

Q1 FY2026 (ending March 2027)

Fly to the next stage!

Financial Results

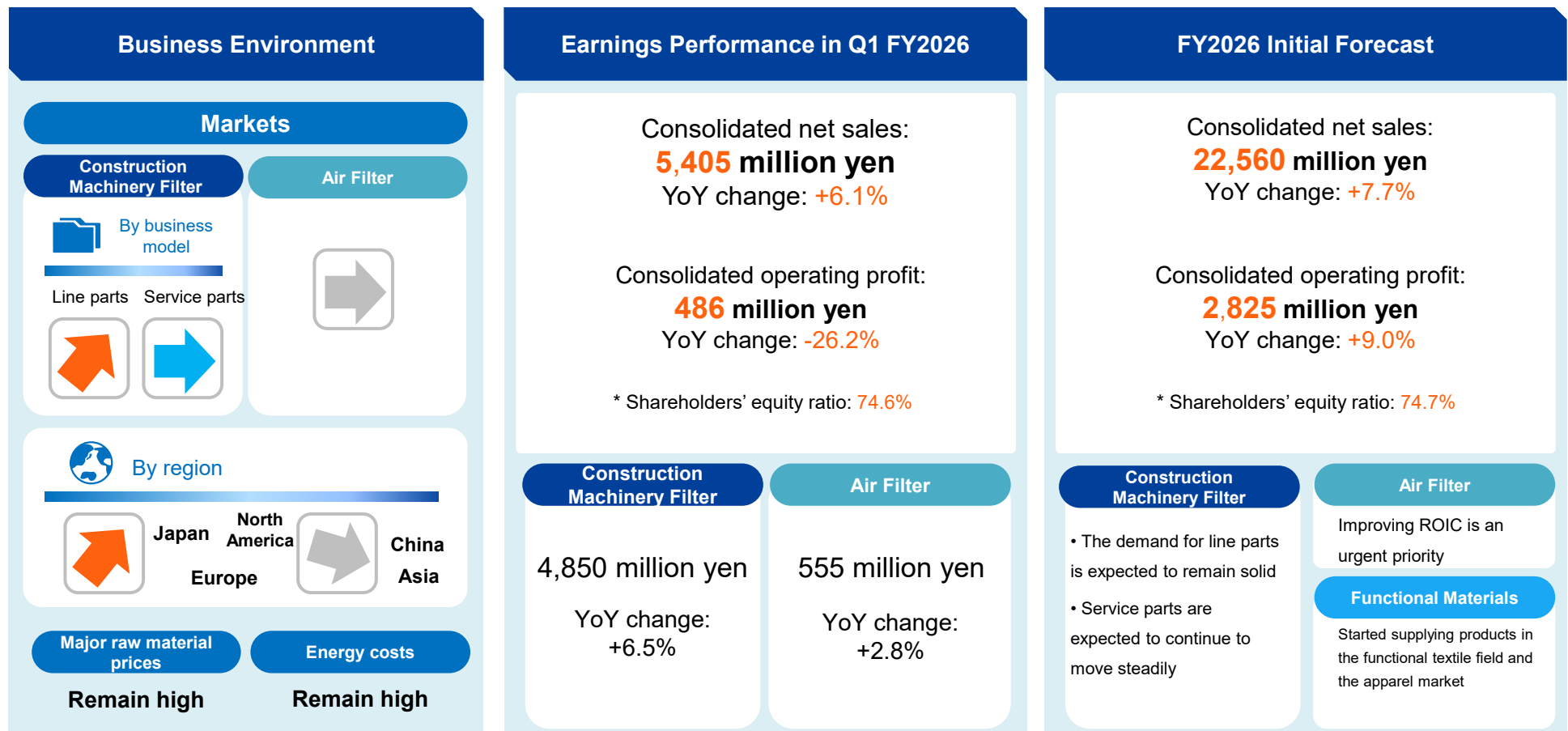
YAMASHIN-FILTER CORP.
August 7, 2026



| Executive Summary

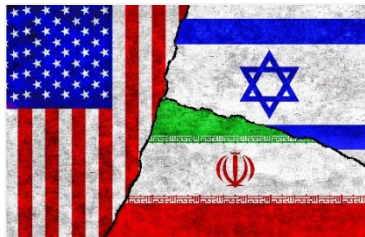
Performance Highlights

- ◆ Consolidated net sales for Q1 FY2026 reached a record high.
- ◆ Quarterly net sales in the construction machinery filter business reached a record high, driven by solid demand for new construction machinery, while profit declined due to the postponement of service parts sales to the next quarter resulting from external factors.
- ◆ Toward realizing our equity story “YAMASHIN FILTER VISION 2030”, we launched the functional materials business segment and began supplying products for apparel, while the upfront investment phase continues.



- ◆ Although there are concerns that the situation in the Middle East may persist, the impact on the Group's business performance is currently minimal.
- ◆ The impact of the tariffs under Section 301 of the U.S. Trade Act, announced in July 2026, is also expected to be minimal.

Assumed risks associated with the Middle East geopolitical developments in the construction machinery filter business



Areas potentially subject to impact

**Manufacturing/
Transportation**

Manufacturing plants

Japan



The Philippines



Vietnam



Potential risks		Applicable sites	Impact level	Estimated financial impact	Measures
Production	- Rising raw material prices - Rising logistics costs Delays in raw material procurement Delays in product shipment - Factory operation risks	Japan The Philippines Vietnam	Low	Minimal	Review of supply chains Increase in raw material inventory holdings (approx. +1 month) Increase in product inventory holdings (approx. +1 month) Cost pass-through
	Sales	Japan The US Belgium Thailand China	Low	Minimal	Review of supply chains Increase in product inventory holdings (approx. +1 month)

| Q1 FY2026 Results

Q1 FY2026 Results (April to June 2026)

By Segment (P&L): Consolidated, Construction Machinery Filter, Air Filter and Functional Materials

- ◆ In the construction machinery filter business, quarterly net sales reached a record high on the back of solid demand for new vehicles.
- ◆ Profit temporarily declined due mainly to the postponement of aftermarket sales to the following quarter resulting from external factors.
- ◆ In the Air Filter Business, orders are on a recovery trend, and earnings improvement is moving into full swing with the establishment of the direct sales structure.

(Million yen)		Q1 FY2025 Results	Q1 FY2026 Results	YoY Change	
		Amount	Amount	Amount	Percent
Net sales		5,096	5,405	309	6.1%
	Construction Machinery Filter*	4,555	4,850	294	6.5%
	Air Filter	540	555	15	2.8%
	Functional Materials	—	0	0	—
Operating profit (segment profit)		659	486	(172)	(26.2%)
	Construction Machinery Filter*	739	602	(136)	(18.5%)
	Air Filter	(80)	(24)	55	—
	Functional Materials	—	(91)	(91)	—
Operating profit margin		12.9%	9.0%	(3.9Pt)	
Ordinary profit		647	480	(167)	(25.8%)
Ordinary profit margin		12.7%	8.9%	(3.8Pt)	
Quarterly net profit		417	337	(80)	(19.2%)
Quarterly net profit margin		8.2%	6.2%	(2.0Pt)	
Exchange rates (yen) (average during the period)	USD	144.6	159.5	14.9	10.3%
	EUR	163.8	185.4	21.6	13.2%

* "Construction Machinery Filter" includes construction machinery filters, industrial filters, and process filters.

Q1 FY2026 Results (April to June 2026)

Net Sales (by Product)

- ◆ Sales of line parts grew significantly, driven by AI data center demand in North America. Despite solid demand for service parts, sales temporarily declined due mainly to the postponement of service parts sales to the next quarter resulting from external factors.
- ◆ In the air filter business, orders are on a recovery trend, and earnings improvement is moving into full swing with the establishment of the direct sales structure.

