

Fiscal Year Ended December 31, 2025

Consolidated Financial Results

Tera Probe, Inc.

Stock code: 6627



FY2025 Financial Information

As a general rule, percent change is indicated as "-" in this document when it exceeds 1,000% or when one or both of the figures used for calculation are negative.

Achieved record-high full-year net sales, operating income, and ordinary income

	Net sales	Operating income	Ordinary income	Net income attributable to owners of parent
Full year (YoY)	41,746M¥ (+12.5%)	8,893M¥ (+28.0%)	8,750M¥ (+24.9%)	3,367M¥ (-4.0%)
4Q (QoQ)	11,929M¥ (+10.5%)	2,935M¥ (+31.2%)	3,040M¥ (+34.6%)	1,194M¥ (+35.5%)

Consolidated Financial Summary (QoQ)

- Continued strong demand for EV-related logic products
- Sustained high demand for server and AI-related products

(Unit : ¥ billions)

	FY2024				FY2025				QoQ	
	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	Change	%
Net sales	8.95	9.93	9.23	9.00	9.25	9.77	10.80	11.93	1.13	10%
Gross profit	2.34	2.82	2.35	2.09	2.40	2.67	2.99	3.71	0.72	24%
% Margin	26.1%	28.4%	25.4%	23.3%	26.0%	27.4%	27.7%	31.1%	3.4pt	—
Operating income	1.70	2.10	1.68	1.46	1.75	1.97	2.24	2.94	0.70	31%
% Margin	19.0%	21.2%	18.2%	16.3%	19.0%	20.1%	20.7%	24.6%	3.9pt	—
Ordinary income	1.71	2.18	1.49	1.62	1.68	1.78	2.26	3.04	0.78	35%
Income before income taxes	2.00	2.41	1.74	1.75	1.74	1.88	2.47	3.74	1.27	51%
Net income attributable to owners of parent	0.92	0.90	0.76	0.94	0.71	0.58	0.88	1.19	0.31	35%
% Margin	10.3%	9.0%	8.2%	10.4%	7.7%	5.9%	8.2%	10.0%	1.8pt	—
US\$	146.67	153.20	154.17	149.14	154.13	146.14	146.32	151.37		
NT\$	4.73	4.78	4.73	4.72	4.64	4.67	4.76	4.81		

Analysis of Consolidated Operating Income (QoQ)

■ Increase in operating income driven by net sales growth



Net sales	: Increase	Continued strong demand for EV-related logic products Sustained high demand for server and AI-related products
Depreciation	: Increase	Capital investment in the latest testers
Utility	: Decrease	End of summer electricity surcharge (Taiwan)

Difference between 4Q forecast and actual results

- Upside in server and AI-related products and weaker-than-expected yen (NT\$), leading to net sales and profit exceeding forecasts

(Unit : ¥ billions)

	4Q FY2025		Change	%
	Forecast	Result		
Net sales	11.35	11.93	0.58	5%
Operating income	2.44	2.94	0.50	20%
% Margin	21.5%	24.6%	3.1pt	—
Ordinary income	2.35	3.04	0.69	29%
% Margin	20.7%	25.5%	4.8pt	—
Net income attributable to owners of parent	0.73	1.19	0.46	64%
% Margin	6.4%	8.2%	1.8pt	—

US\$ 148.91 151.37

NT\$ 4.78 4.81

Average Exchange Rate for the Quarter (NT\$) **4.85** **4.97**

Consolidated Financial Summary (YoY)

- Net sales growth driven by strong demand for server, AI-related, and EV products despite a decline in automotive logic products for some customers

(Unit : ¥ billions)

	FY2024	FY2025	YoY	
	12 months	12 months	Change	%
Net sales	37.11	41.75	4.64	12%
Gross profit	9.60	11.78	2.18	23%
% Margin	25.9%	28.2%	2.3pt	—
Operating income	6.95	8.89	1.94	28%
% Margin	18.7%	21.3%	2.6pt	—
Ordinary income	7.01	8.75	1.74	25%
Income before income taxes	7.91	9.82	1.91	24%
Net income attributable to owners of parent	3.51	3.37	-0.14	-4%
% Margin	9.5%	8.1%	-1.4pt	—

- Recognition of gain on fixed asset sales in 2024
- Review of income taxes

US\$ 150.87 149.40
NT\$ 4.72 4.81

Analysis of Consolidated Operating Income (YoY)

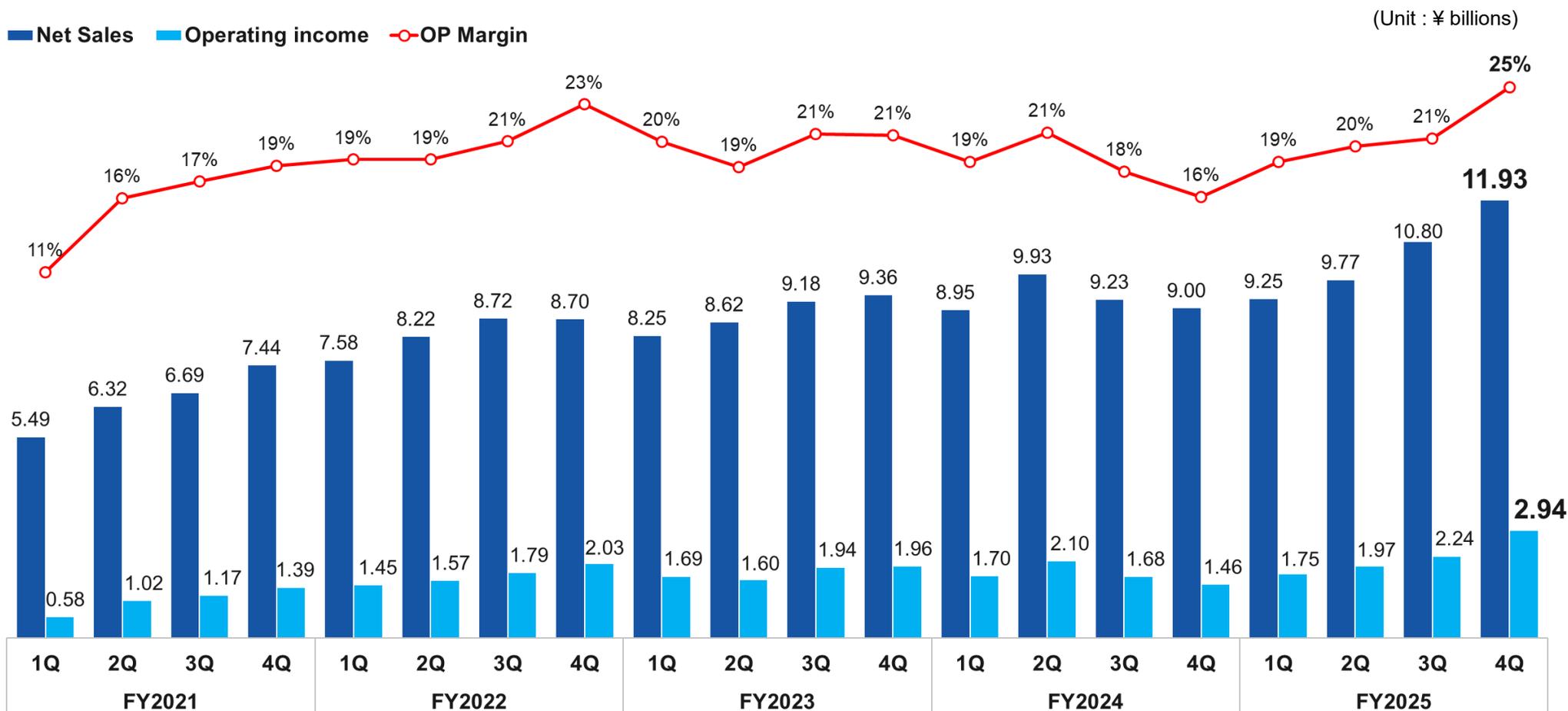
- Net sales growth absorbed cost increases, resulting in a ¥1.94 billion increase in operating income



Net sales	: Increase	Sustained solid demand for server and AI-related products Expanded business in EV-related logic products
Labor	: Increase	Increase in headcount
Utility	: Increase	Higher electricity consumption and increased electricity unit prices

