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Consolidated Financial Results for the Three Months Ended June 30, 2025 [Japanese GAAP]

August 8, 2025

Company name: IWATANI CORPORATION

Stock exchange listing: Tokyo

Code number: 8088

URL: <https://www.iwatani.co.jp/>

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Scheduled date of commencing dividend payments: -

Availability of supplementary briefing material on financial results: Yes

Schedule of financial results briefing session: Yes

(Amounts of less than one million yen are rounded down)

1. Consolidated Financial Results for the Three Months Ended June 30, 2025 (April 1, 2025 to June 30, 2025)

(1) Consolidated Operating Results

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Three months ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
June 30, 2025	206,353	4.5	6,420	(23.7)	7,439	(45.2)	4,724	(53.4)
June 30, 2024	197,519	(2.2)	8,419	(1.1)	13,576	27.9	10,139	41.4

(Note) Comprehensive income: Three months ended June 30, 2025: ¥ 2,885 million[(82.0)%]
Three months ended June 30, 2024: ¥ 16,071 million[4.1 %]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2025	20.53	-
June 30, 2024	44.06	-

(Notes) 1 The Company finalized the provisional accounting treatment for the application of equity method in the fiscal year ended March 31, 2025. As a result, figures for the three months ended June 30, 2024 reflect the finalization of the provisional accounting treatment.

2 The Company carried out a 4-for-1 share split of its common share as of October 1, 2024.

Basic earnings per share has been calculated as if this share split were carried out at the beginning of the previous fiscal year.

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
As of	Million yen	Million yen	%
June 30, 2025	844,962	388,983	44.7
March 31, 2025	872,194	397,191	44.3

(Reference) Equity: As of June 30, 2025: ¥ 377,724 million
As of March 31, 2025: ¥ 386,036 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2025	-	-	-	47.00	47.00
Fiscal year ending March 31, 2026	-				
Fiscal year ending March 31, 2026 (Forecast)		23.50	-	23.50	47.00

(Note) Revision to the forecast for dividends announced most recently: No

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2026(April 1, 2025 to March 31, 2026)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	936,400	6.0	49,100	6.2	63,100	2.6	48,800	20.6	212.05

(Note) Revision to the financial results forecast announced most recently: No

* Notes:

(1) Significant changes in the scope of consolidation during the period: Yes

New 2 Companies

Exclusion: 6 Companies

(2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements: No

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatement

1) Changes in accounting policies due to the revision of accounting standards: No

2) Changes in accounting policies other than 1) above: No

3) Changes in accounting estimates: No

4) Retrospective restatement: No

(4) Total number of issued shares (common shares)

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

June 30, 2025: 234,246,596 shares

March 31, 2025: 234,246,596 shares

2) Number of treasury shares at the end of the period:

June 30, 2025: 4,108,735 shares

March 31, 2025: 4,107,871 shares

3) Average number of shares outstanding during the period:

Three months ended June 30, 2025: 230,138,154 shares

Three months ended June 30, 2024: 230,111,243 shares

(Note) The Company carried out a 4-for-1 share split of its common share as of October 1, 2024.

Average number of shares outstanding during the period has been calculated as if this share split were carried out at the beginning of the previous fiscal year.

*1. Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: Yes (voluntary)

*2. Cautionary Statement with Respect to Forward-Looking Statements, and Other Information

(Caution regarding forward-looking statements)

The forward-looking statements, such as results forecasts, included in this document are based on information currently available to the Company and assumptions considered reasonable, and do not purport to be a promise by the Company to achieve such results. Actual results may differ materially, depending on a range of factors. For the assumptions prerequisite to the results forecasts and the points to be noted in the use of the results forecasts, please see “Overview of Operating Results, Etc. (4) Consolidated Financial Results Forecasts” on page 3.

(How to obtain supplementary briefing material on financial results)

The briefing material on financial results is scheduled to be posted on the company’s website.

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Overview of Operating Results, Etc.

