

(Translation)

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Consolidated Financial Results FY2025 (Apr. 1, 2025 – Mar. 31, 2026) [Japanese GAAP]



May 13, 2026

Company name: JAPAN MATERIAL Co., Ltd.
Stock exchange listing: Tokyo and Nagoya Stock Exchanges in Japan
Stock code: 6055
Website: <https://www.j-materials.jp/>
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Scheduled Ordinary General Meeting of Shareholders: June 24, 2026
Scheduled payment date of cash dividends: June 25, 2026
Scheduled filing date of Annual Securities Report: June 23, 2026
Preparation of supplemental material for financial results: None
IR briefing: Yes (for institutional investors and securities analysts in Japanese)

(All amounts are rounded down to the nearest million yen)

1. Consolidated Financial Results for FY2025 (Apr. 1, 2025 – Mar. 31, 2026)

1.1 Consolidated operating results (% indicates year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	¥ million	%	¥ million	%	¥ million	%	¥ million	%
FY2025	57,976	10.1	14,640	30.9	15,123	33.4	10,592	34.5
FY2024	52,678	8.4	11,188	44.2	11,340	37.8	7,872	38.6

(Note) Comprehensive income: FY2025: ¥11,072 million, 29.1%
FY2024: ¥8,578 million, 44.7%

	Basic earnings per share	Diluted earnings per share	Return on equity	Ratio of ordinary profit to total assets	Ratio of operating profit to net sales
FY2025	¥ 103.07	¥ –	% 18.1	% 21.4	% 25.3
FY2024	¥ 76.62	¥ –	% 15.5	% 18.6	% 21.2

(Reference) Share of profit/loss of entities accounted for using equity method: FY2025 ¥46 million
FY2024: ¥51 million

1.2 Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
As of Mar. 31, 2026	¥ million 75,373	¥ million 63,217	% 83.1	¥ 609.54
As of Mar. 31, 2025	¥ million 65,702	¥ million 54,583	% 82.4	¥ 526.79

(Reference) Equity: As of Mar. 31, 2026: ¥62,644 million
As of Mar. 31, 2025: ¥54,130 million

1.3 Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	¥ million	¥ million	¥ million	¥ million
FY2025	9,605	(6,419)	(2,560)	15,648
FY2024	14,195	(2,737)	(2,145)	14,945

2. Dividends

	Annual dividends per share					Total dividends	Payout ratio (consolidated)	Dividends on equity (consolidated)
	Q1-end	Q2-end	Q3-end	Year-end	Total			
	¥	¥	¥	¥	¥	¥ million	%	%
FY2024	–	0.00	–	24.00	24.00	2,466	31.3	4.8
FY2025	–	0.00	–	32.00	32.00	3,288	31.0	5.6
FY2026(forecast)	–	0.00	–	35.00	35.00		33.3	

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

(% indicates year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	¥ million	%	¥ million	%	¥ million	%	¥ million	%	¥
1st half	29,000	13.0	7,500	23.4	7,500	20.7	5,100	18.8	49.62
Full-year	61,000	5.2	15,500	5.9	15,500	2.5	10,800	2.0	105.08

* Notes

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

Newly added: -

Excluded: -

2. Changes in accounting policies and accounting estimates, and restatements

a. Changes in accounting policies due to revisions in accounting standards, etc.: None

b. Changes in accounting policies other than a. above: None

c. Changes in accounting estimates: None

d. Restatements: None

3. Number of shares issued (ordinary shares)

a. Number of shares issued at the end of the period (including treasury shares)

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

As of Mar. 31, 2025 105,149,520 shares

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

As of Mar. 31, 2026 2,375,340 shares

As of Mar. 31, 2025 2,394,440 shares

c. Average number of shares issued and outstanding during the period (cumulative from the beginning of the fiscal year)

FY2025 102,768,304 shares

FY2024 102,749,880 shares

Reference: Summary of Non-consolidated Financial Results**1. Non-consolidated Financial Results for the FY2025 (Apr. 1, 2025 - Mar. 31, 2026)**

1.1 Non-consolidated operating results (% indicates year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit	
	¥ million	%	¥ million	%	¥ million	%	¥ million	%
FY2025	31,450	9.1	7,621	46.3	11,419	45.4	8,433	48.8
FY2024	28,822	(8.1)	5,211	24.7	7,855	20.3	5,667	23.2

	Basic earnings per share		Diluted earnings per share	
	¥		¥	
FY2025	82.07		—	
FY2024	55.16		—	

1.2 Non-consolidated financial position

	Total assets		Net assets		Equity ratio		Net assets per share	
	¥ million		¥ million		%		¥	
As of Mar. 31, 2026	56,937		49,614		87.1		482.76	
As of Mar. 31, 2025	49,132		43,407		88.3		422.44	

(Reference) Equity: As of Mar. 31, 2026: ¥49,614 million

As of Mar. 31, 2025: ¥43,407 million

* This summary of financial results is not subject to review by certified public accountants or an audit firm.

