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October 30, 2026

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

Company name: NIPPON FINE CHEMICAL CO., LTD.
Listing: Tokyo
Securities code: 4362
URL: https://www.nipponseika.co.jp/en/
Representative: Hiroshi Yano, President and CEO
Inquiries: Yoshihiro Okura, General Manager of Corporate Planning Office
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Scheduled date to file semi-annual securities report: November 12, 2026
Scheduled date to commence dividend payments: December 1, 2026
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: Yes (for institutional investors and analysts)

(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	17,719	1.3	2,648	(11.1)	2,852	(8.0)	2,676	6.7
September 30, 2025	17,495	0.7	2,980	24.2	3,101	22.4	2,507	39.8

Note: Comprehensive income For the six months ended September 30, 2026: ¥1,861 million [(49.8)%]
For the six months ended September 30, 2025: ¥3,706 million [82.7%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2026	123.40	-
September 30, 2025	113.59	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
September 30, 2026	63,699	53,146	81.8
March 31, 2026	65,421	52,390	78.5

Reference: Equity
As of September 30, 2026: ¥52,119 million
As of March 31, 2026: ¥51,381 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	-	47.00	-	51.00	98.00
Fiscal year ending March 31, 2027	-	52.00			
Fiscal year ending March 31, 2027 (Forecast)			-	52.00	104.00

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

3. Forecast of consolidated financial results 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
Fiscal year ending March 31, 2027	37,400	10.7	5,700	6.7	6,000	7.7	5,200	17.4	239.80

Note: Revisions to the earnings forecasts 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: None

(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	23,822,447 shares
As of March 31, 2026	23,822,447 shares

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

As of September 30, 2026	2,129,390 shares
As of March 31, 2026	2,137,447 shares

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

Six months ended September 30, 2026	21,688,260 shares
Six months ended September 30, 2025	22,077,399 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

The forward-looking statements, including forecasts of financial results, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. However, the Company makes no guarantee that these forecasts will be achieved. Actual financial results, etc. may differ substantially due to various factors.

The Company plans to hold a briefing for institutional investors and analysts on Friday, November 13, 2026. The financial results briefing materials to be distributed at this briefing will be posted on the Company's website on the same day.

Semi-annual consolidated balance sheet

(Thousands of yen)

	As of March 31, 2026	As of September 30, 2026
Assets		
Current assets		
Cash and deposits	13,196,122	9,675,516
Notes and accounts receivable - trade	8,111,604	8,153,264
Securities	2,000,000	1,000,000
Merchandise and finished goods	3,484,460	3,805,853
Work in process	2,298,379	2,626,045
Raw materials and supplies	2,934,721	3,610,254
Other	191,775	343,282
Allowance for doubtful accounts	(1,191)	(784)
Total current assets	32,215,872	29,213,432
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	7,758,584	7,670,145
Machinery, equipment and vehicles, net	2,629,046	2,428,394
Land	3,719,989	3,731,966
Construction in progress	3,355,633	6,858,981
Other, net	779,745	724,663
Total property, plant and equipment	18,243,000	21,414,152
Intangible assets	574,910	540,683
Investments and other assets		
Investment securities	13,892,959	12,050,206
Retirement benefit asset	252,493	254,201
Other	241,913	226,776
Total investments and other assets	14,387,366	12,531,184
Total non-current assets	33,205,277	34,486,020
Total assets	65,421,149	63,699,453

(Thousands of yen)

	As of March 31, 2026	As of September 30, 2026
Liabilities		
Current liabilities		
Notes and accounts payable - trade	3,211,109	3,377,767
Accounts payable - other	689,696	688,656
Income taxes payable	1,297,599	1,217,462
Provision for bonuses	677,467	771,626
Provision for bonuses for directors (and other officers)	66,835	35,782
Provision for environmental measures	-	42,965
Accounts payable - facilities	2,507,136	374,283
Asset retirement obligations	56,413	-
Other	888,612	707,934
Total current liabilities	9,394,871	7,216,478
Non-current liabilities		
Deferred tax liabilities	3,402,445	3,037,704
Provision for environmental measures	-	7,344
Retirement benefit liability	89,265	92,018
Long-term accounts payable - other	339	339
Long-term guarantee deposits	123,231	179,615
Asset retirement obligations	5,730	5,730
Other	14,808	13,662
Total non-current liabilities	3,635,821	3,336,416
Total liabilities	13,030,693	10,552,894
Net assets		
Shareholders' equity		
Share capital	5,933,221	5,933,221
Capital surplus	6,803,362	6,810,837
Retained earnings	32,724,002	34,294,554
Treasury shares	(3,530,604)	(3,517,001)
Total shareholders' equity	41,929,982	43,521,611
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	8,143,433	7,264,797
Foreign currency translation adjustment	1,207,059	1,240,791
Remeasurements of defined benefit plans	101,314	92,474
Total accumulated other comprehensive income	9,451,807	8,598,064
Non-controlling interests	1,008,666	1,026,883
Total net assets	52,390,456	53,146,559
Total liabilities and net assets	65,421,149	63,699,453

