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November 7, 2025

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



Company name:	Kansai Paint Co., Ltd.
Listing:	Tokyo Stock Exchange
Securities code:	4613
URL:	https://www.kansai.co.jp/
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Scheduled date to file semi-annual securities report:	November 10, 2025
Scheduled date to commence dividend payments:	December 1, 2025
Preparation of supplementary material on financial results:	Yes
Holding of financial results briefing:	Yes

(Yen amounts are rounded down to millions.)

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	289,223	(1.6)	24,326	(7.6)	28,606	10.0	16,187	3.2
September 30, 2024	294,057	7.3	26,336	2.3	25,996	(19.0)	15,685	(66.2)

Note: Comprehensive income For the six months ended September 30, 2025: ¥ 4,372 million [(87.9) %]

For the six months ended September 30, 2024: ¥ 36,002 million [(28.3) %]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2025	91.88	75.96
September 30, 2024	78.68	66.41

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
	Millions of yen	Millions of yen	%
As of September 30, 2025	750,864	346,997	36.1
March 31, 2025	750,699	350,009	35.9

Reference: Equity

As of September 30, 2025: ¥ 271,080 million

As of March 31, 2025: ¥ 269,189 million

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
Fiscal year ended March 31, 2025	-	22.00	-	28.00	50.00
Fiscal year ending March 31, 2026	-	55.00			
Fiscal year ending March 31, 2026 (Forecast)			-	55.00	110.00

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

3. Consolidated financial result forecasts for the fiscal 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		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	590,000	0.2	51,000	(2.0)	55,000	12.0	34,000	(11.2)	193.04

Note: Revisions to the financial result forecast most recently announced: Yes

* Notes

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

(2) Adoption of accounting treatment specific to the preparation of semi-annual consolidated financial statements: Yes

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

(i) Changes in accounting policies due to revisions to accounting standards and other regulations: None

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

(iii) Changes in accounting estimates: None

(iv) Restatement: None

(4) Number of issued shares (common shares)

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

As of September 30, 2025	177,976,280 shares
As of March 31, 2025	177,976,280 shares

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

As of September 30, 2025	1,908,302 shares
As of March 31, 2025	1,753,087 shares

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

Six months ended September 30, 2025	176,182,279 shares
Six months ended September 30, 2024	199,365,124 shares

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

* Proper use of earnings forecasts, and other special matters

The forward-looking statements such as operational forecasts contained in this document are based on information currently available to the Company and certain assumptions which are regarded as legitimate. However, it does not mean that we guarantee its achievement. Actual results may differ from such forward-looking statements for a variety of reasons.

Overview of financial results

In the fiscal year under review, despite a gradual recovery trend, the outlook for the global economy remained uncertain due to heightened geopolitical risks and U.S. trade policies. Under these circumstances, the overall Japanese economy continued to recover moderately, reflecting signs of a pick-up in personal consumption and capital investment. In India, steady economic growth continued, supported by domestic demand, centered on personal consumption and capital investment. In Europe, the effects of the tariff hike by the U.S. gradually became evident, and exports slowed and production activities were pushed down due to a reactionary decline in demand following the last-minute surge and an increase in the burden of tariffs. In addition to the rising inflation rate, input costs such as energy and personnel expenses also increased, and the situation continued to squeeze corporate earnings. In China, the economy was stagnant due to trade problems between the U.S. and China and the stagnant real estate market.

The Group's net sales for the second quarter of the current fiscal year were 289,223 million yen (down 1.6% year on year). Operating profit was 24,326 million yen (down 7.6% year on year) mainly due to increased fixed costs, despite the promotion of measures to improve selling prices and reduce costs. Ordinary profit was 28,606 million yen (up 10.0% year on year) due to foreign exchange gains and a decrease in loss on net monetary position from hyperinflation accounting. Profit attributable to owners of parent was 16,187 million yen (up 3.2% year on year) due to the recording of one-time extraordinary losses such as impairment losses and loss on withdrawal from business.

Segment overviews are as follows.

<Japan>

In the automotive coatings sector, although the number of automobiles manufactured fell below compared to the previous year, net sales increased from the previous year due to efforts to improve selling prices. Also, in the industrial coatings sector, net sales increased from the previous year due to the success of sales promotion activities. Meanwhile, in the decorative coatings and protective coatings sector, net sales fell below the previous year due to sluggish market conditions. In the marine sector, net sales fell below the previous year due to the recent decline in demand from the previous year. Segment profit remained at the same level as the previous year, mainly due to higher profit in the automotive coatings and industrial coatings sector and lower profit in the decorative coatings, protective coatings, and marine sector.