* Notes for proper use of forecasts and other remarks

Forecasts contain forward-looking statements based on estimates made as of the day of release of these materials. Actual results may differ materially depending on a number of factors including but not limited to potential risks and uncertainties. Please refer to page 4 “1.4 Future Outlook, 1. Overview of Operating Results” for forecast assumptions and notes on usage.

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1. Overview of Operating Results

1.1 Operating Results

During the fiscal year ended March 31, 2026 (hereinafter the “current fiscal year”), the Japanese economy remained on a modest recovery trend owing to improvements in the employment and income situation. However, the outlook still remains uncertain due to the prolonged situation in Ukraine and an effect of the U.S. policies, as well as rising prices, particularly for energy resources, resulting from escalating tensions in the Middle East and the weakening of the yen.

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

Under such circumstances, in the Group’s Electronics business, the performance of the divisions engaged in the manufacture of specialty gas supply equipment and the design and construction of supply piping (hereinafter the “initial divisions”), which are driven by capital investment of customers, remained strong due to continued capital investments at semiconductor plants, the main customers. Performance of the divisions engaged in the sales and management of specialty gases and the provision of technical services (hereinafter the “operations divisions”), which are driven by production activity, remained solid, led by equipment management and the maintenance service for semiconductor manufacturing equipment, as well as the overseas sales of specialty gases and the manufacture and sales of semiconductor manufacturing equipment parts, thanks to a high level of production activity that continued at semiconductor plants, the main customers, in addition to the start of operations at a new semiconductor plant in the previous period.

In the Graphics Solution business, performance remained generally solid despite a decrease in projects such as broadcasting stations etc.

In the Solar Power business, we currently operate three solar power plants in Mie Prefecture that are running smoothly.

As a result, net sales for the current fiscal year were ¥57,976 million (up 10.1% year-on-year), with operating profit of ¥14,640 million (up 30.9% year-on-year), ordinary profit of ¥15,123 million (up 33.4% year-on-year), and profit attributable to owners of parent of ¥10,592 million (up 34.5% year-on-year).

Financial results by segments are follows:

1.1.1 Electronics business

In the initial divisions, both sales and segment profit increased compared with the previous fiscal year due to the expansion and continuation of capital investments at semiconductor plants, the main customers.

In the operations divisions, both sales and segment profit increased compared with the previous fiscal year due to a high level of production activity that continued at NAND flash memory plants, the main customers, in addition to increased operations at the new semiconductor plant, which started in the previous period.

As a result, net sales were ¥56,047 million (up 10.9% year-on-year) with segment profit of ¥15,616 million (up 28.4% year-on-year).

1.1.2 Graphics Solution business

Sales and segment profit remained generally solid for the Graphics Solution business thanks to proactive sales activities, despite a decrease in projects such as broadcasting stations etc.

As a result, net sales were ¥1,719 million (down 10.5% year-on-year) with segment profit of ¥336 million (down 7.8% year-on-year)

1.1.3 Solar Power business

We currently operate three solar power plants in Mie Prefecture and sales and profit remained strong.

As a result, net sales were ¥209 million (up 4.1% year-on-year) with segment profit of ¥124 million (up 7.1% year-on-year).

1.2 Financial Position

(Assets)

Total assets at the end of the current fiscal year amounted to ¥75,373 million, up ¥9,670 million from the end of the previous fiscal year. This was mainly due to increases in cash and deposit of ¥5,300 million, notes and accounts receivable – trade, and contract assets of ¥2,524 million and work in process of ¥1,422 million.

(Liabilities)

Total liabilities at the end of the current fiscal year amounted to ¥12,155 million, up ¥1,036 million from the end of the previous fiscal year. This was mainly due to increases in accrued expenses of ¥475 million, note and account payable – trade of ¥318 million and income taxes payable of ¥286 million.

