Note: This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

November 5, 2026

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

Company name:	Osaki Electric Co., Ltd.	
Listing:	Tokyo Stock Exchange	
Securities code:	6644	
URL:	https://www.osaki.co.jp	
Representative:	Chairman and CEO	Yoshihide Watanabe
Inquiries:	Senior Managing Executive Officer Head of Group Strategy Division	Ryuichi Ueno
Telephone:	+81-3-6694-7140	
Scheduled date to file semi-annual securities report:		November 13, 2026
Scheduled date to commence dividend payments:		December 7, 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 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	46,496	2.3	2,591	37.8	2,754	47.6	1,344	94.0
September 30, 2025	45,429	2.2	1,880	8.7	1,865	19.0	693	21.3

Note: Comprehensive income For the six months ended September 30, 2026: ¥ 3,494 million [573.4%]
For the six months ended September 30, 2025: ¥ 518 million [(79.6)%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2026	30.64	30.16
September 30, 2025	15.45	15.20

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
September 30, 2026	96,047	68,880	59.0
March 31, 2026	99,821	68,834	56.9

Reference: Equity

As of September 30, 2026: ¥ 56,666 million
As of March 31, 2026: ¥ 56,791 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	-	17.00	-	32.00	49.00
Fiscal year ending March 31, 2027	-	29.00			
Fiscal year ending March 31, 2027 (Forecast)			-	20.00	49.00

Note: 1. Revisions to the forecast of cash dividends most recently announced: None

2. The year-end dividend for the fiscal year ending March 31, 2026, includes a special dividend of 10 yen.
The interim dividend for the fiscal year ending March 31, 2027, includes a special dividend of 10 yen.

3. Consolidated financial result 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
Full year	100,000	(0.9)	6,100	(6.5)	6,300	(4.1)	3,000	(48.1)	68.37

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

*** Notes**

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

Newly included: - companies( )

Excluded: - companies( )

(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	46,917,180 shares
As of March 31, 2026	46,917,180 shares

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

As of September 30, 2026	3,536,603 shares
As of March 31, 2026	2,467,766 shares

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

Six months ended September 30, 2026	43,880,123 shares
Six months ended September 30, 2025	44,842,105 shares

* 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

The statements regarding forecasts of financial results in this report are based on the information that is available to the Company, as well as certain assumptions that are deemed to be reasonable by management and they are not meant to be a commitment by the Company. Please refer to “1.3 Statements for Financial Forecasts and Business Outlook” on page 8 of this report.

[APPENDIX]

1. Business Results 4
1.1 Highlight of Consolidated Operating Results 4
1.2 Consolidated Financial Position 8
1.3 Statements for Financial Forecasts and Business Outlook 8
2. Semi-annual Consolidated Financial Statements and Primary Notes 9
2.1 Semi-annual Consolidated Balance Sheet 9
2.2 Semi-annual Consolidated Statements of Income and Comprehensive Income 11
2.3 Notes to Semi-annual Consolidated Financial Statements 13
(Notes Regarding Going Concern Assumption) 13
(Notes in the Event of Significant Changes in Shareholders' Capital) 13
(Notes on Business Segments) 13

1. Business Results

1.1 Highlight of Consolidated Operating Results

(1) Management Policy and Positioning of the Current Fiscal Year

A three-year Mid-Term Management Plan (FY2024–FY2026) has been formulated based on the underlying policy that the Company aims for sustainable growth by fully leveraging Group synergies and providing new solutions for societal issues such as decarbonization while the smart meter remains at the heart of all business. Under this plan, we are advancing initiatives to expand sales of second-generation smart meters in Japan, where full-scale rollout is underway, as well as next-generation smart meters overseas, and to expand our solutions and services both in Japan and overseas.

