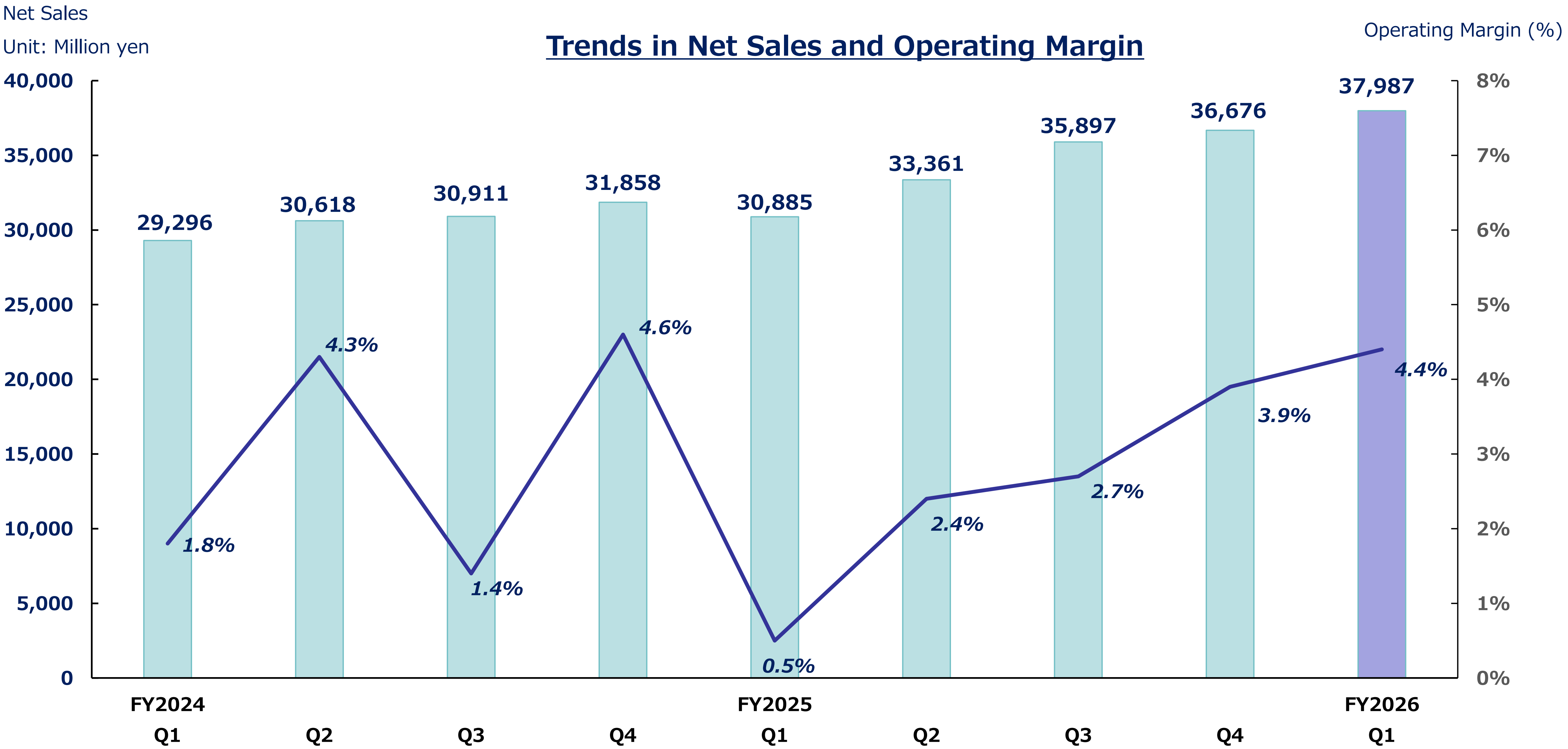
Financial Results Explanatory Material for Q1 FY2026 (Three months ended June 30, 2026)

August 2026

Nippon Chemi-Con Corporation

TSE Prime Market, Securities code:6997

Trend in Quarterly Earnings



Main Points of Q1 FY2026 Financial Results

Net Sales	Main Points
37,987 million yen YoY +23.0%	

Net Sales

37,987 million yen
YoY +23.0%

Operating Profit

1,673 million yen
YoY +1,521 million yen

Profit attributable to owners of parent

867 million yen

Main Points

◇ Net sales (market trends)

◆ICT and AI server market

Sales related to PC and gaming devices were impacted by the difficulty in obtaining memory and other semiconductors but sales of AI and general-purpose servers for data centers were favorable.

