Consolidated Financial Results for the First Quarter of the Fiscal Year Ending March 31, 2027 (IFRS)

August 6, 2026

Company name: Kurita Water Industries Ltd. Stock exchange listing: Tokyo
Securities code: 6370 URL: https://www.kurita-water.com/en/
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Scheduled starting date of dividend payment: —
Supplementary documents for financial results: Yes
Holding of financial results briefing: Yes (Conference calls for analysts and institutional investors)

(Amounts are rounded to the nearest million)

1. Consolidated financial results for the first quarter of the fiscal year ending March 31, 2027 (from April 1, 2026 to June 30, 2026)

(1) Consolidated results of operations (%: Year-on-year change)

	Net sales		Business profit		Operating profit		Profit		Profit attributable to owners of parent		Total comprehensive income	
Three months ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	%
June 30, 2026	99,899	14.3	8,825	7.8	14,293	58.5	14,383	149.5	14,346	154.4	16,229	222.1
June 30, 2025	87,415	–	8,190	–	9,016	–	5,764	(0.2)	5,639	(1.1)	5,039	(66.8)

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2026	131.83	–
June 30, 2025	50.84	–

(Reference) Profit before tax Three months ended June 30, 2026: 14,619 million yen (63.9%)
Three months ended June 30, 2025: 8,917 million yen (-%)

(Notes) 1. Business profit is the Group's own indicator that measures constant business performance. It is net sales less cost of sales and selling, general and administrative expenses.
Although business profit is not defined by IFRS, the Group voluntarily discloses it, believing that it is beneficial for users of its financial statements.
2. Since the fourth quarter of the previous fiscal year, the Company has classified the business of Pentagon Technologies Group, Inc. as discontinued operations. Net sales, business profit, operating profit, and profit before tax are figures pertaining only to continuing operations and exclude figures from discontinued operations. Profit, profit attributable to owners of parent, and total comprehensive income encompass profits from both continuing and discontinued operations. These figures for the first quarter of the previous fiscal year have been restated in the same way, and year-on-year percentage changes for net sales, business profit, operating profit, and profit before tax are not provided.

(2) Consolidated financial condition

	Total assets	Total equity	Total equity attributable to owners of parent	Ratio of equity attributable to owners of parent
As of	Million yen	Million yen	Million yen	%
June 30, 2026	557,643	337,950	335,056	60.1
March 31, 2026	564,422	343,977	341,151	60.4

2. Dividend

	Dividend 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, 2026	–	56.00	–	56.00	112.00
Fiscal year ending March 31, 2027	–				
Fiscal year ending March 31, 2027 (forecast)		67.00	–	67.00	134.00

(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, 2027 (from April 1, 2026 to March 31, 2027)

(%: Year-on-year change)

	Net sales		Business profit		Operating profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
First half	198,000	–	23,500	–	28,000	–	24,600	43.2	228.11
Full year	425,000	5.5	61,500	7.2	65,500	12.4	50,700	217.7	475.47

(Reference) Profit before tax First half 27,800 million yen (–%) Full year 65,000 million yen (11.8%)

(Notes) 1. Since the fourth quarter of the previous fiscal year, the Company has classified the business of Pentagon Technologies Group, Inc. as discontinued operations. Net sales, business profit, operating profit, and profit before tax are figures pertaining only to continuing operations and exclude figures from discontinued operations. Profit attributable to owners of parent encompasses profits from both continuing and discontinued operations. The year-on-year percentage changes for the full-year forecasts are based on the results for the fiscal year under review, after excluding figures from discontinued operations.
2. The Company purchased treasury shares by resolution of the Board of Directors on May 14, 2026. The basic earnings per share in the forecast of consolidated financial results for the fiscal year ending March 31, 2027, takes into account the effect of the purchase of treasury shares by Board resolution.

(Note) Revisions to results forecasts most recently announced: None

* Notes
(1) Significant changes in the scope of consolidation during the period: Yes
Included: — (company name) — ; excluded: four companies (company names) Pentagon Technologies Group, Inc. and three other companies

(2) Changes in accounting policies and accounting estimates
(i) Changes in accounting policies required by IFRS: None
(ii) Changes in accounting policies other than (i) above: None
(iii) Changes in accounting estimates: None

(3) Number of issued shares (common share)

(i) Number of issued shares at the end of the period (including treasury shares):	As of June 30, 2026	116,200,694 shares
	As of March 31, 2026	116,200,694 shares
(ii) Number of treasury shares at the end of the period:	As of June 30, 2026	8,055,244 shares
	As of March 31, 2026	6,772,548 shares
(iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year):	Three months ended June 30, 2026	108,824,353 shares
	Three months ended June 30, 2025	110,917,699 shares

(Note) The total number of treasury shares at the end of the period includes shares of the Company (447,000 shares in the three months ended June 30, 2026, 447,000 shares in the fiscal year ended March 31, 2026). The Company's own shares posted as treasury shares remaining in trust are included in the treasury shares that are deducted in the calculation of the average number of shares outstanding for calculation for basic earnings per share. (447,000 shares in the three months ended June 30, 2026, 498,000 shares in the three months ended June 30, 2025).

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

* Explanation about the appropriate use of the results forecasts and other special notes

(Note on forward-looking statements, etc.)
Forward-looking statements, including the results forecasts contained in this material, are based on information currently available for the Company and certain assumptions which the Company deems reasonable. The Company does not intend to provide any guarantee on the realization on these forecasts. Actual results may differ from these forecasts and forward-looking statements due to various factors. For the conditions on which financial results forecasts are based and the notes on the use of these forecasts, please refer to "(4) Forecasts for the Fiscal Year Ending March 31, 2027" on page 7 of the accompanying materials.

* This document is an English translation of the Earnings Report for the First Quarter of the Fiscal Year Ending March 31, 2027 as reference information primarily for overseas investors. If there are any discrepancies between the Japanese version and the English version, the Japanese version shall take precedence in all cases.

