



Financial Results for 3Q FY2025

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| 1. Results for 3Q FY2025 | P.2- |
| 2. Appendix
(Sub-segment Year-on-Year Comparison of Net Sales) | P.10- |

Results for 3Q FY2025

Overview of Results for 3Q FY2025

	3Q FY2024	3Q FY2025	Change	Rate of Change
Net sales (Millions of yen)	41,792	39,519	(2,272)	(5.4)%
Operating income (Millions of yen)	3,439	3,589	149	4.3%
Operating income ratio	8.2%	9.1%	0.9pp	—
Ordinary profit (Millions of yen)	3,384	3,652	268	7.9%
Net income attributable to owners of parent (Millions of yen)	3,465	2,281	(1,184)	(34.2)%

Note: Toagosei Chemical India Private Limited was newly established in March 2025 and has been included in the scope of consolidation from the current consolidated fiscal year.

Elmer's & Toagosei was dissolved in August 2025 and has been excluded from equity-method affiliates.

(Number of consolidated subsidiaries: 21; Number of equity-method affiliates: 1)

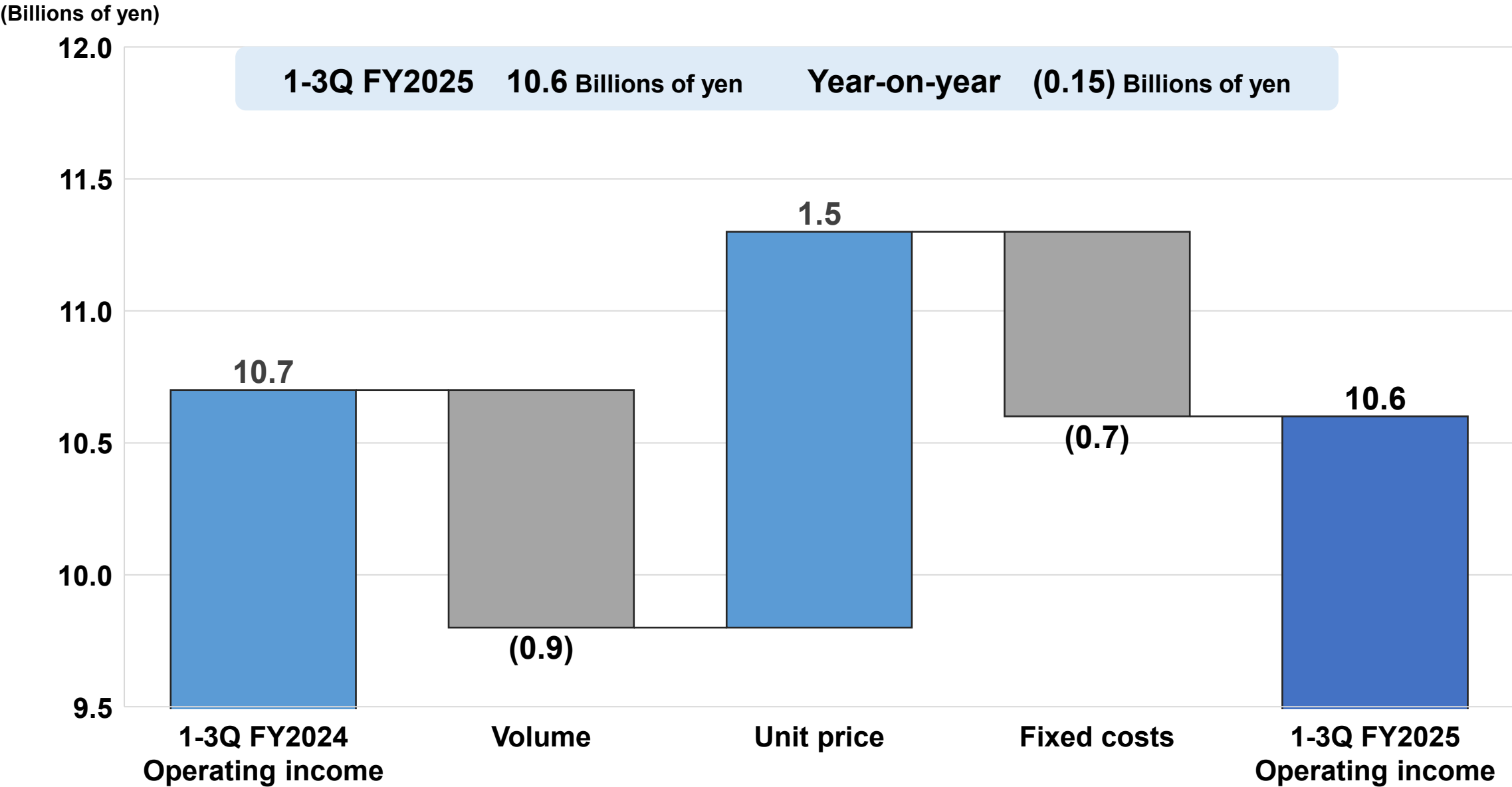
Overview of Results for 1-3Q FY2025

		1-3Q FY2024	1-3Q FY2025	Change	Rate of Change
Net sales	(Millions of yen)	123,363	119,863	(3,499)	(2.8)%
Operating income	(Millions of yen)	10,762	10,607	(155)	(1.4)%
Operating income ratio		8.7%	8.8%	0.1pp	—
Ordinary profit	(Millions of yen)	12,142	11,149	(992)	(8.2)%
Net income attributable to owners of parent	(Millions of yen)	10,506	8,002	(2,504)	(23.8)%
Net income per share	(Yen)	92.15	72.99	(19.16)	(20.8)%

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(Number of consolidated subsidiaries: 21; Number of equity-method affiliates: 1)



Consolidated Results (by Segment) 3Q

(Millions of yen)

Net sales	3Q FY2024 A	3Q FY2025 B	Volume	Unit price	Change B-A
Commodity Chemicals	19,718	17,159	(1,901)	(657)	(2,559)
Polymer & Oligomer	8,785	9,064	92	188	279
Adhesive Material	3,437	3,290	(292)	147	(147)
Performance Chemicals	2,561	2,419	(161)	19	(143)
Plastics	6,810	6,962	(251)	404	152
Other/adjustments	482	626	143	0	143
Total	41,792	39,519	(2,370)	99	(2,272)

Operating income	3Q FY2024		3Q FY2025		Change
