TSE Prime

Securities Code 5957

Quarterly Report Q2 for the fiscal year ending December 2026

Aug 7th, 2026

NITTOSEIKO CO., LTD.

Taking new steps forward together

目次

1.Financial Highlights Q2 for the Fiscal Year Ending December 2026

Summary of Financial Results

(Unit : Mil Yen / %)

NITTOSEIKO

	FY2025/2Q		FY2026/2Q		YoY		Compared to Q2 Forecasts (as of May 13, 2026)		
	Amount	Ratio(%)	Amount	Ratio(%)	Amount change	& Change	Q2 Forecast	Amount change	& Change
Net sales	**23,859**	**100.0**	**25,352**	**100.0**	**1,492**	**6.3**	**25,000**	**352**	**1.4**
Cost of goods sold	18,082	75.8	19,085	75.3	1,002	5.5			
Gross Profit	**5,776**	**24.2**	**6,266**	**24.7**	**490**	**8.5**			
SG&A expenses	4,297	18.0	4,325	17.1	27	0.6			
Operating Profit	**1,479**	**6.2**	**1,941**	**7.7**	**462**	**31.3**	**1,800**	**141**	**7.8**
Ordinary Profit	**1,406**	**5.9**	**1,938**	**7.6**	**531**	**37.8**	**1,800**	**138**	**7.7**
Net Profit attributed to shareholders of the parent company	**851**	**3.6**	**1,203**	**4.7**	**352**	**41.4**	**1,100**	**103**	**9.4**
Net Profit per share (yen)	23.48		33.14				30.30		

Main points

Net Sales

+6.3%

- In the Fastener Segment, sales in India are strong. Sales for game consoles decreased with production adjustment, but sales remained strong for domestic automakers mainly for CASE-related ADAS (Advanced Driver Assistance Systems). Sales for home appliances in SE Asia are also performing well with transfer of production from China.
- In the Assembly Machine Segment, the core automobile business struggled due to suspension of EV development and fewer model changes in the domestic market. However, performance was stronger overseas especially in India and growing capital investments in the U.S., Thailand and South Korea. Revenue increased due to growth in the data center sector and sales of large-scale equipment for general-purpose engines.
- In the Control System Segment, revenue increased due to a major petrochemical project in the energy sector even though initial sales of PFAS-compliant products in the environmental sector have leveled off.

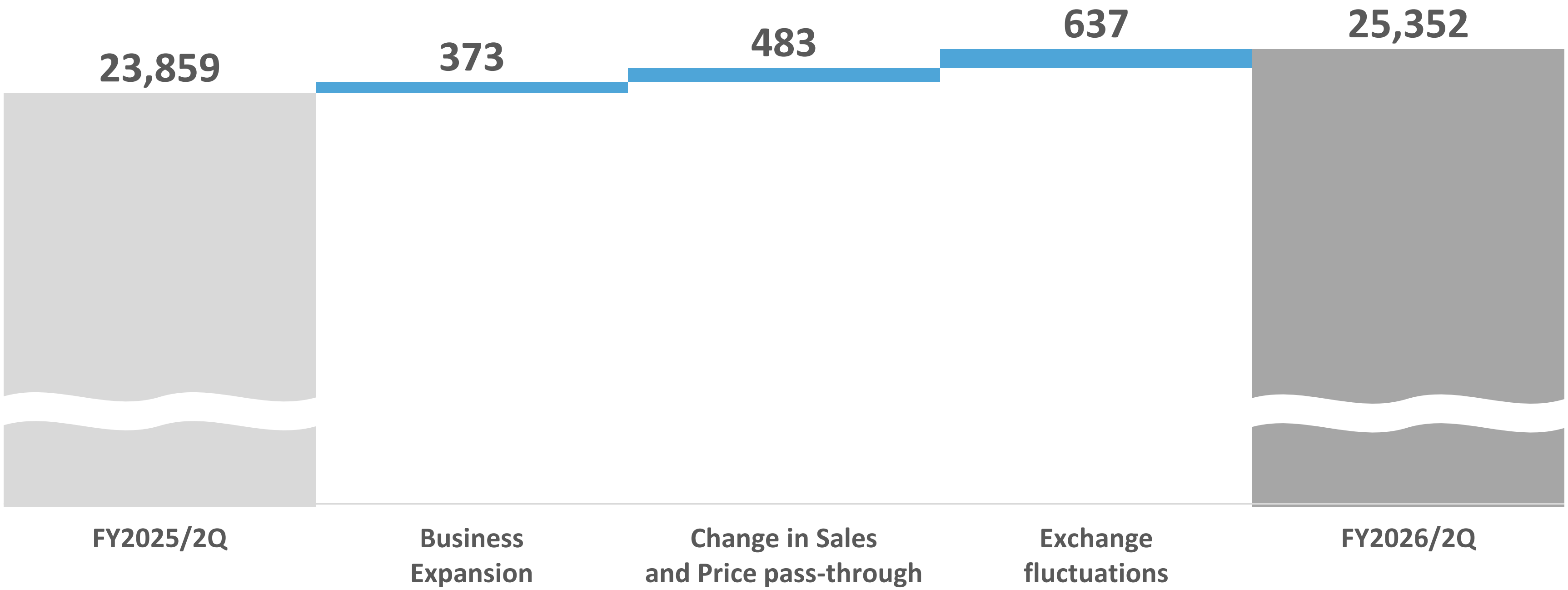
Operating Profit

+31.3%

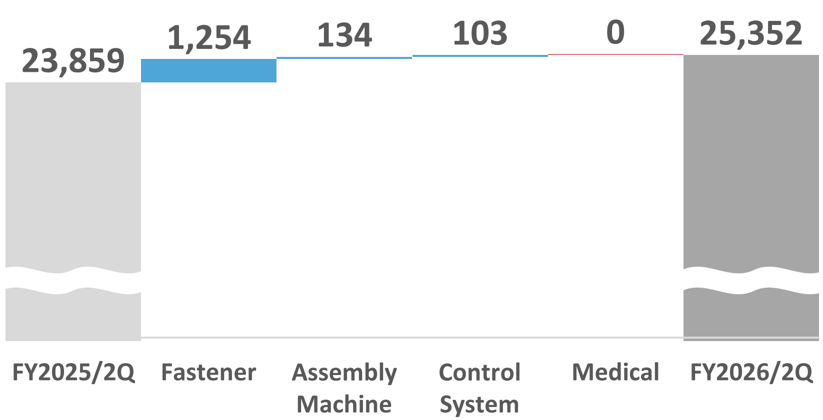
- In addition to the increase in net sales and an increase in high-value-added products for the automotive and data center sectors, SG&A expenses decreased YoY in Q1 of FY2025 due to the recognition of 286 million yen in M&A-related expenses, resulting in higher profits.

