日本信号株式会社
NIPPON SIGNAL CO., LTD.

FY26 2Q

Financial Results

NIPPON SIGNAL CO., Ltd. (Securities Code: 6741)

Nov 16, 2026

Key points of financial results

日本信号株式会社
NIPPON SIGNAL CO., LTD.

- Consolidated financial results for the second quarter of the fiscal year ending March 2027

  Sales: 51.0 billion yen (+6.9 billion yen year-on-year)
  Operating Profit: 3.7 billion yen (+1.9 billion yen year-on-year)
  Ordinary Profit: 4.1 billion yen (+1.6 billion yen year-on-year)
  Interim Net Profit: 3.0 billion yen (+1.6 billion yen year-on-year)
  - Sales and all profit lines reached record highs.
  - Both the Transportation Infrastructure business and ICT Solutions business performed steadily.
  - Sales and order received increased due to growth in automatic passenger gates and steady demand for domestic railway signal equipment.

- Full-Year Forecast for Fiscal Year Ending March 2027

  Sales: 120 billion yen, **Operating Profit**: 12 billion yen,
  Ordinary Profit: 132 billion yen, **Net Profit**: 100 billion yen
  - The previous forecast remains unchanged from the May forecast.

- Shareholder Returns (Dividend per Share, Forecast)

  The interim dividend is expected to be 17 yen, as forecast in May (an increase of 4 yen from the previous fiscal year's interim dividend). The year-end dividend is expected to be 39 yen, bringing the annual dividend to 56 yen (unchanged from the May forecast). Dividend payout ratio: 34.9% (forecast).

Copyright © NIPPON SIGNAL CO.,LTD. All Rights Reserved.

Sales and Profit Change

日本信号株式会社
NIPPON SIGNAL CO., LTD.

(Unit: 100 million yen)	2025/3 2Q	2026/3 2Q	2027/3 2Q	Change from previous period	
Sales (Progress rate against full year)	403 (38%)	441 (39%)	510 (43%)	+69	+15.7%
Operating Profit (Progress rate against full year)	17 (18%)	17 (15%)	37 (31%)	+19	+112.6%
Ordinary Profit (Progress rate against full year)	24 (23%)	25 (19%)	41 (31%)	+16	+63.8%
Profit attributable to owners of parent (Progress rate against full year)	16 (19%)	13 (12%)	30 (30%)	+16	+116.1%

Copyright © NIPPON SIGNAL CO.,LTD. All Rights Reserved.

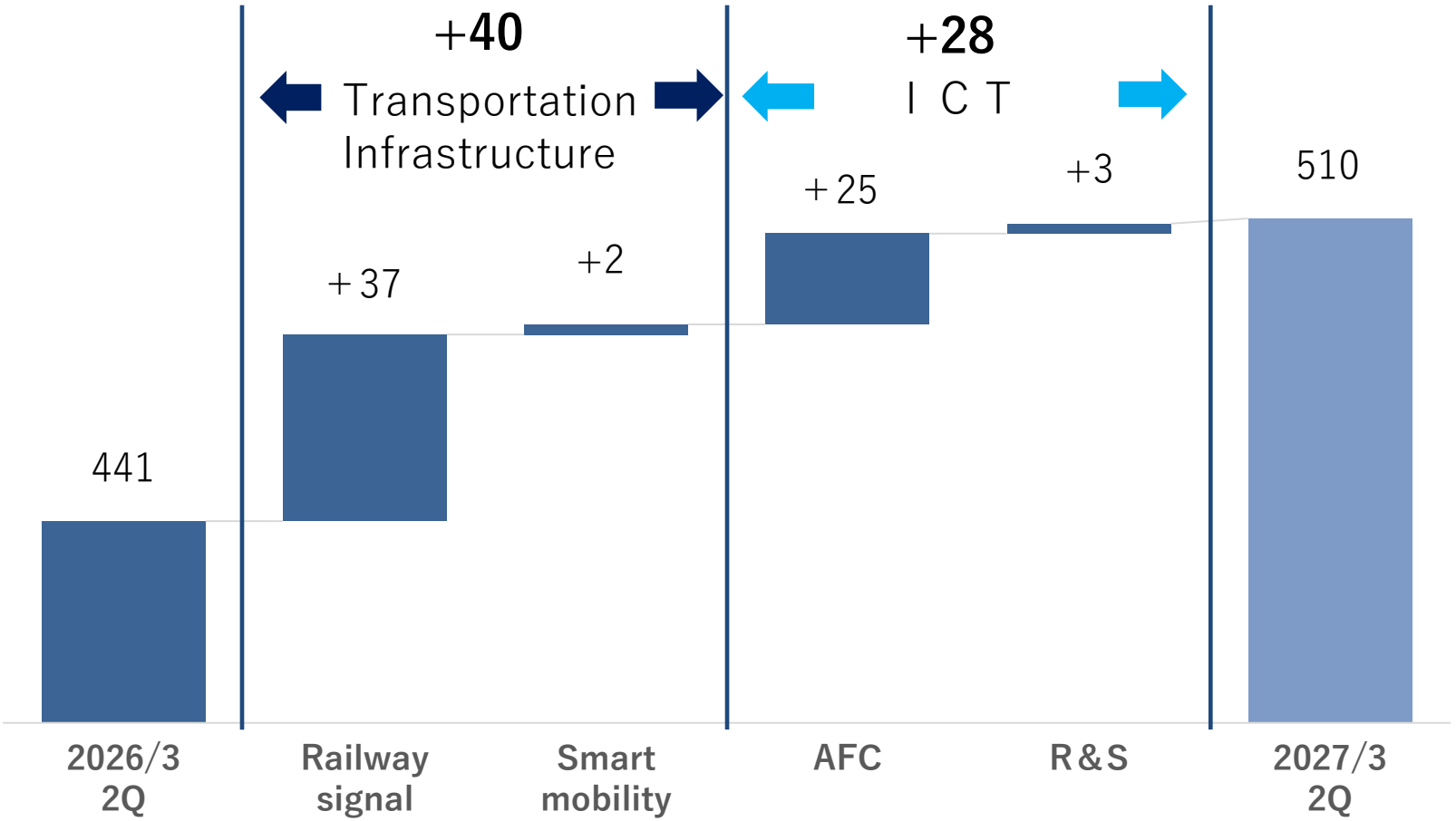
By segment (1) Sales

日本信号株式会社
NIPPON SIGNAL CO., LTD.

- **Transportation Infrastructure business and ICT Solutions business both saw revenue growth.**

Transportation Infrastructure recorded higher sales driven by growth in Railway Signal.
In ICT Solutions, sales increased due to automatic ticket gates renewals and platform screen doors projects in AFC.

(Unit: 100 million yen)



Copyright © NIPPON SIGNAL CO.,LTD. All Rights Reserved.

By segment (2) Sales/Segment profit

日本信号株式会社 NIPPON SIGNAL CO., LTD.

- **Transportation infrastructure business**:
  Higher revenue and profit year-on-year, mainly due to an increase in domestic Railway signal projects.
- **ICT solution business**:
  Higher revenue and profit year-on-year, mainly due to an increase in domestic AFC projects.

