclosed via TDnet on the same day as the date of this document. Said material is also scheduled to be posted on our website on the same day.

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1. Overview of operating results, etc.

(1) Overview of operating results for the period

During the consolidated cumulative period of the first quarter, the global economy maintained solid growth overall. In major countries such as Japan and the EU, uncertainty about the future slightly eased due to agreements to reduce mutual tariffs with the United States. However, concerns about economic slowdown have expanded, as U.S. tariff policies continue to weigh heavily. In the U.S., personal consumption weakened and the growth pace slowed, while in Europe, moderate growth continued against a backdrop of price stability. In China, the economy remained resilient due to government stimulus measures, and in Japan, a modest recovery was observed, supported by domestic demand expansion such as private investment and steady exports.

In the electronics industry, demand for semiconductors for servers and data centers continued to grow, driven by the promotion of digitalization through AI utilization. However, rising U.S.-China tariff risks affected investment decisions, resulting in sluggish capital investment in the industrial equipment market. In the automotive market, stagnation in electric vehicle demand persisted, leading to a decline in demand for parts and capital investment.

Under these circumstances, our group focused on expanding sales through customer visits, strengthening collaboration between the sales and development departments, and actively proposing new products to key customers. Regarding collaboration with LITE-ON TECHNOLOGY CORPORATION (“LITEON”), we promoted joint development and announced the first product of the new brand “COSELSYNC.” — the “CXLA Series” — while working to expand sales of both “COSELSYNC.” and LITEON products.

In regard to new products, we have launched two new models, “PDA300F” and “PDA600F,” to expand our “PDA Series” of unit-type single output AC-DC power supplies, which can be used in a wide range of fields including FA control equipment, measuring instruments, indicators, and semiconductor production machinery. With these additions, the series now consists of seven models in total, including existing ones.

In addition, we have added four new models—“MUS6,” “MUW6,” “MUS10,” and “MUW10”—to our low-profile, compact, general-purpose DC-DC converter “MU Series.” This expansion has resulted in a more diverse lineup, enhancing our ability to meet a wide range of customer needs. Furthermore, we have launched the high input voltage power module “DCS1400B” to the market.

With regard to financial results during the consolidated cumulative period of the first quarter, orders received amounted to ¥5,100 million (up 25.4% year-on-year), and net sales were ¥5,075 million (down 39.6% year-on-year). In terms of profit, due to the decline in net sales and resulting decrease in profitability, operating loss was ¥389 million (operating profit of ¥578 million in the same period of the previous fiscal year). In addition, due to foreign exchange effects and other factors, ordinary loss was ¥79 million (ordinary profit of ¥464 million in the same period of the previous fiscal year), and due to reduced total income tax burden, loss attributable to owners of parent was ¥68 million (profit attributable to owners of parent of ¥293 million in the same period of the previous fiscal year).

The following are the financial results by segment.

(i) Japan Production and Sales Business

In Japan, driven by the advancement of digitalization in society through the utilization of AI, certain segments of semiconductor production equipment have experienced a recovery in demand and progress in inventory reduction. Consequently, orders have shown a gradual upward trend. However, due to the continued impact of excessive inventory, many customers have maintained order adjustments, and the prolonged delay in the recovery of new orders has resulted in a decline in sales.

With regard to sales activities, we have continued to strengthen information sharing with dealers, while focusing on expanding sales through door-to-door visits, particularly for new products. In addition, we have promoted cross-selling of LITEON products.

As a result, sales to external customers came to ¥2,651 million (down 52.8% year on year), and segment loss was ¥291 million (segment profit of ¥437 million in the same period of the previous fiscal year).

(ii) North America Sales Business

In the United States, inventory levels at customers remained high due to shipments made in response to increased production in the previous consolidated fiscal year. In addition, uncertainty stemming from U.S. tariff policies prolonged the demand adjustment phase. As a result of order adjustments by customers, new orders declined significantly, leading to a substantial decrease in sales.

With regard to sales activities, we have continued to focus on expanding sales in collaboration with sales representatives. In particular, we have strengthened promotional efforts for new products through the use of videos. Additionally, we have actively worked to expand sales of “COSELSYNC.” and LITEON products.

As a result, sales to external customers came to ¥313 million (down 35.4% year on year), and segment loss was ¥15 million (segment profit of ¥56 million in the same period of the previous fiscal year).

