

Translation

Notice: This document is a translation of the original Japanese document and is only for reference purposes. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.



November 6, 2025

Consolidated Financial Results for the Six Months Ended September 30, 2025 (Based on Japanese GAAP)

Company name: Inabata & Co., Ltd.
 Stock exchange listing: Tokyo
 Stock code: 8098 URL <https://www.inabata.co.jp/english/>
 Representative: Director, President Katsutaro Inabata
 Executive Officer,
 Inquiries: General Manager, Financial Management Koichi Noda TEL 050-3684-4011
 Office
 Scheduled date to file Semi-annual Securities Report: November 13, 2025
 Scheduled date to commence dividend payments: December 1, 2025
 Preparation of supplementary material on financial results: Yes
 Holding of financial results meeting: Yes (for institutional investors and analysts)

(Amounts less than one million yen are rounded down)

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

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended September 30, 2025	412,887	(2.1)	14,049	1.3	14,809	5.9	11,953	3.2
Six months ended September 30, 2024	421,611	12.4	13,863	32.5	13,979	31.2	11,578	(7.7)

Note: Comprehensive income For the six months ended September 30, 2025: ¥17,381 million [120.2%]
 For the six months ended September 30, 2024: ¥7,894 million [(62.3)%]

	Earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2025	222.15	—
Six months ended September 30, 2024	212.04	—

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2025	463,066	227,725	47.1
As of March 31, 2025	441,972	216,555	47.1

Reference: Equity

As of September 30, 2025: ¥218,325 million
 As of March 31, 2025: ¥208,155 million

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2025	—	60.00	—	65.00	125.00
Fiscal year ending March 31, 2026	—	63.00			
Fiscal year ending March 31, 2026 (Forecast)			—	65.00	128.00

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

3. Forecast of consolidated financial results for the year ending March 31, 2026 (from April 1, 2025 to March 31, 2026)

Percentages indicate year-on-year changes									
	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
Full year	870,000	3.8	25,500	(1.3)	25,500	(2.4)	19,500	(1.7)	365.86

(Note) Revisions to the forecast of consolidated financial results most recently announced: None

4. Notes

- (1) Significant changes in the scope of consolidation during the period: No
- (2) Adoption of accounting treatment specific to the preparation of semi-annual consolidated financial statements: No
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
- Changes in accounting policies due to revisions to accounting standards and other regulations: No
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: No
- Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

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

As of September 30, 2025	53,714,127 shares	As of March 31, 2025	54,714,127 shares
--------------------------	-------------------	----------------------	-------------------

Number of treasury shares at the end of the period

As of September 30, 2025	331,614 shares	As of March 31, 2025	330,404 shares
--------------------------	----------------	----------------------	----------------

Average number of shares during the period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2025	53,809,892 shares	Six months ended September 30, 2024	54,606,262 shares
-------------------------------------	-------------------	-------------------------------------	-------------------

Note: The Company has introduced the “Board Benefit Trust (BBT),” and shares of the Company held by this trust are included in the number of treasury shares to be deducted in the calculation of “Number of treasury shares at the end of the period” and “Average number of shares during the period.”

* Semi-annual financial results reports are exempt from review conducted by certified public accountants or an audit corporation.

* Proper use of forecasts of financial results, and other special matters

The above forecasts are based on information available to the Company as of the date of the announcement of this document and are not intended to be a commitment by the Company to achieve them. In addition, actual results may differ from the forecasts due to various factors in the future. For matters concerning forecasts of financial results, please refer to “(3) Explanation of forecasts of consolidated financial results and other forward-looking statements” of “1. Overview of operating results and others” on page 7 of the attached material.

Attached Material**Index**

1. Overview of operating results and others	2
(1) Overview of operating results for the period under review	2
(2) Overview of financial position for the period under review	6
(3) Explanation of forecasts of consolidated financial results and other forward-looking statements.....	7
2. Consolidated financial statements and significant notes thereto.....	8
(1) Consolidated balance sheet	8
(2) Consolidated statement of income and consolidated statement of comprehensive income	10
Consolidated statement of income.....	10
Consolidated statement of comprehensive income	11
(3) Consolidated statement of cash flows	12
(4) Notes to semi-annual consolidated financial statements	14
Notes to segment information, etc.....	14
Notes in the case where there was a significant change in the amount of shareholders' equity	15
Notes on premise of going concern	15

1. Overview of operating results and others

(1) Overview of operating results for the period under review

During the six months ended September 30, 2025, although the global economy was generally on a recovery trend, the pace of recovery has been gradual. In addition to stalled recovery observed in some regions, there was a reactionary drop in demand after the surge ahead of the U.S. tariff rate hikes.

