

November 11, 2025

Summary of Consolidated Financial Results for the Six Months Ended September 30, 2025 (Under Japanese GAAP)

Company name: Hodogaya Chemical Co.,Ltd.
 Listing: Prime Market of Tokyo Stock Exchange
 Securities code: 4112
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 Scheduled date to file semi-annual securities report: November 12, 2025
 Scheduled date to commence dividend payments: December 12, 2025
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: None

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

1. Consolidated financial results for the six months ended September 30, 2025 (from April 1, 2025 to September 30, 2025)

(1) Consolidated operating results

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2025	22,546	(15.3)	1,532	(64.8)	1,832	(58.5)	1,234	(51.6)
September 30, 2024	26,607	30.1	4,354	249.7	4,413	143.2	2,549	180.3

Note: Comprehensive income For the six months ended September 30, 2025: ¥3,758 million [27.5%]
 For the six months ended September 30, 2024: ¥2,948 million [(20.5)%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2025	77.65	-
September 30, 2024	160.45	-

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. Quarterly net income per share will be calculated in the stock split at the beginning of the previous fiscal year. It is calculated on the assumption that it has been done.

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
September 30, 2025	84,290	61,524	60.4
March 31, 2025	79,858	58,530	60.9

Reference: Equity
 As of September 30, 2025: ¥50,947 million
 As of March 31, 2025: ¥48,601 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, 2025	-	45.00	-	45.00	90.00
Fiscal year ending March 31, 2026	-	25.00			
Fiscal year ending March 31, 2026 (Forecast)				25.00	50.00

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

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. For the fiscal years ending March 31, 2025, the actual period before the stock split. The amount of dividends is listed. The fiscal year ending March 31, 2026 (Forecast) is described after the stock split.

3. Forecast of consolidated financial results for the fiscal year ending March 31, 2026 (from April 1, 2025 to March 31, 2026)

(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
Fiscal year ending March 31, 2026	47,000	(3.2)	3,500	(28.2)	3,500	(26.6)	2,000	(37.1)	125.86

Note: Revisions to the earnings forecasts most recently announced: Yes

*Notes

- (1) Significant changes in the scope of consolidation during the period: Yes
Excluded: 1 company (REXCEL CO. , LTD.)
- (2) Adoption of accounting treatment specific to the preparation of semi-annual consolidated financial statements: Yes
- (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, 2025	16,827,452 shares
As of March 31, 2025	16,827,452 shares

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

As of September 30, 2025	921,564 shares
As of March 31, 2025	934,182 shares

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

Six months ended September 30, 2025	15,898,806 shares
Six months ended September 30, 2024	15,888,980 shares

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. period
The number of shares outstanding at the end of the fiscal year, the number of treasury shares at the end of the fiscal year, and the average number of shares during the period are calculated based on the assumption that the stock split occurred 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 firm.

* Proper use of earnings forecasts, and other special matters

The earnings forecasts described in this material are calculated based on information available at the time of publication.

It is not intended to be a promise for the Company to achieve this.

In addition, actual results may differ in the future due to various factors.

For matters related to earnings forecasts, please refer to the Financial Results Summary (Appendix), page 3, "(3) Explanation of Forward-Looking Information such as Consolidated Earnings Forecasts."

Take a look at:

Semi-annual consolidated balance sheet

(Millions of yen)

	As of March 31, 2025	As of September 30, 2025
Assets		
Current assets		
Cash and deposits	10,774	12,457
Notes and accounts receivable - trade, and contract assets	11,724	10,582
Merchandise and finished goods	9,406	8,360
Work in process	950	1,376
Raw materials and supplies	2,681	3,167
Other	863	1,042
Allowance for doubtful accounts	(19)	(44)
Total current assets	36,381	36,943
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	10,692	10,663
Land	11,717	11,727
Other, net	7,101	9,100
Total property, plant and equipment	29,511	31,491
Intangible assets		
Goodwill	7	2
Software	169	881
Other	790	13
Total intangible assets	967	897
Investments and other assets		
Investment securities	10,223	11,153
Long-term loans receivable	145	189
Deferred tax assets	873	1,690
Other	1,774	1,928
Allowance for doubtful accounts	(18)	(2)
Total investments and other assets	12,998	14,958
Total non-current assets	43,477	47,347
Total assets	79,858	84,290

