



3. Consolidated Forecasts for the Fiscal Year Ending September 30, 2026  
(October 1, 2025 - September 30, 2026)

(Percentages represent year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
1st Half	38,500	0.1	3,000	(16.1)	3,200	(18.8)	2,400	(10.8)	163.98
Full Year	78,500	0.6	7,000	(0.7)	7,400	(4.1)	5,200	14.9	355.29

Note: Revisions of the Consolidated forecast since the latest announcement: None

4. Others

(1) Significant changes in consolidated subsidiaries during the period: None

(2) Adoption of simplified accounting treatment for quarterly closing: Yes

(3) Changes in accounting treatment for quarterly consolidated financial statement

1) Changes in accounting policies due to the revision of accounting standards: None

2) Changes in accounting policies other than 1) above: None

3) Changes in accounting estimates: None

4) Retrospective restatement: None

(4) Number of shares outstanding (common stock)

1) Number of shares outstanding at the end of the period (incl. treasury stock)

As of December 31, 2025	15,730,538	shares
As of September 30, 2025	15,730,538	shares

2) Number of treasury stock at the end of the period

As of December 31, 2025	1,071,570	shares
As of September 30, 2025	1,094,550	shares

3) Average number of shares in the fiscal year

As of December 31, 2025	14,646,008	shares
As of December 31, 2024	14,788,989	shares

\* Review of the Japanese-language original of the attached consolidated quarterly financial statement by certified public accountants or an audit firm: None

\* Explanation regarding appropriate use of earnings forecasts and other special notes

Note : The forecasts above are based on currently available information at the time of announcement. Actual results may differ from these forecasts for a number of factors. Please see "1. Qualitative Information on the Financial Results for the quarterly period, (3) Explanation of Consolidated Financial Results Forecast and Other Forward-looking Information " on page 3 for more information regarding the assumptions used and matters to be noted when relying on profit projections.

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## 1. Qualitative Information on the Financial Results for the quarterly period

### (1) Overview of Operating Results

During the first quarter of the current fiscal year, the global economy maintained resilient growth. While ongoing adjustments to excess supply in China continued to weigh on the global economy, the impact of U.S. trade policies was smaller than initially feared. This was due to factors such as increased efforts by U.S. companies and their trading partners to absorb tariff costs, continued expansion of AI-related investments in the U.S., and efforts by various countries to increase fiscal spending, all of which provided support to the economy. Against this economic backdrop, the operating results for the first quarter of the current fiscal year are as follows.

(Millions of yen)

	First quarter 2025	First quarter 2026	Incremental amounts	Year on Year (%)
Orders received	20,191	21,337	1,145	5.7
Backlog of orders	48,596	49,039	443	0.9
Sales	18,123	18,506	382	2.1
Operating profit	1,441	726	(714)	(49.6)
Ordinary profit	1,686	1,025	(660)	(39.2)
Profit attributable to owners of parents	1,162	150	(1,012)	(87.1)

Orders received increased overall, driven by a recovery in orders from the United States in the Blown film business, despite a continuing trend of delayed decision-making, particularly for large projects in the powder-related business. Sales revenue also increased slightly, and the gross profit margin improved. However, operating profit decreased significantly due to an increase in selling, general, and administrative expenses, which included temporary expenditures such as costs for participating in international exhibitions. Furthermore, profit attributable to owners of the parent also decreased significantly due to the recording of an extraordinary loss in German subsidiary for business structure improvement expenses..

The segment's performance is as follows.

#### (Powder related business)

This business is the core field of the Hosokawa Micron Group, which manufactures and sells pulverizing and classifying equipment, mixing and drying equipment, air pollution control equipment for the Japanese market, dust collectors for product collection, precision air conditioning control equipment, and other products. It also develops and commercializes new materials, primarily composite nanoparticles, and provides contract processing services for fine powders.

While delays in closing deals were generally observed, particularly for large-scale projects, orders increased for the food market and the maintenance service division remained solid. However, orders declined for the chemical market and electronic materials sector, which had received large orders in the same period last year. Although inquiries remained strong, they did not translate into orders, resulting in a decrease in orders received. On the other hand, shipments progressed steadily, leading to increased revenue and profit.

