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August 14, 2026

## Consolidated Financial Results for the Six Months Ended June 30, 2026 (Under Japanese GAAP)



Company name: KEIWA Incorporated

Listing: Tokyo Stock Exchange

Securities code: 4251

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President and Representative Director

Operating Officer, General Manager of Finance Department

Scheduled date to file semiannual securities report: August 14, 2026

Scheduled date to commence dividend payments: -

Preparation of supplementary material on financial results: Yes

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

(Amounts of less than one million yen are rounded down.)

### 1. Consolidated Financial Results for the Six Months Ended June 30, 2026 (from January 1, 2026 to June 30, 2026)

#### (1) Consolidated Operating Results (cumulative)

(% indicate year-on-year changes.)

|                                | Net sales   |     | Operating income |        | Ordinary income |        | Profit attributable to owners of parent |        |
|--------------------------------|-------------|-----|------------------|--------|-----------------|--------|-----------------------------------------|--------|
|                                | Million yen | %   | Million yen      | %      | Million yen     | %      | Million yen                             | %      |
| Six months ended June 30, 2026 | 10,537      | 6.3 | 1,898            | (15.5) | 2,021           | 3.1    | 1,410                                   | 103.3  |
| June 30, 2025                  | 9,913       | 2.8 | 2,247            | 8.9    | 1,960           | (23.6) | 693                                     | (56.0) |

Note: Comprehensive income For the Six months ended June 30, 2026: ¥ 1,704 million [ 237.5%]  
For the Six months ended June 30, 2025: ¥ 505 million [ (73.7) %]

|                                | Earnings per share | Diluted earnings per share |
|--------------------------------|--------------------|----------------------------|
|                                | Yen                | Yen                        |
| Six months ended June 30, 2026 | 76.21              | -                          |
| June 30, 2025                  | 37.14              | -                          |

(Note) Diluted earnings per share is not shown in the above table, as there are no residual shares.

#### (2) Consolidated Financial Position

|                     | Total assets | Net assets  | Equity-to-asset ratio |
|---------------------|--------------|-------------|-----------------------|
|                     | Million yen  | Million yen | %                     |
| As of June 30, 2026 | 31,029       | 24,843      | 80.1                  |
| December 31, 2025   | 30,946       | 23,864      | 77.1                  |

Reference: Equity

As of June 30, 2026: ¥ 24,843 million  
As of December 31, 2025: ¥ 23,864 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 December 31, 2025             | -                          | 0.00            | -               | 40.00           | 40.00 |
| Fiscal year ending December 31, 2026            | -                          | 0.00            |                 |                 |       |
| Fiscal year ending December 31, 2026 (Forecast) |                            |                 | -               | 50.00           | 50.00 |

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

## 3. Consolidated Financial Result Forecasts for the Fiscal Year Ending December 31, 2026 (from January 1, 2026 to December 31, 2026)

(% indicate year-on-year changes.)

|           | Net sales   |     | Operating income |        | Ordinary income |        | Profit attributable to owners of parent |       | Earnings per share |
|-----------|-------------|-----|------------------|--------|-----------------|--------|-----------------------------------------|-------|--------------------|
|           | Million yen | %   | Million yen      | %      | Million yen     | %      | Million yen                             | %     | Yen                |
| Full year | 20,877      | 2.0 | 2,842            | (33.7) | 2,968           | (30.0) | 2,055                                   | (9.4) | 111.14             |

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

### \* Notes

(1) Significant changes in the scope of consolidation during the six months ended June 30, 2026: Yes

Newly included: 1 companies( KEIWA Germany GmbH )  
Excluded: - companies( )

(2) Accounting policies adopted specially for preparation of semiannual consolidated financial statements: None

(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) Total number of issued shares (common shares)

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

|                         |                   |
|-------------------------|-------------------|
| As of June 30, 2026     | 19,285,152 shares |
| As of December 31, 2025 | 19,285,152 shares |

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

|                         |                |
|-------------------------|----------------|
| As of June 30, 2026     | 778,002 shares |
| As of December 31, 2025 | 789,621 shares |

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

|                                |                   |
|--------------------------------|-------------------|
| Six months ended June 30, 2026 | 18,501,341 shares |
| Six months ended June 30, 2025 | 18,674,547 shares |

\* These Semiannual Consolidated Financial Results are exempt from review conducted by certified public accountants and audit corporations.