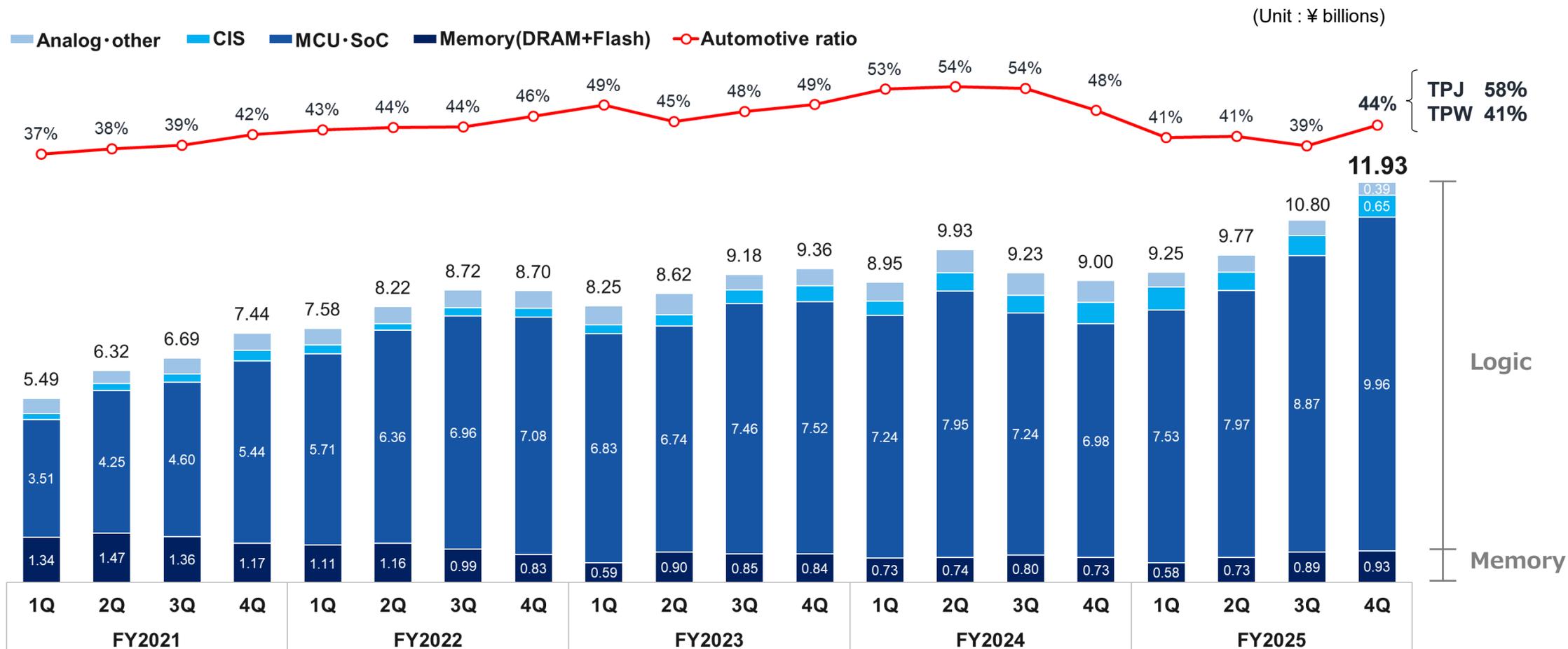
Quarterly Net Sales and Operating Income

■ Record-high quarterly net sales and operating income; operating margin at 25%



Quarterly Net Sales by Products

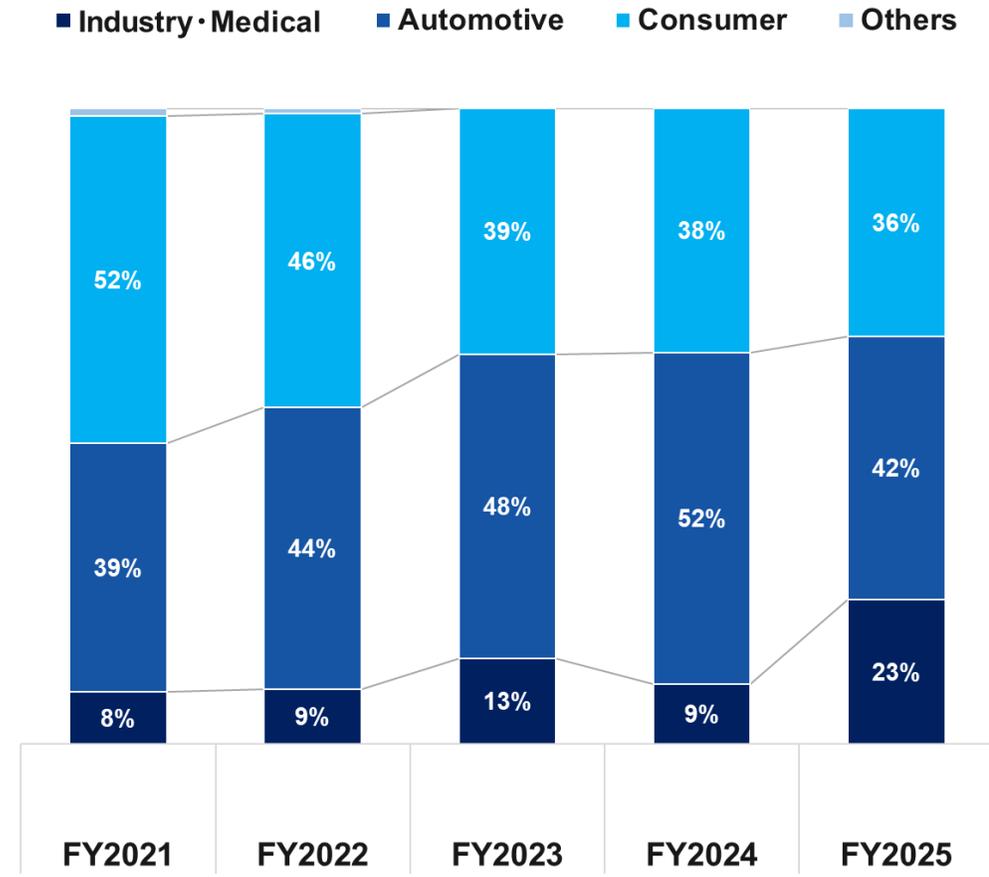
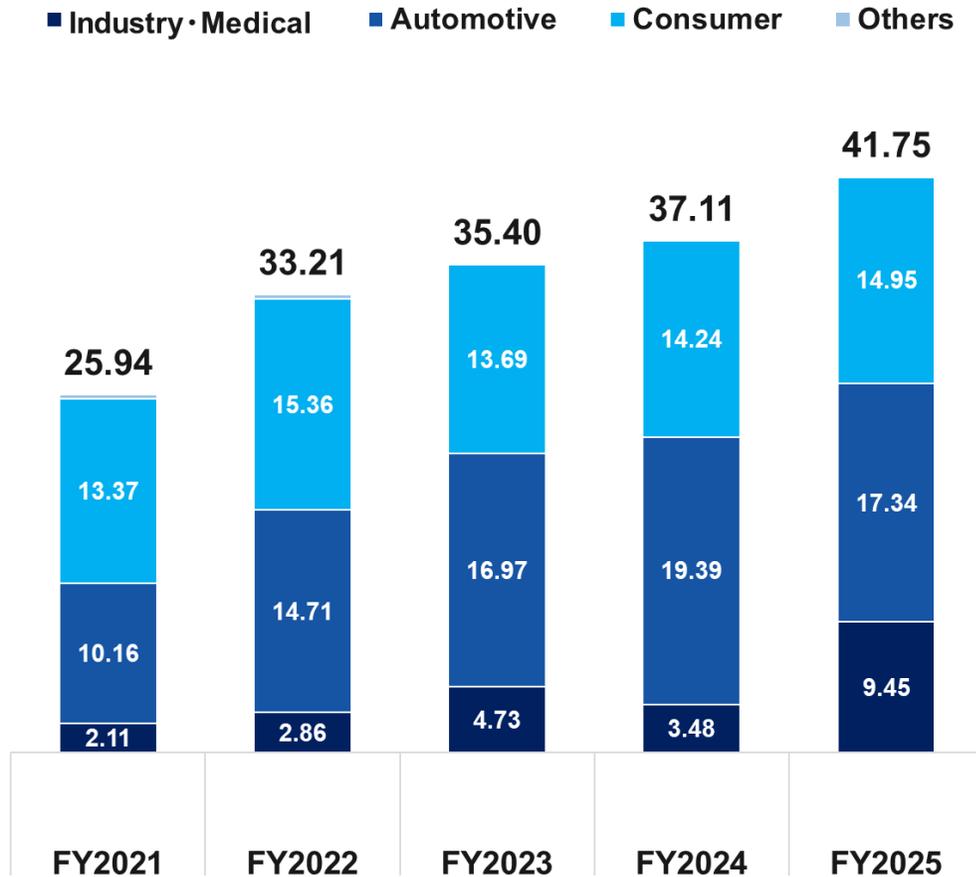
- Increase in automotive net sales ratio driven by expanded EV logic product business



* TPJ : TeraProbe TPW=TeraPower Technology Inc.

