

Note: This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

June 12, 2026

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



Company name: KUMIAI CHEMICAL INDUSTRY CO., LTD.
 Listing: Tokyo Stock Exchange
 Securities code: 4996
 URL: <https://www.kumiai-chem.co.jp>
 Representative: Masaru Yokoyama, President and Representative Director
 Inquiries: Koji Yamada, General Manager of General Affairs Department
 Telephone: +81-3-3822-5036
 Scheduled date to file semi-annual securities report: June 12, 2026
 Scheduled date to commence dividend payments: July 9, 2026
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: Yes (for institutional investors and analysts)

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

1. Consolidated financial results for the six months ended April 30, 2026 (from November 1, 2025 to April 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	%
Six months ended								
April 30, 2026	102,919	7.0	10,464	10.8	13,763	66.0	8,748	39.4
April 30, 2025	96,177	9.2	9,442	6.9	8,291	(36.2)	6,274	(32.7)

Note: Comprehensive income For the six months ended April 30, 2026: ¥11,059 million [83.2%]
 For the six months ended April 30, 2025: ¥6,036 million [(57.1)%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
April 30, 2026	72.63	—
April 30, 2025	52.11	—

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
April 30, 2026	259,068	160,492	59.5
October 31, 2025	248,205	151,107	58.2

Reference: Equity
 As of April 30, 2026: ¥154,138 million
 As of October 31, 2025: ¥144,485 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 October 31, 2025	–	10.00	–	14.00	24.00
Fiscal year ending October 31, 2026	–	10.00			
Fiscal year ending October 31, 2026 (Forecast)			–	14.00	24.00

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

3. Consolidated financial result forecasts for the fiscal year ending October 31, 2026 (from November 1, 2025 to October 31, 2026)

(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	162,000	(5.0)	7,200	(31.9)	10,900	(18.4)	6,400	46.1	53.15

Note: Revisions to the financial result forecast most recently announced: None

*** Notes**

- (1) Significant changes in the scope of consolidation during the period: None
- (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 April 30, 2026	133,184,612 shares
As of October 31, 2025	133,184,612 shares

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

As of April 30, 2026	12,712,743 shares
As of October 31, 2025	12,761,542 shares

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

Six months ended April 30, 2026	120,439,017 shares
Six months ended April 30, 2025	120,390,433 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

(Note on forward-looking statements, etc.)

Earnings forecasts contained in this document are based on information available to management as of the date of publication and provisional assumptions made as of such date regarding uncertain factors that may impact future earnings. Readers are advised that actual results may differ materially from the forecasts due to a variety of factors. For the conditions that form the basis for the results forecasts and precautionary information on the use of results forecasts, please see (3) Explanation of Consolidated Financial Results Forecast and Other Forward-looking Information under 1. Qualitative Information on Semi-annual Financial Results on page 2 of the attached materials.

(How to obtain the financial results supplementary materials and the details of the financial results briefing)

The supplementary materials for the financial results will be posted on Kumiai's official website on Friday, June 12, 2026. Kumiai also plans to hold a financial results briefing for institutional investors and securities analysts on Friday, June 26, 2026. The financial results briefing materials for the briefing will be posted on Kumiai's official website after the briefing.

1. Qualitative Information on Semi-annual Financial Results

(1) Explanation of Operating Results

During the six months ended April 30, 2026, the Japanese economy continued to recover moderately due to increases in personal consumption and corporate capital investment, as well as high growth in exports.

Meanwhile, the outlook is expected to remain uncertain, due to factors such as potential supply shortages and soaring prices of crude oil and naphtha stemming from growing instability in the Middle East.

Against this backdrop, the Kumiai Group formulated the Medium-Term Business Plan, “Create the Future—Expanding our Possibilities,” which started in the fiscal year ended October 31, 2024, and is making every effort to implement priority measures designed to increase corporate value.

