Fiscal Year 2025 (FYE March 2026) 2Q

# Consolidated Financial Results

November 11, 2025

HODOGAYA CHEMICAL CO., LTD.
（TSE：4112）

2Q
FY2025

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# Overview (Consolidated)



＜April 1, 2025 – September 30, 2025＞

| P/L (Million Yen) | FY 2024 2Q Cumulative | (%) | FY 2025 2Q Cumulative | (%) | Change from Previous Quarter (Amount) | (%pt) | FY 2025 Forecast Revised Forecast as of 11 NOV 2025 | Progress Rate (%) |
|---|---|---|---|---|---|---|---|---|
| Net Sales | 26,607 | – | **22,546** | **–** | ▲4,061 | ▲15.3 | 50,000 | 45.1 |
| Operating Profit | 4,354 | 16.4 | **1,532** | **6.8** | ▲2,821 | ▲64.8 | 5,000 | 30.6 |
| Ordinary Profit | 4,413 | 16.6 | **1,832** | **8.1** | ▲2,581 | ▲58.5 | 5,000 | 36.6 |
| Profit attributable to owners of parent | 2,549 | 9.6 | **1,234** | **5.5** | ▲1,314 | ▲51.6 | 3,000 | 41.1 |

Revision of Forecast

See Page 19

| | FY 2024 2Q | FY 2025 2Q |
|---|---|---|
| Earnings per share | 160.45 Yen | **77.65 Yen** |

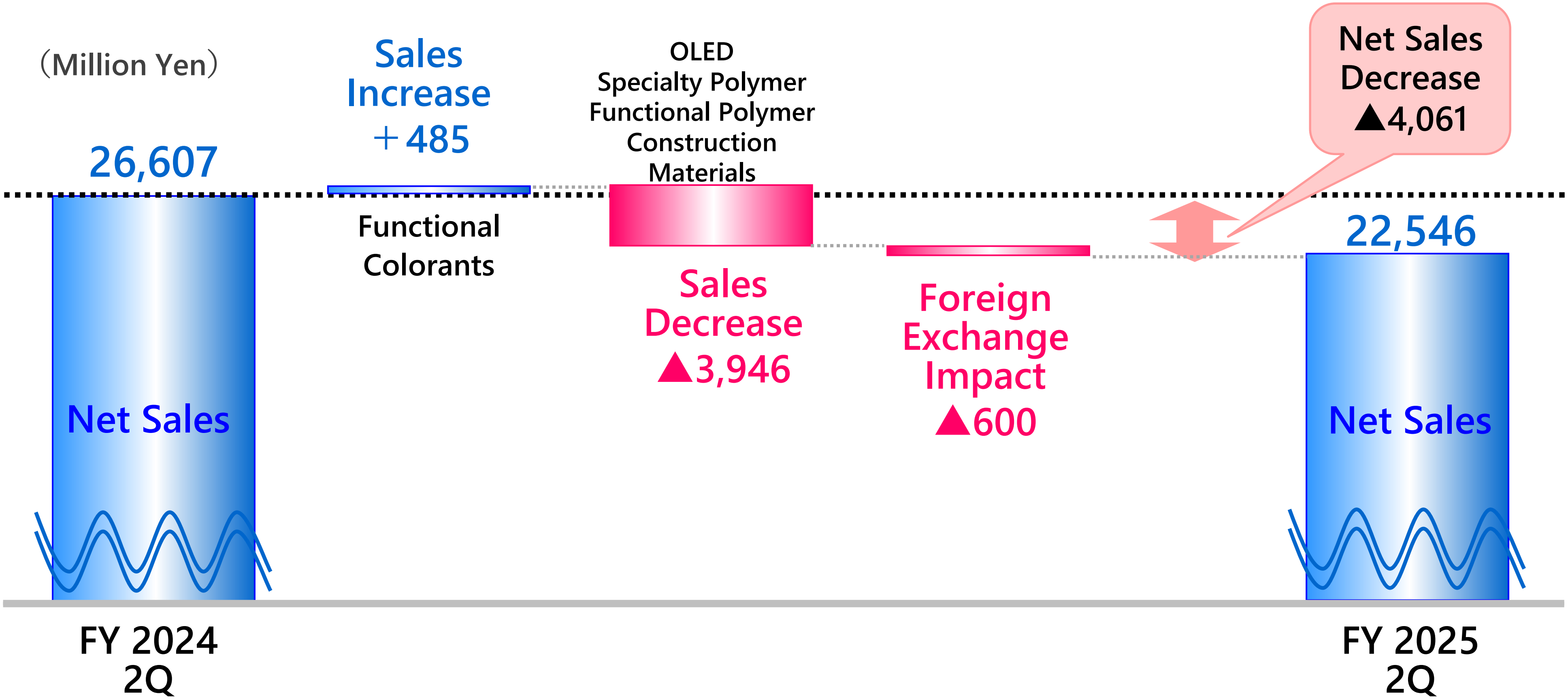
| Average Exchange Rate for the Period | FY 2024 2Q | FY 2025 2Q |
|---|---|---|
| USD / JPY | 152.50 | **146.09** |
| KRW / JPY | 0.1120 | **0.1052** |

（Note） The Company has conducted a stock split with an effective date of April 1,2025 at the ratio of two shares for every one common share. Net income per share are calculated based on the assumption that the stock split occurred at the beginning of the previous fiscal year..

