

Translation

Note: This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

Member of the Financial Accounting Standards Foundation



MEMBERSHIP

October 31, 2025

CONSOLIDATED FINANCIAL RESULTS for the Nine Months Ended September 30, 2025 (Unaudited) <under Japanese GAAP>

Company name: **Nippon Electric Glass Co., Ltd.**
 Listing: Prime Market of the Tokyo Stock Exchange
 Securities identification code: 5214
 URL: <https://www.neg.co.jp/>
 Representative: Akira Kishimoto, President and Representative Director
 Inquiries: Mamoru Morii, Director and Senior Vice President
 TEL: +81-77-537-1700 (from overseas)

Scheduled date to commence dividend payments: -
 Preparation of supplementary material on financial results: None
 Holding of financial results briefing: None

(in millions of yen with fractional amounts discarded, unless otherwise noted)

1. Consolidated financial results for the nine months ended September 30, 2025(From January 1, 2025 to September 30, 2025)

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

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Nine months ended		%		%		%		%
September 30, 2025	232,094	2.0	24,317	427.1	24,092	279.8	16,674	(45.8)
September 30, 2024	227,530	8.7	4,613	-	6,343	-	30,788	-

Note: Comprehensive income:

For the nine months ended September 30, 2025: 9,831 million yen [(77.4)%]

For the nine months ended September 30, 2024: 43,445 million yen [-%]

	Basic earnings per share	Diluted earnings per share
Nine months ended	yen	yen
September 30, 2025	213.41	-
September 30, 2024	356.60	-

Note: The year-on-year changes in comprehensive income for the third quarter of the fiscal year ended December 31, 2024 are shown as “-” since they exceeded 1,000%.

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
September 30, 2025	663,473	466,607	69.8
December 31, 2024	695,163	487,559	69.6

Reference: Equity:

As of September 30, 2025: 463,078 million yen

As of December 31, 2024: 484,020 million yen

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 December 31, 2024	-	65.00	-	65.00	130.00
Fiscal year ending December 31, 2025	-	70.00	-	—	—
Fiscal year ending December 31, 2025 (Forecast)	—	—	—	75.00	145.00

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

3. Consolidated earnings forecasts for the year ending December 31, 2025 (From January 1, 2025 to December 31, 2025)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
		%		%		%		%	yen
Fiscal year ending December 31, 2025	310,000	3.6	32,000	422.8	32,000	157.7	23,000	90.2	294.37

Note: 1. Revision to the forecasts most recently announced: Yes

2. For the revision to consolidated earnings forecasts, please refer to “Notice Concerning Revision of Forecasts for FY 2025,” which was announced today (October 31, 2025).

3. The Company has been repurchasing its own shares in accordance with a resolution passed by the Board of Directors at a meeting held on February 5, 2025, and the repurchase was completed on September 12, 2025. “Earnings per share” in the consolidated earnings forecasts takes into account the impact of this share repurchases.

*** 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 more details, please refer to the section of “(3) Notes to quarterly consolidated financial statements (Notes to accounting treatment specific to the preparation of quarterly consolidated financial statements) in 2. Quarterly consolidated financial statements” on page 12.

(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 more details, please refer to the section of “(3) Notes to quarterly consolidated financial statements (Notes on changes in accounting policies) in 2. Quarterly consolidated financial statements” on page 12.

(4) Number of issued shares (common shares)

(i) Total number of issued shares at the end of the period (including treasury shares)

As of September 30, 2025	89,523,246 shares
As of December 31, 2024	99,523,246 shares

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

As of September 30, 2025	14,294,848 shares
As of December 31, 2024	18,807,549 shares

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

Nine months ended September 30, 2025	78,134,131 shares
Nine months ended September 30, 2024	86,339,621 shares

*** Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm:** None

*** Proper use of earnings forecasts, and other special matters**

The forward-looking statements, including earnings forecasts, contained in these materials are based on certain assumptions deemed to be reasonable by the Company and its subsidiaries (“the Company Group”) and include risks and contingencies. Actual business results may differ substantially due to a number of factors. For more details, please refer to the section of “(3) Information regarding consolidated earnings forecasts and other forward-looking statements in 1. Operating results and financial position ” on page 6.

