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[Summary]

## Consolidated Financial Results for the Third Quarter of the Year Ending March 31, 2026 [IFRS]

February 10, 2026

Company Name **Nihon Dempa Kogyo Co., Ltd.** Stock Exchange Listing: **Tokyo Stock Exchange, Prime Market**  
 Code **6779** URL <https://www.ndk.com/en/index.html>  
 Representative **Hiromi Katoh, Representative Director and President**  
 Contact person **Yuzuru Takeuchi, Director, Senior Corporate Officer and General Manager of Administration Division** Phone: **+81-3-5453-6711**  
 Scheduled date to commence dividend payments: **—**  
 Availability of supplementary material on financial results: **None**  
 Holding of financial results briefing: **None**

(Figures less than a million yen are omitted)

### 1. Consolidated Financial Results for the Third Quarter of the Year Ending March 31, 2026 (April 1, 2025 - December 31, 2025)

(1) Consolidated Operating Results (Percentages indicate year-on-year changes.)

	Net sales		Operating income		Income before income tax		Net income for the period		Net income attributable to owners of the parent		Total comprehensive income for the period	
	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%
Nine Months ended												
December 31, 2025	39,879	0.5	2,189	(40.0)	1,518	(46.2)	1,089	(45.5)	1,089	(45.5)	2,438	(10.3)
December 31, 2024	39,681	5.8	3,650	11.8	2,820	12.1	1,998	1.8	1,998	1.8	2,716	12.4

	Basic earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine Months ended				
December 31, 2025		47.31		—
December 31, 2024		86.65		—

(2) Consolidated Financial Position

	Total assets	Total equity	Equity attributable to owners of the parent	Ratio of equity attributable to owners of the parent
	Million Yen	Million Yen	Million Yen	%
As at				
December 31, 2025	72,777	30,885	30,885	42.4
March 31, 2025	71,522	29,170	29,170	40.8

### 2. Dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2025	—	15.00	—	15.00	30.00
Fiscal year ending March 31, 2026	—	15.00	—		
Fiscal year ending March 31, 2026 (Forecast)				15.00	30.00

(Note) Revision of dividends forecast from the latest announcement : **None**

### 3. Consolidated Financial Forecast for the Year Ending March 31, 2026 (April 1, 2025 - March 31, 2026)

(% figures represent the changes from the same period of the previous year)

	Net sales		Operating income		Income before income tax		Net income		Net income attributable to owners of the parent		Basic earnings per share
	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%	Yen
Fiscal year ending March 31, 2026	53,400	0.6	3,200	(30.8)	2,300	(22.2)	1,700	(5.2)	1,700	(5.2)	73.76

(Note) Revision of consolidated financial forecast from the latest announcement : **None**

#### Notes

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

(2) Changes in accounting policies and accounting estimates

- i) Changes in accounting policies required by IFRS : **None**
- ii) Changes in accounting policies other than i) : **None**
- iii) Changes in accounting estimates : **None**

(3) Number of issued shares (Ordinary shares)

(shares)

- i) Number of issued shares at the end of the period (including treasury shares)
- ii) Number of treasury shares at the end of the period
- iii) Average number of shares outstanding for the period (year-to-date)

December 31, 2025	23,128,605	March 31, 2025	23,128,605
December 31, 2025	117,185	March 31, 2025	69,098
December 31, 2025	23,034,782	December 31, 2024	23,059,826

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

\* Explanation about appropriate use of consolidated financial forecast, other special notes

Forward-looking statements in this document about our future performance are based on the information that are available to us at the time of disclosure and certain assumptions deemed reasonable. Due to unforeseen circumstances, actual results may differ significantly from such estimates.

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## 1. Qualitative Information on the Financial Results for the Nine Months ended December 31, 2025

### (1) Operating Environment and Results of Operations

During the cumulative third quarter of the current consolidated fiscal year, the United States introduced new high-tariff policies; however, global inflationary pressures were more subdued than initially anticipated. Under these circumstances, while the global economy remained generally resilient, it lacked strong momentum. Meanwhile, uncertainties surrounding future developments in trade policies in the United States and China continued to persist.

Looking at the Company's sales performance by application, sales of industrial equipment increased year-on-year, supported by steady demand related to AI data centers. In the special equipment markets, mainly for defense purposes, sales also grew year-on-year. On the other hand, sales of automotive electronics, which account for approximately half of total sales, were sluggish due to weak demand in the European market. In addition, sales of mobile communications, including smartphones, declined year-on-year. As a result, net sales for the cumulative third quarter under review amounted to ¥39,879 million, up 0.5% year-on-year.