(Net assets)

Total net assets at the end of the current fiscal year amounted to ¥63,217 million, up ¥8,633 million from the end of the previous fiscal year. This was mainly due to an increase in retained earnings of ¥8,126 million due to the recording of profit attributable to owners of parent of ¥10,592 million despite a decrease caused by the dividend payment of ¥2,466 million.

1.3 Cash Flows

Cash and cash equivalents (hereinafter “net cash”) at the end of the current fiscal year amounted to ¥15,648 million, up ¥702 million from the end of the previous fiscal year.

(Cash flows from operating activities)

Net cash provided by operating activities was ¥9,605 million, previous fiscal year was ¥14,195 million. The cash inflow factors include profit before income taxes of ¥15,091 million, depreciation of ¥1,257 million, increase in trade payables of ¥306 million and decrease in lease receivables and investments in leases of ¥236 million, which were partially offset by the cash outflow factors such as income taxes paid of ¥4,130 million, increase in trade receivables of ¥2,479 million and increase in inventories of ¥1,347 million.

(Cash flows from investing activities)

Net cash used in investing activities was ¥6,419 million, previous fiscal year was ¥2,737 million. The cash inflow factors include proceeds from withdrawal of time deposits of ¥4,388 million, which were partially offset by the cash outflow factors such as payments into time deposits of ¥8,948 million, purchase of shares of subsidiaries of ¥1,107 million and purchase of property, plant and equipment of ¥708 million.

(Cash flows from financing activities)

Net cash used in financing activities was ¥2,560 million, previous fiscal year was ¥2,145 million. The cash outflows factors include dividends paid of ¥2,466 million.

(Reference) Cash flow indicators

	As of Mar. 31, 2022	As of Mar. 31, 2023	As of Mar. 31, 2024	As of Mar. 31, 2025	As of Mar. 31, 2026
Equity ratio (%)	81.8	83.0	84.4	82.4	83.1
Equity ratio based on fair value (%)	392.5	461.6	438.6	189.9	214.5
Interest-bearing debt to cash flow ratio (%)	19.6	12.2	12.2	2.5	4.1
Interest coverage ratio (times)	698.9	657.7	529.8	2,227.7	1,265.2

Equity ratio: Equity / Total assets

Equity ratio based on fair value: Market capitalization / Total assets

Interest-bearing debt to cash flow ratio: Interest-bearing debt / Cash flows

Interest coverage ratio: Cash flows / Interest payment

(Notes) a. Each indicator is calculated using financial figures on a consolidated basis.

- b. Market capitalization is calculated based on the number of shares issued and outstanding, excluding treasury shares.
- c. The amount of cash flows is equal to net cash provided by operating activities in the consolidated statements of cash flows. The amount of interest-bearing debt is equal to the total amount of liabilities on the consolidated balance sheets that incur interest charges. The amount of interest payment is equal to that of interest paid on the consolidated statements of cash flows.

1.4 Future Outlook

The Japanese economy is expected to remain on a modest recovery trend, driven by improvements in the employment and income situation as well as the effects of various policies etc. However, the economic outlook is expected to remain uncertain due to factors such as continued high prices of resources and materials, rising domestic prices, and the direction of U.S. policies, developments in the Middle East etc.

Under such circumstances, capital investment in leading-edge semiconductors is expected to increase in response to the widespread adoption and expansion of generative AI, as well as growing demand for data centers. The Group is striving to develop its business to respond to customer requirements; the initial divisions respond to customers' capital investment and the operations divisions respond to customers' production activities. Accordingly, for the next fiscal year ending March 31, 2027, we expect net sales of ¥61,000 million, up 5.2% year-on-year, operating profit of ¥15,500 million, up 5.9% year-on-year, ordinary profit of ¥15,500 million, up 2.5% year-on-year, and profit attributable to owners of parent of ¥10,800 million, up 2.0% year-on-year.

Outlook by segment is as follows:

1.4.1 Electronics business

In the operations divisions, we will actively recruit engineers, develop and secure them within the Group to meet customer demands, thereby expanding our business areas. We will also strive to differentiate us from our competitors by leveraging the Total Facility Management (TFM) service, which is the Group's strength, and to strengthen our stable revenue base by delivering value higher than our customers expect. In the initial divisions, as we expect our main customers to continue to make capital investment, we will ensure to receive orders from them through proactive sales activities.