(1) Overview of Operating Results for the Three Months Ended June 30, 2025

1) Economic Environment and Initiatives

During the cumulative first quarter of the current fiscal year, the Japanese economy continued on a gradual trend of recovery, supported by a pick-up in personal consumption due to an improvement in the income environment and an increase in capital investment against the backdrop of solid corporate earnings, despite the uncertainty about the outlook due to factors such as the U.S. tariff policy.

Under these circumstances, Iwatani (hereinafter referred to as the “Company”) expanded its business to achieve its basic policies of “solutions to social issues” and “sustained growth” in accordance with its medium-term management plan, “PLAN27,” which ends in the fiscal year ending March 31, 2028.

In order to realize a hydrogen energy-based society, the Company has applied for multiple projects for price gap support and hub development support under the Hydrogen Society Promotion Act, and is preparing the groundwork for business development with the aim of building a CO2-free hydrogen supply chains.

With regard to our carbon-free strategies, in addition to the Company’s participation in efforts promoted by Cosmo Energy Holdings Co., Ltd. and other entities to build a national supply chain for Sustainable Aviation Fuel (SAF) that utilizes used cooking oil as the raw material, it has begun considerations on the manufacture of green LPG which is produced during the manufacturing process of SAF with the aim of LPG decarbonization. Furthermore, the Company started supplying wood pellets to the Tahara Biomass Power Plant, an eight-company joint investment in which the Company is an investing party. The Company is playing a role in ensuring a stable supply and contributing to the decarbonization of electricity.

In our domestic energy & service strategies, we concluded a comprehensive partnership agreement with the city of Oda in Shimane Prefecture with the aim of providing a wide-range of services, such as monitoring children and the elderly, that utilizes LPG business infrastructure.

As part of its overseas strategies, the Company has acquired all shares in Bangkok Sanyo Spring Co., Ltd., which is based in Thailand, which performs metal press processing for automotive and precision parts. By leveraging the processing technology of Bangkok Sanyo Spring Co., Ltd. and our sales network, the Company aims to further expand the sales of processed metal products, from this base in Thailand.

2) Earnings

As a result of the negative impact of LPG import price fluctuations, the weakening of the helium market, and a decrease in share of profit of entities accounted for using equity method, for the cumulative first quarter of the current fiscal year, net sales were 206.353 billion yen (+8.834 billion yen year-on-year), operating profit was 6.420 billion yen (-1.998 billion yen year-on-year), ordinary profit was 7.439 billion yen (-6.136 billion yen year-on-year), and profit attributable to owners of parent was 4.724 billion yen (-5.415 billion yen year-on-year).

(2) Segment Information

Integrated Energy

In the Integrated Energy Business, revenue increased due to steady sales of energy-related equipment and the impact of new consolidation. As for profits, LPG sales volume decreased in the wholesale sector and there was a negative impact of LPG import price fluctuations (-1.105 billion yen year-on-year), profitability declined.

As a result, net sales in this segment were 85.452 billion yen (+2.884 billion yen year-on-year), and operating profit was 1.886 billion yen (-1.381 billion yen year-on-year).

Industrial Gases & Machinery

In the Industrial Gases & Machinery Business, sales volume of air separation gases remained strong mainly for the optical fiber industries. In the hydrogen business, sales of hydrogen and hydrogen-refueling station related equipment increased. The profitability of specialty gases declined due to the weakening of helium markets. In the gas-related equipment, shipments of automobile-related equipment and semiconductor-related equipment decreased.

As a result, net sales in this segment were 62.033 billion yen (+1.661 billion yen year-on-year) and operating profit was 2.107 billion yen (-1.179 billion yen year-on-year).

Materials

In the Materials Business, sales of high-performance film materials, mainly for smartphones, were sluggish, and regarding mineral sands business, the profitability of our mining sites in Australia declined. On the other hand, regarding rare earths and other items affected by China's export restrictions, efforts to ensure a stable supply resulted in increased sales. In addition, sales of biomass fuels and consumer resin products were solid, and sales of stainless steel increased due to the impact of new consolidation.

