

Securities Code 5208

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Overview of Consolidated Financial Results for the First Quarter Ended June 30, 2025



August 7, 2025

Arisawa Mfg. Co., Ltd.

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- Q1 FY2025 Review on a Consolidated Basis
- FY2025 Forecast on a Consolidated Basis
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Q1 FY2025 Consolidated Results

(Million Yen)	Q1 FY2024	Q1 FY2025	Change
Sales	12,080	12,634	+4.6%
Operating Profit	1,069	902	-15.6%
Operating Margin	8.8%	7.1%	
Ordinary Profit	1,344	972	-27.6%
Net Profit	970	728	-25.0%
Earnings per share (Yen)	29.28	21.92	-25.1%
Exchange rate (Yen/\$) average for the period at end of period	148.63 161.07	152.55 144.81	--

Year-on-year change

- Sales increased by 554 million yen (+4.6% YoY) due to increases in those of electronic materials.
- Operating profit decreased by 166 million yen (-15.6% YoY) due to inventory adjustments of display materials and change in product mix.
- Ordinary profit decreased by 371 million yen (-27.6% YoY) due to a decrease in foreign exchange gain.
- Net profit decreased by 242 million yen (-25.0% YoY).



Statement of Income



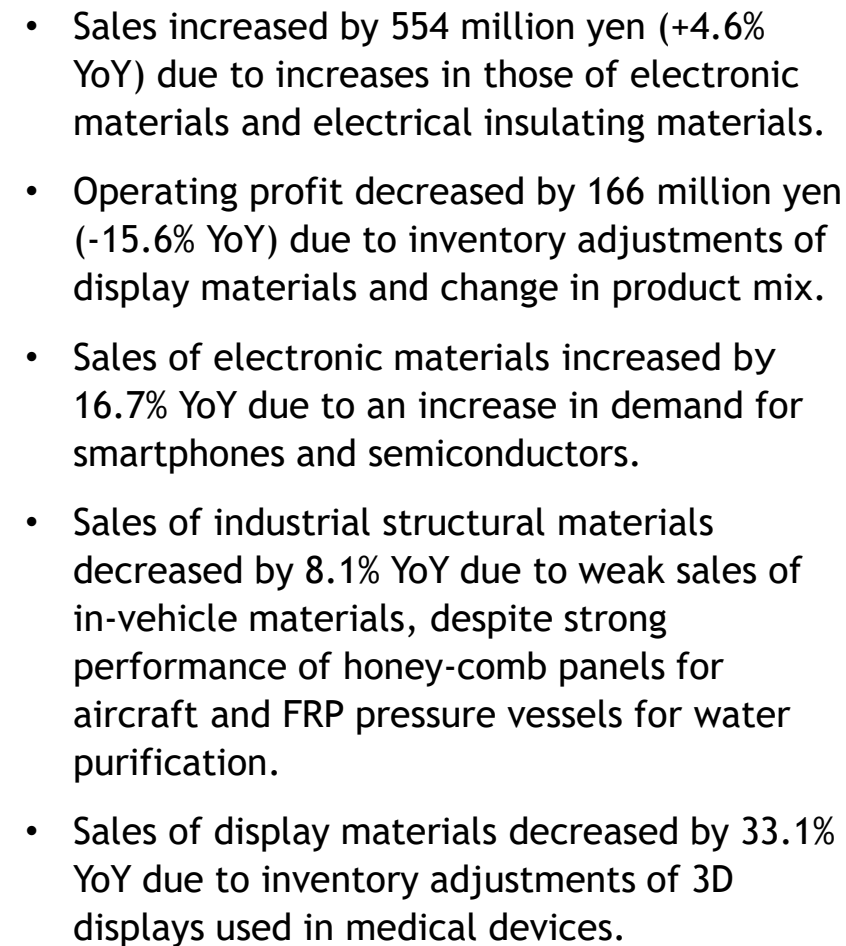
(Million Yen)	Q1 FY2024	Q1 FY2025 FCT(May 7)	Q1 FY2025	Change
Net sales	12,080	11,900	12,634	+554 Increase in sales of electronic materials
Gross profit	2,769 (22.9%)		2,623 (20.8%)	
Selling, general and administrative expenses	1,699		1,721	
Operation profit	1,069 (8.8%)	900 (7.6%)	902 (7.1%)	-166 Change in product mix
Foreign exchange gains/loss	194	20	35	YoY
Other non-operating income / expenses	81	80	35	Subsidy income: -25 Interest income: -11
Ordinary profit	1,344 (11.1%)	1,000 (8.4%)	972 (7.7%)	-371
Gain on sale of investment securities	0	0	70	
Other extraordinary income/loss	0	0	0	
Profit before income taxes	1,344	1,000	1,042	
Income taxes, etc.	374	350	314	
Profit attributable to owners of parent	970 (8.0%)	650 (5.5%)	728 (5.8%)	-242

*Profit ratio in (%)



