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

August 3, 2026

Company name: SEIREN CO., LTD.
Stock exchange listing: Tokyo Stock Exchange
Securities code: 3569
URL: https://www.seiren.com/english/
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Scheduled date of commencing dividend payments: –
Availability of supplementary explanatory materials on financial results: Available
Schedule of financial results briefing session: Not scheduled

(Amounts of less than one million yen are rounded down.)

1. Consolidated Financial Results for the Three Months Ended June 30, 2026 (April 1, 2026 – June 30, 2026)

(1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Three months ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
June 30, 2026	49,145	21.0	6,667	23.5	7,096	24.4	4,656	13.9
June 30, 2025	40,625	5.0	5,399	31.1	5,705	23.6	4,088	16.6

Note: Comprehensive income: Three months ended June 30, 2026: ¥6,853 million [–%]
Three months ended June 30, 2025: ¥138 million [(98.0)%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2026	79.25	78.76
June 30, 2025	69.71	69.23

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of June 30, 2026	227,826	165,758	72.3	2,810.78
As of March 31, 2026	223,926	161,787	71.8	2,734.60

Reference: Equity: As of June 30, 2026: ¥164,808 million
As of March 31, 2026: ¥160,816 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2026	–	38.00	–	38.00	76.00
Fiscal year ending March 31, 2027	–				
Fiscal year ending March 31, 2027 (Forecast)		38.00	–	38.00	76.00

Note: Revision to the forecast for dividends announced most recently: None

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2027 (April 1, 2026 - March 31, 2027)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	195,300	13.7	22,600	8.5	23,000	4.5	15,700	0.6	267.58

Note: Revision to the financial results forecast announced most recently: Yes

*** Notes:**

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

(2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements: Yes

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatement
1) Changes in accounting policies due to the revision of accounting standards: None
2) Changes in accounting policies other than 1) above: None
3) Changes in accounting estimates: None
4) Retrospective restatement: None

(4) Total number of shares outstanding (common shares)
1) Total number of shares outstanding at the end of the period (including treasury shares):
June 30, 2026: 64,633,646 shares
March 31, 2026: 64,633,646 shares

2) Total number of treasury shares at the end of the period:
June 30, 2026: 5,999,405 shares
March 31, 2026: 5,825,848 shares

3) Average number of shares during the period:
Three months ended June 30, 2026: 58,764,395 shares
Three months ended June 30, 2025: 58,642,880 shares

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

* Explanation of the proper use of financial results forecast and other notes

The financial results forecasts and other forward-looking statements herein are based on information available to the Company as of the date of publication of this document and certain assumptions deemed reasonable. Actual results may differ significantly from these forecasts due to a wide range of factors. For notes on financial results forecasts, please refer to "1. Qualitative Information on Quarterly Financial Results for the Period under Review, (3) Explanation of Consolidated Financial Results Forecast and Other Forward-looking Information" on page 4 of the attachments to this document.

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1. Qualitative Information on Quarterly Financial Results

(1) Explanation of Operating Results

During the first three months of the fiscal year ending March 31, 2027, the economy followed a moderate recovery trend, supported by improvements in the employment and income environment. However, the outlook remained unclear due to factors including developments in U.S. trade policy, rising geopolitical risks such as the situation in the Middle East, rising prices, persistently high energy and raw material prices, and fluctuations in foreign exchange rates.

While facing such a challenging environment, the Seiren Group is striving to meet the ever-changing needs of customers while securing stable earnings and achieving sustainable growth, guided by its medium-term aspiration, “Challenge ourselves to unlock hidden possibilities!” To accomplish this, the Group is carrying out a business strategy focused on innovation and customer development, and on rebuilding its corporate culture. At the same time, it is also working to strengthen corporate culture by continuing to pursue management practices aimed at increasing non-financial value, including the potential of its capabilities in talent, development, and responsiveness to changes in the environment.

The consolidated results for the first three months of the fiscal year under review were ¥49,145 million in net sales (up 21.0% year on year), ¥6,667 million in operating profit (up 23.5% year on year), ¥7,096 million in ordinary profit (up 24.4% year on year), and ¥4,656 million in profit attributable to owners of parent (up 13.9% year on year). All four results were record highs for the first three months of the fiscal year under review.

The results by segment are as follows.