◆Automotive electronics market

Global automobile sales numbers were weak due to a slowdown in domestic demand in China but sales of xEV increased in European markets.

◆Industrial equipment market

Demand grew on semiconductor and data center-related investments. Demand also increased rapidly as the market moved past a long period of inventory adjustments.

◇ Operating profit

Despite the impact of soaring material prices, profit increased significantly on increased sales, particularly for AI servers and other high-added-value products, and improvements to our product mix.

Q1 FY2026: Consolidated Results (YoY)

Profit increased significantly despite soaring material prices and increased fixed costs associated with increased production thanks to higher sales, yen depreciation, and cost reduction measures

Unit: Million yen, %

	FY2025	FY2026	YoY	
	Q1	Q1	Change	% Change
Net Sales	30,885	37,987	+7,101	+23.0%
Operating profit	152	1,673	+1,521	-
Ratio to net sales	0.5%	4.4%	+3.9pt	-
Profit attributable to owners of parent	-175	867	+1,043	-
Ratio to net sales	-0.6%	2.3%	+2.9Pt	-
Capital investment	1,790	1,399	-391	-21.8%
Depreciation and amortization	1,636	1,644	+8	+0.5%
R&D expenses	987	1,072	+84	+8.5%
Avg. exchange rate: USD (yen)	144.59	159.49	10.3% yen depreciation	

Q1 FY2026: Net Sales by Product (YoY)

Net sales of aluminum electrolytic capacitors increased significantly, particularly on increased data center demand (including AI servers)

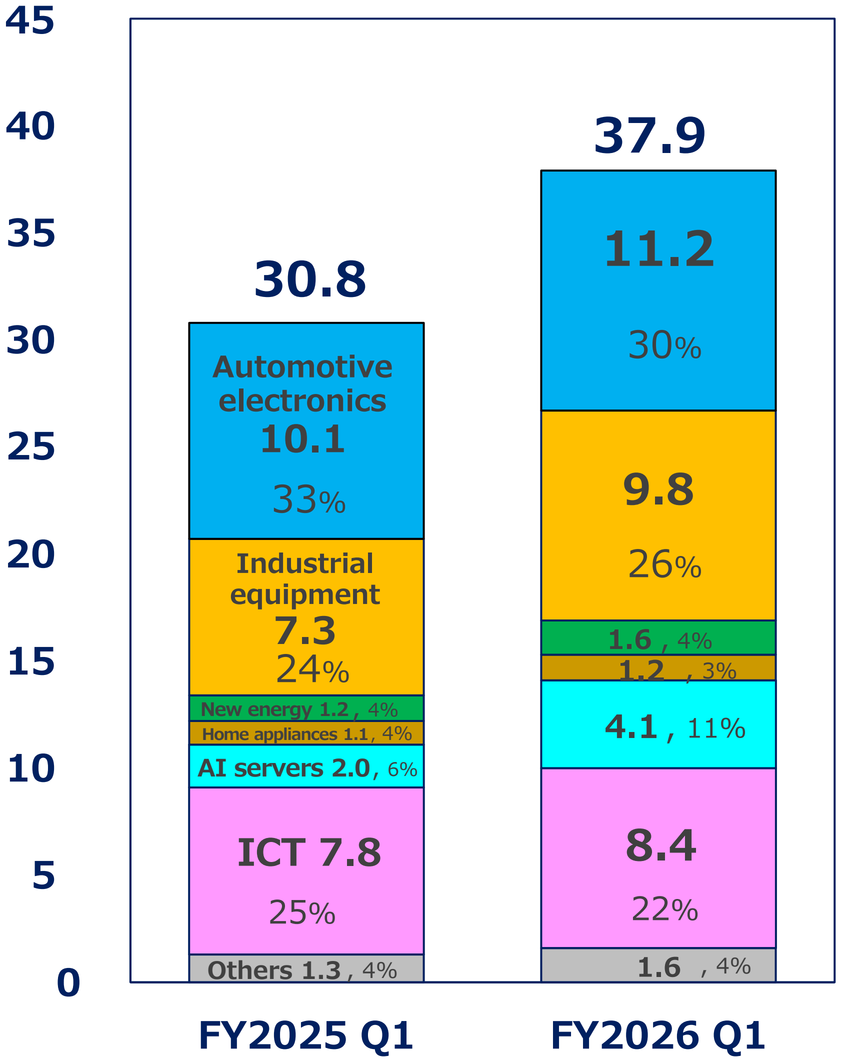
Unit: Million yen, %

	FY2025		FY2026		YoY	
	Q1		Q1			
	Amount	% of total	Amount	% of total	Change	% Change
Aluminum electrolytic	27,234	88.2%	33,558	88.4%	+6,323	+23.2%
Conductive polymer	5,112	16.6%	6,456	17.0%	+1,343	+26.3%
DLCAP™	838	2.7%	926	2.4%	+87	+10.5%
Ceramic capacitors/ Varistors	600	1.9%	622	1.6%	+22	+3.6%
Mechanical parts and other parts	583	1.9%	734	1.9%	+151	+26.0%
Capacitor materials	1,294	4.2%	1,618	4.3%	+324	+25.0%
Other	333	1.1%	526	1.4%	+193	+57.9%
Total	30,885	100.0%	37,987	100.0%	+7,101	+23.0%