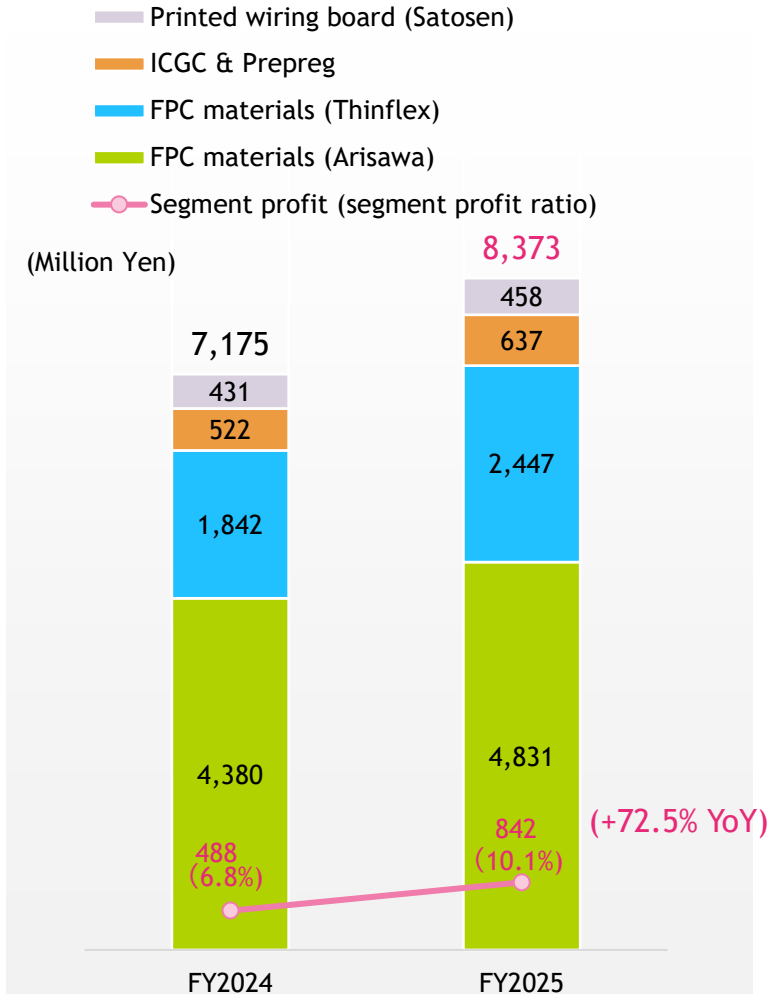
Balance Sheet

(Million Yen)	As of Mar. 2025	As of Jun. 2025	Change
(Assets)			
Current assets	49,527	47,256	-2,270
Property, plant and equipment, and intangible assets	19,065	18,632	-432
Investment securities	1,969	1,924	-44
Other assets	1,175	1,202	+26
Total assets	71,736	69,016	-2,720
(Liabilities)			
Current liabilities	18,582	18,117	-464
Non-current liabilities	4,594	4,116	-478
Total liabilities	23,177	22,234	-942
Shareholder's equity	44,147	43,081	-1,066
Other comprehensive income and share acquisition rights	4,411	3,700	-710
Total net assets	71,736	69,016	-2,720

Q1 FY2025 Consolidated Performance 6/26

Overview in Q1 FY2025 - Electronic Materials

Sales of electronic materials



Market

- Demand for smartphones and semiconductors remains firm.

Performance YoY

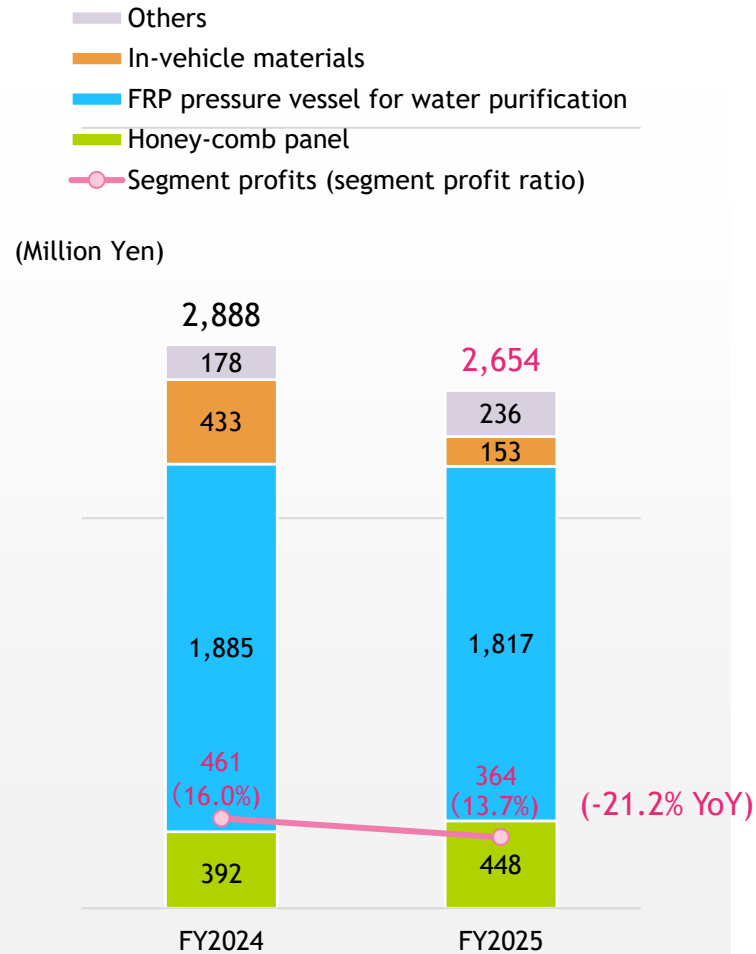
- Sales increased by 1,198 million yen (+16.7% YoY) due to increases in sales of FPC materials, ICGC, and printed wiring boards.
 - Sales of FPC materials (Arisawa) increased by 10.3% YoY due to a strong performance in smartphones and semiconductor applications.
 - Sales of FPC materials (Thinflex) increased by 32.8% YoY due to a recovery in demand for Chinese smartphones.
 - Sales of ICGC & Prepreg increased by 22.1% YoY.
- Segment profit increased by 354 million yen (+72.5% YoY) due to increases in sales.



Overview in Q1 FY2025 - Industrial Structural Materials



Sales of industrial structural materials



Market

- Strong performance continued in water purification materials for drinking and industrial water, etc. due to an increase in global demand for water.
- Demand for aircraft is recovering moderately as the economy returns to normal after the coronavirus pandemic.
- Development of new energy sources to reduce environmental impact is becoming more active, and the number of development projects for the Company is increasing.