	Operating income	Operating income ratio	Operating income	Operating income ratio	
Commodity Chemicals	1,981	10.0 %	2,049	11.9 %	69
Polymer & Oligomer	1,066	12.1 %	943	10.4 %	(123)
Adhesive Material	141	4.1 %	(47)	(1.4) %	(187)
Performance Chemicals	357	13.9 %	282	11.7 %	(75)
Plastics	392	5.8 %	803	11.5 %	411
Other/adjustments	(499)	—	(445)	—	56
Total	3,439	8.2 %	3,589	9.1 %	149

Consolidated Results (by Segment) 1-3Q

(Millions of yen)

Net sales	1-3Q FY2024 A	1-3Q FY2025 B	Volume	Unit price	Change B-A
Commodity Chemicals	58,092	53,339	(3,784)	(968)	(4,753)
Polymer & Oligomer	26,031	26,602	(32)	604	570
Adhesive Material	10,028	10,051	(234)	256	22
Performance Chemicals	7,641	7,432	(282)	73	(209)
Plastics	20,111	20,695	(579)	1,162	583
Other/adjustments	1,457	1,743	285	—	285
Total	123,363	119,863	(4,626)	1,127	(3,499)

Operating income	1-3Q FY2024		1-3Q FY2025		Change
	Operating income	Operating income ratio	Operating income	Operating income ratio	
Commodity Chemicals	6,173	10.6 %	6,730	12.6 %	557
Polymer & Oligomer	3,189	12.3 %	2,209	8.3 %	(980)
Adhesive Material	373	3.7 %	216	2.2 %	(156)
Performance Chemicals	943	12.3 %	741	10.0 %	(202)
Plastics	1,039	5.2 %	1,975	9.5 %	935
Other/adjustments	(957)	—	(1,266)	—	(309)
Total	10,762	8.7 %	10,607	8.8 %	(155)

Consolidated Statement of Income

(Non-operating Income/Expenses and Extraordinary Income/Losses)

(Millions of yen)

Non-operating income/expenses	1-3Q FY2024	1-3Q FY2025	Change
Interest and dividend income	1,214	972	(241)
Equity in earnings of affiliates	138	73	(64)
Foreign currency exchange gains	256	—	(256)
Rent income on non-current assets	76	17	(59)
Other income	91	158	66
Interest expenses	(111)	(158)	(47)
Foreign currency exchange losses	—	(170)	(170)
Environment readiness fee	(146)	(199)	(52)
Inactive facilities expenses	(8)	(5)	3
Other expenses	(129)	(144)	(14)
Total	1,380	542	(837)

Equity in earnings of affiliates (Breakdown)	1-3Q FY2024	1-3Q FY2025	Change
Elmer's & Toagosei (*)	121	120	0
Chubu Liquid Oxygen	17	(47)	(64)
Total	138	73	(64)

* The company was dissolved in August 2025.

