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May 14, 2025

Consolidated Financial Results for the Fiscal Year Ended March 31, 2025 (Under Japanese GAAP)

Company name: Central Glass Co., Ltd.
 Listing: Tokyo Stock Exchange (Prime)
 Securities code: 4044
 URL: <https://www.cgc-jp.com/>
 Representative: Kazuhiko Maeda, Representative Director, President & CEO
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 Scheduled date of annual general meeting of shareholders: June 27, 2025
 Scheduled date to commence dividend payments: June 10, 2025
 Scheduled date to file annual securities report: June 27, 2025
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: Yes (for analysts and institutional investors)

(All amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated financial results for the fiscal year ended March 31, 2025 (from April 1, 2024 to March 31, 2025)

(1) Consolidated operating results

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2025	144,233	(10.0)	10,629	(26.8)	12,164	(25.2)	5,678	(54.5)
March 31, 2024	160,339	(5.3)	14,526	(13.3)	16,269	(17.1)	12,478	(70.6)

Note: Comprehensive income For the fiscal year ended March 31, 2025: ¥ 7,512 million [(51.7) %]
 For the fiscal year ended March 31, 2024: ¥ 15,546 million [(56.6) %]

	Basic earnings per share	Diluted earnings per share	Return on equity	Ratio of ordinary profit to total assets	Ratio of operating profit to net sales
Fiscal year ended	Yen	Yen	%	%	%
March 31, 2025	229.14	-	4.9	5.8	7.4
March 31, 2024	503.55	-	11.4	7.5	9.1

Reference: Share of profit (loss) of entities accounted for using equity method
 For the fiscal year ended March 31, 2025: ¥ 346 million
 For the fiscal year ended March 31, 2024: ¥ (296) million

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
March 31, 2025	204,834	121,063	57.0	4,709.77
March 31, 2024	241,404	120,050	53.6	4,637.42

Reference: Equity
 As of March 31, 2025: ¥ 116,728 million
 As of March 31, 2024: ¥ 114,916 million

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2025	23,587	(4,244)	(17,567)	22,040
March 31, 2024	22,236	(3,338)	(15,971)	19,858

2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Fiscal year ended March 31, 2024	-	57.50	-	101.50	159.00	4,020	31.6	3.6
Fiscal year ended March 31, 2025	-	85.00	-	85.00	170.00	4,298	74.2	3.6
Fiscal year ending March 31, 2026 (Forecast)	-	85.00	-	85.00	170.00		76.6	

3. Consolidated Financial Forecasts for the Year Ending March 31, 2026 (April 1, 2025 to March 31, 2026)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
First six months ending September 30, 2025	66,000	(3.0)	2,000	(57.9)	2,500	(51.7)	1,500	(46.1)	60.53
Fiscal year ending March 31, 2026	145,000	0.5	7,500	(29.4)	8,000	(34.2)	5,500	(3.1)	221.93

*** Notes**

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

(2) Changes in accounting policies, changes in accounting estimates, and restatement

- (i) Changes in accounting policies due to revisions to accounting standards and other regulations: Yes
- (ii) Changes in accounting policies due to other reasons: None
- (iii) Changes in accounting estimates: None
- (iv) Restatement: None

(3) Number of issued shares (common shares)

(i) Total number of issued shares at the end of the period (including treasury shares)

As of March 31, 2025	26,000,000 shares
As of March 31, 2024	26,000,000 shares

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

As of March 31, 2025	1,215,616 shares
As of March 31, 2024	1,219,794 shares

(iii) Average number of shares outstanding during the period

Fiscal year ended March 31, 2025	24,782,460 shares
Fiscal year ended March 31, 2024	24,780,151 shares

[Reference] Overview of non-consolidated financial results

1. Non-consolidated financial results for the fiscal year ended March 31, 2025

(from April 1 to March 31, 2025)

(1) Non-consolidated operating results

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2025	52,320	0.2	3,972	(30.6)	10,386	1.2	6,943	(35.8)
March 31, 2024	52,205	(45.3)	5,721	(28.3)	10,264	(19.6)	10,812	(64.8)

	Basic earnings per share	Diluted earnings per share
Fiscal year ended	Yen	Yen
March 31, 2025	279.82	-
March 31, 2024	435.78	-

(2) Non-consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
March 31, 2025	159,291	86,150	54.1	3,471.54
March 31, 2024	163,667	83,812	51.2	3,377.90

Reference: Equity

As of March 31, 2025: ¥ 86,150 million

As of March 31, 2024: ¥ 83,812 million

* This financial release is not subject to audit procedures.

