

Summary of Consolidated Financial Results for the Three Months Ended March 31, 2026 (Under Japanese GAAP)

Company name: OPTEX Group Co., Ltd. Stock exchange listing: Tokyo Stock Exchange
 Stock code: 6914 URL: <https://www.optexgroup.co.jp/en/>
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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 three months ended Mar. 31, 2026 (from Jan. 1 to Mar. 31, 2026)

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

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended								
Mar. 31, 2026	18,299	21.3	2,983	59.3	3,173	94.5	2,241	26.1
Mar. 31, 2025	15,080	(2.5)	1,873	6.7	1,631	(17.6)	1,778	36.6

(Note) Comprehensive income: 2,441 million yen (117.2%) for the three months ended Mar. 31, 2026
 1,124 million yen (-49.7%) for the three months ended Mar. 31, 2025

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended		
Mar. 31, 2026	62.92	62.39
Mar. 31, 2025	49.92	49.57

(2) Consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio
	Millions of yen	Millions of yen	%
As of			
Mar. 31, 2026	77,672	57,502	73.5
Dec. 31, 2025	76,939	56,149	72.4

(Reference) Shareholders' equity: As of Mar. 31, 2026: 57,066 million yen
 As of Dec. 31, 2025: 55,707 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, 2025	–	25.00	–	31.00	56.00
Fiscal year ending Dec. 31, 2026	–				
Fiscal year ending Dec. 31, 2026 (Forecast)		32.50	–	32.50	65.00

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

3. Forecast of consolidated financial results for the year ending Dec. 31, 2026 (from Jan. 1 to Dec. 31, 2026)

(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 six-month cumulative period	33,200	9.4	3,800	4.2	3,800	19.0	2,700	(10.0)	75.80
Full year	69,000	4.7	8,800	7.9	8,800	10.0	6,600	0.1	185.28

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

* Notes

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

(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: None

(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)

As of Mar. 31, 2026: 37,735,784 shares

As of Dec. 31, 2025: 37,735,784 shares

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

As of Mar. 31, 2026: 2,100,395 shares

As of Dec. 31, 2025: 2,115,195 shares

(c) Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended Mar. 31, 2026: 35,621,576 shares

Three months ended Mar. 31, 2025: 35,614,329 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

The Group aims to improve profitability and achieve sustainable growth under the corporate philosophy of “Aiming to become a corporate group full of venture spirit.” In the current fiscal year, we are accelerating the transition to a solution proposal business and have positioned the promotion of business portfolio management as a priority measure and are stepping up efforts in this area. 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.

During the first three months under review (January 1, 2026 to March 31, 2026), the SS (Sensing Solution) business continued to perform well and the IA (Industrial Automation) business also boosted its performance on a recovery trend. In addition, due to the impact of foreign exchange rates, net sales were 18,299 million yen, up 21.3% from the same period of the previous year. On the profit side, an increase in gross profit chiefly due to the impact of foreign exchange rates and higher sales of highly profitable products offset an increase in personnel expenses. As a result, operating profit was 2,983 million yen (up 59.3% year on year), ordinary profit amounted to 3,173 million yen (up 94.5% year on year), and profit attributable to owners of parent amounted to 2,241 million yen (up 26.1% year on year).

The business results for each segment are described below.

(i) SS (Sensing Solution) Business

In the SS Business, net sales were 8,883 million yen (up 13.1% year on year), reflecting the success of the solution proposal business despite the impact of the tariff policy in the United States, and operating profit was 1,772 million yen (up 11.0% year on year) due to a reduction in the cost ratio resulting from an increase in sales of highly profitable products.

Net sales for the security sensors were 5,538 million yen (up 12.7% year on year). While domestic sales to security companies were sluggish, overseas sales of solutions for data centers and other large-scale important facilities in the U.S. and Europe were strong, resulting in a year-on-year increase.

