

## Translation

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Member of the Financial Accounting Standards Foundation



MEMBERSHIP

July 30, 2025

# CONSOLIDATED FINANCIAL RESULTS for the Six Months Ended June 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  
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Scheduled date to file semi-annual securities report: August 13, 2025  
 Scheduled date to commence dividend payments: August 29, 2025  
 Preparation of supplementary material on financial results: Yes  
 Holding of financial results briefing: Yes (for institutional investors and analysts)

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

## 1. Consolidated financial results for the six months ended June 30, 2025 (From January 1, 2025 to June 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	
Six months ended		%		%		%		%
June 30, 2025	153,788	(0.6)	16,668	479.6	14,201	38.2	10,093	(66.6)
June 30, 2024	154,717	11.2	2,875	-	10,276	-	30,202	-

Note: Comprehensive income:

For the six months ended June 30, 2025: (6,419) million yen [ -%]  
 For the six months ended June 30, 2024: 53,964 million yen [ -%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	yen
June 30, 2025	127.51	-
June 30, 2024	347.08	-

## (2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of			%
June 30, 2025	658,931	463,342	69.8
December 31, 2024	695,163	487,559	69.6

Reference: Equity:

As of June 30, 2025: 459,730 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	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	—	—	—
For the 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	27,000	341.1	24,000	93.3	17,000	40.6	214.74

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 (July 30, 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. “Earnings per share” in the consolidated earnings forecasts takes into account the impact of share repurchases up to June 30, 2025.

**\* Notes**

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

**(2) Adoption of accounting treatment specific to the preparation of semi-annual consolidated financial statements:** Yes

Note: For more details, please refer to the section of “(4) Notes to semi-annual consolidated financial statements (Notes to accounting treatment specific to the preparation of semi-annual consolidated financial statements) in 2. Semi-annual consolidated financial statements” on page 13.

**(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 “(4) Notes to semi-annual consolidated financial statements (Notes on changes in accounting policies) in 2. Semi-annual consolidated financial statements” on page 13.

**(4) Number of issued shares (common shares)**

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

As of June 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 June 30, 2025	12,403,116 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)

Six months ended June 30, 2025	79,164,516 shares
Six months ended June 30, 2024	87,018,758 shares

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

\* 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 “(2) Information regarding consolidated earnings forecasts and other forward-looking statements in 1. Qualitative information regarding consolidated results for the six months” on page 6.

**(Attached Documents)**

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## 1. Qualitative information regarding consolidated results for the six months

### (1) Information regarding operating results (Six months ended June 30, 2025)

#### A. Overview

During the six months ended June 30, 2025 (from January 1, 2025 to June 30, 2025), net sales were slightly lower than in the same period of the previous fiscal year (from January 1, 2024 to June 30, 2024). This was due to inventory depletion in the displays business in the previous fiscal year (from January 1, 2024 to December 31, 2024), despite strong performance in the electronics business and a continued strong business environment in the displays business. Operating profit increased significantly year on year due to factors such as expanded sales of high-value-added products and improved productivity. Ordinary profit increased year on year, supported by an increase in operating profit, despite foreign exchange losses. Profit attributable to owners of parent decreased year on year due to the absence of a large amount of extraordinary income recorded in the previous fiscal year due to the sale of the former Fujisawa Plant.

#### B. Operating results

(Billions of yen)

	Six months ended June 30, 2024	Six months ended June 30, 2025	Change (%)
Net sales	154.7	153.7	(1)
Operating profit	2.8	16.6	480
Ordinary profit	10.2	14.2	38
Profit attributable to owners of parent	30.2	10.0	(67)

Note: Amounts less than 100 million yen are omitted.

(Sales by products)

Reporting segment	Segment	Six months ended June 30, 2024		Six months ended June 30, 2025		Change	
		billions of yen	(%)	billions of yen	(%)	billions of yen	(%)
Glass Business	Electronics and Information Technology	81.2	53	83.6	54	2.3	3
	Performance Materials	73.4	47	70.1	46	(3.3)	(5)
Total		154.7	100	153.7	100	(0.9)	(1)

Note: Amounts less than 100 million yen are omitted.

#### Electronics and Information Technology:

In the displays business, net sales decreased slightly year on year due to inventory depletion in the previous fiscal year, despite continued strong demand and higher selling prices. In the electronics business, net sales increased significantly year on year due to strong demand mainly for products for semiconductors and data centers.

#### Performance Materials:

In the composites business, net sales decreased year on year due to continued harsh competition and sluggish demand. In the medical care and buildings business, net sales increased year on year due to a recovery in sales volume and sales price revisions. Net sales in the heat-resistance business decreased year on year.