* Cautionary note regarding forward-looking statements:

The above forecast is based on data available as of the date of release of this document as well as assumptions based on uncertain factors, which might have a material effect on the Company's performance in the future.

■ Overview of Business Results for the fiscal year ended March 31, 2025

Overview by Segment

[Chemicals Business]

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025	Change	
			Amount	%
Net sales	100,926	85,765	(15,160)	(15.0)
Operating profit	10,588	8,166	(2,422)	(22.9)

Applied Chemicals

Net sales increased year-on-year due to steady sales of raw materials for blowing agents and agrochemical-related products.

Medi-Chemicals

Net sales decreased year-on-year due to sluggish sales of anesthetic API for overseas markets.

Electronic Materials

Net sales increased year-on-year due to higher sales of specialty gases for semiconductors because of increased demand for AI semiconductors.

Energy Materials

Net sales fell sharply year-on-year due to a decline in sales of electrolytes for lithium-ion batteries caused by sluggish demand in EV, particularly in Europe.

Fertilizers

Net sales increased year-on-year due to steady sales of coated fertilizer, our mainstay product.

Breakdown of net sales by business segment

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025	Change	
			Amount	%
Applied Chemicals	17,022	19,127	2,105	12.4
Medi-Chemicals	16,326	13,302	(3,024)	(18.5)
Electronic Materials	19,449	22,874	3,425	17.6
Energy Materials	32,430	15,001	(17,429)	(53.7)
Fertilizers	10,846	11,199	353	3.3
Others	4,852	4,260	(592)	(12.2)
Total	100,926	85,765	(15,160)	(15.0)

[Glass Business]

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025	Change	
			Amount	%
Net sales	59,413	58,467	(945)	(1.6)
Operating profit	3,938	2,462	(1,457)	(37.5)

Architectural glass

Net sales decreased year-on-year due to weak construction demand.

Automotive glass

Net sales remained at the same level as the previous fiscal year, as we continued to pass on rising raw material and fuel costs to product prices although sales decreased due to the suspension of some customer operations.

Glass fiber

Net sales increased year-on-year due to a recovery in sales of automotive products.

Breakdown of net sales by business segment

(Millions of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024	Change	
			Amount	%
Architectural glass	23,500	22,248	(1,252)	(5.3)
Automotive glass	27,733	27,655	(78)	(0.3)
Glass fiber	8,176	8,562	386	4.7
Others	1	1	(0)	(24.5)
Total	59,413	58,467	(945)	(1.6)

Overview of consolidated financial position

Total assets amounted to 204,834 million yen, down 9,570 million yen from the end of FY2023, because cash and deposits increased by 4,482 million yen, while there were decreases of notes receivable, accounts receivable and contract assets by 3,435 million yen, property, plant and equipment by 3,354 million yen due to impairment losses on fixed assets, and investment securities by 4,509 million yen due to sales of shares of subsidiaries and affiliates.

Total liabilities amounted to 83,770 million yen, down 10,583 million yen from the end of FY2023, mainly due to a decrease of 10,762 million yen in interest-bearing debt resulting from the repayment of loans and other factors.

Net assets amounted to 121,063 million, up 1,012 million yen from the end of FY2023, due to an increase of 5,678 million yen due to profit attributable to owners of parent, despite a decrease of 4,710 million yen due to payment of dividends.

Equity ratio increased 3.4% from the end of FY2023 to 57.0%.

Overview of cash flows

The balance of cash and cash equivalents at the end of the fiscal year under review amounted to 22,040 million yen, up 2,182 million yen from the end of FY2023.

[Cash flows from operating activities]

Net cash provided by operating activities amounted to 23,587 million (compared with 22,236 million yen provided in the same period of FY2023). This was mainly due to income before income taxes and minority interests of 9,547 million yen, depreciation and amortization of 8,888 million yen, and proceeds from changes in working capital (total changes in trade receivables, contract assets, inventories, and trade payables) of 5,009 million yen.

[Cash flows from investing activities]

Net cash used in investing activities amounted to 4,244 million yen (compared with 3,338 million yen used in the same period of FY2023). Net cash provided by investing activities was 5,397 billion in proceeds from withdrawal of time deposits and 4,270 million yen in proceeds from sales of investment securities, while net cash used in investing activities was 7,496 million yen in payments into time deposits and 5,593 million yen in purchase of property, plant and equipment.