■ Net sales by product

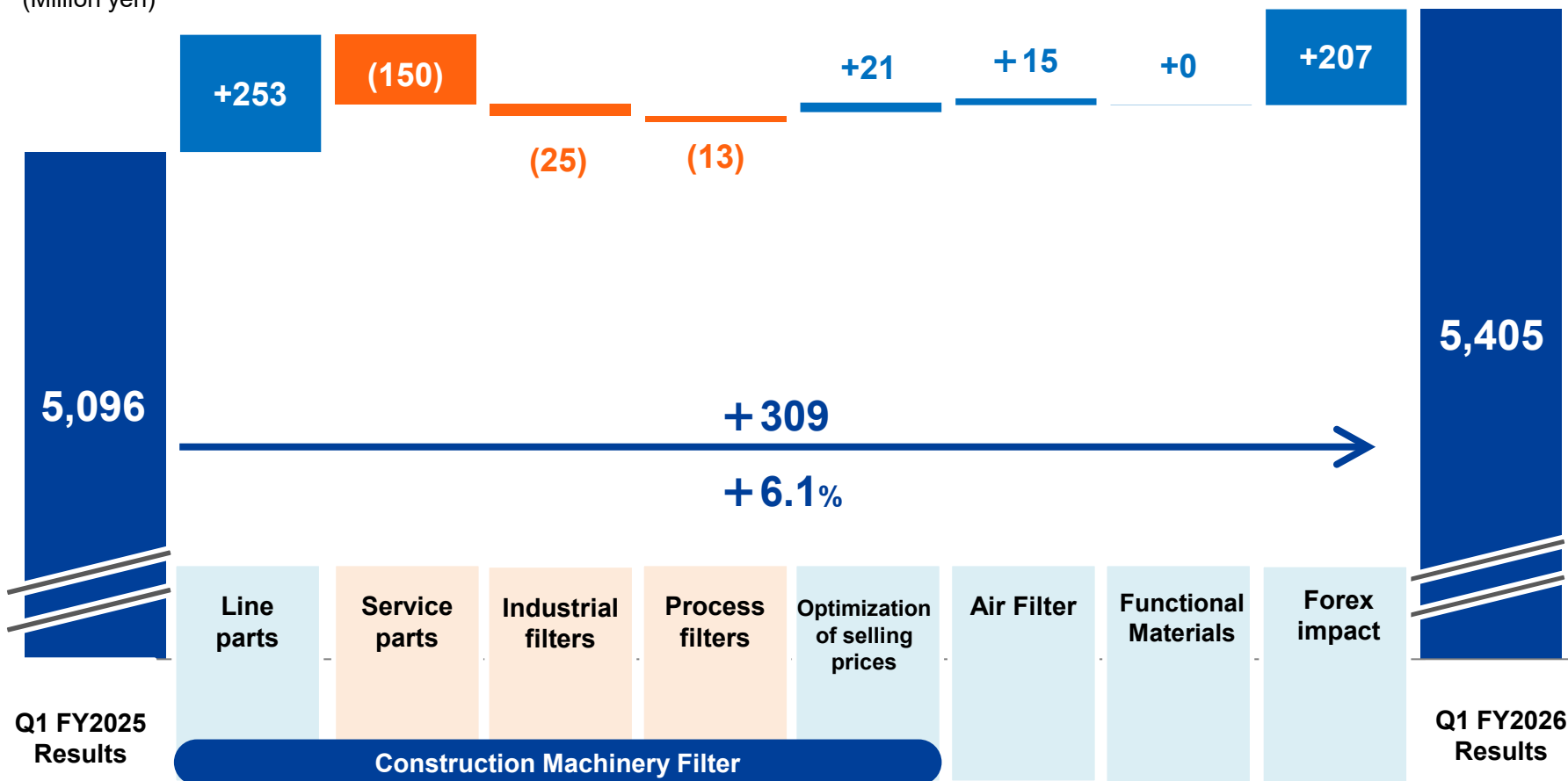
(Million yen)		Q1 FY2025 Results	Q1 FY2026 Results	YoY Change	
		Amount	Amount	Amount	Percent
Construction Machinery Filter		4,184	4,508	323	7.7%
	Line parts	1,630	1,975	345	21.2%
	Service parts	2,554	2,532	(21)	(0.8%)
Industrial filters		190	165	(25)	(13.2%)
Process filters		180	175	(4)	(2.4%)
Subtotal for Construction Machinery Filters		4,555	4,850	294	6.5%
Air Filter		540	555	15	2.8%
Functional Materials		—	0	0	—
Total net sales		5,096	5,405	309	6.1%

Q1 FY2026 Results (April to June 2026)

YoY Changes in Net Sales

- ◆ In the construction machinery filter business, sales increased significantly, driven by solid demand for new vehicles. Although demand for service parts remained solid, revenue temporarily declined due mainly to the postponement of service parts sales to the next quarter resulting from external factors.
- ◆ In the air filter business, orders are on a recovery trend, and earnings improvement is moving into full swing with the establishment of the direct sales structure.

(Million yen)

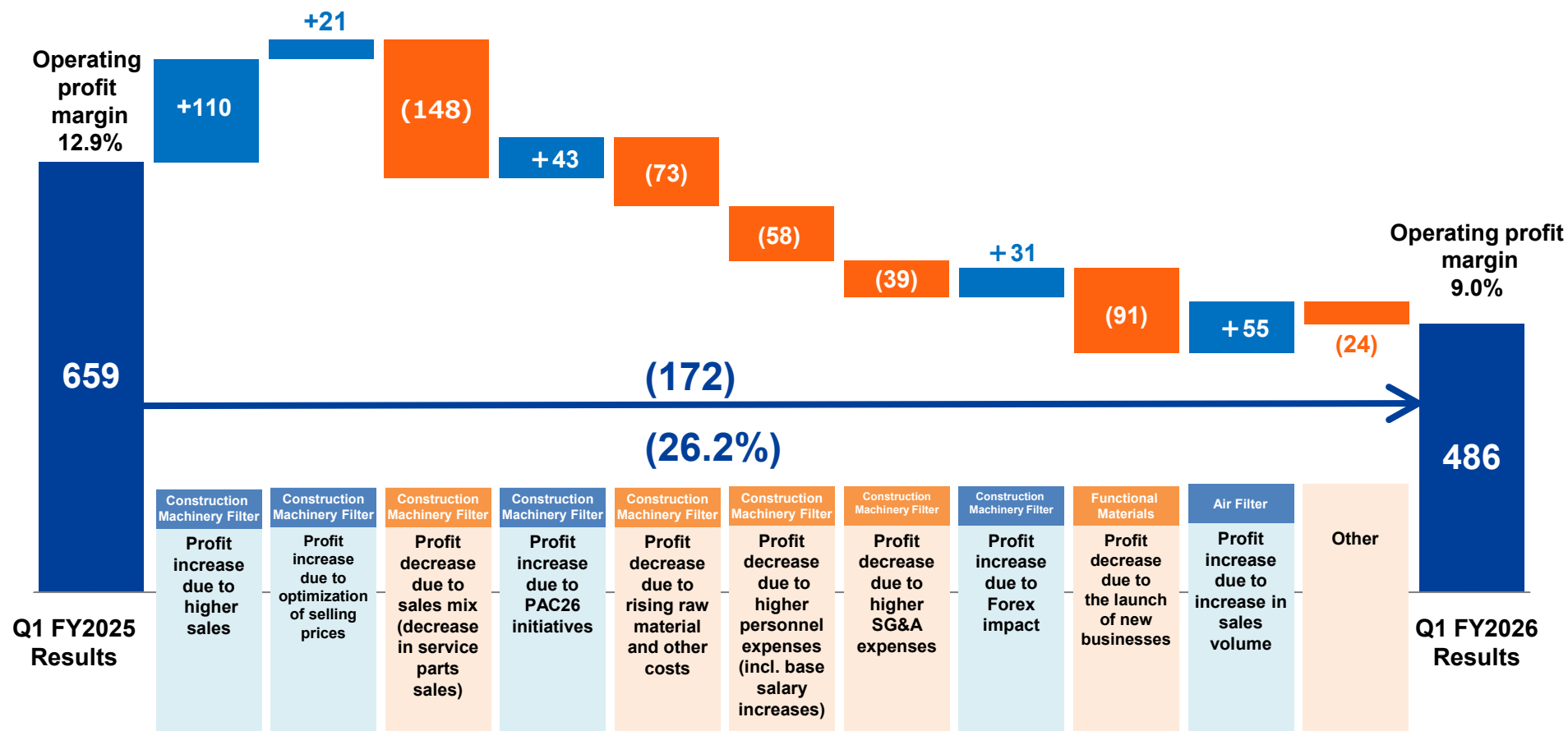


Q1 FY2026 Results (April to June 2026)

YoY Changes in Operating Profit

- Growth in operating profit temporarily slowed due mainly to the postponement of service parts sales in the construction machinery filter business to the next quarter resulting from external factors, as well as continued upfront investment for the launch of new businesses.