(iii) Europe Production and Sales Business

In Europe, although concerns over economic uncertainty have somewhat subsided, the market continues to undergo a phase of demand adjustment. While new orders remained flat due to ongoing order adjustments by customers, sales were maintained at the same level as the corresponding period of the previous year.

With regard to sales activities, we have increased sales expansion activities through both door-to-door based sales and teleworking.

As a result, sales to external customers came to ¥1,520 million (up 1.3% year on year), and segment loss was ¥184 million (segment loss of ¥174 million in the same period of the previous fiscal year).

(iv) Asia Sales Business

In Asia, a phase of demand adjustment has continued due to the impact of tariff trends between the U.S. and China, and orders remained sluggish amid uncertainty about the future. Sales declined as new orders decreased, reflecting order adjustments by customers.

With regard to sales activities, we continued to engage in web marketing to promote new product sales and develop new business opportunities.

As a result, sales to external customers came to ¥589 million (down 26.3% year on year), and segment profit was ¥17 million (down 39.8% year on year).

(v) China Production Business

In the China Production Business, production volume has declined due to sluggish orders for existing products and new products launched in the previous fiscal year. However, we are seeing signs of recovery in orders and expect further improvement going forward.

Amid these circumstances, we are promoting production improvement initiatives under the themes of “enhancing productivity,” “improving quality,” and “reducing costs.” We continue to work on building a flexible production system that can accommodate future increases in production.

As a result, intersegment sales came to ¥380 million (down 29.9% year on year), and segment loss was ¥13 million (segment profit of ¥55 million in the same period of the previous fiscal year).

(Reference) Financial results by product

1) Orders received and backlog of orders received

	Three months ended August 20, 2025		As of August 20, 2025	
	Orders received (Millions of yen)	Year-on-year change (%)	Backlog of orders received (Millions of yen)	Year-on-year change (%)
COSEL products (*1)				
Unit power supplies	2,304	21.1	3,344	(46.8)
Onboard power supplies	1,379	46.7	1,665	(48.0)
EMI filters	256	61.2	200	(32.2)
PRBX products (*2)	1,159	8.9	4,005	7.1
Total	5,100	25.4	9,215	(31.9)

2) Net sales

	Three months ended August 20, 2025	
	Net sales (Millions of yen)	Year-on-year change (%)
COSEL products (*1)		
Unit power supplies	2,423	(45.8)
Onboard power supplies	1,232	(50.9)
EMI filters	258	(3.0)
PRBX products (*2)	1,160	0.2
Total	5,075	(39.6)

(*1) From the third quarter of the previous fiscal year onward, figures include the results of cross-selling activities with LITE-ON TECHNOLOGY CORPORATION.

(*2) PRBX products: Products developed, manufactured and sold by Powerbox International AB

(2) Overview of financial position for the period

(Assets)

Current assets as of August 20, 2025, were ¥46,907 million, down ¥853 million from the end of the previous fiscal year. This was mainly due to increases of ¥226 million in cash and deposits, ¥100 million in securities, and ¥86 million in other assets, despite a decrease of ¥937 million in notes and accounts receivable – trade, ¥208 million in electronically recorded monetary claims - operating, and ¥122 million in inventories.

Non-current assets were ¥12,332 million, up ¥94 million from the end of the previous fiscal year. This was mainly due to an increase in ¥101 million in total investments and other assets, including investment securities.

As a result, total assets were ¥59,239 million, down ¥758 million from the end of the previous fiscal year.

(Liabilities)

Current liabilities as of August 20, 2025, were ¥2,708 million, down ¥122 million from the end of the previous fiscal year. This was mainly due to a decrease of ¥112 million in the provision for bonuses.

Non-current liabilities were ¥1,341 million, up ¥10 million from the end of the previous fiscal year.

As a result, total liabilities were ¥4,049 million, down ¥112 million from the end of the previous fiscal year.

(Net assets)

Total net assets as of August 20, 2025, were ¥55,189 million, down ¥646 million from the end of the previous fiscal year. This was due to an increase of ¥573 million in total accumulated other comprehensive income, despite a decrease of ¥1,220 million in total shareholders' equity. The increase in total accumulated other comprehensive income was mainly due to an increase of ¥148 million in valuation difference on available-for-sale securities and ¥455 million in foreign currency translation adjustments. The decrease in total shareholders' equity was due to the recording of loss attributable to owners of parent of ¥68 million, dividends of surplus of ¥1,151 million, etc.

