

# Translation

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August 6, 2025

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

Company name: Inabata & Co., Ltd.  
 Stock exchange listing: Tokyo  
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 Scheduled date to commence dividend payments: —  
 Preparation of supplementary material on financial results: Yes  
 Holding of financial results meeting: No

(Amounts less than one million yen are rounded down)

### 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	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2025	204,109	(4.4)	6,620	(3.0)	7,381	1.8	6,046	(5.1)
Three months ended June 30, 2024	213,591	15.7	6,825	34.6	7,254	35.7	6,369	(17.5)

Note: Comprehensive income For the three months ended June 30, 2025: ¥4,724 million [(69.3)%]  
 For the three months ended June 30, 2024: ¥15,413 million [10.8%]

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2025	111.70	—
Three months ended June 30, 2024	116.10	—

#### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2025	448,411	215,758	46.2
As of March 31, 2025	441,972	216,555	47.1

Reference: Equity

As of June 30, 2025: ¥206,980 million  
 As of March 31, 2025: ¥208,155 million

## 2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2025	—	60.00	—	65.00	125.00
Fiscal year ending March 31, 2026	—				
Fiscal year ending March 31, 2026 (Forecast)		63.00	—	65.00	128.00

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

## 3. Forecast of consolidated financial results for the 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		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2025	430,000	2.0	12,500	(9.8)	12,500	(10.6)	9,500	(18.0)	176.56
Full year	870,000	3.8	25,500	(1.3)	25,500	(2.4)	19,500	(1.7)	365.86

(Note) Revisions to the forecast of consolidated financial results most recently announced: None

## 4. Notes

- (1) Significant changes in the scope of consolidation during the period: No
- (2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: No
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
- Changes in accounting policies due to revisions to accounting standards and other regulations: No
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: No
- Restatement of prior period financial statements: No

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

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

As of June 30, 2025	54,714,127 shares	As of March 31, 2025	54,714,127 shares
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Number of treasury shares at the end of the period

As of June 30, 2025	1,044,204 shares	As of March 31, 2025	330,404 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2025	54,130,348 shares	Three months ended June 30, 2024	54,857,463 shares
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Note: The Company has introduced the “Board Benefit Trust (BBT),” and shares of the Company held by this trust are included in the number of treasury shares to be deducted in the calculation of “Number of treasury shares at the end of the period” and “Average number of shares during the period.”

\* Review of the Japanese-language originals of the attached quarterly consolidated financial statements by certified public accountants or an audit corporation: No

\* Proper use of forecasts of financial results, and other special matters

The above forecasts are based on information available to the Company as of the date of the announcement of this document and are not intended to be a commitment by the Company to achieve them. In addition, actual results may differ from the forecasts due to various factors in the future. For matters concerning forecasts of financial results, please refer to “(3) Explanation of forecasts of consolidated financial results and other forward-looking statements” of “1. Overview of operating results and others” on page 6 of the attached material.

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## 1. Overview of operating results and others

### (1) Overview of operating results for the period under review

During the three months ended June 30, 2025, although the global economy was generally on a recovery trend, the pace of recovery has been gradual. There was uncertainty due to a surge in demand ahead of the U.S. tariff rate hikes and the reactionary drop.

In the U.S., economic expansion continued, but slowed to a moderate pace. In China, production and exports increased due to the effects of government policy, but capital expenditure and consumer prices remained flat, and the recovery continued to be at a standstill. In emerging countries of Asia, the Indian economy expanded moderately and the Indonesian economy picked up gradually. On the other hand, the economy is weaker in Thailand. In Europe, there were signs of a recovery centered on consumption and capital expenditure in the Euro area, and a surge in demand was observed in some areas of production and exports. In the U.K., there were signs of a recovery centered on consumption and capital expenditure.

The Japanese economy recovered gradually, mainly in capital expenditure and exports. Consumer spending has shown signs of a recovery against the backdrop of improvements in the employment and income environment, but consumer sentiment is currently somewhat weak. In addition, corporate earnings and employment conditions improved generally.

