Summary of Consolidated Financial Results for the Three Months Ended June 30, 2026 [IFRS]

August 4, 2026

Company name:	**TEIJIN LIMITED** (Stock code 3401)	https://www.teijin.com
Stock exchange listing:	Tokyo (Prime Market)	
Representative:	Akimoto Uchikawa President and CEO	
Contact person:	Tetsuji Mikami General Manager, Corporate Communication Department	
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Scheduled date for dividends payment:	―	
Availability of supplementary information for the quarterly financial results:	Yes	
Organization of briefing on the quarterly financial results:	Yes (for analysts and institutional investors)	

(Amounts rounded to the nearest million yen)

1. Highlight of the First Quarter of FY2026 (April 1, 2026 through June 30, 2026)

(1) Consolidated financial results (Percentages are year-on-year changes)

	Revenue		Adjusted operating income		Operating income		Profit before tax	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
For the three months ended June 30, 2026	221,943	(8.7)	12,307	56.8	59,959	―	59,831	―
For the three months ended June 30, 2025	243,117	(4.8)	7,847	(24.5)	2,295	(71.5)	62	(99.3)

	Profit for the period		Profit attributable to owners of parent		Comprehensive income	
	Million yen	%	Million yen	%	Million yen	%
For the three months ended June 30, 2026	45,035	―	45,106	―	55,750	925.2
For the three months ended June 30, 2025	(570)	―	(740)	―	5,438	(73.3)

Note: Adjusted operating income is calculated by adding share of profit (loss) of investments accounted for using the equity method to operating income and excluding gains and losses due to nonrecurring factors, which include nonrecurring gains and losses such as financial gains and losses and impairment losses in share of profit (loss) of investments accounted for using the equity method.

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
For the three months ended June 30, 2026	233.81	233.73
For the three months ended June 30, 2025	(3.84)	(3.84)

(2) Consolidated financial position

	Total assets	Total equity	Equity attributable to owners of parent	Ratio of equity attributable to owners of parent
	Million yen	Million yen	Million yen	%
As of June 30, 2026	950,183	419,860	415,141	43.7
As of March 31, 2026	920,115	368,631	364,461	39.6

2. Dividends

	Dividends per share				
Period	1Q	2Q	3Q	4Q	Annual
	Yen	Yen	Yen	Yen	Yen
FY2025	—	25.00	—	25.00	50.00
FY2026	—				
FY2026 (outlook)		25.00	—	25.00	50.00

Note: Revision of outlook for dividends in the first quarter: None

3. Forecast for Operating Results in the Fiscal Year Ending March 31, 2027 (FY 2026)

(Percentages are year-on-year changes)

	Revenue		Adjusted operating income		Operating income		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
FY2026 annual	900,000	3.1	30,000	16.4	70,000	—	45,000	—	233.26

Note: Revision of outlook for FY2026 consolidated operating results in the first quarter: Yes

For the forecast for operating results, please refer to the “Results of FY2026 1Q & Outlook for FY2026” released today.

■ Notes

(1) Significant changes in the scope of consolidation for the three months ended June 30, 2026: None

(2) Changes in accounting policies or changes in accounting estimates

a. Changes in accounting policies required by IFRS	None
b. Changes in accounting policies due to other reasons:	None
c. Changes in accounting estimates:	None

(3) Shares issued (common shares)

a. Number of shares issued and outstanding (including treasury shares)	
As of June 30, 2026:	197,953,707 shares
As of March 31, 2026:	197,953,707 shares
b. Number of treasury shares	
As of June 30, 2026:	5,038,843 shares
As of March 31, 2026:	5,037,805 shares
c. Average number of issued and outstanding shares during the period	
The three months ended June 30, 2026:	192,915,439 shares
The three months ended June 30, 2025:	192,726,662 shares

■ Review by certified public accountants or an audit firm for the attached quarterly consolidated financial statements: None

■ Appropriate use of forecast and other information and other matters

(Caution regarding all forecasts in this document)

All forecasts in this document are based on management’s assumptions in light of information currently available and involve certain risks and uncertainties. Moreover, the Company does not guarantee the achievement of these forecasts and actual results could differ materially from these forecasts.

(Quarterly supplementary financial information and contents of quarterly business results presentation)

(1) Quarterly supplementary financial information is disclosed on TDnet (Timely Disclosure network) and on our company’s website on the same day.

(2) Quarterly business results presentation will be disclosed on our company’s website.

