

Consolidated Financial Results for the First Quarter Ended June 30, 2026
(International Financial Reporting Standards)

Company Name: LIXIL CORPORATION

Code Number: 5938

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Stock Listings: Tokyo, Nagoya

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Scheduled date to commence dividend payments: —

Preparation of supplementary material on financial results: Yes

Holding of financial results briefing: Yes (For investment analysts and institutional investors)

(Amounts less than one million Japanese yen are rounded)

1. Consolidated Financial Results for the Q1 of FY Ending March, 2027 (April 1 through June 30, 2026)

(1) Consolidated Operating Results

(Percentages indicate year-on-year changes)

	Revenue		Core earnings		Operating profit		Profit before tax		Profit	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	%
FYE 2027 Q1	379,212	4.0	1,690	-81.3	1,762	-74.3	-881	—	-3,586	—
FYE 2026 Q1	364,680	-1.4	9,014	—	6,844	—	3,512	—	-476	—

	Profit attributable to owners of the parent		Total comprehensive income		Basic earnings per share	Diluted earnings per share
	Million yen	%	Million yen	%	Yen	Yen
FYE 2027 Q1	-3,507	—	1,181	-88.3	-12.20	-12.20
FYE 2026 Q1	-909	—	10,130	-51.2	-3.17	-3.17

Note: Core earnings is calculated by deducting the cost of sales and selling, general and administrative expenses (SG&A) from revenue.

(2) Consolidated Financial Position

	Total assets	Total equity	Equity attributable to owners of the parent	Ratio of equity attributable to owners of the parent to total assets
	Million yen	Million yen	Million yen	%
FYE 2027 Q1	1,930,705	656,709	653,245	33.8
FYE 2026	1,883,927	668,361	664,838	35.3

2. Cash Dividends

	Annual dividends per share				
	End of Q1	End of Q2	End of Q3	End of period	For the year
	Yen	Yen	Yen	Yen	Yen
FYE 2026	—	45.00	—	45.00	90.00
FYE 2027	—				
FYE 2027 (forecast)		45.00	—	45.00	90.00

Note: Revision of dividends forecast after the recent announcement: None

3. Consolidated Forecast for the FY Ending March, 2027 (April 1, 2026 through March 31, 2027)

(Percentages indicate year-on-year changes)

	Revenue		Core earnings		Operating profit		Profit before tax		Profit for the year	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	%
FYE 2027	1,600,000	5.9	45,000	16.9	37,500	32.0	25,000	59.2	12,000	36.8

	Profit for the year attributable to owners of the parent		Basic earnings per share
	Million yen	%	Yen
FYE 2027	12,000	47.4	41.75

Note: Revision of consolidated operating performance forecast after the recent announcement: None

*** Notes**

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

Newly consolidated company: None

Excluded company: None

(2) Changes in accounting policies and accounting estimate

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

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

(iii) Changes in accounting estimate: None

(3) Outstanding shares (Common shares)

(i) Outstanding shares including treasury shares	(June 30, 2026)	287,640,830	shares	(FY ended March 31, 2026)	287,514,957	shares
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(ii) Treasury shares	(June 30, 2026)	72,556	shares	(FY ended March 31, 2026)	71,473	shares
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(iii) Average number of shares during three months (Apr - Jun)	(June 30, 2026)	287,505,931	shares	(June 30, 2025)	287,348,974	shares
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* Review of the Japanese-language originals of the quarterly consolidated financial statements by certified public accountants or an audit firm: None

* Proper use of earnings forecasts, and other special matters

(Cautionary statements with respect to forward-looking statements)

Performance forecast and other forward-looking statements contained in this report are based on information currently available and on certain assumptions deemed rational at the time of this report's release. Due to various circumstances, however, actual results may differ significantly from such statements.

(How to access supplementary financial results material)

The financial results presentation material "Q1 Results for the Fiscal Year Ending March 31, 2027 (IFRS) (From April 1, 2026 to June 30, 2026)" has been posted on TDnet and the Company's website on July 31, 2026.

(Quarterly consolidated financial results with the interim review report)

After the review of the Japanese-language originals of the quarterly consolidated financial statements by certified public accountants or an audit firm is completed, we plan to disclose the quarterly financial results with the review report attached.

Scheduled date of disclosure: August 7, 2026

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1. Overview of Operating Results

An overview of operating results and financial position for the three months ended June 30, 2026 is presented in the supplementary financial results material.

The supplementary financial results material "Q1 Results for the Fiscal Year Ending March 31, 2027 (IFRS) (From April 1, 2026 to June 30, 2026)" has been posted on TDnet and the Company's website on July 31, 2026.