Summary of Financial Results - Net Sales

(Unit : Mil Yen)



Change in Net Sales by Segment



Business Expansion

Sales for automobiles and motorcycles in India contributed.

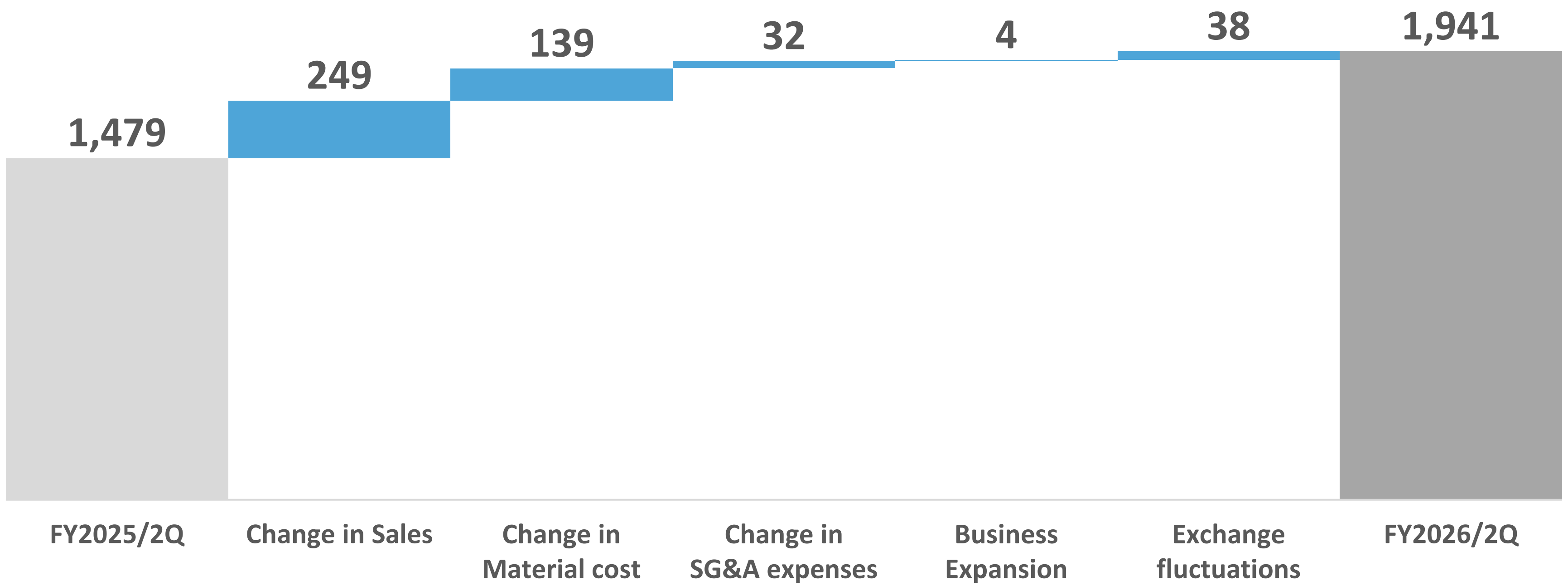
Change in Sales

CASE-related products for domestic automobiles and fastener products for home appliances in SE Asia are strong. Large-scale equipment for general-purpose engines in assembly machines and major control system projects for the petrochemical industry also contributed to sales. Demand for generative AI-related products, such as those for data centers, is expanding across multiple segments.

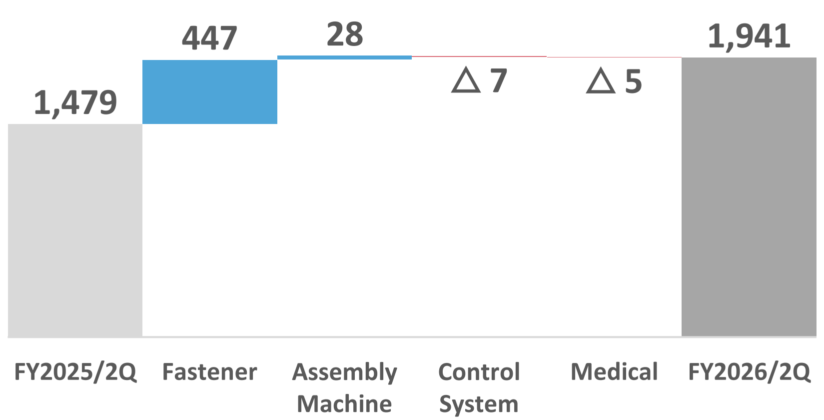
Summary of Financial Results - Operating Profit

NITTOSEIKO

(Unit : Mil Yen)



Change in Operating Profit by Segment



Change in Material cost

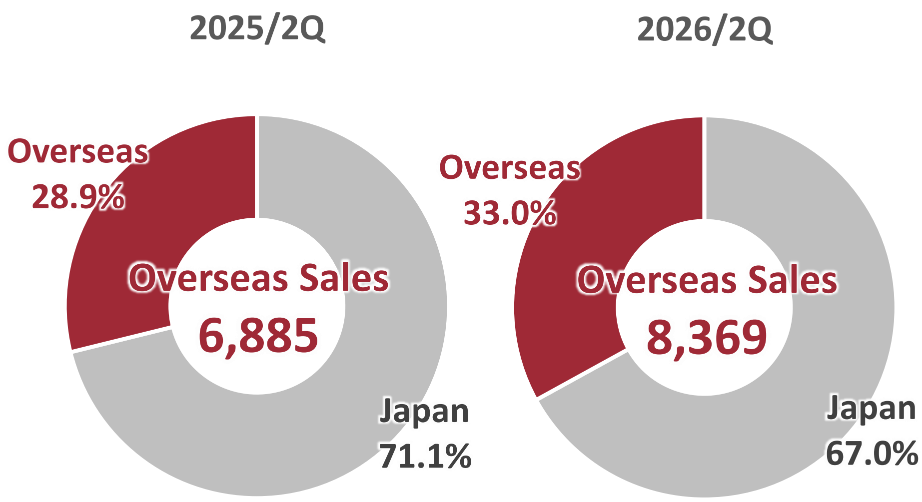
High-value-added fastener products centered around automobiles were strong.
Amid rising material costs, the Company is working to reduce manufacturing costs by reviewing suppliers and ordering methods, improving molds, and promoting in-house production.

