FY2026 Q1
(2026/4-2026/6)

Financial Results Briefing

August 6, 2026

TEKSCEND PHOTOMASK

FY2026 Q1 Financial Results

Financial Highlights and Analysis - Overview

Revenue	• **Strong demand in semiconductor market for AI and data center-related products along with the ongoing progress in miniaturization** • **Merchant Photomask Market Growth:** - Outsourcing of advanced-node photomasks continues as captive manufacturers concentrating on leading-edge technologies - Supported by semiconductor market demand, the performance of foundry related business is solid mainly in advanced products compared with last year
Revenue Growth	• FY2026 Q1 Revenue increased by 14.8% YoY in JPY • (As reference: FY2026 Q1 Revenue increased by 2.7% in US dollars)
Operating Profit Margin	• Operating profit margin for FY2026 Q1 was 21.3% (increased by 1.8 pt YoY)
EBITDA Margin※	• EBITDA margin* for FY2026 Q1 was 35.4% (increased by 1.6 pt YoY)
CAPEX	• We are allocating our CAPEX to advanced nodes to drive growth - Establishing a new manufacturing fab in Singapore - Expanding advanced-node production lines in the U.S. and Korea

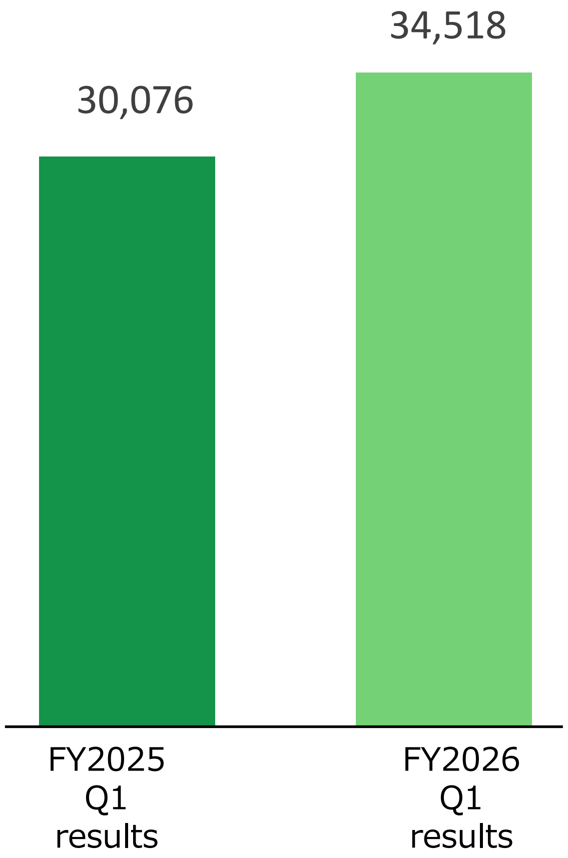
* EBITDA = Profit Attributable to Owners of the Company + Income tax expenses –Finance income + Finance costs + Depreciation and amortization, EBITDA Margin = EBITDA / Revenue.

FY2026 Q1 Cumulative Performance Summary

- FY2026 Q1 Revenue increased by 14.8% YoY.
- Improved profitability driven by a higher proportion of advanced-node products, resulting in year-on-year earnings growth and margin expansion.

Revenue

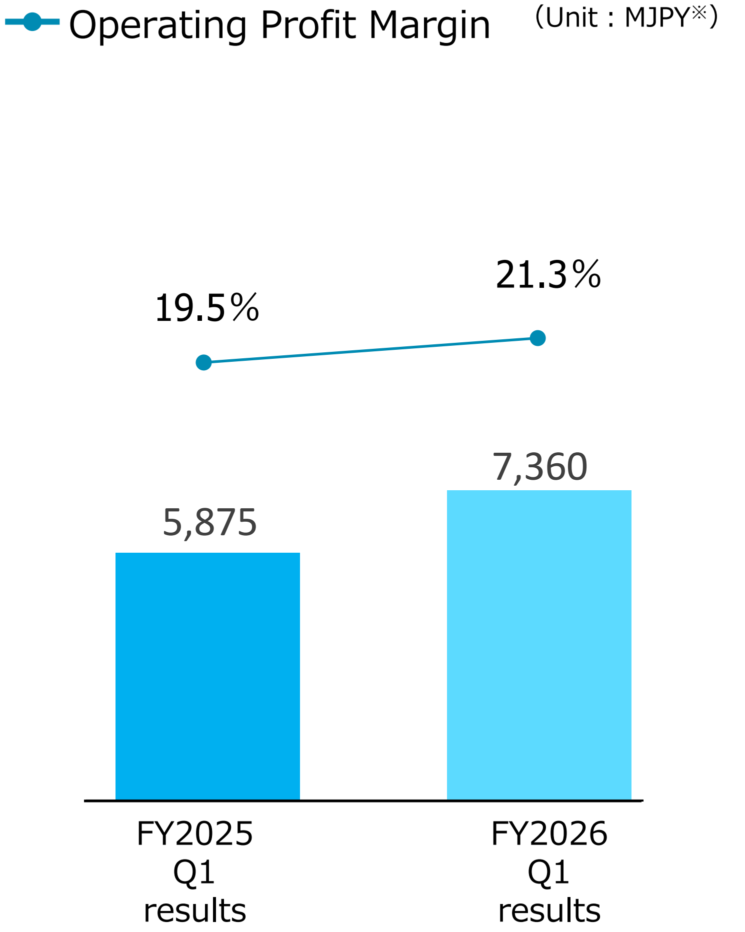
(Unit : MJPY※)



Growth rate : 14.8%

Operating Profit

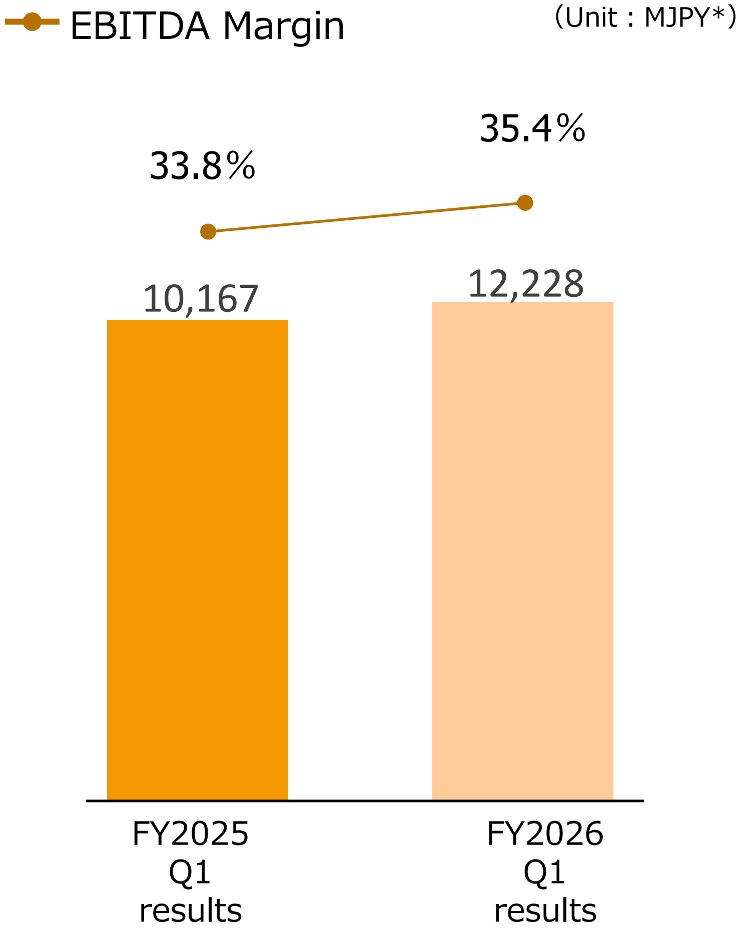
(Unit : MJPY※)



Growth rate : 25.3%

Adjusted EBITDA

(Unit : MJPY*)



Growth rate : 20.3%

* Yen amounts are rounded down to millions, unless otherwise noted.

