Quarterly Financial Summary

Note: This is an English translation of selected parts of the Quarterly Financial Summary in Japanese and is for reference purposes only. In the event of any discrepancy between the translation and the original Japanese text, the latter will prevail.

Consolidated Financial Results for the Six Months Ended September 30, 2026 (IFRS)

November 10, 2026

Company name: **Kureha Corporation**
Stock listing: **Tokyo Stock Exchange**
TSE code: **4023**
URL: **https://www.kureha.co.jp/en/**
Representative: **Katsuhiro Natake, Representative Director, President and Chief Executive Officer**
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Scheduled date to file semi-annual securities report: November 12, 2026
Scheduled date of dividend payment: December 11, 2026
Supplementary materials for quarterly financial results: Available
Financial results briefing: Yes (for institutional investors and analysts)

(Figures are rounded down to the nearest million yen)

1. Consolidated Financial Results for the Six Months Ended September 30, 2026 (From April 1, 2026 to September 30, 2026)

(1) Consolidated Operating Results (% figures indicate year-on-year changes)

	Revenue		Core Operating Profit		Operating Profit		Profit		Profit attributable to owners of parent		Total comprehensive income	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2026	87,101	12.6	10,841	43.5	10,717	32.2	7,693	20.2	7,599	20.3	9,984	(0.9)
September 30, 2025	77,387	(5.2)	7,553	3.9	8,105	16.5	6,399	11.6	6,318	11.8	10,072	135.8

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2026	198.83	198.52
September 30, 2025	151.03	150.81

(Reference) Profit before tax: As of September 30, 2026: 10,555 million yen
As of September 30, 2025: 8,464 million yen

(Note) Beginning with the current consolidated fiscal year, to enhance the clarity of the Kureha Group's recurring operating performance, the Group has adopted core operating profit, calculated by excluding gains and losses arising from non-recurring factors (non-recurring items) from operating profit, as a new profit-related management indicator.

(2) Consolidated Financial Position

	Total assets	Total equity	Equity attributable to owners of parent	Ratio of equity attributable to owners of parent to total assets
As of	Millions of yen	Millions of yen	Millions of yen	%
September 30, 2026	341,071	173,114	171,104	50.2
March 31, 2026	338,444	167,179	165,233	48.8

2. Dividends

	Annual dividends				
	First quarter	Second quarter	Third quarter	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2026	—	109.50	—	104.50	214.00
Fiscal year ending March 31, 2027	—	108.00			
Fiscal year ending March 31, 2027 (Forecast)			—	108.00	216.00

Note 1: Changes in the dividend forecast from the most recent announcement: None
Note 2: For the fiscal year ending March 31, 2027, the Company plans to pay dividends based on a consolidated dividend on equity (DOE) target of 5%. The forecast dividend per share has been calculated on the basis of the forecast shareholders' equity.

3. Consolidated Earnings Forecast for the Fiscal Year Ending March 31, 2027 (From April 1, 2026 to March 31, 2027)

(% figures indicate year-on-year changes)

	Revenue		Core Operating Profit		Operating 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	176,000	8.9	16,000	10.6	13,500	—	9,000	—	235.43

(Note) Changes in earnings forecast from the most recent announcement: Yes
(Reference) Profit before tax: Full year 13,000 million yen

* Notes

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries affecting the scope of consolidation): None

(2) Changes in accounting policies and changes in accounting estimates

1) Changes in accounting policies required under IFRS:	None
2) Changes in accounting policies other than those in item 1) above:	None
3) Changes in accounting estimates:	None

(3) Number of shares issued (common stock)

1) Number of shares outstanding at the end of the period (including treasury shares)	As of September 30, 2026	40,242,221 shares	As of March 31, 2026	49,942,221 shares
2) Number of treasury shares at the end of the period	As of September 30, 2026	2,014,615 shares	As of March 31, 2026	11,723,323 shares
3) Average number of shares outstanding during the period	Six months ended September 30, 2026	38,224,179 shares	Six months ended September 30, 2025	41,837,945 shares

* This quarterly financial summary is outside the scope of review by certified public accountants or audit corporations.

