

Translation

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

November 11, 2025

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 Stock exchange listing: Tokyo
 Stock code: 4100 URL <https://www.todakogyo.co.jp>
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 Scheduled date to file Semi-annual Securities Report: November 14, 2025
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on financial results: Yes
 Holding of financial results meeting: Yes (for institutional investors and analysts)

(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	14,309	(1.4)	599	–	18	–	(108)	–
Six months ended September 30, 2024	14,508	14.5	(267)	–	(266)	–	(879)	–

Note: Comprehensive income Six months ended September 30, 2025: ¥(368) million [– %]
 Six months ended September 30, 2024: ¥613 million [(65.9) %]

	Earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2025	(18.71)	–
Six months ended September 30, 2024	(152.24)	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2025	49,235	11,417	21.7
As of March 31, 2025	50,672	11,777	21.7

Reference: Equity
 As of September 30, 2025: ¥10,679 million
 As of March 31, 2025: ¥11,013 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	–	0.00	–	0.00	0.00
Year ending March 31, 2026	–	0.00			
Year ending March 31, 2026 (Forecast)			–	0.00	0.00

Note: Revisions to the forecasts of cash dividends most recently announced: No

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
	28,500	(10.0)	1,000	—	(300)	—	(700)	—	(121.08)

Notes: 1. Revisions to the consolidated financial results forecasts most recently announced: Yes
2. Please refer to “Notification on Recording of Non-operating Expenses, the Differences Between the Forecast and the Financial Results for the Six Months Ended September 30, 2025, and Revisions to Our Full-year Forecast of Consolidated Financial Results” (in Japanese only) released today (November 11, 2025) for information on revisions to the forecast of consolidated financial results.

* Notes

- (1) Significant changes in the scope of consolidation during the six months ended September 30, 2025: No
- (2) Application of special accounting methods for preparing semi-annual 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 September 30, 2025	6,099,192 shares	As of March 31, 2025	6,099,192 shares
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Number of treasury shares at the end of the period

As of September 30, 2025	317,972 shares	As of March 31, 2025	317,912 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	5,781,259 shares	Six months ended September 30, 2024	5,778,990 shares
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* Semi-annual financial results reports are exempt from review conducted by certified public accountants or an audit corporation.

* Proper use of earnings forecasts, and other special matters

(Caution regarding forward-looking statements and others)

The forecast of financial results is based on information available at the current time and include many uncertain factors. Actual financial results and other items may differ from the above forecast for any of various reasons, including changes in business conditions. Please refer to “(3) Explanation of Forecast of Financial Results and Other Forward-looking Statements” of “1. Qualitative Information on Semi-annual Financial Results” on page 2 of the attached materials for the items related to the above forecasts.

(Method of accessing supplementary material on financial results)

Supplementary material on financial results will be posted on the Company’s website on December 2, 2025.

Attached Material

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1. Qualitative Information on Semi-annual Financial Results

(1) Explanation of Business Results

In the business environment surrounding the TODA KOGYO Group (the “Group”) during the six months ended September 30, 2025, there was a moderate recovery trend in the economy due to factors that include the improvement in the employment and income environment. On the other hand, the outlook remains uncertain due to such factors as the continued rise in prices, the sluggish domestic demand in China, and the risk of a downturn in the global economy due to the impact of U.S. trade policy.

