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August 7, 2026

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

Company name: NIPPON THOMPSON CO., LTD.
Listing: Tokyo Stock Exchange
Securities code: 6480
URL: https://www.ikont.co.jp/eg/
Representative: Mikihito Hosono, President & CEO
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Scheduled date to commence dividend payments: —
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: None

(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	19,847	32.9	2,793	281.9	3,164	311.8	2,440	243.7
June 30, 2025	14,938	14.9	731	243.9	768	(19.3)	710	—

Note: Comprehensive income For the three months ended June 30, 2026: ¥5,179 million [477.0%]
For the three months ended June 30, 2025: ¥897 million [(48.5)%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2026	34.93	34.86
June 30, 2025	10.26	10.24

(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	127,637	87,251	68.3	1,247.43
March 31, 2026	125,459	83,184	66.2	1,191.00

Reference: Equity
As of June 30, 2026: ¥87,188 million
As of March 31, 2026: ¥83,111 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	—	14.00	—	15.50	29.50
Fiscal year ending March 31, 2027	—				
Fiscal year ending March 31, 2027(Forecast)		16.00	—	16.00	32.00

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

3. Consolidated financial result forecasts 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
First half	39,800	31.5	5,600	262.8	5,600	215.3	4,200	146.1	60.29
Full year	80,000	26.9	11,500	180.3	11,700	126.7	9,500	133.5	136.92

Note: Revisions to the financial result forecast most recently announced: Yes

* **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: Yes

Note: For further details, please refer to "2. Quarterly Consolidated Financial Statements and Principal Notes (3) Notes to Quarterly Consolidated Financial Statements (Accounting Methods Adopted Particularly for the Preparation of Quarterly Consolidated Financial Statements)" on page 7.

(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: Yes

(ii) Changes in accounting policies due to other reasons: None

(iii) Changes in accounting estimates: None

(iv) Restatement: None

Note: For further details, please refer to "2. Quarterly Consolidated Financial Statements and Principal Notes (3) Notes to Quarterly Consolidated Financial Statements (Changes in Accounting Policies)" on page 7.

(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	73,501,425 shares
As of March 31, 2026	73,501,425 shares

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

As of June 30, 2026	3,607,357 shares
As of March 31, 2026	3,718,760 shares

(iii) Average number of shares outstanding during the period

Three months ended June 30, 2026	69,886,757 shares
Three months ended June 30, 2025	69,183,179 shares

Note: The number of treasury shares at the end of the period includes Nippon Thompson shares held by the share-issuing trust account for executives and by the employee stock ownership plan (ESOP) trust account (1,331,300 shares as of June 30, 2026 and 1,460,100 shares as of March 31, 2026). In the calculation of the average number of shares outstanding during the period, Nippon Thompson shares held by the share-issuing trust account for executives and the ESOP trust account are included in excluded treasury stock (1,361,432 shares as of June 30, 2026 and 1,256,632 shares as of June 30, 2025).

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

* Proper use of earnings forecasts and other special matters

Performance forecasts presented herein are based on information available to the Nippon Thompson Group (the "Group") as of the date of this document, August 7, 2026. Accordingly, for a wide variety of reasons, there remains the possibility that actual performance results may differ from projections. For performance forecasts, please refer to "1. Qualitative Information on Quarterly Financial Results (3) Explanation of Consolidated Financial Results Forecast and Other Forward-looking Information" on page 2.

1. Qualitative Information on Quarterly Financial Results

(1) Explanation of Operating Results

During the three months ended June 30, 2026, the global economy stayed on a moderate recovery path due to solid capital investment demand supported by factors such as an increase in AI-related investment, despite continuing uncertainties resulting from escalating tensions in the Middle East and other factors.

Against this backdrop, the Group entered the final year of its "IKO Medium-term Business Plan 2026 Connect for Growth —The Future of Innovation, Connected by IKO—." Based on the basic policy of focusing on enhancement in areas of strength while at the same time driving growth by rebuilding our global business structure, we promoted various measures that leverage our strengths.

From a sales perspective, we opened a new sales base, Boston Sales Office, in the U.S. state of Massachusetts, and aimed to further improve our marketing in the Boston area, which has a high concentration of leading technology companies. We also worked to ingrain the IKO brand in the market and cultivate demand through proactive participation in trade exhibitions in Japan and overseas and other initiatives.

In terms of product development, we enhanced our lineup of high-value-added products that meet customer needs by expanding the range of sizes of our Linear Motor Table LT…H2 Series, a series of high-thrust, high-speed mechatronic products. In May 2026, we also relocated our Development Research Center, which is responsible for researching and commercializing fundamental technologies, to Yokohama, Kanagawa Prefecture, and we carried out open innovation activities that leverage the location's unique qualities.

From a production standpoint, given the high level of orders that we have been receiving, we improved the production systems of our bases in Japan and overseas and worked to improve our production efficiency by promoting the optimization of the production functions and the automation of processes.

