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May 14, 2026

Consolidated Financial Results for the Fiscal Year Ended March 31, 2026 (Under Japanese GAAP)

Company name: Gun-Ei Chemical Industry Co., Ltd.
Listing: Tokyo Stock Exchange
Securities code: 4229
URL: https://www.gunei-chemical.co.jp
Representative: Kiichiro Arita, President & CEO & Representative Director
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Scheduled date of annual general meeting of shareholders: June 26, 2026
Scheduled date to commence dividend payments: June 29, 2026
Scheduled date to file annual securities report: June 19, 2026
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: Yes (for institutional investors and analysts)

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

1. Consolidated financial results for the fiscal year ended March 31, 2026 (from April 1, 2025 to March 31, 2026)

(1) Consolidated operating results

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2026	31,307	2.5	2,567	12.0	2,959	9.0	1,973	2.8
March 31, 2025	30,545	0.8	2,293	(16.0)	2,716	(14.1)	1,920	(5.9)

Note: Comprehensive income For the fiscal year ended March 31, 2026: ¥5,876 million [163.5%]
For the fiscal year ended March 31, 2025: ¥2,230 million [(54.1)%]

	Basic earnings per share	Diluted earnings per share	Return on equity	Ratio of ordinary profit to total assets	Ratio of operating profit to net sales
Fiscal year ended	Yen	Yen	%	%	%
March 31, 2026	297.49	—	3.8	4.5	8.2
March 31, 2025	289.60	—	3.9	4.4	7.5

Reference: Share of profit (loss) of entities accounted for using equity method
For the fiscal year ended March 31, 2026: ¥ — million
For the fiscal year ended March 31, 2025: ¥ — million

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
March 31, 2026	68,012	56,853	80.3	8,234.98
March 31, 2025	63,018	51,731	78.9	7,499.57

Reference: Equity
As of March 31, 2026: ¥54,646 million
As of March 31, 2025: ¥49,745 million

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2026	4,582	(2,760)	(825)	10,681
March 31, 2025	4,330	(2,806)	(875)	9,536

2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Fiscal year ended March 31, 2025	—	50.00	—	50.00	100.00	663	34.5	1.3
Fiscal year ended March 31,2026	—	50.00	—	50.00	100.00	663	33.6	1.3
Fiscal year ending March 31, 2027 (Forecast)	—	—	—	—	—		—	

(Note) The dividend forecast for the fiscal year ending March 31, 2027 has not yet been determined.

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2027 (April 1, 2026 to March 31, 2027)

The consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2027 has not yet been determined due to the uncertain outlook arising from escalating tensions in the Middle East.
We will promptly disclose the forecast once it becomes reasonably determinable.

*** Notes**

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

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

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

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

(iii) Changes in accounting estimates: None

(iv) Restatement: None

(3) Number of issued shares (common shares)

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

As of March 31, 2026	8,998,308 shares
As of March 31, 2025	8,998,308 shares

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

As of March 31, 2026	2,362,359 shares
As of March 31, 2025	2,365,148 shares

(iii) Average number of shares outstanding during the period

Fiscal year ended March 31, 2026	6,635,295 shares
Fiscal year ended March 31, 2025	6,632,209 shares

[Reference] Overview of non-consolidated financial results

1. Non-consolidated financial results for the fiscal year ended March 31, 2026 (from April 1, 2025 to March 31, 2026)

(1) Non-consolidated operating results

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2026	25,691	2.0	1,877	(2.7)	2,434	0.1	1,780	(3.0)
March 31, 2025	25,181	(0.8)	1,929	(15.9)	2,433	(14.2)	1,835	(1.2)

	Basic earnings per share	Diluted earnings per share
Fiscal year ended	Yen	Yen
March 31, 2026	268.33	—
March 31, 2025	276.71	—

(2) Non-consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
March 31, 2026	61,329	51,873	84.6	7,817.03
March 31, 2025	56,961	47,373	83.2	7,141.91

Reference: Equity

As of March 31, 2026: ¥51,873 million

As of March 31, 2025: ¥47,373 million

* Financial results reports are exempt from audit conducted by certified public accountants or an audit firm.

* Proper use of earnings forecasts, and other special matters

  The forecasts given in this document are based on the current available information in the company and certain reasonable assumptions to the company. And we don’t commit to achieve these forecasting numbers. Actual results may differ from these forecasts by a variety of reasons.

