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August 8, 2025

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

Company name: MAEZAWA KASEI INDUSTRIES CO., LTD.  
 Listing: Tokyo Stock Exchange  
 Securities code: 7925  
 URL: <https://www.maezawa-k.co.jp/>  
 Representative: Satoru Tanaka, Representative Director and President Executive Officer  
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 Scheduled date to commence dividend payments: –  
 Preparation of supplementary material on financial results: No  
 Holding of financial results briefing: No

(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	6,121	8.1	562	47.2	686	39.0	510	43.2
June 30, 2024	5,664	(1.9)	382	13.6	493	15.5	356	25.7

Note: Comprehensive income For the three months ended June 30, 2025: ¥700 million [(10.6)%]  
 For the three months ended June 30, 2024: ¥782 million [3.7%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2025	34.41	–
June 30, 2024	24.04	–

#### (2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
June 30, 2025	49,909	41,630	83.2
March 31, 2025	49,901	41,513	83.0

Reference: Equity

As of June 30, 2025: ¥41,525 million  
 As of March 31, 2025: ¥41,407 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	—	30.00	—	39.00	69.00
Fiscal year ending March 31, 2026	—				
Fiscal year ending March 31, 2026 (Forecast)		35.00	—	35.00	70.00

(Note) Revision to the most recently announced dividend forecast: None

## 3. Consolidated financial results forecast for the fiscal year ending March 31, 2026 (from 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	12,540	7.9	1,100	8.7	1,270	7.8	870	4.5	58.62
Full year	25,000	3.5	2,200	1.6	2,530	0.9	1,730	0.9	116.58

(Note) Revision to the most recently announced dividend forecast: 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

(3) Number of shares issued (common shares)

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

As of June 30, 2025	15,732,000 shares
As of March 31, 2025	15,732,000 shares

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

As of June 30, 2025	892,755 shares
As of March 31, 2025	892,755 shares

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

Three months ended June 30, 2025	14,839,245 shares
Three months ended June 30, 2024	14,839,327 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

*Disclaimer with respect to forward-looking statements*

The forward-looking statements including financial results forecast contained in this document are based on information currently available to us and certain assumptions that we believe to be reasonable. Accordingly, the Company does not guarantee the achievement of the forecast, and the actual results may differ materially due to various factors. For discussion of the assumptions and other factors considered by the Company in preparing the above financial results forecast and notes of caution for usage, please refer to “(3) Explanation of future forecast information such as consolidated performance forecasts” of “1. Overview of Financial performance” on page 3 of the attached materials.

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## 1. Overview of Financial Performance

### (1) Operating results for the quarter under review

During the first quarter under review, the Japanese economy continued to be in a moderate recovery trend supported mainly by vigorous demand from inbound tourists, despite impacts of external environments such as raw material and energy costs remaining high and continued yen depreciation. On the other hand, however, the outlook of the domestic economy has remained uncertain as we have to carefully watch the geopolitical risks surrounding the Middle Eastern situation and the impact of the U.S. tariff policy, combined with the continued stagnation in real wage associated with increasing inflation, as well as growing budget-saving and financial security awareness of consumers.

The water supply and sewerage industry and the housing equipment industry, which the Group engages in, are facing the situation where demand from residential purchasers has been supported to a certain extent by the government's housing acquisition support measures and continued low interest rates. However, their motivation to purchase a home has been slackened noticeably by, among other factors, soaring housing prices and a sense of alert over a further rising policy interest rate by the Bank of Japan. Under these circumstances, we are facing a challenging business environment as the number of new single-family housing starts, which is closely related to the Company's financial results, continued to decline.

