Overview of financial results for the Second quarter of the fiscal year ending March 31, 2027

October 30,2026

MEIWA CORPORATION

Stock code: 8103

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2Q FY03/2027 Highlights

- **Net sales (+22.4%) increased** from the previous period. **Income (-5.8%) decreased** from the previous period
- Net sales grew due to strong sales in Business Division 1, Business Division 2 and Business Division 3.
- Profit declined due to a decrease in operating income resulting from an increase in cost of goods sold caused by a temporary loss on valuation of inventories and an increase in selling, general, and administrative expenses.
- Progress was largely consistent with forecasts for FY03/27 consolidated results (net income of ¥3.7 billion). The projected dividend (¥47 per share) remains unchanged.

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Consolidated companies

Item	End of FY03/26 (A)	End of FY03/27 2Q (B)	Change (B) - (A)	Company name (Reportable segment in parentheses)
Number of consolidated subsidiaries	10 companies	10 companies	±0 companies	Tokyo Glasron (Business Division 1) Soken (Business Division 1) Juzen (Business Division 3) Takeda Shoji (Business Division 3) AQEA (Business Division 3) Takaroku Corporation(Business Division 3) Meiwa (Shanghai) (Various Divisions) Meiwa Vietnam (Various Divisions) Meiwa (Thailand) (Various Divisions) Thai Meiwa Trading (Various Divisions)
Number of equity-method companies	3 companies	3 companies	±0 companies	Suzuhiro Chemical (Business Division 1) Kumi Kasei (Battery & Automotive Division) P.T. Pakarti Riken Indonesia (Battery & Automotive Division)
Total	13 companies	13 companies	±0 companies	

External factors

Item		End of FY03/26 2Q (A)	End of FY03/27 2Q (B)	YoY change (B) – (A)
Foreign exchange rate	yen/$	144.88	157.35	+8.47
	yen/CNY	20.88	23.45	+2.57

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Consolidated statement of income (April 2026-September 2026)

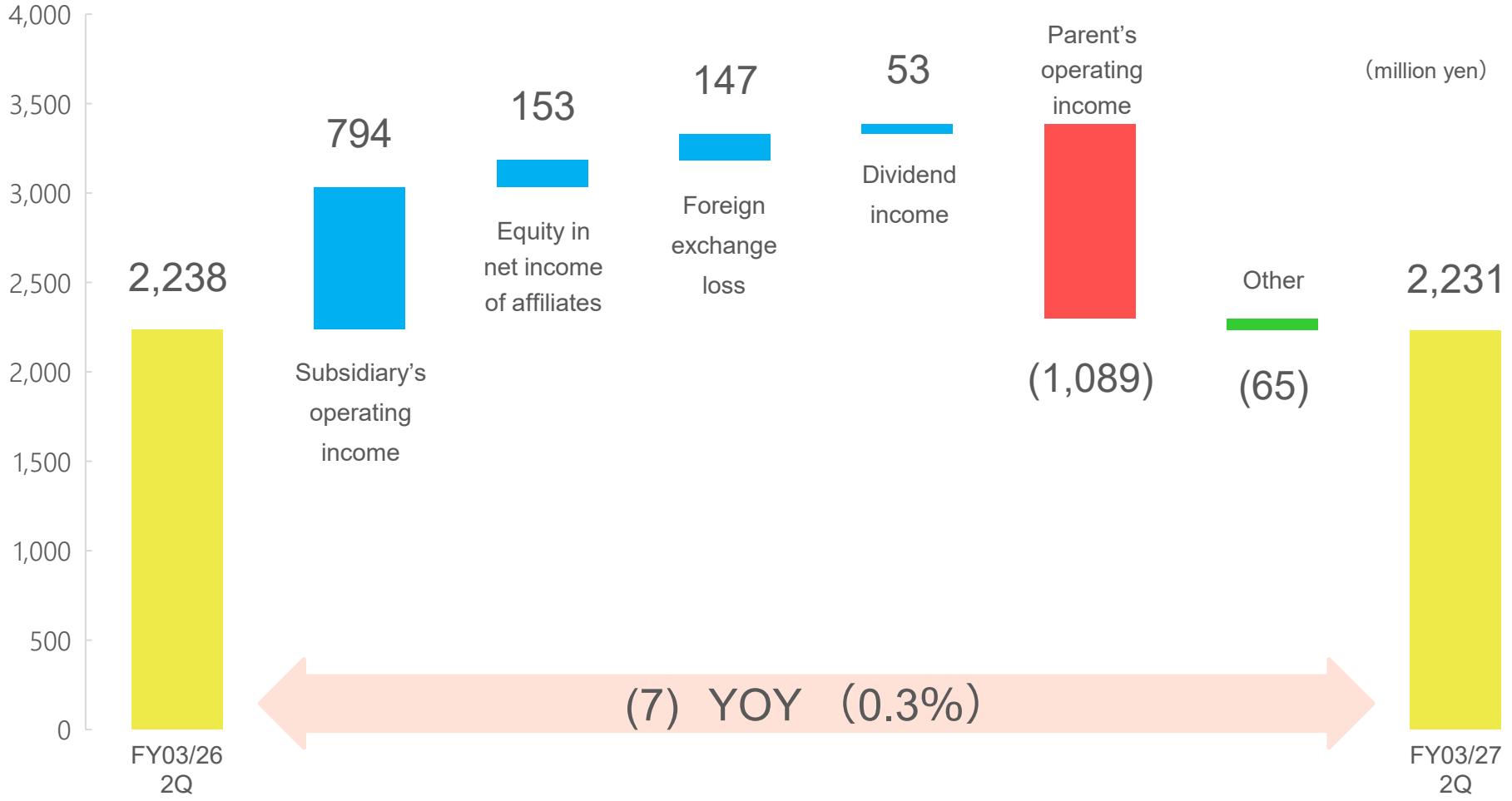
(million yen, unless otherwise indicated)