Gun Ei Chemical Industry Co., Ltd.

Consolidated Financial Statements

Consolidated balance sheets

As of March 31, 2025 and 2026

Unit : Millions of yen

	March 31, 2025	March 31, 2026
Assets		
Current assets		
Cash and deposits	9,251	10,196
Notes and accounts receivable-trade	7,091	6,841
Electronically recorded monetary claims - operating	1,174	1,214
Short-term investment securities	1,698	1,492
Merchandise and finished goods	2,500	2,331
Work in process	876	1,047
Raw materials and supplies	2,379	1,978
Other	314	261
Allowance for doubtful accounts	(1)	(4)
Total current assets	25,285	25,359
Non-current assets		
Property, plant and equipment		
Buildings and structures	24,386	25,008
Accumulated depreciation and impairment loss	(18,124)	(18,581)
Buildings and structures, net	6,262	6,427
Machinery, equipment and vehicles	36,810	38,743
Accumulated depreciation and impairment loss	(33,301)	(34,289)
Machinery, equipment and vehicles, net	3,508	4,454
Land	7,961	7,989
Lease assets	924	895
Accumulated depreciation and impairment loss	(215)	(272)
Lease assets, net	708	623
Construction in progress	3,595	4,105
Other	3,494	3,663
Accumulated depreciation and impairment loss	(3,036)	(3,142)
Other, net	457	520
Total property, plant and equipment	22,494	24,120
Intangible assets		
Other	153	204
Total intangible assets	153	204
Investments and other assets		
Investment securities	13,211	16,035
Retirement benefit asset	488	639
Deferred tax assets	49	63
Other	1,413	1,665
Allowance for doubtful accounts	(78)	(75)
Total investments and other assets	15,084	18,327
Total non-current assets	37,732	42,653
Total assets	63,018	68,012

Unit : Millions of yen

	March 31, 2025	March 31, 2026
Liabilities		
Current liabilities		
Accounts payable-trade	4,385	4,077
Accounts payable-other	3,146	1,597
Income taxes payable	370	400
Provision for bonuses	386	400
Other	148	181
Total current liabilities	8,438	6,657
Non-current liabilities		
Lease obligations	735	665
Deferred tax liabilities	1,527	3,142
Provision for environmental measures	5	5
Provision for assets removal	22	22
Retirement benefit liability	125	147
Other	432	518
Total non-current liabilities	2,848	4,502
Total liabilities	11,287	11,159
Net assets		
Shareholders' equity		
Capital stock	5,000	5,000
Capital surplus	25,650	25,650
Retained earnings	20,637	21,948
Treasury shares	(6,215)	(6,208)
Total shareholders' equity	45,072	46,389
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3,609	6,985
Foreign currency translation adjustment	868	1,028
Remeasurements of defined benefit plans	195	243
Total accumulated other comprehensive income	4,673	8,257
Non-controlling interests	1,985	2,206
Total net assets	51,731	56,853
Total liabilities and net assets	63,018	68,012

Consolidated Statements of income and statements of comprehensive income

Consolidated Statements of income

For the fiscal year ended March 31, 2025 and 2026

Unit : Millions of yen

	April 2024 - March 2025	April 2025 - March 2026
Net sales	30,545	31,307
Cost of sales	24,019	24,243
Gross profit	6,525	7,064
Selling, general and administrative expenses	4,232	4,496
Operating income	2,293	2,567
Non-operating income		
Interest income	108	108
Dividends income	245	295
Other	93	103
Total non-operating income	447	506
Non-operating expenses		
Interest expenses	14	14
Foreign exchange losses	-	80
Compensation for damage	-	13
Other	9	4
Total non-operating expenses	24	113
Ordinary income	2,716	2,959
Extraordinary income		
Gain on sale of non-current assets	20	-
Gain on sale of investment securities	10	-
Gain on insurance claims	-	15
Other	0	-
Total extraordinary income	30	15
Extraordinary losses		
Loss on disposal of non-current assets	34	59
Total extraordinary losses	34	59
Income before income taxes	2,711	2,916
Income taxes-current	601	695
Income taxes-deferred	54	42
Total income taxes	656	737
Profit	2,055	2,179
Profit attributable to non-controlling interests	134	205
Profit attributable to owners of parent	1,920	1,973

