



Financial Results for 1Q FY2026

(April 1, 2025 – June 30, 2025)

TOSOH CORPORATION

August 5, 2025



«Note»

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The forward-looking statements, including financial results forecasts, contained in these materials are based on information currently available to the Company and certain assumptions that the Company considers reasonable, and may be substantially different from the actual performance because of various factors that may arise from now on.

Tosoh Corporation's 2026 fiscal year covers the period from April 1, 2025, to March 31, 2026.



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1Q FY2026 Financial Results



Financial Highlights

(Billion yen)

		FY2025 1Q	FY2026 1Q	Change
Net sales		252.9	245.1	-7.7
Operating income		19.8	16.1	-3.7
Ordinary income		27.4	14.1	-13.3
Income attributable to owners of parent		16.2	6.5	-9.7
Exchange rate	(¥/US\$)	155.9	144.6	-11.3
[Average TTM]	(¥/EUR)	167.9	163.8	-4.0
Domestic naphtha price	(¥/KL)	79,000	65,300	-13,700
Benzene	(US\$/ton)	1,050	728	-322
P V C	(US\$/ton)	773	657	-116
V C M	(US\$/ton)	624	536	-88
Caustic soda	(US\$/ton)	458	455	-3
M D I (Monomeric)	(US\$/ton)	2,008	1,786	-222
M D I (Polymeric)	(US\$/ton)	1,748	1,847	99



Scope of Consolidation • Key Indicators

Scope of Consolidation

(Number of companies)

	FY2025 1Q	FY2026 1Q	Change	
Consolidated subsidiaries	91	90	-1	– : Tosoh Vietnam Polyurethane Co., Ltd (CA) PT Lautan Organo Water (ENG) Kyoei Mercantile Co., Ltd (OTH)
Equity-method affiliates	14	15	1	+ : PT Lautan Organo Water (ENG)
Total	105	105	-	

CA : Chlor-alkali Group ENG : Engineering Group OTH : Other Group

Key Indicators

(Billion yen)

	FY2025 1Q	FY2026 1Q	Change
Capital expenditures	23.0	25.8	2.8
Depreciation	10.7	11.5	0.8
R&D expenses	5.6	6.0	0.5
Interest-bearing liabilities	199.6	197.3	-2.3
Net Financial income/expenses	0.2	0.4	0.1
Equity ratio (%)	61.2	62.0	0.8
Number of employees	14,664	14,877	213