Supplementary Information

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1. The Overview of Results of Operations, etc.

The overview of consolidated results of operations, etc., for the first quarter of the fiscal year ending March 31, 2027, is disclosed on our company’s website and on TDnet (Timely Disclosure network) today through Flash Report Results of FY2026 1Q & Outlook for FY2026.

2. Condensed Quarterly Consolidated Financial Statements and Notes Thereto

(1) Condensed Quarterly Consolidated Statements of Financial Position

(Millions of yen)

	As of March 31, 2026	As of June 30, 2026
Assets		
Current assets		
Cash and cash equivalents	104,474	141,027
Trade and other receivables	167,365	165,643
Inventories	208,820	214,582
Other financial assets	12,179	10,517
Other current assets	20,155	19,055
Subtotal	512,993	550,823
Assets held for sale	15,089	6,446
Total current assets	528,082	557,270
Non-current assets		
Property, plant and equipment	218,141	218,098
Right-of-use assets	19,147	19,091
Goodwill	7,897	7,942
Intangible assets	50,967	52,838
Investment property	10,383	10,140
Investments accounted for using the equity method	37,996	39,337
Other financial assets	29,108	33,658
Retirement benefit asset	905	911
Deferred tax assets	13,373	6,878
Other non-current assets	4,116	4,021
Total non-current assets	392,033	392,914
Total assets	920,115	950,183

(Millions of yen)

	As of March 31, 2026	As of June 30, 2026
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	103,592	93,910
Bonds and borrowings	129,411	141,304
Lease liabilities	7,583	7,859
Other financial liabilities	10,613	8,847
Income taxes payable	3,730	9,900
Provisions	1,475	2,867
Other current liabilities	43,061	34,491
Subtotal	299,465	299,179
Liabilities directly associated with assets held for sale	2,452	2,682
Total current liabilities	301,917	301,861
Non-current liabilities		
Bonds and borrowings	182,064	159,076
Lease liabilities	17,354	16,997
Other financial liabilities	5,472	5,616
Retirement benefit liability	34,272	34,507
Provisions	1,007	1,613
Deferred tax liabilities	3,337	5,241
Other non-current liabilities	6,061	5,412
Total non-current liabilities	249,566	228,462
Total liabilities	551,483	530,323
Equity		
Share capital	71,833	71,833
Capital surplus	105,701	105,740
Retained earnings	138,509	178,506
Treasury shares	(10,974)	(10,976)
Other components of equity	58,634	69,887
Other comprehensive income associated with assets held for sale	758	151
Total equity attributable to owners of parent	364,461	415,141
Non-controlling interests	4,171	4,719
Total equity	368,631	419,860
Total liabilities and equity	920,115	950,183

(2) Condensed Quarterly Consolidated Statements of Profit or Loss and Condensed Consolidated Statements of Comprehensive Income

(Condensed Consolidated Statements of Profit or Loss)

(Millions of yen)

	For the three months ended June 30, 2025	For the three months ended June 30, 2026
Revenue	243,117	221,943
Cost of sales	(187,227)	(163,322)
Gross profit	55,890	58,621
Selling, general and administrative expenses	(52,569)	(48,851)
Other income	2,056	50,725
Other expenses	(3,083)	(537)
Operating income (loss)	2,295	59,959
Finance income	1,365	1,377
Finance costs	(4,865)	(1,777)
Share of profit of investments accounted for using the equity method	1,267	272
Profit(loss) before tax	62	59,831
Income tax expense	(631)	(14,796)
Profit(loss)	(570)	45,035
Profit(loss) attributable to:		
Owners of parent	(740)	45,106
Non-controlling interests	170	(72)
Profit(loss)	(570)	45,035
Earnings(loss) per share		
Basic earnings(loss) per share	(3.84)	233.81
Diluted earnings(loss) per share	(3.84)	233.73

(Condensed Quarterly Consolidated Statements of Comprehensive Income)

For the three months ended June 30, 2025 and 2026

(Millions of yen)