(Million yen)



Full-Year Outlook for FY2026 (April 2026 to March 2027)

- ◆ The Medium-Term Management Plan is progressing as planned. Although upfront investment and higher costs associated with new business launches are expected, confirmed orders on hand reached a record high for the second consecutive quarter, and the Company expects to achieve the highest consolidated financial results since its founding.
- ◆ The forecast for the fiscal year ending March 31, 2027 remains unchanged from that announced in May 2026.

(Million yen)		FY2024 Results	FY2025 Results	FY2026 Initial Forecast	YoY Change
		Amount	Amount	Amount	Amount
Net sales		20,104	20,941	22,560	1,618
	Construction Machinery Filter*	17,489	18,654	20,200	1,545
	Air Filter	2,615	2,286	2,330	43
	Functional Materials	—	—	30	30
Operating profit (segment profit)		2,630	2,592	2,825	232
	Construction Machinery Filter*	2,554	2,713	3,190	476
	Air Filter	75	(120)	5	125
	Functional Materials	—	—	(370)	(370)
Operating profit margin		13.1%	12.4%	12.5%	0.1Pt
Ordinary profit		2,669	2,535	2,775	239
Ordinary profit margin		13.3%	12.1%	12.3%	0.2Pt
Net profit		1,723	1,718	2,005	286
Net profit margin		8.6%	8.2%	8.9%	0.7Pt
Exchange rates (yen) (average during the period)					
	USD	152.6	150.8	155.0	—
	EUR	163.8	174.8	180.0	—

* "Construction Machinery Filter" includes construction machinery filters, industrial filters, and process filters.

- ◆ Demand for new vehicles is expected to remain solid, while service parts are expected to recover from the second quarter onward.
- ◆ Sales of both line parts and service parts are expected to increase under the Company's strategy of expanding market share through the supply of high-value-added products.
- ◆ In the functional materials segment, our new business, product supply to the apparel field has commenced.

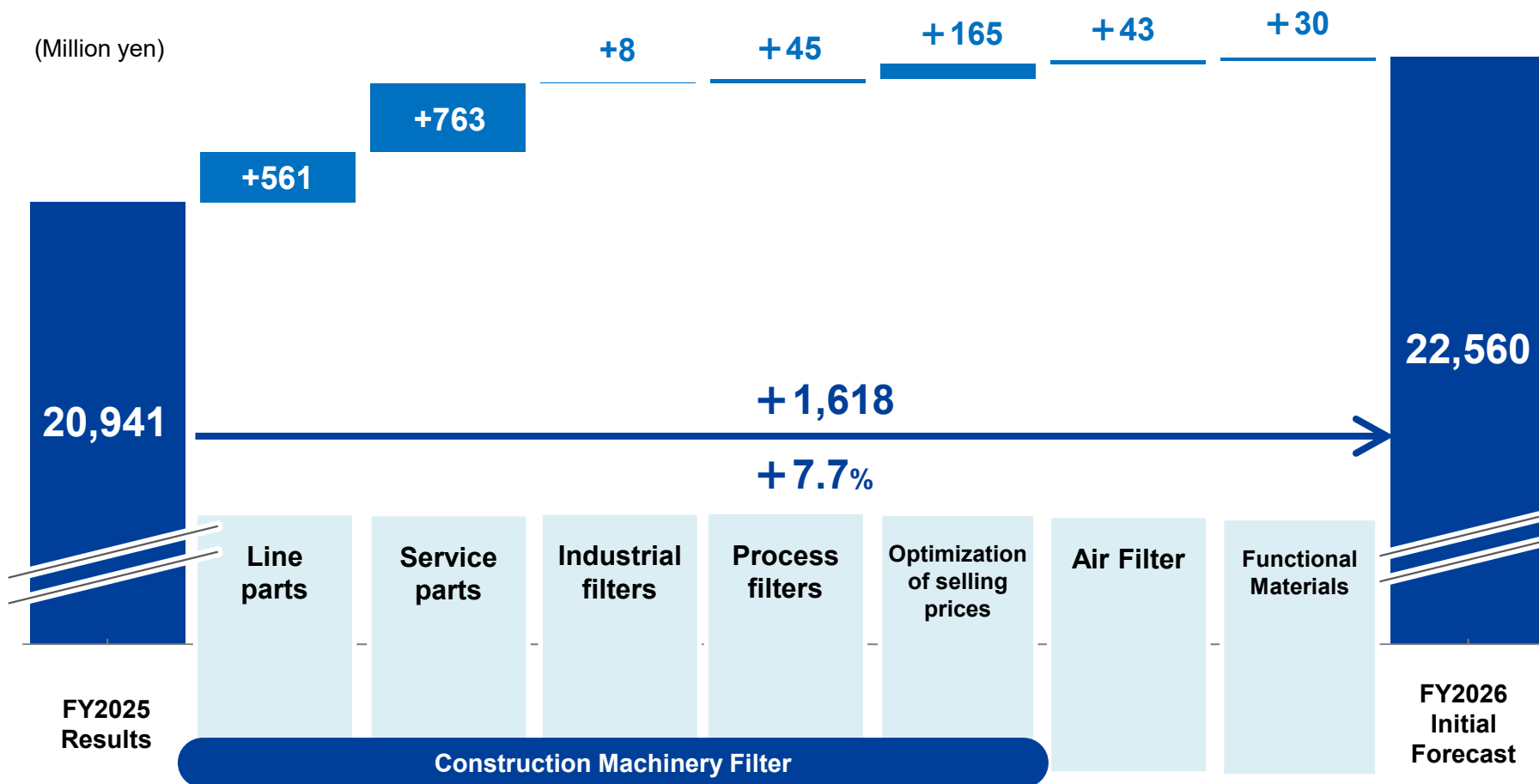
■ Net sales by product

(Million yen)		FY2024 Results		FY2025 Results		FY2026 Initial Forecast		YoY Change	
		Amount	Composition Ratio	Amount	Composition Ratio	Amount	Composition Ratio	Amount	Percent
Construction Machinery Filter		16,080	80.0%	17,210	82.2%	18,695	82.9%	1,485	8.6%
	Line parts	5,599	27.9%	6,898	32.9%	7,429	32.9%	531	7.7%
	Service parts	10,481	52.1%	10,311	49.2%	11,265	49.9%	953	9.2%
Industrial filters		708	3.5%	772	3.7%	781	3.5%	8	1.1%
Process filters		699	3.5%	670	3.2%	722	3.2%	51	7.7%
Subtotal for construction machinery filters		17,489	87.0%	18,654	89.1%	20,200	89.5%	1,545	8.3%
Air Filter		2,615	13.0%	2,286	10.9%	2,330	10.3%	43	1.9%
Functional Materials		—	—	—	—	30	0.1%	30	—
Total net sales		20,104	100.0%	20,941	100.0%	22,560	100.0%	1,618	7.7%

FY2026 Outlook (April 2026 to March 2027)

YoY Changes in Net Sales

- ◆ In the construction machinery filter business, sales of line parts are expected to increase, driven by a recovery in demand for new vehicles and the Company's market share expansion strategy through the supply of high-value-added products, while sales of service parts are expected to increase from the second quarter onward, mainly in North America.
- ◆ In the air filter business, the impact of shipment delays caused by the replacement of the core system has subsided, and profitability improvement will be pursued through strengthening the new direct sales structure.

