

Summary of Consolidated Financial Results for the Nine Months Ended September 30, 2025 (Under Japanese GAAP)

Company name: OPTEX Group Co., Ltd.
 Stock exchange listing: Tokyo Stock Exchange
 Stock code: 6914
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 Scheduled date to commence dividend payments: —
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: None

(Millions of yen rounded down)

1. Consolidated financial results for the nine months ended Sep. 30, 2025 (from Jan. 1 to Sep. 30, 2025)

(1) Consolidated operating results (Percentages indicate year-on-year changes.)

	Net Sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Nine months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Sep. 30, 2025	47,666	1.5	6,214	13.9	5,892	8.6	5,058	29.1
Sep. 30, 2024	46,952	14.4	5,457	35.8	5,427	21.9	3,917	15.2

(Note) Comprehensive income: Nine months ended Sep. 30, 2025: 4,941 million yen 12.0%
 Nine months ended Sep. 30, 2024: 4,413 million yen (11.1%)

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
Sep. 30, 2025	142.01	140.89
Sep. 30, 2024	110.08	109.25

(2) Consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio
As of	Millions of yen	Millions of yen	%
Sep. 30, 2025	74,670	53,478	71.1
Dec. 31, 2024	72,850	50,084	68.2

(Reference) Shareholders' equity: As of Sep. 30, 2025: 53,054 million yen
 As of Dec. 31, 2024: 49,710 million yen

2. Dividends

	Dividends per share				
	End of 1Q	End of 2Q	End of 3Q	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended Dec. 31, 2024	—	20.00	—	20.00	40.00
Fiscal year ending Dec. 31, 2025	—	25.00	—		
Fiscal year ending Dec. 31, 2025 (Forecast)				25.00	50.00

(Note) Revisions of the forecast most recently announced: None

3. Forecast of consolidated financial results for the year ending Dec. 31, 2025 (from Jan. 1 to Dec. 31, 2025)

(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
Full year	66,000	4.3	7,400	3.9	7,400	(4.5)	5,900	3.7	165.65

(Note) Revisions of the forecast most recently announced: None

* Notes

(1) Significant changes in the scope of consolidation during the period: None
 Newly included: - companies Excluded: - companies

(2) Application of special accounting methods for preparing quarterly consolidated financial statements: None

(3) Changes in accounting policies, changes in accounting estimates, and restatement
 (a) Changes in accounting policies due to revisions to accounting standards and other regulations: Yes
 (b) Changes in accounting policies due to other reasons: None
 (c) Changes in accounting estimates: None
 (d) Restatement: None

(4) Number of issued shares (common shares)

(a) Total number of issued shares at the end of the period (including treasury shares)
 Nine months ended Sep. 30, 2025: 37,735,784 shares
 Fiscal year ended Dec. 31, 2024: 37,735,784 shares
 (b) Number of treasury shares at the end of the period
 Nine months ended Sep. 30, 2025: 2,115,125 shares
 Fiscal year ended Dec. 31, 2024: 2,121,455 shares
 (c) Average number of shares during the period (cumulative from the beginning of the fiscal year)
 Nine months ended Sep. 30, 2025: 35,618,014 shares
 Nine months ended Sep. 30, 2024: 35,585,548 shares

* Review conducted by certified public accountants or an audit firm for attached quarterly consolidated financial statements: None

* Explanations and other special notes concerning the appropriate use of financial results forecasts

(Notes on forward-looking statements)

The forward-looking statements such as the forecasts of financial results stated in this document are based on the information currently available to the Company and certain assumptions that the Company judges as rational. These statements are not guarantees of future performance. Actual results may differ materially, depending on a range of factors. For the conditions on which financial results forecasts are based and the notes on the use of these forecasts, please refer to "(3) Management's discussion of consolidated operating results forecast and other forecasts, 1. Qualitative Information Related to Financial Statements for the Quarter under Review" on page 2.

1. Qualitative Information Related to Financial Statements for the Quarter under Review

(1) Explanation Concerning Operating Results

Under the corporate philosophy, “Aim to become a corporate group full of venture spirit,” the Group aims to improve profitability and achieve sustainable growth. It is stepping up efforts this fiscal year with a focus on effectively transitioning to the solution proposal business. In addition, under the Group’s basic policy on sustainability, the Group has been working hard to contribute to the sustainable development of society and maximize corporate value by addressing a range of social and environmental issues through its businesses.

