

May 14, 2026

Consolidated Financial Results for the Fiscal Year Ended March 31, 2026 (Under Japanese GAAP)

Company name: TOREX SEMICONDUCTOR LTD.
 Listing: Tokyo Stock Exchange
 Securities code: 6616
 URL: <https://www.torex.co.jp/>
 Representative: Takeshi Kimura, President
 Inquiries: Takashi Maegawa, Director, Corporate Officer General Manager, Corporate Planning Headquarters
 Telephone: +81-3-6899-5782
 Scheduled date of annual general meeting of shareholders: June 24, 2026
 Scheduled date to commence dividend payments: June 25, 2026
 Scheduled date to file annual securities report: June 23, 2026
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: Yes

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

1. Consolidated financial results for the fiscal year ended March 31, 2026 (from April 1, 2025 to March 31, 2026)

(1) Consolidated operating results

(Percentages indicate year-on-year changes.)

Fiscal year ended	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2026	25,073	4.7	1,085	-	1,268	-	1,159	-
March 31, 2025	23,957	(7.0)	(632)	-	(820)	-	(2,358)	-

Note: Comprehensive income For the fiscal year ended March 31, 2026: ¥2,150 million [-%]
 For the fiscal year ended March 31, 2025: ¥(2,236) million [-%]

Fiscal year ended	Basic earnings per share	Diluted earnings per share	Return on equity	Ratio of ordinary profit to total assets	Ratio of operating profit to net sales
	Yen	Yen	%	%	%
March 31, 2026	109.38	-	6.4	3.7	4.3
March 31, 2025	(214.62)	-	(12.4)	(2.3)	(2.6)

(2) Consolidated financial position

As of	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
March 31, 2026	35,801	18,761	52.4	1,771.28
March 31, 2025	33,607	17,400	51.8	1,616.67

Reference: Equity
 As of March 31, 2026: ¥18,761 million
 As of March 31, 2025: ¥17,400 million

(3) Consolidated cash flows

Fiscal year ended	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2026	3,127	(2,359)	(953)	9,380
March 31, 2025	3,359	(3,755)	442	9,231

2. Cash dividends

Fiscal year ended	Annual dividends per share					Total cash dividends (Total)	Payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Fiscal year ended March 31, 2025	-	28.00	-	28.00	56.00	615	-	3.2
Fiscal year ended March 31, 2026	-	28.00	-	28.00	56.00	599	51.2	3.3
Fiscal year ending March 31, 2027 (Forecast)		28.00		28.00	56.00		42.4	

3. Forecast of consolidated financial results 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	28,000	11.7	1,300	19.8	1,300	2.5	1,400	20.7	132.17

* **Notes**

- (1) Significant changes in the scope of consolidation during the period: None
- (2) Changes in accounting policies, changes in accounting estimates, and restatement
- (i) Changes in accounting policies due to revisions to accounting standards and other regulations: None
- (ii) Changes in accounting policies due to other reasons: None
- (iii) Changes in accounting estimates: Yes
- (iv) Restatement: None
- (3) Number of issued shares (common shares)

- (i) Total number of issued shares at the end of the period (including treasury shares)

As of March 31, 2026	11,554,200 shares
As of March 31, 2025	11,554,200 shares

- (ii) Number of treasury shares at the end of the period

As of March 31, 2026	961,963 shares
As of March 31, 2025	790,963 shares

- (iii) Average number of shares outstanding during the period

Fiscal year ended March 31, 2026	10,599,481 shares
Fiscal year ended March 31, 2025	10,989,298 shares

[Reference] Overview of non-consolidated financial results

1. Non-consolidated financial results for the fiscal year ended March 31, 2026 (from April 1, 2025 to March 31, 2026)

(1) Non-consolidated operating results

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Fiscal year ended								
March 31, 2026	9,215	5.9	180	-	790	144.5	753	-
March 31, 2025	8,702	7.8	(184)	-	323	-	(26)	-

	Basic earnings per share	Diluted earnings per share
Fiscal year ended	Yen	Yen
March 31, 2026	71.09	-
March 31, 2025	(2.42)	-

(2) Non-consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
March 31, 2026	16,398	9,318	56.8	879.71
March 31, 2025	16,447	9,250	56.2	859.43

Reference: Equity

As of March 31, 2026: ¥9,318 million

As of March 31, 2025: ¥9,250 million

* Financial results reports are exempt from audit conducted by certified public accountants or an audit firm.