Consolidated Statements of comprehensive income

For the fiscal year ended March 31, 2025 and 2026

Unit : Millions of yen

	April 2024 - March 2025	April 2025 - March 2026
Profit	2,055	2,179
Other comprehensive income		
Valuation difference on available-for-sale securities	(369)	3,376
Foreign currency translation adjustment	509	274
Remeasurements of defined benefit plans, net of tax	35	45
Total other comprehensive income	175	3,696
Comprehensive income	2,230	5,876
(Comprehensive income attributable to)		
Comprehensive income attributable to owners of the parent	1,898	5,557
Comprehensive income attributable to non-controlling interests	331	318

For the fiscal year ended March 31, 2025

(Unit : Millions of yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at the beginning of the period	5,000	25,647	19,413	(6,225)	43,835
Changes of items during the period					
Dividends from surplus			(696)		(696)
Profit attributable to owners of parent			1,920		1,920
Purchase of treasury shares				(2)	(2)
Disposal of treasury shares		2		11	14
Net changes in items other than shareholders' equity					
Total changes of items during the period	-	2	1,224	9	1,237
Balance at the end of the period	5,000	25,650	20,637	(6,215)	45,072

	Accumulated other comprehensive income			Non-controlling interests
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	
Balance at the beginning of the period	3,979	555	160	1,750
Changes of items during the period				
Dividends from surplus				
Profit attributable to owners of parent				
Purchase of treasury shares				
Disposal of treasury shares				
Net changes in items other than shareholders' equity	(370)	313	35	235
Total changes of items during the period	(370)	313	35	235
Balance at the end of the period	3,609	868	195	1,985

For the fiscal year ended March 31, 2026

(Unit : Millions of yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at the beginning of the period	5,000	25,650	20,637	(6,215)	45,072
Changes of items during the period					
Dividends from surplus			(663)		(663)
Profit attributable to owners of parent			1,973		1,973
Purchase of treasury shares				(2)	(2)
Disposal of treasury shares		0		9	10
Net changes in items other than shareholders' equity					
Total changes of items during the period	-	0	1,310	6	1,317
Balance at the end of the period	5,000	25,650	21,948	(6,208)	46,389

	Accumulated other comprehensive income			Non-controlling interests
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	
Balance at the beginning of the period	3,609	868	195	1,985
Changes of items during the period				
Dividends from surplus				
Profit attributable to owners of parent				
Purchase of treasury shares				
Disposal of treasury shares				
Net changes in items other than shareholders' equity	3,375	160	47	220
Total changes of items during the period	3,375	160	47	220
Balance at the end of the period	6,985	1,028	243	2,206

Consolidated Statements of Cash Flows

For the fiscal year ended March 31, 2025 and 2026

Unit : Millions of yen

	April 2024 - March 2025	April 2025 - March 2026
Net cash provided by (used in) operating activities		
Income before income taxes	2,711	2,916
Depreciation	1,692	1,831
Increase (decrease) in net defined benefit liability	13	13
Interest and dividends income	(353)	(403)
Interest expenses	14	14
Decrease (increase) in notes and accounts receivable-trade	554	277
Decrease (increase) in inventories	177	423
Increase (decrease) in notes and accounts payable - trade	27	(322)
Other, net	(193)	126
Subtotal	4,643	4,877
Interest and dividends income received	325	394
Interest expenses paid	(14)	(14)
Income taxes paid	(623)	(674)
Net cash provided by (used in) operating activities	4,330	4,582
Net cash provided by (used in) investing activities		
Decrease (increase) in time deposits	107	500
Purchase of securities	(700)	-
Proceeds from sale and redemption of securities	717	1,400
Purchase of property, plant and equipment	(2,951)	(5,173)
Purchase of investment securities	(1,806)	(698)
Proceeds from sales and redemption of investment securities	1,844	1,300
Other, net	(17)	(89)
Net cash provided by (used in) investing activities	(2,806)	(2,760)
Net cash provided by (used in) financing activities		
Net decrease (increase) in treasury shares	(2)	(2)
Cash dividends paid	(694)	(661)
Dividends paid to non-controlling interests	(96)	(98)
Repayments of lease liabilities	(83)	(63)
Net cash provided by (used in) financing activities	(875)	(825)
Effect of exchange rate change on cash and cash equivalents	274	148
Net increase (decrease) in cash and cash equivalents	923	1,144
Cash and cash equivalents at beginning of period	8,613	9,536
Cash and cash equivalents at end of period	9,536	10,681