

October 27, 2026

Non-consolidated Financial Results for the Six Months Ended September 30, 2026 (Under Japanese GAAP)

Company name: JAPAN PURE CHEMICAL CO.,LTD.
 Listing: Tokyo Stock Exchange
 Securities code: 4973
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 Scheduled date to file semi-annual securities report: November 12, 2026
 Scheduled date to commence dividend payments: December 1, 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. Non-consolidated financial results for the six months ended September 30, 2026 (from April 1, 2026 to September 30, 2026)

(1) Non-consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2026	11,878	57.6	53	(80.5)	169	(55.1)	694	11.3
September 30, 2025	7,536	19.0	271	1.9	378	5.0	624	(24.0)

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2026	119.60	118.23
September 30, 2025	108.04	107.20

(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
September 30, 2026	25,857	20,957	80.7	3,586.77
March 31, 2026	21,738	18,064	82.7	3,098.03

Reference: Equity
 As of September 30, 2026: ¥20,872 million
 As of March 31, 2026: ¥17,978 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, 2026	-	63.00	-	137.00	200.00
Fiscal year ending March 31, 2027	-	115.00			
Fiscal year ending March 31, 2027 (Forecast)				115.00	230.00

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

3. Forecast of non-consolidated financial results for the fiscal year ending March 31, 2027 (from April 1, 2026 to March 31, 2027)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Fiscal year ending March 31, 2027	24,000	32.8	610	5.8	800	3.1	2,170	20.3	373.93

Note: Revisions to the earnings forecasts most recently announced: None

***Notes**

(1) Adoption of accounting treatment specific to the preparation of semi-annual non-consolidated financial statements: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 September 30, 2026	6,067,200 shares
As of March 31, 2026	6,067,200 shares

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

As of September 30, 2026	248,021 shares
As of March 31, 2026	264,039 shares

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

Six months ended September 30, 2026	5,809,967 shares
Six months ended September 30, 2025	5,779,841 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, including forecasts of financial results, contained in these materials are based on information available to the Company and on certain assumptions deemed to be reasonable. Actual financial results may differ from the results anticipated in the statements due to various factors.
- The Company plans to hold an earnings briefing for institutional investors and analysts on Tuesday, October 27, 2026. Financial results briefing materials are available on the Company's website.

1. Overview of Operating Results and Other Matters

(1) Overview of Operating Results for the Interim Period

During the six months ended September 30, 2026, the global economy showed signs of slowing growth due to rising resource and energy prices and continued inflationary pressures resulting from developments in the Middle East, among other factors. However, it remained generally firm, supported by expanding investment in AI-related areas. The outlook remained uncertain amid heightened geopolitical risks and developments in the trade and monetary policies of various countries.

In the United States, capital investment, particularly in AI-related areas, supported the economy. However, the pace of economic expansion remained moderate due to the impact of rising prices on personal consumption and uncertainty surrounding trade policies. In Europe, the recovery remained gradual, with higher energy prices and interest payments weighing on corporate activity and personal consumption, particularly in the manufacturing sector. In China, the economy remained sluggish despite government stimulus measures, reflecting the downturn in the real estate market and a delayed recovery in personal consumption.

In Japan, a moderate recovery continued, supported by improvements in employment and income conditions and corporate capital investment. However, the outlook remained uncertain, as the impact of rising prices on personal consumption, higher resource and energy prices, and foreign exchange fluctuations weighed on the economy.

In the electronic components industry, demand for AI servers remained strong, supported by sustained demand from hyperscalers. However, production and shipments of related equipment fell short of expectations due to supply constraints for key components. Demand for smartphones declined, and shipments fell significantly, affected by memory shortages and soaring prices. The personal computer market was similarly affected: although higher unit prices maintained sales value, shipment volumes began to decline. Meanwhile, demand for industrial machinery remained firm, driven by capital investment in generative AI and data centers. For automotive applications, electrification continued to support demand, although the overall trend remained moderate and varied by region.