(Millions of yen)

Extraordinary income/losses	1-3Q FY2024	1-3Q FY2025	Change
Gain on sale of non-current assets	8	—	(8)
Gain on sales of investment securities	3,360	1,477	(1,883)
Subsidy income	71	47	(24)
Loss on disposal of non-current assets	(971)	(1,322)	(350)
Loss on disaster (*)	(75)	(58)	16
Loss on valuation of investment securities	—	(182)	(182)
Special suspense account for tax purpose reduction entry	—	(40)	(40)
Total	2,394	(80)	(2,474)

* Cost of recovery from the Noto Peninsula Earthquake

Exchange rate	Sep. 30, 2024	Dec. 31, 2024	Sep. 30, 2025
Yen/USD	142.73	158.18	148.88
Yen/THB	4.41	4.64	4.62

Naphtha price	Average for Jan. to Sep. 2024	Average for Jan. to Sep. 2025
Yen/kl	76,133	67,633

Consolidated Balance Sheet

(Millions of yen)

	Dec. 31, 2024	Sep. 30, 2025	Change
Current assets	122,750	103,419	(19,330)
Cash, deposits and securities	41,821	26,317	(15,503)
Notes and accounts receivable	42,359	37,032	(5,326)
Electronically recorded monetary claims	9,860	10,298	437
Inventories	24,734	25,864	1,130
Other current assets	4,026	3,954	(72)
Allowance for doubtful receivables	(52)	(48)	3
Fixed assets	155,270	172,552	17,282
Property, plant and equipment	111,851	123,361	11,509
Intangible fixed assets	1,666	4,740	3,073
Investment securities	34,023	36,794	2,771
Other fixed assets	7,728	7,656	(72)
Total assets	278,020	275,972	(2,047)

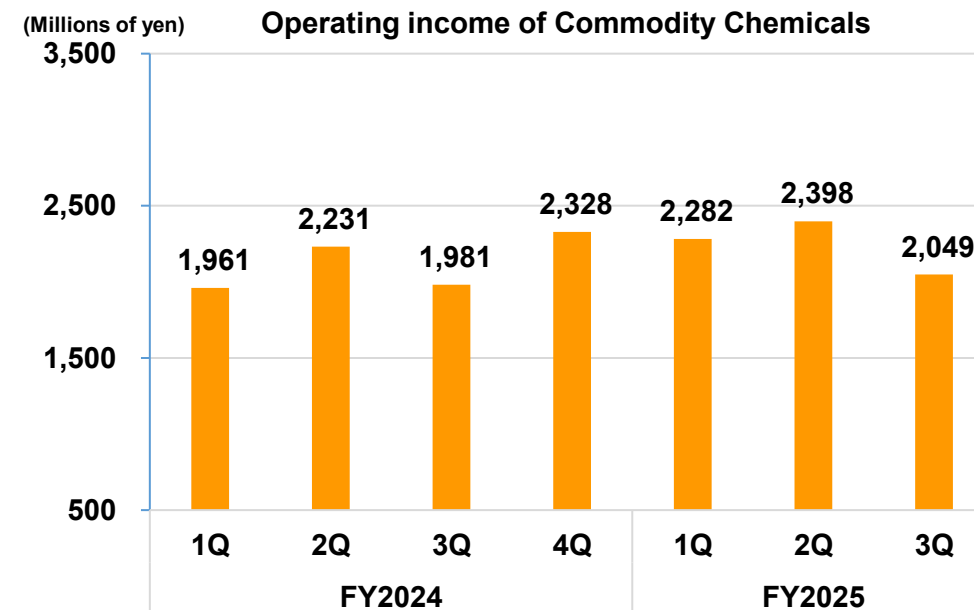
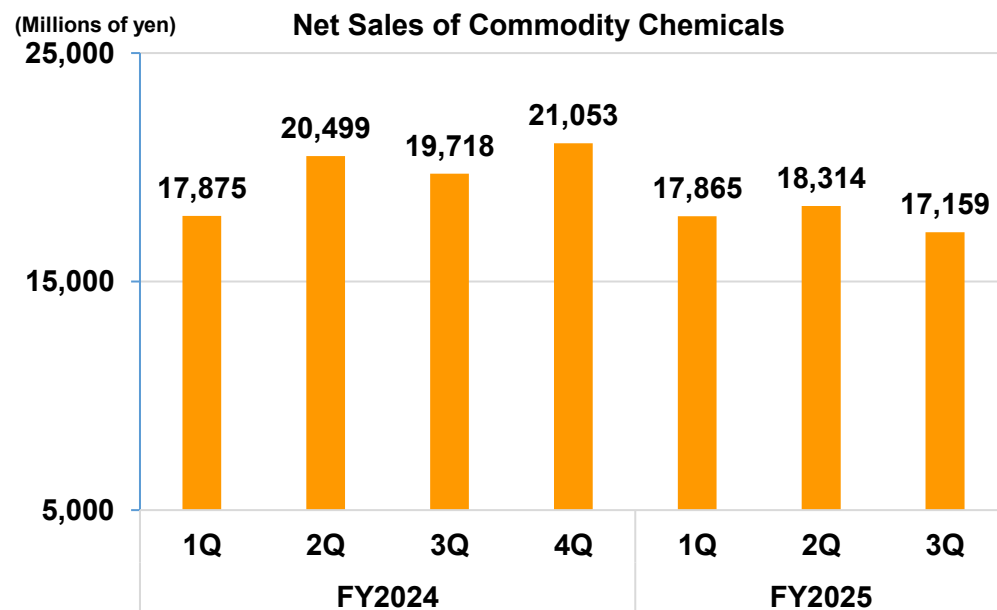
	Dec. 31, 2024	Sep. 30, 2025	Change
Total liabilities	64,352	66,622	2,270
Notes and accounts payable	18,740	16,167	(2,572)
Bank loans	—	10,000	10,000
Accrued income taxes	11,044	10,705	(339)
Other liabilities	2,762	570	(2,192)
Notes and accounts payable	31,804	29,179	(2,624)

