

**Consolidated Financial Results for the Third Quarter Ended December 31, 2025
(International Financial Reporting Standards)**

Company Name:	LIXIL CORPORATION	Stock Listings:	Tokyo, Nagoya
Code Number:	5938	URL:	https://www.lixil.com/en/investor/
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Scheduled date to commence dividend payments:	—
Preparation of supplementary material on financial results:	Yes
Holding of financial results briefing:	Yes (For investment analysts and institutional investors)

(Amounts less than one million Japanese yen are rounded)

1. Consolidated Financial Results for the Q3 of FY Ending March, 2026 (April 1 through December 31, 2025)

(1) Consolidated Operating Results (Percentages indicate year-on-year changes)

	From Continuing Operations									
	Revenue		Core earnings		Operating profit		Profit before tax		Profit	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	%
FYE 2026 Q3	1,138,503	Δ0.2	36,506	17.5	30,450	7.2	20,076	Δ5.6	12,411	170.4
FYE 2025 Q3	1,140,456	1.6	31,070	16.7	28,406	11.6	21,276	11.0	4,590	Δ59.4

	Including Discontinued Operations							
	Profit		Profit attributable to owners of the parent		Total comprehensive income		Basic earnings per share	Diluted earnings per share
	Million yen	%	Million yen	%	Million yen	%	Yen	Yen
FYE 2026 Q3	12,411	173.9	11,807	175.7	76,440	321.9	41.08	41.08
FYE 2025 Q3	4,531	Δ29.7	4,283	Δ36.8	18,119	Δ50.7	14.91	14.91

Note: Core earnings is calculated by deducting the cost of sales and selling, general and administrative expenses (SG&A) from revenue.

(2) Consolidated Financial Position

	Total assets	Total equity	Equity attributable to owners of the parent	Ratio of equity attributable to owners of the parent to total assets
	Million yen	Million yen	Million yen	%
FYE 2026 Q3	1,939,063	670,863	667,849	34.4
FYE 2025	1,830,804	620,070	617,886	33.7

2. Cash Dividends

	Annual dividends per share				
	End of Q1	End of Q2	End of Q3	End of period	For the year
	Yen	Yen	Yen	Yen	Yen
FYE 2025	—	45.00	—	45.00	90.00
FYE 2026	—	45.00	—	45.00	90.00
FYE 2026 (forecast)	—	—	—	45.00	90.00

Note: Revision of dividends forecast after the recent announcement: None

3. Consolidated Forecast for the FY Ending March, 2026 (April 1, 2025 through March 31, 2026)

(Percentages indicate year-on-year changes)

	From Continuing Operations									
	Revenue		Core earnings		Operating profit		Profit before tax		Profit for the year	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	%
FYE 2026	1,540,000	2.3	35,000	11.7	30,000	1.1	21,000	4.2	8,000	252.7

	Including Discontinued Operations				
	Profit for the year		Profit for the year attributable to owners of the parent		Basic earnings per share
	Million yen	%	Million yen	%	Yen
FYE 2026	8,000	260.6	8,000	299.7	27.85

Note: Revision of consolidated operating performance forecast after the recent announcement: None

* Notes

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

Newly consolidated company: None

Excluded company: None

(2) Changes in accounting policies and accounting estimate

(i) Changes in accounting policies required by IFRS: None

(ii) Changes in accounting policies due to other reasons: None

(iii) Changes in accounting estimate: None

(3) Outstanding shares (Common shares)

(i) Outstanding shares including treasury shares (December 31, 2025) 287,514,957 shares (FY ended March 31, 2025) 287,340,460 shares

(ii) Treasury shares (December 31, 2025) 69,763 shares (FY ended March 31, 2025) 66,074 shares

(iii) Average number of shares during nine months (Apr - Dec) (December 31, 2025) 287,407,712 shares (December 31, 2024) 287,253,097 shares

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

* Proper use of earnings forecasts, and other special matters

(Cautionary statements with respect to forward-looking statements)

Performance forecast and other forward-looking statements contained in this report are based on information currently available and on certain assumptions deemed rational at the time of this report's release. Due to various circumstances, however, actual results may differ significantly from such statements.

(How to access supplementary financial results material)

The financial results presentation material "Q3 Results for the Fiscal Year Ending March 31, 2026 (IFRS) (From April 1, 2025 to December 31, 2025)" has been posted on TDnet and the Company's website on January 30, 2026.

