



October 29, 2026

Consolidated Financial Results for the Six Months Ended September 30, 2026 (Under Japanese GAAP)

Company name: Zeon Corporation
 Listing: Tokyo Stock Exchange
 Securities code: 4205
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 Scheduled date to file semi-annual securities report: November 5, 2026
 Scheduled date to commence dividend payments: December 4, 2026
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: Yes (For Securities Analysts and Institutional Investors)

(Yen amounts are rounded to millions, unless otherwise noted.)

1. Consolidated financial results for the six months ended September 30, 2026 (from April 1, 2026 to September 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	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2026	224,872	8.9	31,921	65.0	33,562	75.4	26,274	17.8
September 30, 2025	206,471	(3.2)	19,352	15.2	19,133	2.9	22,305	81.3

Note: Comprehensive income For the six months ended September 30, 2026: ¥37,595 million [152.0%]
 For the six months ended September 30, 2025: ¥14,918 million [(16.4)%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2026	137.25	137.21
September 30, 2025	113.76	113.70

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
September 30, 2026	605,485	406,544	67.1
March 31, 2026	548,246	378,252	68.9

Reference: Equity
 As of September 30, 2026: ¥406,016 million
 As of March 31, 2026: ¥377,476 million

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2026	-	36.00	-	40.00	76.00
Fiscal year ending March 31, 2027	-	39.00			
Fiscal year ending March 31, 2027 (Forecast)				40.00	79.00

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

3. Forecast of consolidated financial results for the fiscal 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		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen

Fiscal year ending March 31, 2027	430,000	4.4	45,500	25.1	46,500	16.1	43,000	18.7	224.56
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Note: Revisions to the earnings forecasts most recently announced: Yes

* **Notes**

- (1) Significant changes in the scope of consolidation during the period: Yes
 Newly included: 2 companies (ZIS Information Technology Co., Ltd., Zeon Chemicals Kurashiki Co., Ltd.)
 Excluded: 1 company (Zeon Yamaguchi Corporation)
- (2) Adoption of accounting treatment specific to the preparation of semi-annual consolidated financial statements: Yes
- (3) Changes in accounting policies, changes in accounting estimates, and restatement
 (i) Changes in accounting policies due to revisions to accounting standards and other regulations: None
 (ii) Changes in accounting policies due to other reasons: None
 (iii) Changes in accounting estimates: None
 (iv) Restatement: None

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

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

As of September 30, 2026	209,251,256 shares
As of March 31, 2026	209,251,256 shares

- (ii) Number of treasury shares at the end of the period

As of September 30, 2026	17,710,345 shares
As of March 31, 2026	17,905,749 shares

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

Six months ended September 30, 2026	191,429,244 shares
Six months ended September 30, 2025	196,063,753 shares

* The Company has introduced a "Stock Benefit Trust (BBT-RS)" and includes the Company's shares held by the trust in the treasury stock that is deducted for the calculation of the number of treasury shares at the end of the fiscal year and the average number of shares during the period.

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm:None

* Proper use of earnings forecasts, and other special matters

(Cautions on forward-looking statements, etc.)

The forward-looking statements, including forecasts of financial results, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. However, the Company makes no guarantee that these forecasts will be achieved. Actual financial results, etc. may differ substantially due to various factors.

Semi-annual consolidated balance sheet

(Millions of yen)

	As of March 31, 2026	As of September 30, 2026
Assets		
Current assets		
Cash and deposits	28,678	35,066
Notes and accounts receivable - trade	63,776	67,490
Electronically recorded monetary claims - operating	4,611	5,917
Merchandise and finished goods	93,361	101,553
Work in process	7,562	7,197
Raw materials and supplies	23,325	24,443
Accounts receivable - other	27,715	28,639
Other	8,633	9,136
Allowance for doubtful accounts	(116)	(136)
Total current assets	257,545	279,306
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	49,246	49,637
Machinery, equipment and vehicles, net	50,820	52,417
Land	18,069	18,068
Construction in progress	70,354	93,462
Other, net	5,627	6,149
Total property, plant and equipment	194,116	219,732
Intangible assets		
Other	6,337	6,072
Total intangible assets	6,337	6,072
Investments and other assets		
Investment securities	73,712	84,805
Deferred tax assets	6,486	3,388
Other	13,123	15,578
Allowance for doubtful accounts	(3,073)	(3,397)
Total investments and other assets	90,248	100,375
Total non-current assets	290,701	326,179
Total assets	548,246	605,485

