

# Consolidated Financial Results for the Three Months Ended June 30, 2025 (Japanese Accounting Standards)

August 7, 2025

Name of Listed Company: Mitsubishi Materials Corporation

Listing:

Tokyo Stock Exchange

Stock Code: 5711

URL:

<https://www.mmc.co.jp/>

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Scheduled Date of Start of Dividend Payment: —

Supplementary Materials for the Financial Results:

Yes

Investor Conference for the Financial Results:

Yes (For Institutional Investors)

(Amounts of less than one million yen are omitted)

## 1. Consolidated Financial Results for the Three Months Ended June 30, 2025 (From 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	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2025	431,402	-16.0	-2,641	—	-143	—	-4,050	—
Three months ended June 30, 2024	513,701	41.6	12,810	237.9	18,627	166.8	20,954	326.1

(Note) Comprehensive income: Three months ended June 30, 2025: -¥11,110 million (—%)

Three months ended June 30, 2024: ¥32,225 million (53.7%)

	Profit per share	Diluted profit per share
	Yen	Yen
Three months ended June 30, 2025	-31.00	—
Three months ended June 30, 2024	160.41	—

### (2) Consolidated Financial Position

	Total assets	Total net assets	Shareholders' equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2025	2,359,017	674,876	28.0
As of March 31, 2025	2,375,345	693,276	28.5

(Reference) Shareholders' equity: As of June 30, 2025: ¥659,736 million

As of March 31, 2025: ¥677,250 million

## 2. Dividends

	Dividend per share				
(Record date)	First quarter	Second quarter	Third quarter	Year-end	Annual
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2025	—	50.00	—	50.00	100.00
Year ending March 31, 2026	—				
Year ending March 31, 2026 (Forecast)		50.00		50.00	100.00

(Note) Revision of the most recently published dividend forecast: None

## 3. Consolidated Earnings Forecast 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		Profit per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Year ending March 31, 2026	1,870,000	-4.7	10,000	-73.1	33,000	-45.2	20,000	-41.3	153.07

(Note) Revision to forecast published most recently: None

Notes:

- (1) Significant changes in subsidiaries during the period: None  
New: - (Company name: - )  
Exempt: - (Company name: - )
- (2) Application of special accounting treatment in the preparation of the quarterly consolidated financial statements: Yes  
(Note) For details, please refer to “2. Consolidated Financial Statements and Key Notes,” section (3), “Key notes to consolidated quarterly financial statements (Notes on accounting methods specific to the preparation of quarterly consolidated financial statements)” on page 11.
- (3) Changes in accounting policies, changes in accounting estimates and restatement
- |   |      |
|---|------|
| (i) Changes in accounting policies due to amendments to accounting standards: | None |
| (ii) Other changes in accounting policies:                                    | None |
| (iii) Changes in accounting estimates:  | None |
| (iv) Restatements:  | None |
- (4) Number of outstanding shares (common stock)
- |   |                    |
|---|--------------------|
| (i) Numbers of outstanding shares at the end of the period (including treasury shares):     |                    |
| Three months ended June 30, 2025:   | 131,489,535 shares |
| Year ended March 31, 2025:  | 131,489,535 shares |
| (ii) Numbers of treasury shares at the end of the period:                                   |                    |
| Three months ended June 30, 2025:   | 825,662 shares     |
| Year ended March 31, 2025:  | 830,439 shares     |
| (iii) Average number of outstanding shares during the period (quarterly cumulative period): |                    |
| Three months ended June 30, 2025:   | 130,660,070 shares |
| Three months ended June 30, 2024:   | 130,637,514 shares |

\* These financial results are not subject to an audit by certified public accountants or audit firms.

\* Explanation regarding the proper use of financial forecasts and other special notes.

(Notes concerning forward-looking statements, etc.)

The operating results forecasts and other forward-looking statements contained in this report are based on information currently available to Mitsubishi Materials Corporation (“Company” or “Group”), as well as certain assumptions that the Company has judged to be reasonable. As such, they do not constitute an assurance that the Company will achieve these projected results. Therefore, readers are advised to note that the actual results may vary materially from the forecasts due to a variety of factors.

Please see “1. Overview of Operating Results and Financial Position,” section (3), “Forecasts of consolidated financial results and other forward-looking statements,” on page 6, for the assumptions underlying the consolidated earnings forecasts.

(Procedure for obtaining supplementary information on quarterly financial results and quarterly financial briefing)

The Company plans to hold an annual financial briefing for institutional investors on Thursday, August 7, 2025. The materials used in this briefing are disclosed on the TDnet and the Company's website at the same time as the quarterly financial results announcement.

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## 1. Overview of Operating Results and Financial Position

### (1) Overview of operating results

#### 1) Summary of business performance for the first quarter

During the first quarter of the current fiscal year, the recovery in the global economy slowed down as uncertainty spread due to the impact of U.S. policy trends, such as tariff policy, and the economic recovery in some regions stalled.