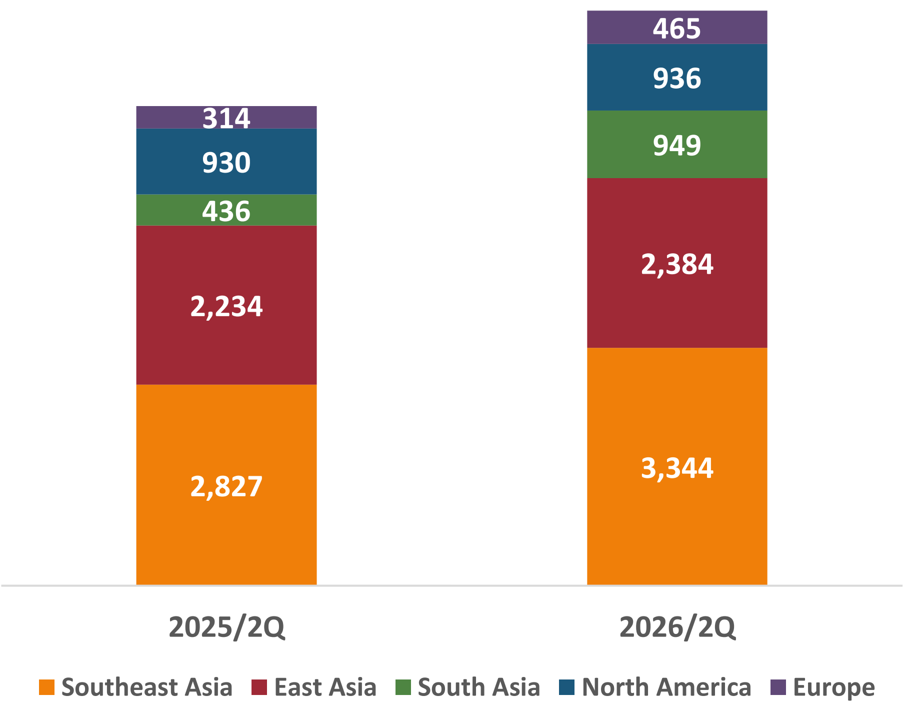
Change in SG&A expenses

Although there were increases in expenses related to audits of overseas subsidiaries, the recognition of shareholder benefit expenses, and increased labor costs due to wage hikes, overall expenses decreased due to the recognition of M&A-related expenses in Q1 of fiscal year 2025.

Sales by Overseas Region

(Unit : Mil Yen)





Overview of FY2026/2Q

- Overseas sales increased YoY, driven by growth in South Asia (India) and SE Asia.
- Revenue in South Asia increased by 510 million yen. Revenue from overseas markets outside South Asia increased by 970 million yen. Of this amount, 630 million yen was due to foreign exchange effects.

Europe +48.0%
Sales of elemental analyzers for the petroleum refining and petrochemical industries are strong.

North America +0.7%
Sales of fasteners for housing construction have been sluggish due to U.S. tariff measures.

South Asia +117.7%
Increase due to expanded sales in India.

East Asia +6.7%
Fastener products for automobile in China are performing well.

Southeast Asia +18.3%
Sales of fasteners for home appliances are strong in Malaysia.

Balance Sheet

(Unit : Mil Yen / %)

