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July 29, 2025

Consolidated Financial Results for the Three Months Ended June 30, 2025 (Under Japanese GAAP)

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 Listing: Tokyo Stock Exchange
 Securities code: 6349
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 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: Yes (for financial analysts/investors)

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

1. Consolidated financial results for the three months ended June 30, 2025 (from April 1, 2025 to June 30, 2025)

(1) Consolidated operating results (cumulative)

(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 | 22,538 | (7.3) | 507 | 14.5 | 627 | (43.5) | 428 | (31.0) |
| June 30, 2024 | 24,313 | 25.5 | 442 | — | 1,111 | 116.2 | 621 | — |

Note: Comprehensive income For the three months ended June 30, 2025: ¥ 402 million (44.3)%
 For the three months ended June 30, 2024: ¥ 723 million (65.2)%

| | Basic earnings per share | Diluted earnings per share |
|--------------------|--------------------------|----------------------------|
| Three months ended | Yen | Yen |
| June 30, 2025 | 8.08 | — |
| June 30, 2024 | 11.72 | — |

(2) Consolidated financial position

| | Total assets | Net assets | Equity-to-asset ratio |
|----------------|-----------------|-----------------|-----------------------|
| As of | Millions of yen | Millions of yen | % |
| June 30, 2025 | 181,555 | 113,335 | 62.4 |
| March 31, 2025 | 172,915 | 115,499 | 66.8 |

Reference: Equity
 As of June 30, 2025: ¥113,335 million
 As of March 31, 2025: ¥115,499 million

2. Cash dividends

| | Annual dividends per share | | | | |
|--|----------------------------|--------------------|-------------------|-----------------|-------|
| | First quarter-end | Second quarter-end | Third quarter-end | Fiscal year-end | Total |
| | Yen | Yen | Yen | Yen | Yen |
| Fiscal year ended March 31, 2025 | — | 20.00 | — | 48.00 | 68.00 |
| Fiscal year ending March 31, 2026 | — | | | | |
| Fiscal year ending March 31, 2026 (Forecast) | | 35.00 | — | 35.00 | 70.00 |

Note: Revisions to the forecast of cash dividends most recently announced: None

3. Forecast of Consolidated financial results 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 |
| First half | 58,600 | 16.9 | 3,800 | 190.9 | 3,700 | 163.1 | 2,600 | 158.6 | 49.00 |
| Full year | 124,500 | 12.1 | 9,100 | 27.8 | 8,900 | 16.8 | 6,400 | (11.7) | 120.62 |

Note: Revisions to the forecast of consolidated operating results most recently announced: 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
- (i) Changes in accounting policies due to revisions to accounting standards and other regulations: None
 - (ii) Changes in accounting policies due to other reasons: None
 - (iii) Changes in accounting estimates: None
 - (iv) Restatement: None

- (4) Number of issued shares (common shares)

- (i) Total number of issued shares at the end of the period (including treasury shares)

| | |
|----------------------|-------------------|
| As of June 30, 2025 | 53,478,840 shares |
| As of March 31, 2025 | 53,478,840 shares |

- (ii) Number of treasury shares at the end of the period

| | |
|----------------------|----------------|
| As of June 30, 2025 | 419,855 shares |
| As of March 31, 2025 | 419,711 shares |

- (iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

| | |
|----------------------------------|-------------------|
| Three months ended June 30, 2025 | 53,059,085 shares |
| Three months ended June 30, 2024 | 53,059,434 shares |

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

- * Disclaimer regarding the appropriate use of performance forecasts and other remarks

The aforementioned forecasts are based on management's assumptions and beliefs held in light of information currently available to it and accordingly involve risks and uncertainties that may cause actual results to differ materially from forecasts. These uncertainties include, but are not limited to, changes in economic conditions, market trends, changes in foreign currency exchange rates and other factors.

Materials for the summary result presentation in Japanese will be disclosed through the Tokyo Stock Exchange's Timely Disclosure Network, known as TDnet, on August 4, 2025. The same materials will be posted on Komori's website.

Also, English translations of these materials will be posted on the Company's website at <https://www.komori.com/ir/en/>

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1. Qualitative Information Regarding the Quarterly Financial Results

(1) Overview of Consolidated Business Results

During the first three months of the fiscal year under review, the outlook for the global economy remained uncertain due to such geopolitical risks as the prolongation of the Ukraine situation and the increasing instability of Middle Eastern affairs, along with uncertainties arising from U.S. policies regarding tariffs on imports. Against this backdrop, consolidated net sales amounted to ¥22,538 million, representing a 7.3% decrease from the same period of the previous fiscal year. An overview of consolidated net sales by region is set out below.

