Stock Code：4116

Dainichiseika

Three Months Ended June 30, 2026
Supplemental Materials of Financial Results

BEYOND COLOR
Explore the unknown to reach a better future.

Dainichiseika Color & Chemicals Mfg. Co., Ltd.

August 6, 2026

Summary

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Results for the Three Months Ended June 30, 2026

	Results	YoY
Net sales	¥34.5 billion	+¥2.8 billion +9.1%
Operating profit	¥3.2 billion	+¥0.7 billion +30.1%

- In the domestic market, sales of high value-added products, including pigments for color filters and coating materials, performed well.
- In the overseas market, compounds and colorants at local subsidiaries in Thailand and India performed strongly.
- The impact of the significant surge in raw material costs driven by the situation in the Middle East was mitigated through price revisions.

Consolidated Earnings Forecast for the Six Months Ending September 30, 2026

	Forecast	Compared to initial forecast
Net sales	¥68.0 billion	+¥5.2 billion +8.3%
Operating profit	¥7.0 billion	+¥3.1 billion +79.5%

- Net sales are expected to increase, as overall performance remained solid despite some accelerated orders being observed.
- Operating profit is expected to increase, primarily driven by anticipated strong sales of high value-added products.
- Forecast for the third quarter onward have been left unchanged due to the uncertain impact of the situation in the Middle East.

Shareholder Return

	Interim dividend forecast	Year-end dividend forecast	Annual dividend forecast
Dividend per share (special dividend included in the above)	¥27.5 (¥3.75)	¥27.5 (¥3.75)	¥55 (¥7.5)
Total dividends	¥1.876 billion	¥1.876 billion	¥3.75 billion

- The full-year dividend per share forecast for the fiscal year ending March 31, 2027 is 55 yen, which is effectively the same amount as the fiscal year ended March 31, 2026.
- Targeting a total payout ratio of 50% or more on the three-year average during the medium-term management plan.

Consolidated Financial Results for the Three Months Ended June 30, 2026

Consolidated Statements of Income

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100 million yen (Truncated)		Results for the Three Months Ended June 30, 2025	Results for the Three Months Ended June 30, 2026	Amount of Change (YoY)	Ratio of Change (YoY)	Forecast for the Six Months Ending September 30,2026 (Disclosed on August 6)	Forecast for the FYE March 31,2027 (Disclosed on August 6)
	Color & Functional Products (C&F)	174	194	+20	+11.5%	370	724
	Polymer & Coating Materials (P&C)	61	61	(0)	(0.3%)	128	250
	Graphic & Printing Materials (G&P)	80	89	+8	+11.0%	182	344
Net Sales*1		317	345	+28	+9.1%	680	1,318
	Color & Functional Products (C&F)	13	17	+3	+21.9%	36	58
	Polymer & Coating Materials (P&C)	7	8	+1	+19.8%	20	36
	Graphic & Printing Materials (G&P)	3	6	+3	+81.7%	14	20
Operating profit		24	32	+7	+30.1%	70	115
Ordinary profit		27	36	+9	+33.9%	74	124
Profit attributable to owners of parent		24	28	+4	+16.1%	52	87
EBITDA*2		37	45	+7	+21.3%	96	168
Research and development expenses*3		2(4)	2(4)	-	-	-	-
Ratio of overseas sales		25.6%	25.1%	(0.5pt)	-	-	-
Earnings per share*4		¥36.36	¥42.46	+¥6.10	-	¥76.19	¥127.46
Foreign exchange rates		$1/¥145.21	$1/¥159.89	¥14.68 weaker	-	$1/¥148.00	$1/¥148.00
Naphtha price		¥66,300	¥118,900	+¥52,600	+79.3%	-	-

*1 Amounts of materials supplied for a fee included in net sales and offset against cost of sales as a result of the adoption of the Accounting Standard for Revenue Recognition:¥10.2 billion for the three months ended June 30, 2025, and ¥9.2 billion for the three months ended June 30, 2026.
*2 EBITDA = Operating profit + Depreciation
*3 Figures in () represent technology related expenses incurred for improvements to existing products, etc.
*4 On April 1, 2026, we conducted a stock split at a ratio of four shares for every one share of common stock. Earnings per share is calculated on the assumption that the said stock split was conducted at the beginning of the previous consolidated fiscal year.