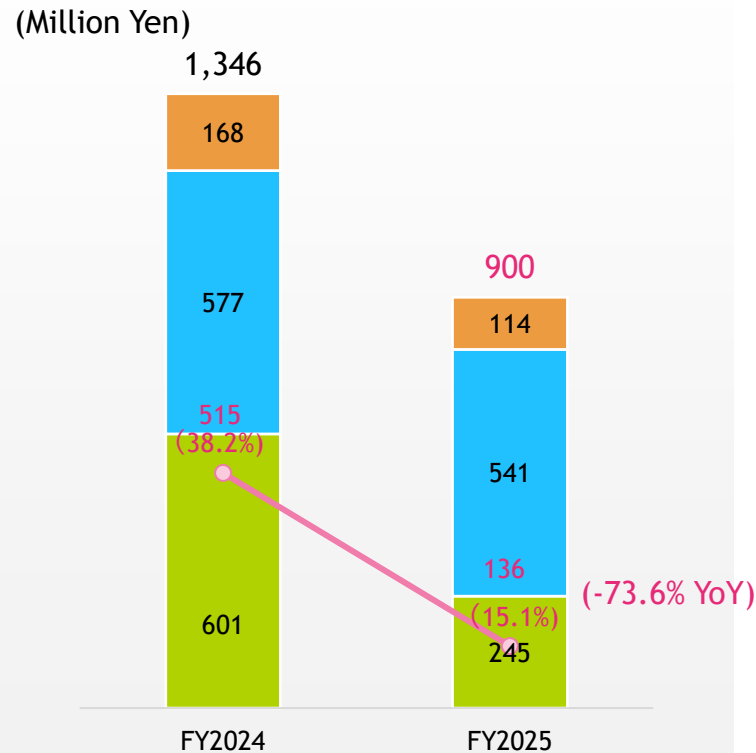
Performance YoY

- Sales of industrial structural materials decreased 234 million yen (-8.1% YoY) due to a weak performance in in-vehicle materials.
 - Sales of honey-comb panels for aircraft increased by 14.1% YoY.
 - Sales of FRP pressure vessels for water purification continued to be strong from the previous FY. Sales decreased by 3.6% YoY due to foreign exchange impact, etc.
 - Sales of in-vehicle materials decreased by 64.5% YoY.
- Segment profit decreased by 97 million yen (-21.2% YoY) mainly due to a decrease in sales.

Overview in Q1 FY2025 - Display Materials

Sales of display materials

- Othres
- Polarization control components
- 3D-related materials
- Segment Profit (Segment profit ratio)



Market

- Inventory adjustments are expected for 3D-related materials in the first half of FY2025. The Company is promoting the development of an industrial field to enter into a market beyond medial applications.

Performance YoY

- Sales of display materials decreased by 446 million yen (-33.1% YoY) due to weak sales of 3D-related materials and polarization control optical components.
 - Sales of 3D-related materials decreased by 356 million yen (-59.3% YoY).
 - Sales of polarization control optical components decreased by 35 million yen (-6.1% YoY).
- Segment profit decreased by 379 million yen (-73.6% YoY) due to a decrease in sales.



Q1 FY2025 Results by Segment (vs. FY2025 forecast)

(Million Yen)	Sales			Segment Profit		
	Q1 FY2025 FCT (May.7)	Q1 FY2025	Change	Q1 FY2025 FCT (May.7)	Q1 FY2025	Change
Electronic materials	7,700	8,373	+673	650	842	+192
FPC materials (Arisawa)	4,200	4,831	+631			
FPC materials (ThinFlex)	2,400	2,447	+47			
ICGC, Prepreg	650	637	-13			
Printed Wiring Board (Satosen)	450	458	+8			
Industrial structural materials	2,600	2,654	+54	400	364	-36
Honey-comb panels	400	448	+48			
FRP pressure vessels for water purification	1,800	1,817	+17			
Others	400	389	-11			
Electrical insulating materials	600	622	+22	0	23	+23
Display materials	900	900	0	250	136	-114
Related materials, others	100	85	-15	50	60	+10
Total	11,900	12,634	734	1,350	1,425	+75
			Corporate Expenses	-450	-523	
			Operating Profit	900	902	+2

- Sales and segment profit of electronic materials were significantly higher than the forecast.
- Sales increased by 734 million yen (+6.1%). However, operating profit was in line with the forecast due to a decrease in profit from display materials.

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H1 FY2025 Forecast of Consolidated Performance

(Million Yen)	H1 FY2024 result	H1 FY2025 FCT (May 7)	H1 FY2025 FCT (Aug. 7)	Change YoY	Vs. FCT (May 7)
Sales	25,172	24,600	24,600	-2.3%	±0.0%
Operating profit	2,734	2,100	2,100	-23.2%	±0.0%
Operating margin	10.9%	8.5%	8.5%		
Ordinary profit	2,917	2,200	2,200	-24.6%	±0.0%
Net profit	2,122	1,500	1,500	-29.3%	±0.0%
Earnings per share(Yen)	63.91	45.16*	45.15**	-29.4%	±0.0%
Dividend (Yen)	42.00	Total 44.00	44.00	--	--
Exchange rate (Yen/\$) average for the period at end of period	152.36 142.73	146.92 140.00	148.40 140.00	--	--

*Calculated by the number of shares as of Mar. 31, 2025

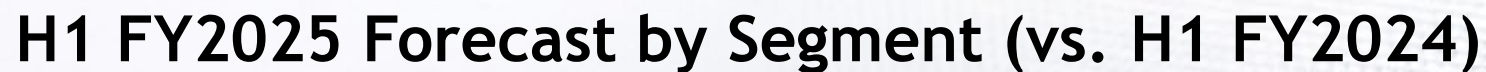
* * Calculated by the number of shares as of June 30, 2025

Performance year-on-year

- Sales are expected to decrease by 572 million yen (-2.3% YoY) due to decreases in sales of industrial structural materials and display materials.
- Operating profit is expected to decrease by 634 million yen (-23.2% YoY) due to change in product mix.
- Ordinary profit is expected to decrease by 24.6% YoY.
- Net profit is expected to decrease by 29.3% YoY.

Comparison with the forecast (May 7)

- Sales remain unchanged from the previous forecast. Electronic materials and industrial structural materials are expected to increase, while display materials are expected to decrease.
- Operating profit, ordinary profit and net profit remain unchanged from the previous forecast (May 7).



- Demand for smartphones and semiconductors is expected to remain strong.
- Demand in the aircraft industry continues to recover gradually.

Performance forecast

- Sales are expected to decrease by 2.3% YoY. Operating profit is expected to decrease by 23.2%.
- Profit from industrial structural materials is expected to decrease due to a decrease in sales of FRP pressure vessels for water purification and in-vehicle materials.
- Profit from display materials is expected to decrease due to a decrease in sales of 3D displays used in medical devices.