Overview of Consolidated Net Sales by Region

(In millions of yen)

| | | Three Months Ended June 30, 2024 | Three Months Ended June 30, 2025 | Increase / (Decrease) (%) |
|-----------|---------------|-------------------------------------|-------------------------------------|---------------------------------|
| Net sales | | 24,313 | 22,538 | (7.3%) |
| Breakdown | Japan | 6,799 | 7,053 | 3.7% |
| | North America | 2,074 | 2,061 | (0.6%) |
| | Europe | 4,461 | 4,669 | 4.7% |
| | Greater China | 5,001 | 2,194 | (56.1%) |
| | Other Regions | 5,975 | 6,558 | 9.7% |

Domestic Sales

In the domestic market, although labor supply and demand continued to be misbalanced, inflation slowed and personal consumption remained robust. Against this backdrop, printing companies continued to promote investment aimed at enhancing the energy-saving performance, productivity and efficiency of their facilities and otherwise streamlining their printing operations. This buoyed Komori's core offset business. As a result, domestic sales increased 3.7% year on year to ¥7,053 million.

North America

In North America, the outlook remains uncertain regarding the impact of U.S. tariffs on the Company's business as negotiations between the United States and its trading counterparts have yet to be settled. However, this situation enabled Komori to secure a greater volume of orders in the first quarter of the fiscal year under review, due in part to the emergence of last-minute demand during the grace period for these tariffs. On the other hand, net sales in this region decreased 0.6% from the previous fiscal year to ¥2,061 million because a number of orders are expected to be recognized as sales in the second quarter or later.

Europe

In Europe, the economy remained on a recovery track on the back of the slowing inflation rate and

reduction in the policy rate. The volume of orders received for Komori's web offset presses specialized in package printing increased as they received a favorable response from customer. Consequentially, net sales in this region increased 4.7% year on year to ¥4,669 million.

Greater China

In Greater China, medium-size printing companies engaged mainly in commercial printing took a cautious stance toward undertaking capital expenditure due to the negative impact of U.S. tariffs and sluggish domestic demand. Komori participated in China Print 2025, a major exhibition held in Beijing in May, and attracted immense interest from visitors. Although this has resulted in a number of customer inquiries, due to the unclear outlook regarding U.S. tariffs to be imposed on China, business negotiations are taking an extended period of time before contracts are officially signed and orders placed. As a result, net sales in this region decreased 56.1% year on year to ¥2,194 million, with a number of orders expected to be recognized as sales in the second quarter or later.

Other Regions

Other Regions include ASEAN, India and Oceania as well as Central and South America. In contrast with the robust volume of orders received in these regions in the same period of the previous fiscal year on the back of Komori's participation in major exhibitions and the receipt of orders related to large-scale security printing presses, the volume of orders received in the first quarter of the fiscal year under review decreased due to the absence of these positive factors. Consequentially, however, net sales in Other Regions rose 9.7% year on year to ¥6,558 million, benefitting from the recording of sales arising from orders received in the previous fiscal year.

The cost of sales ratio remained virtually unchanged from the same period of the previous fiscal year. Selling, general and administrative (SG&A) expenses decreased year on year, reflecting such factors as decreases in corporate spending on advertising and sales commissions. Taking these factors into account, Komori posted operating profit of ¥507 million, an increase of 14.5% from the same period of the previous fiscal year.

The Company posted ordinary profit of ¥627 million, which represents a decrease of 43.5% from the same period of the previous fiscal year, due mainly to the recording of foreign exchange losses.

For the first three months of the fiscal year under review, the Company recorded profit before income taxes of ¥1,071 million, which represents a decrease of 5.4% from the same period of the previous fiscal year. As a result, Komori posted profit attributable to owners of the parent totaling ¥428 million, which represents a decrease of 31.0% compared with the same period of the previous fiscal year.

Business performance by reportable segment is as follows.

