

Consolidated Financial Results for the Fiscal Year Ended March 31, 2026
<Under Japanese GAAP>

April 28, 2026

Company Name: SEKISUI CHEMICAL CO., LTD.
Listing: Tokyo Stock Exchange
Securities code: 4204 URL: <https://www.sekisuichechemical.com>
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Scheduled date of annual general meeting of shareholders: June 19, 2026
Scheduled date to commence dividend payments: June 22, 2026
Scheduled date to file annual securities report: June 12, 2026
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: Yes

(Figures rounded down to the nearest million yen)

1. Consolidated financial results for the fiscal year ended March 31, 2026 (from April 1, 2025 to March 31, 2026)

(1) Consolidated operating results (% figures represent changes from the previous year.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2026	1,309,281	0.9	106,477	-1.4	117,215	5.6	75,174	-8.2
March 31, 2025	1,297,754	3.3	107,951	14.4	110,958	4.8	81,925	5.1
Note: Comprehensive Income	For the fiscal year ended March 31, 2026 :				117,200 million yen		(93.8%)	
	For the fiscal year ended March 31, 2025 :				60,474 million yen		(-55.4%)	

	Profit attributable to owners of parent per share	Profit attributable to owners of parent per share (Diluted)	Return on equity	Ratio of ordinary profit to total assets	Ratio of operating profit to net sales
Fiscal year ended	yen	yen	%	%	%
March 31, 2026	182.70	-	9.1	8.5	8.1
March 31, 2025	195.93	-	10.2	8.4	8.3

Reference: Share of profit (loss) of entities accounted for using equity method

For the fiscal year ended March 31, 2026 : 2,442 million yen

For the fiscal year ended March 31, 2025 : -1,092 million yen

(2) Consolidated financial position

	Total assets	Net assets	Equity to asset ratio	Net assets per share
	Millions of yen	Millions of yen	%	yen
As of March 31, 2026	1,427,933	881,125	59.6	2,108.44
As of March 31, 2025	1,330,786	835,366	60.7	1,933.56
Reference: Equity	As of March 31, 2026:	851,190 million yen	As of March 31, 2025:	807,348 million yen

(3) Consolidated Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2026	78,301	(69,103)	(46,546)	92,444
March 31, 2025	119,231	(61,508)	(61,200)	120,895

2. Dividend Status

(Date of Record)	Annual dividends per share					Total cash dividends (Total)	Payout Ratio (consolidated)	Ratio of dividends to net assets (Consolidated)
	At the end of 1st Q	At the end of 2nd Q	At the end of 3rd Q	Fiscal year-end	Total			
Fiscal year ended	yen	yen	yen	yen	yen	Millions of yen	%	%
March 31, 2025	-	37.00	-	42.00	79.00	33,064	40.4	4.1
March 31, 2026	-	40.00	-	40.00	80.00	32,807	43.6	4.0
March 31, 2027 (Forecast)	-	40.00	-	41.00	81.00		43.0	

3. Consolidated Outlook for Fiscal 2026 (April 1, 2026 to March 31, 2027)

(% figures represent changes from the same period of the previous year.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Profit attributable to owners of the parent per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	yen
1st Half	676,800	7.5	46,400	2.1	46,600	-4.8	30,800	-2.9	76.29
Full Year	1,408,400	7.6	115,000	8.0	114,000	-2.7	76,000	1.1	188.26

4. Notes

(1) Significant changes in the scope of consolidation during the period:

Newly included: 2 companies(Ben House Co., Ltd., Architec Planning Co., Ltd.)

Excluded: -

(2) Changes in the accounting policies, changes in accounting estimates, and restatement

- | | |
|---|------|
| a) Changes in accounting policies due to revisions to accounting standards and other regulations: | None |
| b) Changes other than a): | None |
| c) Changes in accounting estimates: | None |
| d) Restatements: | None |

(3) Number of shares issued (common shares)

a) Number of shares issued at the end of the period (including treasury shares):	As of March 31, 2026	430,507,285	As of March 31, 2025	444,507,285
b) Number of treasury shares at the end of the period:	As of March 31, 2026	26,801,299	As of March 31, 2025	26,963,200
c) Average number of outstanding shares during the period (cumulative from the beginning of the fiscal year):	Fiscal year ended March 31, 2026	411,458,747	Fiscal year ended March 31, 2025	418,137,307

Note: For further details, please refer to "(5) Notes to Consolidated Financial Statements" (Per share information)

[Reference] Overview of non-consolidated financial results

1. Non-consolidated financial results for the fiscal year ended March 31, 2026 (from April 1, 2025 to March 31, 2026)

(1) Non-consolidated operating results (% figures represent changes from the previous year.)

