

# Consolidated Financial Results for the Three Months Ended June 30, 2025 Briefing Materials

July 25, 2025

(Translation)

Notice : This document is a translation of the original Japanese document and is only for reference purposes.

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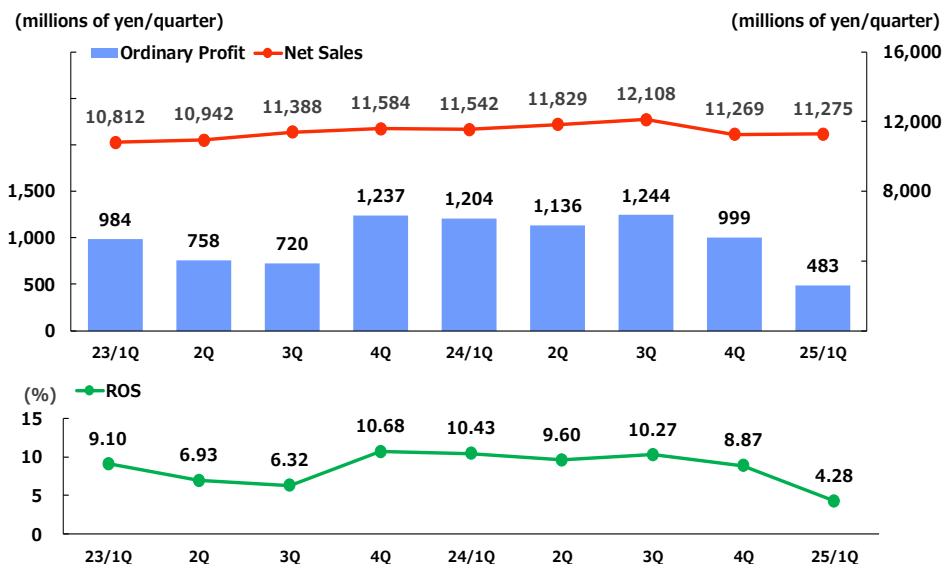
# Changes in Net Sales & Ordinary Profit(FY2025 1st Quarter Results)

	Millions of yen/quarter	24/1Q	25/1Q	Increase/Decrease
Net Sales		11,542	11,275	▲267
Region	Japan	10,385	10,209	▲176
	Thailand	882	848	▲34
	China and South Korea	275	217	▲58
Operating profit		1,166	464	▲701
Region※	Japan	1,093	404	▲689
	Thailand	46	30	▲16
	China and South Korea	49	36	▲13
Ordinary Profit		1,204	483	▲721
Profit attributable to owners of parent		827	315	▲511

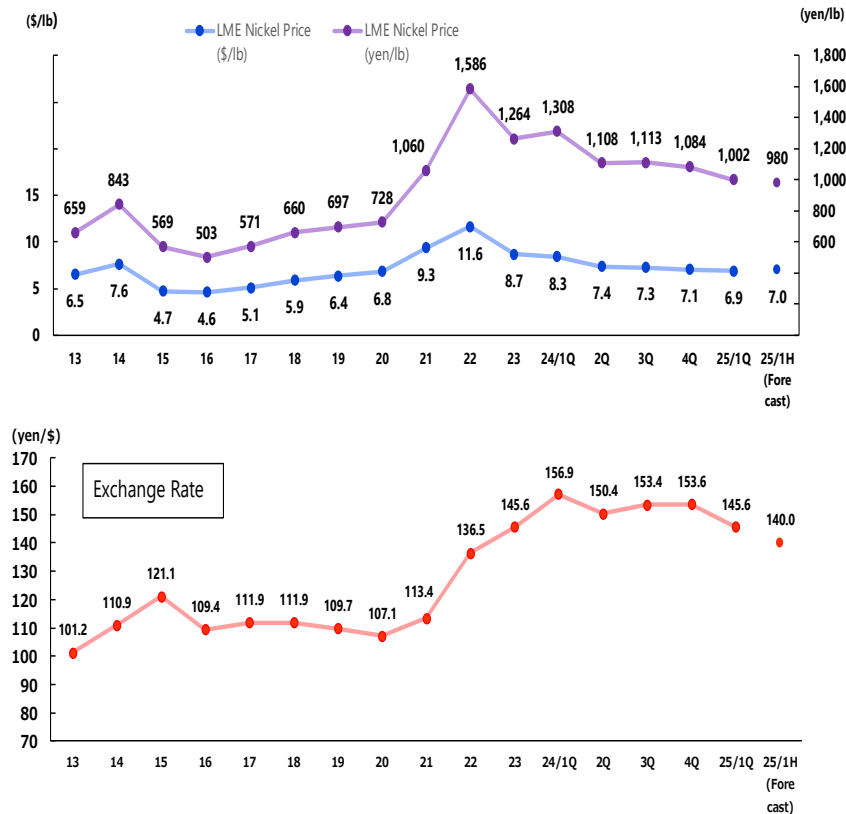
※Number before adjustment, e.g., before elimination of inter-segment transactions