Quarterly Net Sales by Application (Trends from FY2021)

(Unit : ¥ billions)

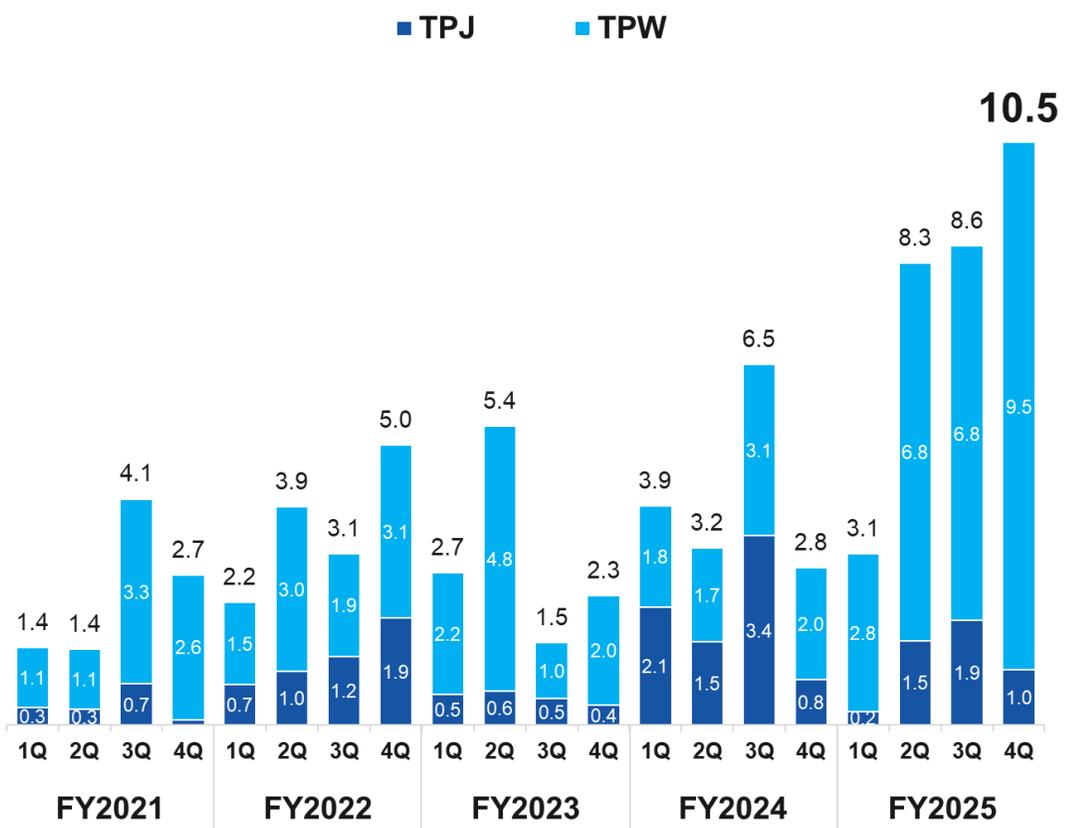


Capital Expenditure and Depreciation

■ Proactive investment in advanced testers to secure growth opportunities in 2026

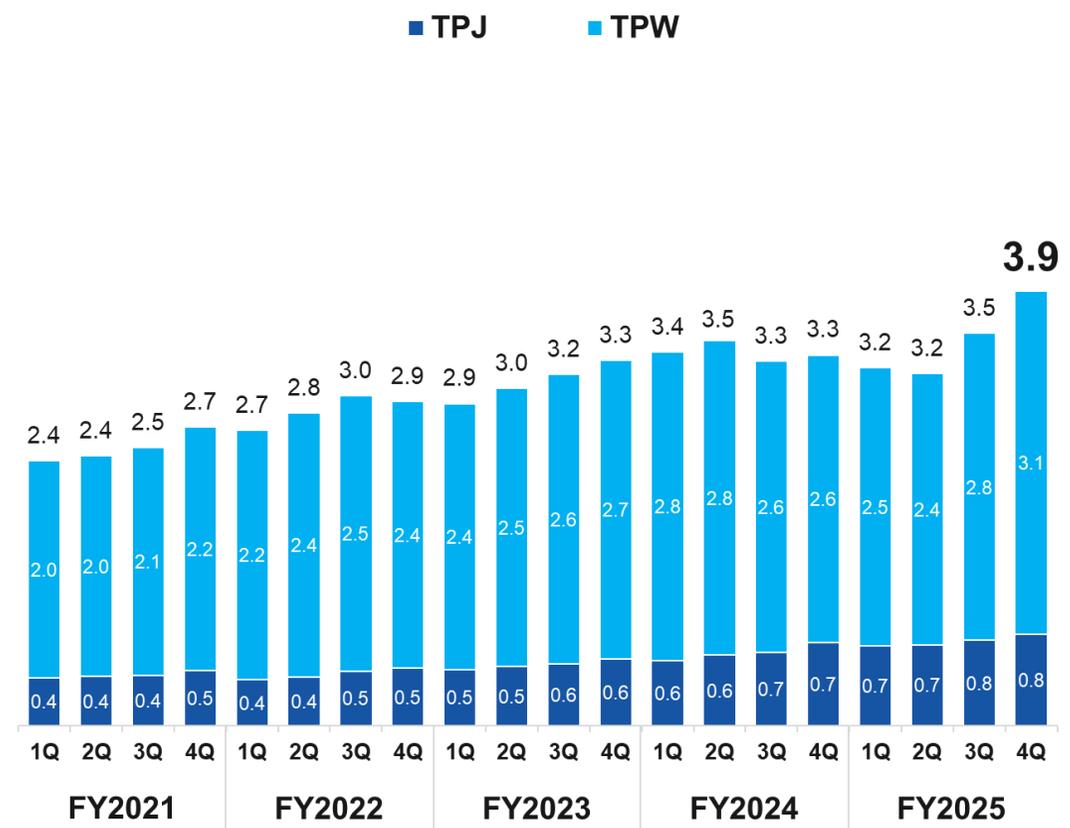
CAPEX

(Unit : ¥ billions)



Depreciation

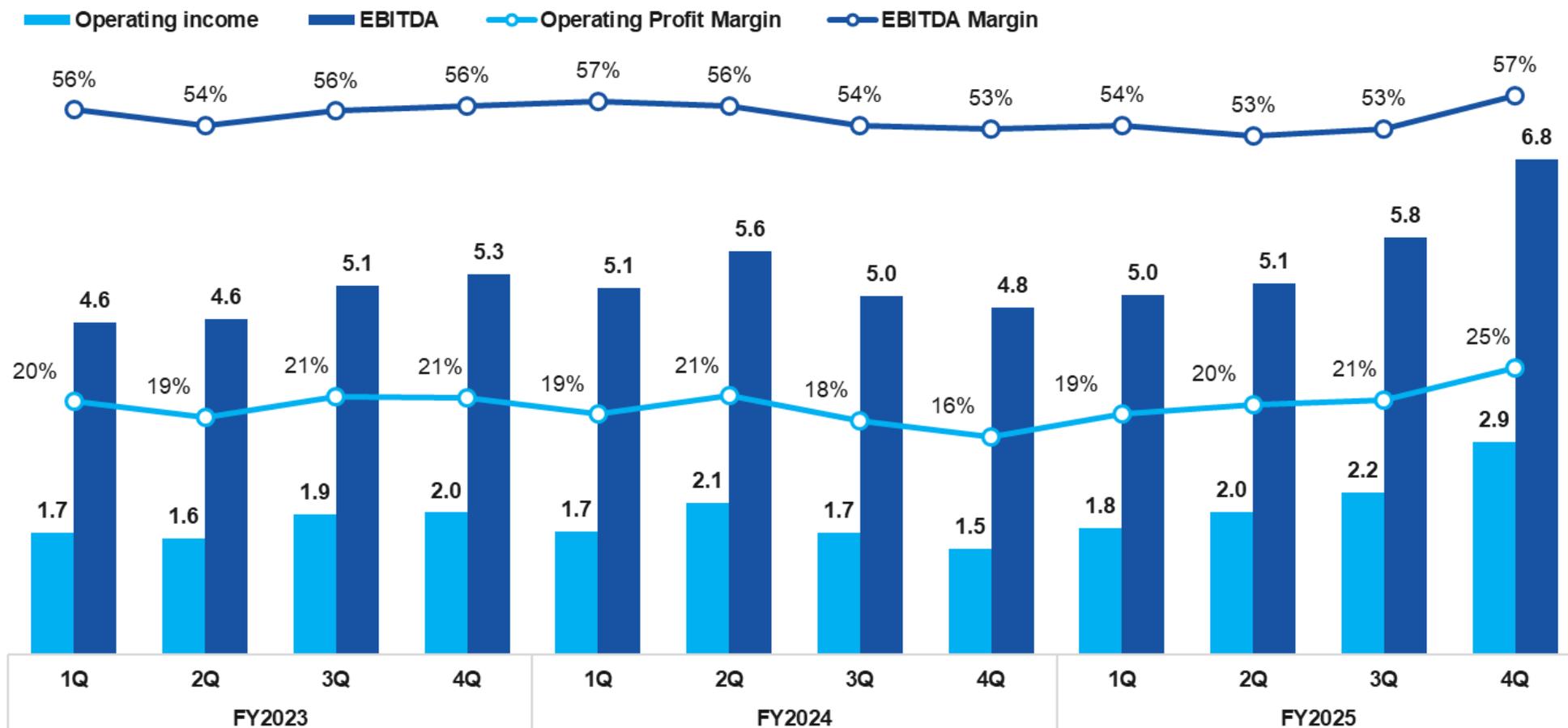
(Unit : ¥ billions)