1.4.2 Graphics Solution business

We will offer total solutions encompassing the production of product content and the building of systems to a wider range of customers in the digital signage field. We will also strive to increase sales through proactive sales activities, promoting products for digital signage, such as contactless interactive signage, and graphics products, such as video processors.

Under our management philosophy of "Always Safety First", we will continue to contribute to the development of a sustainably society, deepen cooperation with our stakeholders to achieve further growth, and strengthen our environmental, social, and governance initiatives from the perspective of the SDGs.

2. Basic Approach to Selection of Accounting Standards

The Group's policy for the time being is to prepare the consolidated financial statements in accordance with Japanese GAAP, considering the potential to compare the consolidated financial statements between periods and between companies.

The Group will adopt International Financial Reporting Standards (IFRS) in a timely manner, considering the domestic and overseas circumstances.

3. Consolidated Financial Statements and Major Notes

3.1 Consolidated Balance Sheets

(Yen in millions)

	As of March 31, 2025	As of March 31, 2026
Assets		
Current assets		
Cash and deposits	16,318	21,618
Notes and accounts receivable - trade, and contract assets	23,559	26,084
Lease receivables and investments in leases	257	95
Merchandise and finished goods	1,744	1,728
Work in process	1,082	2,504
Raw materials and supplies	3,650	3,604
Other	449	248
Allowance for doubtful accounts	(72)	(1)
Total current assets	46,990	55,882
Non-current assets		
Property, plant and equipment		
Buildings and structures	14,058	14,652
Accumulated depreciation	(3,028)	(3,702)
Buildings and structures, net	11,030	10,949
Machinery, equipment and vehicles	2,757	2,828
Accumulated depreciation	(1,986)	(2,163)
Machinery, equipment and vehicles, net	770	664
Tools, furniture and fixtures	1,725	1,972
Accumulated depreciation	(1,266)	(1,391)
Tools, furniture and fixtures, net	458	580
Land	2,509	2,509
Leased assets	398	431
Accumulated depreciation	(278)	(170)
Leased assets, net	119	260
Construction in progress	149	19
Total property, plant and equipment	15,038	14,984
Intangible assets		
Goodwill	818	664
Customer-related intangible assets	807	689
Technology-related intangible assets	120	105
Other	85	77
Total intangible assets	1,831	1,536
Investments and other assets		
Investment securities	413	1,877
Lease receivables and investment assets	298	67
Guarantee deposits	119	129
Deferred tax assets	824	720
Other	301	282
Allowance for doubtful accounts	(114)	(108)
Total investments and other assets	1,842	2,968
Total non-current assets	18,712	19,490
Total assets	65,702	75,373

(Yen in millions)

As of March 31, 2025 As of March 31, 2026

Liabilities		
Current liabilities		
Notes and accounts payable - trade	3,772	4,090
Accounts payable - other	1,175	1,070
Accrued expenses	661	1,137
Income taxes payable	2,498	2,784
Provision for bonuses	968	725
Other	618	815
Total current liabilities	9,694	10,624
Non-current liabilities		
Lease liabilities	105	158
Retirement benefit liability	1,103	1,159
Asset retirement obligations	31	32
Other	182	180
Total non-current liabilities	1,424	1,530
Total liabilities	11,118	12,155
Net assets		
Shareholders' equity		
Share capital	1,317	1,317
Capital surplus	1,849	1,869
Retained earnings	50,698	58,824
Treasury shares	(1,010)	(1,002)
Total shareholders' equity	52,855	61,009
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	89	301
Foreign currency translation adjustment	1,307	1,393
Remeasurements of defined benefit plans	(122)	(59)
Total accumulated other comprehensive income	1,274	1,635
Non-controlling interests	453	573
Total net assets	54,583	63,217
Total liabilities and net assets	65,702	75,373

3.2 Consolidated Statements of Income and Consolidated Statements of Comprehensive Income

Consolidated Statements of Income

(Yen in millions)