[Operating Results by Segment]

(Automotive Interior)

In the domestic business, both sales and profits increased due to changes in the product mix of car seat materials and expanded sales for new car models, as well as an increase in orders for airbags for new car models, despite the impact of rising raw material and energy costs caused by the situation in the Middle East.

In the overseas business (January to March 2026), net sales in the U.S. declined due to a rebound from strong sales of some products in the previous year, and Mexico was also affected by factors such as sluggish growth in electric vehicle sales. In Asia, performance remained strong due to factors including the steady sales of high-value-added products at China-based Seiren Suzhou Co., Ltd., as well as the effects of cost-reduction efforts. Furthermore, although sales of car seat materials increased in Thailand, the overseas business as a whole recorded decreases both in sales and profits, due to the impact of trends in the automobile sales market and other factors at some business sites.

Additionally, the materials for automobiles, etc. of NB SEIREN CO., LTD., which became a consolidated subsidiary on January 1, 2026, were included in this segment.

As a result, the segment as a whole achieved higher sales and profits.

Net sales in this segment totaled ¥30,426 million (up 10.0% year on year), and operating profit was ¥4,507 million (up 8.2% year on year).

(High Fashion Materials)

Amid the apparel industry’s growing interest in environmentally friendly approaches to manufacturing, the Company has deployed a business model that leverages its proprietary Viscotecs®, a system that enables differentiated products to be made in small lots with short delivery time and inventory-free operation. In addition, the Company develops and manufactures recycled and biodegradable materials.

On a non-consolidated basis, although sales of products for sports, innerwear, and apparel were sluggish, an increase in profit was achieved due to the effects of cost-reduction efforts and other factors. At KB SEIREN, LTD., standard yarns struggled to grow, but specialty yarns performed steadily. Meanwhile, at Saha Seiren Co., Ltd., sales decreased due to a reactionary decline from the high special demand of the previous year.

As a result, the entire segment saw a decrease in sales and an increase in profits.

Net sales in this segment were ¥5,223 million (down 3.7% year on year) and operating profit came to ¥469 million (up 7.4% year on year).

(Electronics Materials)

In addition to steady sales of products for mobile devices and AI-related servers, positive net sales related to space system business contributed to increased sales and profits on a non-consolidated basis.

At KB SEIREN LTD., demand recovered for Savina® HDD wiping cloths for data centers, and sales of Belltron®, an electrically conductive fabric for dust-proof clothing used by overseas semiconductor manufacturers continued to grow steadily.

In addition, SEIREN Advanced Materials Corp. reported solid sales in thermal oxide processing of silicon wafers (thin and thick films).

As a result, both sales and profits expanded for the entire segment.

Net sales in this segment amounted to ¥3,719 million (up 16.2% year on year) and operating profit totaled ¥1,007 million (up 60.0% year on year).

(Environmental & Life Materials)

Regarding housing-related materials, demand was brought forward due to concerns about material supply stemming from the situation in the Middle East. At KB SEIREN, LTD., net sales of consumer products showed signs of recovery, and the fibers, non-woven fabrics, etc. for industrial use of NB SEIREN CO., LTD. were included in this segment.

As a result, both sales and profits increased for the entire segment.

Net sales in this segment were ¥5,993 million (up 147.9% year on year) and operating profit was ¥519 million (up 131.4% year on year).

(Medical Materials)

Sales of artificial blood vessels as well as health and medical supplies such as supporters and other products remained strong. Meanwhile, KB SEIREN, LTD. recorded lower sales and profits due to a decrease in sales of adhesive materials and the impact of cost increases on some products. The staple fibers for adhesive materials and other products of NB SEIREN CO., LTD. were included in this segment.

As a result, both sales and profits increased for the entire segment.

Net sales in this segment were ¥2,077 million (up 20.0% year on year) and operating profit was ¥293 million (up 24.6% year on year).

(Other Businesses)

NAGOYA SEIREN CO., LTD.'s real estate leasing and management business and SEIREN SHOJI Co., Ltd.'s insurance agency business delivered strong results. In addition, the sale of raw materials for packaging films and containers of NB SEIREN CO., LTD. was included in this segment.

As a result, both sales and profits increased for the entire segment.

The segment recorded net sales of ¥1,705 million (up 753.6 % year on year) and an operating profit of ¥215 million (up 48.6% year on year).