As the result of this, orders received are ¥14,555 million (11.3% decrease versus the previous same period), backlog of orders is ¥35,477 million (7.1% decrease versus the previous same period), and net sales are ¥14,868 million (7.5% increase versus the previous same period). Profit for the segment is ¥1,508 million (6.1% increase versus the previous same period).

#### (Blown film-related business)

This business develops, manufactures, and sells equipment for producing various high-performance blown films, ranging from single-layer to multi-layer types.

Although the U.S. market had shown signs of stagnation, recovery trends emerged, with orders received ranging from single-layer lines for garbage bags to multiple lines of 3-to 5-layers multi-layer equipment. Orders for Europe, another key market, and Asia, a focus market, remained sluggish, yet orders received for the first quarter reached a high level across the entire business. However, sales revenue decreased due to fewer projects than initially planned. Additionally, temporary expenses incurred for exhibiting at a major global trade show held every three years contributed to an operating loss.

As the result of this, orders received are ¥ 6,781 million (79.2% increase versus the previous same period), backlog of orders is ¥13,562 million (30.1% increase versus the previous same period), and net sales are ¥3,637 million (15.1% decrease versus the previous same period). Loss for the segment is ¥384 million (Segment profit for the previous same period was ¥378 million .)

## (2) Overview of Financial Positions

Total assets at December 31, 2025, amounted to ¥104,487 million, an increase of ¥1,752 million compared to the fiscal year ended September 30, 2025. This was primarily attributable to increases in property, plant and equipment. Total liabilities were ¥ 35,121 million, a decrease of ¥393 million compared to the fiscal year ended September 30, 2025. This was primarily attributable to decreases in income taxes payable and provision for bonuses.

Net assets were ¥69,366 million, an increase of ¥2,146 million compared to the fiscal year ended September 30, 2025. This was primarily attributable to increases in foreign currency translation adjustment.

#### (Cash Flow)

The balance of cash and cash equivalents decreased ¥1,517 million from the fiscal year ended September 30, 2025 to a total of ¥29,567 million. A summary of each cash flow and major factor are as follows.

#### (Operating Cash Flow)

Operating cash flow was ¥911 million, a decrease of ¥2,466 million versus the previous same period. This was mainly due to payments of income taxes.

#### (Investing Cash Flow)

Net investing activities used ¥1,031 million in cash, a decrease of ¥155 million versus the previous same period, primarily due to purchase of property, plant, and equipment.

#### (Financing Cash Flow)

Net financing activities used ¥915 million in cash, an increase of ¥337 million versus the previous same period mainly due to payment in dividends to shareholders.

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

Consolidated financial results forecast for the interim period and this fiscal year ending September 30, 2026 are unchanged from the consolidated financial forecasts announced on November 7, 2025.

## 2. Quarterly Consolidated Financial Statements and Major Notes

### (1) Quarterly Consolidated Balance Sheets

(Millions of Yen)

	As of September 30, 2025	As of December 31, 2025
<b>Assets</b>		
<b>Current Assets</b>		
Cash and deposits	31,942	30,498
Notes and accounts receivable-trade, and contract assets	18,610	18,211
Electronically recorded monetary claims - operating	898	797
Finished goods	4,082	4,055
Work in process	4,867	5,943
Raw materials and supplies	4,221	4,508
Other	2,884	3,349
Allowance for doubtful accounts	(492)	(525)
<b>Total Current Assets</b>	<b>67,013</b>	<b>66,839</b>
<b>Non-Current Assets</b>		
<b>Property, plant and equipment</b>		
Buildings and structures	29,982	32,343
Machinery, equipment and vehicles	20,007	21,075
Land	7,357	7,541
Construction in progress	728	137
Other	4,421	4,705
Accumulated depreciation and impairment loss	(31,410)	(33,237)
<b>Total property, plant and equipment</b>	<b>31,087</b>	<b>32,566</b>
<b>Intangible assets</b>		
Goodwill	113	112
Other	642	660
<b>Total intangible assets</b>	<b>756</b>	<b>773</b>
<b>Investments and other assets</b>		
Investment securities	2,947	3,236
Deferred tax assets	791	906
Other	138	163
<b>Total investments and other assets</b>	<b>3,877</b>	<b>4,307</b>
<b>Total Non-Current Assets</b>	<b>35,721</b>	<b>37,647</b>
<b>Total Assets</b>	<b>102,734</b>	<b>104,487</b>