	From Apr. 1, 2024 to Mar. 31, 2025	From Apr. 1, 2025 to Mar. 31, 2026
Net sales	52,678	57,976
Cost of sales	36,518	38,220
Gross profit	16,160	19,755
Selling, general and administrative expenses	4,971	5,115
Operating profit	11,188	14,640
Non-operating income		
Interest income	55	95
Dividend income	6	16
Share of profit of entities accounted for using equity method	51	46
Foreign exchange gains	—	209
Rental income	14	16
Subsidy income	13	10
Management fee income	49	55
Other	30	42
Total non-operating income	222	494
Non-operating expenses		
Interest expenses	6	7
Foreign exchange losses	61	—
Rental expenses on real estate	2	2
Other	0	1
Total non-operating expenses	70	11
Ordinary profit	11,340	15,123
Extraordinary income		
Gain on sale of non-current assets	0	0
Total extraordinary income	0	0
Extraordinary losses		
Loss on sale and retirement of non-current assets	11	32
Other	—	0
Total extraordinary losses	11	32
Profit before income taxes	11,329	15,091
Income taxes - current	3,533	4,396
Income taxes - deferred	(173)	(16)
Total income taxes	3,359	4,380
Profit	7,969	10,711
Profit attributable to non-controlling interests	97	119
Profit attributable to owners of parent	7,872	10,592

Consolidated Statements of Comprehensive Income

(Yen in millions)

	From Apr. 1, 2024 to Mar. 31, 2025	From Apr. 1, 2025 to Mar. 31, 2026
Profit	7,969	10,711
Other comprehensive income		
Valuation difference on available-for-sale securities	20	211
Foreign currency translation adjustment	585	85
Remeasurements of defined benefit plans, net of tax	2	62
Total other comprehensive income	608	360
Comprehensive income	8,578	11,072
Comprehensive income attributable to:		
Owners of parent	8,439	10,952
Non-controlling interests	138	119

3.3 Consolidated Statements of Changes in Equity

Previous fiscal year (From Apr. 1, 2024 to Mar. 31, 2025)

(Yen in millions)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	1,317	1,821	44,776	(1,017)	46,897
Changes during period					
Dividends of surplus			(2,054)		(2,054)
Profit attributable to owners of parent			7,872		7,872
Disposal of treasury share		28		7	35
Changes in scope of consolidation			104		104
Net changes in items other than shareholders' equity					
Total changes during period	—	28	5,922	7	5,957
Balance at end of period	1,317	1,849	50,698	(1,010)	52,855

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	69	763	(124)	707	315	47,920
Changes during period						
Dividends of surplus						(2,054)
Profit attributable to owners of parent						7,872
Disposal of treasury share						35
Changes in scope of consolidation						104
Net changes in items other than shareholders' equity	20	544	2	567	138	705
Total changes during period	20	544	2	567	138	6,663
Balance at end of period	89	1,307	(122)	1,274	453	54,583

Current fiscal year (From Apr. 1, 2025 to Mar. 31, 2026)

(Yen in millions)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	1,317	1,849	50,698	(1,010)	52,855
Changes during period					
Dividends of surplus			(2,466)		(2,466)
Profit attributable to owners of parent			10,592		10,592
Disposal of treasury share		19		8	27
Net changes in items other than shareholders' equity					
Total changes during period	—	19	8,126	8	8,153
Balance at end of period	1,317	1,869	58,824	(1,002)	61,009

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	89	1,307	(122)	1,274	453	54,583
Changes during period						
Dividends of surplus						(2,466)
Profit attributable to owners of parent						10,592
Disposal of treasury share						27
Net changes in items other than shareholders' equity	211	85	62	360	119	479
Total changes during period	211	85	62	360	119	8,633
Balance at end of period	301	1,393	(59)	1,635	573	63,217

3.4 Consolidated Statements of Cash Flows

(Yen in millions)