(Unit: 100 million yen)	2026/3 2Q		2027/3 2Q		Change from previous period	
	Sales	Segment profit (profit margin)	Sales	Segment profit (profit margin)	Sales (Rate of increase/decrease)	Segment profit (profit margin)
Transport infrastructure business	227	12 (6%)	**268**	**23 (9%)**	+40 (18%)	+10 (79%)
ICT solution business	213	25 (12%)	**242**	**36 (15%)**	+28 (13%)	+10 (43%)
Whole company expenses	–	▲20	–	▲21	–	▲1
Total	441	17 (4%)	**510**	**37 (7%)**	+69 (16%)	+19 (113%)

Copyright © NIPPON SIGNAL CO.,LTD. All Rights Reserved.

By segment (3) Orders received/ Sales/ orders backlog

日本信号株式会社 NIPPON SIGNAL CO., LTD.

(Unit: 100 million yen)	2026/3 2Q			2027/3 2Q			Change from previous period		
	Orders received	Sales	Orders backlog	Orders received	Sales	Orders backlog	Orders received	Sales	Orders backlog
Transportation infrastructure business	279	227	838	**362**	**268**	**1,167**	+82	+40	+328
Railway signal	221	199	785	**291**	**237**	**1,092**	+70	+37	+307
Smart mobility	58	28	53	**70**	**30**	**74**	+12	+2	+21
ICT solution business	285	213	334	**344**	**242**	**362**	+58	+28	+28
AFC	228	162	276	**281**	**188**	**296**	+52	+25	+20
R&S	57	51	57	**63**	**54**	**65**	+5	+3	+8
Total	565	441	1,172	**706**	**510**	**1,529**	+140	+69	+357

●Railway signal
Orders increased significantly both domestically. Revenue increased due to higher domestic railway signal-related sales.
International sales remained flat year-on-year.

●Smart mobility
Orders and sales increased due to growth in traffic signal system projects, including the Shuto Expressway Bijogi Junction project, and MVNO (Mobile Virtual Network Operator) services.

●AFC
Orders and sales increased due to automatic ticket gates and orders increased due to platform screen doors.

●R&S
Orders and sales increased due to the Robotics(ZIZAI).

Copyright © NIPPON SIGNAL CO.,LTD. All Rights Reserved.

By segment (4) Sales of overseas business

日本信号株式会社 NIPPON SIGNAL CO., LTD.

(Unit: 100 million yen)	2025/3 2Q			2026/3 2Q			Change from previous period		
	Orders received	Sales	Orders backlog	Orders received	Sales	Orders backlog	Orders received	Sales	Orders backlog
Overseas Transportation infrastructure business	31	52	512	**35**	**53**	**691**	+4	+0	+178
Overseas ICT solution business	0	7	30	**▲0**	**7**	**19**	▲0	▲0	▲10
Overseas total	31	60	543	**34**	**60**	**711**	+3	+0	+167

●Overseas Transportation infrastructure business
Orders increased due to signaling systems for Mumbai Metro Line 5 in India. Sales increased due to the Hualien–Taitung Line Double-Tracking Project in Taiwan and the Jakarta MRTProject.

● Overseas ICT solution business
Sales remained almost unchanged year-on-year due to platform screen doors projects for Cairo Metro Line 4 in Egypt.

●Whole overseas
Orders backlog reached a record high due to large orders.

Copyright © NIPPON SIGNAL CO.,LTD. All Rights Reserved.

Financial Performance

日本信号株式会社
NIPPON SIGNAL CO., LTD.

- Accounts receivable, contract assets, and inventory increased compared to the same period last year.
- Equity increased due to the impact of the interim net profit for the period.

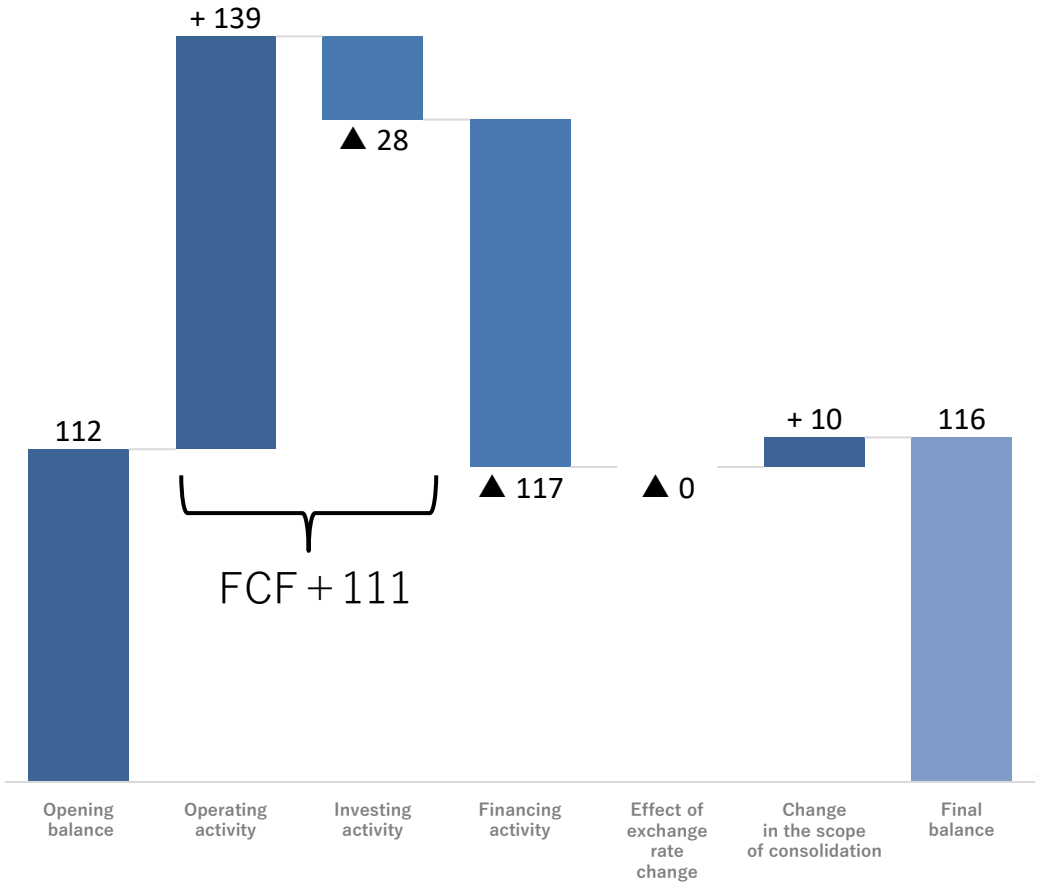
(Unit: 100 million yen)	2026/3 2Q	2026/3	2027/3 2Q	Change from previous period
Total assets	1,551	1,722	**1,667**	+116
Cash and deposits	117	109	**170**	+53
Accounts receivable and contract assets	533	783	**595**	+62
Inventory	273	204	**237**	▲35
Property, plant and equipment	198	207	**236**	+38
Liabilities	505	578	**526**	+21
Short-term borrowings	95	155	**85**	▲10
Capital adequacy	1,045	1,143	**1,141**	+95
Capital adequacy ratio	67.4%	66.4%	**68.4%**	+1.0pt

Copyright © NIPPON SIGNAL CO.,LTD. All Rights Reserved.