* Note to ensure proper use of financial forecasts, and other noteworthy matters

All forecasts and forward-looking statements in this report are based on information currently available to the Company and assumptions that are deemed to be reasonable, but Kureha Corporation does not guarantee the achievement of these forecasts. Actual results may differ significantly as a consequence of numerous factors. For more information regarding the assumptions and terms the Company applied when formulating earnings forecasts and precautions that should be taken when utilizing these earnings forecasts, please refer to "(4) Future Outlook" included under the section "1. Overview of Operating Results and Outlook" on page 3 of the attached document.

(Attachment)

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1. Overview of Operating Results and Outlook

(1) Overview of Operating Results for the Period

During the first six months of the fiscal year ending March 31, 2027, while a gradual recovery in the global economy, including Japan, was anticipated, the outlook remained uncertain due to concerns over the impact of the situation in the Middle East and other factors.

Under these circumstances, the Kureha Group is advancing sustainability-focused management aimed at balancing the enhancement of medium- to long-term corporate value with contributions to a sustainable society in order to further develop the Group. In line with the Kureha Group Corporate Philosophy and the Kureha Vision, the Group formulated and is implementing the Kureha Group Long-term Management Plan for FY2035 – Technology to Value– and the Mid-Term Management Plan (FY2026–FY2028) – Technology to Value 2028–.

Beginning with the first six months of the fiscal year ending March 31, 2027, to enhance the clarity of recurring operating performance, the Group has adopted core operating profit, calculated by excluding gains and losses arising from non-recurring factors (impairment losses, restructuring expenses, subsidy income, etc.) from operating profit, as a new profit-related management indicator.

During the six months under review, the Group's revenue and profits increased year on year due to increased sales of PGA (polyglycolic acid) resin processed products and agricultural and horticultural fungicides, as well as an increase in share of profit of investments accounted for using the equity method.

Revenue increased 12.6% year on year to 87,101 million yen, core operating profit increased 43.5% to 10,841 million yen, operating profit increased 32.2% to 10,717 million yen, profit before tax increased 24.7% to 10,555 million yen, profit increased 20.2% to 7,693 million yen, and profit attributable to owners of parent increased 20.3% to 7,599 million yen.

Results by segment were as follows. Beginning with the first six months of the fiscal year ending March 31, 2027, segment results are presented in terms of core operating profit, calculated by excluding gains and losses arising from non-recurring factors (impairment losses, restructuring expenses, subsidy income, etc.) from operating profit.

(Millions of yen)

	Revenue			Core operating profit (parentheses indicate a loss)		
	Six months ended September 30, 2025	Six months ended September 30, 2026	Change	Six months ended September 30, 2025	Six months ended September 30, 2026	Change
Advanced Materials	31,097	34,347	3,249	2,370	4,604	2,234
Specialty Chemicals	13,697	16,129	2,431	379	397	17
Specialty Plastics	18,246	19,553	1,307	3,563	3,822	258
Construction	5,909	7,993	2,084	394	286	(107)
Other Operations	8,435	9,076	640	981	1,430	449
Segment Total	77,387	87,101	9,713	7,688	10,541	2,852
Adjustments	—	—	—	(135)	299	435
Consolidated Total	77,387	87,101	9,713	7,553	10,841	3,288

1) Advanced Materials

In the advanced materials category, sales of PGA (polyglycolic acid) resin processed products for use in shale oil and gas drilling and polyvinylidene fluoride resin for lithium-ion secondary battery binders increased. In addition, share of profit from the U.S. joint venture in the PPS business, which is accounted for using the equity method, increased, resulting in increases in both revenue and core operating profit in this category.

In the carbon products category, revenue and core operating profit both increased due to higher sales of thermal insulation materials for high-temperature furnaces.

As a result, revenue in this segment was 34,347 million yen (up 10.5% year on year), and core operating profit was 4,604 million yen (up 94.2% year on year).