## Summary (Year-on-year comparison)

★ Despite increase in stainless steel wire sales volume and solid performance by the metal fiber division, sales and profit fell due to a steep super fine wire demand decline for photovoltaic panels.



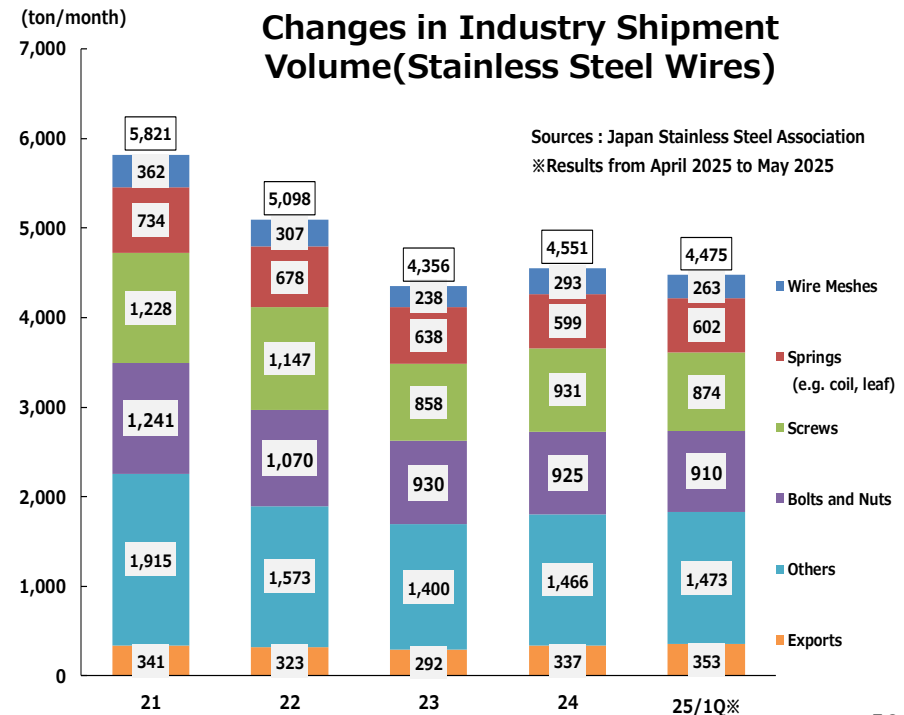
## Changes in LME Nickel Price and Exchange Rate



## Summary

- ★ LME nickel prices have shown gradual decline.
- ★ Whole industry shipment total, at its lowest in fiscal 2023, have not yet fully recovered.

