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## Consolidated Financial Results for the Three Months Ended June 30, 2025 [Japanese GAAP]

August 8, 2025

Company name: YOTAI REFRACTORIES CO.,LTD.

Listing: Tokyo Stock Exchange

Securities code: 5357

URL: <https://www.yotai.co.jp/>

Representative: Mitsuo Taguchi

Inquiries: Shinichiro Takebayashi

Telephone: +81-72-430-2100

Scheduled date to commence dividend payments: -

Preparation of supplementary material on financial results: None

Holding of financial results briefing: None

President

Senior Managing Director, General Manager of General Affairs  
Department of Head Office

(Yen amounts are rounded down to millions, unless otherwise noted.)

### 1. Consolidated Financial Results for the Three Months Ended June 30, 2025 (April 1, 2025 to June 30, 2025)

#### (1) Consolidated Operating Results

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Three months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
June 30, 2025	6,901	(8.3)	575	(32.3)	646	(29.8)	186	(71.2)
June 30, 2024	7,528	6.5	850	7.2	920	8.4	645	10.3

(Note) Comprehensive income: Three months ended June 30, 2025: ¥ 167 million [ (77.3) %]  
Three months ended June 30, 2024: ¥ 737 million [ (9.7) %]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2025	10.14	-
June 30, 2024	34.65	-

#### (2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
As of	Millions of yen	Millions of yen	%
June 30, 2025	40,395	32,322	80.0
March 31, 2025	41,379	32,948	79.6

(Reference) Equity: As of June 30, 2025: ¥ 32,322 million  
As of March 31, 2025: ¥ 32,948 million

## 2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2025	-	45.00	-	45.00	90.00
Fiscal year ending March 31, 2026	-				
Fiscal year ending March 31, 2026 (Forecast)		45.00	-	45.00	90.00

(Note) Revision to the forecast for dividends announced most recently: None

## 3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2026(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	14,900	3.0	1,850	16.6	1,900	14.0	1,100	(6.4)	59.99
Full year	30,000	2.4	3,800	9.1	3,900	7.1	2,600	(0.9)	141.80

(Note) Revision to the financial results forecast announced most recently: None

\* Notes:

(1) Significant changes in the scope of consolidation during the period: None

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

(3) Changes in accounting policies, changes in accounting estimates, and restatement

1) Changes in accounting policies due to revisions to accounting standards and other regulations: None

2) Changes in accounting policies due to other reasons: None

3) Changes in accounting estimates: None

4) Restatement: None

(4) Number of issued shares (common shares)

1) Total number of issued shares at the end of the period (including treasury shares):

June 30, 2025: 19,594,000 shares

March 31, 2025: 19,594,000 shares

2) Number of treasury shares at the end of the period:

June 30, 2025: 1,238,279 shares

March 31, 2025: 1,258,325 shares

3) Average number of shares outstanding during the period:

Three months ended June 30, 2025: 18,342,695 shares

Three months ended June 30, 2024: 18,616,536 shares

Note: The number of shares of the Company held by the YOTAI Employee Shareholding Association Exclusive Trust Account (73,700 shares as of June 30, 2025, 93,900 shares as of March 31, 2025) under the "Trust-type Employee Shareholding Incentive Plan (E-Ship)" is included in the number of treasury shares, which was to be deducted from the calculation of the total number of issued shares at the end of the period. For the purpose of calculating quarterly earnings per share, the Company's shares held by the trust are also included in the number of treasury shares, which was to be deducted from the calculation of the average number of shares outstanding during the period (86,800 shares as of June 30, 2025, 161,383 shares as of June 30, 2024).

\* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: Yes(voluntary)

\* Proper use of earnings forecasts, and other special matters

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# 1. Qualitative Information on Quarterly Financial Results

## (1) Explanation of Operating Results

During the period under review (April 1, 2025 to June 30, 2025), the Japanese economy continued to recover at a moderate pace, helped by the improving job market and income environment, a higher capital investment appetite, and other factors, although fluctuating exchange rates and increasing prices were matters of concern. Meanwhile, the global outlook remained uncertain, affected by the growing risk of a global economic slowdown due to the United States tariff policies and by persistently high geopolitical risk owing primarily to the tense situations in the Middle East and the prolonged Russian invasion of Ukraine.

