August 12, 2026

# Consolidated Financial Results for the Three Months Ended June 30, 2026 (Under Japanese GAAP)

Company name: Hakuto Co., Ltd.
Listing: Tokyo Stock Exchange
Securities code: 7433
URL: https://www.hakuto.co.jp
Representative: Tamaki Miyashita, Representative Director, President and Chief Executive Officer
Inquiries: Ken Ebihara, Director, V.P. & Executive Managing Officer
Telephone: +81-3-3225-8931
Scheduled date to commence dividend payments: -
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: Yes

(Yen amounts are rounded down to millions, unless otherwise noted.)

## 1. Consolidated financial results for the three months ended June 30, 2026 (from April 1, 2026 to June 30, 2026)

### (1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

| | Net sales | | Operating profit | | Ordinary profit | | Profit attributable to owners of parent | |
|---|---|---|---|---|---|---|---|---|
| Three months ended | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % |
| June 30, 2026 | 54,537 | 35.2 | 2,323 | 167.3 | 2,295 | 219.1 | 1,462 | 121.8 |
| June 30, 2025 | 40,337 | (4.8) | 869 | (49.9) | 719 | (68.1) | 659 | (57.3) |

Note: Comprehensive income For the three months ended June 30, 2026: ¥2,748 million [78.2%]
For the three months ended June 30, 2025: ¥1,542 million [(47.9)%]

| | Basic earnings per share | Diluted earnings per share |
|---|---|---|
| Three months ended | Yen | Yen |
| June 30, 2026 | 77.67 | - |
| June 30, 2025 | 35.03 | - |

### (2) Consolidated financial position

| | Total assets | Net assets | Equity-to-asset ratio | Net assets per share |
|---|---|---|---|---|
| As of | Millions of yen | Millions of yen | % | Yen |
| June 30, 2026 | 168,044 | 70,728 | 41.2 | 3,673.16 |
| March 31, 2026 | 164,484 | 69,833 | 41.6 | 3,632.50 |

Reference: Equity
As of June 30, 2026: ¥69,154 million
As of March 31, 2026: ¥68,386 million

## 2. Cash dividends

| | Annual dividends per share | | | | |
|---|---|---|---|---|---|
| | First quarter-end | Second quarter-end | Third quarter-end | Fiscal year-end | Total |
| | Yen | Yen | Yen | Yen | Yen |
| Fiscal year ended March 31, 2026 | - | 100.00 | - | 100.00 | 200.00 |
| Fiscal year ending March 31, 2027<br>Before considering the stock split<br>(After considering the stock split) | -<br>- | | | | |
| Fiscal year ending March 31, 2027<br>Forecast/Before considering the stock split<br>(Forecast/After considering the stock split) | | 120.00<br>120.00 | | 135.00<br>45.00 | 255.00<br>— |

Note: Revisions to the forecast of cash dividends most recently announced: None

Note: At the Board of Directors meeting held on July 29, 2026, the Company resolved to conduct a stock split at the ratio of three shares per common stock with September 30 as the record date.

### 3. Forecast of consolidated financial results for the fiscal year ending March 31, 2027 (from April 1, 2026 to March 31, 2027)

(Percentages indicate year-on-year changes.)

| | Net sales | | Operating profit | | Ordinary profit | | Profit attributable to owners of parent | | Basic earnings per share |
|---|---|---|---|---|---|---|---|---|---|
| | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % | Yen |
| Six months ending September 30, 2026 | 111,500 | 33.1 | 3,900 | 66.0 | 3,600 | 54.8 | 2,600 | 29.5 | 138.10 |
| Fiscal year ending March 31, 2027 | 227,500 | 25.6 | 9,600 | 57.9 | 8,600 | 54.1 | 6,400 | 27.7 | 113.32 |

Note: Revisions to the earnings forecasts most recently announced: None

Note: Net income per share in the full-year consolidated earnings forecast for the fiscal year ending March 31, 2027 takes into account the impact of the stock split mentioned above. Net income per share without the stock split will be ¥339.95.