	As of March 31, 2026	As of September 30, 2026
Liabilities		
Current liabilities		
Notes and accounts payable - trade	58,734	66,083
Electronically recorded obligations - operating	2,550	3,198
Short-term borrowings	8,960	8,960
Commercial papers	7,000	18,000
Accounts payable - other	29,430	30,387
Income taxes payable	10,005	11,235
Provision for bonuses	2,783	2,877
Provision for repairs	4,728	11,741
Other provisions	25	15
Other	20,036	22,542
Total current liabilities	144,250	175,039
Non-current liabilities		
Long-term income taxes payable	40	39
Deferred tax liabilities	1,421	1,946
Retirement benefit liability	12,983	13,429
Provision for repairs	3,044	7
Other provisions	531	400
Other	7,725	8,082
Total non-current liabilities	25,744	23,903
Total liabilities	169,994	198,941
Net assets		
Shareholders' equity		
Share capital	24,211	24,211
Capital surplus	19,323	17,854
Retained earnings	302,770	321,294
Treasury shares	(23,853)	(23,590)
Total shareholders' equity	322,452	339,769
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	26,120	34,646
Deferred gains or losses on hedges	4	(6)
Foreign currency translation adjustment	28,131	30,856
Remeasurements of defined benefit plans	769	751
Total accumulated other comprehensive income	55,023	66,246
Share acquisition rights	88	-
Non-controlling interests	689	528
Total net assets	378,252	406,544
Total liabilities and net assets	548,246	605,485

Semi-annual consolidated statement of income

(Millions of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Net sales	206,471	224,872
Cost of sales	144,759	151,084
Gross profit	61,712	73,788
Selling, general and administrative expenses	42,360	41,867
Operating profit	19,352	31,921
Non-operating income		
Interest income	101	164
Dividend income	1,553	1,167
Insurance claim income	14	1,321
Share of profit of entities accounted for using equity method	22	22
Gain on investments in investment partnerships	-	675
Miscellaneous income	240	286
Total non-operating income	1,929	3,634
Non-operating expenses		
Interest expenses	96	186
Foreign exchange losses	592	576
Expenses of inactive non-current assets	224	406
Loss on investments in investment partnerships	258	-
Miscellaneous losses	977	827
Total non-operating expenses	2,147	1,994
Ordinary profit	19,133	33,562
Extraordinary income		
Gain on sale of non-current assets	4	1
Gain on sale of investment securities	16,854	5,655
Gain on sale of businesses	-	250
Other	14	-
Total extraordinary income	16,871	5,907
Extraordinary losses		
Loss on disposal of non-current assets	281	343
Impairment losses	1,123	922
Loss on valuation of investment securities	2,141	200
Other	0	11
Total extraordinary losses	3,545	1,476
Profit before income taxes	32,460	37,992
Income taxes	10,129	11,640
Profit	22,331	26,352
Profit attributable to non-controlling interests	26	79
Profit attributable to owners of parent	22,305	26,274

Semi-annual consolidated statement of comprehensive income

(Millions of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Profit	22,331	26,352
Other comprehensive income		
Valuation difference on available-for-sale securities	(1,760)	8,526
Deferred gains or losses on hedges	5	(10)
Foreign currency translation adjustment	(5,487)	2,800
Remeasurements of defined benefit plans, net of tax	(19)	(18)
Share of other comprehensive income of entities accounted for using equity method	(151)	(55)
Total other comprehensive income	(7,412)	11,243
Comprehensive income	14,918	37,595
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	14,928	37,496
Comprehensive income attributable to non-controlling interests	(9)	99

Semi-annual consolidated statement of cash flows

(Millions of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Cash flows from operating activities		
Profit before income taxes	32,460	37,992
Depreciation	8,075	9,397
Impairment losses	1,123	922
Increase (decrease) in provision for repairs	(3,558)	3,975
Interest and dividend income	(1,654)	(1,330)
Interest expenses	96	186
Foreign exchange losses (gains)	(428)	299
Subsidy income	(3)	(29)
Insurance claim income	(14)	(1,321)
Loss (gain) on investments in investment partnerships	258	(675)
Loss (gain) on sale of investment securities	(16,854)	(5,655)
Loss (gain) on valuation of investment securities	2,141	200
Decrease (increase) in trade receivables	11,800	(3,780)
Increase (decrease) in provision for bonuses	(627)	79
Decrease (increase) in inventories	11,379	(7,815)
Increase (decrease) in trade payables	(6,020)	6,510
Other, net	10,909	(2,445)
Subtotal	49,084	36,509
Interest and dividends received	1,777	1,454
Subsidies received	23	29
Proceeds from insurance income	14	1,321
Interest paid	(70)	(168)
Income taxes paid	(2,670)	(9,686)
Net cash provided by (used in) operating activities	48,159	29,461