	From Apr. 1, 2024 to Mar. 31, 2025	From Apr. 1, 2025 to Mar. 31, 2026
Cash flows from operating activities		
Profit before income taxes	11,329	15,091
Depreciation	1,150	1,257
Amortization of goodwill	140	139
Increase (decrease) in allowance for doubtful accounts	(18)	(81)
Increase (decrease) in provision for bonuses	314	(242)
Increase (decrease) in retirement benefit liability	143	146
Interest and dividend income	(62)	(112)
Interest expenses	6	7
Foreign exchange losses (gains)	27	(40)
Loss (gain) on sale and retirement of non-current assets	10	31
Decrease (increase) in trade receivables	(728)	(2,479)
Decrease (increase) in inventories	1,443	(1,347)
Net decrease (increase) in lease receivables and investments in leases	464	236
Decrease (increase) in guarantee deposits	2	(0)
Increase (decrease) in trade payables	994	306
Decrease (increase) in advance payments to suppliers	988	40
Other, net	450	688
Subtotal	16,655	13,642
Interest and dividends received	64	101
Interest paid	(6)	(7)
Income taxes paid	(2,518)	(4,130)
Net cash provided by (used in) operating activities	14,195	9,605
Cash flows from investing activities		
Payments into time deposits	(2,255)	(8,948)
Proceeds from withdrawal of time deposits	1,717	4,388
Purchase of property, plant and equipment	(2,126)	(708)
Purchase of intangible assets	(43)	(20)
Purchase of shares of subsidiaries	—	(1,107)
Other, net	(29)	(22)
Net cash provided by (used in) investing activities	(2,737)	(6,419)
Cash flows from financing activities		
Dividends paid	(2,054)	(2,466)
Other, net	(90)	(94)
Net cash provided by (used in) financing activities	(2,145)	(2,560)
Effect of exchange rate change on cash and cash equivalents	94	77
Net increase (decrease) in cash and cash equivalents	9,407	702
Cash and cash equivalents at beginning of period	5,367	14,945
Increase in cash and cash equivalents resulting from inclusion of subsidiaries in consolidation	170	—
Cash and cash equivalents at end of period	14,945	15,648

3.5 Notes to Consolidated Financial Statements

(Going Concern Assumption)

Not applicable.

(Segment Information, etc.)

[Segment Information]

3.5.1 Overview of reportable segments

a. Decision procedures for reportable segments

The Group's reportable segments are the business units for which the Group is able to obtain respective financial information separately in order for the Board of Directors to conduct periodic review to determine the distribution of management resources and evaluate their business results.

The Group has business divisions categorized by the sale of products and by the type of services, develops comprehensive strategies to market products and services in Japan and abroad, and conducts operations based on the strategies.

b. Types of products and services handled in each reportable segment

The Electronics business is mainly engaged in the manufacture of specialty gas supply equipment, the design and construction of supply piping, the sales and management of specialty gases, and the provision of technical services. The Graphics Solution business is mainly engaged in the sale of graphic boards and digital signage products. The Solar Power business is engaged in the sale of solar power generated to electric utilities.

3.5.2 Method of calculating the amounts of net sales, profit or loss, assets, liabilities, and other items by reportable segment

Methods of accounting procedures for the reportable business segments are methods in accordance with the accounting policies adopted for preparation of the consolidated financial statements.

The amounts of reportable segment profit or loss is based on operating profit or loss. The amounts of inter-segment sales or transfers are determined based on current market prices.

3.5.3 Information on the amounts of net sales, profit or loss, assets, liabilities, and other items by reportable segment

Previous fiscal year (From Apr. 1, 2024 to Mar. 31, 2025)

(Yen in millions)

	Reportable segments			Total
	Electronics	Graphics Solution	Solar Power	
Net sales				
To external customers	50,555	1,921	200	52,678
Inter-segment sales or transfers	–	–	–	–
Total	50,555	1,921	200	52,678
Segment profit	12,165	364	116	12,645
Segment assets	54,016	781	720	55,518
Other items				
Depreciation	976	4	56	1,036
Increase in property, plant and equipment and intangible assets	2,086	4	12	2,102

Current fiscal year (From Apr. 1, 2025 to Mar. 31, 2026)

(Yen in millions)

	Reportable segments			Total
	Electronics	Graphics Solution	Solar Power	
Net sales				
To external customers	56,047	1,719	209	57,976
Inter-segment sales or transfers	–	–	–	–
Total	56,047	1,719	209	57,976
Segment profit	15,616	336	124	16,077
Segment assets	58,066	1,264	670	60,001
Other items				
Depreciation	1,078	4	53	1,137
Increase in property, plant and equipment and intangible assets	480	12	–	493

3.5.4 Differences between total amounts of reportable segments and amounts presented on the consolidated financial statements, and details of the differences (reconciliations)

(Yen in millions)

Net sales	From Apr. 1, 2024 to Mar. 31, 2025	From Apr. 1, 2025 to Mar. 31, 2026
Reportable segment total	52,678	57,976
Elimination of inter-segment transactions	–	–
Net sales on the consolidated financial statements	52,678	57,976

(Yen in millions)

Profit	From Apr. 1, 2024 to Mar. 31, 2025	From Apr. 1, 2025 to Mar. 31, 2026
Reportable segment total	12,645	16,077
Corporate expenses (Note)	(1,470)	(1,456)
Other	13	20
Operating profit on the consolidated financial statements	11,188	14,640

(Note) Corporate expenses mainly consist of general and administrative expenses not allocated to any reportable segments.

