Translation

August 4, 2026

Consolidated Financial Results
for the First Three Months of the Fiscal Year Ending March 31, 2027
<under Japanese GAAP>

Company name:	**USHIO INC.**
Listing:	Prime Market of the Tokyo Stock Exchange
Stock code:	6925
URL:	https://www.ushio.co.jp/en/
Representative:	Takabumi Asahi, President and Chief Executive Officer
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Scheduled date to commence dividend payments	:	—
Preparation of supplementary material on earnings	:	Yes
Holding of earnings performance review	:	Yes (for analysts)

(Millions of yen with fractional amounts discarded, unless otherwise noted)

1. Consolidated performance for the first three months of the fiscal year ending March 31, 2027 (from April 1, 2026 to June 30, 2026)

(1) Consolidated operating results (Cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
First three months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
June 30, 2026	48,987	27.7	4,945	410.5	5,308	230.5	3,028	—
June 30, 2025	38,356	2.2	968	182.5	1,606	10.1	(2,827)	—

(Note) Comprehensive income
For the first three months ended June 30, 2026: ¥ 32,205 million [—%]
For the first three months ended June 30, 2025: ¥ (2,424) million [—%]

	Basic earnings per share	Diluted earnings per share
First three months ended	Yen	Yen
June 30, 2026	38.11	—
June 30, 2025	(32.06)	—

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
As of	Millions of yen	Millions of yen	%
June 30, 2026	373,832	223,451	59.8
March 31, 2026	331,078	198,338	59.9

(Reference) Equity
As of June 30, 2026: ¥ 223,438 million
As of March 31, 2026: ¥ 198,324 million

2. Cash dividends

	Annual dividends				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2026	—	—	—	70.00	70.00
Fiscal year ending March 31, 2027	—				
Fiscal year ending March 31, 2027 (Forecast)		—	—	70.00	70.00

(Note) Revisions to the forecasts of cash dividends most recently announced: None

3. Consolidated earnings forecasts for the fiscal year ending March 31, 2027 (from April 1, 2026 to March 31, 2027)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Fiscal year ending March 31, 2027	210,000	17.2	14,000	17.1	14,000	4.9	10,500	31.3	132.27

(Note) Revisions to the consolidated earnings forecasts most recently announced: None

* Notes
(1) Significant changes in the scope of consolidation during the period: None
(2) Application of a specific accounting procedure for preparing quarterly consolidated financial statements: None
(3) Changes in accounting policies, changes in accounting estimates, and restatements
  a. Changes in accounting policies due to revisions to accounting standards: None
  b. Changes in accounting policies due to other reasons: None
  c. Changes in accounting estimates: None
  d. Restatements: None

(4) Number of issued shares (common stock)

a. Total number of issued shares at the end of the period (including treasury stock)

As of June 30, 2026	83,500,000 shares
As of March 31, 2026	83,500,000 shares

b. Number of shares of treasury stock at the end of the period

As of June 30, 2026	4,153,049 shares
As of March 31, 2026	3,682,810 shares

c. Average number of shares during the period

As of June 30, 2026	79,464,850 shares
As of June 30, 2025	88,187,082 shares

(Note) The Company's shares held in trust introduced with respect to its stock remuneration plan for directors as treasury shares within shareholders' equity are included in the number of treasury shares.

* Review procedures by certified public accountants or audit firm on the attached Quarterly Consolidated Financial Statements: None

* Notes on the proper use of earnings forecasts and other special matters

(Caution Regarding Forward-Looking Statements)

The forward-looking statements, including earnings forecasts, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. Actual business and other results may differ substantially due to various factors.

See page 4 of the appended materials regarding earnings forecasts.

(How to obtain Financial Presentation)

The financial results presentation for securities analysts and institutional investors is planned on August 4, 2026.

The Financial Presentation will be posted on the website of USHIO INC. on August 4, 2026.

[Attached document]

Contents

1. Overview of Financial Results for the Period

(1) Overview of Business Performance

During the first three months of the fiscal year ending March 31, 2027, the global economy remained uncertain as a result of factors that include geopolitical risks such as energy-related challenges arising from the situation in the Middle East and the destabilization of Japan-China relations, and exchange rate trends.

Against this backdrop, the semiconductor, electronic device, and printed circuit board markets saw stable operations supported by a moderate recovery in global demand for PCs, smartphones, and other products, and related capital investment is beginning to recover. The server market experienced new demand driven by generative AI, and investment in data center servers was on an upward trend. In the flat panel display market, liquid crystal display panel manufacturers operated at solid levels, supported by demand for organic light-emitting diode displays for smartphones and tablets as well as a temporary recovery in liquid crystal display panel demand associated with international events. In the visual imaging market, although entertainment options continued to diversify, cinema attendance remained steady and investment appetite also remained firm. General imaging market conditions remained firm amid a rising need for advanced video production for events and other activities.

