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October 29, 2024

Consolidated Financial Results for the Six Months Ended September 30, 2024 (Under Japanese GAAP)

Company name: Taoka Chemical Co., Ltd.
 Listing: Tokyo Stock Exchange
 Securities code: 4113
 URL: <https://www.taoka-chem.co.jp>
 Representative: Yasuaki Sasaki, President
 Inquiries: Hiroyuki Tanaka, General Manager, Business Services Office
 Telephone: +81-6-7639-7400
 Scheduled date to file semi-annual securities report: November 11, 2024
 Scheduled date to commence dividend payments: December 2, 2024
 Preparation of supplementary material on financial results: None
 Holding of financial results briefing: Yes (for institutional investors and analysts)

(Yen amounts are rounded to millions, unless otherwise noted.)

1. Consolidated financial results for the six months ended September 30, 2024 (from April 1, 2024 to September 30, 2024)

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

	Sales revenue		Operating income		Ordinary income		Net income attributable to owners of the parent	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2024	15,062	1.7	898	56.6	948	52.8	638	38.9
September 30, 2023	14,812	(3.0)	573	130.1	620	121.9	460	140.4

Note: Comprehensive income For the six months ended September 30, 2024: ¥664 million [33.8%]
 For the six months ended September 30, 2023: ¥496 million [106.1%]

	Net income per share	Diluted net income per share
Six months ended	Yen	Yen
September 30, 2024	44.56	—
September 30, 2023	32.09	—

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
September 30, 2024	29,878	17,746	59.4
March 31, 2024	29,720	17,211	57.9

Reference: Equity

As of September 30, 2024: ¥17,746 million

As of March 31, 2024: ¥17,211 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, 2024	—	9.00	—	9.00	18.00
Fiscal year ending March 31, 2025	—	9.00			
Fiscal year ending March 31, 2025 (Forecast)			—	12.00	21.00

Note: Revisions to the forecasts of cash dividends most recently announced: Yes

For details of the revisions of forecasts of cash dividends, please refer to “Differences Between Financial Forecasts and Actual Results for Six-Months Ended September 30, 2024, and Revisions to Full-Year Financial Results Forecasts and Year-End Dividend Forecasts” disclosed on October 29, 2024.

3. Consolidated financial forecasts for the fiscal year ending March 31, 2025(from April 1, 2024 to March 31, 2025)

(Percentages indicate year-on-year changes.)

	Sales revenue		Operating income		Ordinary income		Net income attributable to owners of the parent		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	yen
Full year	30,000	5.1	1,450	34.9	1,500	31.4	1,050	28.0	73.28

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

For details of the revisions of consolidated financial results forecasts, please refer to “Differences Between Financial Forecasts and Actual Results for Six-Months Ended September 30, 2024, and Revisions to Full-Year Financial Results Forecasts and Year-End Dividend Forecasts” disclosed on October 29, 2024.

*** Notes**

- (1) Significant changes in the scope of consolidation during the period: None
- (2) Adoption of accounting treatment specific to the preparation of semi-annual 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) 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, 2024	14,440,000 shares
As of March 31, 2024	14,440,000 shares

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

As of September 30, 2024	111,280 shares
As of March 31, 2024	111,235 shares

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

Six months ended September 30, 2024	14,328,752 shares
Six months ended September 30, 2023	14,328,860 shares

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

* Proper use of earnings forecasts, and other special matters
(Caution regarding forward-looking statements and others)

The forward-looking statements, including financial forecasts, contained in this report are based on information currently available to the Company and certain assumptions deemed to be reasonable. Accordingly, they are not intended to be construed as assurance that they will be accomplished in the future. Note that actual results may differ materially from the forecasts for a number of reasons.

(Regarding the change in disclosure unit of the amounts and in rounding)

Amounts in quarterly consolidated financial statements and notes to them used to be stated in units of thousands of yen, but from the first quarter of the fiscal year under review, they are stated in units of millions of yen. For easy comparison, figures for the second quarter of the previous fiscal year have also been restated in units of millions of yen.

In addition, amounts used to be rounded down to millions previously, but from the first quarter of the fiscal year under review, they are rounded to the nearest million. The comparison information is also rounded off due to this change.

The Taoka Chemical Group's consolidated sales revenue for the six months ended September 30, 2024, increased by ¥250 million compared with the same period of the previous fiscal year, to ¥15,062 million. The Group posted operating income of ¥ 898 million, ordinary income of ¥ 948 million and net income attributable to owners of the parent of ¥ 638 million.

The financial results of Taoka Chemical by business segment for the six months period were as follows:

Division		Six Months Ended September 30, 2023		Six Months Ended September 30, 2024		Change	
		Millions of yen	Composition ratio (%)	Millions of yen	Composition ratio (%)	Millions of yen	Year-on-year rate (%)
	Fine Chemicals	7,250	48.9	6,875	45.6	(375)	(5.2)
	Functional Chemicals	1,688	11.4	1,791	11.9	104	6.1
	Functional Polymers and Additives	5,585	37.7	6,084	40.4	499	8.9
	Chemicals Segment	14,522	98.0	14,750	97.9	227	1.6
	Analytical Services	290	2.0	312	2.1	23	7.8
	Total	14,812	100.0	15,062	100.0	250	1.7

Chemicals Segment

Sales revenue of this segment was ¥14,750 million, a ¥227million increase compared to the same period of the previous fiscal year.

Fine Chemicals Division

Sales revenue of monomers for optical resins and agrochemical intermediates decreased. As a result, the division sales revenue decreased by ¥375 million, to ¥6,875 million.

Functional Chemicals Division

Shipments of rubber additives increased. As a result, the division sales revenue increased by ¥104 million, to ¥1,791 million.

Functional Polymers and Additives Division

Shipments of varnish and sales revenue of plasticizers increased. As a result, the division sales revenue increased by ¥499 million, to ¥6,084 million.

Analytical Services Segment

Sales of soil analysis increased. As a result, the segment sales revenue increased by ¥23 million, to ¥312 million.