# Analysis of Net Sales（YonY）

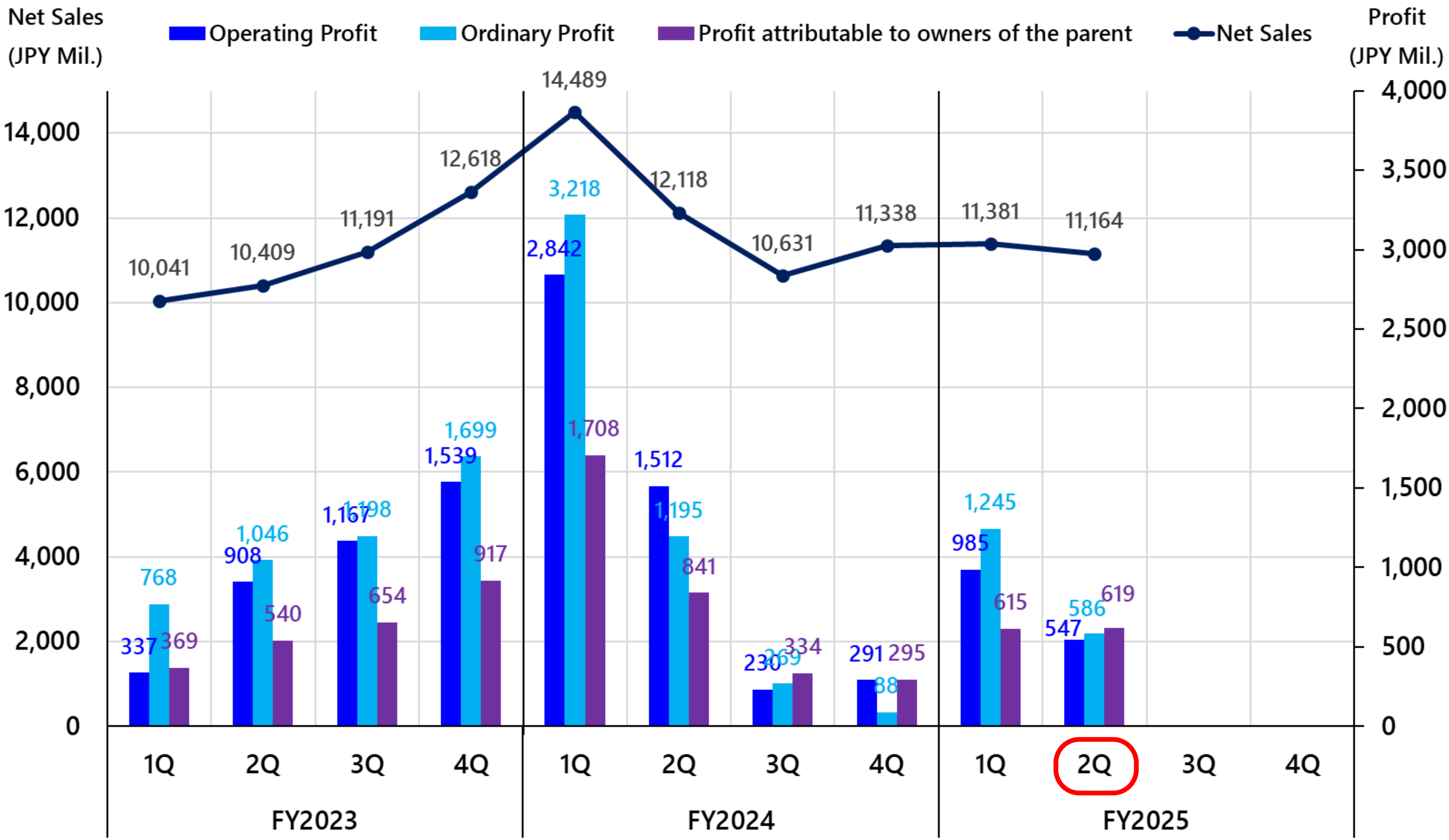


In the consolidated cumulative period for the second quarter of fiscal year 2025, sales of OLED Materials, particularly in the functional colorants segment, did not grow as initially expected. As a result, revenue decreased by 4,061 million yen compared to the same period last year, representing a 15.3% decline, resulting in total revenue of 22,546 million yen.



# Quarterly Trends in Consolidated Financial Results





# Balance Sheet / Cash Flow Statement (Consolidated)



| Balance Sheet (Millon Yen) | March 31, 2025 | September 30, 2025 | Change |
|---|---|---|---|
| Total Asset<br>(Cash and deposits) | 79,858<br>(10,774) | **84,290**<br>**(12,457)** | ＋4,431<br>(+1,682) |
| Total Net Assets<br>(Shareholders' equity)<br>(Equity) | 58,530<br>(40,737)<br>(48,601) | **61,524**<br>**(41,903)**<br>**(50,947)** | ＋2,993<br>(＋1,166)<br>(＋2,346) |
| Equity-to-asset Ratio | 60.9% | **60.4%** | ▲0.5%pt |
| Interest-bearing Debt | 8,501 | **9,729** | +1,228 |

| Cash Flow (Millon Yen) | FY 2024 - 2Q<br>September 30, 2024 | FY 2025 - 2Q<br>September 30, 2025 | Change |
|---|---|---|---|
| Operating Cash Flow<br>(Profit before income taxes)<br>(Depreciation) | 4,728<br>(4,489)<br>(1,316) | **4,127**<br>(1,842)<br>(1,650) | ▲600<br>(▲2,647)<br>(＋334) |
| Investing Cash Flow<br>(Net change from deposits into and withdrawals from time deposits)<br>(Purchase of property, plant and equipment and intangible assets) | ▲5,080<br>(▲2,284)<br>(▲2,817) | **▲1,816**<br>(1,188)<br>(▲2,866) | ＋3,264<br>(＋3,473)<br>(▲49) |
| Financing Cash Flow | ▲958 | **315** | +1,273 |
| Cash and Cash Equivalents at the end of period | 9,247 | 10,346 | +1,098 |

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# Segment Details



## Functional Colorants

### OLED etc

- Emitting and Transport Materials
- Capping layer Materials
- Bio Materials（Oligonucleotide Synthesis）
- Imaging Materials for copier toner
- Dyes for color filters
- Semiconductor Materials（Resist Materials）

### Colorants

- Aluminum coloring dyes
- Stationery dyes
- Dyes for hair color treatment
- Natural dyes（for food and industrial use）

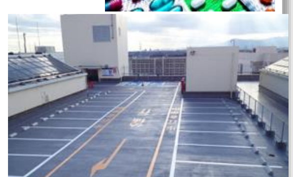
## Specialty Polymers

### Specialty Polymers

- Urethane Materials（PTG、BIO-PTG、PTG-SOFTENA etc）
- Phosgene derivatives Specialty Chemicals (Intermediates for Pharmaceutical, Functional polymers & electronics)
- Adhesives
- Release agents

### Construction

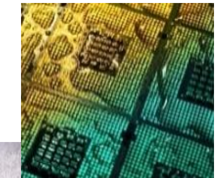
- Waterproof Materials for civil engineering & Construction（Urethane based）
- Waterproofing & leak-plugging work

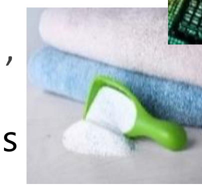


## Basic Chemicals

### Peroxide Business

- Hydrogen peroxide
- Sodium percarbonate
- Peracetic Acid（disinfectant agents , food additives）
- Industrial Chemicals





## Agro-Science

### Agro-chemicals

- Herbicides
- Pesticides
- Fungicides
- Agricultural Materials (Oxygen Supply Materials)

## Logistics

### Logistics

- Warehousing (hazardous substances &Chemicals/general goods)
  Branch: Yokohama, Koriyama, Nanyo
- Consigned freight forwarding
- ISO tank container storage services

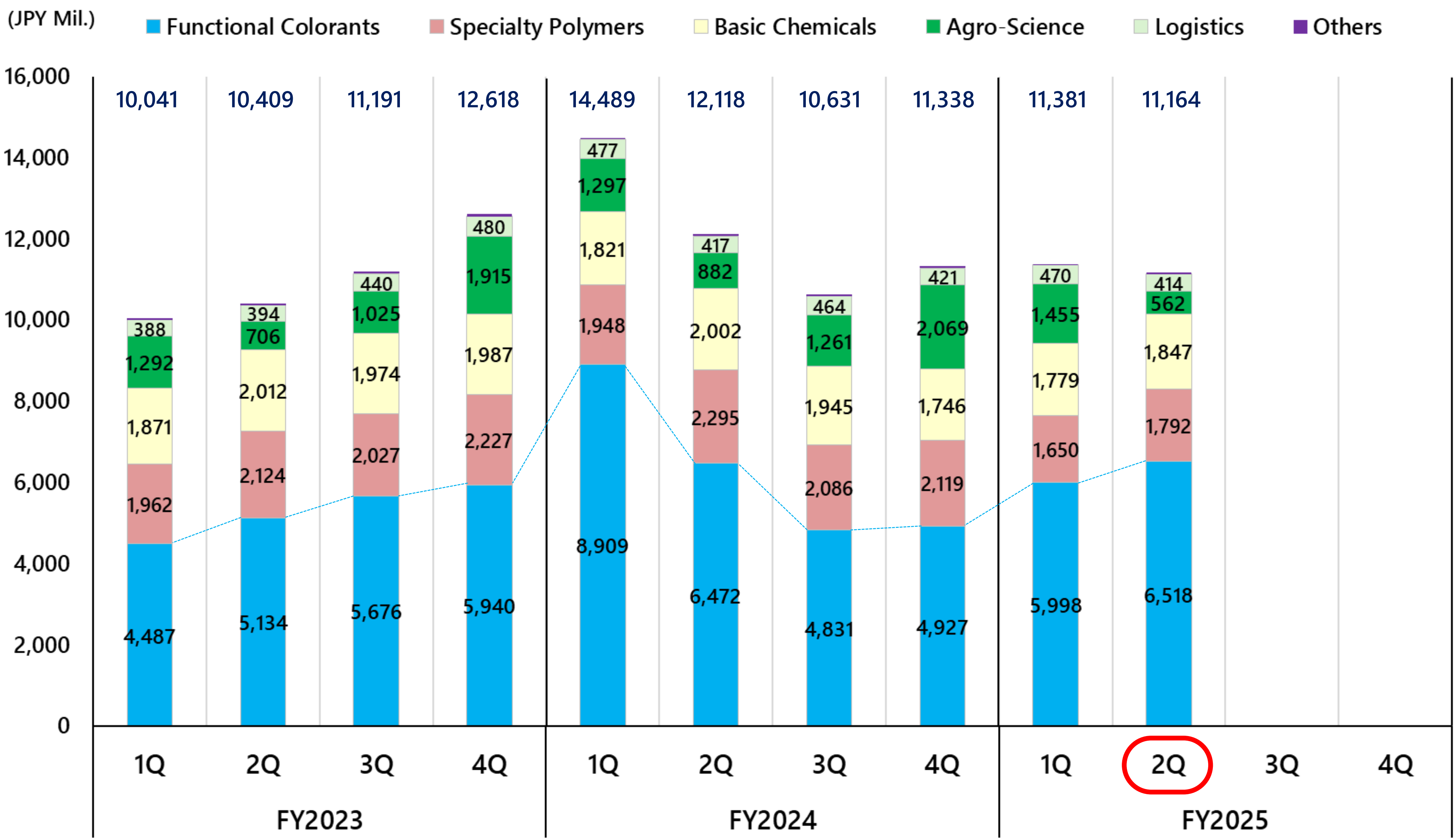
# Quarterly Trends by Segment (Consolidated)