(Note) Interest-bearing liabilities includes lease obligations



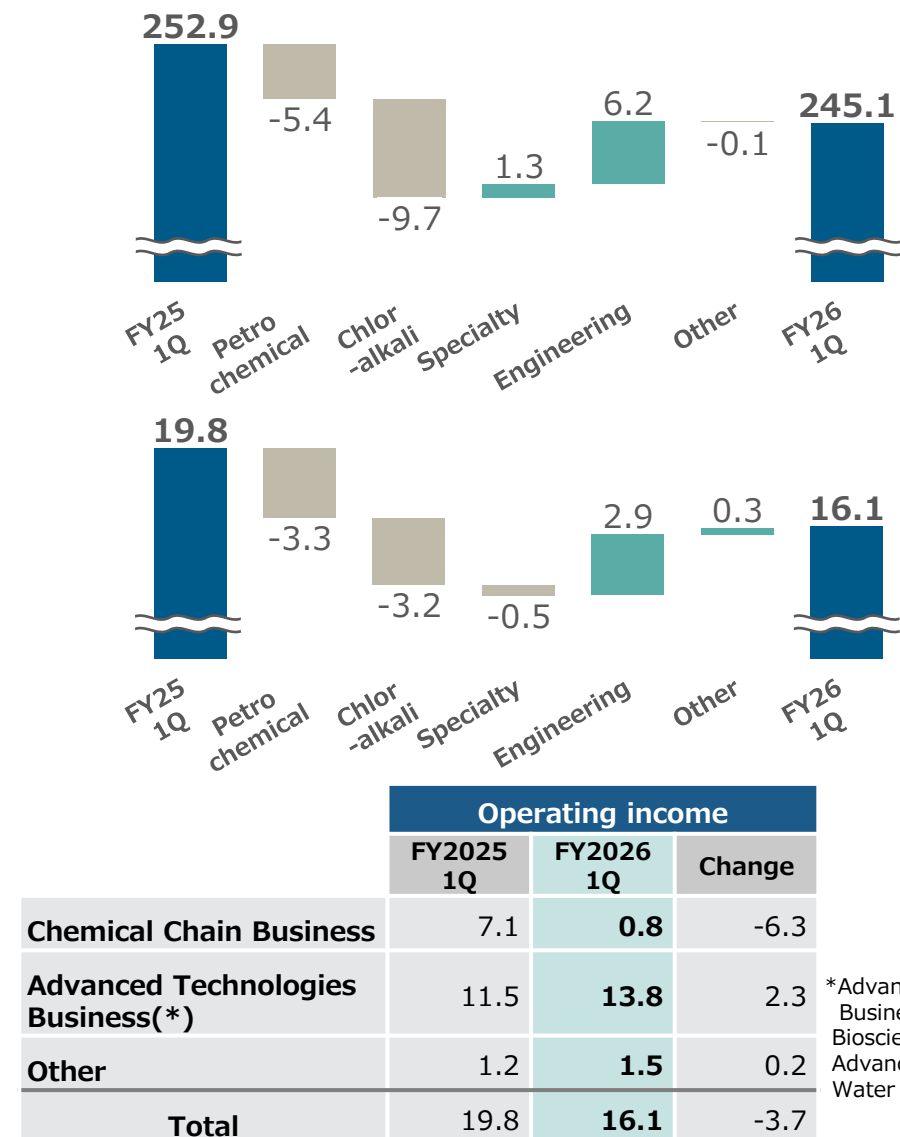
Net sales and Operating income by Business Segment

(Billion yen)

	Net sales			Breakdown of change		
	FY2025 1Q	FY2026 1Q	Change	Volume	Price	FOREX rate
Petrochemical	50.5	45.1	-5.4	0.5	-5.9	-0.8
Chlor-alkali	91.7	82.1	-9.7	-8.6	-1.0	-0.8
Specialty	66.4	67.7	1.3	1.6	-0.3	0.2
Engineering	32.9	39.1	6.2	6.3	-0.1	-0.1
Other	11.3	11.1	-0.1	-0.2	0.1	0.0
Total	252.9	245.1	-7.7	-0.5	-7.3	-1.4

(Billion yen)

	Operating income(loss)			Breakdown of change		
	FY2025 1Q	FY2026 1Q	Change	Volume	Terms of trade	Fixed costs, etc.
Petrochemical	3.3	0.0	-3.3	-0.6	0.8	-3.5
Chlor-alkali	1.3	-1.9	-3.2	-2.7	3.4	-3.8
Specialty	10.0	9.5	-0.5	1.3	0.0	-1.8
Engineering	4.7	7.6	2.9	2.9	0.0	0.0
Other	0.6	0.9	0.3	0.3	0.0	0.0
Total	19.8	16.1	-3.7	1.2	4.2	-9.1



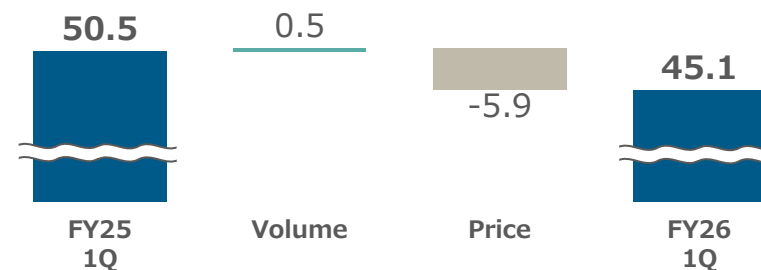
*Advanced Technologies Business = Bioscience + Advanced Materials + Water Treatment