In light of such a business environment, the Group announced on May 14, 2024 a new medium-term management plan "SHIFT 2026" that covers a three-year period from fiscal 2024 to fiscal 2026. We have positioned the coming three years as "a phase for establishing foundations for growth" in order to carve out a steady future growth trajectory, while confronting our ongoing business challenges identified in the previous medium-term management plan "Look Forward 2023." To this end, we have set out four basic policies: "Enhancing the Group's earning power and creating new corporate value," "Strengthening revenue base," "Implementing strategic investment for growth and improving capital efficiency," and "Promoting sustainability management" as well as key strategies to achieve these policies. We will work to achieve sustainable growth and improve our corporate value by steadily implementing the key strategies based on these basic policies.

Amid the tough circumstances in which the number of new single-family housing starts significantly declined year-on-year due to factors such as obligation to comply with energy-saving standards under the newly revised Building Standards Act, the operating results for the first quarter under review outperformed those for the previous fiscal year. This was mainly attributable to the ongoing effect of price revisions implemented in September 2024 and steady progress of works in the Water/Environmental Engineering segment which is positioned as a growth segment in the medium-term management plan SHIFT2026.

As a result, the Group posted net sales of 6,121 million yen (up 8.1% year-on-year) with operating profit of 562 million yen (up 47.2% year-on-year), ordinary profit of 686 million yen (up 39.0% year-on-year), and quarterly profit attributable to owners of parent of 510 million yen (up 43.2% year-on-year).

Operating results for each segment are as follows.

#### (i) Pipes and Engineering Plastic

In the Pipes and Engineering Plastic segment, while the number of new single-family housing starts remained sluggish, we continued to work hard to strengthen sales of key sales products in the areas of building equipment, exterior, and disaster prevention and secure sales of mainstay product lines. As for the key sales products, sales remained firm as a result of our active sales activities mainly targeting developers and housing manufacturers and efforts to uncover new demand through participating in large-scale general trade shows, especially those held in major cities. In mainstay product lines, despite impacts of rises in the price of some raw materials and the cost of logistics, we saw the continued effect of price revisions carried out in the previous fiscal year and strategically sold higher-margin product lines, leading to results exceeding those in the previous fiscal year.

As a result of the above, net sales amounted to 5,390 million yen (up 3.5% year-on-year) with segment profit of 509 million yen (up 35.3% year-on-year).

#### (ii) Water/Environmental Engineering

In the Water/Environmental Engineering segment, we have proposed and constructed a diversity of water treatment systems designed to allow customers to improve operating efficiency and protect the environment in their water treatment. We have also been engaged in receiving orders and performing construction work for various works in the public and private sectors, such as plumbing and sanitary equipment, and agricultural irrigation/drainage pump plants.

In the first quarter under review, large-scale private works ordered in the previous fiscal year progressed as scheduled, leading to results exceeding those in the previous fiscal year. Steady formulation of order-based projects is also in progress.

As a result of the above, net sales amounted to 508 million yen (up 154.6% year-on-year) with segment profit of 52 million yen (segment loss of 4 million yen in the first quarter of the previous fiscal year).

#### (iii) Plastic Molding

In the Plastic Molding segment, we have focused on development and sales of own-label products in order to continue promoting management with an emphasis on profitability and create new revenue sources. Under the severe business environment in which the number of orders continued to decrease, we constantly worked on improving productive efficiency and reducing fixed costs to strengthen profitability, but due to the impacts of a decrease in sales and an increase in outsourcing costs, the operating results decreased year on year.

As a result of the above, net sales amounted to 254 million yen (down 14.3% year-on-year) with segment profit of 2 million yen (down 84.4% year-on-year).

(2) Financial position for the quarter under review

Totals assets as of June 30, 2025 increased by 7 million yen from the end of the previous fiscal year to 49,909 million yen. This increase can be explained primarily by a 378 million yen increase in investment securities due to the rise in the market value of stock despite a 163 million yen decrease in cash and deposits due mainly to dividends of surplus.

Total liabilities decreased by 109 million yen from the end of the previous fiscal year to 8,278 million yen. This decrease can be explained primarily by a decrease in income tax payables of 212 million yen due mainly to payment of income tax.