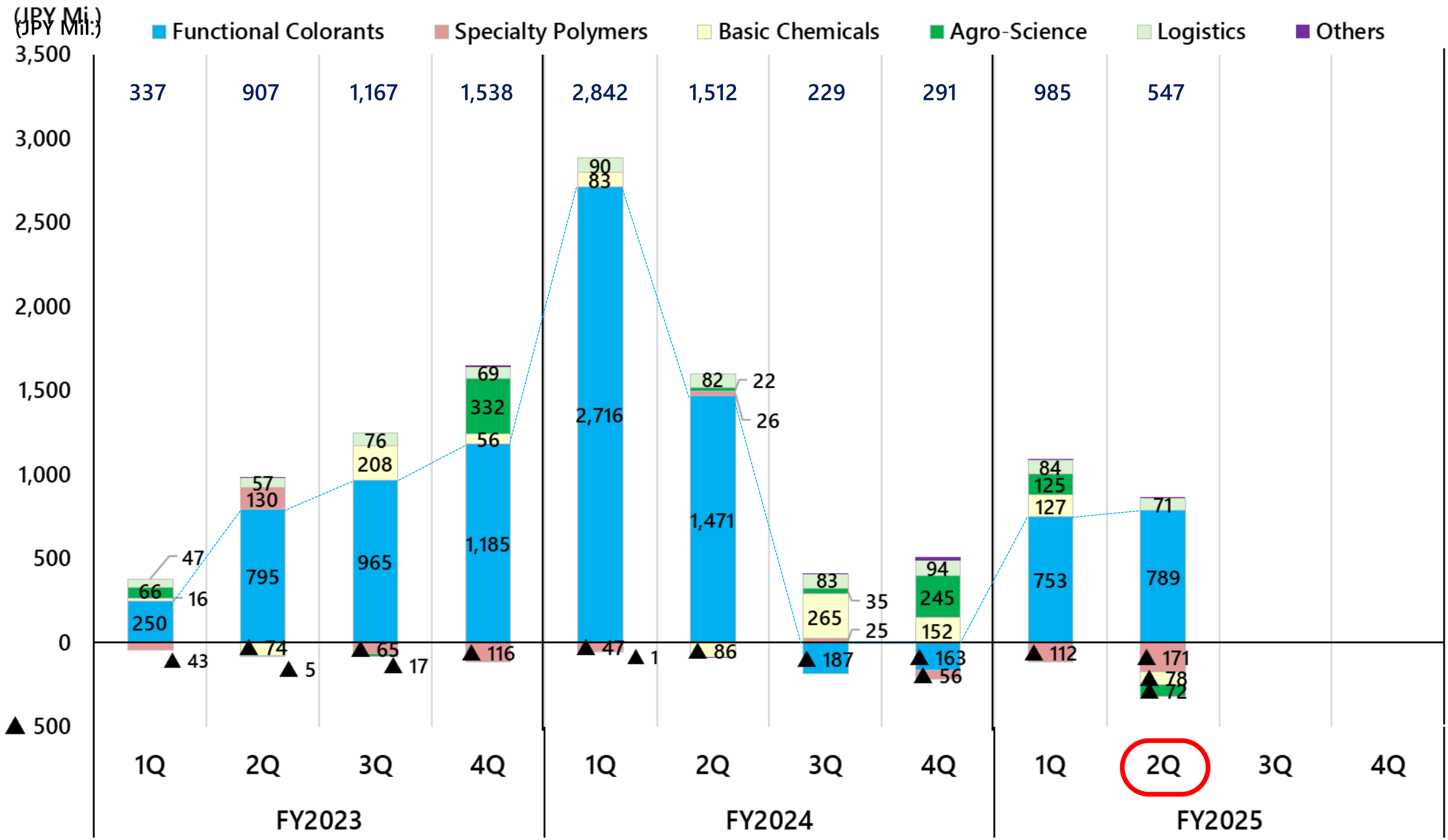
| Net Sales by Segment (Million Yen) | FY 2023 2Q | FY 2024 2Q | FY 2025 2Q | Change |
|---|---|---|---|---|
| Functional Colorants | 9,622 | 15,381 | 12,516 | ▲2,864 |
| Specialty Polymers | 4,086 | 4,244 | 3,443 | ▲801 |
| Basic Chemicals | 3,884 | 3,824 | 3,626 | ▲197 |
| Agro-Science | 1,999 | 2,180 | 2,018 | ▲162 |
| Logistics | 783 | 894 | 885 | ▲9 |
| Others | 75 | 82 | 56 | ▲26 |
| Total | 20,451 | 26,607 | 22,546 | ▲4,061 |

| Operating Profit by Segment (Million Yen) | FY 2023 2Q | FY 2024 2Q | FY 2025 2Q | Change |
|---|---|---|---|---|
| Functional Colorants | 1,046 | 4,188 | 1,543 | ▲2,644 |
| Specialty Polymers | 87 | ▲20 | ▲284 | ▲263 |
| Basic Chemicals | ▲57 | ▲3 | 49 | ＋52 |
| Agro-Science | 61 | 21 | 52 | ＋31 |
| Logistics | 104 | 173 | 155 | ▲17 |
| Others | 3 | ▲3 | 15 | ＋19 |
| Total | 1,245 | 4,354 | 1,532 | ▲2,821 |

