

# Explanation of Financial Results of the Year Ended March 31, 2026

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May 13, 2026

 **NIPPON CARBIDE INDUSTRIES CO.,INC.**



# Summary of Financial Results for the Year Ended March 31, 2026

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# Summary [Consolidated Statements of Income]



Unit: Million yen

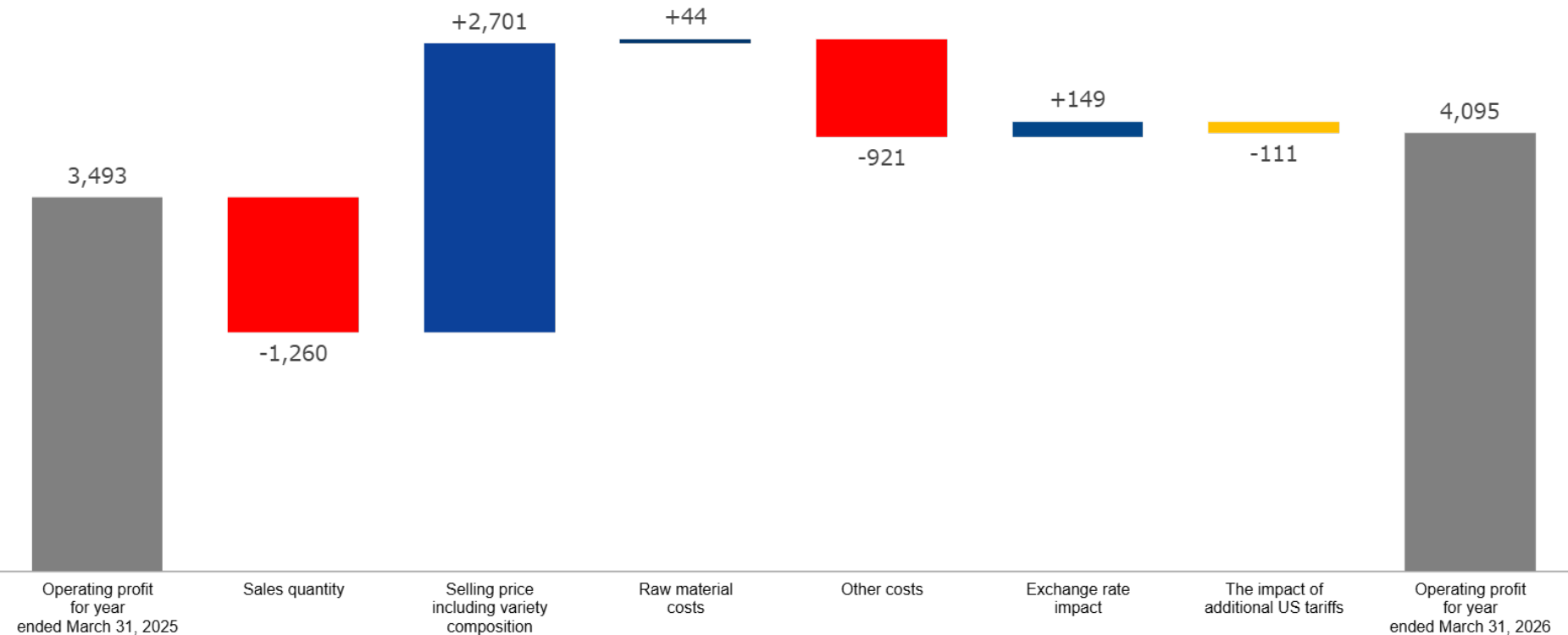
	Year ended March 31, 2025	Year ended March 31, 2026	Year-on-year comparison	
	Results	Results	Year-on-year changes (amount)	Year-on-year changes (percentage)
<b>Net sales</b>	48,727	<b>49,909</b>	1,182	+2.4%
<b>Operating profit</b>	3,493	<b>4,095</b>	601	+17.2%
<b>Operating profit/ net sales</b>	7.2%	<b>8.2%</b>	—	+1.0point
<b>Ordinary profit</b>	3,761	<b>4,583</b>	821	+21.9%
<b>Quarterly net profit</b>	2,211	<b>2,607</b>	396	+17.9%