	For the three months ended June 30, 2025	For the three months ended June 30, 2026
Profit(loss)	(570)	45,035
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Financial assets measured at fair value through other comprehensive income	74	3,081
Remeasurements of defined benefit plans	186	(0)
Share of other comprehensive income of investments accounted for using the equity method	2	2
Total of items that will not be reclassified to profit or loss	262	3,082
Items that may be reclassified to profit or loss		
Effective portion of cash flow hedges	1,390	3,169
Exchange differences on translation of foreign operations	4,610	4,992
Share of other comprehensive income of investments accounted for using the equity method	(255)	(528)
Total of items that may be reclassified to profit or loss	5,746	7,633
Total other comprehensive income, net of tax	6,008	10,715
Comprehensive income	5,438	55,750
Comprehensive income attributable to:		
Owners of parent	5,263	55,832
Non-controlling interests	175	(83)
Comprehensive income	5,438	55,750

(3) Condensed Quarterly Consolidated Statements of Changes in Equity

For the three months ended June 30, 2025

(Millions of yen)

	Equity attributable to owners of parent						
					Other components of equity		
	Share capital	Capital surplus	Retained earnings	Treasury shares	Share acquisition rights	Financial assets measured at fair value through other comprehe-nsive income	Remeasur-ements of defined benefit plans
Balance as of April 1, 2025	71,833	105,708	231,726	(11,411)	162	8,891	—
Profit(loss)	—	—	(740)	—	—	—	—
Other comprehensive income	—	—	—	—	—	76	186
Total comprehensive income	—	—	(740)	—	—	76	186
Purchase of treasury shares	—	—	—	(1)	—	—	—
Disposal of treasury shares	—	(10)	—	36	(26)	—	—
Transfer of loss on disposal of treasury shares	—	7	(7)	—	—	—	—
Share-based payment expenses	—	33	—	(8)	—	—	—
Dividends	—	—	(4,818)	—	—	—	—
Transfer to non-financial assets	—	—	—	—	—	—	—
Transfer to other comprehensive income associated with assets held for sale	—	—	—	—	—	—	—
Change in scope of consolidation	—	—	—	—	—	—	—
Transfer from other components of equity to retained earnings	—	—	197	—	—	(12)	(186)
Other	—	—	—	—	—	—	—
Total transactions with owners	—	30	(4,628)	28	(26)	(12)	(186)
Balance as of June 30, 2025	71,833	105,738	226,358	(11,383)	136	8,956	—

(Millions of yen)

	Equity attributable to owners of parent						
	Other components of equity			Other comprehe-nsive income associated with assets held for sale	Total equity attributable to owners of parent	Non-controlling interests	Total equity
	Effective portion of cash flow hedges	Exchange differences on translation of foreign operations	Total				
Balance as of April 1, 2025	930	24,672	34,655	(1,134)	431,378	7,164	438,541
Profit(loss)	―	―	―	―	(740)	170	(570)
Other comprehensive income	1,390	4,351	6,003	―	6,003	5	6,008
Total comprehensive income	1,390	4,351	6,003	―	5,263	175	5,438
Purchase of treasury shares	―	―	―	―	(1)	―	(1)
Disposal of treasury shares	―	―	(26)	―	0	―	0
Transfer of loss on disposal of treasury shares	―	―	―	―	―	―	―
Share-based payment expenses	―	―	―	―	25	―	25
Dividends	―	―	―	―	(4,818)	(40)	(4,858)
Transfer to non-financial assets	(13)	―	(13)	―	(13)	―	(13)
Transfer to other comprehensive income associated with assets held for sale	―	(3,948)	(3,948)	3,948	―	―	―
Change in scope of consolidation	―	―	―	―	―	(3,055)	(3,055)
Transfer from other components of equity to retained earnings	―	―	(197)	―	―	―	―
Other	―	―	―	―	―	―	―
Total transactions with owners	(13)	(3,948)	(4,185)	3,948	(4,807)	(3,095)	(7,901)
Balance as of June 30, 2025	2,308	25,074	36,474	2,814	431,834	4,244	436,078

For the three months ended June 30, 2026

(Millions of yen)

