

Note: This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

August 8, 2025

Consolidated Financial Results for the Three Months Ended June 30, 2025 (Under IFRS)

Company name: Toray Industries, Inc.
 Listing: Tokyo Stock Exchange
 Securities code: 3402
 URL: www.toray.com
 Representative: Mitsuo Ohya, President
 Inquiries: Toshiki Matsumura, General Manager, Corporate PR Department
 Telephone: +81-3-3245-5178
 Scheduled date to commence dividend payments: -
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: Yes (for Securities Analysts / Institutional Investors)

(Yen amounts are rounded to the nearest million.)

1. Consolidated financial results for the three months ended June 30, 2025 (from April 1, 2025 to June 30, 2025)

(1) Consolidated financial performance (Percentages indicate year-on-year changes.)

	Revenue		Core operating income		Operating income		Profit before tax	
Three months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
June 30, 2025	595,829	(6.6)	29,073	(20.9)	27,506	(27.8)	28,238	(32.4)
June 30, 2024	637,726	10.3	36,761	67.8	38,075	83.1	41,803	66.5

	Profit		Profit attributable to owners of parent		Basic earnings per share	Diluted earnings per share
Three months ended	Millions of yen	%	Millions of yen	%	Yen	Yen
June 30, 2025	18,606	(37.6)	17,151	(36.1)	11.16	11.14
June 30, 2024	29,806	85.7	26,859	92.6	16.77	16.74

Notes:

- Comprehensive income for the three months ended June 30, 2025 and 2024 were ¥14,320 million ((87.7)%) and ¥116,793 million ((8.8)%), respectively.
- Core operating income is calculated by excluding income and expenses due to non-recurring factors from operating income.

(2) Consolidated financial position

	Total assets	Total equity	Equity attributable to owners of parent	Equity ratio
As of	Millions of yen	Millions of yen	Millions of yen	%
June 30, 2025	3,299,073	1,789,459	1,674,462	50.8
March 31, 2025	3,292,597	1,820,572	1,708,984	51.9

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2025	—	9.00	—	9.00	18.00
Year ending March 31, 2026	—				
Year ending March 31, 2026 (Forecast)		10.00	—	10.00	20.00

Note: Revisions to the forecast of cash dividends most recently announced: None

3. Consolidated financial forecasts for the fiscal year ending March 31, 2026 (from April 1, 2025 to March 31, 2026)

(Percentages indicate year-on-year changes.)

	Revenue		Core operating income		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2025	1,280,000	(1.1)	65,000	(17.9)	35,000	(37.0)	22.83
Year ending March 31, 2026	2,670,000	4.2	150,000	5.1	82,000	5.2	53.55

Note: Revisions to the consolidated financial forecasts most recently announced: None

*** Notes**

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

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

(i) Changes in accounting policies required by IFRS: None

(ii) Changes in accounting policies due to other reasons: None

(iii) Changes in accounting estimates: None

(3) Number of issued shares (ordinary shares)

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

As of June 30, 2025	1,631,481,403 shares
As of March 31, 2025	1,631,481,403 shares

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

As of June 30, 2025	102,291,438 shares
As of March 31, 2025	67,768,474 shares

(iii) Average number of shares outstanding during the period

Three months ended June 30, 2025	1,537,324,791 shares
Three months ended June 30, 2024	1,602,001,328 shares

* Review of the Japanese-language originals of the attached condensed consolidated financial statements by certified public accountants or an audit firm: Yes (voluntary)

* Proper use of earnings forecasts, and other special matters

Earnings forecasts given herein have been prepared based on assumptions such as economic environment outlook available as of the publication of this report and these forecasts are not guarantees of future performance. Actual results may differ significantly from forecasts due to various factors. For the assumptions underlying the forecasts herein, please refer to “1. Overview of Operating Results (2) Forecast for the Fiscal Year Ending March 31, 2026” of the accompanying materials.