For the nine months ended September 30, 2025 (January 1, 2025 to September 30, 2025), net sales increased 1.5% year on year to 47,666 million yen, mainly due to steady growth in the SS (Sensing Solution) business, despite weak sales in the automation systems-related and industrial PCs-related businesses in the IA (Industrial Automation) business. On the profitability side, the increase in gross profit mainly reflecting the change in the sales composition and the increase in sales of high-profit products offset the increase in personal expenses. As a result, operating profit was 6,214 million yen (up 13.9% year on year), ordinary profit was 5,892 million yen (up 8.6% year on year), and profit attributable to owners of parent was 5,058 million yen (up 29.1% year on year) partly owing to extraordinary income from gain on sale of investment securities.

The business results for each segment are described below.

Effective from the first quarter of the current fiscal year, due to reorganization, etc., the names of the reportable segment categories and the revenue breakdown information within the reportable segments have been changed. The following comparisons with the same period of the previous fiscal year have been made based on figures reclassified into the revised classification segments. Details are provided in the “Notes to Segment Information” section.

(i) SS (Sensing Solution) Business

In the SS business, net sales were 23,358 million yen (up 10.2% year on year), and operating profit was 4,083 million yen (up 26.0% year on year), reflecting the success of the solution proposal business and a reduction in the cost ratio resulting from an increase in sales of high-profit products, despite the impact of the tariff policy in the United States.

Net sales for the security sensors were 14,975 million yen (up 9.8% year on year). Domestic sales of solutions for large-scale important facilities remained strong, and overseas sales of solutions for data centers and other large-scale important facilities in the U.S. were also strong, resulting in a year-on-year increase.

Net sales for automatic door sensors were 5,440 million yen (up 3.5% year on year). Overseas, sales of automatic door sensors for Europe were sluggish. On the other hand, domestic sales of automatic door sensors were firm and sales of customer counting systems were favorable, resulting in a year-on-year increase.

In Social and Environmental-related, net sales were 2,941 million yen (up 27.6% year on year) as a result of strong sales of vehicle detection sensor solutions for parking lot management systems in Japan and the U.S. and favorable sales of water quality sensors in Japan.

(ii) IA (Industrial Automation) Business

In the IA Business, net sales came to 23,568 million yen (down 5.4% year on year) and operating profit was 2,490 million yen (down 3.8% year on year).

In factory automation-related products, domestic sales of products for semiconductors and electronic components remained sluggish due to the impact of the U.S. tariff policy. Meanwhile, overseas sales of sensors for automation and labor saving were firm as customers in Europe completed their inventory adjustments and the market recovered in China, resulting in net sales of 6,443 million yen (up 6.6% year on year).

In the inspection lighting-related business, domestic sales of products for semiconductors and electric/electronic components were sluggish due to the impact of the U.S. tariff policy. Meanwhile, overseas sales to the U.S. and Asia remained strong, resulting in net sales of 10,724 million yen (up 1.3% year on year).

In the industrial PCs-related business, net sales were 3,214 million yen (down 15.2% year on year) due to sluggish sales for semiconductor production equipment, despite strong sales within the Group as a result of synergies with the security sensors business in the SS business.

In the automation systems-related business, net sales were 3,186 million yen (down 29.1% year on year) as a result of sluggish orders for secondary battery production equipment as capital investment demand for electric vehicles (EV) has run its course.

(iii) EMS (Electronics Manufacturing Service) Business

In the EMS Business, net sales to unaffiliated customers amounted to 656 million yen (down 12.3% year on year), attributable to the sluggish performance of projects for the electronic contract manufacturing service. The Business recorded an operating loss of 154 million yen (operating loss of 199 million yen in the same period of the previous fiscal year), reflecting a decrease in production volume of products within the Group.

(2) Explanation Concerning Financial Position

Conditions of assets, liabilities and net assets

(Assets)

Total assets amounted to 74,670 million yen at the end of the third quarter under review, which was an increase of 1,819 million yen from the end of the previous fiscal year.

Current assets stood at 57,809 million yen, which was a decline of 215 million yen. Major factors behind the decline included a decrease of 1,382 million yen in notes and accounts receivable — trade, which more than offset an increase of 1,058 million yen in cash and deposits.

Non-current assets increased 2,034 million yen, to 16,860 million yen. This was mainly due to an increase of 1,871 million yen in property, plant and equipment, including land, buildings and structures, resulting from the acquisition of factory sites and buildings by a subsidiary, and an increase of 244 million yen in investments and other assets, including investment securities, despite a decrease of 82 million yen in intangible assets, including goodwill due to amortization.