In the U.S., economic expansion slowed to a moderate pace, and there was a reactionary drop in demand after the surge ahead of tariff rate hikes. In China, although various government policies were effective, the economy remained at a standstill. In emerging countries of Asia, the Indian economy expanded and the Indonesian economy picked up moderately. Additionally, there were signs of recovery in Thailand. In Europe, the economy continued to recover in the Euro area, but slowed to a moderate pace. In the U.K., recovery was observed mainly in consumption.

The Japanese economy recovered gradually. Consumer spending and capital expenditure picked up gradually, and signs of improvement were also observed in employment conditions. Meanwhile, exports and production were largely flat, and improvement in corporate earnings stalled in part centered on the automotive industry, due to effects from U.S. trade policy.

Under this situation, the Group's consolidated net sales were ¥412,887 million (down 2.1% year-on-year) partly due to the impact of the yen's appreciation. As for profits, operating profit was ¥14,049 million (up 1.3% year-on-year), ordinary profit was ¥14,809 million (up 5.9% year-on-year), and profit attributable to owners of parent was ¥11,953 million (up 3.2% year-on-year).

The average exchange rate against US dollar during the six months ended September 30, 2025 was ¥146.02 (¥152.78 during the six months ended September 30, 2024).

	(Millions of yen)		
	Six months ended September 30, 2024	Six months ended September 30, 2025	Year-on-year (%)
Net sales	421,611	412,887	2.1% decrease
Operating profit	13,863	14,049	1.3% increase
Ordinary profit	13,979	14,809	5.9% increase
Profit attributable to owners of parent	11,578	11,953	3.2% increase

Operating results by segment are as follows.

Information & Electronics Business

Sales in the Information & Electronics Business decreased due to the absence of largescale equipment sales during the period under review, which were present in the same period of the previous fiscal year.

In sales related to flat panel displays (hereinafter, "FPDs"), operating levels remained stable overall despite some production adjustments in the second quarter. Regarding the Company, the sales of related materials were strong, particularly driven by sales for small- to medium-sized panels and in-vehicle electronics, as well as the increase of the proportion of OLED within the total production of FPD.

Although the demand for encapsulants for LEDs for outdoor displays remained strong, the Company's sales also decreased due to sluggish sales by its major customers.

For inkjet-related products, sales decreased due to production issues faced by some customers for home and office use.

For copier-related products, the launch of new products and an increase in sales prices led to a rise in the sales of related materials.

For sales related to solar power generation, the global market continued to experience disruption, leading to a decrease in the sales of related materials. Amid lackluster conditions in the markets of China and Europe, the Company is accelerating initiatives targeting the U.S. and India, where demand is growing.

For products related to lithium-ion batteries, sales were sluggish overall amid a continued slowdown in EV sales, although sales of some related materials have started to increase.

For photomask-related products, sales for related materials increased due to increased demand for FPDs in addition to semiconductors.

Sales for semiconductor-related products significantly decreased due to the absence of largescale equipment sales during the period under review, which were present in the same period of the previous fiscal year. On the other hand, along with an overall increase in demand for semiconductor materials to China, sales of advanced materials for AI-related semiconductor applications substantially increased.

As a result, net sales amounted to ¥121,406 million (down 11.5% year-on-year). Segment profit (operating profit) was ¥4,017 million (down 16.2% year-on-year).

(Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025	Year-on-year (%)
Net sales	137,122	121,406	11.5% decrease
Segment profit (operating profit)	4,796	4,017	16.2% decrease

Chemicals Business

In the Chemicals Business, sales increased due to strong performance in businesses such as coating/ink/adhesives, despite decreases in sales of resin materials/additives and papermaking agents.

For resin materials/additives, sales declined overall due to a decrease in business for the U.S., despite an increase in sales of urethane materials.

For materials for automotive parts, the Company's sales decreased due to sluggish sales by its major customers, despite its acquisition of new customers.