Table of Contents – Attachments

1. Results of Operations 2
(1) Results of Operations 2
(2) Financial Condition 6
(3) Cash Flows 7
(4) Forecasts for the Fiscal Year Ending March 31, 2027 7
2. Condensed Quarterly Consolidated Financial Statements and Key Notes 8
(1) Condensed Quarterly Consolidated Statement of Financial Position 8
(2) Condensed Quarterly Consolidated Statement of Profit or Loss and Condensed Quarterly Consolidated Statement of Comprehensive Income 10
(3) Condensed Quarterly Consolidated Statement of Changes in Equity 12
(4) Condensed Quarterly Consolidated Statement of Cash Flows 14
(5) Notes to Condensed Quarterly Consolidated Financial Statements 16
(Notes on the Going-concern Assumption) 16
(Changes in the Method of Presentation) 16
(Segment Information) 17
(Bonds) 19
(Notes in the Event of Significant Changes in Shareholders’ Equity) 19
(Net Sales) 20
(Per Share Information) 21
(Other Income) 21
(Discontinued Operations) 22

1. Results of Operations

(1) Results of Operations

1) Three Months Ended June 30, 2026 (April 1, 2026 - June 30, 2026)

During the three months ended June 30, 2026, the global economy experienced ongoing uncertainty due to worsening conditions in the Middle East, which caused rising prices. Despite this difficult environment, the global economy continued to recover moderately overall.

In Japan, production in the manufacturing industry showed weakness, especially in the petrochemical sector, due to stagnant crude oil imports from the Middle East. However, the economy achieved a moderate recovery overall. Capital expenditures continued to improve, driven by strong corporate earnings. Overseas, the U.S. economy saw moderate growth. European economies also maintained a similarly modest growth trend.

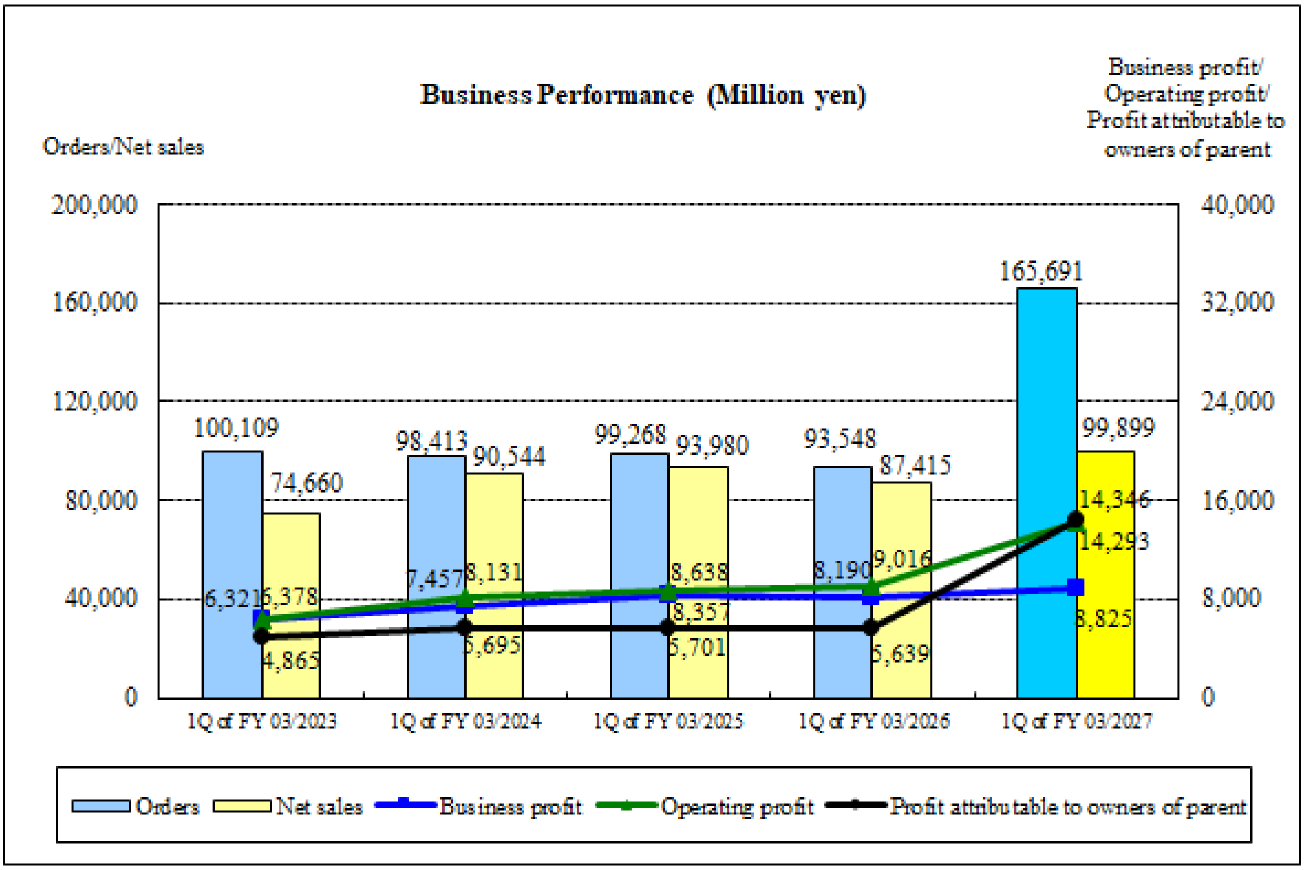
In China, domestic demand was weak, and the economy slowed. Meanwhile, other Asian countries experienced moderate growth, partly due to increased capital investment, particularly in AI semiconductors.

In this environment, the Company decided on May 13, 2026 to transfer the shares in Pentagon Technologies Group, Inc. (Electronics Industry), which operated a precision tool cleaning business primarily in the United States. The share transfer was completed on June 30. Since the fourth quarter of the previous fiscal year, the assets of Pentagon Technologies Group, Inc. have met the criteria for classification as assets held for sale under IFRS 5 Non-current Assets Held for Sale and Discontinued Operations. The Group has thus classified the business of Pentagon Technologies Group, Inc. as discontinued operations. The presentation of its consolidated financial statements for the first quarter under review has been updated, and the condensed quarterly consolidated financial statements and notes for the first quarter of the previous fiscal year have been restated to align with the new presentation.

These initiatives resulted in a total of 165,691 million yen in consolidated orders for continuing operations, a 77.1% increase year on year. Net sales increased 14.3%, to 99,899 million yen. Business profit* increased 7.8%, to 8,825 million yen, operating profit was 14,293 million yen, up 58.5%, profit before tax was 14,619 million yen, rising 63.9%, and profit attributable to owners of parent, which encompasses profits from both continuing and discontinued operations, came to 14,346 million yen, up 154.4%.