FY2025 Forecast on a Consolidated Basis 13/26



- Demand for smartphones and semiconductors is expected to remain strong.
- Demand for honey-comb panels and FRP pressure vessels for water purification is also expected to remain strong.
- Inventory adjustments are expected to continue for 3D displays used in medical devices.

Performance forecast

- Sales and operating profit remain unchanged from the previous forecast (May 7).

FY2025 Forecast on a Consolidated Basis 14/26



FY2025 Consolidated Result (vs. YoY and FCT as of May 7)

(Million Yen)	FY2024 result	FY2025 FCT (May 7)	FY2025 FCT (Aug. 7)	Change	
				YoY	Vs. FCT (May 7)
Sales	49,815	51,400	51,400	+3.2%	±0.0%
Operating profit	4,893	4,500	4,500	-8.0%	±0.0%
Operating margin	9.8%	8.8%	8.8%		
Ordinary profit	5,267	4,500	4,500	-14.6%	±0.0%
Net profit	3,969	3,200	3,200	-19.4%	±0.0%
Earnings per share(Yen)	119.49	96.33*	96.32**	-19.4%	±0.0%
Dividend (Yen)	Total 96.00	Total 88.00	Total 88.00	--	--
Exchange rate (Yen/\$) average for the period at end of period	151.69 149.52	143.00 135.00	143.00 135.00	--	--

Performance year-on-year

- Sales are expected to increase by 1,584 million yen (+3.2% YoY) due to an increase in sales of electronic materials and industrial structural materials.
- Operating profit is expected to decrease by 393 million yen (-8.0% YoY) due to change in product mix.
- Ordinary profit is expected to decrease by 14.6% YoY.
- Net profit is expected to decrease by 19.4% YoY.

Comparison with the forecast (May 7)

- Financial performance remains unchanged from the previous forecast (May 7).

*Calculated by the number of shares as of Mar. 31, 2025

* * Calculated by the number of shares as of June 30, 2025



FY2025 Forecast by Segment (vs. FY2024 Result)

(Million Yen)	Sales			Segment Profit		
	FY2024 result	FY2025 FCT (Aug. 7)	Change	FY2024 result	FY2025 FCT (Aug. 7)	Change
Electronic materials	31,477	33,000	+1,523	2,854	3,400	+546
FPC materials (Arisawa)	17,520	17,600	+80			
FPC materials (ThinFlex)	10,092	11,000	+908			
ICGC, Prepreg	2,067	2,500	+433			
Printed Wiring Board (Satosen)	1,798	1,900	+102			
Industrial structural materials	10,616	12,100	+1,484	1,762	2,200	+438
Honey-comb panel	1,160	2,300	+1,140			
FRP pressure vessels for water treatment	7,254	7,500	+246			
Others	2,202	2,300	+98			
Electrical insulating materials	2,457	2,300	-157	170	100	-70
Display materials	4,913	3,700	-1,213	1,729	600	-1,129
Related materials, others	352	300	-52	210	200	-10
Total	49,815	51,400	+1,584	6,725	6,500	-225
				Corporate expenses	-1,832	-2,000
				Operating Profit	4,893	4,500
						-393

Market forecast

- Demand for smartphones and semiconductors is expected to remain strong.
- Demand for honey-comb panels and FRP pressure vessels for water purification is also expected to remain strong.
- Inventory adjustments for 3D displays used in medical devices in the first half are expected to impact on our performance. Demand for polarization control optical components is also expected to remain weak.

Performance forecast

- Sales are expected to increase by 3.2% YoY. Operating profit is expected to decrease by 8.0% YoY.
- A decrease in operating profit is mainly due to a decrease in sales of display materials.



FY2025 Forecast by Segment (vs. FCT as of May 7)

(Million Yen)	Sales			Segment Profit		
	FY2025 FCT (May 7)	FY2025 FCT (Aug. 7)	Change	FY2025 FCT (May 7)	FY2025 FCT (Aug. 7)	Change
Electronic materials	33,000	33,000	0	3,000	3,400	+400
FPC materials (Arisawa)	17,500	17,600	+100			
FPC materials (ThinFlex)	11,000	11,000	0			
ICGC, Prepreg	2,600	2,500	-100			
Printed Wiring Board (Satosen)	1,900	1,900	0			
Industrial structural materials	11,200	12,100	+900	1,800	2,200	+400
Honey-comb panel	1,600	2,300	+700			
FRP pressure vessels for water treatment	7,200	7,500	+300			
Others	2,400	2,300	-100			
Electrical insulating materials	2,500	2,300	-200	100	100	0
Display materials	4,300	3,700	-600	1,300	600	-700
Related materials, others	400	300	-100	200	200	0
Total	51,400	51,400	0	6,400	6,500	+100
				Corporate expenses	-1,900	-2,000
				Operating Profit	4,500	4,500
						0

Market forecast

- Demand for honey-comb panels and FRP pressure vessels for water purification is also expected to remain strong.
- Inventory adjustments are expected to continue for 3D displays used in medical devices.

Performance forecast

- Both sales and operating profit in whole remain unchanged from the previous forecast (May 7).
- Sales of FPC materials in the electronic materials segment and sales of honey-comb panels and FRP pressure vessels for water purification in the industrial structural materials segment are expected to remain strong.
- Display materials are expected to remain weak.