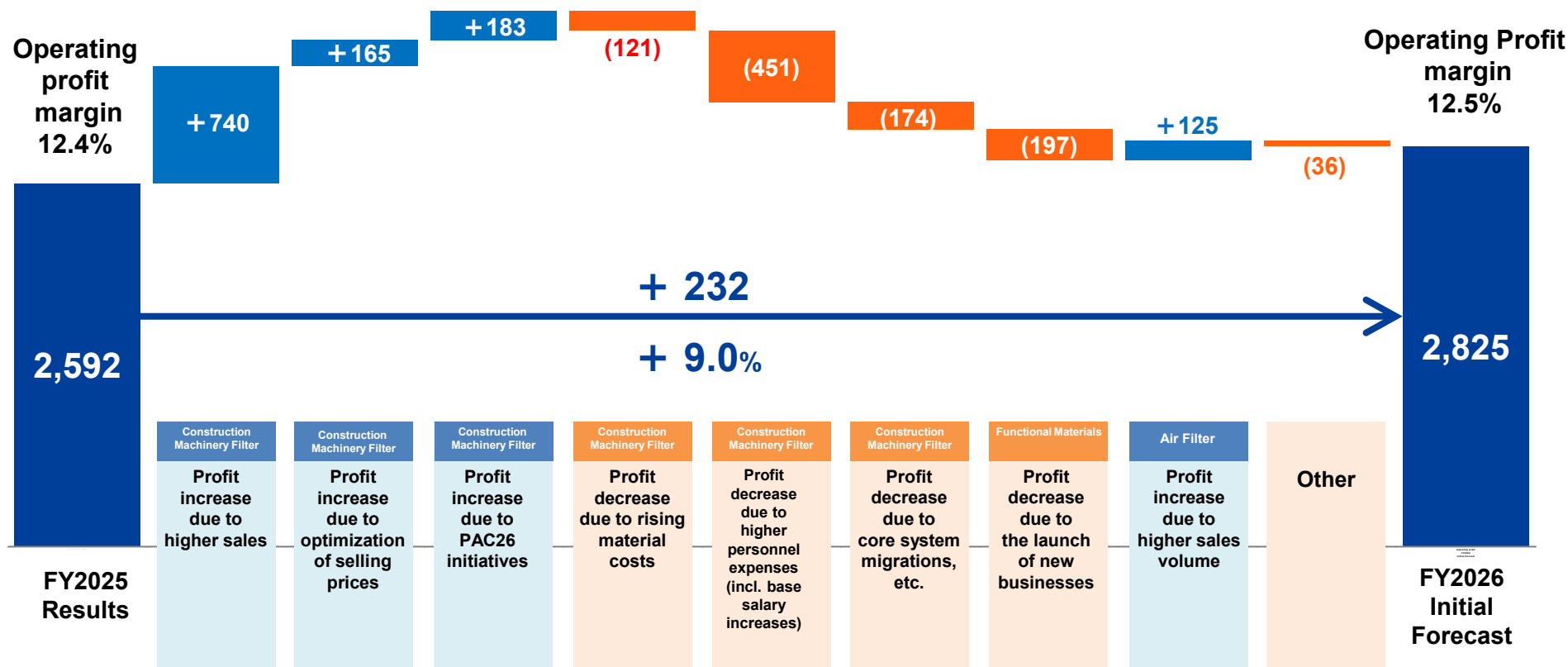


FY2026 Outlook (April 2026 to March 2027)

Changes in Operating Profit (vs. Results)

- Although upfront investments and increased costs associated with launching new businesses are expected, these will be covered through increased sales volume and cost reductions, and consolidated results are forecast to reach record highs since our founding.

(Million yen)



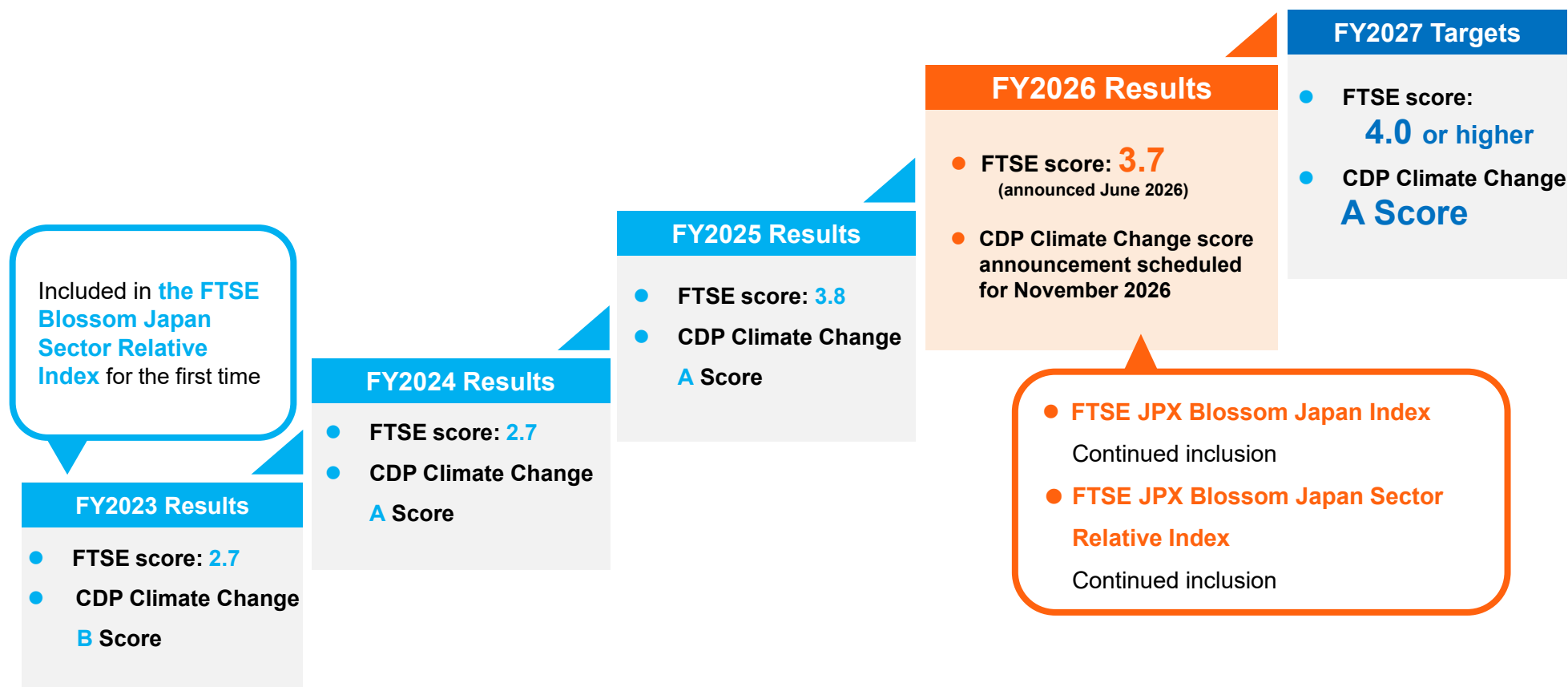
* Starting from Q2, FY2025, changes in ocean freight rates are included in the profit increase associated with higher sales.

Q1 FY2026 Non-Financial Information

Non-Financial Information

Progress on ESG Investment Indices (FTSE, CDP)

- ◆ The FTSE score has continued to be maintained at a high level, and the Company was selected as a constituent of the “FTSE JPX Blossom Japan Index” for the 2nd consecutive year and of the “FTSE JPX Blossom Japan Sector Relative Index” for the 4th consecutive year.



| Market Environment and Progress on the Medium-Term Management Plan

External Environment Surrounding the Construction Machinery Filter Market

- Although demand levels vary by region, demand remains solid

- ◆ In the solid North American market, data center construction and related infrastructure investment are driving demand.
- ◆ In the Asian market, although coal demand showed a weakening trend, demand in other areas remained firm.
- ◆ Although demand levels vary by region, there has been no significant change in the demand environment, which remains solid.

	FY2025	Q1 FY2026 Results	FY2026 Outlook
Japan	YoY increase due to demand recovery for new vehicles	Public investment remained stable New vehicle demand was solid, with a slight YoY increase	Public investment is projected to remain stable Demand is expected to remain flat due to rising material and labor costs
North America	Tariff and foreign exchange trends remained uncertain AI data center demand and active infrastructure investment drove a YoY increase	AI data center demand increased, and demand for new vehicles and the aftermarket was strong, resulting in a YoY increase	AI data center demand is increasing, And related infrastructure investment is progressing steadily Demand for new vehicles and the aftermarket is strong
Europe	YoY decrease in the aftermarket due to reduced demand in major countries	YoY increase due to higher inventory holdings at customers amid concerns over a prolonged situation in the Middle East	New vehicle demand is on a recovery Trend due to increasing replacement demand from environmental regulations
Asia	YoY decrease in the aftermarket due to sluggish resource prices in Indonesia	Inventory reductions by Indonesian customers ran their course and orders recovered, resulting in a YoY increase	Despite mining output restrictions set by the Indonesian government, demand remains firm
China	Despite a sluggish real estate market, higher demand for new vehicles in mining machinery drove a YoY increase	The real estate market remained sluggish New vehicle demand for mining machinery was on an increasing trend, up YoY	The real estate market is expected to remain sluggish New vehicle demand for mining machinery is expected to remain solid