Consolidated Financial Results – P/L for FY2026 Q1

Revenue: Increased YoY and QoQ, as growth from other customers and favorable FX effects more than offset slower-than-expected sales from a major customer.

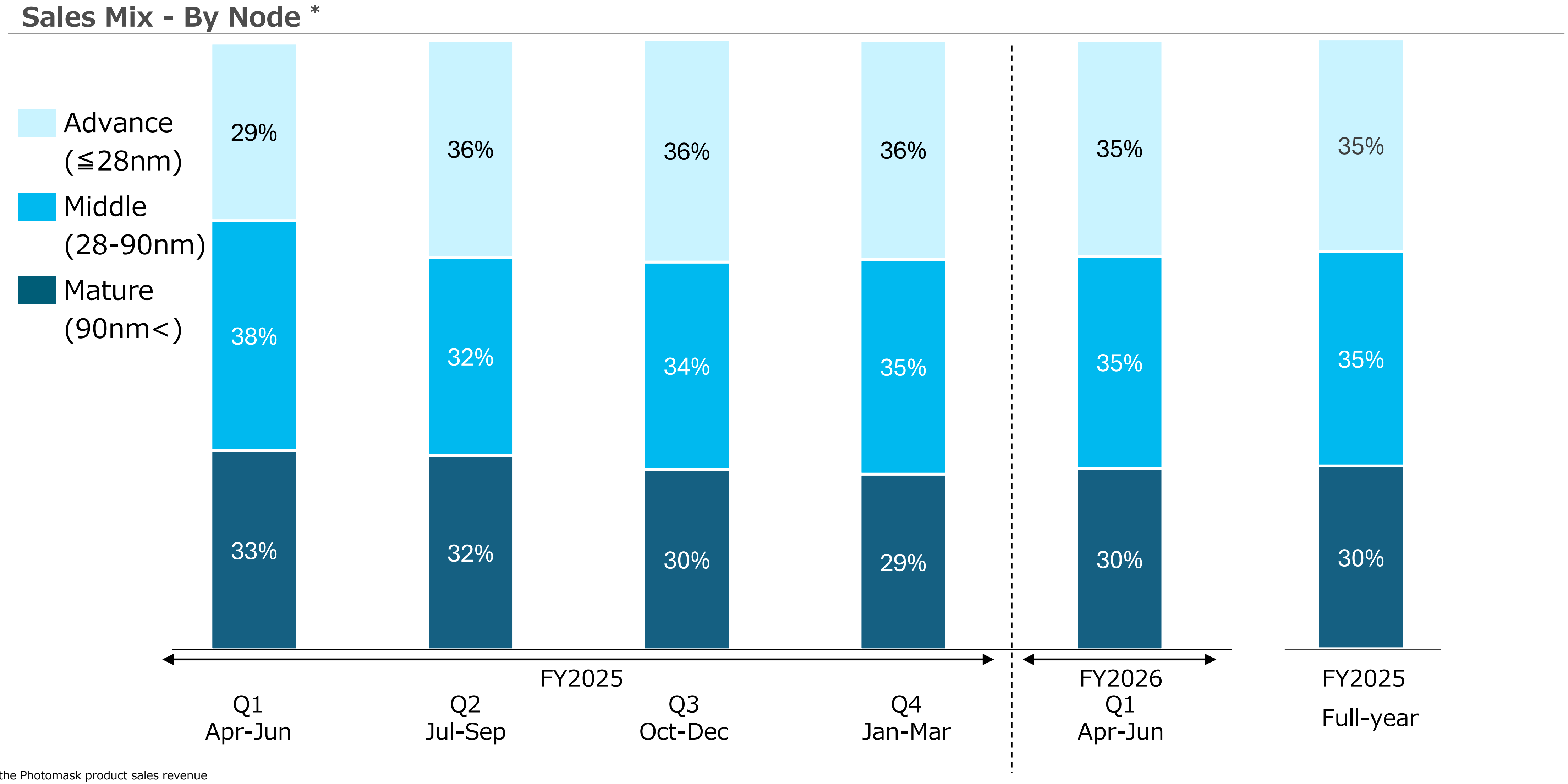
Operating Profit: Increased YoY as higher revenue offset increased fixed costs associated with newly installed equipment for advanced-node production. However, operating profit declined QoQ as revenue growth was insufficient to fully absorb the increase in fixed costs.

Profit Attributable to Owners of the Company: Decreased YoY and QoQ due to higher tax expenses related to dividend payments.

	FY2025		FY2026	Percentage Change	
(MJPY)	Q1	Q4	Q1	YoY FY2026 Q1 vs FY2025 Q1	QoQ FY2026 Q1 vs FY2025 Q4
Revenue	**30,076**	**33,341**	**34,518**	14.8%	3.5%
Gross Profit Margin	*32.6%*	*34.8%*	*33.2%*	0.6pt	-1.6pt
Operating Profit	**5,875**	**7,605**	**7,360**	25.3%	-3.2%
Operating Profit Margin	*19.5%*	*22.8%*	*21.3%*	1.8pt	-1.5pt
Profit for the period	5,475	5,944	5,300	-3.2%	-10.8%
Profit Attributable to Owners of the Company	**5,475**	**5,944**	**5,300**	-3.2%	-10.8%
Exchange Rate (USD/JPY)	143.75	156.51	160.72		
As reference					
EBITDA (MJPY)	10,167	12,007	12,228	20.3%	1.8%
EBITDA Margin	***33.8%***	***36.0%***	***35.4%***	***1.6pt***	***-0.6pt***
Revenue (KUSD)	209,224	213,037	214,771	2.7%	0.8%
Operating Profit (KUSD)	40,875	48,756	45,795	12.0%	-6.1%

