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November 9, 2026

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

Company name: NIHON KAGAKU SANGYO CO.,LTD.
Listing: Tokyo Stock Exchange
Securities code: 4094
URL: https://www.nihonkagakusangyo.co.jp/
Representative: KADOYA Hiroki President
Inquiries: YOSHIDA Yutaka Operating Officer and General Manager of Corporate Planning Office
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Scheduled date to file semi-annual securities report: November 11, 2026
Scheduled date to commence dividend payments: December 7, 2026
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: None

(Yen amounts are rounded down 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	15,119	13.8	1,303	(14.1)	1,727	(0.4)	1,195	(4.6)
September 30, 2025	13,289	6.2	1,517	(0.6)	1,734	(1.2)	1,253	0.8

Note: Comprehensive income For the six months ended September 30, 2026: ¥ 1,864 million [(30.6) %]
For the six months ended September 30, 2025: ¥ 2,687 million [174.6%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2026	61.36	-
September 30, 2025	64.43	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
September 30, 2026	61,803	51,853	83.9
March 31, 2026	61,693	50,824	82.4

Reference: Equity
As of September 30, 2026: ¥ 51,853 million
As of March 31, 2026: ¥ 50,824 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	-	45.00	-	45.00	90.00
Fiscal year ending March 31, 2027	-	45.00			
Fiscal year ending March 31, 2027 (Forecast)			-	45.00	90.00

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

Note: Breakdown of the second quarter dividend for the fiscal year ending March 31, 2027 :

Commemorative dividend - yen

Special dividend - yen

3. Consolidated financial result forecasts 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
Full year	29,830	6.4	1,800	(47.1)	2,500	(34.5)	1,780	(22.0)	91.30

Note: Revisions to the financial result forecast most recently announced: Yes

*** Notes**

(1) Significant changes in the scope of consolidation during the period: None

Newly included: - companies( )

Excluded: - companies( )

(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	20,280,000 shares
As of March 31, 2026	20,280,000 shares

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

As of September 30, 2026	782,824 shares
As of March 31, 2026	819,213 shares

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

Six months ended September 30, 2026	19,487,200 shares
Six months ended September 30, 2025	19,460,593 shares

* Semi-annual financial results reports are exempt from review conducted by certified public accountants or an audit firm.

* Proper use of earnings forecasts, and other special matters

Semi-annual Consolidated Financial Statements and Primary Notes

Semi-annual Consolidated Balance Sheet

(Thousands of yen)

	As of March 31, 2026	As of September 30, 2026
Assets		
Current assets		
Cash and deposits	20,779,933	17,162,729
Notes and accounts receivable - trade	6,724,145	7,163,743
Electronically recorded monetary claims - operating	2,032,052	2,275,832
Merchandise and finished goods	1,976,376	2,426,863
Work in process	1,510,818	2,028,924
Raw materials and supplies	1,730,417	2,299,426
Other	399,336	916,117
Allowance for doubtful accounts	(1,270)	(1,380)
Total current assets	35,151,810	34,272,257
Non-current assets		
Property, plant and equipment		
Machinery, equipment and vehicles, net	1,775,119	2,995,916
Other, net	7,446,967	6,212,831
Total property, plant and equipment	9,222,087	9,208,748
Intangible assets	163,668	178,973
Investments and other assets		
Investment securities	13,419,007	14,488,550
Deferred tax assets	8,846	8,219
Long-term time deposits	2,100,000	2,100,000
Other	1,628,192	1,546,380
Total investments and other assets	17,156,046	18,143,150
Total non-current assets	26,541,802	27,530,871
Total assets	61,693,613	61,803,129
Liabilities		
Current liabilities		
Notes and accounts payable - trade	3,018,890	3,240,969
Electronically recorded obligations - operating	380,280	362,574
Income taxes payable	613,181	354,556
Provision for bonuses	460,000	410,000
Provision for bonuses for directors (and other officers)	30,000	15,000
Other	2,489,775	1,354,985
Total current liabilities	6,992,129	5,738,086
Non-current liabilities		
Deferred tax liabilities	3,295,078	3,651,001
Retirement benefit liability	312,137	304,986
Provision for share awards for directors (and other officers)	129,031	141,403
Provision for employee stock ownership plan trust	52,505	26,550
Asset retirement obligations	40,993	41,122
Other	46,902	46,902
Total non-current liabilities	3,876,648	4,211,967
Total liabilities	10,868,777	9,950,053

(Thousands of yen)

	As of March 31, 2026	As of September 30, 2026
Net assets		
Shareholders' equity		
Share capital	1,034,000	1,034,000
Capital surplus	856,908	856,908
Retained earnings	41,409,378	41,715,992
Treasury shares	(920,618)	(867,709)
Total shareholders' equity	42,379,668	42,739,191
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	6,607,183	7,408,086
Foreign currency translation adjustment	1,439,117	1,354,838
Remeasurements of defined benefit plans	398,865	350,959
Total accumulated other comprehensive income	8,445,167	9,113,884
Total net assets	50,824,836	51,853,075
Total liabilities and net assets	61,693,613	61,803,129