# Quarterly Trends in Net Sales by Segment (Consolidated)



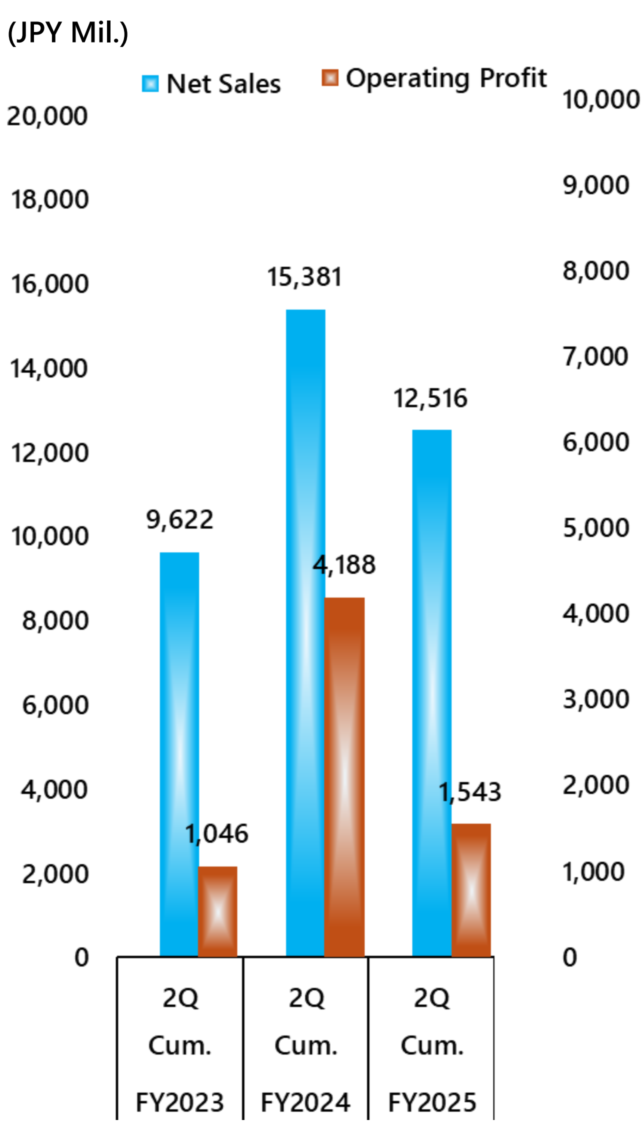
# Quarterly Trends in Operating Profit by Segment (Consolidated)