(Millions of Yen)

	As of September 30, 2025	As of December 31, 2025
<b>Liabilities</b>		
<b>Current Liabilities</b>		
Notes and accounts payable-trade	7,168	6,878
Electronically recorded obligations - operating	1,206	1,114
Current portion of long-term loans payable	158	311
Accrued expenses	4,675	4,429
Income taxes payable	1,323	723
Contract liabilities	9,867	10,863
Provision for bonuses	731	213
Provision for directors' bonuses	68	18
Provision for product warranties	922	1,008
Provision for share awards	32	10
Other	2,764	2,675
<b>Total Current Liabilities</b>	<b>28,920</b>	<b>28,248</b>
<b>Non-Current Liabilities</b>		
Long-term loans payable	1,127	966
Provision for share awards	16	15
Net defined benefit liability	3,215	3,311
Deferred tax liabilities	1,301	1,675
Other	933	904
<b>Total Non-Current Liabilities</b>	<b>6,594</b>	<b>6,872</b>
<b>Total Liabilities</b>	<b>35,514</b>	<b>35,121</b>
<b>Net Assets</b>		
<b>Shareholders' Equity</b>		
Capital stock	14,496	14,496
Capital surplus	3,205	3,181
Retained earnings	44,726	43,995
Treasury stock	(3,773)	(3,697)
<b>Total Shareholders' Equity</b>	<b>58,654</b>	<b>57,975</b>
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities	944	1,100
Deferred gains or losses on hedges	35	9
Foreign currency translation adjustment	7,802	10,520
Remeasurements of defined benefit plans	(261)	(258)
<b>Total accumulated other comprehensive income</b>	<b>8,520</b>	<b>11,372</b>
Subscription rights to shares	44	18
<b>Total Net Assets</b>	<b>67,219</b>	<b>69,366</b>
<b>Total Liabilities and Net Assets</b>	<b>102,734</b>	<b>104,487</b>

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

Quarterly Consolidated Statements of Income

(Millions of Yen)

	Oct. 1, 2024 - Dec. 31, 2024	Oct. 1, 2025 - Dec. 31, 2025
Net sales	18,123	18,506
Cost of sales	11,941	12,141
Gross profit	6,182	6,364
Selling, general and administrative expenses	4,741	5,638
Operating profit	1,441	726
Non-operating income		
Interest income	141	124
Dividend income	39	62
Equity in earnings of affiliates	7	60
Foreign exchange gains	46	10
Gain on valuation of derivatives	—	27
Other	22	26
Total non-operating Income	257	311
Non-operating expenses		
Interest expenses	4	6
Loss on valuation of derivatives	2	—
Other	4	5
Total non-operating Expenses	12	12
Ordinary profit	1,686	1,025
Extraordinary income		
Gain on sales of non-current assets	1	0
Total extraordinary income	1	0
Extraordinary losses		
Loss on sales and retirement of non-current assets	0	1
Business structure improvement expenses	—	485
Total extraordinary loss	0	486
Income before income taxes	1,687	540
Income taxes	524	389
Net income	1,162	150
Profit attributable to owners of parent	1,162	150

Quarterly Consolidated Statements of Comprehensive Income

(Millions of Yen)

	Oct. 1, 2024 - Dec. 31, 2024	Oct. 1, 2025 - Dec. 31, 2025
Net income	1,162	150
Other comprehensive income		
Valuation difference on available-for-sale securities	(36)	156
Deferred gains or losses on hedges	(76)	(26)
Foreign currency translation adjustment	2,470	2,717
Remeasurements of defined benefit plans	4	3
Total other comprehensive income	2,362	2,851
Comprehensive income	3,524	3,001
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,524	3,001
Comprehensive income attributable to non-controlling interests	—	—

### (3) Quarterly Consolidated Statements of Cash Flows

(Millions of Yen)