Turning to the Group's operational results, net sales increased in Japan as demand rose for electronics-related devices such as semiconductor manufacturing equipment and practical equipment, as well as for commercial application products. In North America, net sales increased as demand rose for general industrial machinery, including robots and precision machinery, as well as for electronics-related devices such as semiconductor manufacturing equipment. In Europe, net sales increased due in part to a rise in demand for general industrial machinery such as precision machinery and various medical equipment, along with the benefits of the weak yen. In China, net sales increased owing to higher semiconductor-related demand and other factors. Other regions, comprising mainly Singapore, Israel, and South Korea, also saw increases in net sales due to increased semiconductor-related demand and other factors.

As a result, consolidated net sales for the three months ended June 30, 2026 totaled ¥19,847 million, up 32.9% year on year. On the earnings front, due to some factors such as the effects of the increase in net sales and increase in production volume, operating profit was ¥2,793 million, up 281.9% year on year, ordinary profit was ¥3,164 million, up 311.8% year on year, and profit attributable to owners of parent was ¥2,440 million, up 243.7% year on year.

In the three months ended June 30, 2026, net production of Needle Roller Bearings and Linear Motion Rolling Guides was ¥15,536 million based on average sales price, up 30.6% year on year. And, net orders of Needle Roller Bearings, Liner Motion Rolling Guides and Machine Components were up 112.3% year on year to ¥32,277 million.

Because the Group manufactures and sells Needle Roller Bearings, Linear Motion Rolling Guides and Machine Components on an integrated basis, disclosure of segment information has been omitted. Sales of Needle Roller Bearings and Linear Motion Rolling Guides totaled ¥17,944 million, up 33.2% compared with the corresponding period of the previous fiscal year. Sales of Machine Components were ¥1,903 million, up 30.1% year on year.

Business Segment Information

	Three months ended June 30, 2026		Three months ended June 30, 2025		Change	
	Millions of yen	Component percentages	Millions of yen	Component percentages	Millions of yen	Percentage change
Needle Roller Bearings, Linear Motion Rolling Guides	**17,944**	**90.4**	13,475	90.2	4,468	33.2
Machine Components	**1,903**	**9.6**	1,462	9.8	440	30.1
Total net sales	**19,847**	**100.0**	14,938	100.0	4,909	32.9

(2) Explanation of Financial Position

Total assets as of June 30, 2026 totaled ¥127,637 million, an increase of ¥2,178 million compared with the end of the previous fiscal year. This mainly comprised increases in notes and accounts receivable - trade of ¥2,546 million and investment securities of ¥3,367 million, as well as decreases in cash and deposits of ¥1,885 million and inventories of ¥1,179 million.

Total liabilities amounted to ¥40,385 million, a decrease of ¥1,889 million compared with the end of the previous fiscal year. This mainly comprised increases in accrued expenses of ¥923 million, long-term borrowings of ¥1,458 million, and deferred tax liabilities of ¥890 million, as well as a decrease in corporate bonds of ¥5,000 million.

Total net assets amounted to ¥87,251 million, an increase of ¥4,067 million compared with the end of the previous fiscal year. This mainly comprised increases in retained earnings of ¥1,336 million, valuation difference on available-for-sale securities of ¥2,306 million, and foreign currency translation adjustments of ¥491 million.

(3) Explanation of Consolidated Financial Results Forecast and Other Forward-looking Information

For the fiscal year ending March 31, 2027, the Group revised the semi-annual and full-year consolidated financial results forecasts it had announced on May 11, 2026. For details, please refer to the "Notice Regarding Revisions to Semi-Annual and Full-Year Consolidated Financial Results Forecasts for the Fiscal Year Ending March 31, 2027," announced today.

2. Quarterly Consolidated Financial Statements and Principal Notes

(1) Quarterly Consolidated Balance Sheets

(Millions of yen)

	As of June 30, 2026	As of March 31, 2026
Assets		
Current assets		
Cash and deposits	23,117	25,002
Notes and accounts receivable - trade	19,714	17,167
Finished products	15,535	16,959
Work in process	10,786	10,555
Raw material	7,747	7,734
Others	1,577	1,819
Less: Allowance for doubtful accounts	(13)	(8)
Total current assets	78,465	79,231
Non-current assets		
Tangible fixed assets		
Machinery and vehicles, net	10,712	10,913
Others, net	12,958	13,015
Total tangible fixed assets	23,671	23,928
Intangible fixed assets	2,002	1,996
Investments and other assets		
Investment securities	17,764	14,397
Retirement benefit asset	2,131	2,112
Others	3,622	3,814
Less: Allowance for doubtful accounts	(21)	(21)
Total investments and other assets	23,496	20,303
Total non-current assets	49,171	46,227
Total assets	127,637	125,459

(Millions of yen)

