Summary of Consolidated Financial Results for the Third Quarter Ended December 31, 2025 (Japanese GAAP)

February 6, 2026

Name of Listed Company: Tokyo Electron Limited　　Stock Exchange Listing: Tokyo
Security Code: 8035
URL: https://www.tel.com
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Scheduled start date of dividends payment: -
Preparation of supplementary materials for the financial results: Yes
Earnings release conference: Yes (for institutional investors and analysts)

Note: Amounts are rounded down to the nearest million yen.

1. Consolidated Financial Results for the Nine Months Ended December 31, 2025 (April 1, 2025 to December 31, 2025)

(1) Consolidated Operating Results (Cumulative)

Note: Percentages indicate changes from the same period of the previous fiscal year.

	Nine months ended			
	December 31, 2024		December 31, 2025	
		%		%
Net sales (Millions of yen)	1,776,166	38.4	1,731,715	(2.5)
Operating income (Millions of yen)	513,521	65.1	419,293	(18.3)
Ordinary income (Millions of yen)	521,391	65.0	423,796	(18.7)
Net income attributable to owners of parent (Millions of yen)	401,167	67.8	360,164	(10.2)
Net income per share of common stock (Yen):				
Basic	870.41		785.90	
Diluted	867.91		783.23	

Comprehensive income: Nine months ended December 31, 2025: 411,606 million yen, 4.0%
Nine months ended December 31, 2024: 395,959 million yen, 33.9%

(2) Consolidated Financial Position

	As of	
	March 31, 2025	December 31, 2025
Total assets (Millions of yen)	2,625,981	2,635,015
Total net assets (Millions of yen)	1,855,209	2,005,249
Equity ratio (%)	70.1	75.3

Equity: 1,982,981 million yen (as of December 31, 2025)
1,839,929 million yen (as of March 31, 2025)

2. Dividends

	Year ended	Year ending
	March 31, 2025	March 31, 2026
1Q-end dividends per share (Yen)	-	-
2Q-end dividends per share (Yen)	265.00	264.00
3Q-end dividends per share (Yen)	-	-
Year-end dividends per share (Yen)	327.00	337.00 (Forecast)
Annual dividends per share (Yen)	592.00	601.00 (Forecast)

Note: Revision to the dividends forecast most recently announced: Yes
Please refer to "1. Business Results (4) Description of Financial Estimates Information such as Consolidated Financial Forecasts" on page 5 for further information.

3. Consolidated Financial Forecasts for the Year Ending March 31, 2026 (April 1, 2025 to March 31, 2026)

Note: Percentages for the year ending March 31, 2026 indicate changes from the previous fiscal year.

	Year ending March 31, 2026	
		%
Net sales (Millions of yen)	2,410,000	(0.9)
Operating income (Millions of yen)	593,000	(15.0)
Ordinary income (Millions of yen)	601,000	(15.1)
Net income attributable to owners of parent (Millions of yen)	550,000	1.1
Net income per share (Yen)	1,200.05	

Note: Revision to the financial forecasts most recently announced: Yes

Please refer to "1. Business Results (4) Description of Financial Estimates Information such as Consolidated Financial Forecasts" on page 5 for further information.

Notes

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

(2) Adoption of special accounting methods for preparation of quarterly financial statements: Yes

Please refer to "Notes" on page 11 for further information.

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

1. Changes in accounting policies along with changes in accounting standards: None
2. Other changes of accounting policies besides the number 1 above: None
3. Changes in accounting estimates: None
4. Restatements: None

(4) Number of shares issued and outstanding (common stock)

1. Number of shares issued and outstanding (including treasury stock)

As of December 31, 2025:	471,632,733 shares
As of March 31, 2025:	471,632,733 shares

2. Number of shares of treasury stock

As of December 31, 2025:	13,227,864 shares
As of March 31, 2025:	13,522,282 shares

3. Average number of shares outstanding (Cumulative)

Nine months ended December 31, 2025:	458,285,347 shares
Nine months ended December 31, 2024:	460,893,161 shares

Note: The number of shares of treasury stock includes the Company’s shares held by "Executive compensation Board Incentive Plan (BIP) trust" and "share-delivering Employee Stock Ownership Plan (ESOP) trust". (1,308,766 shares as of December 31, 2025, 1,383,155 shares as of March 31, 2025)

In addition, these Company’s shares are included in the treasury stock which is deducted in calculating the average number of shares.

