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Dexerials

Consolidated Financial Results for the Three Months Ended June 30, 2026 [Under IFRS]

August 4, 2026

Company name: Dexerials Corporation
Listing: Tokyo Stock Exchange
Security code: 4980
URL: https://www.dexerials.jp/en
Representative: Yoshihisa Shinya, Representative Director and President
Contact: Ryota Washimori, General Manager, PR&IR Department, Corporate Strategy Division Phone: +81-285-39-7950
Scheduled date to commence dividend payments: -
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: Yes (for securities analysts and institutional investors)

(Note) Amounts less than one million yen have been omitted.

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) (Percentage indicates year-on-year changes.)

	Net sales		Business profit		EBITDA		Operating profit		Profit before tax	
Three months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
June 30, 2026	27,182	4.0	8,275	4.8	10,212	5.6	8,588	7.5	8,705	12.9
June 30, 2025	26,140	(3.8)	7,899	(17.7)	9,667	(13.7)	7,985	(18.3)	7,709	(19.2)

	Profit		Profit attributable to owners of parent		Total comprehensive income		Basic earnings per share	Diluted earnings per share
Three months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen	Yen
June 30, 2026	6,241	12.1	6,241	12.1	6,527	17.5	37.25	35.89
June 30, 2025	5,565	(16.8)	5,565	(16.8)	5,555	(23.4)	33.14	31.70

Notes: For details of business profit and EBITDA, please refer to "* Proper use of earnings forecast, and other special notes, (Business profit and EBITDA)."

(2) Consolidated financial position

	Total assets	Total equity	Equity attributable to owners of parent	Ratio of equity attributable to owners of parent to total assets	Equity attributable to owners of parent per share
As of	Millions of yen	Millions of yen	Millions of yen	%	Yen
June 30, 2026	177,090	111,430	111,430	62.9	665.12
March 31, 2026	165,104	109,363	109,363	66.2	652.87

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	-	29.00	-	29.00	58.00
Fiscal year ending March 31, 2027	-				
Fiscal year ending March 31, 2027 (forecast)		32.00	-	32.00	64.00

Notes: Revisions to dividend forecast published most recently: None

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		Business profit		Operating profit		Profit before tax		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen		Yen
Fiscal year	123,000	8.1	40,000	1.6	38,500	1.1	38,500	0.3	27,500	(1.8)	163.45

Notes: Revisions to earnings forecast published most recently: None

[Notes]

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

(2) Changes in accounting policies and changes in accounting estimates
- (i) Changes in accounting policies required by IFRS: None
- (ii) Changes in accounting policies due to reasons other than (i) above: None
- (iii) Changes in accounting estimates: None

(3) Number of shares of common shares issued
- (a) Number of shares issued (including treasury shares)
  - As of June 30, 2026: 174,741,400 shares
  - As of March 31, 2026: 174,741,400 shares
- (b) Number of treasury shares
  - As of June 30, 2026: 7,208,459 shares
  - As of March 31, 2026: 7,231,259 shares
- (c) Average number of common shares during the period
  - Three months ended June 30, 2026: 167,526,055 shares
  - Three months ended June 30, 2025: 167,917,593 shares

Notes:
1. As the Company has introduced a stock compensation plan which delivers shares with restrictions on transfer, the Company's shares are included in the number of treasury shares at the end of the period mainly for the purpose of allotting them as restricted shares.
2. As the Company has introduced an Employee Stock Ownership Plan (J-ESOP) and a Board Benefit Trust-Restricted Stock (BBT-RS), the number of shares of the Company held by Custody Bank of Japan, Ltd., (Trust Account E) is included in the number of treasury shares at the end of the period. In addition, the number of shares of the Company held by Custody Bank of Japan, Ltd., (Trust Account E) was included in the number of treasury shares to be deducted in the calculation of the average number of shares outstanding during the period.

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: Yes (voluntary).

* Proper use of earnings forecasts, and other special notes

(Business profit and EBITDA)

Although business profit and EBITDA are not disclosures under IFRS, the Company believes that these disclosures provide useful information to investors. The details of business profit and EBITDA are as follows.

Business profit: A profit indicator that measures the Company's recurring operating results, which are determined by deducting cost of sales and selling, general and administrative expenses from net sales

EBITDA: A profit indicator that is determined by adding back depreciation, which is recorded as cost of sales and selling, general and administrative expenses, to business profit

(Method of obtaining supplementary materials on financial results)

Supplementary materials on financial results will be posted on our website at https://www.dexerials.jp/en/ir/library/index.html.

(Disclaimer with respect to earnings and other forecasts)

The forward-looking statements including results forecasts contained in this document are based on information currently available to the Company and certain assumptions that the Company deems reasonable. Accordingly, the Company does not intend to promise their achievement. Actual results may differ from these forecasts and forward-looking statements due to various factors.