	Equity attributable to owners of parent						
					Other components of equity		
	Share capital	Capital surplus	Retained earnings	Treasury shares	Share acquisition rights	Financial assets measured at fair value through other comprehe-nsive income	Remeasur-ements of defined benefit plans
Balance as of April 1, 2026	71,833	105,701	138,509	(10,974)	105	9,926	―
Profit(loss)	―	―	45,106	―	―	―	―
Other comprehensive income	―	―	―	―	―	3,085	(0)
Total comprehensive income	―	―	45,106	―	―	3,085	(0)
Purchase of treasury shares	―	―	―	(2)	―	―	―
Disposal of treasury shares	―	―	―	―	―	―	―
Transfer of loss on disposal of treasury shares	―	―	―	―	―	―	―
Share-based payment expenses	―	39	―	―	―	―	―
Dividends	―	―	(4,823)	―	―	―	―
Transfer to non-financial assets	―	―	―	―	―	―	―
Transfer to other comprehensive income associated with assets held for sale	―	―	―	―	―	11	―
Change in scope of consolidation	―	―	(300)	―	―	―	―
Transfer from other components of equity to retained earnings	―	―	13	―	―	(13)	―
Other	―	―	0	―	―	―	―
Total transactions with owners	―	39	(5,110)	(2)	―	(3)	―
Balance as of June 30, 2026	71,833	105,740	178,506	(10,976)	105	13,009	(0)

(Millions of yen)

	Equity attributable to owners of parent						
	Other components of equity			Other comprehe-nsive income associated with assets held for sale	Total equity attributable to owners of parent	Non-controlling interests	Total equity
	Effective portion of cash flow hedges	Exchange differences on translation of foreign operations	Other				
Balance as of April 1, 2026	(1,736)	50,339	58,634	758	364,461	4,171	368,631
Profit(loss)	―	―	―	―	45,106	(72)	45,035
Other comprehensive income	3,169	4,472	10,726	―	10,726	(11)	10,715
Total comprehensive income	3,169	4,472	10,726	―	55,832	(83)	55,750
Purchase of treasury shares	―	―	―	―	(2)	―	(2)
Disposal of treasury shares	―	―	―	―	―	―	―
Transfer of loss on disposal of treasury shares	―	―	―	―	―	―	―
Share-based payment expenses	―	―	―	―	39	―	39
Dividends	―	―	―	―	(4,823)	(61)	(4,884)
Transfer to non-financial assets	(67)	―	(67)	―	(67)	―	(67)
Transfer to other comprehensive income associated with assets held for sale	―	―	11	(11)	―	―	―
Change in scope of consolidation	―	596	596	(596)	(300)	692	392
Transfer from other components of equity to retained earnings	―	―	(13)	―	―	―	―
Other	―	―	―	―	0	―	0
Total transactions with owners	(67)	596	527	(607)	(5,152)	631	(4,521)
Balance as of June 30, 2026	1,366	55,408	69,887	151	415,141	4,719	419,860

(4) Condensed Quarterly Consolidated Statements of Cash Flows

(Millions of yen)

	For the three months ended June 30, 2025	For the three months ended June 30, 2026
Cash flows from operating activities		
Profit (loss) before tax	62	59,831
Depreciation and amortization	15,311	12,385
Impairment losses	3,679	29
Share of loss (profit) of investments accounted for using the equity method	(1,267)	(272)
Increase or decrease in retirement benefit asset or liability	(165)	156
Interest and dividend income	(1,123)	(934)
Interest expenses	2,490	1,578
Loss (gain) on sale or disposal of fixed assets	109	(4,865)
Loss (gain) on sale of shares of subsidiaries	(605)	(45,452)
Decrease (increase) in trade and other receivables	6,731	4,282
Decrease (increase) in inventories	5,177	(265)
Increase (decrease) in trade and other payables	(5,737)	(7,427)
Other	(5,658)	1,185
Subtotal	19,004	20,232
Interest and dividends received	975	980
Interest paid	(1,845)	(1,107)
Income taxes paid	(1,512)	(2,852)
Net cash provided by (used in) operating activities	16,622	17,254
Cash flows from investing activities		
Payments into time deposits	—	(1,800)
Proceeds from withdrawal of time deposits	4	2,206
Purchase of property, plant and equipment	(20,291)	(11,494)
Proceeds from sale of property, plant and equipment	24	5,205
Purchase of intangible assets	(1,105)	(3,938)
Purchase of investment securities	(449)	(160)
Proceeds from sale of investment securities	0	45,155
Net decrease (increase) in short-term loans receivable	(22)	(51)
Proceeds from (payments for) sale of shares of subsidiaries resulting in change in scope of consolidation	3,332	1,111
Other	(44)	116
Cash flows from investing activities	(18,550)	36,350

(Millions of yen)

