

**Consolidated Financial Results for the Third Quarter of the Fiscal Year
Ending March 31, 2026 (April 1, 2025 to December 31, 2025)
<Japanese GAAP>**

February 9, 2026

Company Name: **NICHIAS Corporation**
 Stock Exchange Listing: Tokyo Stock Exchange (Code number 5393)
 URL: <https://www.nichias.co.jp/nichias-E/>
 Representative: Katsumi Kametsu, President and Chief Executive Officer
 Inquiries: Tsukasa Yamamoto, Representative Director and Senior Managing Executive Officer
 Phone: +81-3-4413-1111
 Scheduled date of commencement of dividend payment: —
 Supplementary materials for financial results: Available
 Organization of financial results briefing: None

(Fractional amounts of less than ¥1 million are discarded.)

1. Consolidated financial results for the third quarter of Fiscal Year 2025

(April 1, 2025 to December 31, 2025)

(1) Operating Results (cumulative)

(Percentages represent year-on-year changes)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of the parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
FY2025 Q3	185,016	(4.1)	25,310	(18.3)	26,921	(19.1)	21,206	(8.0)
FY2024 Q3	192,933	4.2	30,963	21.4	33,272	18.4	23,052	17.1

Note: Comprehensive income FY2025 Q3 ¥23,869 million---3.0%; FY2024 Q3 ¥23,184 million---(3.5)%

	Basic earnings per share		Diluted earnings per share	
	Yen		Yen	
FY2025 Q3	331.99		—	
FY2024 Q3	351.49		—	

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2025	291,886	226,077	77.1
As of March 31, 2025	289,044	216,434	74.5

(Reference) Shareholders' equity FY2025 Q3 ¥225,018 million; As of March 31, 2025 (FY2024) ¥215,421 million

2. Dividends

	Annual Dividends				
	End of 1 st quarter	End of 1 st half	End of 3 rd quarter	Year-end	Total
FY2024	Yen —	Yen 52.00	Yen —	Yen 56.00	Yen 108.00
FY2025	—	76.00	—		
FY2025 (Forecast)				88.00	164.00

Note: Adjustments from the most recently released dividend forecast: Yes

*For information on the revision to our dividend forecast, please see the "Notice of Revisions to Year-end Dividend Forecast" released separately today

3. Forecast of consolidated financial results for Fiscal Year 2025 (April 1, 2025 to March 31, 2026)

(Percentage figures represent changes from previous fiscal year)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of the parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	254,000	(1.0)	36,500	(8.1)	36,500	(12.5)	25,800	(19.6)	403.93

Note: Adjustments from the most recently released consolidated results forecast: None

*Notes

- (1) Significant changes in the scope of consolidation during the period: None
- (2) Application of specific accounting methods in the preparation of quarterly consolidated financial statements: None
- (3) Changes in accounting policies, changes in accounting estimates, and restatements
- 1) Changes in accounting policies due to revision of accounting standards: None
 - 2) Changes other than those in 1) above: None
 - 3) Changes in accounting estimates: None
 - 4) Restatements: None
- (4) Number of shares outstanding (ordinary shares)
- 1) Number of shares issued at the end of the period (including treasury stock)

FY2025 Q3 (As of December 31, 2025)	67,811,917 shares
FY2024 (As of March 31, 2025)	67,811,917 shares
 - 2) Number of shares of treasury stock at the end of the period

FY2025 Q3 (As of December 31, 2025)	4,494,383 shares
FY2024 (As of March 31, 2025)	3,482,982 shares
 - 3) Average number of shares outstanding during the period

FY2025 Q3 (As of December 31, 2025)	63,877,062 shares
FY2024 Q3 (As of December 31, 2024)	65,584,524 shares

*Review of the accompanying quarterly consolidated financial statements by a certified public accountant or auditor: None

*Information concerning proper use of financial forecasts and other special notes

Information concerning forward-looking statements

Forward-looking statements concerning financial forecasts contained in these materials are based on information available to the Company when the forecasts were made and certain assumptions judged to be reasonable. However, the Company makes no guarantee that these forecasts will be achieved. Actual results may differ significantly from the forecasts due to a variety of factors.

Disclaimer: This is a Japanese-English translation of the summary of financial statements of the Company produced for your convenience. Since no auditor audited this report, officially only the Japanese version is assumed to be the summary of financial statements of the Company. This summary does not constitute any guarantee and the Company will not compensate any losses and/or damage stemming from actions taken based on these statements. In the case that there is any discrepancy between the Japanese and English versions, the Japanese version is assumed to be correct.