For this fiscal year, the final year of the Mid-Term Management Plan, we have set the financial targets of net sales of 100.0 billion yen, operating profit of 9.0 billion yen, and profit attributable to owners of parent of 5.5 billion yen. However, in the consolidated financial results forecast for FY2026 (fiscal year ending March 31, 2027) announced today, we expect net sales of 100.0 billion yen, operating profit of 6.1 billion yen, and profit attributable to owners of parent of 3.0 billion yen.

(2) Consolidated Financial Results

For the six months ended September 30, 2026, net sales were 46,496 million yen (up 2.3% year on year) and operating profit was 2,591 million yen (up 37.8%), with net sales reaching a record high for a first-half period. The gross profit margin was 26.4% (up 3.1 percentage points year on year) and the operating profit margin was 5.6% (up 1.5 percentage points year on year).

The factors behind the year-on-year change in operating profit excluding the Real Estate segment (2.47 billion yen in the first half under review; 1.77 billion yen in the same period of the previous fiscal year) were as follows: a decrease of 0.01 billion yen from the change in sales (increased sales in Japan were largely offset by decreased sales overseas), an increase of 2.15 billion yen from profitability improvement, a decrease of 0.33 billion yen from growth investments, including human capital investments, R&D expenses and expenses related to the evaluation of entry into the U.S. market, and a decrease of 1.16 billion yen from rising raw material and component costs (copper, petrochemical products, silver, printed circuit boards, etc.), in addition to an increase of 0.04 billion yen from foreign exchange effects (JPY/USD).

Non-operating income and expenses resulted in a net gain of 163 million yen (a net loss of 15 million yen in the same period of the previous fiscal year), due mainly to the recording of dividend income of 260 million yen and gain on sale of scraps of 175 million yen, as well as a decrease in interest expenses (down 128 million yen year on year), despite foreign exchange losses of 298 million yen. As a result, ordinary profit was 2,754 million yen (up 47.6% year on year). Profit attributable to owners of parent was 1,344 million yen (up 94.0% year on year), reflecting the increase in ordinary profit as well as a decrease in business restructuring expenses recorded as extraordinary losses to 133 million yen (407 million yen in the same period of the previous fiscal year). The average exchange rate (JPY/USD) during the period was 158.29 yen (148.40 yen in the same period of the previous fiscal year).

Progress against the revised full-year forecast was 46.5% for net sales and 42.5% for operating profit (in the same period of the previous fiscal year, progress against the full-year results was 45.0% for net sales and 28.8% for operating profit).

(3) Results by Segment

The operating results of each segment for the first half are as follows. Net sales of each reporting segment include inter-segment sales or transfers, while net sales of sub-segments are presented on the basis of sales to external customers to reflect actual business activities.

〔Smart Meters & Solutions in Japan〕

Net sales in this segment increased 10.9% year on year to 29,525 million yen, and operating profit increased 41.7% year on year to 1,881 million yen.

Smart Meter Business Net sales increased 16.6% year on year due to expanded shipments of second-generation smart meters (all shipments in the same period of the previous fiscal year were first-generation meters). The transition to more profitable second-generation smart meters and improved capacity utilization driven by expanded shipments contributed to profit.

Solution Business Sales increased in GX services, through the acquisition of new customers and expanded sales to existing customers, and in smart locks, through expanded sales of new products for rental housing. On the other hand, in non-utility meters, demand for meters for panel manufacturers declined in reaction to the front-loading of switchboard and distribution board production into FY2025 ahead of the application of the Top Runner Program standards to transformers (recovery is expected from the latter half of the third quarter); for DC meters, the decline in demand following the completion of customers' investment cycles was greater than initially expected; and for centralized meter reading, in addition to a reactionary decline following FY2025, delays in construction starts for apartment buildings, commercial buildings, and other properties, as well as extended construction periods, also affected sales. As a result, net sales decreased 10.7% year on year.

Switchgear Business Demand from both electric utilities and industrial customers (including data centers) remained steady, and net sales increased 13.1% year on year. Profitability improved through selective order intake focused on high-margin projects, and with factories operating at full capacity, improved capacity utilization also contributed to profit.