# Analysis of factors leading to changes in operating profit FY2025 v.s. FY2026



**Increase in profits** by 601 million yen compared to the same period of the previous year

Unit: Million yen



# Performance by segment



Unit: Million yen

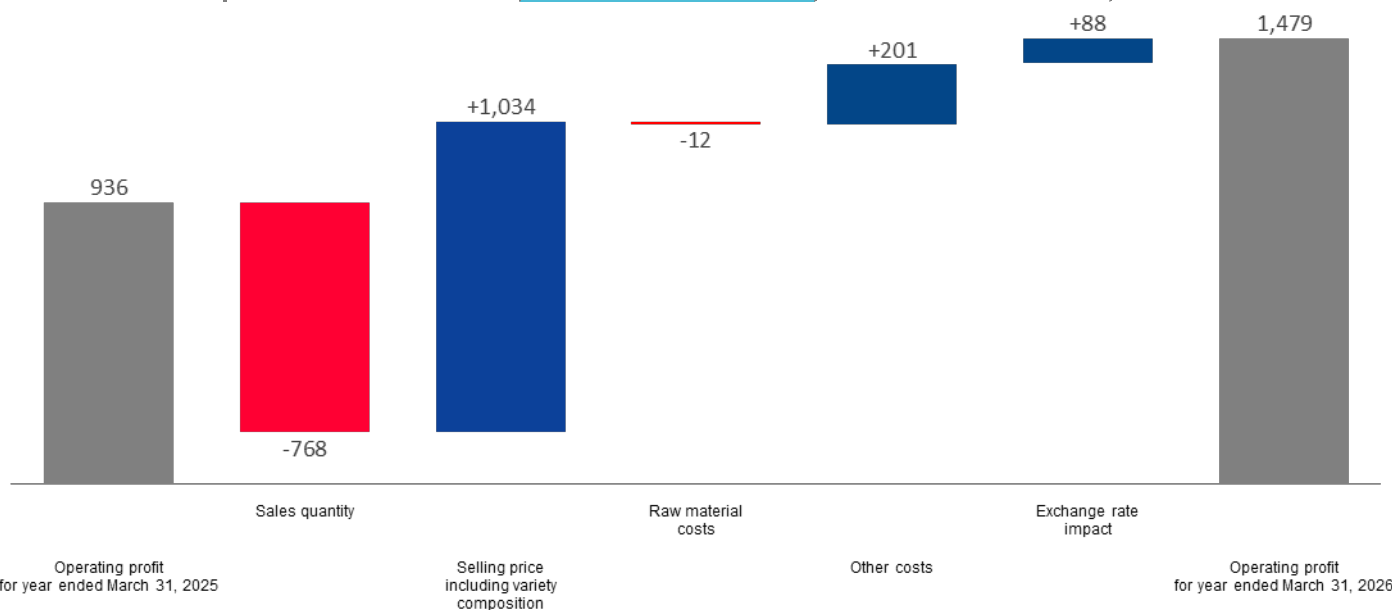
		Year ended March 31, 2025	Year ended March 31, 2026	Year-on-year comparison	
		Results	Results	Year-on-year changes (amount)	Year-on-year changes (percentage)
Electronics and Functional Products	Net sales	17,414	<b>16,837</b>	-577	-3.3%
	Operating profit	936	<b>1,479</b>	543	+58.0%
Films and Sheetings Products	Net sales	20,955	<b>22,395</b>	1,440	+6.9%
	Operating profit	2,568	<b>2,945</b>	377	+14.7%
Construction Materials Related	Net sales	7,004	<b>7,109</b>	105	+1.5%
	Operating profit	75	<b>90</b>	15	+20.0%
Engineering	Net sales	3,598	<b>4,041</b>	443	+12.3%
	Operating profit	433	<b>233</b>	-199	-46.0%
Consolidated adjustment amount	Net sales	-245	<b>-474</b>	-229	-
	Operating profit	-518	<b>-655</b>	-137	-
Consolidated total amount	Net sales	48,727	<b>49,909</b>	1,182	+2.4%
	Operating profit	3,493	<b>4,095</b>	601	+17.2%