* Status of external auditor's review procedures for attached financial statements: None

* Explanation of the appropriate use of financial forecast:

The financial forecasts and estimates in this Summary of Consolidated Financial Results are based on information available to the Company at the time of report issuance and certain assumptions judged to be reasonable by the Company, and therefore are not guarantees of future performance. Consequently, actual results may differ substantially from those described in this Summary of Consolidated Financial Results. Please refer to "1. Business Results (4) Description of Financial Estimates Information such as Consolidated Financial Forecasts" on page 5.

The Company plans to hold an online conference for institutional investors and analysts on February 6, 2026.

Supplementary materials to be used at the conference will be posted on the Company's website on the same day.

(URL: https://www.tel.com/ir/library/report/)

1. Business Results

(1) Overview of Operating Results

During the first three quarters of the current fiscal year, despite ongoing concerns regarding geopolitical risks, inflation in Europe and the United States remained around 2%, and global economic conditions stayed resilient.
In the electronics industry, in which the Tokyo Electron (TEL) Group operates, increased demand for AI servers used in data centers drove growth in the overall semiconductor market.
Under the circumstances, in the semiconductor production equipment market, while capital investment in China showed signs of leveling off compared with the same period of the previous fiscal year, capital investment in semiconductors used for generative AI applications increased significantly.
Against the backdrop of the transition to a data-driven society accompanied by the advancement of information and communication technology, the evolution of AI to enhance productivity and create new value, and efforts towards a decarbonized society, the role of semiconductors and their technological innovation are becoming increasingly important. Consequently, the semiconductor production equipment market is expected to grow even further in the medium- to long-term.
As a result, the consolidated financial results (cumulative) for the third quarter of the current fiscal year were net sales of 1,731,715 million yen (year-on-year decline of 2.5%), operating income of 419,293 million yen (year-on-year decline of 18.3%), ordinary income of 423,796 million yen (year-on-year decline of 18.7%), and net income attributable to owners of parent of 360,164 million yen (year-on-year decline of 10.2%).

The TEL Group has a single segment of "Semiconductor Production Equipment" and therefore information by segment has been omitted.

(2) Overview of Financial Conditions

Current assets at the end of the third quarter of the current fiscal year were 1,635,816 million yen, a decrease of 164,939 million yen compared to the end of the previous fiscal year. This was mainly due to a decrease of 84,081 million yen in notes and accounts receivable - trade, and contract assets, a decrease of 59,999 million yen in securities, and a decrease of 23,755 million yen in inventories.
Property, plant and equipment increased by 132,255 million yen from the end of the previous fiscal year, to 573,961 million yen.
Intangible assets increased by 561 million yen from the end of the previous fiscal year, to 36,411 million yen.
Investments and other assets increased by 41,157 million yen from the end of the previous fiscal year, to 388,825 million yen.
As a result, total assets increased by 9,034 million yen from the end of the previous fiscal year, to 2,635,015 million yen.
Current liabilities decreased by 154,901 million yen from the end of the previous fiscal year, to 523,023 million yen. This was largely due to a decrease of 64,664 million yen in income taxes payable, a decrease of 33,256 million yen in provision for employees' bonuses, a decrease of 30,325 million yen in advances received, and a decrease of 25,067 million yen in accrued consumption tax.
Non-current liabilities increased by 13,895 million yen from the end of the previous fiscal year, to 106,742 million yen.
Net assets increased by 150,040 million yen from the end of the previous fiscal year, to 2,005,249 million yen. This was largely due to an increase of 360,164 million yen resulting from recording net income attributable to owners of parent, a decrease resulting from the payment of 271,618 million yen in year-end dividends for the previous fiscal year and interim dividends for the current fiscal year, an increase of 29,073 million yen in net unrealized gains on available-for-sale securities, and an increase of 25,548 million yen in foreign currency translation adjustments. As a result, the equity ratio was 75.3%.

