



# ADVANEX INC. Flash Report (Consolidated Basis)

**Results for FY2026 first half (six months ended September 30, 2025)**

November 14, 2025

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Filing date of quarterly securities report:  
Supplementary explanation material for quarterly financial results  
Holding of presentation meeting for quarterly financial results

Stock listings: Tokyo Stock Exchange  
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November 14, 2025  
Yes  
Yes

1. Performance (April 1, 2025 through September 30, 2025) (Figures less than ¥1 million have been omitted.)

(1) Consolidated operating results (For the six months ended September 30.).

Percentages indicate year-on-year increase (decrease)

	Net sales		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended September 30, 2025	14,537	5.1	626	86.4	565	-	386	-
Six months ended September 30, 2024	13,837	4.5	336	160.3	(816)	-	(924)	-

[Note] Comprehensive income: Six months ended September 30, 2025 509million yen

Six months ended September 30, 2024 (466)million yen

	Net income per share	Net income per share after dilution
	Yen	Yen
Six months ended September 30, 2025	94.08	93.95
Six months ended September 30, 2024	(225.03)	-

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2025	32,050	8,519	26.6
As of March 31, 2025	28,505	8,093	28.4

[Reference] Total shareholder's equity: 8,511 million yen at September 30, 2025 8,084 million yen at March 31, 2025

2. Dividends

Record date	Dividends per share				
	First quarter -end dividends	Second quarter -end dividends	Third quarter -end dividends	Year-end dividends	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2025	--	--	--	20.00	20.00
Year ended March 31, 2026	--	--	--	--	--
Year ended March 31, 2026 (forecast)	--	--	--	20.00	20.00

[Note1] Revisions to the latest forecast of cash dividends: No

### 3. Forecast of consolidated results for FY2026 (April 1, 2025 through March 31, 2026)

Percentages indicate year-on-year increase (decrease)

	Net sales		Operating income		Ordinary income		Net income (loss)		Net income (loss) per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Year ended March 31, 2026	29,000	1.6	1,000	(9.9)	700	310.2	300	-	73.07

[Note1] Revisions to the latest forecasts of consolidated results: No

### 4. Others

- (1) Significant changes in subsidiaries during the subject fiscal year: No  
Additions: 0 Deletions: 0
- (2) Application of simplified accounting and specific accounting: No
- (3) Changes in accounting principles, procedures, presentations, etc.
  - a. Changes associated with revision of accounting standards, etc: No
  - b. Changes other than a.: No
  - c. Change in accounting estimate: No
  - d. Restatement: No
- (4) Number of shares outstanding (Common stock)
  - a. Number of shares outstanding at end of period (Including treasury stock)
    - 4,153,370 shares at September 30, 2025
    - 4,153,370 shares at March 31, 2025
  - b. Number of shares of treasury stock at end of period
    - 47,970 shares at September 30, 2025
    - 47,469 shares at March 31, 2025
  - c. Average number of shares issued and outstanding in each period:
    - 4,105,688 shares at September 30, 2025
    - 4,106,471 shares at September 30, 2024

### [Notes]

1. Explanation for related to implementation of the quarterly review procedures  
When disclosing this Brief Report of Financial Results, the review procedures for quarterly financial statements under the Financial Instruments and Exchange Law have not been brought to completion.
2. Explanation for appropriate use of financial forecasts and other special remarks  
The above-mentioned forecasts are based on the information available as of the date when this information is disclosed, as well as on the assumptions as of the disclosing date of this information related with unpredictable parameters that are probable to affect our future business performances. Our actual performance is likely to differ greatly from these estimates depending on various factors in the future.

(Attachment)

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## 1. Qualitative Information on Financial Results For This Quarter

### (1) Explanation of Business Results

We have operations in 12 countries, including Japan, the Americas, Europe, and Asia. We manufacture and sell metal-processing components, including precision springs, primarily for automotive, healthcare, OA equipment, and aerospace applications.

In the first half of the fiscal year under review, the business environment remained unpredictable overall, due to a number of uncertain factors, including the impact of mutual tariffs by the U.S. government, the consequent impact on the global economy, foreign exchange rates, and geopolitical risks. Nevertheless, sales of automotive and OA equipment continued to be firm, and sales to healthcare, particularly in the U.S. and Europe, remained strong.

Under these circumstances, for the same period, net sales increased 5.1% year on year to ¥14.537 billion, operating income increased 86.4% year on year to ¥626 million, ordinary income was ¥565 million (compared with a loss of ¥816 million in the same period of the previous fiscal year), and net income attributable to owners of parent was ¥386 million (compared with a loss of ¥924 million in the same period of the previous fiscal year).

Segment results are as follows.