Item	FY03/26 2Q	FY03/27 2Q	Change	Change (%)	Full year forecast	Achieved
Net sales	76,713	93,886	+ 17,173	+ 22.4%	**170,000**	**55.2%**
Gross income	6,911	7,362	+ 450			
Gross margin	9.01%	7.84%	(1.17)%			
Selling, general, and administrative expenses	(4,743)	(5,488)	(744)			
Operating income	2,168	1,874	(294)	(13.6)%	**4,200**	**44.6%**
Net financial income/expense	(16)	(16)	(0)			
Dividend income	84	137	+ 53			
Equity in earnings/losses of affiliates	56	209	+ 153			
Other non-operating income/expense	(54)	26	+81			
Ordinary income	2,238	2,231	(7)	(0.3)%	**4,800**	**46.5%**
Extraordinary income/loss	21	(4)	(25)			
Income before income taxes	2,260	2,227	(33)			
Corporate, local, and enterprise taxes	(696)	(743)	(46)			
Net income attributable to non-controlling interests	(51)	(59)	(8)			
Net income attributable to owners of parent	1,512	1,425	(87)	(5.8)%	**3,700**	**38.5%**

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Analysis of YoY change – Ordinary income –

◆ Ordinary income declined by 7 million yen due to sluggish operating income of the parent company, despite strong operating income of subsidiaries.

