

Disclaimer: This document is an English translation of the original document in Japanese and has been prepared solely for reference purposes. In the event of any discrepancy between this English translation and the original in Japanese, the original shall prevail in all respects.

Consolidated Financial Results for the Six Months Ended September 30, 2025 [Japanese GAAP]



October 31, 2025

Company name: Nippon Yakin Kogyo Co., Ltd.
 Stock exchange listing: Tokyo Stock Exchange
 Code number: 5480
 URL: <https://www.nyk.co.jp>
 Representative: Shigemi Urata, President and Representative Director
 Contact: Koji Tada, General Manager, Accounting Department
 Phone: +81-3-3273-3613
 Scheduled date to file semi-annual securities report: November 14, 2025
 Scheduled date of commencing dividend payments: December 1, 2025
 Availability of supplementary explanatory materials on financial results: Available
 Schedule of financial results briefing session: Scheduled (For institutional investors and analysts)

(Amounts are rounded to the nearest million yen.)

1. Consolidated Financial Results for the Six Months Ended September 30, 2025 (April 1, 2025 - September 30, 2025)

(1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent
Six months ended	Million yen	%	Million yen	%	Million yen	%	Million yen
September 30, 2025	75,741	(14.7)	5,900	(30.9)	5,256	(36.7)	3,625
September 30, 2024	88,834	(5.4)	8,543	(33.8)	8,298	(35.5)	5,807

(Note) Comprehensive income: Six months ended September 30, 2025: ¥4,451 million [(24.5)%]
 Six months ended September 30, 2024: ¥5,897 million [(38.9)%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2025	260.68	—
September 30, 2024	409.61	—

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of September 30, 2025	216,510	98,480	45.4
As of March 31, 2025	217,461	96,606	44.3

(Reference) Equity: As of September 30, 2025: ¥98,304 million
 As of March 31, 2025: ¥96,413 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2025	—	100.00	—	120.00	220.00
Fiscal year ending March 31, 2026	—	110.00			
Fiscal year ending March 31, 2026 (Forecast)			—	110.00	220.00

(Note) Revision to the forecast for dividends announced most recently: None

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2026 (April 1, 2025 - March 31, 2026)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	Yen
Full year	148,000	(14.0)	11,000	(35.2)	10,000	(38.3)	7,000 (39.5)	504.34

(Note) Revision to the financial results forecast announced most recently: Yes

*** Notes:**

- (1) Significant changes in the scope of consolidation during the period under review: None
Newly included: — (Company name: —), Excluded: — (Company name: —)
- (2) Accounting methods adopted particularly for the preparation of semi-annual consolidated financial statements: None
- (3) Changes in accounting policies, changes in accounting estimates and retrospective restatement
- 1) Changes in accounting policies due to the revision of accounting standards: None
 - 2) Changes in accounting policies other than 1) above: None
 - 3) Changes in accounting estimates: None
 - 4) Retrospective restatement: None
- (4) Total number of issued shares (common shares)
- 1) Total number of issued shares at the end of the period (including treasury shares):

September 30, 2025:	15,497,333 shares
March 31, 2025:	15,497,333 shares
 - 2) Total number of treasury shares at the end of the period:

September 30, 2025:	1,643,270 shares
March 31, 2025:	1,413,624 shares
 - 3) Average number of shares outstanding during the period:

Six months ended September 30, 2025:	13,905,209 shares
Six months ended September 30, 2024:	14,176,236 shares

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

*** Explanation of the proper use of financial results forecast and other notes**

(Cautionary note on forward-looking statements, etc.)

Forward-looking statements and other statements about the future in this document are based on information currently available to the Company and certain assumptions deemed reasonable, and the Company does not guarantee the achievement of the projections. Actual performance and other results may differ significantly due to various factors.

(Information about the supplementary explanatory materials on financial results)

The Company will hold a financial results briefing session for institutional investors and analysts on Thursday, November 20, 2025. The materials for the session will be posted on the Company's website on Wednesday, November 19, 2025.

(1) Semi-annual Consolidated Balance Sheets

(Million yen)

	As of March 31, 2025	As of September 30, 2025
Assets		
Current assets		
Cash and deposits	9,516	9,477
Notes and accounts receivable - trade	26,520	25,046
Merchandise and finished goods	13,225	13,540
Work in process	33,455	31,338
Raw materials and supplies	16,028	17,580
Other	3,156	2,136
Allowance for doubtful accounts	(165)	(136)
Total current assets	101,735	98,980
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	17,897	17,989
Machinery, equipment and vehicles, net	45,923	45,868
Land	36,363	36,374
Other, net	5,865	6,458
Total property, plant and equipment	106,047	106,690
Intangible assets	2,909	2,782
Investments and other assets		
Investment securities	6,052	7,137
Other	706	913
Allowance for doubtful accounts	(15)	(15)
Total investments and other assets	6,744	8,035
Total non-current assets	115,700	117,507
Deferred assets		
Bond issuance costs	27	23
Total deferred assets	27	23
Total assets	217,461	216,510