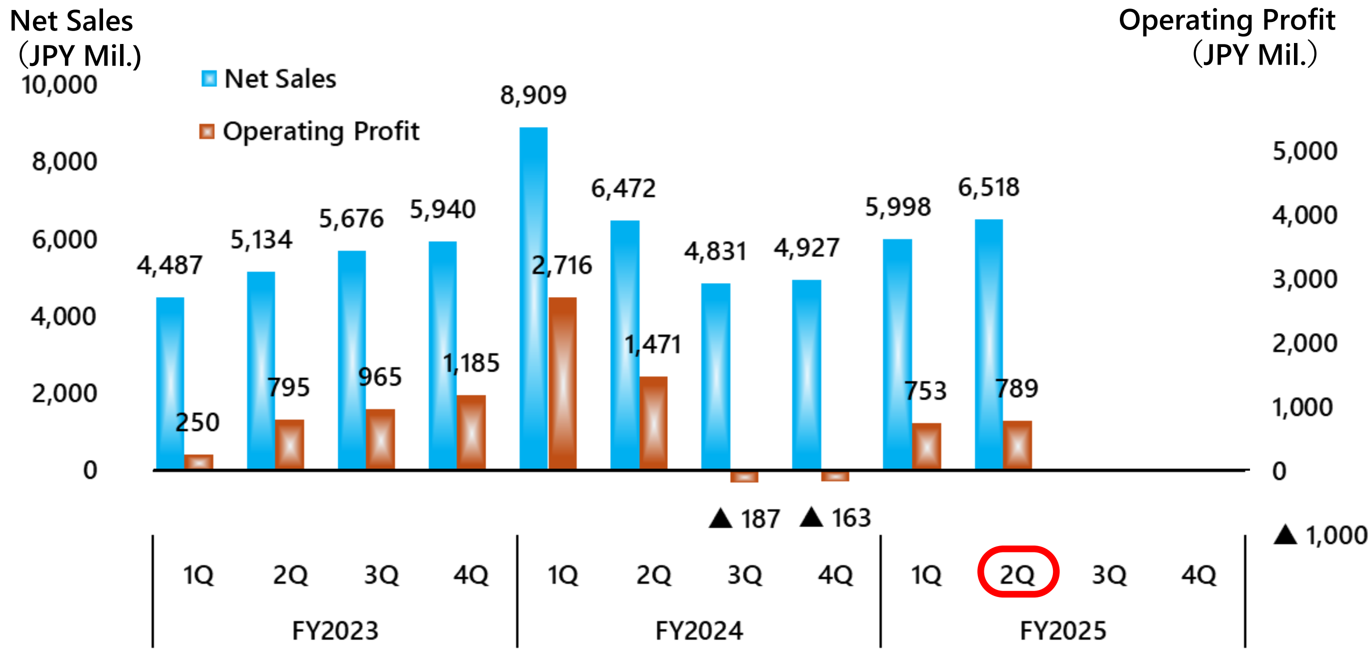


# Performance Overview – Functional Colorants Segment



## 2Q Cumulative



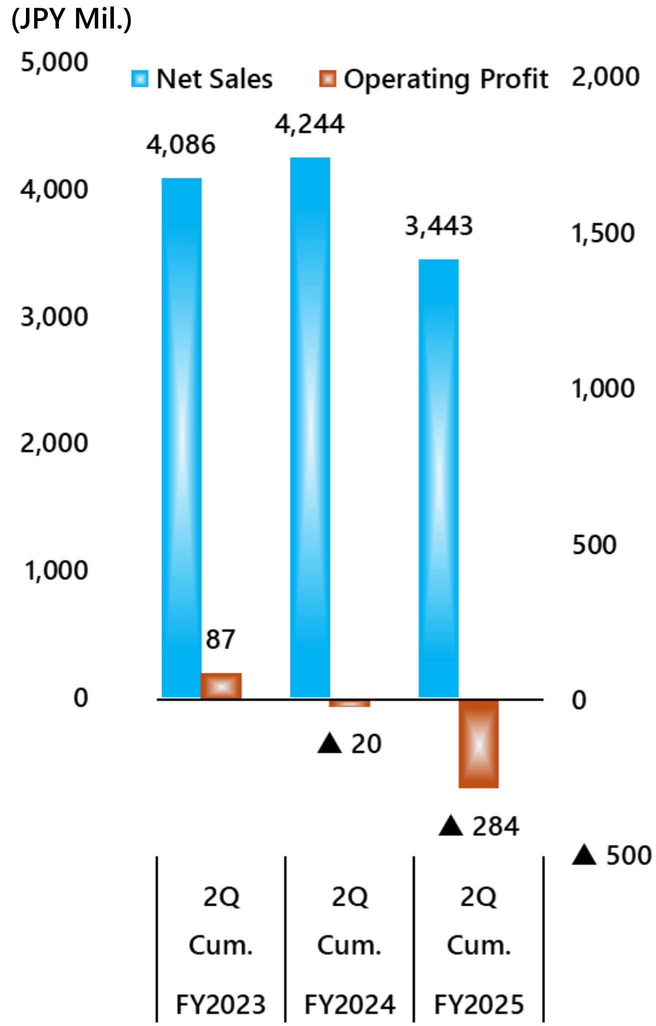

## Overview by Segment

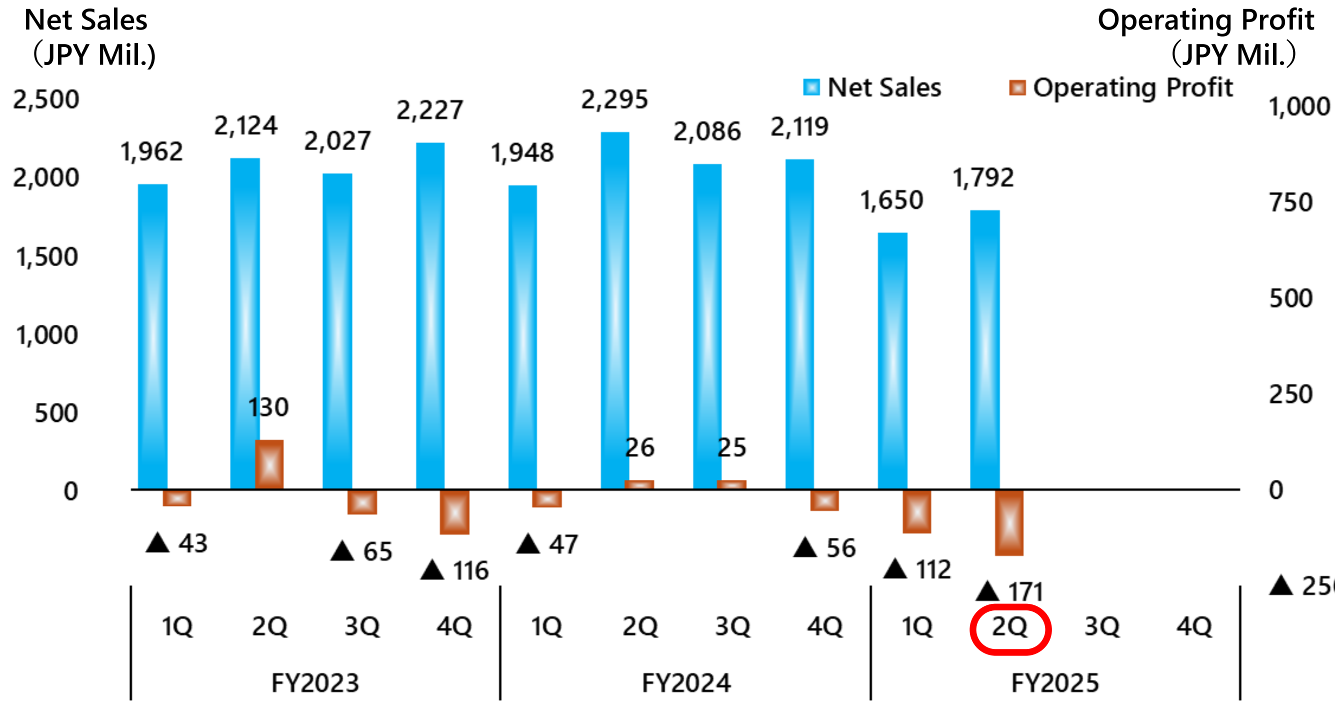
- In the Coloring Materials Business, sales increased significantly due to higher demand for environmentally friendly dyes for aluminum coloring.
- In the Imaging Materials Business, sales decreased as overseas demand for some printer-related materials declined.
- In the OLED Materials Business, sales decreased significantly year on year due to the concentration of demand not only for smartphones but also for tablet devices in the same period of the previous year, and this demand has diminished in the current year, resulting in a significant decline in revenue compared with the same period of the previous year.
- As a result, Sales in this segment decreased by JPY 2,864 million (down 18.6%) year on year to JPY 12,516 million.