In this climate, the Yotai Group made ceaseless efforts to maintain high profitability. Specifically, it worked to develop new products tailored to customer needs, increase technical service personnel, pursue active sales by expanding sales bases and enhancing overseas operations, strengthen the stable and low-cost supply system through the streamlining of facilities, promote health and productivity management in keeping with its safety-first motto, and reduce greenhouse gas emissions.

As a result, for the period under review, consolidated net sales decreased by ¥627 million to ¥6,901 million, operating profit declined by ¥274 million to ¥575 million, and ordinary profit fell by ¥274 million to ¥646 million, on a year-on-year basis.

Profit attributable to owners of parent for the period under review decreased by ¥459 million year on year to ¥186 million.

Financial results by reportable segment were as described below.

### (Refractories)

For the period under review, the refractories business recorded year-on-year declines in net sales by ¥559 million to ¥5,743 million and in segment profit by ¥229 million to ¥956 million due mainly to an overall decrease in orders, especially from the ceramic and steel industries.

### (Engineering)

For the period under review, the engineering business recorded year-on-year falls in net sales by ¥68 million to ¥1,157 million and in segment profit by ¥60 million to ¥125 million owing partly to decreased orders from the cement industry.

## (2) Explanation of Financial Position

In respect to the Group's financial position at the end of the period under review, both total assets and total liabilities decreased due in part to capital investment and the payment of income taxes.

Total net assets also declined owing mainly to dividends of surplus.

The status of each item was as detailed below.

Total assets at the end of the period under review amounted to ¥40,395 million, a decline of ¥983 million compared to the end of the previous fiscal year. This was primarily attributable to a decrease of ¥1,471 million in cash and deposits, which offset increases of ¥423 million in notes and accounts receivable - trade, and contract assets and of ¥322 million in raw materials and supplies.

Total liabilities at the end of the period under review stood at ¥8,072 million, a decline of ¥357 million compared to the end of the previous fiscal year. This was owing chiefly to decreases of ¥397 million in accrued expenses that were included in "other" of current liabilities and of ¥386 million in income taxes payable, which cancelled out increases of ¥178 million in provision for bonuses, of ¥126 million in deferred tax liabilities that were included in "other" of non-current liabilities, of ¥90 million in accounts payable - trade, and of ¥19 million in retirement benefit liability.

Total net assets at the end of the period under review came to ¥32,322 million, a decline of ¥626 million compared to the end of the previous fiscal year. This was due principally to dividends of surplus of ¥829 million, which set off profit attributable to owners of parent amounting to ¥186 million.

As a result, the capital adequacy ratio at the end of the period under review stood at 80.0%. Based on that, the Group considers its financial position to be generally sound.

### **(3) Explanation of Consolidated Financial Results Forecast and Other Forward-Looking Information**

The Company maintains the consolidated financial results forecasts for the six months ending September 30, 2025 and for the fiscal year ending March 31, 2026, both of which were announced on May 9, 2025. The decision was taken considering the progress made during the period under review toward the forecasts, the recent business environment, and other developments.

## 2. Quarterly Consolidated Financial Statements and Primary Notes

### (1) Quarterly Consolidated Balance Sheet

(Thousands of yen)

	As of March 31, 2025	As of June 30, 2025
<b>Assets</b>		
Current assets		
Cash and deposits	6,412,094	4,940,791
Notes and accounts receivable - trade, and contract assets	9,374,107	9,797,303
Electronically recorded monetary claims - operating	2,014,581	1,686,305
Finished goods	5,203,930	5,240,466
Work in process	309,547	366,051
Raw materials and supplies	6,100,163	6,423,160
Other	171,554	164,628
Allowance for doubtful accounts	(1,800)	(1,800)
Total current assets	29,584,180	28,616,907
Non-current assets		
Property, plant and equipment	8,253,562	8,260,935
Intangible assets	321,724	312,675
Investments and other assets		
Investment securities	3,085,052	3,077,704
Other	135,503	127,849
Allowance for doubtful accounts	(850)	(850)
Total investments and other assets	3,219,705	3,204,703
Total non-current assets	11,794,992	11,778,314
Total assets	41,379,172	40,395,221

(Thousands of yen)