* **Notes**

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

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: None

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

- (i) Changes in accounting policies due to revisions to accounting standards and other regulations: None
- (ii) Changes in accounting policies due to other reasons: None
- (iii) Changes in accounting estimates: None
- (iv) Restatement: None

(4) Number of issued shares (common shares)

(i) Total number of issued shares at the end of the period (including treasury shares)

| | |
|---|---|
| As of June 30, 2026 | 21,137,213 shares |
| As of March 31, 2026 | 21,137,213 shares |

(ii) Number of treasury shares at the end of the period

| | |
|---|---|
| As of June 30, 2026 | 2,310,108 shares |
| As of March 31, 2026 | 2,310,823 shares |

(iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

| | |
|---|---|
| Three months ended June 30, 2026 | 18,826,626 shares |
| Three months ended June 30, 2025 | 18,816,966 shares |

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

* Proper use of earnings forecasts, and other special matters

The forward-looking statements, including forecasts of financial results, contained in these materials are based on information available to the Company and on certain assumptions deemed to be reasonable. Actual financial results may differ from the results anticipated in the statements due to various factors. For the conditions on which earnings forecasts are based and precautions for using earnings forecasts, see "1. Qualitative Information on Financial Results for the quarter (3) Explanation of Forward-Looking Information such as Consolidated Earnings Forecasts."

## 1. Qualitative Information Regarding the Quarterly Financial Results

### (1) Explanation of Operating Results

During the first quarter of the current consolidated cumulative period, the global economy was affected by downward pressure from rising energy prices and logistics disruptions caused by instability in the Middle East. On the other hand, expansion of investment related to generative AI and increased demand for data centers provided support. As a result, despite variations by region and industry, the global economy remained generally resilient.

In the Japanese economy, although rising prices weighed on household purchasing power, personal consumption showed signs of recovery, supported by high wage increases and the effects of government measures to address inflation. In addition, demand for capital investment, driven by responses to labor shortages and digital transformation, also provided support, and the economy continued on a moderate recovery trend.

In the electronics industry, where our Group conducts its main business, the accelerated spread of AI agents led to a sharp increase in demand for data centers and general-purpose servers, and tight supply-demand conditions and price increases for advanced semiconductors and memory continued. While fields such as industrial equipment moved toward recovery after inventory adjustments had run their course, shipments of PCs and consumer electronics remained sluggish due to higher component costs and supply constraints, resulting in a mixed picture depending on the field.

Under these circumstances, in the Group's Electronic Components Business, sales increased year on year due to contributions to earnings from newly consolidated subsidiaries and solid performance in automotive-related applications.

In the Electronic and Electrical Equipment Business, sales increased year on year as sales of PCB manufacturing-related equipment expanded.

In the Chemical Business, sales decreased year on year due to a decline in overseas shipments of cosmetic base materials.

As a result, consolidated net sales for the first quarter of the current consolidated cumulative period amounted to ¥54,537 million, an increase of 35.2% year on year.

In terms of profit and loss, consolidated gross profit for the first quarter of the current consolidated cumulative period was ¥7,989 million, an increase of 39.0% year on year. Selling, general and administrative expenses amounted to ¥5,665 million, an increase of 16.1% year on year. As a result, consolidated operating profit was ¥2,323 million, an increase of 167.3% year on year; ordinary profit was ¥2,295 million, an increase of 219.1% year on year; and profit attributable to owners of parent was ¥1,462 million, an increase of 121.8% year on year.

Net income per share for the quarter was ¥77.67, an increase of ¥42.64 from the same quarter of the previous fiscal year.

An overview by reportable segment is as follows.

**Electronic Components Business**

In the Electronic Components Business, automotive-related applications remained solid, and sales increased in the industrial equipment field as demand recovered. Optical components also performed well, supported by investment in next-generation communications infrastructure and 5G-related projects. In addition, two newly consolidated subsidiaries contributed to performance.

As a result, net sales for the first quarter of the current consolidated cumulative period amounted to ¥44,873 million, an increase of 43.1% year on year. Segment profit was ¥2,021 million, an increase of 287.3% year on year, due to an increase in profit accompanying higher sales and the impact of foreign exchange rates.

