August 12, 2026

Summary of Consolidated Financial Results for the Six Months Ended June 30, 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/
Representative: Tatsuya Nakajima, President
Contact: Hideki Yamawaki, Executive Officer, in charge of Corporate Strategy Tel. +81-77-527-9861
Scheduled date to file semi-annual securities report: August 12, 2026
Scheduled date to commence dividend payments: September 2, 2026
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: Yes (for institutional investors and financial analysts)

(Millions of yen rounded down)

1. Consolidated financial results for the six months ended Jun. 30, 2026 (from Jan. 1 to Jun. 30, 2026)

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

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Jun. 30, 2026	36,651	20.8	5,497	50.7	5,824	82.4	4,191	39.8
Jun. 30, 2025	30,346	(0.6)	3,647	16.2	3,192	(11.8)	2,998	18.6

(Note) Comprehensive income: 4,833 million yen (98.2%) for the six months ended Jun. 30, 2026
2,438 million yen (-44.9%) for the six months ended Jun. 30, 2025

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
Jun. 30, 2026	117.65	116.62
Jun. 30, 2025	84.18	83.54

(2) Consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio
As of	Millions of yen	Millions of yen	%
Jun. 30, 2026	79,513	59,924	74.8
Dec. 31, 2025	76,939	56,149	72.4

(Reference) Shareholders' equity: As of Jun. 30, 2026: 59,466 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	–	38.00			
Fiscal year ending Dec. 31, 2026 (Forecast)			–	38.00	76.00

(Note) Revisions of the forecast most recently announced: None
For details regarding the revision to the dividend forecast, please refer to the "Notice Regarding the Revision (Upward Revision) of Consolidated Earnings Forecasts for the First Six Months and Full Year Ending December 31, 2026, and the Revision (Increase) of the Dividend Forecast," which was announced on July 31, 2026.

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
Full year	73,300	11.3	10,500	28.8	10,800	35.0	7,700	16.8	216.11

(Note) Revisions of the forecast most recently announced: None
For details regarding the revision of the consolidated earnings forecasts, please refer to the "Notice Regarding the Revision (Upward Revision) of Consolidated Earnings Forecasts for the First Six Months and Full Year Ending December 31, 2026, and the Revision (Increase) of the Dividend Forecast," which was announced on July 31, 2026.

* Notes

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

(2) Application of special accounting methods for preparing interim 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)

Six months ended Jun. 30, 2026:	37,735,784 shares
Fiscal year ended Dec. 31, 2025:	37,735,784 shares

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

Six months ended Jun. 30, 2026:	2,096,735 shares
Fiscal year ended Dec. 31, 2025:	2,115,195 shares

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

Six months ended Jun. 30, 2026:	35,629,905 shares
Six months ended Jun. 30, 2025:	35,616,669 shares

* Semi-annual financial results reports are exempt from review conducted by certified public accountants or an audit firm.

* 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. Overview of Operating Results, etc.” on page 3.

(How to obtain supplementary briefing material on the financial results)

The Company plans to hold a results briefing for institutional investors and analysts on Monday, August 17, 2026. Presentation materials, etc. presented at this briefing session will be posted on the Company’s website.

1. Overview of Operating Results, etc.

(1) Overview of operating results for the first six months of the fiscal year under review

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 six months under review (January 1, 2026, to June 30, 2026), the SS (Sensing Solutions) and IA (Industrial Automation) businesses continued to perform well, driving the Company’s financial results. In addition, due to the impact of foreign exchange rates, net sales were 36,651 million yen, up 20.8% 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 5,497 million yen (up 50.7% year on year), ordinary profit amounted to 5,824 million yen (up 82.4% year on year), and profit attributable to owners of parent amounted to 4,191 million yen (up 39.8% year on year).

The business results for each segment are described below.

(i) SS (Sensing Solution) Business

In the SS Business, net sales were 17,503 million yen (up 17.8% 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 3,219 million yen (up 21.6% 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 11,113 million yen (up 19.1% year on year). Although sales to security companies in Japan were sluggish, sales of solutions for data centers and other large-scale critical facilities in Japan and overseas (the U.S., Europe and Asia) were strong, resulting in a year-on-year increase.