Business Performance – Petrochemical

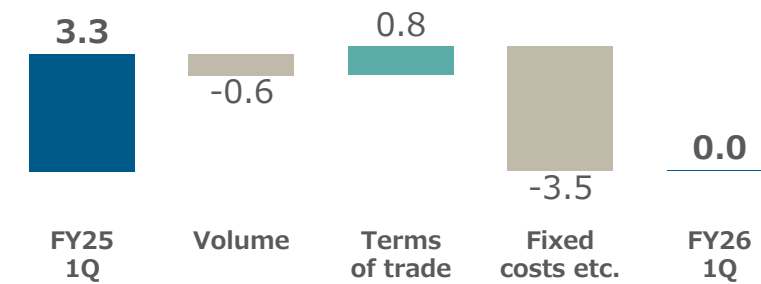
(Billion yen)

	Net sales			Breakdown of change		
	FY2025 1Q	FY2026 1Q	Change	Volume	Price	FOREX rate
Olefins	30.7	26.1	-4.6	2.0	-6.6	-0.6
Polymers	19.8	19.0	-0.8	-1.5	0.7	-0.2
Total	50.5	45.1	-5.4	0.5	-5.9	-0.8



(Billion yen)

	Operating income			Breakdown of change		
	FY2025 1Q	FY2026 1Q	Change	Volume	Terms of trade	Fixed costs, etc.
Petrochemical	3.3	0.0	-3.3	-0.6	0.8	-3.5



<Olefins>

- Ethylene, propylene, and cumene production increased due to the Yokkaichi Complex not undergoing scheduled maintenance this year.
- Ethylene shipments decreased owing to lower demand within the complex.
- Cumene shipments decreased due to lower demand.
- Selling prices for ethylene and propylene declined due to lower naphtha prices.
- Selling prices for cumene also declined due to deteriorating market conditions overseas.

<Polymers>

- Polyethylene resin shipments decreased due to slow recovery in domestic demand, but selling prices increased.
- Exports also decreased due to a downturn in overseas market conditions for EVA resin.
- Chloroprene rubber shipments decreased due to sluggish demand in some regions, but selling prices increased.

<Operating Income>

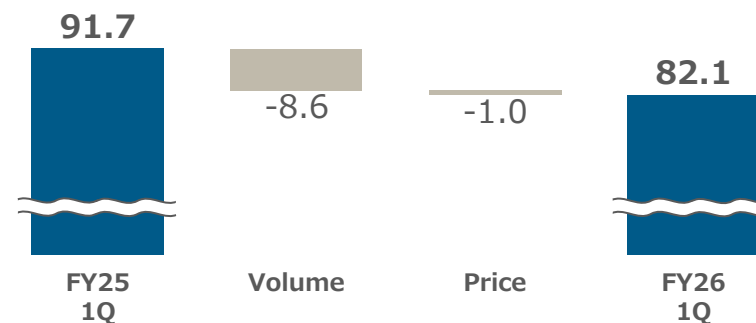
- Operating income decreased due to unfavorable inventory fluctuations and the effect of the lower of cost or market method, despite improved terms of trade for polyethylene resin.



Business Performance – Chlor-alkali

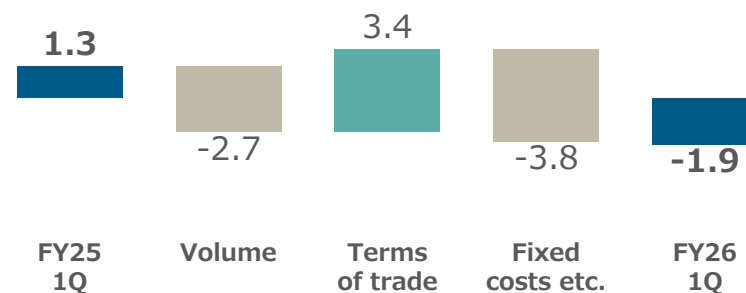
(Billion yen)