\* Proper use of earnings forecasts, and other special matters

The forecasts contained herein are based on future projections and plans, incorporate uncertainties, and are subject to change. Therefore, they do not constitute a promise by the Company to achieve the forecast results. Actual results may differ significantly from the Company's forecasts at present.

## Table of Contents

|                                                                                                       |    |
|-------------------------------------------------------------------------------------------------------|----|
| 1. Overview of Business Results, Etc. ....                                                            | 2  |
| (1) Overview of Business Results for FY2026 1st Half ....                                             | 2  |
| (2) Overview of Financial Position for FY2026 1st Half ....                                           | 3  |
| (3) Explanation of Consolidated Financial Results Forecast and Other Forward-looking Information .... | 3  |
| 2. Semiannual Consolidated Financial Statements and Principal Notes ....                              | 4  |
| (1) Semiannual Consolidated Balance Sheets ....                                                       | 4  |
| (2) Semiannual Consolidated Statements of Income and Comprehensive Income ....                        | 6  |
| Semiannual Consolidated Statements of Income ....                                                     | 6  |
| Semiannual Consolidated Statements of Comprehensive Income ....                                       | 7  |
| (3) Semiannual Consolidated Statements of Cash Flows ....                                             | 8  |
| (4) Notes to Semiannual Consolidated Financial Statements ....                                        | 9  |
| (Notes on Going Concern Assumption) ....                                                              | 9  |
| (Notes in case of Significant Changes in Shareholders' Equity) ....                                   | 9  |
| (Changes in Accounting Policies) ....                                                                 | 9  |
| (Notes to Semiannual Consolidated Statement of Income) ....                                           | 9  |
| (Segment Information, Etc.) ....                                                                      | 10 |
| (Revenue recognition) ....                                                                            | 11 |

## 1. Overview of Business Results, Etc.

### (1) Overview of Business Results for FY2026 1st Half

During FY2026 1st Half (Six months ended June 30, 2026,) the Japanese economy maintained a moderate recovery trend, with domestic demand remains firm as signs of recovery were seen in capital investment and personal consumption supported by improvements in employment and income conditions and the effects of various policy measures. Meanwhile, some effects were observed, including upward pressure on domestic prices from factors such as the future price movements, developments in U.S. trade policy, and rising energy prices, particularly crude oil prices, amid heightened tensions in the Middle East. However, despite signs of a recent easing of tension, the outlook remains uncertain due to energy prices remaining at high level, future price movements, developments in U.S. trade policy, and the expected impact on financial and capital markets.

With regard to the business environment surrounding KEIWA Incorporated (the “Company”), although the PC market remained strong, concerns regarding the outlook have further intensified with rising PC sales prices and a decline in shipments expected due to the global memory shortage and soaring prices. In the automotive market, uncertainty also persists, with the impact of pull-forward demand ahead of additional tariffs in the same period of the previous year and sales of new vehicles in U.S. declining due to rising vehicle prices and increased related expenses. Furthermore, in response to rising crude oil prices caused by the growing tensions in the Middle East, the prices of resin and organic solvents, which are the Company’s main raw materials, as well as energy such as fuel have risen significantly.

Under these circumstances, the Company leveraged its overseas bases, which it has expanded as a foundation for global business development, and worked to promote sales of high value-added products, including optical products mainly for high-end notebook PCs, tablets, automotive applications, as well as specialty film products for clean energy vehicles. The Company also worked to acquire new overseas customers in the polyurethane foam process paper market. In addition, the Company worked to improve productivity and strengthen cost competitiveness, while promoting R&D activities for future growth.