Consolidated Financial Results for the Three Months Ended June 30, 2026

Factors for Changes (Three Months Ended June 30, 2025 vs. Three Months Ended June 30, 2026)

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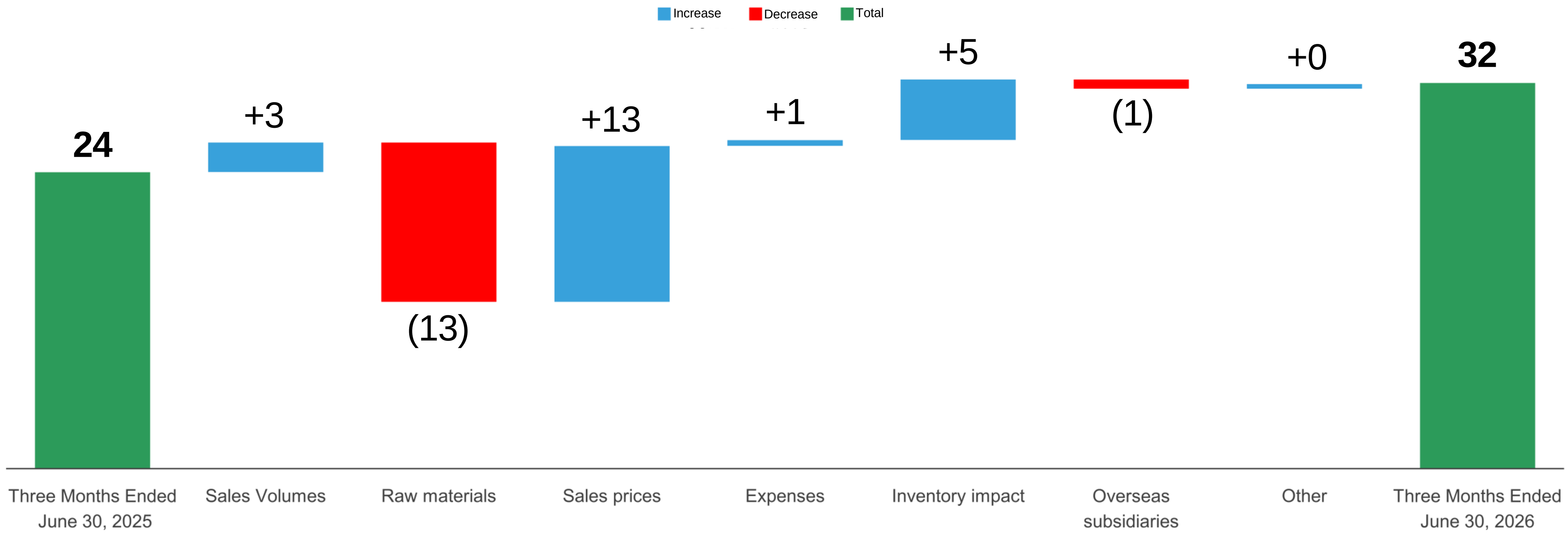
Operating profit

100 million yen



Consolidated Financial Results for the Three Months Ended June 30, 2026
Consolidated Balance Sheets