**Electronic and Electrical Equipment Business**

In the Electronic and Electrical Equipment Business, inquiries from customers have increased significantly against the backdrop of active investment in the semiconductor, AI, and data center markets. On the other hand, because various manufacturing equipment has a long lead time from order receipt to sales recognition, its contribution to net sales in the first quarter was limited. Nevertheless, sales of PCB manufacturing-related equipment expanded.

As a result, net sales for the first quarter of the current consolidated cumulative period amounted to ¥6,173 million, an increase of 15.6% year on year, and segment profit was ¥430 million, an increase of 2.8% year on year.

**Chemical Business**

In the Chemical Business, raw material prices increased due to higher crude oil and naphtha prices as well as rising logistics costs caused by instability in the Middle East. While sales in the petroleum, petrochemical, and pulp and paper fields remained at the same level as the previous year, overseas shipments of cosmetic base materials fell below the previous year's level.

As a result, net sales for the first quarter of the current consolidated cumulative period amounted to ¥2,639 million, a decrease of 3.6% year on year, and segment profit was ¥136 million, a decrease of 10.1% year on year.

**Other Businesses**

Other Businesses include businesses entrusted with the Company's overall operations and logistics management, as well as the solar power generation business. In addition, since the second half of the previous fiscal year, the Group has been engaged in contracted analysis and testing/evaluation businesses, including materials research.

Net sales for the first quarter of the current consolidated cumulative period amounted to ¥948 million, a decrease of 5.2% year on year, and segment loss was ¥325 million, compared with a segment loss of ¥370 million in the same period of the previous fiscal year.

### (2) Explanation of Financial Position

**① Assets, Liabilities, and Net Assets**

Current assets at the end of the first quarter of the current consolidated accounting period increased by ¥3,108 million, or 2.4%, compared with the end of the previous consolidated fiscal year, to ¥130,177 million. This was mainly due to an increase of ¥2,054 million in notes and accounts receivable-trade, and contract assets.

Non-current assets increased by ¥450 million, or 1.2%, compared with the end of the previous consolidated fiscal year, to ¥37,866 million. This was mainly due to an increase of ¥1,004 million in investment securities resulting from a rise in the market prices of shares held.

As a result, total assets at the end of the first quarter of the current consolidated accounting period increased by ¥3,559 million, or 2.2%, compared with the end of the previous consolidated fiscal year, to ¥168,044 million.

With regard to liabilities, current liabilities increased by ¥4,222 million, or 6.3%, compared with the end of the previous consolidated fiscal year, to ¥71,580 million. This was mainly due to increases of ¥2,755 million in notes and accounts payable-trade and ¥1,495 million in short-term borrowings.

Non-current liabilities decreased by ¥1,557 million, or 5.7%, compared with the end of the previous consolidated fiscal year, to ¥25,735 million. This was mainly due to a decrease of ¥1,754 million in long-term borrowings.

As a result, total liabilities at the end of the first quarter of the current consolidated accounting period increased by ¥2,664 million, or 2.8%, compared with the end of the previous consolidated fiscal year, to ¥97,316 million.

Net assets increased by ¥894 million, or 1.3%, compared with the end of the previous consolidated fiscal year, to ¥70,728 million. This was mainly due to an increase of ¥691 million in valuation difference on available-for-sale securities resulting from a rise in the market value of shares held.

### ② Cash Flow Position

Consolidated cash flows for the first quarter of the current consolidated cumulative period were as follows: cash flows from operating activities resulted in an inflow of ¥3,128 million; cash flows from investing activities resulted in an inflow of ¥55 million; and cash flows from financing activities resulted in an outflow of ¥2,354 million. After taking into account a ¥254 million increase due to the effect of exchange rate changes on cash and cash equivalents, cash and cash equivalents increased by ¥1,083 million compared with the end of the previous consolidated fiscal year, to ¥19,833 million at the end of the first quarter.

**Cash Flows from Operating Activities**

During the first quarter of the current consolidated cumulative period, although there were decreasing factors such as an increase of ¥1,946 million in trade receivables, cash flows from operating activities resulted in an inflow of ¥3,128 million, mainly due to profit before income taxes of ¥2,583 million and an increase of ¥2,730 million in trade payables. In the same quarter of the previous fiscal year, cash flows from operating activities resulted in an inflow of ¥4,430 million, mainly due to a decrease of ¥3,384 million in trade receivables.