[Cash flows from financing activities]

Net cash used in financing activities amounted to 17,567 million yen (compared with 15,971 million yen used in the same period of FY2023). This was mainly due to a decrease in short-and long-term borrowings of 10,684 million yen, cash dividends paid of 4,710 million yen, and cash dividends paid to non-controlling interests of 1,149 million yen.

Trends in the key financial indicators of our group are as follows.

	Fiscal year ended March 31, 2021	Fiscal year ended March 31, 2022	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Equity ratio (%)	58.1	43.4	46.8	53.6	57.0
Equity ratio at market value (%)	33.5	29.1	32.9	33.5	39.3
Cash flow to interest-bearing debt ratio (year)	3.5	3.7	3.9	2.4	1.8
Interest coverage ratio (times)	41.6	43.2	55.4	63.5	78.1

Overview of research and development activities

The Group's research and development (R&D) expenses for the fiscal year ended March 31, 2025 under review amounted to 7,390 million yen.

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025	Change	
			Amount	%
R&D expenses	6,642	7,390	748	11.3

Future forecast

As for the forecast, demand for AI semiconductors is expected to remain firm, but the impact of U.S. tariff policies on economic activity in each country and sales of our company products is uncertain, and the situation is also expected to remain uncertain.

In order to realize our long-term vision, VISION 2030, announced last year, and its slogan, Be a Specialty Materials Company Contributing to the Realization of a Sustainable Society, our group will work to strengthen the Group's corporate capabilities by strengthening its business foundation through ESG management and optimizing its portfolio.

The outlook for the next fiscal year is as follows.

Sales are expected to be unchanged from the current fiscal year. Although sales of specialty gases for semiconductors are expected to remain strong, the impact of U.S. tariff policies, particularly in the automobile industry, on sales of certain products is expected, and the withdrawal from the PAC business (water treatment coagulant business) at the end of the previous year.

Operating profit is expected to decrease from the current fiscal year. In addition to the U.S. tariff policies and the appreciation of the yen, the Company intends to implement measures to strengthen the foundation for future growth, such as further strengthening R & D and technological development of high-growth specialty products, and promoting human capital management, including continuous improvement in the treatment of our group members and human resource development.

Ordinary profit and net income are also expected to decrease.

Net sales	145 billion yen
Operating profit	7.5 billion yen
Ordinary profit	8.0 billion yen
Net income	5.5 billion yen

The assumptions used in the forecast are the exchange rate of JPY 140/USD and the CIF of USD 72/barrel.

Basic Policy on Profit Allocation and Payment of Dividends for the Current and Next Fiscal Years

Our company aims to maximize corporate value with a capital structure that emphasizes the optimization of investment and funding. In order to strengthen our corporate structure, our basic policy is to pay stable dividends commensurate with business results from a long-term perspective, while taking into account the enhancement of internal reserves for future business development such as research and development and capital investment.

In the current Medium-Term Management Plan (FY2022 to FY2024), the target indicators for profit return were a gross return ratio of 30% or more and a DOE (dividend on equity) ratio of 3.6%. Accordingly, we have decided to pay a year-end dividend of 85 yen per share for the current fiscal year, in line with the above targets. As a result, the annual dividend (per share), including the interim dividend (85 yen), is as follows:

Annual dividend for the current fiscal year: 170 yen (DOE: 3.6%, dividend payout ratio: 74.2%)

Annual dividend for the previous fiscal year: 159 yen

In Phase1 of the next medium-term management plan (FY2025 to FY2027), the Company will further strengthen R & D for specialty products and make aggressive capital investments in order to realize VISION 2030. In accordance with the basic policy of continuing stable dividends, the minimum dividend per share will be 170 yen.

Accordingly, the Company plans to pay an annual dividend of 170 yen (interim dividend 85 yen, year-end dividend 85 yen) for the next fiscal year.

■ Basic philosophy on the selection of accounting standards

The Central Glass Group will continue to apply Japanese GAAP. We will appropriately respond to the application of the International Financial Reporting Standards (IFRS), taking into account various domestic and overseas conditions.

Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2024	As of March 31, 2025
Assets		
Current assets		
Cash and deposits	21,000	25,483
Notes and accounts receivable - trade, and contract assets	42,655	39,220
Merchandise and finished goods	28,768	28,655
Work in process	2,553	2,470
Raw materials and supplies	17,754	16,080
Other	3,179	3,122
Allowance for doubtful accounts	(116)	(142)
Total current assets	115,795	114,889
Non-current assets		
Property, plant and equipment		
Buildings and structures	81,429	82,892
Accumulated depreciation	(63,093)	(64,653)
Buildings and structures, net	18,335	18,239
Machinery, equipment and vehicles	150,191	150,941
Accumulated depreciation	(131,059)	(134,969)
Machinery, equipment and vehicles, net	19,131	15,971
Land	20,483	20,398
Construction in progress	2,033	1,613
Other	23,097	24,569
Accumulated depreciation	(18,874)	(19,940)
Other, net	4,222	4,629
Total property, plant and equipment	64,206	60,852
Intangible assets		
Other	835	1,055
Total intangible assets	835	1,055
Investments and other assets		
Investment securities	22,345	17,835
Retirement benefit asset	3,597	3,869
Deferred tax assets	6,492	5,115
Other	1,245	1,302
Allowance for doubtful accounts	(113)	(85)
Total investments and other assets	33,567	28,036
Total non-current assets	98,609	89,944
Total assets	214,404	204,834

(Millions of yen)

	As of March 31, 2024	As of March 31, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	15,903	14,970
Short-term borrowings	11,285	7,711
Current portion of bonds payable	—	8,000
Accrued expenses	5,918	6,358
Income taxes payable	1,973	649
Contract liabilities	967	1,226
Provision for bonuses	1,246	1,289
Provision for business restructuring	105	105
Other	7,603	8,789
Total current liabilities	45,004	49,100
Non-current liabilities		
Bonds payable	23,000	15,000
Long-term borrowings	18,720	11,610
Deferred tax liabilities	46	26
Provision for special repairs	2,058	2,477
Provision for share awards for directors (and other officers)	32	63
Provision for share awards for employees	192	379
Retirement benefit liability	5,145	4,949
Other	153	163
Total non-current liabilities	49,349	34,669
Total liabilities	94,353	83,770
Net assets		
Shareholders' equity		
Share capital	18,168	18,168
Capital surplus	8,109	8,109
Retained earnings	80,443	81,411
Treasury shares	(3,829)	(3,817)
Total shareholders' equity	102,891	103,872
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	5,680	5,772
Deferred gains or losses on hedges	21	8
Foreign currency translation adjustment	5,543	6,099
Remeasurements of defined benefit plans	778	975
Total accumulated other comprehensive income	12,024	12,856
Non-controlling interests	5,134	4,335
Total net assets	120,050	121,063
Total liabilities and net assets	214,404	204,834

Consolidated Statements of Income

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Net sales	160,339	144,233
Cost of sales	117,982	104,874
Gross profit	42,356	39,358
Selling, general and administrative expenses	27,829	28,729
Operating profit	14,526	10,629
Non-operating income		
Interest income	246	264
Dividend income	1,115	536
Share of profit of entities accounted for using equity method	—	346
Foreign exchange gains	834	211
Subsidy income	215	407
Gain on sale of inventories	275	395
Other	1,044	720
Total non-operating income	3,731	2,881
Non-operating expenses		
Interest expenses	353	294
Share of loss of entities accounted for using equity method	296	—
cost of inactive non-current assets	73	370
Loss on abandonment of non-current assets	427	321
Provision of allowance for doubtful accounts	7	2
Other	829	356
Total non-operating expenses	1,989	1,345
Ordinary profit	16,269	12,164
Extraordinary income		
Gain on sale of non-current assets	59	—
Gain on sale of investment securities	3,185	—
Gain on sale of shares of subsidiaries and associates	—	110
Reversal of foreign currency translation adjustment	—	1,177
Gain on sale of businesses	70	—
Total extraordinary income	3,314	1,287
Extraordinary losses		
Loss on sale of non-current assets	1	0
Impairment losses	2,912	2,071
Loss on sale of investment securities	—	0
Loss on sale of shares of subsidiaries and associates	—	1,832
Loss on liquidation of subsidiaries and associates	115	—
Total extraordinary losses	3,030	3,905
Profit before income taxes	16,553	9,547
Income taxes - current	2,868	1,965
Income taxes - deferred	351	1,121
Total income taxes	3,219	3,086
Profit	13,333	6,460
Profit attributable to non-controlling interests	855	781
Profit attributable to owners of parent	12,478	5,678