＜Operating Profit＞ Despite the impact of rising raw material and component costs (mainly copper, petrochemical products, silver, and printed circuit boards) (−1.07 billion yen) and increased human capital investments and R&D expenses (−0.27 billion yen), operating profit increased year on year due to increased sales of second-generation smart meters and the Switchgear Business (+0.70 billion yen) and improved profitability, mainly in the Smart Meter Business (+1.19 billion yen).

〔Smart Meters & Solutions Overseas〕

Net sales in this segment decreased 11.1% year on year to 17,005 million yen, and operating profit increased 31.0% year on year to 591 million yen.

Oceania Shipments of the next-generation smart meter "NEOS" began; however, the first year of the Australian government-led "Legacy Meter Replacement Program" started more slowly than initially expected. Given the difficulty in securing sufficient installation personnel, installations are planned to expand gradually in line with improvements in the proficiency of installation personnel, and the meter installation plan for FY2026 is conservative. In addition, there were changes in the procurement policies of major customers: one customer introduced dual sourcing following the sale of its metering business to an investment fund, and another shifted toward price-focused procurement decisions. As a result, net sales decreased 13.7% year on year.

Europe (United Kingdom) Net sales decreased 13.3% year on year, reflecting lower sales following the peak-out of the government-led "Smart Meter Project" in the United Kingdom (already factored into the forecast announced at the beginning of the fiscal year) and the postponement of revenue recognition for some projects to the second half due to customer-related factors. In line with the decline in sales, cost reductions are being strengthened through the optimization of selling, general and administrative expenses and other measures.

Asia, Middle East & Africa In Asia, net sales increased 10.2% year on year due to increased orders received from existing customers in Hong Kong and other regions. In the Middle East & Africa, where the business withdrawal was completed in FY2025, net sales increased 25.2% year on year due to the recording of sales from outstanding contracts prior to the business withdrawal.

＜Operating Profit＞ Despite the impact of decreased sales in Oceania and the United Kingdom (−0.71 billion yen), increased expenses related to the evaluation of entry into the U.S. market and development expenses (−0.06 billion yen), and rising raw material and component costs (mainly copper, electronic components, and printed circuit boards) (−0.09 billion yen), operating profit increased year on year, due mainly to improved profitability from the introduction of NEOS in Oceania, high-margin orders in the Middle East & Africa and other regions, and strengthened cost reductions in the United Kingdom (+0.96 billion yen), as well as foreign exchange effects (+0.04 billion yen).

〔**Real Estate**〕

In this segment, net sales decreased 14.6% year on year to 200 million yen and operating profit increased 4.2% year on year to 118 million yen due to the sale of certain real estate properties in FY2025 in order to make effective use of management resources and improve asset efficiency.

As a result, for the first half of the fiscal year under review, net sales increased 2.3% year on year to 46,496 million yen, operating profit increased 37.8% year on year to 2,591 million yen, ordinary profit increased 47.6% year on year to 2,754 million yen, and profit attributable to owners of parent increased 94.0% year on year to 1,344 million yen.

Summary of Consolidated Financial Results for the Six Months ended September 30, 2026

(Millions of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026	YoY Change	
			Amount	%
Net sales	45,429	46,496	1,067	+2.3%
Smart meters & solutions in Japan	26,625	29,525	2,899	+10.9%
Smart meters & solutions overseas	19,136	17,005	(2,130)	(11.1)%
Real estate	234	200	(34)	(14.6)%
Adjustment	(567)	(234)	332	-
Operating profit	1,880	2,591	710	+37.8%
Smart meters & solutions in Japan	1,328	1,881	553	+41.7%
Smart meters & solutions overseas	451	591	140	+31.0%
Real estate	113	118	4	+4.2%
Adjustment	(12)	(0)	11	-
Ordinary profit	1,865	2,754	888	+47.6%
Profit attributable to owners of parent	693	1,344	651	+94.0%

1.2 Consolidated Financial Position

Total assets at the end of the first half of the consolidated fiscal period decreased 3,773 million yen from the end of the previous fiscal year to 96,047 million yen. This was mainly due to decreases of 4,039 million yen in notes and accounts receivable - trade, and contract assets, and 2,529 million yen in cash and deposits.