**Cash Flows from Investing Activities**

During the first quarter of the current consolidated cumulative period, cash flows from investing activities resulted in an inflow of ¥55 million, mainly due to proceeds of ¥299 million from sale of investment securities. In the same quarter of the previous fiscal year, cash flows from investing activities resulted in an inflow of ¥175 million, mainly due to proceeds of ¥284 million from sale of investment securities.

**Cash Flows from Financing Activities**

During the first quarter of the current consolidated cumulative period, cash flows from financing activities resulted in an outflow of ¥2,354 million, mainly due to dividends paid of ¥1,786 million. In the same quarter of the previous fiscal year, cash flows from financing activities resulted in an outflow of ¥3,732 million, mainly due to dividends paid of ¥2,316 million.

## (3) Explanation of Forward-Looking Information, Including Consolidated Earnings Forecasts

The consolidated earnings forecasts were revised on July 29, 2026, due to an increase in demand for semiconductors and general electronic components in the Electronic Components Business, and an increase in inquiries for vacuum equipment and PCB manufacturing-related equipment in the Electronic and Electrical Equipment Business. There have been no changes to the revised forecasts for the second quarter cumulative period and the full fiscal year. The impact on business results of "2026 Kumamoto Earthquake" which occurred on July 28, 2026, is currently under investigation.

If any changes to the earnings forecasts arise in the future, the Company will disclose them appropriately.

## Quarterly consolidated balance sheet

(Millions of yen)

| | As of March 31, 2026 | As of June 30, 2026 |
|---|---|---|
| Assets | | |
| Current assets | | |
| Cash and deposits | 18,957 | 20,154 |
| Notes and accounts receivable - trade, and contract assets | 51,652 | 53,706 |
| Electronically recorded monetary claims - operating | 5,216 | 5,483 |
| Merchandise and finished goods | 44,496 | 44,305 |
| Work in process | 96 | 155 |
| Raw materials and supplies | 1,718 | 1,700 |
| Other | 5,016 | 4,711 |
| Allowance for doubtful accounts | (85) | (38) |
| Total current assets | 127,068 | 130,177 |
| Non-current assets | | |
| Property, plant and equipment | | |
| Buildings and structures, net | 1,699 | 1,669 |
| Machinery and equipment, net | 1,080 | 1,048 |
| Land | 3,053 | 3,053 |
| Other, net | 1,876 | 1,798 |
| Total property, plant and equipment | 7,710 | 7,570 |
| Intangible assets | | |
| Goodwill | 16,063 | 15,761 |
| Other | 1,555 | 1,478 |
| Total intangible assets | 17,618 | 17,239 |
| Investments and other assets | | |
| Investment securities | 8,557 | 9,561 |
| Investment property | 1,803 | 1,819 |
| Deferred tax assets | 600 | 547 |
| Other | 1,159 | 1,162 |
| Allowance for doubtful accounts | (35) | (35) |
| Total investments and other assets | 12,086 | 13,055 |
| Total non-current assets | 37,415 | 37,866 |
| Total assets | 164,484 | 168,044 |

(Millions of yen)