1. Japan

The "Japan" reportable segment includes the Company's sales in Japan and direct sales to distributors

in certain overseas regions as well as sales of security printing presses to overseas customers. These overseas regions consist of a portion of Asia and Central and South America, as well as other regions. Reflecting the Company's performance in the above regions, net sales in the reportable segment "Japan" totaled ¥11,925 million, a year-on-year decrease of 8.5%. Operating profit totaled ¥2,013 million, a year-on-year increase of 52.4%, due in part to the changing sales mix, along with decreases in corporate spending on advertising and sales commissions.

2. North America

The "North America" reportable segment comprises sales posted by the Company's sales subsidiaries in the United States. The Company's performance in this reportable segment was affected by the operating conditions described in the section "Overview of Consolidated Net Sales by Region," above. As a result, net sales in this reportable segment totaled ¥2,074 million, virtually unchanged year on year. Operating loss totaled ¥40 million, compared with operating loss of ¥22 million in the same period of the previous fiscal year.

3. Europe

The "Europe" reportable segment consists of sales recorded by the Company's sales subsidiaries in Europe, those recorded by a subsidiary corporate group that manufactures and markets package printing presses (also in Europe), and those recorded by a subsidiary corporate group based in the region that manufactures and sells post-press machinery. As a result of the factors explained in "Overview of Consolidated Net Sales by Region," net sales in this reportable segment totaled ¥4,669 million, a year-on-year increase of 4.7%. Operating loss totaled ¥1,033 million, compared with operating loss of ¥1,072 million in the same period of the previous fiscal year.

4. Greater China

The "Greater China" reportable segment consists of sales recorded by the Company's sales subsidiaries in Hong Kong, Shenzhen (China) and Taiwan as well as those recorded by its printing machinery production and sales subsidiary in Nantong, China. As a result of the factors explained in "Overview of Consolidated Net Sales by Region," net sales in this reportable segment totaled ¥1,613 million, a year-on-year decrease of 57.7%. Operating loss totaled ¥119 million, compared with operating profit of ¥75 million in the same period of the previous fiscal year.

5. Others

"Others" includes sales recorded by the Company's sales subsidiaries in India, Singapore and Malaysia. Given the operating conditions mentioned above in "Other Regions," net sales in this reportable segment totaled ¥1,686 million, a year-on-year increase of 80.3%. Operating profit amounted to ¥150 million, representing an increase of 143.1% from the same period of the previous fiscal year.

In the first three months of the fiscal year under review, Group highlights were as follows:

- "LITHRONE GX29 advance," a new 29-inch sheet-fed offset printing press, has been added to the

(English translation of "KESSAN TANSIN" originally issued in Japanese)

LITHRONE GX/G advance EX Edition lineup. This model is capable of meeting diverse printing needs, ranging from printing on cards to pharmaceutical packaging, thanks to its outstanding imposition efficiency. It is also capable of high-quality printing on special mediums (transparent films, metallized paper, etc.), thereby delivering greater added value to customers in the package printing field. Furthermore, this model employs an upgraded operating system which, in turn, enables it to achieve high-speed production, reduce wasted sheets, and realize a world-leading level of ROI. LITHRONE GX29 advance can also be used in combination with “KP-Connect Pro,” which helps coordinate printing processes, while boasting environmentally friendly functions. Taking advantage of these features, this model is expected to achieve both a lower volume of greenhouse gas (GHG) emissions and higher productivity, assisting users in their smart factory transitions. Thus, LITHRONE GX29 advance is a next-generation printing press that will contribute to the sustainable development of the printing industry.

- Komori participated in China Print 2025, a major exhibition held in Beijing in May with the theme of “Connected Automation.” With exhibitors comprising more than 1,300 corporations and organizations (as announced by the event organizer), this exhibition was a roaring success. The Company’s exhibition included proposals on the establishment of a smart factory capable of achieving high productivity and profitability via the use of network-based data coordination and the resulting elimination of barriers hampering smooth transition between printing processes. As part of these proposals, Komori demonstrated LITHRONE GX29 advance, a new 29-inch sheet-fed offset printing press, as well as the J-throne 29 UV inkjet digital printing system. The latter is yet another product boasting a world-leading level of ROI. These two models were unveiled for the first time in the Greater China market. In addition, the Company introduced its new solutions designed to help printing companies establish a hybrid workflow employing offset presses and digital technology, with “KP-Connect Pro” serving as a core software enabling them to realize IoT of their facilities. These solutions also garnered praise from visitors.

