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1Q FY11/25

April 11, 2025

Presentation Materials for Financial Results for the First Quarter of the Fiscal Year Ending November 30, 2025

(December 1, 2024 – February 28, 2025)



OSAKA ORGANIC CHEMICAL INDUSTRY LTD.

(Tokyo Stock Exchange, Prime Market: 4187)



1Q FY11/2025 Financial Summary

Operating environment

The economy continues to recover moderately on the back of personal consumption and capital investment picking up, but the outlook remains uncertain due to a risk of downward pressure on the Japanese economy stemming from price increases and policy trends in the U.S.

Net sales

Net sales increased year on year in each business of Chemical Products, Electronics Materials and Specialty Chemicals. As a result, net sales increased by 20.5% year on year to 8,516 million yen.

Operating profit

Operating profit increased by 135.2% year on year to 1,365 million yen due to factors such as a decrease in depreciation, in addition to a significant increase in net sales.

(Millions of yen)

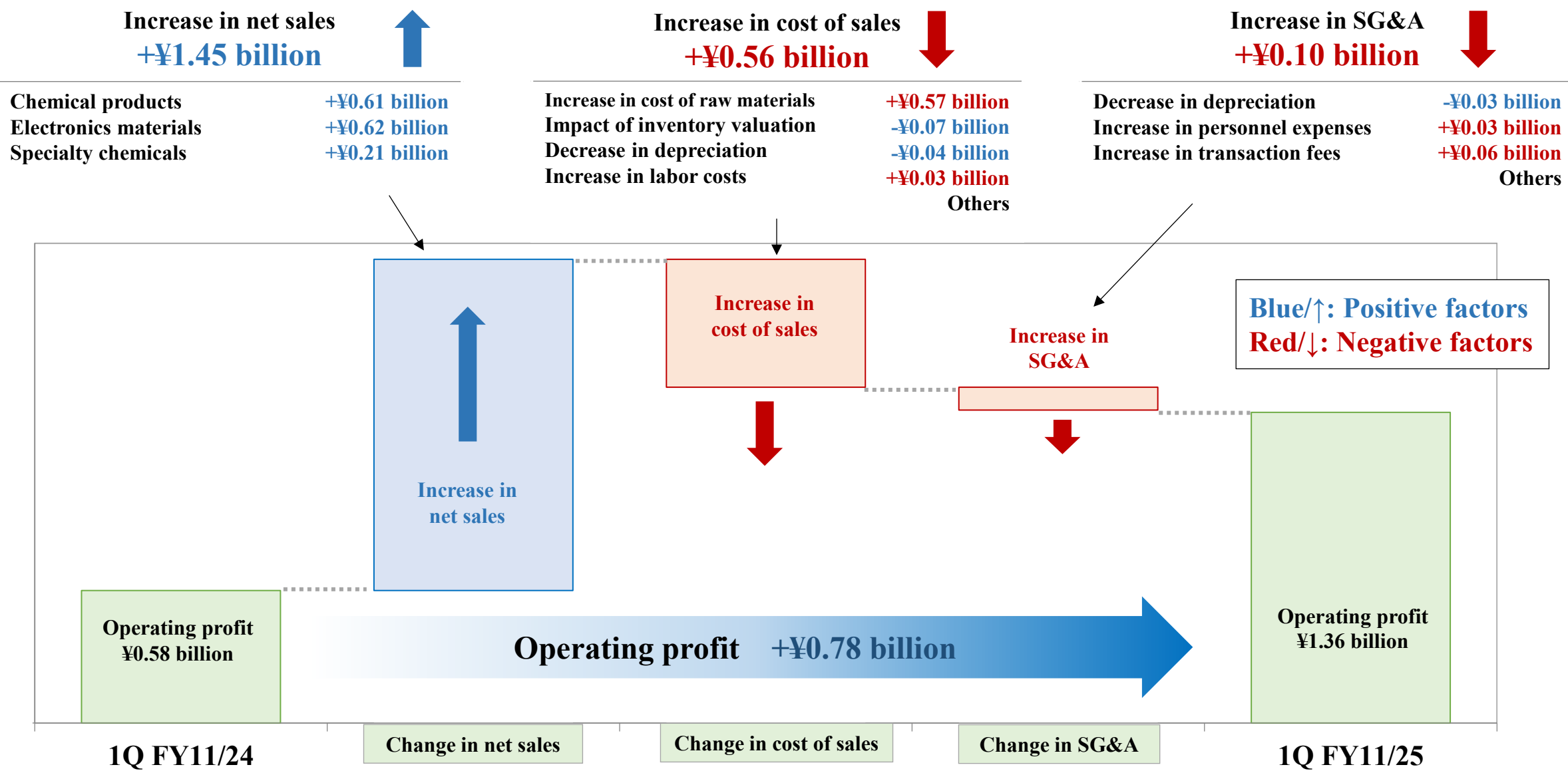
	1Q FY11/24 results	1Q FY11/25 results	YoY change		Comparison with 1H forecast	
			Amount	%	First half forecast	Progress rate
Net sales	7,066	8,516	+1,450	+20.5%	16,800	50.7%
Operating profit	580	1,365	+785	+135.2%	2,500	54.6%
Ordinary profit	640	1,480	+840	+131.3%	2,600	57.0%
Profit*	603	1,035	+432	+71.6%	1,700	60.9%
Price of naphtha in Japan (Yen/KL) (Our estimated value)	74,000	75,000	—	—	—	—
Exchange rate (Yen/USD)	146	154	—	—	—	—