Total net assets	213,668	209,349	(4,318)
Shareholders' equity	191,551	185,726	(5,825)
Accumulated other comprehensive income	21,034	22,511	1,477
Non-controlling interests	1,082	1,112	30
Total liabilities and net assets	278,020	275,972	(2,047)

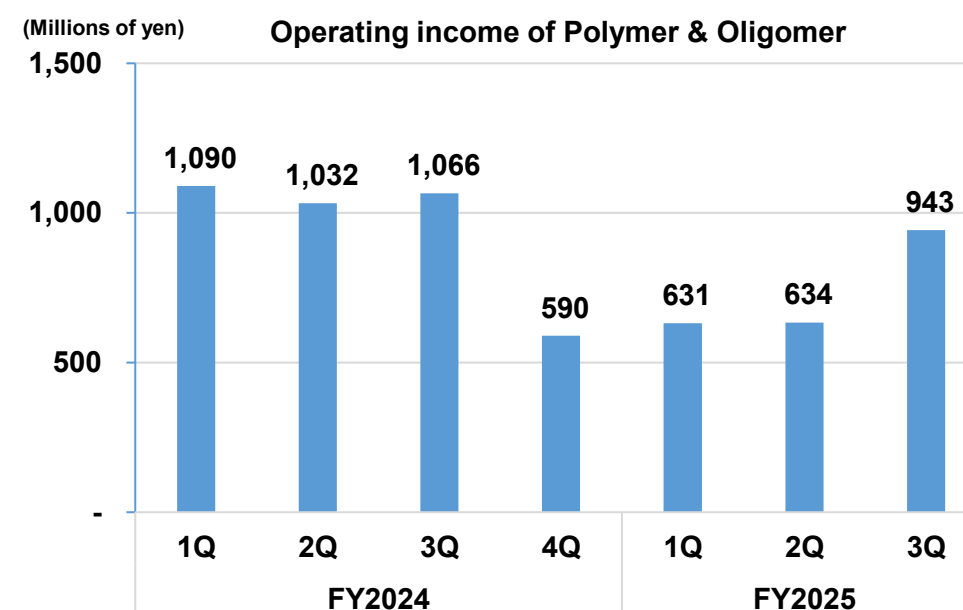
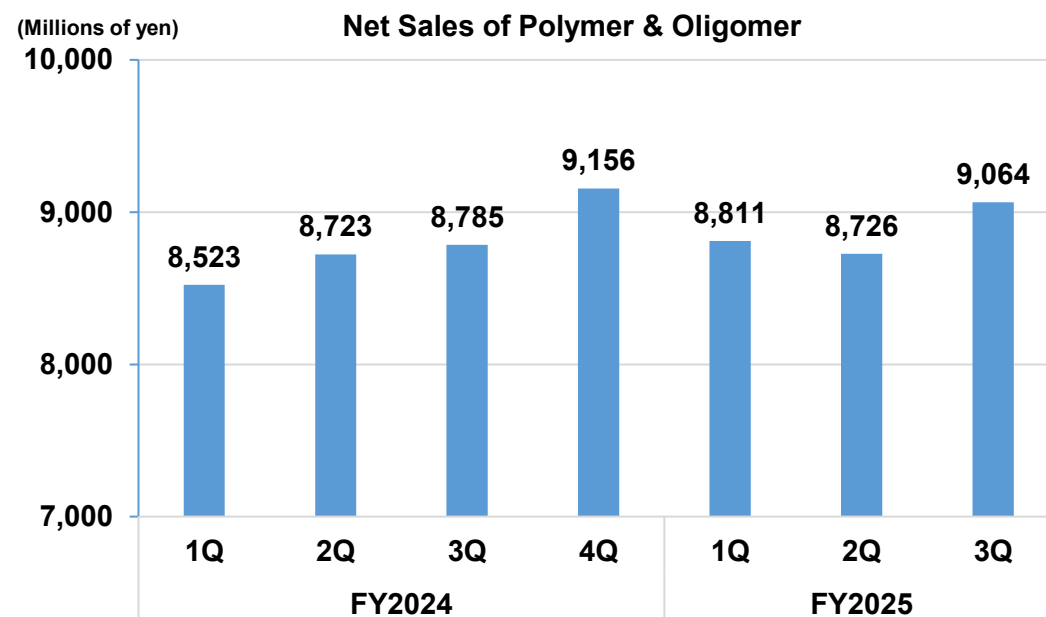
Net worth ratio	76.5%	75.5%	(1.0)pp
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Appendix