As a result, net sales in this segment were 51.517 billion yen (+4.200 billion yen year-on-year) and operating profit was 2.991 billion yen (+0.462 billion yen year-on-year).

Others

Net sales were 7.350 billion yen (+0.087 billion yen year-on-year), and operating profit was 0.644 billion yen (-0.143 billion yen year-on-year).

(3) Overview of Financial Position for the Three Months Ended June 30, 2025

1) Total Assets

Total assets at the end of the first quarter of the current fiscal year decreased by 27.231 billion yen from the end of the previous fiscal year to 844.962 billion yen. This was mainly due to decreases of 34.804 billion yen in notes and accounts receivable - trade, and contract assets and 3.969 billion yen in investment securities, respectively, despite increases of 6.560 billion yen in property, plant and equipment and 2.053 billion yen in other under current assets including advance payments to suppliers, respectively.

2) Total Liabilities

Total liabilities at the end of the first quarter of the current fiscal year decreased by 19.023 billion yen from the end of the previous fiscal year to 455.979 billion yen. This was mainly due to decreases of 19.766 billion yen in notes and accounts payable - trade, 8.365 billion yen in income taxes payable, respectively, despite an increase of 7.500 billion yen in contract liabilities.

Interest-bearing debt, including lease liabilities, etc., at the end of the first quarter of the current fiscal year increased by 2.800 billion yen to 267.248 billion yen from the end of the previous fiscal year.

3) Total Net Assets

Total assets at the end of the first quarter of the current fiscal year decreased by 8.208 billion yen from the end of the previous fiscal year to 388.983 billion yen. This was mainly due to decreases of 6.102 billion yen in retained earnings, 3.585 billion yen in foreign currency translation adjustment, respectively, despite an increase in 1.766 billion yen in valuation difference on available-for-sale securities.

(4) Consolidated Financial Results Forecasts

Although economic trends, fluctuations in LPG import prices, and other factors may affect our business performance, we have not changed our consolidated earnings forecast announced on May 14, 2025, for the first quarter of the current fiscal year.

Quarterly Consolidated Financial Statements and Notes

(1) Quarterly Consolidated Balance Sheets

(Million yen)

	As of March 31, 2025	As of June 30, 2025
Assets		
Current assets		
Cash and deposits	27,759	29,938
Notes and accounts receivable - trade, and contract assets	162,256	127,451
Electronically recorded monetary claims - operating	26,368	25,647
Merchandise and finished goods	65,786	66,840
Work in process	7,375	8,994
Raw materials and supplies	11,391	11,048
Other	27,733	29,787
Allowance for doubtful accounts	(212)	(203)
Total current assets	328,458	299,505
Non-current assets		
Property, plant and equipment		
Land	79,287	81,929
Other, net	160,918	164,837
Total property, plant and equipment	240,206	246,766
Intangible assets		
Goodwill	22,893	22,641
Other	24,862	25,809
Total intangible assets	47,756	48,451
Investments and other assets		
Investment securities	211,938	207,968
Other	44,380	42,820
Allowance for doubtful accounts	(545)	(550)
Total investments and other assets	255,772	250,238
Total non-current assets	543,735	545,457
Total assets	872,194	844,962

(Million yen)

	As of March 31, 2025	As of June 30, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	76,102	56,336
Electronically recorded obligations - operating	34,367	32,576
Short-term borrowings	24,421	27,630
Income taxes payable	10,882	2,517
Contract liabilities	8,330	15,831
Provision for bonuses	7,194	4,682
Other	93,695	98,227
Total current liabilities	254,993	237,801
Non-current liabilities		
Bonds payable	70,000	70,000
Long-term borrowings	111,619	109,607
Provision for retirement benefits for directors (and other officers)	1,522	1,414
Retirement benefit liability	6,082	6,160
Other	30,783	30,994
Total non-current liabilities	220,008	218,177
Total liabilities	475,002	455,979
Net assets		
Shareholders' equity		
Share capital	35,096	35,096
Capital surplus	32,128	32,127
Retained earnings	274,892	268,790
Treasury shares	(1,558)	(1,559)
Total shareholders' equity	340,559	334,454
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	29,334	31,100
Deferred gains or losses on hedges	2,270	2,275
Foreign currency translation adjustment	11,839	8,254
Remeasurements of defined benefit plans	2,031	1,639
Total accumulated other comprehensive income	45,476	43,269
Non-controlling interests	11,155	11,258
Total net assets	397,191	388,983
Total liabilities and net assets	872,194	844,962