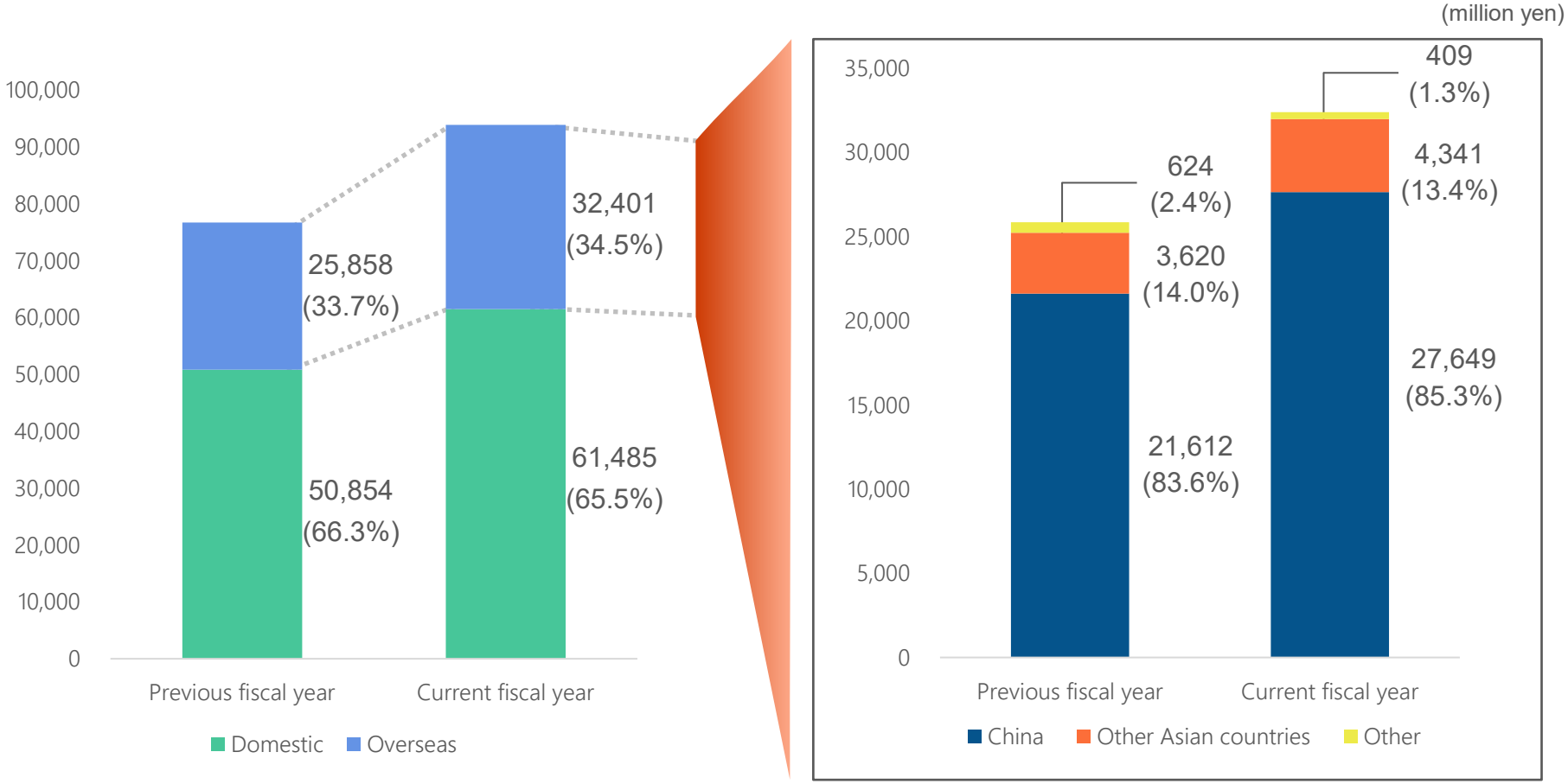


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Net sales by region (domestic/overseas)

◆ Both the domestic business and the overseas business were strong.（overseas sales ratio is 34.5%）

– The ratio of sales to China to overseas business remains high.



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Supplementary information concerning reportable segments

Name of segment	Main businesses	Main products
Business Division 1	Mineral Resource & Environmental Business	Rare earth elements, Rare earth metals, Environmental products, Metal-related products
	Flame Retardants Business	Flame retardants
	Construction Materials Business	Heat-insulating materials, Waterproof materials, Interior trim materials
	Battery Materials Business	Battery materials
Business Division 2	Petroleum Products Business	Base oils, Additives
	Chinese lubricant Business	Lubricating oils
Business Division 3	Chemical Materials Business	Film products, Raw materials for printing Agents for making paper, Rubber & urethane, Paint
	Functional Plastics Business	Functional plastic materials, Functional plastics
	Inorganic Chemicals Business	Inorganic chemicals
	Automotive Business	Automotive parts-related products

Note)Effective from the interim period of the current fiscal year, the Battery Materials Business, which had previously been included in the Battery & Automotive Division, was transferred to Business Division 1, and the Automotive Business was transferred to Business Division 3, and the Battery & Automotive Division was abolished. Accordingly, segment information for the first three months of the previous fiscal year is also presented based on the revised segmentation.