As a result of those factors, the segment's net sales and segment profit were 79,948 million yen (down 2.4% year on year) and 10,781 million yen (down 0.5% year on year), respectively.

<India>

In the decorative coatings sector, net sales fell below the previous year due to intensifying market competition and the shift to lower-priced products. In the automotive coatings sector, net sales on a local currency basis were higher than the previous year due to an increase in the number of automobiles manufactured. However, overall net sales in India fell below the previous year due to the impact of foreign currency translation caused by the appreciation of the yen. Segment profit decreased from the previous year due to a decrease in sales and an increase in personnel expenses.

As a result of those factors, the segment's net sales and segment profit were 70,165 million yen (down 6.9% year on year) and 7,263 million yen (down 13.6% year on year), respectively.

<Europe>

In Turkey, the number of automobiles manufactured by major customers was lower than the previous year, and net sales fell below the previous year. In other European countries, net sales increased from the previous year, partly due to the contribution of bolt-on M&A

conducted in the previous year. As a result, overall net sales in Europe increased from the previous year. Segment profit decreased from the previous year due to an increase in fixed costs such as personnel expenses caused by inflation, despite stable raw material prices and an improvement in share of loss of entities accounted for using equity method.

As a result of those factors, the segment's net sales and segment profit were 79,222 million yen (up 3.8% year on year) and 511 million yen (down 31.1% year on year), respectively.

<Asia>

In China, the number of automobiles manufactured increased from the previous year, and net sales increased from the previous year. Meanwhile, in Thailand and Malaysia, the number of automobiles manufactured declined. As a result, overall net sales in Asia fell below the previous year. Segment profit decreased from the previous year due to the impact of lower sales in the automotive coatings sector.

As a result of those factors, the segment's net sales and segment profit were 32,777 million yen (down 2.2% year on year) and 5,113 million yen (down 0.9% year on year), respectively.

<Africa>

In South Africa and neighboring countries, net sales increased from the previous year, partly due to the contribution from the acquisition of new customers last year, despite ongoing chronic power shortages and continued political instability. In East Africa, net sales were firm in the industrial coatings sector as well as in the mainstay decorative coatings sector. Segment profit increased from the previous year due to the expansion of the decorative coatings sector business in East Africa, which was the main factor behind the increase in sales.

As a result of those factors, the segment's net sales and segment profit were 22,573 million yen (up 4.8% year on year) and 2,235 million yen (up 29.8% year on year), respectively.

<Others>

In North America, the number of automobiles manufactured was lower than the previous year, and net sales fell below the previous year. Segment profit decreased from the previous year due to the impact of lower sales and a decrease in share of profit of entities accounted for using equity method.

As a result of those factors, the segment's net sales and segment profit were 4,535 million yen (down 16.9% year on year) and 992 million yen (down 52.4% year on year).

Semi-annual Consolidated Financial Statements

(1) Semi-annual Consolidated Balance Sheet

(Millions of yen)

	As of March 31, 2025	As of September 30, 2025
Assets		
Current assets		
Cash and deposits	76,656	68,865
Notes and accounts receivable - trade, and contract assets	120,858	132,417
Securities	32,489	29,177
Merchandise and finished goods	59,053	55,387
Work in process	8,642	8,769
Raw materials and supplies	44,233	45,211
Other	19,588	19,295
Allowance for doubtful accounts	(5,992)	(5,694)
Total current assets	355,530	353,430
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	76,498	78,774
Other, net	107,300	109,497
Total property, plant and equipment	183,798	188,271
Intangible assets		
Goodwill	35,711	33,610
Other	44,811	44,814
Total intangible assets	80,522	78,425
Investments and other assets		
Investment securities	57,907	58,500
Other	78,207	77,491
Allowance for doubtful accounts	(5,267)	(5,254)
Total investments and other assets	130,847	130,737
Total non-current assets	395,168	397,434
Total assets	750,699	750,864

(Millions of yen)

	As of March 31, 2025	As of September 30, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	85,218	81,646
Short-term borrowings	11,895	18,045
Short-term bonds payable	31,985	28,988
Income taxes payable	5,348	6,852
Provision for bonuses	5,932	5,746
Other	36,668	43,349
Total current liabilities	177,049	184,629
Non-current liabilities		
Bonds payable	60,000	60,000
Convertible-bond-type bonds with share acquisition rights	100,472	100,412
Retirement benefit liability	7,331	7,876
Other	55,835	50,947
Total non-current liabilities	223,639	219,237
Total liabilities	400,689	403,866
Net assets		
Shareholders' equity		
Share capital	25,658	25,658
Capital surplus	18,343	18,365
Retained earnings	186,659	198,732
Treasury shares	(2,101)	(2,533)
Total shareholders' equity	228,560	240,223
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	12,451	15,306
Deferred gains or losses on hedges	(0)	(1)
Foreign currency translation adjustment	19,615	7,498
Remeasurements of defined benefit plans	8,562	8,053
Total accumulated other comprehensive income	40,628	30,857
Share acquisition rights	224	248
Non-controlling interests	80,595	75,668
Total net assets	350,009	346,997
Total liabilities and net assets	750,699	750,864