Sales Mix - By Node

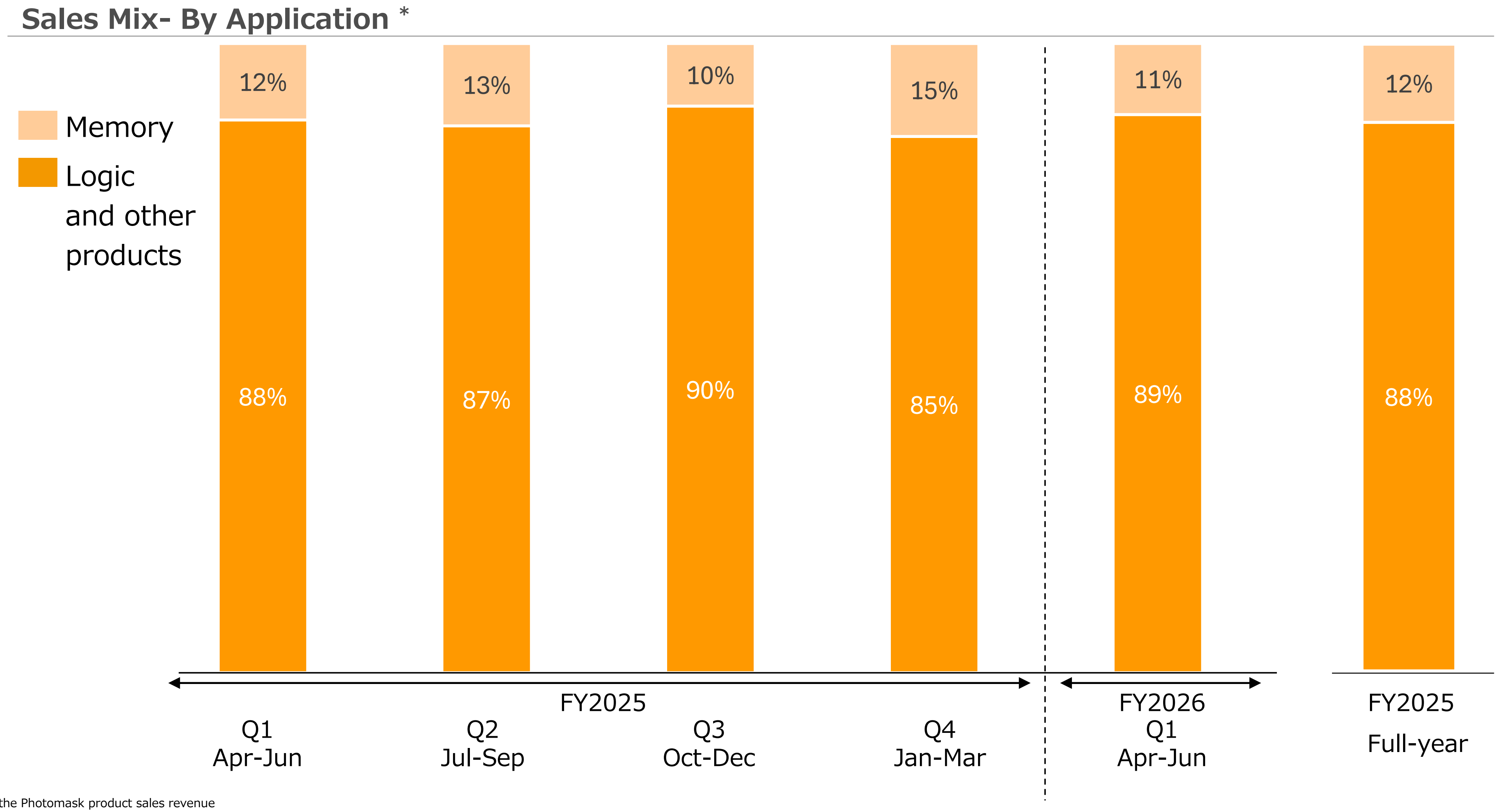
- Demand for advanced logic applications remained robust, with advanced-node products (≤28nm) consistently representing over 35% of total revenue.



* Based on the Photomask product sales revenue

Sales Mix - By Application

- In the previous quarter, the memory mix increased due to AI-driven demand and temporary customer orders.
- In the current quarter, stronger advanced logic sales normalized the sales mix, while memory demand remained solid.

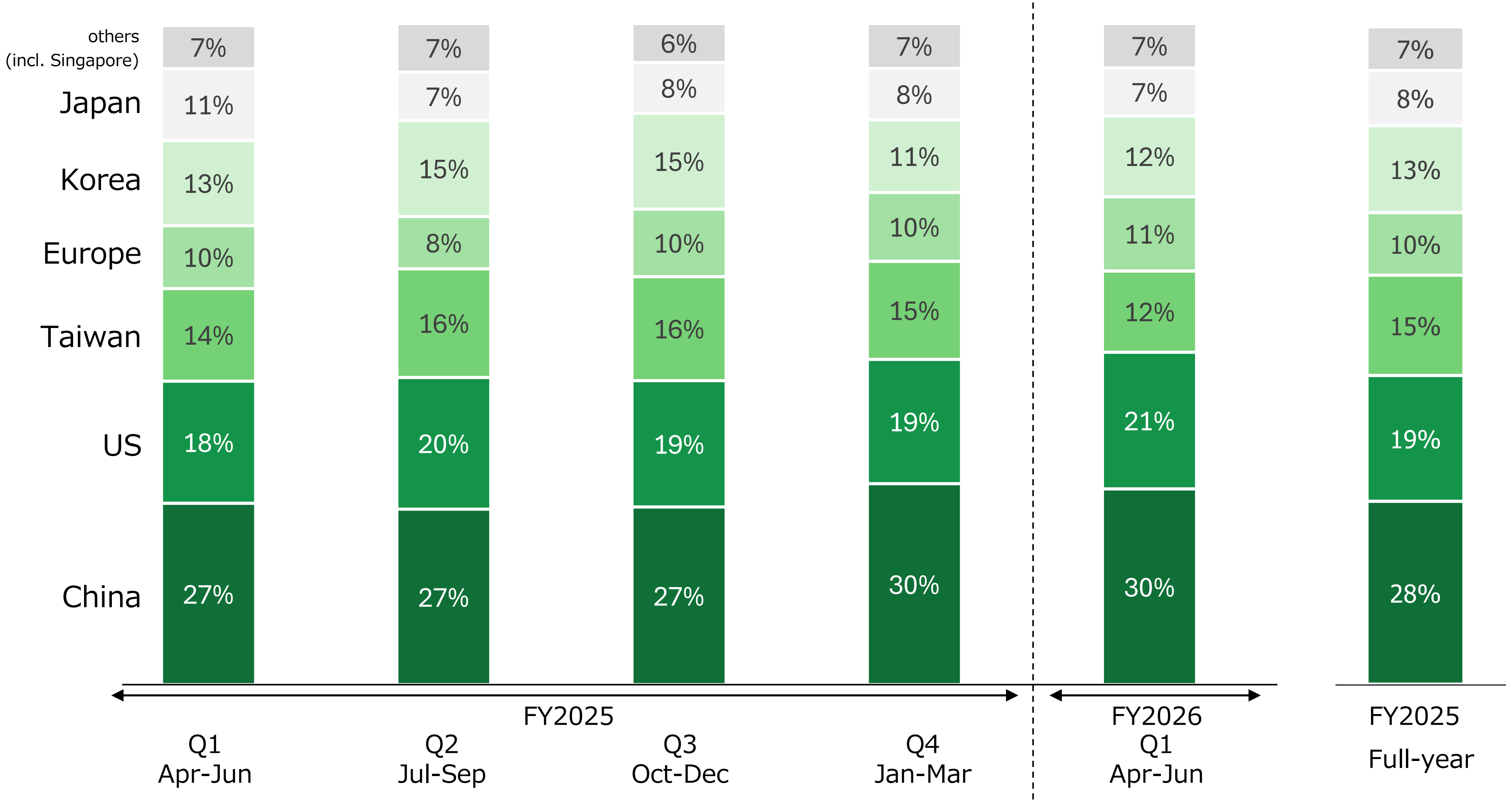


* Based on the Photomask product sales revenue

Sales Mix - By Region

- Reflecting the expansion of advanced logic demand, the share of sales generated in the U.S., Korea and Europe increased QoQ.

