Translation

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Summary of Consolidated Financial Results for the Six Months Ended September 30, 2026 (Based on Japanese GAAP)

October 30, 2026

Company name: FUSO CHEMICAL CO., LTD.
Stock exchange listing: Tokyo
Stock code: 4368 URL https://fusokk.co.jp/eng/
Representative: Representative Director & President Shinichi Sugita
Inquiries: Board Director, Division Manager of Administration Division Hiroyuki Ito TEL 03-3639-6311
Scheduled date to file semi-annual securities report: November 6, 2026
Scheduled date to commence dividend payments: December 10, 2026
Preparation of supplementary material on financial results: No
Holding of financial results meeting: Yes (for institutional investors)

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the six months ended September 30, 2026 (from April 1, 2026 to September 30, 2026)

(1) Consolidated operating results (cumulative) Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended September 30, 2026	45,596	20.9	13,294	36.4	13,357	36.2	11,662	69.5
Six months ended September 30, 2025	37,705	8.5	9,746	19.7	9,807	23.4	6,879	22.7

Note: Comprehensive income Six months ended September 30, 2026 ¥11,680 million [65.4%]
Six months ended September 30, 2025 ¥7,062 million [41.6%]

	Earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2026	110.23	–
Six months ended September 30, 2025	65.04	–

Reference: Operating profit before depreciation and amortization (Consolidated operating profit + depreciation and amortization)
Six months ended September 30, 2026 ¥19,401 million
Six months ended September 30, 2025 ¥14,328 million

Note: The Company conducted a 3-for-1 share split of its common shares on April 1, 2026. Earnings per share is calculated on the assumption that the share split was implemented at the beginning of the previous fiscal year.

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of September 30, 2026	171,810	127,468	74.2	1,204.75
As of March 31, 2026	152,256	117,216	77.0	1,107.94

Reference: Equity As of September 30, 2026 ¥127,468 million
As of March 31, 2026 ¥117,216 million

Note: The Company conducted a 3-for-1 share split of its common shares on April 1, 2026. Net assets per share is calculated on the assumption that the share split was implemented at the beginning of the previous fiscal year.

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
Year ended March 31, 2026	–	41.00	–	41.00	82.00
Year ending March 31, 2027	–	14.00			
Year ending March 31, 2027 (Forecast)			–	14.00	28.00

Note: Revisions to the cash dividend forecast most recently announced: No
Note: The Company conducted a 3-for-1 share split of its common shares on April 1, 2026. The amounts shown for the year ended March 31, 2026 are the actual amounts of dividends paid before the share split.

3. Forecast of consolidated financial results for the 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 attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	93,000	20.9	28,000	48.5	28,100	43.6	21,900	53.0	206.99

Note: Revisions to the financial results forecasts most recently announced: Yes

Reference: Operating profit before depreciation and amortization (Consolidated operating profit + depreciation and amortization)

Full year ¥40,700 million [36.6%]

4. Notes

(1) Significant changes in the scope of consolidation during the period: No

(2) Application of special accounting methods for preparing semi-annual consolidated financial statements: Yes

(3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements

Changes in accounting policies due to revisions to accounting standards and other regulations: No

Changes in accounting policies due to other reasons: No

Changes in accounting estimates: No

Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

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

As of September 30, 2026	106,533,000 shares	As of March 31, 2026	106,533,000 shares

Number of treasury shares at the end of the period

As of September 30, 2026	728,179 shares	As of March 31, 2026	736,626 shares

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

Six months ended September 30, 2026	105,798,589 shares	Six months ended September 30, 2025	105,777,355 shares

Note: The Company conducted a 3-for-1 share split of its common shares on April 1, 2026. Total number of issued shares at the end of the period, number of treasury shares at the end of the period, and average number of shares during the period are calculated on the assumption that the share split was implemented at the beginning of the previous fiscal year.

* Semi-annual financial results reports are exempt from review conducted by certified public accountants or an audit corporation.