For the coating/ink/adhesive area, sales for automotive products were sluggish, but sales increased due to higher sales for marine products as well as rising unit prices.

For papermaking agents, sales decreased due to the impact of tariff rate hikes and other factors, resulting in a significant decline in sales to the U.S.

For products related to building materials, sales almost remained at the same level due to expanded sales to house-builders and construction materials manufacturers, despite the decline in new housing starts.

As a result, net sales amounted to ¥60,704 million (up 4.6% year-on-year). Segment profit (operating profit) was ¥1,721 million (up 12.6% year-on-year).

(Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025	Year-on-year (%)
Net sales	58,062	60,704	4.6% increase
Segment profit (operating profit)	1,528	1,721	12.6% increase

Life Industry Business

In the Life Industry Business, sales increased amid strong results overall in both life science-related products and food-related products. Moreover, with the progress in improving profit margins of food-related products, segment profit (operating profit) significantly increased.

For life science-related products, although sales of raw materials for insect repellents and insecticide were sluggish, sales of life science-related products increased overall amid robust sales of raw materials for pharmaceuticals and daily necessities.

For food-related products, although shipments of frozen vegetables were sluggish, the overall sales of agricultural products increased, partly due to the new consolidation of Satoen Co., Ltd.

For fishery products, sales were strong for conveyor-belt sushi restaurants and mass retailers in Japan. Also, sales in the U.S. market increased overall due to factors such as expansion of dessert product sales, despite somewhat sluggish sales of processed fishery products resulting from the persistence of sluggish demand for restaurants. Moreover, DAIGO TSUSHO CO., LTD., which was made a consolidated subsidiary in the fiscal year ended March 2024, also experienced strong performance in the e-commerce sales of eel processed products and other businesses.

As a result, net sales amounted to ¥29,480 million (up 6.7% year-on-year). Segment profit (operating profit) was ¥1,238 million (up 129.0% year-on-year).

(Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025	Year-on-year (%)
Net sales	27,624	29,480	6.7% increase
Segment profit (operating profit)	540	1,238	129.0% increase

Plastics Business

In the Plastics Business, sales increased due to generally strong sales in each sector.

For products related to commodity resins, despite generally weak demand in various sectors, such as daily necessities and construction, we focused on sales expansion for imported products, resulting in increased sales.

For products related to high-performance resins, sales of products for OA decreased slightly, partly due to a reactionary drop following strong sales in the same period of the previous fiscal year. For automotive-related products, global sales slightly increased. By region, sales in Southeast Asia, China, and Mexico decreased. In China, sales to Japanese-affiliated automakers were weak, but sales to local manufacturers expanded. Sales in Mexico decreased due to a reactionary drop following a surge in demand in anticipation of the U.S. tariff increase. On the other hand, sales in Japan and India increased.

For the compound business, sales were generally strong.

For polyolefin resins, domestic sales remained at almost the same level, against a backdrop of robust inbound demand but stagnating consumption and other such factors. Exports decreased, particularly for mainstay electric wire coatings in Asia, due to delays in facility construction caused by labor shortages, leading to an overall decline.

For film-related products (soft packaging area), sales increased slightly due to robust inbound demand despite stagnating demand in Japan.

For sports-related products, sales increased significantly mainly due to favorable sales of grip tapes both in Japan and overseas.

For sheet-related products, sales increased due to the expansion of imported raw materials and the acquisition of new customers.

The recycling material business is expanding steadily.

As a result, net sales amounted to ¥201,204 million (up 1.3% year-on-year). Segment profit (operating profit) was ¥7,004 million (up 1.1% year-on-year).

(Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025	Year-on-year (%)
Net sales	198,711	201,204	1.3% increase
Segment profit (operating profit)	6,929	7,004	1.1% increase

(2) Overview of financial position for the period under review

(i) Assets, liabilities and net assets

Assets

Total assets as of September 30, 2025 increased by ¥21,094 million compared with March 31, 2025 (up 4.8% from the end of the previous fiscal year) to ¥463,066 million.

The increase in current assets by ¥10,720 million was mainly due to increases in cash and deposits and in merchandise and finished goods.

The increase in non-current assets by ¥10,373 million was mainly due to increases in investment securities, in property, plant and equipment and in intangible assets.

Liabilities

Total liabilities as of September 30, 2025 increased by ¥9,924 million compared with March 31, 2025 (up 4.4% from the end of the previous fiscal year) to ¥235,341 million.