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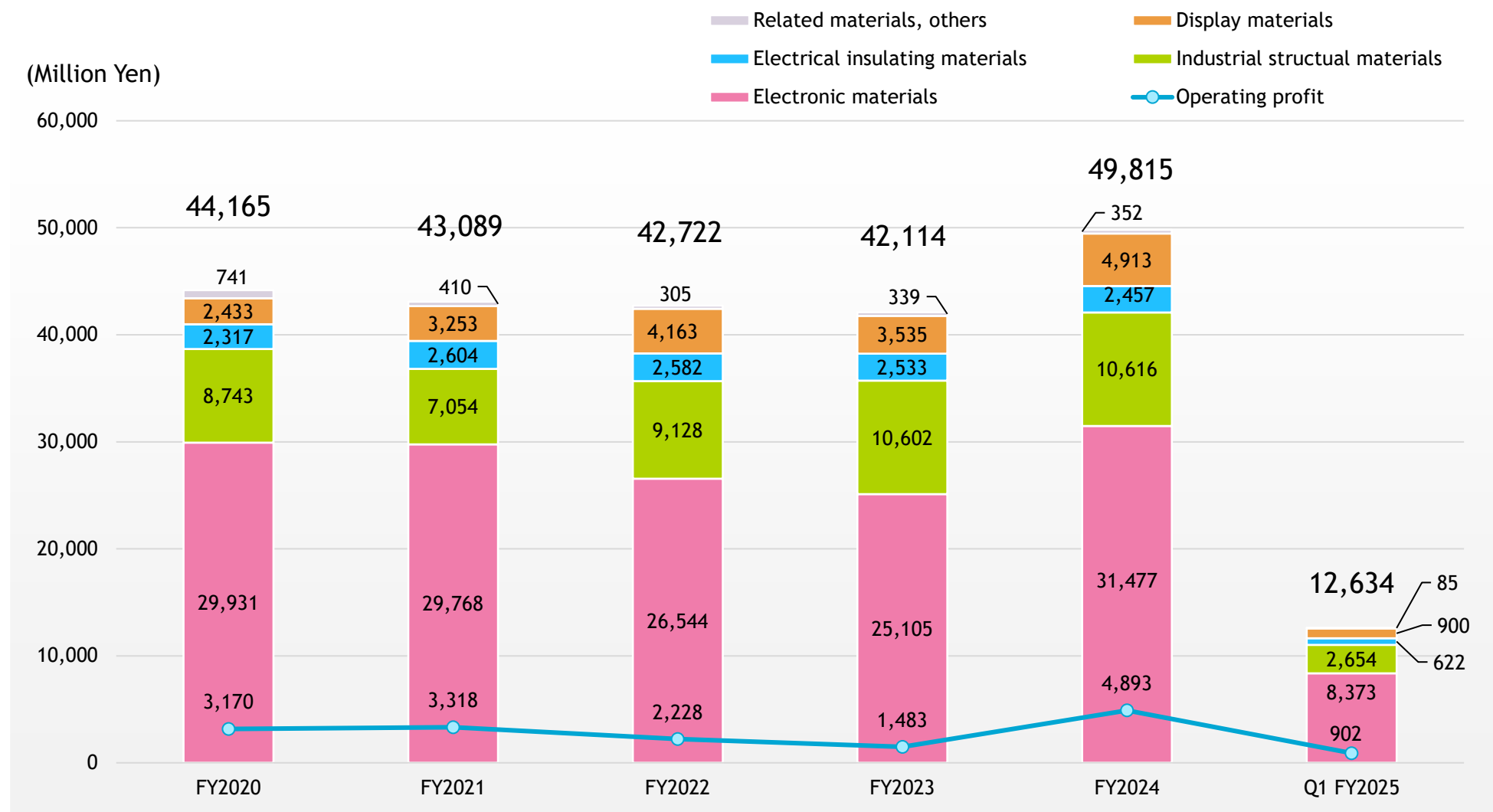
Q1 FY2025 Results by Consolidated Companies



	Sales					Operating Profit				
	Q1 FY2024	Q1 FY2025 FCY (May 7)	Q1 FY2025	Change YoY	Vs. FCT	Q1 FY2024	Q1 FY2025 FCY (May 7)	Q1 FY2025	Change YoY	Vs. FCT
(Million Yen)										
Non-consolidated										
Arisawa Mfg.	7,971	7,200	7,973	+2	+773	625	410	420	-205	+10
Consolidated										
ThinFlex	2,211	2,900	2,907	+696	+7	-53	70	61	+114	-9
Satosan	431	450	458	+27	+8	14	10	1	-13	-9
Arisawa Fiber Glass	540	600	678	+138	+78	-14	20	4	+18	-16
Protec	1,834	1,750	1,773	-61	+23	356	310	313	-43	+3
Arisawa Sogyo	462	500	501	+39	+1	25	20	20	-5	0
Arisawa Jushi Kogyo	53	70	93	+40	+23	-4	0	7	+11	+7
ColorLink Japan	576	530	543	-33	+13	121	60	60	-61	0
(Adjustment)	-1,998	-2,100	-2,292			-1	0	16		
Total	12,080	11,900	12,634	+554	+734	1,069	900	902	-167	+2