#### [Japan]

Net sales increased 4.1% year on year to 4.639 billion yen and segment income increased 192.2% to 160 million yen due to steady sales for automotive applications and strong sales for precision equipment, infrastructure, and housing equipment.

#### [Americas]

Net sales increased 18.3% year on year to 3.016 billion yen and segment income was 327 million yen, compared with a segment loss of 23 million yen in the same period of the previous fiscal year, due to continued expansion in the medical sector as improvements were made at the Mexico plant.

#### [Europe]

Net sales decreased 8.9% year on year to ¥1.474 billion due to a struggle in aircraft sales affected by U.S. customs duties. Segment income was ¥153 million, compared with segment income of ¥18 million in the same period of the previous fiscal year, due to inflated fixed costs such as increases in personnel expenses and energy costs.

#### [Asia]

Net sales increased 3.8% to 5.406 billion yen and segment income increased 5.5% to 288 million yen due to continued strong sales for automotive and OA equipment applications.

### (2) Explanation of Financial Position

#### ① Financial position

##### Assets

Total assets at the end of the current interim consolidated accounting period were 32.05 billion yen, an increase of 3.544 billion yen from the end of the previous consolidated accounting year.

In the Assets section, total current assets increased ¥2.365 billion to ¥17.019 billion. The main factors

were increases of 1.636 billion yen in cash and deposits, 262 million yen in notes and accounts receivable-trade, and 432 million yen in inventories. Total non-current assets increased ¥1.178 billion to ¥15.03 billion. This was mainly due to an increase in property, plant and equipment.

#### Liabilities

In the Liabilities section, total liabilities increased by ¥3.118 billion from the end of the previous fiscal year to ¥23.53 billion. This was mainly due to an increase of 2.285 billion yen in borrowings.

#### Net assets

Net assets totaled 8.519 billion yen, an increase of 426 million yen from the end of the previous fiscal year. This was mainly due to an increase of 123 million yen in foreign currency translation adjustment due to exchange rate fluctuations and an increase of 303 million yen in total shareholders' equity due to the generation of profit attributable to owners of parent and other factors.

As a result, the equity ratio was 26.6% (28.4% at the end of the previous fiscal year).

#### ② Analysis of Cash Flows

Cash and cash equivalents at the end of the current interim consolidated accounting period increased by 1.591 billion yen from the end of the previous consolidated accounting year to 5.703 billion yen. Cash flows for each category and factors affecting cash flows are as follows.

##### Cash flows from operating activities

Net cash provided by operating activities increased 842 million yen (compared with net cash used of 456 million yen in the same period of the previous fiscal year).

Major inflows included net income before income taxes of 438 million yen and cash reserves of 752 million yen due to depreciation and amortization.

The main cash outflow factors were a cash decrease of 239 million yen due to an increase in notes and accounts receivable-trade and a cash decrease of 329 million yen due to an increase in inventories.

##### Cash flows from investing activities

Net cash used in investing activities decreased by ¥1.303 billion, from ¥367 million in the same period of the previous fiscal year.

The main cash outflow factor was 1.306 billion yen for capital investment by us and our group companies.

##### Cash flows from financing activities

Net cash provided by financing activities increased ¥1.979 billion (compared with net cash provided of ¥1.217 billion in the same period of the previous fiscal year).

The main cash inflow factor was an increase of 2.259 billion yen in interest-bearing debt.

#### (3) Explanation of Consolidated Earnings Forecasts and Other Forward-Looking Information

The consolidated earnings forecasts for the year ended March 31, 2026 are unchanged from the forecasts announced on August 8, 2025.

## 2. QUARTERLY CONSOLIDATED FINANCIAL STATEMENTS

### (1) QUARTERLY CONSOLIDATED BALANCE SHEETS

(Amount: thousands of yen)

	FY2026 first half (As of September 30,2025)	FY2025 (As of March 31,2023)
<b>ASSETS</b>		
Current assets:		
Cash and time deposits	6,260,514	4,623,849
Trade notes and accounts receivable	5,324,931	5,062,345
Finished goods	2,216,987	1,876,782
Work in process	872,652	948,475
Raw materials and stored items	1,672,969	1,504,844
Other current assets	694,679	666,759
Allowance for doubtful accounts	(22,957)	(29,181)
Total current assets	17,019,777	14,653,876
Noncurrent assets:		
Tangible noncurrent assets		
Buildings and structures	4,135,022	4,256,868
Machinery and equipment	4,438,660	4,155,107
Land	1,560,381	1,553,349
Others	3,849,258	2,813,359
Total tangible noncurrent assets	13,983,323	12,778,684
Intangible noncurrent assets	319,380	240,435
Investments and other assets	728,149	832,777
Total noncurrent assets	15,030,853	13,851,897
Total assets	32,050,630	28,505,773