2. Consolidated Financial Statements

(1) Consolidated Statement of Financial Position

(Unit: Millions of yen)

	As of March 31, 2026		End of Q1 (As of June 30, 2026)	
ASSETS				
Current assets:				
Cash and cash equivalents	Y	115,624	Y	133,078
Trade and other receivables		289,172		285,425
Inventories		261,359		269,356
Contract assets		18,345		18,485
Income taxes receivable		2,081		3,617
Other financial assets		7,923		32,555
Other current assets		21,526		26,084
Subtotal		716,030		768,600
Assets held for sale		2,919		2,503
Total current assets		718,949		771,103
Non-current assets:				
Property, plant and equipment		363,757		360,631
Right-of-use assets		65,951		66,017
Goodwill and other intangible assets		593,241		597,230
Investment property		1,912		1,903
Investments accounted for using the equity method		9,931		9,416
Other financial assets		51,692		44,636
Deferred tax assets		75,788		77,115
Other non-current assets		2,706		2,654
Total non-current assets		1,164,978		1,159,602
Total assets	Y	1,883,927	Y	1,930,705

(Unit: Millions of yen)

	As of March 31, 2026		End of Q1 (As of June 30, 2026)	
LIABILITIES AND EQUITY				
LIABILITIES				
Current liabilities:				
Trade and other payables	Y	244,786	Y	235,210
Bonds and borrowings		163,201		190,729
Lease liabilities		21,234		20,609
Contract liabilities		10,552		12,672
Income taxes payable		11,673		11,973
Other financial liabilities		4,901		5,211
Provisions		2,950		3,819
Other current liabilities		101,190		100,439
Total current liabilities		560,487		580,662
Non-current liabilities:				
Bonds and borrowings		416,680		452,142
Lease liabilities		46,097		45,099
Other financial liabilities		28,359		28,884
Net defined benefit liabilities		76,732		79,730
Provisions		8,454		8,221
Deferred tax liabilities		72,148		72,278
Other non-current liabilities		6,609		6,980
Total non-current liabilities		655,079		693,334
Total liabilities		1,215,566		1,273,996
EQUITY				
Share capital		68,807		68,917
Capital surplus		221,753		221,747
Treasury shares		-147		-149
Other components of equity		174,994		181,267
Retained earnings		199,431		181,463
Equity attributable to owners of the parent		664,838		653,245
Non-controlling interests		3,523		3,464
Total equity		668,361		656,709
Total liabilities and equity	Y	1,883,927	Y	1,930,705

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

(Unit: Millions of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Revenue	Y 364,680	Y 379,212
Cost of sales	-239,916	-254,772
GROSS PROFIT	124,764	124,440
Selling, general and administrative expenses	-115,750	-122,750
Other income	2,367	1,984
Other expenses	-4,537	-1,912
OPERATING PROFIT	6,844	1,762
Finance income	1,169	1,193
Finance costs	-4,445	-3,411
Share of profit (loss) of associates accounted for using the equity method	-56	-425
PROFIT (LOSS) BEFORE TAX	3,512	-881
Income tax expenses	-3,988	-2,705
LOSS	-476	-3,586
Profit (loss) for the year attributable to:		
Owners of the parent	-909	-3,507
Non-controlling interests	433	-79
Loss	Y -476	Y -3,586
Loss per share (Unit: Yen)		
Basic (yen per share)	-3.17	-12.20
Diluted (yen per share)	-3.17	-12.20

Consolidated Statement of Comprehensive Income

(Unit: Millions of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
LOSS	Y -476	Y -3,586
OTHER COMPREHENSIVE INCOME		
Items that will not be reclassified subsequently to profit or loss		
Net fair value gain (loss) on equity instruments measured through other comprehensive income	558	-1,340
Remeasurements of defined benefit pension plans	-21	-1,526
Total of items that will not be reclassified to profit or loss	537	-2,866
Items that may be reclassified subsequently to profit or loss		
Exchange differences on translation of foreign operations	8,964	7,943
Net fair value gain (loss) on hedging instruments entered into for cash flow hedges	997	-329
Share of other comprehensive income of associates accounted for using the equity method	108	19
Total items that may be reclassified subsequently to profit or loss	10,069	7,633
Other comprehensive income, net of tax	10,606	4,767
TOTAL COMPREHENSIVE INCOME	10,130	1,181
Profit for the year attributable to:		
Owners of the parent	9,679	1,240
Non-controlling interests	451	-59
TOTAL COMPREHENSIVE INCOME	Y 10,130	Y 1,181

(3) Consolidated Statement of Changes in Equity

(Unit: Millions of yen)