(2) Semi-annual Consolidated Statements of Income and Comprehensive Income

Semi-annual Consolidated Statement of Income

(Millions of yen)

	For the six months ended September 30, 2024	For the six months ended September 30, 2025
Net sales	294,057	289,223
Cost of sales	200,945	195,987
Gross profit	93,111	93,235
Selling, general and administrative expenses	66,774	68,909
Operating profit	26,336	24,326
Non-operating income		
Interest income	846	1,042
Dividend income	385	357
Share of profit of entities accounted for using equity method	2,609	2,573
Foreign exchange gains	-	1,921
Miscellaneous income	1,616	1,488
Total non-operating income	5,457	7,383
Non-operating expenses		
Interest expenses	1,464	1,405
Loss on abandonment of inventories	92	128
Foreign exchange losses	2,310	-
Loss on net monetary position	1,403	1,004
Miscellaneous expenses	526	566
Total non-operating expenses	5,798	3,104
Ordinary profit	25,996	28,606
Extraordinary income		
Gain on sale of non-current assets	96	388
Reversal of impairment loss	188	-
Gain on sale of investment securities	1,940	876
Total extraordinary income	2,225	1,265
Extraordinary losses		
Loss on sale and retirement of non-current assets	19	93
Impairment losses	-	680
Loss on valuation of investment securities	0	-
Loss on withdrawal from business	-	655
Extra payments for early retirements	4	489
Total extraordinary losses	24	1,918
Profit before income taxes	28,197	27,953
Income taxes	9,893	9,966
Profit	18,304	17,987
Profit attributable to non-controlling interests	2,619	1,799
Profit attributable to owners of parent	15,685	16,187

Semi-annual Consolidated Statement of Comprehensive Income

(Millions of yen)

	For the six months ended September 30, 2024	For the six months ended September 30, 2025
Profit	18,304	17,987
Other comprehensive income		
Valuation difference on available-for-sale securities	(2,608)	1,394
Deferred gains or losses on hedges	(0)	(1)
Foreign currency translation adjustment	18,335	(13,583)
Remeasurements of defined benefit plans, net of tax	(470)	(508)
Share of other comprehensive income of entities accounted for using equity method	2,442	(915)
Total other comprehensive income	17,697	(13,614)
Comprehensive income	36,002	4,372
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	31,014	6,416
Comprehensive income attributable to non-controlling interests	4,988	(2,043)

(3) Semi-annual Consolidated Statement of Cash Flows

(Millions of yen)

	For the six months ended September 30, 2024	For the six months ended September 30, 2025
Cash flows from operating activities		
Profit before income taxes	28,197	27,953
Depreciation	9,648	10,509
Impairment losses	-	680
Reversal of impairment loss	(188)	-
Amortization of goodwill	2,543	2,595
Increase (decrease) in allowance for doubtful accounts	31	(101)
Increase (decrease) in retirement benefit liability	(1,020)	(964)
Interest and dividend income	(1,232)	(1,400)
Interest expenses on borrowings and bonds	1,464	1,405
Share of loss (profit) of entities accounted for using equity method	(2,609)	(2,573)
Loss (gain) on sale of investment securities	(1,940)	(876)
Loss (gain) on valuation of investment securities	0	-
Loss (gain) on sale and retirement of non-current assets	(77)	(295)
Decrease (increase) in trade receivables	(12,729)	(14,397)
Decrease (increase) in inventories	(786)	1,400
Increase (decrease) in trade payables	242	(1,380)
Other, net	(1,099)	519
Subtotal	20,447	23,075
Interest and dividends received	5,359	5,414
Interest paid	(1,587)	(2,568)
Income taxes paid	(20,844)	(10,578)
Net cash provided by (used in) operating activities	3,375	15,342
Cash flows from investing activities		
Payments into time deposits	(5,153)	(4,131)
Proceeds from withdrawal of time deposits	3,224	4,754
Net decrease (increase) in short-term investment securities	2,830	3,118
Purchase of property, plant and equipment	(9,607)	(10,913)
Proceeds from sale of property, plant and equipment	175	663
Purchase of intangible assets	(2,927)	(2,220)
Purchase of investment securities	(11)	(183)
Proceeds from sale of investment securities	1,782	879
Purchase of shares of subsidiaries resulting in change in scope of consolidation	(19,400)	-
Loan advances	(28)	(31)
Proceeds from collection of loans receivable	33	29
Other, net	(268)	165
Net cash provided by (used in) investing activities	(29,351)	(7,869)