* Proper use of earnings forecasts, and other special matters

The forward-looking statements, including forecasts of financial results, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. However, the Company makes no guarantee that these forecasts will be achieved. Actual financial results, etc. may differ substantially due to various factors. Please refer to “(4) Future outlook” of “1. Overview of Operating Results and Others” on page 5 of the attached materials for the conditions that form the assumptions for the forecasts of financial results and cautions concerning the use thereof.

* How to obtain supplementary financial results materials

Supplementary financial results materials will be posted on TDnet and the Company's website on Wednesday, May 20, 2026.

Consolidated balance sheet

(Thousands of yen)

	As of March 31, 2025	As of March 31, 2026
Assets		
Current assets		
Cash and deposits	9,429,457	9,629,015
Notes and accounts receivable - trade	4,084,734	5,032,512
Merchandise and finished goods	3,259,408	2,122,350
Work in process	1,742,980	2,106,945
Raw materials and supplies	1,483,746	2,257,956
Other	839,744	599,583
Allowance for doubtful accounts	(3,958)	(5,722)
Total current assets	20,836,112	21,742,642
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	4,563,311	5,024,062
Machinery, equipment and vehicles, net	2,362,154	1,515,548
Tools, furniture and fixtures, net	438,739	509,006
Land	1,019,313	1,019,313
Leased assets, net	193,362	253,611
Construction in progress	578,319	505,077
Total property, plant and equipment	9,155,201	8,826,619
Intangible assets		
Software	403,800	272,203
Other	310,378	968,082
Total intangible assets	714,179	1,240,286
Investments and other assets		
Investment securities	1,232,434	1,979,299
Retirement benefit asset	1,007,449	1,587,428
Deferred tax assets	297,550	4,917
Other	369,989	426,018
Allowance for doubtful accounts	(4,917)	(5,844)
Total investments and other assets	2,902,505	3,991,819
Total non-current assets	12,771,885	14,058,725
Total assets	33,607,998	35,801,367

	As of March 31, 2025	As of March 31, 2026
Liabilities		
Current liabilities		
Notes and accounts payable - trade	701,368	1,176,127
Short-term borrowings	1,900,000	1,900,000
Current portion of bonds payable	100,000	-
Current portion of long-term borrowings	2,479,936	3,054,824
Lease liabilities	70,482	86,020
Accounts payable - other	892,468	749,393
Income taxes payable	97,246	197,151
Contract liabilities	5,443	24,187
Provision for bonuses	437,324	419,306
Other	369,947	410,317
Total current liabilities	7,054,217	8,017,328
Non-current liabilities		
Long-term borrowings	8,332,262	7,845,992
Lease liabilities	101,750	150,952
Long-term accounts payable - other	28,616	19,197
Retirement benefit liability	400,707	414,246
Provision for share awards	106,860	150,306
Asset retirement obligations	87,638	177,282
Deferred tax liabilities	86,278	255,130
Other	9,033	9,034
Total non-current liabilities	9,153,148	9,022,143
Total liabilities	16,207,366	17,039,471
Net assets		
Shareholders' equity		
Share capital	2,967,934	2,967,934
Capital surplus	8,420,205	8,420,205
Retained earnings	5,523,084	6,078,556
Treasury shares	(999,102)	(1,184,227)
Total shareholders' equity	15,912,121	16,282,469
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	280,420	791,391
Foreign currency translation adjustment	873,149	977,466
Remeasurements of defined benefit plans	334,940	710,568
Total accumulated other comprehensive income	1,488,510	2,479,426
Total net assets	17,400,632	18,761,895
Total liabilities and net assets	33,607,998	35,801,367

Consolidated statement of income

(Thousands of yen)