2) Specialty Chemicals

In the crop protection products and pharmaceuticals category, sales of agricultural and horticultural fungicides as well as Kremezin, a treatment for CKD (chronic kidney disease), increased, resulting in increases in both revenue and core operating profit in this category.

In the industrial chemicals category, revenue increased due to higher sales of organic chemicals, while core operating profit declined due to higher raw material prices.

As a result, revenue in this segment was 16,129 million yen (up 17.8% year on year), and core operating profit was 397 million yen (up 4.7% year on year).

3) Specialty Plastics

In the consumer goods category, revenue increased due to higher sales of New Krewrap plastic wrap for household use, while core operating profit was in line with that in the same period of the previous fiscal year due to higher raw material prices and other factors.

In the commercial food packaging materials category, sales of polyvinylidene chloride film increased, and core operating profit also increased.

As a result, revenue in this segment was 19,553 million yen (up 7.2% year on year), and core operating profit was 3,822 million yen (up 7.3% year on year).

4) Construction

Revenue increased as construction projects carried over from the previous fiscal year progressed steadily; however, core operating profit declined as a result of changes in the sales mix.

As a result, revenue in this segment was 7,993 million yen (up 35.3% year on year), and core operating profit was 286 million yen (down 27.3% year on year).

5) Other Operations

In the environmental engineering category, sales of waste processing services increased, resulting in increases in both revenue and core operating profit in this category.

In other businesses, both revenue and core operating profit were in line with those in the same period of the previous fiscal year.

As a result, revenue in this segment was 9,076 million yen (up 7.6% year on year), and core operating profit was 1,430 million yen (up 45.8% year on year).

(2) Overview of Financial Position for the Period

Total assets as of the end of the first half were 341,071 million yen, up 2,626 million yen from the end of the previous fiscal year. Current assets increased by 2,524 million yen from the end of the previous fiscal year to 113,382 million yen, as an increase in other current assets due to the recognition of consumption tax receivables associated with large-scale construction projects and other factors outweighed declines in trade and other receivables as well as cash and cash equivalents. Non-current assets increased by 101 million yen from the end of the previous fiscal year to 227,688 million yen, reflecting increases in investments accounted for using the equity method and retirement benefit assets, despite the sale of investment securities.

Total liabilities decreased by 3,308 million yen from the end of the previous fiscal year to 167,957 million yen. This was due to a decrease in trade and other payables, as well as a decrease in interest-bearing debt of 1,042 million yen from the end of the previous fiscal year to 123,183 million yen, reflecting repayments of long-term borrowings and other factors.

Total equity increased by 5,934 million yen from the end of the previous fiscal year to 173,114 million yen. This was due to profit attributable to owners of parent of 7,599 million yen and an increase in the valuation of investment securities, despite dividend payments of 3,993 million yen.

(3) Overview of Cash Flows for the Period

Net cash provided by operating activities was 9,376 million yen, a decrease of 3,887 million yen from the same period of the previous fiscal year. This was due to a decrease in cash inflows from changes in inventories, among other factors.

Net cash used in investing activities totaled 5,823 million yen, an increase of 849 million yen year on year. This was due to a decrease in proceeds from the sale of property, plant and equipment and intangible assets, among other factors.

Net cash used in financing activities totaled 5,425 million yen, a year-on-year increase of 678 million yen. This was due to a decrease in cash inflows from changes in short-term borrowings and commercial paper and increases in dividends paid and cash outflows for repayments of long-term borrowings, partly offset by a decrease in cash outflows for the acquisition of treasury share, among other factors.

As a result, cash and cash equivalents at the end of the interim period were 27,905 million yen, down 1,821 million yen from the end of the previous fiscal year.

(4) Future Outlook

Considering recent performance trends, the Company has revised its consolidated earnings forecast for the fiscal year ending March 31, 2027, from the figures announced on August 7, 2026. For details, please refer to the "Notice Regarding Revisions to FY2026 Financial Forecasts" released today (November 10, 2026).