(2) Financial Condition

Total Assets

As of June 30, 2025, total assets stood at ¥181,555 million, up ¥8,639 million (5.0%) from the end of the previous fiscal year. Key factors increasing total assets were a ¥10,282 million increase in securities, a ¥4,351 million increase in inventories, and a ¥680 million increase in current assets—other. Key factors decreasing total assets included a ¥7,193 million decrease in cash and deposits.

Liabilities and Net Assets

Liabilities as of June 30, 2025 were ¥68,220 million, up ¥10,803 million (18.8%) from the end of the previous fiscal year. Key factors increasing liabilities included a ¥9,000 million increase in bonds payable, a ¥3,764 million increase in current liabilities—other, and a ¥672 million increase in short-term loans payable. Key factors reducing liabilities included a ¥935 million decrease in notes and accounts payable—trade, a ¥922 million decrease in income taxes payable, and a ¥757 million decrease in provisions under current liabilities.

Net assets totaled ¥113,335 million, down ¥2,164 million (1.9%) from the end of the previous fiscal year. Key negative factors leading to the decrease in net assets included a ¥2,137 million decrease in retained earnings due primarily to the payment of cash dividends, and a ¥142 million decrease in remeasurements of defined benefit plans. Key positive factors included a ¥158 million increase in valuation difference on available-for-sale securities.

Equity Ratio

The equity ratio as of June 30, 2025 stood at 62.4%, down 4.4 percentage points from 66.8% at the end of the previous fiscal year.

(3) Consolidated Operating Results Forecasts and Other Information on the Future Outlook

The Company has not revised its previous forecasts, disclosed as of May 14, 2025, on the consolidated operating results for the fiscal year ending March 31, 2026.

2. CONSOLIDATED FINANCIAL STATEMENTS

(1) Consolidated Balance Sheets

| | | (In millions of yen) | |
|----------------------------|--|----------------------|-----------------|
| | | Fiscal 2025 | Fiscal 2026 |
| | | (March 31, 2025) | (June 30, 2025) |
| (ASSETS) | | | |
| Current Assets: | | | |
| | Cash and deposits | 48,148 | 40,955 |
| | Notes and accounts receivable - trade, and contract assets | 16,159 | 16,072 |
| | Electronically recorded monetary claims - operating | 2,231 | 2,152 |
| | Short-term investment securities | 11,321 | 21,603 |
| | Merchandise and finished goods | 21,228 | 22,996 |
| | Work in process | 12,378 | 14,634 |
| | Raw materials and supplies | 8,885 | 9,211 |
| | Other | 3,993 | 4,674 |
| | Allowance for doubtful accounts | (307) | (281) |
| | Total current assets | 124,039 | 132,019 |
| Non-current Assets: | | | |
| | Property, plant and equipment | | |
| | Land | 8,221 | 8,261 |
| | Other, net | 12,561 | 13,008 |
| | Total property, plant and equipment | 20,782 | 21,270 |
| | Intangible assets | | |
| | Goodwill | 1,131 | 1,035 |
| | Other | 1,357 | 1,261 |
| | Total Intangible assets | 2,488 | 2,296 |
| | Investments and other assets | 25,604 | 25,968 |
| | Total noncurrent assets | 48,875 | 49,535 |
| Total Assets | | 172,915 | 181,555 |

(1) Consolidated Balance Sheets

(In millions of yen)

| | Fiscal 2025 (March 31, 2025) | Fiscal 2026 (June 30, 2025) |
|---|---------------------------------|--------------------------------|
| (LIABILITIES) | | |
| Current Liabilities: | | |
| Notes and accounts payable - trade | 7,442 | 6,506 |
| Electronically recorded obligations - operating | 7,388 | 7,155 |
| Short-term loans payable | 191 | 863 |
| Current portion of bonds payable | 10,000 | 10,000 |
| Income taxes payable | 2,110 | 1,187 |
| Provisions | 2,177 | 1,420 |
| Other | 23,853 | 27,618 |
| Total current liabilities | 53,163 | 54,751 |
| Non-current Liabilities: | | |
| Bonds payable | - | 9,000 |
| Long-term loans payable | 114 | 101 |
| Net defined benefit liability | 970 | 1,111 |
| Provisions | 24 | 20 |
| Other | 3,143 | 3,234 |
| Total non-current liabilities | 4,252 | 13,468 |
| Total Liabilities | 57,416 | 68,220 |
| (NET ASSETS) | | |
| Shareholders' Equity: | | |
| Capital stock | 37,714 | 37,714 |
| Capital surplus | 37,286 | 37,286 |
| Retained earnings | 31,306 | 29,168 |
| Treasury share | (380) | (380) |
| Total shareholders' equity | 105,927 | 103,789 |
| Accumulated Other Comprehensive Income: | | |
| Valuation difference on available-for-sale securities | 5,601 | 5,759 |
| Foreign currency translation adjustment | 2,958 | 2,917 |
| Remeasurements of defined benefit plans | 1,011 | 868 |
| Total accumulated other comprehensive income | 9,571 | 9,545 |
| Total Net Assets | 115,499 | 113,335 |
| Total Liabilities and Net Assets | 172,915 | 181,555 |