Although the Japanese economy continued to show a moderate recovery trend, there were uncertainties, such as weak consumer confidence amid ongoing price inflation.

With regard to the business environment surrounding the Group, although there were signs of recovery, demand for automobiles and semiconductors remained weak. In addition, there were effects from the strong yen, the decline in copper prices, and the deterioration of copper concentrate purchasing conditions.

Against this backdrop, in the Metals business, the Advanced Products business, and the Renewable Energy business, net sales and operating profit declined year-on-year.

As a result, in the first quarter under review, consolidated net sales were ¥431.402 billion (down 16.0% year-on-year), consolidated operating loss was ¥2.641 billion (compared to a profit of ¥12.81 billion in the same period of the previous fiscal year), and consolidated ordinary loss was ¥0.143 billion (compared to a profit of ¥18.627 billion in the same period of the previous fiscal year). In addition, net loss attributable to owners of the parent was ¥4.050 billion (compared to a profit of ¥20.954 billion in the same period of the previous fiscal year), mainly due to the absence of a gain on changes in equity that had been recorded in the first quarter of the previous year.

#### 2) Segment overview

### Metals Business

(Billions of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025	Change (%)	
Net sales	390.0	288.7	-101.2	(-26.0%)
Operating profit	8.8	-6.8	-15.6	(-%)
Ordinary profit	12.1	-5.4	-17.6	(-%)

In the Metals business, net sales and operating profit declined year-on-year due to the impact of the yen's appreciation, the deterioration in copper concentrate purchasing conditions, and delays in production ramp-up following regular furnace maintenance at the Naoshima Smelter & Refinery. Regarding ordinary profit, despite an improvement in equity-method investment profit, it declined due to a decrease in operating profit and foreign exchange losses.

### Advanced Products Business

(Billions of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025	Change (%)	
Net sales	132.3	130.1	-2.2	(-1.7%)
Operating profit	2.3	0.1	-2.1	(-92.8%)
Ordinary profit	2.0	-0.1	-2.2	(-%)

In the Advanced Products business, although sales volume increased in the Copper & Copper Alloy business, the business was affected by the decline in copper prices and the appreciation of the yen. In the Electronic Materials & Components business, sales of seal products declined, despite a moderate recovery in demand for certain semiconductor-related products.

As a result, net sales remained at the same level as in the corresponding period of the previous fiscal year, while operating profit declined. Ordinary profit also decreased, mainly due to the decline in operating profit.

## Metalworking Solutions Business

(Billions of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025	Change (%)
Net sales	38.1	52.9	14.8 (38.9%)
Operating profit	2.9	3.0	0.1 (4.2%)
Ordinary profit	3.4	2.3	-1.1 (-33.3%)

In the Metalworking Solutions business, net sales increased year-on-year as a result of H.C. Starck Holding (Germany) GmbH, becoming a consolidated subsidiary in December 2024. However, operating profit remained at the same level as in the corresponding period of the previous fiscal year due to sluggish demand for cemented carbide products, which are the company's main products for automotive applications, and rising raw material costs. Ordinary profit decreased mainly due to foreign exchange losses.

## Renewable Energy Business

(Billions of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025	Change (%)
Net sales	2.3	1.3	-0.9 (-40.4%)
Operating profit	0.9	0.3	-0.6 (-62.3%)
Ordinary profit	1.2	0.1	-1.1 (-91.7%)

In the Renewable Energy business, net sales and operating profit decreased year-on-year due to the suspension of operations at Appi Geothermal Energy Corporation's Appi Geothermal Power Plant, following equipment damage caused by lightning. Ordinary profit also declined, mainly due to the decrease in operating profit and a reduction in equity-method investment profit.

## Other Businesses

(Billions of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025	Change (%)
Net sales	35.0	34.4	-0.6 (-1.7%)
Operating profit (loss)	0.6	0.5	-0.0 (-12.6%)
Ordinary profit (loss)	4.0	3.8	-0.1 (-3.9%)

In other businesses, net sales, operating profit, and ordinary profit remained consistent with the same period last year.

## (2) Overview of financial position

Total assets at the end of the first quarter under review amounted to ¥2,359.0 billion, representing a decrease of ¥16.3 billion from the end of the previous fiscal year. This was primarily attributable to a decline in gold bullion in custody, which is recorded under "Other" in current assets.

Liabilities totaled ¥1,684.1 billion, an increase of ¥2.0 billion from the end of the previous fiscal year. This was mainly due to an increase in deposited gold bullion during the first quarter under review.

