

Financial Results for 3Q of the Year Ending December 31, 2026

October 30, 2026

Nippon Electric Glass Co., Ltd.

Financial Results for 3Q of FY2026

Summary of 3Q Financial Results



(Billions of JPY)

	FY2025 3Q (accum)	FY2026 3Q (accum)	Change (%)
Net sales	232.0	232.4	0.2%
Operation profit (Operation margin)	24.3 10.5%	16.0 6.9%	(33.9%)
Non-operating income / expense	(0.2)	4.3	-
Ordinary profit	24.0	20.4	(15.1%)
Extraordinary income/loss	2.1	(3.1)	-
Profit attributable to owners of parent	16.6	9.6	(41.9%)
Earnings per share (JPY)	¥213.41	¥130.96	(38.6%)

Main factors in the change

Operation profit

- (+) Higher selling prices and increased sales volume in the displays business
- (-) Increased costs associated with the conversion of all electric melting facilities and periodic repairs in the displays business
- (-) Rising prices of raw materials and energy (including exchange rate impact)
- (-) Increased costs associated with the startup of glass manufacturing facilities for the medical care business

Non-operation income/expenses

- (+) Foreign exchange gains...primarily resulting from the revaluation of receivables and payables related to borrowings by overseas subsidiaries
FY2026 3Q (accum): Gain 1.6 billion yen
FY2025 3Q (accum): Loss 2.4 billion yen

Extraordinary income/loss

- (+) Gain on sales of investment securities (6.8 billion yen):
Sale of cross-shareholdings
- (+) Gain on sales of fixed assets (3.6 billion yen):
Disposal of non-core assets
- (-) Business restructuring expense(-15.7 billion yen):
Relating to structural reforms at U.K. and U.S. sites in the composites business

Displays

- Demand for our products remained firm
- Panel manufacturers began to adjust production in the second half of the year.

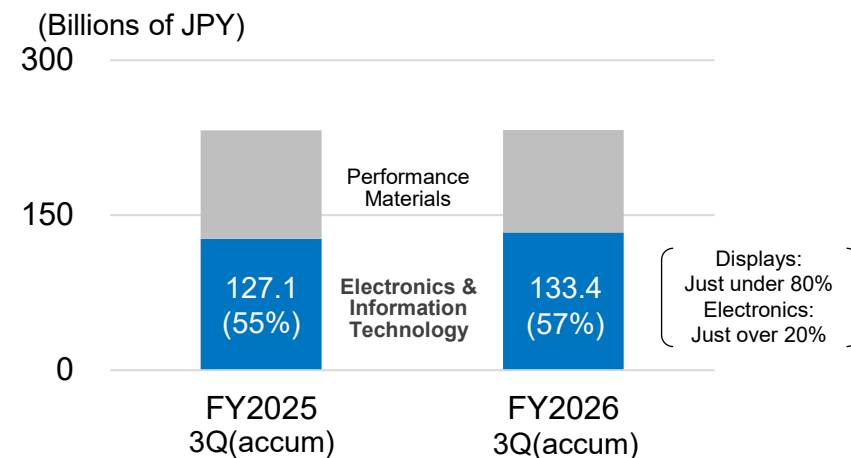
→ **Sales: Increase compared to the previous year**

Electronics

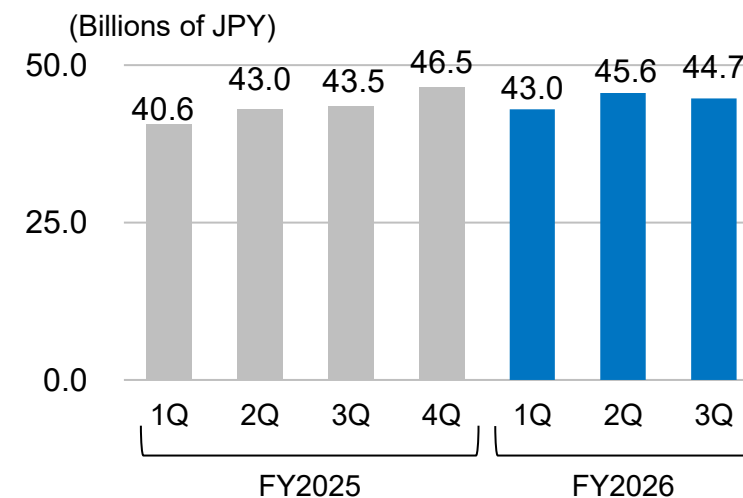
- Sales of data center-related products were strong
- Sales of automotive and home appliance remained firm
- Sales of semiconductor applications decreased year-on-year