During the first quarter of the fiscal year under review, other income of 5,908 million yen and other expenses of 439 million yen were posted in continuing operations. Other income increased 4,814 million yen from the previous fiscal year. This increase was chiefly due to exchange differences on translation of foreign operations of 5,021 million yen, which was recorded in other income following the completion of the aforementioned transfer of the shares of Pentagon Technologies Group, Inc.

* Business profit is the Group's own indicator that measures constant business performance. It is net sales less cost of sales and selling, general and administrative expenses. Although business profit is not defined by IFRS, the Group voluntarily discloses it, believing that it is beneficial for users of its financial statements.



(Note) Since the fourth quarter of the previous fiscal year, the Company has classified the business of Pentagon Technologies Group, Inc. as discontinued operations. Orders, net sales, business profit, and operating profit for the first three months of the fiscal year ending March 31, 2027 are figures pertaining only to continuing operations and exclude figures from discontinued operations. Profit attributable to owners of parent encompasses profits from both continuing and discontinued operations. These figures for the first three months of the fiscal year ended March 31, 2026 have been restated accordingly.

2) Segment Information

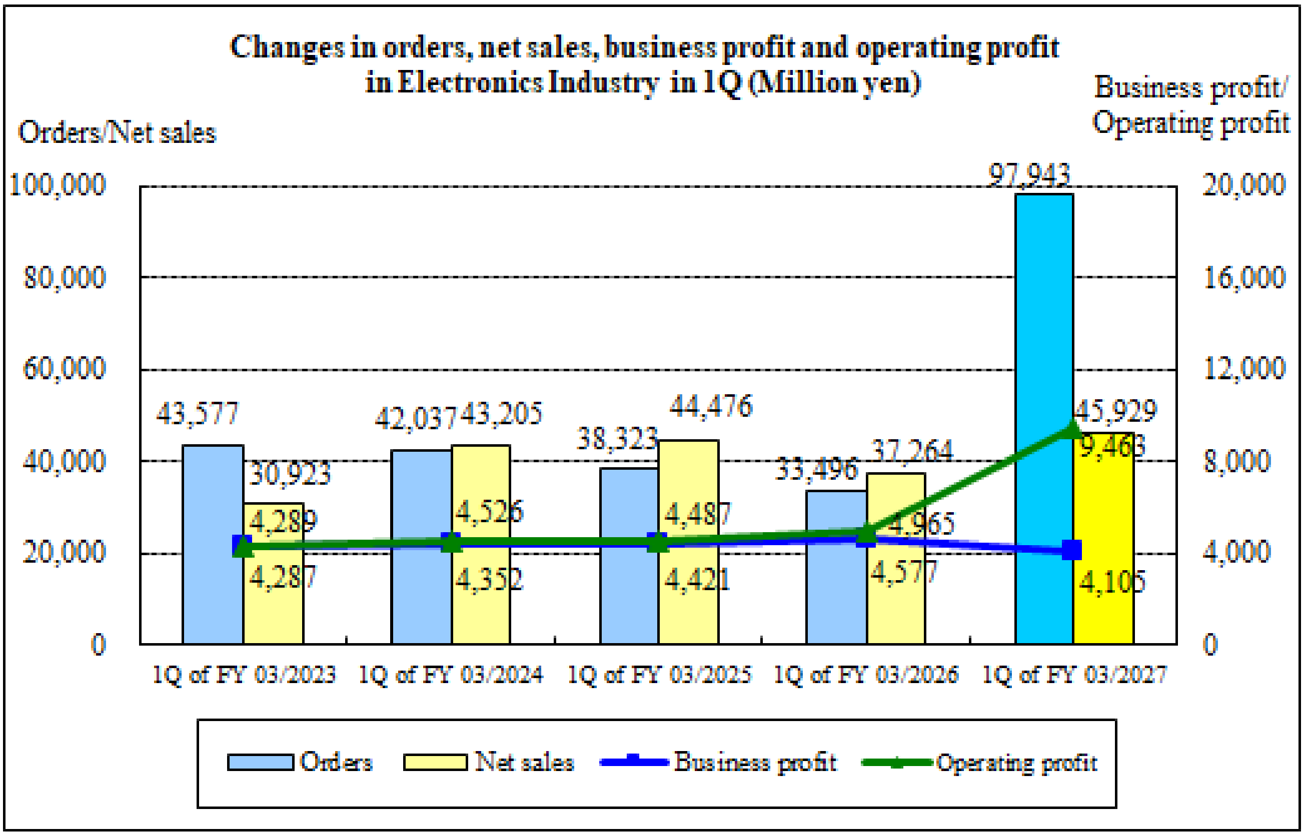
The Group has Electronics Industry and General Industry as two reportable segments in its segment information in order to formulate strategies based on an in-depth examination of the characteristics of each market and to expand solutions by combining diverse products and services, from the viewpoint of providing value to society and customers.

(i) Electronics Industry

Total Group orders for the Electronics Industry segment in continuing operations (the same applies hereinafter) were 97,943 million yen, up 192.4% versus the same period of the previous fiscal year. Orders for water treatment facilities increased significantly due to multiple large-scale projects acquired in East Asia and the United States, driven by strong global investment in building new semiconductor plants or expanding existing ones. While orders for maintenance declined, orders for recurring contract-based services increased, primarily due to a new ultrapure water supply contract.

Total Group net sales for the Electronics Industry segment amounted to 45,929 million yen, an increase of 23.3% year on year. Net sales for water treatment facilities increased due to sales from a backlog of orders. Net sales for recurring contract-based services rose for the same reason that orders increased.

In terms of profits, business profit stood at 4,105 million yen, down 10.3% year on year, chiefly due to additional costs incurred in a project. Operating profit came to 9,463 million yen, an increase of 90.6% year on year. This growth is largely attributable to exchange differences on translation of foreign operations, totaling 5,021 million yen, associated with Pentagon Technologies Group, Inc. This amount was recorded under other income.