	Net sales			Breakdown of change		
	FY2025 1Q	FY2026 1Q	Change	Volume	Price	FOREX rate
Chlor-alkali	54.1	46.2	-7.9	-6.6	-1.3	-0.5
Urethane	34.5	32.8	-1.8	-1.9	0.2	-0.2
Cement	3.2	3.1	0.0	-0.1	0.1	-0.1
Total	91.7	82.1	-9.7	-8.6	-1.0	-0.8



(Billion yen)

	Operating income (loss)			Breakdown of change		
	FY2025 1Q	FY2026 1Q	Change	Volume	Terms of trade	Fixed costs, etc.
Chlor-alkali	1.3	-1.9	-3.2	-2.7	3.4	-3.8



<Chlor-alkali>

- Caustic soda shipments decreased due to lower production volume from scheduled maintenance at the Nanyo Complex, but export prices increased as overseas market conditions improved.
- Vinyl chloride monomer shipments also decreased due to lower production volume from scheduled maintenance at the Nanyo Complex.
- Polyvinyl chloride (PVC) resin shipments were unchanged year-on-year.
- Selling prices of PVC products for overseas markets declined due to weaker overseas market conditions.

<Urethane>

- Methylene diphenyl diisocyanate (MDI) shipments decreased due to lower production volume during scheduled maintenance at the Nanyo Complex.
- Market conditions for hexamethylene diisocyanate (HDI) hardeners declined and shipments decreased, reflecting sluggish global demand.

<Cement>

- Cement shipments decreased due to weak demand, despite an increase in domestic selling prices.

<Operating Income>

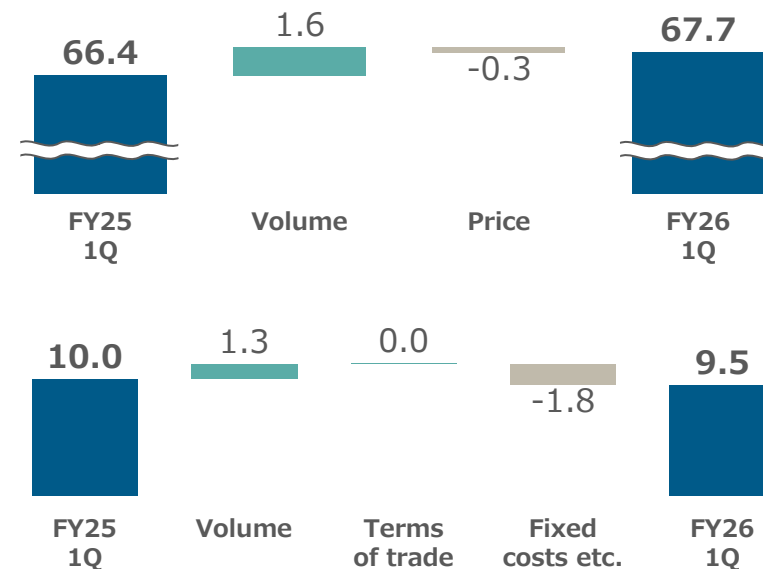
- Operating income decreased due to unfavorable inventory fluctuations and a decrease in shipments, despite improved terms of trade for caustic soda and MDI backed by lower prices in raw materials and fuels.



Business Performance – Specialty

(Billion yen)

	Net sales			Breakdown of change		
	FY2025 1Q	FY2026 1Q	Change	Volume	Price	FOREX rate
Organic Chemicals	18.2	18.8	0.6	1.1	-0.5	0.1
Bioscience	15.5	15.7	0.2	0.2	0.0	0.1
Advanced Materials	32.7	33.2	0.5	0.3	0.2	0.1
Total	66.4	67.7	1.3	1.6	-0.3	0.2



(Billion yen)

	Operating income			Breakdown of change		
	FY2025 1Q	FY2026 1Q	Change	Volume	Terms of trade	Fixed costs, etc.
Specialty	10.0	9.5	-0.5	1.3	0.0	-1.8

<Organic Chemicals>

- Ethyleneamine shipments increased in Asia, but selling prices declined due to weaker overseas market conditions and the impact of exchange rates.