(2) Explanation of Financial Position

Total assets as of the end of the first quarter under review amounted to ¥227,826 million, an increase of ¥3,899 million from the end of the previous fiscal year. Current assets increased by ¥1,846 million from the end of the previous fiscal year, mainly due to an increase in securities. Non-current assets increased by ¥2,052 million from the end of the previous fiscal year, mainly due to increases in construction in progress and investment securities. Total liabilities decreased by ¥71 million to ¥62,067 million mainly due to a decrease in provision for bonuses, despite an increase in notes and accounts payable - trade. Net assets increased by ¥3,971 million to ¥165,758 million, mainly due to an increase in retained earnings and fluctuations in foreign currency translation adjustment.

The state of cash flows at the end of the first quarter under review was ¥34,395 million in cash and cash equivalents, an increase of ¥196 million from the end of the previous fiscal year.

Net cash provided by operating activities was ¥6,172 million (net cash provided of ¥2,324 million in the same period of the previous fiscal year). This was mainly attributable to ¥7,120 million in profit before income taxes and ¥1,646 million in depreciation.

Net cash used in investing activities was ¥3,665 million (net cash provided of ¥489 million in the same period of the previous fiscal year). This was mainly due to net cash used for the purchase of property, plant and equipment of ¥2,786 million and net cash used for the purchase of short-term and long-term investment securities of ¥1,034 million.

Net cash used in financing activities was ¥3,206 million (net cash used of ¥3,588 million in the same period of the previous fiscal year). This was mainly due to net cash used of ¥2,234 million for dividends paid and net cash used of ¥614 million for the purchase of treasury shares.

(3) Explanation of Consolidated Financial Results Forecast and Other Forward-looking Information

Regarding the outlook for the future, although there are uncertain factors such as developments in U.S. trade policy, geopolitical risks including the situation in the Middle East, trends in raw material and energy prices, and fluctuations in foreign exchange rates, the performance for the three months under review reached a record high. Consequently, we have determined that our business performance will progress as planned, centered on the Automotive Interior and Electronics Materials businesses, and have decided to revise upward the full-year financial results forecast for the fiscal year under review, which was announced on May 13, 2026.

Revisions to the full-year consolidated financial results forecast for the fiscal year ending March 31, 2027 (April 1, 2026 to March 31, 2027)

	Net sales	Operating profit	Ordinary profit	Profit attributable to owners of parent	Basic earnings per share
	Million yen	Million yen	Million yen	Million yen	Yen
Previous forecast (A)	190,300	20,900	21,100	15,000	255.07
Revised forecast (B)	195,300	22,600	23,000	15,700	267.58
Change (B-A)	5,000	1,700	1,900	700	
Change (%)	2.6	8.1	9.0	4.7	
Reference: Results for the previous fiscal year ended March 31, 2026	171,765	20,832	22,005	15,599	265.48

2. Quarterly Consolidated Financial Statements and Principal Notes
(1) Quarterly Consolidated Balance Sheet

(Million yen)

	As of March 31, 2026	As of June 30, 2026
Assets		
Current assets		
Cash and deposits	38,894	39,158
Notes and accounts receivable-trade, and contract assets	46,652	46,585
Securities	4,444	5,618
Merchandise and finished goods	18,977	19,469
Work in process	7,592	7,487
Raw materials and supplies	9,397	9,148
Other	3,801	4,137
Allowance for doubtful accounts	(76)	(76)
Total current assets	129,682	131,528
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	25,778	25,919
Machinery, equipment and vehicles, net	16,252	16,157
Tools, furniture and fixtures, net	1,003	970
Land	21,071	21,463
Construction in progress	6,453	7,796
Total property, plant and equipment	70,560	72,307
Intangible assets		
Goodwill	159	119
Other	2,975	3,053
Total intangible assets	3,134	3,172
Investments and other assets		
Other	20,653	20,920
Allowance for doubtful accounts	(103)	(103)
Total investments and other assets	20,549	20,817
Total non-current assets	94,244	96,297
Total assets	223,926	227,826

(Million yen)