At the Company, sales of plating chemicals for printed circuit boards declined year on year in low-priced personal computer and smartphone applications, but increased as demand for high-end products exceeded the Company's expectations. Sales for semiconductor package substrates were somewhat below expectations due to a decline in demand for low-priced products. Production for general-purpose memory applications was sluggish due to supply constraints, although demand remained strong, and sales for AI server applications also remained firm. Sales of plating chemicals for connectors remained flat in smartphone applications, while demand in automotive applications grew with the progress of electrification and demand in industrial equipment applications remained firm, supported by expanding demand related to generative AI. Sales of plating chemicals for lead frames continued to perform well, driven by demand for AI servers.

As a result, net sales amounted to ¥11,878 million (up 57.6% year on year), operating profit was ¥53 million (down 80.5% year on year), ordinary profit was ¥169 million (down 55.1% year on year), and interim net profit was ¥694 million (up 11.3% year on year).

Net sales by end-use application were ¥5,922 million for printed circuit boards and semiconductor package substrates, ¥1,435 million for connectors and micro switches, ¥4,385 million for lead frames, and ¥134 million for others.

(2) Overview of Financial Position for the Interim Period

(Millions of yen)

	March 31, 2026	September 30, 2026	Increase /Decrease	Main reasons for increase/decrease
Current assets	10,637	10,597	(40)	Cash and deposits (316); Notes and accounts receivable-trade +263
Non-current assets	11,100	15,260	4,159	Investment securities +4,141
Total assets	21,738	25,857	4,119	—
Current liabilities	678	555	(123)	Income taxes payable (98); Accounts payable-trade (19)
Non-current liabilities	2,994	4,345	1,350	Deferred tax liabilities +1,350
Total liabilities	3,673	4,900	1,226	—
Total net assets	18,064	20,957	2,893	Valuation difference on available-for-sale securities +2,923; Retained earnings (100)
Total liabilities and net assets	21,738	25,857	4,119	—

Total assets amounted to ¥25,857 million, an increase of ¥4,119 million from the end of the previous fiscal year. This was mainly attributable to an increase in investment securities resulting from a rise in their market value, despite the Company's progress in selling investment securities.

Total net assets amounted to ¥20,957 million, an increase of ¥2,893 million from the end of the previous fiscal year. This was mainly attributable to an increase in retained earnings from the recording of interim profit, partly offset by dividend payments, as well as an increase in the valuation difference on available-for-sale securities following a rise in the market value of investment securities.

(3) Explanation of Earnings Forecasts and Other Forward-looking Information

There are no changes to the full-year earnings forecast announced in the "Non-consolidated Financial Results for the Fiscal Year Ended March 31, 2026," dated April 24, 2026.

(4) Basic Policy on Profit Distribution and Dividends for the Current Fiscal Year

The Company's basic policy on profit distribution is to flexibly return profits to shareholders in accordance with earnings conditions while securing internal reserves necessary for future business development, strengthening the management base, and making growth investments.

In addition, with the aim of achieving long-term growth while maintaining a balance between capital efficiency and financial soundness, and of proactively providing a certain level of shareholder returns that are not significantly affected by short-term performance as a company listed on the Prime Market, the Company introduced a dividend on equity (DOE) ratio with a minimum of 5%, in addition to the dividend payout ratio, starting with the year-end dividend for the fiscal year ended March 31, 2024.

Under these policies, the Company plans to pay an annual dividend of ¥230 per share for the current fiscal year.

(5) Policy on Specified Investment Shares

With respect to specified investment shares, in terms of business strategy and business relationships with business partners, the Company holds shares only in companies that are expected to cooperate and provide feedback on the Company's product development and problem-solving, and has set a policy to reduce the ratio of such shares to net assets to less than 20% during the period of the Mid-Term Management Plan FY2026/3–FY2028/3.

The appropriateness of the Company's holdings is regularly reviewed at the CX Progress Committee, which includes experts as well as members of the Board of Directors, and at meetings of the Board of Directors. The Company is proceeding with sales in line with the above policy.

As the share prices of the shares held rose significantly, the market value of the shares held increased from the end of the previous fiscal year. However, there are no changes to the plan for the sale of specified investment shares for the current fiscal year.