(3) Overview of Cash Flows

Cash and cash equivalents at the end of the third quarter of the current fiscal year decreased by 67,866 million yen compared to the end of the previous fiscal year, to 417,205 million yen. The combined balance including 1,272 million yen in time deposits and short-term investments with maturities of more than three months that are not included in cash and cash equivalents was 418,478 million yen, a decrease of 77,760 million yen from the end of the previous fiscal year. The overall situation regarding cash flows during the first three quarters of the current fiscal year was as described below.

Cash flows from operating activities were positive 333,964 million yen, an increase of 16,597 million yen compared to the same period of the previous fiscal year. The major positive factors were 466,308 million yen in income before income taxes, a decrease of 93,618 million yen in notes and accounts receivable - trade and contract assets, and 57,431 million yen in depreciation and amortization. The major negative factor was 175,328 million yen in payment of income taxes.

Cash flows from investing activities were negative 129,732 million yen compared to negative 130,674 million yen in the same period of the previous fiscal year. This was largely due to the payment of 168,313 million yen for the purchase of property, plant and equipment.

Cash flows from financing activities were negative 274,463 million yen compared to negative 365,276 million yen in the same period of the previous fiscal year. This was largely due to the payment of 271,618 million yen in dividends.

Quarterly Consolidated Statements of Cash Flows (Summary)

(Millions of yen)

	Nine months ended December 31, 2024	Nine months ended December 31, 2025
Cash flows from operating activities	317,367	333,964
Income before income taxes	520,961	466,308
Depreciation and amortization	43,776	57,431
Decrease (increase) in notes and accounts receivable - trade, and contract assets	(116,580)	93,618
Decrease (increase) in inventories	377	35,130
Increase (decrease) in notes and accounts payable - trade	21,998	(13,868)
Income taxes refund (paid)	(142,937)	(175,328)
Other, net	(10,229)	(129,327)
Cash flows from investing activities	(130,674)	(129,732)
Decrease (increase) in time deposits and short-term investments	156	9991
Purchase of property, plant and equipment	(126,035)	(168,313)
Other, net	(4,795)	28,589
Cash flows from financing activities	(365,276)	(274,463)
Purchase of treasury stock	(126,956)	(5)
Dividends paid	(236,276)	(271,618)
Other, net	(2,044)	(2,840)
Effect of exchange rate changes on cash and cash equivalents	1,702	2,366
Net increase (decrease) in cash and cash equivalents	(176,881)	(67,866)
Cash and cash equivalents at beginning of period	461,608	485,072
Cash and cash equivalents at end of period	284,726	417,205

Cash and cash equivalents, time deposits and short-term investments with maturities of more than three months	295,529	418,478

(4) Description of Financial Estimates Information such as Consolidated Financial Forecasts

(i) Consolidated Financial Forecast Revision

Against the backdrop of the transition to a data-driven society accompanied by the advancement of information and communication technology, the evolution of AI to enhance productivity and create new value, and efforts towards a decarbonized society, the role of semiconductors and their technological innovation are becoming increasingly important. Consequently, the semiconductor production equipment market is expected to grow even further in the medium- to long-term.

Based on the most recent trends in capital investments by our customers, we would like to revise the consolidated financial forecasts for the fiscal year ending March 31, 2026, which were announced on October 31, 2025, as follows. Additionally, this forecast incorporates the gain on sales of investment securities.