(Yen in millions)

Assets	From Apr. 1, 2024 to Mar. 31, 2025	From Apr. 1, 2025 to Mar. 31, 2026
Reportable segment total	55,518	60,001
Corporate assets (Note)	10,184	15,371
Total assets on the consolidated financial statements	65,702	75,373

(Note) Corporate assets mainly consist of the Company's surplus funds (cash and deposits, etc.) and assets related to administrative division, which are not allocated to any reportable segments.

(Yen in millions)

Other items	Reportable segment total		Adjustments		Amounts presented on the consolidated financial statements	
	From Apr. 1, 2024 to Mar. 31, 2025	From Apr. 1, 2025 to Mar. 31, 2026	From Apr. 1, 2024 to Mar. 31, 2025	From Apr. 1, 2025 to Mar. 31, 2026	From Apr. 1, 2024 to Mar. 31, 2025	From Apr. 1, 2025 to Mar. 31, 2026
Depreciation	1,036	1,137	114	119	1,150	1,257
Increase in property, plant and equipment and intangible assets	2,102	493	124	227	2,226	720

(Note) The adjustments of depreciation are the amounts incurred in administrative division. The adjustments of increase in property, plant and equipment and intangible assets are the cost of such assets in administrative division.

(Summary of Revenue Recognition)

Disaggregation of revenue from contracts with customers
 Previous fiscal year (From Apr. 1, 2024 to Mar. 31, 2025)

(Yen in millions)

	Reportable Segments			Total
	Electronics	Graphics Solution	Solar Power	
Manufacture of specialty gas supply equipment	883	–	–	883
Design and construction of supply piping	14,122	–	–	14,122
Sales and management of specialty gases	17,159	–	–	17,159
Technical services	17,895	–	–	17,895
Sale of graphic boards	–	1,921	–	1,921
Solar power	–	–	200	200
Other	193	–	–	193
Profit from contracts with customers	50,254	1,921	200	52,376
Other profit	301	–	–	301
Net sales to external customers	50,555	1,921	200	52,678

Current fiscal year (From Apr. 1, 2025 to Mar. 31, 2026)

(Yen in millions)

	Reportable Segments			Total
	Electronics	Graphics Solution	Solar Power	
Manufacture of specialty gas supply equipment	2,638	–	–	2,638
Design and construction of supply piping	17,949	–	–	17,949
Sales and management of specialty gases	15,699	–	–	15,699
Technical services	19,502	–	–	19,502
Sale of graphic boards	–	1,719	–	1,719
Solar power	–	–	209	209
Other	194	–	–	194
Profit from contracts with customers	55,983	1,719	209	57,912
Other profit	63	–	–	63
Net sales to external customers	56,047	1,719	209	57,976

(Per-share Information)

	From Apr. 1, 2024 to Mar. 31, 2025	From Apr. 1, 2025 to Mar. 31, 2026
Net assets per share	526.79 yen	609.54 yen
Basic earnings per share	76.62 yen	103.07 yen

(Notes) a. Diluted earnings per share is not presented because the Company has no potential shares.

b. The basis for calculation of basic earnings per share is as follows:

	From Apr. 1, 2024 to Mar. 31, 2025	From Apr. 1, 2025 to Mar. 31, 2026
Basic earnings per share		
Profit attributable to owners of parent (¥ in millions)	7,872	10,592
Amount not attributable to ordinary shareholders (¥ in millions)	—	—
Profit attributable to ordinary shareholders of parent (¥ in millions)	7,872	10,592
Average number of ordinary shares issued and outstanding during the period (shares)	102,749,880	102,768,304

c. The basis for calculation of net assets per share is as follows:

	As of Mar. 31, 2025	As of Mar. 31, 2026
Total net assets (¥ in millions)	54,583	63,217
Amount deducted from total net assets (¥ in millions)	453	573
(of which non-controlling interests, ¥ in millions)	(453)	(573)
Amount of net assets related to ordinary shares at the end of the period (¥ in millions)	54,130	62,644
Number of ordinary shares used to calculate net assets per share at the end of the period (shares)	102,755,080	102,774,180

(Subsequent Events)

Not applicable.