As a result, on a consolidated basis, net sales for FY2026 1st Half increased by 6.3% year-on-year to ¥10,537 million, Operating income decreased by 15.5% year-on-year to ¥1,898 million, Ordinary income increased by 3.1% year-on-year to ¥2,021 million and Profit attributable to owners of parent increased by 103.3% year-on-year to ¥1,410 million.

Business results for each segment were as follows.

#### Optical Products Segment

For notebook PCs and tablets field, sales of OPALUS, the diffusion film for conventional LCDs and OPASUKI, the composite diffusion plate for Hyper LCDs (high-performance direct-type mini-LED LCDs) increased mainly in notebook PCs.

For automotive applications field, the total sales generally increased, as sales of OPALUS increased, sales of OPASUKI slightly decreased, and sales of OPLAM remained flat.

For monitors, others field, sales of OPASUKI significantly increased mainly in monitors.

As a result, net sales for the segment increased by 7.2% year-on-year to ¥8,654 million, and segment profit decreased by 8.3% year-on-year to ¥3,331 million.

#### Functional Products Segment

For clean energy materials, medical & sanitary field, the total sales slightly decreased, as sales of specialty film for clean energy vehicles increased while sales of films for medical and sanitary applications decreased.

For corrosion inhibiting papers field and for agriculture films, others field, sales increased, but for Papers for interior materials and processing papers field, sales remained sluggish. For Processing Papers field, the sales of A!Prog-UF, the process paper for polyurethane foaming, increased due to sales to the new overseas customers started.

The Company continue to actively promoting A!Prog-UF to new customers mainly in Southeast Asia, North America and Australia.

As a result, net sales for the segment increased by 2.4% year-on-year to ¥1,882 million, and segment profit increased by 73.6% year-on-year to ¥193 million.

(Note)

"OPALUS," "OPASUKI" and "OPLAM" are trademarks of KEIWA Incorporated, registered in Japan, the United States of America, People's Republic of China, Taiwan and Korea.

## (2) Overview of Financial Position for FY2026 1st Half

Assets, Liabilities and Net Assets at the end of Six months of FY2026 were as follows.

(Assets)

Total assets increased by ¥82 million from the end of the previous fiscal year to ¥31,029 million. This is mainly attributable to decreases of ¥465 million in Notes and accounts receivable - trade, ¥385 million in Buildings and structures, ¥303 million in Machinery, equipment and vehicles net, ¥246 million in Land and ¥359 million in Other current assets include consumption taxes receivable, and increases of ¥886 million in Cash and deposits and ¥999 million in Securities.

(Liabilities)

Total liabilities decreased by ¥896 million from the end of the previous fiscal year to ¥6,185 million. This is mainly attributable to increase of ¥172 million in Electronically recorded obligations – non-operating, and decreases of ¥595 million in Electronically recorded obligations – operating, ¥223 million in Accounts payable – other and ¥387 million in Long-term loans payable.

(Net assets)

Total net assets increased by ¥979 million from the end of the previous fiscal year to ¥24,843 million. This is mainly attributable to decrease of ¥739 million due to the payment of dividends from Retained earnings, and increases of ¥1,410 million in Profit attributable to owners of parent and ¥305 million in Foreign currency translation adjustment.

## (3) Explanation of Consolidated Financial Results Forecast and Other Forward-looking Information

The Consolidated Financial Results Forecast has been revised from that announced on February 13, 2026, in light of the Semiannual Consolidated Financial Results for FY2026 and other factors. For details, please refer to the "Notice of Revision of Full-Year Consolidated Financial Results Forecast for Fiscal Year Ending December 31, 2026" released today.

