

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, 2025 (IFRS)

November 11, 2025

Company name: Kureha Corporation
Stock listing: Tokyo Stock Exchange
TSE code: 4023
URL: <https://www.kureha.co.jp/en/>
Representative: Yutaka Kobayashi, President and Chief Executive Officer
Contact/Inquiries: Takayuki Ogawa, General Manager, Corporate Communications Department; Phone +81-3-3249-4651
Scheduled date to file semi-annual securities report: November 13, 2025
Scheduled date of dividend payment: December 10, 2025
Supplementary materials for quarterly financial results: Available
Financial results briefing: Yes (for institutional investors and analysts)

(Figures are rounded off to the nearest million yen)

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

(1) Consolidated Operating Results

(% figures indicate year-on-year changes)

	Revenue		Operating profit		Profit before tax		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, 2025	77,387	△5.2	8,105	16.5	8,464	13.7	6,399	11.6	6,318	11.8	10,072	135.8
September 30, 2024	81,641	△7.7	6,959	△23.9	7,443	△24.5	5,732	△16.1	5,651	△16.9	4,271	△69.0

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2025	151.03	150.81
September 30, 2024	105.33	105.19

(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, 2025	345,954	179,802	178,088	51.5
March 31, 2025	345,298	211,139	209,372	60.6

2. Dividends

	Annual dividends				
	First quarter	Second quarter	Third quarter	Year-end	Total
Fiscal year ended March 31, 2025	Yen —	Yen 43.35	Yen —	Yen 43.35	Yen 86.70
Fiscal year ending March 31, 2026	—	109.50			
Fiscal year ending March 31, 2026 (Forecast)			—	109.50	219.00

Note 1: Changes in the dividend forecast from the most recent announcement: None

Note 2: For the fiscal year ending March 31, 2026, the Company plans to implement dividends based on a consolidated dividend on equity (DOE) target of 5%.

3. Consolidated Earnings Forecast for the Fiscal Year Ending March 31, 2026 (From April 1, 2025 to March 31, 2026)

(% figures indicate year-on-year changes)

	Revenue		Operating profit		Profit before tax		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, 2026	165,000	1.8	14,000	48.5	14,000	37.0	10,000	28.2	249.82

Note 1: Changes in earnings forecast from the most recent announcement: None

Note 2: At the Board of Directors meeting held on May 12, 2025, and June 3, 2025, the Company resolved to acquire treasury stock. The impact of the treasury stock acquisition and other factors is taken into account in the “Basic Earnings Per Share” of the consolidated earnings forecast for the fiscal year ending March 31, 2026.

* 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, 2025	49,942,221 shares	As of March 31, 2025	55,433,221 shares
2) Number of treasury shares at the end of the period	As of September 30, 2025	11,722,925 shares	As of March 31, 2025	5,691,026 shares
3) Average number of shares outstanding during the period	Six months ended September 30, 2025	41,837,945 shares	Six months ended September 30, 2024	53,661,679 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)

1. Overview of Operating Results and Outlook.....	2
(1) Overview of Operating Results for the Period	2
(2) Overview of Financial Position for the Period	3
(3) Overview of Cash Flows for the Period	3
(4) Future Outlook	3

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, 2026, while a gradual recovery in the global economy, including Japan, was anticipated, the outlook remained uncertain due to concerns over the impact of developments in U.S. trade policy and other factors.

Amid these circumstances, the Kureha Group is promoting sustainability-focused management aimed at balancing the enhancement of long-term corporate value with contributions to a sustainable society, in order to further advance the Group's development. In addition to the Kureha Group Corporate Philosophy, Kureha Vision, Management Policy targeting FY2030, and Medium- to Long-term Management Plan "Toward Creating a New Future," the Group formulated and is implementing Rolling Plan 2025 in response to changes in the business environment.

During the first six months of the fiscal year ending March 31, 2026, the Group's revenue declined but profit increased year on year. This was primarily due to the termination of sales of heat-shrinkable multilayer film in the Specialty Plastics business during the first half of the previous fiscal year and a decrease in sales of agricultural and horticultural fungicides, while sales of PPS resin rose and raw material prices fell.

Revenue declined 5.2% year on year to 77,387 million yen, operating profit increased 16.5% to 8,105 million yen, profit before tax increased 13.7% to 8,464 million yen, profit increased 11.6% to 6,399 million yen, and profit attributable to owners of parent increased 11.8% to 6,318 million yen.