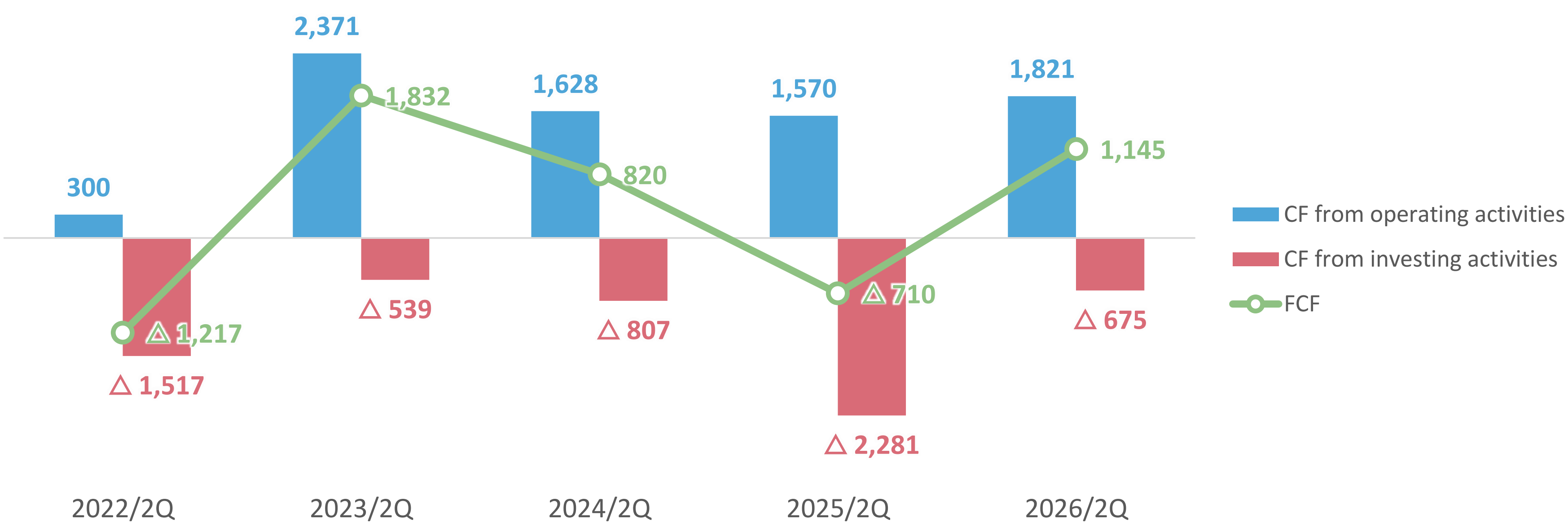
NITTOSEIKO

	FY2025/4Q		FY2026/2Q		YoY	
	Amount	Ratio(%)	Amount	Ratio(%)	Amount change	& Change
Total current assets	**35,850**	**62.2**	**35,454**	**61.9**	**△ 395**	**△ 1.1**
Cash and deposits	10,493	18.2	10,728	18.7	235	2.2
Accounts receivable	12,477	21.6	11,614	20.3	△ 863	△ 6.9
inventory	11,753	20.4	12,387	21.6	634	5.4
Total non-current assets	**21,822**	**37.8**	**21,816**	**38.1**	**△ 6**	**△ 0.0**
Property, plant and equipment	15,661	27.2	15,542	27.1	△ 118	△ 0.8
Intangible assets	1,082	1.9	1,007	1.8	△ 75	△ 7.0
Investments and other assets	5,078	8.8	5,266	9.2	187	3.7
Total assets	**57,673**	**100.0**	**57,270**	**100.0**	**△ 402**	**△ 0.7**
Total current liabilities	**11,833**	**20.5**	**10,776**	**18.8**	**△ 1,056**	**△ 8.9**
Accounts payable	7,101	12.3	6,154	10.7	△ 946	△ 13.3
Short-term borrowings	1,714	3.0	1,271	2.2	△ 443	△ 25.9
Total non-current liabilities	**4,837**	**8.4**	**4,480**	**7.8**	**△ 356**	**△ 7.4**
Long-term borrowings	962	1.7	696	1.2	△ 265	△ 27.6
Total liabilities	**16,670**	**28.9**	**15,257**	**26.6**	**△ 1,413**	**△ 8.5**
Share capital	3,522	6.1	3,522	6.2	—	—
Capital surplus/Retained earnings	32,208	55.8	32,969	57.6	760	2.4
Treasury shares	△ 1,746	△ 3.0	△ 1,752	△ 3.1	△ 5	—
Total net assets	**41,002**	**71.1**	**42,013**	**73.4**	**1,010**	**2.5**

Cash Flow Statement

(Unit : Mil Yen / %)

	FY2025/2Q	FY2026/2Q		
	Amount	Amount	Amount change	% Change
CF from operating activities ※①	**1,570**	**1,821**	**250**	**15.9**
CF from investing activities ※②	**△ 2,281**	**△ 675**	**1,605**	**-**
(Free CF) ※①＋②	**△ 710**	**1,145**	**1,855**	**-**
CF from financing activities	**384**	**△ 1,224**	**△ 1,609**	**-**
Net increase (decrease) in cash and cash equivalents	△ 470	53	523	-
Cash and cash equivalents at beginning of period	9,604	9,430	△ 174	△ 1.8
Cash and cash equivalents at end of period	9,134	9,483	349	3.8



2.Overview of Results by Segment

Net Sales and Operating Profit by Segment

NITTOSEIKO

(Unit：Mil Yen / %)

		FY2025/2Q	FY2026/2Q	YoY	
		Amount	Amount	Amount Change	% Change
Fastener	Net sales	17,727	18,981	1,254	7.1
	Operating Profit	887	1,334	447	50.5
	Profit ratio	5.0	7.0	―	2.0
Assembly Machine	Net sales	2,788	2,923	134	4.8
	Operating Profit	418	446	28	6.8
	Profit ratio	15.0	15.3	―	0.3
Control System	Net sales	3,288	3,392	103	3.2
	Operating Profit	230	222	△ 7	△ 3.4
	Profit ratio	7.0	6.5	―	△ 0.4
Medical	Net sales	55	54	0	△ 1.2
	Operating Profit	△ 56	△ 62	△ 5	―
	Profit ratio	―	―	―	―

Overview of Results by Segment - Fastener Segment

NITTOSEIKO

(Unit：Mil Yen / %)

Net Sales Revenue increased YoY

India contributed to performance in the automobile sector. While sales of products for game consoles decreased with production adjustments following last year's boom, demand for CASE-related automobile products, primarily in the domestic market, and demand for home appliances in SE Asia increased.

Operating Profit Profit increased YoY

SG&A expenses decreased YoY due to the recording of India M&A-related expenses in Q1 2025. High-value-added products, primarily in the automobile sector, are performing well and contributing to profits. In addition, the effects of reforms aimed at reducing manufacturing costs and improving profit margins- such as reviewing suppliers, improving molds, and streamlining production processes through factory consolidation- began to materialize.

	FY2025/2Q	FY2026/2Q	YoY		Comments
	Amount	Amount	Amount	% Change	
Net Sales	**17,727**	**18,981**	**1,254**	**7.1**	
Automobile	7,004	8,291	1,287	18.4	India is contributing to the results. Sales of proprietary products for ADAS (Advanced Driver Assistance Systems) surged, particularly in the domestic market. Enquiries are also brisk for "JOISTUD," which contributes to weight reduction and thinner sheet metal.
Housing and construction	3,528	3,272	△ 255	△ 7.2	Decreased YoY due to ongoing factors such as severe labor shortages in the industry and project delays caused by souring material costs.
Electrical and electronic parts	2,376	2,648	272	11.4	Business is booming in SE Asia, particularly in Malaysia, following the relocation of production from China.
Household goods	1,474	1,229	△ 244	△ 16.6	Production of precision screws for game consoles, which performed well last year, has declined due to production adjustments. Orders continue to come in, and sales are expected to stabilize starting in Q3.
Precision equipment	768	902	134	17.5	Domestic demand for lenses in imaging and optical products is growing. Sales of press-molded products are also strong, thanks to the resurgence in popularity of compact digital cameras.
IT and digital equipment	842	847	5	0.6	Sales of office automation equipment in Indonesia increased slightly. The transfer of production from China continues to proceed.
Energy sector	237	346	109	45.9	Sales of "CP GRIP" for data centers are strong due to demand for generative AI.
Others	1,494	1,499	4	0.3	
Operating Profit	**887**	**1,334**	**447**	**50.5**	

Overview of Results by Segment – Assembly Machine Segment

NITTOSEIKO

Net Sales Revenue increased YoY

In the core automobile industry, sales were stagnant in the domestic market due to suspension of EV development and fewer model changes. Performance was stronger overseas especially in India and growing capital investments in the U.S., Thailand and South Korea. Overall, revenue increased YoY with demand for data centers and large-scale equipment orders for general-purpose engines.

Operating Profit Profit increased YoY

Amid rising material costs, the Company promoted cost reductions by revising its ordering procedures and reduced man-hours by improving work methods, such as visualizing work hours. Profit increased YoY.