The Group is accelerating selection and concentration, and promoting further enhancement of business portfolio management in order to achieve the KPIs set forth in the Ideal Vision for fiscal 2030 (fiscal year ending March 31, 2031) and a medium-term management plan, Vision2026, covering the period from fiscal 2024 (fiscal year ended March 31, 2025) to fiscal 2026 (fiscal year ending March 31, 2027). The magnet materials and dielectric materials businesses, which are positioned as growth businesses in our business portfolio management, are being further expanded. The main applications of magnet materials are motors and sensors for automobiles, and we are investing our management resources to meet growing demand due to needs for smaller and lighter automotive parts. The main application of dielectric materials is in multilayer ceramic capacitors used in automobiles and ICT devices, for which further miniaturization and higher capacitance are required. In addition to developing and manufacturing products specialized for 150 nm or less using our proprietary fine particle synthesis technology, we also aim to provide customers with dispersion of high quality and reduced labor for dispersing fine particles by supplying them with fine particles before they are dried. We are promoting rationalization activities such as product pricing optimization action, cost reductions, and overhead cost reductions for coloring materials and toner materials, which are positioned as a revitalization/reorganization business. As for environmental related materials, which is positioned as a next-generation business, we are developing new materials that contribute to reducing environmental impact, such as CO₂ separation and capture materials, and are investing management resources with a focus on speedy commercialization.

Under these circumstances, during the six months ended September 30, 2025, the second year of Vision2026, net sales came to ¥14,309 million (down 1.4% year on year), operating profit came to ¥599 million (compared with operating loss of ¥267 million in the same period of the previous fiscal year), ordinary profit came to ¥18 million (compared with ordinary loss of ¥266 million in the same period of the previous fiscal year), and loss attributable to owners of parent came to ¥108 million (compared with loss attributable to owners of parent of ¥879 million in the same period of the previous fiscal year).

The status of each segment is as follows.

Functional pigments

Net sales were ¥3,999 million, an increase of 0.9% year on year. Segment profit was ¥710 million, an increase of 62.2% year on year due to cost reduction and overhead cost reduction, as well as product pricing optimization action.

Electronic materials

Demand for dielectric materials remained strong and grew significantly compared to the same period of the previous fiscal year. On the other hand, magnet materials and soft magnetic materials struggled due to a decline in sales of new cars in the automobile market and intensified competition with other companies in the same industry in China. Due in part to the impact of the dissolution of cooperative activities in the hydrotalcite business, which is positioned as a revitalization/reorganization business in Vision2026, net sales were ¥10,565 million, a decline of 2.2% year on year. In terms of profits, performance improved compared to the same period last year due to cost reduction and SG&A cost reduction, as well as lower expenses and sales of inventory at Toda Advanced Materials Inc., which was decided to be dissolved and liquidated. As a result of the above, segment profit was ¥1,285 million, an increase of 66.5% year on year.

For non-operating income and expenses, revenues from associates accounted for using the equity method, which are engaged in the manufacture of coloring materials and magnet materials, remained strong, but

revenues from associates accounted for using the equity method, which are engaged in the manufacture of lithium ion battery (LIB) materials, declined due to the sluggish EV demand. Consequently, share of loss of entities accounted for using equity method was recorded.

(2) Explanation of Financial Position

Assets

Assets as of September 30, 2025, came to ¥49,235 million, a decrease of ¥1,437 million over the end of the previous fiscal year. This was mainly due to decreases of ¥695 million in notes and accounts receivable - trade, ¥487 million in merchandise and finished goods, ¥456 million in other under current assets, and ¥1,103 million in investments in capital of subsidiaries and associates, despite increases of ¥558 million in property, plant and equipment and ¥972 million in investment securities.

Liabilities

Liabilities as of September 30, 2025, came to ¥37,818 million, a decrease of ¥1,076 million over the end of the previous fiscal year. This was mainly due to decreases of ¥303 million in notes and accounts payable - trade, and ¥778 million in other under current liabilities.

Net assets

Net assets as of September 30, 2025, came to ¥11,417 million, a decrease of ¥360 million over the end of the previous fiscal year. This was mainly due to recording of ¥108 million of loss attributable to owners of parent and a decrease of ¥865 million in foreign currency translation adjustment, despite an increase of ¥661 million in valuation difference on available-for-sale securities.