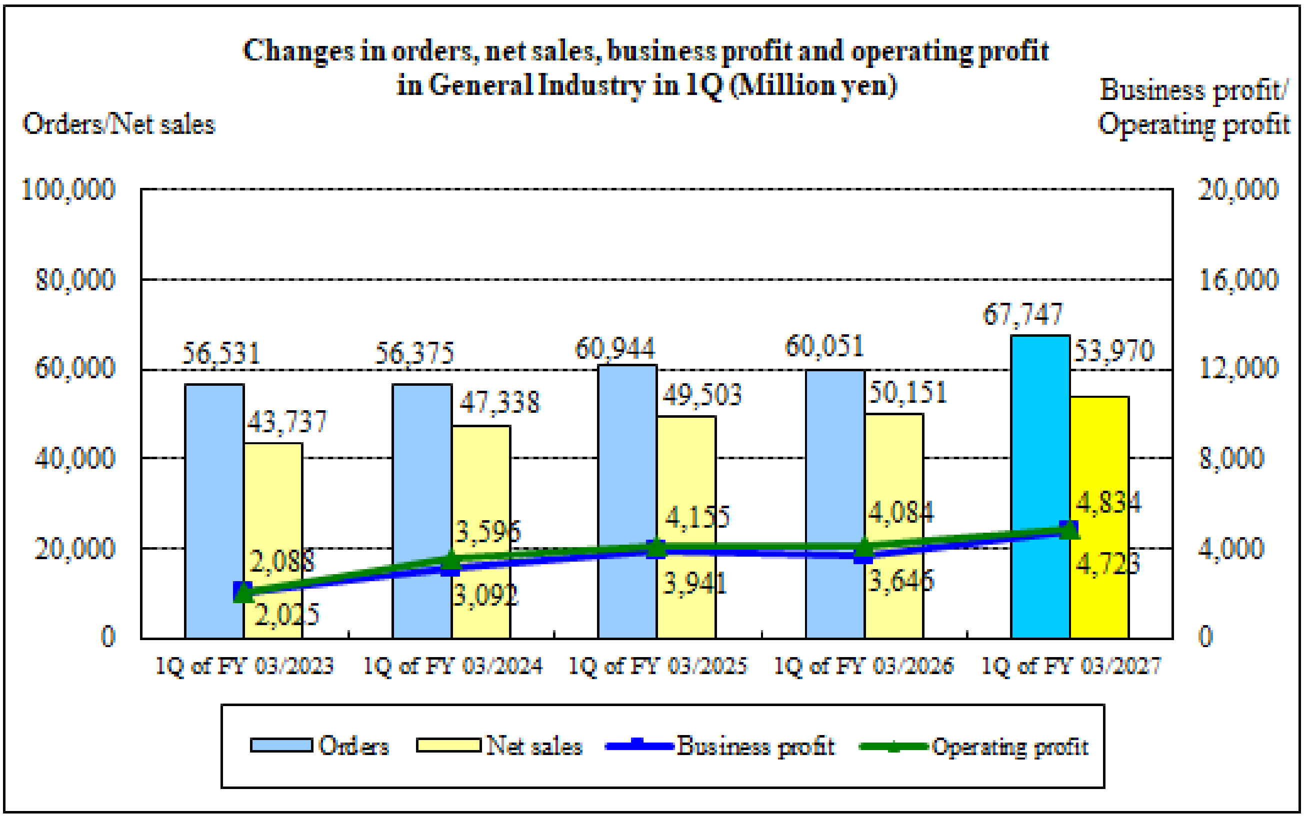


(Note) Since the fourth quarter of the previous fiscal year, the Company has classified the business of Pentagon Technologies Group, Inc. as discontinued operations. Orders, net sales, business profit, and operating profit for the first three months of the fiscal year ending March 31, 2027 are figures pertaining only to continuing operations and exclude figures from discontinued operations. These figures for the first three months of the fiscal year ended March 31, 2026 have been restated accordingly.

(ii) General Industry

Total Group orders for the General Industry segment increased 12.8% from the same period of the previous fiscal year, to 67,747 million yen. Orders for water treatment facilities increased due to orders for a large domestic project. There was also a rise in orders for maintenance and recurring contract-based services. Orders for water treatment chemicals rose due to the growth of the CSV business and the depreciation of the yen, resulting in higher amounts when converted to yen. Total Group net sales for the General Industry segment amounted to 53,970 million yen, an increase of 7.6% year on year. Net sales for water treatment facilities increased due to sales from a backlog of orders from the previous fiscal year. Net sales for maintenance declined. Net sales for water treatment chemicals rose for the same reason that orders increased. Net sales for recurring contract-based services also increased.

In terms of profits, business profit stood at 4,723 million yen, an increase of 29.5% year on year, due to higher sales and a lower cost of sales ratio, driven by higher net sales for the CSV business with high added value. Operating profit came to 4,834 million yen, up 18.4% year on year, while there was a decrease in foreign exchange gains from those reported by subsidiaries in Europe and the United States during the first quarter of the previous fiscal year.



(2) Financial Condition

Condition of Assets, Liabilities and Equity

1) Total assets: 557,643 million yen, a decrease of 6,779 million yen from the end of the previous fiscal year

Current assets totaled 241,951 million yen at the end of the first quarter, a decrease of 7,034 million yen from the end of the previous fiscal year. This was mainly due to a decrease of 4,864 million yen in trade and other receivables, and contract assets and a decline of 8,211 million yen in assets held for sale due to the transfer of the shares in Pentagon Technologies Group, Inc. These decreases were partially offset by increases of 3,620 million yen in cash and cash equivalents, excluding those included in assets held for sale, and 1,806 million yen in other current assets.

Non-current assets totaled 315,691 million yen at the end of the first quarter, an increase of 254 million yen from the end of the previous fiscal year. This was chiefly attributable to an increase of 4,352 million yen in other financial assets, partially offset by a decrease of 3,813 million yen in property, plant and equipment.

2) Liabilities: 219,693 million yen, a decrease of 752 million yen from the end of the previous fiscal year.

Current liabilities totaled 119,702 million yen at the end of the first quarter, an increase of 636 million yen from the end of the previous fiscal year. This was chiefly attributable to increases of 2,855 million yen in trade and other payables and 17,106 million yen in bonds and borrowings. These increases were partially offset by decreases of 4,073 million yen in income taxes payable, etc., 4,668 million yen in other current liabilities, and 10,349 million yen in liabilities directly associated with assets held for sale due to the transfer of the shares of Pentagon Technologies Group, Inc. Bonds and borrowings increased mainly due to the issuance of commercial paper and the transfer of a current portion of bonds payable of 10,000 million yen from non-current liabilities.

Non-current liabilities totaled 99,990 million yen at the end of the first quarter, a decrease of 1,389 million yen from the end of the previous fiscal year. This was mainly due to a decrease of 1,029 million yen in bonds and borrowings resulting from the aforementioned transfer of a current portion of bonds payable to current liabilities, despite the issuance of bonds totaling 10,000 million yen.