Contents of Attachments

1. Overview of Operating Results	• • •	2
(1) Overview of the Three Months Ended June 30, 2025 and Analysis of Financial Position	• • •	2
(2) Forecast for the Fiscal Year Ending March 31, 2026	• • •	5
2. Condensed Consolidated Financial Statements	• • •	6
(1) Condensed Consolidated Statements of Financial Position	• • •	6
(2) Condensed Consolidated Statements of Profit or Loss and Condensed Consolidated Statements of Comprehensive Income	• • •	8
(3) Condensed Consolidated Statements of Changes in Equity	• • •	10
(4) Condensed Consolidated Statements of Cash Flows	• • •	12
(5) Notes to the Condensed Consolidated Financial Statements	• • •	13

1. Overview of Operating Results

(1) Overview of the Three Months Ended June 30, 2025 and Analysis of Financial Position

Overview of the Three Months Ended June 30, 2025

	Three months ended June 30,2025	Year-on-year change
	Billions of yen	%
Revenue	595.8	(6.6)
Core operating income	29.1	(20.9)
Operating income	27.5	(27.8)
Profit attributable to owners of parent	17.2	(36.1)

During the period under review (from April 1, 2025 to June 30, 2025), the U.S. economy remained strong, while the European economy continued to improve. The recovery in the Chinese economy remained at a standstill, though some effects of the economic stimulus measures were also visible. The Japanese economy continued to recover gradually. However, sluggishness in the flow of goods and holding back on purchases were also seen in some area against the backdrop of growing uncertainties triggered by U.S. policy shifts by the Trump administration.

Under such circumstances, Toray Group starting from fiscal 2023 has been promoting its Medium-Term Management Program “Project AP-G 2025,” aiming to achieve sound, sustainable growth through the implementation of five basic strategies of “Sustainable Growth,” “Ultimate Value Creation,” “Product and Operational Excellence,” “Enhancement of People-Centric Management,” and “Risk Management and Governance.”

As a result, consolidated revenue for the three months ended June 30, 2025, compared with the same period of the previous fiscal year, decreased 6.6% to ¥595.8 billion, and core operating income (Note) fell 20.9% to ¥29.1 billion. Operating income declined 27.8% to ¥27.5 billion and profit attributable to owners of parent fell 36.1% to ¥17.2 billion.

Financial performance by segment is as described below.

Fibers & Textiles

	Three months ended June 30, 2025	Year-on-year change
	Billions of yen	%
Revenue	239.9	(2.0)
Core operating income	15.2	2.5

The apparel applications were strong overall, despite the stagnation in the European market and the continued impact of the intensified competition with overseas products.

The industrial applications, the market, including the automobile applications, fell short of a full recovery, but the Group strived to reduce costs.

As a result, revenue of the overall Fibers & Textiles segment, compared with the same period of the previous fiscal year, declined 2.0% to ¥239.9 billion, and core operating income rose 2.5% to ¥15.2 billion.

Performance Chemicals

	Three months ended June 30, 2025	Year-on-year change
	Billions of yen	%
Revenue	220.1	(9.0)
Core operating income	13.6	(25.7)

In the resins and chemicals businesses, while the resins business saw a recovery trend in demand following the elimination of the impact of the production reduction by the Japanese automobile industry in the previous fiscal year, the chemicals business was affected by the worsening market.

In the films business, electronic parts-related demand grew, while sales of battery separator film stagnated.

In the electronic & information materials business, OLED-related materials and circuit materials were affected by the slow demand for display panels in China.

As a result, revenue of the overall Performance Chemicals segment, compared with the same period of the previous fiscal year, declined 9.0% to ¥220.1 billion, and core operating income fell 25.7% to ¥13.6 billion.

Carbon Fiber Composite Materials

	Three months ended June 30, 2025	Year-on-year change
	Billions of yen	%
Revenue	66.9	(13.9)
Core operating income	4.6	(9.9)

While user demand is recovering in the aerospace applications, the segment was negatively affected by the appreciation of the yen in addition to the impact of inventory adjustment in supply chains.

Among the industrial applications, while the wind turbine blade applications continued to register a gradual recovery, other applications entered an adjustment phase.

As a result, revenue of the overall Carbon Fiber Composite Materials segment, compared with the same period of the previous fiscal year, decreased 13.9% to ¥66.9 billion, and core operating income fell 9.9% to ¥4.6 billion.

Environment & Engineering

	Three months ended June 30, 2025	Year-on-year change
	Billions of yen	%
Revenue	53.0	(7.9)
Core operating income	3.1	(38.0)

The water treatment business was affected by the delay in shipment for a large-scale project in the Middle East and the stagnant market conditions in China. The engineering business saw revenue decline due to shift in project timing at a Japanese engineering subsidiary.