Sales Mix – By Region *



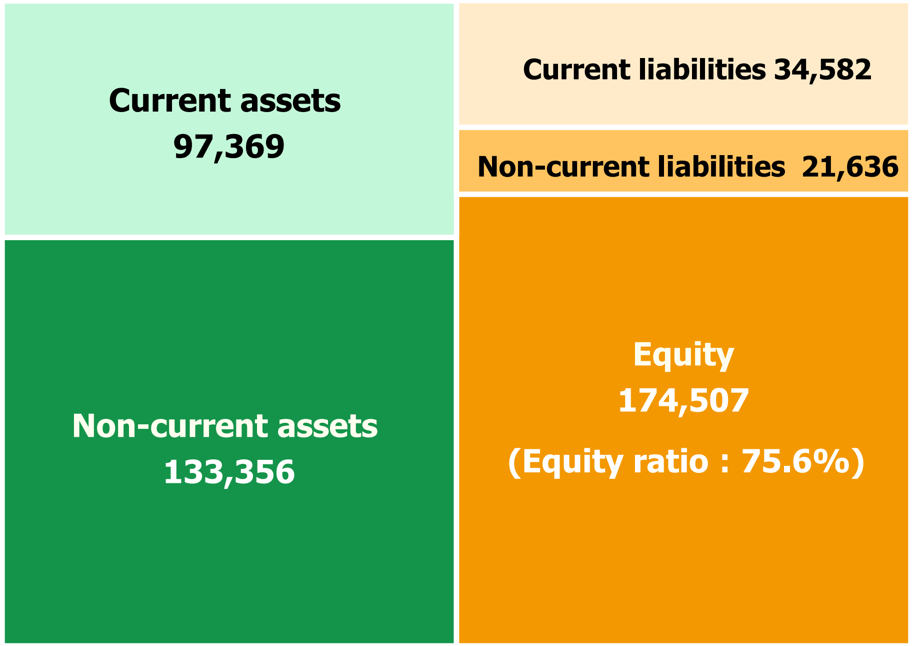
* Based on US Dollars

Consolidated Financial Results - B/S for FY2026 Q1

- Total assets decreased by 768 MJPY, primarily due to decreases in cash and cash equivalents and trade and other receivables.
- Total liabilities decreased by 3,755 MJPY, mainly reflecting decreases in trade and other payables and income tax payables.
- Total equity increased by 2,986 MJPY, while the equity ratio remained stable in the 70% range.

Balance Sheet（as of the End of March 2026）

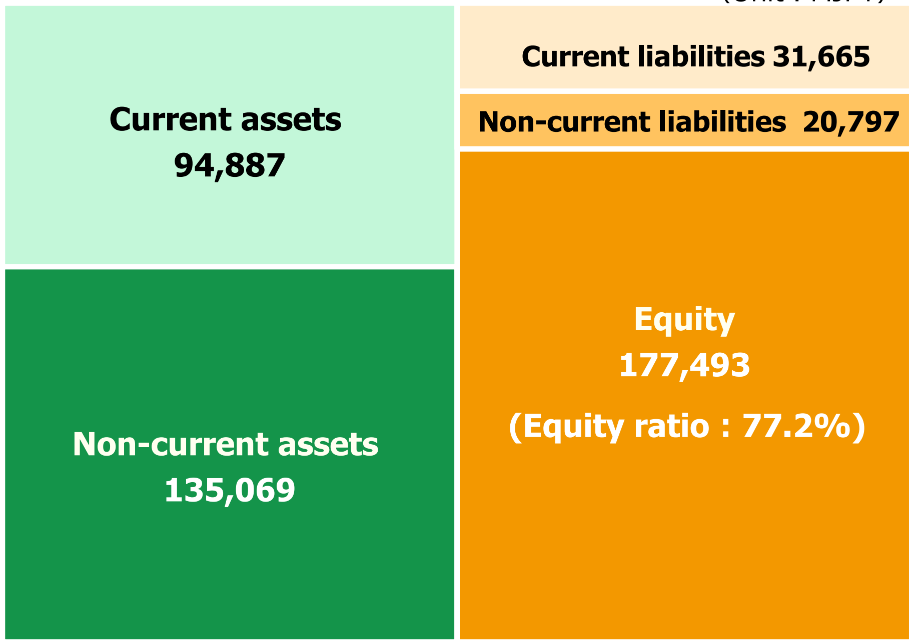
(Unit : MJPY)



Total assets 230,725

Balance Sheet（as of the End of June 2026）

(Unit : MJPY)

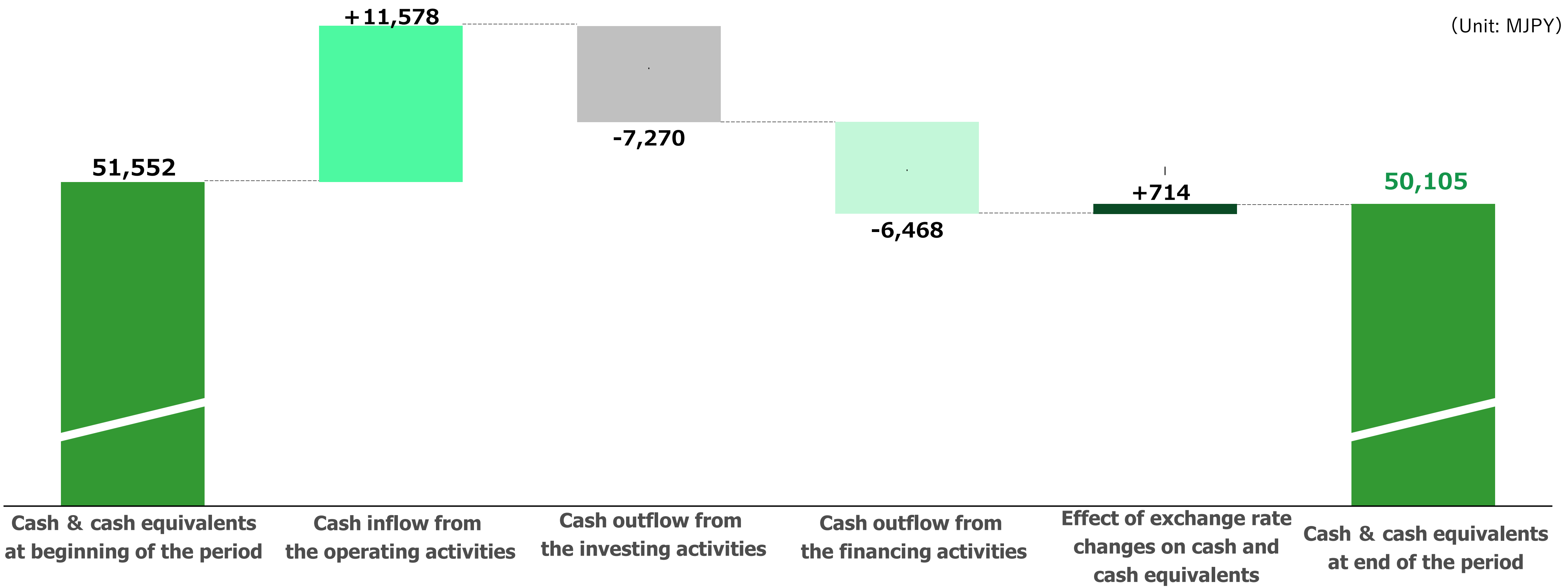


Total assets 229,957

Consolidated Financial Results - C/F for FY2026 Q1

- Cash inflow from the operating activities was 11,578 MJPY, mainly due to profit before tax of 8,127 MJPY and depreciation and amortization of 4,725 MJPY.
- Cash outflow from the investing activities was -7,270 MJPY, mainly due to payments for purchase of property, plant and equipment of 7,455 MJPY.
- Cash outflow from the financing activities was -6,468 MJPY, mainly due to dividend payments related to the year-end dividend for FY2025 of 5,510 MJPY.