(Profit/loss)

Operating income increased significantly year on year due to increased sales in the electronics business, higher sales prices in the displays business, improved production efficiency, and lower distribution costs.

Ordinary profit increased year on year, supported by an increase in operating profit, despite the recording of foreign exchange losses, a turnaround from foreign exchange gains recorded in the same period of the previous fiscal year related 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 six months ended June 30, 2025.

**(2) 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 (From January 1, 2025 to December 31, 2025)		Change (B – A)	Percent change (%)
	Previous forecasts (A)	Revised forecasts (B)		
Net sales	310.0	310.0	-	-
Operating profit	23.0	27.0	4.0	17
Ordinary profit	21.0	24.0	3.0	14
Profit attributable to owners of parent	16.0	17.0	1.0	6

Note: Amounts less than 100 million yen are omitted.

From the third quarter ending September 30, 2025 (July 1, 2025 to September 30, 2025), the outlook for the global economy and demand is expected to remain uncertain due to concerns about the impact of U.S. tariffs on the economy and rising resource prices due to the worsening situation in the Middle East.

Although the direct impact of the U.S. tariffs on the Group's business performance is immaterial, it is possible that the tariffs will cause a downturn in the global economy and that a decrease in demand for products will depress demand for the Group's products. As it is not possible to quantitatively calculate the impact of this measure with the information as of the disclosure date, the indirect impact of this measure has not been included in the earnings forecasts for the third quarter and beyond.

In terms of sales, in the "Electronics and Information Technology" area, solid demand in the displays business is expected from the third quarters of the current fiscal year. In the electronics business, sales of products for semiconductors and data centers are expected to increase. In the "Performance Materials" area, demand in the composites business is expected to take more time to recover. Solid demand is expected to continue in the medical care, heat-resistant, and buildings businesses.

In terms of profitability, while an increase in net sales in the electronics business will drive operating income, we expect an increase in expenses due to the concentration of periodic facility repairs, mainly in the displays business.

In light of the financial results for the six months ended June 30, 2025 and the above outlook, the Group has revised its full-year consolidated earnings forecast announced on April 30, 2025 as shown in the above table.

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. Semi-annual consolidated financial statements

### (1) Semi-annual consolidated balance sheet

(Millions of yen)

	As of December 31, 2024	As of June 30, 2025
<b>Assets</b>		
Current assets		
Cash and deposits	123,964	112,190
Notes and accounts receivable - trade, and contract assets	58,732	63,237
Electronically recorded monetary claims - operating	1,043	897
Merchandise and finished goods	51,620	48,812
Work in process	1,025	1,199
Raw materials and supplies	42,598	38,557
Other	6,700	6,778
Allowance for doubtful accounts	(189)	(237)
Total current assets	285,495	271,435
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	63,112	58,878
Machinery, equipment and vehicles, net	263,243	251,849
Other, net	27,499	28,513
Total property, plant and equipment	353,854	339,241
Intangible assets	4,357	3,955
Investments and other assets		
Other	59,868	52,941
Allowance for doubtful accounts	(8,412)	(8,643)
Total investments and other assets	51,456	44,298
Total non-current assets	409,668	387,495
Total assets	695,163	658,931



(Millions of yen)

	As of December 31, 2024	As of June 30, 2025
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	39,444	36,792
Short-term borrowings	45,777	25,508
Current portion of bonds payable	—	10,000
Income taxes payable	6,353	5,535
Other provisions	67	34
Other	31,363	34,402
Total current liabilities	123,007	112,273
Non-current liabilities		
Bonds payable	20,000	10,000
Long-term borrowings	45,488	54,434
Provision for special repairs	6,242	7,275
Other provisions	2	3
Retirement benefit liability	1,541	1,592
Other	11,321	10,009
Total non-current liabilities	84,597	83,314
Total liabilities	207,604	195,588
<b>Net assets</b>		
Shareholders' equity		
Share capital	32,155	32,155
Capital surplus	34,279	33,901
Retained earnings	411,024	384,336
Treasury shares	(60,007)	(40,473)
Total shareholders' equity	417,452	409,919
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	17,299	13,727
Deferred gains or losses on hedges	(68)	(69)
Foreign currency translation adjustment	49,336	36,152
Total accumulated other comprehensive income	66,568	49,810
Non-controlling interests	3,539	3,611
Total net assets	487,559	463,342
Total liabilities and net assets	695,163	658,931