## 2. Semiannual Consolidated Financial Statements and Principal Notes

### (1) Semiannual Consolidated Balance Sheets

(Thousand yen)

|                                        | FY2025<br>(As of December 31, 2025) | Six months of FY2026<br>(As of June 30, 2026) |
|----------------------------------------|-------------------------------------|-----------------------------------------------|
| <b>Assets</b>                          |                                     |                                               |
| Current assets                         |                                     |                                               |
| Cash and deposits                      | 7,881,543                           | 8,767,652                                     |
| Notes and accounts receivable - trade  | 5,140,427                           | 4,674,808                                     |
| Securities                             | 1,498,132                           | 2,497,386                                     |
| Merchandise and finished goods         | 1,444,953                           | 1,376,036                                     |
| Raw materials and supplies             | 645,721                             | 755,346                                       |
| Other                                  | 1,144,537                           | 784,886                                       |
| Allowance for doubtful accounts        | (550)                               | (427)                                         |
| Total current assets                   | 17,754,766                          | 18,855,688                                    |
| Non-current assets                     |                                     |                                               |
| Property, plant and equipment          |                                     |                                               |
| Buildings and structures, net          | 7,209,337                           | 6,823,995                                     |
| Machinery, equipment and vehicles, net | 3,855,339                           | 3,551,400                                     |
| Land                                   | 762,270                             | 515,315                                       |
| Construction in progress               | 72,572                              | 215,777                                       |
| Other, net                             | 492,014                             | 458,020                                       |
| Total property, plant and equipment    | 12,391,534                          | 11,564,509                                    |
| Intangible assets                      | 313,884                             | 269,760                                       |
| Investments and other assets           |                                     |                                               |
| Investment securities                  | 175,549                             | 189,699                                       |
| Other                                  | 385,584                             | 229,490                                       |
| Allowance for doubtful accounts        | (74,883)                            | (79,732)                                      |
| Total investments and other assets     | 486,250                             | 339,457                                       |
| Total non-current assets               | 13,191,668                          | 12,173,726                                    |
| Total assets                           | 30,946,434                          | 31,029,415                                    |

(Thousand yen)

|                                                       | FY2025<br>(As of December 31, 2025) | Six months of FY2026<br>(As of June 30, 2026) |
|-------------------------------------------------------|-------------------------------------|-----------------------------------------------|
| <b>Liabilities</b>                                    |                                     |                                               |
| Current liabilities                                   |                                     |                                               |
| Notes and accounts payable - trade                    | 1,225,756                           | 1,350,751                                     |
| Electronically recorded obligations - operating       | 869,126                             | 273,576                                       |
| Current portion of long-term loans payable            | 780,198                             | 758,052                                       |
| Accounts payable - other                              | 990,994                             | 767,929                                       |
| Income taxes payable                                  | 216,301                             | 253,373                                       |
| Provision for product warranties                      | 109,878                             | 68,100                                        |
| Electronically recorded obligations - non-operating   | 85,073                              | 257,543                                       |
| Other                                                 | 325,652                             | 354,742                                       |
| Total current liabilities                             | 4,602,981                           | 4,084,068                                     |
| Non-current liabilities                               |                                     |                                               |
| Long-term loans payable                               | 1,290,772                           | 903,413                                       |
| Retirement benefit liability                          | 237,256                             | 241,611                                       |
| Provision for product warranties                      | 750,277                             | 772,343                                       |
| Asset retirement obligations                          | 51,916                              | 51,926                                        |
| Other                                                 | 148,842                             | 132,591                                       |
| Total non-current liabilities                         | 2,479,065                           | 2,101,886                                     |
| Total liabilities                                     | 7,082,047                           | 6,185,955                                     |
| <b>Net assets</b>                                     |                                     |                                               |
| Shareholders' equity                                  |                                     |                                               |
| Capital Stock                                         | 3,889,768                           | 3,889,768                                     |
| Capital surplus                                       | 3,658,368                           | 3,658,832                                     |
| Retained earnings                                     | 16,107,447                          | 16,777,798                                    |
| Treasury shares                                       | (944,435)                           | (930,538)                                     |
| Total shareholders' equity                            | 22,711,148                          | 23,395,860                                    |
| Accumulated other comprehensive income                |                                     |                                               |
| Valuation difference on available-for-sale securities | 55,955                              | 64,347                                        |
| Deferred gains or losses on hedges                    | 497                                 | (16,878)                                      |
| Foreign currency translation adjustment               | 1,070,566                           | 1,375,613                                     |
| Remeasurements of defined benefit plans               | 26,219                              | 24,518                                        |
| Total accumulated other comprehensive income          | 1,153,238                           | 1,447,600                                     |
| Total net assets                                      | 23,864,387                          | 24,843,460                                    |
| Total liabilities and net assets                      | 30,946,434                          | 31,029,415                                    |