* Explanation of proper use of financial results forecast, and other special matters

(Caution concerning forward-looking statements)

The forward-looking statements, including the financial results forecast shown in this document, are based on information currently available to the Company and on certain assumptions deemed to be reasonable by the Company. As such, they do not constitute guarantees by the Company of future performance. Actual performance and other results may also differ materially due to various factors.

Semi-annual consolidated financial statements
Semi-annual consolidated balance sheets

(Thousands of yen)

	As of March 31, 2026	As of September 30, 2026
Assets		
Current assets		
Cash and deposits	41,006,795	48,452,787
Notes and accounts receivable - trade	16,626,358	19,739,931
Merchandise and finished goods	14,205,343	14,902,014
Work in process	703,343	785,791
Raw materials and supplies	3,500,382	4,368,753
Other	2,450,191	790,799
Allowance for doubtful accounts	(16,363)	(18,002)
Total current assets	78,476,053	89,022,075
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	25,492,180	24,874,576
Machinery, equipment and vehicles, net	25,403,776	22,172,937
Land	8,442,867	8,440,408
Construction in progress	4,188,076	17,919,401
Other, net	1,013,429	984,781
Total property, plant and equipment	64,540,330	74,392,106
Intangible assets	5,490,989	4,751,720
Investments and other assets		
Investment securities	679,817	764,804
Long-term prepaid expenses	434,498	349,237
Deferred tax assets	1,897,402	1,820,709
Retirement benefit asset	299,860	283,895
Other	437,325	425,809
Total investments and other assets	3,748,904	3,644,456
Total non-current assets	73,780,224	82,788,284
Total assets	152,256,278	171,810,359

(Thousands of yen)

	As of March 31, 2026	As of September 30, 2026
Liabilities		
Current liabilities		
Accounts payable - trade	2,836,663	3,655,977
Current portion of long-term borrowings	4,000,000	4,000,000
Accounts payable - other	2,684,275	2,647,954
Accounts payable - facilities	5,429,273	13,798,962
Income taxes payable	3,056,555	5,032,380
Provision for bonuses	691,096	804,849
Provision for bonuses for directors (and other officers)	95,612	75,877
Provision for repairs	506,796	197,489
Other	543,856	946,286
Total current liabilities	19,844,130	31,159,777
Non-current liabilities		
Long-term borrowings	12,900,000	10,900,000
Deferred tax liabilities	394,174	379,167
Retirement benefit liability	1,472,003	1,492,291
Asset retirement obligations	155,418	153,289
Long-term accounts payable - facilities	123,092	115,706
Other	150,536	141,448
Total non-current liabilities	15,195,224	13,181,904
Total liabilities	35,039,354	44,341,682
Net assets		
Shareholders' equity		
Share capital	4,334,047	4,334,047
Capital surplus	4,820,722	4,826,152
Retained earnings	102,917,629	113,134,346
Treasury shares	(1,021,523)	(1,009,906)
Total shareholders' equity	111,050,875	121,284,640
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	157,089	220,929
Deferred gains or losses on hedges	17,415	1,716
Foreign currency translation adjustment	5,991,543	5,961,392
Total accumulated other comprehensive income	6,166,047	6,184,037
Total net assets	117,216,923	127,468,677
Total liabilities and net assets	152,256,278	171,810,359

Semi-annual consolidated statements of income (cumulative) and semi-annual consolidated statements of comprehensive income (cumulative)

Semi-annual consolidated statements of income (cumulative)