# Performance Overview – Specialty Polymers Segment



## 2Q Cumulative



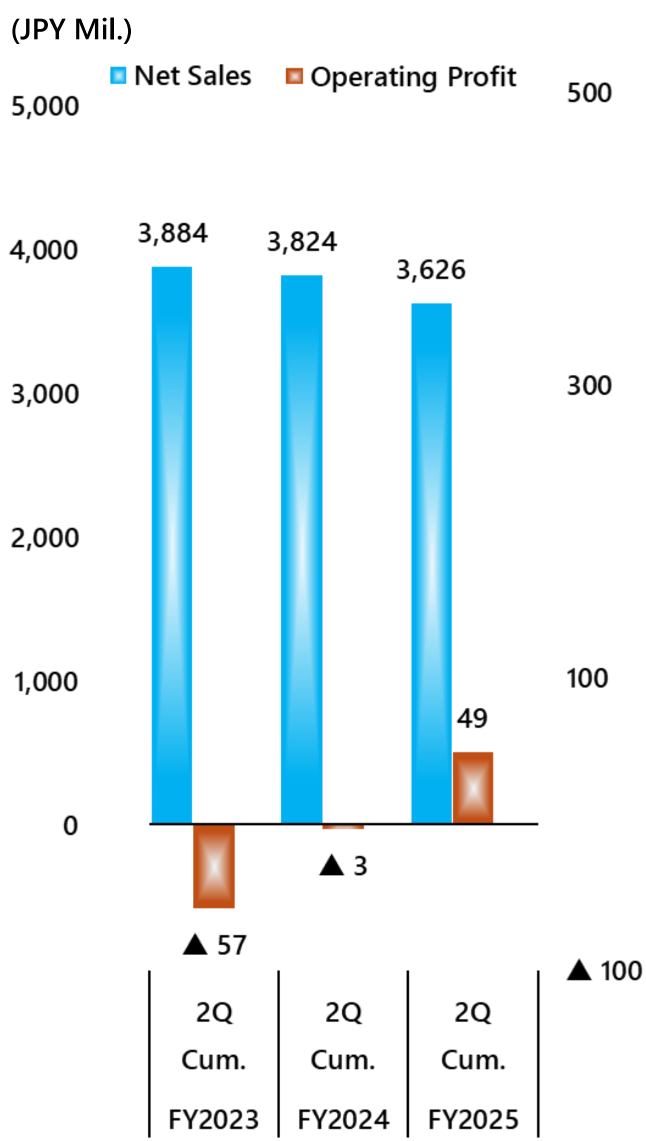

## Overview by Segment

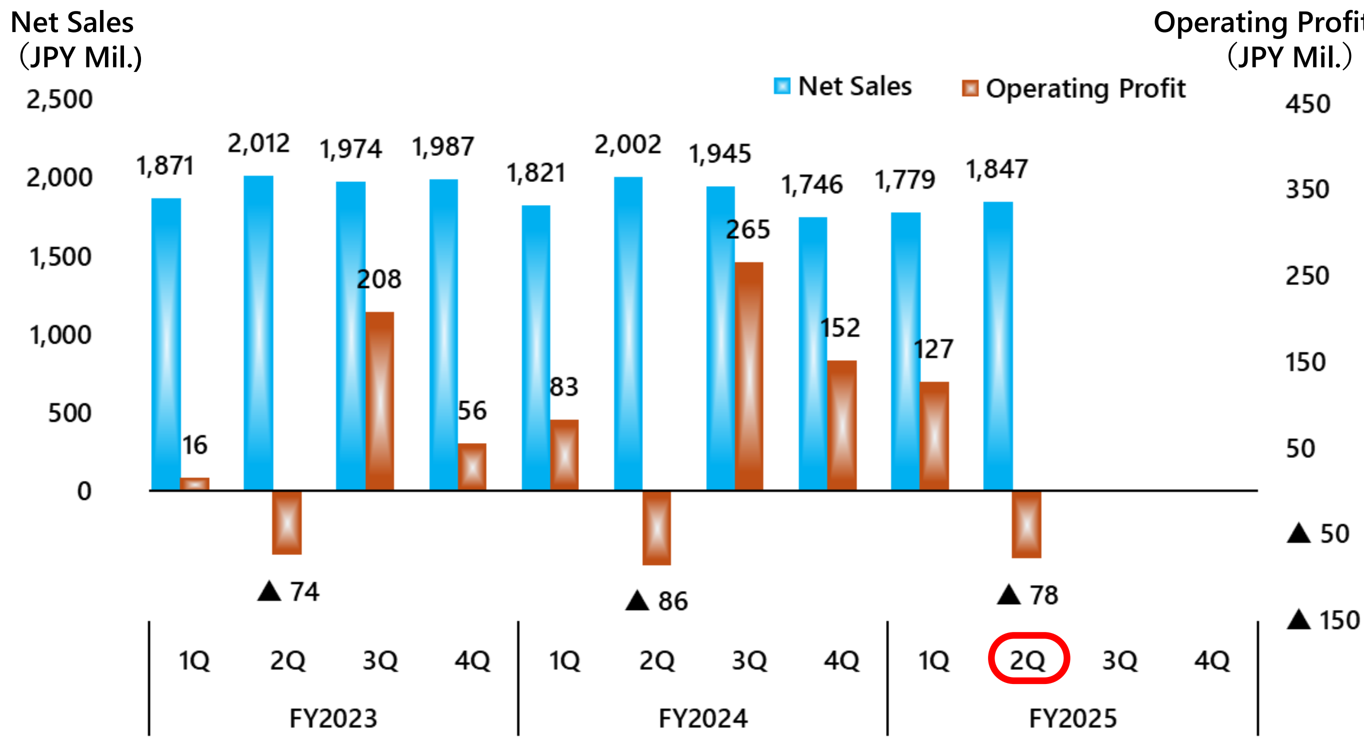
- In the Functional Polymers Business, although the market for urethane materials remained sluggish, demand for new products increased, resulting in sales remaining at the same level as the previous year.
- In the Specialty Chemicals Business, sales decreased significantly due to lower demand for release agents and pharmaceutical intermediates, particularly in overseas markets.
- In the Construction Materials Business, sales decreased significantly due to a decline in orders for urethane waterproofing works.
- As a result, Sales in this segment decreased by JPY 801 million (down 18.9%) year on year to JPY 3,443 million.

# Performance Overview – Basic Chemicals Segment



## 2Q Cumulative



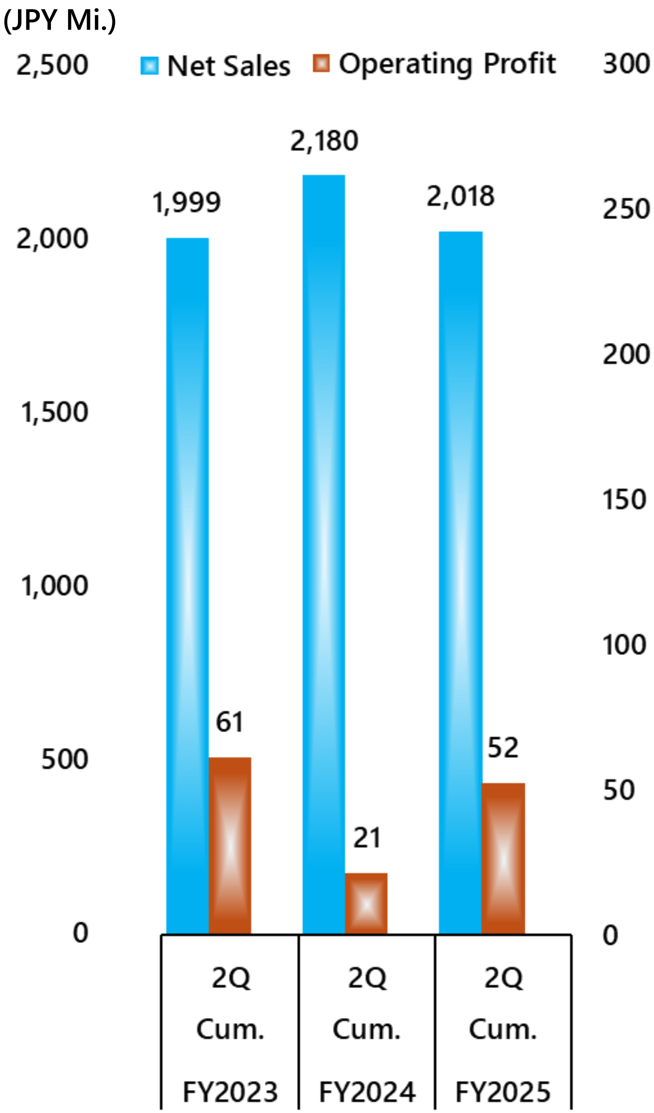

## Overview by Segment

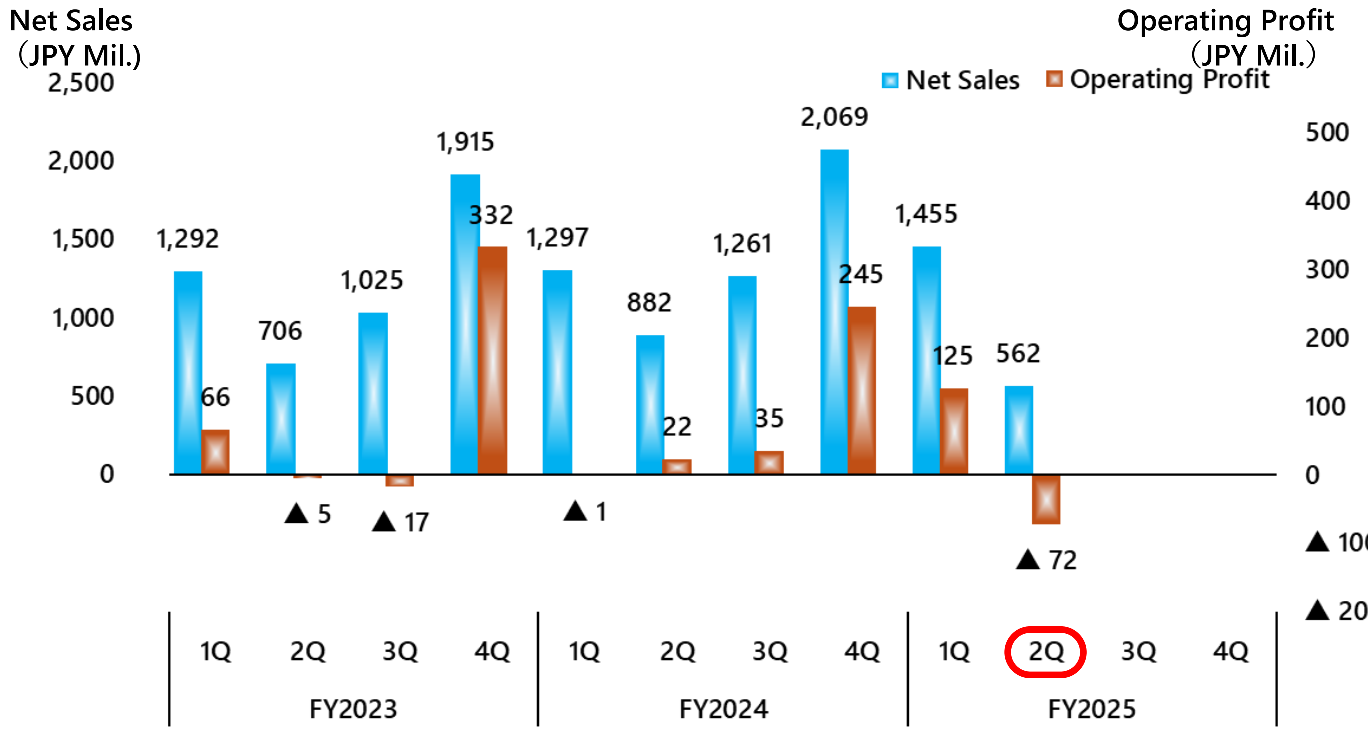
- In Sodium Percarbonate, sales increased due to higher demand for use in bleaching agents.
- On the other hand, in Hydrogen Peroxide, sales decreased due to sluggish demand for semiconductor applications and lower sales for paper and pulp applications following the civil rehabilitation proceedings of a major customer in the previous quarter.
- As a result, Sales in this segment decreased by JPY 197 million (down 5.2%) year on year to JPY 3,626 million.