Regarding profits, operating income decreased 40.0% year-on-year to ¥2,189 million, profit before taxes declined 46.2% year-on-year to ¥1,518 million, and profit for the year decreased 45.5% year-on-year to ¥1,089 million.

Toward the achievement of Vision 2030, the Company is promoting portfolio transformation (the "Five Pillars + One") under the medium-term management plan, while also introducing state-of-the-art manufacturing lines aimed at achieving a dramatic improvement in productivity. Although these initiatives are intended to strengthen the foundation for future growth, upfront investments in human resources, research and development, DX, and advanced manufacturing facilities temporarily exerted downward pressure on profits in the current period.

The average foreign exchange rate during the consolidated period was ¥149.38 to the U.S. dollar (¥152.87 in the same quarter of the previous year).

### (2) Financial Condition

As at the third quarter-end (December 31, 2025), total assets stood at ¥72,777 million, a ¥1,255 million increase from the previous fiscal year-end, reflecting the following factors: an increase of ¥2,069 million in Inventories, an increase of ¥1,500 million in Time deposits, an increase of ¥946 million in Property, plant and equipment, an increase of ¥835 million in Trade receivables, an increase of ¥339 million in Other financial assets, a decrease of ¥4,400 million in Cash and cash equivalents. Total liabilities amounted to ¥41,892 million, a ¥459 million decrease from the previous fiscal year-end, owing mainly to a ¥233 million increase in Deposits Received included in Others of non-current liabilities, a ¥654 million decrease in Loans and borrowings. Equity attributable to the Owners of the parent stood at ¥30,885 million, a ¥1,714 million increase from the year earlier, because of ¥2,438 million in Comprehensive income and ¥693 million in Dividends declared.

As a result, the ratio of equity attributable to the Owners of the parent was 42.4%, 1.6 percentage points higher than the previous fiscal year-end of 40.8%.

### (3) Consolidated Financial Forecasts for the Year Ending March 31, 2026

For the fourth quarter (January to March 2026), sales are expected to remain solid in automotive electronics, smartphones, and AI data center, in addition to a certain level of sales from defense-related products. Accordingly, there has been no change from the consolidated financial forecast announced on November 11, 2025.

Forward-looking statements regarding the Company's financial outlook are based on information currently available and certain assumptions deemed reasonable, and actual results may differ materially from these forecasts due to changes in the business environment and other factors.

## 2. Notes to Summary Information

(1) Significant Changes in the Scope of Consolidation During the Period

None

(2) Changes in Accounting Policies and Accounting Estimates

None

**3. Condensed Quarterly Consolidated Financial Statements for the Nine Months ended December 31, 2025****(1) Condensed Quarterly Consolidated Statements of Financial Position**

(Millions of yen)

	March 31, 2025	December 31, 2025
<b>Assets</b>		
Current assets:		
Cash and cash equivalents	15,881	11,481
Time deposits	—	1,500
Trade receivables	12,705	13,540
Inventories	10,480	12,550
Income taxes refundable	31	34
Others	4,383	3,881
Total current assets	43,482	42,987
Non-current assets:		
Property, plant and equipment	19,716	20,662
Intangible assets	2,280	2,965
Investments accounted for using the equity method	2,096	1,929
Other financial assets	1,462	1,801
Deferred tax assets	1,223	1,303
Others	1,261	1,128
Total non-current assets	28,039	29,790
Total assets	71,522	72,777
<b>Liabilities</b>		
Current liabilities:		
Loans and borrowings	803	1,285
Lease liabilities	768	784
Trade and other payables	9,469	9,218
Derivative liabilities	—	186
Income taxes payable	345	403
Others	768	1,010
Total current liabilities	12,155	12,889
Non-current liabilities:		
Loans and borrowings	25,808	24,671
Lease liabilities	2,171	2,114
Deferred tax liabilities	18	18
Employee benefits	1,682	1,696
Provisions	484	364
Deferred government grants	8	14
Others	22	122
Total non-current liabilities	30,196	29,002
Total liabilities	42,351	41,892
<b>Equity</b>		
Equity attributable to Owners of the parent:		
Share capital	5,596	5,596
Share premium	3,290	3,260
Other components of equity	1,741	3,090
Retained earnings	18,541	18,937
Total equity attributable to Owners of the parent	29,170	30,885
Total equity	29,170	30,885
Total liabilities and equity	71,522	72,777

