July 24, 2026

Non-consolidated Financial Results for the Three Months Ended June 30, 2026 (Under Japanese GAAP)

Company name: JAPAN PURE CHEMICAL CO.,LTD.
Listing: Tokyo Stock Exchange
Securities code: 4973
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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. Non-consolidated financial results for the three months ended June 30, 2026 (from April 1, 2026 to June 30, 2026)

(1) Non-consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit	
Three months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
June 30, 2026	6,152	80.6	31	(66.3)	122	(33.4)	88	(34.5)
June 30, 2025	3,406	10.7	92	(37.8)	184	(23.6)	135	(50.2)

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2026	15.25	15.07
June 30, 2025	23.40	23.22

(2) Non-consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
June 30, 2026	27,986	22,315	79.4	3,826.83
March 31, 2026	21,738	18,064	82.7	3,098.03

Reference: Equity As of June 30, 2026: ¥22,229 million As of March 31, 2026: ¥17,978 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, 2026	-	63.00	-	137.00	200.00
Fiscal year ending March 31, 2027	-				
Fiscal year ending March 31, 2027 (Forecast)		115.00		115.00	230.00

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

3. Forecast of non-consolidated financial results for the fiscal year ending March 31, 2027 (from April 1, 2026 to March 31, 2027)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Fiscal year ending March 31, 2027	24,000	32.8	610	5.8	800	3.1	2,170	20.3	373.93

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

* **Notes**

(1) Adoption of accounting treatment specific to the preparation of quarterly non-consolidated financial statements: None

(2) 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

(3) 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, 2026	6,067,200 shares
As of March 31, 2026	6,067,200 shares

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

As of June 30, 2026	258,371 shares
As of March 31, 2026	264,039 shares

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

Three months ended June 30, 2026	5,804,046 shares
Three months ended June 30, 2025	5,776,529 shares

* Review of the Japanese-language originals of the attached quarterly non-consolidated financial statements by certified public accountants or an audit firm: None

* Proper use of earnings forecasts, and other special matters

• The forward-looking statements, including forecasts of financial results, contained in these materials are based on information available to the Company and on certain assumptions deemed to be reasonable. Actual financial results may differ from the results anticipated in the statements due to various factors.

• Supplementary financial results materials are available on the Company's website.

1. Qualitative Information Regarding the Quarterly Settlement

(1) Explanation of Operating Results for the Quarter Under Review

In the electronic components industry, demand for AI servers and data centers grew significantly, supported by expanding AI infrastructure investments by hyperscalers. In addition, against the backdrop of these capital investments, demand for industrial equipment such as FA (factory automation) equipment remained firm. On the other hand, demand for consumer electronics such as personal computers and smartphones slowed, reflecting the impact of surging memory prices. With respect to automotive electronic components, although the proliferation of ADAS (Advanced Driver Assistance Systems) and SDVs (Software Defined Vehicles) provided some support to demand, growth was limited, affected by revisions to electric vehicle policies in the United States and a slowdown in domestic demand in China.

At the Company, regarding sales of plating chemicals for printed circuit boards and semiconductor package substrates, demand for semiconductor packages, modules and memory applications remained strong, supported by robust demand for AI servers. Demand for personal computer and smartphone applications generally remained firm, centered on high-end products that are less affected by surging memory prices. Regarding sales of plating chemicals for connectors, demand for smartphone and automotive applications was generally flat, while demand for industrial equipment applications increased, growing steadily. Regarding plating chemicals for lead frames, year-on-year improvement was observed in both consumer and automotive fields, and demand for data center applications in particular increased significantly.

As a result, net sales amounted to ¥6,152 million (up 80.6% year on year), operating profit was ¥31 million (down 66.3% year on year), ordinary profit was ¥122 million (down 33.4% year on year), and profit attributable to owners of parent was ¥88 million (down 34.5% year on year).

Sales by end-use application are as follows: ¥3,084 million for printed circuit boards and semiconductor package substrates, ¥774 million for connectors and micro switches, ¥2,250 million for lead frames, and ¥43 million for others.

(2) Explanation of Financial Position for the Quarter Under Review

(Million yen)

	March 31, 2026	June 30, 2026	Increase /Decrease	Main reasons for increase/decrease
Current assets	10,637	9,696	(941)	Cash and deposits (1,130), Raw materials and supplies (198), Notes and Accounts receivable - trade +478
Non-current assets	11,100	18,290	7,189	Investment securities +7,212
Total assets	21,738	27,986	6,248	—
Current liabilities	678	368	(310)	Income taxes payable (338), Accounts payable – trade +19
Non-current liabilities	2,994	5,302	2,307	Deferred tax liabilities +2,307
Total liabilities	3,673	5,670	1,997	—
Total net assets	18,064	22,315	4,251	Valuation difference on available-for-sale securities +4,937, Retained earnings (706)
Total liabilities and net assets	21,738	27,986	6,248	—

Net assets amounted to ¥22,315 million, an increase of ¥4,251 million compared with the end of the previous fiscal year. This was mainly attributable to an increase in valuation difference on available-for-sale securities as a result of a rise in the fair value of investment securities.

(3) Explanation of Future Forecast Information Including Operating Results Forecast

With respect to the forecast of operating results, no changes have been made to the full-year forecast announced in the "Non-consolidated Financial Results for the Fiscal Year Ended March 31, 2026" on April 24, 2026.

(4) Basic Policy on Profit Distribution and Dividends for the Current and Next Fiscal Years

The Company's basic policy on profit distribution is to flexibly return profits to shareholders in accordance with earnings conditions while securing internal reserves necessary for future business development, strengthening of the management base, and investment for growth.