	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026
Net sales	23,957,700	25,073,221
Cost of sales	18,685,456	18,702,490
Gross profit	5,272,244	6,370,730
Selling, general and administrative expenses	5,904,411	5,285,696
Operating profit (loss)	(632,166)	1,085,033
Non-operating income		
Interest and dividend income	138,279	96,409
Foreign exchange gains	-	163,604
Royalty gain	1,767	2,202
Rental income	48,898	32,775
Other	72,572	66,486
Total non-operating income	261,517	361,479
Non-operating expenses		
Interest expenses	165,306	171,897
Commission expenses	8,000	-
Foreign exchange losses	271,886	-
Other	4,434	6,099
Total non-operating expenses	449,627	177,996
Ordinary profit (loss)	(820,277)	1,268,516
Extraordinary income		
Gain on sale of non-current assets	44,204	2,688
Gain on sale of investment securities	48,970	-
Subsidy income	7,559	109,835
Surrender value of insurance policies	12,169	-
Insurance claim income	18,683	12,747
Total extraordinary income	131,587	125,271
Extraordinary losses		
Impairment losses	1,115,532	-
Loss on sale and retirement of non-current assets	11,642	18,393
Loss on valuation of investment securities	83,580	-
Loss on disaster	14,132	9,756
Head office relocation expenses	-	91,464
Total extraordinary losses	1,224,887	119,613
Profit (loss) before income taxes	(1,913,577)	1,274,174
Income taxes - current	112,850	194,207
Income taxes - deferred	332,139	(79,469)
Total income taxes	444,990	114,738
Profit (loss)	(2,358,567)	1,159,435
Profit (loss) attributable to owners of parent	(2,358,567)	1,159,435

Consolidated statement of comprehensive income

(Thousands of yen)

	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026
Profit (loss)	(2,358,567)	1,159,435
Other comprehensive income		
Valuation difference on available-for-sale securities	167,075	510,971
Foreign currency translation adjustment	(38,861)	104,316
Remeasurements of defined benefit plans, net of tax	(6,177)	375,628
Total other comprehensive income	122,036	990,916
Comprehensive income	(2,236,530)	2,150,351
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(2,236,530)	2,150,351

Consolidated statement of changes in equity

Fiscal year ended March 31, 2025

(Thousands of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	2,967,934	8,420,205	8,504,353	(706,062)	19,186,430
Changes during period					
Dividends of surplus	-	-	(622,701)	-	(622,701)
Profit attributable to owners of parent	-	-	(2,358,567)	-	(2,358,567)
Purchase of treasury shares	-	-	-	(314,763)	(314,763)
Disposal of treasury shares	-	-	-	21,723	21,723
Net changes in items other than shareholders' equity	-	-	-	-	-
Total changes during period	-	-	(2,981,268)	(293,040)	(3,274,308)
Balance at end of period	2,967,934	8,420,205	5,523,084	(999,102)	15,912,121

	Accumulated other comprehensive income				Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income	
Balance at beginning of period	113,344	912,010	341,118	1,366,473	20,552,904
Changes during period					
Dividends of surplus	-	-	-	-	(622,701)
Profit attributable to owners of parent	-	-	-	-	(2,358,567)
Purchase of treasury shares	-	-	-	-	(314,763)
Disposal of treasury shares	-	-	-	-	21,723
Net changes in items other than shareholders' equity	167,075	(38,861)	(6,177)	122,036	122,036
Total changes during period	167,075	(38,861)	(6,177)	122,036	(3,152,272)
Balance at end of period	280,420	873,149	334,940	1,488,510	17,400,632

Consolidated statement of changes in equity

Fiscal year ended March 31, 2026

(Thousands of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	2,967,934	8,420,205	5,523,084	(999,102)	15,912,121
Changes during period					
Dividends of surplus	-	-	(603,963)	-	(603,963)
Profit attributable to owners of parent	-	-	1,159,435	-	1,159,435
Purchase of treasury shares	-	-	-	(185,124)	(185,124)
Disposal of treasury shares	-	-	-	-	-
Net changes in items other than shareholders' equity	-	-	-	-	-
Total changes during period	-	-	555,471	(185,124)	370,347
Balance at end of period	2,967,934	8,420,205	6,078,556	(1,184,227)	16,282,469

	Accumulated other comprehensive income				Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income	
Balance at beginning of period	280,420	873,149	334,940	1,488,510	17,400,632
Changes during period					
Dividends of surplus	-	-	-	-	(603,963)
Profit attributable to owners of parent	-	-	-	-	1,159,435
Purchase of treasury shares	-	-	-	-	(185,124)