Changes in Specified Investment Shares

	September 2025	December 2025	March 2026	June 2026	September 2026
Amount sold* (Millions of yen)	493	933	315	-	906
Market value of shares held (Millions of yen)	8,416	9,308	10,743	17,956	14,885
Net assets (Millions of yen)	15,566	16,659	18,064	22,315	20,957
Percentage of net assets (%)	54.1	55.9	59.5	80.5	71.0

* Sales during the relevant quarter

Semi-annual balance sheet

(Thousands of yen)

	As of March 31, 2026	As of September 30, 2026
Assets		
Current assets		
Cash and deposits	7,753,470	7,436,755
Notes and accounts receivable - trade	1,917,415	2,181,171
Merchandise and finished goods	128,864	85,362
Raw materials and supplies	504,632	452,932
Other	333,364	441,443
Total current assets	10,637,747	10,597,665
Non-current assets		
Property, plant and equipment	147,365	183,902
Intangible assets	110,910	99,706
Investments and other assets		
Investment securities	10,743,513	14,885,229
Other	98,488	91,431
Total investments and other assets	10,842,001	14,976,660
Total non-current assets	11,100,277	15,260,269
Total assets	21,738,024	25,857,935
Liabilities		
Current liabilities		
Accounts payable - trade	125,951	106,364
Income taxes payable	345,084	246,302
Provision for bonuses	92,591	93,446
Other	115,337	108,897
Total current liabilities	678,964	555,011
Non-current liabilities		
Long-term accounts payable - other	180,882	180,882
Deferred tax liabilities	2,765,056	4,115,673
Asset retirement obligations	48,398	48,576
Total non-current liabilities	2,994,336	4,345,131
Total liabilities	3,673,301	4,900,142
Net assets		
Shareholders' equity		
Share capital	1,283,196	1,283,196
Capital surplus	1,054,599	1,084,307
Retained earnings	9,856,893	9,756,743
Treasury shares	(628,395)	(590,356)
Total shareholders' equity	11,566,294	11,533,891
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	6,410,860	9,334,228
Deferred gains or losses on hedges	1,189	3,939
Total valuation and translation adjustments	6,412,050	9,338,167
Share acquisition rights	86,378	85,733
Total net assets	18,064,723	20,957,792
Total liabilities and net assets	21,738,024	25,857,935

Semi-annual statement of income

(Thousands of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Net sales	7,536,141	11,878,345
Cost of sales	6,629,850	11,099,067
Gross profit	906,291	779,277
Selling, general and administrative expenses *1	634,809	726,252
Operating profit	271,481	53,025
Non-operating income		
Interest income	6,532	11,451
Dividend income	103,619	106,221
Foreign exchange gains	234	-
Other	1,102	1,535
Total non-operating income	111,489	119,208
Non-operating expenses		
Foreign exchange losses	-	20
Commission expenses	4,934	2,617
Total non-operating expenses	4,934	2,637
Ordinary profit	378,037	169,596
Extraordinary income		
Gain on sale of investment securities	469,830	770,224
Gain on reversal of share acquisition rights	2,556	1,553
Total extraordinary income	472,386	771,778
Extraordinary losses		
Loss on retirement of non-current assets	0	0
Total extraordinary losses	0	0
Profit before income taxes	850,424	941,375
Income taxes - current	206,793	242,710
Income taxes - deferred	19,177	3,782
Total income taxes	225,971	246,492
Net Profit	624,452	694,882

(3) Notes to Quarterly Financial Statements

(Notes on premise of a going concern)

Not applicable.

(Notes in case of significant changes in shareholders' equity)

Not applicable.

(Notes on change in accounting policy)

Not applicable.

(Notes to the Semi-annual balance sheet)

Not applicable.

(Notes to the Semi-annual Statement of Income)

The major items and amounts of selling, general and administrative expenses are as follows: *¹

(Unit: thousands yen)

	Cumulative six months ended September 30, 2025 (from April 1, 2025 to September 30, 2025)	Cumulative six months ended September 30, 2026 (from April 1, 2026 to September 30, 2026)
Salaries and Wages	144,032	159,220
Provision for Bonuses	60,947	68,807
Depreciation	32,561	41,523

(Notes to Segment Information)

Segment information

This information is omitted because the Company operates in a single business segment of manufacturing chemicals for noble metal plating.

(Significant Subsequent Events)

There are no significant subsequent events to be reported.