	Net sales		Operating profit		Ordinary profit		Profit	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2026	389,198	-1.0	7,921	-37.9	76,085	32.1	60,199	0.2
March 31, 2025	393,260	1.9	12,760	33.6	57,595	-2.9	60,104	-11.6

	Profit per Share		Profit per Share (Diluted)	
Fiscal year ended	yen		yen	
March 31, 2026	146.23		-	
March 31, 2025	143.67		-	

(2) Non-consolidated financial position

	Total assets		Net assets		Equity to asset ratio		Net assets per share	
	Millions of yen		Millions of yen		%		yen	
As of March 31, 2026	833,136		369,828		44.4		915.59	
As of March 31, 2025	777,143		383,660		49.4		918.37	
Reference: Equity	As of March 31, 2026:		369,828 million yen		As of March 31, 2025:		383,660 million yen	

Note: Financial results reports are exempt from audit conducted by certified public accountants or an audit corporation.

Note: Proper use of earnings forecasts, and other special matters

The earnings forecasts and other forward-looking statements contained in this report are based on information available as of the date of this report and on certain assumptions that the Group believes are reasonable.

Forward-looking statements are not guarantees that the Group will achieve the amounts indicated. Various factors could cause actual results to differ materially from those projected.

1. Qualitative Information and Financial Review

(1) Consolidated Business Results

1) Group Overview

Net Sales: 1,309.2 billion yen (+0.9%), Operating Profit: 106.4 billion yen (-1.4%), Ordinary Profit: 117.2 billion yen (+5.6%), Profit Attributable to Owners of Parent: 75.1 billion yen (-8.2%)

In fiscal 2025, while the domestic housing and non-residential markets remained sluggish, the semiconductor and aircraft markets were firm, resulting in net sales reaching a record high. The shift toward high-value-added products progressed, led by the Housing business; however, operating profit declined due to factors such as the slowdown in the EV market and reduced demand overseas for priority infectious disease diagnostic kits. Ordinary profit increased mainly due to foreign exchange gains and reached a new record high, while profit attributable to owners of parent decreased mainly due to the impact of impairment losses.

2) Overview by Business Segment

[Housing Company]

Net Sales: 536.2 billion yen (+2.3%), Operating Profit: 37.1 billion yen (+17.9%)

In fiscal 2025, the number of units sold in the Housing business decreased due to sluggish conditions in the new housing market. However, sales were higher and profit increased substantially across the entire Company due to higher unit prices resulting from improved composition and growth in the Housing Renovation business. In the Housing business, net sales increased year-on-year as a result of higher unit prices driven by the expansion of apartment buildings and high-end single-family homes. Despite a decline in the number of orders received year-on-year due to sluggish recovery in regional areas affected by rising mortgage rates and inflation, the value of orders received increased year-on-year due to robust demand in urban areas.

In the Housing Renovation business, the value of orders received increased due to a strengthened sales strategy and enhancement of regular inspections, and as a result, net sales increased year-on-year.

In the Residential business, net sales increased year-on-year due to an increase in the number of residential units under management and growth in the purchase and resale businesses, as well as the effect of new consolidations.

[Urban Infrastructure and Environmental Products Company]

Net Sales: 240.4 billion yen (-0.0%), Operating Profit: 23.2 billion yen (+1.3%)

In fiscal 2025, impact from the prolonged slump in the domestic housing and non-residential markets was offset by maintaining profit margins primarily in domestic business, resulting in operating profit reaching a record high for the fourth consecutive fiscal year.

In the Pipe Systems field, sales volume declined due to prolonged construction times in the domestic non-residential market. In addition, chlorinated polyvinyl chloride (CPVC) resin was affected by the continued slump in the Indian market, resulting in net sales for the entire field decreasing year-on-year.

In the Buildings and Infrastructures Composite Materials field, the new adoption of fire protection and non-combustible materials and the expansion of sales for new products progressed smoothly. In addition, the use of synthetic lumber (FFU) railway sleepers increased, mainly in Europe, resulting in net sales for the entire field increasing year-on-year.

In the Infrastructure Renovation field, a nationwide priority survey on pipeline renewal gradually began to generate renewal demand. Combined with steady growth in orders overseas and successful acquisition of large-scale plant equipment projects, net sales for the entire field increased year-on-year.

[High Performance Plastics Company]

Net Sales: 456.5 billion yen (+2.1%), Operating Profit: 59.3 billion yen (-3.1%)

In fiscal 2025, net sales increased due to steady growth in high-performance interlayer films for the mobility field, among other factors. However, profit decreased due to the impact of one-time expenses.

In the Electronics field, net sales increased year-on-year due to successfully capturing demand driven by the continued robust semiconductor and display markets, as well as steady progress in securing new business.

In the Mobility field, net sales increased year-on-year due to growth in interlayer films used in head-up displays, the capture of demand related to aircraft, and expansion into new fields such as drones.