Net sales for automatic door sensors were 4,011 million yen (up 9.8% 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 2,377 million yen (up 27.1% 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 18,619 million yen (up 23.9% year on year) and operating profit was 2,605 million yen (up 98.2% year on year).

In the FA sector, demand for capital investment continued to recover in Japan, particularly in the semiconductor and electric/electronic components sectors, and sales of sensors for automation and labor-saving applications remained strong. Overseas, sales to OEMs in Europe grew significantly, and in China, sales remained strong as demand for capital investment in the manufacturing sector continued to recover. As a result, net sales increased 36.2% year on year, to 5,846 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 and other factors. In addition, as a result of strong sales overseas—particularly in the logistics sector in Europe and the semiconductor sector in Asia—net sales totaled 9,021 million yen (up 27.4% year on year).

Net sales for the industrial PCs-related products amounted to 3,032 million yen (up 26.5% year on year), following strong sales of products for semiconductor manufacturing equipment.

In the automation systems-related business, net sales were 718 million yen (down 42.9% year on year) as a result of declined sales from large-scale projects in the automotive battery sector 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 477 million yen (up 16.3% year on year), attributable to the steady performance of projects for the electronic contract manufacturing service. Operating profit came to 11 million yen (compared to an operating loss of 190 million yen in the same period of the previous year), reflecting a rise in production volume of products in the Group.

(2) Overview of financial position for the first six months of the fiscal year under review

(i) Conditions of assets, liabilities and net assets

(Assets)

Total assets amounted to 79,513 million yen at the end of the first six months of the fiscal year under review, which was an increase of 2,573 million yen from the end of the previous fiscal year.

Current assets increased 2,289 million yen to total 61,777 million yen. The increase was due chiefly to increases in cash and deposits of 1,571 million yen and inventories of raw materials and supplies of 1,078 million yen, partly offset by a decrease in notes and accounts receivable – trade of 452 million yen.

Non-current assets increased 284 million yen, to 17,735 million yen. This was primarily attributable to an increase of 101 million yen in property, plant and equipment including tools, furniture and fixtures and growth of 220 million yen in investments and other assets including investment securities, more than offsetting a decrease of 37 million yen in intangible assets such as goodwill due to amortization and other factors.

(Liabilities)

Total liabilities stood at 19,588 million yen at the end of the first six months of the fiscal year under review, which was a decrease of 1,201 million yen from the end of the previous fiscal year. This was primarily due to a decrease of 1,112 million yen in current liabilities, such as short-term borrowings.

(Net assets)

Net assets totaled 59,924 million yen at the end of the first six months of the fiscal year under review, which was an increase of 3,775 million yen from the end of the previous fiscal year. This resulted mainly from an increase of 3,087 million yen in retained earnings and a rise of 638 million yen in other comprehensive income, including foreign currency translation adjustment.

(ii) Conditions of cash flows

Cash and cash equivalents ("cash") at the end of the first six months of the fiscal year under review have increased by 1,571 million yen from the end of the previous fiscal year, to total 24,455 million yen.

The status of each of the cash flow segments and contributing factors for the first six months of the fiscal year under review are as follows.

(Cash flows from operating activities)

Net cash provided by operating activities was 5,188 million yen (compared with 5,046 million yen in the same period of the previous fiscal year). This result mainly reflected an increase in cash due to the securing of 5,739 million yen in profit before income taxes and the reduction of 603 million yen in note and accounts receivable – trade, which more than offset a decrease in cash attributable to 1,167 million yen in income taxes paid and an increase of 924 million yen in inventories.

(Cash flows from investing activities)

Net cash used in investing activities was 682 million yen (compared with net cash of 2,620 million yen used in such activities in the same period of the previous year). This was a result chiefly of a decrease in cash caused by the purchase of property, plant and equipment (609 million yen).