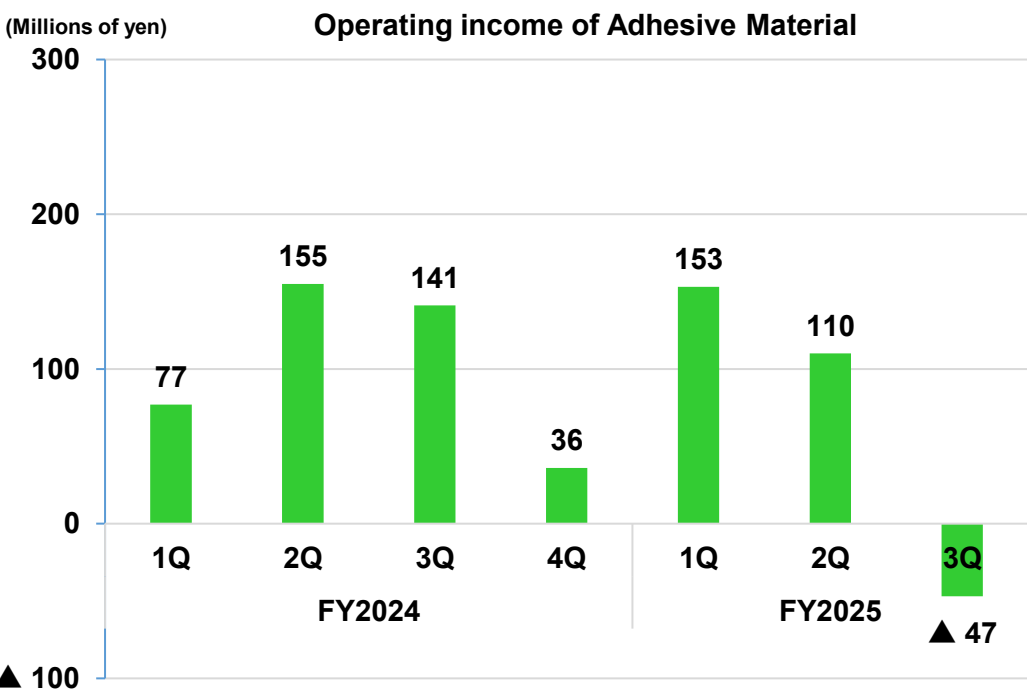
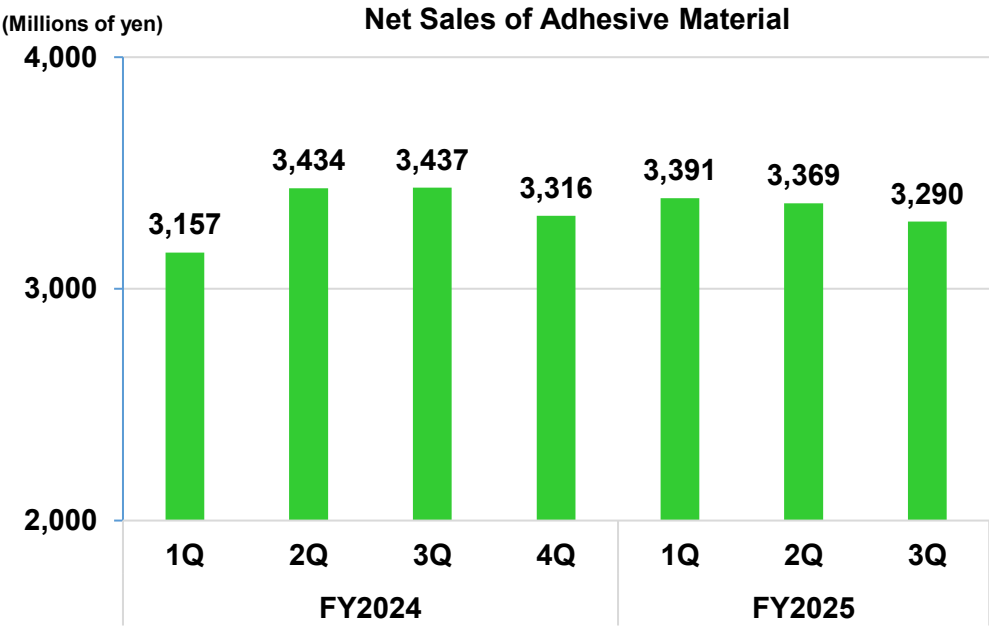
Sub-segment of Commodity Chemicals Business	Year-on-year Comparison		Reason for the Net Sales Change
	3Q FY2025 Accounting Period	1-3Q FY2025 Cumulative Total	
Inorganic chemicals	99%	98%	Net sales decreased due to a decline in sales volume.
Acrylic monomers	70%	80%	Net sales decreased due to a decline in sales volume for certain products and a decline in selling prices linked to lower raw material costs.
Industrial gas	110%	97%	Net sales decreased due to a decline in sales volume caused by an operational stoppage at a manufacturing-related company resulting from equipment trouble.