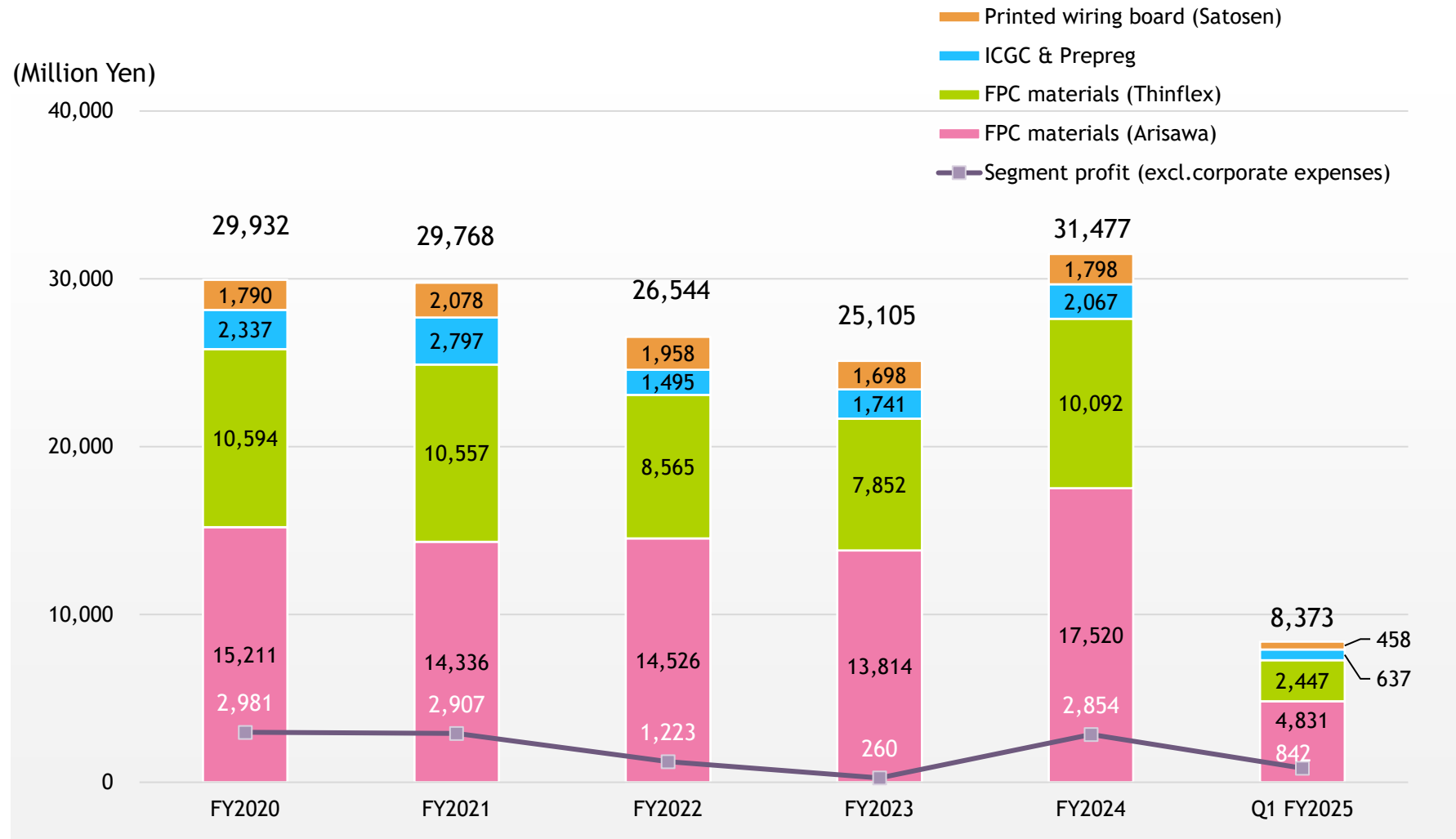
Sales and Operating Profit History by Segment



Revenue recognition standards have been applied since FY2021 (Retroactively applied for FY2020, as a reference).

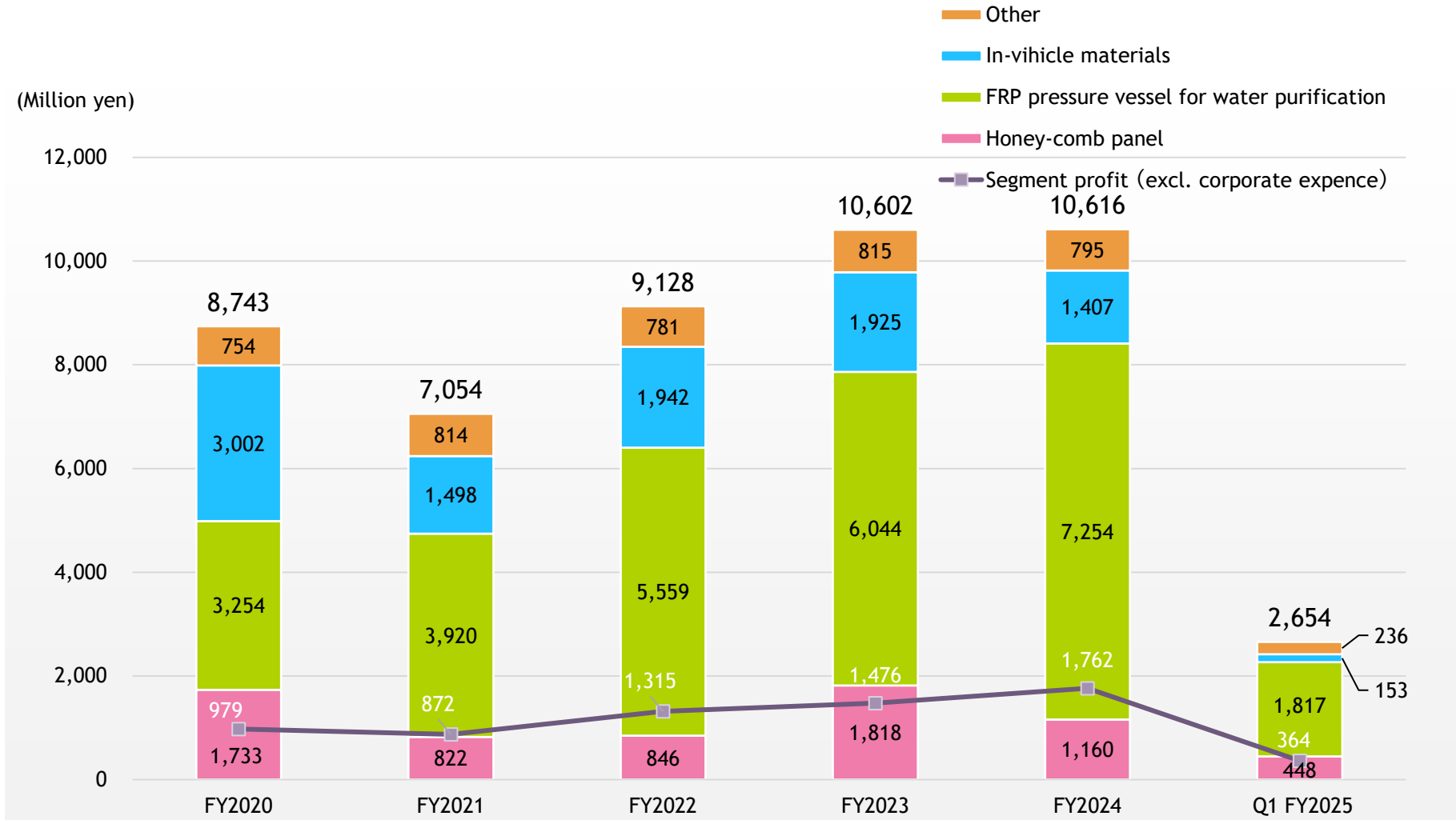


Electronic Materials Sales History



Revenue recognition standards have been applied since FY2021 (Retroactively applied for FY2020, as a reference).