As a result, the equity-to-asset ratio was 93.2% (93.1% as of the end of the previous fiscal year).

(3) Explanation of consolidated financial forecasts and other forward-looking statements

No changes have been made to the half-year and the full-year consolidated financial forecasts in the "Consolidated Financial Results for the Fiscal Year Ended May 20, 2025" announced on June 18, 2025.

2. Quarterly consolidated financial statements

(1) Quarterly consolidated balance sheets

(Millions of yen)

	As of May 20, 2025	As of August 20, 2025
Assets		
Current assets		
Cash and deposits	27,789	28,015
Notes and accounts receivable - trade	5,664	4,727
Electronically recorded monetary claims - operating	1,517	1,309
Securities	300	400
Merchandise and finished goods	3,081	3,391
Work in process	662	792
Raw materials and supplies	7,494	6,932
Other	1,255	1,342
Allowance for doubtful accounts	(4)	(3)
Total current assets	47,760	46,907
Non-current assets		
Property, plant and equipment		
Buildings and structures	7,530	7,626
Accumulated depreciation	(4,081)	(4,168)
Buildings and structures, net	3,449	3,457
Machinery, equipment and vehicles	8,010	8,056
Accumulated depreciation	(6,514)	(6,630)
Machinery, equipment and vehicles, net	1,496	1,425
Tools, furniture and fixtures	6,907	6,975
Accumulated depreciation	(6,155)	(6,238)
Tools, furniture and fixtures, net	752	737
Land	1,276	1,276
Leased assets	638	670
Accumulated depreciation	(371)	(416)
Leased assets, net	267	254
Construction in progress	26	115
Total property, plant and equipment	7,268	7,266
Intangible assets		
Software	20	21
Software in progress	56	60
Technical assets	226	216
Customer relationship	686	689
Goodwill	45	43
Other	5	5
Total intangible assets	1,040	1,036
Investments and other assets		
Investment securities	3,355	3,465
Retirement benefit asset	325	324
Deferred tax assets	55	47
Other	191	190
Total investments and other assets	3,927	4,028
Total non-current assets	12,237	12,332
Total assets	59,998	59,239

(Millions of yen)

	As of May 20, 2025	As of August 20, 2025
Liabilities		
Current liabilities		
Accounts payable - trade	1,027	949
Accounts payable - other	360	390
Lease liabilities	116	117
Income taxes payable	137	173
Provision for bonuses	283	170
Provision for product warranties	89	84
Other	816	822
Total current liabilities	2,830	2,708
Non-current liabilities		
Deferred tax liabilities	793	824
Retirement benefit liability	227	227
Lease liabilities	165	149
Other	145	140
Total non-current liabilities	1,331	1,341
Total liabilities	4,162	4,049
Net assets		
Shareholders' equity		
Share capital	6,042	6,042
Capital surplus	7,157	7,157
Retained earnings	40,876	39,656
Treasury shares	(57)	(57)
Total shareholders' equity	54,020	52,799
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	606	755
Foreign currency translation adjustment	1,089	1,544
Remeasurements of defined benefit plans	120	90
Total accumulated other comprehensive income	1,816	2,389
Total net assets	55,836	55,189
Total liabilities and net assets	59,998	59,239

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

Quarterly consolidated statements of income
Cumulative first quarter

(Millions of yen)

	Three months ended August 20, 2024	Three months ended August 20, 2025
Net sales	8,409	5,075
Cost of sales	5,971	3,777
Gross profit	2,437	1,297
Selling, general and administrative expenses	1,859	1,687
Operating profit (loss)	578	(389)
Non-operating income		
Interest income	21	24
Dividend income	31	33
Foreign exchange gains	-	198
Compensation income	71	53
Other	3	2
Total non-operating income	127	312
Non-operating expenses		
Interest expenses	5	1
Foreign exchange losses	200	-
Share issuance costs	35	-
Other	-	0
Total non-operating expenses	241	1
Ordinary profit (loss)	464	(79)
Extraordinary losses		
Loss on sale of non-current assets	0	-
Loss on retirement of non-current assets	0	0
Total extraordinary losses	0	0
Profit (loss) before income taxes	464	(79)
Income taxes - current	35	15
Income taxes - deferred	116	(26)
Total income taxes	151	(10)
Profit (loss)	313	(68)
Profit attributable to non-controlling interests	19	-
Profit (loss) attributable to owners of parent	293	(68)