EBITDA (Operating Income before Depreciation)

Maintained high EBITDA margins and stable cash generation

(Unit : ¥ billions)



* EBITDA = Depreciation + Operating income , EBITDA Margin = EBITDA ÷ Net sales

Consolidated Balance Sheet and Cash Flow

- Increase in tangible fixed assets and borrowings due to higher capital investment
- Solid operating cash flow

(Unit : ¥ billions)

	FY2024				FY2025				QoQ		YoY	
	As of Mar. 31	As of Jun. 30	As of Sep. 30	As of Dec. 31	As of Mar. 31	As of Jun. 30	As of Sep. 30	As of Dec. 31	Change	%	Change	%
Total assets	70.1	72.9	73.4	75.4	71.5	85.8	89.6	100.6	11.0	12%	25.2	33%
Cash and deposits	10.7	10.8	10.9	11.7	9.6	14.7	13.4	14.4	1.0	7%	2.7	23%
Property, plant and equipment	46.9	48.2	48.4	49.9	48.4	57.3	61.5	69.1	7.6	12%	19.2	38%
Other assets	12.5	13.9	14.0	13.8	13.6	13.8	14.7	17.1	2.4	16%	3.3	24%
Total liabilities	19.8	21.1	22.9	21.4	19.5	30.1	32.9	40.6	7.7	23%	19.2	90%
Interest-bearing liabilities*	11.4	10.4	13.9	13.8	13.4	18.1	22.9	29.9	7.0	30%	16.1	117%
Other liabilities	8.3	10.7	9.1	7.7	6.1	12.0	10.1	10.8	0.7	7%	3.1	41%
Total net assets	50.4	51.8	50.4	53.9	52.0	55.6	56.6	59.9	3.3	6%	6.0	11%

Interest-bearing liabilities = Borrowings + Lease liabilities

D/E ratio	0.3	0.3	0.4	0.4	0.4	0.5	0.6	0.7
Net D/E ratio	0.0	-0.0	0.1	0.1	0.1	0.1	0.2	0.4

	FY2024				FY2025				QoQ		YoY	
	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	Change	%	Change	%
Operating CF	4.8	4.3	2.5	5.9	4.5	5.4	4.3	6.0	1.7	41%	0.1	2%
Investment CF	-1.5	-2.6	-6.1	-4.4	-1.9	-4.2	-8.9	-13.6	-4.7	-	-9.2	-
Free CF	3.3	1.7	-3.6	1.5	2.5	1.2	-4.6	-7.6	-3.0	-	-9.1	-
Financial CF	-4.0	-1.4	2.5	-0.6	-1.6	3.7	3.4	6.3	2.9	82%	6.9	-

*Some figures in operating and financing CF for 3Q 2025 have been revised.

1H FY2026 Consolidated Earnings Forecast



Consolidated Earnings Forecast (1H FY2026)

- 1Q: EV-related products remain strong
- 2Q: Further demand growth for server and AI-related products

(Unit : ¥ billions)

	FY2025					FY2026	QoQ		FY2026	QoQ		FY2026	YoY	
	1Q	2Q	1H	3Q	4Q	1Q	Change	%	2Q	Change	%	1H	Change	%
Net sales	9.25	9.77	19.02	10.80	11.93	12.10	0.17	1%	12.90	0.80	7%	25.00	5.98	31%
Operating income	1.75	1.97	3.72	2.24	2.94	2.70	-0.24	-8%	2.90	0.20	7%	5.60	1.88	51%
% Margin	19.0%	20.1%	19.6%	20.7%	24.6%	22.3%	-2.3pt	—	22.5%	0.2pt	—	22.4%	2.8pt	—
Ordinary income	1.68	1.78	3.45	2.26	3.04	2.55	-0.49	-16%	2.75	0.20	8%	5.30	1.85	54%
Net income attributable to owners of parent	0.71	0.58	1.29	0.88	1.19	0.85	-0.34	-29%	1.05	0.20	24%	1.90	0.61	47%
% Margin	7.7%	5.9%	6.8%	8.2%	10.0%	7.0%	-3.0pt	—	8.1%	1.1pt	—	7.6%	0.8pt	—
US\$	154.13	146.14	150.03	146.32	151.37	156.24			156.00			156.12		
NT\$	4.64	4.67	4.67	4.76	4.81	4.89			4.84			4.84		

Exchange rates (Feb.-Mar.2026) : US\$ = 156.00JPY, NT\$ = 4.85JPY
 (Apr.-Jun.2026) : US\$ = 156.00JPY, NT\$ = 4.80JPY

25Q4→26Q1	Net sales : Increase	Sustained strong demand for EV-related logic products
	Profits : Decrease	Increase in depreciation due to upfront investment
26Q1→26Q2	Net sales : Increase	Growing demand for server and AI-related products
	Profits : Increase	Increase in profits driven by net sales growth

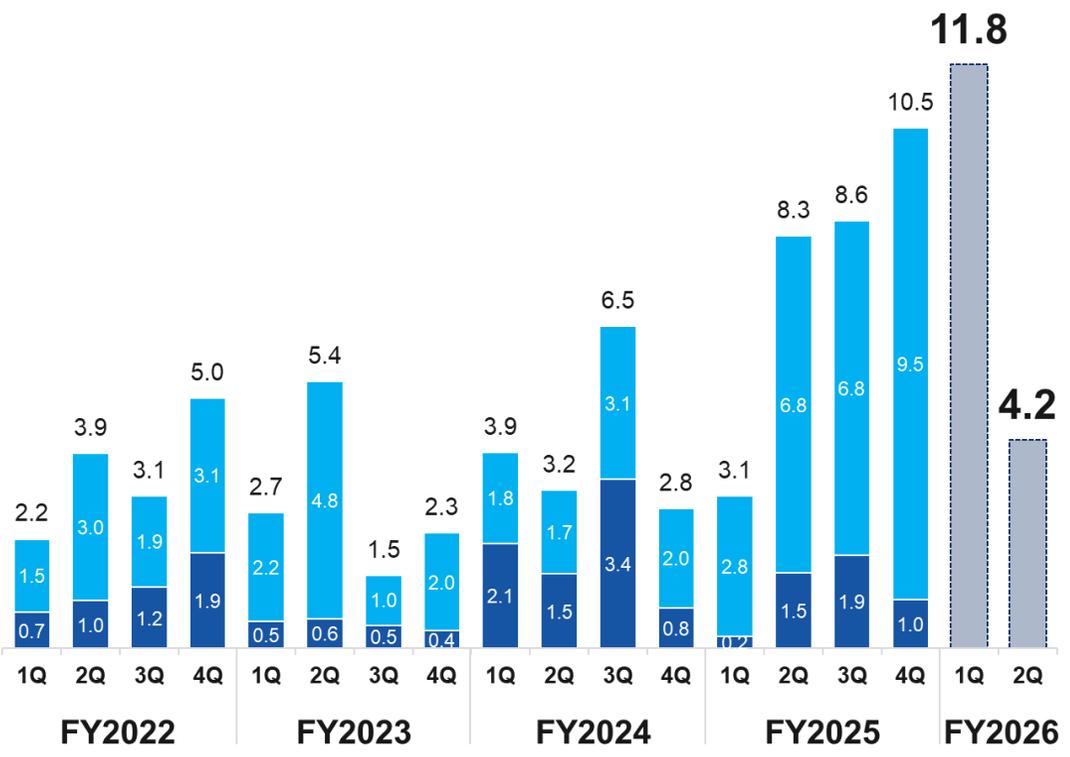
Capital Expenditure and Depreciation Forecast (1H Y2026)