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income (For the three months)

(Million yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Net sales	197,519	206,353
Cost of sales	143,861	151,787
Gross profit	53,657	54,566
Selling, general and administrative expenses		
Transportation costs	7,666	7,856
Provision of allowance for doubtful accounts	(3)	(4)
Salaries, allowances and bonuses	11,142	11,574
Provision for bonuses	3,002	3,233
Retirement benefit expenses	499	438
Provision for retirement benefits for directors (and other officers)	41	24
Other	22,889	25,022
Total selling, general and administrative expenses	45,238	48,145
Operating profit	8,419	6,420
Non-operating income		
Interest income	111	84
Dividend income	772	819
Foreign exchange gains	–	46
Share of profit of entities accounted for using equity method	3,821	–
Subsidy income	471	438
Other	854	812
Total non-operating income	6,031	2,201
Non-operating expenses		
Interest expenses	607	753
Foreign exchange losses	121	–
Share of loss of entities accounted for using equity method	–	72
Other	145	356
Total non-operating expenses	874	1,182
Ordinary profit	13,576	7,439
Extraordinary income		
Gain on sale of non-current assets	183	306
Gain on sale of investment securities	1,580	50
Subsidy income	2	52
Gain on liquidation of project	–	332
Total extraordinary income	1,767	742
Extraordinary losses		
Loss on sale of non-current assets	10	14
Loss on retirement of non-current assets	88	285
Loss on sale of investment securities	1	0
Loss on tax purpose reduction entry of non-current assets	2	52
Total extraordinary losses	103	352
Profit before income taxes	15,240	7,830
Income taxes	4,804	2,679
Profit	10,435	5,151
Profit attributable to non-controlling interests	296	426
Profit attributable to owners of parent	10,139	4,724

Quarterly Consolidated Statements of Comprehensive Income (For the three months)

(Million yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Profit	10,435	5,151
Other comprehensive income		
Valuation difference on available-for-sale securities	2,636	1,587
Deferred gains or losses on hedges	362	(125)
Foreign currency translation adjustment	2,090	(3,444)
Remeasurements of defined benefit plans, net of tax	21	(390)
Share of other comprehensive income of entities accounted for using equity method	525	107
Total other comprehensive income	5,635	(2,265)
Comprehensive income	16,071	2,885
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	15,722	2,518
Comprehensive income attributable to non-controlling interests	349	367

(3) Explanatory Notes to Quarterly Consolidated Financial Statements

(Notes to Segment Information, Etc.)

I. First Quarter of FY2024 (April 1, 2024 - June 30, 2024)

a) Information related to sales, operating income (loss) by reportable segment

(million yen)

	Reportable Segments				Others *1	Total	Adjustments *2	Quarterly Consolidated Statements of Income *3
	Integrated Energy	Industrial Gases & Machinery	Materials	Subtotal				
Net sales								
Outside customers	82,567	60,371	47,316	190,255	7,263	197,519	-	197,519
Intersegment	1,111	922	467	2,500	6,635	9,136	(9,136)	-
Total	83,679	61,293	47,783	192,756	13,899	206,655	(9,136)	197,519
Segment income	3,267	3,286	2,529	9,083	788	9,871	(1,451)	8,419

(Note) *1. "Others" is an operating segment not included in reportable segments. "Others" represents businesses in foods, livestock industry, finance, insurance, transportation, safety, information processing, etc.

*2. Adjustments for segment income include companywide expenses not allocated to each segment and the elimination of intersegment transactions.