(Attached Documents)

INDEX

1. Operating results and financial position	5
(1) Overview of operating results	5
(2) Overview of financial position	6
(3) Information regarding consolidated earnings forecasts and other forward-looking statements	6
2. Quarterly consolidated financial statements	8
(1) Quarterly consolidated balance sheet	8
(2) Quarterly consolidated statement of income (cumulative) and quarterly consolidated statement of comprehensive income (cumulative)	10
(3) Notes to quarterly consolidated financial statements	12
(Notes on matters related to going concern assumption)	12
(Notes on significant changes in the amount of shareholders' equity)	12
(Notes on changes in accounting policies)	12
(Notes to accounting treatment specific to the preparation of quarterly consolidated financial statements)	12
(Notes to quarterly consolidated statements of cash flows)	12
(Notes to segment information)	12

1. Operating results and financial position

(1) Overview of operating results

During the nine months ended September 30, 2025 (January 1 to September 30, 2025), net sales increased from the same period of the previous fiscal year (January 1 to September 30, 2024) due to strong performance in the electronics business and steady performance in the displays business. Operating profit and ordinary profit increased significantly year on year due to expanded sales of high-value-added products and improved productivity. Profit attributable to owners of parent decreased year on year due to the absence of a large amount of extraordinary income recorded in the same period of the previous fiscal year due to the sale of the former Fujisawa Plant.

(Billions of yen)

	Nine months ended September 30, 2024	Nine months ended September 30, 2025	Change (%)
Net sales	227.5	232.0	2
Operating profit	4.6	24.3	427
Ordinary profit	6.3	24.0	280
Profit attributable to owners of parent	30.7	16.6	(46)

Note: Amounts less than 100 million yen are omitted.

(Sales by products)

Reporting segment	Segment	Nine months ended September 30, 2024		Nine months ended September 30, 2025		Change	
		billions of yen	(%)	billions of yen	(%)	billions of yen	(%)
Glass Business	Electronics and Information Technology	118.7	52	127.1	55	8.3	7
	Performance Materials	108.7	48	104.9	45	(3.8)	(4)
Total		227.5	100	232.0	100	4.5	2

Note: Amounts less than 100 million yen are omitted.

Electronics and Information Technology:

In the displays business, net sales increased year on year due to continued steady demand and rising sales prices. In the electronics business, net sales increased year on year due to strong demand for products for semiconductors and data centers.

Performance Materials:

In the composites business, net sales fell below those of the same period of the previous fiscal year due to sluggish sales in a persistently severe competitive environment. In the medical care, heat-resistance, and architecture businesses, net sales were on par with the same period of the previous fiscal year.

(Profit/loss)

Operating profit significantly exceeded that of the same period of the previous fiscal year due to an increase in net sales in the electronics business, an increase in selling prices in the display business, an improvement in productivity, and a decrease in logistics costs. In non-operating income and expenses, ordinary income increased significantly year on year, supported by an increase in operating income, despite foreign exchange losses due to the revaluation of receivables and payables related to borrowings of overseas subsidiaries. Profit attributable to owners of parent decreased year-on-year due to the absence of extraordinary income from the sale of the former Fujisawa Plant, which was recorded in the same period of the previous fiscal year, and the recording of extraordinary losses as business restructuring expenses associated with structural reforms in the composites business during the nine months ended September 30, 2025.

(2) Overview of financial position

(Assets)

Total assets at the end of the third quarter of the fiscal year were 663,400 million yen, a decrease of 31,600 million yen from the end of the previous fiscal year. In current assets, cash and deposits decreased due to purchase of treasury shares, payment of dividends, repayment of borrowings, etc. In non-current assets, property, plant and equipment and investments and other assets decreased due to the progress of depreciation, disposal of non-core assets in accordance with the Medium-term Business Plan “EGP2028,” and reduction of cross-shareholdings, despite capital investment.

(Liabilities)

Total liabilities at the end of the third quarter of the fiscal year decreased by 10,700 million yen from the end of the previous fiscal year to 196,800 million yen. In current liabilities, short-term borrowings decreased due to the repayment of borrowings.

(Net assets)

Total net assets at the end of the third quarter of the fiscal year were 466,600 million yen, a decrease of 20,900 million yen from the end of the previous fiscal year. While profit attributable to owners of parent was recorded, the Company purchased treasury shares and paid dividends. In addition, foreign currency translation adjustment decreased due to the appreciation of the yen against major currencies.

