

Translation

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Summary of Consolidated Financial Results for the Six Months Ended September 30, 2025 (Based on Japanese GAAP)

October 31, 2025

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
 Board Director, Division Manager of
 Inquiries: Administration Division Hiroyuki Ito TEL 03-3639-6311
 Scheduled date to file semi-annual securities report: November 7, 2025
 Scheduled date to commence dividend payments: December 10, 2025
 Preparation of supplementary material on financial results: No
 Holding of financial results meeting: Yes (for institutional investors)

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the six months ended September 30, 2025 (from April 1, 2025 to September 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	%
Six months ended September 30, 2025	37,705	8.5	9,746	19.7	9,807	23.4	6,879	22.7
Six months ended September 30, 2024	34,756	28.1	8,145	45.9	7,948	27.3	5,608	30.8

Note: Comprehensive income Six months ended September 30, 2025 ¥7,062 million [41.6%]
 Six months ended September 30, 2024 ¥4,989 million [(8.8)%]

	Earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2025	195.12	—
Six months ended September 30, 2024	159.09	—

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

Six months ended September 30, 2025 ¥14,328 million
 Six months ended September 30, 2024 ¥11,847 million

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of September 30, 2025	144,449	109,788	76.0	3,113.18
As of March 31, 2025	141,502	104,048	73.5	2,951.16

Reference: Equity As of September 30, 2025 ¥109,788 million
 As of March 31, 2025 ¥104,048 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
Year ended March 31, 2025	—	35.00	—	38.00	73.00
Year ending March 31, 2026	—	41.00			
Year ending March 31, 2026 (Forecast)			—	41.00	82.00

Note: Revisions to the cash dividend forecast most recently announced: Yes

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
Full year	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
	75,500	8.6	17,500	7.8	17,600	6.3	12,200	5.0	346.04

Note: Revisions to the financial results forecasts most recently announced: Yes

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

Full year ¥28,400 million [15.7%]

4. Notes

(1) Significant changes in the scope of consolidation during the period: No

(2) Application of special accounting methods for preparing semi-annual consolidated financial statements: Yes

(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 September 30, 2025	35,511,000 shares	As of March 31, 2025	35,511,000 shares
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Number of treasury shares at the end of the period

As of September 30, 2025	245,494 shares	As of March 31, 2025	254,089 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2025	35,259,118 shares	Six months ended September 30, 2024	35,251,492 shares
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* Semi-annual financial results reports are exempt from review conducted by certified public accountants or an audit corporation.

* 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.

Semi-annual consolidated financial statements
Semi-annual consolidated balance sheets

(Thousands of yen)

	As of March 31, 2025	As of September 30, 2025
Assets		
Current assets		
Cash and deposits	31,295,730	33,464,723
Notes and accounts receivable - trade	16,046,056	17,296,107
Merchandise and finished goods	14,058,439	14,409,922
Work in process	675,979	656,335
Raw materials and supplies	3,419,342	3,409,490
Other	1,571,738	887,486
Allowance for doubtful accounts	(14,851)	(15,446)
Total current assets	67,052,435	70,108,620
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	19,435,011	18,913,246
Machinery, equipment and vehicles, net	18,491,734	17,719,557
Land	8,433,034	8,432,429
Construction in progress	19,567,556	21,045,936
Other, net	1,055,247	941,907
Total property, plant and equipment	66,982,585	67,053,077
Intangible assets	4,006,424	3,751,406
Investments and other assets		
Investment securities	714,487	805,008
Long-term prepaid expenses	540,921	458,820
Deferred tax assets	1,720,436	1,593,063
Retirement benefit asset	247,313	232,038
Other	237,467	447,837
Allowance for doubtful accounts	(0)	(0)
Total investments and other assets	3,460,627	3,536,768
Total non-current assets	74,449,636	74,341,252
Total assets	141,502,071	144,449,873

(Thousands of yen)

	As of March 31, 2025	As of September 30, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	3,073,443	2,968,632
Current portion of long-term borrowings	3,100,000	4,000,000
Accounts payable - other	2,625,862	2,606,599
Accounts payable - facilities	6,207,343	3,726,584
Income taxes payable	1,847,953	2,714,416
Provision for bonuses	620,290	693,609
Provision for bonuses for directors (and other officers)	52,350	71,352
Provision for repairs	451,633	188,254
Other	510,725	750,503
Total current liabilities	18,489,603	17,719,952
Non-current liabilities		
Long-term borrowings	16,900,000	14,900,000
Deferred tax liabilities	303,532	304,438
Retirement benefit liability	1,463,632	1,442,640
Asset retirement obligations	17,924	17,924
Long-term accounts payable - facilities	137,864	130,478
Other	140,535	146,279
Total non-current liabilities	18,963,490	16,941,762
Total liabilities	37,453,093	34,661,714
Net assets		
Shareholders' equity		
Share capital	4,334,047	4,334,047
Capital surplus	4,820,722	4,820,722
Retained earnings	91,405,565	96,927,074
Treasury shares	(1,057,033)	(1,022,269)
Total shareholders' equity	99,503,301	105,059,574
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	191,889	233,907
Deferred gains or losses on hedges	8,682	11,097
Foreign currency translation adjustment	4,345,103	4,483,579
Total accumulated other comprehensive income	4,545,676	4,728,584
Total net assets	104,048,977	109,788,158
Total liabilities and net assets	141,502,071	144,449,873