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

For the three months ended June 30, 2025 and 2024

(In millions of yen)

| | Fiscal 2025 (April 1, 2024 to June 30, 2024) | Fiscal 2026 (April 1, 2025 to June 30, 2025) |
|---|---|---|
| Net Sales | 24,313 | 22,538 |
| Cost of Sales | 15,641 | 14,319 |
| Gross profit | 8,672 | 8,218 |
| Selling, General and Administrative Expenses | 8,229 | 7,711 |
| Operating profit | 442 | 507 |
| Non-Operating Income | | |
| Interest income | 59 | 57 |
| Dividends income | 182 | 186 |
| Foreign exchange gains | 415 | - |
| Other | 56 | 97 |
| Total non-operating income | 713 | 341 |
| Non-Operating Expenses | | |
| Interest expenses | 26 | 56 |
| Bond issuance cost | - | 48 |
| Foreign exchange losses | - | 106 |
| Other | 18 | 10 |
| Total non-operating expenses | 45 | 221 |
| Ordinary profit | 1,111 | 627 |
| Extraordinary Income | | |
| Gain on sale of non-current assets | 1 | 129 |
| Gain on sale of investment securities | 4 | 319 |
| Gain on liquidation of subsidiaries | 16 | - |
| Total extraordinary income | 22 | 448 |
| Extraordinary Loss | | |
| Loss on sale of non-current assets | 0 | 4 |
| Loss on retirement of non-current assets | 1 | 0 |
| Total extraordinary loss | 1 | 4 |
| Profit before income taxes | 1,132 | 1,071 |
| Income taxes -current | 416 | 1,048 |
| Income taxes -deferred | 94 | (406) |
| Total income taxes | 510 | 642 |
| Profit | 621 | 428 |
| Profit attributable to owners of parent | 621 | 428 |

Consolidated Statements of Comprehensive Income

For the three months ended June 30, 2025 and 2024

(In millions of yen)

| | Fiscal 2025 | Fiscal 2026 |
|---|----------------------------------|----------------------------------|
| | (April 1, 2024 to June 30, 2024) | (April 1, 2025 to June 30, 2025) |
| Profit | 621 | 428 |
| Other comprehensive income | | |
| Valuation difference on available-for-sale securities | (754) | 158 |
| Foreign currency translation adjustment | 874 | (41) |
| Remeasurements of defined benefit plans, net of tax | (18) | (142) |
| Total other comprehensive income | 101 | (26) |
| Comprehensive Income | 723 | 402 |
| Comprehensive income attributable to: | | |
| Comprehensive income attributable to owners of parent | 723 | 402 |

**(3) Notes Regarding Quarterly Consolidated Financial Statements
(Notes on Premise as a Going Concern)**

None

(Notes in the Case of a Significant Change in Shareholders' Equity)

None

(Notes on Cash Flow Statements)

The Company has not prepared quarterly consolidated cash flow statements for the first three months of the fiscal year under review. In addition, the amount of depreciation and amortization recorded in the first three months of the fiscal year under review (including the amortization of other intangible assets than goodwill), along with the amortization of goodwill, is as stated below.

| | Three Months from April 1, 2024 to June 30, 2024 | Three Months from April 1, 2025 to June 30, 2025 |
|-------------------------------|---|---|
| Depreciation and amortization | ¥542 million | ¥566 million |
| Amortization of goodwill | ¥72 million | ¥61 million |

(Notes on Segment Information, etc.)