(Unit： Mil Yen / %)

	FY2025/2Q	FY2026/2Q	YoY		Comments
	Amount	Amount	Amount	% Change	
Net Sales	**2,788**	**2,923**	**134**	**4.8**	
Automobile	1,584	1,641	57	3.6	Although domestic sales of CASE-related products remained steady, growth was sluggish due to factors such as the suspension of EV development and a decline in model changes. Oversees sales were buoyed by strong performance in India, along with improved capital investment in the U.S., Thailand, and South Korea.
Electrical and electronic parts	419	366	△ 53	△ 12.6	Although demand in the semiconductor sector remains strong, sales growth has stalled due to inventory adjustments across the entire supply chain. In addition, sales have declined as major customers continue to curb capital expenditures.
Energy sector	241	186	△ 54	△ 22.4	Major capital investments related to electricity meters have leveled off and are declining. Replacement of aging gas meters is expected to continue.
IT and digital equipment	30	179	148	478.7	Data center-related growth is increasing in response to rising demand for AI both domestically and internationally.
Amusement machine	103	111	8	7.8	Sales remained flat following major renovation work for an upgrade.
Housing and construction	98	39	△ 59	△ 59.8	Decrease due to reduced capital expenditures by major users.
Others	304	397	92	30.2	Sales increased due to demand for replacement of large-scale equipment for general-purpose engines.
Operating Profit	**418**	**446**	**28**	**6.8**	

Overview of Results by Segment – Control System Segment

NITTOSEIKO

Net Sales Revenue increased YoY

There was a large-scale project in the energy sector for the petrochemical industry, resulting in a significant increase. Demand also rose for inspection and sorting equipment that contributes to automation and labor savings in the automobile industry. On the other hand, although initial sales of PFAS-related products in the environmental sector had leveled off, overall revenue increased.

Operating Profit Profit decreased YoY

The current pace of price adjustments are not keeping up with the sudden increase in costs. Effective Q3 and beyond, the Company will implement additional price adjustments to improve profitability, focusing primarily on items with high cost ratios. In addition, cost reductions will be achieved through design improvements and a review of procurement terms.

New Products In June, the Company launched “GeoJudge™,” a testing machine that evaluates the risk of large cranes toppling over.

(Unit： Mil Yen / %)

	FY2025/2Q	FY2026/2Q	YoY		Comments
	Amount	Amount	Amount	% Change	
Net Sales	**3,288**	**3,392**	**103**	**3.2**	
Chemical and pharmaceuticals	797	780	△ 17	△ 2.2	In Q1, orders decreased YoY due to the clearance of the order backlog from the previous year, but in Q2, replacement demand for analytical instruments increased, resulting in a slight overall decrease.
Energy sector	413	659	246	59.5	Large-scale sales of elemental analyzers surged due to a major project for a leading Indian petrochemical company.
Electrical and electronic parts	273	236	△ 36	△ 13.3	Demand for moisture meters and resistivity meters for batteries remained steady, though it was down YoY. Orders for flow meters for data centers were strong, driven by demand for generative AI.
Housing and construction	213	212	△ 1	△ 0.6	Since Q3 2025, there has been certain amount of replacement demand for “GEOKARTE” ground investigation equipment and sales remains steady. Promoting the new product “GeoJudge.”
Automobile	180	211	30	17.0	Investment in equipment for automation, labor-saving measures, and research and development is booming. Inquiries for automobile parts inspection and sorting machines and evaluation equipment have been coming in frequently.
Ship building	189	195	5	3.0	With the shipbuilding industry performing well, the flow meter market is expected to continue its growth trend.
Environment	336	189	△ 147	△ 43.7	While sales of chlorine analyzers for waste treatment remained strong, initial sales of the organic fluorine analyzer launched in 2024 to comply with PFAS regulations slowed, resulting in a YoY decline.
Others	884	907	23	2.6	
Operating Profit	**230**	**222**	**△ 7**	**△ 3.4**	

Overview of Results by Segment – Medical Segment

NITTOSEIKO

(Unit： Mil Yen / %)

	2025/2Q	2026/2Q	YoY	
	Amount	Amount	Amount	% Change
Net Sales	**55**	**54**	**0**	**△ 1.2**
Medical	55	54	0	△ 1.2
Others	—	—	—	—
Operating Profit	**△ 56**	**△ 62**	**△ 5**	**—**

Financial Results	The Company is proceeding with the reorganization of the product portfolio for strategic market response, while also working to build a stable revenue base.
medical illuminator ‘FREELED’	Since the COVID-19 pandemic, the Company has been pushing forward to collect market needs and initiate activities while striving to reduce costs in line with customer requests but has not yet been able to secure a contract. Going forward, the Company will continue to focus on strengthening its PR efforts through distributors with the aim for full adoption.
High purity bio-soluble magnesium for medical use	Following the acquisition of a domestic patent in 2023 and a U.S. patent in 2024, a Thai patent was acquired in June 2026. Patents already submitted to five other major countries are also scheduled to be acquired in due course. Efforts to commercialize the product in the near future are continuing. In parallel, the Company is gathering information on the applicability of this material.
Others	In 2025, the Company obtained ISO 13485 certification, a quality standard for medical devices. The Company is working to establish a production system with the aim of acquiring manufacturing contracts based on medical device development and manufacturing and sales licenses.

3.Forecast for the Fiscal Year Ending Dec 31, 2026

Forecasts of future performance contained in this document are based on information currently available to the Company and certain assumptions that the Company considers reasonable. Actual results may differ from these forecasts due to a variety of factors. Important factors that may affect actual results include, but are not limited to, economic conditions in Japan and overseas surrounding our business domain, demand trends for our products and services, exchange rates, and stock market trends. Factors that may affect our business performance are not limited to the above.