Under this situation, partly due to the impact of the strong yen, the Group's consolidated net sales were ¥204,109 million (down 4.4% year-on-year). As for profits, operating profit was ¥6,620 million (down 3.0% year-on-year), ordinary profit was ¥7,381 million (up 1.8% year-on-year), and profit attributable to owners of parent was ¥6,046 million (down 5.1% year-on-year).

The average exchange rate against US dollar during the three months ended June 30, 2025 was ¥144.59 (¥155.85 during the three months ended June 30, 2024).

	(Millions of yen)		
	Three months ended June 30, 2024	Three months ended June 30, 2025	Year-on-year (%)
Net sales	213,591	204,109	4.4% decrease
Operating profit	6,825	6,620	3.0% decrease
Ordinary profit	7,254	7,381	1.8% increase
Profit attributable to owners of parent	6,369	6,046	5.1% decrease

Operating results by segment are as follows.

### Information & Electronics Business

Sales in the Information & Electronics Business decreased due to factors such as the absence of largescale equipment sales that were present in the same period of the previous fiscal year.

Sales related to flat panel displays (hereinafter, "FPDs") remained steady, partly due to the effects of subsidy policies in China and a surge in demand prior to the increase in U.S. tariffs. The sales of related materials were strong, particularly driven by sales for small- to medium-sized panels and in-vehicle electronics, as well as the increase of the proportion of OLED within the total production of FPD.

Although the demand for encapsulants for LEDs for outdoor displays remained strong, the Company's sales also decreased due to sluggish sales by its major customers.

For inkjet-related products, sales for home and office use decreased due to production issues faced by some customers. For industrial materials, sales of related materials increased due to strong sales for food and beverage packaging applications and commercial printing applications, etc.

For copier-related products, demand remained high, and an increase in sales prices led to a rise in the sales of related materials.

For sales related to solar power generation, the global market continued to stagnate, leading to a decrease in the sales of related materials. On the other hand, we are accelerating our efforts towards new materials in order to capture the trend of technological innovation.

For products related to lithium-ion batteries, sales decreased slightly worldwide due to the continued slowdown in EV sales. However, we believe that the market has bottomed out, as sales of some related materials have started to increase.

For photomask-related products, demand for semiconductors was robust, and for FPDs, sales for related materials increased due to the growing demand for OLEDs.

Sales for semiconductor-related products significantly decreased due to the absence of largescale equipment sales that were present in the same period of the previous fiscal year, but sales for other related materials increased. This was mainly due to increased demand from China, as well as sales of semiconductor materials for AI-related applications.

Sales of electronic device materials increased.

As a result, net sales amounted to ¥60,206 million (down 18.7% year-on-year). Segment profit (operating profit) was ¥1,955 million (down 18.1% year-on-year).

(Millions of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025	Year-on-year (%)
Net sales	74,050	60,206	18.7% decrease
Segment profit (operating profit)	2,386	1,955	18.1% decrease

## Chemicals Business

In the Chemicals Business, sales increased due to strong performance in businesses related to resin materials/additives and coating/ink/adhesives, as well as the expansion of business overseas.

For resin materials/additives, sales increased partly due to the increased sales of urethane materials and the expansion of business overseas.

For materials for automotive parts, the Company's sales decreased due to sluggish sales by its major customers.

For the coating/ink/adhesive area, sales for automotive products were sluggish, but sales for marine products increased, leading to an overall increase in sales.

For papermaking agents, sales decreased due to intensified price competition, leading to a decline in sales in Europe and the U.S.

For products related to building materials, sales almost remained at the same level due to expanded sales to house-builders and construction materials manufacturers, despite the decline in new housing starts.

As a result, net sales amounted to ¥30,009 million (up 4.1% year-on-year). Segment profit (operating profit) was ¥776 million (up 8.2% year-on-year).

(Millions of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025	Year-on-year (%)
Net sales	28,831	30,009	4.1% increase
Segment profit (operating profit)	717	776	8.2% increase

## Life Industry Business

In the Life Industry Business, sales slightly decreased due to sluggish performance of life science-related products. On the other hand, with the progress in improving profit margins of food-related products, segment profit (operating profit) increased.