In addition, for the purpose of achieving long-term growth while balancing capital efficiency with financial soundness, and with the aim of proactively providing a certain level of shareholder returns that are not significantly affected by short-term performance as a company listed on the Prime Market, the Company has introduced a dividend on equity (DOE) ratio with a minimum of 5%, in addition to the dividend payout ratio, starting with the year-end dividend for the fiscal year ended March 31, 2024.

Under these policies, the Company plans an annual dividend of ¥230 for the current fiscal year.

(5) Policy on Specified Investment Shares

With respect to specified investment shares, in terms of business strategy and business relationships with business partners, the Company holds shares only in companies that are expected to cooperate and provide feedback on the Company's product development and problem-solving, and has set a policy to reduce the ratio of such shares to net assets to less than 20% during the period of the Mid-Term Management Plan FY2025-2027.

The appropriateness of the Company's holdings is regularly reviewed at the CX Progress Committee, which is held with experts in addition to members of the Board of Directors, and at meetings of the Board of Directors, and sales will be promoted in accordance with the above policy.

As the share prices of the shares held rose significantly, the market value of the shares held increased from the end of the previous fiscal year. However, there are no changes to the plan for the sale of specified investment shares for the current fiscal year.

Changes in Specified Investment Shares	June 2025	September 2025	December 2025	March 2026	June 2026
Amount sold* (Million yen)	-	493	933	315	-
Market value of shares held (Million yen)	6,740	8,416	9,308	10,743	17,956
Net assets (Million yen)	13,891	15,566	16,659	18,064	22,315
Percentage of net assets (%)	48.5	54.1	55.9	59.5	80.5

*Sales during the relevant quarter

Quarterly balance sheet

(Thousands of yen)

	As of March 31, 2026	As of June 30, 2026
Assets		
Current assets		
Cash and deposits	7,753,470	6,622,555
Notes and accounts receivable - trade	1,917,415	2,396,005
Merchandise and finished goods	128,864	192,444
Raw materials and supplies	504,632	306,372
Other	333,364	178,750
Total current assets	10,637,747	9,696,128
Non-current assets		
Property, plant and equipment	147,365	134,280
Intangible assets	110,910	104,828
Investments and other assets		
Investment securities	10,743,513	17,956,227
Other	98,488	94,846
Total investments and other assets	10,842,001	18,051,074
Total non-current assets	11,100,277	18,290,183
Total assets	21,738,024	27,986,311
Liabilities		
Current liabilities		
Accounts payable - trade	125,951	145,922
Income taxes payable	345,084	6,372
Provision for bonuses	92,591	46,299
Other	115,337	169,599
Total current liabilities	678,964	368,192
Non-current liabilities		
Long-term accounts payable - other	180,882	180,882
Deferred tax liabilities	2,765,056	5,072,826
Asset retirement obligations	48,398	48,487
Total non-current liabilities	2,994,336	5,302,195
Total liabilities	3,673,301	5,670,388
Net assets		
Shareholders' equity		
Share capital	1,283,196	1,283,196
Capital surplus	1,054,599	1,058,741
Retained earnings	9,856,893	9,150,384
Treasury shares	(628,395)	(614,993)
Total shareholders' equity	11,566,294	10,877,329
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	6,410,860	11,348,100
Deferred gains or losses on hedges	1,189	3,999
Total valuation and translation adjustments	6,412,050	11,352,099
Share acquisition rights	86,378	86,494
Total net assets	18,064,723	22,315,923
Total liabilities and net assets	21,738,024	27,986,311

Quarterly statement of income

(Thousands of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Net sales	3,406,994	6,152,814
Cost of sales	3,000,458	5,763,505
Gross profit	406,536	389,308
Selling, general and administrative expenses	313,563	357,983
Operating profit	92,972	31,324
Non-operating income		
Interest income	186	373
Dividend income	90,782	90,065
Foreign exchange gains	-	350
Other	745	765
Total non-operating income	91,714	91,555
Non-operating expenses		
Foreign exchange losses	170	-
Total non-operating expenses	170	-
Ordinary profit	184,517	122,879
Extraordinary income		
Gain on reversal of share acquisition rights	-	281
Total extraordinary income	-	281
Extraordinary losses		
Loss on retirement of non-current assets	0	-
Total extraordinary losses	0	-
Profit before income taxes	184,517	123,161
Income taxes - current	9,604	675
Income taxes - deferred	39,735	33,962
Total income taxes	49,339	34,637
Profit	135,177	88,523

(3) Notes to Quarterly Financial Statements

(Notes on premise of a going concern)

Not applicable.

(Notes in case of significant changes in shareholders' equity)

Not applicable.

(Notes on change in accounting policy)

Not applicable.

(Notes on quarterly balance sheet)

Not applicable.

(Notes on quarterly statement of income)

Not applicable.

(Notes on quarterly statement of cash flows)

A quarterly statement of cash flows has not been prepared for the cumulative period of the first quarter. Depreciation (including amortization of intangible assets) for the cumulative period of the first quarter is as follows.

(Unit: thousand yen)

	Cumulative three months ended June 30, 2025 (from April 1, 2025 to June 30, 2025)	Cumulative three months ended June 30, 2026 (from April 1, 2026 to June 30, 2026)
Depreciation	18,957	23,664

(Notes to Segment Information)

Segment information

This information is omitted because the Company operates in a single business segment of manufacturing chemicals for noble metal plating.