Translation

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

August 7, 2026

Company name:	FUSO CHEMICAL CO., LTD.		
Stock exchange listing:	Tokyo		
Stock code:	4368 URL https://fusokk.co.jp/eng/		
Representative:	Representative Director & President	Shinichi Sugita	
Inquiries:	Board Director, Division Manager of Administration Division	Hiroyuki Ito	TEL 03-3639-6311

Scheduled date to commence dividend payments: –

Preparation of supplementary material on financial results: No

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	22,819	22.3	6,172	31.5	6,363	40.4	6,688	115.4
Three months ended June 30, 2025	18,658	7.0	4,694	20.0	4,532	5.6	3,105	7.6

Note: Comprehensive income Three months ended June 30, 2026 ¥7,224 million [164.5%]
Three months ended June 30, 2025 ¥2,731 million [(27.7)%]

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2026	63.22	–
Three months ended June 30, 2025	29.35	–

Reference: Operating profit before depreciation and amortization (Consolidated operating profit + depreciation and amortization)
Three months ended June 30, 2026 ¥9,197 million
Three months ended June 30, 2025 ¥6,897 million

Note: The Company conducted a 3-for-1 share split of its common shares on April 1, 2026. Earnings per share is calculated on the assumption that the share split was implemented at the beginning of the previous fiscal year.

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of June 30, 2026	166,829	123,004	73.7	1,162.65
As of March 31, 2026	152,256	117,216	77.0	1,107.94

Reference: Equity As of June 30, 2026 ¥123,004 million
As of March 31, 2026 ¥117,216 million

Note: The Company conducted a 3-for-1 share split of its common shares on April 1, 2026. Net assets per share is calculated on the assumption that the share split was implemented at the beginning of the previous fiscal year.

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
Year ended March 31, 2026	–	41.00	–	41.00	82.00
Year ending March 31, 2027	–				
Year ending March 31, 2027 (Forecast)		14.00	–	14.00	28.00

Notes: 1. Revisions to the cash dividend forecast most recently announced: No
2. The Company conducted a 3-for-1 share split of its common shares on April 1, 2026. The amounts shown for the year ended March 31, 2026 are the actual amounts of dividends paid before the share split.

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	43,100	14.3	11,600	19.0	11,700	19.3	10,450	51.9	98.77
Full year	85,800	11.5	24,300	28.9	24,500	25.2	19,200	34.2	181.48

Note: Revisions to the financial results forecasts most recently announced: No

Reference: Operating profit before depreciation and amortization (Consolidated operating profit + depreciation and amortization)

First half (cumulative) ¥17,800 million [24.2%] Full year ¥37,000 million [24.2%]

4. Notes

(1) Significant changes in the scope of consolidation during the three months ended June 30, 2026: No

(2) Application of special accounting methods for preparing quarterly consolidated financial statements: Yes

Note: Simple accounting procedures and accounting procedures specific for the preparation of quarterly consolidated financial statements.

(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	106,533,000 shares	As of March 31, 2026	106,533,000 shares

Number of treasury shares at the end of the period

As of June 30, 2026	736,626 shares	As of March 31, 2026	736,626 shares

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

Three months ended June 30, 2026	105,796,374 shares	Three months ended June 30, 2025	105,786,844 shares

Note: The Company conducted a 3-for-1 share split of its common shares on April 1, 2026. Total number of issued shares at the end of the period, number of treasury shares at the end of the period, and average number of shares during the period (cumulative from the beginning of the fiscal year) are calculated on the assumption that the share split was implemented at the beginning of the previous fiscal year.

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

* Explanation of proper use of financial results forecast, and other special matters

(Caution concerning forward-looking statements)

The forward-looking statements, including the financial results forecast shown in this document, are based on information currently available to the Company and on certain assumptions deemed to be reasonable by the Company. As such, they do not constitute guarantees by the Company of future performance. Actual performance and other results may also differ materially due to various factors.

Quarterly consolidated financial statements
Consolidated balance sheets

(Thousands of yen)

	As of March 31, 2026	As of June 30, 2026
Assets		
Current assets		
Cash and deposits	41,006,795	38,292,068
Notes and accounts receivable - trade	16,626,358	19,621,452
Merchandise and finished goods	14,205,343	13,100,192
Work in process	703,343	1,017,971
Raw materials and supplies	3,500,382	4,157,940
Other	2,450,191	6,006,849
Allowance for doubtful accounts	(16,363)	(17,080)
Total current assets	78,476,053	82,179,393
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	25,492,180	25,019,740
Machinery, equipment and vehicles, net	25,403,776	23,899,142
Land	8,442,867	8,445,249
Construction in progress	4,188,076	17,328,242
Other, net	1,013,429	974,695
Total property, plant and equipment	64,540,330	75,667,070
Intangible assets	5,490,989	5,147,190
Investments and other assets		
Investment securities	679,817	894,644
Long-term prepaid expenses	434,498	391,331
Deferred tax assets	1,897,402	1,820,485
Retirement benefit asset	299,860	291,877
Other	437,325	437,642
Total investments and other assets	3,748,904	3,835,982
Total non-current assets	73,780,224	84,650,243
Total assets	152,256,278	166,829,636

(Thousands of yen)