	Oct. 1, 2024 - Dec. 31, 2024	Oct. 1, 2025 – Dec. 31, 2025
Cash flows from operating activities;		
Income before income taxes	1,687	540
Depreciation and amortization	555	638
Amortization of goodwill	6	6
Increase (decrease) in allowance for doubtful accounts	(5)	6
Increase (decrease) in provision for bonuses	(558)	(518)
Increase (decrease) in provision for directors' bonuses	(58)	(49)
Increase (decrease) in provision for product warranties	118	35
Increase (decrease) in net defined benefit liability	(33)	0
Increase (decrease) in provision for share awards	(14)	(22)
Interest and dividends income	(180)	(186)
Interest expenses	4	6
Equity in (earnings) losses of affiliates	(7)	(60)
Loss (gain) on valuation of derivatives	2	(27)
Loss (gain) on sales and retirement of non-current assets	(0)	0
Decrease (increase) in notes and accounts receivable-trade	3,770	1,264
Decrease (increase) in inventories	(66)	(717)
Increase (decrease) in notes and accounts payable-trade	(2,342)	(716)
Increase(decrease) in contract liabilities	779	555
Decrease (increase) in advance payments- trade	(213)	(119)
Increase (decrease) in accrued expenses	(1,356)	(657)
Other	(17)	(72)
Sub total	2,068	(94)
Interests and dividends income received	180	186
Interest expenses paid	(4)	(6)
Income taxes paid	(689)	(997)
Net cash provided by (used in) operating activities	1,554	(911)
Cash flows from investing activities;		
Payments into time deposits	(118)	(125)
Proceeds from withdrawal of time deposits	169	66
Purchase of property, plant and equipment	(899)	(923)
Purchase of intangible assets	(29)	(50)
Other	1	1
Net cash provided by (used in) investing activities	(875)	(1,031)
Cash flows from financing activities;		
Proceeds from long-term loans payable	—	31
Repayment of long-term loans payable	(191)	(41)
Cash dividends paid	(1,038)	(880)
Repayment of lease liabilities	(22)	(24)
Net cash provided by (used in) financing activities	(1,253)	(915)
Effect of exchange rate change on cash and cash equivalents	1,314	1,340
Net increase (decrease) in cash and cash equivalents	740	(1,517)
Cash and cash equivalents at beginning of period	26,995	31,084
Cash and cash equivalents at end of period	27,736	29,567

#### (4) Notes to Quarterly Consolidated Financial Statements

(Matters related to the assumption of going concern)

There is no applicable information.

(Significant change in the amount of shareholders' equity)

There is no applicable information.

(Adoption of the special accounting methods on quarterly consolidated financial statements)

The company, its domestic consolidated subsidiaries, and certain foreign consolidated subsidiaries calculate the tax expense by multiplying the reasonably estimated tax rate by the income before income taxes.

However, the effective statutory tax rate is used when the reasonably estimated tax rate results in an unreasonable tax expense.

(Segment information and other)

Information about reported segment profit or loss (Oct. 1, 2024- Dec. 31, 2024)

(Millions of yen)

	Reportable segment			Adjustments (*1)	Consolidated total (*2)
	Powder	Blown Film	Total		
Sales					
Outside customer	13,836	4,286	18,123	—	18,123
Intersegment	15	—	15	(15)	—
Total Sales	13,852	4,286	18,139	(15)	18,123
Segment profit (loss)	1,422	378	1,801	(360)	1,441

(\*1) Adjustments to segment profit (loss) were ¥ (360) million and comprised mainly corporate expenses not allocated to reportable segments.

(\*2) Segment profit (loss) was adjusted to conform with operating profit.

Information about reported segment profit or loss (Oct. 1, 2025- Dec. 31, 2025)

(Millions of yen)

	Reportable segment			Adjustments (*1)	Consolidated total (*2)
	Powder	Blown Film	Total		
Sales					
Outside customer	14,868	3,637	18,506	—	18,506
Intersegment	21	—	21	(21)	—
Total Sales	14,890	3,637	18,528	(21)	18,506
Segment profit (loss)	1,508	(384)	1,124	(398)	726

(\*1) Adjustments to segment profit (loss) were ¥ (398) million and comprised mainly corporate expenses not allocated to reportable segments.

(\*2) Segment profit (loss) was adjusted to conform with operating profit.