As a result, revenue of the overall Environment & Engineering segment, compared with the same period of the previous fiscal year, decreased 7.9% to ¥53.0 billion, and core operating income fell 38.0% to ¥3.1 billion.

Life Science

	Three months ended June 30, 2025	Year-on-year change
	Billions of yen	%
Revenue	11.7	(3.4)
Core operating income (loss)	(1.0)	—

The pharmaceutical business was affected by the impact of the penetration of the generic versions in Japan, while overseas sales grew mainly in China.

In the medical devices business, shipment of the mainstay dialyzers for hemodiafiltration was steady, but sales of catheters and other products were sluggish. The business was also affected by prices of raw materials remaining high.

As a result, revenue of the overall Life Science segment, compared with the same period of the previous fiscal year, declined 3.4% to ¥11.7 billion, while core operating loss expanded by ¥0.2 billion to ¥1.0 billion.

Note:

Core operating income is calculated by excluding income and expenses due to non-recurring factors from operating income.

Analysis of Financial Position

As of June 30, 2025, Toray Group's total assets stood at ¥3,299.1 billion, an increase of ¥6.5 billion, compared with the end of the previous fiscal year, due primarily to increases in inventories as well as property, plant and equipment while trade and other receivables decreased.

Total liabilities came to ¥1,509.6 billion, an increase of ¥37.6 billion, compared with the end of the previous fiscal year, owing mainly to an increase in borrowings.

Total equity stood at ¥1,789.5 billion, a decrease of ¥31.1 billion, compared with the end of the previous fiscal year, reflecting purchase of treasury shares. Equity attributable to owners of parent stood at ¥1,674.5 billion. Equity ratio as of June 30, 2025 came to 50.8%, a 1.1 percentage-point decline compared with the level at the end of the previous fiscal year.

(2) Forecast for the Fiscal Year Ending March 31, 2026

The global economy, which was in a gradual recovery phase, is expected to slow down triggered by the imposition of reciprocal tariffs by the U.S. under the Trump administration. The Japanese economy also faces concerns over a decline in exports following the imposition of U.S. tariffs and intensifying competition with China, and there is growing uncertainty over the sustainability of the economic recovery trend.

Other causes of concern include the trends in oil price as well as the financial and foreign exchange markets centered on the U.S. against the backdrop of the imposition of tariffs and the situation in the Middle East.

The direction of the trade policies of the U.S. under the Trump administration as well as its negotiations with various countries will likely affect the prevailing economic trends, which in the medium to long term may significantly alter supply chains and trade structure.

Under such circumstances, Toray Group will promote the basic strategies under the Medium-Term Management Program "Project AP-G 2025," carrying out its business operations in preparation for uncertainties.

For the fiscal year ending March 31, 2026, Toray kept unchanged its full-year consolidated forecasts announced on May 14, 2025. The calculation of consolidated earnings forecasts from July 2025 onwards is based on an assumed foreign currency exchange rate of ¥145.0 to the U.S. dollar.

2. Condensed Consolidated Financial Statements

(1) Condensed Consolidated Statement of Financial Position

	(Millions of yen)	
	As of March 31, 2025	As of June 30, 2025
Assets		
Current assets		
Cash and cash equivalents	237,295	228,608
Trade and other receivables	605,967	571,432
Inventories	520,505	541,190
Other financial assets	17,227	16,262
Other current assets	66,051	72,171
Assets held for sale	14,943	49,771
Total current assets	1,461,988	1,479,434
Non-current assets		
Property, plant and equipment	1,109,588	1,137,155
Right-of-use assets	53,914	54,057
Goodwill	94,643	92,136
Intangible assets	99,299	97,368
Investments accounted for using equity method	216,714	199,676
Other financial assets	154,653	135,804
Deferred tax assets	25,162	25,737
Retirement benefit asset	59,888	62,593
Other non-current assets	16,748	15,113
Total non-current assets	1,830,609	1,819,639
Total assets	3,292,597	3,299,073