	As of March 31, 2026	As of June 30, 2026
Liabilities		
Current liabilities		
Accounts payable - trade	2,836,663	3,304,236
Current portion of long-term borrowings	4,000,000	4,000,000
Accounts payable - other	2,684,275	3,109,908
Accounts payable - facilities	5,429,273	14,045,080
Income taxes payable	3,056,555	3,315,862
Provision for bonuses	691,096	428,881
Provision for bonuses for directors (and other officers)	95,612	40,248
Provision for repairs	506,796	448,224
Other	543,856	939,347
Total current liabilities	19,844,130	29,631,790
Non-current liabilities		
Long-term borrowings	12,900,000	11,900,000
Deferred tax liabilities	394,174	396,589
Retirement benefit liability	1,472,003	1,478,170
Asset retirement obligations	155,418	153,289
Long-term accounts payable - facilities	123,092	119,399
Other	150,536	145,777
Total non-current liabilities	15,195,224	14,193,227
Total liabilities	35,039,354	43,825,017
Net assets		
Shareholders’ equity		
Share capital	4,334,047	4,334,047
Capital surplus	4,820,722	4,829,317
Retained earnings	102,917,629	108,160,641
Treasury shares	(1,021,523)	(1,021,523)
Total shareholders’ equity	111,050,875	116,302,483
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	157,089	304,184
Deferred gains or losses on hedges	17,415	13,244
Foreign currency translation adjustment	5,991,543	6,384,705
Total accumulated other comprehensive income	6,166,047	6,702,135
Total net assets	117,216,923	123,004,618
Total liabilities and net assets	152,256,278	166,829,636

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Thousands of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Net sales	18,658,089	22,819,442
Cost of sales	11,444,179	13,714,233
Gross profit	7,213,909	9,105,209
Selling, general and administrative expenses	2,519,839	2,932,925
Operating profit	4,694,069	6,172,283
Non-operating income		
Interest income	103,869	132,236
Dividend income	7,987	4,423
Foreign exchange gains	–	75,668
Other	10,983	8,399
Total non-operating income	122,840	220,727
Non-operating expenses		
Interest expenses	32,789	26,715
Loss on investments in investment partnerships	6,718	2,606
Foreign exchange losses	244,701	–
Other	19	230
Total non-operating expenses	284,229	29,552
Ordinary profit	4,532,680	6,363,458
Extraordinary income		
Gain on sale of non-current assets	578	31
Subsidy income	5,588	3,703,829
Total extraordinary income	6,166	3,703,860
Extraordinary losses		
Loss on sale of non-current assets	195	–
Loss on retirement of non-current assets	3,871	95,385
Total extraordinary losses	4,066	95,385
Profit before income taxes	4,534,780	9,971,934
Income taxes - current	1,410,836	3,276,147
Income taxes - deferred	18,766	6,891
Total income taxes	1,429,602	3,283,038
Profit	3,105,177	6,688,896
Profit attributable to owners of parent	3,105,177	6,688,896

Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Profit	3,105,177	6,688,896
Other comprehensive income		
Valuation difference on available-for-sale securities	14,149	147,095
Deferred gains or losses on hedges	(7,113)	(4,170)
Foreign currency translation adjustment	(380,823)	393,162
Total other comprehensive income	(373,787)	536,087
Comprehensive income	2,731,390	7,224,984
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,731,390	7,224,984
Comprehensive income attributable to non-controlling interests	–	–

Consolidated statements of cash flows

(Thousands of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Cash flows from operating activities		
Profit before income taxes	4,534,780	9,971,934
Depreciation	2,203,421	3,025,420
Increase (decrease) in allowance for doubtful accounts	111	478
Increase (decrease) in provision for bonuses	(239,341)	(264,613)
Increase (decrease) in provision for bonuses for directors (and other officers)	(17,707)	(55,364)
Increase (decrease) in retirement benefit liability	14,843	14,165
Increase (decrease) in provision for repairs	(95,255)	(58,571)
Interest and dividend income	(111,856)	(136,659)
Interest expenses	32,789	26,715
Foreign exchange losses (gains)	140,244	(15,358)
Loss (gain) on sale of non-current assets	(382)	(31)
Loss on retirement of non-current assets	3,871	95,385
Loss (gain) on investments in investment partnerships	6,718	2,606
Subsidy income	(5,588)	(3,703,829)
Decrease (increase) in trade receivables	(977,932)	(2,919,698)
Decrease (increase) in inventories	113,740	245,796
Increase (decrease) in trade payables	(90,609)	444,648
Increase (decrease) in accounts payable - other	118,735	472,816
Other, net	261,948	439,105
Subtotal	5,892,534	7,584,946
Interest and dividends received	116,354	131,526
Interest paid	(32,307)	(26,583)
Subsidies received	5,588	8,896
Income taxes paid	(1,721,252)	(2,981,995)
Net cash provided by (used in) operating activities	4,260,917	4,716,790
Cash flows from investing activities		
Payments into time deposits	(1,308,297)	(3,905,611)
Proceeds from withdrawal of time deposits	1,129,282	3,368,483
Purchase of property, plant and equipment	(5,816,820)	(5,006,402)
Proceeds from sale of property, plant and equipment	1,044	31
Purchase of intangible assets	(126,684)	(57,532)
Purchase of investment securities	(2,604)	(2,789)
Proceeds from collection of long-term loans receivable	0	0
Other, net	(23,620)	(109,161)
Net cash provided by (used in) investing activities	(6,147,700)	(5,712,982)
Cash flows from financing activities		
Repayments of long-term borrowings	(100,000)	(1,000,000)
Dividends paid	(1,327,951)	(1,435,201)
Repayments of lease liabilities	(4,779)	(5,398)
Net cash provided by (used in) financing activities	(1,432,730)	(2,440,599)
Effect of exchange rate change on cash and cash equivalents	(256,111)	124,002
Net increase (decrease) in cash and cash equivalents	(3,575,625)	(3,312,789)
Cash and cash equivalents at beginning of period	29,237,390	37,896,430
Cash and cash equivalents at end of period	25,661,764	34,583,641