## (2) Condensed Quarterly Consolidated Statements of Comprehensive Income

(Millions of yen)

	Nine Months ended December 31, 2024	Nine Months ended December 31, 2025
Net sales	39,681	39,879
Cost of sales	27,486	28,560
Gross profit	12,194	11,319
Selling, general and administrative expenses	6,995	7,345
Research and development expenses	1,551	1,975
Other operating income	135	275
Other operating expenses	132	83
Operating income	3,650	2,189
Financial income	55	70
Financial expenses	766	589
Share of loss of investments accounted for using the equity method	(118)	(152)
Income before income tax	2,820	1,518
Income tax expenses	822	428
Net income for the period	1,998	1,089
Other comprehensive income:		
Items that will not be reclassified to profit or loss:		
Remeasurement of defined benefit plan	108	—
Financial assets measured at fair value through other comprehensive income	10	314
Income tax relating to items that will not be reclassified	(10)	(90)
Subtotal	108	224
Items that may be reclassified subsequently to profit or loss:		
Exchange differences on translation of foreign operations	608	1,144
Share of other comprehensive income of entities accounted for using equity method	2	(14)
Income tax relating to items that may be reclassified	—	(5)
Subtotal	610	1,123
Other comprehensive income for the period, net of income tax	718	1,348
Comprehensive income for the period	2,716	2,438
Net income attributable to:		
Owners of the parent	1,998	1,089
Comprehensive income attributable to:		
Owners of the parent	2,716	2,438
		(Yen)
Earnings per share:		
Basic earnings per share	86.65	47.31

**(3) Condensed Quarterly Consolidated Statements of Changes in Equity**

Nine Months ended December 31, 2024

(Millions of yen)

	Share Capital	Share premium		
		Additional paid-in capital	Treasury shares	Total share premium
Balance as at April 1, 2024	5,596	3,386	(91)	3,294
Comprehensive income for the period				
Net income				—
Other comprehensive income				
Remeasurement of defined benefit plan				—
Net change in financial assets measured at fair value through other comprehensive income				—
Exchange differences on translation of foreign operations				—
Share of other comprehensive income of entities accounted for using equity method				—
Total comprehensive income for the period	—	—	—	—
Transactions with owners, recorded directly in equity				
Dividends declared				—
Share-based payment transactions		12		12
Purchase of treasury shares			(0)	(0)
Total transactions with owners	—	12	(0)	12
Balance as at December 31, 2024	5,596	3,399	(91)	3,307

	Other components of equity				Retained earnings	Attributable to owners of the parent	Total equity
	Financial assets measured at fair value through other comprehensive income	Exchange differences on translation of foreign operations	Share of other comprehensive income of entities accounted for using equity method	Total other components of equity			
Balance as at April 1, 2024	337	1,331	15	1,683	16,799	27,373	27,373
Comprehensive income for the period							
Net income				—	1,998	1,998	1,998
Other comprehensive income							
Remeasurement of defined benefit plan				—	108	108	108
Net change in financial assets measured at fair value through other comprehensive income	(0)			(0)		(0)	(0)
Exchange differences on translation of foreign operations		608		608		608	608
Share of other comprehensive income of entities accounted for using equity method			2	2		2	2
Total comprehensive income for the period	(0)	608	2	610	2,106	2,716	2,716
Transactions with owners, recorded directly in equity							
Dividends declared				—	(693)	(693)	(693)
Share-based payment transactions				—		12	12
Purchase of treasury shares				—		(0)	(0)
Total transactions with owners	—	—	—	—	(693)	(681)	(681)
Balance as at December 31, 2024	337	1,939	17	2,293	18,211	29,409	29,409



Nine Months ended December 31, 2025

(Millions of yen)

	Share Capital	Share premium		
		Additional paid-in capital	Treasury shares	Total share premium
Balance as at April 1, 2025	5,596	3,383	(92)	3,290
Comprehensive income for the period				
Net income				—
Other comprehensive income				
Net change in financial assets measured at fair value through other comprehensive income				—
Exchange differences on translation of foreign operations				—
Share of other comprehensive income of entities accounted for using equity method				—
Total comprehensive income for the period	—	—	—	—
Transactions with owners, recorded directly in equity				
Dividends declared				—
Share-based payment transactions		11		11
Purchase of treasury shares			(44)	(44)
Disposal of treasury shares		(0)	3	2
Total transactions with owners	—	11	(41)	(30)
Balance as at December 31, 2025	5,596	3,394	(133)	3,260