# Situation by segment    Electronics & Functional Products Business



Unit: Million yen

	Year ended March 31, 2025	Year ended March 31, 2026	Year-on-year comparison	
	Results	Results	Year-on-year changes (amount)	Year-on-year changes (percentage)
<b>Net sales</b>	17,414	<b>16,837</b>	-577	-3.3%
<b>Functional chemicals</b>	4,225	<b>4,763</b>	538	+12.7%
<b>Functional polymers</b>	7,562	<b>5,648</b>	-1,914	-25.3%
<b>Electric materials</b>	5,625	<b>6,425</b>	799	+14.2%
<b>Operating profit</b>	936	<b>1,479</b>	543	+58.0%

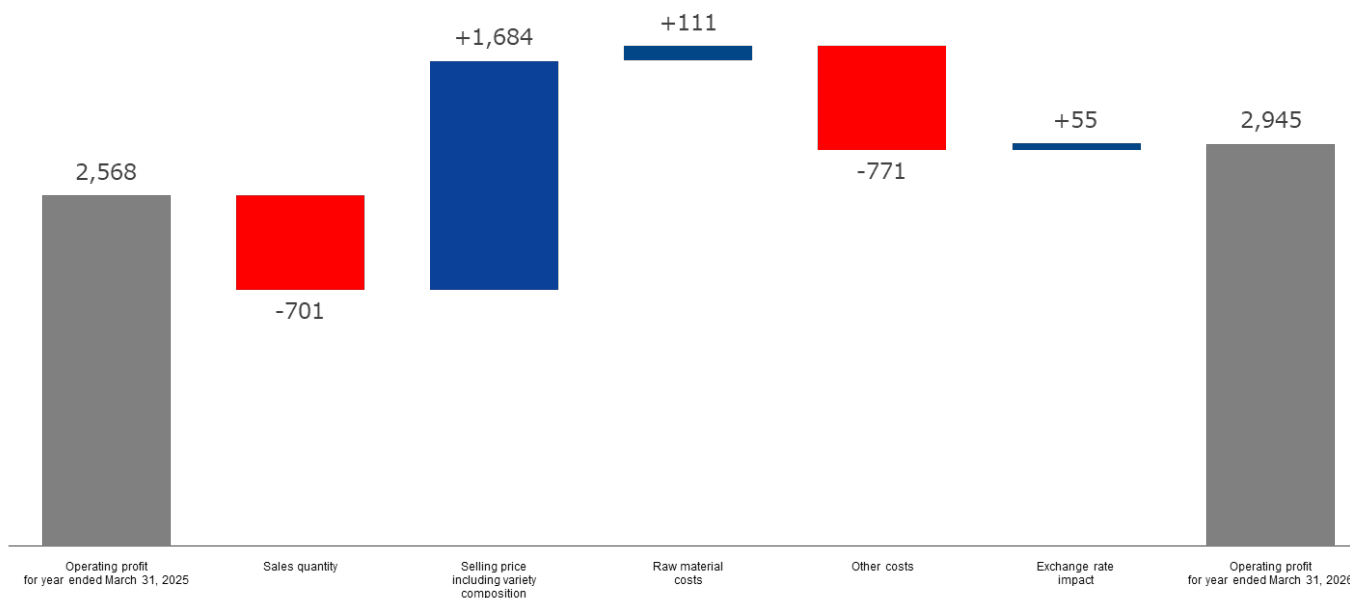


# Situation by segment    Films & Sheetings Products Business



Unit: Million yen

	Year ended March 31, 2025	Year ended March 31, 2026	Year-on-year comparison	
	Results	Results	Year-on-year changes (amount)	Year-on-year changes (percentage)
<b>Net sales</b>	20,955	<b>22,395</b>	1,440	+6.9%
<b>Films</b>	1,488	<b>1,524</b>	36	+2.4%
<b>Stickers</b>	7,247	<b>8,013</b>	766	+10.6%
<b>Retroreflective sheetings</b>	12,219	<b>12,857</b>	639	+5.2%
<b>Operating profit</b>	2,568	<b>2,945</b>	377	+14.7%