Forecast

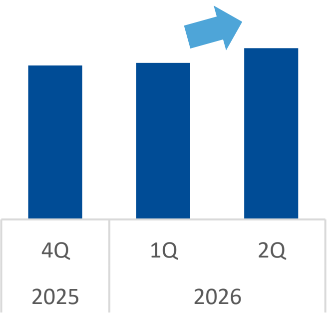
*The impact of the escalating tensions in the Middle East and how to respond to them is covered on P18. <Reposted>

NITTOSEIKO

(Unit：Mil Yen / %)

	FY2025		FY2026 (Forecast)		YoY	
	Amount	Ratio (%)	Amount	Ratio (%)	Amount Change	% Change
Net sales	50,238	100.0	52,000	100.0	1,761	3.5
Operating profit	3,431	6.8	3,800	7.3	368	10.7
Ordinary profit	3,409	6.8	3,800	7.3	390	11.5
Net income attributed to shareholders of the parent company	2,152	4.3	2,300	4.4	147	6.9
Net income per share (yen)	59.34	-	63.36	-	-	-

Change in order backlog



Key Points for Forecast

Buoyed by Growing Demand in High-Growth Sectors, Aiming to Achieve Full-Year Earnings Forecast

Net Sales

Aim for stable growth that reflects demand trends in each business segment.

Fastener Segment： In the domestic automobile sector, sales of proprietary products for ADAS are expected to remain strong, and the Company will continue to expand sales of high-value-added products. Although production of precision screws for game consoles has been affected by production adjustments, signs of a recovery in orders have been evident since the latter half of Q2. The Company expects continued strong performance for its “CP GRIP” for data centers. It also plans to capture recovery in demand from Japanese home appliance manufacturers overseas and demand related to production shifts in SE Asia, while strengthening sales expansion efforts with key customers.

Assembly Machine Segment： Although impacted by the slowdown in the global EV market and a decline in large-scale domestic capital investment, demand remained strong for screwdrivers used in automotive parts and ADAS assembly lines for overseas markets, as well as for data center-related equipment. In the second half of the fiscal year, efforts will focus on reliably converting the backlog of large orders into revenue, while also seeking to create growth opportunities by expanding orders for standard models and strengthening sales activities in the Indian market.

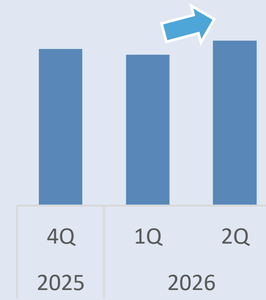
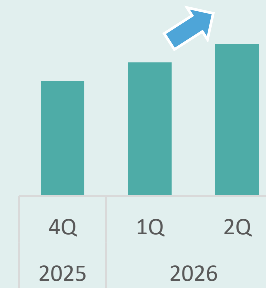
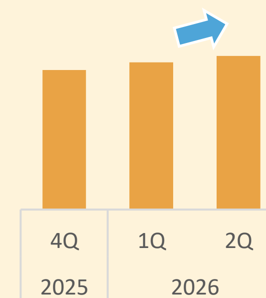
Control System Segment： Large-scale system product orders continue, and sales are being driven by projects for elemental analyzers in the shipbuilding market and for overseas petrochemical companies. Demand is strong for moisture meters for electronic materials, automated powder resistance measurement system, and PFAS-related products. Additionally, the Company will work to develop new demand by launching new products, such as “GeoJudge™,” and strengthening collaboration with distributors and customers.

Profit

- Sales of high-value-added products will be promoted, including proprietary products for ADAS and products for data centers. The Company also aims to improve profitability by reducing material and processing costs through a review of sourcing channels, etc.
- To ensure high profitability and gross profit margins, the Company will increase the proportion of high-value-added products, secure sales from large-scale projects involving special machinery (assembly lines), and expand its product lineup through the launch of a new nut runner.
- To achieve stable profit growth, the Company will optimize its business portfolio by reducing costs through enhanced profitability management of system products and design improvements, as well as by expanding sales of growth products that support increased order volume.

Market trend and initiatives by segment

NITTOSEIKO

		Main market trends	Initiatives and future efforts	Change in order backlog
Fastener	**Automobile**	Demand for CASE-related products—such as batteries and inverters driven by electrification, as well as lighter and thinner vehicle components—remains steady; however, there are concerns regarding the impact of revisions to EV production plans and impact of the situation in the Middle East and rare earth issues.	• As part of efforts to improve profitability, the Company launched new market expansion projects and stepped up these initiatives. • Promoting sales expansion projects with distributors. • Reducing manufacturing costs and improving profit margins through measures such as streamlining inter-factory transportation as part of factory reorganization, reviewing suppliers, and improving mold durability.	
	Housing and construction	Delays in projects are expected to continue due to a severe labor shortage and soaring material costs in the industry.		
	Household goods	Although production is expected to decline as demand for game consoles stabilizes in the first half of this FY, it is projected to recover to a certain level.		
Assembly Machine	**Automobile**	Uncertainty persists due to the Middle East conflict, U.S. tariff policies, and the postponement of capital investments for EVs. Capital investments for North and South America are expected to continue.	• Strengthening efforts such as live demonstrations for target clients and hosting private exhibitions. • Strengthening sales efforts in the data center sector and proposing completed facilities. • Continuing cost-cutting initiatives, such as reviewing procurement methods.	
	Electrical and electronic	Although demand in the semiconductor sector remains strong, capital expenditure restraint by major customers is expected to continue for some time.		
	Energy sector	While major capital investments in electricity meters have largely come to an end, efforts to address aging equipment related to gas meters are expected to continue.		
Control System	**Energy sector**	Demand for elemental analyzers and automatic quick furnace systems for the petroleum refining and petrochemical industries is expected to continue. In Japan, demand for elemental analyzers for alternative fuels such as SAF is projected to grow.	• Expanding sales of the “GeoJudge™” on-site ground bearing capacity tester. • Improving sales appeal and increasing order rates through engineers accompanying sales calls and seminar exhibits. • Consolidation of system products, expansion of orders for growth products, and securing appropriate profits. • Launch of organic solvent recycling equipment and separation membrane tubes.	
	Electrical and electronic	Sales of electronic materials, including those for EVs and batteries, are expected to remain strong.		
	Environment	Demand for PFAS-related products continues in Europe. In Japan, demand for trace fluorine analysis is expected to increase. Sales of compact distillation units, which were adopted as a standard method in 2025, are also expected to remain strong in Japan.		
Medical	**Development plans**	Starting with the U.S. in 2024 and Thailand in June 2026, the Company has obtained overseas patents for “High purity bio-soluble magnesium for medical use.” Other countries are scheduled to obtain it sequentially. The Company will prepare for the early commercialization of this material and at the same time, explore the expansion of its application to various medical device fields. The Company is also building a system to obtain new medical device manufacturing contracts utilizing existing technologies.		