	Equity attributable to owners of the parent						
	Share capital	Capital surplus	Treasury shares	Other components of equity			
				Net fair value gain (loss) on equity instruments measured through other comprehensive income	Remeasurements of defined benefit pension plans	Exchange differences on translation of foreign operations	Net fair value gain (loss) on hedging instruments entered into for cash flow hedges
BALANCE AS OF APRIL 1, 2025	68,654	221,587	-138	16,295	—	104,296	558
Loss	—	—	—	—	—	—	—
Other comprehensive income	—	—	—	558	-21	8,946	997
Total comprehensive income	—	—	—	558	-21	8,946	997
Purchase of treasury shares	—	—	-1	—	—	—	—
Disposal of treasury shares	—	-0	0	—	—	—	—
Share-based payment transactions	133	-67	—	—	—	—	—
Dividends	—	—	—	—	—	—	—
Transfers from other components of equity to retained earnings	—	—	—	-4	21	—	—
Total transactions with owners	133	-67	-1	-4	21	—	—
BALANCE AS OF JUNE 30, 2025	68,787	221,520	-139	16,849	—	113,242	1,555
BALANCE AS OF APRIL 1, 2026	68,807	221,753	-147	12,773	—	160,228	1,706
Loss	—	—	—	—	—	—	—
Other comprehensive income	—	—	—	-1,340	-1,526	7,923	-329
Total comprehensive income	—	—	—	-1,340	-1,526	7,923	-329
Purchase of treasury shares	—	—	-2	—	—	—	—
Disposal of treasury shares	—	-0	0	—	—	—	—
Share-based payment transactions	110	-6	—	—	—	—	—
Dividends	—	—	—	—	—	—	—
Transfers from other components of equity to retained earnings	—	—	—	—	1,526	—	—
Total transactions with owners	110	-6	-2	—	1,526	—	—
BALANCE AS OF JUNE 30, 2026	68,917	221,747	-149	11,433	—	168,151	1,377

(Unit: Millions of yen)

	Equity attributable to owners of the parent				Non-controlling interests	Total equity
	Other components of equity		Retained earnings	Total		
	Other	Total				
BALANCE AS OF APRIL 1, 2025	-3	121,146	206,637	617,886	2,184	620,070
Loss	—	—	-909	-909	433	-476
Other comprehensive income	108	10,588	—	10,588	18	10,606
Total comprehensive income	108	10,588	-909	9,679	451	10,130
Purchase of treasury shares	—	—	—	-1	—	-1
Disposal of treasury shares	—	—	—	0	—	0
Share-based payment transactions	—	—	—	66	—	66
Dividends	—	—	-12,927	-12,927	—	-12,927
Transfers from other components of equity to retained earnings	—	17	-17	—	—	—
Total transactions with owners	—	17	-12,944	-12,862	—	-12,862
BALANCE AS OF JUNE 30, 2025	105	131,751	192,784	614,703	2,635	617,338
BALANCE AS OF APRIL 1, 2026	287	174,994	199,431	664,838	3,523	668,361
Loss	—	—	-3,507	-3,507	-79	-3,586
Other comprehensive income	19	4,747	—	4,747	20	4,767
Total comprehensive income	19	4,747	-3,507	1,240	-59	1,181
Purchase of treasury shares	—	—	—	-2	—	-2
Disposal of treasury shares	—	—	—	0	—	0
Share-based payment transactions	—	—	—	104	—	104
Dividends	—	—	-12,935	-12,935	—	-12,935
Transfers from other components of equity to retained earnings	—	1,526	-1,526	—	—	—
Total transactions with owners	—	1,526	-14,461	-12,833	—	-12,833
BALANCE AS OF JUNE 30, 2026	306	181,267	181,463	653,245	3,464	656,709

(4) Consolidated Statement of Cash Flows

(Unit: Millions of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
OPERATING ACTIVITIES:		
Profit (loss) before tax	3,512	-881
Depreciation and amortization	20,342	20,949
Interest and dividend income	-1,116	-1,051
Interest expense	2,763	3,226
Gain from remeasurement relating to application of the equity method	-1,614	—
Share of (profit) loss of associates accounted for using the equity method	56	425
Gain on disposal of assets held for sale	—	-1,227
Losses (gains) on disposal of property, plant and equipment	120	269
Decrease (increase) in trade and other receivables	4,686	5,691
Decrease (increase) in inventories	-4,518	-6,029
(Decrease) increase in trade and other payables	-7,024	-9,473
(Decrease) increase in net defined benefit liabilities	41	2,276
Other	8,751	-738
Subtotal	25,999	13,437
Interest received	454	550
Dividends received	760	611
Interest paid	-2,388	-2,281
Income taxes paid	-5,318	-4,331
Net cash generated by operating activities	Y 19,507	Y 7,986
INVESTING ACTIVITIES:		
Purchase of property, plant and equipment	-5,894	-8,509
Proceeds from disposal of property, plant and equipment	172	265
Purchase of intangible assets	-2,431	-2,171
Proceeds from disposal of investment property	7	949
Purchase of investments	-51,997	-120,988
Proceeds from sale and redemption of investments	52,077	100,987
Decrease (increase) in time deposits	-885	-5,209
Other	-275	206
Net cash used in investing activities	Y -9,226	Y -34,470
FINANCING ACTIVITIES:		
Dividends paid	-12,927	-12,935
(Decrease) increase in short-term borrowings and commercial paper	-13,876	40,401
Proceeds from long-term borrowings	8,219	10,000
Repayment of long-term borrowings	—	-13,909
Proceeds from issuance of bonds	—	24,888
Lease liabilities paid	-5,950	-5,926
Other	-2	-1
Cash flows from financing activities	Y -24,536	Y 42,518
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	-14,255	16,034
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	123,527	115,624
EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH AND CASH EQUIVALENTS HELD IN FOREIGN CURRENCIES	-606	1,420
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	Y 108,666	Y 133,078