(1) Quarterly consolidated balance sheets

(Millions of yen)

	FY2024 (As of March 31, 2025)	FY2025 Q3 (As of December 31, 2025)
Assets		
Current assets		
Cash and deposits	59,678	51,673
Notes and accounts receivable – trade	31,855	31,664
Electronically recorded monetary claims	16,277	16,874
Accounts receivable from completed construction contracts	23,885	21,878
Merchandise and finished goods	24,571	24,015
Work in process	3,848	3,823
Raw materials and supplies	24,612	26,978
Costs on uncompleted construction contracts	1,663	2,581
Others	3,661	7,223
Allowance for doubtful accounts	(7)	(7)
Total current assets	190,047	186,707
Noncurrent assets		
Property, plant and equipment		
Buildings and structures	75,323	76,288
Accumulated depreciation and impairment loss	(40,953)	(42,342)
Buildings and structures, net	34,369	33,946
Machinery, equipment and vehicles	87,253	87,446
Accumulated depreciation and impairment loss	(75,180)	(75,512)
Machinery, equipment and vehicles, net	12,073	11,933
Land	15,255	15,243
Lease assets	445	508
Accumulated depreciation	(243)	(308)
Lease assets, net	202	200
Construction in progress	3,427	5,965
Others	13,927	14,029
Accumulated depreciation and impairment loss	(11,562)	(11,871)
Other, net	2,364	2,157
Total property, plant and equipment	67,692	69,447
Intangible assets		
Software	736	638
Others	775	923
Total intangible assets	1,511	1,561
Investments and other assets		
Investment securities	13,834	17,401
Long-term loans receivable	90	856
Net defined benefit asset	10,524	10,724
Deferred tax assets	1,381	1,309
Others	4,015	4,526
Allowance for doubtful accounts	(54)	(648)
Total investments and other assets	29,792	34,169
Total noncurrent assets	98,996	105,178
Total assets	289,044	291,886

(Millions of yen)

	FY2024 (As of March 31, 2025)	FY2025 Q3 (As of December 31, 2025)
Liabilities		
Current liabilities		
Notes and accounts payable – trade	18,400	17,040
Electronically recorded monetary obligations	8,426	8,203
Short-term loans payable	9,870	9,720
Accounts payable – other	4,897	6,252
Income taxes payable	8,582	1,070
Advances received on uncompleted construction contracts	205	453
Provision for bonuses	3,516	2,954
Others	5,874	6,162
Total current liabilities	59,774	51,857
Noncurrent liabilities		
Deferred tax liabilities	3,400	4,885
Net defined benefit liability	4,513	4,612
Reserves for litigation losses	532	209
Lease liabilities	854	764
Others	3,533	3,480
Total noncurrent liabilities	12,835	13,951
Total liabilities	72,609	65,809
Net assets		
Shareholders' equity		
Capital stock	12,128	12,128
Capital surplus	13,852	13,871
Retained earnings	185,429	198,187
Treasury stock	(14,555)	(20,329)
Total shareholders' equity	196,855	203,857
Total other cumulative comprehensive income		
Valuation difference on available-for-sale securities	6,978	9,411
Foreign currency translation adjustment	6,898	7,298
Remeasurement of defined benefit plans	4,689	4,450
Total other cumulative comprehensive income	18,566	21,160
Non-controlling interests	1,013	1,059
Total net assets	216,434	226,077
Total liabilities and net assets	289,044	291,886

(2) Quarterly consolidated statements of income and consolidated statements of comprehensive income
Quarterly consolidated statements of income
Third quarter of consolidated fiscal year

	(Millions of yen)	
	FY2024 Q3 (From April 1, 2024 to December 31, 2024)	FY2025 Q3 (From April 1, 2025 to December 31, 2025)
Net sales		
Net sales of merchandise and finished goods	142,239	132,500
Net sales of completed construction contracts	50,694	52,515
Total net sales	192,933	185,016
Cost of sales		
Cost of merchandise and finished goods sold	97,378	91,524
Cost of sales of completed construction contracts	41,707	42,967
Total cost of sales	139,085	134,492
Gross profit	53,848	50,523
Selling, general and administrative expenses		
Selling expenses	6,819	7,239
General and administrative expenses	16,065	17,974
Total selling, general and administrative expenses	22,884	25,213
Operating income	30,963	25,310
Non-operating income		
Interest income	172	116
Dividends income	639	562
Foreign exchange gain	550	212
Rent income	427	429
Equity in earnings of affiliates	64	35
Others	769	694
Total non-operating income	2,623	2,050
Non-operating expenses		
Interest expenses	143	149
Others	171	288
Total non-operating expenses	314	438
Ordinary income	33,272	26,921
Extraordinary income		
Gain on sales of noncurrent assets	67	38
Gains on sales of investment securities	491	-
Total extraordinary income	558	38
Extraordinary loss		
Loss on sales and retirement of noncurrent assets	147	227
Provision for litigation loss reserves	112	47
Litigation settlement	-	602
Loss due to disasters	124	-
Expenses related to factory reconstruction	605	-
Total extraordinary losses	990	876
Income before income taxes	32,841	26,083
Income taxes – current	9,412	4,172
Income taxes – deferred	297	603
Total income taxes	9,709	4,775
Net income	23,131	21,307
Net income attributable to non-controlling interests	79	101
Profit attributable to owners of the parent	23,052	21,206

