

Summary Report of Consolidated Business Performance
for the First Quarter of Fiscal Year 2026
(January 1, 2026 – December 31, 2026)

HYOGO, JAPAN – May 15, 2026 - Toyo Tire Corporation (“the Company”; President & CEO: Takashi Shimizu) announces its consolidated business performance for the first quarter of fiscal year 2026 (January 1, 2026 through December 31, 2026) as follows:

Quantitative information concerning the quarterly financial results

(1) Business Results

●Net Sales:	130,951 million yen (a decrease of 4,558 million yen, or 3.4% from the same period in FY2025)
●Operating Income:	20,610 million yen (a decrease of 1,809 million yen, or 8.1% from the same period in FY2025)
●Ordinary Income:	21,352 million yen (an increase of 3,096 million yen, or 17.0% from the same period in FY2025)
●Profit Attributable to Owners of Parent:	15,476 million yen (an increase of 1,970 million yen, or 14.6% from the same period in FY2025)

(2) Results by Business Unit

The Tire Business Unit posted net sales of 119,329 million yen (a decrease of 4,434 million yen, or 3.6% from the same period in FY2025) and an operating income of 20,042 million yen (a decrease of 1,859 million yen, or 8.5% from the same period in FY2025).

The Automotive Parts Business Unit posted net sales of 11,622 million yen (a decrease of 124 million yen, or 1.1% from the same period in FY2025) and an operating income of 567 million yen (an increase of 57 million yen, or 11.3% from the same period in FY2025).

(3) Explanation of financial situation

Total assets at the end of the first quarter of FY2026 of the consolidated accounting period were 735,028 million yen, a decrease of 18,219 million yen compared to the end of the previous consolidated accounting period.

Liabilities were 202,257 million yen, a decrease of 28,330 million yen compared to the end of the previous consolidated accounting period.

Interest-bearing liabilities were 83,697 million yen, a decrease of 8,652 million yen compared to the end of the previous consolidated accounting period.

Net assets as of the end of the first quarter of FY2026 of the consolidated accounting period were 532,770 million yen, an increase of 10,111 million yen compared to the end of the previous consolidated accounting period.

As a result, the capital ratio increased by 3.1 points compared to the end of the previous consolidated accounting period to 72.5 %.

Consolidated Balance Sheets

(Millions of yen)

	As of December 31, 2025	As of March 31, 2026
Assets		
Current assets		
Cash and deposits	117,256	104,943
Notes and accounts receivable - trade	136,504	119,601
Merchandise and finished goods	92,036	104,890
Work in process	4,348	4,696
Raw materials and supplies	30,327	28,356
Other	29,469	25,789
Allowance for doubtful accounts	(1,089)	(1,169)
Total current assets	408,854	387,108
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	84,637	85,324
Machinery, equipment and vehicles, net	122,819	123,092
Other, net	73,224	75,205
Total property, plant and equipment	280,681	283,623
Intangible assets	23,645	23,817
Investments and other assets		
Investment securities	4,591	4,856
Other	35,589	35,731
Allowance for doubtful accounts	(113)	(107)
Total investments and other assets	40,066	40,479
Total non-current assets	344,393	347,920
Total assets	753,248	735,028

(Millions of yen)

	As of December 31, 2025	As of March 31, 2026
Liabilities		
Current liabilities		
Notes and accounts payable - trade	33,716	30,269
Current portion of bonds payable	5,000	—
Short-term borrowings	13,419	11,085
Accounts payable - other	36,677	19,971
Income taxes payable	9,716	9,115
Provision for product compensation	300	236
Provision for loss on liquidation of subsidiaries and associates	2,325	2,051
Other provisions	—	86
Other	44,797	46,779
Total current liabilities	145,953	119,595
Non-current liabilities		
Bonds payable	20,000	20,000
Long-term borrowings	31,327	31,011
Retirement benefit liability	3,157	3,120
Provision for product compensation	435	381
Other provisions	94	—
Other	29,621	28,148
Total non-current liabilities	84,635	82,662
Total liabilities	230,588	202,257
Net assets		
Shareholders' equity		
Share capital	55,935	55,935
Capital surplus	54,255	54,255
Retained earnings	319,894	324,590
Treasury shares	(104)	(105)
Total shareholders' equity	429,980	434,675
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,166	1,329
Deferred gains or losses on hedges	(64)	(89)
Foreign currency translation adjustment	74,499	80,362
Remeasurements of defined benefit plans	17,077	16,493
Total accumulated other comprehensive income	92,679	98,095
Total net assets	522,659	532,770
Total liabilities and net assets	753,248	735,028

Consolidated Statements of Income

(Millions of yen)

	Three months ended March 31, 2025	Three months ended March 31, 2026
Net sales	135,510	130,951
Cost of sales	80,331	75,224
Gross profit	55,179	55,727
Selling, general and administrative expenses	32,759	35,117
Operating profit	22,419	20,610
Non-operating income		
Interest income	348	438
Dividend income	1	1
Foreign exchange gains	—	640
Share of profit of entities accounted for using equity method	61	—
Other	729	298
Total non-operating income	1,140	1,379
Non-operating expenses		
Interest expenses	294	147
Foreign exchange losses	4,339	—
Share of loss of entities accounted for using equity method	—	6
Other	668	482
Total non-operating expenses	5,303	636
Ordinary profit	18,256	21,352
Extraordinary income		
Gain on sale of non-current assets	345	0
Gain on sale of investment securities	145	41
Total extraordinary income	490	42
Extraordinary losses		
Loss on retirement of non-current assets	137	114
Impairment losses	34	87
Total extraordinary losses	171	201
Profit before income taxes	18,575	21,193
Income taxes	5,070	5,717
Profit	13,505	15,476
Profit attributable to owners of parent	13,505	15,476

Consolidated Statements of comprehensive income

(Millions of yen)

	Three months ended March 31, 2025	Three months ended March 31, 2026
Profit	13,505	15,476
Other comprehensive income		
Valuation difference on available-for-sale securities	757	162
Deferred gains or losses on hedges	135	(25)
Foreign currency translation adjustment	(12,655)	5,811
Remeasurements of defined benefit plans, net of tax	(316)	(584)
Share of other comprehensive income of entities accounted for using equity method	(136)	52
Total other comprehensive income	(12,216)	5,416
Comprehensive income	1,289	20,892
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,289	20,892