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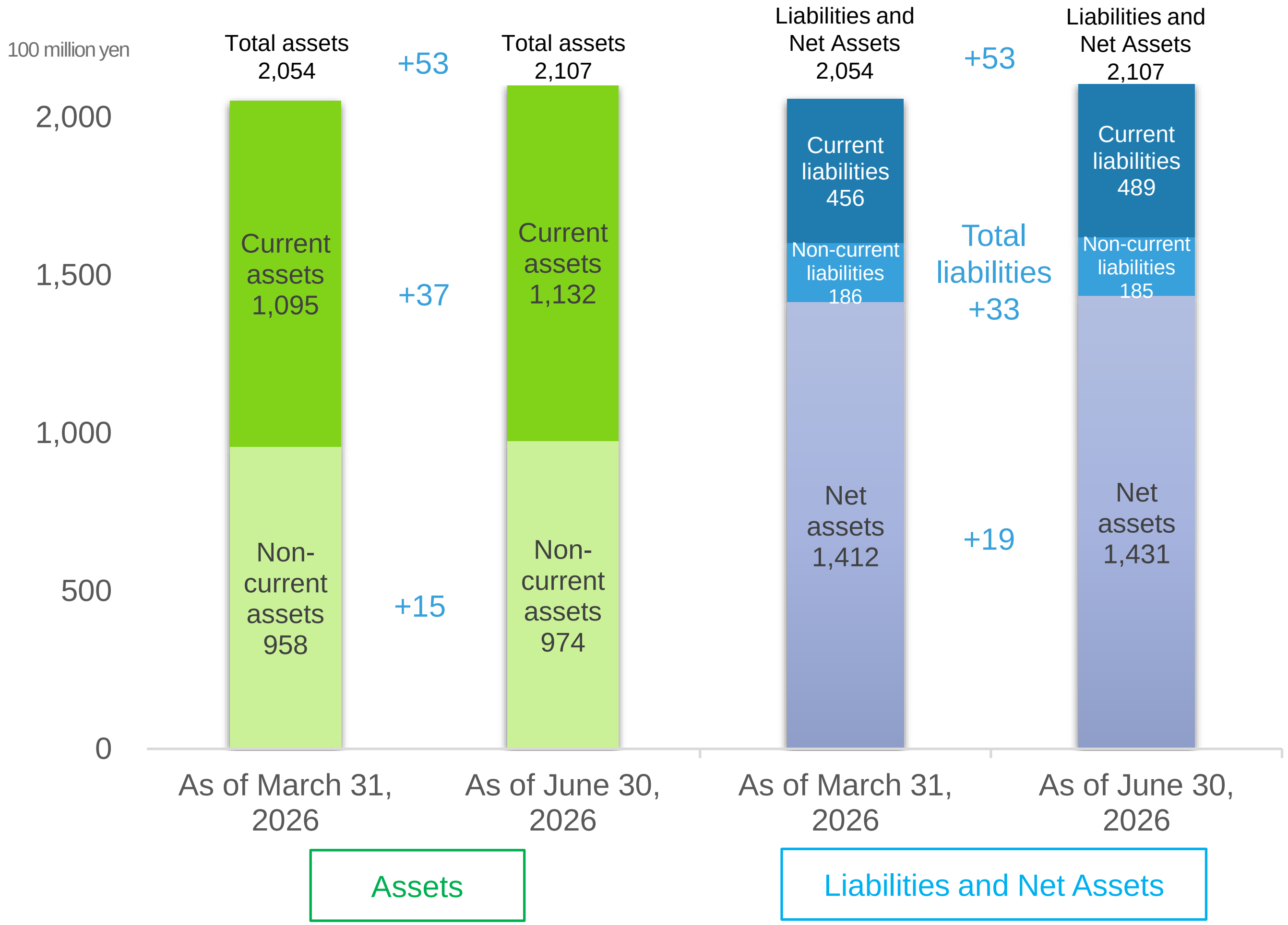

	As of March 31, 2026	As of June 30, 2026	Amount of Change
Interest-bearing debt	¥18.7 billion	¥18.3 billion	(¥0.3 billion)
DE ratio	0.13	0.13	0.00
Equity ratio	67.5%	66.7%	(0.8pt)
Net assets per share*1	¥2,030.85	¥2,059.26	+¥28.41

*1 On April 1, 2026, we conducted a stock split at a ratio of four shares for every one share of common stock. Net assets per share is calculated on the assumption that the said stock split was conducted at the beginning of the previous consolidated fiscal year.