The average exchange rate for the first three months was ¥160 to the U.S. dollar, with the yen depreciating by ¥15 year on year.

Consolidated net sales increased 27.7% year on year, to ¥48,987 million. Operating profit increased 410.5%, to ¥4,945 million. Ordinary profit increased 230.5%, to ¥5,308 million. Profit attributable to owners of parent amounted to ¥3,028 million, compared with a loss attributable to owners of parent of ¥2,827 million in the same period of the previous fiscal year.

Segment results were as follows.

Industrial Processes Business

UV Lamps

Revenue increased, driven by demand related to generative AI semiconductors, which supported the steady operation of installed equipment and led to higher sales, as well as by the effect of the acquisition of the light source business of ams-OSRAM AG.

OA Lamps

Despite the continued shift toward paperless operations, sales remained flat as customers worked through their inventory adjustments.

Optical Equipment Lamps

Sales increased due to the gradual recovery in operating conditions in the flat panel display market, supported by international events, and to the strong operating levels in the semiconductor-related market. The acquisition of the light source business of ams-OSRAM AG also contributed to the increase in revenue.

Optical Equipment (Lithography Equipment)

Sales of direct imaging lithography equipment increased, driven by higher demand for servers for generative AI. Meanwhile, for steppers, although demand related to generative AI semiconductors increased and inquiries and orders showed an upward trend, sales declined year-on-year due to the timing of customer acceptance. The result of these factors was a decline in revenue.

Optical Equipment (Others)

Revenue from maintenance services for EUV light sources for EUV mask inspection declined as a result of the suspension of operations of some light sources, resulting in lower revenue.

Profits increased due to improved profitability in the light source business, reflecting higher revenue and improved operating levels, as well as the reversal of previously recorded valuation losses resulting from increased demand for lithography equipment business.

Industrial Process business sales therefore increased 29.9%, to ¥20,551 million. Operating profit increased 777.4%, to ¥2,867 million.

Visual Imaging Business

Projector Lamps

Although the penetration of laser projectors continues to advance and sales of projector lamps remain on a declining trend, revenue increased due to the effect of the acquisition of the light source business of ams-OSRAM AG and the impact of the yen's depreciation.

Cinema Projectors

Although investment appetite at cinemas remained firm and replacement demand for projectors continued, revenue declined due to a year-on-year decrease in the sales volume of digital cinema projectors.

General Imaging Projectors

Sales of high-end projectors increased as demand for video production in the entertainment area remained steady, resulting in higher revenue.

Profits rose as a result of improved profitability stemming from structural reforms.

Visual Imaging business sales therefore increased 25.8%, to ¥23,018 million. Operating profit increased 290.9%, to ¥1,376 million.

Life Sciences Business

Revenue increased due to the effect of the acquisition of the light source business of ams-OSRAM AG. In addition, the benefits of improved profitability from the strategic selection of investment targets for new projects continued, resulting in higher profit.

Life Science business sales therefore increased 34.2%, to ¥2,137 million. Operating profit increased 98.6%, to ¥226 million.

Photonics Solutions Business

In addition to the effect of the acquisition of the light source business of ams-OSRAM AG , sales of devices and modules for semiconductor applications remained firm, resulting in higher revenue. Additionally, the benefits of improved profitability through strategic project selections and focus continued, resulting in higher profit.

Photonics Solution business sales therefore increased 29.1%, to ¥3,001 million. Operating profit increased 109.2%, to ¥475 million.

Others

Sales of power supplies decreased due to lower capacity utilization at customer production lines, but profits rose mainly as a result of lower selling, general and administrative expenses.

Others segment sales thus decreased 10.5%, to ¥283 million. Operating profit was ¥29 million, compared with an operating loss of ¥23 million in the previous corresponding period.

(2) Overview of Financial Position

Assets

Assets as of the end of the term were ¥373,832 million, up ¥42,754 million from the end of the previous fiscal year. A key factor in this rise was an increase in investment securities owing to higher unrealized gains on investment securities.

Liabilities

Liabilities rose ¥17,641 million, to ¥150,380 million. A key factor in this rise was an increase in deferred tax liabilities owing to higher unrealized gains on investment securities.