*Profit attributable to owners of parent

Factors Affecting Operating Profit

Increase/
decrease
factors

Net sales significantly increased centering on chemical products and electronics materials. While both the cost of sales and selling, general and administrative expenses increased, a decrease in depreciation and inventory valuation contributed to an increase in profit. As a result, operating profit increased by 0.78 billion yen.



1Q FY11/25 Net sales	FY11/25 Full-year forecast	Progress rate vs Full-year forecast	Net sales / Operating margin																		
<p>¥ 3.31 billion</p>	<p>¥ 12.90 billion</p>	<p>25.7 %</p>	<table border="1"> <caption>Net sales and Operating margin data</caption> <thead> <tr> <th>Period</th> <th>Net sales (Billions of yen)</th> <th>Operating margin (%)</th> </tr> </thead> <tbody> <tr> <td>1Q FY11/24</td> <td>2.70</td> <td>9.6</td> </tr> <tr> <td>2Q</td> <td>3.28</td> <td>14.2</td> </tr> <tr> <td>3Q</td> <td>3.37</td> <td>15.7</td> </tr> <tr> <td>4Q</td> <td>3.14</td> <td>15.8</td> </tr> <tr> <td>1Q FY11/25</td> <td>3.31</td> <td>15.9</td> </tr> </tbody> </table>	Period	Net sales (Billions of yen)	Operating margin (%)	1Q FY11/24	2.70	9.6	2Q	3.28	14.2	3Q	3.37	15.7	4Q	3.14	15.8	1Q FY11/25	3.31	15.9
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<p>● Operating environment</p> <ul style="list-style-type: none"> • Automobile production showed growth locally in China and India, but remained somewhat weak in Japan, Europe and the U.S. • In display-related products, demand was solid mainly due to rush demand backed by subsidy policies in China and to avoid U.S. tariffs. <p>● OOC</p> <ul style="list-style-type: none"> • Sales of products for automotive coatings were flat year on year. • Sales of products for display adhesives and materials for UV inkjet inks remained strong. <p>● Market risks</p> <ul style="list-style-type: none"> • Impacts of U.S. tariff policies. • Higher cost of raw materials derived from natural resources. • Rapid fluctuations in exchange rates. 																					