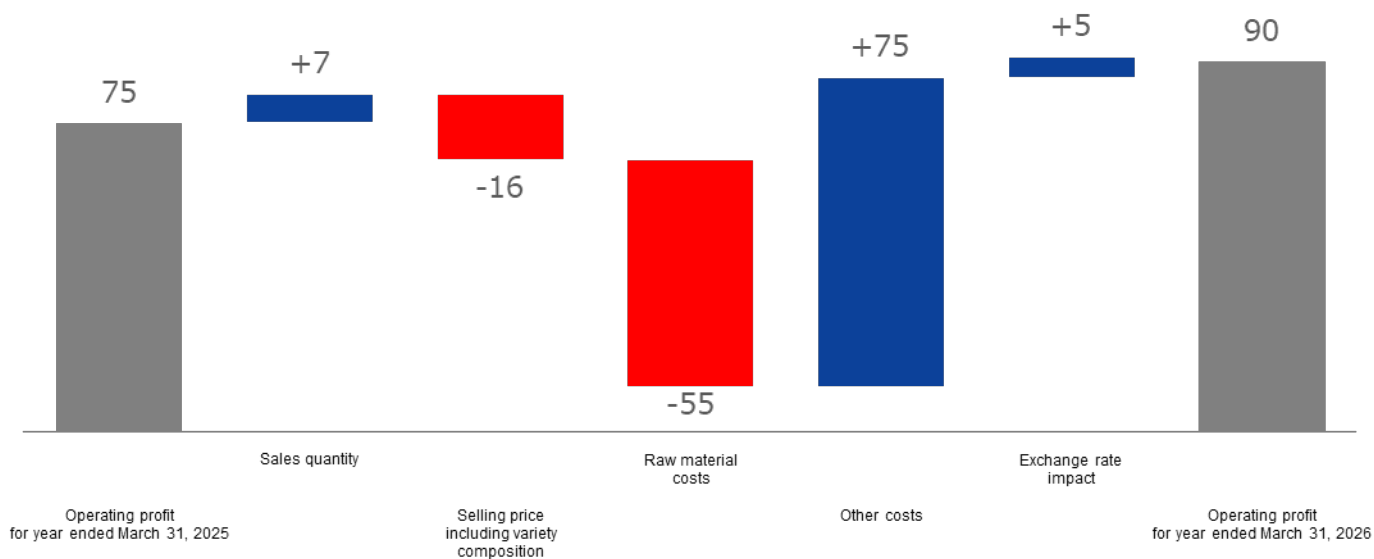


# Situation by segment Construction Materials Related Business



Unit: Million yen

	Year ended March 31, 2025	Year ended March 31, 2026	Year-on-year comparison	
	Results	Results	Year-on-year changes (amount)	Year-on-year changes (percentage)
Net sales	7,004	<b>7,109</b>	105	+1.5%
Operating profit	75	<b>90</b>	15	+20.0%





Unit: Million yen

	Year ended March 31, 2025	Year ended March 31, 2026	Year-on-year comparison	
	Results	Results	Year-on-year changes (amount)	Year-on-year changes (percentage)
<b>Net sales</b>	3,598	<b>4,041</b>	+443	+12.3%
<b>Operating profit</b>	433	<b>233</b>	-199	-46.0%

# [Summary] Consolidated balance sheets



Unit: Million yen

	Year ended March 31, 2025	Year ended March 31, 2026	End-to-end ratio
Cash and deposits	14,538	<b>15,552</b>	1,014
Notes and accounts receivable - trade	13,928	<b>12,840</b>	-1,089
Inventory	9,671	<b>10,019</b>	349
Tangible fixed assets/intangible fixed assets	23,712	<b>22,404</b>	-1,308
Other	1,511	<b>1,950</b>	439
<b>Total assets</b>	<b>63,360</b>	<b>62,765</b>	-594
Interest-bearing liabilities	9,902	<b>7,107</b>	-2,794
Notes and accounts payable - trade	5,890	<b>5,182</b>	-708
Other	9,662	<b>9,528</b>	-133
<b>Total liabilities</b>	<b>25,454</b>	<b>21,817</b>	-3,636
Shareholders' equity	25,388	<b>27,262</b>	1,874
Accumulated other comprehensive income	10,333	<b>11,196</b>	862
Non-controlling interests	2,184	<b>2,489</b>	305
<b>Total net assets</b>	<b>37,906</b>	<b>40,948</b>	3,042
<b>Total liabilities and net assets</b>	<b>63,360</b>	<b>62,765</b>	-594
D/E ratio	0.28	<b>0.18</b>	-0.10
Equity capital	35,721	<b>38,458</b>	2,737
Equity ratio	56.4%	<b>61.3%</b>	4.9point