Cashflow statements

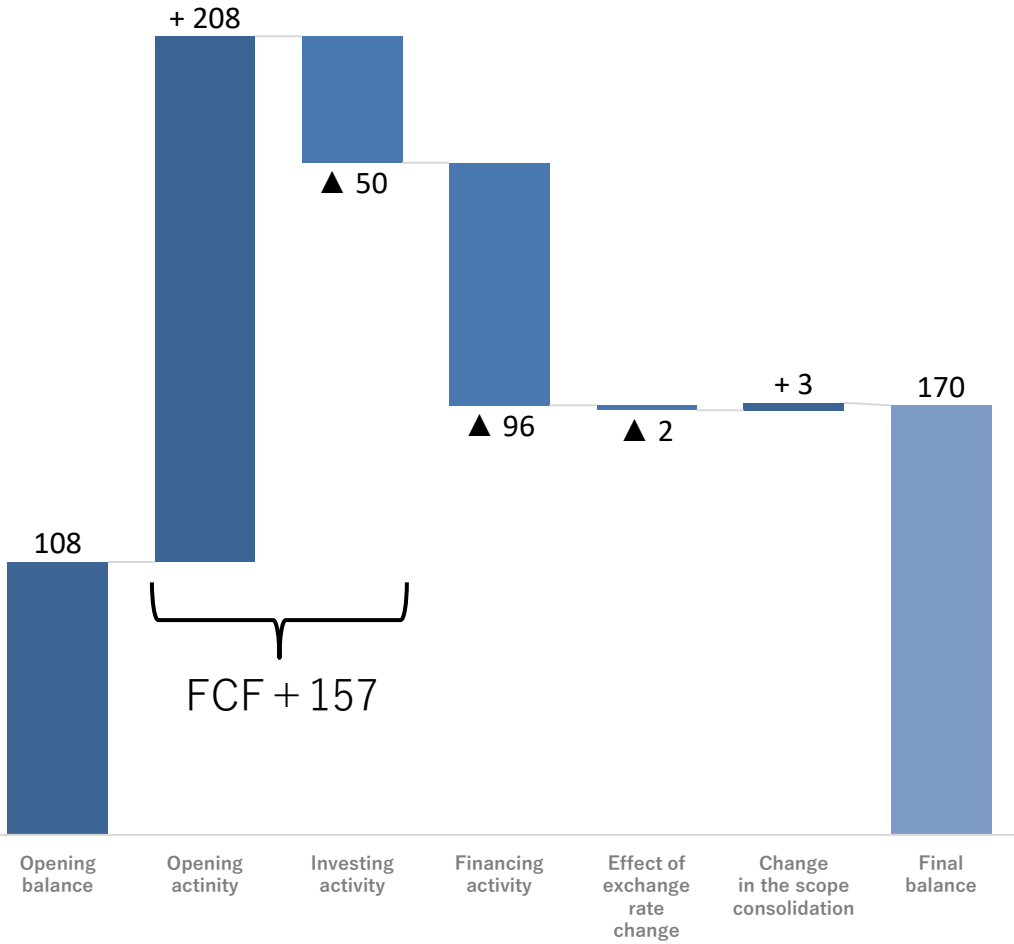
- Operating cash flow improved by 6.8 billion yen year-on-year due to progress in collection of accounts receivable.
- Due to the acquisition of fixed assets, cash outflow from investments increased by 2.2 billion yen compared to the same period last year.

(Unit: 100 million yen)



2026/3 2Q

(Unit: 100 million yen)



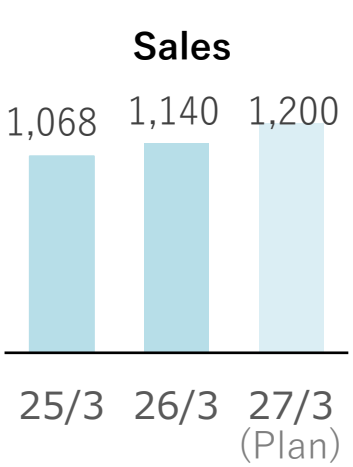
2027/3 2Q

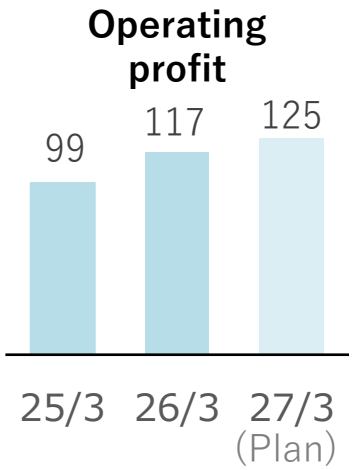
Copyright © NIPPON SIGNAL CO.,LTD. All Rights Reserved.

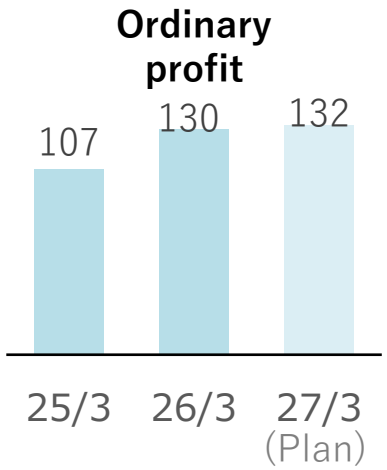
Forecast for Year to March 2027 Forecast

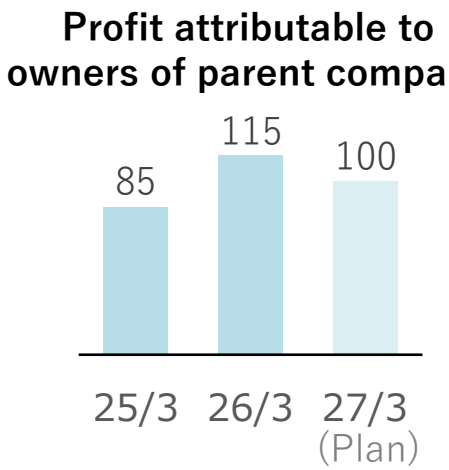
日本信号株式会社 NIPPON SIGNAL CO., LTD.

(Unit: 100 million yen)	2025/3	2026/3(Forecast)		
		Forecast	Change from previous period	Difference from previous forecast
Sales	1,140	**1,200**	+59	-
Operating profit	117	**120**	+2	-
Ordinary profit	130	**132**	+1	-
Profit attributable to owners of parent company	115	**100**	▲15	-









Copyright © NIPPON SIGNAL CO.,LTD. All Rights Reserved.

Trends in Orders Received/ Sales / Orders backlog (Full Year)

Forecast

日本信号株式会社 NIPPON SIGNAL CO., LTD.

(Unit: 100 million yen)	2026/3			2027/3 (Forecast)			Change from previous period		
	Orders received	Sales	Orders backlog	Orders received	Sales	Orders backlog	Orders received	Sales	Orders backlog
Transportation infrastructure business	878	591	1,073	**660**	**630**	**1,103**	▲218	+38	+30
Railway signal	759	484	1,038	**530**	**520**	**1,048**	▲229	+35	+10
Smart mobility	118	106	35	**130**	**110**	**55**	+11	+3	+20
ICT solution business	547	549	260	**640**	**570**	**330**	+92	+21	+70
AFC	418	424	203	**500**	**440**	**263**	+81	+15	+60
R&S	129	124	56	**140**	**130**	**66**	+10	+5	+10
Total	1,426	1,140	1,333	**1,300**	**1,200**	**1,433**	▲126	+59	+100

Copyright © NIPPON SIGNAL CO.,LTD. All Rights Reserved.