Net assets increased by 117 million yen from the end of the previous fiscal year to 41,630 million yen. This is primarily attributable to an increase in valuation difference on available-for-sale securities of 193 million yen due to a rise in the stock price of investment securities.

(3) Explanation of consolidated financial results forecasts and other future outlook

There is no change to the first-half and full-year consolidated financial results forecasts announced in the Consolidated Financial Results for the Fiscal Year Ended March 31, 2025, dated May 14, 2025.

## 2. Consolidated Financial Statements and Major Notes

### (1) Consolidated balance sheets

(Millions of yen)

	As of March 31, 2025	As of June 30, 2025
<b>Assets</b>		
Current assets		
Cash and deposits	12,905	12,742
Notes and accounts receivable - trade, and contract assets	4,868	4,418
Electronically recorded monetary claims - operating	4,691	4,684
Securities	1,300	1,300
Merchandise and finished goods	2,334	2,496
Work in process	784	877
Raw materials and supplies	887	901
Other	635	795
Allowance for doubtful accounts	(0)	(0)
Total current assets	28,409	28,215
Non-current assets		
Property, plant and equipment		
Buildings and structures	13,360	13,366
Accumulated depreciation and impairment	(8,716)	(8,797)
Buildings and structures, net	4,643	4,569
Machinery, equipment and vehicles	12,136	12,158
Accumulated depreciation and impairment	(11,251)	(11,306)
Machinery, equipment and vehicles, net	884	852
Tools, furniture and fixtures	17,774	17,847
Accumulated depreciation and impairment	(17,517)	(17,570)
Tools, furniture and fixtures, net	257	277
Other	240	240
Accumulated depreciation and impairment	(167)	(172)
Other, net	73	68
Land	4,357	4,357
Construction in progress	411	364
Total property, plant and equipment	10,628	10,490
Intangible assets		
Goodwill	117	113
Software	321	341
Other	87	37
Total intangible assets	527	492
Investments and other assets		
Investment securities	9,629	10,008
Deferred tax assets	17	18
Retirement benefit asset	237	236
Other	600	596
Allowance for doubtful accounts	(148)	(148)
Total investments and other assets	10,336	10,711
Total non-current assets	21,492	21,693
<b>Total assets</b>	<b>49,901</b>	<b>49,909</b>

(Millions of yen)

	As of March 31, 2025	As of June 30, 2025
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	1,865	1,872
Electronically recorded obligations - operating	1,672	1,839
Short-term borrowings	330	330
Income taxes payable	523	311
Provision for bonuses	439	249
Provision for bonuses for directors (and other officers)	38	11
Other	2,009	2,138
Total current liabilities	6,879	6,753
Non-current liabilities		
Deferred tax liabilities	1,046	1,064
Provision for share awards for directors (and other officers)	71	76
Asset retirement obligations	229	230
Other	161	153
Total non-current liabilities	1,509	1,525
Total liabilities	8,388	8,278
<b>Net assets</b>		
Shareholders' equity		
Share capital	3,387	3,387
Capital surplus	6,368	6,368
Retained earnings	29,434	29,362
Treasury shares	(1,014)	(1,014)
Total shareholders' equity	38,175	38,103
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	2,962	3,156
Remeasurements of defined benefit plans	270	265
Total accumulated other comprehensive income	3,232	3,421
Non-controlling interests	105	105
Total net assets	41,513	41,630
<b>Total liabilities and net assets</b>	<b>49,901</b>	<b>49,909</b>



