



October 22, 2026

Consolidated Financial Results for the Second Quarter of Fiscal Year 2026

Company name: DISCO CORPORATION
 Stock code number: 6146 (TSE Prime Market)
 URL: <https://www.disco.co.jp>

- Notes: 1. The accompanying financial statements have been prepared in accordance with accounting principles and practices generally accepted in Japan.
 2. Amounts are rounded down to the nearest million yen.

1. Consolidated results for FY2026 2Q (April 1, 2026 - September 30, 2026)

1) Consolidated operating results

(Millions of yen)

	Six months ended		
	September 30, 2025	September 30, 2026	YoY (%)
Net sales	194,537	257,058	32.1
Operating income	78,871	116,639	47.9
Ordinary income	79,465	114,437	44.0
Net income	55,913	80,366	43.7
Net income per share (yen)	515.70	740.84	-

Comprehensive income: Six months ended September 30, 2026: 81,271 million yen, 44.8%
 Six months ended September 30, 2025: 56,115 million yen, 2.5%

2) Consolidated financial position

(Millions of yen)

	As of March 31, 2026	As of September 30, 2026
Total assets	743,410	824,584
Net assets	588,125	629,013
Equity ratio (%)	78.9%	76.1%

Equity: 627,479 million yen (as of September 30, 2026)
 586,574 million yen (as of March 31, 2026)

2. Dividends

(yen)

	Fiscal Year 2025	Fiscal Year 2026 Actual	Fiscal Year 2026 Forecast
1Q-end dividend per share (yen)	—	—	
2Q-end dividend per share (yen)	129.00	186.00	
3Q-end dividend per share (yen)	—		—
Year-end dividend per share (yen)	376.00		—
Annual dividend per share (yen)	505.00		—

Note: Revision of dividends forecast during this period: Yes

*For the revised dividends forecast, refer to the "DISCO Dividend Payout for Fiscal Year 2026" announced on October 22, 2026.

*The year-end dividends for fiscal year 2026 have not been determined at this point.

3. Consolidated forecasts for FY2026 3Q (April 1, 2026 - December 31, 2026)

(Millions of yen)

	Nine months ending December 31, 2026	YoY (%)
Net sales	389,500	28.2
Operating income	174,700	38.4
Ordinary income	173,400	37.1
Net income	121,900	31.6
Net income per share (yen)	1,123.43	-
Shipment value	434,200	35.2%

Note: Revision of earnings forecast during this period: Yes

*For the revised consolidated forecasts, refer to the "Business Forecast Notification" announced on October 22, 2026.

4. Other

- 1) Important changes in subsidiaries: None
- 2) Changes in principles, procedures, or display of accounting method concerning consolidated statement policies.
 1. Changes in accounting policies along with changes in accounting standards: None
 2. Other changes: None
- 3) Number of shares outstanding (common stock)
 - (1) Number of shares issued (including treasury stocks)

As of September 30, 2026:	108,523,429	shares
As of March 31, 2026:	108,478,029	shares
 - (2) Number of shares of treasury stock

As of September 30, 2026:	16,004	shares
As of March 31, 2026:	16,004	shares
 - (3) Average number of shares

As of September 30, 2026:	108,480,881	shares
As of September 30, 2025:	108,420,961	shares

Explanation regarding appropriate use of earnings forecast:

The performance forecasts and estimates provided in this Financial Review are based on certain assumptions judged to be reasonable at the present time in light of information currently available.

Consequently, actual operating results may differ substantially from the projections in the Financial Review.

Reference: non-consolidated forecasts for FY2026 3Q (April 1, 2026 - December 31, 2026)

(Millions of yen)

	Nine months ending December 31, 2026	YoY (%)
Net sales	322,500	29.6
Operating income	144,000	38.3
Ordinary income	169,500	37.1
Net income	124,500	31.5
Net income per share (yen)	1,147.39	-

Note: Revision of earnings forecast during this period: Yes

*For the revised non-consolidated forecasts, refer to the "Business Forecast Notification" announced on October 22, 2026.

5. Consolidated balance sheet

(Millions of yen)

	As of March 31, 2026	As of September 30, 2026
Assets		
Current assets		
Cash and deposits	284,575	342,411
Notes and accounts receivable - trade, and contract assets	57,477	57,767
Merchandise and finished goods	39,022	47,766
Work in process	43,107	43,383
Raw materials and supplies	59,196	69,669
Other	12,010	12,610
Allowance for doubtful accounts	(817)	(842)
Total current assets	494,572	572,766
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	101,636	99,593
Land	65,488	65,524
Other, net	56,115	61,807
Total property, plant and equipment	223,241	226,925
Intangible assets	250	268
Investments and other assets	25,346	24,622
Total non-current assets	248,838	251,817
Total assets	743,410	824,584
Liabilities		
Current liabilities		
Accounts payable - trade	9,053	11,571
Electronically recorded obligations - operating	13,884	20,021
Income taxes payable	22,523	31,814
Contract liabilities	50,006	79,623
Provision for bonuses	44,229	32,578
Other provisions	2,121	2,947
Other	12,638	16,019
Total current liabilities	154,458	194,576
Non-current liabilities	826	994
Total liabilities	155,285	195,570
Net assets		
Shareholders' equity		
Share capital	22,359	22,643
Capital surplus	24,348	24,631
Retained earnings	521,924	561,508
Treasury shares	(48)	(48)
Total shareholders' equity	568,583	608,735
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	600	649
Foreign currency translation adjustment	16,698	17,515
Remeasurements of defined benefit plans	692	579
Total accumulated other comprehensive income	17,991	18,744
Share acquisition rights	1,184	1,090
Non-controlling interests	366	443
Total net assets	588,125	629,013
Total liabilities and net assets	743,410	824,584