The increase in current liabilities by ¥2,941 million was mainly due to increases in notes and accounts payable - trade and in income taxes payable.

The increase in non-current liabilities by ¥6,983 million was mainly due to increases in long-term borrowings and in other.

Net assets

Total net assets as of September 30, 2025 increased by ¥11,170 million compared with March 31, 2025 (up 5.2% from the end of the previous fiscal year) to ¥227,725 million. This was mainly due to increases in retained earnings, in valuation difference on available-for-sale securities and in foreign currency translation adjustment.

As a result, the equity ratio was 47.1% (up 0.1 points from March 31, 2025).

(ii) Cash flows

Cash and cash equivalents as of September 30, 2025 (hereinafter referred to as “cash”) increased by ¥7,764 million compared with March 31, 2025 to ¥63,121 million, mainly because profit before income taxes and proceeds from long-term borrowings were higher than purchase of property, plant and equipment, income taxes paid, dividends paid and purchase of treasury shares.

The status of cash flows and factors therein in the six months ended September 30, 2025 are as follows.

Cash flows from operating activities

Cash gained as a result of operating activities in the six months ended September 30, 2025 was ¥12,782 million (cash gained of ¥12,593 million in the same period of the previous fiscal year). This was mainly because profit before income taxes and decrease in trade receivables were higher than income taxes paid and gain on sale of investment securities.

Cash flows from investing activities

Cash used as a result of investing activities in the six months ended September 30, 2025 was ¥3,421 million (cash used of ¥4,991 million in the same period of the previous fiscal year). This was mainly due to purchase of property, plant and equipment and purchase of intangible assets were higher than proceeds from sale of investment securities.

Cash flows from financing activities

Cash used as a result of financing activities in the six months ended September 30, 2025 was ¥2,959 million (cash used of ¥358 million in the same period of the previous fiscal year). This was mainly because dividends paid, purchase of treasury shares and net decrease in short-term borrowings were higher than proceeds from long-term borrowings.

(3) Explanation of forecasts of consolidated financial results and other forward-looking statements

There are no changes to the full-year forecast of consolidated financial results for the fiscal year ending March 31, 2026, announced in the Consolidated Financial Results on May 9, 2025.

2. Consolidated financial statements and significant notes thereto

(1) Consolidated balance sheet

(Millions of yen)

	As of March 31, 2025	As of September 30, 2025
Assets		
Current assets		
Cash and deposits	59,839	66,188
Notes receivable - trade	29,691	25,858
Accounts receivable - trade	173,813	176,925
Merchandise and finished goods	79,782	83,405
Work in process	1,517	1,798
Raw materials and supplies	5,431	5,130
Other	10,356	11,853
Allowance for doubtful accounts	(454)	(461)
Total current assets	359,977	370,698
Non-current assets		
Property, plant and equipment	19,713	23,993
Intangible assets	9,325	10,528
Investments and other assets		
Investment securities	36,230	40,769
Retirement benefit asset	10,502	10,731
Other	12,383	12,519
Allowance for doubtful accounts	(6,161)	(6,174)
Total investments and other assets	52,955	57,845
Total non-current assets	81,994	92,367
Total assets	441,972	463,066

(Millions of yen)

	As of March 31, 2025	As of September 30, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	121,191	123,443
Short-term borrowings	28,338	27,308
Income taxes payable	3,374	4,646
Provision for bonuses	1,997	2,351
Other	13,566	13,661
Total current liabilities	168,469	171,410
Non-current liabilities		
Bonds payable	25,000	25,000
Long-term borrowings	20,294	25,742
Provision for retirement benefits for directors (and other officers)	33	35
Provision for share awards for directors (and other officers)	262	275
Retirement benefit liability	2,134	2,265
Other	9,221	10,612
Total non-current liabilities	56,947	63,931
Total liabilities	225,416	235,341
Net assets		
Shareholders' equity		
Share capital	9,364	9,364
Capital surplus	7,230	7,228
Retained earnings	153,617	159,280
Treasury shares	(785)	(783)
Total shareholders' equity	169,427	175,089
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	9,417	12,152
Deferred gains or losses on hedges	310	277
Foreign currency translation adjustment	28,148	29,964
Remeasurements of defined benefit plans	850	840
Total accumulated other comprehensive income	38,727	43,235
Non-controlling interests	8,400	9,399
Total net assets	216,555	227,725
Total liabilities and net assets	441,972	463,066