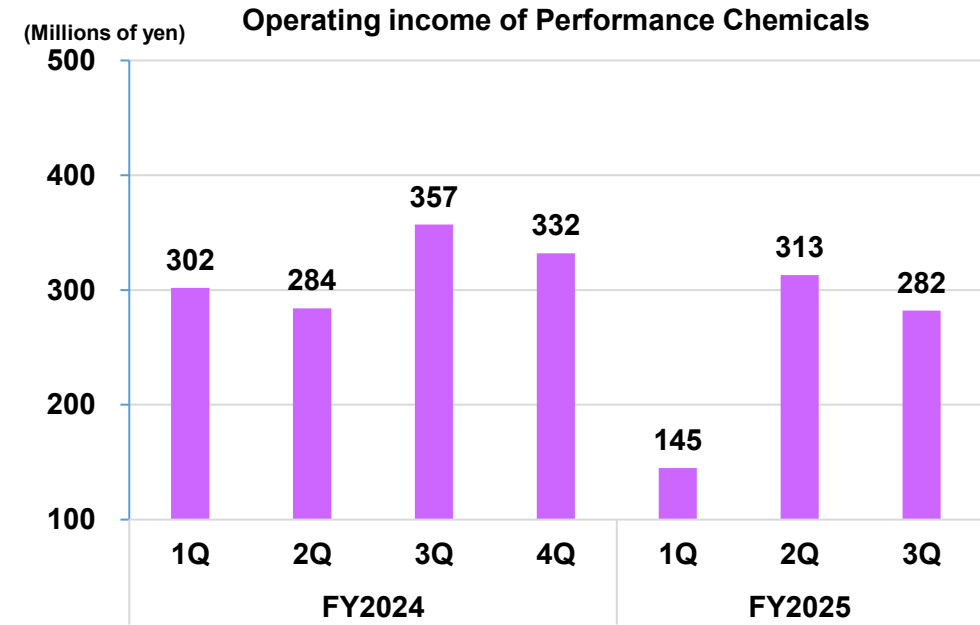
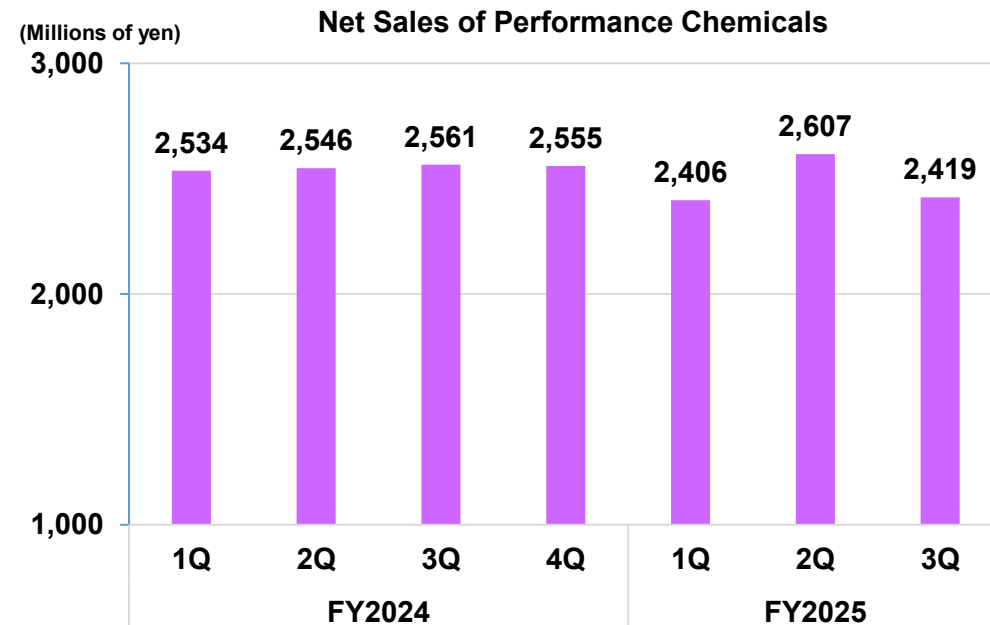
Sub-segment of Polymer & Oligomer Business	Year-on-year Comparison		Reason for the Net Sales Change
	3Q FY2025 Accounting Period	1-3Q FY2025 Cumulative Total	
Polymers	100%	99%	Net sales decreased due to a decline in sales volume for automotive parts.
Oligomers	103%	102%	Net sales increased due to the revision of sales prices.
Flocculants	106%	105%	Net sales increased due to higher overseas sales volume and selling price revisions.