Net sales for automatic door sensors were 2,152 million yen (up 9.6% year on year). In Japan, sales of automatic door sensors were soft, but sales of remote monitoring solutions and customer counting systems were strong. Overseas, sales of automatic door sensors to the U.S. market were strong, resulting in a year-on-year increase.

In Social and Environmental-related, sales of vehicle detection sensor solutions for parking management systems in Japan and the U.S. were strong. Net sales were 1,193 million yen (up 21.7% year on year) as a result of strong sales of water quality sensor solutions in Japan.

(ii) IA (Industrial Automation) Business

In the IA Business, net sales came to 9,169 million yen (up 31.3% year on year) and operating profit was 1,490 million yen (up 188.7% year on year).

Sales of factory automation-related products increased in Japan due to a recovery in capital investment demand, particularly in the semiconductor and electrical/electronic component industries. Overseas, sales to OEMs in Europe grew significantly, and in China, demand picked up on the back of market recovery, and sales of sensors for automation and labor-saving applications were strong. As a result, net sales increased 29.5% year on year, to 2,759 million yen.

In the inspection lighting-related business, domestic sales of products for semiconductors and electric/electronic components were strong on the back of expanding capital investment demand for AI. Overseas, sales to Europe and Asia remained strong, resulting in net sales of 4,389 million yen (up 26.3% year on year).

In the industrial PCs-related business, net sales were 1,543 million yen (up 34.2% year on year) as a result of a recovery in sales for semiconductor manufacturing equipment and firm sales of products for social infrastructure.

In the automation systems-related business, net sales were 475 million yen (up 111.6% year on year) due to the accumulation of projects mainly for small batteries, despite a decrease in sales of large projects in the automotive battery field 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 240 million yen (up 1.9% year on year), attributable to the steady performance of projects for the electronic contract manufacturing service. The Business recorded an operating loss of 39 million yen (operating loss of 137 million yen in the same period of the previous fiscal year), reflecting an increase 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 77,672 million yen at the end of the first three months under review, which was an increase of 733 million yen from the end of the previous fiscal year.

Current assets increased 701 million yen to total 60,189 million yen. The increase was due chiefly to increases in cash and deposits of 499 million yen and inventories of raw materials and supplies of 484 million yen, partly offset by a decrease in notes and accounts receivable – trade of 532 million yen.

Non-current assets increased 32 million yen, to 17,483 million yen. The was mainly attributable to a decrease of 98 million yen in intangible assets such as goodwill mainly due to amortization more than offset by an increase of 125 million yen in property, plant and equipment such as tools, furniture and fixtures chiefly due to acquisition of molds at a subsidiary.

(Liabilities)

Total liabilities stood at 20,170 million yen at the end of the first three months under review, which was a decrease of 620 million yen from the end of the previous fiscal year. This was primarily a result of decreases of 535 million yen in current liabilities such as short-term borrowings and provision for bonuses and 84 million yen in non-current liabilities including long-term borrowings.

(Net assets)

Net assets amounted to 57,502 million yen at the end of the first three months under review, which was an increase of 1,353 million yen from the end of the previous fiscal year. This resulted mainly from an increase of 1,134 million yen in retained earnings and a rise of 199 million yen in other comprehensive income, including foreign currency translation adjustment.

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

The consolidated results forecasts for the fiscal year ending December 31, 2026 remain the same as those stated on February 13, 2026.

The business environment surrounding the Group remains highly uncertain due to persistently high energy prices against a backdrop of geopolitical risks, continued upward pressure on prices and concerns about an economic slowdown, and monetary tightening in various countries.

Under these circumstances, the Group is continuously monitoring and scrutinizing the status of orders received at each sales location and the outlook for future orders. If the Company needs to make revisions to the consolidated financial results forecast due to changes in situations in the future, it will disclose such revisions promptly.