Disposal of treasury shares					
Net changes in items other than shareholders' equity	510,971	104,316	375,628	990,916	990,916
Total changes during period	510,971	104,316	375,628	990,916	1,361,263
Balance at end of period	791,391	977,466	710,568	2,479,426	18,761,895

Consolidated statement of cash flows

(Thousands of yen)

	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026
Cash flows from operating activities		
Profit (loss) before income taxes	(1,913,577)	1,274,174
Depreciation	2,468,402	1,971,780
Impairment losses	1,115,532	-
Loss (gain) on sale of investment securities	(48,970)	-
Loss on valuation of investment securities	83,580	-
Loss on disaster	14,132	9,756
Loss (gain) on sale and retirement of non-current assets	(32,562)	15,704
Subsidy income	(7,559)	(109,835)
Head quarter relocation expense	-	91,464
Increase (decrease) in allowance for doubtful accounts	578	1,699
Increase (decrease) in provision for bonuses	(54,801)	(19,814)
Increase (decrease) in provision for share awards	32,587	43,446
Decrease (increase) in retirement benefit asset	(86,944)	(204,351)
Increase (decrease) in retirement benefit liability	6,879	13,539
Interest and dividend income	(138,279)	(96,409)
Interest expenses	165,306	171,897
Foreign exchange losses (gains)	(82,266)	(77,781)
Decrease (increase) in trade receivables	638,896	(833,037)
Decrease (increase) in inventories	1,029,457	42,536
Increase (decrease) in trade payables	81,265	338,443
Other, net	(77,035)	579,994
Subtotal	3,194,621	3,213,208
Interest and dividends received	138,279	96,409
Interest paid	(165,156)	(171,873)
Income taxes refund (paid)	184,264	(120,271)
Subsidies received	7,559	109,835
Net cash provided by (used in) operating activities	3,359,567	3,127,307

(Thousands of yen)

	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026
Cash flows from investing activities		
Net decrease (increase) in time deposits	(111,963)	(51,096)
Proceeds from sale of securities	6,370	-
Purchase of property, plant and equipment	(3,880,695)	(1,432,375)
Proceeds from sale of property, plant and equipment	227,183	2,854
Purchase of intangible assets	(36,021)	(765,275)
Purchase of investment securities	(4,546)	(4,680)
Proceeds from sale of investment securities	61,114	-
Proceeds from repayments of investment securities	42,291	-
Payments for asset retirement obligations	-	(55,200)
Payments of leasehold and guarantee deposits	(50,515)	(48,116)
Proceeds from refund of leasehold and guarantee deposits	608	852
Other, net	(9,356)	(6,045)
Net cash provided by (used in) investing activities	(3,755,532)	(2,359,083)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	1,900,000	-
Redemption of bonds	-	(100,000)
Proceeds from long-term borrowings	2,000,000	3,000,000
Repayments of long-term borrowings	(2,397,564)	(2,955,818)
Purchase of treasury shares	(314,763)	(185,124)
Repayments of lease liabilities	(115,363)	(108,433)
Dividends paid	(621,951)	(604,188)
Other, net	(8,000)	-
Net cash provided by (used in) financing activities	442,357	(953,564)
Effect of exchange rate change on cash and cash equivalents	45,068	333,802
Net increase (decrease) in cash and cash equivalents	91,461	148,462
Cash and cash equivalents at beginning of period	9,140,420	9,231,881
Cash and cash equivalents at end of period	9,231,881	9,380,343

(Notes on segment information, etc.)

Segment Information

1. Overview of Reporting Segments

The Company's reporting segments are those of the Company's constituent units for which segregated financial information is available and is subject to periodic review by the Board of Directors to determine the allocation of management resources and evaluate performance.

We mainly manufacture and sell analog power supply ICs, etc., and we are in charge of the territories defined by our company in Japan and our overseas subsidiaries in Asia (Singapore, China (including Hong Kong), Taiwan, Vietnam), Europe (the United Kingdom), and North America (the United States). Each local subsidiary is an independent management unit, and develops a comprehensive strategy for the territory in which it handles the products it handles, and develops its business activities.

In addition, Phenitec Semiconductor Corporation receives orders, manufactures, ships, and sells wafers in Japan.

Accordingly, the Company is comprised of regional segments based on its production and sales structure, with four reporting segments: Japan, Asia, Europe, and North America.