## (2) Semiannual Consolidated Statements of Income and Comprehensive Income

## Semiannual Consolidated Statements of Income

(Thousand yen)

|                                              | Six months of FY2025<br>(From January 1, 2025<br>to June 30, 2025) | Six months of FY2026<br>(From January 1, 2026<br>to June 30, 2026) |
|----------------------------------------------|--------------------------------------------------------------------|--------------------------------------------------------------------|
| Net sales                                    | 9,913,987                                                          | 10,537,588                                                         |
| Cost of sales                                | 5,540,599                                                          | 6,145,728                                                          |
| Gross profit                                 | 4,373,388                                                          | 4,391,859                                                          |
| Selling, general and administrative expenses | 2,126,340                                                          | 2,493,000                                                          |
| Operating income                             | 2,247,048                                                          | 1,898,859                                                          |
| Non-operating income                         |                                                                    |                                                                    |
| Interest income                              | 8,218                                                              | 13,398                                                             |
| Dividend income                              | 1,791                                                              | 2,212                                                              |
| Subsidy income                               | 5,485                                                              | 5,241                                                              |
| Electricity sale income                      | 11,794                                                             | 12,016                                                             |
| Foreign exchange gains                       | -                                                                  | 95,809                                                             |
| Other                                        | 12,486                                                             | 6,818                                                              |
| Total non-operating income                   | 39,776                                                             | 135,495                                                            |
| Non-operating expenses                       |                                                                    |                                                                    |
| Interest expenses                            | 12,655                                                             | 8,511                                                              |
| Electricity sale expenses                    | 3,981                                                              | 4,128                                                              |
| Compensation expenses                        | 1,638                                                              | -                                                                  |
| Foreign exchange losses                      | 299,958                                                            | -                                                                  |
| Other                                        | 7,616                                                              | 6                                                                  |
| Total non-operating expenses                 | 325,850                                                            | 12,647                                                             |
| Ordinary income                              | 1,960,973                                                          | 2,021,707                                                          |
| Extraordinary income                         |                                                                    |                                                                    |
| Gain on sale of non-current assets           | 374                                                                | 3,015                                                              |
| Total extraordinary income                   | 374                                                                | 3,015                                                              |
| Extraordinary losses                         |                                                                    |                                                                    |
| Loss on sale of non-current assets           | 446                                                                | 1,413                                                              |
| Loss on retirement of non-current assets     | 4,904                                                              | 7,069                                                              |
| Loss on withdrawal of business               | 832,173                                                            | -                                                                  |
| Total extraordinary losses                   | 837,523                                                            | 8,483                                                              |
| Income before income taxes                   | 1,123,823                                                          | 2,016,240                                                          |
| Income taxes - current                       | 315,481                                                            | 436,954                                                            |
| Income taxes - deferred                      | 114,682                                                            | 169,113                                                            |
| Total income taxes                           | 430,164                                                            | 606,068                                                            |
| Profit                                       | 693,659                                                            | 1,410,171                                                          |
| Profit attributable to owners of parent      | 693,659                                                            | 1,410,171                                                          |

Semiannual Consolidated Statements of Comprehensive Income

(Thousand yen)

|                                                       | Six months of FY2026<br>(From January 1, 2025<br>to June 30, 2025) | Six months of FY2026<br>(From January 1, 2026<br>to June 30, 2026) |
|-------------------------------------------------------|--------------------------------------------------------------------|--------------------------------------------------------------------|
| Profit                                                | 693,659                                                            | 1,410,171                                                          |
| Other comprehensive income                            |                                                                    |                                                                    |
| Valuation difference on available-for-sale securities | 325                                                                | 8,391                                                              |
| Deferred gains or losses on hedges                    | 22,829                                                             | (17,375)                                                           |
| Foreign currency translation adjustment               | (211,050)                                                          | 305,047                                                            |
| Remeasurements of defined benefit plans, net of tax   | (731)                                                              | (1,701)                                                            |
| Total other comprehensive income                      | (188,626)                                                          | 294,361                                                            |
| Comprehensive income                                  | 505,032                                                            | 1,704,533                                                          |
| Comprehensive income attributable to                  |                                                                    |                                                                    |
| Owners of parent                                      | 505,032                                                            | 1,704,533                                                          |
| Non-controlling interests                             | -                                                                  | -                                                                  |