3) Equity: 337,950 million yen, a decrease of 6,027 million yen from the end of the previous fiscal year

The decrease in equity was primarily attributable to a decrease caused by an increase of 11,115 million yen in treasury shares that followed purchases made in the market and a decrease of 3,188 million yen in other components of equity, mainly due to a reduction in exchange differences on translation of foreign operations, which occurred following the transfer of the shares in Pentagon Technologies Group, Inc. These decreases outweighed an increase of 8,229 million yen in retained earnings.

(3) Cash Flows

Consolidated net cash and cash equivalents at the end of the first quarter totaled 65,790 million yen, an increase of 539 million yen from the end of the previous fiscal year. Cash and cash equivalents at the end of the previous fiscal year reported in the consolidated statement of cash flows stood at 65,251 million yen. This amount includes cash and cash equivalents totaling 3,081 million yen that are part of assets held for sale.

During the first quarter of the fiscal year under review, the various cash flows and related factors are outlined below.

1) Cash Flows from Operating Activities

Net cash provided by operating activities during the first quarter ended June 30, 2026 totaled 10,065 million yen, a decrease of 255 million yen from the same period of the previous fiscal year. This was chiefly due to inflows, including profit before tax of 14,619 million yen, profit before tax from discontinued operations of 3,193 million yen, depreciation, amortization and impairment losses of 8,989 million yen, and a decrease in trade and other receivables, and contract assets of 4,569 million yen, partially offset by outflows that included income taxes paid of 9,725 million yen, a realized gain on exchange differences on translation of foreign operations of 5,021 million yen, and other (primarily a decrease in accrued consumption taxes) of 5,790 million yen.

2) Cash Flows from Investing Activities

Net cash used in investing activities totaled 7,240 million yen, a decrease of 2,875 million yen from the same period of the previous fiscal year. Cash was used mainly for the purchase of property, plant and equipment of 4,061 million yen, payments for the sale of subsidiaries of 2,516 million yen, and the purchase of investment securities of 957 million yen.

3) Cash Flows from Financing Activities

Net cash used in financing activities totaled 2,813 million yen, a decrease of 7,897 million yen from the same period of the previous fiscal year. Cash was used mainly for the purchase of treasury shares of 11,113 million yen, dividends paid of 6,230 million yen, and repayments of lease liabilities of 1,471 million yen, which were partially offset by a net increase in short-term borrowings and commercial paper of 7,131 million yen due to the issuance of commercial paper and proceeds from issuance of bonds of 9,955 million yen.

The Group’s basic policy is to constantly secure the liquidity necessary for business operations and establish a stable fundraising system. Short-term working capital, capital investment and other investments in growth fields depend chiefly on the Group’s own funds, but the Group procures financing through bond markets and bank loans as needed. As of the end of the first quarter of the fiscal year under review, the Group has concluded commitment line contracts with two financial institutions (no borrowing executed and the unused commitment balance totaled 20,000 million yen).

(4) Forecasts for the Fiscal Year Ending March 31, 2027

The Group considers that consolidated earnings forecasts for the fiscal year ending March 31, 2027 will be consistent with the forecast for the first half of the fiscal year ending March 31, 2027 and for the full fiscal year stated in the “Notice Regarding Recognition of Gain on Transfer of Subsidiary Shares and Revision of Business Forecast” released on July 29, 2026. The business forecasts are made by the Company based on information available at the time of publication of this report and may differ from actual results due to changes in a range of factors.

2. Condensed Quarterly Consolidated Financial Statements and Key Notes

(1) Condensed Quarterly Consolidated Statement of Financial Position

(Million yen)

	As of March 31, 2026	As of June 30, 2026
Assets		
Current assets		
Cash and cash equivalents	62,170	65,790
Trade and other receivables, and contract assets	145,633	140,769
Other financial assets	5,018	4,891
Inventories	20,352	21,096
Other current assets	7,598	9,404
Subtotal	240,773	241,951
Assets held for sale	8,211	–
Total current assets	248,985	241,951
Non-current assets		
Property, plant and equipment	186,762	182,949
Right-of-use assets	17,863	17,845
Goodwill	61,497	62,261
Intangible assets	15,395	15,056
Investments accounted for using equity method	1,684	1,793
Other financial assets	23,484	27,836
Deferred tax assets	8,291	7,490
Other non-current assets	458	457
Total non-current assets	315,437	315,691
Total assets	564,422	557,643

(Million yen)

	As of March 31, 2026	As of June 30, 2026
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	53,452	56,307
Bonds and borrowings	15,884	32,990
Lease liabilities	4,781	4,722
Income taxes payable	11,378	7,305
Provisions	2,414	2,237
Other current liabilities	20,805	16,137
Subtotal	108,717	119,702
Liabilities directly associated with assets held for sale	10,349	–
Total current liabilities	119,066	119,702
Non-current liabilities		
Bonds and borrowings	63,945	62,916
Lease liabilities	14,441	14,418
Other financial liabilities	1,021	1,009
Retirement benefit liability	17,537	17,692
Provisions	2,937	2,973
Deferred tax liabilities	614	322
Other non-current liabilities	881	658
Total non-current liabilities	101,379	99,990
Total liabilities	220,445	219,693
Equity		
Share capital	13,450	13,450
Capital surplus	(21)	(43)
Treasury shares	(27,119)	(38,234)
Other components of equity	40,090	36,902
Retained earnings	314,750	322,979
Equity attributable to owners of parent	341,151	335,056
Non-controlling interests	2,826	2,893
Total equity	343,977	337,950
Total liabilities and equity	564,422	557,643

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

Condensed quarterly consolidated statement of profit or loss

(Million yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Continuing operations		
Net sales	87,415	99,899
Cost of sales	55,917	65,846
Gross profit	31,497	34,053
Selling, general and administrative expenses	23,306	25,228
Other income	1,094	5,908
Other expenses	268	439
Operating profit	9,016	14,293
Finance income	241	869
Finance costs	354	557
Share of profit of investments accounted for using equity method	13	13
Profit before tax	8,917	14,619
Income tax expense	2,936	3,902
Profit from continuing operations	5,981	10,717
Discontinued operations		
Profit (loss) from discontinued operations	(216)	3,665
Profit	5,764	14,383
Profit attributable to		
Owners of parent	5,639	14,346
Non-controlling interests	125	37
Profit	5,764	14,383
Earnings (loss) per share		
Continuing operations	53.09	98.11
Discontinued operations	(2.25)	33.72
Basic earnings per share (yen)	50.84	131.83
Diluted earnings per share		
Continuing operations	–	–
Discontinued operations	–	–
Diluted earnings per share (yen)	–	–