# Performance Overview – Agro-Science Segment



## 2Q Cumulative



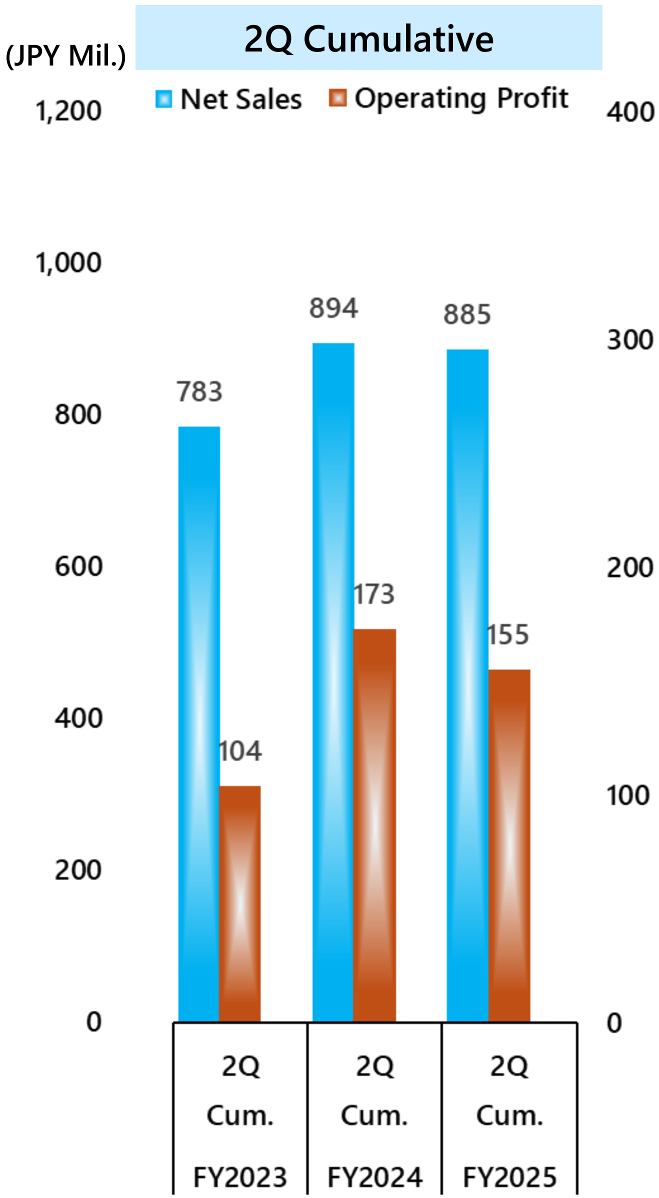



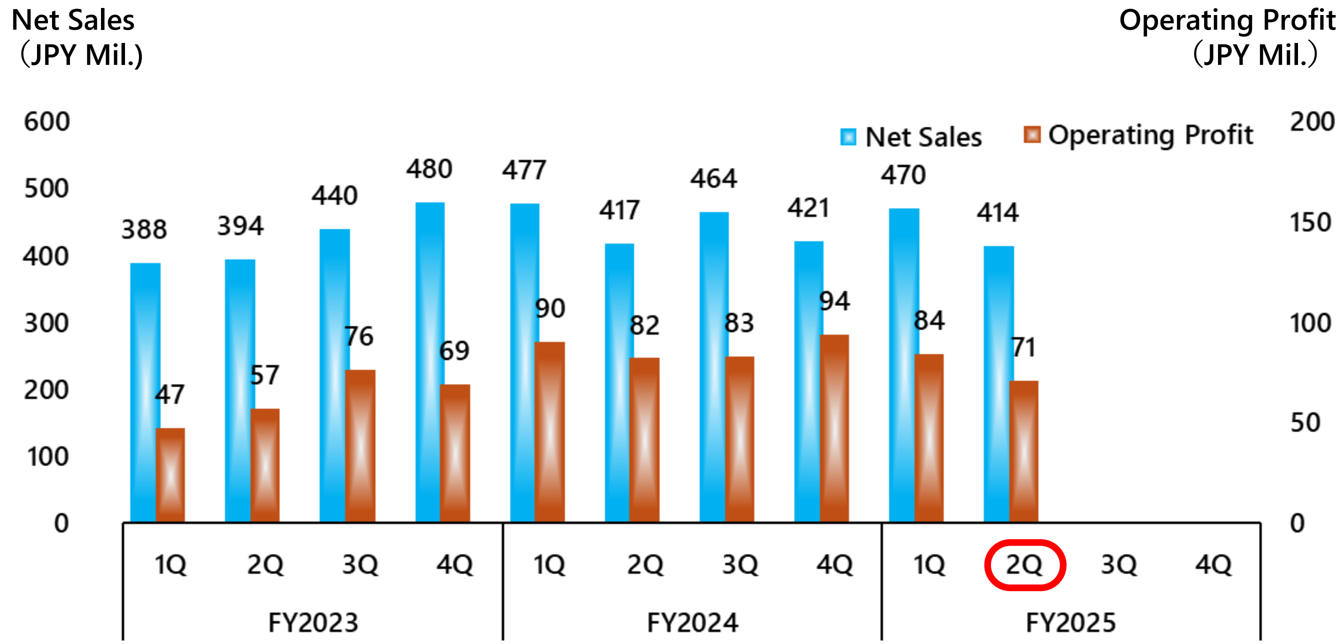

## Overview by Segment

- In Herbicides, sales decreased due to lower demand from golf courses and home gardening applications.
- As a result, Sales in this segment decreased by JPY 162 million (down 7.4%) year on year to JPY 2,018 million.

# Performance Overview – Logistics Segment






## Overview by Segment

- Although both domestic and import/export cargo volumes decreased slightly, sales remained at the same level as the previous year.
- As a result, Sales in this segment decreased by JPY 9 million (down 1.1%) year on year to JPY 885 million.

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# Revisions to Full-Year Financial Results Forecasts



| (Million Yen) | Previously Forecasts (May 15, 2025) | Revised Forecasts (November 11, 2025) | Change |
|---|---|---|---|
| Net Sales | 50,000 | **47,000** | ▲3,000 (▲6.0) |
| Operating Profit | 5,000 | **3,500** | ▲1,500 (▲30.0) |
| Ordinary Profit | 5,000 | **3,500** | ▲1,500 (▲30.0) |
| Profit attributable to owners of parent | 3,000 | **2,000** | ▲1,000 (▲33.3) |
| Earnings per share | 188.79 Yen | **125.86** Yen | − |

<u>Reason for revision</u>

Regarding the full-year financial results forecast, sales of OLED materials in the functional colorants segment have not grown as initially expected, resulting in our performance for the cumulative second quarter falling below our plans. As a result, we now expect a decrease in revenue, operating profit, ordinary profit, and profit attributable to owners of the parent for the fiscal year ending March 2026, compared to our previous announcement.