Profit By Segment Forecast

日本信号株式会社
NIPPON SIGNAL CO., LTD.

(Unit: 100 million yen)	2025/3	2026/3	2027/3	
			Forecast	Change from previous period
Transportation infrastructure business	45	51	**53**	+1
ICT solution business	89	105	**107**	+1
Company-wide expenses	▲35	▲40	▲40	+0
Total	99	117	**120**	+2

Copyright © NIPPON SIGNAL CO.,LTD. All Rights Reserved.

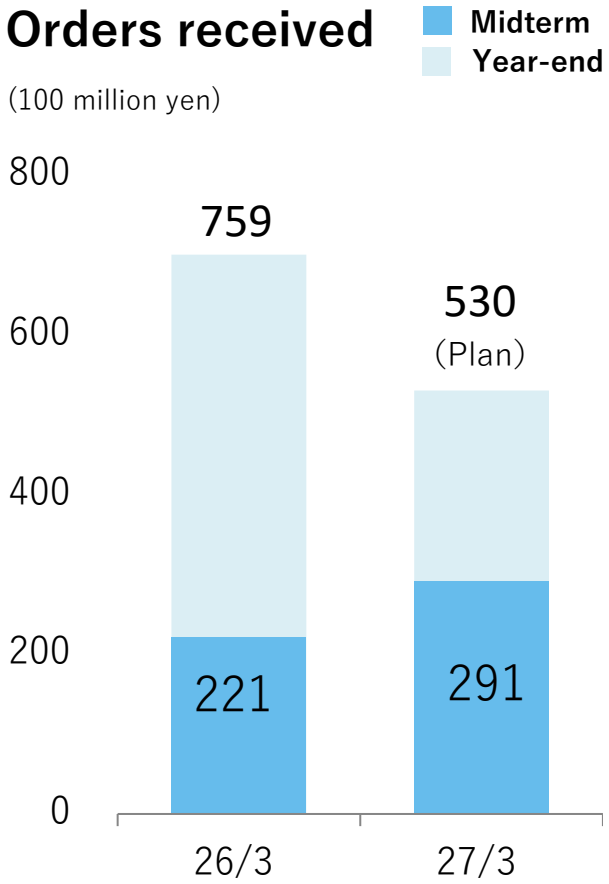
Trends in Orders Received/Sales/ Orders backlog (Railway Signal)

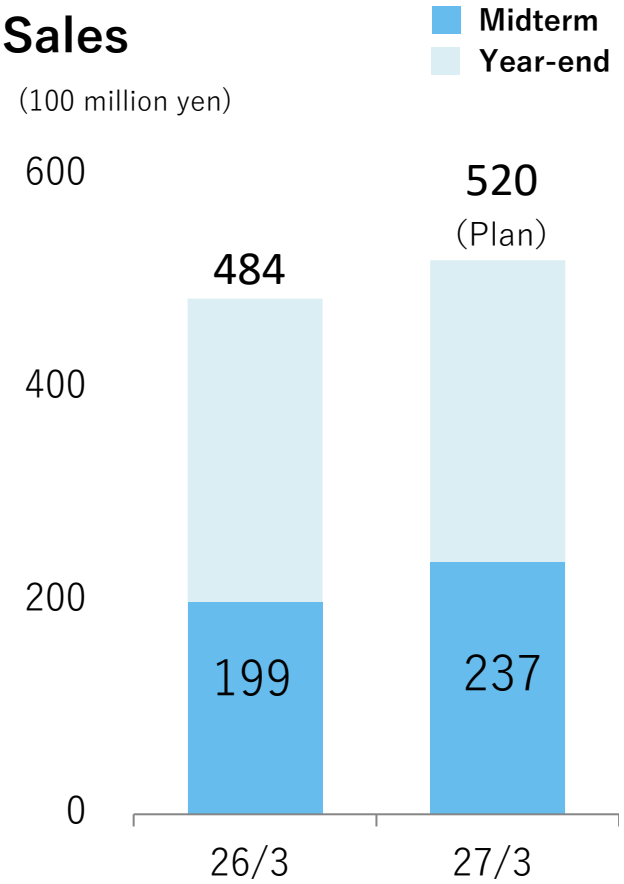
Forecast

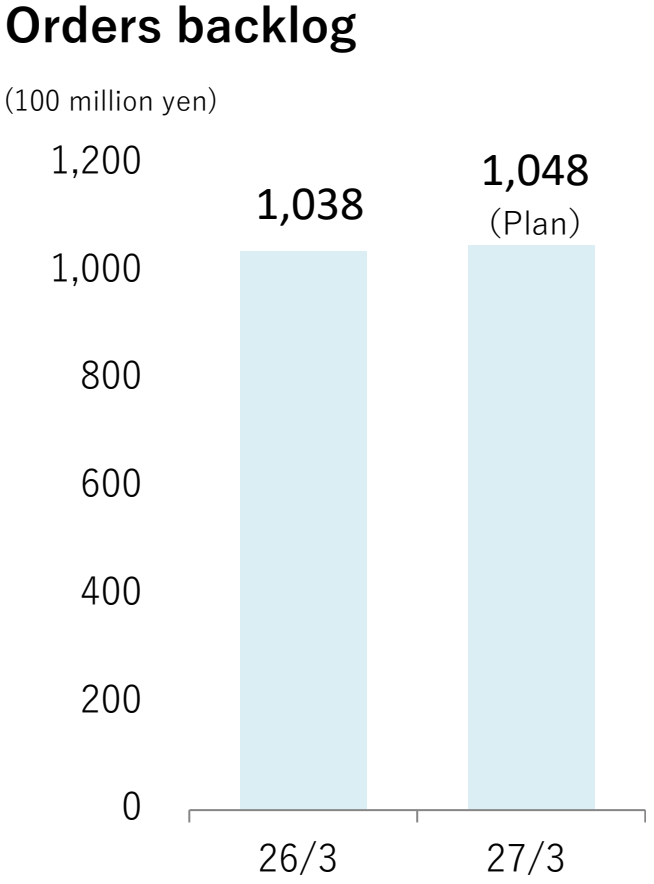
日本信号株式会社 NIPPON SIGNAL CO., LTD.

Railway Signal business	We will continue to contribute to the realization of safe and comfortable transportation through the development and nationwide deployment of products that contribute to labor-saving maintenance and improved inspection efficiency. Overseas, we respond to the demand for infrastructure development in Asian countries.

Major business details: Automatic Train Control (ATC) systems,
Communications-Based Train Control System(SPARCS), and so on.







Copyright © NIPPON SIGNAL CO.,LTD. All Rights Reserved.