*3. Segment income is adjusted with operating income of the quarterly consolidated statements of income.

b) Information on impairment loss on fixed assets and goodwill by reportable segment

None

II. First Quarter of FY2025 (April 1, 2025 - June 30, 2025)

a) Information related to sales, operating income (loss) by reportable segment

(million yen)

	Reportable Segments				Others *1	Total	Adjustments *2	Quarterly Consolidated Statements of Income *3
	Integrated Energy	Industrial Gases & Machinery	Materials	Subtotal				
Net sales								
Outside customers	85,452	62,033	51,517	199,002	7,350	206,353	-	206,353
Intersegment	1,081	331	585	1,998	6,814	8,812	(8,812)	-
Total	86,533	62,364	52,103	201,001	14,164	215,166	(8,812)	206,353
Segment income	1,886	2,107	2,991	6,985	644	7,630	(1,209)	6,420

(Note) *1. "Others" is an operating segment not included in reportable segments. "Others" represents businesses in foods, livestock industry, finance, insurance, transportation, safety, information processing, etc.

*2. Adjustments for segment income include companywide expenses not allocated to each segment and the elimination of intersegment transactions.

*3. Segment income is adjusted with operating income of the quarterly consolidated statements of income.

b) Information on impairment loss on fixed assets and goodwill by reportable segment

None

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

None

(Notes on the Assumption of a Going Concern)

None

(Notes to Quarterly Consolidated Statements of Cash Flows)

The Company has not prepared a quarterly consolidated statement of cash flows for the first quarter of the current fiscal year. Depreciation, including amortization related to intangible assets except goodwill, and amortization of goodwill for the first quarter of the current fiscal year are as shown below.

	(million yen)	
	Three months ended June 30, 2024 (April 1, 2024 to June 30, 2024)	Three months ended June 30, 2025 (April 1, 2025 to June 30, 2025)
Depreciation	6,600	7,194
Amortization of goodwill	802	861

(Notes to Significant Subsequent Events)

(Transfer of non-current assets)

The Company transferred non-current assets on July 16, 2025 as follows.

1. Reason for transfer

The Company has relocated its Tokyo Head Office for the purpose of reducing its total assets as part of a reform of its financial structure, improving its operating efficiency, and improving the employee workplace, and has transferred assets as follows.

The Company's registered address for its head office is Chuo-ku, Osaka-shi (current Osaka Head Office), and this matter does not fall under a change in the location of a head office.

2. Description of transferred assets

Location	Details of assets	Gain on transfer
21-8, Nishi-Shimbashi 3-chome, Minato-ku, Tokyo	Land, 1,433.15 m ² Building, Steel-framed reinforced concrete construction, 12 floors above ground, 12,462.22 m ²	11,296 million yen

(Note) The transfer price, etc. is not disclosed based on the strong wish of the transferee, but it is an appropriate amount that reflects market prices through bidding. Additionally, the gain on transfer is an amount obtained by deducting the book value and costs associated with the transfer from the transfer price.

3. Description of transferee

Details are not disclosed due to the strong wish of the transferee.

The Company and the transferee have no capital relationship, personnel relationship, business relationship, or relationships with related parties that require reporting. The selection of the transferee was carried out through the appropriate process.

4. Schedule of transfer

Date of resolution at the meeting of the Board of Directors	March 22, 2024
Date of conclusion of the agreement	March 29, 2024
Property handover date	July 16, 2025

5. Future Outlook

As a result of this transfer of non-current assets, the Company plans to record a gain on sale of non-current assets of 11,296 million yen under extraordinary income in the first six months of the fiscal year ending March 31, 2026.

Additional Information

Results for 1Q FY2025

The Company finalized the provisional accounting treatment for the application of equity method in the fiscal year ended March 31, 2025. As a result, figures for the three months ended June 30, 2024 reflect the finalization of the provisional accounting treatment.