(Quarterly consolidated financial results with the interim review report)

After the review of the Japanese-language originals of the quarterly consolidated financial statements by certified public accountants or an audit firm is completed, we plan to disclose the quarterly financial results with the review report attached.

Scheduled date of disclosure: February 6, 2026

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1. Overview of Operating Results

An overview of operating results and financial position for the nine months ended December 31, 2025 is presented in the supplementary financial results material.

The supplementary financial results material "Q3 Results for the Fiscal Year Ending March 31, 2026 (IFRS) (From April 1, 2025 to December 31, 2025)" has been posted on TDnet and the Company's website on January 30, 2026.

2. Consolidated Financial Statements

(1) Consolidated Statement of Financial Position

(Unit: Millions of yen)

	As of March 31, 2025		End of Q3 (As of December 31, 2025)	
ASSETS				
Current assets:				
Cash and cash equivalents	Y	123,527	Y	125,060
Trade and other receivables		283,914		312,647
Inventories		243,926		265,343
Contract assets		17,861		20,838
Income taxes receivable		1,691		2,507
Other financial assets		7,176		10,909
Other current assets		22,993		23,178
Subtotal		701,088		760,482
Assets held for sale		153		2,505
Total current assets		701,241		762,987
Non-current assets:				
Property, plant and equipment		365,552		363,215
Right-of-use assets		63,530		64,393
Goodwill and other intangible assets		545,561		595,883
Investment property		2,406		1,815
Investments accounted for using the equity method		7,561		9,599
Other financial assets		60,994		60,254
Deferred tax assets		80,145		77,808
Other non-current assets		3,814		3,109
Total non-current assets		1,129,563		1,176,076
Total assets	Y	1,830,804	Y	1,939,063

(Unit: Millions of yen)

	As of March 31, 2025	End of Q3 (As of December 31, 2025)
LIABILITIES AND EQUITY		
LIABILITIES		
Current liabilities:		
Trade and other payables	Y 246,802	Y 255,128
Bonds and borrowings	190,337	189,622
Lease liabilities	19,786	20,217
Contract liabilities	9,850	11,716
Income taxes payable	8,129	14,624
Other financial liabilities	4,437	5,583
Provisions	1,156	1,863
Other current liabilities	91,286	93,946
Total current liabilities	571,783	592,699
Non-current liabilities:		
Bonds and borrowings	402,209	430,356
Lease liabilities	45,468	45,052
Other financial liabilities	29,581	29,032
Net defined benefit liabilities	72,975	79,295
Provisions	6,595	8,995
Deferred tax liabilities	75,628	75,220
Other non-current liabilities	6,495	7,551
Total non-current liabilities	638,951	675,501
Total liabilities	1,210,734	1,268,200
EQUITY		
Share capital	68,654	68,807
Capital surplus	221,587	221,627
Treasury shares	-138	-144
Other components of equity	121,146	179,928
Retained earnings	206,637	197,631
Equity attributable to owners of the parent	617,886	667,849
Non-controlling interests	2,184	3,014
Total equity	620,070	670,863
Total liabilities and equity	Y 1,830,804	Y 1,939,063

(2) Consolidated Statements of Profit or Loss and Comprehensive Income
Consolidated Statement of Profit or Loss

(Unit: Millions of yen)

	Nine months ended December 31, 2024	Nine months ended December 31, 2025
Continuing operations		
Revenue	Y 1,140,456	Y 1,138,503
Cost of sales	-763,412	-747,315
GROSS PROFIT	377,044	391,188
Selling, general and administrative expenses	-345,974	-354,682
Other income	4,299	5,808
Other expenses	-6,963	-11,864
OPERATING PROFIT	28,406	30,450
Finance income	2,910	2,968
Finance costs	-10,166	-12,912
Share of profit (loss) of associates accounted for using the equity method	126	-430
PROFIT BEFORE TAX FROM CONTINUING OPERATIONS	21,276	20,076
Income tax expenses	-16,686	-7,665
PROFIT FROM CONTINUING OPERATIONS	4,590	12,411
Discontinued operations		
LOSS FROM DISCONTINUED OPERATIONS	-59	—
PROFIT	4,531	12,411
Profit (loss) attributable to:		
Owners of the parent		
Continuing operations	4,342	11,807
Discontinued operations	-59	—
Total	4,283	11,807
Non-controlling interests	248	604
PROFIT	Y 4,531	Y 12,411

(Unit: Yen)