→ **Sales: Increase compared to the previous year**

■ Sales trends



■ Quarterly Sales Trends



Outline by Business – Performance Materials

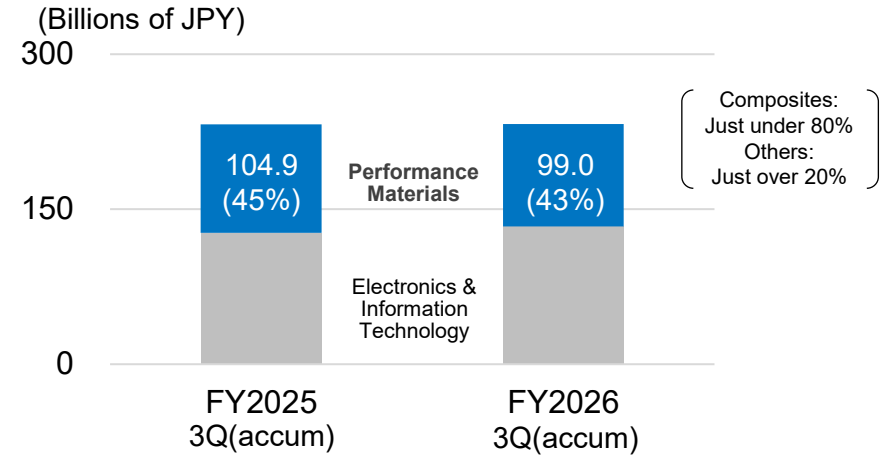
Composites

- Sales decreased relating to structural reforms at U.K. and U.S. sites
(Production shutdown at U.K. site in 2025 and U.S. site in 2026)
→ **Sales: Decrease compared to the previous year**

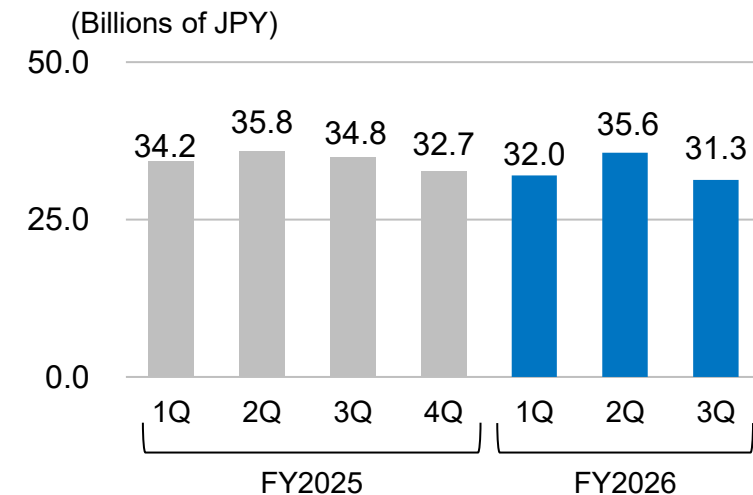
Medical Care, Heat-Resistance, Buildings

- **Medical care:** Sales of glass tubing for pharmaceutical use decreased year on year, while demand for radiation shielding glass remained firm
- **Heat-Resistance:** Demand remains firm
- **Buildings:** Sales decreased year on year due to weak orders
→ **Sales: Same as the previous fiscal year**

■ Sales trends



■ Quarterly Sales Trends



Earnings Forecasts and Dividends Forecasts of FY2026

Forecasts of FY2026



FY2026

(Billions of JPY)

	3Q (accum)	Full year	For reference	
			FY2025	Change
Net sales	232.4	300.0	311.4	(3.7%)
Operation profit	16.0	20.0	34.1	(41.4%)
Operation margin	6.9%	6.7%	11.0%	-
Ordinary profit	20.4	25.0	37.7	(33.8%)
Profit attributable to owners of parent	9.6	15.0	29.6	(49.4%)
Dividend forecast (JPY/share)	-	Full year 160	Full year 150	-

Economic outlook

The global economy is expected to remain uncertain outlook due to factors including the situation in the Middle East, etc.

Assumption

1USD = 157JPY

1EUR = 178JPY

Outlook for Each Business in the 4Q

Displays	<ul style="list-style-type: none">● Demand for our products is expected to soften due to production adjustments by panel manufacturers.● Expenses for periodic repairs is expected to decrease compared with 3Q.
Electronics	<ul style="list-style-type: none">● Sales are expected to growth compared with 3Q supported by increase of demand for semiconductors, information and communications.
Composites	<ul style="list-style-type: none">● Sales are expected to decrease significantly due to business restructuring at the U.S. subsidiary.● We are steadily starting up production facilities for low-dielectric glass fiber.
Medical care Heat-resistance Buildings	<ul style="list-style-type: none">● Stable demand is expected to continue in the medical care, heat-resistance, and buildings businesses.● Expanding sales of new products for top plate of cooking equipment.

