

August 5, 2025

Consolidated Financial Results for the Three Months Ended June 30, 2025 (Under Japanese GAAP)

Company name: MORIROKU COMPANY, LTD.
 Listing: Tokyo Stock Exchange
 Securities code: 4249
 URL: <https://www.moriroku.co.jp/>
 Representative: Naoki Kurose, Representative Director, President and CEO
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 Scheduled date to commence dividend payments: -
 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 three months ended June 30, 2025 (from April 1, 2025 to June 30, 2025)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2025	33,821	(6.7)	1,076	(23.6)	906	(42.4)	529	(65.8)
June 30, 2024	36,260	11.5	1,408	713.9	1,573	170.7	1,549	274.0

Note: Comprehensive income For the three months ended June 30, 2025: ¥(455) million [-%]
 For the three months ended June 30, 2024: ¥3,515 million [22.1%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2025	36.66	-
June 30, 2024	105.34	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
	Millions of yen	Millions of yen	%
As of June 30, 2025	111,213	62,591	55.3
March 31, 2025	124,634	64,911	51.1

Reference: Equity
 As of June 30, 2025: ¥61,449 million
 As of March 31, 2025: ¥63,662 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	-	52.50	-	52.50	105.00
Fiscal year ending March 31, 2026	-				
Fiscal year ending March 31, 2026 (Forecast)		57.50		57.50	115.00

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

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
Six months ending September 30, 2025	64,000	(10.7)	900	(44.7)	850	51.1	522	159.3	36.02
Fiscal year ending March 31, 2026	137,000	(6.3)	5,000	20.9	4,900	122.3	3,200	-	220.81

Note: Revisions to the earnings forecasts most recently announced: None

* Notes

(1) Significant changes in the scope of consolidation during the period: Yes

Newly included: 1 company (Moriroku Chemicals India Private Limited)

Excluded: 1 company (Moriroku Technology De Mexico S.A. DE C.V.)

Note: For details, please refer to Appendix P.9 "2. Quarterly Consolidated Financial Statements and Key Notes (3) Notes on Quarterly Consolidated Financial Statements (Notes on Changes to the Scope of Consolidation or Scope of Application by the Equity Method)"

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: Yes

Note: For details, please refer to Appendix P.8 "2. Quarterly Consolidated Financial Statements and Key Notes (3) Notes on Quarterly Consolidated Financial Statements (Notes on Accounting Procedures Specific to the Preparation of Quarterly Consolidated Financial Statements)" are available.

(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 June 30, 2025	14,410,000 shares
As of March 31, 2025	14,860,000 shares

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

As of June 30, 2025	108,019 shares
As of March 31, 2025	199,819 shares

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

Three months ended June 30, 2025	14,446,417 shares
Three months ended June 30, 2024	14,708,607 shares

Note: The number of treasury shares at the end of the fiscal year includes the Company's shares (136,300 shares in the fiscal year ending March 31, 2025 and 103,200 shares in the first quarter of the fiscal year ending March 31, 2026) held by the Custody Bank of Japan, Ltd. (Trust E Account). In addition, the Company's shares held by Custody Bank of Japan, Ltd. (Trust E Account) are included in treasury stock deducted in the calculation of the average number of shares during the period (213,600 shares in the first quarter of the fiscal year ending March 31, 2025 and 127,734 shares in the first quarter of the fiscal year ending March 31, 2026).

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: nothing

* Proper use of earnings forecasts, and other special matters

(Cautions on forward-looking statements, etc.)

The forward-looking statements, including forecasts of financial results, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. However, the Company makes no guarantee that these forecasts will be achieved. Actual financial results, etc. may differ substantially due to various factors. For the conditions on which earnings forecasts are predicated and precautions for the use of earnings forecasts, please refer to Appendix P.3 "1. Summary of Operating Results, etc. (3) Explanation of Forward-Looking Information such as Consolidated Earnings Forecasts."

Quarterly consolidated balance sheet

(Millions of yen)

	As of March 31, 2025	As of June 30, 2025
Assets		
Current assets		
Cash and deposits	19,973	15,070
Notes and accounts receivable - trade	32,799	28,243
Electronically recorded monetary claims - operating	1,669	1,768
Merchandise and finished goods	5,787	5,297
Work in process	4,099	4,436
Raw materials and supplies	4,380	3,793
Other	4,094	4,516
Allowance for doubtful accounts	(10)	(12)
Total current assets	72,793	63,114
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	17,324	14,297
Machinery, equipment and vehicles, net	10,283	8,678
Tools, furniture and fixtures, net	4,203	4,123
Land	5,208	4,881
Leased assets, net	451	500
Construction in progress	2,657	3,157
Total property, plant and equipment	40,128	35,638
Intangible assets	1,460	1,443
Investments and other assets		
Investment securities	7,553	7,485
Long-term loans receivable	91	1,537
Retirement benefit asset	1,358	1,355
Deferred tax assets	592	590
Other	658	658
Allowance for doubtful accounts	(2)	(611)
Total investments and other assets	10,252	11,016
Total non-current assets	51,840	48,099
Total assets	124,634	111,213