■ Continuing to expand production capacity to capture AI-related demand

CAPEX

(Unit : ¥ billions)

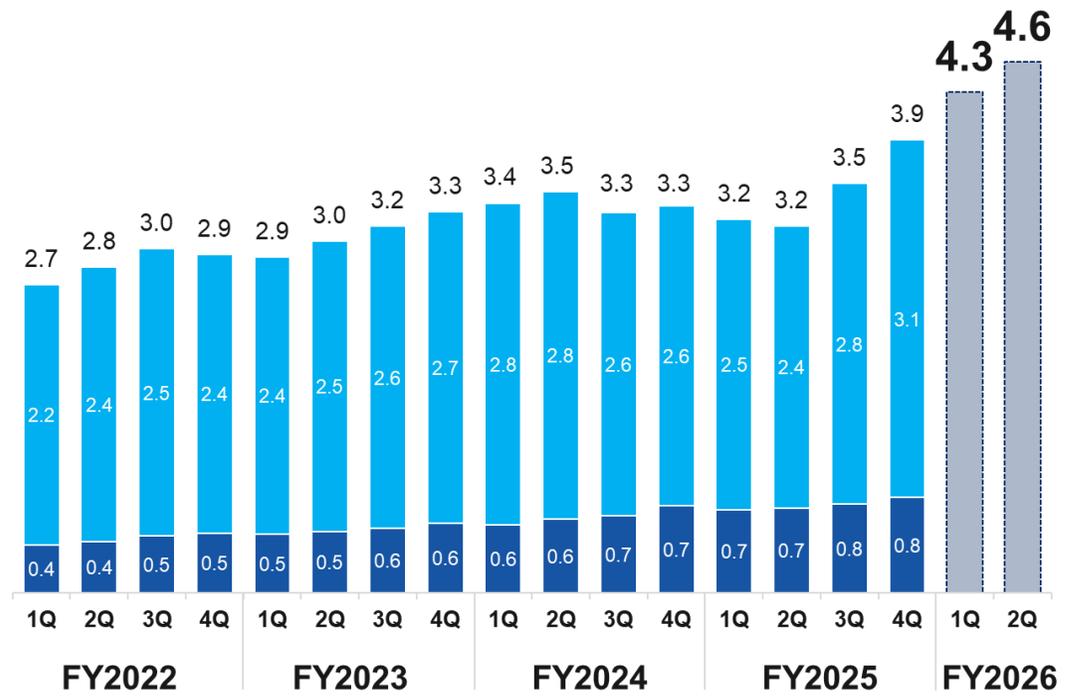
■ TPJ ■ TPW



Depreciation

(Unit : ¥ billions)

■ TPJ ■ TPW



Topics



Topics.1 Progress Status of Our FY2025 Initiatives

FY2025 Initiatives

FY2025 results



Enhancing business for AI semiconductors and related products



- Proactive investment in testers for server and AI-related products
- Net sales increased 170% year on year, rising by ¥6.5B



Capturing business opportunities driven by government support for the semiconductor industry



- Ongoing discussions to generate business opportunities ahead of business start from 2026
- Starting J-OSAT (Japan OSAT Association) activities



Effective utilization of testers and optimization of investments at both TPJ (Japan) and TPW (Taiwan)



- Investment in TPJ–TPW common testing platform (85 testers : TPJ 19、TPW 66)
- Relocation of existing testers and transfer of business operations



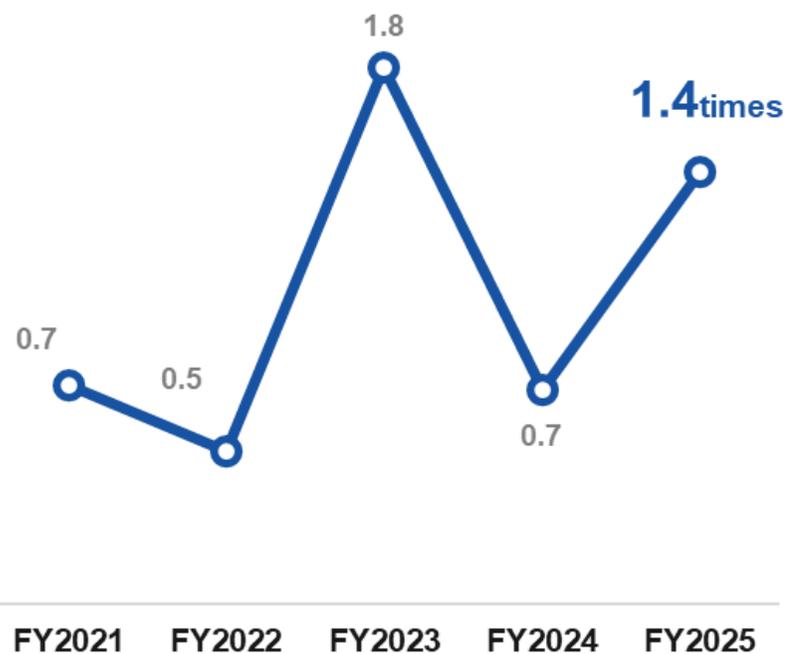
Horizontal deployment and brush-up of advanced production technologies (automation, AI introduction) in TPW to TPJ (Kyushu Operation Center)



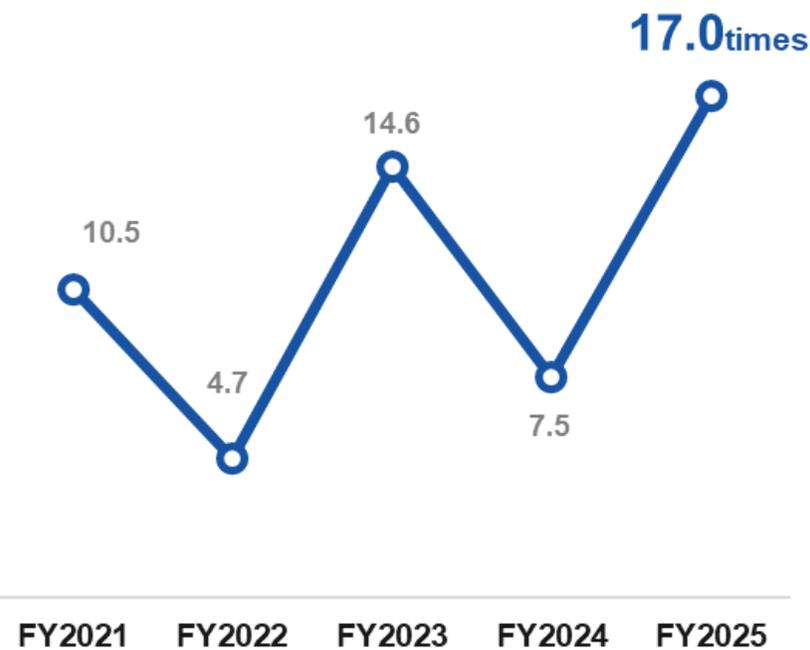
- Introduction of AMR / Realization of a Smart Factory

Topics.2-1 Market valuation (PBR·PER)

PBR
1.4 times

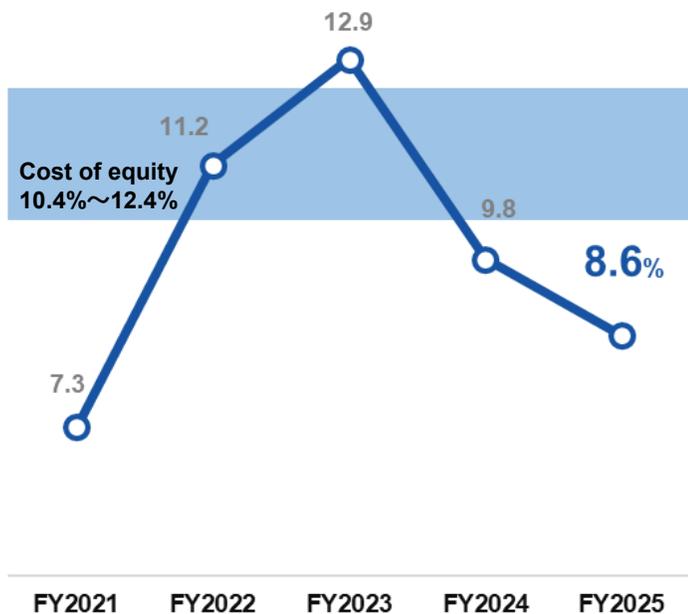


PER
17.0 times

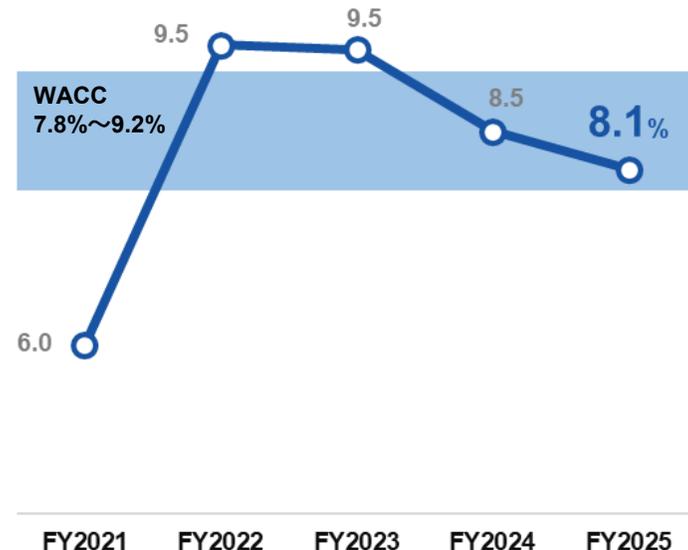


Topics.2-2 Return on capital (ROE·ROIC)