## Changes in Industry Shipment Volume(Stainless Steel Wires)

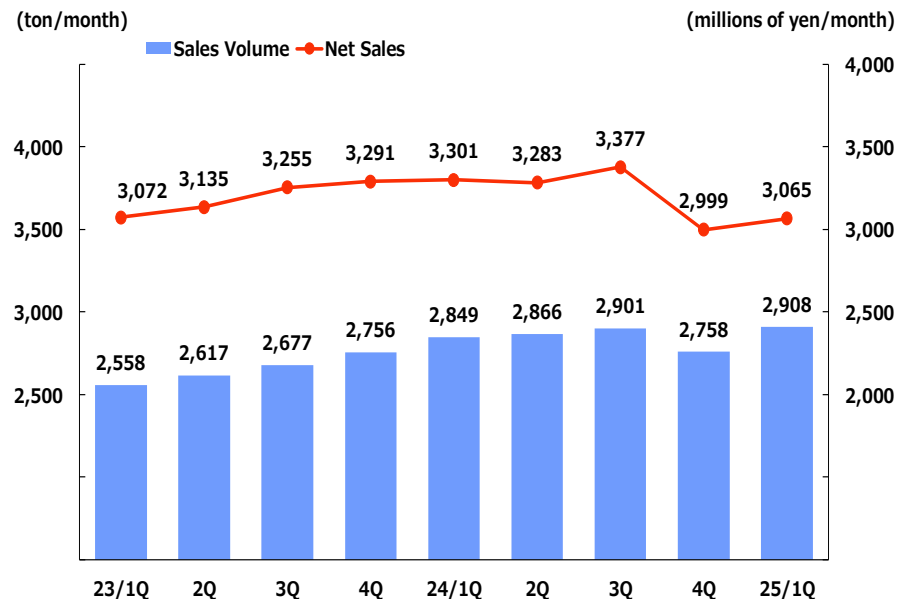


## Changes in Sales of Stainless Steel Wires (FY2025 1st Quarter Results)

	24/1Q	25/1Q	Increase/ Decrease	
Sales Volume (ton/month)	2,849	2,908	59	
Net Sales (millions of yen/month)	3,301	3,065	▲236	
Region	Japan	2,987	2,761	▲226
	Thailand	294	283	▲12
	China and South Korea	20	21	1

### Summary(Year-on-year comparison)

- ★ Significant drop in super fine wire sales due to photovoltaic inventory adjustment in China.
- ★ US tariff effect is more or less limited.



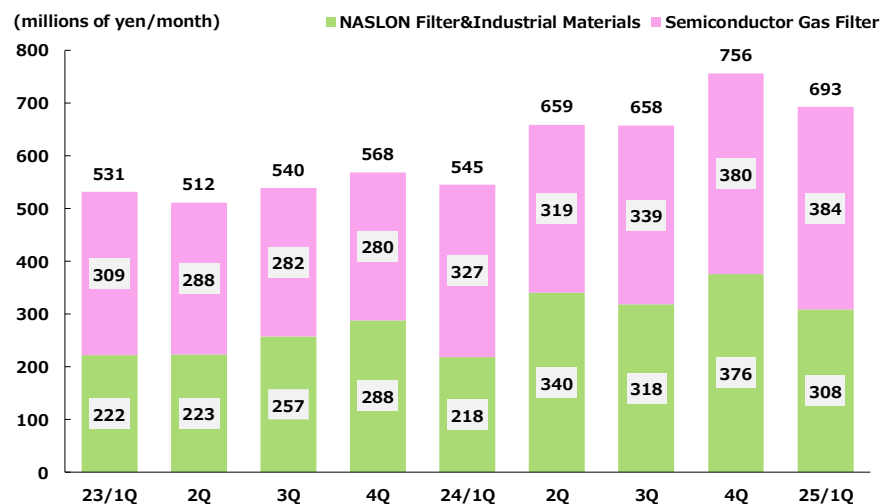
# Changes in Sales of Metal Fibers(NASLON®) & Filters (FY2025 1st Quarter Results)

Net Sales (millions of yen/month)	24/1Q	25/1Q	Increase/ Decrease	
NASLON® Filter & Industrial Materials	218	308	90	
Semiconductor Gas Filter	327	384	57	
Total	545	693	148	
Region	Japan	474	641	167
	Thailand	-	-	-
	China and South Korea	71	52	▲19

## Summary(Year-on-year comparison)

★ The usage of NASLON® Filters has significantly increased for use in overseas carbon fiber precursor production.

★ Recovery trend for Semiconductor Gas Filter, with temporary demand for avoiding US tariffs contributing to an increase.



# Changes in Sales of High Function and Unique Products (FY2025 1st Quarter Results)

	24	25/1Q	Increase/ Decrease
High Function and Unique Products (millions of yen/month)	2,587	2,455	▲132
General-purpose (millions of yen/month)	1,308	1,303	▲5
High Function and Unique Products Ratio (%)	66.4	65.3	▲1.1

## Summary(Period-on-period comparison)

★ For stainless steel wires, effect of super fine wire drop-off is huge even though there were increase in certain applications such as spring wires.

★ Strong performance by NASLON® Filter and Semiconductor Gas Filter division.

## An example of High Function and Unique Products

### ★ Stainless Steel Wires

#### • Spring wires

Order made products that meet high strength, high heat resistance, and ultra-nonmagnetic performance requirement.

Used in medical and precision electronic equipments and materials that support next-generation hydrogen society.

#### • Super Fine Wires

Super fine wire stands for wires diameter below 100 μm.