Reference Material

Consolidated Statement of Income



(Billions of JPY unless otherwise specified)

	FY2024				FY2025				FY2026		
	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q
Net sales	76.6	78.0	72.8	71.7	74.8	78.9	78.3	79.3	75.1	81.3	76.0
Operating profit	0.7	2.1	1.7	1.5	7.8	8.7	7.6	9.8	6.4	4.8	4.7
Operating margin	1.0%	2.7%	2.4%	2.1%	10.6%	11.1%	9.8%	12.4%	8.6%	6.0%	6.2%
Non-operating income / expenses	3.8	3.5	(5.6)	4.5	(1.7)	(0.6)	2.2	3.8	2.4	2.4	(0.5)
Foreign exchange gains / loss	3.0	2.9	(5.7)	4.2	(2.6)	(1.5)	1.7	3.6	1.6	1.4	(1.4)
Ordinary profit	4.6	5.6	(3.9)	6.0	6.1	8.1	9.8	13.6	8.9	7.3	4.1
Extraordinary income / losses	22.8	8.0	3.1	(22.7)	1.3	0.4	0.4	2.0	3.4	(8.5)	1.9
Profit before income taxes	27.4	13.6	(0.7)	(16.6)	7.4	8.5	10.3	15.6	12.4	(1.2)	6.1
Income taxes	(7.7)	(3.0)	1.4	(1.8)	(2.3)	(3.2)	(3.8)	(2.4)	(4.0)	(0.5)	(2.6)
Profit attributable to owners of parent	19.6	10.5	0.5	(18.6)	5.0	5.0	6.5	12.9	8.3	(1.9)	3.2

Consolidated Financial Data



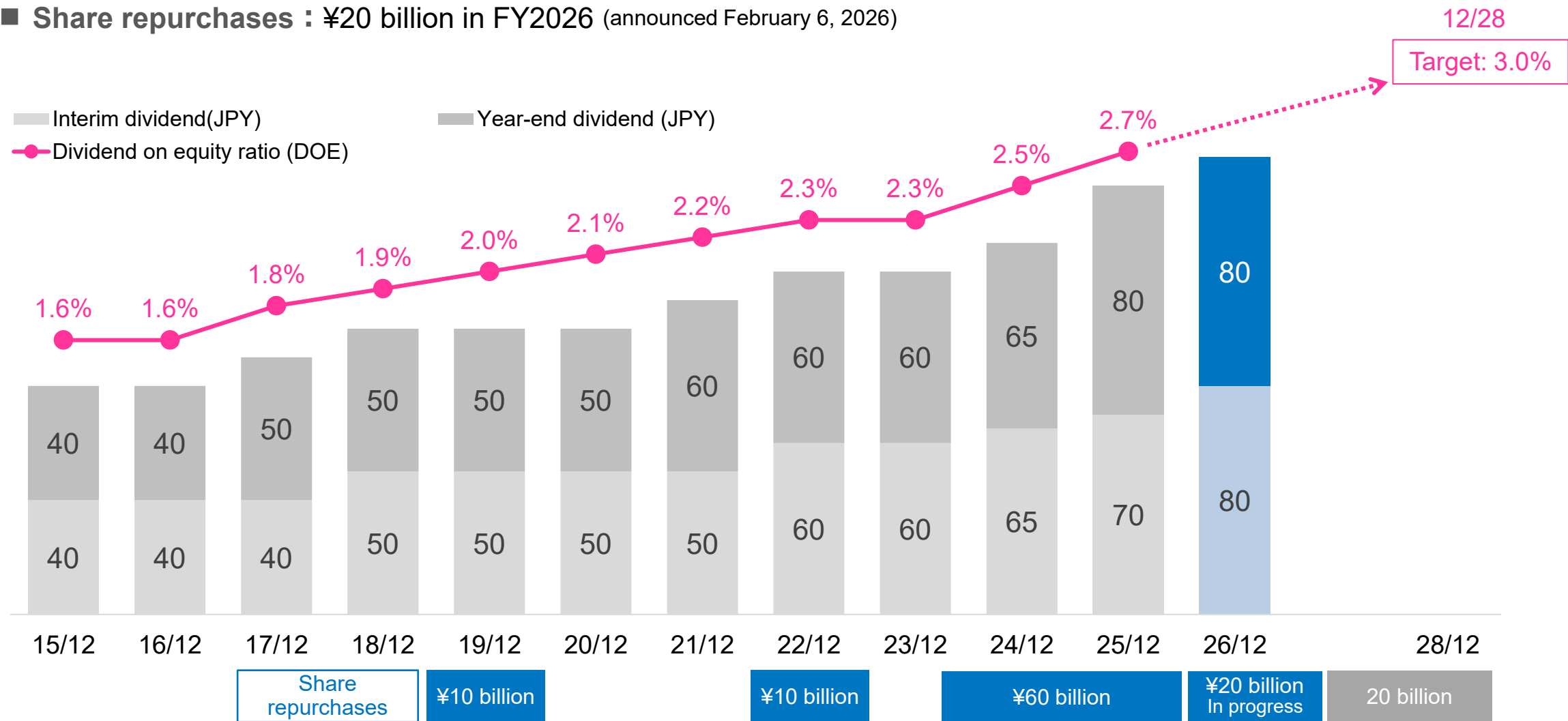
(Billions of JPY unless otherwise specified)