Semi-annual Consolidated Statements of Income and Comprehensive Income

Semi-annual Consolidated Statement of Income

(Thousands of yen)

	For the six months ended September 30, 2025	For the six months ended September 30, 2026
Net sales	13,289,398	15,119,038
Cost of sales	10,080,558	11,520,834
Gross profit	3,208,839	3,598,204
Selling, general and administrative expenses	1,691,286	2,295,082
Operating profit	1,517,553	1,303,122
Non-operating income		
Interest income	38,433	81,165
Dividend income	122,434	171,831
Rental income from real estate	40,309	40,468
Foreign exchange gains	-	40,504
Other	56,692	105,611
Total non-operating income	257,871	439,581
Non-operating expenses		
Rental costs	15,840	15,404
Foreign exchange losses	23,961	-
Other	1,170	1
Total non-operating expenses	40,972	15,406
Ordinary profit	1,734,452	1,727,298
Extraordinary income		
Gain on sale of non-current assets	2	661
Gain on sale of investment securities	12,348	-
Compensation income	-	324,104
Total extraordinary income	12,351	324,766
Extraordinary losses		
Loss on retirement of non-current assets	24,204	333,275
Early retirement related expenses	-	155,543
Total extraordinary losses	24,204	488,818
Profit before income taxes	1,722,598	1,563,246
Income taxes	468,743	367,573
Profit	1,253,855	1,195,672
Profit attributable to non-controlling interests	-	-
Profit attributable to owners of parent	1,253,855	1,195,672

Semi-annual Consolidated Statement of Comprehensive Income

(Thousands of yen)

	For the six months ended September 30, 2025	For the six months ended September 30, 2026
Profit	1,253,855	1,195,672
Other comprehensive income		
Valuation difference on available-for-sale securities	1,651,073	800,902
Foreign currency translation adjustment	(188,395)	(84,278)
Remeasurements of defined benefit plans, net of tax	(29,308)	(47,906)
Total other comprehensive income	1,433,369	668,717
Comprehensive income	2,687,224	1,864,389
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,687,224	1,864,389
Comprehensive income attributable to non-controlling interests	-	-

Semi-annual Consolidated Statement of Cash Flows

(Thousands of yen)

	For the six months ended September 30, 2025	For the six months ended September 30, 2026
Cash flows from operating activities		
Profit before income taxes	1,722,598	1,563,246
Depreciation	515,933	899,559
Increase (decrease) in allowance for doubtful accounts	20	110
Increase (decrease) in provision for bonuses	20,000	(50,000)
Increase (decrease) in provision for bonuses for directors (and other officers)	(26,250)	(15,000)
Decrease (increase) in retirement benefit asset	(4,958)	(5,701)
Increase (decrease) in retirement benefit liability	998	(6,727)
Increase (decrease) in provision for share awards for directors (and other officers)	11,112	12,372
Increase (decrease) in provision for employee stock ownership plan trust	26,583	(25,955)
Interest and dividend income	(160,868)	(252,997)
Loss (gain) on sale of non-current assets	(2)	(661)
Loss (gain) on sale of investment securities	(12,348)	-
Compensation income	-	(324,104)
Loss on retirement of non-current assets	24,204	333,275
Early retirement related expenses	-	155,543
Decrease (increase) in trade receivables	(385,627)	(698,791)
Decrease (increase) in inventories	48,294	(1,550,419)
Increase (decrease) in trade payables	(22,488)	213,428
Other, net	95,230	(181,748)
Subtotal	1,852,433	65,427
Interest and dividends received	161,608	253,738
Interest paid	(1,004)	(1)
Payments for early retirement expenses	-	(155,543)
Income taxes paid	(443,483)	(615,665)
Net cash provided by (used in) operating activities	1,569,554	(452,043)
Cash flows from investing activities		
Proceeds from withdrawal of time deposits	5,100,000	5,000,000
Payments into time deposits	(100,000)	-
Purchase of property, plant and equipment	(1,061,484)	(2,482,603)
Proceeds from sale of property, plant and equipment	2	696
Purchase of intangible assets	(8,915)	(41,869)
Proceeds from sale of investment securities	114,558	-
Proceeds from cancellation of life insurance funds	10,311	47,361
Purchase of insurance funds	(16,874)	(46,724)
Subsidies received	405,767	178,715
Other, net	(15,869)	76,544
Net cash provided by (used in) investing activities	4,427,496	2,732,121

(Thousands of yen)

	For the six months ended September 30, 2025	For the six months ended September 30, 2026
Cash flows from financing activities		
Repayments of short-term borrowings	(183,800)	-
Dividends paid	(885,044)	(883,687)
Other, net	(171)	(116)
Net cash provided by (used in) financing activities	(1,069,015)	(883,804)
Effect of exchange rate change on cash and cash equivalents	(87,295)	(13,477)
Net increase (decrease) in cash and cash equivalents	4,840,739	1,382,796
Cash and cash equivalents at beginning of period	10,218,395	15,779,933
Cash and cash equivalents at end of period	15,059,134	17,162,729