Segment Information

I. Three months from April 1, 2024 to June 30, 2024

1. Information concerning net sales and operating profit (loss) by reportable segment

(In millions of yen)

| | Reportable Segment | | | | | Others (Note) | Total | Adjustment | Amounts as Presented in Consolidated Financial Statements |
|-------------------------------|--------------------|------------------|---------|------------------|----------|------------------|--------|------------|---|
| | Japan | North America | Europe | Greater China | Subtotal | | | | |
| Net sales | | | | | | | | | |
| Sales to outside customers | 13,030 | 2,074 | 4,461 | 3,812 | 23,377 | 935 | 24,313 | — | 24,313 |
| Intersegment sales | 5,952 | 0 | 83 | 390 | 6,427 | 35 | 6,463 | — | 6,463 |
| Total | 18,982 | 2,075 | 4,544 | 4,202 | 29,805 | 970 | 30,776 | — | 30,776 |
| Operating profit (Loss) | 1,321 | (22) | (1,072) | 75 | 302 | 61 | 363 | 79 | 442 |

Note: Others includes the Company's business activities conducted outside the reportable segments, namely, those undertaken by sales subsidiaries in India, Singapore and Malaysia.

2. Adjustments for differences between total amounts of operating profit in reportable segments and corresponding amounts as presented in quarterly consolidated statements of income

(In millions of yen)

| Operating profit | Amounts |
|---|---------|
| Total operating profit in reportable segments | 302 |
| Operating profit in others | 61 |
| Adjustments for inventories | 166 |
| Eliminations | 45 |
| Other adjustments | (133) |
| Total operating profit as presented in quarterly consolidated statements of income | 442 |

3. Matters related to the impairment of noncurrent assets or the recording of goodwill by reportable segment

(Significant change in the amount of goodwill)

In the reportable segment "Europe," Komori Chambon S.A.S. ("KCM"), a consolidated subsidiary of Komori Corporation, acquired a business managed by Bernal, LLC ("Bernal") in the first three months ended June 30, 2024 through Komori Chambon USA Corporation, a KCM subsidiary based in the United States. The business in question engages in the manufacture and sale of rotary die tools, as well as related services, and Bernal is one of America's leading manufactures in this field.

The abovementioned event resulted in an increase of ¥1,273 million in goodwill as of the end of the first three month of the above fiscal year.

In addition, the amount of goodwill is provisional as the allocation of acquisition cost has yet to be completed.

II. Three months from April 1, 2025 to June 30, 2025

1. Information concerning net sales and operating profit (loss) by reportable segment

(In millions of yen)

| | Reportable Segment | | | | | Others (Note1) | Total | Adjustment (Note 2) | Amounts as Presented in Consolidated Financial Statements |
|-------------------------------|--------------------|------------------|---------|------------------|----------|-------------------|--------|------------------------|---|
| | Japan | North America | Europe | Greater China | Subtotal | | | | |
| Net sales | | | | | | | | | |
| Sales to outside customers | 11,925 | 2,074 | 4,669 | 1,613 | 20,283 | 1,686 | 21,969 | 568 | 22,538 |
| Intersegment sales | 7,706 | 13 | 47 | 387 | 8,154 | 59 | 8,214 | — | 8,214 |
| Total | 19,631 | 2,087 | 4,717 | 2,001 | 28,437 | 1,746 | 30,184 | 568 | 30,752 |
| Operating profit (Loss) | 2,013 | (40) | (1,033) | (119) | 820 | 150 | 970 | (463) | 507 |

Notes:

- Others includes the Company's business activities conducted outside the reportable segments, namely, those undertaken by sales subsidiaries in India, Singapore and Malaysia.
- The breakdown of adjustments for sales to outside customers is as described below.
Transactions accounted for as agent transactions in the reportable segment include those recognized as transactions by the Company in the quarterly consolidated statement of income due to the presence of other transactional counterparties in said segment. These transactions amounted to ¥581 million. Also included are adjustments totaling negative ¥12 million that were recorded in connection with progress in intersegment transactions where revenue is recognized over the course of a certain period of time based on progress in the fulfillment of performance obligations.

2. Adjustments for differences between total amounts of operating profit in reportable segments and corresponding amounts as presented in quarterly consolidated statements of income

(In millions of yen)

| Operating profit | Amounts |
|---|---------|
| Total operating profit in reportable segments | 820 |
| Operating profit in others | 150 |
| Adjustments for inventories | (458) |
| Eliminations | 9 |
| Adjustment of progress in the fulfillment of performance obligations | (12) |
| Other adjustments | (1) |
| Total operating profit as presented in quarterly consolidated statements of income | 507 |