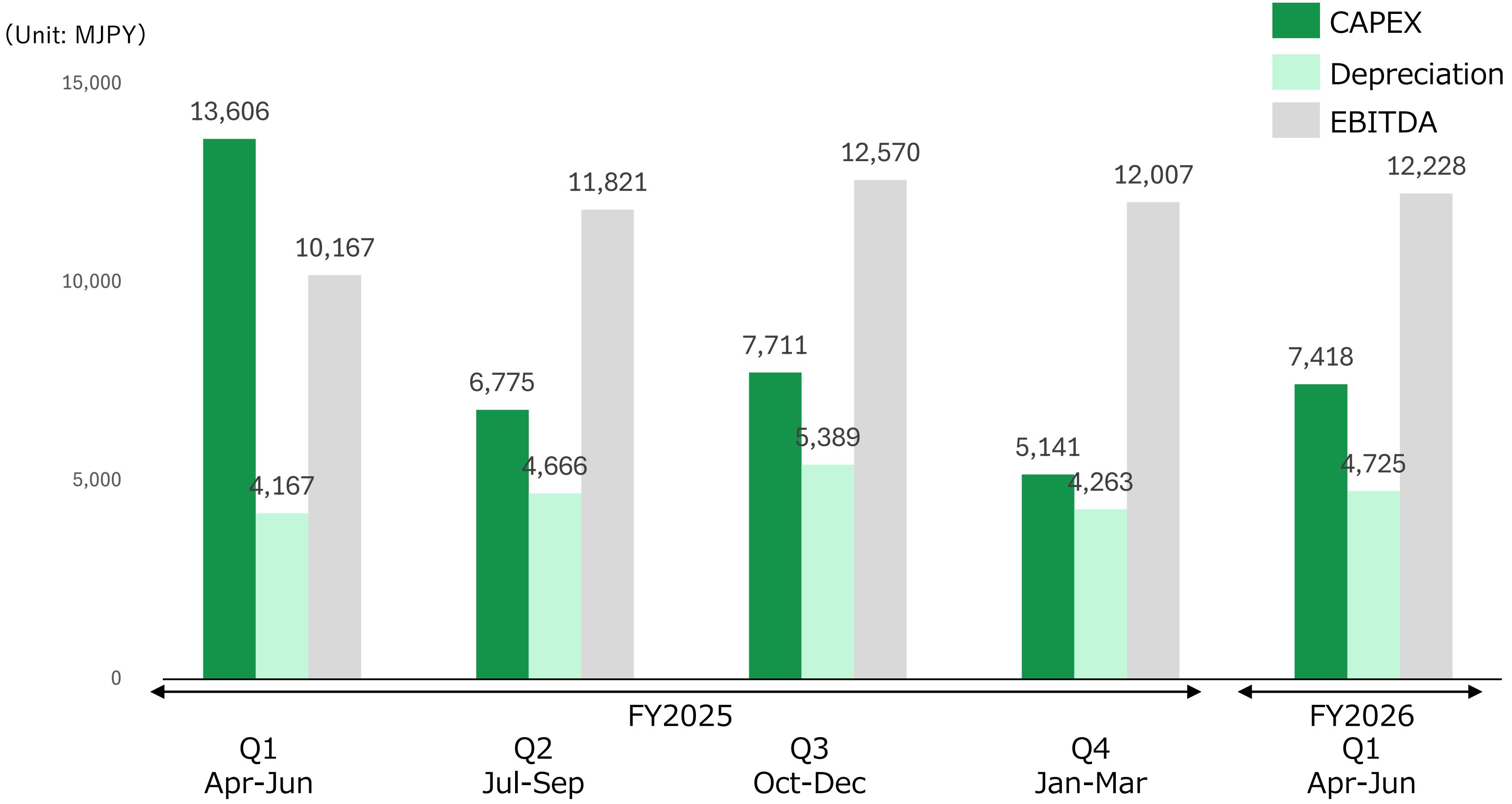
FY2026 Q1 Cash Flow

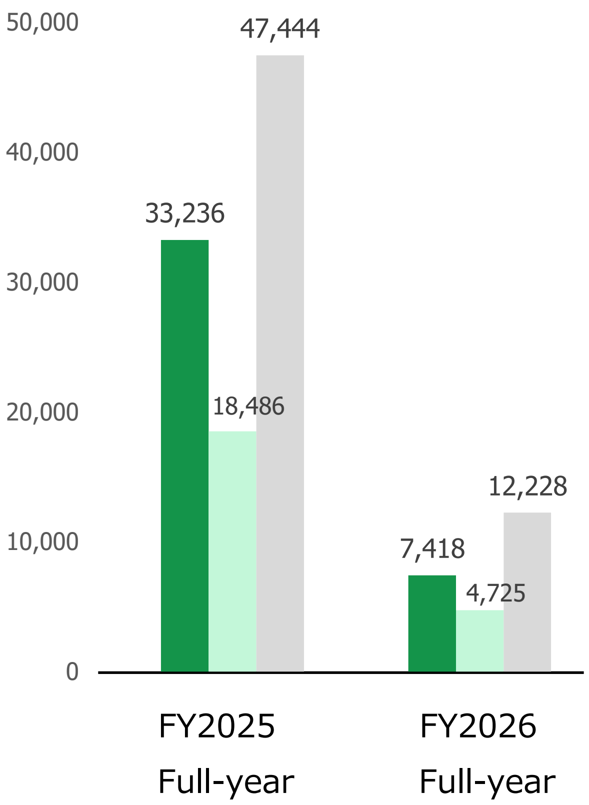


Consolidated Financial Results – CAPEX, Depreciation and EBITDA

- EBITDA remained consistently above capital expenditures, supporting solid cash generation capacity while continuing growth investments.

FY2025 - FY2026 Q1





Progress Against FY2026 Full-Year Forecast

- During Q1, performance progressed broadly in line with the full-year plan, supported by favorable exchange rates.

MJPY	FY2026 Full-year (Initial Forecast)	FY2026 Q1 (Result)	Progress Rate
Revenue	140,100	34,518	24.6%
Operating Profit	29,800	7,360	24.7%
Operating Profit Margin	21.3%	21.3%	
Profit Before Tax	31,200	8,127	26.1%
Profit before tax Margin	22.3%	23.5%	
Profit Attributable to Owners of the Company	23,700	5,300	22.4%
Margin of Profit Attributable to Owners of the Company	16.9%	15.4%	
Exchange Rate (USD/JPY)	145 (plan)	160.72	-

Topics

Topics

Retail Investor Event Participation

- **First-time participation in Nikkei–TSE IR Fair 2026, one of Japan's largest retail investor events.**

  -The Company will introduce its company overview, business operations, and growth strategy at its exhibition booth.

  Event: Nikkei–TSE IR Fair 2026
  Date and Time: August 28-29, 2026 10:00-17:00
  Venue: Tokyo Big Sight (South Halls 3 & 4)
  *For details, please visit the organizer's website.

上場企業と個人投資家の対話の場
日経・東証 IRフェア2026
8/28日(金)・29日(土) 東京ビッグサイト南3・4ホール

Appendix

Financial Information P/L (Non-GAAP)

(MJPY)	FY2025 Q1 Apr – Jun	FY2025 Q2 Jul – Sep	FY2025 Q3 Oct - Dec	FY2025 Q4 Jan - Mar	FY2026 Q1 Apr – Jun	FY2025 Full-year
Revenue	30,076	31,695	34,462	33,341	**34,518**	129,576
Gross Profit	9,811	11,088	10,749	11,619	**11,464**	43,269
Gross Profit Margin	*32.6%*	*35.0%*	*31.2%*	*34.8%*	*33.2%*	*33.4%*
Adjusted Operating Profit	5,981	7,208	7,104	8,111	**7,368**	28,407
Adjusted Operating Profit Margin	*19.9%*	*22.7%*	*20.6%*	*24.3%*	*21.3%*	*21.9%*
Adjusted profit for the period /for the year	5,549	7,005	6,705	6,295	5,306	25,556
Adjusted profit Attributable to Owners of the Company	5,549	7,005	6,705	6,295	**5,306**	25,556
EBITDA	*10,167*	*11,821*	*12,570*	*12,007*	*12,228*	*46,567*
EBITDA Margin	*33.8%*	*37.3%*	*36.5%*	*36.0%*	*35.4%*	*35.9%*
Adjusted EBITDA	10,275	12,009	12,645	12,513	*12,237*	47,444
Adjusted EBITDA Margin	*34.2%*	*37.9%*	*36.7%*	*37.5%*	*35.5%*	*36.6%*
Exchange Rate (USD/JPY)	143.75	148.34	155.46	156.51	160.72	151.09

Note
This document includes certain non-IFRS financial measures of the Company, such as adjusted EBITDA, adjusted EBITDA margin, adjusted operating profit, and adjusted profit. This financial information has not been prepared in accordance with Japanese GAAP or IFRS and has not been audited.