	As of March 31, 2025	As of June 30, 2025
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	1,981,577	2,072,058
Electronically recorded obligations - operating	2,397,671	2,241,183
Income taxes payable	410,444	23,853
Provision for bonuses	-	178,600
Provision for bonuses for directors (and other officers)	40,940	9,900
Other	1,877,059	1,687,006
Total current liabilities	6,707,692	6,212,601
Non-current liabilities		
Long-term borrowings	170,090	170,090
Retirement benefit liability	1,280,599	1,300,336
Other	272,069	389,953
Total non-current liabilities	1,722,759	1,860,379
Total liabilities	8,430,452	8,072,981
<b>Net assets</b>		
Shareholders' equity		
Share capital	2,654,519	2,654,519
Capital surplus	1,710,876	1,710,876
Retained earnings	28,556,746	27,913,428
Treasury shares	(1,569,311)	(1,533,542)
Total shareholders' equity	31,352,830	30,745,282
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,474,856	1,466,171
Deferred gains or losses on hedges	(8,199)	11,217
Foreign currency translation adjustment	33,713	2,009
Remeasurements of defined benefit plans	95,519	97,559
Total accumulated other comprehensive income	1,595,889	1,576,958
Total net assets	32,948,720	32,322,240
Total liabilities and net assets	41,379,172	40,395,221

## (2) Quarterly Consolidated Statements of Income and Comprehensive Income

## Quarterly Consolidated Statement of Income

For the three months ended June 30, 2025

(Thousands of yen)

	For the three months ended June 30, 2024	For the three months ended June 30, 2025
Net sales	7,528,370	6,901,022
Cost of sales	5,962,303	5,608,907
Gross profit	1,566,066	1,292,115
Selling, general and administrative expenses	715,720	716,698
Operating profit	850,345	575,417
Non-operating income		
Interest income	1,974	2,316
Dividend income	48,604	60,022
Foreign exchange gains	5,061	-
Rental income from real estate	4,438	4,184
Other	14,858	7,899
Total non-operating income	74,937	74,422
Non-operating expenses		
Interest expenses	89	130
Foreign exchange losses	-	388
Loss on retirement of non-current assets	2,196	2,149
Other	2,022	505
Total non-operating expenses	4,308	3,173
Ordinary profit	920,974	646,666
Extraordinary losses		
Tender offer related expenses	-	305,000
Total extraordinary losses	-	305,000
Profit before income taxes	920,974	341,666
Income taxes - current	151,324	29,660
Income taxes - deferred	124,517	125,993
Total income taxes	275,842	155,653
Profit	645,132	186,013
Profit attributable to non-controlling interests	-	-
Profit attributable to owners of parent	645,132	186,013



Quarterly Consolidated Statement of Comprehensive Income  
For the three months ended June 30, 2025

(Thousands of yen)

	For the three months ended June 30, 2024	For the three months ended June 30, 2025
Profit	645,132	186,013
Other comprehensive income		
Valuation difference on available-for-sale securities	85,246	(8,685)
Deferred gains or losses on hedges	(12,385)	19,417
Foreign currency translation adjustment	15,924	(31,703)
Remeasurements of defined benefit plans, net of tax	3,232	2,039
Total other comprehensive income	92,017	(18,931)
Comprehensive income	737,150	167,081
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	737,150	167,081
Comprehensive income attributable to non-controlling interests	-	-

### **(3) Notes to Quarterly Consolidated Financial Statements**

#### **(Significant Accounting Policies for Preparation of Quarterly Consolidated Financial Statements)**

The quarterly consolidated financial statements have been prepared in accordance with Article 4, paragraph 1, of Tokyo Stock Exchange, Inc.'s Standards for Preparation of Quarterly Financial Statements and accounting standards for quarterly financial statements generally accepted in Japan (however, the omissions set forth in Article 4, paragraph 2, of the Standards for Preparation of Quarterly Financial Statements have been applied).

#### **(Notes on Going Concern Assumption)**

Not applicable.

#### **(Notes in Case of Significant Changes in Shareholders' Equity)**

Not applicable.

#### **(Additional Information)**

(Transactions to deliver Company shares to employees, etc. through a trust)

In accordance with the resolution of the Board of Directors' meeting held on May 16, 2024, the Company introduced an Employee Shareholding Incentive Plan, or E-Ship, (the "Plan") as part of human capital management with three goals: incentivizing employees to increase the Company's value over the medium to long term; enhancing the employee benefit package; and helping the Company grow consistently by motivating employees to work even harder through equity participation as shareholders.