Condensed quarterly consolidated statement of comprehensive income

(Million yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Profit	5,764	14,383
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Financial assets measured at fair value through other comprehensive income	206	538
Remeasurements of defined benefit plans	–	10
Total of items that will not be reclassified to profit or loss	206	549
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	(900)	1,262
Cash flow hedges	(8)	(10)
Share of other comprehensive income of investments accounted for using equity method	(22)	43
Total of items that may be reclassified to profit or loss	(931)	1,296
Other comprehensive income, net of tax	(725)	1,846
Comprehensive income for the period	5,039	16,229
Comprehensive income attributable to		
Owners of parent	5,011	16,190
Non-controlling interests	27	38
Comprehensive income for the period	5,039	16,229

(3) Condensed Quarterly Consolidated Statement of Changes in Equity

Three months ended June 30, 2025 (April 1, 2025 - June 30, 2025)

(Million yen)

	Total equity attributable to owners of parent					
				Other components of equity		
	Share capital	Capital surplus	Treasury shares	Exchange differences on translation of foreign operations	Cash flow hedges	Financial assets measured at fair value through other comprehensive income
Balance as of April 1, 2025	13,450	8	(12,200)	21,067	33	3,688
Profit	–	–	–	–	–	–
Other comprehensive income	–	–	–	(825)	(8)	206
Comprehensive income	–	–	–	(825)	(8)	206
Purchase of treasury shares	–	–	(12,237)	–	–	–
Dividends	–	–	–	–	–	–
Share-based payment transactions	–	(18)	3	–	–	–
Other	–	(3)	–	–	–	–
Total transactions with owners	–	(21)	(12,233)	–	–	–
Balance as of June 30, 2025	13,450	(12)	(24,433)	20,241	25	3,894

(Million yen)

	Total equity attributable to owners of parent			Non-controlling interests	Total
	Other components of equity				
	Total	Retained earnings	Total		
Balance as of April 1, 2025	24,789	309,978	336,027	2,477	338,504
Profit	–	5,639	5,639	125	5,764
Other comprehensive income	(627)	–	(627)	(97)	(725)
Comprehensive income	(627)	5,639	5,011	27	5,039
Purchase of treasury shares	–	–	(12,237)	–	(12,237)
Dividends	–	(5,328)	(5,328)	(49)	(5,378)
Share-based payment transactions	–	–	(14)	–	(14)
Other	–	(3)	(6)	–	(6)
Total transactions with owners	–	(5,331)	(17,586)	(49)	(17,636)
Balance as of June 30, 2025	24,161	310,286	323,452	2,455	325,907

Three months ended June 30, 2026 (April 1, 2026 - June 30, 2026)

(Million yen)

	Total equity attributable to owners of parent					
				Other components of equity		
	Share capital	Capital surplus	Treasury shares	Exchange differences on translation of foreign operations	Cash flow hedges	Financial assets measured at fair value through other comprehensive income
Balance as of April 1, 2026	13,450	(21)	(27,119)	34,558	17	5,514
Profit	–	–	–	–	–	–
Other comprehensive income	–	–	–	1,305	(10)	538
Comprehensive income	–	–	–	1,305	(10)	538
Purchase of treasury shares	–	–	(11,114)	–	–	–
Dividends	–	–	–	–	–	–
Share-based payment transactions	–	(21)	–	–	–	–
Transfer from other components of equity to retained earnings	–	–	–	–	–	–
Other	–	–	–	(5,021)	–	–
Total transactions with owners	–	(21)	(11,114)	(5,021)	–	–
Balance as of June 30, 2026	13,450	(43)	(38,234)	30,842	7	6,052

(Million yen)

	Total equity attributable to owners of parent				Non-controlling interests	Total
	Other components of equity		Retained earnings	Total		
	Remeasurements of defined benefit plans	Total				
Balance as of April 1, 2026	–	40,090	314,750	341,151	2,826	343,977
Profit	–	–	14,346	14,346	37	14,383
Other comprehensive income	10	1,844	-	1,844	1	1,846
Comprehensive income	10	1,844	14,346	16,190	38	16,229
Purchase of treasury shares	–	–	–	(11,114)	–	(11,114)
Dividends	–	–	(6,127)	(6,127)	(102)	(6,230)
Share-based payment transactions	–	–	–	(21)	–	(21)
Transfer from other components of equity to retained earnings	(10)	(10)	10	–	–	–
Other	–	(5,021)	–	(5,021)	132	(4,889)
Total transactions with owners	(10)	(5,032)	(6,116)	(22,285)	29	(22,256)
Balance as of June 30, 2026	–	36,902	322,979	335,056	2,893	337,950

(4) Condensed Quarterly Consolidated Statement of Cash Flows

(Million yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Cash flows from operating activities		
Profit before tax	8,917	14,619
Profit (loss) before tax from discontinued operations	(278)	3,193
Depreciation, amortization and impairment losses	8,696	8,989
Share of loss (profit) of investments accounted for using equity method	(13)	(13)
Realized gain on exchange differences on translation of foreign operations	–	(5,021)
Loss (gain) on sale of fixed assets	(17)	(444)
Decrease (increase) in inventories	(778)	(1,376)
Decrease (increase) in trade and other receivables, and contract assets	5,518	4,569
Increase (decrease) in trade and other payables	(2,562)	1,407
Other	(3,096)	(5,790)
Subtotal	16,383	20,132
Interest received	148	259
Dividends received	101	92
Interest paid	(197)	(693)
Income taxes paid	(6,115)	(9,725)
Net cash provided by (used in) operating activities	10,320	10,065

(Million yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Cash flows from investing activities		
Payments into time deposits	(1,769)	(110)
Proceeds from withdrawal of time deposits	1,023	305
Purchase of property, plant and equipment	(8,509)	(4,061)
Proceeds from sale of property, plant and equipment	575	413
Purchase of intangible assets	(989)	(478)
Purchase of investment securities	(0)	(957)
Payments for the sale of subsidiaries	–	(2,516)
Other	(445)	165
Net cash provided by (used in) investing activities	(10,115)	(7,240)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings and commercial paper	9,097	7,131
Repayments of long-term borrowings	(1,079)	(1,084)
Proceeds from issuance of bonds	–	9,955
Purchase of treasury shares	(12,237)	(11,113)
Repayments of lease liabilities	(1,281)	(1,471)
Dividends paid	(5,209)	(6,230)
Net cash provided by (used in) financing activities	(10,710)	(2,813)
Effect of exchange rate changes on cash and cash equivalents	1,160	526
Net increase (decrease) in cash and cash equivalents	(9,345)	539
Cash and cash equivalents at beginning of period	62,951	65,251
Cash and cash equivalents at end of period	53,606	65,790

(5) Notes to Condensed Quarterly Consolidated Financial Statements

(Notes on the Going-concern Assumption)

Not applicable

(Changes in the Method of Presentation)

Since the fourth quarter of the previous fiscal year, the Company has classified the business of Pentagon Technologies Group, Inc. as discontinued operations. Accordingly, the condensed quarterly consolidated statement of profit or loss, condensed quarterly consolidated statement of cash flows and related notes for the first three months of the previous fiscal year have been reclassified to conform to the presentation format for the first three months of the current fiscal year.