(Cash flows from financing activities)

Net cash used in financing activities came to 3,296 million yen (compared with net cash of 1,971 million yen used in such activities in the same period of the previous fiscal year). This was mainly due to a decrease in cash resulting from a decrease in short-term borrowings (1,800 million yen) and dividend payments (1,103 million yen).

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

As announced on July 31, 2026, net sales in the consolidated fiscal year under review are expected at 73.3 billion yen (up 11.3% year on year) because of growth in sales in the SS Business and the IA Business. On profit fronts, operating profit, ordinary profit, and profit attributable to owners of parent are forecast to be 10.5 billion yen (up 28.8% year on year), 10.8 billion yen (up 35.0% year on year), and 7.7 billion yen (up 16.8% year on year), respectively, primarily reflecting the expected rise in net sales. The forecasts are predicated on the assumption that the average exchange rates in the second half of the consolidated fiscal year under review (from July 1, 2026 to December 31, 2026) will be 155 yen against the U.S. dollar and 180 yen against the euro. For details, please refer to the "Notice Regarding the Revision (Upward Revision) of Consolidated Earnings Forecasts for the First Six Months and Full Year Ending December 31, 2026, and the Revision (Increase) of the Dividend Forecast," which was announced on July 31, 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 will closely monitor the economic environment and market trends, and will strive to gather information and carefully assess the impact. Should any events arise in the future that are expected to have a material impact on the Group's business activities or financial results, depending on how the situation develops, it will promptly disclose such information.

2. Interim Consolidated Financial Statements

(1) Consolidated Balance Sheets

(Millions of yen)

	As of December 31, 2025	As of June 30, 2026
Assets		
Current assets		
Cash and deposits	22,884	24,455
Notes and accounts receivable - trade	13,894	13,441
Merchandise and finished goods	7,404	7,413
Work in process	4,133	4,607
Raw materials and supplies	9,636	10,232
Income taxes refund receivable	73	65
Other	1,612	1,719
Allowance for doubtful accounts	(151)	(158)
Total current assets	59,488	61,777
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	5,111	5,208
Machinery, equipment and vehicles, net	603	583
Tools, furniture and fixtures, net	1,114	1,212
Land	3,495	3,506
Construction in progress	212	160
Right-of-use assets, net	131	98
Total property, plant and equipment	10,668	10,769
Intangible assets		
Patent right	27	—
Trademark right	99	74
Customer-related intangible assets	46	—
Goodwill	1,083	988
Other	913	1,070
Total intangible assets	2,170	2,133
Investments and other assets		
Investment securities	1,567	1,681
Long-term loans receivable	29	26
Deferred tax assets	2,316	2,430
Other	734	727
Allowance for doubtful accounts	(34)	(34)
Total investments and other assets	4,612	4,832
Total non-current assets	17,451	17,735
Total assets	76,939	79,513

(Millions of yen)

	As of December 31, 2025	As of June 30, 2026
Liabilities		
Current liabilities		
Notes and accounts payable - trade	3,499	3,815
Short-term borrowings	3,800	2,000
Current portion of long-term borrowings	848	805
Accounts payable - other	1,397	1,406
Income taxes payable	1,082	1,599
Provision for bonuses	1,263	986
Other	4,043	4,208
Total current liabilities	15,934	14,821
Non-current liabilities		
Long-term borrowings	1,806	1,705
Deferred tax liabilities	596	622
Deferred tax liabilities for land revaluation	5	5
Retirement benefit liability	1,594	1,571
Provision for retirement benefits for directors (and other officers)	246	111
Other	606	749
Total non-current liabilities	4,856	4,766
Total liabilities	20,790	19,588
Net assets		
Shareholders' equity		
Share capital	2,798	2,798
Capital surplus	7,564	7,566
Retained earnings	43,643	46,730
Treasury shares	(3,433)	(3,403)
Total shareholders' equity	50,572	53,691
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	119	191
Revaluation reserve for land	11	11
Foreign currency translation adjustment	5,019	5,567
Remeasurements of defined benefit plans	(14)	4
Total accumulated other comprehensive income	5,135	5,774
Share acquisition rights	416	430
Non-controlling interests	24	27
Total net assets	56,149	59,924
Total liabilities and net assets	76,939	79,513