| | As of March 31, 2026 | As of June 30, 2026 |
|---|---|---|
| Liabilities | | |
| Current liabilities | | |
| Notes and accounts payable - trade | 21,795 | 24,551 |
| Electronically recorded obligations - operating | 755 | 861 |
| Short-term borrowings | 33,231 | 34,726 |
| Lease liabilities | 456 | 408 |
| Income taxes payable | 1,579 | 1,336 |
| Provision for bonuses | 2,308 | 1,184 |
| Provision for bonuses for directors (and other officers) | 60 | 1 |
| Provision for product warranties | 9 | 10 |
| Other | 7,161 | 8,498 |
| Total current liabilities | 67,358 | 71,580 |
| Non-current liabilities | | |
| Long-term borrowings | 24,147 | 22,393 |
| Lease liabilities | 196 | 192 |
| Deferred tax liabilities | 2,044 | 2,252 |
| Provision for retirement benefits for directors (and other officers) | 72 | 76 |
| Retirement benefit liability | 394 | 377 |
| Other | 437 | 443 |
| Total non-current liabilities | 27,293 | 25,735 |
| Total liabilities | 94,651 | 97,316 |
| Net assets | | |
| Shareholders' equity | | |
| Share capital | 8,100 | 8,100 |
| Capital surplus | 2,548 | 2,551 |
| Retained earnings | 50,056 | 49,636 |
| Treasury shares | (4,724) | (4,722) |
| Total shareholders' equity | 55,980 | 55,565 |
| Accumulated other comprehensive income | | |
| Valuation difference on available-for-sale securities | 4,711 | 5,402 |
| Deferred gains or losses on hedges | 13 | 15 |
| Foreign currency translation adjustment | 7,514 | 8,008 |
| Remeasurements of defined benefit plans | 166 | 162 |
| Total accumulated other comprehensive income | 12,406 | 13,589 |
| Non-controlling interests | 1,446 | 1,573 |
| Total net assets | 69,833 | 70,728 |
| Total liabilities and net assets | 164,484 | 168,044 |

## Quarterly consolidated statement of income

(Millions of yen)

| | Three months ended June 30, 2025 | Three months ended June 30, 2026 |
|---|---|---|
| Net sales | 40,337 | 54,537 |
| Cost of sales | 34,589 | 46,547 |
| Gross profit | 5,748 | 7,989 |
| Selling, general and administrative expenses | | |
| Salaries and allowances | 1,453 | 1,688 |
| Provision for bonuses | 660 | 726 |
| Retirement benefit expenses | 174 | 90 |
| Other | 2,589 | 3,160 |
| Total selling, general and administrative expenses | 4,878 | 5,665 |
| Operating profit | 869 | 2,323 |
| Non-operating income | | |
| Interest income | 9 | 15 |
| Dividend income | 15 | 7 |
| Foreign exchange gains | - | 163 |
| Penalty income | 42 | - |
| Share of profit of entities accounted for using equity method | 6 | - |
| Other | 35 | 103 |
| Total non-operating income | 109 | 289 |
| Non-operating expenses | | |
| Interest expenses | 79 | 282 |
| Loss on sale of trade receivables | 2 | 7 |
| Foreign exchange losses | 174 | - |
| Share of loss of entities accounted for using equity method | - | 3 |
| Other | 1 | 23 |
| Total non-operating expenses | 258 | 317 |
| Ordinary profit | 719 | 2,295 |
| Extraordinary income | | |
| Gain on sale of non-current assets | - | 0 |
| Gain on sale of investment securities | 252 | 288 |
| Total extraordinary income | 252 | 288 |
| Extraordinary losses | | |
| Loss on sale and retirement of non-current assets | 0 | 0 |
| Total extraordinary losses | 0 | 0 |
| Profit before income taxes | 971 | 2,583 |
| Income taxes | 312 | 1,018 |
| Profit | 659 | 1,564 |
| Profit attributable to non-controlling interests | - | 102 |
| Profit attributable to owners of parent | 659 | 1,462 |

## Quarterly consolidated statement of comprehensive income

(Millions of yen)

| | Three months ended June 30, 2025 | Three months ended June 30, 2026 |
|---|---|---|
| Profit | 659 | 1,564 |
| Other comprehensive income | | |
| Valuation difference on available-for-sale securities | 808 | 691 |
| Deferred gains or losses on hedges | 26 | 1 |
| Foreign currency translation adjustment | 45 | 493 |
| Remeasurements of defined benefit plans, net of tax | 2 | (3) |
| Share of other comprehensive income of entities accounted for using equity method | 0 | 0 |
| Total other comprehensive income | 883 | 1,183 |
| Comprehensive income | 1,542 | 2,748 |
| Comprehensive income attributable to | | |
| Comprehensive income attributable to owners of parent | 1,542 | 2,621 |
| Comprehensive income attributable to non-controlling interests | - | 126 |