**(2) Semi-annual consolidated statement of income (cumulative) and semi-annual consolidated statement of comprehensive income (cumulative)**  
**Consolidated statement of income (cumulative)**

(Millions of yen)

	Six months ended June 30, 2024	Six months ended June 30, 2025
Net sales	154,717	153,788
Cost of sales	126,867	114,813
Gross profit	27,849	38,975
Selling, general and administrative expenses	24,974	22,306
Operating profit	2,875	16,668
Non-operating income		
Interest income	423	397
Dividend income	918	628
Subsidy income	653	1,527
Foreign exchange gains	6,061	—
Other	861	767
Total non-operating income	8,918	3,320
Non-operating expenses		
Interest expenses	539	642
Foreign exchange losses	—	4,176
Other	979	968
Total non-operating expenses	1,518	5,787
Ordinary profit	10,276	14,201
Extraordinary income		
Gain on sale of investment securities	8,713	4,205
Gain on sale of non-current assets	22,886	2,424
Other	2	62
Total extraordinary income	31,601	6,692
Extraordinary losses		
Business restructuring expenses	529	2,977
Loss on related accident	—	1,401
Other	167	582
Total extraordinary losses	696	4,961
Profit before income taxes	41,181	15,932
Income taxes	10,783	5,594
Profit	30,397	10,338
Profit attributable to non-controlling interests	195	244
Profit attributable to owners of parent	30,202	10,093

## Consolidated statement of comprehensive income (cumulative)

(Millions of yen)

	Six months ended June 30, 2024	Six months ended June 30, 2025
Profit	30,397	10,338
Other comprehensive income		
Valuation difference on available-for-sale securities	(1,039)	(3,571)
Deferred gains or losses on hedges	(161)	(1)
Foreign currency translation adjustment	24,281	(12,868)
Share of other comprehensive income of entities accounted for using equity method	485	(316)
Total other comprehensive income	23,567	(16,757)
Comprehensive income	53,964	(6,419)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	53,769	(6,663)
Comprehensive income attributable to non-controlling interests	195	244

**(3) Semi-annual consolidated statement of cash flows (cumulative)**

(Millions of yen)

	Six months ended June 30, 2024	Six months ended June 30, 2025
<b>Cash flows from operating activities</b>		
Profit before income taxes	41,181	15,932
Depreciation	14,276	11,366
Impairment losses	—	1,475
Loss (gain) on sale of investment securities	(8,713)	(4,205)
Loss (gain) on sale of non-current assets	(23,000)	(2,459)
Increase (decrease) in provision for special repairs	9	1,032
Foreign exchange losses (gains)	(6,683)	2,954
Decrease (increase) in accounts receivable - trade, and contract assets	(3,134)	(6,497)
Decrease (increase) in inventories	15,983	4,576
Increase (decrease) in trade payables	(8,750)	(1,409)
Income taxes paid	(1,557)	(6,942)
Other, net	6,235	2,836
Net cash provided by (used in) operating activities	25,847	18,661
<b>Cash flows from investing activities</b>		
Proceeds from sale of investment securities	9,937	6,854
Purchase of non-current assets	(11,163)	(10,989)
Proceeds from sale of non-current assets	34,436	6,320
Other, net	(173)	(898)
Net cash provided by (used in) investing activities	33,037	1,286
<b>Cash flows from financing activities</b>		
Net increase (decrease) in short-term borrowings	(3,926)	1,257
Proceeds from long-term borrowings	4,379	10,000
Repayments of long-term borrowings	(4,788)	(21,603)
Purchase of treasury shares	(8,103)	(12,408)
Dividends paid	(5,345)	(5,245)
Dividends paid to non-controlling interests	—	(171)
Other, net	(566)	(564)
Net cash provided by (used in) financing activities	(18,350)	(28,735)
Effect of exchange rate change on cash and cash equivalents	3,572	(2,954)
Net increase (decrease) in cash and cash equivalents	44,106	(11,741)
Cash and cash equivalents at beginning of period	75,083	123,582
Cash and cash equivalents at end of period	119,189	111,841

#### **(4) Notes to semi-annual 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 384,336 million yen, and treasury shares at 40,473 million yen at the semi-annual of the fiscal year ending June 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 semi-annual of the fiscal year ending December 31, 2025. Current taxes related to the global minimum tax rules are not booked in the semi-annual consolidated financial statement because ASBJ PITF No. 7 is applied.

(Notes to accounting treatment specific to the preparation of semi-annual 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 semi-annual consolidated accounting period, and multiplying semi-annual 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.