Q1 FY2026 Net Sales Trends

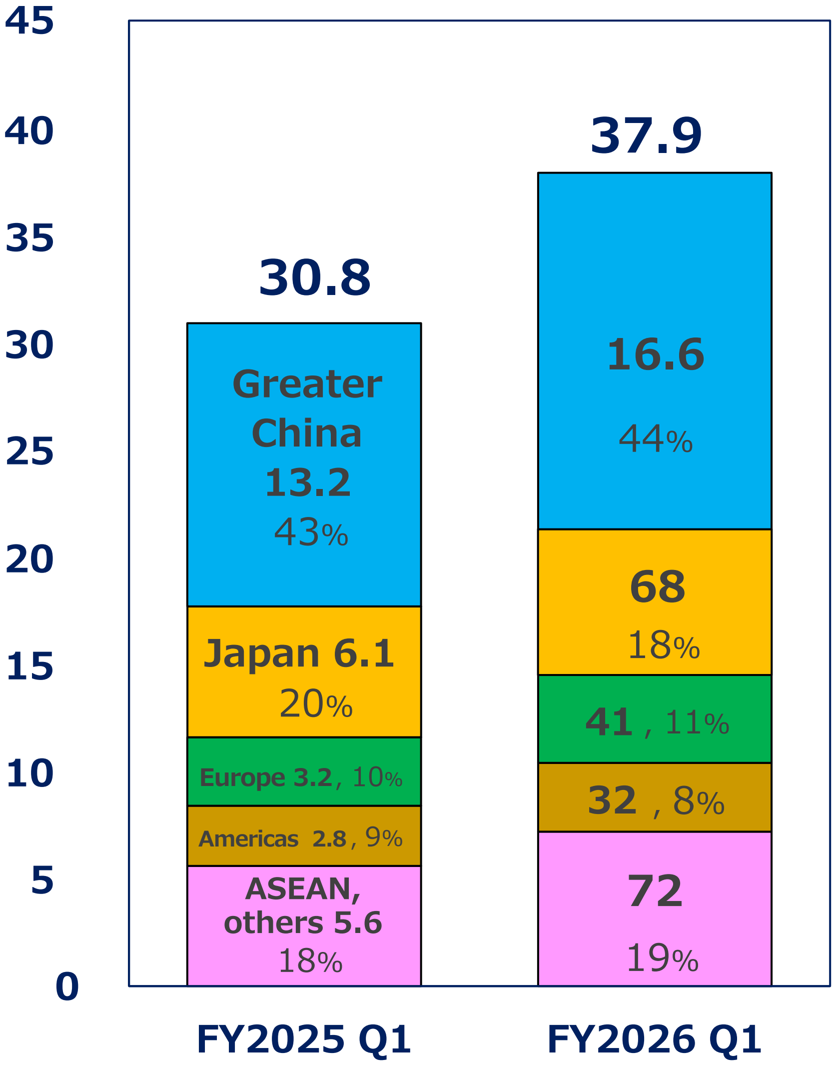
Net Sales by Market

Unit: billion yen

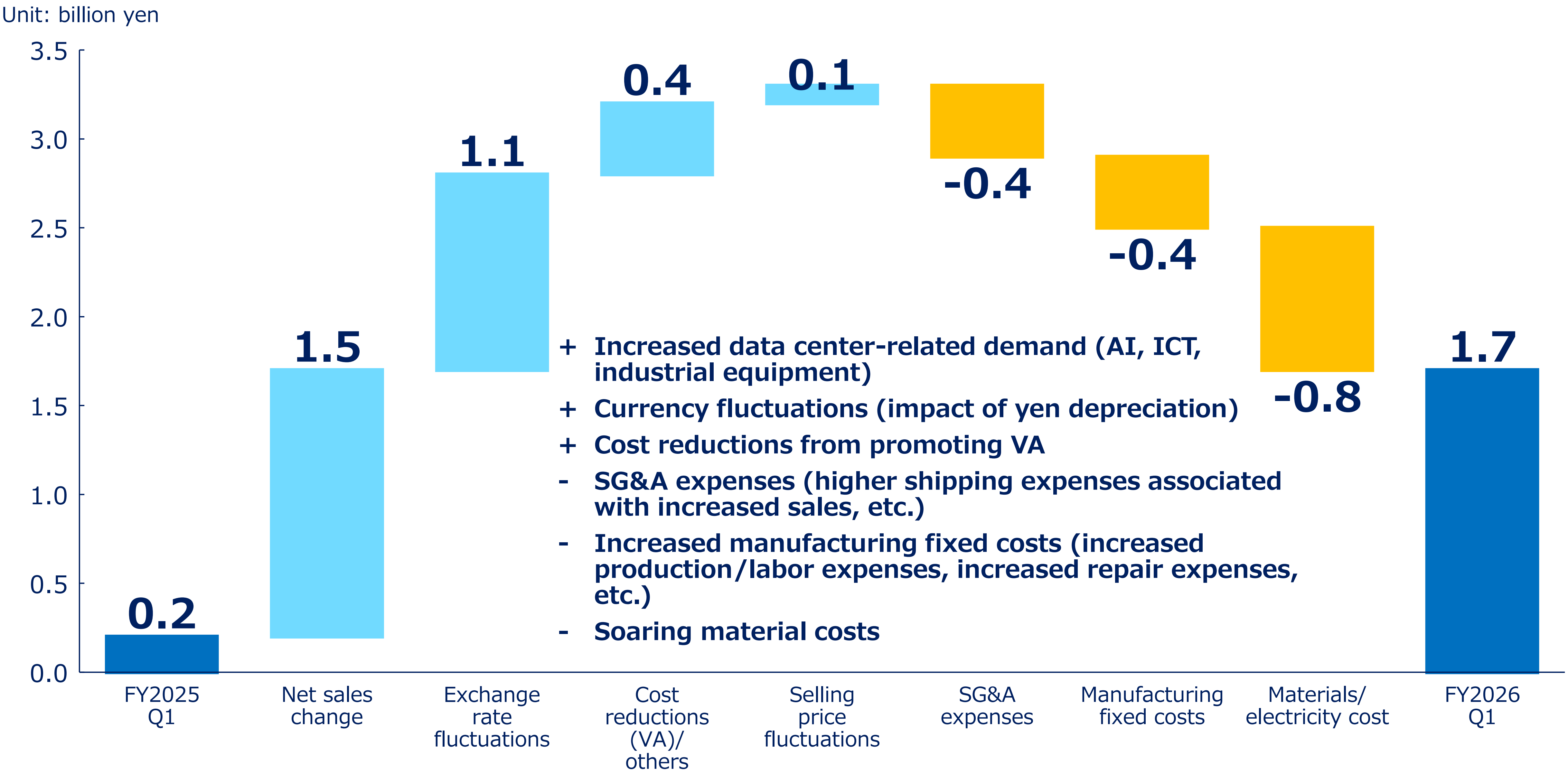


Net Sales by Region

Unit: billion yen



Q1 FY2026: Operating Profit (YoY)



- \+ Increased data center-related demand (AI, ICT, industrial equipment)
- \+ Currency fluctuations (impact of yen depreciation)
- \+ Cost reductions from promoting VA
- \- SG&A expenses (higher shipping expenses associated with increased sales, etc.)
- \- Increased manufacturing fixed costs (increased production/labor expenses, increased repair expenses, etc.)
- \- Soaring material costs

FY2026 Full-Year Consolidated Earnings Forecast

Forecasting increased net sales and profit on higher sales to AI, ICT, and industrial equipment markets driven by data center-related investments

Unit: Million yen	FY2025	FY2026				
	Full-year Results	1H Plan	2H Plan	Full-Year Plan	Change	% Change
Net Sales	136,821	77,000	83,000	160,000	+23,179	+16.9%
Operating profit	3,369	3,000	5,000	8,000	+4,631	+137.4%
Operating margin	2.5%	3.9%	6.0%	5.0%	+2.5pt	-
Profit attributable to owners of parent	2,367	1,500	2,500	4,000	+1,633	+68.9%
ROE	4.0%	2.5%	-	6.6%	+2.6pt	-
Capital investment	5,911	2,800	2,900	5,700	-211	-3.5%
Depreciation and amortization	6,842	3,300	3,300	6,600	-242	-3.5%
R&D expenses	3,892	1,950	2,050	4,000	+108	+2.7%
Exchange rate: USD (yen)	150.77	153.00	153.00	153.00	1.5% yen depreciation	

*There is no change in our full-year forecast.

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