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October 29, 2026

# Consolidated Financial Results for the Six Months Ended September 30, 2026 (Under Japanese GAAP)

Company name: CTS Co., Ltd.
Listing: Tokyo Stock Exchange
Securities code: 4345
URL: https://www.cts-h.co.jp
Representative: Ren Yokoshima, Representative Director, President and Chief Executive Officer
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Scheduled date to file semi-annual securities report: November 13, 2026
Scheduled date to commence dividend payments: December 1, 2026
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: None

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

## 1. Consolidated financial results for the six months ended September 30, 2026 (from April 1, 2026 to September 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 | |
|---|---|---|---|---|---|---|---|---|
| Six months ended | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % |
| September 30, 2026 | 6,205 | 0.3 | 1,545 | 1.5 | 1,787 | 4.3 | 1,238 | 0.9 |
| September 30, 2025 | 6,184 | 6.5 | 1,522 | 7.1 | 1,713 | 21.6 | 1,226 | 29.3 |

Note: Comprehensive income For the six months ended September 30, 2026: ¥2,962 million [62.6%]
For the six months ended September 30, 2025: ¥1,822 million [115.9%]

| | Basic earnings per share | Diluted earnings per share |
|---|---|---|
| Six months ended | Yen | Yen |
| September 30, 2026 | 30.13 | - |
| September 30, 2025 | 29.70 | - |

### (2) Consolidated financial position

| | Total assets | Net assets | Equity-to-asset ratio |
|---|---|---|---|
| As of | Millions of yen | Millions of yen | % |
| September 30, 2026 | 23,603 | 17,771 | 75.3 |
| March 31, 2026 | 20,607 | 15,706 | 76.2 |

Reference: Equity
As of September 30, 2026: ¥17,771 million
As of March 31, 2026: ¥15,706 million

## 2. Cash dividends

| | Annual dividends per share | | | | |
|---|---|---|---|---|---|
| | First quarter-end | Second quarter-end | Third quarter-end | Fiscal year-end | Total |
| | Yen | Yen | Yen | Yen | Yen |
| Fiscal year ended March 31, 2026 | - | 14.00 | - | 15.00 | 29.00 |
| Fiscal year ending March 31, 2027 | - | 15.00 | | | |
| Fiscal year ending March 31, 2027 (Forecast) | | | | 15.00 | 30.00 |

Note: Revisions to the forecast of cash dividends most recently announced: None

### 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 | 13,500 | 5.9 | 3,530 | 4.8 | 3,890 | 4.2 | 2,720 | 1.2 | 66.31 |

Note: Revisions to the earnings forecasts most recently announced: None

At the Board of Directors meeting held on April 28, 2026, the Company resolved to repurchase its own shares. Net income per share in the consolidated earnings forecast for the fiscal year ending March 31, 2027 takes into account the impact of share buybacks up to the end of the consolidated accounting period of the second quarter of the current fiscal year (interim period).

**Notes**

(1) Significant changes in the scope of consolidation during the period: None

(2) Adoption of accounting treatment specific to the preparation of semi-annual consolidated financial statements: None

(3) 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: None

(iv) Restatement: None

(4) Number of issued shares (common shares)

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

| | |
|---|---|
| As of September 30, 2026 | 42,000,000 shares |
| As of March 31, 2026 | 42,000,000 shares |

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

| | |
|---|---|
| As of September 30, 2026 | 1,065,723 shares |
| As of March 31, 2026 | 734,921 shares |

(iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

| | |
|---|---|
| Six months ended September 30, 2026 | 41,103,645 shares |
| Six months ended September 30, 2025 | 41,313,134 shares |

In accordance with the resolution of the Board of Directors held on April 28, 2026, the Company has purchased 330,800 shares of treasury stock by the end of the consolidated accounting period of the second quarter of the current fiscal year (interim period).

* Semi-annual financial results reports are exempt from review conducted by certified public accountants or an audit firm.

* Proper use of earnings forecasts, and other special matters

(Cautions on forward-looking statements, etc.)

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. For the conditions on which earnings forecasts are predicated and precautions for the use of earnings forecasts, please refer to Appendix P.6 "1. Summary of Operating Results, etc. (3) Explanation of Forward-Looking Information such as Consolidated Earnings Forecasts."

## Semi-annual consolidated balance sheet

(Millions of yen)