Demand Trends in the Construction Machinery Filter Market

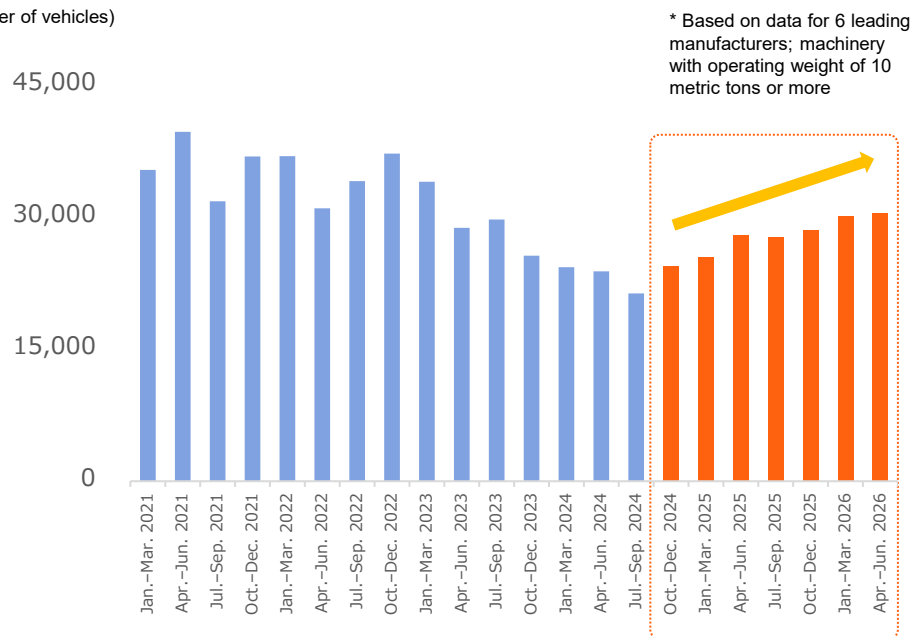
- Orders remain stable and demand remains solid

- ◆ Production volume and production plans for new vehicles continued on an increasing trend.
- ◆ Confirmed order backlog reached a record high for the second consecutive quarter.
- ◆ Led by the North American market, sales of both line and service parts grew steadily on a quarterly basis.

Total Production Results for Major Construction Machinery Manufacturers (quarterly)

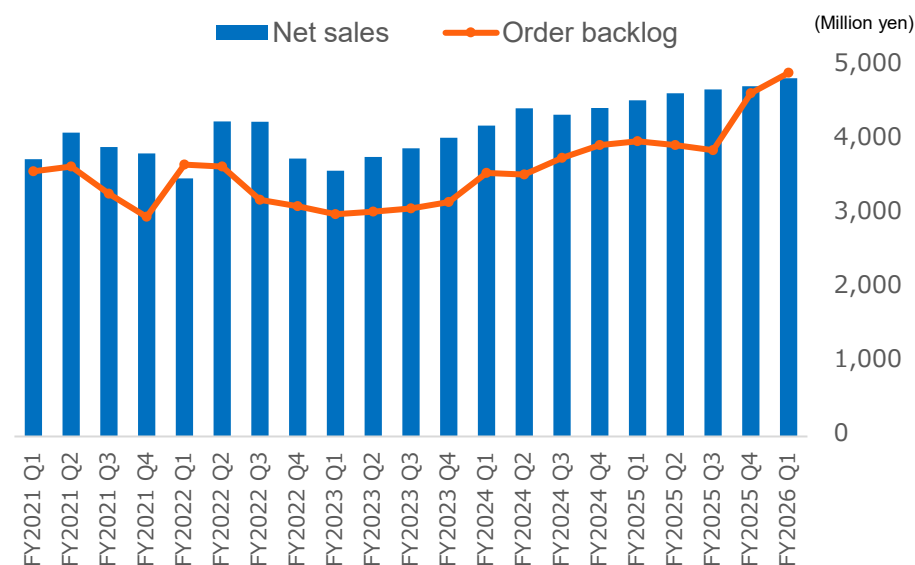
Production volume remained at a high level

(Number of vehicles)



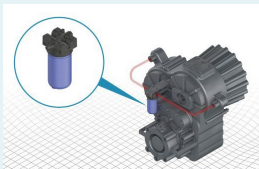
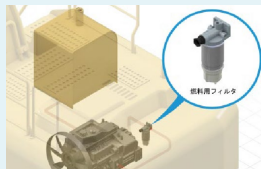
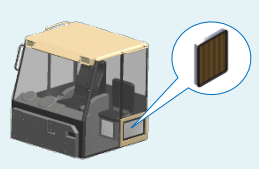
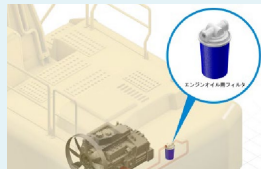
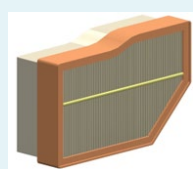
Construction Machinery Filter Net Sales and Confirmed Order Backlog (quarterly)

Supported by solid demand, order backlog reached a record high for the second consecutive quarter



Construction Machinery Filters: Progress on Market Share Expansion Strategy

- Consistently securing model change orders, primarily for our strong product lines such as hydraulic filters.
- Our strategy to capture market share with new products is progressing as planned.

Product Customer	*Hydraulic Filters	Transmission Filters	Fuel Filters	Cabin Filters	Engine oil Filters	Engine Air Filters
						
Company A	◎	△	◎	◎	△	△
Company B	○	◎	△	△	△	△
Company C	○	△	△	△	△	△
Company D	○	-	△	△	△	△
Company E	◎	△	△	△	△	△

◎: Market share of 80.0% or higher; ○: Market share of 50.0% or more but less than 80%; △: Market share below 50%

* Hydraulic filters are installed in machinery such as hydraulic excavators, wheel loaders, bulldozers, dump trucks, motor graders, and crawler cranes.

* Following the announcement of the Medium-Term Management Plan in November 2024, the market share figures in the table were revised to reflect changes in the machinery types covered.

* The highlighted areas indicate an increase in market share.

Construction Machinery Filters: Progress on Aftermarket Activities

- ◆ Aftermarket activities leveraging our global network are progressing steadily.
- ◆ Aftermarket activities were also conducted at a trade show in Europe.
- ◆ We participated in 4 seminars and similar events across Asia and Europe, conducting awareness activities for approximately 440 participants.

Recognition for Awareness Activities for the Aftermarket

Award from Bangkok Komatsu Sales Co., Ltd.



Reason for Award

We received this award from BKS, the Komatsu Group's sales and service base in Thailand, in high recognition of our contribution to genuine parts awareness activities and sales promotion. In FY2025, filter seminars were held at 14 sales locations throughout Thailand for approximately 1,500 sales staff and end users. Through knowledge sharing, we contributed to enhancing BKS's proposal capabilities and strengthening its sales activities.

Genuine Parts Awareness Activities at a Trade Show (Europe)



Background and Results of Participation

At "SaMoTer 2026", held once every three years, we conducted a joint demonstration with Kobelco Construction Machinery Europe (KCME). Demonstrating the filtration process of genuine filters to approximately 100 booth visitors provided a valuable opportunity to communicate the performance and the benefits of using genuine parts to end users.

- ◆ Competition for building projects remains intense, but filter demand in the industry remains solid.
- ◆ Replacement demand has also picked up in areas adjacent to redevelopment zones, lifting overall demand.

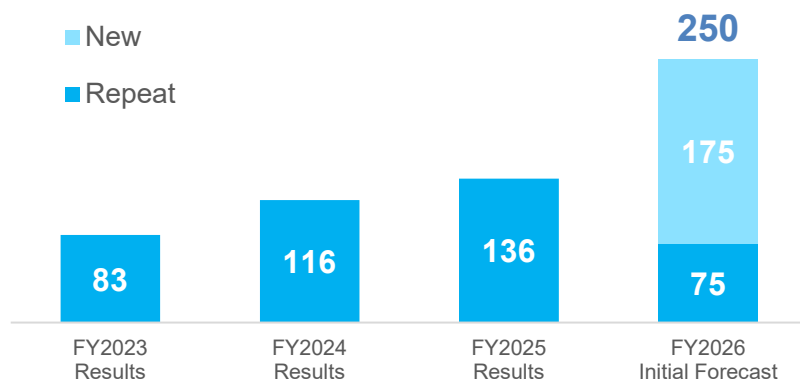
	Market Overview	Market Environment	
		FY2025 Results	FY2026 Outlook
Buildings	Air filters for outdoor air intake units, indoor air conditioning, and related installations in office, commercial, and other buildings	➡ Demand for filters remained solid, but the number of customers seeking lower prices increased.	➡ Against a backdrop of redevelopment projects, demand is increasing not only for new installations but also for replacements.
General factories	Air filters for outdoor air intake units, indoor air conditioning, and related installations in factories	➡ Operating rates declined due to uncertainty surrounding U.S. tariffs. Maintenance plans were also negatively affected.	➡ With the start of the new fiscal year and the shift to new budgets, maintenance plans have returned to their normal cycle.
Semiconductor factories	Chemical filter replacement market	➡ As factories continue to expand, demand is on an upward trend.	➡ The surge in new construction has settled down, and as expected, the market shifts to an operational phase from this fiscal year.
Environmental equipment	Air filters for residential air conditioning and air purifiers used in homes	➡ Single-family housing continued to decline. In the short term, rising material costs were a negative factor.	➡ Demand will continue to decline due to population decline. Housing continues to move toward higher added value.
Vehicles	Air filters for air conditioning of railways and related applications Air filters for dust filtration in construction machinery	➡ Replacement demand remained flat. Linear Chuo Shinkansen components did not reach mass production due to the postponement of the start of operations.	➡ Replacement demand is expected to remain solid. Demand is on an increasing trend due to increased Shinkansen services. Linear Chuo Shinkansen components will take time, but mass production is expected.