Liabilities decreased 3,819 million yen from the end of the previous fiscal year to 27,167 million yen. This was mainly due to decreases of 1,967 million yen in income taxes payable, and 1,850 million yen in notes and accounts payable - trade and electronically recorded obligations - operating.

Net assets increased 45 million yen from the end of the previous fiscal year to 68,880 million yen. This was mainly due to increases of 1,373 million yen in valuation difference on available-for-sale securities, 500 million yen in foreign currency translation adjustment, and 249 million yen in non-controlling interests, despite a decrease of 1,884 million yen in treasury shares.

1.3 Statements for Financial Forecasts and Business Outlook

The Company revised the full-year consolidated financial forecast previously announced on May 12, 2026, as shown in the table below. Please refer to “Notice Concerning Revision of Financial Forecasts” announced today for more details.

Revision of consolidated financial forecast for the fiscal year ending March 31, 2027
(From April 1, 2026 to March 31, 2027)

	Net sales (Millions of yen)	Operating profit (Millions of yen)	Ordinary profit (Millions of yen)	Profit attributable to owners of parent (Millions of yen)	Basic earnings per share (Yen)
Previous Forecasts (A)	101,000	8,100	8,100	4,800	108.66
Revised Forecasts (B)	100,000	6,100	6,300	3,000	68.37
Change (B-A)	(1,000)	(2,000)	(1,800)	(1,800)	
Rate of Change (%)	(1.0)	(24.7)	(22.2)	(37.5)	
(Reference) Results for the previous fiscal year (ended March 31, 2026)	100,900	6,526	6,567	5,777	129.22

2. Semi-annual Consolidated Financial Statements and Primary Notes

2.1 Semi-annual Consolidated Balance Sheet

(Millions of yen)

	As of March 31, 2026	As of September 30, 2026
Assets		
Current assets		
Cash and deposits	15,920	13,391
Deposits paid	2,497	3,171
Notes and accounts receivable - trade, and contract assets	19,313	15,274
Merchandise and finished goods	9,412	8,803
Work in process	3,031	3,910
Raw materials and supplies	5,775	5,620
Other	3,167	3,227
Allowance for doubtful accounts	(332)	(300)
Total current assets	58,786	53,098
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	7,405	7,212
Land	10,161	10,161
Other, net	8,373	8,598
Total property, plant and equipment	25,940	25,972
Intangible assets	1,261	1,267
Investments and other assets		
Investment securities	9,110	11,068
Retirement benefit asset	2,899	2,926
Other	1,824	1,715
Allowance for doubtful accounts	(1)	(1)
Total investments and other assets	13,832	15,708
Total non-current assets	41,034	42,949
Total assets	99,821	96,047

(Millions of yen)

	As of March 31, 2026	As of September 30, 2026
Liabilities		
Current liabilities		
Notes and accounts payable - trade	6,978	5,559
Electronically recorded obligations - operating	2,008	1,576
Short-term borrowings	465	337
Income taxes payable	2,907	940
Provision for bonuses	1,692	1,666
Provision for bonuses for directors (and other officers)	90	52
Provision for product warranties	1,396	1,557
Other	8,071	7,553
Total current liabilities	23,610	19,242
Non-current liabilities		
Provision for retirement benefits for directors (and other officers)	48	51
Retirement benefit liability	2,150	2,167
Deferred tax liabilities	3,030	3,698
Other	2,145	2,008
Total non-current liabilities	7,376	7,925
Total liabilities	30,986	27,167
Net assets		
Shareholders' equity		
Share capital	7,965	7,965
Capital surplus	8,750	8,791
Retained earnings	33,127	33,049
Treasury shares	(1,899)	(3,784)
Total shareholders' equity	47,944	46,022
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	4,173	5,546
Foreign currency translation adjustment	3,603	4,103
Remeasurements of defined benefit plans	1,070	993
Total accumulated other comprehensive income	8,846	10,644
Share acquisition rights	466	388
Non-controlling interests	11,576	11,825
Total net assets	68,834	68,880
Total liabilities and net assets	99,821	96,047