Net Assets

Net assets rose ¥25,113 million, to ¥223,451 million. The key factor in this rise was a higher valuation difference on available-for-sale securities owing to higher unrealized gains on investment securities.

(3) Explanation of Consolidated Earnings Forecasts and Other Forward-looking statements

For the fiscal year ending March 31, 2027, management has retained the full-year forecasts announced on May 14, 2026. These forecasts are based on information currently available to the Company and on certain assumptions that management deems reasonable. Actual results may vary due to various factors.

2. Quarterly Consolidated Financial Statements and Notes
(1) Quarterly Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2026	As of June 30, 2026
Assets		
Current assets		
Cash and deposits	75,749	72,027
Notes and accounts receivable - trade, and contract assets	39,801	42,809
Securities	2,231	2,387
Merchandise and finished goods	36,489	36,770
Work in process	16,923	22,702
Raw materials and supplies	25,268	26,522
Other	11,716	10,596
Allowance for doubtful accounts	△1,673	△1,891
Total current assets	206,507	211,925
Non-current assets		
Property, plant and equipment		
Buildings and structures	54,470	54,803
Accumulated depreciation	△37,378	△37,930
Buildings and structures, net	17,092	16,872
Machinery, equipment and vehicles	33,866	34,058
Accumulated depreciation	△24,884	△25,416
Machinery, equipment and vehicles, net	8,982	8,642
Land	8,552	8,583
Right-of-use assets	7,456	7,889
Accumulated depreciation	△2,331	△2,624
Right-of-use assets, net	5,125	5,264
Construction in progress	2,057	1,783
Other	41,084	41,672
Accumulated depreciation	△29,509	△30,193
Other, net	11,574	11,479
Total property, plant and equipment	53,384	52,626
Intangible assets		
Goodwill	7,063	6,876
Other	4,101	3,955
Total intangible assets	11,164	10,831
Investments and other assets		
Investment securities	39,033	77,500
Long-term loans receivable	15	17
Deferred tax assets	2,129	2,097
Retirement benefit asset	16,299	16,337
Other	2,718	2,670
Allowance for doubtful accounts	△174	△174
Total investments and other assets	60,021	98,448
Total non-current assets	124,570	161,907
Total assets	331,078	373,832

(Millions of yen)

	As of March 31, 2026	As of June 30, 2026
Liabilities		
Current liabilities		
Notes and accounts payable - trade	14,062	17,629
Short-term borrowings	1,471	1,480
Current portion of long-term borrowings	26,725	30,725
Lease liabilities	1,707	1,714
Income taxes payable	2,526	2,140
Contract liabilities	13,215	13,696
Provision for bonuses	2,823	1,655
Provision for bonuses for directors (and other officers)	81	107
Provision for product warranties	3,703	3,365
Other	9,979	11,519
Total current liabilities	76,297	84,033
Non-current liabilities		
Long-term borrowings	39,775	35,775
Lease liabilities	4,929	5,022
Deferred tax liabilities	6,375	19,997
Provision for retirement benefits for directors (and other officers)	74	86
Provision for share awards for directors (and other officers)	220	240
Retirement benefit liability	3,935	4,114
Asset retirement obligations	368	371
Other	762	740
Total non-current liabilities	56,441	66,347
Total liabilities	132,739	150,380
Net assets		
Shareholders' equity		
Share capital	19,556	19,556
Capital surplus	27,767	27,767
Retained earnings	94,132	91,549
Treasury shares	△7,728	△9,208
Total shareholders' equity	133,728	129,665
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	15,993	43,330
Foreign currency translation adjustment	41,653	43,621
Remeasurements of defined benefit plans	6,948	6,821
Total accumulated other comprehensive income	64,595	93,773
Non-controlling interests	14	13
Total net assets	198,338	223,451
Total liabilities and net assets	331,078	373,832

(2) Quarterly Consolidated Statements of Income and Consolidated Statements of Comprehensive Income

(Quarterly Consolidated Statements of Income (cumulative))