ROE
8.6%



ROIC
8.1%



ROE

Target
Maintain the level exceeding the cost of shareholders' equity

Improvement Initiatives

- Continuous improvement in net income

ROIC

Target
Maintain the level exceeding WACC

Enhancement Initiatives

- Reduction of borrowings
- Improvement in profitability

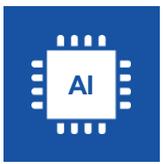
Compiled by the Company based on Japan Exchange Group statistical information
ROE: (net income attributable to shareholders of the parent company)/(average shareholders' equity for two periods)

ROIC: Calculated as (ordinary income/loss + interest expense) x (1 - effective tax rate) / (interest-bearing debt + net assets)

* Reference cost of equity calculated using CAPM model
* Risk-free rate 2.0%, β 1.4-1.7 (5-year weekly), market risk premium 6.0%-6.1% (using historical stock market returns)

Topics.3 2026 Growth Strategy

2026 Growth Strategy



Aggressive business capture in AI and Advanced Device Segments

Aiming to be the partner of choice in growth areas such as AI, advanced logic, and CIS, leveraging strengths in technology, quality, and throughput



Capturing incremental demand through expanded domestic semiconductor manufacturing capacity

Supporting supply chain restructuring and creating business opportunities through "Testing × Value-Added Services"



Maximizing tester utilization and optimized investment leveraging TPJ and TPW strengths

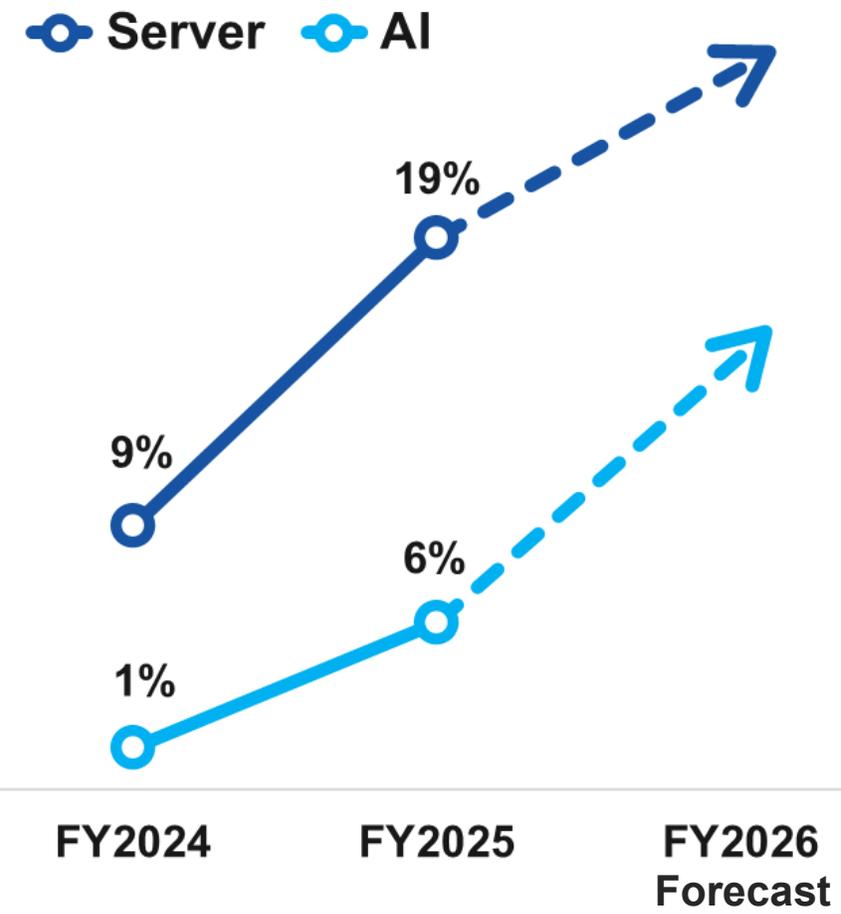
Integrating TPJ and TPW operations to build a highly efficient investment and utilization framework resilient to supply-demand fluctuations



Further strengthening competitiveness through smart factory initiatives

Supporting advanced devices in terms of quality, cost, and speed through automation, database utilization, and AI adoption

Trend in Server and AI net sales ratio



Topics.4 Dividend

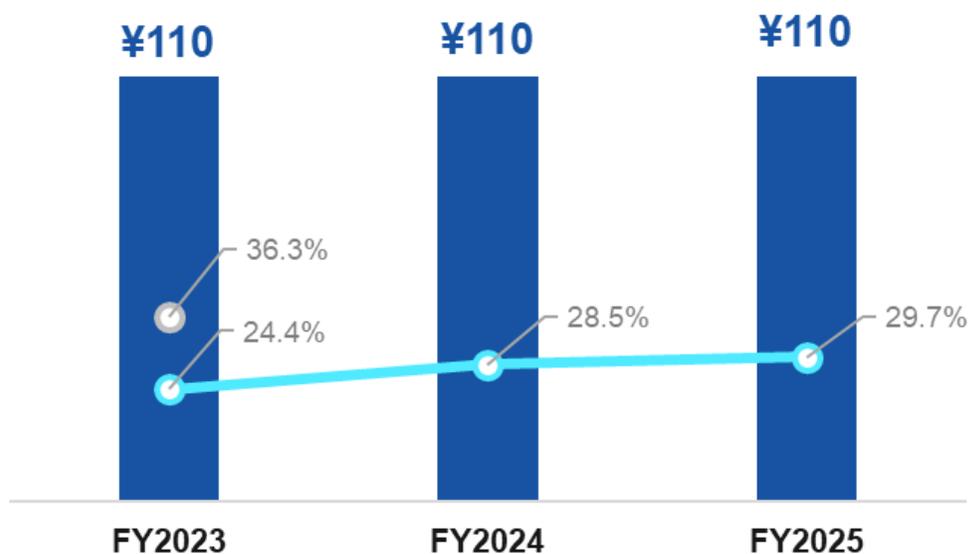
DPS

¥110

Dividend payout ratio (consolidated)

29.7%

■ DPS
● Dividend payout ratio (consolidated)
● Dividend payout ratio (non-consolidated)



* DPS: Dividend per share

Shareholder Return Policy

1. Capital investment to strengthen the business base necessary to increase corporate value and achieve a sound financial position, while also responding to earnings conditions.
2. Dividends
Approximately 30% of consolidated net income (net income attributable to owners of the parent)

	FY2023	FY2024	FY2025
Dividend payout ratio (consolidated)	24.4%	28.5%	29.7%
Dividend payout ratio (non-consolidated)	36.3%	-	-

* The dividend payout ratio basis was changed from non-consolidated to consolidated starting in FY2024.