## (3) Semiannual Consolidated Statements of Cash Flows

(Thousand yen)

|                                                             | Six months of FY2026<br>(From January 1, 2025<br>to June 30, 2025) | Six months of FY2026<br>(From January 1, 2026<br>to June 30, 2026) |
|-------------------------------------------------------------|--------------------------------------------------------------------|--------------------------------------------------------------------|
| <b>Cash flows from operating activities</b>                 |                                                                    |                                                                    |
| Profit before income taxes                                  | 1,123,823                                                          | 2,016,240                                                          |
| Depreciation                                                | 973,716                                                            | 1,034,132                                                          |
| Increase (decrease) in allowance for doubtful accounts      | (89)                                                               | (348)                                                              |
| Increase (decrease) in provision for product warranties     | (96,197)                                                           | (19,712)                                                           |
| Increase (decrease) in retirement benefit liability         | 1,067                                                              | 1,898                                                              |
| Foreign exchange losses (gains)                             | (16,810)                                                           | (54,059)                                                           |
| Interest and dividend income                                | (10,010)                                                           | (15,610)                                                           |
| Interest expenses                                           | 12,655                                                             | 8,511                                                              |
| Loss (gain) on sale of non-current assets                   | 72                                                                 | (1,602)                                                            |
| Loss on business withdrawal                                 | 832,173                                                            | -                                                                  |
| Decrease (increase) in trade receivables                    | 497,672                                                            | 548,966                                                            |
| Decrease (increase) in inventories                          | (256,958)                                                          | 2,580                                                              |
| Increase (decrease) in trade payables                       | 8,629                                                              | (579,183)                                                          |
| Increase (decrease) in accounts payable - other             | (154,947)                                                          | (296,326)                                                          |
| Other, net                                                  | 228,953                                                            | 388,734                                                            |
| Subtotal                                                    | 3,143,749                                                          | 3,034,220                                                          |
| Interest and dividends received                             | 10,075                                                             | 15,511                                                             |
| Interest paid                                               | (12,635)                                                           | (8,670)                                                            |
| Proceeds from insurance income                              | 7,007                                                              | 86                                                                 |
| Income taxes paid                                           | (936,777)                                                          | (406,681)                                                          |
| Net cash provided by (used in) operating activities         | 2,211,418                                                          | 2,634,467                                                          |
| <b>Cash flows from investing activities</b>                 |                                                                    |                                                                    |
| Decrease (increase) in time deposits                        | 32,364                                                             | (356,067)                                                          |
| Decrease (increase) in short-term investment securities     | 766                                                                | (999,254)                                                          |
| Purchase of investment securities                           | (10,239)                                                           | (1,895)                                                            |
| Purchase of intangible assets                               | (16,375)                                                           | (19,258)                                                           |
| Proceeds from sale of property, plant and equipment         | 13,674                                                             | 477,712                                                            |
| Purchase of property, plant and equipment                   | (1,612,015)                                                        | (343,654)                                                          |
| Net cash provided by (used in) investing activities         | (1,591,825)                                                        | (1,242,418)                                                        |
| <b>Cash flows from financing activities</b>                 |                                                                    |                                                                    |
| Repayments of long-term borrowings                          | (590,404)                                                          | (409,505)                                                          |
| Purchase of treasury shares                                 | (957,749)                                                          | -                                                                  |
| Dividends paid                                              | (673,697)                                                          | (728,842)                                                          |
| Other, net                                                  | (30,726)                                                           | (47,912)                                                           |
| Net cash provided by (used in) financing activities         | (2,252,576)                                                        | (1,186,259)                                                        |
| Effect of exchange rate change on cash and cash equivalents | (244,503)                                                          | 316,535                                                            |
| Net increase (decrease) in cash and cash equivalents        | (1,877,487)                                                        | 522,324                                                            |
| Cash and cash equivalents at beginning of period            | 9,640,473                                                          | 7,538,333                                                          |
| Cash and cash equivalents at end of period                  | 7,762,986                                                          | 8,060,658                                                          |