(Millions of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Net sales	38,356	48,987
Cost of sales	24,346	29,095
Gross profit	14,010	19,892
Selling, general and administrative expenses	13,041	14,946
Operating profit	968	4,945
Non-operating income		
Interest income	304	327
Dividend income	326	199
Other	210	181
Total non-operating income	840	708
Non-operating expenses		
Interest expenses	69	267
Loss on redemption of investment securities	59	―
Foreign exchange losses	45	51
Loss on investments in investment partnerships	―	3
Other	27	22
Total non-operating expenses	203	345
Ordinary profit	1,606	5,308
Extraordinary income		
Gain on sale of non-current assets	10	3
Gain on sale of investment securities	―	0
Total extraordinary income	10	4
Extraordinary losses		
Loss on retirement of non-current assets	66	50
Loss on sale of non-current assets	0	30
Impairment losses	217	―
Loss on valuation of investment securities	155	―
Business restructuring expenses	3,605	―
Total extraordinary losses	4,046	80
Profit (loss) before income taxes	△2,429	5,232
Income taxes - current	812	905
Income taxes - deferred	△413	1,299
Total income taxes	398	2,205
Profit (loss)	△2,827	3,027
Loss attributable to non-controlling interests	△0	△1
Profit (loss) attributable to owners of parent	△2,827	3,028

(Quarterly Consolidated Statements of Comprehensive Income (cumulative))

(Millions of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Profit (loss)	△2,827	3,027
Other comprehensive income		
Valuation difference on available-for-sale securities	2,283	27,336
Foreign currency translation adjustment	△1,818	1,967
Remeasurements of defined benefit plans, net of tax	△61	△126
Total other comprehensive income	403	29,177
Comprehensive income	△2,424	32,205
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	△2,423	32,206
Comprehensive income attributable to non-controlling interests	△0	△1

(3) Notes to Quarterly Consolidated Financial Statements

(Notes on Segment Information)

I. First three months of the fiscal year ended March 31, 2026 (from April 1, 2025 to June 30, 2025)

Information concerning net sales and profit/loss by reportable segment

(Millions of yen)

	Reportable Segment					Others (Note 1)	Total	Adjustment (Note 2)	Amount on consolidated financial statements (Note 3)
	Industrial Processes	Visual Imaging	Life Sciences	Photonics Solutions	Total				
Sales									
Sales to outside customers	15,824	18,301	1,591	2,325	38,043	313	38,356	—	38,356
Inter-segment sales or transfer among segment	0	2	0	0	3	3	6	(6)	—
Total	15,824	18,303	1,592	2,325	38,047	316	38,363	(6)	38,356
Segment profit (loss)	326	352	114	227	1,020	(23)	997	(28)	968

(Notes) 1. "Others" represents business segments that are not included in other reportable segments and other revenue-generating business activities.

2. Total adjustment of ¥(28) million for segment profit (loss) includes ¥(0) million in eliminations of inter-segment transactions and ¥(28) million in corporate expenses. The latter expenses are primarily general and administrative expenses that are not included in reportable segments or other revenue-generating business activities.

3. Segment profit (loss) is adjusted with operating profit in the quarterly consolidated statements of income.

II. First three months of the fiscal year ending March 31, 2027 (from April 1, 2026 to June 30, 2026)

Information concerning net sales and profit/loss by reportable segment

(Millions of yen)

	Reportable Segment					Others (Note 1)	Total	Adjustment (Note 2)	Amount on consolidated financial statements (Note 3)
	Industrial Processes	Visual Imaging	Life Sciences	Photonics Solutions	Total				
Sales									
Sales to outside customers	20,551	23,017	2,137	3,001	48,707	279	48,987	—	48,987
Inter-segment sales or transfer among segment	—	1	0	—	1	3	4	(4)	—
Total	20,551	23,018	2,137	3,001	48,709	283	48,992	(4)	48,987
Segment profit	2,867	1,376	226	475	4,946	29	4,976	(30)	4,945

(Notes) 1. "Others" represents business segments that are not included in other reportable segments and other revenue-generating business activities.

2. Total adjustment of ¥(30) million for segment profit includes ¥0 million in eliminations of inter-segment transactions and ¥(28) million in corporate expenses. The latter expenses are primarily general and administrative expenses that are not included in reportable segments or other revenue-generating business activities.

3. Segment profit is adjusted with operating profit in the quarterly consolidated statements of income.

(Notes on Significant Changes in the Amount of Shareholders' Equity)
Not applicable.

(Notes on Premise of Going Concern)
Not applicable.

(Notes on Quarterly Consolidated Statements of Cash Flows)
The Company has not prepared quarterly consolidated statements of cash flows for the first quarter of the year under review. Depreciation (including depreciation related to intangible assets except goodwill) and amortization of goodwill for the first quarter of this fiscal year were as follows.

	First three months of the fiscal year ended March 31, 2026 (from April 1, 2025 to June 30, 2025)	First three months of the fiscal year ending March 31, 2027 (from April 1, 2026 to June 30, 2026)
Depreciation	2,008 Millions of yen	2,278 Millions of yen
Amortization of Goodwill	25	282