(Condensed quarterly consolidated statement of cash flows)

"Purchase of investment securities," which was included in "Other" in cash flows from investing activities for the first three months of the previous fiscal year, is presented separately for the first three months of the fiscal year under review due to an increase in its materiality. To reflect this change in presentation, the Company has reclassified its condensed quarterly consolidated statement of cash flows for the first three months of the previous fiscal year.

The -445 million yen recorded in the "Other" item of cash flows from investing activities in the condensed quarterly consolidated statement of cash flows for the first three months of the previous fiscal year is now presented as -0 million yen in "purchase of investment securities" and -445 million yen in "Other."

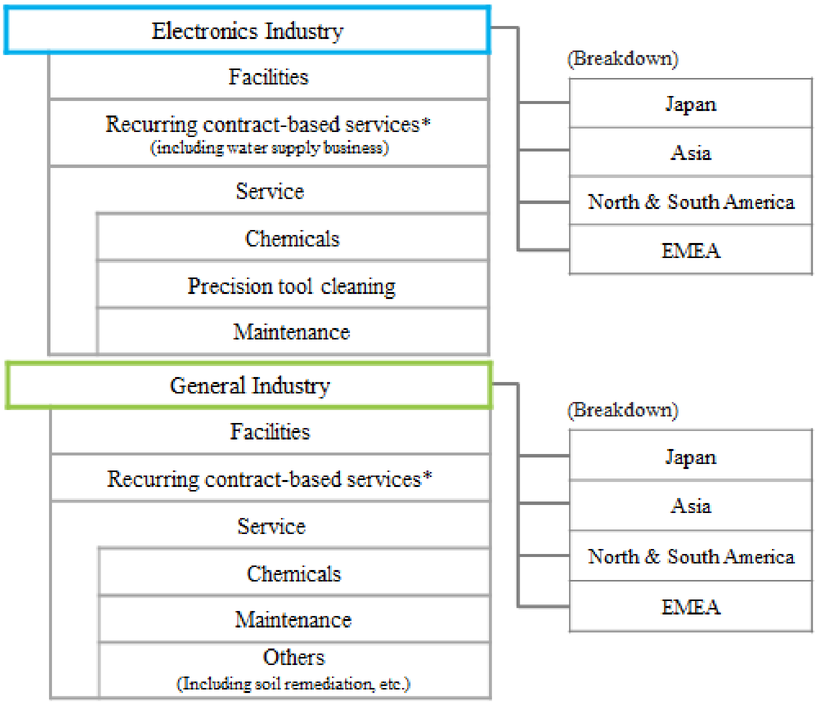
(Segment Information)

(1) Overview of Reportable Segments

The Company's reportable segments are components of the Group about which separate financial information is available. These segments are subject to periodic review to enable the Company's board of directors to decide how to allocate resources and assess performance.

The Group has Electronics Industry and General Industry as two reportable segments in order to formulate strategies based on an in-depth examination of the characteristics of each market and to expand solutions by combining diverse products and services, from the viewpoint of providing value to society and customers.

Since the fourth quarter of the previous fiscal year, the Group has classified the business of Pentagon Technologies Group, Inc. as discontinued operations. The segment information is prepared based on continuing operations. The financial figures for Pentagon Technologies Group, Inc. for the first quarter of the previous fiscal year, which were part of the Electronics Industry segment, are not included in the information below. The data presented here pertains only to continuing operations.



* With this business structure, a certain amount of revenue according to the value of services provided is consistently secured.

(2) Information of Reportable Segments

Three months ended June 30, 2025 (April 1, 2025 - June 30, 2025)

(Million yen)

	Reportable Segments		Total	Adjustments (note 1)	Amounts reported on the condensed quarterly consolidated statement of profit or loss (note 2)
	Electronics Industry	General Industry			
Net sales					
Sales to external customers	37,264	50,151	87,415	–	87,415
Intersegment sales and transfers	–	–	–	–	–
Total	37,264	50,151	87,415	–	87,415
Segment profit	4,965	4,084	9,050	(33)	9,016
Finance income					241
Finance costs					354
Share of profit of investments accounted for using equity method					13
Profit before tax					8,917

(Notes) 1. Adjustments to segment profit include the elimination of intersegment transactions, etc.
2. Segment profit shows the amount of operating profit.

Three months ended June 30, 2026 (April 1, 2026 - June 30, 2026)

(Million yen)

	Reportable Segments		Total	Adjustments (note 1)	Amounts reported on the condensed quarterly consolidated statement of profit or loss (note 2)
	Electronics Industry	General Industry			
Net sales					
Sales to external customers	45,929	53,970	99,899	–	99,899
Intersegment sales and transfers	–	–	–	–	–
Total	45,929	53,970	99,899	–	99,899
Segment profit	9,463	4,834	14,297	(3)	14,293
Finance income					869
Finance costs					557
Share of profit of investments accounted for using equity method					13
Profit before tax					14,619

(Notes) 1. Adjustments to segment profit include the elimination of intersegment transactions, etc.
2. Segment profit shows the amount of operating profit.

(3) Information Related to Products and Services

Net sales to external customers for the primary product and service lines are as follows.

(Million yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Electronics Industry		
Facilities	14,376	21,340
Recurring contract-based services	13,219	14,464
Chemicals	2,766	3,158
Precision tool cleaning	1,942	2,213
Maintenance	4,959	4,753
Subtotal	37,264	45,929
General Industry		
Facilities	5,873	6,659
Recurring contract-based services	3,014	3,341
Chemicals	28,060	31,613
Maintenance	11,391	10,784
Other	1,811	1,572
Subtotal	50,151	53,970
Total	87,415	99,899

(Bonds)

Three months ended June 30, 2025 (April 1, 2025 - June 30, 2025)

No bonds were issued or redeemed.