	For the three months ended June 30, 2025	For the three months ended June 30, 2026
Net cash provided by (used in) financing activities		
Net increase (decrease) in short-term borrowings	104,268	(11,727)
Repayments of long-term borrowings	(42)	(2)
Repayments of lease liabilities	(1,598)	(1,198)
Purchase of treasury shares	(1)	(2)
Dividends paid to owners of parent	(4,818)	(4,823)
Dividends paid to non-controlling interests	(40)	(61)
Net cash provided by (used in) financing activities	97,769	(17,812)
Effect of exchange rate changes on cash and cash equivalents	200	787
Net increase (decrease) in cash and cash equivalents	96,041	36,578
Cash and cash equivalents at beginning of period	107,538	104,474
Net increase (decrease) in cash and cash equivalents included in assets held for sale	1,784	(25)
Cash and cash equivalents at end of period	205,364	141,027

(5) Notes to the Condensed Quarterly Consolidated Financial Statements

(Note on Going Concern Assumptions)

Not applicable.

(Segment Information)

(1) Overview of reportable segments

The Teijin Group's reportable operating segments are the components of the Teijin Group for which separate financial information is available and evaluated regularly by its Board of Directors in determining the allocation of management resources and in assessing performance.

The Teijin Group currently divides its operations into business fields, based on type of product, nature of business, and services provided. For the products and services of each business field, the Teijin Group formulates comprehensive strategies, in Japan and overseas, to drive its business activities forward. Accordingly, the Teijin Group divides its operations into reportable operating segments on the same basis as it uses internally so the Teijin Group sets the four reportable segments, which are “Apparel & Industries,” “Healthcare & Life Solutions,” “Electronics & Energy,” and “Specialty Materials.”

The principal lines of business of each segment after the change are as follows.

Segments	Lines of business
Apparel & Industries	Production and sale of fiber products, and production and sale of polyester fibers and fabrics, etc.
Healthcare & Life Solutions	Production and sale of pharmaceuticals and medical devices, etc. and the provision of home healthcare services, and production and sale of other healthcare-related products.
Electronics & Energy	Production and sale of resin, battery materials & membrane.
Specialty Materials	Production and sale of aramid fibers, carbon fibers, and composites.

(Changes in reportable operating segments)

For the three months ended June 30, 2026, the Company changed its reportable operating segments from the previous three segments of “Materials,” “Fibers & Products Converting,” and “Healthcare” to the following four segments: “Apparel & Industries,” “Healthcare & Life Solutions,” “Electronics & Energy,” and “Specialty Materials.”

This change reflects the organizational restructuring implemented on April 1, 2026. Through this reorganization, the Company will operate its organizational structure in line with the stage of development of the Customer-Driven business, thereby further deepening this business model. In the materials businesses, the Company will also promote a transformation from a Material-driven business to Customer-Diven business and applications.

Segment information for the three months ended June 30, 2025 is disclosed based on the new classification of reportable operating segments.

(2) Segment revenue and performance

Results of the First Quarter of FY2025 (April 1, 2025 through June 30, 2025)

(Millions of yen)

	Reportable operating segments					Others (Note 1)	Total	Adjustments (Note 2)	Amount on condensed quarterly consolidated financial statements
	Apparel & Industries	Healthcare & Life Solutions	Electronics & Energy	Specialty Materials	Subtotal				
Revenue									
External	82,118	33,832	36,648	83,596	236,193	6,924	243,117	—	243,117
Intersegment	578	—	453	2,566	3,598	784	4,382	(4,382)	—
Total	82,696	33,832	37,101	86,162	239,790	7,709	247,499	(4,382)	243,117
Adjusted operating income (Note 3)	4,087	4,001	5,089	(1,765)	11,412	(338)	11,074	(3,227)	7,847

Note 1. “Others,” which includes regenerative medicine & implantable medical device business, does not qualify.

Note 2. Adjustments of the adjusted operating income of (3,227) million yen include the elimination of intersegment transactions of (197) million yen and corporate expenses of (3,030) million yen. Corporate expenses are mainly expenses related to administrative divisions of the head office that are not attributable to the reportable segments.

Note 3. Adjusted operating income is calculated by adding share of profit (loss) of investments accounted for using the equity method to operating income and excluding gains and losses due to nonrecurring factors, which include nonrecurring gains and losses such as financial gains and losses and impairment losses in share of profit (loss) of investments accounted for using the equity method.