(5) Notes related to Financial Statements

(Applied Framework for Financial Reporting)

The Company's quarterly consolidated financial statements have been prepared in accordance with Article 5, Paragraph 2 of the Standards for the Preparation of Quarterly Financial Statements of Tokyo Stock Exchange, Inc. and Nagoya Stock Exchange, Inc. (however, omission of description specified in Article 5, Paragraph 5 of the said standards is applied), and some of disclosure items and notes required by IAS 34 "Interim Financial Reporting" are omitted.

(Notes related to Going Concern Assumptions)

Not applicable.

(Segment Information)

1. Description of Reportable Segments

The Group's reportable segments are those for which discrete financial information is available among the Group's constituent units and regular evaluation by the Board of Directors is performed in order to decide how resources are allocated and performance is assessed.

The Group is managed based on three reportable segments consisting of the "Water Technology Business", the "Housing Technology Business" and the "Living Business" with the performance of their respective business units reported to the Board of Executive Officers or Board of Directors.

The "Water Technology Business" includes manufacturing and sales of sanitaryware, faucets, bathroom fixtures, and other items. The "Housing Technology Business" includes manufacturing and sales of sashes, doors, shutters, curtain walls, and other items and provides services such as proposals for housing solutions and management of real estate. The "Living Business" includes manufacturing and sales of kitchen, vanity and wooden interior materials.

2. Methods of measurement for the amounts of revenue and profit or loss for each reportable segment

The accounting policies of each reportable segment are consistent with those for the preparation of the consolidated financial statements. Profit or loss for reportable segments is presented on the basis of core earnings or losses. Intersegment revenue or transfers are determined based on market prices.

3. Information on the amounts of revenue, profit or loss, and other items for each reportable segment

For the three months ended June 30, 2025 (April 1 through June 30, 2025)

(Unit: Millions of yen)

	Reportable Segments			Total	Reconciliations (Note 2)	Consolidated
	Water Technology Business	Housing Technology Business	Living Business			
Revenue						
Revenue from external customers	Y 192,683	Y 126,694	Y 45,303	Y 364,680	Y —	Y 364,680
Intersegment revenue or transfers	542	1,551	5,980	8,073	-8,073	—
Total	193,225	128,245	51,283	372,753	-8,073	364,680
Segment profit (Note 1)	10,619	6,059	2,155	18,833	-9,819	9,014
Other income						2,367
Other expenses						-4,537
Operating profit						6,844
Finance income						1,169
Finance costs						-4,445
Share of loss of associates accounted						-56
Profit before tax						3,512

For the three months ended June 30, 2026 (April 1 through June 30, 2026)

(Unit: Millions of yen)

	Reportable Segments			Total	Reconciliations (Note 2)	Consolidated
	Water Technology Business	Housing Technology Business	Living Business			
Revenue						
Revenue from external customers	Y 209,658	Y 123,363	Y 46,191	Y 379,212	Y —	Y 379,212
Intersegment revenue or transfers	589	1,379	5,966	7,934	-7,934	—
Total	210,247	124,742	52,157	387,146	-7,934	379,212
Segment profit (loss) (Note 1)	10,706	-390	1,318	11,634	-9,944	1,690
Other income						1,984
Other expenses						-1,912
Operating profit						1,762
Finance income						1,193
Finance costs						-3,411
Share of loss of associates accounted						-425
Loss before tax						-881

(Notes)

1. Segment profit (loss) is core earnings which are defined as revenue less cost of sales and selling, general and administrative expenses.
2. A process of Segment profit (loss) reconciliations takes place for Company expenses that are not allocated to reportable segments. These expenses primarily represent costs associated with administrative departments, including Human Resources, General Affairs, Finance and other departments of the Company.