Translation

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August 5, 2026

Consolidated Financial Results for the Three Months Ended June 30, 2026 (Based on Japanese GAAP)

Company name: Inabata & Co., Ltd.
Stock exchange listing: Tokyo
Stock code: 8098 URL https://www.inabata.co.jp/english/
Representative: Director, President Executive Officer, Katsutaro Inabata
Inquiries: General Manager, Financial Management Office Koichi Noda TEL 050-3684-4011
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, 2026 (from April 1, 2026 to June 30, 2026)

(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, 2026	243,655	19.4	9,835	48.8	10,167	38.0	6,376	5.6
Three months ended June 30, 2025	204,109	(4.4)	6,608	(3.2)	7,369	1.6	6,039	(5.2)

Note: Comprehensive income For the three months ended June 30, 2026: ¥9,797 million [107.7%]
For the three months ended June 30, 2025: ¥4,716 million [(69.4)%]

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2026	119.46	–
Three months ended June 30, 2025	111.57	–

Note: The Company has finalized the provisional accounting treatment related to the business combination during the second quarter of the fiscal year ended March 31, 2026. Consequently, the figures for the three months ended June 30, 2025 have been adjusted to reflect the finalization of the provisional accounting treatment.

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2026	527,967	252,120	45.7
As of March 31, 2026	498,138	245,938	47.3

Reference: Equity
As of June 30, 2026: ¥241,446 million
As of March 31, 2026: ¥235,779 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, 2026	–	63.00	–	65.00	128.00
Fiscal year ending March 31, 2027	–				
Fiscal year ending March 31, 2027 (Forecast)		70.00	–	73.00	143.00

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

3. Forecast of consolidated financial results for the year ending March 31, 2027 (from April 1, 2026 to March 31, 2027)

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, 2026	440,000	6.6	13,000	(7.5)	13,000	(12.2)	10,000	(16.3)	187.33
Full year	890,000	6.9	27,500	5.1	27,500	(0.9)	21,000	1.8	393.39

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, 2026	53,714,127 shares	As of March 31, 2026	53,714,127 shares

Number of treasury shares at the end of the period

As of June 30, 2026	332,685 shares	As of March 31, 2026	332,214 shares

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

Three months ended June 30, 2026	53,381,685 shares	Three months ended June 30, 2025	54,130,348 shares

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.

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, 2026, the global economy was generally on a moderate recovery trend, although weaknesses were observed in some regions. However, uncertainty about the future continues, particularly with regard to the situation in the Middle East.

In the U.S., the economy expanded moderately, mainly in capital expenditure and rising consumer spending. In China, the economy slowed down moderately due to the impact of the stagnation in the real estate market and other factors. In emerging countries of Asia, the Indian economy expanded and the Indonesian economy picked up moderately. Additionally, there were trends of recovery in Thailand. In Europe, there were signs of economic recovery in the Euro area, primarily driven by consumer spending. However, there was a standstill in recovery in Germany. On the other hand, the economy is on a recovery trend In the U.K.

The Japanese economy recovered gradually. Consumer spending and capital expenditure picked up, and signs of improvement were also observed in exports, employment conditions, and corporate earnings.

Under this situation, the Group’s consolidated net sales were ¥243,655 million (up 19.4% year-on-year). As for profits, operating profit was ¥9,835 million (up 48.8% year-on-year), ordinary profit was ¥10,167 million (up 38.0% year-on-year), and profit attributable to owners of parent was ¥6,376 million (up 5.6% year-on-year).

Regarding the impact from the escalating situation in the Middle East, selling prices rose and sales volume increased primarily for the Plastics Business, which handles resins in general, and the Chemicals Business, which handles chemical raw materials, resulting in a positive business performance for the Company. However, it appears there were efforts by some customers to secure inventories, and the Company believes there are concerns about a potential reactionary effect from the second quarter onwards.

The average exchange rate against US dollar during the three months ended June 30, 2026 was ¥159.57 (¥144.59 during the three months ended June 30, 2025).

Additionally, during the second quarter of the fiscal year ended March 31, 2026, the provisional accounting treatment related to the business combination was finalized. For comparison and analysis with the three months ended June 30, 2025, the revised figures reflecting the finalization of the provisional accounting treatment are used.