	As of March 31, 2026	As of June 30, 2026
Liabilities		
Current liabilities		
Notes and accounts payable - trade	20,918	21,625
Short-term borrowings	1,344	1,344
Income taxes payable	2,455	2,462
Provision for bonuses	2,077	939
Other	10,317	10,950
Total current liabilities	37,113	37,322
Non-current liabilities		
Long-term borrowings	7,871	7,547
Provision for retirement benefits for directors (and other officers)	119	119
Provision for share-based payments	346	396
Retirement benefit liability	5,611	5,660
Provision incurred from business combination	4,491	4,491
Other	6,587	6,531
Total non-current liabilities	25,026	24,745
Total liabilities	62,139	62,067
Net assets		
Shareholders' equity		
Share capital	17,520	17,520
Capital surplus	20,040	20,036
Retained earnings	106,928	109,350
Treasury shares	(10,357)	(10,956)
Total shareholders' equity	134,132	135,950
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	6,644	6,800
Foreign currency translation adjustment	19,416	21,472
Remeasurements of defined benefit plans	622	584
Total accumulated other comprehensive income	26,683	28,857
Share acquisition rights	465	454
Non-controlling interests	505	495
Total net assets	161,787	165,758
Total liabilities and net assets	223,926	227,826

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statement of Income

Three months ended June 30

(Million yen)

	For the three months ended June 30, 2025	For the three months ended June 30, 2026
Net sales	40,625	49,145
Cost of sales	28,827	35,727
Gross profit	11,798	13,417
Selling, general and administrative expenses	6,399	6,750
Operating profit	5,399	6,667
Non-operating income		
Interest income	275	236
Dividend income	149	232
Subsidy income	71	42
Other	39	147
Total non-operating income	535	658
Non-operating expenses		
Interest expenses	44	15
Loss on valuation of securities	130	–
Foreign exchange losses	51	209
Other	2	4
Total non-operating expenses	229	229
Ordinary profit	5,705	7,096
Extraordinary income		
Gain on sale of non-current assets	5	24
Total extraordinary income	5	24
Extraordinary losses		
Loss on disposal of non-current assets	0	0
Total extraordinary losses	0	0
Profit before income taxes	5,710	7,120
Income taxes	1,603	2,442
Profit	4,106	4,677
Profit attributable to non-controlling interests	18	21
Profit attributable to owners of parent	4,088	4,656

Quarterly Consolidated Statement of Comprehensive Income
Three months ended June 30

(Million yen)

	For the three months ended June 30, 2025	For the three months ended June 30, 2026
Profit	4,106	4,667
Other comprehensive income		
Valuation difference on available-for-sale securities	200	155
Foreign currency translation adjustment	(4,214)	2,058
Remeasurements of defined benefit plans, net of tax	45	(38)
Total other comprehensive income	(3,968)	2,175
Comprehensive income	138	6,853
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	136	6,830
Comprehensive income attributable to non-controlling interests	2	23

(3) Quarterly Consolidated Statement of Cash Flows

(Million yen)

	For the three months ended June 30, 2025	For the three months ended June 30, 2026
Cash flows from operating activities		
Profit before income taxes	5,710	7,120
Depreciation	1,459	1,646
Loss (gain) on disposal of non-current assets	(4)	(24)
Increase (decrease) in allowance for doubtful accounts	(5)	(0)
Increase (decrease) in provision for bonuses	(1,008)	(1,324)
Increase (decrease) in retirement benefit liability	(53)	(7)
Interest and dividend income	(424)	(468)
Interest expenses	44	15
Foreign exchange losses (gains)	182	(228)
Decrease (increase) in trade receivables	(1,875)	849
Decrease (increase) in inventories	1,446	163
Increase (decrease) in trade payables	(1,759)	335
Increase (decrease) in accrued consumption taxes	(112)	(4)
Other, net	738	442
Subtotal	4,337	8,515
Interest and dividends received	480	444
Interest paid	(34)	(13)
Income taxes refund (paid)	(2,458)	(2,773)
Net cash provided by (used in) operating activities	2,324	6,172
Cash flows from investing activities		
Purchase of property, plant and equipment	(1,220)	(2,786)
Proceeds from sale of property, plant and equipment	21	25
Purchase of short-term and long-term investment securities	(209)	(1,034)
Proceeds from sale and redemption of short-term and long-term investment securities	2	200
Net decrease (increase) in time deposits	1,915	(67)
Other, net	(20)	(2)
Net cash provided by (used in) investing activities	489	(3,665)
Cash flows from financing activities		
Proceeds from long-term borrowings	3,000	–
Repayments of long-term borrowings	(4,266)	(323)
Purchase of treasury shares	–	(614)
Dividends paid	(2,227)	(2,234)
Dividends paid to non-controlling interests	(93)	(33)
Net cash provided by (used in) financing activities	(3,588)	(3,206)
Effect of exchange rate change on cash and cash equivalents	(1,396)	896
Net increase (decrease) in cash and cash equivalents	(2,170)	196
Cash and cash equivalents at beginning of period	40,317	34,198
Cash and cash equivalents at end of period	38,146	34,395

(4) Notes to Quarterly Consolidated Financial Statements

(Notes on going concern assumption)

Not applicable.