(4) Notes to Semiannual Consolidated Financial Statements

(Notes on Going Concern Assumption)

Not applicable.

(Notes in case of Significant Changes in Shareholders' Equity)

Not applicable.

(Changes in Accounting Policies)

Not applicable.

(Notes to Semiannual Consolidated Statement of Income)

\* 1 Impairment losses

Six months of FY2025 (From January 1, 2025 to June 30, 2025)

| Location                                                                         | Use            | Types of fixed assets                                                       | Impairment losses<br>(Thousand yen) |
|----------------------------------------------------------------------------------|----------------|-----------------------------------------------------------------------------|-------------------------------------|
| AWAJI BASE (Hyogo Prefecture)<br>Shiga Advanced Techno Center (Shiga Prefecture) | R&D facilities | Property, plant and equipment<br>Machinery, equipment and vehicles<br>Other | 5,527                               |

In principle, the Company classifies business assets by segment and idle assets by individual asset.

In the Six months of FY2025, the R&D facilities for KYŌZIN Re-Roof, which are difficult to repurpose for other uses by withdraw from that business, the Company reduced the book value to their recoverable value, and recorded the difference between the book value and the recoverable value as impairment losses of 5,527 thousand yen in extraordinary losses, which consist of Machinery, equipment and vehicles of 5,151 thousand yen, and Other (Tools, furniture and fixtures) of 375 thousand yen. The impairment loss is presented as Loss on business withdrawal. The Company determined that there is no real value and recorded the recoverable amount as a memorandum value.

Six months of FY2026 (From January 1, 2026 to June 30, 2026)

Not applicable.

\* 2 Loss on business withdrawal

Six months of FY2025 (From January 1, 2025 to June 30, 2025)

The Company recorded expenses for a loss on business withdrawal of the Plaster Tape to Rescue the Earth Segment, which was under restructuring, consist of provision for product warranty of 792,041 million yen.

Six months of FY2026 (From January 1, 2026 to June 30, 2026)

Not applicable.

(Segment Information, Etc.)

(Segment Information)

I. Six months of FY2025 (From January 1,2025 to June 30,2025)

1. Information on the amounts of net sales, profit or loss for each of the reportable segments

|                                      | Reportable segment |                     |           | Adjustments<br>(Note 1) | (Thousand yen)<br>Amount recorded in<br>Semiannual<br>Consolidated<br>Statements of<br>Income<br>(Note 2) |
|--------------------------------------|--------------------|---------------------|-----------|-------------------------|-----------------------------------------------------------------------------------------------------------|
|                                      | Optical Products   | Functional Products | Total     |                         |                                                                                                           |
| Net sales                            |                    |                     |           |                         |                                                                                                           |
| Net sales to external customers      | 8,074,829          | 1,839,157           | 9,913,987 | -                       | 9,913,987                                                                                                 |
| Inter-segment net sales or transfers | -                  | -                   | -         | -                       | -                                                                                                         |
| Total                                | 8,074,829          | 1,839,157           | 9,913,987 | -                       | 9,913,987                                                                                                 |
| Segment profit (loss)                | 3,634,848          | 111,204             | 3,746,053 | (1,499,004)             | 2,247,048                                                                                                 |

Notes: 1. The adjustment for Segment profit mainly includes general and administrative expenses not allocated to the Reportable segment, and research and development expenses.

2. Segment profit is identical to operating income in the Semiannual Consolidated Statements of Income.

2. Matters concerning changes in reportable segment

Not applicable.

