September 8, 2025

Consolidated Financial Results for the Nine Months Ended July 31, 2025 (Under Japanese GAAP)

Company name: Hagihara Industries Inc.
Listing: Tokyo Stock Exchange
Securities code: 7856
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Scheduled date to commence dividend payments: -
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: None

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

1. Consolidated financial results for the nine months ended July 31, 2025 (from November 1, 2024 to July 31, 2025)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Nine months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
July 31, 2025	24,044	(1.5)	1,332	(22.5)	1,488	(23.1)	1,557	20.8
July 31, 2024	24,408	5.0	1,720	19.9	1,935	16.1	1,289	(55.1)

Note: Comprehensive income For the nine months ended July 31, 2025: ¥1,533 million [(10.0)%]
For the nine months ended July 31, 2024: ¥1,704 million [(37.6)%]

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
July 31, 2025	111.68	110.79
July 31, 2024	93.99	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
July 31, 2025	42,368	29,835	70.3
October 31, 2024	42,583	29,098	68.1

Reference: Equity
As of July 31, 2025: ¥29,764 million
As of October 31, 2024: ¥29,004 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 October 31, 2024	-	25.00	-	35.00	60.00
Fiscal year ending October 31, 2025	-	30.00	-		
Fiscal year ending October 31, 2025 (Forecast)				35.00	65.00

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

3. Forecast of consolidated financial results for the fiscal year ending October 31, 2025 (from November 1, 2024 to October 31, 2025)

(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
Fiscal year ending October 31, 2025	34,000	2.7	2,400	14.4	2,500	14.2	2,230	46.9	162.49

Note: Revisions to the earnings forecasts 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: Yes

Note: For details, please refer to Appendix P.7 "2. Quarterly Consolidated Financial Statements and Key Notes (3) Notes on Quarterly Consolidated Financial Statements (Notes on Accounting Procedures Specific to the Preparation of Quarterly Consolidated Financial Statements)" are available.

(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: Yes

(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 July 31, 2025	14,897,600 shares
As of October 31, 2024	14,897,600 shares

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

As of July 31, 2025	901,373 shares
As of October 31, 2024	1,012,573 shares

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

Nine months ended July 31, 2025	13,947,645 shares
Nine months ended July 31, 2024	13,714,427 shares

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

* Proper use of earnings forecasts, and other special matters

(Cautions on forward-looking statements, etc.)

The forward-looking statements, including forecasts of financial results, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. However, the Company makes no guarantee that these forecasts will be achieved. Actual financial results, etc. may differ substantially due to various factors.

(Method of accessing supplementary material on financial results)

Supplementary financial results materials are disclosed on the Company's website on the same day.

Quarterly consolidated balance sheet

(Thousands of yen)

	As of October 31, 2024	As of July 31, 2025
Assets		
Current assets		
Cash and deposits	5,600,521	5,567,007
Notes and accounts receivable - trade	6,303,239	5,001,643
Electronically recorded monetary claims - operating	2,646,073	2,688,284
Merchandise and finished goods	2,345,842	2,822,797
Work in process	2,970,340	2,515,294
Raw materials and supplies	1,441,489	1,590,077
Other	668,277	989,993
Allowance for doubtful accounts	(27,068)	(37,488)
Total current assets	21,948,716	21,137,609
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	7,398,693	7,196,945
Machinery, equipment and vehicles, net	3,577,266	4,906,011
Tools, furniture and fixtures, net	417,826	358,498
Land	3,678,023	3,677,186
Construction in progress	3,104,362	2,434,292
Total property, plant and equipment	18,176,173	18,572,934
Intangible assets		
Goodwill	83,333	64,583
Other	382,264	388,693
Total intangible assets	465,598	453,277
Investments and other assets		
Insurance funds	358,201	314,373
Other	1,634,503	1,890,157
Total investments and other assets	1,992,705	2,204,530
Total non-current assets	20,634,476	21,230,741
Total assets	42,583,192	42,368,350

(Thousands of yen)

	As of October 31, 2024	As of July 31, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	1,933,288	1,939,314
Electronically recorded obligations - operating	1,585,563	1,382,459
Short-term borrowings	1,826,008	1,930,168
Income taxes payable	203,507	450,631
Provision for bonuses	656,454	352,242
Provision for product warranties	48,943	64,121
Other	2,544,410	2,257,446
Total current liabilities	8,798,175	8,376,382
Non-current liabilities		
Long-term borrowings	3,621,146	3,011,166
Retirement benefit liability	809,035	896,219
Other	255,937	248,827
Total non-current liabilities	4,686,118	4,156,213
Total liabilities	13,484,294	12,532,596
Net assets		
Shareholders' equity		
Share capital	1,778,385	1,778,385
Capital surplus	1,480,742	1,475,294
Retained earnings	25,739,619	26,384,964
Treasury shares	(1,287,648)	(1,146,337)
Total shareholders' equity	27,711,099	28,492,306
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	45,998	61,162
Deferred gains or losses on hedges	(2,216)	1,409
Foreign currency translation adjustment	956,079	1,011,259
Remeasurements of defined benefit plans	293,653	198,657
Total accumulated other comprehensive income	1,293,514	1,272,488
Share acquisition rights	70,664	50,524
Non-controlling interests	23,620	20,434
Total net assets	29,098,898	29,835,754
Total liabilities and net assets	42,583,192	42,368,350