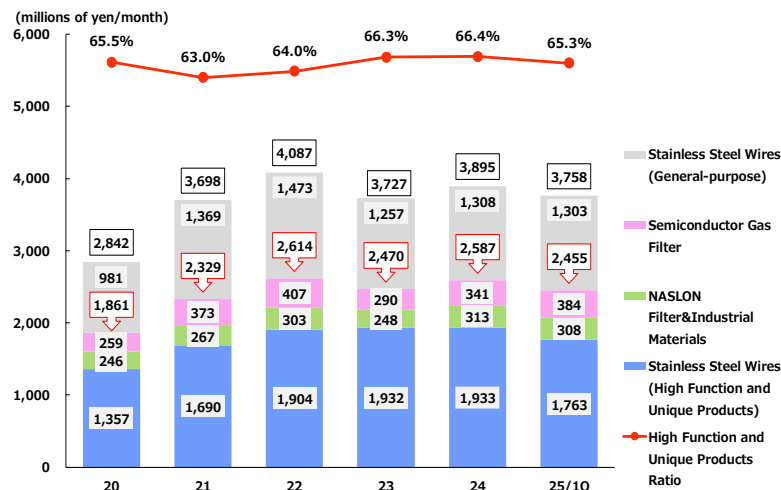
Essential for photovoltaic and electronic components manufacturing processes that requires high precision and fine technologies.

### ★ NASLON® Filters

The NASLON® Filter is a high-performance metal filter manufactured using proprietary NASLON® stainless steel fiber. It exhibits excellent mechanical strength and exceptional resistance to heat and corrosion. This filter is widely utilized in critical filtration processes for the production of high-quality films, resins, carbon fiber precursors, and other advanced materials.

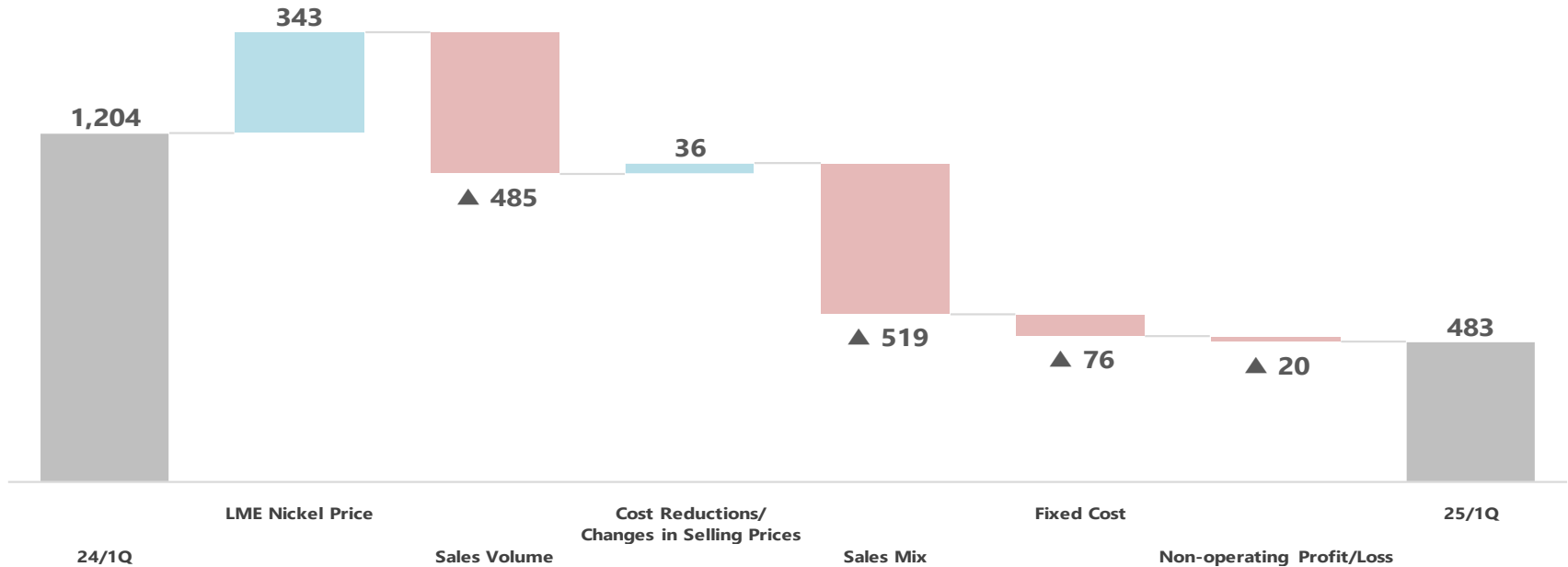
### ★ Semiconductor Gas Filter

A metal membrane filter made based on NASLON®. It is used for gas filtration during the production of semiconductors, flat panel displays, etc., and is incorporated into semiconductor manufacturing equipment and other such equipment.