(Millions of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026	Year-on-year (%)
Net sales	204,109	243,655	19.4% increase
Operating profit	6,608	9,835	48.8% increase
Ordinary profit	7,369	10,167	38.0% increase
Profit attributable to owners of parent	6,039	6,376	5.6% increase

Operating results by segment are as follows.

Information & Electronics Business

Sales in the Information & Electronics Business increased due to factors such as sales related to flat panel displays (hereinafter, “FPDs”) remained steady, semiconductor-related material sales increased significantly, and solar power generation-related material sales began to rise.

In sales related to FPDs, the operations of panel manufacturers remained steady, and the Company’s sales for small- to medium-sized panels, in-vehicle electronics, and OLED were firm.

Sales of encapsulants for LEDs decreased due to some sales being brought forward in the previous fiscal year, despite no significant change in market conditions.

For inkjet-related products, sales were generally firm, despite the impact of production issues faced by some customers for home and office use. For industrial materials, a main focus of the Company, the market continued to grow, and the Company's sales also increased.

For copier-related products, the acquisition of new products led to a rise in the sales of related materials.

Sales of solar power generation-related materials increased due in part to major customers beginning to ramp up production. The Company is continuing to accelerate initiatives targeting Europe, North America, and India, where the impact of global price competition is relatively less severe.

For products related to lithium-ion batteries, sales of some related materials remained flat amid a continued global slowdown in EV sales. The Company is strengthening its initiatives for stationary storage batteries, driven by the growing demand for data centers, primarily in North America. The Company is also making new efforts to expand sales of high-performance materials for next-generation negative-electrode materials.

For photomask-related products, sales for related materials increased for both FPDs and semiconductors.

Sales for semiconductor-related materials significantly increased partly due to a substantial increase in sales of materials for advanced semiconductor applications, driven by the booming AI-related market, as well as the start of sales for new materials.

As a result, net sales amounted to ¥65,923 million (up 9.5% year-on-year). Segment profit (operating profit) was ¥2,180 million (up 11.5% year-on-year).

(Millions of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026	Year-on-year (%)
Net sales	60,206	65,923	9.5% increase
Segment profit (operating profit)	1,955	2,180	11.5% increase

Chemicals Business

In the Chemicals Business, overall, sales significantly increased across various sectors as both sales volume and prices rose, partly due to rising raw materials prices associated with the escalating situation in the Middle East and increasing demand for alternative raw materials.

For resin materials/additives, sales of urethane materials, including new businesses, increased significantly.

The demand for materials for automotive parts generally remained flat, but the introduction of new products led to the growth in thermal interface materials, resulting in a substantial increase in sales.

For the coatings/ink/adhesive area, both sales volume and prices have increased due to heightened demand associated with the escalating situation in the Middle East.

For papermaking agents, sales increased mainly due to rising material prices.

For products related to building materials, sales increased mainly due to expanded sales to house-builders despite the decline in new housing starts.

As a result, net sales amounted to ¥36,417 million (up 21.4% year-on-year). Segment profit (operating profit) was ¥1,368 million (up 76.1% year-on-year).

(Millions of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026	Year-on-year (%)
Net sales	30,009	36,417	21.4% increase
Segment profit (operating profit)	776	1,368	76.1% increase

Life Industry Business

In the Life Industry Business, sales increased due to strong performance overall in both life science-related products and food-related products.

For life science-related products, sales of raw materials for pharmaceuticals and daily necessities were robust, leading to an overall increase in sales. Sales of pharmaceuticals increased due to a rise in raw materials sales both domestically and overseas, as well as the launch of regenerative medication-related products.

For food-related products, sales of agricultural products increased due to the growth in export sales of “Matcha” products. For fishery products, sales were strong for conveyor-belt sushi restaurants and mass retailers in Japan, and the e-commerce sales of eel processed products and other businesses also experienced strong performance. Sales in the U.S. market remained flat compared to the previous year as demand for restaurants has yet to recover.

As a result, net sales amounted to ¥16,744 million (up 16.0% year-on-year). Segment profit (operating profit) was ¥825 million (up 49.1% year-on-year).

(Millions of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026	Year-on-year (%)
Net sales	14,441	16,744	16.0% increase
Segment profit (operating profit)	553	825	49.1% increase

Plastics Business

In the Plastics Business, overall, sales significantly increased across various sectors as both sales volume and prices rose due to rising raw materials prices associated with the escalating situation in the Middle East and efforts by some customers to secure inventories.