Appendix



Corporate Overview

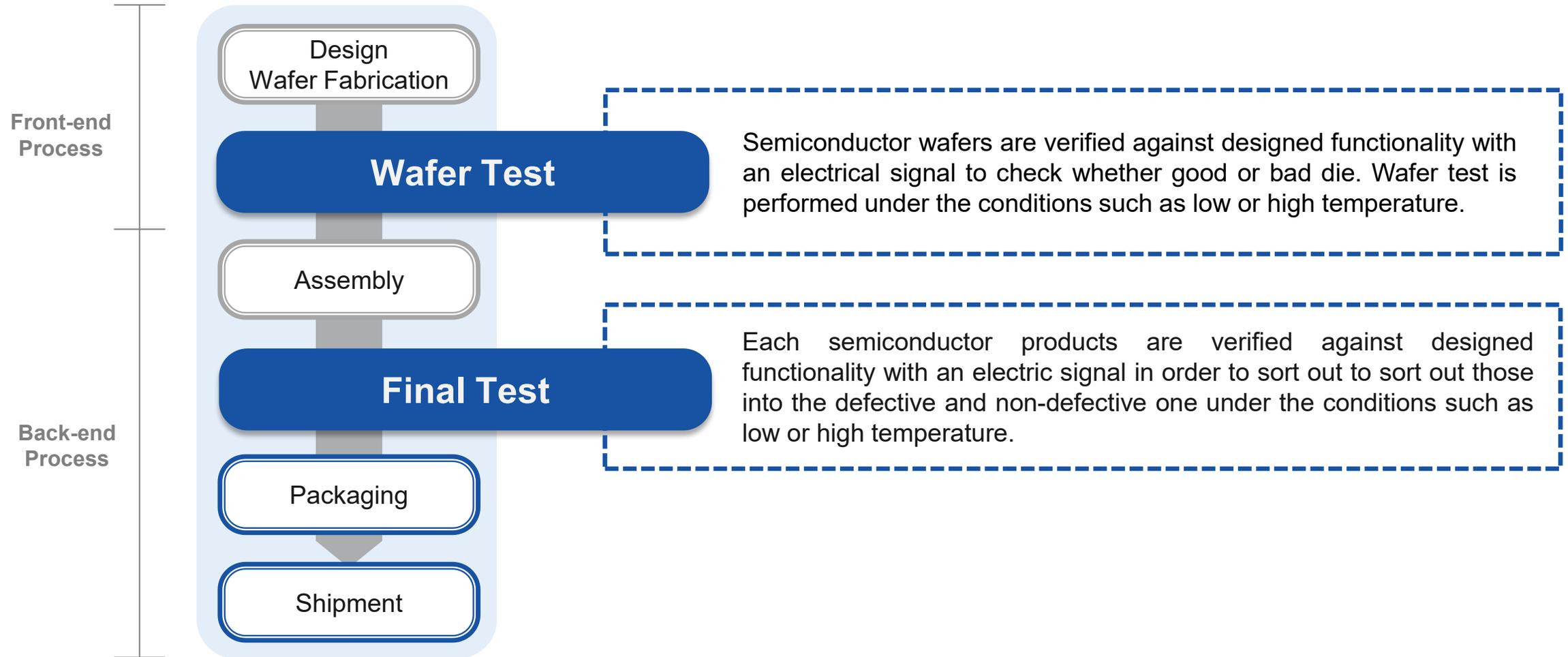
Name	Tera Probe, Inc.
Head office	Shin-Yokohama, Kohoku-ku, Yokohama City, Kanagawa
Locations	Kyushu Operation Center (Kumamoto Japan) TeraPower Technology Inc. (Subsidiary/Taiwan)
Representative	President & Representative Executive Officer : Tsuyoshi Yokoyama
Establishment	August 2005
Business	Semiconductor Test Business (Wafer Test/Final Test etc.)
Capital	11.82 billions of yen
Consolidated net sales	41.74 billions of yen (FY2025)
Listed market	The Standard Market of the Tokyo Stock Exchange
Employees	1,397 (Consolidated) / 313 (TPJ) (as of December 2025)



History

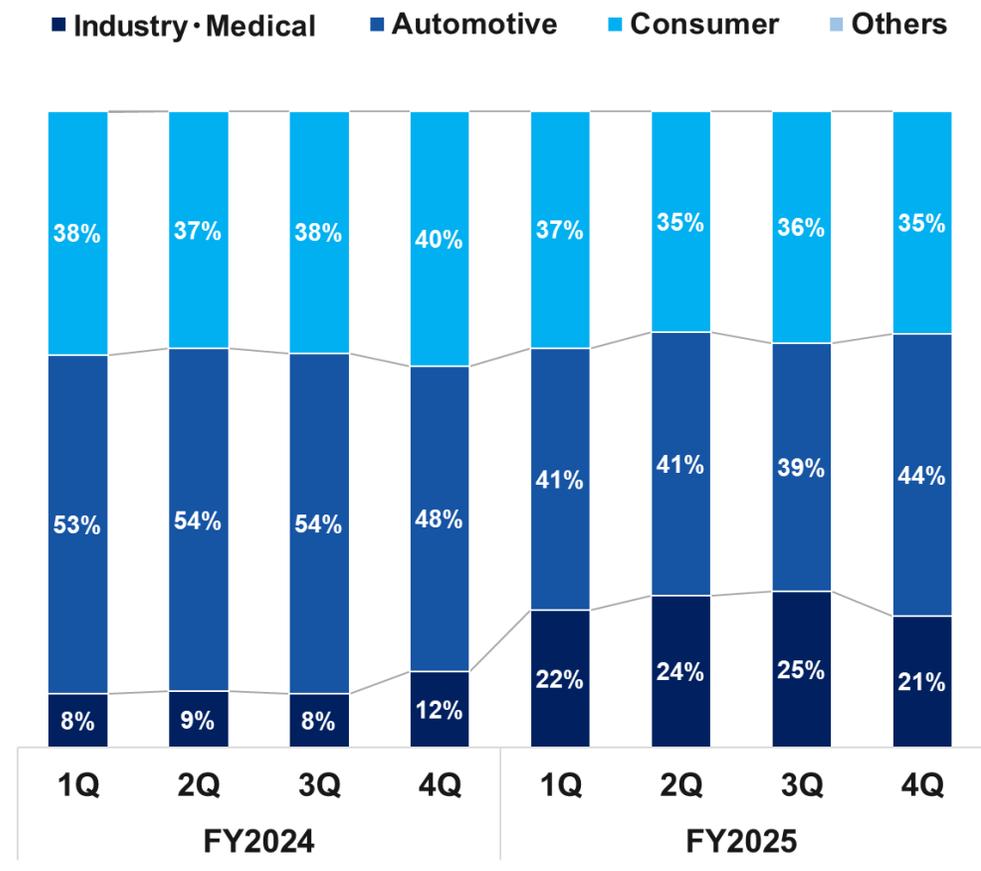
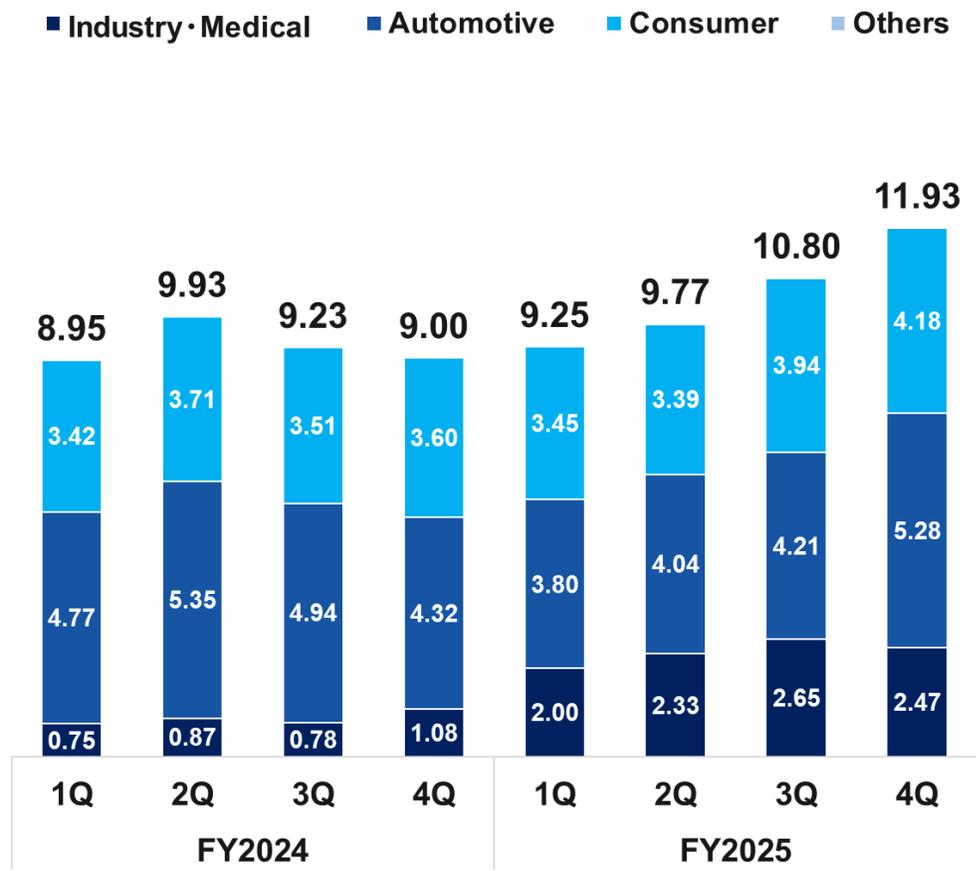
- Aug. 2005** TPJ established by spinning off the test business of Elpida Memory.
- Oct. 2005** Opened Hiroshima Operation Center. **Started testing business on Memory products.**
- Sep. 2006** Opened Kyushu Operation Center. **Started testing business on Logic products.**
- Aug. 2008** Established TPW in Taiwan as a joint venture with PTI. **Investment ratio: TPJ 51% PTI 49%**
- Dec. 2010** Listed on the Tokyo Stock Exchange's Mothers Section.
- Jun. 2017** Joined PTI group.
- May. 2018** Transferred test service business for Micron Memory Japan to Micron Japan.
June: Closed Hiroshima Operation Center.
- Apr. 2022** Changed to the Standard Market of the Tokyo Stock Exchange.
- Jan. 2025** Built a New Office Building at Kyushu Operation Center.