Air Filter Business: Strengthening the B2B Direct Sales Structure

- ◆ B2B direct sales activities are progressing steadily, and sales are expected to exceed those of the previous year.
- ◆ Exploration of and negotiations with customers whose needs cannot be met by other companies are progressing.
- ◆ Leveraging the expertise of a Tier 1 manufacturer, product supply and joint development have begun.

B2B Direct Sales: Results and Outlook

(Million yen)



Factors behind the increase in new orders

- We proposed optimization of the distribution channel and succeeded in further improving the speed of response to customer requests.
- Optimization of the distribution channel enables cost reductions for customers.
- Closer relationships with customers have made it possible to propose equivalent products.

Approach Towards Promising Areas

Industrial Equipment Area



Air conditioning equipment manufacturers

Adopted as standard filters
installed in air conditioning
units.

Installed in factories and
warehouses.

- By leveraging our strength in deep technical expertise, we strengthened our approach of responding to technical consultations from the customer's product development and design stages, which was highly evaluated.

Production Process Area



Pharmaceutical manufacturers

Adopted for air conditioning
control in processes related to
pharmaceutical quality.

- While jointly conducting actual equipment tests for hazardous gas removal with the requesting party, we devoted efforts to data collection and new product development. The tests have been completed, and progress is underway toward market launch during 2026.

YAMASHIN FILTER VISION 2030 Progress

– Functional Materials Business

YAMASHIN FILTER VISION 2030 Progress

— Joint Press Conference with Mitsufuji



A joint press conference was held on July 29

Through the conclusion of a strategic alliance with Mitsufuji,
we aim to achieve social implementation in two fields



Life
Sciences
Domain

Precise and easy-to-wear

“Biometric wearable devices”

Industrial
Materials
Domain

Combining shielding performance and breathability:

“Next-generation electromagnetic shielding filters”

Significance of the Alliance 1

Social Implementation in the Wearable Domain

Issue 1

The arrival of an era of extreme heat and the need for biometric wearable devices to evolve

Increase in extremely hot days

**Health management that does not rely on subjective perception
(continuous monitoring) is becoming essential**

**Optical type
(existing)**

Opened the door to
wearable
devices



Electrode type

Accurate, but **wearability**
has been a barrier to date



**Lowering the barrier to wearing
while
capturing biometric information
precisely**

**Extreme heat and
an aging society**
**Expected to be utilized for health
management**

Significance of the Alliance 1

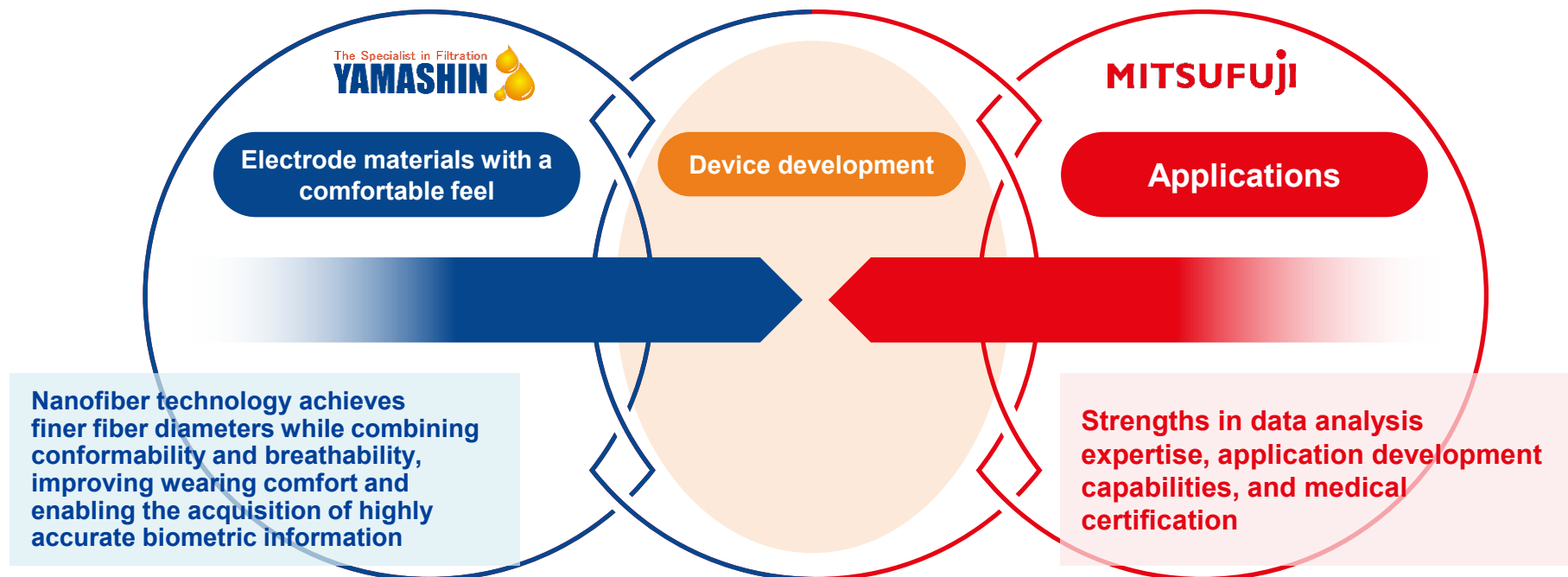
Social Implementation in the Wearable Domain

Life
Sciences
Domain

Precise and easy-to-wear

“Biometric wearable devices”

By combining YAMASHIN’s comfortable conductive materials made with nanofibers with Mitsufuji’s data analysis expertise, application development capabilities and knowledge of medical certification, we are working to develop high-performance, easy-to-wear “biometric wearable devices”



Significance of the Alliance 2

Social Implementation in the Wearable Domain

Issue 2

The conflicting challenges of electromagnetic interference — achieving both **noise suppression** and **heat dissipation**