(Amount: thousands of yen)

	FY2026 first half (As of September 30,2025)	FY2025 (As of March 31,2025)
<b>LIABILITIES</b>		
Current liabilities:		
Trade notes and accounts payable	2,224,127	2,207,676
Electronically Recorded Monetary Claims	841,423	743,595
Short-term borrowings	5,650,754	5,920,366
Long-term borrowings due within one year	2,836,273	2,953,675
Lease obligations	197,109	203,118
Income taxes payable	56,075	92,154
Contract liability	173,382	127,884
Allowance for bonus	274,617	268,849
Provision for loss on litigation		100,000
Other current liabilities	2,172,702	1,328,132
Total current liabilities	14,426,466	13,945,450
Noncurrent liabilities		
Long-term borrowings	6,690,094	4,017,240
Lease obligations	839,856	866,369
Deferred tax liabilities	339,469	383,956
Asset retirement obligations	40,566	40,481
Liabilities for retirement benefits	1,002,638	1,029,175
Other noncurrent liabilities	191,600	129,655
Total noncurrent liabilities	9,104,227	6,466,878
Total liabilities	23,530,694	20,412,329
<b>NET ASSETS</b>		
Shareholder's equity		
Common stock	100,000	100,000
Capital surplus	1,067,759	1,067,759
Retained earnings	4,978,360	4,674,197
Treasury stock	(80,845)	(80,336)
Total shareholder' equity	6,065,274	5,761,620
Accumulated other comprehensive income		
Valuation gain (loss) on other securities	(19,400)	(44,282)
Foreign exchange adjustment	2,407,693	2,283,913
cumulative amount for retirement benefits	57,774	83,599
Total accumulated other comprehensive income	2,446,068	2,323,229
Subscription rights to shares	8,594	8,594
Total net assets	8,519,936	8,093,444
Total liabilities and net assets	32,050,630	28,505,773

## (2) QUARTERLY CONSOLIDATED STATEMENTS OF INCOME

(Amount: thousands of yen)

	FY2026 first half (April 1, 2024 through September 30, 2025)	FY2025 first half (April 1, 2024 through September 30, 2024)
NET sales	14,537,722	13,837,582
Cost of sales	10,960,520	10,600,235
Gross profit	3,577,202	3,237,347
Selling, general and administrative expenses	2,950,657	2,901,130
Operating income	626,544	336,217
Non-operating revenues		
Interest income	32,766	38,308
Dividends income	1	-
Rent income	24,933	60,411
Foreign exchange gains	48,149	-
Subsidy income	11,014	2,110
Others	21,024	30,292
Total non-operating revenues	137,890	131,122
Non-operating expenses		
Interest expenses	183,335	187,835
foreign exchange loss	-	1,055,944
Others	15,788	40,534
Total non-operating expenses	199,123	1,284,314
Ordinary income(loss)	565,311	(816,974)
Extraordinary gain		
Gain on sales of noncurrent assets	6,318	41,173
Gain on bad debts recovered	-	-
Total extraordinary gain	6,318	41,173
Extraordinary loss		
Loss on sales of noncurrent assets	7,093	969
Loss on disposal of noncurrent assets	3,317	594
Loss on litigation	102,995	-
A special severance payment	20,117	-
Total extraordinary loss	133,524	1,563
Net Income (or loss) before income taxes	438,104	(777,365)
Corporate, inhabitant and enterprise taxes	121,177	113,999
Corporate tax adjustments	(69,353)	32,701
Total income taxes	51,823	146,701
Net income(loss)	386,281	(924,067)
Net income (loss) Attributable to Owners of the Parent	386,281	(924,067)

QUARTERLY CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

(Amount: thousands of yen)

	FY2026 first half (April 1, 2025 through September 30, 2025)	FY2025 first half (April 1, 2024 through September 30, 2024)
Income (or loss) before minority interests	386,281	(924,067)
Other comprehensive income		
Valuation gain(loss) on other securities	24,881	(14,967)
Foreign currency translation adjustment	123,780	495,944
Remeasurements of defined benefit plans	(25,824)	(23,596)
Total other comprehensive income	122,838	457,379
Comprehensive income	509,119	(466,687)
Comprehensive income attributable to owners of the parent	509,119	(466,687)

(3) Consolidated Statements of Cash Flows

(Thousands of yen)