<Bioscience>

- Among separation-related products, shipments of liquid chromatography packing media for Europe decreased, while shipments for the United States and Asia increased.
- In diagnostic-related products, shipments of in vitro diagnostic pharmaceuticals decreased, mainly to China.

<Advanced Materials>

- High-silica zeolite (HSZ) shipments for automotive applications decreased in both the domestic and European markets.
- Shipments of zirconia decreased for dental applications in North America and decorative applications in Europe, but selling prices increased due to differences in the product mix.
- Silica glass shipments for LCD (liquid crystal display) applications increased as the reduction in production volume caused by an accident in the same period of the previous year was resolved. Shipments for semiconductor applications also increased for North America and Taiwan.
- Sputtering target shipments increased overseas, but selling prices declined because of such factors as changes in the product mix.
- Electrolytic manganese dioxide shipments increased in Europe but decreased in Asia, resulting in an overall decline in shipments.

<Operating Income>

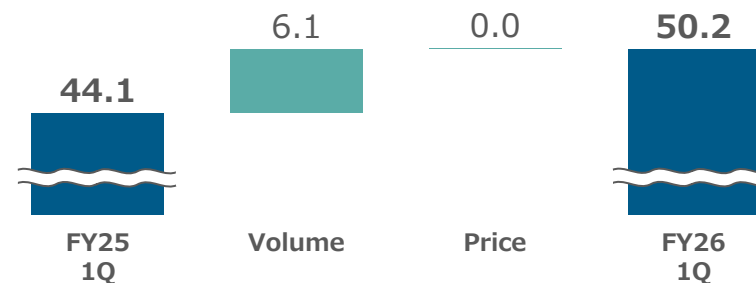
- Operating income decreased due to unfavorable inventory fluctuations and increased fixed costs, despite increased shipments of ethyleneamine and other products.



Business Performance – Engineering/Other

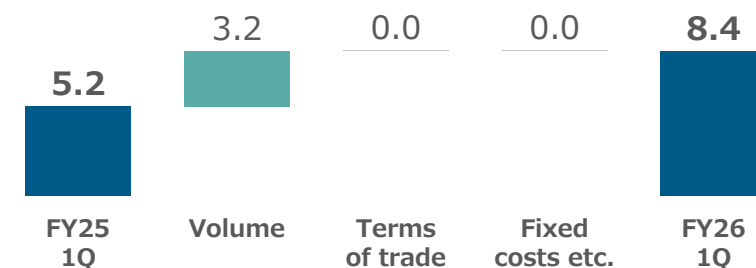
(Billion yen)

	Net sales			Breakdown of change		
	FY2025 1Q	FY2026 1Q	Change	Volume	Price	FOREX rate
Engineering	32.9	39.1	6.2	6.3	-0.1	-0.1
Other	11.3	11.1	-0.1	-0.2	0.1	0.0
Total	44.1	50.2	6.1	6.1	0.0	-0.1



(Billion yen)

	Operating income			Breakdown of change		
	FY2025 1Q	FY2026 1Q	Change	Volume	Terms of trade	Fixed costs, etc.
Engineering	4.7	7.6	2.9	2.9	0.0	0.0
Other	0.6	0.9	0.3	0.3	0.0	0.0
Total	5.2	8.4	3.2	3.2	0.0	0.0



<Engineering>

- The Group's water treatment engineering business increased its net sales as a result of steady progress in the construction of semiconductor-related plant projects ordered in previous years in the electronics industry in Japan and Taiwan.
- Favorable sales of service solutions, such as equipment ownership and maintenance services, contributed to net sales.
- Sales at the Engineering Group's construction subsidiaries remained essentially unchanged from the previous year.