Contents for Attached Materials

1. Overview of Consolidated Financial Results

(1) Operating results

The Group's operating results for the three months ended June 30, 2026 (hereinafter, the "period under review") were as follows: Net sales were ¥27,182 million (up 4.0% year-on-year), business profit was ¥8,275 million (up 4.8% year-on-year), operating profit was ¥8,588 million (up 7.5% year-on-year) and profit attributable to owners of parent was ¥6,241 million (up 12.1% year-on-year).

During the period under review, Anti-reflection Film (ARF) for laptop PC display was affected by a reactionary decline following replacement demand in the first half of the previous fiscal year. ARF for automotive display was also affected by lower customer sales volumes amid intensifying competition in the Chinese automotive market. On the other hand, the yen depreciated against the same period of the previous fiscal year. In addition, optical semiconductors saw higher shipment volumes of products used in optical transceivers for data centers. Smart precision Adhesives and Anisotropic Conductive Film (ACF) also saw increased production volumes of adopted models for camera modules used in high-end smartphones.

The performance of each segment is as follows.

a. Optical Materials and Components

During the period under review, Smart precision Adhesives remained firm, reflecting increased production volumes of high-end smartphones. On the other hand, Anti-reflection Film (ARF) for both laptop PC display and automotive display was affected by lower sales volumes of end products.

As a result, the segment reported net sales of ¥10,329 million (down 13.4% year-on-year) and business profit of ¥2,713 million (down 18.5% year-on-year).

b. Electronic Materials and Components

During the period under review, the Company commenced new production of optical semiconductors at its plant in Tome City, Miyagi Prefecture, amid expanding demand for products used in optical transceivers for data centers. In addition, the Pre-cut Anisotropic Conductive Film (ACF) for camera modules remained firm due to increased production volumes of high-end smartphones.

As a result, the segment reported net sales of ¥17,080 million (up 18.7% year-on-year) and business profit of ¥5,561 million (up 21.7% year-on-year).

Note: Segment sales include inter-segment transactions.

(2) Financial position

Total assets at the end of the period under review amounted to ¥177,090 million, an increase of ¥11,986 million from the end of the previous fiscal year, due to increases in property, plant and equipment and other current assets, despite decreases in cash and cash equivalents and trade and other receivables.

Total liabilities amounted to ¥65,660 million, an increase of ¥9,919 million from the end of the previous fiscal year, due to increases in other financial liabilities and non-current interest-bearing liabilities, despite decreases in income taxes payable and employee benefits.

Total equity amounted to ¥111,430 million, an increase of ¥2,066 million from the end of the previous fiscal year, due to increases in retained earnings and capital surplus.

(3) Forward-looking statements including consolidated earnings forecast

The full-year earnings forecast for the fiscal year ending March 31, 2027 remains unchanged from that announced in the "Consolidated Financial Results for the Fiscal Year Ended March 31, 2026" disclosed on May 13, 2026.

2. Quarterly Consolidated Financial Statements and Notes

(1) Quarterly consolidated statement of financial position

(Millions of yen)

	As of March 31, 2026	As of June 30, 2026
Assets		
Current assets		
Cash and cash equivalents	16,655	15,189
Trade and other receivables	21,171	20,490
Inventories	10,672	10,964
Other financial assets	17	15
Other current assets	984	4,127
Total current assets	49,500	50,787
Non-current assets		
Property, plant and equipment	76,858	87,278
Goodwill	21,288	21,288
Intangible assets	7,497	7,556
Investments accounted for using equity method	4,702	4,949
Other financial assets	599	1,144
Deferred tax assets	4,433	3,866
Other non-current assets	223	218
Total non-current assets	115,603	126,302
Total assets	165,104	177,090

(Millions of yen)

	As of March 31, 2026	As of June 30, 2026
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	12,710	12,352
Interest-bearing liabilities	3,176	3,759
Employee benefits accruals	4,473	2,798
Income taxes payable	3,879	1,672
Other financial liabilities	12,011	22,158
Other current liabilities	1,574	1,900
Total current liabilities	37,825	44,641
Non-current liabilities		
Interest-bearing liabilities	13,330	16,543
Retirement benefit liability	3,721	3,637
Provisions	458	450
Deferred tax liabilities	387	366
Other non-current liabilities	17	21
Total non-current liabilities	17,914	21,018
Total liabilities	55,740	65,660
Equity		
Share capital	16,262	16,262
Capital surplus	19,331	19,720
Retained earnings	77,667	79,051
Treasury shares	(5,110)	(5,102)
Other components of equity	1,212	1,498
Total equity attributable to owners of parent	109,363	111,430
Total equity	109,363	111,430
Total liabilities and equity	165,104	177,090