(Liabilities)

Total liabilities stood at 21,191 million yen at the end of the first nine months under review, which was a decrease of 1,574 million yen from the end of the previous fiscal year. This was mainly due to a 701 million yen decrease in current liabilities, including short-term borrowings and current portion of long-term borrowings, and a 873 million yen decrease in non-current liabilities, including long-term borrowings.

(Net assets)

Net assets amounted to 53,478 million yen at the end of the third quarter under review, which was an increase of 3,394 million yen from the end of the previous fiscal year. This resulted mainly from a decrease of 119 million yen in other comprehensive income, including foreign currency translation adjustment and an increase of 3,453 million yen in retained earnings, respectively.

(3) Management's discussion of consolidated operating results forecast and other forecasts

The consolidated results forecasts for the fiscal year ending December 31, 2025 remain the same as those stated on February 14, 2025.

The outlook for the global economy is expected to remain uncertain due to the impact of the U.S. administration's tariff policies. Under these circumstances, the Company will strive to control risks by promoting sales price optimization and continuing efforts to optimize the supply chain.

The Group expects sales in the U.S. to account for more than 10% of total consolidated sales. Major products include sensors for security and automatic doors in the SS business and lighting for inspections in the IA business. The Company will promptly disclose any situation that may have an impact on its business performance.

Consolidated Quarterly Financial Statements

Consolidated Quarterly Balance Sheets

(Millions of yen)

	As of December 31, 2024	As of September 30, 2025
Assets		
Current assets		
Cash and deposits	21,065	22,123
Notes and accounts receivable - trade	13,884	12,501
Securities	0	—
Merchandise and finished goods	6,622	6,905
Work in process	4,631	5,004
Raw materials and supplies	9,888	9,583
Income taxes refund receivable	166	42
Other	1,872	1,774
Allowance for doubtful accounts	(105)	(126)
Total current assets	58,025	57,809
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	4,273	5,045
Machinery, equipment and vehicles, net	517	527
Tools, furniture and fixtures, net	944	1,064
Land	2,559	3,477
Construction in progress	92	206
Right-of-use assets	205	142
Total property, plant and equipment	8,593	10,464
Intangible assets		
Patent right	111	48
Trademark right	182	116
Customer-related intangible assets	187	81
Goodwill	822	650
Other	587	911
Total intangible assets	1,890	1,808
Investments and other assets		
Investment securities	1,264	1,520
Long-term loans receivable	25	27
Deferred tax assets	2,397	2,362
Other	710	729
Allowance for doubtful accounts	(55)	(53)
Total investments and other assets	4,341	4,586
Total non-current assets	14,825	16,860
Total assets	72,850	74,670

(Millions of yen)

As of December 31, 2024

As of September 30, 2025

Liabilities		
Current liabilities		
Notes and accounts payable - trade	3,240	2,971
Short-term borrowings	5,000	4,700
Current portion of long-term borrowings	1,795	1,469
Accounts payable - other	1,526	1,376
Income taxes payable	1,283	820
Provision for bonuses	1,027	1,350
Other	3,669	4,154
Total current liabilities	17,543	16,841
Non-current liabilities		
Long-term borrowings	2,099	1,406
Deferred tax liabilities	636	570
Deferred tax liabilities for land revaluation	22	23
Retirement benefit liability	1,577	1,548
Provision for retirement benefits for directors (and other officers)	161	190
Other	726	611
Total non-current liabilities	5,223	4,350
Total liabilities	22,766	21,191
Net assets		
Shareholders' equity		
Share capital	2,798	2,798
Capital surplus	7,564	7,564
Retained earnings	38,652	42,106
Treasury shares	(3,443)	(3,433)
Total shareholders' equity	45,571	49,035
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	81	99
Revaluation reserve for land	(5)	(6)
Foreign currency translation adjustment	4,077	3,925
Remeasurements of defined benefit plans	(14)	0
Total accumulated other comprehensive income	4,138	4,019
Share acquisition rights	351	400
Non-controlling interests	21	23
Total net assets	50,084	53,478
Total liabilities and net assets	72,850	74,670

Consolidated Quarterly Statements of Income

(Millions of yen)