(1) Consolidated Statements of Income

(Unit: 100 million yen)

(Figures are rounded down to the nearest 100 million yen)

	1Q FY2024 Apr-Jun 2024	1Q FY2025 Apr-Jun 2025	Change	Rate	FY2025 (Forecast)	Overview
Net sales	1,975	2,063	88	4.5%	9,364	Net sales increased mainly due to robust sales of products for industrial sectors, particularly in the Materials Business, as well as the impact of new consolidations. As for profits, operating profit and below decreased due to factors such as a decline in helium profitability, the negative impact on profits due to fluctuations in the LPG market and a decrease in share of profit of entities accounted for using equity method, etc.
Gross profit	536	545	9	1.7%	—	
Operating profit	84	64	(19)	(23.7%)	491	
Ordinary profit	135	74	(61)	(45.2%)	631	
Profit attributable to owners of parent	101	47	(54)	(53.4%)	488	

* Figures for fiscal year ending March 31, 2026 (forecast) were announced on May 14, 2025.

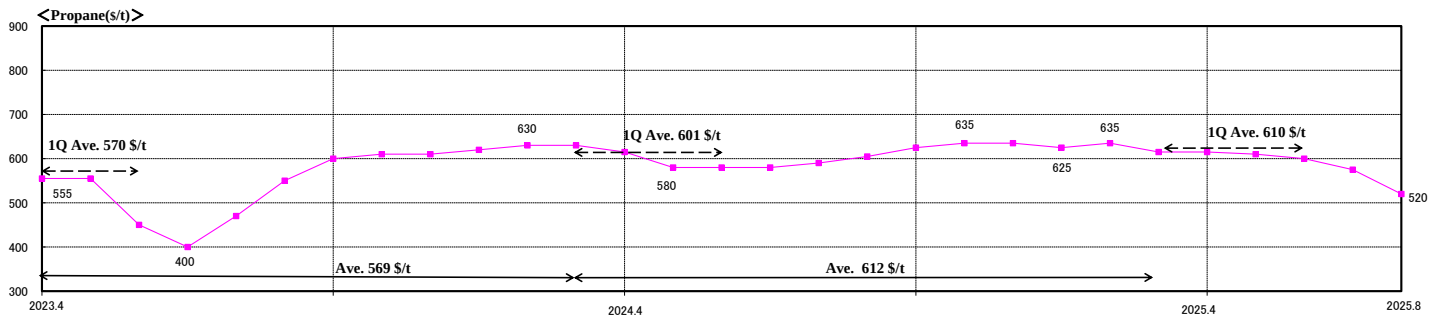
(2) Operating Profit Except for Impact of LPG Import Price Fluctuation

(Unit: 100 million yen)

	1Q FY2024 Apr-Jun 2024	1Q FY2025 Apr-Jun 2025	Change	Rate	FY2025 (Forecast)	Overview
Operating profit	84	64	(19)	(23.7%)	491	• Impact of LPG import price fluctuation led to decrease in profit by 1.1 billion yen year-on-year. • Operating profit except for the impact of LPG import price fluctuation was 7.5 billion yen, a decrease of 0.8 billion yen.
Impact of LPG import price fluctuation	(0)	(11)	(11)	—	—	
Operating profit except for impact of LPG import price fluctuation	84	75	(8)	(10.5%)	491	

* For more detailed information, please see a slide of "Impact of LPG Import Prices" in Iwatani Corporation Business Overview. (https://www.iwatani.co.jp/eng/ir/pdf/about_iwatani.pdf)

(3) LPG Import Price (CP)



(4) Segment Information

(Unit: 100 million yen)