## (2) Consolidated statements of income and consolidated statements of comprehensive income

*Consolidated statements of income*

(Millions of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Net sales	5,664	6,121
Cost of sales	3,629	3,886
Gross profit	2,035	2,235
Selling, general and administrative expenses	1,653	1,673
Operating profit	382	562
Non-operating income		
Interest income	3	12
Dividend income	61	79
Rental income	22	23
Other	27	15
Total non-operating income	115	130
Non-operating expenses		
Interest expenses	1	1
Commission expenses	0	0
Rental expenses	2	2
Foreign exchange losses	—	2
Other	0	0
Total non-operating expenses	4	6
Ordinary profit	493	686
Extraordinary income		
Gain on sale of non-current assets	—	0
Gain on sale of investment securities	40	52
Total extraordinary income	40	52
Extraordinary losses		
Loss on sale of non-current assets	0	1
Loss on cancellation of leases	0	0
Total extraordinary losses	0	1
Profit before income taxes	533	737
Income taxes - current	235	293
Income taxes - deferred	(59)	(66)
Total income taxes	176	226
Profit	357	510
Profit attributable to non-controlling interests	0	0
Profit attributable to owners of parent	356	510

Consolidated statements of comprehensive income

(Millions of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Profit	357	510
Other comprehensive income		
Valuation difference on available-for-sale securities	428	193
Remeasurements of defined benefit plans, net of tax	(2)	(4)
Total other comprehensive income	425	189
Comprehensive income	782	700
Comprehensive income attributable to:		
Owners of parent	782	699
Non-controlling interests	0	0

(3) Notes to consolidated financial statements

*Segment information and other related information*

Segment information

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

1. Information on amounts of net sales, profit or loss, assets, liabilities, and other items by reportable segment

(Millions of yen)

	Pipes and Engineering Plastic	Water/ Environmental Engineering	Plastic Molding	Total	Reconciliation (Note 1)	Carrying amount on consolidated financial statements (Note 2)
Net sales						
Goods transferred at a point in time	5,207	112	258	5,577	—	5,577
Goods transferred over time	—	87	—	87	—	87
Revenue from contracts with customers	5,207	199	258	5,664	—	5,664
Other revenue	—	—	—	—	—	—
Revenue from external customers	5,207	199	258	5,664	—	5,664
Intersegment sales or transfers	2	—	38	41	(41)	—
Total	5,209	199	296	5,706	(41)	5,664
Segment profit (loss)	376	(4)	13	385	(3)	382

Notes: 1. Reconciliation of segment profit (loss) represents the elimination of intersegment transactions.

2. Segment profit (loss) was reconciled with operating profit in the consolidated financial statements.

2. Information on impairment losses or gains on non-current assets and goodwill by reportable segment

Not applicable.

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

1. Information on amounts of net sales, profit or loss, assets, liabilities, and other items by reportable segment

(Millions of yen)						
	Pipes and Engineering Plastic	Water/ Environmental Engineering	Plastic Molding	Total	Reconciliation (Note 1)	Carrying amount on consolidated financial statements (Note 2)
Net sales						
Goods transferred at a point in time	5,386	214	226	5,827	—	5,827
Goods transferred over time	—	294	—	294	—	294
Revenue from contracts with customers	5,386	508	226	6,121	—	6,121
Other revenue	—	—	—	—	—	—
Revenue from external customers	5,386	508	226	6,121	—	6,121
Intersegment sales or transfers	3	—	28	31	(31)	—
Total	5,390	508	254	6,153	(31)	6,121
Segment profit	509	52	2	563	(1)	562

Notes: 1. Reconciliation of segment profit represents the elimination of intersegment transactions.

2. Segment profit was reconciled with operating profit in the consolidated financial statements.

2. Information on impairment losses or gains on non-current assets and goodwill by reportable segment  
Not applicable.

*Notes on substantial changes in the amount of shareholders' equity*

Not applicable.

*Going concern assumption*

Not applicable.

*Notes to the quarterly consolidated statements of cash flows*

Consolidated statements of cash flows for the first quarter under review have not been prepared. Depreciation (including amortization expenses pertaining to intangible assets excluding goodwill) and amortization of goodwill pertaining to the quarter under review are as follows.

(Millions of yen)		
	Three months ended June 30, 2024 (from April 1, 2024 to June 30, 2024)	Three months ended June 30, 2025 (from April 1, 2025 to June 30, 2025)
Depreciation	239	245
Amortization of goodwill	3	3