For life science-related products, domestic sales of raw materials for pharmaceuticals and insect repellents and insecticide were sluggish.

For food-related products, although shipments of frozen vegetables were sluggish, the overall sales of agricultural products increased, partly due to the new consolidation of Satoen Co., Ltd.

For fishery products, sales were strong for conveyor-belt sushi restaurants and mass retailers in Japan, and in the U.S. market, overall sales increased due to the recovery in sales of processed fishery products and the expansion of dessert products. Moreover, DAIGO TSUSHO CO., LTD., which was made a consolidated subsidiary in the fiscal year ended March 2024, also experienced strong performance in the e-commerce sales of eel processed products and other businesses.

As a result, net sales amounted to ¥14,441 million (down 1.5% year-on-year). Segment profit (operating profit) was ¥566 million (up 45.0% year-on-year).

(Millions of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025	Year-on-year (%)
Net sales	14,656	14,441	1.5% decrease
Segment profit (operating profit)	390	566	45.0% increase

## Plastics Business

In the Plastics Business, sales increased slightly due to generally strong sales in each sector. On the other hand, segment profit (operating profit) remained nearly flat, affected by the strong yen.

For products related to commodity resins, amid generally weak demand in various sectors, such as daily necessities and construction, we focused on sales expansion for imported products, resulting in increased sales.

For products related to high-performance resins, sales of products for OA increased due to strong demand. For automotive-related products, sales in Japan slightly increased, and sales in Southeast Asia decreased slightly. However, sales in India increased. Sales in Mexico decreased, likely due to a reactionary drop following a surge in demand in anticipation of the U.S. tariff increase. The future demand trend is somewhat uncertain. In China, sales to Japanese-affiliated automakers were sluggish, but sales to local manufacturers expanded. Overall, global sales of automotive-related products remained almost at the same level.

For the compound business, sales increased due to steady demand from the OA sector, among other factors.

For polyolefin resins, domestic sales increased, supported by factors such as the rise in inbound demand. However, exports, particularly for mainstay electric wire coatings in Asia, decreased due to delays in facility construction caused by labor shortages, leading to an overall decline.

For film-related products, sales in the soft packaging area performed well on the back of increased inbound demand, etc., leading to an overall increase in sales.

For sports-related products, sales increased significantly mainly due to favorable sales of grip tapes both in Japan and overseas.

For sheet-related products, sales increased significantly due to the expansion of imported raw materials and the acquisition of new customers.

The recycling material business expanded steadily.

As a result, net sales amounted to ¥99,406 million (up 3.5% year-on-year). Segment profit (operating profit) was ¥3,287 million (down 0.2% year-on-year).

(Millions of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025	Year-on-year (%)
Net sales	96,007	99,406	3.5% increase
Segment profit (operating profit)	3,295	3,287	0.2% decrease

**(2) Overview of financial position for the period under review**Assets

Total assets as of June 30, 2025 increased by ¥6,439 million compared with March 31, 2025 (up 1.5% from the end of the previous fiscal year) to ¥448,411 million.

The increase in current assets by ¥2,802 million was mainly due to increases in other and in accounts receivable - trade.

The increase in non-current assets by ¥3,636 million was mainly due to an increase in property, plant and equipment.

Liabilities

Total liabilities as of June 30, 2025 increased by ¥7,235 million compared with March 31, 2025 (up 3.2% from the end of the previous fiscal year) to ¥232,652 million.

The increase in current liabilities by ¥6,974 million was mainly due to an increase in short-term borrowings, despite a decrease in provision for bonuses.

The increase in non-current liabilities by ¥261 million was mainly due to increases in other and in retirement benefit liability.

Net assets

Total net assets as of June 30, 2025 decreased by ¥796 million compared with March 31, 2025 (down 0.4% from the end of the previous fiscal year) to ¥215,758 million. This was mainly attributable to a decrease from the purchase of treasury shares and a decrease in foreign currency translation adjustment, despite increases in retained earnings, in valuation difference on available-for-sale securities and in non-controlling interests.