		1Q FY2024 Apr-Jun 2024	1Q FY2025 Apr-Jun 2025	Change	Rate	Overview
Integrated Energy	Net sales	825	854	28	3.5%	• Increase in revenue due to the steady sales of energy-related equipment as well as the impact of new consolidations. • Sales volume in the LPG wholesale sector decreased. • Negative impact of LPG import price fluctuation.
	Operating profit	32	18	(13)	(42.3%)	
Industrial Gases & Machinery	Net sales	603	620	16	2.8%	• Solid sales of air separation gases mainly for the optical fiber industries. • Increase in sales volume of hydrogen and hydrogen-refueling station related equipment. • Decline in the profitability of specialty gases due to weakening in helium markets. • Decrease in sales of equipment for the automotive and semiconductor industries.
	Operating profit	32	21	(11)	(35.9%)	
Materials	Net sales	473	515	42	8.9%	• Sluggish sales of high-performance film materials. • Decline in the profitability of our own mining sites of mineral sands. • Increase in sales of rare earths and related materials due to the efforts to ensure stable supply. • Solid sales of biomass fuels and consumer resin products. • Increase in sales of stainless steel due to the impact of new consolidation.
	Operating profit	25	29	4	18.3%	
Others, Adjustments	Net sales	72	73	0	1.2%	
	Operating profit	(6)	(5)	0	—	

* Net sales represent sales to third parties.

* "Others, Adjustments" represents the sum of the "Other" business segment and "Adjustments."

(5) LPG and Industrial Gases Net Sales ・ Sales Volume

	Sales volume (thousand tons)				Net sales (100 million yen)			
	1Q FY2024 Apr-Jun 2024	1Q FY2025 Apr-Jun 2025	Change	Rate	1Q FY2024 Apr-Jun 2024	1Q FY2025 Apr-Jun 2025	Change	Rate
Domestic residential use	272	273	1	0.4%	435	443	7	1.7%
Domestic industrial use	78	82	3	4.6%	93	93	(0)	(0.1%)
LPG sub total (except for overseas)	350	355	4	1.4%	529	537	7	1.4%
LPG total	354	359	5	1.5%	533	541	7	1.5%
Various industrial gases	—	—	—	—	370	390	20	5.5%

(6) Financial Position

(Unit: 100 million yen)

	FY2024 end	1Q FY2025 end	Change
Total assets	8,721	8,449	(272)
Equity	3,860	3,777	(83)
Interest-bearing debt, gross	2,644	2,672	28
Interest-bearing debt, net	2,366	2,373	6
Equity ratio	44.3%	44.7%	0.4pt
Ratio of interest-bearing debt to total assets	30.3%	31.6%	1.3pt
Debt-to-equity ratio, gross	0.68	0.70	0.02pt
Debt-to-equity ratio, net	0.61	0.62	0.01pt

(7) Capital Expenditure

(Unit: 100 million yen)

	1Q FY2025 Apr-Jun 2025	FY2025 (Forecast)
Integrated Energy	30	153
Industrial Gases & Machinery	79	298
Materials	21	70
Others, Adjustments	32	129
Capital expenditure	165	650
Depreciation	76	320

* Presented here are figures for property, plant and equipment, intangible assets (including goodwill), and investments securities, etc. (which include ¥12.7 billion yen invested in property, plant and equipment in the current period.)

**“Others, Adjustments” represents the total of the “Others” business segment and “Adjustments.”

(8) Amount of share of profit or loss of Cosmo accounted for using equity method

(Unit: 100 million yen)

	1Q FY2024 Apr-Jun 2024	1Q FY2025 Apr-Jun 2025	FY2025 (Forecast)
Amount of share of profit or loss of Cosmo accounted for using equity method	34	(5)	106

(9) Non-consolidated

Non-consolidated Statements of Income

(Unit: 100 million yen)

	1Q FY2024 Apr-Jun 2024	1Q FY2025 Apr-Jun 2025	Change	Rate
Net sales	1,222	1,239	16	1.3%
Operating profit	26	2	(24)	(90.5%)
Ordinary profit	136	130	(6)	(4.8%)
Profit	125	121	(4)	(3.4%)

Financial Position

(Unit: 100 million yen)

	FY2024 end	1Q FY2025 end	Change
Total assets	6,180	6,007	(172)
Equity capital	2,540	2,564	24
Equity capital ratio	41.1%	42.7%	1.6pt

In this document, "Cosmo Energy Holdings Co., Ltd." is abbreviated to "Cosmo."