(Millions of yen)

	For the six months ended September 30, 2024	For the six months ended September 30, 2025
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	1,187	1,532
Proceeds from long-term borrowings	1,518	242
Repayments of long-term borrowings	(8,376)	(72)
Proceeds from issuance of bonds	231,981	202,915
Redemption of bonds	(150,986)	(205,912)
Purchase of treasury shares	(60,005)	(487)
Dividends paid	(4,629)	(4,980)
Dividends paid to non-controlling interests	(4,110)	(3,459)
Proceeds from share issuance to non-controlling shareholders	4,313	-
Purchase of shares of subsidiaries not resulting in change in scope of consolidation	(74)	(58)
Other, net	(1,072)	(855)
Net cash provided by (used in) financing activities	9,746	(11,137)
Effect of exchange rate change on cash and cash equivalents	4,841	(2,560)
Net increase (decrease) in cash and cash equivalents	(11,387)	(6,224)
Cash and cash equivalents at beginning of period	70,952	63,147
Cash and cash equivalents at end of period	59,564	56,923

Segment information

(1) Six months ended September 30, 2024 (April 1, 2024 - September 30, 2024)

Information about sales, profit and loss by reportable segment

(Millions of yen)

	Reportable segments						Other *1	Total	Adjustment *2	Consolidated *3
	Japan	India	Europe	Asia	Africa	Total				
Net sales										
(1) Sales to customers	81,890	75,325	76,311	33,530	21,541	288,599	5,457	294,057	—	294,057
(2) Intersegment sales and transfers	7,524	64	110	1,397	103	9,200	—	9,200	(9,200)	—
Total sales	89,414	75,389	76,421	34,928	21,645	297,799	5,457	303,257	(9,200)	294,057
Operating profit	10,148	8,464	1,981	3,132	1,617	25,343	1,000	26,343	(7)	26,336
Share of profit (loss) of entities accounted for using equity method	690	(56)	(1,238)	2,024	105	1,525	1,084	2,609	—	2,609
Segment profit	10,838	8,407	742	5,157	1,722	26,868	2,084	28,953	(7)	28,946

Notes:

- *1 The "Other" category includes business activities of subsidiaries and affiliates in the U.S., Mexico and other locations.
- *2 Adjustments for segment profit represent the elimination of intersegment transactions.
- *3 Segment profit is adjusted to reflect operating profit recorded in the Semi-annual Consolidated Statement of Income which is adjusted by share of profit (loss) of entities accounted for using equity method.
- *4 Reportable segments other than Japan include the following countries:
 India: India, Bangladesh, Nepal and other locations.
 Europe: Slovenia, Turkey, Austria and other locations.
 Asia: Indonesia, Thailand, China and other locations.
 Africa: South Africa, Uganda, Zimbabwe and other locations.

(2) Six months ended September 30, 2025 (April 1, 2025 - September 30, 2025)

Information about sales, profit and loss by reportable segment

(Millions of yen)

	Reportable segments						Other *1	Total	Adjustment *2	Consolidated *3
	Japan	India	Europe	Asia	Africa	Total				
Net sales										
(1) Sales to customers	79,948	70,165	79,222	32,777	22,573	284,687	4,535	289,223	—	289,223
(2) Intersegment sales and transfers	7,958	46	111	1,458	50	9,625	—	9,625	(9,625)	—
Total sales	87,907	70,212	79,333	34,236	22,623	294,313	4,535	298,848	(9,625)	289,223
Operating profit	10,033	7,301	1,332	3,136	2,178	23,982	342	24,324	1	24,326
Share of profit (loss) of entities accounted for using equity method	747	(37)	(820)	1,977	56	1,924	649	2,573	—	2,573
Segment profit	10,781	7,263	511	5,113	2,235	25,906	992	26,898	1	26,900

Notes:

- *1 The "Other" category includes business activities of subsidiaries and affiliates in the U.S., Mexico and other locations.
- *2 Adjustments for segment profit represent the elimination of intersegment transactions.
- *3 Segment profit is adjusted to reflect operating profit recorded in the Semi-annual Consolidated Statement of Income which is adjusted by share of profit (loss) of entities accounted for using equity method.
- *4 Reportable segments other than Japan include the following countries:
 India: India, Bangladesh, Nepal and other locations.
 Europe: Slovenia, Turkey, Austria and other locations.
 Asia: Indonesia, Thailand, China and other locations.
 Africa: South Africa, Uganda, Zimbabwe and other locations.