Our business are both wafer testing and final testing



Quarterly Net Sales by Application (Trends by quarter)

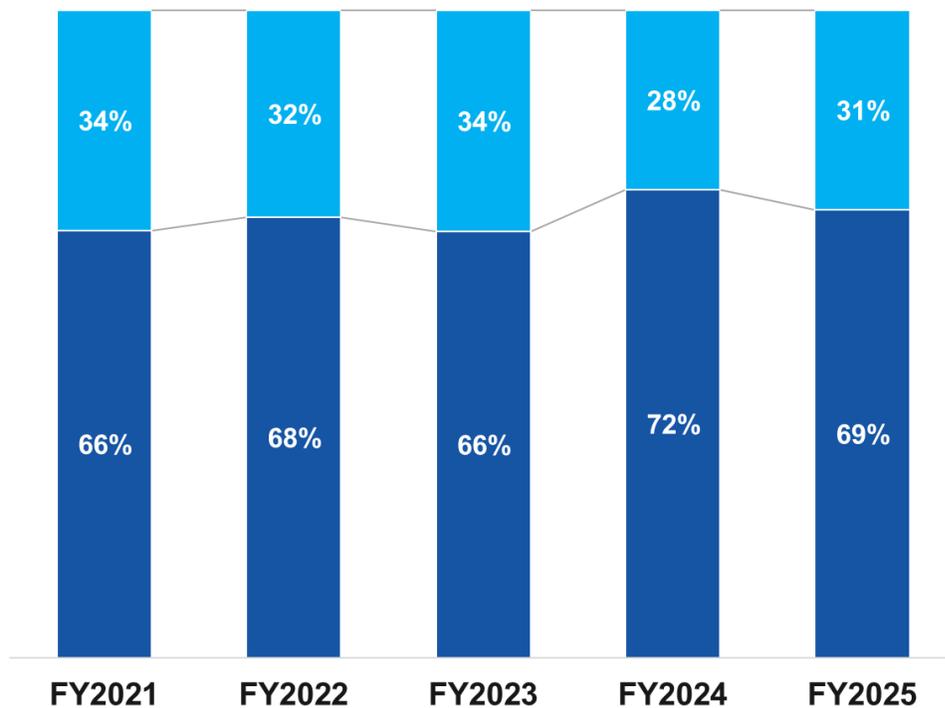
(Unit : ¥ billions)



Consolidated Net Sales Ratio by Customers' Region

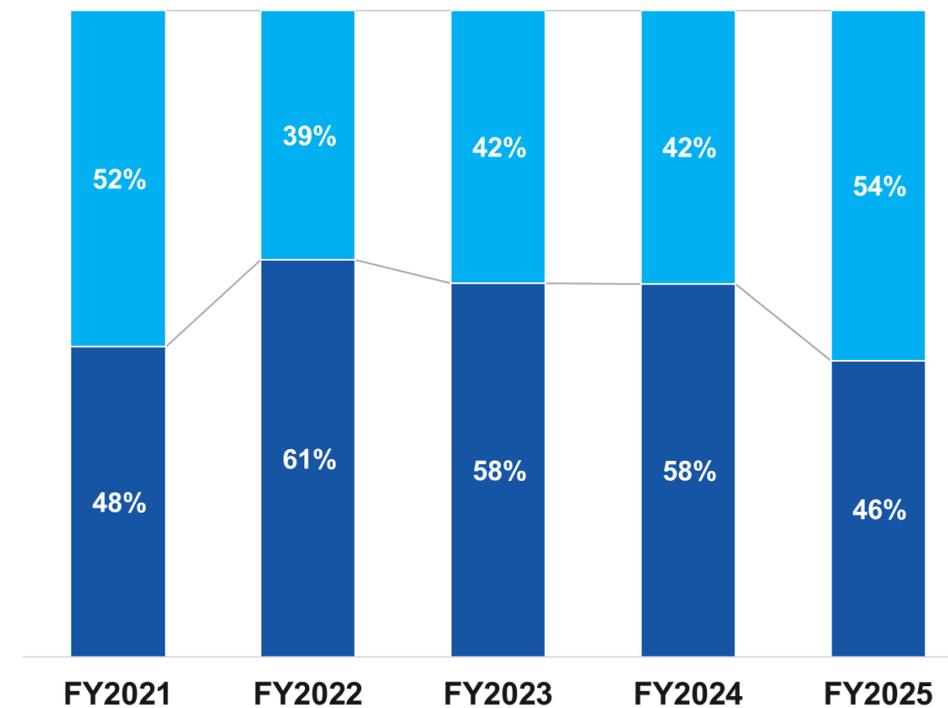
Tera Probe

■ Japan ■ Non-Japan



TeraPower

■ Japan ■ Non-Japan



Consolidated Financial Summary (In millions of yen)

(Unit : ¥ millions)

	FY2017	FY2018	FY2019	FY2020	FY2021	FY2022	FY2023	FY2024	FY2025
Net sales	17,961	21,740	16,908	18,340	25,942	33,212	35,404	37,109	41,746
Gross profit	3,710	4,006	1,602	2,078	6,168	9,379	9,682	9,601	11,777
Operating income	1,878	1,671	-111	429	4,162	6,839	7,189	6,949	8,894
% Margin	10.5%	7.7%	-0.7%	2.3%	16.0%	20.6%	20.3%	18.7%	21.3%
Ordinary income	1,791	1,540	-393	162	4,087	7,345	7,411	7,006	8,751
Net income attributable to owners of parent	335	1,039	-243	239	1,794	3,134	4,095	3,509	3,368
% Margin	1.9%	4.8%	-1.4%	1.3%	6.9%	9.4%	11.6%	9.5%	8.1%

	FY2023				FY2024				FY2025			
	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q
Net sales	8,246	8,616	9,184	9,357	8,949	9,930	9,231	8,998	9,250	9,768	10,800	11,929
Gross profit	2,270	2,229	2,563	2,619	2,338	2,825	2,345	2,093	2,402	2,673	2,990	3,712
Operating income	1,690	1,600	1,935	1,963	1,697	2,104	1,683	1,465	1,754	1,967	2,238	2,935
% Margin	20.5%	18.6%	21.1%	21.0%	19.0%	21.2%	18.2%	16.3%	19.0%	20.1%	20.7%	24.6%
Ordinary income	1,695	1,800	2,078	1,838	1,714	2,184	1,491	1,616	1,675	1,777	2,259	3,040
Net income attributable to owners of parent	1,138	780	984	1,193	922	896	756	936	712	580	882	1,194
% Margin	13.8%	9.1%	10.7%	12.8%	10.3%	9.0%	8.2%	10.4%	7.7%	5.9%	8.2%	10.0%

US\$	132.85	134.88	142.51	149.10	146.67	153.20	154.17	149.14	154.13	146.14	146.32	151.37
NT\$	4.36	4.42	4.47	4.52	4.73	4.78	4.73	4.72	4.64	4.67	4.76	4.81

* Figures are rounded to the nearest million yen

Disclaimer

- This document has been prepared for the purpose of providing investors with an understanding of the current situation of Tera Probe, Inc.
- Some parts of this document contain information that is not subject to audit or review by the auditors.
- These materials were prepared based on economic, social, and other conditions generally recognized at the time of publication and certain assumptions that we judged to be reasonable. These are subject to change without notice due to changes in the business environment and other reasons.
- When making any investment decision, we ask that investors do so by using their own judgment and at their own risk after reading the materials disclosed by Tera Probe, Inc.

【Contact us】

Finance Division / Tera Probe, Inc.

TEL: 045-476-5711

E-mail: ir@teraprobe.com

URL <https://www.teraprobe.com/>