In the period under review, net sales increased by ¥6,742 million (7.0%) year on year, to ¥102,919 million, as sales in the Agricultural Chemicals and Agriculture-Related Business and the Fine Chemicals Business came in higher than in the previous year, despite lower sales in the Other Business than in the previous year. Operating profit was ¥10,464 million, up ¥1,021 million (10.8%) year on year. Ordinary profit was ¥13,763 million, up ¥5,472 million (66.0%) year on year, due to an increase in share of profit of entities accounted for using equity method, as well as the recording of foreign exchange gains, a reversal from the recording of substantial foreign exchange losses in the previous fiscal year. Profit attributable to owners of parent amounted to ¥8,748 million, up ¥2,474 million (39.4%) year on year, due to a significant increase in ordinary profit, despite the recording of impairment losses on non-current assets in the Fine Chemicals Business, restructuring costs, and other items. The percentage of overseas net sales was 53.9%.

Business results by segment were as follows.

(Millions of yen, except percentages)

Segment	Six months ended April 30, 2025			Six months ended April 30, 2026			YoY	
	Net sales	Composition ratio	Operating profit	Net sales	Composition ratio	Operating profit	Net sales [% change]	Operating profit [% change]
Agricultural Chemicals and Agriculture-Related Business	¥78,432	81.6%	¥9,104	¥83,646	81.3%	¥9,893	¥5,214 [6.6]	¥789 [8.7]
Fine Chemicals Business	12,501	13.0	822	14,525	14.1	1,136	2,024 [16.2]	314 [38.2]
Other Business	5,244	5.5	535	4,748	4.6	581	(496) [(9.5)]	46 [8.7]
Total	96,177	100.0	9,442	102,919	100.0	10,464	6,742 [7.0]	1,021 [10.8]

- Notes:
1. Consolidated segment operating profit for the six months ended April 30, 2025 includes ¥1,019 million in adjustments, mainly corporate expenses that are not allocated to any reportable segment (general and administrative expenses not attributable to any reportable segment).
 2. Consolidated segment operating profit for the six months ended April 30, 2026 includes ¥1,147 million in adjustments, mainly corporate expenses that are not allocated to any reportable segment (general and administrative expenses not attributable to any reportable segment).

1) Agricultural Chemicals and Agriculture-Related Business segment

In the Japanese market, sales of products for paddy rice containing herbicide EFFEEDA and products for nursery boxes of rice containing fungicide DISARTA remained strong, and total sales in this segment exceeded those in the same period of the previous fiscal year.

In markets outside Japan, while sales of herbicide AXEEV to Australia declined, sales to the U.S. increased compared with the same period of the previous fiscal year, driven by front-loaded sales backed by enhanced support for sales promotion in anticipation of generic products entering the market.

As a result of the factors above, net sales in the Agricultural Chemicals and Agriculture-Related Business segment came to ¥83,646 million, up by ¥5,214 million (6.6%) compared with the same period of the previous fiscal year. Operating profit increased by ¥789 million (8.7%) year on year to ¥9,893 million.

2) Fine Chemicals Business segment

Sales volume of bismaleimides increased remarkably due to strong demand in the field of electronic materials for generative AI servers. Sales of some chloroxylylene derivatives also increased, driven by front-loaded sales.

As a result of the above, net sales in the Fine Chemicals Business segment came to ¥14,525 million, up by ¥2,024 million (16.2%) compared with the same period of the previous fiscal year. Operating profit increased by ¥314 million (38.2%) year on year to ¥1,136 million.

3) Other Business segment

Net sales in the Other Business segment amounted to ¥4,748 million, down ¥496 million (9.5%) compared with the same period of the previous fiscal year. While net sales decreased due to factors including the completion of several large-scale projects in the construction business in the same period of the previous fiscal year, operating profit increased by ¥46 million (8.7%) year on year to ¥581 million as a result of the Group's efforts to improve revenue.

(2) Explanation of Financial Position

Total assets on a consolidated basis as of April 30, 2026 stood at ¥259,068 million, up by ¥10,864 million from the end of the previous fiscal year. The main factor was an increase in notes and accounts receivable - trade, and contract assets, which exceeded a decrease in merchandise and finished goods.

Liabilities increased by ¥1,479 million compared with the end of the previous fiscal year to ¥98,576 million. The main factors were increases in short-term borrowings, deferred tax liabilities, and notes and accounts payable - trade, which exceeded decreases in accounts payable - other and long-term borrowings.

Total net assets amounted to ¥160,492 million, an increase of ¥9,385 million compared with the end of the previous fiscal year. The increase in total net assets was mainly due to an increase in retained earnings.

The equity ratio stood at 59.5%, and net assets per share were ¥1,279.45.