	Other components of equity				Retained earnings	Attributable to owners of the parent	Total equity
	Financial assets measured at fair value through other comprehensive income	Exchange differences on translation of foreign operations	Share of other comprehensive income of entities accounted for using equity method	Total other components of equity			
Balance as at April 1, 2025	393	1,333	14	1,741	18,541	29,170	29,170
Comprehensive income for the period							
Net income				—	1,089	1,089	1,089
Other comprehensive income							
Net change in financial assets measured at fair value through other comprehensive income	224			224		224	224
Exchange differences on translation of foreign operations		1,138		1,138		1,138	1,138
Share of other comprehensive income of entities accounted for using equity method			(14)	(14)		(14)	(14)
Total comprehensive income for the period	224	1,138	(14)	1,348	1,089	2,438	2,438
Transactions with owners, recorded directly in equity							
Dividends declared				—	(693)	(693)	(693)
Share-based payment transactions				—		11	11
Purchase of treasury shares				—		(44)	(44)
Disposal of treasury shares				—		2	2
Total transactions with owners	—	—	—	—	(693)	(724)	(724)
Balance as at December 31, 2025	617	2,472	—	3,090	18,937	30,885	30,885

**(4) Condensed Quarterly Consolidated Statements of Cash Flows**

(Millions of yen)

	Nine Months ended December 31, 2024	Nine Months ended December 31, 2025
Operating activities:		
Income before income tax	2,820	1,518
Depreciation and amortisation	2,568	2,834
Gain on sales of property, plant and equipment	(17)	(1)
Share of loss of investments accounted for using equity method	118	152
Decrease/(increase) in trade receivables	207	(382)
Decrease/(increase) in inventories	165	(1,682)
Decrease/(increase) in consumption tax/value-added tax receivables	223	526
Increase/(decrease) in trade payables	(106)	1,455
Increase/(decrease) in accounts payable - other	155	(426)
Increase/(decrease) in accrued bonus	(480)	(595)
Decrease/(increase) in derivative assets	—	58
Increase/(decrease) in derivative liabilities	104	186
Increase/(decrease) in provisions	—	(127)
Interest and dividend income	(53)	(50)
Interest expense	393	371
Interest and dividends received	53	50
Interest paid	(309)	(321)
Income tax refunded/(paid), net	(697)	(587)
Other, net	(218)	(83)
Net cash provided by/(used in) operating activities	4,925	2,896
Investing activities:		
Purchase of property, plant and equipment	(3,069)	(3,277)
Purchase of intangible assets	(838)	(888)
Purchase of other financial assets	(1)	—
Proceeds from sales of property, plant and equipment	105	31
Proceeds from sales of other financial assets	94	110
Payments into time deposits	—	(1,500)
Other, net	(4)	(2)
Net cash provided by/(used in) investing activities	(3,715)	(5,526)
Financing activities:		
Repayment of long-term loans and borrowings	(988)	(803)
Net increase/(decrease) in short-term loans and borrowings	(1,666)	—
Repayments of lease liabilities	(526)	(662)
Dividends paid	(671)	(662)
Purchase of treasury shares	(0)	(44)
Proceeds from disposal of treasury shares	—	3
Net cash provided by/(used in) by financing activities	(3,853)	(2,169)
Net increase/(decrease) in cash and cash equivalents	(2,643)	(4,799)
Cash and cash equivalents at beginning of year	12,303	15,881
Net effect of currency translation on cash and cash equivalents	277	398
Cash and cash equivalents at end of period	9,938	11,481

**(5) Notes to Condensed Quarterly Consolidated Financial Statements**

(Going Concern Assumption)

None

(Segment Information)

(a) General information

The main activities of the Group are the integrated manufacture and sale of crystal related products, such as crystal units, crystal oscillators, other crystal devices, ultrasonic transducers, synthetic quartz crystals, and crystal elements, and there are no separate operating segments. Therefore, the Group has a single reportable segment.

(b) Information about products and services

Net sales by type of products are as follows.

(Millions of yen)

	Nine Months ended December 31, 2024		Nine Months ended December 31, 2025		Increase/(decrease)	
	Amount	Composition (%)	Amount	Composition (%)	Amount	Change (%)
Quartz crystal units	29,883	75.3	29,157	73.2	(726)	(2.4)
Crystal oscillators	6,093	15.4	6,475	16.2	382	6.3
Others	3,704	9.3	4,247	10.6	542	14.6
Total	39,681	100.0	39,879	100.0	197	0.5