<Other>

- Sales decreased at various operating companies, including transportation and warehousing, inspection and analysis, and information processing.

<Operating Income>

- Operating income was up due to increased sales in the water treatment engineering business.



Non-operating income/expenses, Extraordinary income/losses

(Billion yen)

	FY2025 1Q	FY2026 1Q	Change
Operating income	19.8	16.1	-3.7
Net Financial income/expenses	0.2	0.4	0.1
Foreign exchange gains/losses	6.3	-3.2	-9.4
Share of profit of entities accounted for using equity method	0.6	0.6	-0.1
Other, net	0.4	0.3	-0.2
Non-operating income/expenses	7.5	-2.0	-9.5
Ordinary income	27.4	14.1	-13.3
Loss on sales of non-current assets	-0.1	0.0	0.1
Loss on retirement of non-current assets	-0.7	-0.5	0.3
Gain on sale of investment securities	0.0	1.6	1.6
Other, net	0.0	0.1	0.1
Extraordinary income/losses	-0.7	1.2	2.0
Income taxes	-9.1	-6.5	2.6
Income attributable to non-controlling interests	-1.3	-2.3	-1.0
Income attributable to owners of parent	16.2	6.5	-9.7



Consolidated Balance Sheets

(Billion yen)

	Mar. 31, 2025	Jun. 30, 2025	Change
Assets	1,327.3	1,309.8	-17.5
Cash and deposits	141.5	146.2	4.7
Notes and accounts receivable, etc.	295.9	277.4	-18.5
Inventories	247.8	245.1	-2.8
Other current assets	69.1	59.0	-10.1
Tangible and intangible fixed assets	431.7	441.8	10.0
Investment securities	70.1	69.2	-1.0
Other non-current assets	71.1	71.2	0.2
Total assets	1,327.3	1,309.8	-17.5

	Mar. 31, 2025	Jun. 30, 2025	Change
Liabilities	424.9	424.2	-0.7
Notes and accounts payable, etc.	117.5	102.0	-15.5
Interest-bearing liabilities	185.8	197.3	11.5
Provisions, etc.	121.6	124.9	3.3
Net assets	902.4	885.6	-16.8
Share capital	55.2	55.2	–
Capital surplus	44.3	44.4	0.0
Retained earnings, etc.	727.6	712.1	-15.5
Non-controlling interests	75.3	74.0	-1.4
Total liabilities and net assets	1,327.3	1,309.8	-17.5

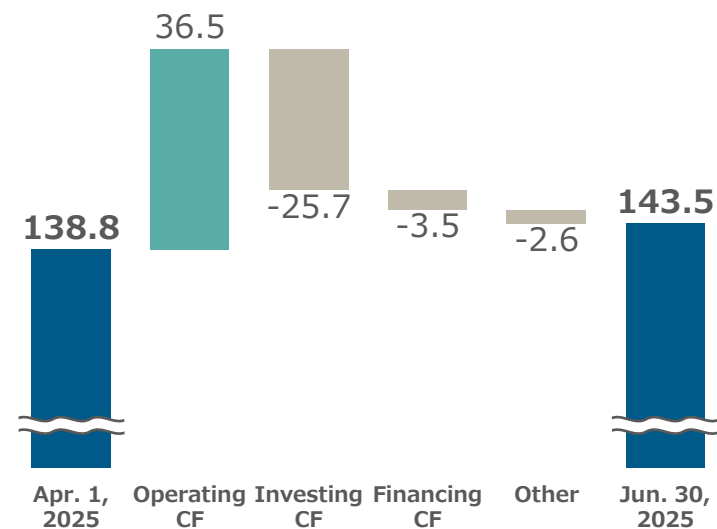
(Note) Interest-bearing liabilities includes lease obligations



Consolidated Statements of Cash Flows

(Billion yen)