	As of June 30, 2026	As of March 31, 2026
Liabilities		
Current liabilities		
Notes and accounts payable - trade	4,465	4,205
Current portion of bonds	–	5,000
Current portion of long-term borrowings	7,243	6,663
Income taxes payable	839	864
Allowance for directors' bonuses	19	58
Allowance for factory closure losses	342	413
Others	6,059	5,309
Total current liabilities	18,969	22,514
Non-current liabilities		
Corporate bonds	5,000	5,000
Long-term borrowings	13,172	12,294
Net defined benefit liabilities	33	32
Provision for share-based remuneration for directors	251	288
Others	2,958	2,144
Total non-current liabilities	21,416	19,759
Total liabilities	40,385	42,274
Net assets		
Shareholders' equity		
Common stock	9,533	9,533
Capital surplus	12,963	12,963
Retained earnings	49,281	47,945
Treasury stock	(2,124)	(2,126)
Total shareholders' equity	69,653	68,315
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	9,223	6,916
Deferred gains or losses on hedges	(9)	(2)
Foreign currency translation adjustments	8,046	7,555
Remeasurements of defined benefit plans	274	325
Total accumulated other comprehensive income	17,534	14,795
Subscription rights to shares	63	73
Total net assets	87,251	83,184
Total liabilities and net assets	127,637	125,459

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income

Three Months Ended June 30

(Millions of yen)

	For the three months ended June 30, 2026	For the three months ended June 30, 2025
Net sales	19,847	14,938
Cost of sales	12,741	10,259
Gross profit	7,106	4,678
Selling, general and administrative expenses	4,312	3,947
Operating profit	2,793	731
Non-operating income		
Interest income	25	17
Dividend income	203	179
Foreign exchange gains	174	–
Others	89	96
Total non-operating income	493	293
Non-operating expenses		
Interest expenses	86	73
Foreign exchange losses	–	176
Loss on cancellation of insurance policies	25	–
Others	11	6
Total non-operating expenses	122	256
Ordinary profit	3,164	768
Extraordinary income		
Gain on sale of investment securities	62	10
Total extraordinary income	62	10
Profit before income taxes	3,226	779
Income taxes	786	68
Profit	2,440	710
Profit attributable to non-controlling interests	–	–
Profit attributable to owners of parent	2,440	710

Quarterly Consolidated Statements of Comprehensive Income

Three Months Ended June 30

(Millions of yen)

	For the three months ended June 30, 2026	For the three months ended June 30, 2025
Profit	2,440	710
Other comprehensive income		
Valuation difference on available-for-sale securities	2,306	608
Deferred gains or losses on hedges	(7)	(1)
Foreign currency translation adjustments	491	(376)
Remeasurements of defined benefit plans	(51)	(43)
Total other comprehensive income	2,739	187
Comprehensive income	5,179	897
Breakdown:		
Comprehensive income attributable to owners of parent	5,179	897
Comprehensive income attributable to non-controlling interests	–	–

(3) Notes to Quarterly Consolidated Financial Statements

(Notes on the Framework for Financial Reporting)

The Group prepares quarterly consolidated financial statements in accordance with Article 4 (1) of the Standards for Preparation of Quarterly Financial Statements, etc. issued by Tokyo Stock Exchange, Inc. and corporate accounting standards for interim consolidated financial statements generally accepted in Japan, applying the omissions prescribed in Article 4 (2) of the Standards for Preparation of Quarterly Financial Statements, etc.

(Changes in Accounting Policies)

The Group has applied Practical Guidelines on Accounting for Financial Instruments (Transferred Guidance No. 9, March 11, 2025; hereinafter the "Revised Practical Guidelines on Financial Instruments") from the beginning of the three months ended June 30, 2026. In accordance with these guidelines, Paragraph 132-2 of the Revised Practical Guidelines on Financial Instruments is applied, and the shares without market value that are included in the assets of unions and other organizations that satisfy the criteria stipulated in the Paragraph are assessed based on their market value, and this assessment is used as the basis for accounting treatment for investment in unions, etc.

Furthermore, with respect to the application of the Revised Practical Guidelines on Financial Instruments, the provisional handling set forth in Paragraph 205-2 is used, but this has no impact on valuation difference on available-for-sale securities as of the start of the year in which the guidelines are applied.

The impact that these changes have on quarterly consolidated financial statements is minimal.

(Accounting Methods Adopted Particularly for the Preparation of Quarterly Consolidated Financial Statements)

(Calculation of tax expenses)

Tax expenses are calculated by reasonably estimating the effective tax rate after the application of deferred tax accounting on profit before income taxes in the current consolidated fiscal year, including the three months ended June 30, 2026, and multiplying profit before income taxes by said estimated effective tax rate.

(Notes on Segment Information)

The Group operates manufactures and sells Needle Roller Bearings, Linear Motion Rolling Guides and Machine Components on an integrated basis, so the disclosure of segment information has been omitted.

(Notes in Case of Significant Changes in Shareholders' Equity)

Not applicable.

(Notes on the Premise of a Going Concern)

Not applicable.

(Notes on Statements of Cash Flows)

We have not prepared quarterly consolidated statements of cash flows for the three months ended June 30, 2026. During the three-month period, depreciation and amortization, including those for intangible fixed assets, were as follows.

(Millions of yen)

	For the three months ended June 30, 2026	For the three months ended June 30, 2025
Depreciation and amortization	828	772