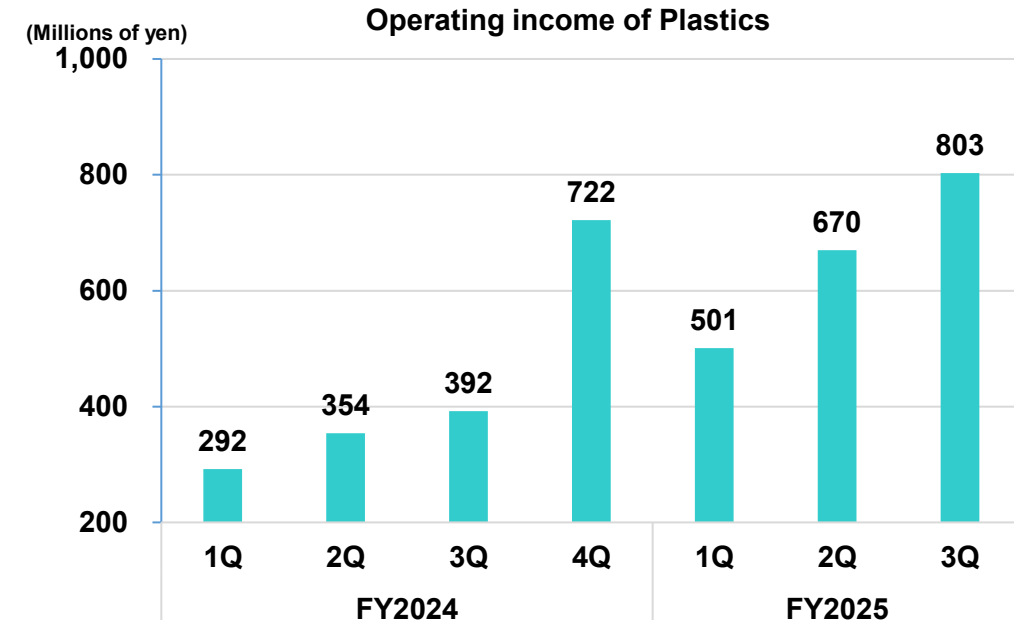
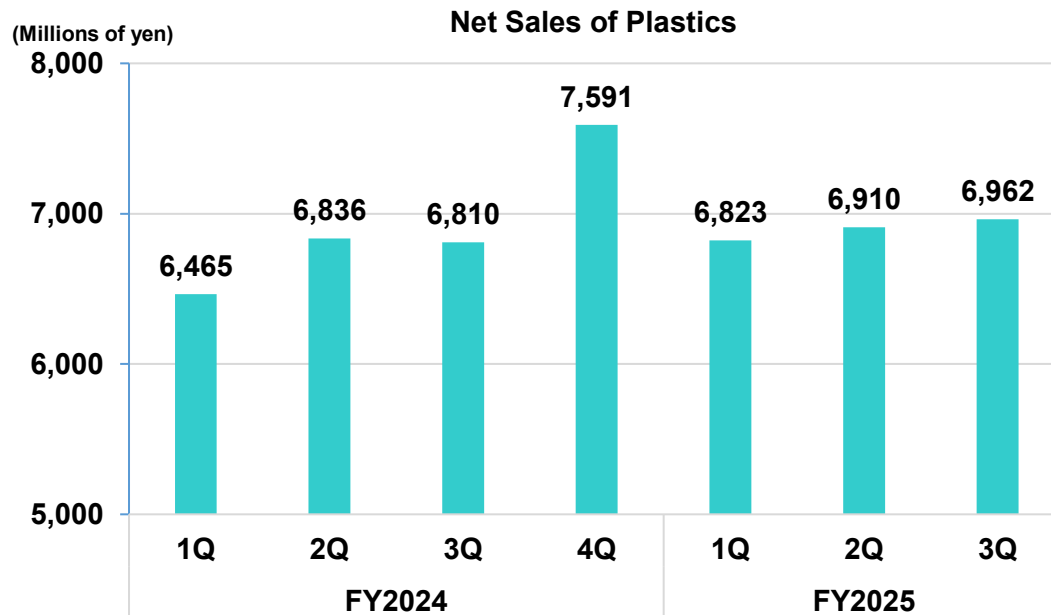
Sub-segment of Adhesive Material Business	Year-on-year Comparison		Reason for the Net Sales Change
	3Q FY2025 Accounting Period	1-3Q FY2025 Cumulative Total	
Instant glue	98%	101%	Net sales increased due to the impact of organizational changes following the dissolution of a joint venture in the United States and higher sales volume in China and other countries.
Functional adhesives	93%	99%	Net sales decreased due to lower sales volume for smartphone components, despite steady demand for automotive parts.



Sub-segment of Performance Chemicals Business	Year-on-year Comparison		Reason for the Net Sales Change
	3Q FY2025 Accounting Period	1-3Q FY2025 Cumulative Total	
Inorganic functional Materials	89%	97%	Net sales decreased due to a decline in exports of inorganic antibacterial agents.
High-purity inorganic chemicals	96%	97%	Net sales decreased due to a decline in sales volume, as strong demand for AI-related semiconductors continued but recovery in other segments remained sluggish.
Newly developed products	127%	187%	Net sales increased due to a sale in Aroncure (began selling in September 2024).



Sub-segment of Plastics Business	Year-on-year Comparison		Reason for the Net Sales Change
	3Q FY2025 Accounting Period	1-3Q FY2025 Cumulative Total	
Environmental & infrastructure system products (former Piping equipment)	110%	108%	Net sales increased due to higher sales volume for sewerage-related products.
Nursing care	88%	95%	Net sales decreased due to lower sales volume from sluggish demand for nursing care products.
Eco material (former Elastomer compounds)	95%	103%	Net sales increased due to higher sales volumes at the Thailand base.





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