Middle East Tensions: Impacts and Strategic Responses <As of May 13, 2026—Reposted>

At this point, the impact is considered minor. Although there is a high degree of uncertainty, the Company is minimizing risks through flexible measures.

External Environment	Fluctuations in crude oil prices, disruptions to maritime transport, and uncertainty regarding the future of supply chains amid geopolitical risks stemming from military strikes on Iran by the U.S. and Israel.
Impact on Sales	• Based on 2025 results, sales to the Middle East accounted for a mere 0.3% of the total. • Some automakers have made changes to their production plans, such as shifting production cuts intended for the Middle East to increased production overseas. • There is concern that delivery delays may occur in the future due to supply shortages.
Impact on Procurement	• Concerns regarding future shortages and price hikes for materials, energy, and auxiliary supplies <such as methanol for screw heat treatment, paints(thinners), plastic packaging, and oils.> • Concerns over rising logistics costs due to soaring crude oil prices and higher marine insurance premiums.
Other Impacts	• Some construction work for capital investment projects is scheduled to be suspended due to difficulties in procuring materials from suppliers.

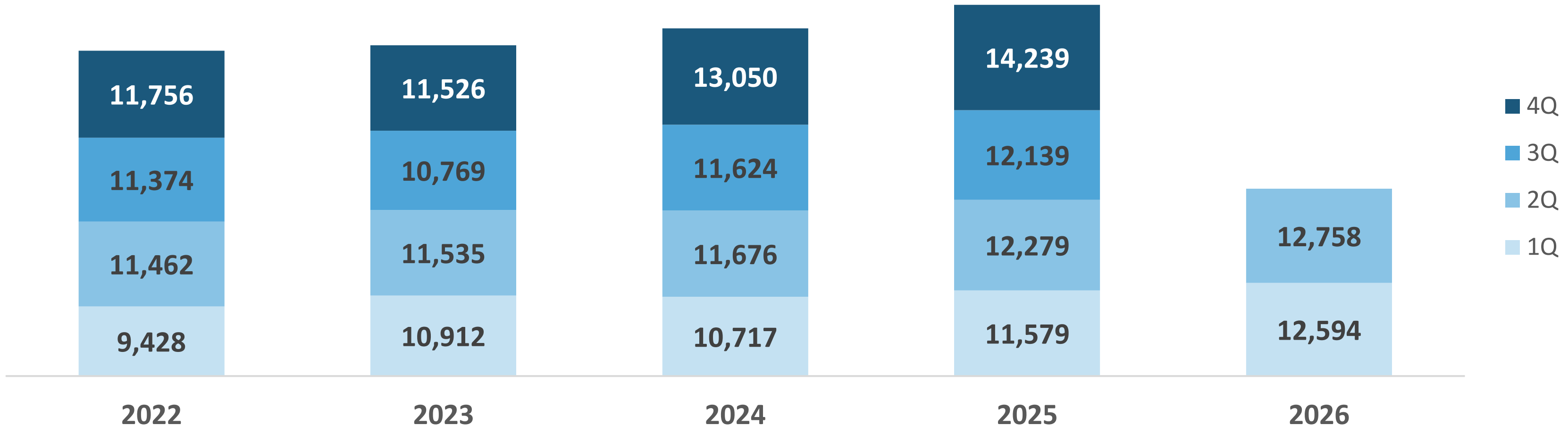
The Company's Response	• Diversification and multi-sourcing of suppliers and procurement regions. • Revision of inventory strategies to account for lead time fluctuations. • Development of a pricing adjustment scheme to address cost fluctuations. • Evaluation of alternative materials and review of specifications.

4. Appendix.

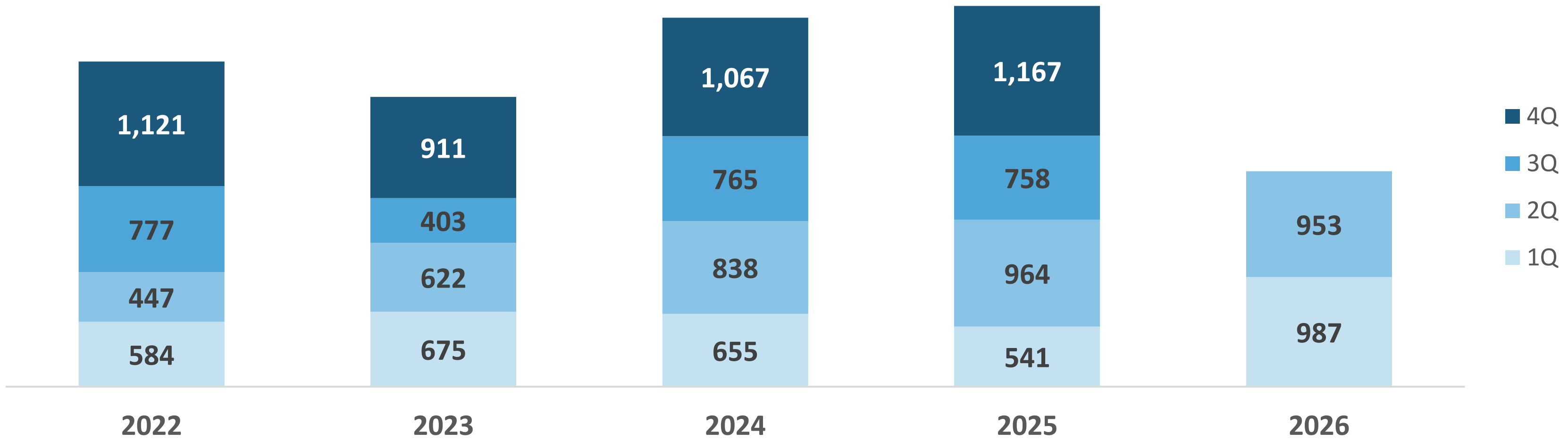
Quarterly Performance Trends

(Unit : Mil Yen)