In light of these circumstances, we will revise the consolidated full-year financial results forecast, which was announced on May 15, 2025, as detailed above.

# Dividend for FY2025

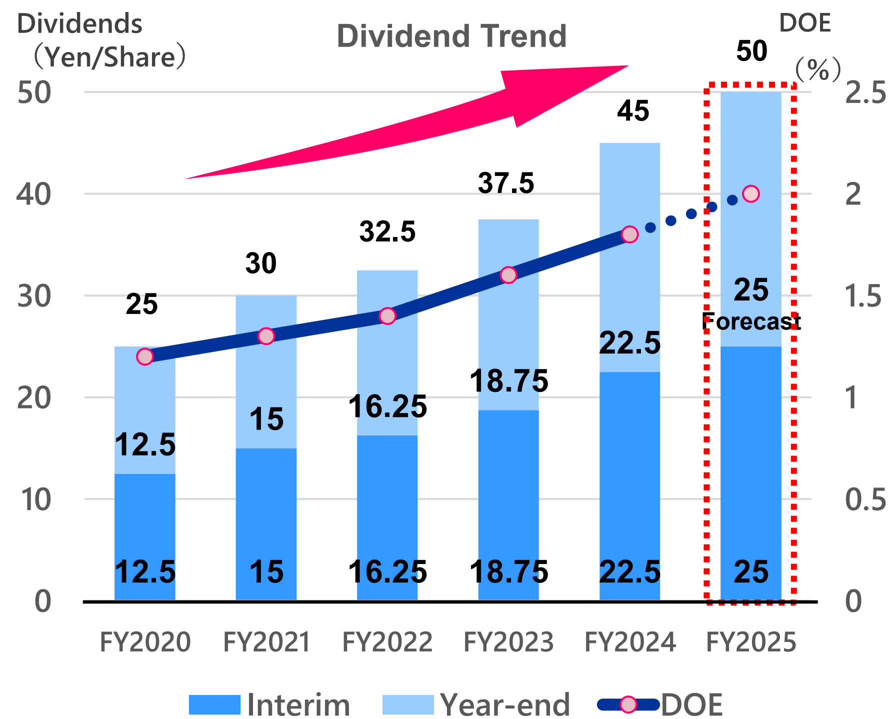


Regarding the interim dividend for the fiscal year 2025, we have decided to maintain our initial forecast of 25 yen per share, with the aim of providing stable, continuous, and appropriate returns while being mindful of the Dividend on Equity ratio (DOE).

Furthermore, while the current business environment remains uncertain, and we have revised our full-year financial results forecast based on the progress of business operations for the period, we plan to keep the year-end dividend for fiscal year 2025 at the initial forecast of 25.0 yen per share, which represents an increase of 2.5 yen compared to the year-end dividend for fiscal year 2024.

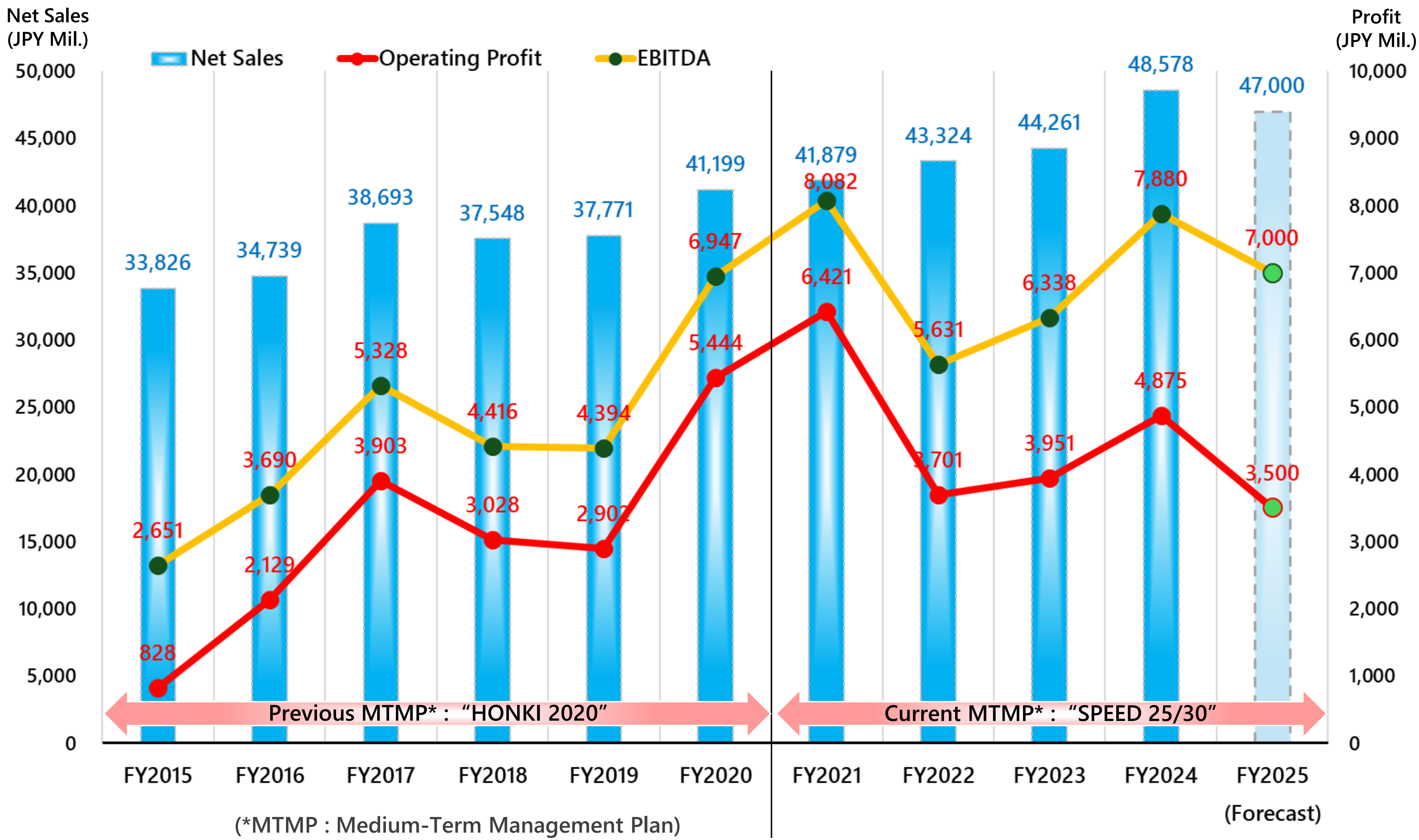
| (Yen/Share) | FY2024 Dividend forecast | FY2024 Dividend Actual | FY2025 Dividend Actual & Forecast |
|---|---|---|---|
| Interim (September) | 20.0 | 22.5 | 25.0 |
| Year-end (March) | 20.0 | 22.5 | 25.0 |
| Total | 40.0 | 45.0 | 50.0 |

※
- Conducted a stock split at a ratio of 2 shares for every 1 share on April 1, 2025.
- Dividends per share prior to April 1, 2025, are presented based on stock split adjustment.



# Contents

# Trends in Net Sales, Operating Profit, and EBITDA



# ≪ Disclaimer ≫

The performance and dividend forecasts in this document are based on information currently available and represent our judgment at this time. Therefore, actual results may differ significantly from the planned figures due to future domestic and international economic conditions or unforeseen factors.
In addition, if there are any discrepancies between the English version and the Japanese version of this document, the content of the Japanese version shall take precedence.

## 【Inquiries】

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