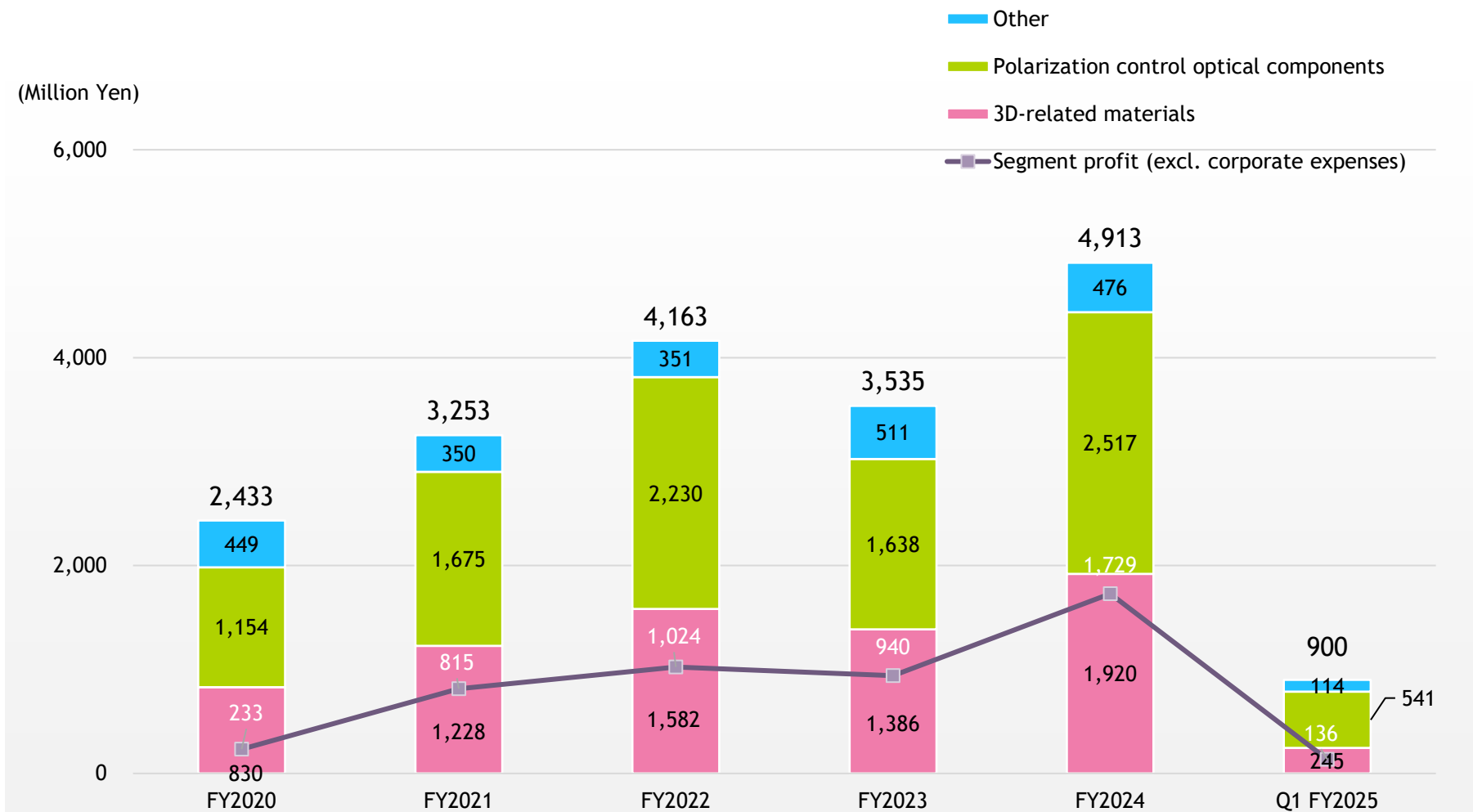
Industrial Structural Materials Sales History



Revenue recognition standards have been applied since FY2021 (Retroactively applied for FY2020, as a reference).



Display Materials Sales History

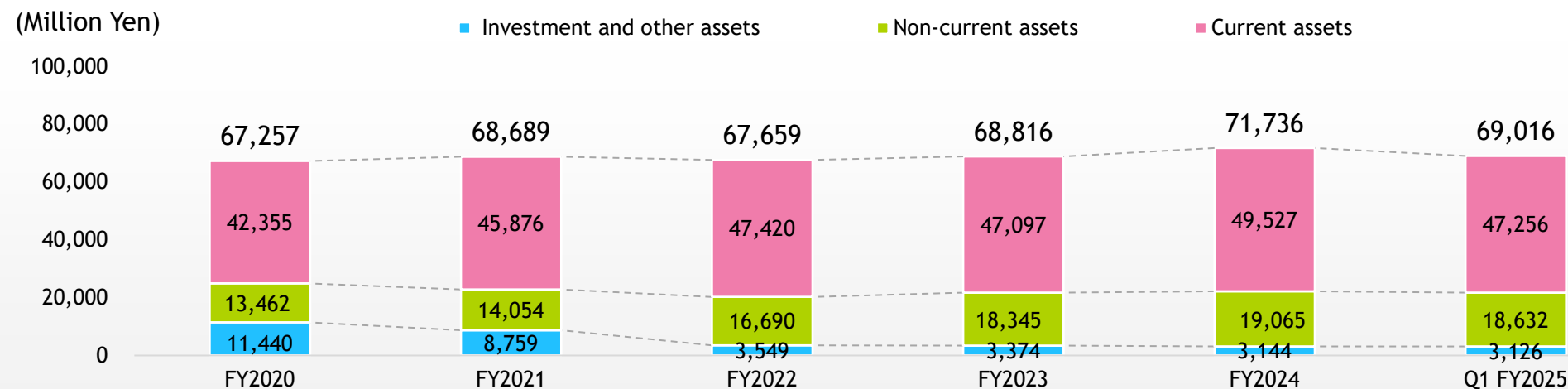


Revenue recognition standards have been applied since FY2021 (Retroactively applied for FY2020, as a reference).