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

Regarding our full-year performance, while we anticipate that the escalating tensions and prolonged conflict in the Middle East will impact our business, we are still examining the extent of that impact. Therefore, we have maintained the earnings forecast announced on December 12, 2025. Should it become necessary to revise the forecast based on future performance trends, we will disclose the information promptly.

2. Semi-annual Consolidated Financial Statements and Principal Notes

(1) Semi-annual Consolidated Balance Sheets

(Millions of yen)

	As of October 31, 2025	As of April 30, 2026
Assets		
Current assets		
Cash and deposits	21,982	27,774
Notes and accounts receivable - trade, and contract assets	38,965	58,527
Merchandise and finished goods	59,769	49,154
Work in process	18,803	16,799
Raw materials and supplies	10,294	9,602
Other	4,374	2,006
Allowance for doubtful accounts	(11)	(12)
Total current assets	154,176	163,849
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	23,358	23,391
Machinery, equipment and vehicles, net	10,498	9,689
Land	12,342	12,049
Construction in progress	1,804	982
Other, net	1,901	1,843
Total property, plant and equipment	49,903	47,954
Intangible assets		
Goodwill	1,432	1,301
Other	1,070	1,119
Total intangible assets	2,502	2,419
Investments and other assets		
Investment securities	38,640	41,743
Long-term loans receivable	588	587
Deferred tax assets	1,083	1,079
Retirement benefit asset	12	3
Other	1,702	1,836
Allowance for doubtful accounts	(402)	(401)
Total investments and other assets	41,623	44,846
Total non-current assets	94,028	95,219
Total assets	248,205	259,068

(Millions of yen)

	As of October 31, 2025	As of April 30, 2026
Liabilities		
Current liabilities		
Notes and accounts payable - trade	23,039	24,548
Short-term borrowings	36,782	43,739
Accounts payable - other	8,651	2,535
Income taxes payable	2,012	2,602
Provision for bonuses	1,865	1,466
Other	1,669	3,365
Total current liabilities	74,017	78,255
Non-current liabilities		
Long-term borrowings	14,324	9,807
Deferred tax liabilities	3,940	5,683
Provision for retirement benefits for directors (and other officers)	464	408
Retirement benefit liability	3,469	3,453
Asset retirement obligations	44	129
Other	840	841
Total non-current liabilities	23,081	20,321
Total liabilities	97,098	98,576
Net assets		
Shareholders' equity		
Share capital	4,534	4,534
Capital surplus	37,502	37,499
Retained earnings	110,394	117,456
Treasury shares	(9,184)	(9,145)
Total shareholders' equity	143,247	150,345
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	2,243	3,097
Foreign currency translation adjustment	(1,651)	56
Remeasurements of defined benefit plans	645	640
Total accumulated other comprehensive income	1,238	3,794
Non-controlling interests	6,622	6,354
Total net assets	151,107	160,492
Total liabilities and net assets	248,205	259,068

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

(Millions of yen)

	For the six months ended April 30, 2025	For the six months ended April 30, 2026
Net sales	96,177	102,919
Cost of sales	75,379	80,614
Gross profit	20,798	22,305
Selling, general and administrative expenses	11,356	11,841
Operating profit	9,442	10,464
Non-operating income		
Interest income	67	45
Dividend income	96	164
Reversal of allowance for doubtful accounts	208	3
Share of profit of entities accounted for using equity method	1,342	2,318
Foreign exchange gains	–	1,027
Other	151	106
Total non-operating income	1,863	3,662
Non-operating expenses		
Interest expenses	328	337
Provision of allowance for doubtful accounts	29	1
Foreign exchange losses	2,621	–
Other	37	25
Total non-operating expenses	3,014	363
Ordinary profit	8,291	13,763
Extraordinary income		
Gain on disposal of non-current assets	6	8
Gain on sale of investment securities	36	1
Subsidy income	1	244
Insurance claim income	221	0
Total extraordinary income	263	252
Extraordinary losses		
Loss on disposal of non-current assets	43	37
Loss on tax purpose reduction entry of non-current assets	–	244
Impairment losses	–	514
Restructuring expenses	–	907
Environmental expenses	88	–
Total extraordinary losses	131	1,702
Profit before income taxes	8,423	12,314
Income taxes	2,020	3,891
Profit	6,403	8,423
Profit (loss) attributable to non-controlling interests	129	(325)
Profit attributable to owners of parent	6,274	8,748