Consolidated Quarterly Financial Statements

Consolidated Quarterly Balance Sheets

(Millions of yen)

	As of December 31, 2025	As of March 31, 2026
Assets		
Current assets		
Cash and deposits	22,884	23,383
Notes and accounts receivable - trade	13,894	13,361
Merchandise and finished goods	7,404	7,184
Work in process	4,133	4,423
Raw materials and supplies	9,636	10,050
Income taxes refund receivable	73	51
Other	1,612	1,912
Allowance for doubtful accounts	(151)	(178)
Total current assets	59,488	60,189
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	5,111	5,188
Machinery, equipment and vehicles, net	603	591
Tools, furniture and fixtures, net	1,114	1,243
Land	3,495	3,501
Construction in progress	212	153
Right-of-use assets	131	115
Total property, plant and equipment	10,668	10,793
Intangible assets		
Patent right	27	6
Trademark right	99	79
Customer-related intangible assets	46	11
Goodwill	1,083	1,043
Other	913	930
Total intangible assets	2,170	2,072
Investments and other assets		
Investment securities	1,567	1,586
Long-term loans receivable	29	29
Deferred tax assets	2,316	2,320
Other	734	714
Allowance for doubtful accounts	(34)	(34)
Total investments and other assets	4,612	4,617
Total non-current assets	17,451	17,483
Total assets	76,939	77,672

(Millions of yen)

	As of December 31, 2025	As of March 31, 2026
Liabilities		
Current liabilities		
Notes and accounts payable - trade	3,499	3,803
Short-term borrowings	3,800	3,300
Current portion of long-term borrowings	848	827
Accounts payable - other	1,397	1,470
Income taxes payable	1,082	1,199
Provision for bonuses	1,263	827
Other	4,043	3,969
Total current liabilities	15,934	15,398
Non-current liabilities		
Long-term borrowings	1,806	1,606
Deferred tax liabilities	596	630
Deferred tax liabilities for land revaluation	5	5
Retirement benefit liability	1,594	1,618
Provision for retirement benefits for directors (and other officers)	246	211
Other	606	698
Total non-current liabilities	4,856	4,771
Total liabilities	20,790	20,170
Net assets		
Shareholders' equity		
Share capital	2,798	2,798
Capital surplus	7,564	7,564
Retained earnings	43,643	44,777
Treasury shares	(3,433)	(3,409)
Total shareholders' equity	50,572	51,731
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	119	136
Revaluation reserve for land	11	11
Foreign currency translation adjustment	5,019	5,200
Remeasurements of defined benefit plans	(14)	(12)
Total accumulated other comprehensive income	5,135	5,335
Share acquisition rights	416	410
Non-controlling interests	24	25
Total net assets	56,149	57,502
Total liabilities and net assets	76,939	77,672

Consolidated Quarterly Statements of Income

(Millions of yen)

	Three months ended March 31, 2025	Three months ended March 31, 2026
Net sales	15,080	18,299
Cost of sales	6,967	8,317
Gross profit	8,113	9,982
Selling, general and administrative expenses	6,239	6,998
Operating profit	1,873	2,983
Non-operating income		
Interest income	52	44
Dividend income	0	3
Foreign exchange gains	—	114
Rental income	5	4
Share of profit of entities accounted for using equity method	1	11
Other	13	32
Total non-operating income	75	211
Non-operating expenses		
Interest expenses	19	18
Foreign exchange losses	285	—
Rental expenses	2	2
Other	8	0
Total non-operating expenses	316	21
Ordinary profit	1,631	3,173
Extraordinary income		
Gain on sale of non-current assets	—	2
Gain on sale of investment securities	909	—
Total extraordinary income	909	2
Extraordinary losses		
Loss on sale and retirement of non-current assets	1	8
Loss on valuation of investment securities	100	16
Office relocation expenses	—	21
Total extraordinary losses	101	46
Profit before income taxes	2,439	3,129
Income taxes - current	645	861
Income taxes - deferred	14	25
Total income taxes	660	886
Profit	1,779	2,243
Profit attributable to non-controlling interests	1	2
Profit attributable to owners of parent	1,778	2,241

Consolidated Quarterly Statements of Comprehensive Income

(Millions of yen)

	Three months ended March 31, 2025	Three months ended March 31, 2026
Profit	1,779	2,243
Other comprehensive income		
Valuation difference on available-for-sale securities	8	17
Revaluation reserve for land	0	-
Foreign currency translation adjustment	(678)	179
Remeasurements of defined benefit plans, net of tax	13	1
Total other comprehensive income	(655)	198
Comprehensive income	1,124	2,441
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,123	2,441
Comprehensive income attributable to non-controlling interests	0	0

(3) Notes on quarterly consolidated financial statements

(Notes on segment information, etc.)