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Net sales by reportable segment

(million yen)

Segment	FY03/26 2Q cumulative	FY03/27 1Q	FY03/27 2Q	FY03/27 3Q	FY03/27 4Q	FY03/27 Cumulative	Change	Major factors behind change
Business Division 1	26,700	14,936	16,676			31,613	+ 4,912	Rare earth elements, Rare earth metals, Battery materials(+) Metal-related products, Flame retardants (-)
Business Division 2	19,996	12,137	8,954			21,092	+ 1,096	Refrigerant oils,Industrial machinery lubricants (+) Base oils for overseas markets, additives (-)
Business Division 3	30,016	20,278	20,901			41,180	+ 11,164	Rubber & urethane, Paint, Functional plastic materials, Functional plastics products, Inorganic chemicals (+) Film products (-)
Other	0	0	0			0	+ 0	
Total	76,713	47,353	46,533			93,886	+ 17,173	

Note : “Other” consists of business segments not included in any reportable segments

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Income by reportable segment

(million yen)

Segment	FY03/26 2Q cumulative	FY03/27					Change	Major factors behind change
		1Q	2Q	3Q	4Q	Cumulative		
Business Division 1	1,442	605	54			659	(782)	Rare earth elements, Rare earth metals, Battery materials(+) Metal-related products, Flame retardants, Loss on valuation of inventories (-)
Business Division 2	451	472	201			674	+ 222	Refrigerant oils,Industrial machinery lubricants (+) Base oils for overseas markets, additives (-)
Business Division 3	206	545	486			1,032	+ 825	Rubber & urethane, Paint, Functional plastic materials, Functional plastics products, Inorganic chemicals, equity method affiliates (+) Film products (-)
Other	(135)	(57)	(54)			(111)	+ 23	
Adjustments	273	21	(45)			(23)	(296)	
Total	2,238	1,588	643			2,231	(7)	

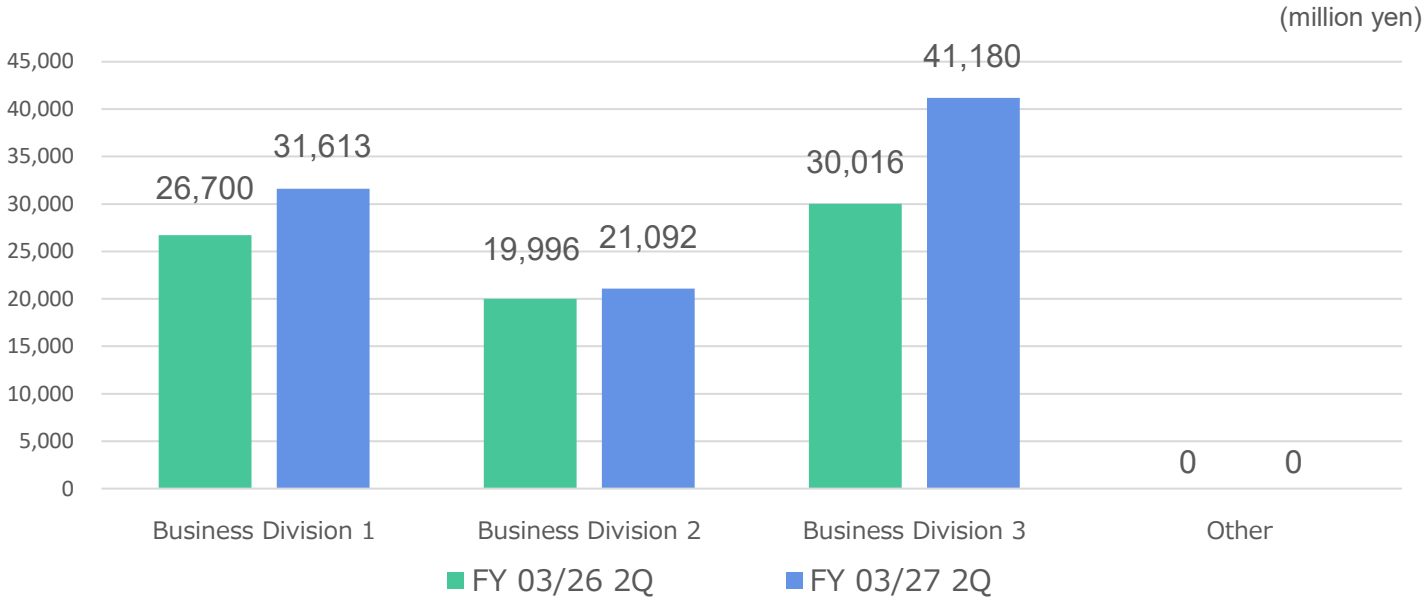
Note 1: “Other” consists of business segments not included in any reportable segments.