## Changes in Ordinary Profit (y/y)

(millions of yen/quarter)



## Summary

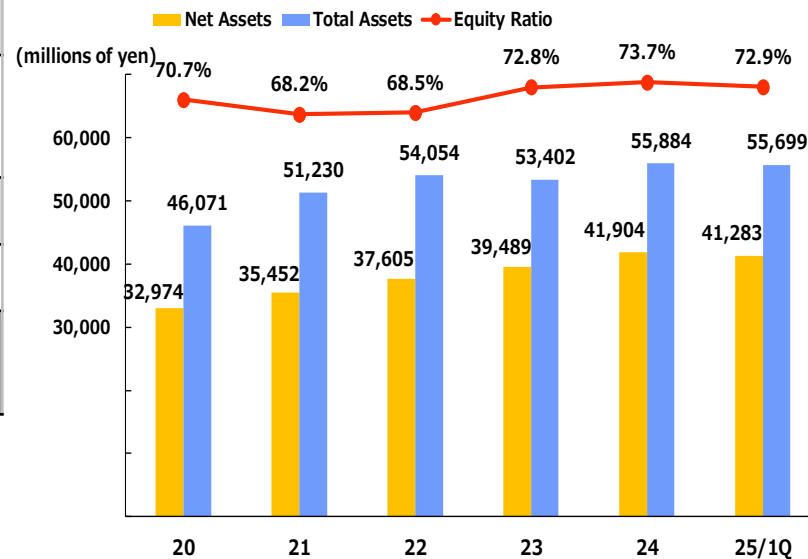
- ★Sales Volume : Stainless steel wire sales quantity have increased but downtime cost that stems from decline in super fine wire sales to go along have increased.
- ★Sales Mix : Huge drop in super fine wire profit.  
Solid performance by metal fiber division.
- ★Fixed Cost : Increase in labor cost(Base salaries and wages raise).
- ★Non-operating profit and loss : Foreign exchange rate profit has been minimized.

## Consolidated Financial Position

millions of yen	As of March 31, 2025	As of June 30, 2025	Increase/ Decrease
<b>Current assets</b>	<b>38,121</b>	<b>37,238</b>	<b>▲883</b>
Cash and deposits	17,065	16,628	▲437
Accounts receivable	9,769	9,178	▲590
Inventory assets	10,947	11,136	189
<b>Non-Current assets</b>	<b>17,763</b>	<b>18,461</b>	<b>697</b>
Property, plant and equipment	15,745	16,547	801
<b>Total Assets</b>	<b>55,884</b>	<b>55,699</b>	<b>▲185</b>
<b>Liabilities</b>	<b>13,980</b>	<b>14,415</b>	<b>435</b>
Purchase receivables	6,479	7,108	628
Retirement benefit liability	4,212	4,260	47
<b>Net assets</b>	<b>41,904</b>	<b>41,283</b>	<b>▲621</b>
Shareholders' equity	39,393	38,851	▲542
<b>Total liabilities and net assets</b>	<b>55,884</b>	<b>55,699</b>	<b>▲185</b>