Financial Information P/L (IFRS)

(MJPY)	FY2025 Q1 Apr – Jun	FY2025 Q2 Jul - Sep	FY2025 Q3 Oct - Dec	FY2025 Q4 Jan – Mar	FY2026 Q1 Apr – Jun	FY2025 Full-year
Revenue	30,076	31,695	34,462	33,341	**34,518**	129,576
Gross Profit	9,811	11,088	10,749	11,619	**11,464**	43,269
Gross Profit Margin	*32.6%*	*35.0%*	*31.2%*	*34.8%*	*33.2%*	*33.4%*
Operating Profit	5,875	7,020	7,028	7,605	**7,360**	27,530
Operating Profit Margin	*19.5%*	*22.2%*	*20.4%*	*22.8%*	*21.3%*	*21.2%*
Profit for the period/for the year	5,475	6,874	6,652	5,944	5,300	24,947
Profit Attributable to Owners of the Company	5,475	6,874	6,652	5,944	5,300	24,947
Depreciation	4,167	4,666	5,389	4,263	**4,725**	18,486
Depreciation Rate	13.9%	14.7%	15.6%	12.8%	**13.7%**	14.3%
Exchange Rate (USD/JPY)	143.75	148.34	155.46	156.51	160.72	151.09

Financial Information B/S (IFRS)

(MJPY)	As of March 31, 2026	As of Jun 30, 2026
Total assets	**230,725**	**229,957**
Cash and cash equivalents	51,552	50,105
Trade and other receivables	32,610	32,009
Other financial assets	12,520	13,625
Inventories	4,807	5,083
Property, plant and equipment	109,074	108,875
Investments accounted for using equity method	8,958	9,134
Deferred tax assets	2,199	2,965
Other assets	9,003	8,156
Total liabilities	**56,218**	**52,463**
Trade and other payables	19,065	17,342
Borrowings	1,460	1,257
Other financial liabilities	14,138	13,738
Income tax payable	4,645	3,762
Retirement benefit liabilities	3,374	3,365
Contract liabilities	4,884	4,855
Other liabilities	8,648	8,141
Total equity	**174,507**	**177,493**
Total liabilities and equity	**230,725**	**229,957**

Financial Information C/F (IFRS)

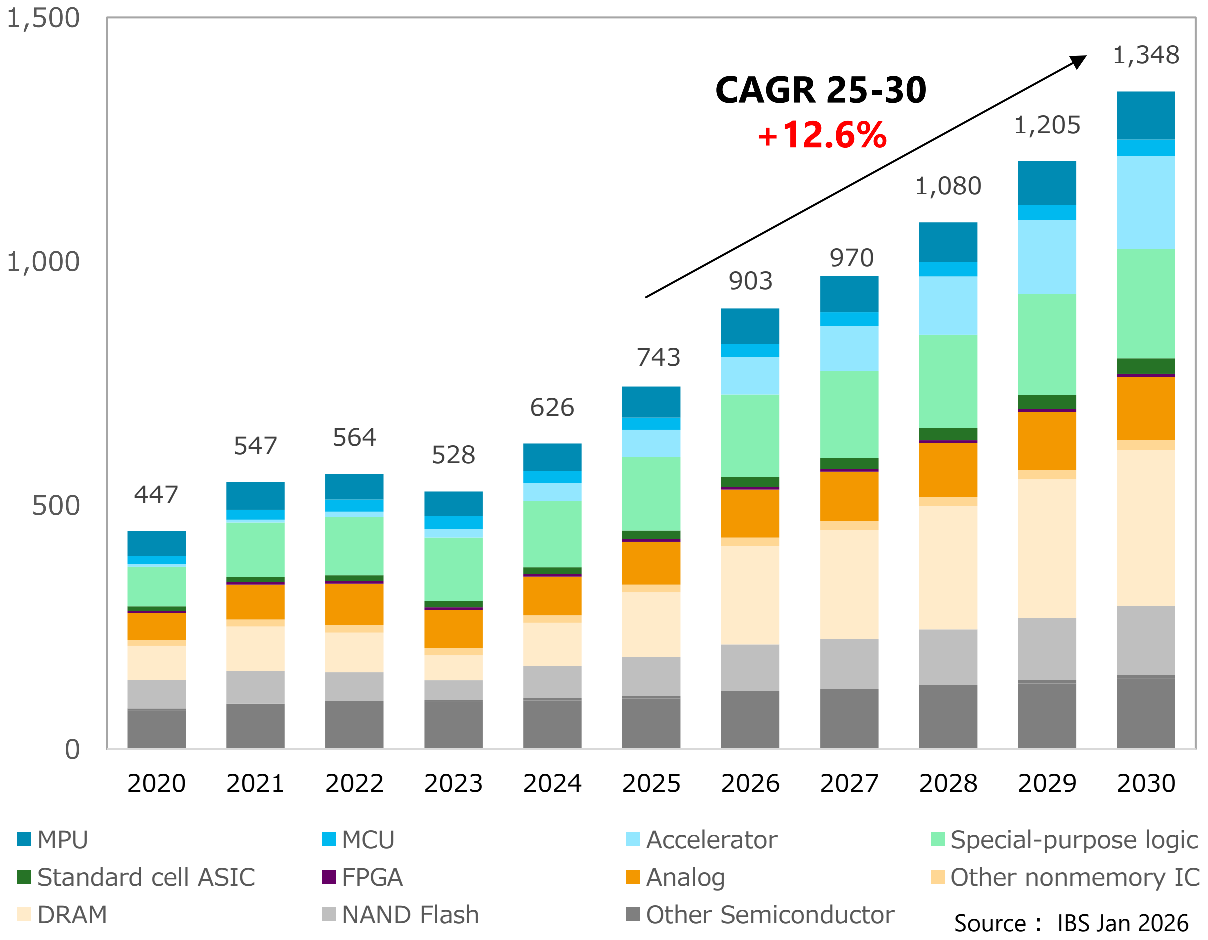
(MJPY)	FY2025 Q1 Apr - Jun	FY2026 Q1 Apr - Jun
Cash flows from operating activities	**9,027**	**11,578**
Profit before tax	6,799	8,127
Depreciation and amortization	4,167	4,725
Increase in working capital	1,128	1,110
Other operating activities	-3,315	-1,390
Changes in derivative assets and liabilities	248	-994
Cash flows from investing activities	**-15,469**	**-7,270**
Payments for purchase of property, plant and equipment	-13,606	-7,418
Payments for loans receivable	-1,769	324
Other investing activities	-93	-176
Cash flows from financing activities	**-174**	**-6,468**
Proceeds from issuance of new shares	—	—
Payments for purchase of treasury stock	—	—
Dividends paid	—	-5,510
Other financing activities	-174	-957