As a result, the equity ratio was 46.2% (down 0.9 points from March 31, 2025).

**(3) Explanation of forecasts of consolidated financial results and other forward-looking statements**

There are no changes to the consolidated earnings forecasts for the six months ending September 30, 2025 and the full year ending March 31, 2026, which were announced in the Consolidated Financial Results on May 9, 2025.



## 2. Consolidated financial statements and significant notes thereto

### (1) Consolidated balance sheet

(Millions of yen)

	As of March 31, 2025	As of June 30, 2025
<b>Assets</b>		
Current assets		
Cash and deposits	59,839	59,565
Notes receivable - trade	29,691	28,575
Accounts receivable - trade	173,813	174,999
Merchandise and finished goods	79,782	80,316
Work in process	1,517	1,762
Raw materials and supplies	5,431	5,600
Other	10,356	12,413
Allowance for doubtful accounts	(454)	(453)
Total current assets	359,977	362,780
Non-current assets		
Property, plant and equipment	19,713	23,165
Intangible assets	9,325	9,294
Investments and other assets		
Investment securities	36,230	36,257
Retirement benefit asset	10,502	10,652
Other	12,383	12,299
Allowance for doubtful accounts	(6,161)	(6,039)
Total investments and other assets	52,955	53,170
Total non-current assets	81,994	85,631
Total assets	441,972	448,411

(Millions of yen)

	As of March 31, 2025	As of June 30, 2025
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	121,191	121,244
Short-term borrowings	28,338	35,873
Income taxes payable	3,374	2,786
Provision for bonuses	1,997	1,332
Other	13,566	14,206
Total current liabilities	168,469	175,443
Non-current liabilities		
Bonds payable	25,000	25,000
Long-term borrowings	20,294	20,262
Provision for retirement benefits for directors (and other officers)	33	34
Provision for share awards for directors (and other officers)	262	269
Retirement benefit liability	2,134	2,196
Other	9,221	9,445
Total non-current liabilities	56,947	57,209
Total liabilities	225,416	232,652
<b>Net assets</b>		
Shareholders' equity		
Share capital	9,364	9,364
Capital surplus	7,230	7,228
Retained earnings	153,617	156,340
Treasury shares	(785)	(3,056)
Total shareholders' equity	169,427	169,876
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	9,417	10,074
Deferred gains or losses on hedges	310	235
Foreign currency translation adjustment	28,148	25,919
Remeasurements of defined benefit plans	850	874
Total accumulated other comprehensive income	38,727	37,103
Non-controlling interests	8,400	8,778
Total net assets	216,555	215,758
<b>Total liabilities and net assets</b>	<b>441,972</b>	<b>448,411</b>

**(2) Consolidated statement of income and consolidated statement of comprehensive income****Consolidated statement of income**

(Millions of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Net sales	213,591	204,109
Cost of sales	193,933	183,850
Gross profit	19,657	20,258
Selling, general and administrative expenses	12,832	13,638
Operating profit	6,825	6,620
Non-operating income		
Interest income	189	228
Dividend income	486	618
Share of profit of entities accounted for using equity method	27	126
Miscellaneous income	273	257
Total non-operating income	976	1,230
Non-operating expenses		
Interest expenses	338	355
Foreign exchange losses	69	10
Miscellaneous losses	139	103
Total non-operating expenses	547	469
Ordinary profit	7,254	7,381
Extraordinary income		
Gain on sale of investment securities	1,521	1,141
Total extraordinary income	1,521	1,141
Profit before income taxes	8,775	8,523
Income taxes - current	2,021	2,452
Income taxes - deferred	129	(202)
Total income taxes	2,151	2,249
Profit	6,624	6,273
Profit attributable to non-controlling interests	255	227
Profit attributable to owners of parent	6,369	6,046