2.2 Semi-annual Consolidated Statements of Income and Comprehensive Income

Semi-annual Consolidated Statement of Income

(Millions of yen)

	For the six months ended September 30, 2025	For the six months ended September 30, 2026
Net sales	45,429	46,496
Cost of sales	34,847	34,216
Gross profit	10,582	12,279
Selling, general and administrative expenses	8,701	9,688
Operating profit	1,880	2,591
Non-operating income		
Interest income	22	39
Dividend income	196	260
Gain on sale of scraps	15	175
Other	78	70
Total non-operating income	312	545
Non-operating expenses		
Interest expenses	178	50
Foreign exchange losses	44	298
Other	105	33
Total non-operating expenses	327	382
Ordinary profit	1,865	2,754
Extraordinary income		
Gain on sale of investment securities	366	302
Total extraordinary income	366	302
Extraordinary losses		
Business restructuring expenses	407	133
Total extraordinary losses	407	133
Profit before income taxes	1,824	2,923
Income taxes - current	794	1,166
Income taxes - deferred	116	60
Total income taxes	910	1,226
Profit	913	1,696
Profit attributable to non-controlling interests	220	352
Profit attributable to owners of parent	693	1,344

Semi-annual Consolidated Statement of Comprehensive Income

(Millions of yen)

	For the six months ended September 30, 2025	For the six months ended September 30, 2026
Profit	913	1,696
Other comprehensive income		
Valuation difference on available-for-sale securities	424	1,373
Foreign currency translation adjustment	(770)	500
Remeasurements of defined benefit plans, net of tax	(49)	(76)
Total other comprehensive income	(394)	1,797
Comprehensive income	518	3,494
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	298	3,142
Comprehensive income attributable to non-controlling interests	220	352

2.3 Notes to Semi-annual Consolidated Financial Statements

(Notes Regarding Going Concern Assumption)
There are no applicable matters.

(Notes in the Event of Significant Changes in Shareholders' Capital)
There are no applicable matters.

(Notes on Business Segments)
I. For the six months ended September 30, 2025 (April 1, 2025 to September 30, 2025)
1. Sales, Profits or Losses by Reporting Segments

(Millions of yen)

	Reporting Segments				Adjustment (Remark)	Consolidated
	Smart meters & solutions in Japan	Smart meters & solutions overseas	Real estate	Total		
Sales to Customers	26,611	18,636	182	45,429	-	45,429
Intersegment Sales	13	500	52	567	(567)	-
Total Sales	26,625	19,136	234	45,997	(567)	45,429
Operating Profit	1,328	451	113	1,893	(12)	1,880

(Remark) The operating profit is adjusted by the elimination of the intersegment transactions.

2. Impairment loss of Fixed Asset and Goodwill by Reporting Segments
There are no applicable matters.

II. For the six months ended September 30, 2026 (April 1, 2026 to September 30, 2026)
1. Sales, Profits or Losses by Reporting Segments

(Millions of yen)

	Reporting Segments				Adjustment (Remark)	Consolidated
	Smart meters & solutions in Japan	Smart meters & solutions overseas	Real estate	Total		
Sales to Customers	29,515	16,833	147	46,496	-	46,496
Intersegment Sales	9	172	52	234	(234)	-
Total Sales	29,525	17,005	200	46,731	(234)	46,496
Operating Profit	1,881	591	118	2,591	(0)	2,591

(Remark) The operating profit is adjusted by the elimination of the intersegment transactions.

2. Impairment loss of Fixed Asset and Goodwill by Reporting Segments
There are no applicable matters.