The Group is working to enhance cash efficiency by implementing a cash management system and other measures to centrally manage surplus funds across Group companies. As part of these efforts, a global cash management system (notional pooling) has been introduced for certain overseas subsidiaries to further improve cash efficiency on a global scale. As of the end of the first quarter under review, deposits of ¥53.4 billion and borrowings of ¥44.3 billion under the notional pooling arrangement have been included in "Cash and deposits" and "Short-term borrowings," respectively.

**(3) Forecasts of consolidated financial results and other forward-looking statements**

Our Group's financial results are significantly affected by fluctuations in foreign exchange rates, metal prices, and other factors. However, the consolidated earnings forecast for the fiscal year ending March 2026 remains unchanged from the figures announced on May 14, 2025, based on the results of the first quarter under review and the outlook for the business environment.

(Note) The above forecast is based on economic conditions and market trends that can be reasonably assumed as of the date of this announcement. Actual results may differ from the forecast due to various future factors.

**2. Consolidated Financial Statements and Key Notes**  
**(1) Consolidated balance sheet**

(Millions of yen)

	As of March 31, 2025	As of June 30, 2025
<b>Assets</b>		
Current assets		
Cash and deposits	91,605	131,435
Notes receivable – trade	23,309	23,225
Accounts receivable – trade	171,045	155,037
Merchandise and finished goods	151,718	154,052
Work in process	141,312	157,339
Raw materials and supplies	190,399	200,693
Leased gold bullion	463,727	470,213
Other	231,718	173,000
Allowance for doubtful accounts	(530)	(523)
Total current assets	1,464,306	1,464,474
Non-current assets		
Property, plant and equipment		
Machinery and equipment, net	154,495	153,456
Land, net	88,428	88,391
Other, net	195,519	195,382
Total property, plant and equipment, net	438,443	437,230
Intangible assets		
Goodwill	32,823	33,408
Other	20,294	20,132
Total intangible assets	53,117	53,540
Investments and other assets		
Investment securities	310,772	295,992
Other	108,584	107,715
Allowance for doubtful accounts	(766)	(766)
Total investments and other assets	418,590	402,941
Total non-current assets	910,151	893,712
Deferred assets		
Opening expenses	887	830
Total deferred assets	887	830
Total assets	2,375,345	2,359,017

(Millions of yen)

	As of March 31, 2025	As of June 30, 2025
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable – trade	99,426	92,729
Short-term borrowings	308,345	317,843
Current portion of bonds payable	-	20,000
Commercial papers	-	20,000
Income taxes payable	4,396	3,199
Provision	12,692	7,889
Deposited gold bullion	773,036	796,487
Other	99,435	84,730
Total current liabilities	1,297,333	1,342,879
Non-current liabilities		
Bonds payable	100,000	80,000
Long-term borrowings	184,753	164,548
Provision for environmental measures	14,120	12,613
Other provisions	951	944
Retirement benefit liability	41,208	39,742
Other	43,701	43,412
Total non-current liabilities	384,735	341,261
Total liabilities	1,682,069	1,684,140
<b>Net assets</b>		
Shareholders' equity		
Share capital	119,457	119,457
Capital surplus	81,745	81,745
Retained earnings	379,339	368,771
Treasury shares	(2,828)	(2,816)
Total shareholders' equity	577,714	567,158
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	7,894	9,361
Deferred gains or losses on hedges	972	174
Revaluation reserve for land	15,670	15,646
Foreign currency translation adjustment	57,698	49,220
Remeasurements of defined benefit plans	17,300	18,175
Total accumulated other comprehensive income	99,535	92,577
Non-controlling interests	16,026	15,140
Total net assets	693,276	674,876
Total liabilities and net assets	2,375,345	2,359,017

**(2) Consolidated statement of profit or loss and consolidated statement of comprehensive income**  
**Consolidated statement of profit or loss**

(Millions of yen)

	Three months ended June 30, 2024 (From April 1, 2024 to June 30, 2024)	Three months ended June 30, 2025 (From April 1, 2025 to June 30, 2025)
Net sales	513,701	431,402
Cost of sales	465,117	401,448
Gross profit	48,583	29,954
Selling, general and administrative expenses	35,773	32,595
Operating profit (loss)	12,810	(2,641)
Non-operating income		
Interest income	1,103	859
Dividend income	1,032	2,408
Share of profit of entities accounted for using equity method	4,520	4,213
Rental income from non-current assets	940	994
Foreign exchange gains	3,652	-
Other	591	553
Total non-operating income	11,841	9,029
Non-operating expenses		
Interest expenses	2,914	2,368
Expense for the maintenance and management of abandoned mines	955	1,081
Other	2,155	3,080
Total non-operating expenses	6,024	6,531
Ordinary profit (loss)	18,627	(143)
Extraordinary income		
Gain on sales of non-current assets	15	13
Gain on change in equity	7,581	-
Gain on sales of investment securities	1,367	-
Other	140	-
Total extraordinary income	9,105	13
Extraordinary losses		
Special retirement allowance	-	1,279
Loss on liquidation of affiliated companies	29	31
Other expenses related to litigation	86	0
Other	18	42
Total extraordinary losses	134	1,353
Profit (loss) before income taxes	27,598	(1,484)
Income taxes	6,084	2,623
Profit (loss)	21,513	(4,107)
Profit (loss) attributable to non-controlling interests	558	(57)
Profit (loss) attributable to owners of parent	20,954	(4,050)