2. Method of calculating the amount of sales, profit or loss, assets, and other items for each reporting segment

The method of accounting for the reporting segment is the same as described in "Fundamental Important Matters for the Preparation of Consolidated Financial Statements".

Profit in the reporting segment is a figure based on operating income. Internal revenues and transfers between segments are based on prevailing market prices.

3. Information on the amount of sales, profits or losses, assets, and other items for each reported segment, as well as information on the breakdown of revenue.

The previous fiscal year (April 1, 2024 to March 31, 2025)

(Thousands of yen)

	Reportable segments					Adjustment amount (Note 1)	Amount recorded in consolidated financial statements (Note 2)
	Japan	Asia	Europe	North America	Total		
Net sales (Note 3)							
Revenue generated from customer contracts	16,576,788	5,615,020	1,227,802	538,089	23,957,700	-	23,957,700
Revenues from external customers	16,576,788	5,615,020	1,227,802	538,089	23,957,700	-	23,957,700
Transactions with other segments	6,211,584	374,634	34,125	28,321	6,648,665	(6,648,665)	-
Total	22,788,372	5,989,654	1,261,927	566,411	30,606,366	(6,648,665)	23,957,700
Segment profit (loss)	(862,523)	69,630	80,195	1,349	(711,347)	79,181	(632,166)
Segment Assets	31,189,313	3,564,742	667,307	722,132	36,143,495	(2,535,497)	33,607,998
Other items							
Depreciation	2,350,542	100,685	16,871	302	2,468,402	-	2,468,402
Increase in property, plant and equipment and intangible assets	2,837,115	80,541	46,629	404	2,964,690	-	2,964,690

Note: 1. The breakdown of the adjustment amount is as follows.

(1) The adjusted amount of 79,181 thousand yen for segment profit or loss (loss) is the elimination of inter-segment transactions.

(2) The adjustment amount of (2,535,497) thousand yen for segment assets is the elimination of inter-segment transactions.

2. Segment profit or loss (loss) is adjusted for operating loss in consolidated financial statements.

3. The Company makes business strategic decisions based on indicators based on sales in regions where electronic devices equipped with the Company's products are planned and designed, and orders are substantially received. The sales aggregated on a design-in basis are as follows.

(Design-in-based sales)

(Thousands of yen)

	Reportable segments				
	Japan	Asia	Europe	North America	Total
Sales	17,403,431	3,942,249	1,750,223	861,796	23,957,700

The current fiscal year (April 1, 2025 to March 31, 2026)

(Thousands of yen)

	Reportable segments					Adjustment amount (Note 1)	Amount recorded in consolidated financial statements (Note 2)
	Japan	Asia	Europe	North America	Total		
Net sales (Note 3)							
Revenue generated from customer contracts	17,373,007	5,677,896	1,366,180	656,136	25,073,221	-	25,073,221
Revenues from external customers	17,373,007	5,677,896	1,366,180	656,136	25,073,221	-	25,073,221
Transactions with other segments	6,523,297	421,539	37,240	25,830	7,007,908	(7,007,908)	-
Total	23,896,304	6,099,435	1,403,421	681,967	32,081,129	(7,007,908)	25,073,221
Segment Profit	836,795	103,260	111,440	43,208	1,094,705	(9,671)	1,085,033
Segment Assets	33,186,986	3,931,044	834,218	808,334	38,760,583	(2,959,215)	35,801,367
Other items							
Depreciation	1,865,524	90,849	15,127	279	1,971,780	-	1,971,780
Increase in property, plant and equipment and intangible assets	2,194,437	75,752	3,149	-	2,273,339	-	2,273,339

Note: 1. The breakdown of the adjustment amount is as follows.

(1) The adjustment amount of (9,671) thousand yen in segment profit is the elimination of inter-segment transactions.

(2) The adjustment amount of (2,959,215) thousand yen for segment assets is the elimination of inter-segment transactions.

2. Segment profit is adjusted to operating income in consolidated financial statements.

3. The Company makes business strategic decisions based on indicators based on sales in regions where electronic devices equipped with the Company's products are planned and designed, and orders are substantially received. The sales aggregated on a design-in basis are as follows.

(Design-in-based sales)

(Thousands of yen)

	Reportable segments				
	Japan	Asia	Europe	North America	Total
Sales	18,247,737	4,000,411	1,920,524	904,547	25,073,221