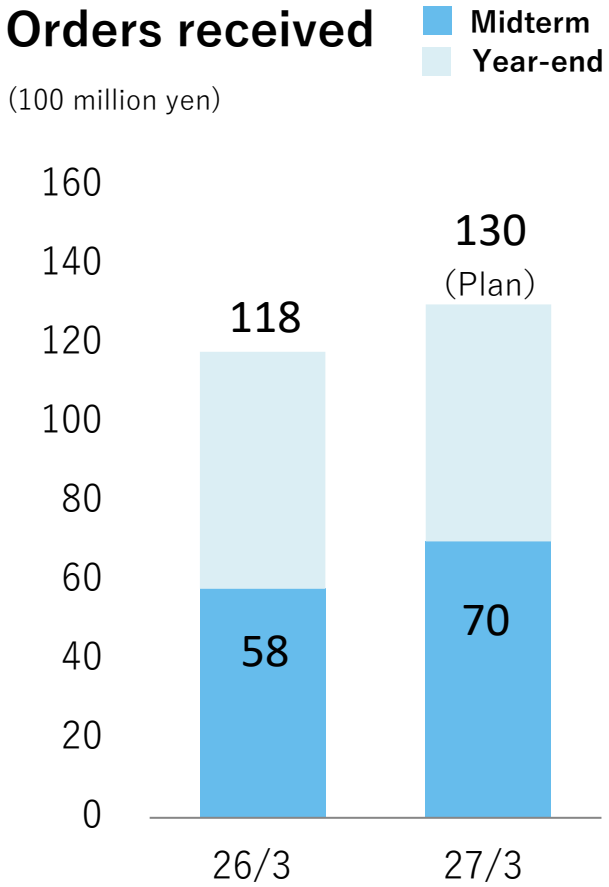
Trends in Orders Received/Sales/ Orders backlog (Smart Mobility)

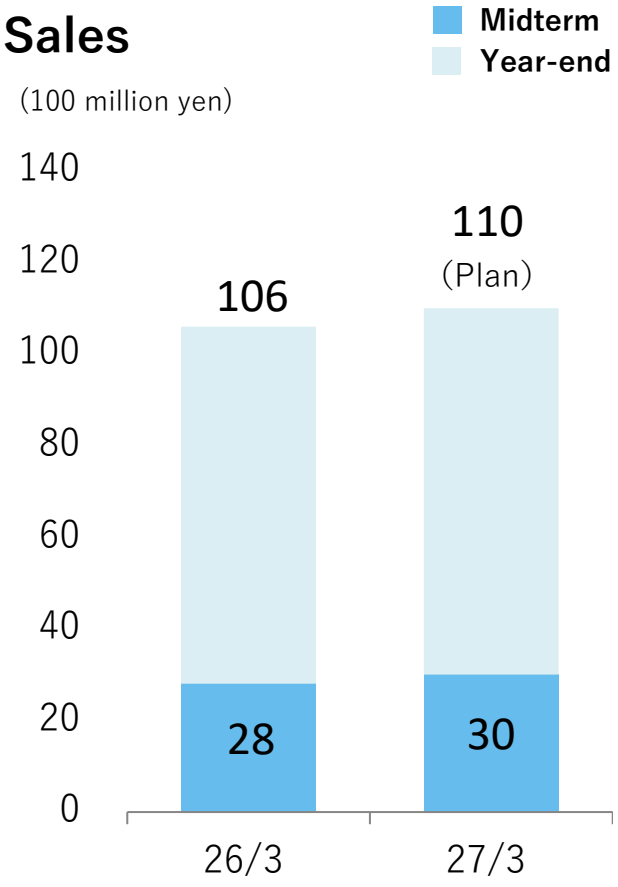
Forecast

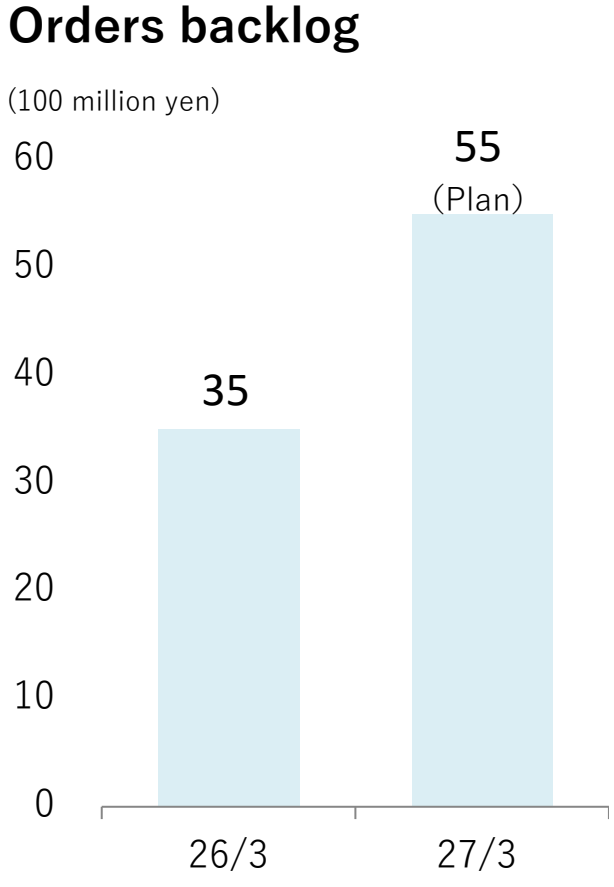
日本信号株式会社 NIPPON SIGNAL CO., LTD.

Smart Mobility business	We aim to be a provider of products and technologies that support the “Vehicle-infrastructure Cooperative System,” linking autonomous vehicles with traffic signals and roadside sensors.

Major business details: Traffic control systems, Traffic signal controllers, Traffic lights and so on.







Copyright © NIPPON SIGNAL CO.,LTD. All Rights Reserved.

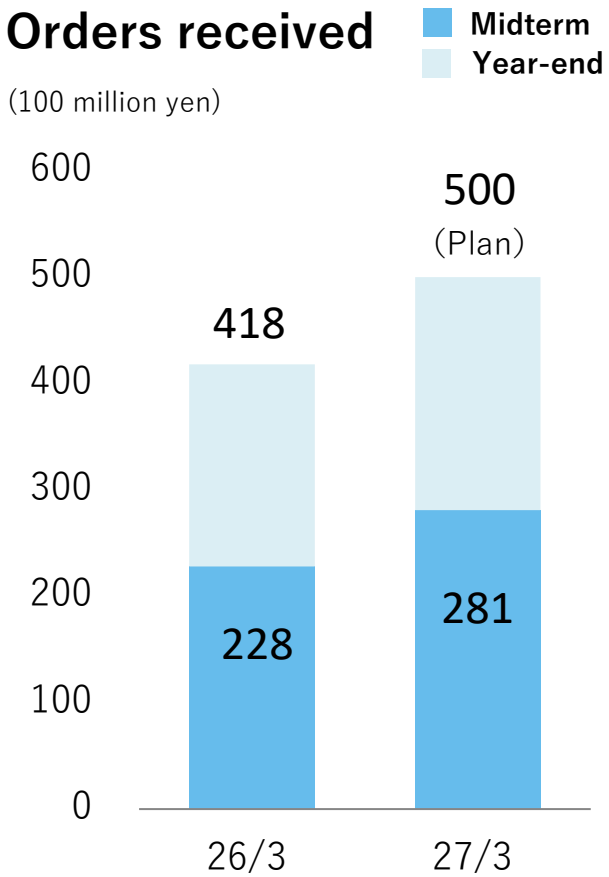
Trends in Orders Received/Sales/ Orders backlog (AFC)