	(Millions of yen)	
	As of March 31, 2025	As of June 30, 2025
Liabilities and Equity		
Current liabilities		
Trade and other payables	315,896	296,755
Bonds and borrowings	367,089	438,882
Lease liabilities	10,952	11,713
Other financial liabilities	11,569	11,082
Income taxes payable	39,823	9,729
Other current liabilities	112,201	109,747
Total current liabilities	857,530	877,908
Non-current liabilities		
Bonds and borrowings	432,468	421,790
Lease liabilities	32,150	31,930
Other financial liabilities	4,183	4,171
Deferred tax liabilities	51,115	54,332
Retirement benefit liability	80,254	79,675
Other non-current liabilities	14,325	39,808
Total non-current liabilities	614,495	631,706
Total liabilities	1,472,025	1,509,614
Equity		
Equity attributable to owners of parent		
Share capital	147,873	147,873
Capital surplus	120,562	119,757
Retained earnings	1,170,508	1,175,457
Treasury shares	(57,240)	(89,796)
Other components of equity	327,281	321,171
Total equity attributable to owners of parent	1,708,984	1,674,462
Non-controlling interests	111,588	114,997
Total equity	1,820,572	1,789,459
Total liabilities and equity	3,292,597	3,299,073

(2) Condensed Consolidated Statement of Profit or Loss and Condensed Consolidated Statement of Comprehensive Income

Condensed Consolidated Statement of Profit or Loss

	(Millions of yen)	
	Three months ended June 30, 2024	Three months ended June 30, 2025
Revenue	637,726	595,829
Cost of sales	(511,178)	(475,079)
Gross profit	126,548	120,750
Selling, general and administrative expenses	(89,956)	(91,853)
Other income	4,515	1,102
Other expenses	(3,032)	(2,493)
Operating income	38,075	27,506
Finance income	5,190	2,973
Finance costs	(4,741)	(5,300)
Share of profit of investments accounted for using equity method	3,279	3,059
Profit before tax	41,803	28,238
Income tax expense	(11,997)	(9,632)
Profit	29,806	18,606
Profit attributable to:		
Owners of parent	26,859	17,151
Non-controlling interests	2,947	1,455
Profit	29,806	18,606
Earnings per share:		
Basic (Yen)	16.77	11.16
Diluted (Yen)	16.74	11.14

Condensed Consolidated Statement of Comprehensive Income

	(Millions of yen)	
	Three months ended June 30, 2024	Three months ended June 30, 2025
Profit	29,806	18,606
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Investments in equity instruments	8,250	3,368
Remeasurements of defined benefit plans	431	1,922
Share of other comprehensive income of investments accounted for using equity method	50	196
	8,731	5,486
Items that may be reclassified to profit or loss		
Cash flow hedges	166	(273)
Deferred costs of hedging	12	18
Exchange differences on translation	78,071	(9,520)
Share of other comprehensive income of investments accounted for using equity method	7	3
	78,256	(9,772)
Total other comprehensive income	86,987	(4,286)
Comprehensive income	116,793	14,320
Comprehensive income attributable to:		
Owners of parent	110,237	12,799
Non-controlling interests	6,556	1,521
Comprehensive income	116,793	14,320

(3) Condensed Consolidated Statement of Changes in Equity

Three months ended June 30, 2024

(Millions of yen)				
	Equity attributable to owners of parent			
	Share capital	Capital surplus	Retained earnings	Treasury shares
At April 1, 2024	147,873	120,944	1,068,364	(19,220)
Profit	-	-	26,859	-
Other comprehensive income	-	-	-	-
Comprehensive income	-	-	26,859	-
Exercise of share acquisition rights	-	(345)	-	346
Share-based payment transactions	-	87	-	-
Dividends	-	-	(14,422)	-
Changes in ownership interest in subsidiaries	-	2	-	-
Transfer from other components of equity to retained earnings	-	-	712	-
Other changes	-	0	-	(0)
Total transactions with owners and other	-	(256)	(13,710)	346
At June 30, 2024	147,873	120,688	1,081,513	(18,874)