Quarterly consolidated statement of comprehensive income
Third quarter of consolidated fiscal year

(Millions of yen)

	FY2024 Q3 (From April 1, 2024 to December 31, 2024)	FY2025 Q3 (From April 1, 2025 to December 31, 2025)
Net income	23,131	21,307
Other comprehensive income		
Valuation difference on available-for-sale securities	(1,411)	2,433
Foreign currency translation adjustment	1,663	367
Remeasurement of defined benefit plans	(199)	(238)
Total other comprehensive income	52	2,562
Comprehensive income	23,184	23,869
Breakdown		
Comprehensive income attributable to owners of the parent company	23,074	23,800
Comprehensive income attributable to non-controlling interests	110	69

(3) Quarterly consolidated statements of cash flows

(Millions of yen)

	FY2024 Q3 (From April 1, 2024 to December 31, 2024)	FY2025 Q3 (From April 1, 2025 to December 31, 2025)
Cash flows from operating activities		
Income before income taxes	32,841	26,083
Depreciation & amortization	5,650	5,380
Expenses related to factory reconstruction	605	-
Loss due to disasters	124	-
Loss (gain) on sales of noncurrent assets	79	188
Loss (gain) on sales of investment securities	(491)	-
Decrease (increase) in net defined benefit assets	(438)	(581)
Increase (decrease) in net defined benefit liability	30	126
Increase (decrease) in provision for bonuses	(561)	(563)
Interest and dividends income received	(811)	(678)
Interest expenses	143	149
Foreign exchange losses (gains)	386	(158)
Decrease (increase) in notes and accounts receivable – trade	5,266	1,782
Decrease (increase) in inventories	(2,421)	(1,949)
Decrease (increase) in costs on uncompleted construction contracts	202	(913)
Increase (decrease) in notes and accounts payable – trade	(4,535)	(1,651)
Increase (decrease) in accounts payable – other	76	(273)
Increase (decrease) in accrued expenses	78	48
Increase (decrease) in advances received on uncompleted construction contracts	89	247
Increase (decrease) in provisions for litigation losses	112	(323)
Others	633	708
Subtotal	37,063	27,623
Interest and dividends income received	811	678
Interest expenses paid	(145)	(137)
Proceeds from subsidy income	2	72
Loss on liquidation of business paid	(333)	-
Expenses related to factory reconstruction paid	(34)	(188)
Loss due to disaster paid	(3)	-
Income taxes paid	(12,149)	(14,948)
Income taxes refund	9	90
Net cash provided by (used in) operating activities	25,220	13,190
Cash flows from investing activities		
Net decrease (increase) in time deposits	(198)	(38)
Expenditures for the acquisition of property, plant and equipment	(5,165)	(5,681)
Proceeds from sales of property, plant and equipment	150	77
Expenditures for the acquisition of intangible fixed assets	(234)	(252)
Proceeds from sales of investment securities	575	-
Others	206	(701)
Net cash provided by (used in) investing activities	(4,665)	(6,596)

(Millions of yen)

	FY2024 Q3 (From April 1, 2024 to December 31, 2024)	FY2025 Q3 (From April 1, 2025 to December 31, 2025)
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	(1,975)	(150)
Redemption of bonds	(5,000)	-
Cash dividends paid	(6,686)	(8,414)
Net decrease (increase) in treasury stock	(6,296)	(5,841)
Dividends paid to non-controlling interests	(47)	(23)
Others	(596)	(302)
Net cash provided by (used in) financing activities	(20,602)	(14,732)
Effect of exchange rate change on cash and cash equivalents	(108)	122
Net increase (decrease) in cash and cash equivalents	(156)	(8,015)
Cash and cash equivalents at beginning of period	55,574	58,611
Cash and cash equivalents at end of period	55,417	50,595