(Notes in case of significant changes in shareholders' equity)

Not applicable.

(Application of specific accounting for preparing quarterly consolidated financial statements)

(Calculation of taxes)

Taxes are calculated first by reasonably estimating the effective tax rate after applying tax effect accounting against profit before income taxes for the fiscal year including the first quarter under review, and next by multiplying the periodical profit before income taxes by such estimated effective tax rate.

(Segment information, etc.)

(Segment information)

I For the three months ended June 30, 2025 (from April 1, 2025 to June 30, 2025)

1. Amounts of each reportable segment’s net sales and profits; disaggregation of revenue

(Million yen)

	Reportable Segments (Note 1)						Other Businesses (Note 1)	Total	Adjustments (Note 2)	Amount in quarterly consolidated statement of income (Note 3)
	Automotive Interior	High - Fashion Materials	Electronics Materials	Environmental & Life Materials	Medical Materials	Subtotal				
Net sales										
Revenue from contracts with customers	27,650	5,423	3,201	2,418	1,731	40,425	68	40,494	–	40,494
Other revenue	–	–	–	–	–	–	130	130	–	130
Sales to external customers	27,650	5,423	3,201	2,418	1,731	40,425	199	40,625	–	40,625
Intersegment sales or transfers	0	19	72	72	7	172	168	340	(340)	–
Total	27,650	5,443	3,274	2,490	1,738	40,597	368	40,966	(340)	40,625
Segment profit	4,167	437	629	224	235	5,694	145	5,839	(440)	5,399

II For the three months ended June 30, 2026 (from April 1, 2026 to June 30, 2026)

1. Amounts of each reportable segment’s net sales and profits; disaggregation of revenue

(Million yen)

	Reportable Segments (Note 1)						Other Businesses (Note 1)	Total	Adjustments (Note 2)	Amount in quarterly consolidated statement of income (Note 3)
	Automotive Interior	High - Fashion Materials	Electronics Materials	Environmental & Life Materials	Medical Materials	Subtotal				
Net sales										
Revenue from contracts with customers	30,426	5,223	3,719	5,993	2,077	47,440	1,573	49,013	–	49,013
Other revenue	–	–	–	–	–	–	132	132	–	132
Sales to external customers	30,426	5,223	3,719	5,993	2,077	47,440	1,705	49,145	–	49,145
Intersegment sales or transfers	0	15	253	71	4	345	193	539	(539)	–
Total	30,427	5,238	3,973	6,065	2,081	47,785	1,899	49,685	(539)	49,145
Segment profit	4,507	469	1,007	519	293	6,798	215	7,014	(347)	6,667

Notes: 1. The main products and services handled by each segment are as follows.

(1) Automotive Interior: Materials for interiors of automobiles, railway rolling stock, etc. (seat covers, air bags, decorative parts)

(2) High Fashion Materials: Apparel products, apparel textile processing

(3) Electronics Materials: Conductive materials, industrial wiping cloths, electronic devices, silicon wafer film deposition, parts related to artificial satellites

(4) Environmental & Life Materials: Construction materials, interior materials, health/nursing products, environmental, civil engineering or agricultural materials

(5) Medical Materials: Medical materials, cosmetics, water processing materials

“Other Businesses” represents business segments not included in the reportable segments, such as raw material sales for packaging films and containers, software development and sales, insurance agency services, temporary staffing services, and real estate leasing and management services.

2. The segment profit adjustment includes corporate expenses not allocated to the reportable segments (¥430 million for the three months ended June 30, 2025; ¥350 million for the three months ended June 30, 2026).

Corporate expenses are mainly expenses pertaining to general affairs departments and other administrative divisions that do not fall under the reportable segments.

3. Segment profit is reconciled with operating profit as listed in the Quarterly Consolidated Statement of Income.