| | As of March 31, 2026 | As of September 30, 2026 |
|---|---|---|
| Assets | | |
| Current assets | | |
| Cash and deposits | 4,171 | 3,637 |
| Notes and accounts receivable - trade | 1,696 | 1,732 |
| Electronically recorded monetary claims - operating | 154 | 177 |
| Inventories | 609 | 401 |
| Other | 193 | 663 |
| Allowance for doubtful accounts | (2) | (2) |
| Total current assets | 6,823 | 6,608 |
| Non-current assets | | |
| Property, plant and equipment | | |
| Leased assets, net | 1,807 | 1,937 |
| Other, net | 2,008 | 2,136 |
| Total property, plant and equipment | 3,816 | 4,074 |
| Intangible assets | 258 | 349 |
| Investments and other assets | | |
| Investment securities | 9,628 | 12,492 |
| Other | 94 | 92 |
| Allowance for doubtful accounts | (12) | (13) |
| Total investments and other assets | 9,709 | 12,571 |
| Total non-current assets | 13,784 | 16,995 |
| Total assets | 20,607 | 23,603 |
| Liabilities | | |
| Current liabilities | | |
| Accounts payable - trade | 661 | 597 |
| Electronically recorded obligations - operating | 131 | 99 |
| Income taxes payable | 606 | 554 |
| Other | 1,017 | 1,185 |
| Total current liabilities | 2,417 | 2,437 |
| Non-current liabilities | | |
| Lease liabilities | 1,176 | 1,289 |
| Deferred tax liabilities | 1,181 | 1,968 |
| Other | 125 | 137 |
| Total non-current liabilities | 2,484 | 3,395 |
| Total liabilities | 4,901 | 5,832 |
| Net assets | | |
| Shareholders' equity | | |
| Share capital | 3,000 | 3,000 |
| Retained earnings | 10,812 | 11,431 |
| Treasury shares | (654) | (932) |
| Total shareholders' equity | 13,157 | 13,499 |
| Accumulated other comprehensive income | | |
| Valuation difference on available-for-sale securities | 2,548 | 4,272 |
| Total accumulated other comprehensive income | 2,548 | 4,272 |
| Total net assets | 15,706 | 17,771 |
| Total liabilities and net assets | 20,607 | 23,603 |

## Semi-annual consolidated statement of income

(Millions of yen)

| | Six months ended September 30, 2025 | Six months ended September 30, 2026 |
|---|---|---|
| Net sales | 6,184 | 6,205 |
| Cost of sales | 3,077 | 2,997 |
| Gross profit | 3,106 | 3,208 |
| Selling, general and administrative expenses | 1,583 | 1,663 |
| Operating profit | 1,522 | 1,545 |
| Non-operating income | | |
| Dividend income | 115 | 142 |
| Gain on sale of investment securities | - | 61 |
| Share of profit of entities accounted for using equity method | 94 | 62 |
| Other | 4 | 6 |
| Total non-operating income | 213 | 272 |
| Non-operating expenses | | |
| Interest expenses | 23 | 28 |
| Other | 0 | 3 |
| Total non-operating expenses | 23 | 31 |
| Ordinary profit | 1,713 | 1,787 |
| Extraordinary income | | |
| Gain on sale of investment securities | 28 | - |
| Total extraordinary income | 28 | - |
| Profit before income taxes | 1,742 | 1,787 |
| Income taxes - current | 506 | 541 |
| Income taxes - deferred | 9 | 7 |
| Total income taxes | 515 | 548 |
| Profit | 1,226 | 1,238 |
| Profit attributable to owners of parent | 1,226 | 1,238 |

## Semi-annual consolidated statement of comprehensive income

(Millions of yen)

| | Six months ended September 30, 2025 | Six months ended September 30, 2026 |
|---|---|---|
| Profit | 1,226 | 1,238 |
| Other comprehensive income | | |
| Valuation difference on available-for-sale securities | 595 | 1,723 |
| Total other comprehensive income | 595 | 1,723 |
| Comprehensive income | 1,822 | 2,962 |
| Comprehensive income attributable to | | |
| Comprehensive income attributable to owners of parent | 1,822 | 2,962 |
| Comprehensive income attributable to non-controlling interests | - | - |

## Semi-annual consolidated statement of cash flows

(Millions of yen)

| | Six months ended September 30, 2025 | Six months ended September 30, 2026 |
|---|---|---|
| Cash flows from operating activities | | |
| Profit before income taxes | 1,742 | 1,787 |
| Depreciation | 489 | 460 |
| Increase (decrease) in allowance for doubtful accounts | 3 | 1 |
| Interest and dividend income | (115) | (146) |
| Interest expenses | 23 | 28 |
| Share of loss (profit) of entities accounted for using equity method | (94) | (62) |
| Loss (gain) on sale of investment securities | (28) | (61) |
| Decrease (increase) in trade receivables | (116) | (58) |
| Decrease (increase) in inventories | (222) | 208 |
| Increase (decrease) in trade payables | 471 | (96) |
| Other, net | (230) | (349) |
| Subtotal | 1,921 | 1,710 |
| Interest and dividends received | 115 | 146 |
| Interest paid | (23) | (28) |
| Income taxes paid | (497) | (556) |
| Net cash provided by (used in) operating activities | 1,516 | 1,272 |
| Cash flows from investing activities | | |
| Purchase of property, plant and equipment | (50) | (192) |
| Proceeds from sale of property, plant and equipment | 1 | - |
| Purchase of intangible assets | (67) | (108) |
| Purchase of investment securities | (366) | (337) |
| Proceeds from sale of investment securities | 32 | 100 |
| Other, net | 2 | 2 |
| Net cash provided by (used in) investing activities | (446) | (536) |
| Cash flows from financing activities | | |
| Purchase of treasury shares | (0) | (277) |
| Repayments of lease liabilities | (410) | (372) |
| Dividends paid | (516) | (618) |
| Net cash provided by (used in) financing activities | (927) | (1,269) |
| Net increase (decrease) in cash and cash equivalents | 142 | (534) |
| Cash and cash equivalents at beginning of period | 4,529 | 4,171 |
| Cash and cash equivalents at end of period | 4,672 | 3,637 |