	Nine months ended September 30, 2024	Nine months ended September 30, 2025
Net sales	46,952	47,666
Cost of sales	23,478	22,431
Gross profit	23,474	25,235
Selling, general and administrative expenses	18,016	19,021
Operating profit	5,457	6,214
Non-operating income		
Interest income	79	124
Dividend income	11	7
Gain on investments in investment partnerships	2	0
Rental income	19	14
Insurance return	0	1
Share of profit of entities accounted for using equity method	—	13
Subsidy income	16	6
Other	40	39
Total non-operating income	169	208
Non-operating expenses		
Interest expenses	50	59
Foreign exchange losses	123	450
Rental expenses	6	6
Share of loss of entities accounted for using equity method	4	—
Other	15	13
Total non-operating expenses	200	529
Ordinary profit	5,427	5,892
Extraordinary income		
Gain on sale of non-current assets	4	2
Gain on sale of investment securities	—	960
Total extraordinary income	4	963
Extraordinary losses		
Loss on sale and retirement of non-current assets	13	4
Loss on valuation of investment securities	148	100
Total extraordinary losses	162	104
Profit before income taxes	5,268	6,750
Income taxes - current	1,629	1,751
Income taxes - deferred	(281)	(62)
Total income taxes	1,347	1,689
Profit	3,920	5,061
Profit attributable to non-controlling interests	3	3
Profit attributable to owners of parent	3,917	5,058

Consolidated Quarterly Statements of Comprehensive Income

(Millions of yen)

	Nine months ended September 30, 2024	Nine months ended September 30, 2025
Profit	3,920	5,061
Other comprehensive income		
Valuation difference on available-for-sale securities	107	18
Revaluation reserve for land	—	0
Foreign currency translation adjustment	375	(154)
Remeasurements of defined benefit plans, net of tax	9	14
Total other comprehensive income	492	(120)
Comprehensive income	4,413	4,941
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	4,409	4,939
Comprehensive income attributable to non-controlling interests	3	1

(3) Notes on quarterly consolidated financial statements

(Notes to changes in accounting policies)

(Application of the Accounting Standard for Current Income Taxes, etc.)

The Company has applied Accounting Standard for Current Income Taxes (Accounting Standards Board of Japan (ASBJ) Statement No. 27, October 28, 2022; hereinafter referred to as the “Revised Accounting Standard 2022”) effective from beginning of the first quarter of the current fiscal year.

The amendment to categories in which current income taxes should be recorded (taxes on other comprehensive income) follows the transitional treatment prescribed in the proviso of paragraph 20-3 of the Revised Accounting Standard 2022 and the transitional treatment prescribed in the proviso (2) of paragraph 65-2 of the Implementation Guidance on Tax Effect Accounting (ASBJ Guidance No. 28, October 28, 2022; hereinafter referred to as the “Revised Implementation Guidance 2022”). This change in accounting policies has no impact on the quarterly consolidated financial statements.

For the amendment related to the revised accounting treatment for consolidated financial statements when gains or losses on sale of shares in subsidiaries resulting from transactions between consolidated companies were deferred for tax purposes, the 2022 Revised Implementation Guidance 2022 has been applied since the beginning of the first three months of the fiscal year under review. This change in accounting policies is applied retrospectively, and quarterly consolidated financial statements and consolidated financial statements for the previous year are after retrospective application. This change in accounting policies has no impact on the quarterly consolidated financial statements for the same quarter of the previous fiscal year and the consolidated financial statements for the previous fiscal year.

(Additional information)

(Effect of the change in the tax rate on income taxes)

The Act Amending the Income Tax Act (Act No. 13 of 2025) was passed by the Diet on March 31, 2025, and the Special Defense Corporation Tax will be levied starting from the fiscal year beginning April 1, 2026.

Because of this change, the Company has changed the statutory tax rate used to calculate deferred tax assets and deferred tax liabilities resulting from temporary differences between accounting and tax values, etc. that will become deductible from the consolidated fiscal year beginning January 1, 2027. The tax rate has changed from 30.46% to 31.36%.

The effect of this change in the tax rate on the quarterly consolidated financial statements for the nine months ended September 30, 2025 was not material.

(Notes on going concern assumptions)

No items to report

(Notes on significant changes in the amount of shareholders' equity)

No items to report

(Notes on quarterly consolidated statement of cash flows)

Quarterly consolidated statements of cash flows have not been prepared for the nine months ended September 30, 2024. Depreciation (including amortization related to intangible assets excluding goodwill) and amortization of goodwill for the nine months ended September 30, 2024 are as follows.

	Nine months ended Sep. 30, 2024 (From Jan. 1 to Sep. 30, 2024)	Nine months ended Sep. 30, 2025 (From Jan. 1 to Sep. 30, 2025)
Depreciation	1,242 million yen	1,343 million yen
Amortization of goodwill	316	195

(Notes on segment information, etc.)