## Quarterly consolidated statement of cash flows

(Millions of yen)

| | Three months ended June 30, 2025 | Three months ended June 30, 2026 |
|---|---|---|
| Cash flows from operating activities | | |
| Profit before income taxes | 971 | 2,583 |
| Depreciation | 318 | 382 |
| Amortization of goodwill | 79 | 302 |
| Increase (decrease) in provision for bonuses | (1,640) | (1,127) |
| Increase (decrease) in allowance for doubtful accounts | (14) | (47) |
| Interest and dividend income | (24) | (22) |
| Interest expenses | 79 | 282 |
| Share of loss (profit) of entities accounted for using equity method | (6) | 3 |
| Loss (gain) on sale and retirement of non-current assets | 0 | 0 |
| Loss (gain) on sale of investment securities | (252) | (288) |
| Increase (decrease) in accrued consumption taxes | (28) | (70) |
| Decrease (increase) in trade receivables | 3,384 | (1,946) |
| Decrease (increase) in inventories | (2,438) | 353 |
| Increase (decrease) in trade payables | 2,226 | 2,730 |
| Other, net | 2,839 | 1,523 |
| Subtotal | 5,495 | 4,658 |
| Interest and dividends received | 34 | 32 |
| Interest paid | (79) | (284) |
| Income taxes paid | (1,020) | (1,277) |
| Net cash provided by (used in) operating activities | 4,430 | 3,128 |
| Cash flows from investing activities | | |
| Payments into time deposits | - | (100) |
| Purchase of property, plant and equipment | (61) | (139) |
| Proceeds from sale of property, plant and equipment | - | 0 |
| Purchase of intangible assets | (41) | (3) |
| Purchase of investment securities | (4) | (4) |
| Proceeds from sale of investment securities | 284 | 299 |
| Other, net | (2) | 2 |
| Net cash provided by (used in) investing activities | 175 | 55 |
| Cash flows from financing activities | | |
| Proceeds from short-term borrowings | 44,800 | 79,771 |
| Repayments of short-term borrowings | (44,400) | (78,249) |
| Repayments of lease liabilities | (125) | (82) |
| Repayments of long-term borrowings | (1,693) | (2,009) |
| Purchase of treasury shares | (0) | (0) |
| Proceeds from disposal of treasury shares | 2 | 2 |
| Dividends paid | (2,316) | (1,786) |
| Net cash provided by (used in) financing activities | (3,732) | (2,354) |
| Effect of exchange rate change on cash and cash equivalents | 88 | 254 |
| Net increase (decrease) in cash and cash equivalents | 961 | 1,083 |
| Cash and cash equivalents at beginning of period | 14,929 | 18,749 |
| Cash and cash equivalents at end of period | 15,891 | 19,833 |

(Notes on segment information, etc.)

Segment Information

1. Information on sales and the amount of profit or loss for each reported segment

The three months of the previous fiscal year (April 1, 2025 to June 30, 2025)

(Millions of yen)

| | Reportable segments | | | | Total |
|---|---|---|---|---|---|
| | Electronic parts | Electric and Electrical equipment | Industrial chemical | Other Businesses | |
| Sales | 31,359 | 5,341 | 2,737 | 1,000 | 40,438 |
| Segment profit (loss) | 521 | 418 | 151 | (370) | 721 |

The three months of the current fiscal year (April 1, 2026 to June 30, 2026)

(Millions of yen)

| | Reportable segments | | | | Total |
|---|---|---|---|---|---|
| | Electronic parts | Electric and Electrical equipment | Industrial chemical | Other Businesses | |
| Sales | 44,873 | 6,173 | 2,639 | 948 | 54,635 |
| Segment profit (loss) | 2,021 | 430 | 136 | (325) | 2,262 |

2. The difference between the total amount of the reported segment and the amount recorded in the quarterly consolidated statement of income and the main details of the difference (matters related to adjustment of differences)

(Millions of yen)

| Sales | The three months of the previous fiscal year | The three months of the current fiscal year |
|---|---|---|
| Total Reporting Segments | 40,438 | 54,635 |
| Inter-segment transaction elimination | (100) | (98) |
| Quarterly consolidated statement of income sales | 40,337 | 54,537 |

(Millions of yen)

| benefit | The three months of the previous fiscal year | The three months of the current fiscal year |
|---|---|---|
| Total Reporting Segments | 721 | 2,262 |
| Other Adjustments | 147 | 61 |
| Operating Income in Quarterly Consolidated Statements of Income | 869 | 2,323 |

3. Information on impairment losses or goodwill on fixed assets by reporting segment

The three months of the previous fiscal year (April 1, 2025 to June 30, 2025)

(Significant impairment loss on fixed assets)

Not applicable.