Consolidated Financial Forecasts
for the Fiscal Year Ending March 31, 2026 (April 1, 2025 - March 31, 2026)

	Net Sales (Millions of Yen)	Operating Income (Millions of Yen)	Ordinary Income (Millions of Yen)	Net Income Attributable to Owners of Parent (Millions of Yen)	Net Income per Share (Yen)
Previous Forecast (A)	2,380,000	586,000	594,000	488,000	1,064.77
Revised Forecast (B)	2,410,000	593,000	601,000	550,000	1,200.05
Change (B-A)	30,000	7,000	7,000	62,000	—
Change Ratio (%)	1.3	1.2	1.2	12.7	—
Results for the Year Ended March 31, 2025	2,431,568	697,319	707,727	544,133	1,182.40

(ii) Dividends Forecast Revision

Our dividend policy is to link dividend payments to business performance on an ongoing basis. Our basic policy for returning profits to shareholders is to maintain a payout ratio of around 50% based on consolidated net income attributable to owners of parent. Due to the revision of our consolidated financial forecasts mentioned earlier, we would like to revise the annual dividends forecast from 533 yen per share as announced on October 31, 2025, to 601 yen per share (Interim dividends : 264 yen, Year-end dividends : 337 yen).

	Dividends per Share		
(Yen)	Interim (2Q-End)	Year-End	Total
Previous Forecast	―	269.00	533.00
Revised Forecast	―	337.00	601.00
Results for the Year Ending March 31, 2026	264.00	―	―
Results for the Year Ended March 31, 2025	265.00	327.00	592.00

Note: The financial forecasts and estimates stated in this Summary of Consolidated Financial Results are based on certain assumptions judged to be reasonable by the Company in light of information currently available concerning economic conditions in Japan and overseas, fluctuations in foreign exchange rates, and other factors that may have an impact on performance. The Company does not promise that the forecasts or estimates will be accurate.
They are therefore susceptible to the impact of many uncertainties, including market conditions, competition, the launching of new products (and their success or failure), and global conditions in the semiconductor related industry. Consequently, actual sales and profits may differ substantially from the projections described in this Summary of Consolidated Financial Results.

Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2025	As of December 31, 2025
ASSETS		
Current assets		
Cash and deposits	416,240	398,479
Notes and accounts receivable - trade, and contract assets	485,626	401,545
Securities	79,998	19,999
Merchandise and finished goods	291,523	310,987
Work in process	190,021	189,531
Raw materials and supplies	267,580	224,851
Other	69,924	90,609
Allowance for doubtful accounts	(160)	(187)
Total current assets	1,800,756	1,635,816
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	153,316	269,200
Other, net	288,389	304,761
Total property, plant and equipment	441,706	573,961
Intangible assets		
Other	35,850	36,411
Total intangible assets	35,850	36,411
Investments and other assets		
Other	349,070	390,212
Allowance for doubtful accounts	(1,402)	(1,387)
Total investments and other assets	347,668	388,825
Total non-current assets	825,225	999,198
Total assets	2,625,981	2,635,015

Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2025	As of December 31, 2025
LIABILITIES		
Current liabilities		
Notes and accounts payable - trade	108,036	99,745
Income taxes payable	109,446	44,781
Advances received	256,392	226,067
Provision for warranty expenses	40,381	38,353
Other provisions	58,350	22,570
Other	105,317	91,505
Total current liabilities	677,925	523,023
Non-current liabilities		
Other provisions	3,030	3,631
Net defined benefit liabilities	56,473	59,634
Other	33,342	43,476
Total non-current liabilities	92,846	106,742
Total liabilities	770,771	629,765
NET ASSETS		
Shareholders' equity		
Common stock	54,961	54,961
Capital surplus	78,011	78,011
Retained earnings	1,783,881	1,869,986
Treasury stock	(277,658)	(272,151)
Total shareholders' equity	1,639,195	1,730,807
Accumulated other comprehensive income		
Net unrealized gains (losses) on available-for-sale securities	129,574	158,647
Net deferred gains (losses) on hedging instruments	37	(18)
Foreign currency translation adjustments	60,801	86,350
Remeasurements of defined benefit plans	10,319	7,194
Total accumulated other comprehensive income (loss)	200,733	252,174
Share subscription rights	15,280	22,267
Total net assets	1,855,209	2,005,249
Total liabilities and net assets	2,625,981	2,635,015