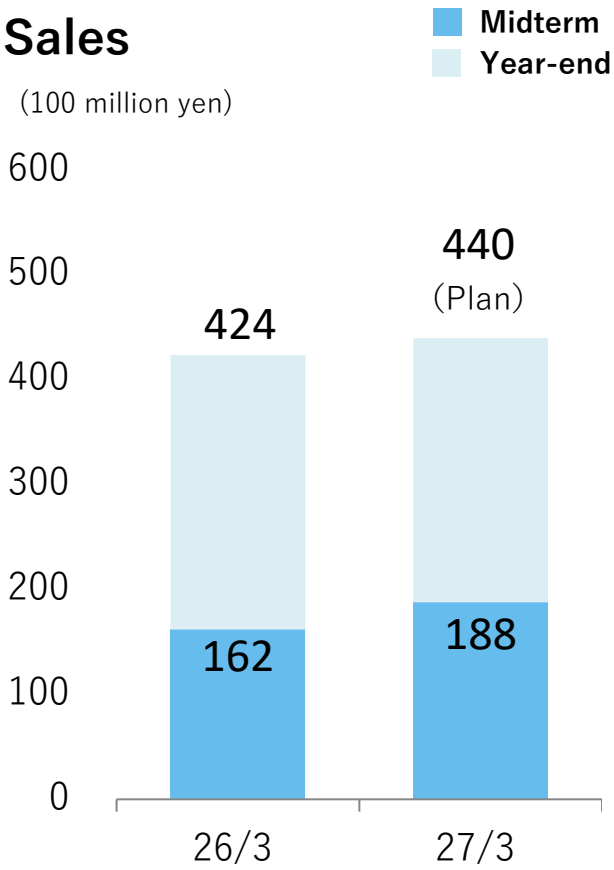
Forecast

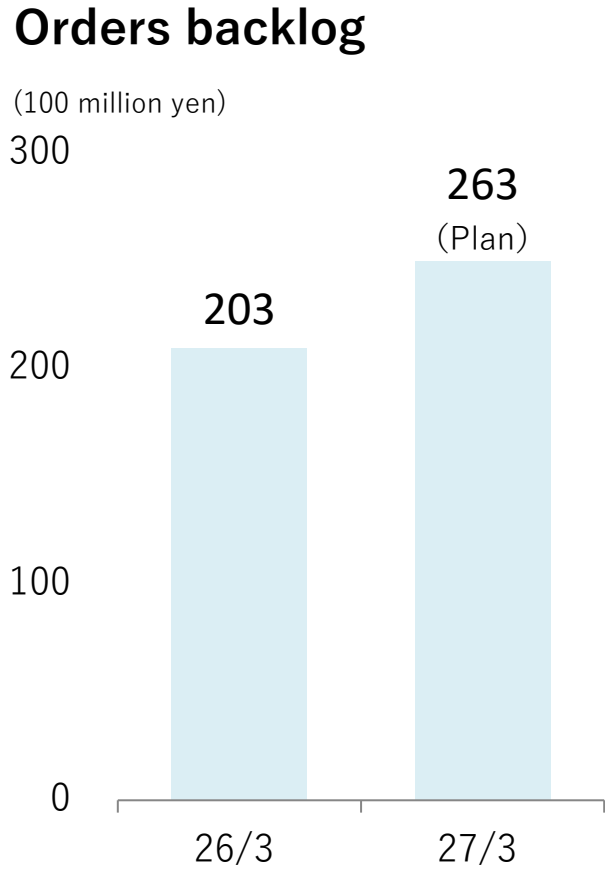
日本信号株式会社 NIPPON SIGNAL CO., LTD.

AFC business	We will be conducting demonstration experiments on a new cashless ride service that uses touch payments with credit cards, debit cards, etc. and QR code authentication.

Major business details: Automatic ticket gates, Platform screen doors, Parking lot management system, and so on.







Copyright © NIPPON SIGNAL CO.,LTD. All Rights Reserved.

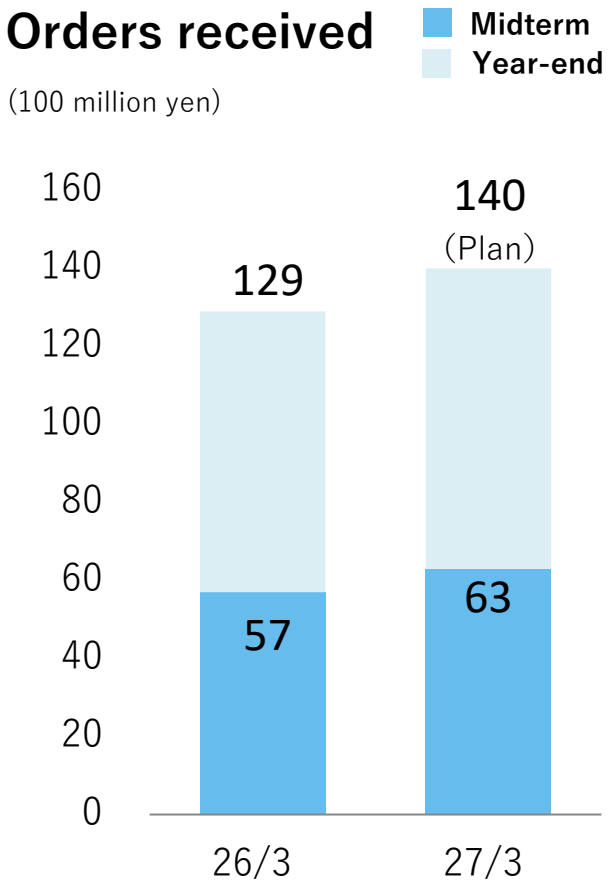
Trends in Orders Received/Sales/ Orders backlog (R&S)