Semi-annual consolidated statements of income (cumulative) and semi-annual consolidated statements of comprehensive income (cumulative)

Semi-annual consolidated statements of income (cumulative)

(Thousands of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Net sales	34,756,353	37,705,888
Cost of sales	21,840,812	22,874,014
Gross profit	12,915,541	14,831,873
Selling, general and administrative expenses	4,770,497	5,084,919
Operating profit	8,145,044	9,746,953
Non-operating income		
Interest income	157,061	207,466
Dividend income	6,161	7,987
Other	18,716	21,901
Total non-operating income	181,939	237,355
Non-operating expenses		
Interest expenses	65,940	64,782
Depreciation	558	—
Loss on investments in investment partnerships	31,096	23,695
Foreign exchange losses	279,792	87,623
Other	644	572
Total non-operating expenses	378,033	176,673
Ordinary profit	7,948,950	9,807,635
Extraordinary income		
Gain on sale of non-current assets	60,928	2,813
Subsidy income	20,257	5,588
Total extraordinary income	81,185	8,402
Extraordinary losses		
Loss on sale of non-current assets	—	198
Loss on retirement of non-current assets	21,405	20,925
Total extraordinary losses	21,405	21,124
Profit before income taxes	8,008,730	9,794,913
Income taxes - current	2,299,441	2,806,106
Income taxes - deferred	100,975	108,881
Total income taxes	2,400,417	2,914,988
Profit	5,608,313	6,879,924
Profit attributable to owners of parent	5,608,313	6,879,924

Semi-annual consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Profit	5,608,313	6,879,924
Other comprehensive income		
Valuation difference on available-for-sale securities	(79,064)	42,017
Deferred gains or losses on hedges	(22,077)	2,414
Foreign currency translation adjustment	(517,965)	138,475
Total other comprehensive income	(619,107)	182,907
Comprehensive income	4,989,206	7,062,832
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	4,989,206	7,062,832
Comprehensive income attributable to non-controlling interests	—	—

Semi-annual consolidated statements of cash flows

(Thousands of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Cash flows from operating activities		
Profit before income taxes	8,008,730	9,794,913
Depreciation	3,702,681	4,581,823
Increase (decrease) in allowance for doubtful accounts	4,002	641
Increase (decrease) in provision for bonuses	65,492	71,714
Increase (decrease) in provision for bonuses for directors (and other officers)	22,310	19,002
Increase (decrease) in retirement benefit liability	24,759	(5,974)
Increase (decrease) in provision for repairs	(209,103)	(263,379)
Interest and dividend income	(163,222)	(215,453)
Interest expenses	65,940	64,782
Foreign exchange losses (gains)	179,617	34,473
Loss (gain) on investments in investment partnerships	31,096	23,695
Loss (gain) on sale of non-current assets	(60,928)	(2,614)
Loss on retirement of non-current assets	21,405	20,925
Subsidy income	(20,257)	(5,588)
Decrease (increase) in trade receivables	224,616	(1,229,814)
Decrease (increase) in inventories	937,540	(297,105)
Increase (decrease) in trade payables	894,077	(117,376)
Increase (decrease) in accounts payable - other	386,229	50,960
Other, net	1,677,435	908,819
Subtotal	15,792,426	13,434,445
Interest and dividends received	152,743	210,280
Interest paid	(69,025)	(65,034)
Subsidies received	20,257	5,588
Income taxes paid	(1,330,093)	(1,986,431)
Net cash provided by (used in) operating activities	14,566,307	11,598,848
Cash flows from investing activities		
Payments into time deposits	(1,593,349)	(1,330,016)
Proceeds from withdrawal of time deposits	1,423,225	1,549,921
Purchase of property, plant and equipment	(12,295,950)	(6,468,677)
Proceeds from sale of property, plant and equipment	1	3,309
Purchase of intangible assets	(15,429)	(305,369)
Proceeds from sale of intangible assets	67,189	—
Purchase of investment securities	(2,839)	(52,903)
Proceeds from collection of long-term loans receivable	0	0
Proceeds from distributions from investment partnerships	27,990	—
Other, net	(388,877)	(223,391)
Net cash provided by (used in) investing activities	(12,778,039)	(6,827,127)
Cash flows from financing activities		
Repayments of long-term borrowings	—	(1,100,000)
Purchase of treasury shares	(236)	—
Dividends paid	(1,163,171)	(1,339,552)
Repayments of lease liabilities	(5,432)	(9,342)
Net cash provided by (used in) financing activities	(1,168,841)	(2,448,894)
Effect of exchange rate change on cash and cash equivalents	(331,904)	34,573
Net increase (decrease) in cash and cash equivalents	287,522	2,357,400
Cash and cash equivalents at beginning of period	29,483,756	29,237,390
Cash and cash equivalents at end of period	29,771,278	31,594,790