

Translation

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Summary of Consolidated Financial Results for the Six Months Ended August 31, 2026 (Based on Japanese GAAP)

October 15, 2026

Company Name: OXIDE Corporation
 Stock Exchange Listing: Tokyo
 Stock Code: 6521 URL: <https://www.opt-oxide.com>
 Representative: COO Masayuki Yamamoto
 Inquiries: CFO Kengo Takeuchi
 Scheduled date to file semi-annual securities report: October 15, 2026
 Scheduled date to commence dividend payments: —
 Preparation of supplementary materials on financial results: Yes
 Holding of financial results briefing: Yes

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(Amounts of less than one million yen are rounded down)

1. Consolidated financial results for the six months ended August 31, 2026 (from March 1, 2026 to August 31, 2026)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended August 31, 2026	4,935	18.9	641	—	558	—	571	—
Six months ended August 31, 2025	4,151	22.1	(189)	—	(227)	—	(270)	—

Note: Comprehensive income Six months ended August 31, 2026 JPY 571 million [—%]
 Six months ended August 31, 2025 JPY(305) million [—%]

	Earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended August 31, 2026	49.24	47.32
Six months ended August 31, 2025	(23.82)	—

Note: Diluted earnings per share for the six months ended August 31, 2025 is not presented, as the Company recorded a net loss per share despite the existence of potential shares.

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of August 31, 2026	15,394	5,349	34.7
As of February 28, 2026	14,773	4,694	31.8

Reference: Equity As of August 31, 2026 JPY5,349 million
 As of February 28, 2026 JPY4,694 million

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended February 28, 2026	—	0.00	—	0.00	0.00
Year ending February 28, 2027	—	0.00	—	—	—
Year ending February 28, 2027 (Forecast)	—	—	—	0.00	0.00

Note: Revision to the most recent dividend forecast: No

3. Forecast of consolidated financial results for the year ending February 28, 2027 (from March 1, 2026 to February 28, 2027)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	10,323	2.8	1,367	151.9	1,234	83.0	1,328	—	114.50

Note: Revisions to the financial results forecast most recently announced: Yes

For details regarding the revision to our earnings forecast, please refer to the “Notice of revision to consolidated full-year results forecast” announced today (October 15, 2026).

* Notes

(1) Significant changes in the scope of consolidation during the period: No

(2) Application of special accounting methods for preparing interim consolidated financial statements: No

(3) Changes in accounting policies, changes in accounting estimates, and restatements

Changes in accounting policies due to revisions to accounting standards and other regulations: No

Changes in accounting policies due to other reasons: No

Changes in accounting estimates: No

Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

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

As of August 31, 2026	11,620,442	Shares	As of February 28, 2026	11,567,113	Shares
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Number of treasury shares at the end of the period

As of August 31, 2026	2,086	Shares	As of February 28, 2026	1,736	Shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Six months ended August 31, 2026	11,597,989	Shares	Six months ended August 31, 2025	11,343,944	Shares
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* This summary of financial results for the 2nd quarter (interim) is not subject to review by certified public accountants or an audit firm.

* Proper use of financial results forecasts, and other special matters

The forward-looking statements, including the financial results forecasts, contained in this document are based on information currently available to the Company and on certain assumptions deemed to be reasonable. These statements do not purport that the Company pledges to achieve the stated performance. Actual business and other results may differ substantially due to various factors.

Interim consolidated financial statements

(1) Interim consolidated balance sheet

(Thousands of yen)

	As of February 28, 2026	As of August 31, 2026
Assets		
Current assets		
Cash and deposits	2,287,394	1,921,507
Accounts receivable - trade	1,280,659	1,249,140
Electronically recorded monetary claims - operating	40,040	—
Merchandise and finished goods	239,254	117,798
Work in process	1,843,799	2,145,625
Raw materials and supplies	747,465	896,398
Other	1,327,891	559,588
Total current assets	7,766,505	6,890,059
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	2,396,862	2,392,273
Machinery, equipment and vehicles, net	2,330,020	3,633,795
Other, net	1,167,298	1,334,323
Total property, plant and equipment	5,894,181	7,360,392
Intangible assets	135,439	179,788
Investments and other assets	977,025	964,520
Total non-current assets	7,006,646	8,504,700
Total assets	14,773,151	15,394,760

(Thousands of yen)

	As of February 28, 2026	As of August 31, 2026
Liabilities		
Current liabilities		
Accounts payable - trade	827,602	541,688
Short-term borrowings	3,100,000	2,600,000
Current portion of long-term borrowings	984,948	707,925
Income taxes payable	23,533	213,009
Provision for bonuses	106,073	138,508
Provision for repairs	154,235	159,576
Provision for product warranties	100,108	143,541
Provision for employee stock compensation	28,139	—
Other	1,267,909	1,766,355
Total current liabilities	6,592,547	6,270,604
Non-current liabilities		
Bonds payable	150,000	150,000
Long-term borrowings	3,307,697	3,600,661
Other	27,917	24,110
Total non-current liabilities	3,485,614	3,774,771
Total liabilities	10,078,161	10,045,375
Net assets		
Shareholders' equity		
Share capital	3,413,992	3,455,380
Capital surplus	3,870,814	3,912,203
Retained earnings	(2,589,417)	(2,018,327)
Treasury shares	(1,591)	(1,591)
Total shareholders' equity	4,693,797	5,347,664
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,192	1,390
Total accumulated other comprehensive income	1,192	1,390
Share acquisition rights	—	330
Total net assets	4,694,989	5,349,384
Total liabilities and net assets	14,773,151	15,394,760