Consolidated Statements of Income

(Millions of yen)

	Nine months ended December 31, 2024	Nine months ended December 31, 2025
Net sales	1,776,166	1,731,715
Cost of sales	940,456	957,023
Gross profit	835,709	774,692
Selling, general and administrative expenses		
Research and development expenses	177,298	201,069
Other	144,889	154,330
Total selling, general and administrative expenses	322,188	355,399
Operating income	513,521	419,293
Non-operating income		
Share of profit of associates accounted for using the equity method	1,885	1,740
Other	7,920	6,802
Total non-operating income	9,805	8,542
Non-operating expenses		
Foreign exchange losses	1,060	3,516
Other	875	522
Total non-operating expenses	1,935	4,039
Ordinary income	521,391	423,796
Extraordinary income		
Gain on sales of investment securities	-	38,884
Other	19	4,915
Total extraordinary income	19	43,799
Extraordinary loss		
Loss on disposal and sales of non-current assets	449	569
Provision for loss on litigation	-	719
Total extraordinary loss	449	1,288
Income before income taxes	520,961	466,308
Income taxes	119,794	106,143
Net income	401,167	360,164
Net income attributable to owners of parent	401,167	360,164

Consolidated Statements of Comprehensive Income

(Millions of yen)

	Nine months ended December 31, 2024	Nine months ended December 31, 2025
Net income	401,167	360,164
Other comprehensive income		
Net unrealized gains (losses) on available-for-sale securities	(8,557)	29,068
Foreign currency translation adjustments	6,096	25,444
Remeasurements of defined benefit plans	(2,727)	(3,014)
Share of other comprehensive income of associates accounted for using the equity method	(19)	(56)
Total other comprehensive income (loss)	(5,207)	51,441
Comprehensive income	395,959	411,606
Comprehensive income attributable to:		
Owners of parent	395,959	411,606

Notes

Going concern: None

Significant changes in Shareholders' Equity: None

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

Adoption of special accounting methods for preparation of quarterly financial statements: Yes

The Company and part of its consolidated subsidiaries calculate tax expenses by reasonably estimating the annual effective tax rate on income before income taxes after the application of tax effect accounting for the fiscal year, and applying this rate to income before income taxes for the current quarter under review.

Changes in accounting policies, changes in accounting estimates and restatements: None

Quarterly consolidated statements of cash flows

Quarterly consolidated statements of cash flows are not prepared for the nine months ended December 31, 2025. "Depreciation and amortization" (including amortization of intangible assets other than goodwill) and "Amortization of goodwill" for the nine months ended December 31, 2024 and 2025 are as follows:

(Millions of yen)

	Nine months ended December 31, 2024	Nine months ended December 31, 2025
Depreciation and amortization	43,776	57,431
Amortization of goodwill	85	275

Segment information

This section has been omitted since TEL Group has a single segment of semiconductor production equipment.

Significant subsequent event

Share repurchase

At the Board of Directors meeting held on February 6, 2026, the Company resolved to acquire its own shares under the provisions of its Articles of Incorporation pursuant to paragraph 1, Article 459 of the Companies Act, as follows.

1. Reason for acquisition of own shares

The Company intends to acquire its own shares in accordance with its capital policy while taking into account its current cash position and growth investment capital for medium- to long-term revenue growth.

2. Details of acquisition

(1) Type of shares to be acquired:	Shares of common stock
(2) Total number of shares to be acquired:	Up to 7.5 million shares (Equivalent to 1.6% of outstanding shares excluding treasury stock)
(3) Total cost of acquisition:	Up to 150 billion yen
(4) Period of acquisition:	From February 9, 2026 to March 31, 2026
(5) Method of acquisition:	Acquisition through market transactions on the Tokyo Stock Exchange