Results of the First Quarter of FY2026 (April 1, 2026 through June 30, 2026)

(Millions of yen)

	Reportable operating segments					Others (Note 1)	Total	Adjustments (Note 2)	Amount on condensed quarterly consolidated financial statements
	Apparel & Industries	Healthcare & Life Solutions	Electronics & Energy	Specialty Materials	Subtotal				
Revenue									
External	91,705	32,949	45,271	47,924	217,850	4,093	221,943	—	221,943
Intersegment	552	—	907	2,682	4,140	801	4,941	(4,941)	—
Total	92,256	32,949	46,178	50,606	221,990	4,894	226,884	(4,941)	221,943
Adjusted operating income (Note 3)	4,770	4,583	8,534	(1,026)	16,861	(1,804)	15,058	(2,751)	12,307

Note 1. “Others,” which includes regenerative medicine & implantable medical device business, does not qualify.

Note 2. Adjustments of the adjusted operating income of (2,751) million yen include the elimination of intersegment transactions of (64) million yen and corporate expenses of (2,687) million yen. Corporate expenses are mainly expenses related to administrative divisions of the head office that are not attributable to the reportable segments.

Note 3. Adjusted operating income is calculated by adding share of profit (loss) of investments accounted for using the equity method to operating income and excluding gains and losses due to nonrecurring factors, which include nonrecurring gains and losses such as financial gains and losses and impairment losses in share of profit (loss) of investments accounted for using the equity method.

The adjustment from adjusted operating income to profit before tax is as follows:

(Millions of yen)

	For the three months ended June 30, 2025	For the three months ended June 30, 2026
Adjusted operating income	7,847	12,307
Gain on sale of fixed assets	10	4,987
Loss on disposal of fixed assets	(119)	(122)
Impairment losses	(3,679)	(29)
Special retirement benefits (Note 1)	(1,498)	(2,149)
Gain (loss) on sale of shares of affiliates (Note 2)	605	45,452
Share of loss(profit) of investments accounted for using the equity method (Note 3)	(1,364)	(143)
Other	493	(345)
Operating income (loss)	2,295	59,959
Finance income	1,365	1,377
Finance costs	(4,865)	(1,777)
Share of profit (loss) of investments accounted for using the equity method	1,267	272
Profit (loss) before tax	62	59,831

Note 1. “Special retirement benefits” for FY2025 and FY2026, mainly relate to business structural reform.

Note 2. Gain (loss) on sale of shares of affiliates for the three months ended June 30, 2026 resulted from the sale of shares of DuPont Teijin Advanced Papers Limited and DuPont Teijin Advanced Papers (Asia) Limited.

Note 3. Adjusted operating income is calculated by adding share of profit (loss) of investments accounted for using the equity method to operating income and excluding gains and losses due to nonrecurring factors, which include nonrecurring gains and losses such as financial gains and losses and impairment losses in share of profit (loss) of investments accounted for using the equity method.

(Assets Held for Sale)

Overview of assets held for sale

The main items of assets and liabilities held for sale as of June 30, 2026 are certain inventories held by Teijin Pharma Limited in the Healthcare & Life Solutions Segment.

In the fiscal year ended March 31, 2026, investments in DuPont Teijin Advanced Papers Limited and DuPont Teijin Advanced Papers (Asia) Limited, which were affiliates accounted for using equity method, had been classified as assets held for sale.

During the three months ended June 30, 2026, the Company completed the transfer of the shares it held in these companies to DuPont de Nemours, Inc. and recorded a gain on sale of shares of affiliates of ¥45,452 million under “Other income” in the condensed quarterly consolidated statement of income. Proceeds from the sale of ¥45,114 million were recorded under “Proceeds from sale of investment securities” in the condensed quarterly consolidated statement of cash flows.

(Earnings Per Share)

(1) Basic earnings per share and diluted earnings per share

(Yen)

	For the three months ended June 30, 2025	For the three months ended June 30, 2026
Basic earnings (loss) per share	(3.84)	233.81
Diluted earnings (loss) per share	(3.84)	233.73

(2) Basis of calculating basic earnings per share and diluted earnings per share

(Millions of yen)

	For the three months ended June 30, 2025	For the three months ended June 30, 2026
Profit (loss) attributable to common shareholders of parent	(740)	45,106
Profit (loss) attributable to common shareholders of parent after adjustment for the effects of dilutive potential shares	(740)	45,106

(Thousands of shares)

	For the three months ended June 30, 2025	For the three months ended June 30, 2026
Weighted-average number of common shares	192,727	192,915
Increase in number of common shares by share subscription rights (Note)	—	67
Weighted-average number of common shares (diluted)	192,727	192,982

Note. For the three months ended June 30, 2025, there were 94 thousand potentially dilutive common shares. However, these were excluded from the calculation of diluted earnings per share due to their anti-dilutive effect.