(2) Interim consolidated statement of income and consolidated statement of comprehensive income

(Interim consolidated statement of income)

(Thousands of yen)

	Six months ended August 31, 2025	Six months ended August 31, 2026
Net sales	4,151,445	4,935,494
Cost of sales	2,833,937	3,003,227
Gross profit	1,317,508	1,932,266
Selling, general and administrative expenses	1,507,415	1,291,177
Operating profit (loss)	(189,906)	641,089
Non-operating income		
Interest income	3,211	3,043
Rental income from land and buildings	2,094	3,666
Foreign exchange gains	60,779	—
Grant income	—	808
Gain on sale of investment securities	—	6,000
Other	392	2,276
Total non-operating income	66,478	15,794
Non-operating expenses		
Interest expenses	82,196	57,326
Commission expenses	9,602	32,515
Foreign exchange losses	—	5,437
Other	12,293	3,255
Total non-operating expenses	104,093	98,535
Ordinary profit (loss)	(227,521)	558,348
Extraordinary income		
Gain on sale of non-current assets	10,163	29,095
Subsidy income	75,715	96,378
Gain on donation	—	160,125
Total extraordinary income	85,879	285,599
Extraordinary losses		
Loss on sale of non-current assets	2,282	—
Loss on tax purpose reduction entry of non-current assets	72,414	92,530
Total extraordinary losses	74,696	92,530
Profit (loss) before income taxes	(216,339)	751,417
Income taxes - current	49,980	172,736
Income taxes - deferred	3,911	7,590
Total income taxes	53,892	180,327
Profit (loss)	(270,231)	571,089
Profit attributable to non-controlling interests	—	—
Profit (loss) attributable to owners of parent	(270,231)	571,089

(Interim consolidated statement of comprehensive income)

(Thousands of yen)

	Six months ended August 31, 2025	Six months ended August 31, 2026
Profit (loss)	(270,231)	571,089
Other comprehensive income		
Valuation difference on available-for-sale securities	(141)	198
Foreign currency translation adjustment	(35,530)	—
Total other comprehensive income	(35,671)	198
Comprehensive income	(305,902)	571,287
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(305,902)	571,287
Comprehensive income attributable to non-controlling interests	—	—

(3) Interim Consolidated statement of cash flow

(Thousands of yen)

	Six months ended August 31, 2025	Six months ended August 31, 2026
Cash flows from operating activities		
Profit (loss) before income taxes	(216,339)	751,417
Depreciation	453,276	324,043
Loss (gain) on sale of non-current assets	(7,881)	(29,095)
Loss on retirement of non-current assets	—	616
Loss on tax purpose reduction entry of non-current assets	72,414	92,530
Grant income	—	(808)
Subsidy income	(75,940)	(96,378)
Loss (gain) on sale of investment securities	—	(6,000)
Commission expenses	9,602	32,515
Gain on receipt of donated assets	—	(160,125)
Increase (decrease) in allowance for doubtful accounts	31,350	—
Increase (decrease) in provision for bonuses	3,751	32,435
Increase (decrease) in provision for repairs	5,978	5,341
Increase (decrease) in provision for product warranties	26,216	43,433
Increase (decrease) in provision for stock compensation	7,440	(28,139)
Increase (decrease) in accounts payable - other	(221,888)	(59,470)
Increase (decrease) in advances received	(72,292)	(136,855)
Increase (decrease) in contract liabilities	(157,701)	157,351
Foreign exchange losses (gains)	10,402	(11,474)
Interest income	(3,211)	(3,043)
Interest expenses	82,196	57,326
Decrease (increase) in trade receivables	653,360	71,558
Decrease (increase) in inventories	(122,696)	(329,303)
Increase (decrease) in trade payables	150,696	(285,913)
Other, net	(130,641)	(13,956)
Subtotal	498,093	408,007
Interest received	3,094	3,043
Interest paid	(84,642)	(54,886)
Grants received	—	808
Subsidies received	94,194	429,686
Income taxes refund (paid)	(30,986)	6,574
Net cash provided by (used in) operating activities	479,754	793,233
Cash flows from investing activities		
Purchase of property, plant and equipment	(329,989)	(1,657,198)
Proceeds from sale of property, plant and equipment	261,600	23,106
Purchase of intangible assets	(14,391)	(41,248)
Proceeds from sale of investment securities	—	6,000
Proceeds from refund of leasehold and guarantee deposits	2,730	—
Loan advances to employees	(1,634)	—
Proceeds from collection of loans receivable from employees	426	—
Proceeds from sale of shares of subsidiaries resulting in change in scope of consolidation	—	1,000,000
Net cash provided by (used in) investing activities	(81,258)	(669,340)

(Thousands of yen)

	Six months ended August 31, 2025	Six months ended August 31, 2026
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(100,000)	(500,000)
Proceeds from long-term borrowings	370,000	754,000
Repayments of long-term borrowings	(635,538)	(738,059)
Redemption of bonds	(4,500)	—
Repayments of lease liabilities	(615)	(4,422)
Proceeds from issuance of shares	169,334	22,036
Proceeds from issuance of share acquisition rights	—	330
Other, net	(9,600)	(35,140)
Net cash provided by (used in) financing activities	(210,919)	(501,255)
Effect of exchange rate change on cash and cash equivalents	(1,020)	11,474
Net increase (decrease) in cash and cash equivalents	186,555	(365,887)
Cash and cash equivalents at beginning of period	2,239,942	2,287,394
Cash and cash equivalents at end of period	2,426,497	1,921,507