##### **(i) Transaction overview**

The Plan is designed to incentivize all the employees participating in the Yotai Employee Shareholding Association (the "Association") through the following transactions: First, the Company opened a trust account ("E-Ship Trust") dedicated to the Association at a trust bank. Then, the E-Ship Trust acquired in advance Company shares in the number expected to be obtained over the ensuing three years by the Association, through a private placement from the Company and using funds borrowed from a partner financial institution. Thereafter, the E-Ship Trust sells the Company shares to the Association on a recurring basis. When the E-Ship Trust is terminated, an amount corresponding to gains on sale of shares accumulated in the trust up to that time, if any, will be distributed as residual assets to persons meeting the beneficiary eligibility requirements. Note that the Company has guaranteed the debt taken out by the E-Ship Trust to acquire Company shares. Therefore, in the event that the falling share price of the Company leads to an amount corresponding to losses on sale of shares accumulated in the E-Ship Trust and that the trust at the time of its termination has an outstanding debt in the amount corresponding to such losses on sale of shares, it will be the Company to repay the outstanding debt.

##### **(ii) Company shares remaining in the trust**

The Company shares remaining in the trust are recognized as treasury shares in the net assets section at their carrying amount (net of ancillary expenses) in the trust. The carrying amount and the number of those treasury shares were ¥166 million and 93,900 shares at the end of the previous fiscal year, and ¥130 million and 73,700 shares at the end of the period under review.

##### **(iii) Carrying amount of debt recognized applying the gross method**

¥170 million at the end of the previous fiscal year and ¥170 million at the end of the period under review.

**(Segment Information, Etc.)**

I. For the three months ended June 30, 2024 (April 1, 2024 to June 30, 2024)

1. Information on net sales and profit (loss) and information on disaggregation of revenue by reportable segment  
(Thousands of yen)

	Reportable segment		
	Refractories	Engineering	Total
Net sales			
Revenue from contracts with customers	6,302,725	1,225,644	7,528,370
Net sales to outside customers	6,302,725	1,225,644	7,528,370
(Disaggregation by industry)			
Steel	3,088,190	154,586	3,242,777
Other	3,214,535	1,071,057	4,285,593
Intersegment net sales or transfers	—	—	—
Total	6,302,725	1,225,644	7,528,370
Segment profit	1,186,434	186,414	1,372,848

2. Difference between the total amount of profit (loss) of reportable segments and the amount recognized on the quarterly consolidated statement of income, as well as the main details of that difference (matters related to difference reconciliation)

(Thousands of yen)

Profit	Amount
Reportable segments total	1,372,848
Elimination of intersegment transactions	—
Corporate expenses <sup>(note)</sup>	(522,502)
Operating profit on the quarterly consolidated statement of income	850,345

Note: Corporate expenses mainly comprise general and administrative expenses not attributable to any reportable segment.

II. For the three months ended June 30, 2025 (April 1, 2025 to June 30, 2025)

1. Information on net sales and profit (loss) and information on disaggregation of revenue by reportable segment  
(Thousands of yen)

	Reportable segment		
	Refractories	Engineering	Total
Net sales			
Revenue from contracts with customers	5,743,484	1,157,538	6,901,022
Net sales to outside customers	5,743,484	1,157,538	6,901,022
(Disaggregation by industry)			
Steel	2,943,323	166,480	3,109,803
Other	2,800,160	991,058	3,791,218
Intersegment net sales or transfers	—	—	—
Total	5,743,484	1,157,538	6,901,022
Segment profit	956,570	125,879	1,082,449

2. Difference between the total amount of profit (loss) of reportable segments and the amount recognized on the quarterly consolidated statement of income, as well as the main details of that difference (matters related to difference reconciliation)

(Thousands of yen)

Profit	Amount
Reportable segments total	1,082,449
Elimination of intersegment transactions	—
Corporate expenses <sup>(note)</sup>	(507,032)
Operating profit on the quarterly consolidated statement of income	575,417

Note: Corporate expenses mainly comprise general and administrative expenses not attributable to any reportable segment.

**(Notes on Statements of Cash Flows)**

No quarterly consolidated statement of cash flows has been prepared for the period under review. Depreciation (including amortization of intangible assets) for the three months ended June 30, 2024 and 2025 was as stated below.

(Thousands of yen)

	For the three months ended June 30, 2024	For the three months ended June 30, 2025
Depreciation	311,983	314,813

**(Revenue Recognition)**

Information on the disaggregation of revenue from contracts with customers is as presented in “Segment Information, Etc.” above.