(Millions of yen)									
	Equity attributable to owners of parent							Non-controlling interests	Total equity
	Other components of equity								
	Investments in equity instruments	Cash flow hedges	Deferred costs of hedging	Exchange differences on translation	Remeasurements of defined benefit plans	Total other components of equity	Total equity attributable to owners of parent		
At April 1, 2024	122,504	(72)	130	295,511	-	418,073	1,736,034	110,328	1,846,362
Profit	-	-	-	-	-	-	26,859	2,947	29,806
Other comprehensive income	8,109	173	12	74,686	398	83,378	83,378	3,609	86,987
Comprehensive income	8,109	173	12	74,686	398	83,378	110,237	6,556	116,793
Exercise of share acquisition rights	-	-	-	-	-	-	1	-	1
Share-based payment transactions	-	-	-	-	-	-	87	-	87
Dividends	-	-	-	-	-	-	(14,422)	(2,831)	(17,253)
Changes in ownership interest in subsidiaries	-	-	-	-	-	-	2	(27)	(25)
Transfer from other components of equity to retained earnings	(314)	-	-	-	(398)	(712)	-	-	-
Other changes	-	(385)	-	-	-	(385)	(385)	-	(385)
Total transactions with owners and other	(314)	(385)	-	-	(398)	(1,097)	(14,717)	(2,858)	(17,575)
At June 30, 2024	130,299	(284)	142	370,197	-	500,354	1,831,554	114,026	1,945,580

Three months ended June 30, 2025

(Millions of yen)

	Equity attributable to owners of parent			
	Share capital	Capital surplus	Retained earnings	Treasury shares
At April 1, 2025	147,873	120,562	1,170,508	(57,240)
Profit	-	-	17,151	-
Other comprehensive income	-	-	-	-
Comprehensive income	-	-	17,151	-
Exercise of share acquisition rights	-	(854)	-	855
Share-based payment transactions	-	73	-	-
Purchase of treasury shares	-	(24)	-	(33,411)
Dividends	-	-	(14,081)	-
Changes in ownership interest in subsidiaries	-	-	-	-
Transfer from other components of equity to retained earnings	-	-	1,879	-
Other changes	-	-	-	-
Total transactions with owners and other	-	(805)	(12,202)	(32,556)
At June 30, 2025	147,873	119,757	1,175,457	(89,796)

(Millions of yen)

	Equity attributable to owners of parent								
	Other components of equity								
	Investments in equity instruments	Cash flow hedges	Deferred costs of hedging	Exchange differences on translation	Remeasurements of defined benefit plans	Total other components of equity	Total equity attributable to owners of parent	Non-controlling interests	Total equity
At April 1, 2025	59,200	119	78	267,884	-	327,281	1,708,984	111,588	1,820,572
Profit	-	-	-	-	-	-	17,151	1,455	18,606
Other comprehensive income	3,404	(270)	18	(9,384)	1,880	(4,352)	(4,352)	66	(4,286)
Comprehensive income	3,404	(270)	18	(9,384)	1,880	(4,352)	12,799	1,521	14,320
Exercise of share acquisition rights	-	-	-	-	-	-	1	-	1
Share-based payment transactions	-	-	-	-	-	-	73	-	73
Purchase of treasury shares	-	-	-	-	-	-	(33,435)	-	(33,435)
Dividends	-	-	-	-	-	-	(14,081)	(2,354)	(16,435)
Changes in ownership interest in subsidiaries	-	-	-	-	-	-	-	12	12
Transfer from other components of equity to retained earnings	1	-	-	-	(1,880)	(1,879)	-	-	-
Other changes	-	121	-	-	-	121	121	4,230	4,351
Total transactions with owners and other	1	121	-	-	(1,880)	(1,758)	(47,321)	1,888	(45,433)
At June 30, 2025	62,605	(30)	96	258,500	-	321,171	1,674,462	114,997	1,789,459