Note 2: Adjustments mainly represent general and administrative expenses and non-operating income and expenses not attributed to any reportable segments.

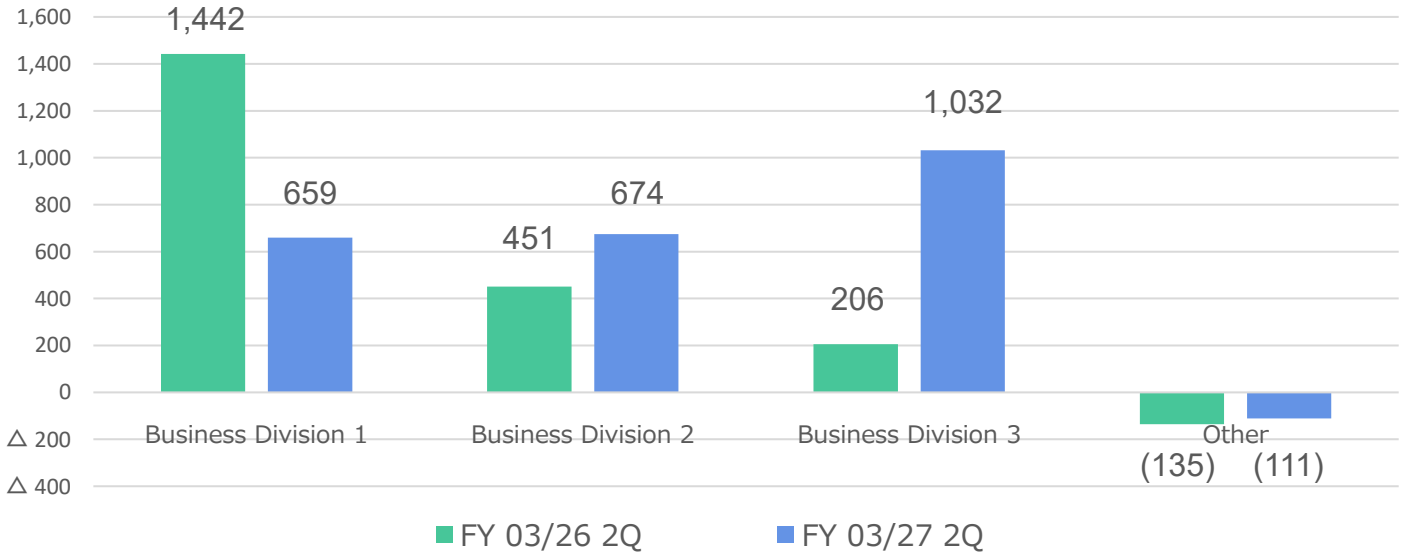
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Net sales and income trends by reportable segment

- Net sales



- Income



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Consolidated balance sheet

(million yen)

Item	End of FY03/26	End of FY03/27 2Q	Change
Cash and deposits	11,486	8,527	(2,958)
Receivables-trade	43,507	43,622	+ 114
Merchandise	6,245	6,484	+ 238
Other current assets	1,824	1,381	(442)
Allowance for doubtful accounts	(217)	(257)	(40)
Total current assets	62,864	59,758	(3,106)
Property, plant, and equipment	1,897	2,158	+ 261
Goodwill	1,224	1,182	(42)
customer-related assets	1,170	1,140	(30)
Other intangible fixed assets	184	292	+ 107
Investments in securities	15,147	16,604	+ 1,457
Other fixed assets	2,119	2,278	+ 159
Allowance for doubtful accounts	(8)	(10)	(2)
Total fixed assets	21,733	23,645	+ 1,911
Total assets	**84,580**	**83,404**	**(1,176)**