Consolidated Statements of Comprehensive Income

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Profit	13,333	6,460
Other comprehensive income		
Valuation difference on available-for-sale securities	(158)	98
Deferred gains or losses on hedges	(6)	(12)
Foreign currency translation adjustment	1,764	1,230
Remeasurements of defined benefit plans, net of tax	246	196
Share of other comprehensive income of entities accounted for using equity method	367	(461)
Total other comprehensive income	2,213	1,052
Comprehensive income	15,546	7,512
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	14,503	6,510
Comprehensive income attributable to non-controlling interests	1,043	1,001

■ Consolidated Statements of Changes in Equity

Fiscal year ended March 31, 2024

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	18,168	8,109	127,977	(60,781)	93,474
Changes during period					
Dividends of surplus			(3,372)		(3,372)
Profit (loss) attributable to owners of parent			12,478		12,478
Change in scope of consolidation			311		311
Purchase of treasury shares				(2)	(2)
Cancellation of treasury shares			(56,774)	56,774	—
Disposal of treasury shares			(176)	177	0
Disposal of treasury shares by stocks payment trust				2	2
Net changes in items other than shareholders' equity					
Total changes during period	—	—	(47,534)	56,951	9,417
Balance at end of period	18,168	8,109	80,443	(3,829)	102,891

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	5,832	34	3,609	532	10,008	4,378	107,861
Changes during period							
Dividends of surplus							(3,372)
Profit attributable to owners of parent							12,478
Change in scope of consolidation		(7)	(2)		(9)	132	435
Purchase of treasury shares							(2)
Cancellation of treasury shares							—
Disposal of treasury shares							0
Disposal of treasury shares by stocks payment trust							2
Net changes in items other than shareholders' equity	(151)	(6)	1,936	246	2,025	622	2,648
Total changes during period	(151)	(13)	1,934	246	2,015	755	12,188
Balance at end of period	5,680	21	5,543	778	12,024	5,134	120,050

Fiscal year ended March 31, 2025

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	18,168	8,109	80,443	(3,829)	102,891
Changes during period					
Dividends of surplus			(4,710)		(4,710)
Profit attributable to owners of parent			5,678		5,678
Purchase of treasury shares				(3)	(3)
Disposal of treasury shares by stocks payment trust				15	15
Net changes in items other than shareholders' equity					
Total changes during period	-	-	968	12	980
Balance at end of period	18,168	8,109	81,411	(3,817)	103,872

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	5,680	21	5,543	778	12,024	5,134	120,050
Changes during period							
Dividends of surplus							(4,710)
Profit attributable to owners of parent							5,678
Purchase of treasury shares							(3)
Disposal of treasury shares by stocks payment trust							15
Net changes in items other than shareholders' equity	91	(12)	555	196	831	(799)	32
Total changes during period	91	(12)	555	196	831	(799)	1,012
Balance at end of period	5,772	8	6,099	975	12,856	4,335	121,063

Consolidated Statements of Cash Flows

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Cash flows from operating activities		
Profit before income taxes	16,553	9,547
Depreciation	9,117	8,888
Impairment losses	2,912	2,071
Increase (decrease) in provisions	249	676
Increase (decrease) in retirement benefit liability	(73)	105
Loss (gain) on sale of businesses	(70)	—
Interest and dividend income	(1,361)	(801)
Interest expenses	353	294
Subsidy income	(215)	(407)
Share of loss (profit) of entities accounted for using equity method	296	(346)
Loss (gain) on sale of investment securities	(3,185)	1,722
Loss (gain) on liquidation of subsidiaries and associates	115	—
Loss (gain) on sale of non-current assets	(65)	(14)
Loss on abandonment of non-current assets	427	321
Decrease (increase) in accounts receivable - trade, and contract assets	1,503	3,789
Decrease (increase) in inventories	2,626	2,457
Increase (decrease) in trade payables	(7,045)	(1,238)
Increase (decrease) in accrued consumption taxes	1,636	(1,022)
Increase (decrease) in accrued expenses	(1,550)	400
Other, net	271	(695)
Subtotal	22,498	25,752
Interest and dividends received	1,360	859
Interest paid	(349)	(301)
Subsidies received	215	407
Income taxes paid	(1,488)	(3,130)
Net cash provided by (used in) operating activities	22,236	23,587
Cash flows from investing activities		
Payments into time deposits	(4,297)	(7,496)
Proceeds from withdrawal of time deposits	4,405	5,397
Purchase of property, plant and equipment	(7,099)	(5,593)
Proceeds from sale of property, plant and equipment	300	30
Purchase of investment securities	(23)	(27)
Proceeds from sale and redemption of investment securities	3,690	4,270
Proceeds from liquidation of subsidiaries and associates	249	—
Proceeds from sale of businesses	70	—
Other, net	(633)	(825)
Net cash provided by (used in) investing activities	(3,338)	(4,244)

