February 13, 2026

For Immediate Release

Company name: artience Co., Ltd.
Representative: Satoru Takashima, President and Representative Director
(Code: 4634, Prime Market of TSE)
Contact: Takeshi Arimura, Operating Officer in charge of IR and General Manager of Finance & Accounting Department
(TEL: +81-3-3272-6002)

Notice Regarding Differences between Full-Year Consolidated Financial Results Forecasts and Actual Results, Recording of Impairment Losses, and Voluntary Return of Executives' Compensation

artience Co., Ltd. (the "Company") announces that it recorded impairment losses in the fourth quarter of the fiscal year ended December 31, 2025, resulting in differences between the consolidated financial results forecasts for the fiscal year ended December 31, 2025 announced on November 14, 2025 and the actual results announced today. Details are as follows. The Company also announces the return of executives' compensation.

1. Differences between the consolidated financial results forecasts for the fiscal year ended December 31, 2025 and actual results

(1) Consolidated financial results for the year ended December 31, 2025 (from January 1, 2025 to December 31, 2025)

	Net sales	Operating profit	Ordinary profit	Profit attributable to owners of parent	Profit per share
	Million yen	Million yen	Million yen	Million yen	yen
Previous forecast (A)	355,000	19,000	18,000	15,500	314.49
Actual results (B)	349,979	20,765	20,888	10,340	210.50
Change (B - A)	-5,020	1,765	2,888	-5,159	
Change (%)	-1.4	9.3	16.0	-33.3	
(For reference) Consolidated results for the previous fiscal year (Fiscal year ended December 31, 2024)	351,064	20,414	21,008	18,540	352.53

(2) Reasons for the differences

Looking at the Group's business environment, economic conditions improved overall. However, the economies of some regions faltered and there was also a global slowdown in EV market growth. As a result, net sales fell short of the previous forecast. Meanwhile, operating profit and ordinary profit exceeded the previous forecasts, reflecting improvement in profit due to progress with cost cutting and sales price revisions in response to soaring prices of raw materials and inflation-driven cost increases. However, profit attributable to owners of parent was lower than the previous forecast due to the recording of impairment losses (extraordinary losses) of 7,267 million yen.

2. Recording of impairment losses (extraordinary losses)

As a result of the global slowdown in EV market growth, business start-up plans related to the materials for automotive lithium ion batteries at the Kentucky Plant were postponed, and business plans related to materials for automotive lithium ion batteries in Hungary were also revised. Meanwhile, in the pressure-sensitive adhesives business in China, the shift from solvent-based to water-based adhesives in line with VOC (Volatile Organic Compound) regulations has been slow in the market and, despite actions to manage the situation through product development and customer development, the business continued to post an operating loss. As a result, indications of impairment were recognized in each of the businesses, necessitating recognition of impairment losses. Accordingly, during the fourth quarter of the fiscal year ended December 31, 2025, the Company decided to reduce the book values of property, plant and equipment related to these businesses to their recoverable amounts, and recorded impairment losses of 4,951 million yen for a consolidated subsidiary in the US, 1,257 million yen for a consolidated subsidiary in Hungary, and 972 million yen for a consolidated subsidiary in China. In addition, the Company wrote off the book value of property, plant and equipment that was no longer in use at a factory in Japan, and recorded an impairment loss of 85 million yen. As a result, the Company recorded impairment losses totaling 7,267 million yen in its consolidated financial statements for the fiscal year ended December 31, 2025.

3. Dividend forecasts

Despite the differences between the full-year consolidated financial results forecasts and actual results, there is no change in the annual dividend forecast for the fiscal year ended December 31, 2025 of 100 yen per share (interim dividend of 50 yen and year-end dividend of 50 yen) announced on November 14, 2025.

4. Voluntary return of executives' compensation

Due to the recording of impairment losses in the fourth quarter of the fiscal year ended December 31, 2025, relevant executives offered to voluntarily return their compensation and the Company decided to accept his offer.

Details of return of executives' compensation

President and Representative Director: Voluntary return of 20% of compensation for March 2026
Vice President and Director: Voluntary return of 10% of compensation for March 2026
Three Executive Operating Officers: Voluntary return of 10% of compensation for March 2026