Semi-annual Consolidated Statements of Comprehensive Income

(Millions of yen)

	For the six months ended April 30, 2025	For the six months ended April 30, 2026
Profit	6,403	8,423
Other comprehensive income		
Valuation difference on available-for-sale securities	(151)	892
Foreign currency translation adjustment	(395)	618
Remeasurements of defined benefit plans, net of tax	(3)	(5)
Share of other comprehensive income of entities accounted for using equity method	181	1,131
Total other comprehensive income	(367)	2,636
Comprehensive income	6,036	11,059
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	6,021	11,304
Comprehensive income attributable to non-controlling interests	14	(245)

(3) Notes to Semi-annual Consolidated Financial Statements

(Notes on going concern assumption)

Not applicable.

(Notes in case of significant changes in shareholders' equity)

Not applicable.

(Accounting methods adopted particularly for the preparation of semi-annual consolidated financial statements)

(Total income taxes)

Total income taxes were calculated by rationally estimating the effective tax rate after application of tax effect accounting on the profit before income taxes of the consolidated fiscal year, including the consolidated first half under review, and multiplying the pretax semi-annual profit by this estimated effective tax rate.

Income taxes - deferred are included within income taxes.

(Notes on segment information, etc.)

For the six months ended April 30, 2025 (from November 1, 2024 to April 30, 2025)

1. Information on net sales and income (loss) by reportable segment

(Millions of yen)

	Reportable segment			Other (Note 1)	Total	Adjustment (Note 2)	Amount recorded in Semi-annual Consolidated Statements of Income (Note 3)
	Agricultural Chemicals and Agriculture- Related Business	Fine Chemicals Business	Total				
Net sales							
Net sales to outside customers	78,432	12,501	90,933	5,244	96,177	–	96,177
Inter-segment net sales or transfers	2	25	26	2,124	2,150	(2,150)	–
Total	78,434	12,526	90,959	7,367	98,327	(2,150)	96,177
Segment income	9,104	822	9,926	535	10,461	(1,019)	9,442

(Notes) 1. The Other Business segment was not included under reportable segments. It is comprised of the leasing business, power generation and electricity sales business, construction business, printing business, logistics business, and staffing business.

2. The segment income adjustment of ¥(1,019) million primarily consists of corporate expenses not allocated to each reportable segment. Corporate expenses consist of general administrative expenses that are not attributable to reportable segments.

3. Segment income was reconciled to operating profit in the semi-annual consolidated statements of income.

For the six months ended April 30, 2026 (from November 1, 2025 to April 30, 2026)

1. Information on net sales and income (loss) by reportable segment

(Millions of yen)

	Reportable segment			Other (Note 1)	Total	Adjustment (Note 2)	Amount recorded in Semi-annual Consolidated Statements of Income (Note 3)
	Agricultural Chemicals and Agriculture- Related Business	Fine Chemicals Business	Total				
Net sales							
Net sales to outside customers	83,646	14,525	98,171	4,748	102,919	–	102,919
Inter-segment net sales or transfers	2	29	31	2,054	2,085	(2,085)	–
Total	83,648	14,554	98,202	6,802	105,004	(2,085)	102,919
Segment income	9,893	1,136	11,029	581	11,610	(1,147)	10,464

(Notes) 1. The Other Business segment was not included under reportable segments. It is comprised of the leasing business, power generation and electricity sales business, construction business, printing business, logistics business, and staffing business.

2. The segment income adjustment of ¥(1,147) million primarily consists of corporate expenses not allocated to each reportable segment. Corporate expenses consist of general administrative expenses that are not attributable to reportable segments.

3. Segment income was reconciled to operating profit in the semi-annual consolidated statements of income.

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

In the Fine Chemicals Business, due to changes in the business environment surrounding the chlorination business, which IHARANIKKEI CHEMICAL INDUSTRY CO., LTD., a consolidated subsidiary of the Company, engages in, earnings were not expected to be generated as originally planned. Accordingly, impairment losses of ¥514 million were recorded. In addition, impairment losses of ¥907 million were recorded as restructuring costs under extraordinary losses in connection with a series of structural reforms amid the challenging business environment.