As a result, the equity ratio was 69.8% (69.6% at the end of the previous fiscal year).

(3) Information regarding consolidated earnings forecasts and other forward-looking statements (Consolidated earnings forecasts for the year ending December 31, 2025)

(Billions of yen)

	Year ending December 31, 2025		Change (B – A)	Change (%)
	Previous forecasts (A)	Revised forecasts (B)		
Net sales	310.0	310.0	-	-
Operating profit	27.0	32.0	5.0	19
Ordinary profit	24.0	32.0	8.0	33
Profit attributable to owners of parent	17.0	23.0	6.0	35

Note: Amounts less than 100 million yen are omitted.

In the fourth quarter of the fiscal year ending December 31, 2025 (from October 1, 2025 to December 31, 2025), the Group expects the economic environment to remain stable, despite uncertainties regarding policy trends in various countries.

In terms of sales, in the “Electronics and Information Technology” field, we expect stable demand in the display business. In the electronics business, sales of products for semiconductors and data centers are expected to remain steady. In the “Performance Materials” field, the competitive environment in the composites business is expected to remain severe. Solid demand is expected to continue in the medical care, heat-resistance, and architecture businesses. In terms of profitability, the displays business and the electronics business are expected to drive operating profit.

In light of the financial results for the nine months ended September 30, 2025 and the above

outlook, the Group has revised its full-year consolidated earnings forecast announced on July 30, 2025 as shown in the above table. The direct impact of the U.S. tariffs on the Group's business performance is immaterial. In addition, the indirect impact of this measure is not included in the financial results forecast because it is not possible to calculate it quantitatively.

The earnings forecasts contained in this document are based on certain assumptions deemed reasonable by the Group and involve risks and uncertainties. Please note that actual results may differ significantly from the forecasts due to various important factors. Factors that may affect actual results include, but are not limited to, economic conditions in global markets, trade and other regulations, sharp fluctuations in product supply and demand in major markets, large fluctuations in market prices in capital markets, financial conditions such as large fluctuations in exchange rates and interest rates, rapid technological changes, and epidemics.

2. Quarterly consolidated financial statements

(1) Quarterly consolidated balance sheet

(Millions of yen)

	As of December 31, 2024	As of September 30, 2025
Assets		
Current assets		
Cash and deposits	123,964	109,642
Notes and accounts receivable - trade, and contract assets	58,732	61,099
Electronically recorded monetary claims - operating	1,043	898
Merchandise and finished goods	51,620	47,106
Work in process	1,025	1,351
Raw materials and supplies	42,598	39,867
Other	6,700	6,961
Allowance for doubtful accounts	(189)	(191)
Total current assets	285,495	266,736
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	63,112	59,610
Machinery, equipment and vehicles, net	263,243	255,866
Other, net	27,499	28,282
Total property, plant and equipment	353,854	343,759
Intangible assets	4,357	3,932
Investments and other assets		
Other	59,868	57,815
Allowance for doubtful accounts	(8,412)	(8,771)
Total investments and other assets	51,456	49,044
Total non-current assets	409,668	396,736
Total assets	695,163	663,473

(Millions of yen)

	As of December 31, 2024	As of September 30, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	39,444	35,424
Short-term borrowings	45,777	25,875
Current portion of bonds payable	—	10,000
Income taxes payable	6,353	5,056
Other provisions	67	56
Other	31,363	33,481
Total current liabilities	123,007	109,894
Non-current liabilities		
Bonds payable	20,000	10,000
Long-term borrowings	45,488	54,491
Provision for special repairs	6,242	8,791
Other provisions	2	3
Retirement benefit liability	1,541	1,604
Other	11,321	12,080
Total non-current liabilities	84,597	86,971
Total liabilities	207,604	196,865
Net assets		
Shareholders' equity		
Share capital	32,155	32,155
Capital surplus	34,279	33,901
Retained earnings	411,024	385,524
Treasury shares	(60,007)	(48,068)
Total shareholders' equity	417,452	403,514
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	17,299	16,739
Deferred gains or losses on hedges	(68)	(64)
Foreign currency translation adjustment	49,336	42,889
Total accumulated other comprehensive income	66,568	59,564
Non-controlling interests	3,539	3,528
Total net assets	487,559	466,607
Total liabilities and net assets	695,163	663,473