(Thousands of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Net sales	37,705,888	45,596,619
Cost of sales	22,874,014	26,381,843
Gross profit	14,831,873	19,214,775
Selling, general and administrative expenses	5,084,919	5,920,443
Operating profit	9,746,953	13,294,332
Non-operating income		
Interest income	207,466	278,441
Dividend income	7,987	4,423
Other	21,901	16,781
Total non-operating income	237,355	299,646
Non-operating expenses		
Interest expenses	64,782	52,077
Loss on investments in investment partnerships	23,695	11,259
Foreign exchange losses	87,623	162,429
Other	572	10,941
Total non-operating expenses	176,673	236,708
Ordinary profit	9,807,635	13,357,270
Extraordinary income		
Gain on sale of non-current assets	2,813	8,226
Subsidy income	5,588	3,704,761
Total extraordinary income	8,402	3,712,987
Extraordinary losses		
Loss on sale of non-current assets	198	–
Loss on retirement of non-current assets	20,925	131,356
Total extraordinary losses	21,124	131,356
Profit before income taxes	9,794,913	16,938,901
Income taxes - current	2,806,106	5,230,356
Income taxes - deferred	108,881	45,944
Total income taxes	2,914,988	5,276,300
Profit	6,879,924	11,662,600
Profit attributable to owners of parent	6,879,924	11,662,600

Semi-annual consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Profit	6,879,924	11,662,600
Other comprehensive income		
Valuation difference on available-for-sale securities	42,017	63,839
Deferred gains or losses on hedges	2,414	(15,699)
Foreign currency translation adjustment	138,475	(30,151)
Total other comprehensive income	182,907	17,989
Comprehensive income	7,062,832	11,680,590
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	7,062,832	11,680,590
Comprehensive income attributable to non-controlling interests	–	–

Semi-annual consolidated statements of cash flows

(Thousands of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Cash flows from operating activities		
Profit before income taxes	9,794,913	16,938,901
Depreciation	4,581,823	6,107,471
Increase (decrease) in allowance for doubtful accounts	641	1,902
Increase (decrease) in provision for bonuses	71,714	113,465
Increase (decrease) in provision for bonuses for directors (and other officers)	19,002	(19,735)
Increase (decrease) in retirement benefit liability	(5,974)	36,514
Increase (decrease) in provision for repairs	(263,379)	(309,306)
Interest and dividend income	(215,453)	(282,864)
Interest expenses	64,782	52,077
Foreign exchange losses (gains)	34,473	116,542
Loss (gain) on investments in investment partnerships	23,695	11,259
Loss (gain) on sale of non-current assets	(2,614)	(8,226)
Loss on retirement of non-current assets	20,925	131,356
Subsidy income	(5,588)	(3,704,761)
Decrease (increase) in trade receivables	(1,229,814)	(3,129,486)
Decrease (increase) in inventories	(297,105)	(1,643,957)
Increase (decrease) in trade payables	(117,376)	827,615
Increase (decrease) in accounts payable - other	50,960	28,302
Other, net	908,819	2,113,139
Subtotal	13,434,445	17,380,213
Interest and dividends received	210,280	241,248
Interest paid	(65,034)	(52,761)
Subsidies received	5,588	3,704,761
Income taxes paid	(1,986,431)	(3,301,788)
Net cash provided by (used in) operating activities	11,598,848	17,971,673
Cash flows from investing activities		
Payments into time deposits	(1,330,016)	(4,555,050)
Proceeds from withdrawal of time deposits	1,549,921	4,095,075
Purchase of property, plant and equipment	(6,468,677)	(6,728,727)
Proceeds from sale of property, plant and equipment	3,309	8,758
Purchase of intangible assets	(305,369)	(74,732)
Purchase of investment securities	(52,903)	(3,090)
Proceeds from collection of long-term loans receivable	0	0
Other, net	(223,391)	(147,499)
Net cash provided by (used in) investing activities	(6,827,127)	(7,405,266)
Cash flows from financing activities		
Repayments of long-term borrowings	(1,100,000)	(2,000,000)
Purchase of treasury shares	–	(144)
Dividends paid	(1,339,552)	(1,444,025)
Repayments of lease liabilities	(9,342)	(9,870)
Net cash provided by (used in) financing activities	(2,448,894)	(3,454,041)
Effect of exchange rate change on cash and cash equivalents	34,573	(74,533)
Net increase (decrease) in cash and cash equivalents	2,357,400	7,037,831
Cash and cash equivalents at beginning of period	29,237,390	37,896,430
Cash and cash equivalents at end of period	31,594,790	44,934,262