# Consolidated statements of cash flows



Free cash flow was 4,253 million yen

Unit: Million yen

	Year ended March 31, 2025	Year ended March 31, 2026	Year-on-year comparison
Profit before income taxes	3,460	<b>3,975</b>	514
Depreciation	1,921	<b>1,860</b>	-61
Net cash provided by (used in) operating activities	-717	<b>411</b>	1,128
Other	-559	<b>-679</b>	-120
Cash flows from operating activities	4,105	<b>5,567</b>	1,462
Cash flows from investing activities	-1,212	<b>-1,313</b>	-101
Free cash flows	2,893	<b>4,253</b>	1,360
Net increase (decrease) in borrowings	-1,551	<b>-2,751</b>	-1,200
Dividends paid	-837	<b>-754</b>	82
Other	-155	<b>-191</b>	-35
Cash flows from financing activities	-2,543	<b>-3,696</b>	-1,153
Effect of exchange rate change on cash and cash equivalents	656	<b>220</b>	-435
Net increase (decrease) in cash and cash equivalents	1,006	<b>778</b>	-228
Final balance of cash and cash equivalents	13,063	<b>13,842</b>	778



# Forecast of full-year results for the year ending 31 March, 2027

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# Forecast of consolidated results for the year ending 31 March 2027



Unit: Million yen

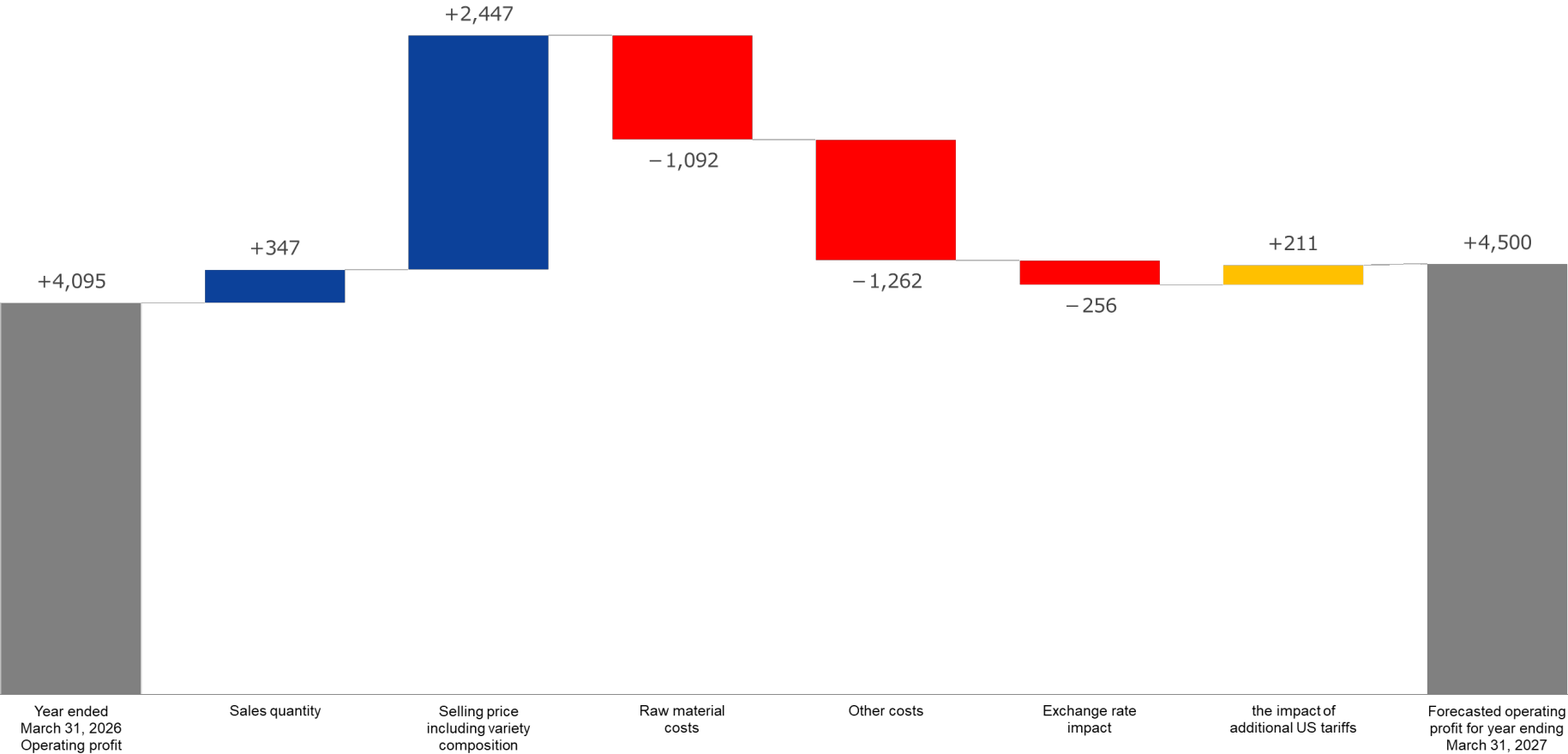
	Year ended March 31, 2026		Year ending March 31, 2027		Year-on-year comparison	
	Results	Profit margin	Results	Profit margin	Year-on-year changes (amount)	Year-on-year changes (percentage)
<b>Net sales</b>	49,909	—	<b>52,000</b>	—	<b>2,091</b>	<b>+4.2%</b>
<b>Operating profit</b>	4,095	8.2%	<b>4,500</b>	8.7%	<b>405</b>	<b>+9.9%</b>
<b>Ordinary profit</b>	4,583	9.2%	<b>4,700</b>	9.0%	<b>117</b>	<b>+2.5%</b>