Electronics Materials Business

1Q FY11/25 Net sales	FY11/25 Full-year forecast	Progress rate vs Full-year forecast	Net sales / Operating margin
¥ 3.72 billion	¥ 15.50 billion	24.0 %	

● Operating environment

- The semiconductor market continued to be on a recovery trend, driven by cutting-edge materials.
- The display business is shifting from LCD to OLED.

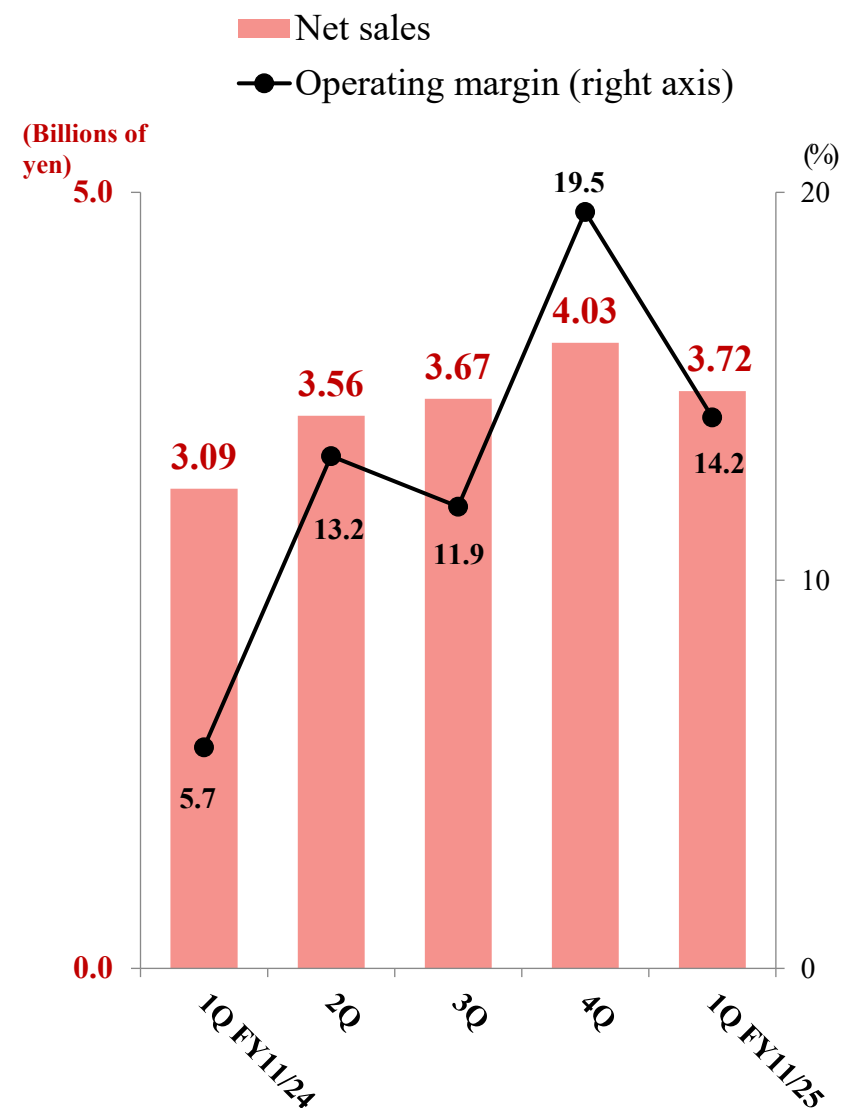
● OOC

- Sales of our mainstay ArF resist raw materials continued recovering, showing a significant increase year on year, despite a slight decrease quarter on quarter.
- Sales of materials for EUV resists swing wildly due to many products being developed, but demand continued to be strong.
- The display materials group remained solid.

● Market risks

- Escalation of the U.S.-China economic confrontation.
- Progress in in-house production of semiconductors in China.