(Significant Subsequent Events)

(The Disposal of Treasury Shares as “Restricted Stock” and “Performance Share Units”)

At a meeting of its Board of Directors held on June 19, 2026, the Company resolved to dispose of treasury shares as “Restricted Stock” and “Performance Share Units” (the “Disposal of Treasury Shares” or the “Disposal”), and disposed the treasury shares on July 15, 2026 as follows:

1. Overview of the Disposal of Treasury Shares

(1) Restricted Stock

(1) Date of disposal	July 15, 2026
(2) Class and number of shares for disposal	53,479 ordinary shares of the Company
(3) Disposal price	¥1,650 per share
(4) Total value of disposal	¥88,240,350
(5) Allottees and number thereof, and number of shares for disposal	Directors (excluding Outside Directors), 3 persons, 11,878 shares Teijin Group Corporate Officers, 11 persons, 25,028 shares Mission Executives, 1 person, 1,576 shares Executives of overseas Teijin Group company, 4 persons, 14,997 shares
(6) Other	With respect to the disposal of treasury shares, an extraordinary report has been submitted under the Financial Instruments and Exchange Act for the portion allocated to eligible executives of overseas Teijin Group companies. No extraordinary report is required for the portion allocated to the eligible directors.

(2) Performance Share Units

(1) Date of disposal	July 15, 2026
(2) Class and number of shares for disposal	102,484 ordinary shares of the Company
(3) Disposal price	¥1,650 per share
(4) Total value of disposal	¥169,098,600
(5) Allottees and number thereof, and number of shares for disposal	Directors (excluding Outside Directors), 3 persons, 18,411 shares Teijin Group Corporate Officers (including two (2)retired members), 14 persons, 34,928 shares Mission Executives (including four(4) retired members), 5 persons, 28,716 shares Executives of overseas Teijin Group company, 3 persons, 20,429 shares
(6) Other	With respect to the disposal of treasury shares, an amended extraordinary report has been submitted under the Financial Instruments and Exchange Act for the portion allocated to overseas-resident eligible directors and executives of overseas Teijin Group companies. No extraordinary report is required for the portion allocated to the other eligible directors.

2. Purpose and Reasons for the Disposal

The Company has introduced the Restricted Stock Plan and the Performance Share Units Plan for Directors who concurrently serve as Teijin Group Corporate Officers, Teijin Group Corporate Officers and Mission Executives (hereinafter collectively referred to as the “Eligible Directors”) (such stock compensation plans are hereinafter collectively referred to as the “Plans for Directors”). The Plans for Eligible Directors are intended to align with the viewpoint of corporate governance and stakeholders and to further strengthen corporate value creation from a medium- to long-term perspectives (sustainability, ESG), as well as to increase the motivation to contribute to increasing the Company’s stock value by adopting an approach to take into account the funds for tax payable upon the time of release of transfer restrictions and enhancing the operability of the stock compensation plans. They also aim to establish the Company's executive compensation system as a global company, considering the Eligible Directors subject to overseas compensation plans (i.e., Eligible Directors who have also concluded employment contracts, etc. with Teijin Group companies outside Japan and originally belong to those companies) (hereinafter referred to as the “Eligible Directors subject to overseas plans”).

In addition, separately from the Plans for Directors, the Company has introduced the Restricted Stock Plan and the Performance Share Units Plan for Mission Executives who have concluded employment contracts, etc. with Teijin Group companies outside Japan and originally belong to those companies (excluding Eligible Directors subject to overseas plans) and Executives of overseas Teijin Group companies who belong to Teijin Group companies outside Japan (hereinafter referred to as “Overseas Allottees”) (such stock compensation plans are hereinafter collectively referred to as the “Plans for Overseas Allottees”, and together with the Plans for Directors, collectively referred to as the “Plans”). The Plans for Overseas Allottees are intended to provide incentives toward achievement of the Company’s Medium-Term Management Plan and increasing corporate value over the medium to long-term, as well as to further align shared values with stakeholders. The Disposal of Treasury Shares was carried out based on a resolution of the Board of Directors adopted on June 19, 2026, in accordance with the Plans for Eligible Directors (including Eligible Directors subject to overseas plans) and Overseas Allottees.