Results by segment were as follows:

(Millions of yen)

	Revenue			Operating profit		
	Six months ended September 30, 2024	Six months ended September 30, 2025	Change	Six months ended September 30, 2024	Six months ended September 30, 2025	Change
Advanced Materials	28,544	31,097	2,553	1,166	2,370	1,203
Specialty Chemicals	16,208	13,697	△2,510	697	379	△317
Specialty Plastics	22,798	18,246	△4,551	3,953	3,563	△390
Construction	5,326	5,909	583	412	394	△18
Other Operations	8,764	8,435	△328	1,222	981	△241
Segment Total	81,641	77,387	△4,254	7,452	7,688	236
Adjustments*	—	—	—	△492	417	910
Consolidated Total	81,641	77,387	△4,254	6,959	8,105	1,146

Note: Operating profit adjustments include other income and expenses not allocated to reportable segments.

1) Advanced Materials

In the advanced materials category, although sales of polyvinylidene fluoride (PVDF) resin for lithium-ion secondary battery binders decreased, sales of processed polyglycolic acid (PGA) resin products for shale oil and gas drilling applications and polyphenylene sulfide (PPS) resin increased. Combined with falling raw material prices, these factors resulted in higher revenue and operating profit in this segment.

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

As a result, revenue in this segment increased 8.9% year on year to 31,097 million yen, while operating profit rose 103.2% to 2,370 million yen.

2) Specialty Chemicals

In the agrochemicals and pharmaceuticals category, revenue and operating profit both declined due to lower sales of agricultural and horticultural fungicides.

In the industrial chemicals category, revenue declined due to lower sales of organic chemicals; however, operating profit increased as a result of lower raw material prices.

As a result, revenue in this segment was 13,697 million yen (down 15.5% year on year), and operating profit was 379 million yen (down 45.6%).

3) Specialty Plastics

In the consumer goods category, higher sales of New Krewrap plastic wrap for household use and Seaguar fluorocarbon fishing lines led to increases in both revenue and operating profit in this segment.

In the commercial food packaging materials category, revenue and operating profit both declined due to the termination of sales of heat-shrinkable multilayer film during the first half of the fiscal year ended March 31, 2025.

As a result, revenue in this segment was 18,246 million yen (down 20.0% year on year), and operating profit was 3,563 million yen (down 9.9%).

4) Construction

Revenue increased due to growth in both public and private-sector construction projects; however, operating profit remained essentially flat compared with the first half of the previous fiscal year due to changes in the sales mix.

As a result, revenue in this segment was 5,909 million yen (up 10.9% year on year), and operating profit was 394 million yen, roughly unchanged from the same period of the previous fiscal year.

5) Other Operations

In the environmental engineering category, revenue and operating profit both declined due to a decrease in the volume of waste processing.

In other businesses, both revenue and operating profit declined.

As a result, revenue in this segment was 8,435 million yen (down 3.7% year on year), and operating profit was 981 million yen (down 19.8%).

(2) Overview of Financial Position for the Period

Total assets as of the end of the first half were 345,954 million yen, up 656 million yen from the end of the previous fiscal year. Although cash and cash equivalents increased, current assets decreased by 2,589 million yen from the end of the previous fiscal year to 102,184 million yen, mainly due to declines in trade and other receivables as well as inventories. Non-current assets increased by 3,245 million yen from the end of the previous fiscal year to 243,769 million yen, primarily reflecting an increase in property, plant and equipment associated with the expansion of polyvinylidene fluoride (PVDF) production facilities, as well as an increase in assets related to retirement benefit plans.

Total liabilities increased by 31,993 million yen from the end of the previous fiscal year to 166,152 million yen. This was mainly due to a decrease in trade and other payables, while interest-bearing debt increased by 36,519 million yen from the end of the previous fiscal year to 122,531 million yen, mainly reflecting higher borrowings.

Total equity decreased by 31,336 million yen from the end of the previous fiscal year to 179,802 million yen. This was mainly due to the acquisition of 39,018 million yen in treasury stock and dividend payments from retained earnings of 2,156 million yen, despite the recording of 6,318 million yen in profit attributable to owners of parent.

(3) Overview of Cash Flows for the Period

Net cash provided by operating activities was 13,263 million yen, a decrease of 10,820 million yen from the same period of the previous fiscal year. This was mainly due to reduced cash inflows resulting from changes in trade and other receivables, as well as an increase in corporate income tax payments.

Net cash used in investing activities totaled 4,974 million yen, a decrease of 15,806 million yen year on year. This was mainly due to a decrease in expenditures for the acquisition of property, plant and equipment and intangible assets, as well as an increase in proceeds from the sale of investment securities.

Cash flows from financing activities shifted from an inflow of 4,397 million yen in the same period of the previous year to an outflow of 4,746 million yen in the first half of the current fiscal year. This was primarily due to an increase in outflows for the acquisition of treasury stock, partly offset by higher proceeds from short-term borrowings and commercial paper, as well as the absence of proceeds from bond issuance recorded in the same period of the previous fiscal year.

As a result, cash and cash equivalents at the end of the interim period were 25,163 million yen, up 3,663 million yen from the end of the previous fiscal year.

(4) Future Outlook

The company has made no changes in the full fiscal year forecast disclosed on August 8, 2025.