Item	End of FY03/26	End of FY03/27 2Q	Change
Payables-trade	30,948	34,027	+ 3,079
Short-term borrowings	2,664	508	(2,156)
Other current liabilities	3,226	3,032	(194)
Total current liabilities	36,840	37,568	+ 728
Long-term borrowings	2,041	1,831	(210)
Retirement benefit liabilities	168	162	(5)
Other fixed liabilities	3,432	3,627	+ 194
Total fixed liabilities	5,643	5,622	(21)
Total liabilities	42,483	43,191	+ 707
Common stock and additional paid-in capital	6,817	6,817	–
Retained earnings	26,922	26,673	(248)
Treasury stock	(362)	(2,893)	(2,530)
Total shareholder equity	33,377	30,597	(2,779)
Valuation difference on available-for-sale securities	2,771	3,747	+ 975
Foreign currency translation adjustments, etc.	5,230	5,122	(108)
Total accumulated other comprehensive income	8,002	8,869	+ 867
Non-controlling interests	717	745	+ 28
Total net assets	42,097	40,213	(1,884)
Total liabilities and net assets	**84,580**	**83,404**	**(1,176)**
Equity ratio	**48.9%**	**47.3%**	**(1.6)%**

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Consolidated statement of cash flows

(million yen)

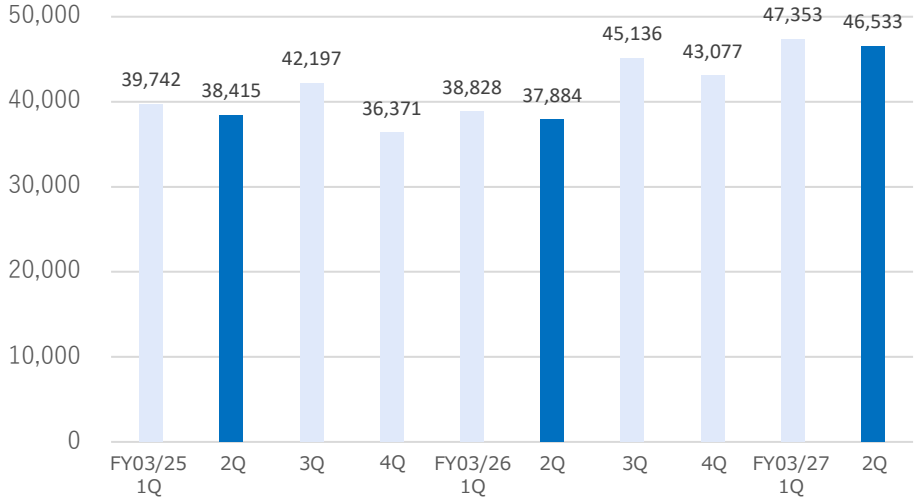
Item	FY03/26 2Q	FY03/27 2Q	Change	Major factors behind change
Cash flows from operating activities	737	4,087	+ 3,349	Decrease (increase) in receivables-trade (837) Increase (decrease) in trade payables + 4,241
Cash flows from investing activities	(3,346)	(468)	+ 2,877	Rebound from expenditures for long-term loans +1,942 Rebound from expenditures for acquisition of shares of subsidiaries resulting in change in scope of consolidation + 769 Acquisition of investments in securities (176)
Cash flows from financing activities	3,707	(6,635)	(10,343)	Net increase (decrease) in short-term borrowings (7,045) Repayment of long-term borrowings (665) Purchase of treasury stock (2,566)
Effect of exchange rate changes	38	31	(7)	
Change during the period	(1,137)	(2,985)	(4,123)	
Cash and cash equivalents at end of period	9,852	8,245	(1,606)	