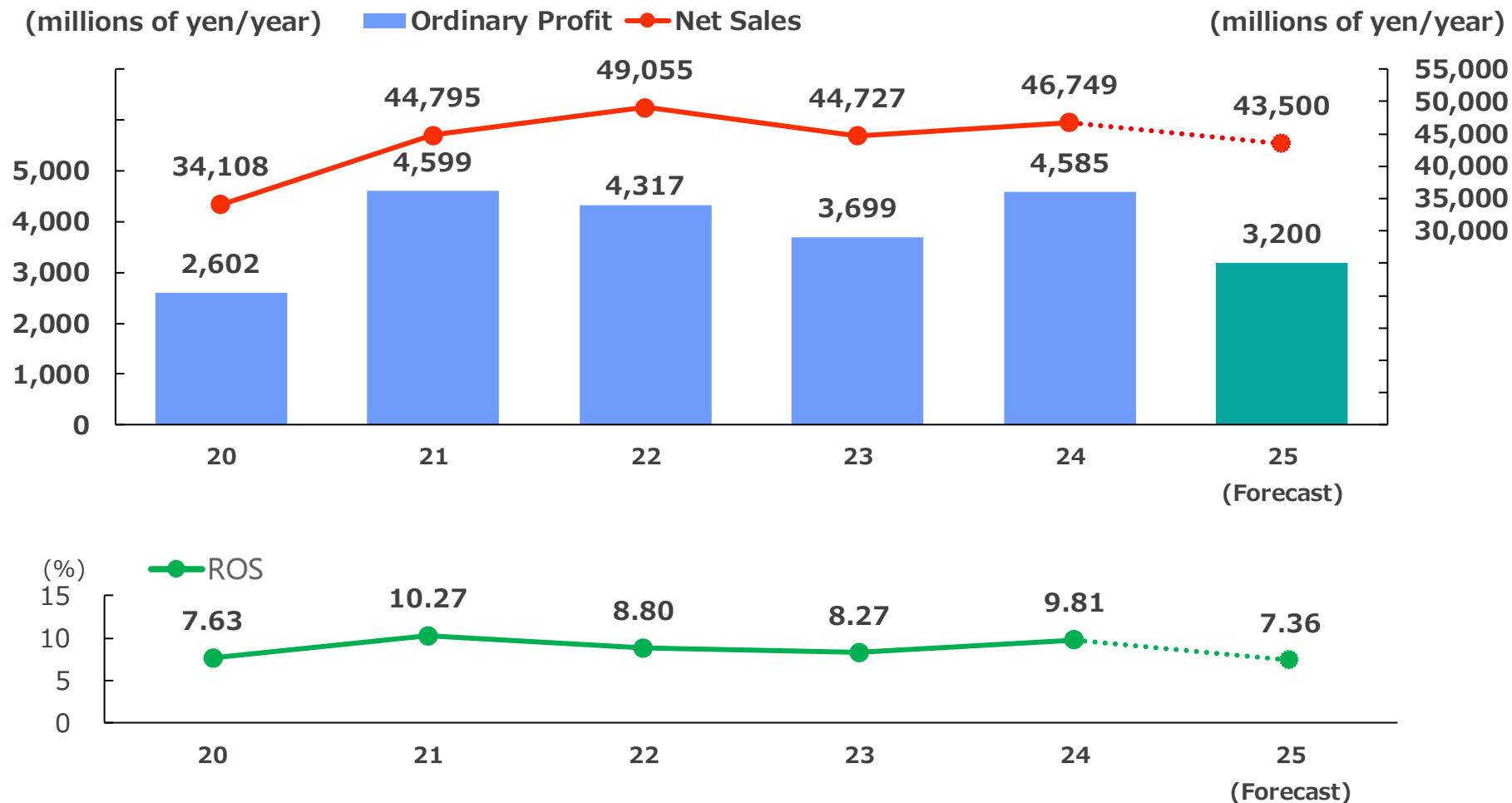
### Summary(Period-end comparison)

★ In the midst of on-going infrastructure development and capital investment for super fine wires as well as super fine spring wires.





## Changes in Net Sales & Ordinary Profit(Forecast for FY2025)



	FY2024		FY2025(Forecast)	
	Interim	Year-end	Interim	Year-end
<b>Ordinary Profit (millions of yen)</b>	<b>2,341</b>	<b>4,585</b>	<b>1,100</b>	<b>3,200</b>
<b>Profit attributable to owners of parent (millions of yen)</b>	<b>1,609</b>	<b>3,250</b>	<b>800</b>	<b>2,300</b>
<b>Dividend Per Share (yen/share)</b>	<b>28</b>	<b>56</b>	<b>16</b>	<b>42</b>
<b>Payout Ratio(%)</b>	<b>53.4%</b>	<b>52.8%</b>	<b>61.3%</b>	<b>56.0%</b>

We will use a consolidated dividend payout ratio of around 50% as a guide according to the mid-term management policy for FY2026.



(Notice)

Figures such as the business forecasts described in this document are based on specific assumptions which are predictable under the present state.

However, changes in circumstances could lead to different business outcomes, so blind reliance on this data as decision criterion is not recommended.

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