Free Cash Flow	**-6,442**	**4,307**

Market Trend（Semiconductor）

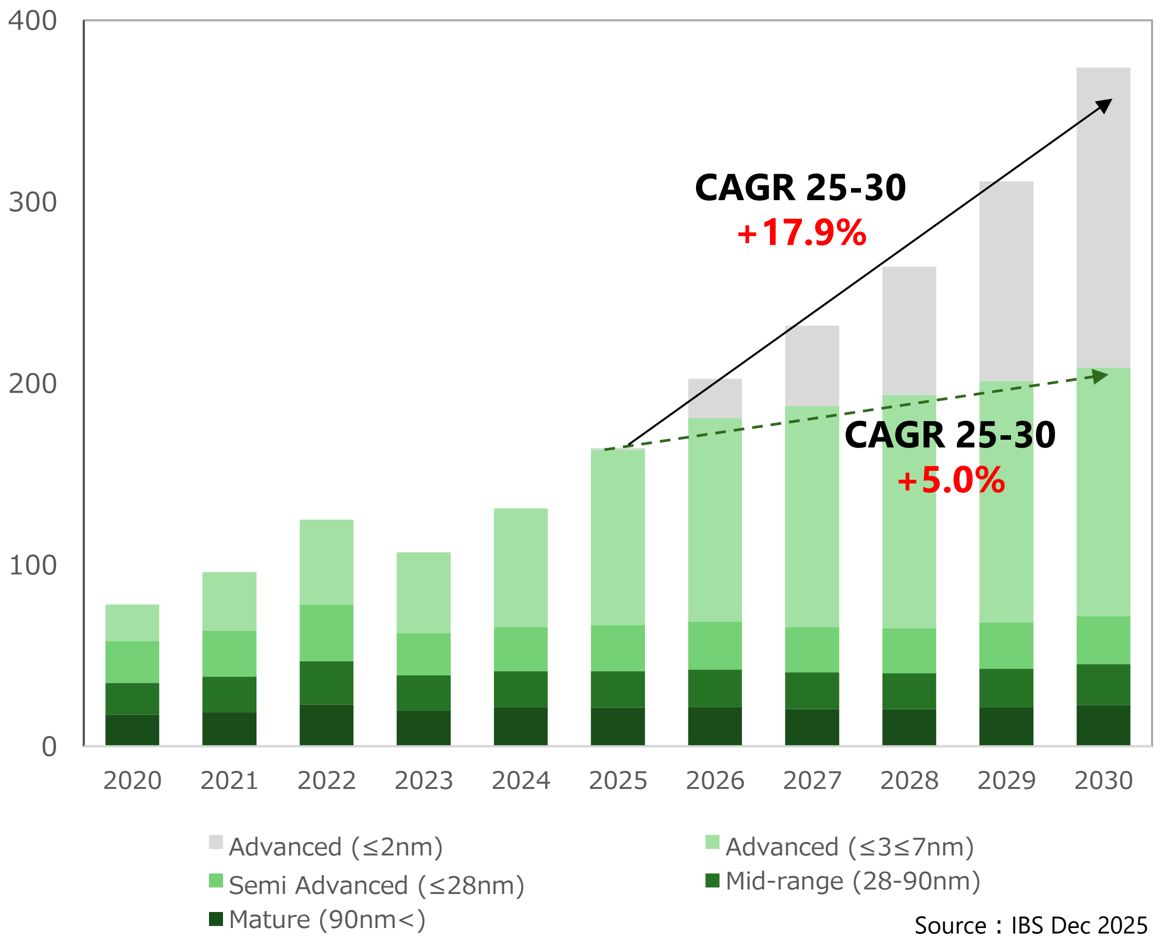
- The semiconductor market is expected to see accelerated growth, driven by strong demand from AI and data centers, with memory acting as a key growth driver.
- In terms of technology nodes, the market is projected to expand particularly in the sub-2nm leading-edge segment.