Revision of Consolidated Earnings Forecast for the Six Months Ending September 30, 2026

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100 million yen (Truncated)	Results for the Six Months Ended September 30, 2025	Forecast for the Six Months Ending September 30, 2026 (Disclosed on May 15)	Forecast for the Six Months Ending September 30, 2026 (Disclosed on August 6)	Amount of Change (YoY)	Ratio of Change (YoY)
Color & Functional Products (C&F)	339	349	370	+30	+8.8%
Polymer & Coating Materials (P&C)	121	122	128	+6	+5.2%
Graphic & Printing Materials (G&P)	155	156	182	+26	+17.2%
Net Sales	617	628	680	+62	+10.2%
Color & Functional Products (C&F)	22	19	36	+14	+66.9%
Polymer & Coating Materials (P&C)	13	15	20	+6	+45.7%
Graphic & Printing Materials (G&P)	5	5	14	+8	+175.5%
Operating profit	41	39	70	+28	+70.5%
Ordinary profit	44	45	74	+29	+64.8%
Profit attributable to owners of parent	37	31	52	+14	+38.1%
EBITDA*1	66	65	96	+30	+45.7%
Earnings per share*2	¥54.82	¥45.41	¥76.19	+¥21.37	-
Foreign exchange rates	$1/¥146.16	$1/¥148.00	$1/¥148.00	¥1.84 weaker	-
Naphtha price	¥64,750	-	-	-	-

*1 EBITDA = Operating profit + Depreciation
*2 On April 1, 2026, we conducted a stock split at a ratio of four shares for every one share of common stock. Earnings per share is calculated on the assumption that the said stock split was conducted at the beginning of the previous consolidated fiscal year.

Consolidated Earnings Forecast for the Fiscal Year Ending March 31, 2027

Factors for Changes (Six Months Ended Sep. 30, 2025 Results vs. Six Months Ending Sep. 30, 2026 Forecast)

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Operating profit

100 million yen

Shareholder Return

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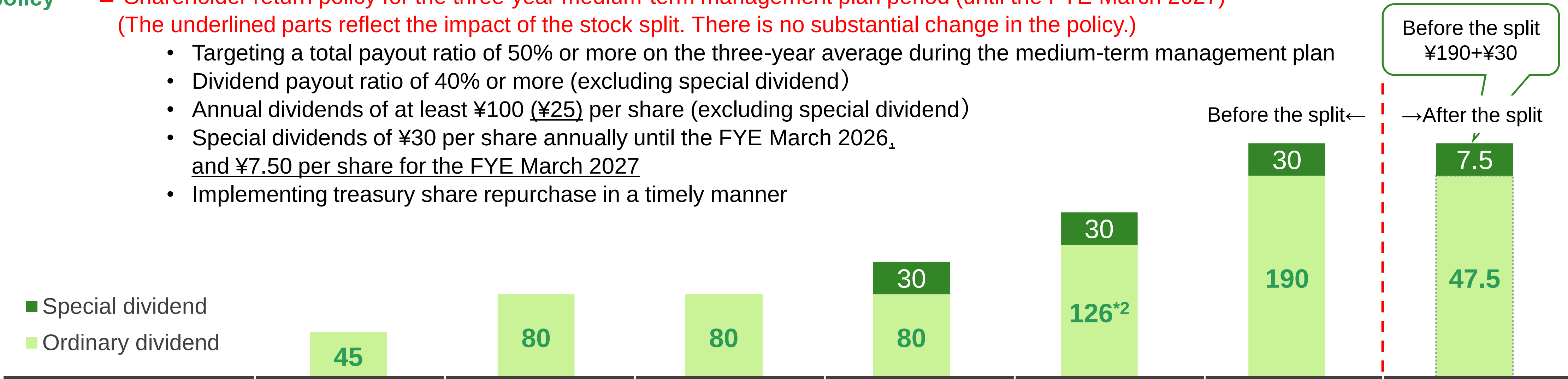
Dividend strategy

The Company, based on the perspective of sustainable growth and enhancement of medium- to long-term corporate values, makes it a principle to continuously pursue a dividend policy in which the return of profits to shareholders is regarded as an important management priority, yet with broader consideration to matters such as business development in the future, reinforcement of its operating basis, and enrichment of internal reserves.

Dividend policy

■ Shareholder return policy for the three-year medium-term management plan period (until the FYE March 2027)
(The underlined parts reflect the impact of the stock split. There is no substantial change in the policy.)