	FY2026 first half (April 1, 2025 through September 30, 2025)	FY2025 first half (April 1, 2024 through September 30, 2024)
Cash flows from operating activities		
Gain (Loss) before income taxes and minority interests	438,104	(777,365)
Depreciation and amortization	752,292	791,022
Impairment loss	(6,606)	518
Increase (decrease) in allowance for doubtful accounts	1,974	2,674
Increase (decrease) in retirement benefits	(47,808)	(60,513)
Interest and dividend income	(32,767)	(38,308)
Interest payable	183,335	187,835
(Gain) loss on differences of foreign exchange	(147,025)	925,627
(Gain) loss on sale of fixed assets	775	(40,203)
(Gain) loss on disposal of fixed assets	3,317	594
Decrease (increase) in notes and accounts receivable	(239,428)	(464,229)
Decrease (increase) in inventories	(329,716)	(94,390)
Increase (decrease) in notes and accounts payable	86,245	(387,781)
Others	524,329	(106,096)
Subtotal	1,187,021	(60,617)
Proceeds from interest and dividend receivable	35,789	38,127
Payment of interests	(198,474)	(189,167)
Payment of income taxes	(181,463)	(244,376)
Others	-	-
Net cash provided by operating activities	842,872	(456,033)

	FY2026 first half (April 1, 2025 through September 30, 2025)	FY2025 first half (April 1, 2024 through September 30, 2024)
Cash flows from investing activities		
Payments on purchase of tangible fixed assets	(1,306,928)	(937,016)
Proceeds from sales of tangible fixed assets	6,726	283,368
Payments on purchase of intangible fixed assets	(100,532)	(50,705)
Proceeds from sales of intangible fixed assets	2,373	124
Payments on purchase of investment securities	(300)	(300)
Expenditures from the acquisition of shares of affiliated companies	-	(40,000)
Payments into time deposits	(312,020)	(63,450)
Proceeds from withdrawal of time deposits	400,068	447,044
Others	7,581	(6,245)
Net cash used in investing activities	(1,303,031)	(367,179)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(263,653)	1,450,000
Proceeds from long-term borrowings	4,486,560	1,598,410
Repayments on long-term borrowings	(1,962,908)	(1,626,422)
Decrease (increase) in treasury stock	(509)	(219)
Cash dividends paid	(80,736)	(82,132)
Others	(198,822)	(121,868)
Net cash used in financing activities	1,979,929	1,217,767
Effect of exchange rate changes on cash and cash equivalents	71,771	(80,138)
Net increase (decrease) in cash and cash equivalents	1,591,541	314,415
Cash and cash equivalents at the beginning of quarter	4,111,966	3,981,533
Cash and cash equivalents at the end of quarter	5,703,508	4,295,949

(4) Notes Concerning Quarterly Consolidated Financial Statements  
 (Notes on Going Concern Assumptions)  
 Not applicable

(Notes Concerning Significant Changes in the Amount of Shareholders' Equity)  
 Not applicable

Segment Information etc.  
**【Segment Information】**

I FY2026 first half (April 1, 2025 through September 30, 2025)

1, Information related to sales and income or loss amounts by reporting segments (Amount: thousands of yen)

	Japan	Americas	Europe	Asia	Total
Net sales					
(1) Net sales to third parties	4,639,589	3,016,644	1,474,848	5,406,640	14,537,722
(2) Intra-group Net sales and transfers	631,881	783	64,778	110,758	808,202
Total sales	5,271,470	3,017,427	1,539,627	5,517,398	15,345,924
Operating income (loss)	160,755	327,991	(153,157)	288,050	623,639

2, Reconciliation of Reported Consolidated Quarterly Net Sales and Operating Income with Operating Income or Loss of Reporting Segments

Reconciliation of Operating Income	Amount
Total of Reporting Segments	623,639
Elimination of inter-segment transactions	2,904
Consolidated Quarterly Operating Income	626,544

3, Information related to impairment loss of fixed assets or goodwill, etc. by reporting segment  
 Not applicable

II FY2025 first half (April 1, 2024 through September 30, 2024)

1, Information related to sales and income or loss amounts by reporting segments (Amount: thousands of yen)

	Japan	Americas	Europe	Asia	Total
Net sales					
(1) Net sales to third parties	4,458,324	2,550,192	1,618,506	5,210,558	13,837,582
(2) Intra-group Net sales and transfers	521,394	-	26,450	126,822	674,667
Total sales	4,967,718	2,550,192	1,644,957	5,337,381	14,512,250
Operating income (loss)	55,006	(23,056)	18,272	273,028	323,251

2, Reconciliation of Reported Consolidated Quarterly Net Sales and Operating Income with Operating Income or Loss of Reporting Segments

Reconciliation of Operating Income	Amount
Total of Reporting Segments	323,251
Elimination of inter-segment transactions	12,965
Consolidated Quarterly Operating Income	336,217

3, Information related to impairment loss of fixed assets or goodwill, etc. by reporting segment  
Not applicable