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July 31, 2026

Consolidated Financial Results for the Three Months Ended June 30, 2026 (Under Japanese GAAP)

Company name: TAOKA CHEMICAL COMPANY, LIMITED
Listing: Tokyo Stock Exchange
Securities code: 4113
URL: https://www.taoka-chem.co.jp
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Scheduled date to commence dividend payments: -
Preparation of supplementary material on financial results: None
Holding of financial results briefing: None

(Yen amounts are rounded to the nearest million, unless otherwise noted.)

1. Consolidated financial results for the three months ended June 30, 2026 (from April 1, 2026 to June 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	
Three months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
June 30, 2026	7,719	(9.8)	142	(80.8)	174	(77.0)	108	(80.5)
June 30, 2025	8,558	12.6	741	45.0	757	37.2	554	36.6

Note: Comprehensive income For the three months ended June 30, 2026: ¥ 136 million [(72.5) %]
For the three months ended June 30, 2025: ¥ 493 million [12.0 %]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2026	7.56	-
June 30, 2025	38.67	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
June 30, 2026	30,543	19,428	63.6
March 31, 2026	30,928	19,550	63.2

Reference: Equity
As of June 30, 2026: ¥ 19,428 million
As of March 31, 2026: ¥ 19,550 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	-	18.00	-	18.00	36.00
Fiscal year ending March 31, 2027	-				
Fiscal year ending March 31, 2027 (Forecast)		3.00	-	3.00	6.00

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

3. Consolidated financial result forecasts 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 attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2026	17,500	(1.1)	170	(87.9)	180	(87.4)	130	(87.6)	9.07
Full year	35,000	5.4	320	(84.4)	350	(83.3)	250	(83.7)	17.45

Note: Revisions to the financial result forecast most recently announced: None

*** Notes**

(1) Significant changes in the scope of consolidation during the period: None

(2) Adoption of accounting treatment specific to the preparation of quarterly 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 June 30, 2026	14,440,000 shares
As of March 31, 2026	14,440,000 shares

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

As of June 30, 2026	111,441 shares
As of March 31, 2026	111,375 shares

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

Three months ended June 30, 2026	14,328,592 shares
Three months ended June 30, 2025	14,328,649 shares

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: None

* 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.

The Taoka Chemical Group’s consolidated net sales for the three months ended June 30, 2026, decreased by ¥ 839 million compared with the same period of the previous fiscal year, to ¥7,719 million. The Group posted operating profit of ¥ 142 million, ordinary profit of ¥ 174 million and profit attributable to owners of parent of ¥ 108 million.

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

Division	Three Months Ended June 30, 2025		Three Months Ended June 30, 2026		Change	
	Millions of yen	Composition ratio (%)	Millions of yen	Composition ratio (%)	Millions of yen	Year-on-year rate (%)
Fine Chemicals	4,431	51.8	3,107	40.3	(1,323)	(29.9)
Functional Chemicals	825	9.6	995	12.9	170	20.6
Functional Polymers and Additives	3,171	37.1	3,498	45.3	327	10.3
Chemicals Segment	8,427	98.5	7,600	98.5	(827)	(9.8)
Analytical Services	131	1.5	119	1.5	(12)	(9.2)
Total	8,558	100.0	7,719	100.0	(839)	(9.8)

Chemicals Segment

Net sales of this segment was ¥7,600 million, a ¥827 million decrease compared to the same period of the previous fiscal year.

Fine Chemicals

Although shipments of agrochemical intermediates increased, shipments of monomers for optical resins decreased. As a result, the division net sales decreased by ¥1,323 million, to ¥3,107 million.

Functional Chemicals

Shipments of rubber additives increased. As a result, the division net sales increased by ¥170 million, to ¥995 million.

Functional Polymers and Additives

Shipments of varnish, as well as sales prices of plasticizers increased reflecting the rise in raw material prices. As a result, the division net sales increased by ¥327 million, to ¥3,498 million.