Three months ended June 30, 2026 (April 1, 2026 - June 30, 2026)

The bonds issued are described below.

Name	Issue	Issue date	Total amount issued (million yen)	Interest rate (%)	Redemption period
Kurita Water Industries	Fourth series of unsecured bonds	June 18, 2026	10,000	2.246	June 18, 2031

No bonds were redeemed.

(Notes in the Event of Significant Changes in Shareholders' Equity)

The Company purchased 1,282,600 shares of treasury shares by resolution of the Board of Directors on May 14, 2026. Consequently, treasury shares increased by 11,112 million yen.

(Net Sales)

The table below presents a breakdown of net sales for each reportable segment based on contracts with customers.

Three months ended June 30, 2025 (April 1, 2025 - June 30, 2025)

(Million yen)

	Reportable Segments		Amounts reported on the condensed quarterly consolidated statement of profit or loss
	Electronics Industry	General Industry	
Japan	20,000	25,498	45,498
Asia	15,459	5,561	21,020
North & South America	1,163	10,722	11,885
EMEA	640	8,369	9,010
Total	37,264	50,151	87,415

(Notes)
1. Net sales are broken down by countries or regions based on the locations of the Company or its consolidated subsidiaries. EMEA stands for Europe, the Middle East and Africa.
2. Net sales recorded at the Company's business locations in Europe during the three months ended June 30, 2025, are included in net sales for EMEA.
3. Net sales in the United States, which are included in North & South America, are 9,996 million yen. Within this total, net sales in the Electronics Industry and the General Industry are 1,163 million yen and 8,833 million yen, respectively.

Three months ended June 30, 2026 (April 1, 2026 - June 30, 2026)

(Million yen)

	Reportable Segments		Amounts reported on the condensed quarterly consolidated statement of profit or loss
	Electronics Industry	General Industry	
Japan	22,023	26,405	48,429
Asia	19,309	5,661	24,970
North & South America	2,221	12,577	14,799
EMEA	2,374	9,325	11,700
Total	45,929	53,970	99,899

(Notes)
1. Net sales are broken down by countries or regions based on the locations of the Company or its consolidated subsidiaries. EMEA stands for Europe, the Middle East and Africa.
2. Net sales recorded at the Company's business locations in the United States during the three months ended June 30, 2026, are included in net sales for North & South America.
3. Net sales recorded at the Company's business locations in Europe during the three months ended June 30, 2026, are included in net sales for EMEA.
4. Net sales in the United States, which are included in North & South America, are 12,310 million yen. Within this total, net sales in the Electronics Industry and the General Industry are 2,221 million yen and 10,089 million yen, respectively.

(Per Share Information)

Basic earnings (loss) per share and the basis for its calculation are shown below.

(Million yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Profit (loss) attributable to owners of parent	5,639	14,346
Continuing operations	5,888	10,676
Discontinued operations	(249)	3,669
Amount not attributed to common stockholders	–	–
Profit (loss) that is used for calculating basic earnings per share	5,639	14,346
Continuing operations	5,888	10,676
Discontinued operations	(249)	3,669
Average number of common shares outstanding	110,917,699	108,824,353
Basic earnings (loss) per share (yen)	50.84	131.83
Continuing operations	53.09	98.11
Discontinued operations	(2.25)	33.72

(Notes) 1. Because there are no dilutive shares, diluted earnings per share are not stated.

2. The Company's own shares posted as treasury shares remaining in trust are included in the treasury shares that are deducted in the calculation of the average number of shares outstanding for calculation for basic earnings per share. (498,000 shares in the first quarter of the fiscal year ended March 31, 2026, 447,000 shares in the first quarter of the fiscal year ending March 31, 2027)

(Other Income)

Three months ended June 30, 2025 (April 1, 2025 - June 30, 2025)

Information is omitted due to the absence of significant events.

Three months ended June 30, 2026 (April 1, 2026 - June 30, 2026)

In the first quarter under review, a realized gain on exchange differences on translation of foreign operations of 5,021 million yen was recorded in other income. This income was recognized upon the realization of exchange differences on translation of foreign operations related to the transfer of the shares of Pentagon Technologies Group, Inc.

(Discontinued Operations)

(1) Outline of discontinued operations

On May 13, 2026, the Company decided to transfer all outstanding shares of Pentagon Technologies Group, Inc. held by Kurita America Holdings Inc., a consolidated subsidiary of the Company, to AEQH20 GmbH, a subsidiary of AEQUITA GmbH & Co. KG. On the same day, the Company signed a share transfer agreement.

The assets of Pentagon Technologies Group, Inc. met the criteria for classification as assets held for sale under IFRS 5 Non-current Assets Held for Sale and Discontinued Operations. Profit or loss from Pentagon Technologies Group, Inc. has thus been classified as discontinued operations since the fourth quarter of the previous fiscal year. This reclassification is also applied to the first quarter of the previous fiscal year. The transfer of the shares of Pentagon Technologies Group, Inc. was completed on June 30, 2026.

(2) Profit (loss) from discontinued operations

(Million yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Discontinued operations		
Revenue (Note)	4,590	9,714
Expenses	4,869	6,520
Profit (loss) before tax from discontinued operations	(278)	3,193
Income tax expense	(62)	(472)
Profit (loss) from discontinued operations	(216)	3,665

(Note) This revenue includes a gain on sale of shares recognized upon the completion of the transfer of shares of Pentagon Technologies Group, Inc. in the three months ended June 30, 2026 and gain on settlement resulting from the termination of a lease contract entered into by Pentagon Technologies Group, Inc., which total 2,647 million yen.

(3) Cash flows of discontinued operations

(Million yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Net cash provided by (used in) operating activities	158	(403)
Net cash provided by (used in) investing activities (Note)	(2,425)	(2,642)
Net cash provided by (used in) financing activities	(61)	(131)
Total	(2,327)	(3,176)

(Note) This net cash used in investing activities includes payments for the sale of subsidiaries of 2,516 million yen resulting from the completion of the transfer of shares of Pentagon Technologies Group, Inc. in the three months ended June 30, 2026. This loss reflects the deduction of cash and cash equivalents held by Pentagon Technologies Group, Inc. on the date when the Company lost its control of it.