(3) Explanation of Forecast of Financial Results and Other Forward-looking Statements

Please refer to “Notification on Recording of Non-operating Expenses, the Differences Between the Forecast and the Financial Results for the Six Months Ended September 30, 2025, and Revisions to Our Full-year Forecast of Consolidated Financial Results” (in Japanese only) released today (November 11, 2025) for information on revisions to the forecast of consolidated financial results.

2. Semi-annual Consolidated Financial Statements and Significant Notes Thereto

(1) Semi-annual Consolidated Balance Sheets

	(Millions of yen)	
	As of March 31, 2025	As of September 30, 2025
Assets		
Current assets		
Cash and deposits	8,078	7,946
Notes and accounts receivable - trade	8,295	7,600
Merchandise and finished goods	4,130	3,643
Work in process	2,001	1,929
Raw materials and supplies	1,853	2,059
Other	1,469	1,013
Allowance for doubtful accounts	(21)	(20)
Total current assets	25,807	24,173
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	1,848	1,861
Machinery, equipment and vehicles, net	1,636	1,832
Land	5,529	5,527
Construction in progress	989	1,252
Other, net	461	549
Total property, plant and equipment	10,465	11,023
Intangible assets		
Goodwill	2,708	2,329
Other	55	193
Total intangible assets	2,763	2,523
Investments and other assets		
Investment securities	3,374	4,346
Investments in capital of subsidiaries and associates	7,572	6,469
Other	691	702
Allowance for doubtful accounts	(3)	(3)
Total investments and other assets	11,634	11,515
Total non-current assets	24,864	25,062
Total assets	50,672	49,235

(Millions of yen)

	As of March 31, 2025	As of September 30, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	3,364	3,061
Short-term borrowings	8,428	9,023
Current portion of long-term borrowings	4,796	4,709
Income taxes payable	138	121
Provision for bonuses	275	226
Provision for loss on liquidation of subsidiaries and associates	955	799
Other	2,219	1,441
Total current liabilities	20,179	19,382
Non-current liabilities		
Long-term borrowings	14,540	13,992
Retirement benefit liability	2,268	2,306
Other	1,905	2,137
Total non-current liabilities	18,715	18,436
Total liabilities	38,894	37,818
Net assets		
Shareholders' equity		
Share capital	7,477	7,477
Capital surplus	4,297	4,297
Retained earnings	(3,988)	(4,096)
Treasury shares	(1,428)	(1,428)
Total shareholders' equity	6,357	6,249
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,475	2,136
Foreign currency translation adjustment	2,785	1,920
Remeasurements of defined benefit plans	394	372
Total accumulated other comprehensive income	4,655	4,429
Share acquisition rights	114	121
Non-controlling interests	650	616
Total net assets	11,777	11,417
Total liabilities and net assets	50,672	49,235

(2) Semi-annual Consolidated Statements of Income and Consolidated Statements of Comprehensive Income
Semi-annual Consolidated Statements of Income

	(Millions of yen)	
	Six months ended September 30, 2024	Six months ended September 30, 2025
Net sales	14,508	14,309
Cost of sales	11,540	10,759
Gross profit	2,967	3,550
Selling, general and administrative expenses		
Employees' salaries	697	632
Provision for bonuses	95	93
Retirement benefit expenses	60	50
Research and development expenses	761	686
Other	1,619	1,487
Total selling, general and administrative expenses	3,234	2,950
Operating profit (loss)	(267)	599
Non-operating income		
Interest income	41	26
Dividend income	38	39
Share of profit of entities accounted for using equity method	187	—
Foreign exchange gains	—	111
Other	68	91
Total non-operating income	336	269
Non-operating expenses		
Interest expenses	229	212
Foreign exchange losses	86	—
Share of loss of entities accounted for using equity method	—	628
Other	19	8
Total non-operating expenses	335	850
Ordinary profit (loss)	(266)	18
Extraordinary income		
Gain on disposal of non-current assets	3	0
Surrender value of insurance policies	—	3
Compensation income	33	—
Total extraordinary income	36	3
Extraordinary losses		
Loss on disposal of non-current assets	4	4
Provision for environmental measures	—	3
Impairment losses	309	—
Other	—	0
Total extraordinary losses	313	9
Profit (loss) before income taxes	(544)	13
Income taxes - current	208	230
Income taxes - deferred	101	(116)
Total income taxes	309	114
Loss	(854)	(100)
Profit attributable to non-controlling interests	25	7
Loss attributable to owners of parent	(879)	(108)