Analytical Services Segment

Sales of work environment measurement and evaluation, as well as composition and structural analysis decreased. As a result, the segment net sales decreased by ¥12 million, to ¥119 million.

Quarterly Consolidated Financial Statements and Primary Notes

Quarterly Consolidated Balance Sheet

(Millions of yen)

	As of March 31, 2026	As of June 30, 2026
Assets		
Current assets		
Cash and deposits	1,387	1,532
Notes receivable - trade	79	52
Accounts receivable - trade	6,077	5,821
Merchandise and finished goods	5,221	4,707
Work in process	88	160
Raw materials and supplies	2,615	2,699
Other	1,893	2,103
Total current assets	17,360	17,074
Non-current assets		
Property, plant and equipment		
Buildings and structures	11,224	11,240
Accumulated depreciation and impairment	(6,642)	(6,726)
Buildings and structures, net	4,582	4,514
Machinery, equipment and vehicles	27,796	27,972
Accumulated depreciation and impairment	(22,298)	(22,534)
Machinery, equipment and vehicles, net	5,499	5,438
Other	4,904	4,946
Accumulated depreciation and impairment	(2,668)	(2,674)
Other, net	2,236	2,271
Total property, plant and equipment	12,317	12,223
Intangible assets	79	75
Investments and other assets		
Other	1,172	1,171
Allowance for doubtful accounts	(0)	(0)
Total investments and other assets	1,172	1,171
Total non-current assets	13,567	13,469
Total assets	30,928	30,543

(Millions of yen)

	As of March 31, 2026	As of June 30, 2026
Liabilities		
Current liabilities		
Accounts payable - trade	5,241	5,275
Current portion of long-term borrowings	620	620
Income taxes payable	312	36
Provision for bonuses	494	251
Other	1,968	2,357
Total current liabilities	8,634	8,539
Non-current liabilities		
Long-term borrowings	250	95
Retirement benefit liability	2,194	2,189
Other	300	293
Total non-current liabilities	2,744	2,577
Total liabilities	11,378	11,115
Net assets		
Shareholders' equity		
Share capital	1,572	1,572
Capital surplus	1,009	1,009
Retained earnings	16,634	16,484
Treasury shares	(40)	(40)
Total shareholders' equity	19,175	19,025
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	71	80
Foreign currency translation adjustment	176	215
Remeasurements of defined benefit plans	128	108
Total accumulated other comprehensive income	375	403
Total net assets	19,550	19,428
Total liabilities and net assets	30,928	30,543

Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statement of Income

For the Three-Month Period

(Millions of yen)

	For the three months ended June 30, 2025	For the three months ended June 30, 2026
Net sales	8,558	7,719
Cost of sales	6,883	6,612
Gross profit	1,675	1,107
Selling, general and administrative expenses	934	965
Operating profit	741	142
Non-operating income		
Interest income	2	3
Dividend income	14	15
Gain on sales of waste goods	6	7
Other	9	9
Total non-operating income	32	33
Non-operating expenses		
Interest expenses	1	1
Foreign exchange losses	11	-
Other	3	-
Total non-operating expenses	15	1
Ordinary profit	757	174
Extraordinary losses		
Loss on retirement of non-current assets	2	24
Total extraordinary losses	2	24
Profit before income taxes	756	151
Income taxes - current	175	23
Income taxes - deferred	27	19
Total income taxes	202	42
Profit	554	108
Profit attributable to non-controlling interests	-	-
Profit attributable to owners of parent	554	108

Quarterly Consolidated Statement of Comprehensive Income

For the Three-Month Period

(Millions of yen)

	For the three months ended June 30, 2025	For the three months ended June 30, 2026
Profit	554	108
Other comprehensive income		
Valuation difference on available-for-sale securities	3	9
Foreign currency translation adjustment	(49)	39
Remeasurements of defined benefit plans, net of tax	(15)	(20)
Total other comprehensive income	(61)	28
Comprehensive income	493	136
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	493	136
Comprehensive income attributable to non-controlling interests	-	-