Semiconductor Market Outlook by Product



Source： IBS Jan 2026

Foundry Market Outlook by Technology Node

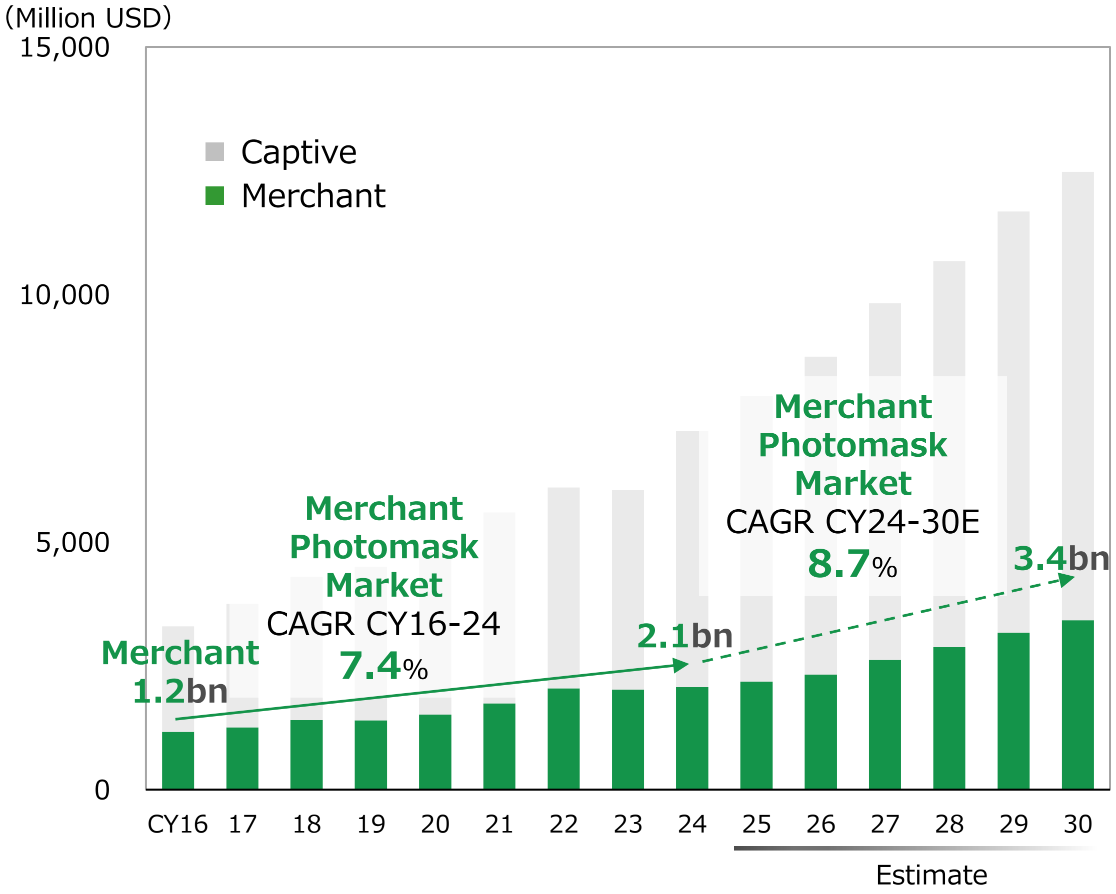


Source：IBS Dec 2025

Market Trend（Photomask）

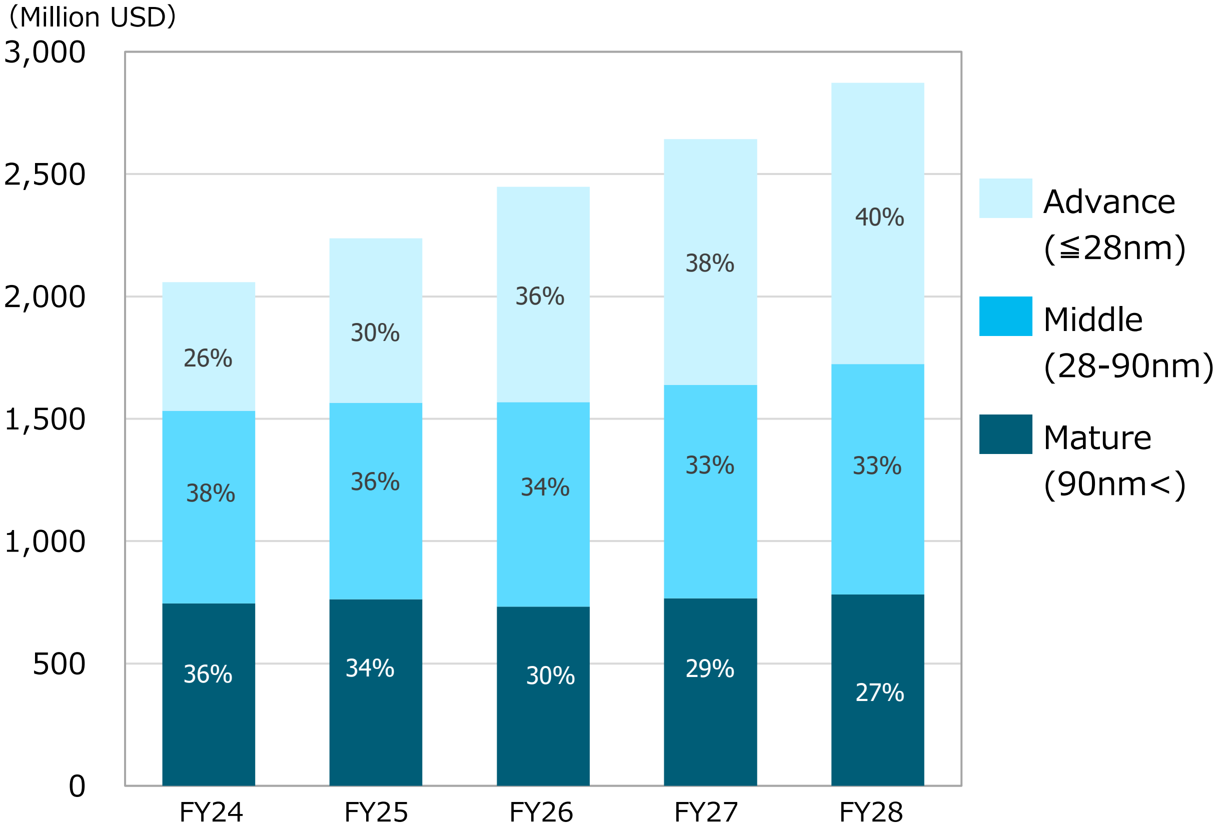
- As the foundry market continues to expand, photomask demand is also increasing, driving a significant rise in outsourcing demand. Accordingly, the merchant photomask market is expected to achieve a CAGR of 8.7%.
- By node, growth in the merchant photomask market is expected to be led primarily by advanced-node segments.

Photomask Market Trends



Source: Third-party research commissioned by the Company

Merchant Photomask Market Trends by Technology Node



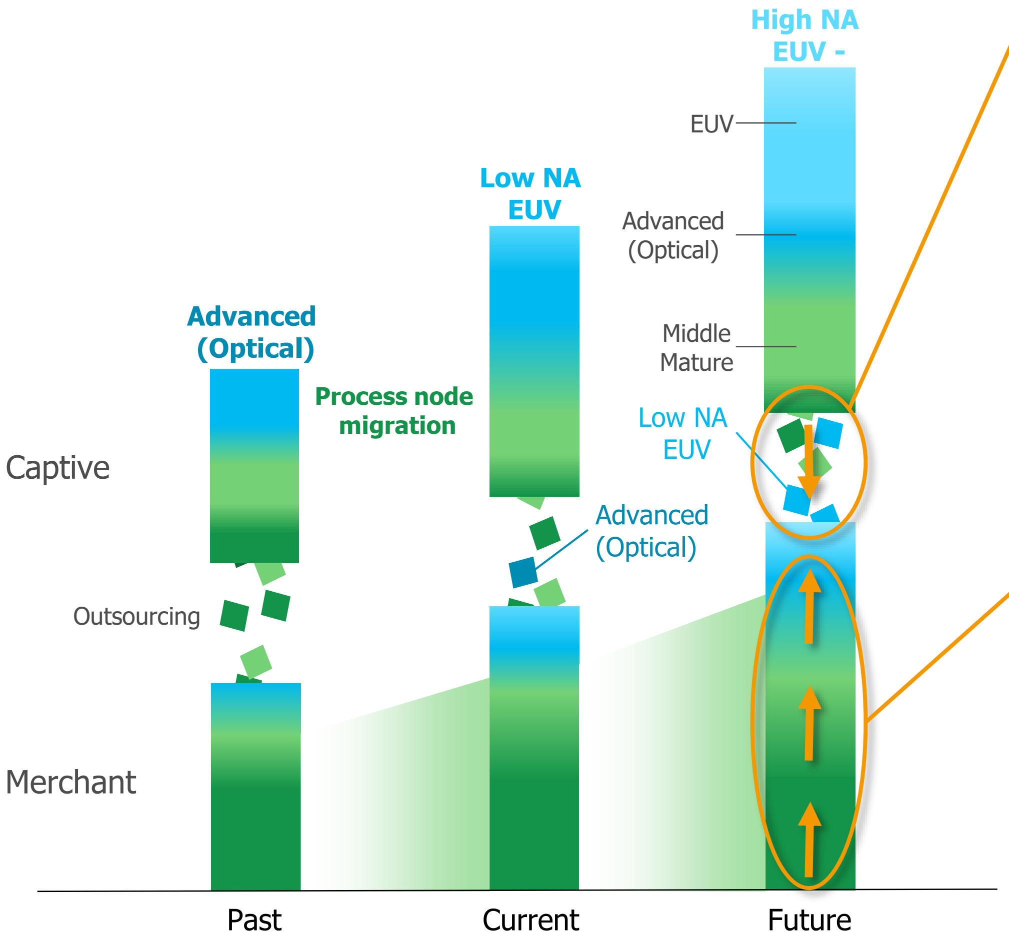
Source: Company estimates

Financial Highlights and Analysis - Merchant Photomask Market Growth Drivers

TEKSCEND PHOTOMASK

- Since the 2H 2025, outsourcing has been on an increasing trend, driven by capacity constraints in in-house production at memory manufacturers amid the AI boom.

(For Illustrative Purpose)



New Demand - Accelerated Outsourcing from Captive Vendors

EUV Outsourcing Opportunities

- Conventional EUV* expected to be outsourced by acceleration of EUV adoption / migration to High-NA

Acceleration of Outsourcing in Advanced and Mature Nodes

- Increasing outsource demand for advanced nodes is expected due to greater focus on / Capex requirement for cutting-edge nodes
- Capacity limitation leads to accelerate the outsourcing of mature nodes

Existing Demand - Growing Demand from Merchant-Supplied Vendors

Structural Demand Growth from Current Customers

- Semiconductor market expansion
- Fabs & production lines expansion
- Growth / diversification of chip design
- More PM sheets / layers and increased ASP due to miniaturization

Low-NA EUV : EUV process currently used for manufacturing semiconductors in the 5–2 nm nodes
High-NA EUV : Next-generation EUV process under development for sub-1 nm semiconductor nodes

* EUV=Extreme Ultraviolet

FY2026 Financial Outlook

MJPY	FY2026 Full-year Forecast	Growth Rate
Revenue	140,100	108.1%
Revenue Growth % in USD	**12.6%**	+1.7pt
Operating Profit	29,800	108.2%
Operating Profit Margin	**21.3%**	+0.2pt
Profit before tax	31,200	93.3%
Profit Attributable to Owners of the Company	23,700	95.0%
EBITDA Margin	**34.2%**	-1.7pt
Dividend per share	70.00yen	+14.00yen
Exchange Rate (USD/JPY)	145.00	-6.09

Market Trend

-Merchant Photomask Market Expansion

-Increase in mask demand driven by a growing number of Designs

-Margin expansion driven by a higher advanced-node mix

Cost Management

-Expansion of Advanced production Capacity

-Extending the useful life of legacy equipment and controlling renewal investments

-Lowering the SG&A ratio through appropriate cost management

-Optimizing workforce allocation through automation and AI

-Increase in expenses associated with the ERP system upgrade

Other Income

-Decrease in Financial Income(swap valuation gain)

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