(2) Quarterly consolidated statement of profit or loss and quarterly consolidated statement of comprehensive income

Quarterly consolidated statement of profit or loss

(Millions of yen, except for per share data)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Net sales	26,140	27,182
Cost of sales	(12,367)	(12,093)
Gross profit	13,772	15,089
Selling, general and administrative expenses	(5,873)	(6,814)
Other income	131	605
Other expenses	(46)	(292)
Operating profit	7,985	8,588
Finance income	8	23
Finance costs	(169)	(91)
Share of profit or loss of investments accounted for using equity method	(114)	184
Profit before tax	7,709	8,705
Income tax expense	(2,144)	(2,463)
Profit	5,565	6,241
Profit attributable to:		
Owners of parent	5,565	6,241
Profit	5,565	6,241
Earnings per share		
Basic earnings per share (Yen)	33.14	37.25
Diluted earnings per share (Yen)	31.70	35.89

Quarterly consolidated statement of comprehensive income

(Millions of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Profit	5,565	6,241
Other comprehensive income, net of tax:		
Items that will not be reclassified to profit or loss:		
Remeasurements of defined benefit plans	(0)	–
Net change in fair value of equity instruments designated as measured at fair value through other comprehensive income	2	(7)
Total of items that will not be reclassified to profit or loss	2	(7)
Items that may be reclassified to profit or loss:		
Cash flow hedges	5	(51)
Hedging costs	25	(21)
Exchange differences on translation of foreign operations	(117)	154
Share of other comprehensive income of investments accounted for using equity method	73	211
Items that may be reclassified to profit or loss	(11)	293
Total other comprehensive income (after tax effect)	(9)	286
Comprehensive income	5,555	6,527
Comprehensive income attributable to:		
Owners of parent	5,555	6,527
Comprehensive income	5,555	6,527

(3) Notes to quarterly consolidated financial statements

(Going concern assumption)

Not applicable.

(Quarterly consolidated statements of cash flows)

While quarterly consolidated statement of cash flows for the three months ended June 30, 2026 is not prepared, depreciation and amortization for the three months ended June 30, 2025 and 2026 is as follows.

(Millions of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Depreciation and amortization	1,782	2,061

(Significant changes in the amount of equity attributable to owners of parent)

Not applicable.

(Segment information)

I Three months ended June 30, 2025 (from April 1, 2025 to June 30, 2025)

Information on net sales and profit or loss by reportable segment

(Millions of yen)

	Reportable Segments			Adjustments	Consolidated
	Optical Materials and Components	Electronic Materials and Components	Total		
Net sales					
Sales to external customers	11,758	14,381	26,140	―	26,140
Intersegment sales and transfers	174	8	183	(183)	―
Total	11,933	14,390	26,324	(183)	26,140
Business Profit (Note)	3,329	4,570	7,899	―	7,899
Other income					131
Other expenses					(46)
Operating profit					7,985
Finance income					8
Finance costs					(169)
Share of profit or loss of investments accounted for using equity method					(114)
Profit before tax					7,709

(Note) Business profit is a profit indicator that measures the Group's recurring operating results, which are determined by deducting cost of sales and selling, general and administrative expenses from net sales.

(Reference) Net sales by region

Japan	¥13,505 million	China	¥6,429 million	South Korea	¥1,804 million
Taiwan	¥2,335 million	Other	¥2,065 million		

(Note) Sales in Japan include sales to customers based in Japan, even when the final destination of the products is overseas.

II Three months ended June 30, 2026 (from April 1, 2026 to June 30, 2026)

Information on sales and profit or loss by reportable segment

(Millions of yen)

	Reportable Segments			Adjustments	Consolidated
	Optical Materials and Components	Electronic Materials and Components	Total		
Net sales					
Sales to external customers	10,112	17,070	27,182	—	27,182
Intersegment sales and transfers	217	9	226	(226)	—
Total	10,329	17,080	27,409	(226)	27,182
Business Profit (Note)	2,713	5,561	8,275	—	8,275
Other income					605
Other expenses					(292)
Operating profit					8,588
Finance income					23
Finance costs					(91)
Share of profit or loss of investments accounted for using equity method					184
Profit before tax					8,705

(Note) Business profit is a profit indicator that measures the Group's recurring operating results, which are determined by deducting cost of sales and selling, general and administrative expenses from net sales.

(Reference) Net sales by region

Japan	¥13,053 million	China	¥6,699 million	South Korea	¥1,582 million
Taiwan	¥3,432 million	Other	¥2,414 million		

(Note) Sales in Japan include sales to customers based in Japan, even when the final destination of the products is overseas.