	Nine months ended December 31, 2024	Nine months ended December 31, 2025
Earnings per share		
Basic (yen per share)		
Continuing operations	15.11	41.08
Discontinued operations	-0.20	—
Total	14.91	41.08
Diluted (yen per share)		
Continuing operations	15.11	41.08
Discontinued operations	-0.20	—
Total	14.91	41.08

Consolidated Statement of Comprehensive Income

(Unit: Millions of yen)

	Nine months ended December 31, 2024	Nine months ended December 31, 2025
PROFIT	Y 4,531	Y 12,411
OTHER COMPREHENSIVE INCOME		
Items that will not be reclassified subsequently to profit or loss		
Net fair value gain (loss) on equity instruments measured through other comprehensive income	232	2,939
Remeasurements of defined benefit pension plans	104	2,201
Total of items that will not be reclassified to profit or loss	336	5,140
Items that may be reclassified subsequently to profit or loss		
Exchange differences on translation of foreign operations	14,335	55,871
Net fair value gain (loss) on hedging instruments entered into for cash flow hedges	-1,079	2,716
Share of other comprehensive income of associates accounted for using the equity method	-4	302
Total items that may be reclassified subsequently to profit or loss	13,252	58,889
Other comprehensive income, net of tax	13,588	64,029
TOTAL COMPREHENSIVE INCOME	18,119	76,440
Total comprehensive income attributable to:		
Owners of the parent	17,679	75,638
Non-controlling interests	440	802
TOTAL COMPREHENSIVE INCOME	Y 18,119	Y 76,440

(3) Consolidated Statement of Changes in Equity

(Unit: Millions of yen)

	Equity attributable to owners of the parent						
	Share capital	Capital surplus	Treasury shares	Other components of equity			
				Net fair value gain (loss) on equity instruments measured through other comprehensive income	Remeasurements of defined benefit pension plans	Exchange differences on translation of foreign operations	Net fair value gain (loss) on hedging instruments entered into for cash flow hedges
BALANCE AS OF APRIL 1, 2024	68,530	221,632	-126	16,743	—	107,390	1,443
Profit	—	—	—	—	—	—	—
Other comprehensive income	—	—	—	232	104	14,143	-1,079
Total comprehensive income	—	—	—	232	104	14,143	-1,079
Purchase of treasury shares	—	—	-10	—	—	—	—
Disposal of treasury shares	—	-0	1	—	—	—	—
Share-based payment transactions	124	-41	—	—	—	—	—
Dividends	—	—	—	—	—	—	—
Changes in interests in subsidiaries that do not result in the Group losing control over the subsidiaries	—	-46	—	—	—	—	—
Transfers from other components of equity to retained earnings	—	—	—	-2	-104	—	—
Total transactions with owners	124	-87	-9	-2	-104	—	—
BALANCE AS OF DECEMBER 31, 2024	68,654	221,545	-135	16,973	—	121,533	364
BALANCE AS OF APRIL 1, 2025	68,654	221,587	-138	16,295	—	104,296	558
Profit	—	—	—	—	—	—	—
Other comprehensive income	—	—	—	2,939	2,201	55,673	2,716
Total comprehensive income	—	—	—	2,939	2,201	55,673	2,716
Purchase of treasury shares	—	—	-6	—	—	—	—
Disposal of treasury shares	—	-0	0	—	—	—	—
Share-based payment transactions	153	68	—	—	—	—	—
Dividends	—	—	—	—	—	—	—
Changes in interests in subsidiaries that do not result in the Group losing control over the subsidiaries	—	-28	—	—	—	—	—
Transfers from other components of equity to retained earnings	—	—	—	-2,848	-2,201	—	—
Total transactions with owners	153	40	-6	-2,848	-2,201	—	—
BALANCE AS OF DECEMBER 31, 2025	68,807	221,627	-144	16,386	—	159,969	3,274

(Unit: Millions of yen)