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	1,776	(3,069)
Repayments of long-term borrowings	(8,864)	(7,614)
Proceeds from issuance of bonds	5,000	—
Redemption of bonds	(10,000)	—
Purchase of treasury shares	(2)	(3)
Dividends paid	(3,372)	(4,710)
Dividends paid to non-controlling interests	(420)	(919)
Liquidating Dividends paid to non-controlling interests	—	(1,149)
Other, net	(87)	(101)
Net cash provided by (used in) financing activities	(15,971)	(17,567)
Effect of exchange rate change on cash and cash equivalents	(68)	406
Net increase (decrease) in cash and cash equivalents	2,858	2,182
Cash and cash equivalents at beginning of period	16,672	19,858
Increase (decrease) in cash and cash equivalents resulting from change in scope of consolidation	327	—
Cash and cash equivalents at end of period	19,858	22,040

■Notes to Quarterly Consolidated Financial Statements

Notes on premise of going concern

Not applicable.

Notes to changes in accounting policies

[Application of “Accounting Standard for Current Income Taxes” and other regulations]

The “Accounting Standard for Current Income Taxes” (ASBJ Statement No.27, October 28, 2022; hereinafter the “Revised Accounting Standard 2022”) and relevant regulations have been applied from the beginning of the six months of the fiscal year ending March 31, 2025.

Revisions to categories for recording income taxes (taxation on other comprehensive income) are subject to the transitional treatment in the proviso of paragraph 20-3 of the Revised Accounting Standard 2022 and the transitional treatment in the proviso of paragraph 65-2 (2) of the “Guidance on Accounting Standard for Tax Effect Accounting” (ASBJ Guidance No.28, October 28, 2022). These changes to our accounting policies do not affect our semi-annual consolidated financial statements.

Additional information

[Change in reportable segments]

In the fiscal year under review, the Company's reportable segments were the Chemicals Business and the Glass Business.

From the following fiscal year, the Company will change the reportable segments into four segments: Electronic Materials Business, Energy Materials Business, Life & Healthcare Business and Glass Business in order to enhance information disclosure.

Information on net sales, profit or loss, and other items by segment for the consolidated fiscal year under review using the revised segments is currently being calculated.

Segment Information

1. Information on net sales, profit or loss, assets, and other items by reportable segment

(Millions of yen)

Fiscal year ended March 31, 2024					
	Chemicals	Glass	Total	Adjustments*	Consolidated
Net sales:					
External customers	100,926	59,413	160,339	—	160,339
Intersegment	1,204	49	1,253	(1,253)	—
Total	102,130	59,462	161,593	(1,253)	160,339
Segment profit (Operating profit)	10,588	3,938	14,526	—	14,526
Segment assets	151,525	63,292	214,818	(413)	214,404
Other items					
Depreciation and amortization	7,217	1,900	9,117	—	9,117
Increase in property, plant and equipment and intangible assets	4,762	1,384	6,147	—	6,147

*Adjustments are intersegment eliminations.

(Millions of yen)

Fiscal year ended March 31, 2025					
	Chemicals	Glass	Total	Adjustments*	Consolidated
Net sales:					
External customers	85,765	58,467	144,233	—	144,233
Intersegment	1,310	29	1,340	(1,340)	—
Total	87,076	58,497	145,574	(1,340)	144,233
Segment profit (Operating profit)	8,166	2,462	10,629	—	10,629
Segment assets	146,298	58,917	205,216	(382)	204,834
Other items					
Depreciation and amortization	6,964	1,923	8,888	—	8,888
Increase in property, plant and equipment and intangible assets	5,895	1,985	7,881	—	7,881

*Adjustments are intersegment eliminations.

2. Impairment loss on non-current assets by reportable segment

Fiscal year ended March 31, 2024

(Millions of yen)

	Chemicals	Glass	Total
Impairment loss	2,863	48	2,912

Fiscal year ended March 31, 2025

(Millions of yen)

	Chemicals	Glass	Total
Impairment loss	2,209	42	2,071

(Per Share Information)

(Yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Net assets per share	4,637.42	4,709.77
Earnings per share	503.55	229.14

(Significant subsequent events)

Not applicable.