(2) Interim Consolidated Statement of Income and Interim Consolidated Statement of Comprehensive Income

Consolidated Statements of Income

(Millions of yen)

	Six months ended June 30, 2025	Six months ended June 30, 2026
Net sales	30,346	36,651
Cost of sales	14,274	16,857
Gross profit	16,072	19,793
Selling, general and administrative expenses	12,424	14,295
Operating profit	3,647	5,497
Non-operating income		
Interest income	62	58
Dividend income	4	7
Foreign exchange gains	—	217
Rental income	9	11
Share of profit of entities accounted for using equity method	7	27
Other	34	55
Total non-operating income	118	378
Non-operating expenses		
Interest expenses	35	38
Foreign exchange losses	523	—
Rental expenses	4	3
Other	10	9
Total non-operating expenses	574	51
Ordinary profit	3,192	5,824
Extraordinary income		
Gain on sale of non-current assets	0	3
Gain on sale of investment securities	901	—
Total extraordinary income	901	3
Extraordinary losses		
Loss on sale and retirement of non-current assets	4	20
Loss on valuation of investment securities	100	16
Office relocation expenses	—	50
Total extraordinary losses	104	88
Profit before income taxes	3,990	5,739
Income taxes - current	971	1,681
Income taxes - deferred	18	(137)
Total income taxes	990	1,544
Profit	3,000	4,195
Profit attributable to non-controlling interests	2	3
Profit attributable to owners of parent	2,998	4,191

Consolidated Statements of Comprehensive Income

(Millions of yen)

	Six months ended June 30, 2025	Six months ended June 30, 2026
Profit	3,000	4,195
Other comprehensive income		
Valuation difference on available-for-sale securities	15	72
Revaluation reserve for land	0	—
Foreign currency translation adjustment	(592)	547
Remeasurements of defined benefit plans, net of tax	14	18
Total other comprehensive income	(561)	638
Comprehensive income	2,438	4,833
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,438	4,830
Comprehensive income attributable to non-controlling interests	0	2

(3) Consolidated Statements of Cash Flows

(Millions of yen)

	Six months ended June 30, 2025	Six months ended June 30, 2026
Cash flows from operating activities		
Profit before income taxes	3,990	5,739
Depreciation	879	945
Amortization of goodwill	128	140
Increase (decrease) in retirement benefit liability	(14)	(22)
Increase (decrease) in provision for retirement benefits for directors (and other officers)	29	(135)
Increase (decrease) in allowance for doubtful accounts	14	4
Increase (decrease) in provision for bonuses	(347)	(279)
Interest and dividend income	(66)	(66)
Interest expenses	35	38
Foreign exchange losses (gains)	156	(108)
Share of loss (profit) of entities accounted for using equity method	(7)	(27)
Subsidy income	(6)	(5)
Loss (gain) on sale and valuation of investment securities	(801)	16
Loss (gain) on investments in investment partnerships	(0)	―
Loss (gain) on sale and retirement of non-current assets	3	17
Decrease (increase) in trade receivables	2,539	603
Decrease (increase) in inventories	(1,096)	(924)
Increase (decrease) in trade payables	(29)	189
Other, net	820	201
Subtotal	6,229	6,325
Interest and dividends received	69	67
Interest paid	(36)	(42)
Subsidies received	6	5
Income taxes refund (paid)	(1,222)	(1,167)
Net cash provided by (used in) operating activities	5,046	5,188
Cash flows from investing activities		
Proceeds from sale and redemption of securities	0	―
Purchase of investment securities	(361)	(100)
Proceeds from sale and redemption of investment securities	915	102
Purchase of property, plant and equipment	(2,721)	(609)
Proceeds from sale of property, plant and equipment	0	3
Purchase of intangible assets	(450)	(86)
Proceeds from sale of intangible assets	―	6
Loan advances	(5)	(1)
Proceeds from collection of loans receivable	3	2
Net cash provided by (used in) investing activities	(2,620)	(682)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(300)	(1,800)
Proceeds from long-term borrowings	―	300
Repayments of long-term borrowings	(745)	(443)
Dividends paid	(712)	(1,103)
Repayments of lease liabilities	(213)	(208)
Purchase of shares of subsidiaries not resulting in change in scope of consolidation	―	(40)
Purchase of treasury shares	―	(0)
Net cash provided by (used in) financing activities	(1,971)	(3,296)