In the Industrial field, although sales of energy-saving and environmental contribution products increased, net sales decreased year-on-year due to sluggish demand for building materials and consumer goods in Europe and Japan. Progress was made in securing new orders for sensors and care material products.

[Medical Business]**Net Sales: 93.7 billion yen (-5.5%), Operating Profit: 11.1 billion yen (-13.0%)**

In fiscal 2025, the Pharmaceutical Sciences business performed steadily, but the Medical Business as a whole recorded a decrease in both sales and profit due to reduced demand for priority infectious disease diagnostic kits in the U.S. and the impact of sluggish market conditions in China, which caused challenges for overseas diagnostic demand.

(2) Overview of Financial Position in Fiscal 2025

Consolidated total assets as of the end of the fiscal year were 1,427,933 million yen, an increase of 97,146 million yen from the end of the previous fiscal year.

(Assets)

Current assets were 721,698 million yen, an increase of 18,593 million yen from the end of the previous fiscal year.

The main factors were an increase of 40,097 million yen in inventories, an increase of 12,319 million yen in advances received, an increase of 7,709 million yen in accounts receivable - trade, and a decrease of 45,393 million yen in cash and deposits.

In addition, fixed assets increased by 78,553 million yen to 706,235 million yen. The main factor was an increase of 58,681 million yen in property, plant and equipment.

(Liabilities)

Total liabilities were 546,807 million yen, an increase of 51,387 million yen from the end of the previous fiscal year. The main factors were an decrease of 2,179 million yen in purchase liabilities of notes payable - trade, electronically recorded obligations - operating, accounts payable - trade and an decrease of 1,544 million yen in advances received, and an increase of 17,660 million yen in short-term borrowings, an issuance of corporate bonds totaling 20,000 million yen.

(Net Assets)

Consolidated net assets were 881,125 million yen as of the end of the fiscal year, an increase of 45,759 million yen from the end of the previous fiscal year. The main factors are an appropriation of 75,174 million yen in profit attributable to owners of the parent, an payment of dividends of 34,182 million yen, an decrease of 36,751 million yen in purchase due to the repurchase of treasury shares, an decrease of 3,675 million yen in valuation difference on available-for-sale securities, an increase of 29,870 million yen in foreign currency translation adjustment, increase of 12,663 million yen in remeasurements of defined benefit plans.

(3) Overview of Cash Flows in Fiscal 2025

Cash and cash equivalents (referred to as "Cash") as of the end of the fiscal year were 92,444 million yen, a decrease of 28,451 million yen from the end of the previous fiscal year.

The status of each measure of cash flows during fiscal 2025 and the factors affecting those cash flows were as follows.

(Cash flows from operating activities)

Cash generated from operating activities during the fiscal year was 78,301 million yen (compared to 119,231 million yen in the previous fiscal year). The increase was primarily due to 105,023 million yen in profit before income taxes, 56,872 million yen in depreciation, and 23,302 million yen in impairment losses, while the negative factors include 35,898 million yen in income taxes paid and an increase of 19,609 million yen in inventories, an decrease of 14,747 million yen in loss (gain) on sale of investment securities, an decrease of 12,250 million yen in increase (decrease) in trade payables.

(Cash flows from investing activities)

Cash used in investing activities during the fiscal year was 69,103 million yen (compared to 61,508 million yen used in the previous fiscal year). The main factors were outflows of 100,781 million yen for the acquisition of property, plant and equipment, mainly in key and growth areas, and 12,806 million yen for the acquisition of intangible assets, while inflows included amount of subsidy received of 21,489 million yen, 17,063 million yen in proceeds from the sale and redemption of investment securities.

(Cash flows from financing activities)

Cash used in financing activities during the fiscal year was 46,546 million yen (compared to 61,200 million yen used in the previous fiscal year).

The main factors were outflows of 36,413 million yen in purchase due to the repurchase of treasury shares, 35,578 million yen in dividends paid (including dividends paid to non-controlling interests), while inflows included income from issuing corporate bonds of 19,939 million yen.

(4) Forecast for Fiscal 2026

1) Group Forecast

Net Sales: 1,408.4 billion yen (+7.6%), Operating Profit: 115.0 billion yen (+8.0%), Ordinary Profit: 114.0 billion yen (-2.7%), Profit Attributable to Owners of Parent: 76.0 billion yen (+1.1%)

The market environment in fiscal 2026 is expected to remain uncertain. Amid these conditions, we will continue our efforts to expand high value-added businesses and products that contribute to resolving social issues and to maintain profits while seeking to increase sales and profit in all segments and achieve new record highs for companywide net sales and operating profit.

In our film-type perovskite solar cell business, we have established manufacturing technology for 1-meter-wide sheets and installation specifications for metal roofs, and we are now commencing commercialization (product supply). Our top priority is to expand supply capacity by launching a 100 MW production line in fiscal 2027.