(2) Consolidated statement of income and consolidated statement of comprehensive income**Consolidated statement of income**

(Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Net sales	421,611	412,887
Cost of sales	381,565	371,220
Gross profit	40,045	41,666
Selling, general and administrative expenses	26,182	27,617
Operating profit	13,863	14,049
Non-operating income		
Interest income	405	463
Dividend income	550	689
Share of profit of entities accounted for using equity method	129	237
Miscellaneous income	620	518
Total non-operating income	1,706	1,908
Non-operating expenses		
Interest expenses	739	752
Foreign exchange losses	525	168
Miscellaneous losses	325	227
Total non-operating expenses	1,590	1,148
Ordinary profit	13,979	14,809
Extraordinary income		
Gain on sale of investment securities	2,613	2,196
Total extraordinary income	2,613	2,196
Profit before income taxes	16,593	17,005
Income taxes - current	4,258	5,004
Income taxes - deferred	12	(440)
Total income taxes	4,271	4,564
Profit	12,322	12,441
Profit attributable to non-controlling interests	743	487
Profit attributable to owners of parent	11,578	11,953

Consolidated statement of comprehensive income

(Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Profit	12,322	12,441
Other comprehensive income		
Valuation difference on available-for-sale securities	(54)	3,086
Deferred gains or losses on hedges	(225)	2
Foreign currency translation adjustment	(4,172)	1,917
Remeasurements of defined benefit plans, net of tax	(35)	(12)
Share of other comprehensive income of entities accounted for using equity method	60	(53)
Total other comprehensive income	(4,427)	4,940
Comprehensive income	7,894	17,381
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	7,223	16,461
Comprehensive income attributable to non-controlling interests	670	920

(3) Consolidated statement of cash flows

(Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Cash flows from operating activities		
Profit before income taxes	16,593	17,005
Depreciation	2,017	2,179
Amortization of goodwill	97	162
Increase (decrease) in allowance for doubtful accounts	(173)	(373)
Increase (decrease) in retirement benefit liability	48	70
Decrease (increase) in retirement benefit asset	(192)	(222)
Interest and dividend income	(956)	(1,152)
Interest expenses	739	752
Share of loss (profit) of entities accounted for using equity method	(129)	(237)
Loss (gain) on sale of investment securities	(2,613)	(2,196)
Decrease (increase) in trade receivables	3,489	2,751
Decrease (increase) in inventories	415	(2,076)
Decrease (increase) in other current assets	1,836	(1,460)
Decrease (increase) in other non-current assets	380	292
Increase (decrease) in trade payables	(5,956)	539
Increase (decrease) in other current liabilities	(700)	(13)
Other, net	455	61
Subtotal	15,352	16,084
Interest and dividends received	1,064	1,261
Interest paid	(741)	(762)
Income taxes paid	(3,082)	(3,801)
Net cash provided by (used in) operating activities	12,593	12,782
Cash flows from investing activities		
Payments into time deposits	(4,519)	(2,934)
Proceeds from withdrawal of time deposits	4,980	4,660
Purchase of property, plant and equipment	(2,307)	(4,344)
Proceeds from sale of property, plant and equipment	22	20
Purchase of intangible assets	(953)	(1,836)
Purchase of investment securities	(1,260)	(636)
Proceeds from sale of investment securities	2,927	2,511
Purchase of shares of subsidiaries	(265)	(345)
Net decrease (increase) in short-term loans receivable	68	20
Long-term loan advances	(442)	(510)
Proceeds from collection of long-term loans receivable	333	353
Purchase of shares of subsidiaries resulting in change in scope of consolidation	(3,577)	–
Payments for acquisition of businesses	–	(569)
Other, net	3	188
Net cash provided by (used in) investing activities	(4,991)	(3,421)

(Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(8,885)	(2,680)
Proceeds from long-term borrowings	7,988	7,000
Repayments of long-term borrowings	(1,349)	(24)
Proceeds from issuance of bonds	9,931	–
Purchase of treasury shares	(4,149)	(3,221)
Proceeds from sale of shares of parent held by subsidiaries	1,524	–
Dividends paid	(3,598)	(3,553)
Dividends paid to non-controlling interests	(100)	(135)
Purchase of shares of subsidiaries not resulting in change in scope of consolidation	(1,300)	–
Other, net	(419)	(343)
Net cash provided by (used in) financing activities	(358)	(2,959)
Effect of exchange rate change on cash and cash equivalents	(1,374)	945
Net increase (decrease) in cash and cash equivalents	5,870	7,347
Cash and cash equivalents at beginning of period	46,301	55,357
Increase (decrease) in cash and cash equivalents resulting from change in scope of consolidation	–	417
Cash and cash equivalents at end of period	52,171	63,121

(4) Notes to semi-annual consolidated financial statements**Notes to segment information, etc.**

[Segment information]

I Six months ended September 30, 2024**1. Information on the amounts of net sales and profit or loss by reportable segment**

(Millions of yen)

	Reportable segments				
	Information & Electronics	Chemicals	Life Industry	Plastics	Total
Net sales					
(1) Sales to external customers	137,122	58,062	27,624	198,711	421,520
(2) Intersegment sales or transfers	—	—	—	—	—
Total	137,122	58,062	27,624	198,711	421,520
Segment profit	4,796	1,528	540	6,929	13,795

	Others (Note) 1	Total	Adjustments	Amount recorded in the semi-annual consolidated statement of income (Note) 2
Net sales				
(1) Sales to external customers	91	421,611	—	421,611
(2) Intersegment sales or transfers	—	—	—	—
Total	91	421,611	—	421,611
Segment profit	68	13,863	—	13,863

Notes: 1. “Others” category represents a business segment that is not included in reportable segments, and real estate leasing business.

2. The total amount of segment profit corresponds to operating profit in the semi-annual consolidated statement of income.

2. Information about impairment loss of non-current assets or goodwill, etc., by reportable segment

(Significant change in the amount of goodwill)

In the Plastics Segment, the Company, with the acquisition of the shares of Novacel Co., Ltd., included that company and its three consolidated subsidiaries in the scope of consolidation from the six months ended September 30, 2024.

As a result, goodwill of ¥3,198 million was recognized in the Plastics Segment. The amount of goodwill reflects the material revision of the initial allocation of acquisition cost as a result of the finalization of the provisional accounting treatment.

II Six months ended September 30, 2025

1. Information on the amounts of net sales and profit or loss by reportable segment

(Millions of yen)

	Reportable segments				
	Information & Electronics	Chemicals	Life Industry	Plastics	Total
Net sales					
(1) Sales to external customers	121,406	60,704	29,480	201,204	412,796
(2) Intersegment sales or transfers	—	—	—	—	—
Total	121,406	60,704	29,480	201,204	412,796
Segment profit	4,017	1,721	1,238	7,004	13,981

	Others (Note) 1	Total	Adjustments	Amount recorded in the semi-annual consolidated statement of income (Note) 2
Net sales				
(1) Sales to external customers	90	412,887	—	412,887
(2) Intersegment sales or transfers	—	—	—	—
Total	90	412,887	—	412,887
Segment profit	67	14,049	—	14,049

Notes: 1. "Others" category represents a business segment that is not included in reportable segments, and real estate leasing business.

2. The total amount of segment profit corresponds to operating profit in the semi-annual consolidated statement of income.

Notes in the case where there was a significant change in the amount of shareholders' equity

The Company resolved, at the Board of Directors meeting held on May 9, 2025, to acquire treasury shares based on the provisions of Article 156 of the Companies Act which are applied by replacing terms and phrases pursuant to the provisions of Article 165, Paragraph 3 of the said act, and acquired 1,000,000 shares of treasury shares during the six months ended September 30, 2025. As a result, treasury shares increased by ¥3,208 million. In addition, pursuant to the provisions of Article 399-13, Paragraph 6 of the Companies Act and the provisions of its Articles of Incorporation, the Company determined on July 18, 2025 to cancel treasury shares in accordance with the provisions of Article 178 of the Companies Act, and implemented the cancellation of treasury shares of 1,000,000 shares as of July 31, 2025. Consequently, retained earnings and treasury shares each decreased by ¥3,210 million in the six months ended September 30, 2025. As of September 30, 2025, retained earnings were ¥159,280 million, and treasury shares were ¥783 million.

Notes on premise of going concern

Not applicable.