(Million yen)

	As of March 31, 2025	As of September 30, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	16,513	13,787
Notes payable - facilities	840	1,554
Short-term borrowings	36,321	35,549
Current portion of long-term borrowings	9,710	13,541
Income taxes payable	1,951	1,942
Provision for bonuses	1,755	1,778
Provision for environmental measures	94	92
Provision for bonuses for directors (and other officers)	270	—
Other	6,700	5,125
Total current liabilities	74,154	73,368
Non-current liabilities		
Bonds payable	8,000	8,000
Long-term borrowings	21,040	18,574
Retirement benefit liability	9,787	10,062
Provision for environmental measures	83	84
Provision for preventing environmental pollution	6	6
Provision for loss on business liquidation	22	22
Other	7,763	7,914
Total non-current liabilities	46,702	44,662
Total liabilities	120,855	118,030
Net assets		
Shareholders' equity		
Share capital	24,301	24,301
Capital surplus	9,542	9,542
Retained earnings	62,436	64,380
Treasury shares	(5,058)	(5,954)
Total shareholders' equity	91,221	92,269
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	2,685	3,444
Deferred gains or losses on hedges	(1)	4
Revaluation reserve for land	1,812	1,812
Foreign currency translation adjustment	696	775
Total accumulated other comprehensive income	5,192	6,035
Non-controlling interests	192	176
Total net assets	96,606	98,480
Total liabilities and net assets	217,461	216,510

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

Semi-annual Consolidated Statements of Operations

(Million yen)

	For the six months ended September 30, 2024	For the six months ended September 30, 2025
Net sales	88,834	75,741
Cost of sales	73,643	62,729
Gross profit	15,191	13,012
Selling, general and administrative expenses	6,648	7,112
Operating profit	8,543	5,900
Non-operating income		
Dividend income	317	120
Rental income from non-current assets	64	64
Other	91	37
Total non-operating income	472	221
Non-operating expenses		
Interest expenses	325	475
Foreign exchange losses	66	63
Other	327	326
Total non-operating expenses	718	864
Ordinary profit	8,298	5,256
Extraordinary income		
Gain on sale of non-current assets	2	7
Total extraordinary income	2	7
Extraordinary losses		
Loss on sale of non-current assets	109	—
Total extraordinary losses	109	—
Profit before income taxes	8,190	5,263
Income taxes	2,335	1,641
Profit	5,855	3,622
Profit (loss) attributable to non-controlling interests	48	(2)
Profit attributable to owners of parent	5,807	3,625

Semi-annual Consolidated Statements of Comprehensive Income

(Million yen)

	For the six months ended September 30, 2024	For the six months ended September 30, 2025
Profit	5,855	3,622
Other comprehensive income		
Valuation difference on available-for-sale securities	(71)	758
Deferred gains or losses on hedges	(80)	5
Foreign currency translation adjustment	193	66
Share of other comprehensive income of entities accounted for using equity method	0	1
Total other comprehensive income	42	829
Comprehensive income	5,897	4,451
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	5,795	4,468
Comprehensive income attributable to non-controlling interests	102	(16)

(3) Semi-annual Consolidated Statements of Cash Flows

(Million yen)

	For the six months ended September 30, 2024	For the six months ended September 30, 2025
Cash flows from operating activities		
Profit before income taxes	8,190	5,263
Depreciation	2,812	3,221
Increase (decrease) in retirement benefit liability	197	275
Interest and dividend income	(321)	(128)
Interest expenses	325	475
Decrease (increase) in trade receivables	(950)	1,474
Decrease (increase) in inventories	778	251
Increase (decrease) in trade payables	(4,716)	(2,725)
Other, net	(2,074)	1,143
Subtotal	4,241	9,249
Interest and dividends received	321	128
Interest paid	(337)	(459)
Income taxes paid	(583)	(1,730)
Net cash provided by (used in) operating activities	3,643	7,188
Cash flows from investing activities		
Purchase of property, plant and equipment and intangible assets	(6,955)	(4,939)
Other, net	(90)	(46)
Net cash provided by (used in) investing activities	(7,046)	(4,985)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	1,613	(788)
Proceeds from long-term borrowings	1,042	3,408
Repayments of long-term borrowings	(3,245)	(2,044)
Purchase of treasury shares	(1,851)	(951)
Dividends paid	(1,445)	(1,693)
Proceeds from sale and leaseback transactions	914	—
Other, net	(451)	(205)
Net cash provided by (used in) financing activities	(3,424)	(2,274)
Effect of exchange rate change on cash and cash equivalents	176	25
Net increase (decrease) in cash and cash equivalents	(6,650)	(45)
Cash and cash equivalents at beginning of period	16,918	9,369
Cash and cash equivalents at end of period	10,267	9,324