<b>Current net profit</b>	2,607	5.2%	<b>3,100</b>	6.0%	<b>493</b>	<b>+18.9%</b>
<b>Dividend per share</b>	Interim 41 yen	—	Interim <b>67yen</b>	—	<b>42yen</b>	<b>+45.7%</b>
	Year end 51 yen	—	Year end <b>67yen</b>	—		

# Analysis of factors leading to changes in operating profit FY2026 vs FY2027



**Increase in profits** by 405million yen compared to the previous period

Unit: Million yen



# Forecast by segment



Unit: Million yen

		Year ended March 31, 2026	Year ended March 31, 2027	Year-on-year changes	
		Results	Forecasts at present	Year-on-year changes (amount)	Year-on-year changes (percentage)
Electronics and Functional Products	Net sales	16,837	<b>17,600</b>	763	+4.5%
	Operating profit	1,479	<b>1,640</b>	161	+10.9%
Films and Sheetings Products	Net sales	22,395	<b>23,000</b>	605	+2.7%
	Operating profit	2,945	<b>3,350</b>	405	+13.8%
Construction Materials Related	Net sales	7,109	<b>7,400</b>	291	+4.1%
	Operating profit	90	<b>80</b>	-10	-11.1%
Engineering	Net sales	4,041	<b>4,500</b>	459	+11.4%
	Operating profit	233	<b>330</b>	97	+41.6%
Consolidated adjustment amount	Net sales	-474	<b>-500</b>	-26	-
	Operating profit	-655	<b>-900</b>	-245	-
Consolidated total amount	Net sales	49,909	<b>52,000</b>	2,091	+4.2%
	Operating profit	4,095	<b>4,500</b>	405	+9.9%

**For questions and inquiries from analysts/institutional investors,  
please contact**



**NIPPON CARBIDE INDUSTRIES CO.,INC.**

Public Relations & Investor Relations Group  
Corporate Planning Department

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