	Six months ended September 30, 2025	Six months ended September 30, 2026
Cash flows from investing activities		
Purchase of property, plant and equipment	(16,969)	(31,003)
Purchase of intangible assets	(1,368)	(797)
Payments for retirement of property, plant and equipment	(560)	(285)
Purchase of investment securities	(1,679)	(440)
Proceeds from sale of investment securities	20,140	7,842
Loan advances	(359)	(628)
Proceeds from collection of loans receivable	137	654
Net decrease (increase) in time deposits	36	(79)
Other, net	(155)	(536)
Net cash provided by (used in) investing activities	(776)	(25,271)
Cash flows from financing activities		
Increase (decrease) in commercial papers	(17,000)	11,000
Dividends paid	(6,946)	(7,704)
Repayments of finance lease liabilities	(281)	(546)
Purchase of treasury shares	(6,006)	(0)
Purchase of shares of subsidiaries not resulting in change in scope of consolidation	-	(1,728)
Other, net	-	0
Net cash provided by (used in) financing activities	(30,233)	1,022
Effect of exchange rate change on cash and cash equivalents	(1,166)	775
Net increase (decrease) in cash and cash equivalents	15,984	5,987
Cash and cash equivalents at beginning of period	26,836	28,437
Increase in cash and cash equivalents resulting from inclusion of subsidiaries in consolidation	1,137	332
Cash and cash equivalents at end of period	43,957	34,757

(Notes on segment information, etc.)

Segment Information

1. Previous interim consolidated accounting period (April 1, 2025 to September 30, 2025)

1. Information on Net Sales and the amount of profit or loss for each reported segment, as well as information on the breakdown of revenues

(Millions of yen)

	Reportable segments			Others (Note 1)	Total	Adjustment amount (Note 2)	Semi-annual consolidated statement of income (Note 3)
	Elastomer Business	Specialty Material Business	Total				
Net Sales							
Revenue generated from customer contracts	111,847	62,274	174,120	32,351	206,471	-	206,471
Revenues from external customers	111,847	62,274	174,120	32,351	206,471	-	206,471
Transactions with other segments	699	31	730	587	1,317	(1,317)	-
Total	112,545	62,305	174,850	32,938	207,788	(1,317)	206,471
Segment Profit	6,504	11,730	18,235	1,955	20,189	(838)	19,352

Note: 1. The "Others" category refers to business segments that are not included in the reporting segments, and includes sales of RIM formulation solutions, paints, etc.

2. Segment profit adjustment of (838) million yen consists of 86 million yen of inter-segment transaction elimination and (923) million yen of company-wide expenses not allocated to each reporting segment. Corporate expenses are selling, general and administrative expenses that are primarily not attributable to the reporting segment.

3. Segment profit is adjusted to operating profit in the semi-annual consolidated statement of income.

4. Since the amount of revenue generated from other sources is not significant, it is not displayed separately from revenue generated from customer contracts.

5. Revenues generated from goods or services transferred over a period of time are not included because they are not significant.

2. Information on impairment losses or goodwill on fixed assets by reporting segment

(Significant impairment loss on fixed assets)

Impairment losses were recorded on the Elastomer Business, Specialty Materials Business, and company-wide assets that have not been allocated to each reporting segment. In the interim consolidated accounting period under review, the amount of impairment loss recorded was 450 million yen for Elastomer Business, 591 million yen for Specialty Material Business, 8 million yen for others, and 74 million yen for company-wide assets.

II. Interim Consolidated Accounting Period (April 1, 2026 to September 30, 2026)

1. Information on Net Sales and the amount of profit or loss for each reported segment, as well as information on the breakdown of revenues

(Millions of yen)

	Reportable segments			Others (Note 1)	Total	Adjustment amount (Note 2)	Semi-annual consolidated statement of income (Note 3)
	Elastomer Business	Specialty Material Business	Total				
Net Sales							
Revenue generated from customer contracts	118,803	70,095	188,898	35,974	224,872	-	224,872
Revenues from external customers	118,803	70,095	188,898	35,974	224,872	-	224,872
Transactions with other segments	1,623	19	1,642	713	2,356	(2,356)	-
Total	120,426	70,114	190,541	36,687	227,228	(2,356)	224,872
Segment Profit	10,789	19,154	29,943	2,768	32,711	(790)	31,921

Note: 1. The "Others" category refers to business segments that are not included in the reporting segments, and includes sales of RIM formulation solutions, paints, etc.

2. Segment profit adjustment of (790) million yen consists of (69) million yen in inter-segment transactions and (722) million yen in company-wide expenses that have not been allocated to each reporting segment. Corporate expenses are selling, general and administrative expenses that are primarily not attributable to the reporting segment.

3. Segment profit is adjusted to operating profit in the semi-annual consolidated statement of income.

4. Since the amount of revenue generated from other sources is not significant, it is not displayed separately from revenue generated from customer contracts.

5. Revenues generated from goods or services transferred over a period of time are not included because they are not significant.

2. Information on impairment losses or goodwill on fixed assets by reporting segment

(Significant impairment loss on fixed assets)

Impairment losses were recorded on "Elastomer Business," "Specialty Materials Business," "Others," and "Company-wide assets" that are not allocated to each of the reporting segments. In the interim consolidated accounting period under review, the amount of impairment loss recorded was 834 million yen for Elastomer Business, 76 million yen for Specialty Material Business, 5 million yen for others, and 6 million yen for company-wide assets.