(4) Condensed Consolidated Statement of Cash Flows

(Millions of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Cash flows from operating activities		
Profit before tax	41,803	28,238
Depreciation and amortization	32,739	31,945
Impairment losses (reversal of impairment losses)	765	508
Share of loss (profit) of investments accounted for using equity method	(3,279)	(3,059)
Finance income and finance costs	(782)	2,524
Decrease (increase) in trade and other receivables	18,699	33,011
Decrease (increase) in inventories	(15,728)	(16,356)
Increase (decrease) in trade and other payables	628	(7,563)
Changes in retirement benefit asset and liability	(1,228)	(741)
Other adjustments	(5,461)	19,416
Subtotal	68,156	87,923
Interest received	1,334	828
Dividends received	4,247	3,708
Interest paid	(4,354)	(3,813)
Income taxes refund (paid)	(12,305)	(38,790)
Net cash provided by operating activities	57,078	49,856
Cash flows from investing activities		
Purchase of property, plant and equipment, and intangible assets	(39,524)	(50,230)
Proceeds from sale of property, plant and equipment, and intangible assets	3,572	170
Purchase of investments	(278)	(348)
Proceeds from sale and redemption of investments	2,462	199
Other inflows (outflows) of cash	(2,736)	(398)
Net cash used in investing activities	(36,504)	(50,607)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	9,824	53,931
Proceeds from issuance of bonds and long-term borrowings	26,715	11,603
Redemption of bonds and repayments of long-term borrowings	(37,513)	(17,852)
Repayments of lease liabilities	(3,045)	(3,222)
Purchase of treasury shares	(0)	(33,435)
Dividends paid to owners of parent	(13,848)	(13,615)
Dividends paid to non-controlling interests	(2,831)	(2,355)
Other inflows (outflows) of cash	(48)	(8)
Net cash provided by (used in) financing activities	(20,746)	(4,953)
Effect of exchange rate changes on cash and cash equivalents	12,252	(2,983)
Net increase (decrease) in cash and cash equivalents	12,080	(8,687)
Cash and cash equivalents at beginning of period	235,887	237,295
Cash and cash equivalents at end of period	247,967	228,608

(5) Notes to the Condensed Consolidated Financial Statements

(Applicable Financial Reporting Framework)

Toray Group's condensed consolidated financial statements have been prepared in accordance with Article 5, Paragraph 2 of the Standards for the Preparation of Quarterly Financial Statements (the "Standards") of Tokyo Stock Exchange Inc. Applying the provisions for reduced disclosures set forth in Article 5, Paragraph 5 of the Standards, certain disclosures and notes required under IAS 34 "Interim Financial Reporting" have been omitted.

(Segment Information)

Three months ended June 30, 2024

(Millions of yen)

(Amounts in \$'000)									
	Reportable segments					Other *1	Total	Reconcilia- tions *2	Consolidated total
	Fibers & Textiles	Performance Chemicals	Carbon Fiber Composite Materials	Environment & Engineering	Life Science				
Revenue									
Revenue from external customers	244,795	241,724	77,688	57,482	12,139	3,898	637,726	-	637,726
Intersegment revenue	464	2,804	111	14,893	-	7,812	26,084	(26,084)	-
Total	245,259	244,528	77,799	72,375	12,139	11,710	663,810	(26,084)	637,726
Core operating income (loss)	14,824	18,318	5,134	5,064	(833)	309	42,816	(6,055)	36,761

*1 "Other" represents service-related businesses such as analysis, physical evaluation and research.

*2 "Reconciliations" of core operating income of ¥(6,055) million include intersegment eliminations of ¥(73) million and corporate expenses of ¥(5,982) million. The corporate expenses consist of the headquarters' research expenses that are not allocated to each reportable segment.

Three months ended June 30, 2025

(Millions of yen)

(millions of yen)									
	Reportable segments					Other *1	Total	Reconcilia- tions *2	Consolidated total
	Fibers & Textiles	Performance Chemicals	Carbon Fiber Composite Materials	Environment & Engineering	Life Science				
Revenue									
Revenue from external customers	239,897	220,069	66,869	52,953	11,728	4,313	595,829	-	595,829
Intersegment revenue	350	2,939	219	12,517	-	9,111	25,136	(25,136)	-
Total	240,247	223,008	67,088	65,470	11,728	13,424	620,965	(25,136)	595,829
Core operating income (loss)	15,192	13,608	4,627	3,138	(1,047)	59	35,577	(6,504)	29,073

*1 "Other" represents service-related businesses such as analysis, physical evaluation and research.

*2 "Reconciliations" of core operating income of ¥(6,504) million include intersegment eliminations of ¥222 million and corporate expenses of ¥(6,726) million. The corporate expenses consist of the headquarters' research expenses that are not allocated to each reportable segment.

Core operating income is calculated by excluding income and expenses due to non-recurring factors from operating income. Reconciliation of core operating income to operating income is as follows:

	(Millions of yen)	
	Three months ended June 30, 2024	Three months ended June 30, 2025
Core operating income	36,761	29,073
Gain on sale or disposal of fixed assets	3,418	51
Loss on sale or disposal of fixed assets	(1,339)	(1,110)
Impairment losses	(765)	(508)
Operating income	38,075	27,506

* Reconciliation of operating income to profit before tax is presented in the condensed consolidated statement of profit or loss.

(Going Concern Assumption)

Not Applicable.