- Targeting a total payout ratio of 50% or more on the three-year average during the medium-term management plan
- Dividend payout ratio of 40% or more (excluding special dividend)
- Annual dividends of at least ¥100 <u>(¥25)</u> per share (excluding special dividend)
- Special dividends of ¥30 per share annually until the FYE March 2026<u>,</u> <u>and ¥7.50 per share for the FYE March 2027</u>
- Implementing treasury share repurchase in a timely manner



	FYE Mar. 2021	FYE Mar. 2022	FYE Mar. 2023	FYE Mar. 2024	FYE Mar. 2025	FYE Mar. 2026	FYE Mar. 2027 (Forecast)
Annual dividend per share (yen)*1	45	80	80	110	156	220	55
Dividend payout ratio (excluding special dividend)	13.2%	24.0%	73.7%	38.5%	21.0%*2	40.1%	37.3%*3
Dividend payout ratio (including special dividend)	13.2%	24.0%	73.7%	52.9%	26.0%	46.5%	43.1%*3
Treasury share repurchase (millions of yen)	220	0	0	2,864	1	1,114	Implementing in a timely manner
Total payout ratio	16.6%	24.0%	73.7%	129.8%	50% or more on the three-year average		

*1 On April 1, 2026, we conducted a stock split at a ratio of four shares for every one share of common stock. For the fiscal year ended March 31, 2026 and prior years, the actual dividend amounts prior to the stock split are presented.
*2 The ordinary dividends of ¥126 for the FYE March 2025 represents a dividend payout ratio of approximately 45% based on profit attributable to owners of the parent, excluding the gain on the sale of the Kawaguchi Production Plant (net of corporate income tax).
*3 This represents the expected payout ratio against the forecast earnings per share of ¥127.46 (forecast revised on August 6,2026) for the FYE March 2027.

Consolidated Performance Trends

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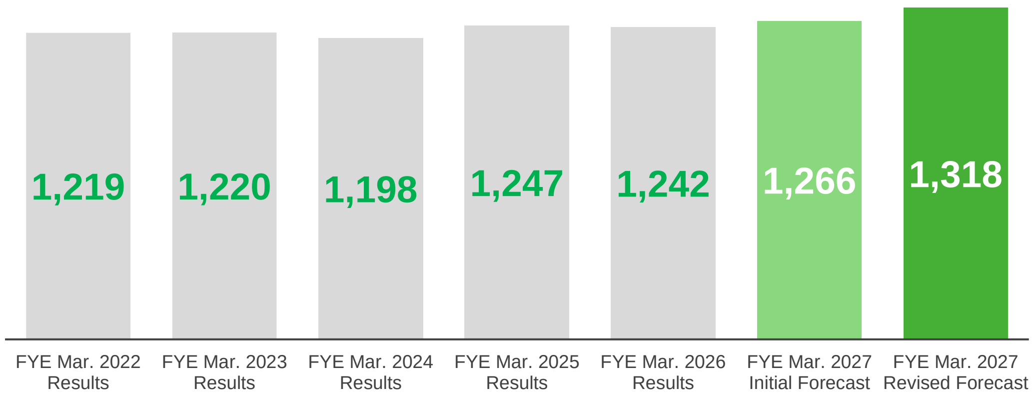
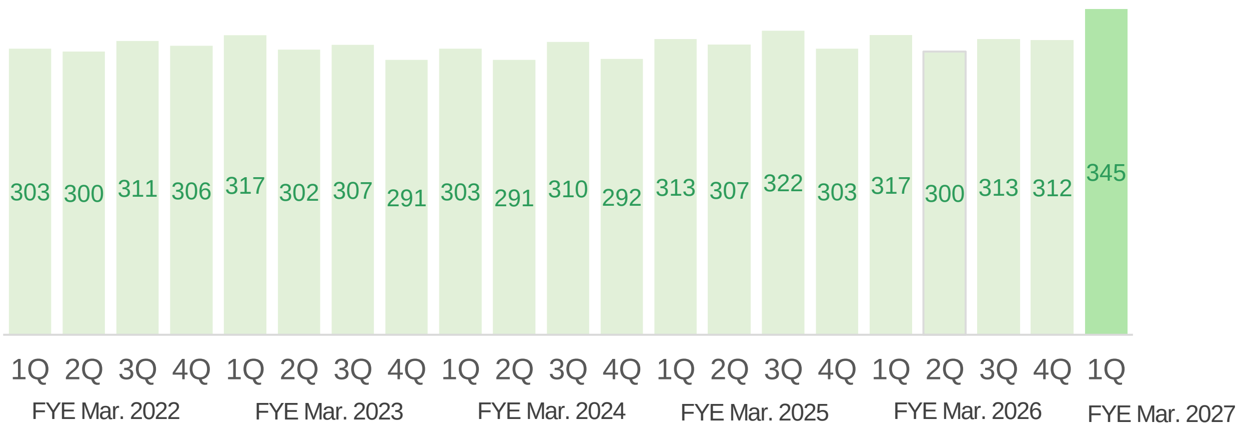
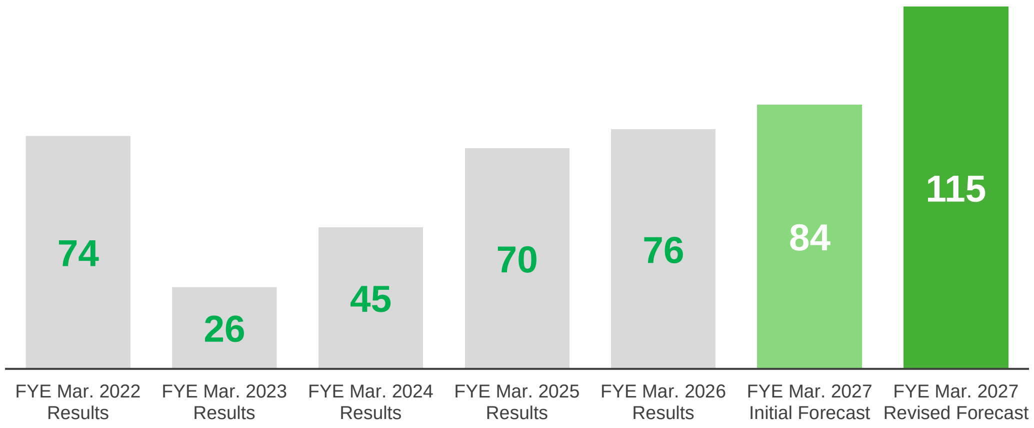
Net sales: Full year (100 million yen)