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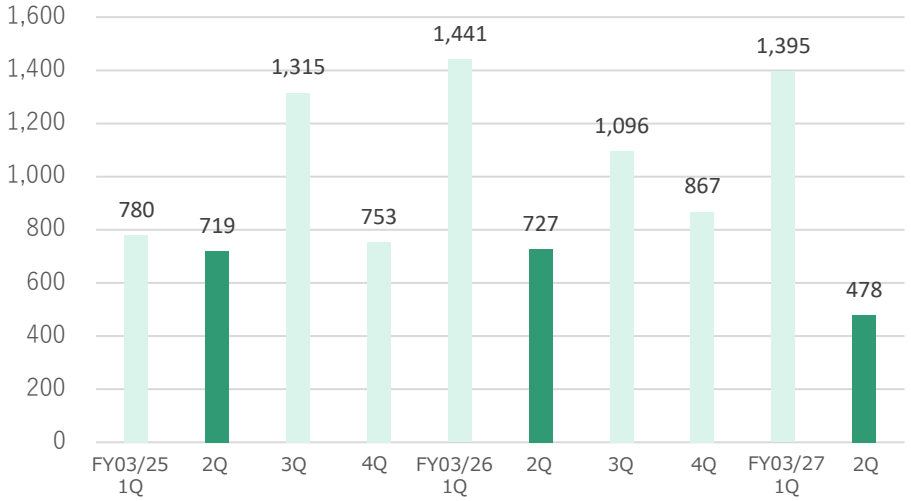
Quarterly consolidated performance trend

(million yen)

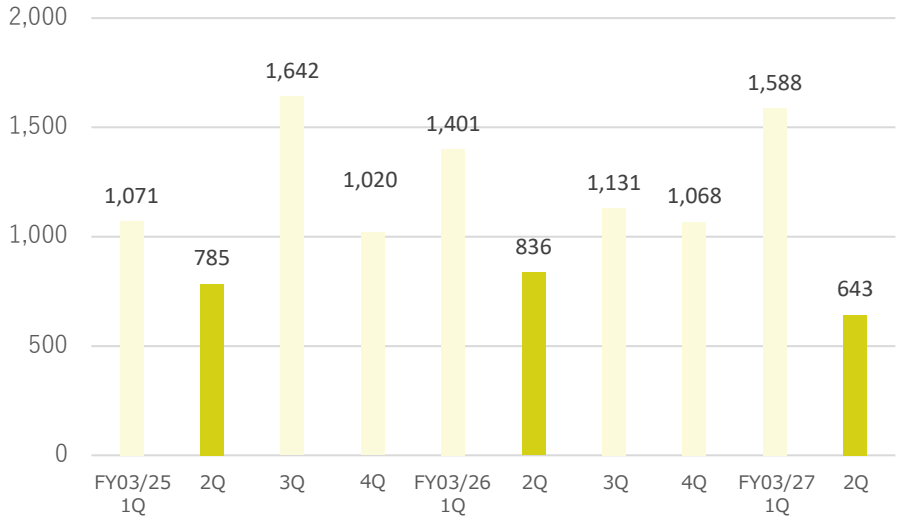
Net sales



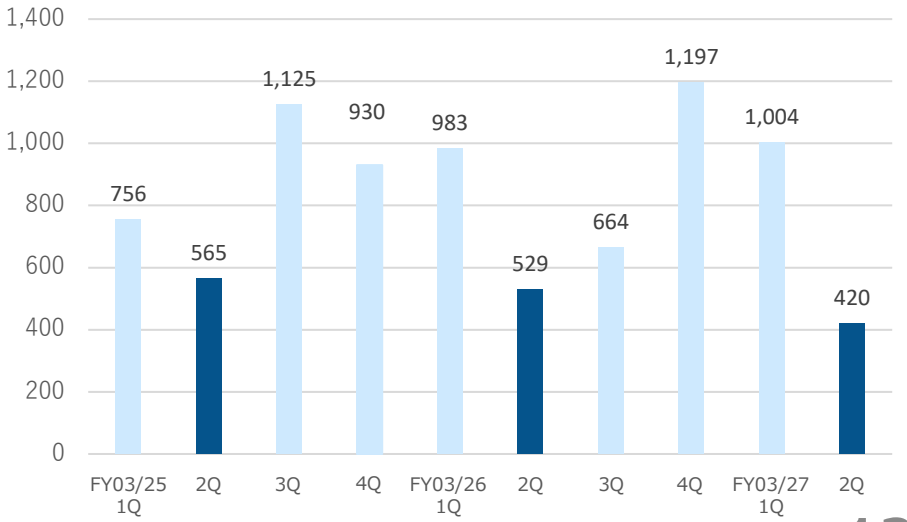
Operating income



Ordinary income



Net income attributable to owners of parent



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