Quarterly consolidated statements of comprehensive income
Cumulative first quarter

(Millions of yen)

	Three months ended August 20, 2024	Three months ended August 20, 2025
Profit (loss)	313	(68)
Other comprehensive income		
Valuation difference on available-for-sale securities	(37)	148
Foreign currency translation adjustment	(185)	455
Remeasurements of defined benefit plans, net of tax	1	(30)
Total other comprehensive income	(220)	573
Comprehensive income	92	505
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	69	505
Comprehensive income attributable to non-controlling interests	23	-

(3) Notes to quarterly consolidated financial statements

The Company's quarterly consolidated financial statements have been prepared in accordance with Article 4, paragraph 1 of the Standards for Preparation of Quarterly Financial Statements, etc. by Tokyo Stock Exchange Inc. and accounting standards for quarterly financial statements generally accepted in Japan (however, the omissions set forth in Article 4, paragraph 2 of the Standards for Preparation of Quarterly Financial Statements, etc. have been applied).

(Notes on segment information)**(1) Three months ended August 20, 2024 (from May 21, 2024 to August 20, 2024)****1) Information about net sales and profit (or loss) by reportable segment****(Millions of yen)**

	Reportable segments						Adjustments (Note 1)	Total amount recorded in quarterly consolidated statements of income (Note 2)
	Japan Production and Sales Business	North America Sales Business	Europe Production and Sales Business	Asia Sales Business	China Production Business	Total		
Net sales								
Sales to external customers	5,622	485	1,501	800	—	8,409	—	8,409
Intersegment sales	892	—	—	—	543	1,436	(1,436)	—
Total	6,515	485	1,501	800	543	9,846	(1,436)	8,409
Segment profit (loss)	437	56	(174)	29	55	404	173	578

- (Notes) 1. Adjustments for segment profit (or loss) of ¥173 million consists of elimination of intersegment transactions of ¥50 million and elimination of unrealized gain (loss) on non-current assets and inventories of ¥123 million.
2. Total segment profit (loss) and adjustments are consistent with operating profit as reported in the quarterly consolidated statements of income.

2) Information on impairment losses on non-current assets and goodwill by reportable segment

Not applicable.

(2) Three months ended August 20, 2025 (from May 21, 2025 to August 20, 2025)**1) Information about net sales and profit (or loss) by reportable segment****(Millions of yen)**

	Reportable segments						Adjustments (Note 1)	Total amount recorded in quarterly consolidated statements of income (Note 2)
	Japan Production and Sales Business	North America Sales Business	Europe Production and Sales Business	Asia Sales Business	China Production Business	Total		
Net sales								
Sales to external customers	2,651	313	1,520	589	—	5,075	—	5,075
Intersegment sales	731	—	—	—	380	1,112	(1,112)	—
Total	3,383	313	1,520	589	380	6,188	(1,112)	5,075
Segment profit (loss)	(291)	(15)	(184)	17	(13)	(486)	96	(389)

- (Notes) 1. Adjustments for segment profit (or loss) of ¥96 million consists of elimination of intersegment transactions of ¥30 million and elimination of unrealized gain (loss) on inventories of ¥66 million.
2. Total segment profit (loss) and adjustments are consistent with operating loss as reported in the quarterly consolidated statements of income.

2) Information on impairment losses on non-current assets and goodwill by reportable segment

Not applicable.

(Notes on significant changes in the amount of shareholders' equity)

Not applicable.

(Notes on going-concern assumptions)

Not applicable.

(Notes on quarterly consolidated statements of cash flows)

We have not prepared quarterly consolidated statements of cash flows for the three months. Depreciation (including amortization related to intangible assets excluding goodwill) and amortization of goodwill for the three months ended August 20, 2024 and 2025 are as follows.

	(Millions of yen)	
	Three months ended August 20, 2024	Three months ended August 20, 2025
Depreciation	348	336
Amortization of goodwill	5	3