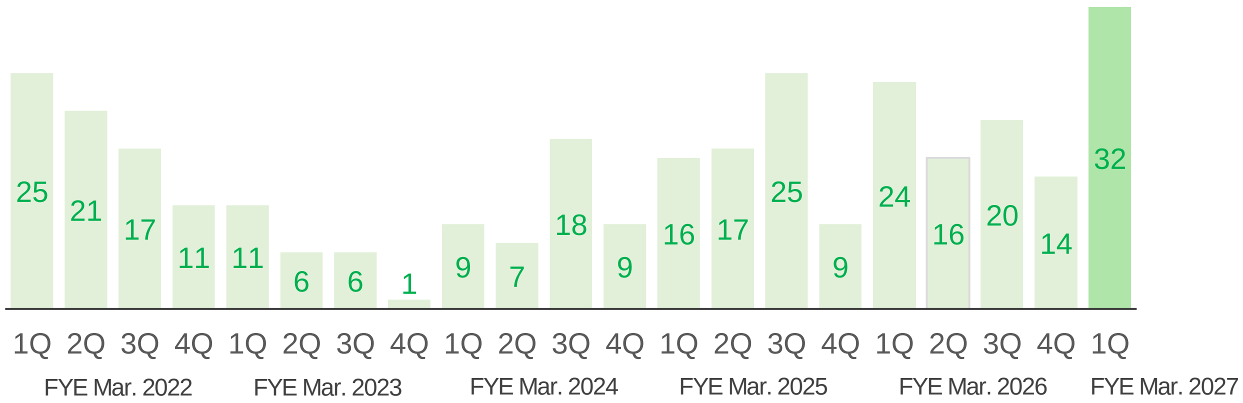
Net sales: Quarterly (100 million yen)



Operating profit: Full year (100 million yen)



Operating profit: Quarterly (100 million yen)



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