[Segment Information]

I. Three months ended Mar. 31, 2025 (From Jan. 1 to Mar. 31, 2025)

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

(Millions of yen)

	Reportable Segment				Other (Note 1)	Total	Adjustments (Note 2)	Consolidated total (Note 3)
	SS Business	IA Business	EMS Business	Total				
Net sales								
Security Sensors	4,913	–	–	4,913	–	4,913	–	4,913
Automatic Door Sensors	1,963	–	–	1,963	–	1,963	–	1,963
Social and Environmental	980	–	–	980	–	980	–	980
FA-related	–	2,131	–	2,131	–	2,131	–	2,131
Inspection Lighting- related	–	3,474	–	3,474	–	3,474	–	3,474
Industrial PCs- related	–	1,150	–	1,150	–	1,150	–	1,150
Automation Systems-related	–	224	–	224	–	224	–	224
Other	–	–	236	236	5	242	–	242
Revenue from Contracts with Customers	7,856	6,981	236	15,075	5	15,080	–	15,080
Unaffiliated Customers	7,856	6,981	236	15,075	5	15,080	–	15,080
Intersegment Transfer	5	1	1,140	1,148	2	1,150	(1,150)	–
Total	7,862	6,983	1,377	16,223	8	16,231	(1,150)	15,080
Segment Profit (Loss)	1,597	516	(137)	1,976	(14)	1,962	(88)	1,873

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

2. Adjustment of (88) 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. Three months ended Mar. 31, 2026 (From Jan. 1 to Mar. 31, 2026)

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

(Millions of yen)

	Reportable Segment				Other (Note 1)	Total	Adjustments (Note 2)	Consolidated total (Note 3)
	SS Business	IA Business	EMS Business	Total				
Net sales								
Security Sensors	5,538	–	–	5,538	–	5,538	–	5,538
Automatic Door Sensors	2,152	–	–	2,152	–	2,152	–	2,152
Social and Environmental	1,193	–	–	1,193	–	1,193	–	1,193
FA-related	–	2,759	–	2,759	–	2,759	–	2,759
Inspection Lighting- related	–	4,389	–	4,389	–	4,389	–	4,389
Industrial PCs- related	–	1,543	–	1,543	–	1,543	–	1,543
Automation Systems-related	–	475	–	475	–	475	–	475
Other	–	–	240	240	6	247	–	247
Revenue from Contracts with Customers	8,883	9,169	240	18,293	6	18,299	–	18,299
Unaffiliated Customers	8,883	9,169	240	18,293	6	18,299	–	18,299
Intersegment Transfer	6	173	1,293	1,474	2	1,476	(1,476)	–
Total	8,890	9,342	1,534	19,768	8	19,776	(1,476)	18,299
Segment Profit (Loss)	1,772	1,490	(39)	3,223	(16)	3,207	(223)	2,983

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

2. Adjustment of (223) 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.

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

No items to report

(Notes on going concern assumptions)

No items to report

(Notes on quarterly consolidated statement of cash flows)

Quarterly consolidated statements of cash flows have not been prepared for the three months ended March 31, 2026.

Depreciation (including amortization related to intangible assets excluding goodwill) and amortization of goodwill for the three months ended March 31, 2026 are as follows.

	Three months ended Mar. 31, 2025 (From Jan. 1 to Mar. 31, 2025)	Three months ended Mar. 31, 2026 (From Jan. 1 to Mar. 31, 2026)
Depreciation	439 million yen	487 million yen
Amortization of goodwill	64 million yen	75 million yen