II. Six months of FY2026 (From January 1,2026 to June 30,2026)

1. Information on the amounts of net sales, profit or loss for each of the reportable segments

|                                      | Reportable segment |                     |            | Adjustments<br>(Note 1) | (Thousand yen)<br>Amount recorded in<br>Semiannual<br>Consolidated<br>Statements of<br>Income<br>(Note 2) |
|--------------------------------------|--------------------|---------------------|------------|-------------------------|-----------------------------------------------------------------------------------------------------------|
|                                      | Optical Products   | Functional Products | Total      |                         |                                                                                                           |
| Net sales                            |                    |                     |            |                         |                                                                                                           |
| Net sales to external customers      | 8,654,894          | 1,882,694           | 10,537,588 | -                       | 10,537,588                                                                                                |
| Inter-segment net sales or transfers | -                  | -                   | -          | -                       | -                                                                                                         |
| Total                                | 8,654,894          | 1,882,694           | 10,537,588 | -                       | 10,537,588                                                                                                |
| Segment profit (loss)                | 3,331,733          | 193,092             | 3,524,826  | (1,625,967)             | 1,898,859                                                                                                 |

Notes: 1. The adjustment for Segment profit mainly includes general and administrative expenses not allocated to the Reportable segment, and research and development expenses.

2. Segment profit is identical to operating income in the Semiannual Consolidated Statements of Income.

2. Matters concerning changes in reportable segment

Not applicable.

(Revenue recognition)

Information of Breakdown of Revenue from Contracts with Customers

(Thousand yen)

|                                                                    | Six months of FY2025<br>(From January 1, 2025<br>to June 30, 2025) | Six months of FY2026<br>(From January 1, 2026<br>to June 30, 2026) |
|--------------------------------------------------------------------|--------------------------------------------------------------------|--------------------------------------------------------------------|
| Optical Products Segment                                           |                                                                    |                                                                    |
| Notebook PCs / Tablets                                             | 6,227,050                                                          | 6,390,304                                                          |
| Automotives                                                        | 1,600,130                                                          | 1,696,625                                                          |
| Monitors, others                                                   | 247,649                                                            | 567,963                                                            |
| Subtotal                                                           | 8,074,829                                                          | 8,654,894                                                          |
| Functional Products Segment                                        |                                                                    |                                                                    |
| Clean Energy Materials, Medical & Sanitary                         | 374,179                                                            | 358,473                                                            |
| Processing papers                                                  | 227,251                                                            | 252,225                                                            |
| Papers for interior materials                                      | 359,740                                                            | 302,134                                                            |
| Corrosion inhibiting papers                                        | 736,122                                                            | 798,856                                                            |
| Agricultural Films, others                                         | 141,863                                                            | 171,005                                                            |
| Subtotal                                                           | 1,839,157                                                          | 1,882,694                                                          |
| Amount recorded in Semiannual Consolidated<br>Statements of Income | 9,913,987                                                          | 10,537,588                                                         |

Notes: 1. Previously, the information of breakdown of revenue from contracts with customers in the Optical Products Segment was divided into “Notebook PCs/ Tablets,” “Smartphones,” and “Monitors, others/ Advanced Functional Films.” The Company reviewed management classification in the Optical Products Segment based on quantitative and qualitative materiality, and changed these categories to “Notebook PCs/ Tablets,” “Automotive,” and “Monitors, others.” For Six months of FY2025, figures are presented based on the new classification.

2. Previously, the information of breakdown of revenue from contract with customers in the Functional Products Segment was divided into “Packaging Materials,” “Processing papers/ Papers for interior materials,” “Clean Energy Materials,” and “Agricultural Films, others.” The Company reviewed management classification in the Functional Products Segment based on quantitative and qualitative materiality, and changed these categories to “Clean Energy Materials, Medical & Sanitary,” “Processing Papers,” “Papers for interior materials,” “Corrosion inhibiting papers,” and “Agricultural Films, others.” For Six months of FY2025 Quarter, figures are presented based on the new classification.