For products related to commodity resins, despite generally weak demand in various sectors, such as daily necessities and construction, sales increased mainly due to an increase in sales prices.

For products related to high-performance resins, products for OA performed steadily on a global scale, despite the impact of production issues faced by some customers. In addition, sales of new businesses including carbon fiber increased steadily.

For automotive-related products, global sales increased. By region, sales remained flat in Southeast Asia, China, and Mexico, increased domestically, and significantly increased in India. In China, sales to Japanese-affiliated automakers were weak, but sales to local manufacturers expanded. In Mexico, demand from Japanese-affiliated automakers did not recover, remaining flat compared to the previous year. In addition, sales prices increased in each region.

For the compound business, both sales volume and sales increased.

For polyolefin resins, both domestic and export sales increased due to the rise in sales prices. Exports, particularly for mainstay electric wire coatings in Asia, remained strong.

For film-related products (soft packaging area), both sales prices and sales volume increased, leading to an increase in sales.

For sports-related products, sales increased mainly due to favorable sales of grip tapes to major customers.

For sheet-related products, sales increased due to the acquisition of new customers as well as an increase in sales prices.

The recycling material business is expanding steadily.

As a result, net sales amounted to ¥124,523 million (up 25.3% year-on-year). Segment profit (operating profit) was ¥5,427 million (up 65.1% year-on-year).

(Millions of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026	Year-on-year (%)
Net sales	99,406	124,523	25.3% increase
Segment profit (operating profit)	3,287	5,427	65.1% increase

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

Assets

Total assets as of June 30, 2026 increased by ¥29,828 million compared with March 31, 2026 (up 6.0% from the end of the previous fiscal year) to ¥527,967 million.

The increase in current assets by ¥28,075 million was mainly due to increases in accounts receivable - trade and in merchandise and finished goods.

The increase in non-current assets by ¥1,753 million was mainly due to increases in investment securities and in intangible assets.

Liabilities

Total liabilities as of June 30, 2026 increased by ¥23,646 million compared with March 31, 2026 (up 9.4% from the end of the previous fiscal year) to ¥275,846 million.

The increase in current liabilities by ¥23,319 million was mainly due to increases in notes and accounts payable - trades and in short-term borrowings.

The increase in non-current liabilities by ¥326 million was mainly due to an increase in other.

Net assets

Total net assets as of June 30, 2026 increased by ¥6,182 million compared with March 31, 2026 (up 2.5% from the end of the previous fiscal year) to ¥252,120 million. This was mainly attributable to increases in retained earnings, in foreign currency translation adjustment and in non-controlling interests.

As a result, the equity ratio was 45.7% (down 1.6 points from March 31, 2026).

(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, 2026 and the full year ending March 31, 2027, which were announced in the Consolidated Financial Results on May 11, 2026

2. Consolidated financial statements and significant notes thereto

(1) Consolidated balance sheet

(Millions of yen)

	As of March 31, 2026	As of June 30, 2026
Assets		
Current assets		
Cash and deposits	76,836	67,902
Notes receivable - trade	25,553	29,355
Accounts receivable - trade	179,470	199,315
Merchandise and finished goods	89,104	100,962
Work in process	1,941	1,760
Raw materials and supplies	5,479	7,495
Other	16,305	15,967
Allowance for doubtful accounts	(618)	(612)
Total current assets	394,072	422,147
Non-current assets		
Property, plant and equipment	28,422	28,724
Intangible assets	13,723	14,083
Investments and other assets		
Investment securities	42,620	43,956
Retirement benefit asset	12,752	12,833
Other	12,653	12,419
Allowance for doubtful accounts	(6,105)	(6,196)
Total investments and other assets	61,920	63,012
Total non-current assets	104,066	105,820
Total assets	498,138	527,967

(Millions of yen)