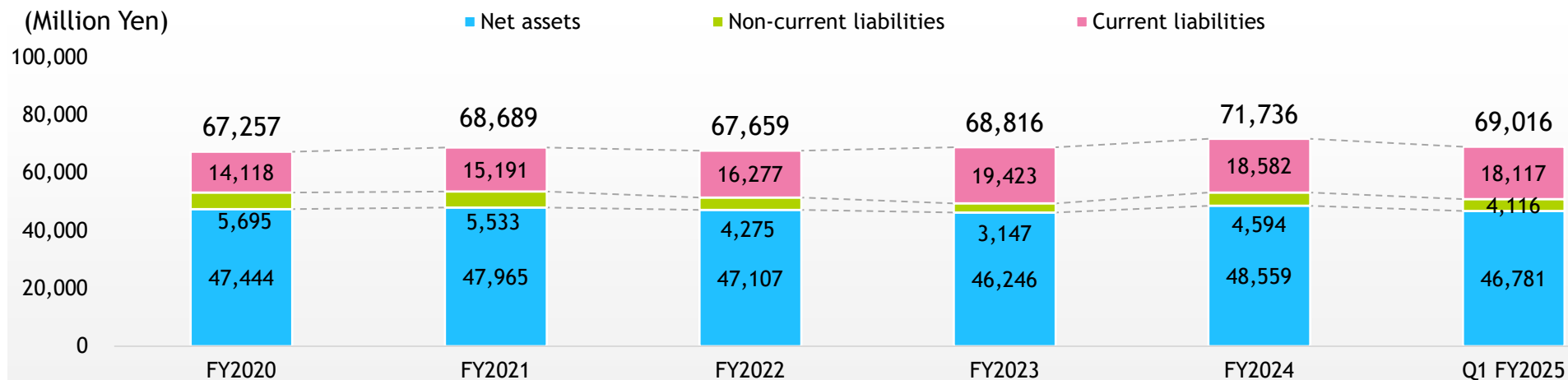


Consolidated Balance Sheets History (Outline)

Assets

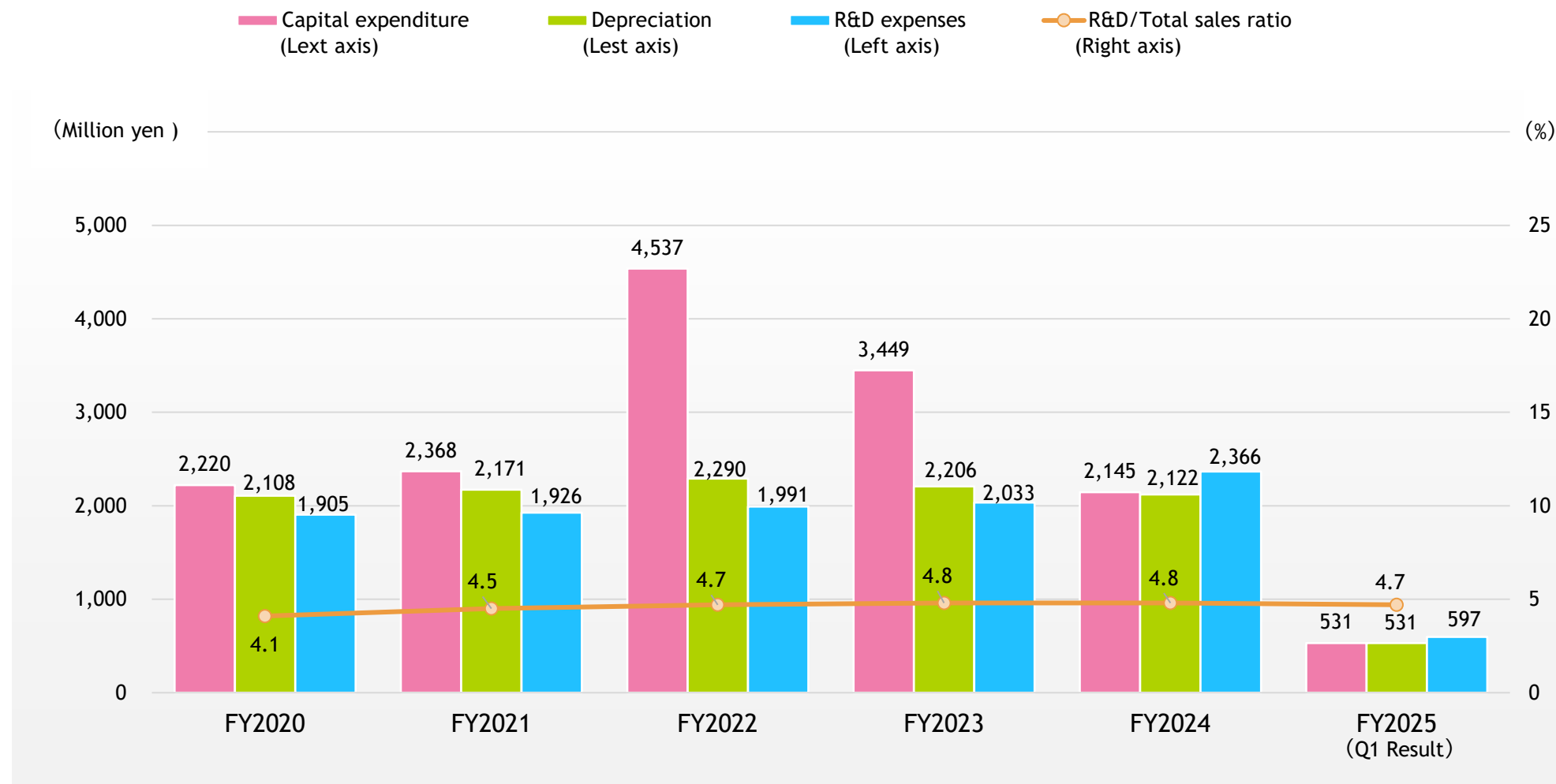


Liabilities and net assets





Capital Expenditure, Depreciation and R&D Expenses History



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