	Equity attributable to owners of the parent				Non-controlling interests	Total equity
	Other components of equity		Retained earnings (losses)	Total		
	Other	Total				
BALANCE AS OF APRIL 1, 2024	2	125,578	226,897	642,511	1,827	644,338
Profit	—	—	4,283	4,283	248	4,531
Other comprehensive income	-4	13,396	—	13,396	192	13,588
Total comprehensive income	-4	13,396	4,283	17,679	440	18,119
Purchase of treasury shares	—	—	—	-10	—	-10
Disposal of treasury shares	—	—	—	1	—	1
Share-based payment transactions	—	—	—	83	—	83
Dividends	—	—	-25,849	-25,849	—	-25,849
Changes in interests in subsidiaries that do not result in the Group losing control over the subsidiaries	—	—	—	-46	46	—
Transfers from other components of equity to retained earnings	—	-106	106	—	—	—
Total transactions with owners	—	-106	-25,743	-25,821	46	-25,775
BALANCE AS OF DECEMBER 31, 2024	-2	138,868	205,437	634,369	2,313	636,682
BALANCE AS OF APRIL 1, 2025	-3	121,146	206,637	617,886	2,184	620,070
Profit	—	—	11,807	11,807	604	12,411
Other comprehensive income	302	63,831	—	63,831	198	64,029
Total comprehensive income	302	63,831	11,807	75,638	802	76,440
Purchase of treasury shares	—	—	—	-6	—	-6
Disposal of treasury shares	—	—	—	0	—	0
Share-based payment transactions	—	—	—	221	—	221
Dividends	—	—	-25,862	-25,862	—	-25,862
Changes in interests in subsidiaries that do not result in the Group losing control over the subsidiaries	—	—	—	-28	28	—
Transfers from other components of equity to retained earnings	—	-5,049	5,049	—	—	—
Total transactions with owners	—	-5,049	-20,813	-25,675	28	-25,647
BALANCE AS OF DECEMBER 31, 2025	299	179,928	197,631	667,849	3,014	670,863

(4) Consolidated Statement of Cash Flows

(Unit: Millions of yen)

	Nine months ended December 31, 2024		Nine months ended December 31, 2025	
OPERATING ACTIVITIES:				
Profit before tax from continuing operations	Y	21,276	Y	20,076
Loss before tax from discontinued operations		-85		—
Profit before tax		21,191		20,076
Depreciation and amortization		62,649		61,899
Impairment losses		1,026		3,492
Interest and dividend income		-2,451		-2,688
Interest expense		9,054		8,520
Gain from remeasurement relating to application of the equity method		—		-1,687
Share of (profit) loss of associates accounted for using the equity method		-126		430
Losses (gains) on disposal of property, plant and equipment		102		539
Decrease (increase) in trade and other receivables		-10,443		-19,266
Decrease (increase) in inventories		1,658		-7,932
(Decrease) increase in trade and other payables		-2,850		-1,286
(Decrease) increase in net defined benefit liabilities		-432		-2,222
Other		-11,372		1,801
Subtotal		68,006		61,676
Interest received		1,361		1,454
Dividends received		1,321		1,445
Interest paid		-8,180		-8,072
Income taxes paid		-5,728		-12,203
Net cash generated by operating activities	Y	56,780	Y	44,300

(Unit: Millions of yen)

	Nine months ended December 31, 2024		Nine months ended December 31, 2025	
INVESTING ACTIVITIES:				
Decrease (increase) in time deposits	Y	3,209	Y	-42
Purchase of property, plant and equipment		-22,767		-19,907
Proceeds from disposal of property, plant and equipment		654		418
Purchase of intangible assets		-7,752		-7,326
Decrease (increase) in short-term loans receivable		5,096		-237
Purchase of investments		-80,036		-153,992
Proceeds from sale and redemption of investments		80,028		159,138
Payments for absorption-type company split		-2,362		—
Payments for acquisition of subsidiaries		-85		-169
Other		799		86
Net cash used in investing activities	Y	-23,216	Y	-22,031
FINANCING ACTIVITIES:				
Dividends paid	Y	-25,849	Y	-25,862
(Decrease) increase in short-term borrowings and commercial paper		16,167		2,001
Proceeds from long-term borrowings		46,147		97,592
Repayment of long-term borrowings		-78,304		-57,381
Proceeds from issuance of bonds		35,835		—
Redemption of bonds		—		-25,000
Lease liabilities paid		-16,442		-17,416
Other		32		-7
Net cash used in financing activities	Y	-22,414	Y	-26,073
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS		11,150		-3,804
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR		124,485		123,527
EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH AND CASH EQUIVALENTS HELD IN FOREIGN CURRENCIES		2,788		5,337
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	Y	138,423	Y	125,060

(5) Notes related to Financial Statements
(Applied Framework for Financial Reporting)

The Company's quarterly consolidated financial statements have been prepared in accordance with Article 5, Paragraph 2 of the Standards for the Preparation of Quarterly Financial Statements of Tokyo Stock Exchange, Inc. and Nagoya Stock Exchange, Inc. (however, omission of description specified in Article 5, Paragraph 5 of the said standards is applied), and some of disclosure items and notes required by IAS 34 "Interim Financial Reporting" are omitted.