Net Sales



Operating Profit

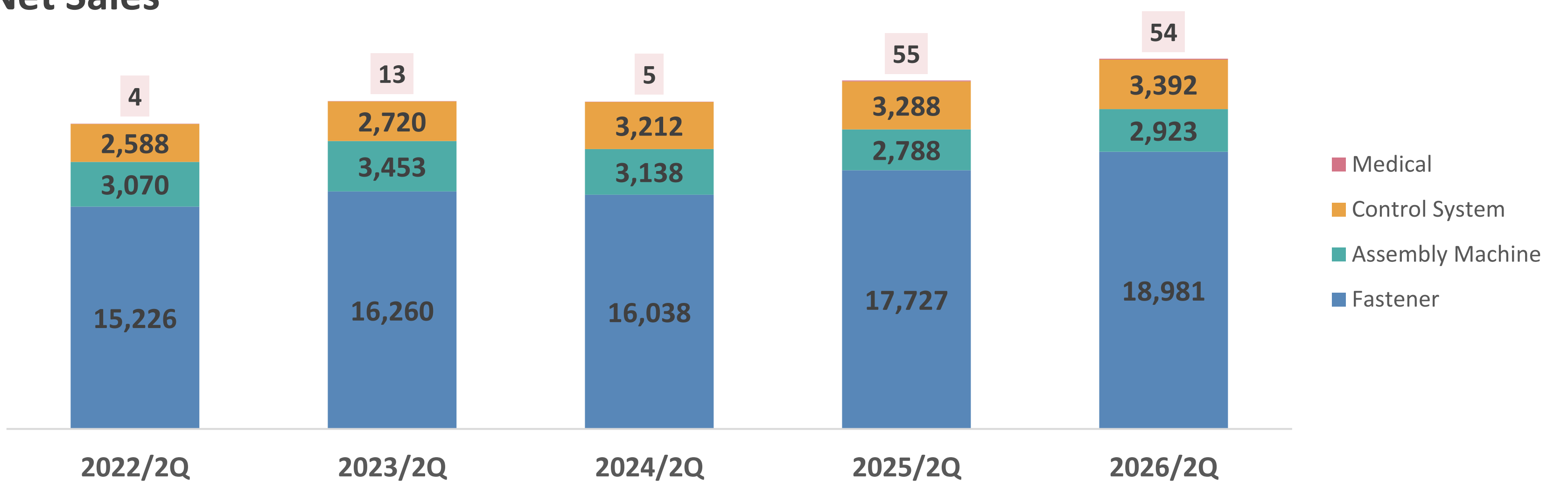


YoY Comparison of Segment Performance

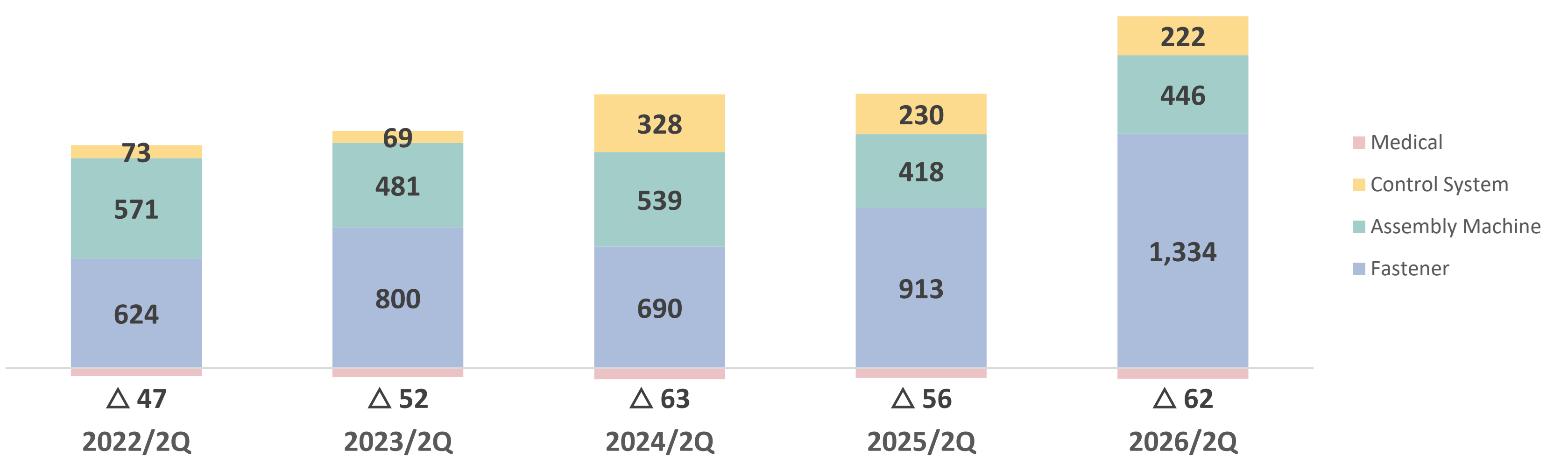
NITTOSEIKO

(Unit : Mil Yen)

Net Sales

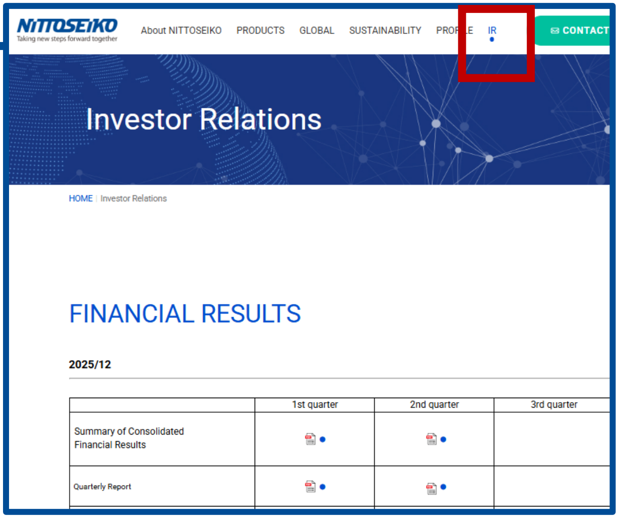


Operating Profit



Website IR Page

https://global.nittoseiko.com/ir.html



IR contact form

NITTOSEIKO CO., LTD.
ESG・IR Strategy Office
Tel: +81 773-42-3739
E-mail: ir@nittoseiko.com

Institutional investors : Contact point for IR interviews

Shared Research https://sharedresearch.jp/en/companies/5957

Forecasts of future performance contained in this document are based on information currently available to the Company and certain assumptions that the Company considers reasonable. Actual results may differ from these forecasts due to a variety of factors. Important factors that may affect actual results include, but are not limited to, economic conditions in Japan and overseas surrounding our business domain, demand trends for our products and services, exchange rates, and stock market trends. Factors that may affect our business performance are not limited to the above.

NITTOSEIKO
Taking new steps forward together