	As of March 31, 2025	As of June 30, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	18,914	16,285
Electronically recorded obligations - operating	1,336	1,440
Short-term borrowings	15,675	14,831
Current portion of bonds payable	170	170
Current portion of long-term borrowings	797	300
Lease liabilities	361	343
Income taxes payable	666	572
Provision for loss on liquidation of subsidiaries and associates	6,626	589
Other	8,257	7,647
Total current liabilities	52,805	42,181
Non-current liabilities		
Bonds payable	859	774
Long-term borrowings	2,314	2,010
Lease liabilities	842	841
Deferred tax liabilities	1,728	1,687
Provision for loss on guarantees	95	47
Retirement benefit liability	512	529
Asset retirement obligations	173	173
Other	391	376
Total non-current liabilities	6,917	6,441
Total liabilities	59,723	48,622
Net assets		
Shareholders' equity		
Share capital	1,640	1,640
Capital surplus	1,398	1,398
Retained earnings	48,546	47,103
Treasury shares	(518)	(297)
Total shareholders' equity	51,067	49,844
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	2,407	2,406
Deferred gains or losses on hedges	(0)	0
Foreign currency translation adjustment	9,237	8,275
Remeasurements of defined benefit plans	551	535
Remeasurements of other postretirement benefit plans of foreign consolidated subsidiaries	399	386
Total accumulated other comprehensive income	12,595	11,605
Non-controlling interests	1,248	1,141
Total net assets	64,911	62,591
Total liabilities and net assets	124,634	111,213

Quarterly consolidated statement of income

(Millions of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Net sales	36,260	33,821
Cost of sales	30,153	27,947
Gross profit	6,106	5,873
Selling, general and administrative expenses	4,698	4,797
Operating profit	1,408	1,076
Non-operating income		
Interest income	42	37
Dividend income	191	100
Foreign exchange gains	152	-
Share of profit of entities accounted for using equity method	3	-
Other	38	37
Total non-operating income	429	175
Non-operating expenses		
Interest expenses	240	175
Foreign exchange losses	-	131
Share of loss of entities accounted for using equity method	-	15
Other	24	22
Total non-operating expenses	265	345
Ordinary profit	1,573	906
Extraordinary income		
Gain on sale of non-current assets	829	13
Subsidy income	15	37
Reversal of provision for loss on guarantees	26	47
Total extraordinary income	871	98
Extraordinary losses		
Loss on sale of non-current assets	19	20
Loss on retirement of non-current assets	1	2
Total extraordinary losses	20	22
Profit before income taxes	2,423	981
Income taxes	839	446
Profit	1,584	534
Profit attributable to non-controlling interests	35	5
Profit attributable to owners of parent	1,549	529

Quarterly consolidated statement of comprehensive income

(Millions of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Profit	1,584	534
Other comprehensive income		
Valuation difference on available-for-sale securities	(145)	(0)
Deferred gains or losses on hedges	0	1
Foreign currency translation adjustment	2,060	(967)
Remeasurements of defined benefit plans, net of tax	(10)	(16)
Remeasurements of other postretirement benefit plans of foreign consolidated subsidiaries	21	(12)
Share of other comprehensive income of entities accounted for using equity method	4	5
Total other comprehensive income	1,930	(989)
Comprehensive income	3,515	(455)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,478	(460)
Comprehensive income attributable to non-controlling interests	37	5

(Notes on segment information, etc.)

I. the three months of the previous fiscal year (April 1, 2024 to June 30, 2024)

Information on sales and the amount of profit or loss for each reported segment

(in millions of yen)

	Reportable segments			Adjustment amount (Note) 1	Quarterly Consolidated Statements of Income (Note)2
	Resin-treated Product Business	Chemicals Business	Total		
Sales					
Revenues from external customers	29,356	6,904	36,260	-	36,260
Internal sales or transfers between segments	192	325	518	(518)	-
Total	29,549	7,229	36,778	(518)	36,260
Segment Profit	1,151	703	1,854	(445)	1,408

Note: 1. Segment profit adjustment of (445) million yen includes 3 million yen for the elimination of inter-segment transactions and (449) million yen for the Company's head office expenses not attributable to each reporting segment.

2. Segment profit is adjusted to operating income in the quarterly consolidated statements of income.

II. the three months of the current fiscal year (April 1, 2025 to June 30, 2025)

1. Information on sales and the amount of profit or loss for each reported segment

(in millions of yen)

	Reportable segments			Adjustment amount (Note) 1	Quarterly Consolidated Statements of Income (Note)2
	Resin-treated Product Business	Chemicals Business	Total		
Sales					
Revenues from external customers	27,715	6,106	33,821	-	33,821
Internal sales or transfers between segments	144	217	361	(361)	-
Total	27,859	6,323	34,182	(361)	33,821
Segment Profit	1,235	281	1,517	(441)	1,076

Note: 1. Segment profit adjustment of (441) million yen includes the elimination of inter-segment transactions of 27 million yen and the Company's head office expenses of (469) million yen, which are not attributable to each reporting segment.

2. Segment profit is adjusted to operating income in the quarterly consolidated statements of income.

2. Changes to Reporting Segments, etc.

From the first quarter of the current fiscal year, in line with the organizational restructuring of the Company and its wholly-owned subsidiaries in Japan, we have reviewed the method of allocating management expenses, etc., in order to more appropriately evaluate the performance of each reporting segment. As a result, we have changed the method of disclosing some head office expenses that had been allocated to reporting segments as company-wide expenses in the "adjustment amount." Segment information for the three months of the previous fiscal year is disclosed based on the revised allocation method.