(Notes related to Going Concern Assumptions)
Not applicable.

(Segment Information)

1. Description of Reportable Segments

The Group's reportable segments are those for which discrete financial information is available among the Group's constituent units and regular evaluation by the Board of Directors is performed in order to decide how resources are allocated and performance is assessed.

The Group is managed based on three reportable segments consisting of the "Water Technology Business", the "Housing Technology Business" and the "Living Business" with the performance of their respective business units reported to the Board of Executive Officers or Board of Directors.

The "Water Technology Business" includes manufacturing and sales of sanitaryware, faucets, bathroom fixtures, and other items. The "Housing Technology Business" includes manufacturing and sales of sashes, doors, shutters, curtain walls, and other items and provides services such as proposals for housing solutions and management of real estate. The "Living Business" includes manufacturing and sales of kitchen, vanity and wooden interior materials.

Change in reporting segment classification

In the fiscal year ended March 31, 2025, the Group reported in two segments, which include "Water Technology Business" and "Housing Technology Business". However, from the first quarter of the fiscal year ending March 31, 2026, the Group has decided to change to report in three segments, which include "Water Technology Business", "Housing Technology Business", and "Living Business".

The reason for the reporting segments change is that the Group has established the new segment, "Living Business", by integrating the kitchen and washstand cabinet unit business from the "Water Technology Business" and the wooden interior materials business from the "Housing Technology Business". These businesses share many similarities in terms of products, manufacturing processes, and business models. This integration is part of the Group's focus on its strategic initiative to improve profitability of the Japan business and strengthen the Group's business structure, while also providing new value to end users.

As a change, kitchen and washstand cabinet unit business, previously included in the "Water Technology Business," and the wooden interior materials business, previously included in the "Housing Technology Business," will be classified under the "Living Business" in the new segments.

The segment information for the nine months ended December 31, 2024, is presented based on the new reportable segments classification.

2. Methods of measurement for the amounts of revenue and profit or loss for each reportable segment

The accounting policies of each reportable segment are consistent with those for the preparation of the consolidated financial statements. Profit or loss for reportable segments is presented on the basis of core earnings or losses. Intersegment revenue or transfers are determined based on market prices.

3. Information on the amounts of revenue, profit or loss, and other items for each reportable segment
For the nine months ended December 31, 2024 (April 1 through December 31, 2024)

(Unit: Millions of yen)

	Reportable Segments			Total	Reconciliations (Note 2)	Consolidated
	Water Technology Business	Housing Technology Business	Living Business			
Revenue						
Revenue from external customers	Y 604,922	Y 399,550	Y 135,984	Y 1,140,456	Y —	Y 1,140,456
Intersegment revenue or transfers	1,712	5,108	18,268	25,088	-25,088	—
Total	606,634	404,658	154,252	1,165,544	-25,088	1,140,456
Segment profit (Note 1)	27,985	24,441	6,742	59,168	-28,098	31,070
Other income						4,299
Other expenses						-6,963
Operating profit						28,406
Finance income						2,910
Finance costs						-10,166
Share of profit of associates accounted						126
Profit before tax from continuing operations						21,276

For the nine months ended December 31, 2025 (April 1 through December 31, 2025)

(Unit: Millions of yen)

	Reportable Segments			Total	Reconciliations (Note 2)	Consolidated
	Water Technology Business	Housing Technology Business	Living Business			
Revenue						
Revenue from external customers	Y 602,283	Y 398,535	Y 137,685	Y 1,138,503	Y —	Y 1,138,503
Intersegment revenue or transfers	1,672	5,905	18,148	25,725	-25,725	—
Total	603,955	404,440	155,833	1,164,228	-25,725	1,138,503
Segment profit (Note 1)	34,295	24,525	7,297	66,117	-29,611	36,506
Other income						5,808
Other expenses						-11,864
Operating profit						30,450
Finance income						2,968
Finance costs						-12,912
Share of loss of associates accounted						-430
Profit before tax from continuing operations						20,076

(Notes)

1. Segment profit is core earnings which are defined as revenue less cost of sales and selling, general and administrative expenses.
2. A process of Segment profit reconciliations takes place for Company expenses that are not allocated to reportable segments. These expenses primarily represent costs associated with administrative departments, including Human Resources, General Affairs, Finance and other departments of the Company.