(2) Quarterly consolidated statement of income (cumulative) and quarterly consolidated statement of comprehensive income (cumulative)
Quarterly consolidated statement of income (cumulative)

(Millions of yen)

	Nine months ended September 30, 2024	Nine months ended September 30, 2025
Net sales	227,530	232,094
Cost of sales	185,839	174,114
Gross profit	41,690	57,979
Selling, general and administrative expenses	37,076	33,662
Operating profit	4,613	24,317
Non-operating income		
Interest income	650	638
Dividend income	976	689
Subsidy income	987	1,929
Other	1,456	1,051
Total non-operating income	4,070	4,309
Non-operating expenses		
Interest expenses	842	891
Foreign exchange losses	—	2,440
Other	1,498	1,201
Total non-operating expenses	2,340	4,534
Ordinary profit	6,343	24,092
Extraordinary income		
Gain on sale of non-current assets	25,892	5,191
Gain on sale of investment securities	8,713	4,205
Other	2	62
Total extraordinary income	34,607	9,459
Extraordinary losses		
Business restructuring expenses	14	3,571
Loss on related accident	—	3,032
Other	514	694
Total extraordinary losses	529	7,297
Profit before income taxes	40,422	26,254
Income taxes	9,323	9,418
Profit	31,099	16,835
Profit attributable to non-controlling interests	310	160
Profit attributable to owners of parent	30,788	16,674

Quarterly consolidated statement of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended September 30, 2024	Nine months ended September 30, 2025
Profit	31,099	16,835
Other comprehensive income		
Valuation difference on available-for-sale securities	(435)	(560)
Deferred gains or losses on hedges	384	3
Foreign currency translation adjustment	12,306	(6,280)
Share of other comprehensive income of entities accounted for using equity method	91	(166)
Total other comprehensive income	12,346	(7,004)
Comprehensive income	43,445	9,831
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	43,135	9,670
Comprehensive income attributable to non-controlling interests	310	160

(3) Notes to quarterly consolidated financial statements

(Notes on matters related to going concern assumption)

Not applicable

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

The Company cancelled 10,000,000 treasury shares on January 31, 2025, pursuant to a resolution at a meeting of its Board of Directors held on July 29, 2024.

As a result of the cancellation of treasury shares, the balance of other capital surplus became a negative value; therefore, other capital surplus was set to zero and the negative value was reduced from other retained earnings.

As a result of the above, retained earnings at 385,524 million yen, and treasury shares at 48,068 million yen at the quarterly of the fiscal year ending September 30, 2025.

(Notes on changes in accounting policies)

(Application of “Practical Solution on the Accounting for and Disclosure of Current Taxes Related to the Global Minimum Tax Rules”)

“Practical Solution on the Accounting for and Disclosure of Current Taxes Related to the Global Minimum Tax Rules” (ASBJ PITF No. 46, on March 22, 2024) is applied from the beginning of the quarterly of the fiscal year ending December 31, 2025. Current taxes related to the global minimum tax rules are not booked in the quarterly consolidated financial statement because ASBJ PITF No. 7 is applied.

(Notes to accounting treatment specific to the preparation of quarterly consolidated financial statements)

(Calculation of tax expenses)

Tax expenses are calculated by reasonably estimating the effective tax rate after applying tax effect accounting to profit before income taxes for the fiscal year, including the current quarterly consolidated accounting period, and multiplying quarterly profit before income taxes by the estimated effective tax rate. However, if the calculation of tax expenses using such estimated effective tax rate would significantly lack rationality, tax expenses are calculated using the statutory tax rate.

(Notes to quarterly consolidated statements of cash flows)

The quarterly consolidated statement of cash flows for the third quarter of the current fiscal year has not been prepared. Depreciation expenses for the nine months ended September 30, 2025 (including amortization expenses for intangible assets excluding goodwill) are as follows.

	Nine months ended (September 30, 2024)	Nine months ended (September 30, 2025)
Depreciation	21,513 million yen	17,744 million yen

(Notes to segment information)

<Segment information>

The Group (the Company and its consolidated subsidiaries) operates in a single segment, the glass business. Accordingly, segment information is omitted.