Net sales / Operating margin



Specialty Chemicals Business

1Q FY11/25 Net sales	FY11/25 Full-year forecast	Progress rate vs Full-year forecast	Net sales / Operating margin
¥ 1.47 billion	¥ 5.60 billion	26.4 %	

● Operating environment

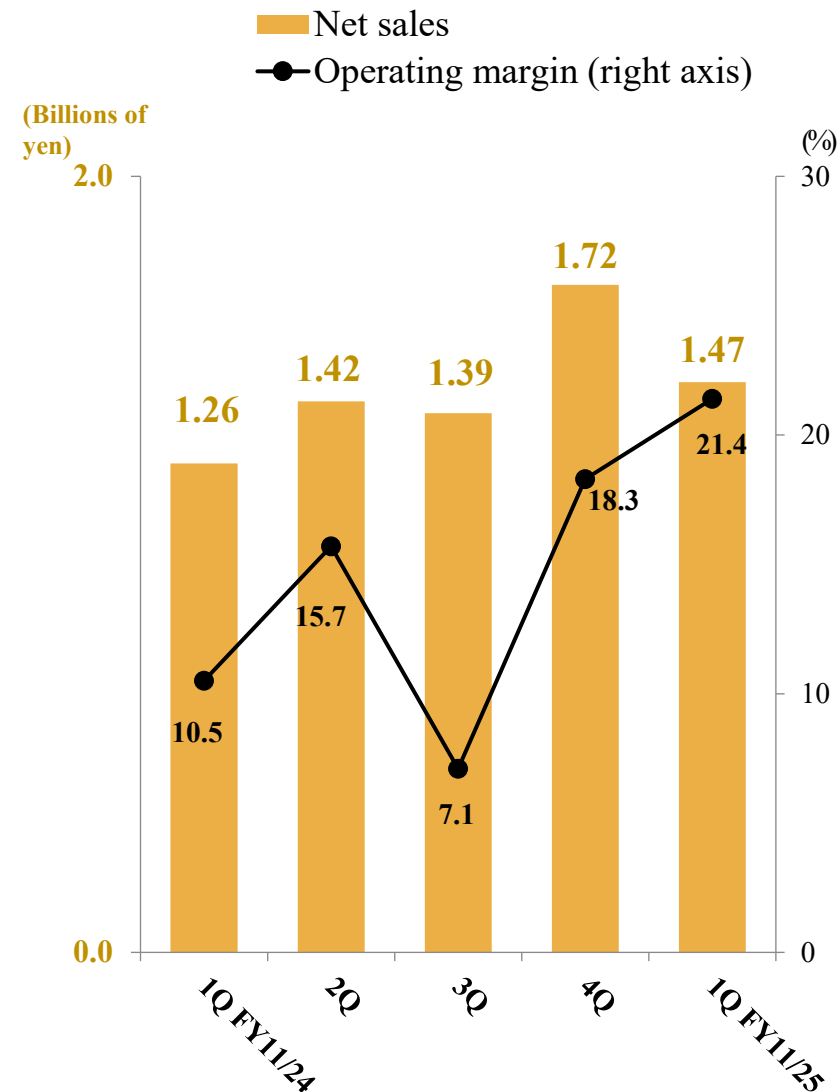
- The domestic cosmetics market remained steady.
- In China, in addition to the economic slow down, the competitive environment is changing due to the rise of local manufacturers.

● OOC

- Sales of cosmetics raw materials remained steady, but decreased quarter on quarter mainly due to seasonal factors.
- Sales of high-purity specialty solvents produced by a subsidiary remained strong.