	FY2021	FY2022	FY2023	FY2024	FY2025
Net sales	292.0	324.6	279.9	299.2	311.4
Operating profit	32.7	26.1	(10.4)	6.1	34.1
Operating margin	11.2%	8.1%	(3.7%)	2.0%	11.0%
Profit (loss) attributable to owners of the parent	27.9	28.1	(26.1)	12.0	29.6
Depreciation and amortization	26.7	28.9	37.1	28.9	24.2
Capital expenditures	44.8	68.0	34.4	36.9	34.3
Research and development	6.5	7.2	8.0	7.8	8.8
Total assets	698.1	747.9	703.9	695.1	701.4
Interest-bearing debt	96.8	105.5	120.3	113.2	99.3
Shareholders' equity	475.6	492.7	444.4	417.4	416.4
Cash flows from operating activities	69.8	31.5	(1.3)	52.2	52.0
Cash flows from investing activities	(31.7)	(57.1)	(20.7)	42.6	(10.3)
Free cash flow	38.1	(25.5)	(22.1)	94.8	41.6
Equity ratio	70.9%	70.1%	69.2%	69.6%	70.2%
ROE	5.8%	5.5%	(5.2%)	2.5%	6.1%

Return to shareholders



- **Dividend** : No reduction for over 20 years with continuous increases → FY2026: ¥160 per share planned
- **Share repurchases** : ¥20 billion in FY2026 (announced February 6, 2026)



Announced Feb. 6 Scheduled within EGP2028

*DOE (dividend on equity ratio): Total dividends ÷ Shareholders' equity

Corporate Information



Main Business

Electronics & Information Technology

Displays	Glass for LCDs Glass for OLED Displays “G-Leaf™” Ultra-thin Glass “Dinorex UTG™” Ultra-thin Glass for Chemical Strengthening UV Shielding Ultra-thin Glass
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Electronics	Glass for Semiconductor Process LTCC Products Functional Powdered Glass Sheet Glass for Image Sensors Glass Tube for Small Electronic Products Glass for Optoelectronics “Lumiphous™” Phosphor-Glass Composites
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Performance Materials

Composites	Chopped Strands for Function Plastic Reinforcement Wet Chopped Strands for Building Materials Roving for Plastics Reinforcement “WizARG™” Alkali-Resistant Glass Fiber for Cement Reinforcement Low Dielectric Glass Fiber for Electronic Applications
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Medical Care	Glass Tubing for Pharmaceutical and Medical Use “LX premium” Radiation-Shielding Glass
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Heat-Resistance	“Neoceram®” Super Heat-Resistant Glass-Ceramics “StellaShine®” Super Heat-Resistant Glass-Ceramics for Cooking Appliance Top Plates
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Buildings	“FireLite®” Fire-Rated Glass Glass Blocks “Neopariés®” Glass-Ceramic Building Materials
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Others	Glass for Lighting Use Glass Engineering
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Corporate Information

Name:	Nippon Electric Glass Co., Ltd.
Head Office:	7-1, Seiran 2-chome, Otsu, Shiga 520-8639, Japan
Founded:	Dec 1, 1949
Representative	Motoharu Matsumoto, Chairman of the Board Akira Kishimoto, President
Capital:	32.1 billion JPY
Business:	Production and sales of special glass products, and manufacture and sales of glass making machinery
Plants:	Otsu, Shiga-Takatsuki, Notogawa, Precision Glass Center
Sales Office:	Osaka and Tokyo
Consolidated Companies	9 in Japan 13 overseas (Malaysia, Korea, China, Taiwan, Europe, US)

Note regarding earnings forecasts

- ◆ The forward-looking statements, including earnings forecasts, contained in these materials are based on certain assumptions deemed to be reasonable by the Company at the present moment and include risks and contingencies.
- ◆ Actual business results may differ substantially from the earnings forecasts due to a number of factors.

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