6. Consolidated statement of (comprehensive) income

(Millions of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Net sales	194,537	257,058
Cost of sales	60,527	73,141
Gross profit	134,009	183,917
Selling, general and administrative expenses	55,138	67,277
Operating profit	78,871	116,639
Non-operating income		
Interest income	47	846
Share of profit of entities accounted for using equity method	82	137
Foreign exchange gains	21	-
Rental income	200	213
Subsidy income	574	9
Other	159	184
Total non-operating income	1,086	1,391
Non-operating expenses		
Foreign exchange losses	-	3,101
Depreciation	487	486
Other	4	6
Total non-operating expenses	492	3,594
Ordinary profit	79,465	114,437
Extraordinary income		
Gain on sale of non-current assets	6	15
Total extraordinary income	6	15
Extraordinary losses		
Loss on sale and retirement of non-current assets	74	41
Impairment losses	-	* 636
Extra retirement payments	8	21
Demolition expenses	817	-
Total extraordinary losses	900	700
Profit before income taxes	78,571	113,753
Income taxes - current	15,742	31,940
Income taxes - deferred	6,863	1,331
Total income taxes	22,606	33,271
Profit	55,965	80,481
Profit attributable to		
Profit attributable to owners of parent	55,913	80,366
Profit attributable to non-controlling interests	52	115
Other comprehensive income		
Foreign currency translation adjustment	173	987
Remeasurements of defined benefit plans, net of tax	9	(113)
Share of other comprehensive income of entities accounted for using equity method	(33)	(83)
Total other comprehensive income	149	790
Comprehensive income	56,115	81,271
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	56,047	81,119
Comprehensive income attributable to non-controlling interests	67	152

7. 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	78,571	113,753
Depreciation	6,990	7,809
Impairment losses	-	636
Demolition expenses	817	-
Share of loss (profit) of entities accounted for using equity method	(82)	(137)
Increase (decrease) in allowance for doubtful accounts	23	35
Increase (decrease) in provision for bonuses	(19,181)	(11,644)
Loss (gain) on sale and retirement of property, plant and equipment	67	25
Subsidy income	(574)	(9)
Interest and dividend income	(47)	(846)
Decrease (increase) in trade receivables	(9,402)	(496)
Decrease (increase) in inventories	759	(19,496)
Increase (decrease) in trade payables	(8,138)	9,011
Increase (decrease) in contract liabilities	10,384	29,872
Other, net	10,109	5,653
Subtotal	70,297	134,167
Subsidies received	640	9
Interest and dividends received	55	659
Income taxes refund (paid)	(31,310)	(23,127)
Net cash provided by (used in) operating activities	39,683	111,708
Cash flows from investing activities		
Purchase of property, plant and equipment	(14,907)	(12,896)
Proceeds from sale of property, plant and equipment	7	15
Payments for demolition of non-current assets	(316)	-
Purchase of intangible assets	(38)	(59)
Long-term loan advances	(1)	(31)
Proceeds from collection of long-term loans receivable	21	23
Decrease (Increase) in time deposits	-	(41,844)
Other, net	(40)	(22)
Net cash provided by (used in) investing activities	(15,274)	(54,814)
Cash flows from financing activities		
Proceeds from issuance of shares	144	225
Dividends paid	(31,321)	(40,768)
Dividends paid to non-controlling interests	(73)	(74)
Net cash provided by (used in) financing activities	(31,249)	(40,617)
Effect of exchange rate change on cash and cash equivalents	583	(224)
Net increase (decrease) in cash and cash equivalents	(6,257)	16,052
Cash and cash equivalents at beginning of period	229,167	184,575
Cash and cash equivalents at end of period	222,909	200,627

8. Notes to the Interim Consolidated Financial Statements

Notes on going concern assumption: None

Notes on significant changes in shareholders' equity: None

Information regarding the interim consolidated statement of income and comprehensive income

*Impairment losses

During the current interim consolidated accounting period, the Group recognized impairment losses on the following assets.

Location	Use	Type	Amount (Millions of yen)
Bavaria, Germany	Business assets	Buildings	636

The Group groups its assets by affiliated company, treating each as the smallest unit that generates cash flow. In addition, idle assets and assets scheduled for disposal are grouped individually.

DISCO HI-TEC EUROPE GmbH, a consolidated subsidiary of the Company, decided to demolish existing buildings and construct a new building.

Consequently, the carrying amount of the buildings scheduled for demolition was reduced to the recoverable amount, and the resulting decrease was recognized as an impairment loss.

The recoverable amount was measured based on value in use. However, since no future cash flow is expected, the recoverable amount was determined to be zero.