Semi-annual consolidated statement of income and comprehensive income

(Thousands of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Net sales	17,495,822	17,719,771
Cost of sales	11,617,339	12,146,378
Gross profit	5,878,482	5,573,393
Selling, general and administrative expenses	2,897,669	2,924,632
Operating profit	2,980,812	2,648,760
Non-operating income		
Interest income	9,014	11,901
Interest on securities	6,167	11,030
Dividend income	182,866	201,525
Miscellaneous income	22,419	16,985
Total non-operating income	220,467	241,442
Non-operating expenses		
Interest expenses	579	489
Commission for purchase of treasury shares	60,971	-
Foreign exchange losses	11,912	15,933
Depreciation	16,236	2,982
Miscellaneous losses	10,411	17,968
Total non-operating expenses	100,111	37,374
Ordinary profit	3,101,169	2,852,828
Extraordinary income		
Gain on sale of non-current assets	547	400
Gain on sale of investment securities	299,759	1,165,283
Total extraordinary income	300,306	1,165,683
Extraordinary losses		
Loss on retirement of non-current assets	48,894	51,775
Impairment losses	-	7,913
Provision for environmental measures	-	50,309
Total extraordinary losses	48,894	109,999
Profit before income taxes	3,352,581	3,908,512
Income taxes - current	749,371	1,160,283
Income taxes - deferred	50,994	42,949
Total income taxes	800,366	1,203,233
Profit	2,552,214	2,705,279

(Thousands of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Profit attributable to		
Profit attributable to owners of parent	2,507,813	2,676,486
Profit attributable to non-controlling interests	44,401	28,792
Other comprehensive income		
Valuation difference on available-for-sale securities	1,076,548	(878,635)
Deferred gains or losses on hedges	3,032	-
Foreign currency translation adjustment	78,938	44,123
Remeasurements of defined benefit plans, net of tax	(3,930)	(8,839)
Total other comprehensive income	1,154,588	(843,352)
Comprehensive income	3,706,803	1,861,927
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,642,834	1,822,743
Comprehensive income attributable to non-controlling interests	63,969	39,183

Semi-annual consolidated statement of cash flows

(Thousands of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Cash flows from operating activities		
Profit before income taxes	3,352,581	3,908,512
Depreciation	743,658	708,594
Impairment losses	-	7,913
Increase (decrease) in allowance for doubtful accounts	(9)	(406)
Increase (decrease) in retirement benefit liability	(13,777)	2,753
Decrease (increase) in retirement benefit asset	(2,650)	(1,707)
Increase (decrease) in provision for environmental measures	(43,000)	50,309
Interest and dividend income	(198,048)	(224,456)
Interest expenses	579	489
Commission for purchase of treasury shares	60,971	-
Foreign exchange losses (gains)	(3,658)	2,574
Loss (gain) on sale of investment securities	(299,759)	(1,165,283)
Loss (gain) on sale and retirement of non-current assets	48,347	51,375
Decrease (increase) in trade receivables	(1,040,962)	(37,084)
Decrease (increase) in inventories	280,019	(1,318,271)
Increase (decrease) in guarantee deposits received	591	56,384
Increase (decrease) in trade payables	164,662	165,895
Decrease (increase) in consumption taxes refund receivable	-	(76,651)
Increase (decrease) in accrued consumption taxes	203,595	(302,229)
Other, net	111,925	114,163
Subtotal	3,365,065	1,942,876
Interest and dividends received	198,048	224,456
Interest paid	(579)	(489)
Income taxes paid	(226,076)	(1,235,061)
Net cash provided by (used in) operating activities	3,336,458	931,781