Semi-annual Consolidated Statements of Comprehensive Income

(Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Loss	(854)	(100)
Other comprehensive income		
Valuation difference on available-for-sale securities	315	660
Foreign currency translation adjustment	884	(664)
Remeasurements of defined benefit plans, net of tax	(60)	(21)
Share of other comprehensive income of entities accounted for using equity method	328	(242)
Total other comprehensive income	1,467	(267)
Comprehensive income	613	(368)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	518	(333)
Comprehensive income attributable to non-controlling interests	94	(34)

(3) Notes to Semi-annual Consolidated Financial Statements**(Notes on Assumption of Going Concern)**

Not applicable

(Notes When There Are Significant Changes in Amounts of Shareholders' Equity)

Not applicable

(Notes on Segment Information, Etc.)**[Segment information]****I Six months ended September 30, 2024****1. Information regarding amounts of net sales and profit or losses for each reportable segment**

	Reportable segments		Total	Adjustments (Note 1)	Amount posted on semi-annual consolidated statements of income (Note 2)
	Functional pigments	Electronic materials			
Net sales					
Net sales to external customers	3,955	10,552	14,508	–	14,508
Inter-segment net sales or transfers	8	253	262	(262)	–
Total	3,963	10,806	14,770	(262)	14,508
Segment profit (loss)	437	771	1,209	(1,476)	(267)

Notes: 1 The adjustment of negative ¥1,476 million to segment profit (loss) includes corporate expenses of negative ¥1,476 million not allocated to either reportable segment. Corporate expenses mainly consist of general and administrative expenses that do not belong to the reportable segments.

2 For segment profit (loss), the Group has adjusted operating loss on its semi-annual consolidated statements of income.

2. Information regarding impairment losses on non-current assets or goodwill, etc. by reportable segment**(Significant impairment losses on non-current assets)**

Impairment losses on non-current assets were recorded for the functional pigments, electronic materials segments, and corporate assets that do not belong to the reportable segments. The amounts of such impairment losses recorded for the six months ended September 30, 2024 were ¥182 million for the functional pigments segment, ¥38 million for the electronic materials segment, and ¥88 million for corporate assets that do not belong to the reportable segments.

(Significant changes in the amount of goodwill)

Not applicable

(Significant gain on bargain purchase)

Not applicable

II Six months ended September 30, 2025

1. Information regarding amounts of net sales and profit or losses for each reportable segment

(Millions of yen)

	Reportable segments		Total	Adjustments (Note 1)	Amount posted on semi-annual consolidated statements of income (Note 2)
	Functional pigments	Electronic materials			
Net sales					
Net sales to external customers	3,987	10,321	14,309	–	14,309
Inter-segment net sales or transfers	12	243	255	(255)	–
Total	3,999	10,565	14,565	(255)	14,309
Segment profit	710	1,285	1,995	(1,395)	599

Notes: 1 The adjustment of negative ¥1,395 million to segment profit includes corporate expenses of negative ¥1,395 million not allocated to either reportable segment. Corporate expenses mainly consist of general and administrative expenses that do not belong to the reportable segments.

2 For segment profit, the Group has adjusted operating profit on its semi-annual consolidated statements of income.

2. Information regarding impairment losses on non-current assets or goodwill, etc. by reportable segment

(Significant impairment losses on non-current assets)

Not applicable

(Significant changes in the amount of goodwill)

Not applicable

(Significant gain on bargain purchase)

Not applicable