● Market risks

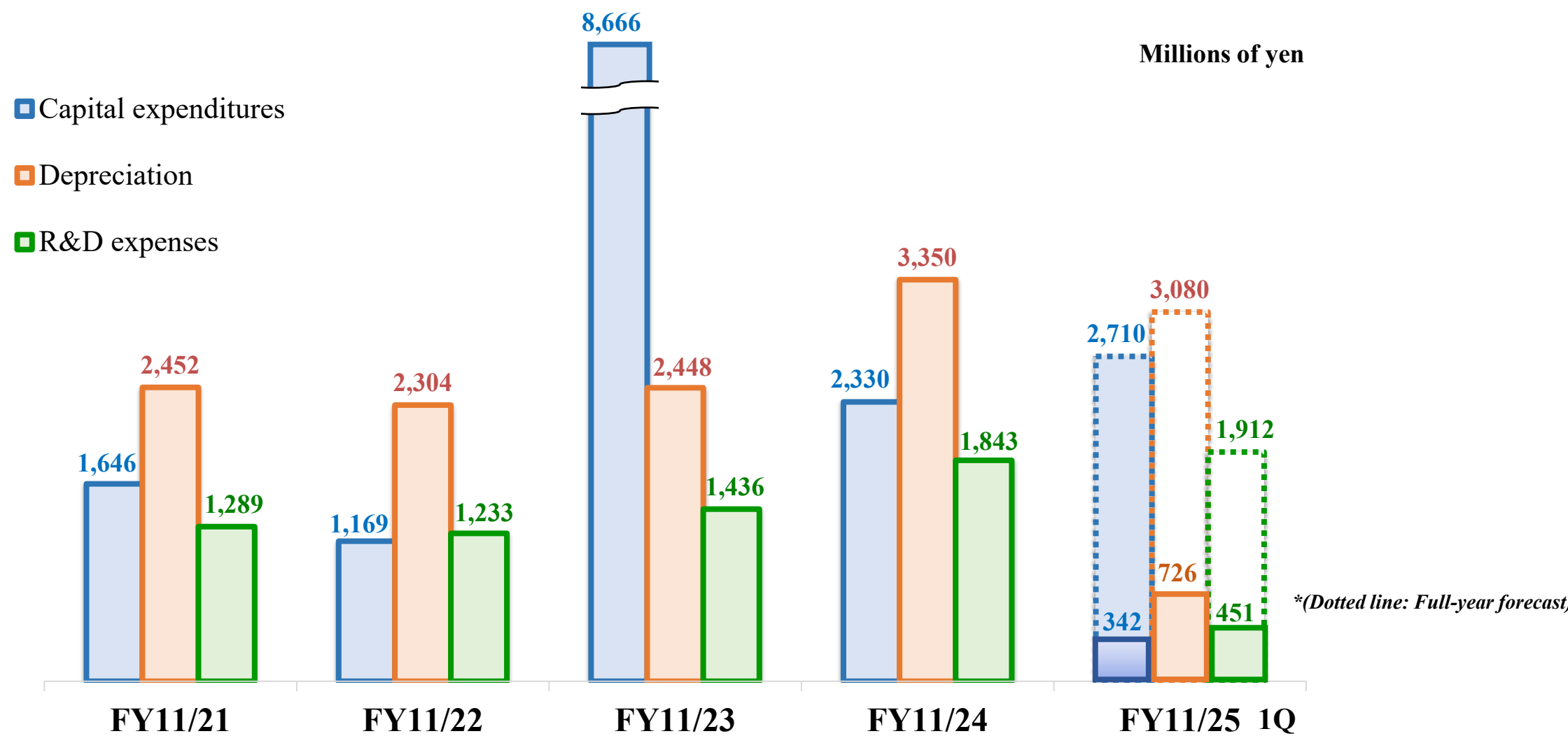
- Delayed market recovery in China.



Capital Expenditures, Depreciation, R&D Expenses

Summary

In 2023, we invested 8.66 billion yen in equipment such as semiconductor materials manufacturing facilities. Depreciation and amortization expenses have been decreasing since its peak in 2024 and amounted to 0.72 billion yen in the first quarter of FY2025 (0.80 billion yen in the first quarter of FY2024).



<Note regarding forward-looking information>

The earnings forecasts and business plans described in this material are current earnings forecasts and plans and have been determined based on currently available information. Therefore, actual results may differ significantly due to various factors and risks, and we do not make promises or guarantees.



OSAKA ORGANIC CHEMICAL INDUSTRY LTD.

Inquiries
Administration Division, IR&PR Group
TEL: +81-6-6264-5071 (main switchboard)