**Consolidated statement of comprehensive income**

(Millions of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Profit	6,624	6,273
Other comprehensive income		
Valuation difference on available-for-sale securities	682	755
Deferred gains or losses on hedges	115	(75)
Foreign currency translation adjustment	7,999	(2,187)
Remeasurements of defined benefit plans, net of tax	(17)	22
Share of other comprehensive income of entities accounted for using equity method	10	(64)
Total other comprehensive income	8,789	(1,548)
Comprehensive income	15,413	4,724
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	15,071	4,422
Comprehensive income attributable to non-controlling interests	342	302

**(3) Notes to quarterly consolidated financial statements****Notes to segment information, etc.**

[Segment information]

**I Three months ended June 30, 2024****1. Information on the amounts of net sales and profit or loss by reportable segment**

(Millions of yen)

	Reportable segments				
	Information & Electronics	Chemicals	Life Industry	Plastics	Total
Net sales					
(1) Sales to external customers	74,050	28,831	14,656	96,007	213,545
(2) Intersegment sales or transfers	—	—	—	—	—
Total	74,050	28,831	14,656	96,007	213,545
Segment profit	2,386	717	390	3,295	6,790

	Others (Note) 1	Total	Adjustments	Amount recorded in the quarterly consolidated statement of income (Note) 2
Net sales				
(1) Sales to external customers	45	213,591	—	213,591
(2) Intersegment sales or transfers	—	—	—	—
Total	45	213,591	—	213,591
Segment profit	34	6,825	—	6,825

Notes: 1. “Others” category represents a business segment that is not included in reportable segments, and real estate leasing business.

2. The total amount of segment profit corresponds to operating profit in the quarterly consolidated statement of income.

**2. Information about impairment loss of non-current assets or goodwill, etc., by reportable segment**

(Significant change in the amount of goodwill)

In the Plastics Segment, the Company, with the acquisition of the shares of Novacel Co., Ltd., included that company and its three consolidated subsidiaries in the scope of consolidation from the three months ended June 30, 2024.

As a result, goodwill of ¥3,198 million was recognized in the Plastics Segment. The amount of goodwill reflects the material revision of the initial allocation of acquisition cost as a result of the finalization of the provisional accounting treatment.

## II Three months ended June 30, 2025

## 1. Information on the amounts of net sales and profit or loss by reportable segment

(Millions of yen)

	Reportable segments				
	Information & Electronics	Chemicals	Life Industry	Plastics	Total
Net sales					
(1) Sales to external customers	60,206	30,009	14,441	99,406	204,064
(2) Intersegment sales or transfers	—	—	—	—	—
Total	60,206	30,009	14,441	99,406	204,064
Segment profit	1,955	776	566	3,287	6,586

	Others (Note) 1	Total	Adjustments	Amount recorded in the quarterly consolidated statement of income (Note) 2
Net sales				
(1) Sales to external customers	45	204,109	—	204,109
(2) Intersegment sales or transfers	—	—	—	—
Total	45	204,109	—	204,109
Segment profit	34	6,620	—	6,620

- Notes: 1. "Others" category represents a business segment that is not included in reportable segments, and real estate leasing business.
2. The total amount of segment profit corresponds to operating profit in the quarterly consolidated statement of income.

**Notes in the case where there was a significant change in the amount of shareholders' equity**

The Company resolved, at the Board of Directors meeting held on May 9, 2025, to acquire treasury shares based on the provisions of Article 156 of the Companies Act which are applied by replacing terms and phrases pursuant to the provisions of Article 165, Paragraph 3 of the said act, and acquired 713,000 shares of treasury shares during the three months ended June 30, 2025. As a result, treasury shares increased by ¥2,271 million, resulting in treasury shares of ¥3,056 million at the end of the first quarter.

**Notes on premise of going concern**

Not applicable.

**Notes to quarterly consolidated statement of cash flows**

A quarterly consolidated statement of cash flows for the three months ended June 30, 2025 is not prepared. Depreciation (including amortization related to intangible assets excluding goodwill) and amortization of goodwill for the three months ended June 30, 2024 and 2025 are as follows.

(Millions of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Depreciation	1,011	1,086
Amortization of goodwill	1	81