# Consolidated statement of comprehensive income

(Millions of yen)

	Three months ended June 30, 2024 (From April 1, 2024 to June 30, 2024)	Three months ended June 30, 2025 (From April 1, 2025 to June 30, 2025)
Profit (loss)	21,513	(4,107)
Other comprehensive income		
Valuation difference on available-for-sale securities	30	340
Deferred gains or losses on hedges	(578)	(660)
Foreign currency translation adjustment	5,092	(2,361)
Retirement benefit adjustments	3	1,032
Share of other comprehensive income of entities accounted for using equity method	6,164	(5,353)
Total other comprehensive income	10,712	(7,002)
Comprehensive income	32,225	(11,110)
(Breakdown)		
Comprehensive income attributable to owners of parent	31,319	(10,983)
Comprehensive income attributable to non-controlling interests	906	(126)

### (3) Key notes on consolidated quarterly financial statements

#### Notes on accounting methods specific to the preparation of quarterly consolidated financial statements

Tax expenses are calculated by reasonably estimating the effective tax rate after applying tax effect accounting to the profit or loss before income taxes for the consolidated fiscal year, including the first quarter under review. This estimated effective tax rate is then applied to the quarterly profit or loss before income taxes. However, if a reasonable estimate of the effective tax rate cannot be made, the statutory effective tax rate is used instead.

#### Notes on segment information, etc.

[Segment information]

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

1. Information on net sales and profit by reporting segment

(Millions of yen)

	Reporting segment				Other businesses	Total	Adjustment	Amounts in consolidated statements of income
	Metals business	Advanced Products business	Metalworking Solutions business	Renewable Energy business				
Net sales								
(1) Sales to outside customers	319,030	127,925	36,852	2,315	27,578	513,701	—	513,701
(2) Intersegment sales and transfers	70,985	4,452	1,288	0	7,520	84,246	(84,246)	—
Total	390,015	132,377	38,140	2,316	35,098	597,948	(84,246)	513,701
Segment profit	12,191	2,076	3,467	1,257	4,021	23,015	(4,388)	18,627

Notes:

1. “Other businesses” include cement-related and engineering-related business.
2. The adjustment of segment profit of ¥(4,388) million includes elimination of intersegment transactions of ¥(1,255) million and corporate expenses of ¥(3,132) million not allocated to the reporting segments. Corporate expenses mainly consist of general and administrative expenses, basic research and development expenses, and financial income and expenses not attributable to any reporting segment.
3. Segment profit is reconciled to ordinary profit in the quarterly consolidated statement of income.

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

### 1. Information on net sales and profit or loss by reporting segment

(Millions of yen)

	Reporting segment				Other businesses	Total	Adjustment	Amounts in consolidated statements of income
	Metals business	Advanced Products business	Metalworking Solutions business	Renewable Energy business				
Net sales								
(1) Sales to outside customers	226,427	125,089	52,007	1,380	26,497	431,402	-	431,402
(2) Intersegment sales and transfers	62,371	5,082	978	-	7,998	76,430	(76,430)	-
Total	288,798	130,171	52,985	1,380	34,496	507,833	(76,430)	431,402
Segment profit (loss)	(5,431)	(156)	2,313	104	3,863	692	(836)	(143)

#### Notes:

1. “Other businesses” include cement-related and engineering-related operations.
2. The adjustment of ¥(836) million in segment profit (loss) includes elimination of intersegment transactions of ¥1,508 million and corporate expenses of ¥(2,344) million not allocated to the reporting segments. Corporate expenses mainly consist of general and administrative expenses, basic research and development expenses, and financial income and expenses not attributable to any reporting segment.
3. Segment profit (loss) is reconciled to ordinary profit (loss) in the quarterly consolidated statement of income.

#### Notes on the significant changes in the amount of shareholders’ equity

None.

#### Notes on going concern assumption

None.

#### Notes on quarterly consolidated statements of cash flows

No quarterly consolidated statement of cash flows has been prepared for the first quarter of the current fiscal year.

Depreciation (including amortization of intangible assets excluding goodwill) and amortization of goodwill for the first quarter are as follows:

(Millions of yen)

	Three months ended June 30, 2024 (From April 1, 2024 to June 30, 2024)	Three months ended June 30, 2025 (From April 1, 2025, to June 30, 2025)
Depreciation	12,803	11,062
Amortization of goodwill	449	447