Quarterly consolidated statement of income

(Thousands of yen)

	Nine months ended July 31, 2024	Nine months ended July 31, 2025
Net sales	24,408,187	24,044,071
Cost of sales	17,705,905	17,541,495
Gross profit	6,702,282	6,502,575
Selling, general and administrative expenses	4,982,180	5,169,790
Operating profit	1,720,102	1,332,784
Non-operating income		
Interest income	16,431	17,838
Dividend income	4,546	5,295
Insurance claim income	31,459	25,672
Foreign exchange gains	110,155	53,441
Trial products income	19,734	20,418
Other	90,713	96,645
Total non-operating income	273,042	219,311
Non-operating expenses		
Interest expenses	45,858	34,853
Other	11,411	28,592
Total non-operating expenses	57,269	63,446
Ordinary profit	1,935,874	1,488,649
Extraordinary income		
Gain on sale of investment securities	14,495	-
Subsidy income	-	800,000
Total extraordinary income	14,495	800,000
Extraordinary losses		
Loss on sale of non-current assets	2,415	-
Loss on retirement of non-current assets	6,749	-
Total extraordinary losses	9,164	-
Profit before income taxes	1,941,205	2,288,649
Income taxes	648,431	734,285
Profit	1,292,774	1,554,363
Profit (loss) attributable to non-controlling interests	3,690	(3,363)
Profit attributable to owners of parent	1,289,083	1,557,727

Quarterly consolidated statement of comprehensive income

(Thousands of yen)

	Nine months ended July 31, 2024	Nine months ended July 31, 2025
Profit	1,292,774	1,554,363
Other comprehensive income		
Valuation difference on available-for-sale securities	17,954	15,164
Deferred gains or losses on hedges	(8,925)	3,625
Foreign currency translation adjustment	398,130	55,358
Remeasurements of defined benefit plans, net of tax	4,758	(94,996)
Total other comprehensive income	411,918	(20,847)
Comprehensive income	1,704,692	1,533,516
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,703,147	1,536,701
Comprehensive income attributable to non-controlling interests	1,544	(3,185)

(Notes on segment information, etc.)

Segment Information

I. the nine months of the previous fiscal year (November 1, 2023 to July 31, 2024)

1. Information on sales and the amount of profit or loss for each reported segment, as well as information on the breakdown of revenues

(Unit: 1 thousand yen)

	Reportable segments			Reconciling items	Quarterly Consolidated Statements of Income (Note)
	Plastic products	Engineering products	Total		
Sales					
Japan	13,303,870	3,881,962	17,185,832	-	17,185,832
Asia	2,662,306	490,675	3,152,981	-	3,152,981
North America	1,698,472	1,275	1,699,747	-	1,699,747
South America	1,456,241	-	1,456,241	-	1,456,241
Europe	467,434	557	467,991	-	467,991
Oceania	438,878	-	438,878	-	438,878
Africa	6,513	-	6,513	-	6,513
Revenue generated from customer contracts	20,033,717	4,374,469	24,408,187	-	24,408,187
Other Earnings	-	-	-	-	-
Revenues from external customers	20,033,717	4,374,469	24,408,187	-	24,408,187
Transactions with other segments	-	324,881	324,881	(324,881)	-
Total	20,033,717	4,699,351	24,733,068	(324,881)	24,408,187
Segment Profit	1,368,320	351,782	1,720,102	-	1,720,102

Note: Segment profit is consistent with operating income in the quarterly consolidated statements of income.

II. the nine months of the current fiscal year (November 1, 2024 to July 31, 2025)

1. Information on sales and the amount of profit or loss for each reported segment, as well as information on the breakdown of revenues

(Unit: 1 thousand yen)

	Reportable segments			Reconciling items	Quarterly Consolidated Statements of Income (Note)
	Plastic products	Engineering products	Total		
Sales					
Japan	13,656,286	3,265,000	16,921,287	-	16,921,287
Asia	2,543,516	1,024,598	3,568,114	-	3,568,114
North America	1,271,157	3,107	1,274,264	-	1,274,264
South America	1,214,468	-	1,214,468	-	1,214,468
Europe	422,335	2,364	424,699	-	424,699
Oceania	631,289	-	631,289	-	631,289
Africa	8,222	1,724	9,947	-	9,947
Revenue generated from customer contracts	19,747,275	4,296,795	24,044,071	-	24,044,071
Other Earnings	-	-	-	-	-
Revenues from external customers	19,747,275	4,296,795	24,044,071	-	24,044,071
Transactions with other segments	-	427,312	427,312	(427,312)	-
Total	19,747,275	4,724,108	24,471,384	(427,312)	24,044,071
Segment Profit	1,060,849	271,934	1,332,784	-	1,332,784

Note: Segment profit is consistent with operating income in the quarterly consolidated statements of income.