			FY2025 1Q	FY2026 1Q	Change
Operating CF	Income before income taxes		26.6	15.3	-11.3
	Depreciation		11.2	12.0	0.8
	Income taxes paid		-16.1	-8.2	7.9
	Other, net		1.3	17.3	16.0
	Total		23.0	36.5	13.5
Investing CF			-25.9	-25.7	0.1
Free cash flows			-2.8	10.8	13.6
Financing CF	Borrowings		13.3	15.0	1.6
	Dividends paid		-14.3	-15.9	-1.6
	Other, net		-1.8	-2.5	-0.7
	Total		-2.8	-3.5	-0.7
Effect of exchange rate change, etc.			3.5	-2.6	-6.1
Net increase (decrease)			-2.2	4.7	6.9
Cash and cash equivalents at beginning of period			149.0	138.8	-10.1
Cash and cash equivalents at end of period			146.8	143.5	-3.3





FY2026 Forecasts



Financial Highlights

※Forecasts announced on May 13, 2025 remains unchanged

(Billion yen)

		FY2025	FY2026 (Forecast)	Change	FY2026 1Q
Net sales		1,063.4	1,050.0	-13.4	245.1
Operating income		98.9	108.0	9.1	16.1
Ordinary income		103.0	106.0	3.0	14.1
Income attributable to owners of parent		58.0	62.0	4.0	6.5
Exchange rate	(¥/US\$)	152.6	140.0	-12.6	144.6
[Average TTM]	(¥/EUR)	163.9	160.0	-3.9	163.8
Domestic naphtha price	(¥/KL)	75,625	61,000	-14,625	65,300
Benzene	(US\$/ton)	953	750~900	-	728
P V C	(US\$/ton)	745	600~750	-	657
V C M	(US\$/ton)	595	450~600	-	536
Caustic soda	(US\$/ton)	479	400~550	-	455
M D I (Monomeric)	(US\$/ton)	1,930	1,800~2,000	-	1,786
M D I (Polymeric)	(US\$/ton)	1,893	1,800~2,000	-	1,847



Financial Highlights (since FY2022)

(Billion yen)

		FY2022	FY2023	FY2024	FY2025	FY2026 (Forecast)
Net sales		918.6	1,064.4	1,005.6	1,063.4	1,050.0
Operating income		144.0	74.6	79.8	98.9	108.0
Ordinary income		160.5	90.0	95.9	103.0	106.0
Income attributable to owners of parent		107.9	50.3	57.3	58.0	62.0
Exchange rate	(¥/US\$)	112.4	135.5	144.6	152.6	140.0
[Average TTM]	(¥/EUR)	130.6	141.0	156.8	163.9	160.0
Domestic naphtha price	(¥/KL)	56,625	76,625	69,100	75,625	61,000
Benzene	(US\$/ton)	994	994	914	953	750~900
P V C	(US\$/ton)	1,373	965	777	745	600~750
V C M	(US\$/ton)	1,208	835	643	595	450~600
Caustic soda	(US\$/ton)	515	636	412	479	400~550
M D I (Monomeric)	(US\$/ton)	2,585	2,260	2,012	1,930	1,800~2,000
M D I (Polymeric)	(US\$/ton)	2,466	2,074	1,668	1,893	1,800~2,000



Shareholder Returns

Shareholder Return Policy: FY 2026–2028

- Annual dividend of 100 yen per share (minimum), and if the dividend payout ratio is less than 50%, the total return ratio will be increased to 50% through share buybacks
- 50 billion yen in share buybacks over three years as additional shareholder returns

		FY2024	FY2025	FY2026 (Forecast)
Dividends (Yen)	Interim	40.00	50.00	50.00
	Year-end	45.00	50.00	50.00
	Total Dividends	85.00	100.00	100.00
Basic earnings per share (Yen)		180.07	182.13	194.66
Payout ratio (%)		47.2	54.9	51.4

<FY 2026>

- Annual dividends (Forecast): 100 yen per share ※Forecasts announced on May 13, 2025 remains unchanged
- Acquisition of Own Shares: Up to 25.0 billion yen