(Thousands of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Cash flows from investing activities		
Payments into time deposits	(209,000)	(117,000)
Purchase of property, plant and equipment	(1,485,746)	(5,988,942)
Proceeds from sale of property, plant and equipment	547	400
Payments for retirement of property, plant and equipment	(110,154)	(19,846)
Payments for asset retirement obligations	(63,249)	(29,105)
Purchase of intangible assets	(4,547)	(36,948)
Purchase of investment securities	(849)	(863)
Proceeds from sale of investment securities	338,818	1,726,082
Payments for sale of shares of subsidiaries resulting in change in scope of consolidation	(313,468)	-
Net cash provided by (used in) investing activities	(1,847,649)	(4,466,223)
Cash flows from financing activities		
Repayments of lease liabilities	(3,672)	(4,002)
Dividends paid	(832,454)	(1,105,935)
Dividends paid to non-controlling interests	(33,075)	(20,966)
Purchase of treasury shares	(2,061,164)	(437)
Net cash provided by (used in) financing activities	(2,930,366)	(1,131,340)
Effect of exchange rate change on cash and cash equivalents	29,163	7,030
Net increase (decrease) in cash and cash equivalents	(1,412,393)	(4,658,752)
Cash and cash equivalents at beginning of period	12,638,852	13,341,279
Cash and cash equivalents at end of period	11,226,458	8,682,527

(Notes on segment information, etc.)

Segment information

I. Previous semi-annual (Cumulative) (April 1, 2025 to September 30, 2025)

Information on net sales and profits or losses for each reporting segment, and information on the decomposition of profits

(Thousands of yen)

	Reporting segments			Other Note: 1	Total	Adjustment amount	Semi-annual consolidated statement of income and comprehensive income amounts Note: 2
	Functional products	Environmental hygiene products	Total				
Net sales							
Revenue from contracts with customers	13,855,723	3,523,173	17,378,896	-	17,378,896	-	17,378,896
Other revenue	-	-	-	116,925	116,925	-	116,925
Revenues from external customers	13,855,723	3,523,173	17,378,896	116,925	17,495,822	-	17,495,822
Intersegment sales or transfers	83,668	6,649	90,318	11,640	101,958	(101,958)	-
Total	13,939,392	3,529,822	17,469,215	128,565	17,597,780	(101,958)	17,495,822
Segment profit	2,689,176	261,100	2,950,276	30,535	2,980,812	-	2,980,812

Note: 1. The "Other" segment is a business segment that is not included in the reporting segments and includes real estate leasing.
2. Segment profit is consistent with the operating profit in the semi-annual consolidated statement of income and comprehensive income.

II. Current semi-annual (Cumulative) (April 1, 2026 to September 30, 2026)

Information on net sales and profits or losses for each reporting segment, and information on the decomposition of profits

(Thousands of yen)

	Reporting segments			Other Note: 1	Total	Adjustment amount	Semi-annual consolidated statement of income and comprehensive income amounts Note: 2
	Functional products	Environmental hygiene products	Total				
Net sales							
Revenue from contracts with customers	13,875,855	3,719,415	17,595,270	-	17,595,270	-	17,595,270
Other revenue	-	-	-	124,501	124,501	-	124,501
Revenues from external customers	13,875,855	3,719,415	17,595,270	124,501	17,719,771	-	17,719,771
Intersegment sales or transfers	90,273	5,809	96,082	11,595	107,678	(107,678)	-
Total	13,966,128	3,725,224	17,691,353	136,096	17,827,449	(107,678)	17,719,771
Segment profit	2,302,246	310,892	2,613,138	35,621	2,648,760	-	2,648,760

Note: 1. The "Other" segment is a business segment that is not included in the reporting segments and includes real estate leasing.
2. Segment profit is consistent with the operating profit in the semi-annual consolidated statement of income and comprehensive income.

Information on impairment losses on fixed assets by reporting segment

I. Previous semi-annual (Cumulative) (From April 1, 2025 to September 30, 2025)

Not applicable.

II. Current semi-annual (Cumulative) (From April 1, 2026 to September 30, 2026)

(Thousands of yen)

	Functional products	Environmental hygiene products	Other	Company-wide elimination	Total
Impairment losses	7,913	-	-	-	7,913