	As of March 31, 2026	As of June 30, 2026
Liabilities		
Current liabilities		
Notes and accounts payable - trade	124,967	138,614
Short-term borrowings	37,102	47,464
Income taxes payable	4,159	3,294
Provision for bonuses	2,105	1,562
Other	16,152	16,870
Total current liabilities	184,487	207,806
Non-current liabilities		
Bonds payable	25,000	25,000
Long-term borrowings	27,741	27,717
Provision for retirement benefits for directors (and other officers)	36	18
Provision for share awards for directors (and other officers)	287	293
Retirement benefit liability	2,395	2,440
Other	12,251	12,569
Total non-current liabilities	67,713	68,039
Total liabilities	252,200	275,846
Net assets		
Shareholders' equity		
Share capital	9,364	9,364
Capital surplus	7,260	7,260
Retained earnings	164,582	167,473
Treasury shares	(783)	(783)
Total shareholders' equity	180,424	183,315
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	12,612	12,994
Deferred gains or losses on hedges	346	308
Foreign currency translation adjustment	40,460	42,954
Remeasurements of defined benefit plans	1,935	1,873
Total accumulated other comprehensive income	55,354	58,130
Non-controlling interests	10,159	10,674
Total net assets	245,938	252,120
Total liabilities and net assets	498,138	527,967

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

Consolidated statement of income

(Millions of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Net sales	204,109	243,655
Cost of sales	183,850	218,604
Gross profit	20,258	25,051
Selling, general and administrative expenses	13,650	15,215
Operating profit	6,608	9,835
Non-operating income		
Interest income	228	263
Dividend income	618	343
Share of profit of entities accounted for using equity method	126	90
Miscellaneous income	257	253
Total non-operating income	1,230	950
Non-operating expenses		
Interest expenses	355	422
Foreign exchange losses	10	87
Miscellaneous losses	103	108
Total non-operating expenses	469	618
Ordinary profit	7,369	10,167
Extraordinary income		
Gain on sale of investment securities	1,141	–
Total extraordinary income	1,141	–
Extraordinary losses		
Loss on valuation of investment securities	–	427
Total extraordinary losses	–	427
Profit before income taxes	8,511	9,740
Income taxes - current	2,452	2,658
Income taxes - deferred	(206)	243
Total income taxes	2,245	2,902
Profit	6,265	6,837
Profit attributable to non-controlling interests	226	461
Profit attributable to owners of parent	6,039	6,376

Consolidated statement of comprehensive income

(Millions of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Profit	6,265	6,837
Other comprehensive income		
Valuation difference on available-for-sale securities	755	537
Deferred gains or losses on hedges	(75)	(38)
Foreign currency translation adjustment	(2,187)	2,551
Remeasurements of defined benefit plans, net of tax	22	(63)
Share of other comprehensive income of entities accounted for using equity method	(64)	(27)
Total other comprehensive income	(1,548)	2,959
Comprehensive income	4,716	9,797
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	4,415	9,152
Comprehensive income attributable to non-controlling interests	301	644

(3) Notes to quarterly consolidated financial statements

Notes to segment information, etc.

[Segment information]

I 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	553	3,287	6,574

	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	6,608	–	6,608

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.
3. The Company has finalized the provisional accounting treatment related to the business combination during the second quarter of the fiscal year ended March 31, 2026. Consequently, the segment information for the three months ended June 30, 2025 has been adjusted to reflect the finalization of the provisional accounting treatment.

II Three months ended June 30, 2026

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	65,923	36,417	16,744	124,523	243,609
(2) Intersegment sales or transfers	–	–	–	–	–
Total	65,923	36,417	16,744	124,523	243,609
Segment profit	2,180	1,368	825	5,427	9,801

	Others (Note) 1	Total	Adjustments	Amount recorded in the quarterly consolidated statement of income (Note) 2
Net sales				
(1) Sales to external customers	45	243,655	–	243,655
(2) Intersegment sales or transfers	–	–	–	–
Total	45	243,655	–	243,655
Segment profit	33	9,835	–	9,835

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

Not applicable.

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, 2026 is not prepared. Depreciation (including amortization related to intangible assets excluding goodwill) and amortization of goodwill for the three months ended June 30, 2025 and 2026 are as follows.

The Company has finalized the provisional accounting treatment related to the business combination during the second quarter of the fiscal year ended March 31, 2026. Consequently, the figures for the three months ended June 30, 2025 have been adjusted to reflect the finalization of the provisional accounting treatment.

(Millions of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Depreciation	1,098	1,153
Amortization of goodwill	81	83