The problem of
electromagnetic interference

**Shielding
performance**

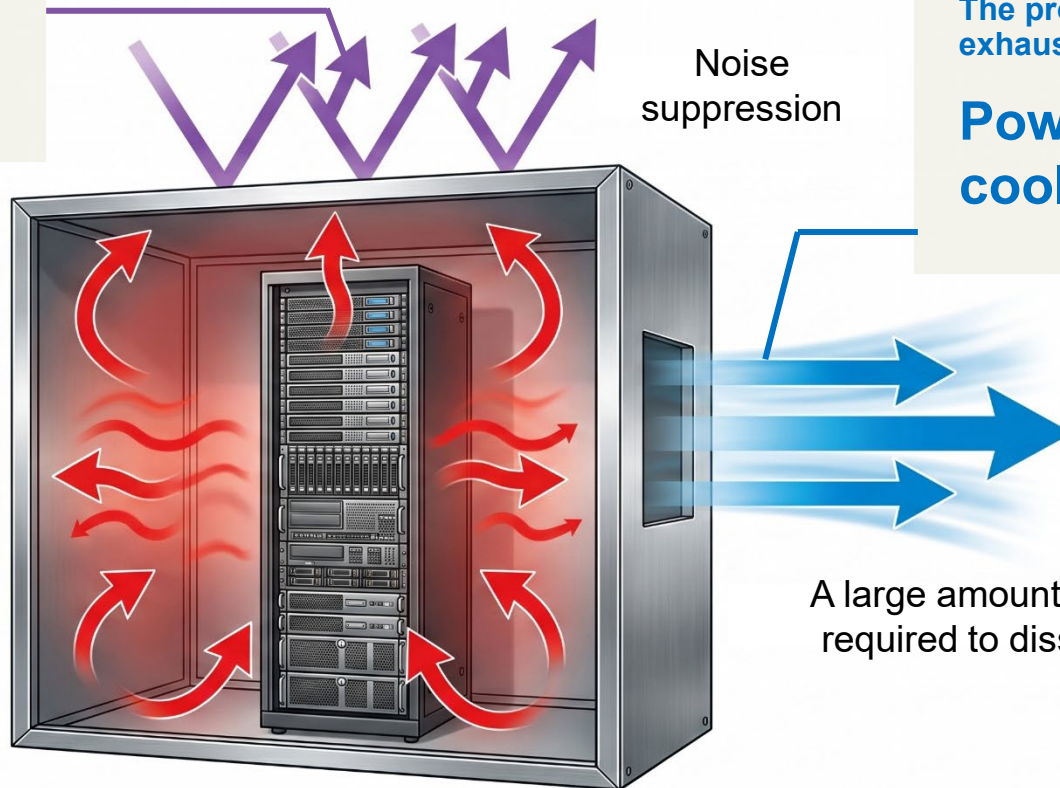
The problem of heat
exhaust

**Powerful
cooling systems**

Heat buildup

Noise
suppression

A large amount of power is
required to dissipate heat



Significance of the Alliance 2

Social Implementation in the Wearable Domain

Industrial
Materials
Domain

Combining shielding performance and breathability:

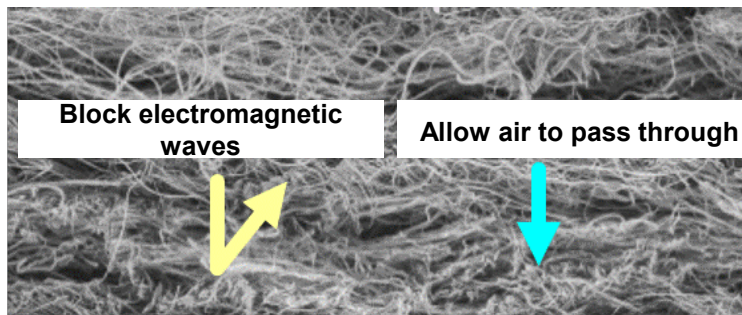
“Next-generation electromagnetic shielding filters”

Leveraging the proprietary technologies of both companies together with Mitsufuji’s track record and brand recognition,
we will accelerate social implementation in the electromagnetic shielding domain



Nanofiber technology

► A structure of intricately interwoven ultrafine fibers efficiently blocks electromagnetic waves while also ensuring breathability that allows air to pass through



MITSUFUJI

Proprietary fiber processing technology and track record

► Processing technology applied to nanofiber fibers
► Track record and expertise in the respective industries



Reference - Supplementary Information for Q1 FY2026

Q1 FY2026 Results (April to June 2026)

Net Sales (by Region)

- ◆ New vehicle demand increased on the back of AI data center demand in North America, infrastructure investment in China, and mining demand in Asia, while demand for service parts also remained solid.

■ Net sales by region (Million yen)		Q1 FY2025 Results		Q1 FY2026 Results		YoY Change	
		Amount	Composition Ratio	Amount	Composition Ratio	Amount	Percent
Construction Machinery Filter*		4,555	89.4%	4,850	89.7%	294	6.5%
	Japan	1,734	34.0%	1,814	33.6%	79	4.6%
	North & South America	1,080	21.2%	1,107	20.5%	27	2.5%
	China	403	7.9%	471	8.7%	68	16.9%
	Asia	863	17.0%	952	17.6%	89	10.3%
	Europe	449	8.8%	504	9.3%	55	12.4%
	Other (Middle East, etc.)	24	0.5%	(0)	(0.0%)	(25)	(103.8%)
Air Filter (Japan)		540	10.6%	555	10.3%	15	2.8%
Functional Materials (Japan)		—	—	0	0.0%	0	—
Total net sales		5,096	100.0%	5,405	100.0%	309	6.1%

* “Construction Machinery Filter” includes construction machinery filters, industrial filters, and process filters.

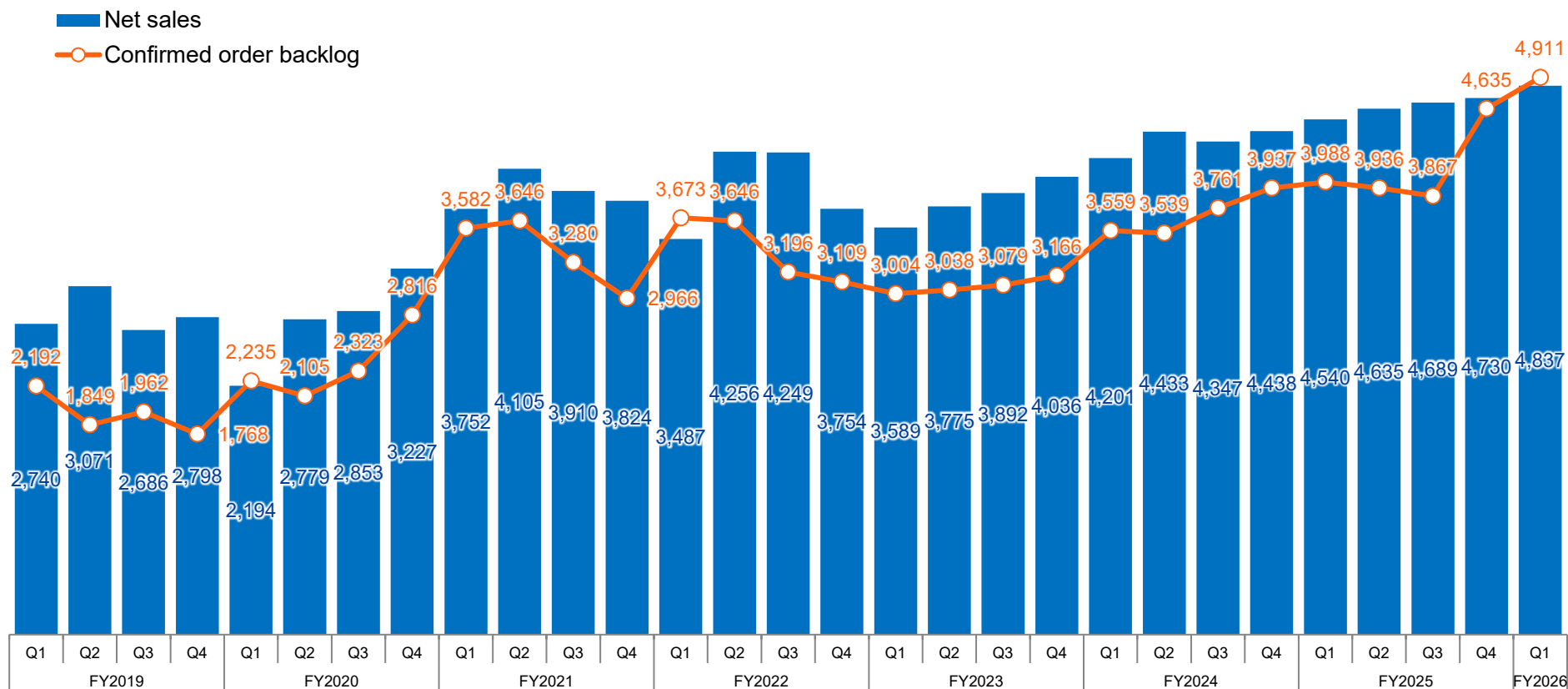
- The regional figures above are aggregated based on invoice destination.

- South America, previously categorized under “Other,” has now been combined with North America under the category “North & South America.”