(Significant fluctuations in the amount of goodwill)

Not applicable.

(Significant Negative Goodwill Accrual)

Not applicable.

The three months of the current fiscal year (April 1, 2026 to June 30, 2026)

(Significant impairment loss on fixed assets)

Not applicable.

(Significant fluctuations in the amount of goodwill)

Not applicable.

(Significant Negative Goodwill Accrual)

Not applicable.

**Significant Subsequent Events**

**Stock Split and Partial Amendment to the Articles of Incorporation in Connection with the Stock Split**

At a meeting of the Board of Directors held on July 29, 2026, the Company resolved to implement a stock split and partially amend its Articles of Incorporation in connection with the stock split.

**１．Overview of the Stock Split**

（１）Purpose of the Stock Split

The purpose of the stock split is to lower the investment unit price of the Company's shares,thereby creating a more accessible investment environment and expanding our investor base.

（２）Method of the Stock Split

Each share of common stock held by shareholders recorded in the final register of shareholders as of Wednesday, September 30, 2026, will be split into 3 shares.

（３）Number of shares to be increased by the stock split

| | |
|---|---|
| Total number of issued shares before the stock split | 21,137,213 shares |
| Number of shares to be increased by this stock split | 42,274,426 shares |
| Total number of issued shares after the stock split | 63,411,639 shares |
| Total number of authorized shares after the stock split | 162,000,000 shares |

（４）Schedule

| | |
|---|---|
| Date of public notice of the record date | September 15, 2026 (scheduled) |
| Record date | September 30, 2026(scheduled) |
| Effective date | October 1, 2026(scheduled) |

（５） Impact on Per Share Information

Assuming that the stock split had been conducted at the beginning of the previous consolidated fiscal year, the per share information would be as follows.

| | Previous First Quarter Consolidated Cumulative Period From April 1, 2025 to June 30, 2025 | Current First Quarter Consolidated Cumulative Period From April 1, 2026 to June 30, 2026 |
|---|---|---|
| Basic earnings per share for the quarter | 11.68 | 25.89 |

**２．Partial Amendment to the Articles of Incorporation in Connection with the Stock Split**

（１） Reasons for the amendment

In connection with the aforementioned stock split, the Company will partially amend its Articles of Incorporation, effective October 1, 2026, pursuant to the provisions of Article 184, Paragraph 2 of the Companies Act.

（２） Details of the amendment to the Articles of Incorporation

（Amended parts are underlined.）

| Current Articles of Incorporation | Proposed Amendments |
|---|---|
| （Total number of authorized shares）<br>Article 6. The total number of authorized shares of the Company shall be <u>54</u> million shares. | （Total number of authorized shares）<br>Article 6. The total number of authorized shares of the Company shall be <u>162</u> million shares. |

（３） Schedule

| | |
|---|---|
| Date of resolution by the Board of Directors | July 29, 2026 |
| Effective date | October 1, 2026(scheduled) |

**Impact of the 2026 Kumamoto Earthquake**

With respect to certain printed circuit board manufacturing equipment sold under the Group's own brand, the Group outsources manufacturing, including equipment assembly, to a cooperating company located in Yatsushiro City, Kumamoto Prefecture. As of the end of the first quarter of the fiscal year ending March 31, 2027, June 30, 2026, the carrying amount of the Company's inventories entrusted to that company was ¥1,340 million. In addition, the carrying amount of non-current assets owned by the Company as equipment for assembly operations was ¥91 million.

The impact on future business activities and the Company's results of operations will be announced promptly when matters requiring disclosure become clear, based on the progress of future investigations.