Effect of exchange rate change on cash and cash equivalents	(310)	362
Net increase (decrease) in cash and cash equivalents	144	1,571
Cash and cash equivalents at beginning of period	21,065	22,884
Cash and cash equivalents at end of period	21,209	24,455

(4) Notes on semi-annual consolidated financial statements

(Notes on segment information, etc.)

[Segment Information]

I. Six months ended Jun. 30, 2025 (From Jan. 1 to Jun. 30, 2025)

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

(Millions of yen)

	Reportable Segment				Other (Note 1)	Total	Adjustments (Note 2)	Amount on semi-annual consolidated statements of income (Note 3)
	SS Business	IA Business	EMS Business	Total				
Net Sales								
Security Sensors	9,330	–	–	9,330	–	9,330	–	9,330
Automatic Door Sensors	3,655	–	–	3,655	–	3,655	–	3,655
Social and Environmental	1,870	–	–	1,870	–	1,870	–	1,870
FA-related	–	4,293	–	4,293	–	4,293	–	4,293
Inspection Lighting-related	–	7,083	–	7,083	–	7,083	–	7,083
Industrial PCs-related	–	2,397	–	2,397	–	2,397	–	2,397
Automation Systems-related	–	1,257	–	1,257	–	1,257	–	1,257
Other	–	–	410	410	47	458	–	458
Revenue from Contracts with Customers	14,856	15,032	410	30,299	47	30,346	–	30,346
Unaffiliated Customers	14,856	15,032	410	30,299	47	30,346	–	30,346
Intersegment Transfer	14	232	2,347	2,593	11	2,605	(2,605)	–
Total	14,871	15,264	2,757	32,893	59	32,952	(2,605)	30,346
Segment Profit (Loss)	2,647	1,314	(190)	3,770	4	3,774	(127)	3,647

(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 (127) 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 semi-annual consolidated statements of income.

II. Six months ended Jun. 30, 2026 (From Jan. 1 to Jun. 30, 2026)

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

	Reportable Segment				Other (Note 1)	Total	Adjustments (Note 2)	Amount on semi-annual consolidated statements of income (Note 3)
	SS Business	IA Business	EMS Business	Total				
Net Sales								
Security Sensors	11,113	–	–	11,113	–	11,113	–	11,113
Automatic Door Sensors	4,011	–	–	4,011	–	4,011	–	4,011
Social and Environmental	2,377	–	–	2,377	–	2,377	–	2,377
FA-related	–	5,846	–	5,846	–	5,846	–	5,846
Inspection Lighting-related	–	9,021	–	9,021	–	9,021	–	9,021
Industrial PCs-related	–	3,032	–	3,032	–	3,032	–	3,032
Automation Systems-related	–	718	–	718	–	718	–	718
Other	–	–	477	477	50	528	–	528
Revenue from Contracts with Customers	17,503	18,619	477	36,600	50	36,651	–	36,651
Unaffiliated Customers	17,503	18,619	477	36,600	50	36,651	–	36,651
Intersegment Transfer	11	188	2,738	2,938	12	2,950	(2,950)	–
Total	17,515	18,807	3,216	39,538	62	39,601	(2,950)	36,651
Segment Profit	3,219	2,605	11	5,836	4	5,841	(343)	5,497

(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. The adjustment of (343) million yen for segment profit includes elimination of inter-segment transactions and unallocated corporate expenses.

3. Adjustments are made to reconcile segment profit to operating profit presented in the semi-annual 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