Confirmed Order Backlog and Net Sales (Construction Machinery Filter Business)

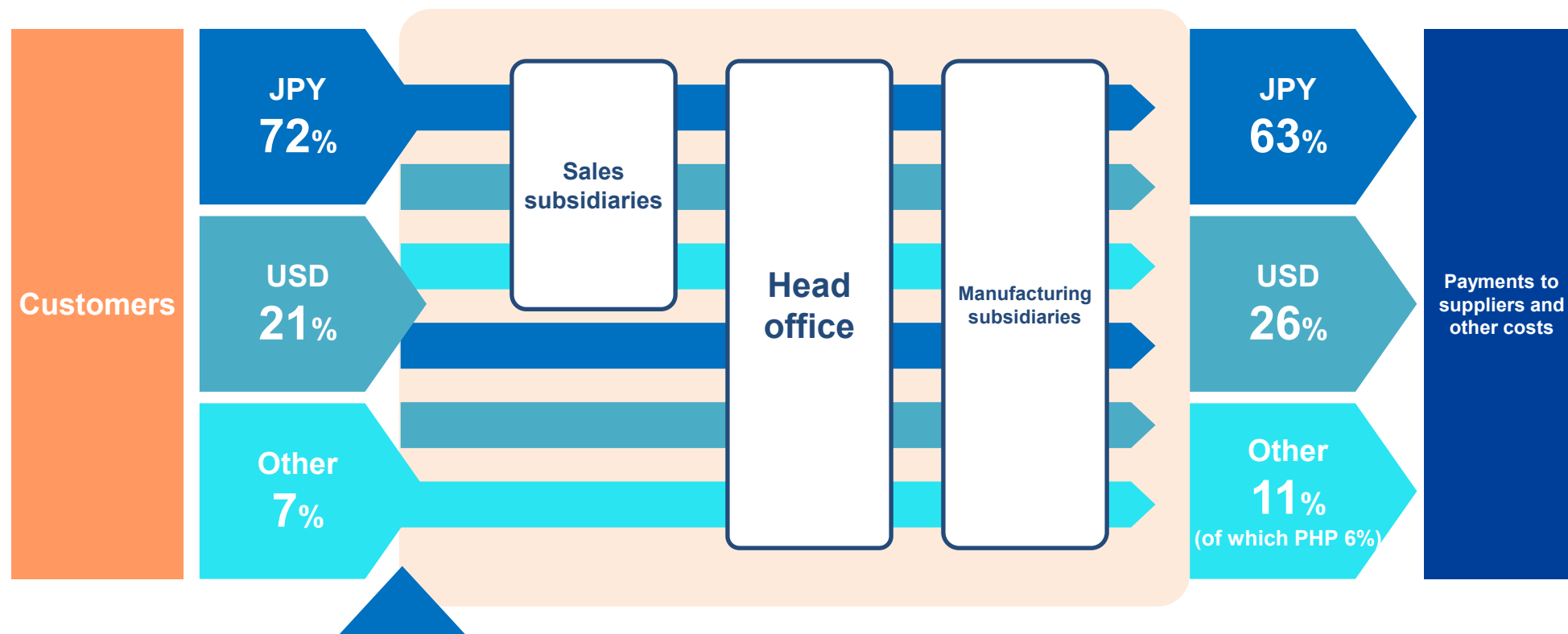
- Against a backdrop of a solid external environment, our market share expansion strategy in the North American market and our strategy to expand the supply of high-value-added products paid off, and the confirmed order backlog in Q1 FY2026 reached a record high.

(Million yen)



* Net sales do not include healthcare sales.

- ◆ FX sensitivity is 0.23%, and the impact on operating profit is negligible.

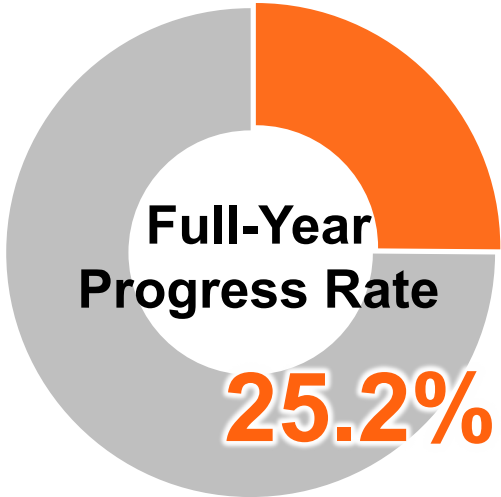
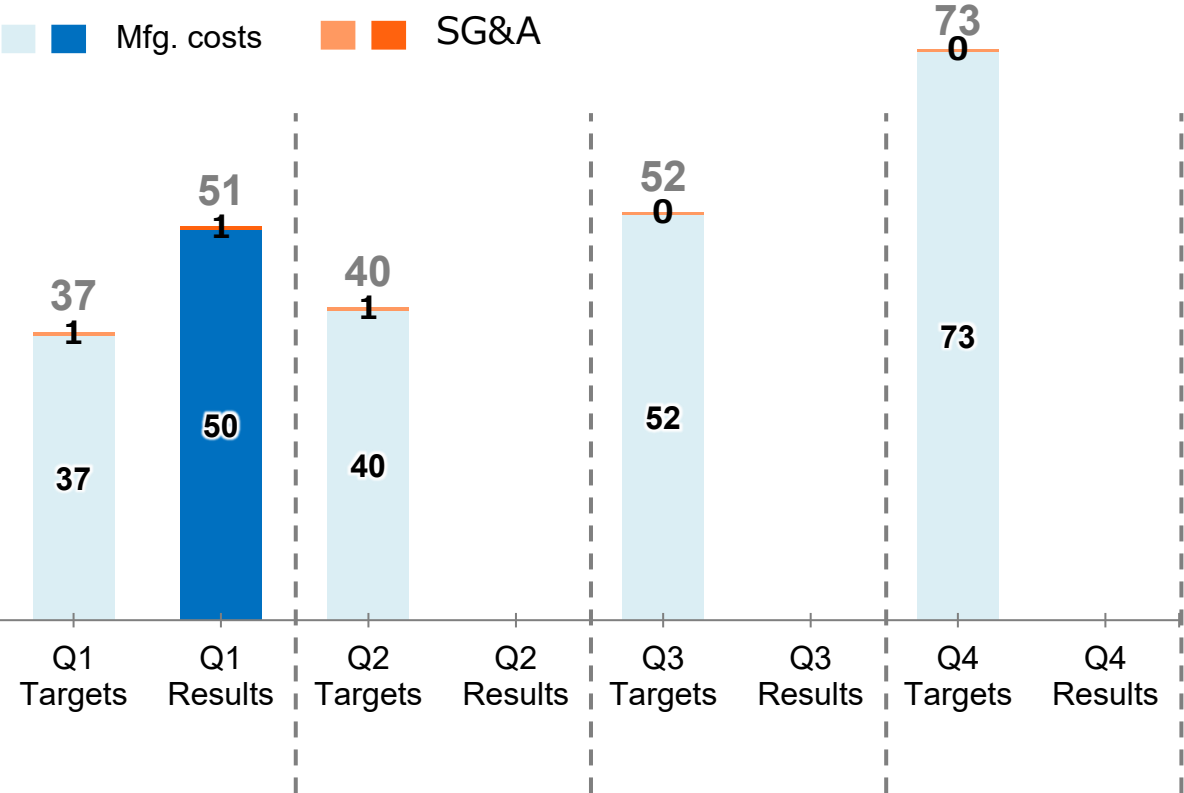


Approx. 70% of transactions are conducted in JPY

◆ PAC26 initiatives are steadily advancing.

■ Progress (YoY)
(Million yen)

■ Mfg. costs ■ SG&A



Million yen		Full-Year Targets	Full-Year Results
PAC26	Mfg. costs	201	50
	SG&A	2	1
Total		203	51

YAMASHIN FILTER VISION 2030 Progress

— Joint Press Conference with Shinshu University

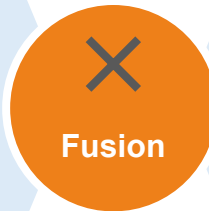


- ◆ A joint press conference with Shinshu University was held on May 26.
- ◆ Launched the “SHIN PROJECT”, declaring social implementation.
- ◆ By combining the overall concept of the joint research with the three business domains of VISION2030, we will advance technology development addressing more specific social issues, aiming for social implementation within 3 years at the earliest.

— SHIN PROJECT —



World-class filter technology built
around nanofiber manufacturing technology with
excellent mass-production capability



**Adding functions that go beyond
filtration** such as
sensing and shielding to nanofibers

Functional Textiles



- ▶ Biomass aerogel
- ▶ PFAS-free water-repellent materials
- ▶ Energy savings through highly insulating materials

Life Sciences



- ▶ Self-power generating sensors
- ▶ Gas detection
- ▶ Biometric sensors

Industrial Materials



- ▶ EMC materials
- ▶ Sound-absorbing materials



The forward-looking statements in this document, including the forecast of results of operations, are based on information currently available to YAMASHIN. Actual results may differ from these forecasts due to a variety of factors, including market trends and business conditions.

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