[Segment Information]

I. Nine months ended Sep. 30, 2024 (From Jan. 1 to Sep. 30, 2024)

Net Sales and Profit (Loss) by Reportable Segment

(Millions of yen)

	Reportable Segment				Other Business (Note 1)	Total	Adjustments (Note 2)	Amount in quarterly consolidated statement of income (Note 3)
	SS Business	IA Business	EMS Business	Total				
Net Sales								
Security Sensors	13,639	—	—	13,639	—	13,639	—	13,639
Automatic Door Sensors	5,259	—	—	5,259	—	5,259	—	5,259
Social and Environmental	2,305	—	—	2,305	—	2,305	—	2,305
FA-related	—	6,045	—	6,045	—	6,045	—	6,045
Inspection Lighting-related	—	10,589	—	10,589	—	10,589	—	10,589
Industrial PCs-related	—	3,791	—	3,791	—	3,791	—	3,791
Automation Systems-related	—	4,492	—	4,492	—	4,492	—	4,492
Other	—	—	748	748	82	830	—	830
Revenue from Contracts with Customers	21,203	24,918	748	46,870	82	46,952	—	46,952
Unaffiliated Customers	21,203	24,918	748	46,870	82	46,952	—	46,952
Intersegment Transfer	49	7	7,411	7,468	23	7,491	(7,491)	—
Total	21,253	24,926	8,159	54,338	105	54,444	(7,491)	46,952
Segment Profit (Loss)	3,240	2,588	(199)	5,629	18	5,648	(190)	5,457

(Notes) 1. The “Others” category incorporates operations not included in business segments reported, and includes operation and management of sports clubs and other businesses.

2. Adjustment of (190) million yen for segment profit (loss) includes elimination of inter-segment transactions and unallocated corporate expenses.

3. Adjustments are made to reconcile segment profit to operating profit presented in the quarterly consolidated statements of income.

II. Nine months ended Sep. 30, 2025 (From Jan. 1 to Sep. 30, 2025)

1. Net Sales and Profit (Loss) by Reportable Segment

(Millions of yen)

	Reportable Segment				Other Business (Note 1)	Total	Adjustments (Note 2)	Amount in quarterly consolidated statement of income (Note 3)
	SS Business	IA Business	EMS Business	Total				
Net Sales								
Security Sensors	14,975	—	—	14,975	—	14,975	—	14,975
Automatic Door Sensors	5,440	—	—	5,440	—	5,440	—	5,440
Social and Environmental	2,941	—	—	2,941	—	2,941	—	2,941
FA-related	—	6,443	—	6,443	—	6,443	—	6,443
Inspection Lighting-related	—	10,724	—	10,724	—	10,724	—	10,724
Industrial PCs-related	—	3,214	—	3,214	—	3,214	—	3,214
Automation Systems-related	—	3,186	—	3,186	—	3,186	—	3,186
Other	—	—	656	656	82	739	—	739
Revenue from Contracts with Customers	23,358	23,568	656	47,583	82	47,666	—	47,666
Unaffiliated Customers	23,358	23,568	656	47,583	82	47,666	—	47,666
Intersegment Transfer	20	598	3,619	4,237	21	4,258	(4,258)	—
Total	23,378	24,166	4,275	51,820	104	51,924	(4,258)	47,666
Segment Profit (Loss)	4,083	2,490	(154)	6,419	16	6,436	(221)	6,214

(Notes) 1. The “Others” category incorporates operations not included in business segments reported, and includes operation and management of sports clubs and other businesses.

- Adjustment of (221) million yen for segment profit (loss) includes elimination of inter-segment transactions and unallocated corporate expenses.
- Adjustments are made to reconcile segment profit to operating profit presented in the quarterly consolidated statements of income.
- Effective from the first quarter of the current fiscal year, MVL-related has been changed to Inspection Lighting-related, IPC-related to Industrial PCs-related, and MECT-related to Automation Systems-related from the names of the revenue breakdown information used in the IA Business reporting segment, in order to more appropriately present the nature of the business. In the revenue breakdown information for the first nine months of the previous fiscal year, the new name of the reportable segment is used.

2. Matters regarding the revision of reportable segments

Effective January 1, 2025, Ltd., all shares of Three Ace Co., Ltd., a consolidated subsidiary of the Company, were transferred to Optex Co., Ltd. As a result, the business, which was previously classified under Other, is included in the SS Business from the first quarter of the current fiscal year.

Segment information for the first nine months of the previous consolidated fiscal year presented herein has been prepared according to the revised classification.