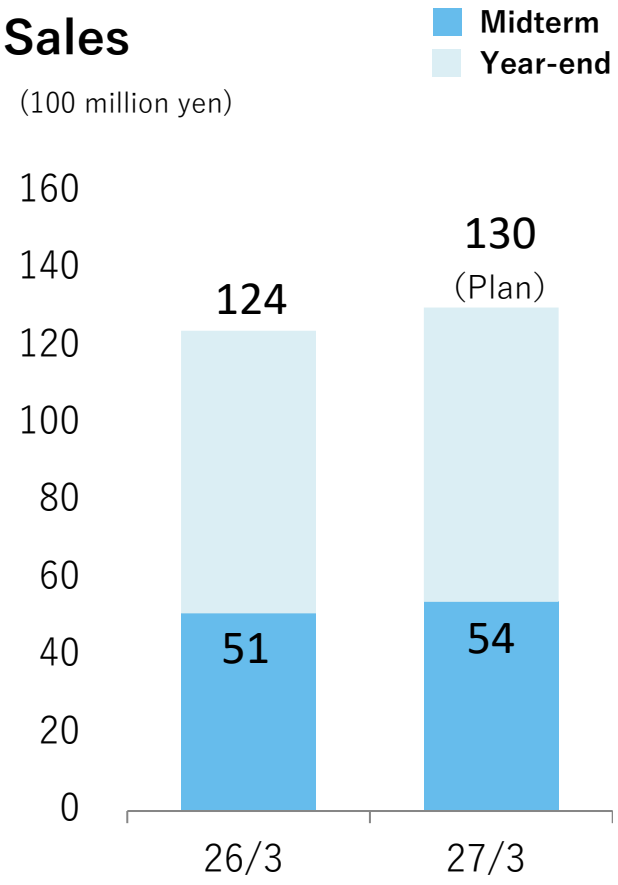
Forecast

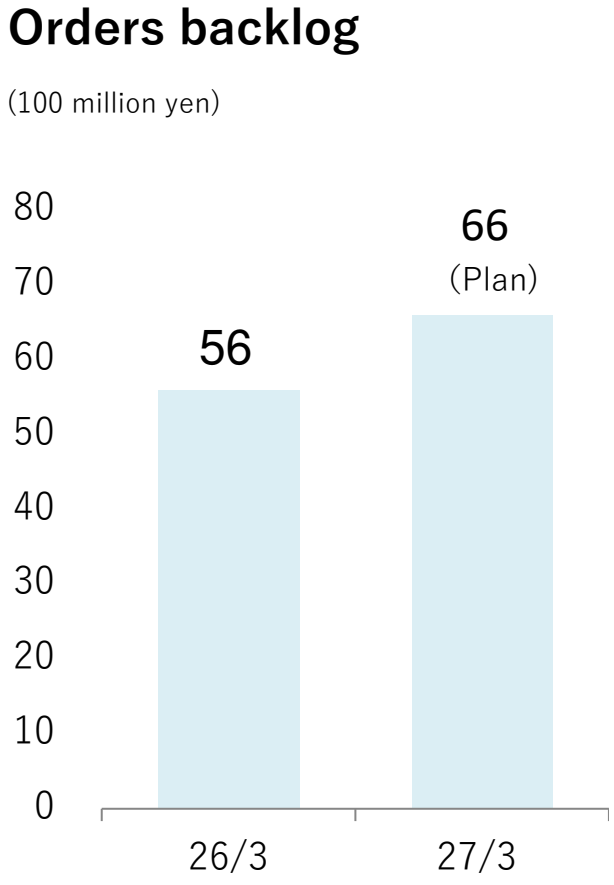
日本信号株式会社 NIPPON SIGNAL CO., LTD.

R&S business	(Based on the basic concept of fail-safe,)we integrate the latest robotics technologies with our core technologies, such as sensors and image analysis that we have cultivated, and promote efforts to realize a future society in which humans and robots work together.

Major business details: Robotics, 3D Laser Ranging Image Sensor, and so on.







Copyright © NIPPON SIGNAL CO.,LTD. All Rights Reserved.

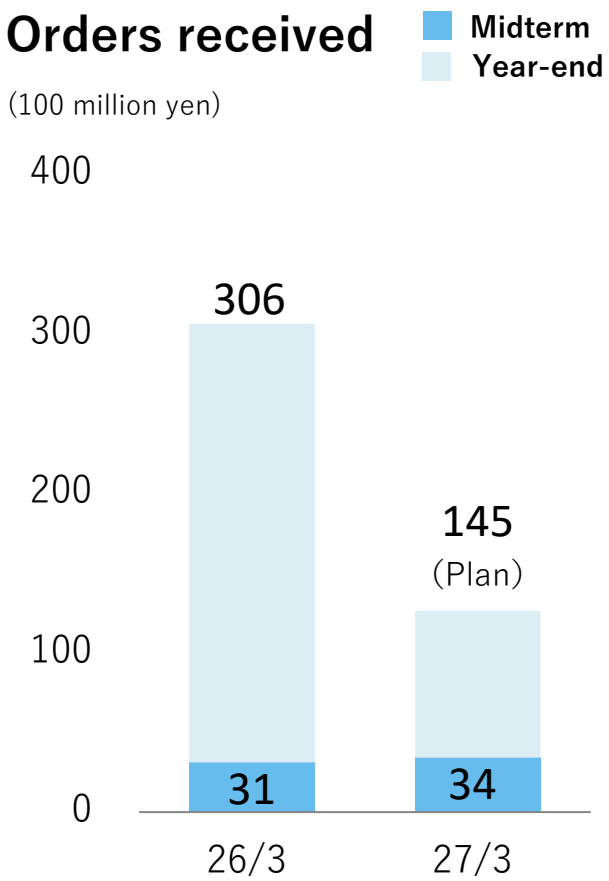
Trends in Orders Received/Sales/ Orders backlog (Overseas)

Forecast

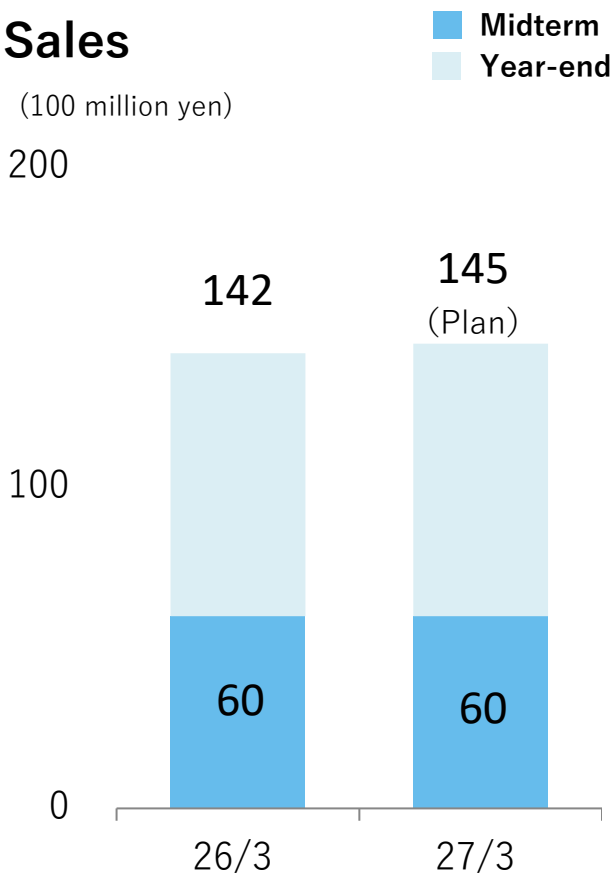
日本信号株式会社 NIPPON SIGNAL CO., LTD.

Overseas business	Focus on expanding orders in countries and regions where we have bases. ※Key regions: India, Bangladesh, Southeast Asia, Taiwan, Africa, etc.