	As of March 31, 2025	As of September 30, 2025
Liabilities		
Current liabilities		
Accounts payable - trade	4,761	4,588
Short-term borrowings	5,411	5,162
Income taxes payable	540	470
Provisions	569	574
Contract liabilities	29	50
Other	2,568	2,693
Total current liabilities	13,880	13,540
Non-current liabilities		
Long-term borrowings	3,089	4,567
Provisions	282	314
Deferred tax liabilities	2,016	2,280
Deferred tax liabilities for land revaluation	1,264	1,264
Retirement benefit liability	92	99
Asset retirement obligations	155	157
Other	546	543
Total non-current liabilities	7,447	9,226
Total liabilities	21,328	22,766
Net assets		
Shareholders' equity		
Share capital	11,196	11,196
Capital surplus	7,933	8,210
Retained earnings	23,167	24,036
Treasury shares	(1,560)	(1,539)
Total shareholders' equity	40,737	41,903
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3,932	4,600
Revaluation reserve for land	2,748	2,748
Foreign currency translation adjustment	1,182	1,695
Total accumulated other comprehensive income	7,863	9,044
Non-controlling interests	9,929	10,576
Total net assets	58,530	61,524
Total liabilities and net assets	79,858	84,290

Semi-annual consolidated statement of income

(Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Net sales	26,607	22,546
Cost of sales	14,889	13,793
Gross profit	11,718	8,752
Selling, general and administrative expenses	7,363	7,219
Operating profit	4,354	1,532
Non-operating income		
Interest income	96	56
Dividend income	165	200
Rental income from non-current assets	28	31
Foreign exchange gains	-	98
Miscellaneous income	71	31
Total non-operating income	361	417
Non-operating expenses		
Interest expenses	38	46
Foreign exchange losses	202	-
Environmental maintenance expenses	57	48
Miscellaneous losses	3	23
Total non-operating expenses	302	118
Ordinary profit	4,413	1,832
Extraordinary income		
Gain on sale of non-current assets	5	22
Gain on sale of investment securities	136	-
Total extraordinary income	142	22
Extraordinary losses		
Loss on retirement of non-current assets	14	12
Impairment losses	51	-
Total extraordinary losses	65	12
Profit before income taxes	4,489	1,842
Income taxes	549	(344)
Profit	3,940	2,187
Profit attributable to non-controlling interests	1,391	952
Profit attributable to owners of parent	2,549	1,234

Semi-annual consolidated statement of comprehensive income

(Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Profit	3,940	2,187
Other comprehensive income		
Valuation difference on available-for-sale securities	(362)	667
Foreign currency translation adjustment	(628)	904
Total other comprehensive income	(991)	1,571
Comprehensive income	2,948	3,758
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,841	2,414
Comprehensive income attributable to non-controlling interests	1,107	1,343

Semi-annual consolidated statement of cash flows

(Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Cash flows from operating activities		
Profit before income taxes	4,489	1,842
Depreciation	1,316	1,650
Impairment losses	51	-
Amortization of goodwill	6	6
Increase (decrease) in provisions	(5)	44
Increase (decrease) in retirement benefit liability	(9)	6
Interest and dividend income	(262)	(256)
Interest expenses	38	46
Foreign exchange losses (gains)	40	(13)
Loss on retirement of property, plant and equipment	14	12
Loss (gain) on sale of property, plant and equipment	(5)	(22)
Loss (gain) on sale of investment securities	(136)	-
Decrease (increase) in trade receivables	1,756	1,217
Decrease (increase) in inventories	(1,004)	468
Increase (decrease) in trade payables	(561)	(232)
Increase/decrease in other assets/liabilities	(142)	(173)
Increase (decrease) in accrued consumption taxes	(414)	(40)
Other, net	159	(127)
Subtotal	5,332	4,429
Interest and dividends received	205	264
Interest paid	(39)	(46)
Income taxes paid	(782)	(544)
Income taxes refund	11	25
Net cash provided by (used in) operating activities	4,728	4,127

	Six months ended September 30, 2024	Six months ended September 30, 2025
Cash flows from investing activities		
Payments into time deposits	(2,897)	(197)
Proceeds from withdrawal of time deposits	612	1,386
Purchase of property, plant and equipment and intangible assets	(2,817)	(2,866)
Payments for retirement of property, plant and equipment	(11)	(9)
Proceeds from sale of property, plant and equipment and intangible assets	11	22
Purchase of investment securities	(0)	(0)
Proceeds from sale of investment securities	165	-
Loan advances	(96)	(71)
Proceeds from collection of loans receivable	37	24
Payments of guarantee deposits	(58)	(220)
Proceeds from refund of guarantee deposits	15	170
Other, net	(42)	(54)
Net cash provided by (used in) investing activities	(5,080)	(1,816)
Cash flows from financing activities		
Proceeds from long-term borrowings	-	1,910
Repayments of long-term borrowings	(392)	(681)
Dividends paid	(305)	(365)
Dividends paid to non-controlling interests	(193)	(212)
Purchase of treasury shares	(2)	(0)
Repayments of lease liabilities	(65)	(59)
Purchase of treasury shares of subsidiaries	-	(275)
Net cash provided by (used in) financing activities	(958)	315
Effect of exchange rate change on cash and cash equivalents	(106)	115
Net increase (decrease) in cash and cash equivalents	(1,417)	2,743
Cash and cash equivalents at beginning of period	10,664	7,602
Cash and cash equivalents at end of period	9,247	10,346