

Nissha Co., Ltd.  
Financial Results for FY2025 Q2 Presentation  
Q&A Overview  
(August 6, 2025)

Q1. Please share your outlook for demands and profit-margin prospects in each business segment for H2

A1. In the Industrial Materials business, we recognize that demand for mobility applications remains soft, reflecting overall slow production activity in the automotive industry. Conversely, demand for home appliances remains solid. We will monitor demand trends and control variable and fixed costs to improve profit margins. For sustainable materials, demand is expected to decline in H2 compared to H1 due to seasonal fluctuations but is projected to remain stable on a full-year basis.

In the Devices business, demand in H2 is expected to soften due to the reactionary decline from the rush demand for tablet devices in H1. Our business plan fully incorporates these factors. Demand for handheld terminals is solid, and stable demand for gas sensors continues. We will pursue productivity improvements to enhance profitability.

In the Medical Technologies business, which we operate in the U.S., demand is expected to remain robust, excluding foreign exchange effects. We have reduced fixed costs that were previously incurred, and we anticipate improved profitability in H2.

Q2. What is the background and response regarding soil contamination related to the land transaction at the Tsu factory site?

A2. A voluntary survey conducted prior to the potential transaction identified soil

contamination. A subsequent inspection by the prefectural authorities confirmed that the contaminated area is paved and that there is no risk of soil dispersal or runoff. At present, there are no plans to proceed with the land transaction, though. We will continue to take appropriate measures under the guidance of the relevant authorities.