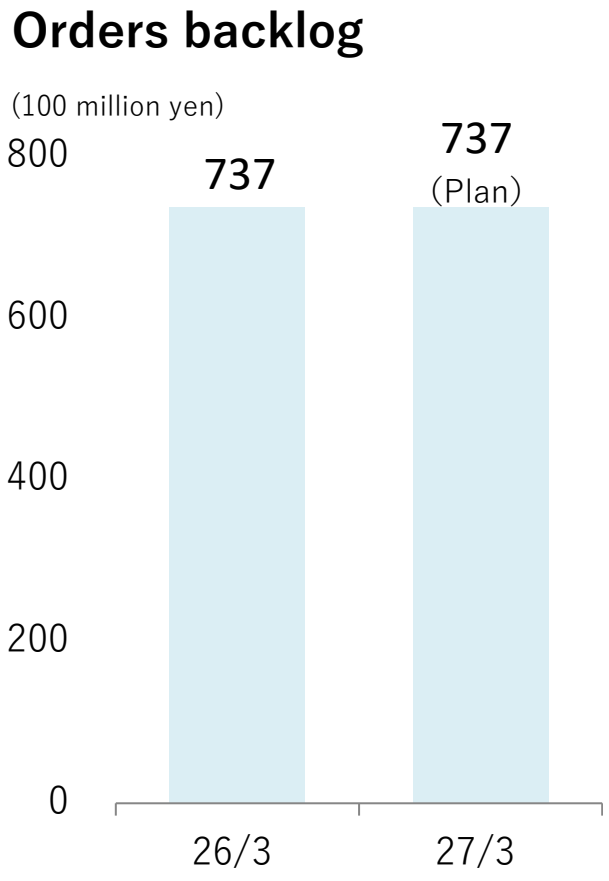
Orders received



Sales



Orders backlog



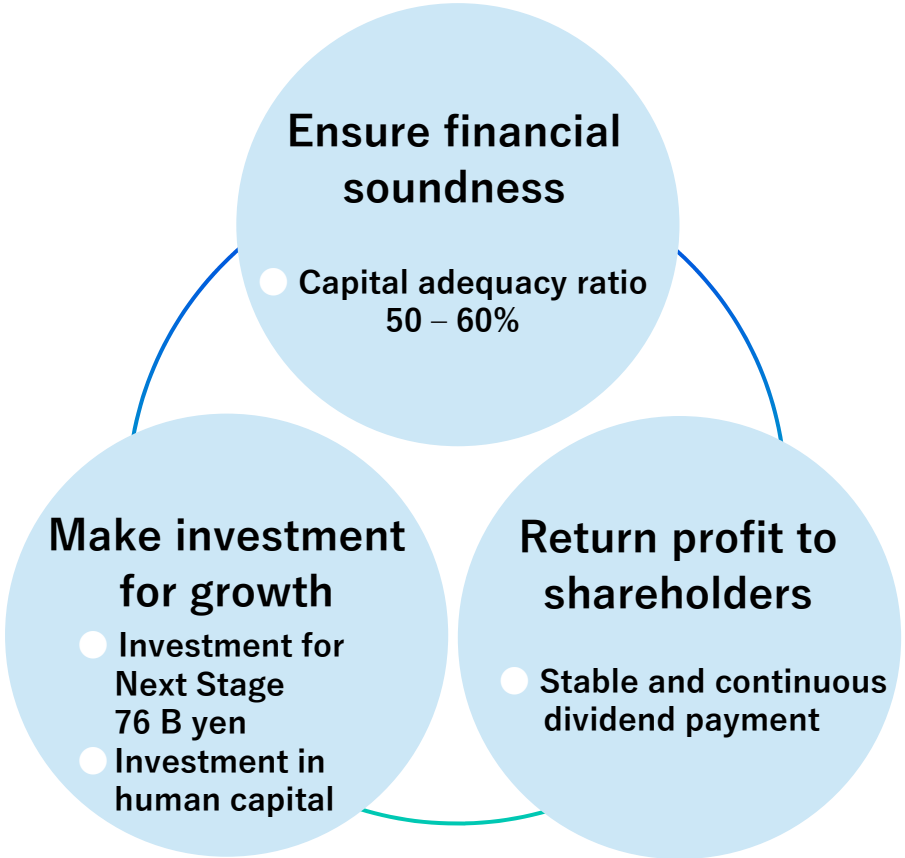
Copyright © NIPPON SIGNAL CO.,LTD. All Rights Reserved.

Capital/financial strategy

日本信号株式会社
NIPPON SIGNAL CO., LTD.

Basic policy

We perform well-balanced management between investment for growth and return of profit to shareholders while maintaining financial soundness to ensure sustainability of the company.



Cash allocation plan

(accumulation during the Mid-term Management Plan period)

We actively make investment in growth areas on a capital of cashflow from operating activities during the Mid-term Management Plan period.

		2027/3 2Q (accumulation during the Mid-term Management Plan period)
Sales CF 80 B yen (※1) 2027/3 2Q (Accumulation total) 42.5 B yen	R&D expenses 21 B yen	(8.0 B yen) Progress rate: 38%
	Capital investment 45 B yen	(17.2 B yen) Progress rate: 38%
	M&A investment 10 B yen	(-)
Other Fundraising (※2)	Return to shareholders	(7.2 B yen)

*1: Before deduction of R&D cost
*2: Borrowing and sale of cross-held shares

Copyright © NIPPON SIGNAL CO.,LTD. All Rights Reserved.

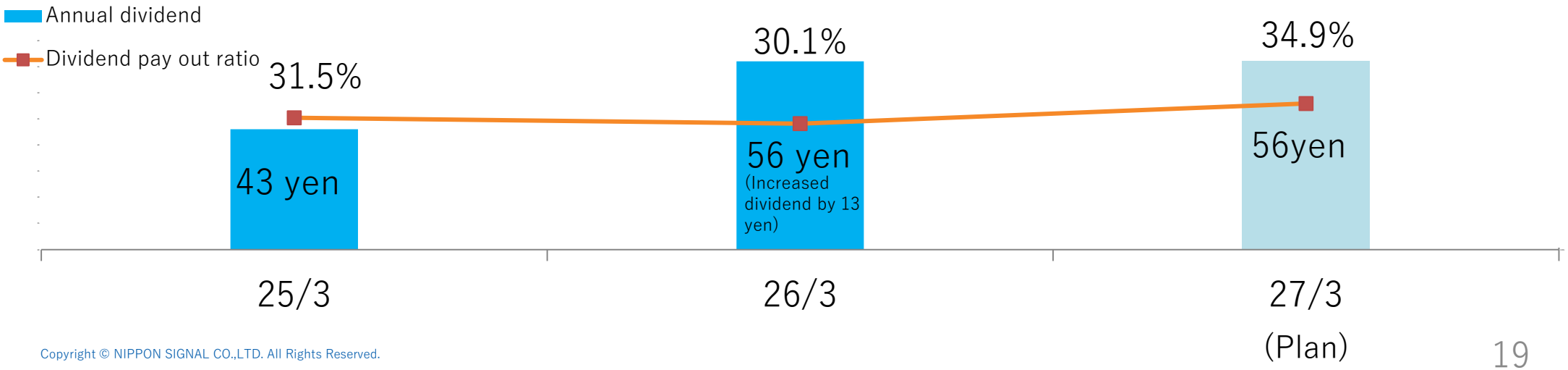
Profit distribution (Dividend) Forecast

日本信号株式会社 NIPPON SIGNAL CO., LTD.

- With regard to dividends, in principle, the consolidated dividend payout ratio, the immediate target is 30% or more, with a lower limit of DOE of 2.0%. Based on the above basic policy, the annual dividend for the fiscal year ending March 2027 will be 56 yen.

- Dividend yield is calculated by dividing the annual dividend by the yearend share price.

Year to March 2025	Year to March 2026	Year to March 2027(Forecast)
43 yen yearly	**56 yen yearly**	**56 yen yearly**
End of 2Q: 10yen	End of 2Q: 13yen	End of 2Q: 17yen
Year end: 33yen	Year end: 43yen	Year end: 39yen
Dividend payout ratio: 31.5%	Dividend payout ratio: 30.1%	Dividend payout ratio: 34.9%
D O E 2.7%	D O E 3.2%	D O E 3.0%
Dividend yield: 4.8%	Dividend yield: 3.5%	



Copyright © NIPPON SIGNAL CO.,LTD. All Rights Reserved.

Our earnings forecasts and other statements are based on information currently available to us and certain assumptions that we consider reasonable. Actual results may differ significantly from the forecasts due to a variety of factors.

Copyright © NIPPON SIGNAL CO.,LTD. All Rights Reserved.