We will continue to closely monitor the impact of the deteriorating situation in the Middle East on our raw material procurement, strive to secure the necessary quantities, and implement risk mitigation measures such as diversifying our suppliers and utilizing alternative products. Furthermore, in response to rising prices, we will endeavor to minimize the impact by promptly passing on these.

2) Forecast by Business Segment

[Housing Company]

Net Sales: 582.0 billion yen (+8.5%), Operating Profit: 40.0 billion yen (+7.7%)

In fiscal 2026, we will pursue higher sales and profit through measures such as strengthening our product lineup through the introduction of new products in the Housing business, strengthening our product offerings and increasing external sales orders in the Housing Renovation business, and increasing the number of residential units under management in the Residential business.

In the Housing business, we will aim to increase sales by increasing the number of units sold through a strengthened product lineup. We will continue to aim for expanded orders for apartment buildings and high-end single-family homes in urban areas, while in regional areas, we will launch new products and promote sales strategies tailored to the needs of each region to increase sales value and drive a recovery in the number of units sold.

In the Housing Renovation business, we aim to increase sales by strengthening our product offerings, with a focus on insulation renovations, and by increasing external sales orders through a strengthened sales structure.

In the Residential business, we will continue to focus on increasing the number of residential units under management and expanding the purchase and resale business, while also aiming to increase sales through the secure delivery of completed condominium projects.

[Urban Infrastructure and Environmental Products Company]

Net Sales: 255.4 billion yen (+6.2%), Operating Profit: 25.0 billion yen (+7.5%)

In fiscal 2026, while fixed costs will rise due to investments in human capital and capacity expansion among other factors, we will pursue higher sales and profit by continuing to increase overseas sales centered on synthetic lumber (FFU) railway sleepers, pipeline renewal, and chlorinated polyvinyl chloride (CPVC) resin, as well as by expanding sales of prioritized products and maintaining profits. We will also aim to set a new record profit for the fifth consecutive fiscal year.

In the Pipe Systems field, we will continue to focus on increasing sales of prioritized products, maintaining profit, and expanding sales of new chlorinated polyvinyl chloride (CPVC) resin products and sales areas.

In the Buildings and Infrastructures Composite Materials field, we will accelerate sales growth by expanding the applications of fire protection and non-combustible materials. We will also focus on expanding sales of synthetic lumber (FFU) railway sleepers in the U.S. in addition to Europe, where adoption is steadily increasing.

In the Infrastructure Renovation field, we will work to acquire projects arising from the nationwide priority survey of sewer systems in Japan and increase orders by strengthening overseas marketing. We will also focus on increasing sales of panel tanks for water supply and capturing replacement demand.

[High Performance Plastics Company]**Net Sales: 487.6 billion yen (+6.8%), Operating Profit: 64.5 billion yen (+8.7%)**

In fiscal 2026, we will seek to increase sales in all fields, with a particular focus on the Mobility field. While fixed costs will increase due to accelerated development aimed at further growth, we aim to achieve higher sales, significantly higher profit, and a new record high for profit.

In the Electronics field, we expect market conditions for semiconductors and displays to remain firm. We will focus on acquiring new customers and development of new applications new, primarily targeting the robust semiconductor market.

In the Mobility field, we will increase sales of high-performance interlayer films, primarily for head-up displays, and capture recovering aircraft-related demand, while continuing to drive the development of new fields, including drones.

In the Industrial field, we will continue to increase sales of construction labor-saving and environmentally friendly products, which have been designated as growth areas.

[Medical Business]**Net Sales: 97.3 billion yen (+3.8%), Operating Profit: 12.0 billion yen (+7.8%)**

In fiscal 2026, we aim to increase both sales and profit by focusing on securing new projects in our domestic Diagnostics and Pharmaceutical Sciences businesses while continuing to drive profitability improvements in our overseas Diagnostics business, where we anticipate challenging market conditions will continue.

(5) Basic Policy on Distribution of Profits and Dividends for Fiscal 2025 and Fiscal 2026

SEKISUI CHEMICAL positions increasing corporate value and actively returning profits to shareholders as priority management objectives. With regard to shareholder returns, we expressed the following policy in May 2023, reinforcing and clarifying our commitment.

- Dividend payout ratio: 40% or higher
- DOE : 3% or higher
- Total payout ratio: If the D/E ratio is no higher than 0.5, 50% or higher

Additional return shall be made appropriately, taking into account the investment progress of medium-term plan, cash position and share prices

- Cancellation of treasury shares: Cancel newly acquired shares to the extent that total treasury shares do not exceed 5% of outstanding shares.

The record dates for payment of dividends or the last day of the first half and the last day of the fiscal year, and our policy is to continue paying dividends twice annually.

Regarding the dividend for fiscal 2025, based on comprehensive consideration of the policy set forth above, we plan to pay a year-end dividend of 40 yen, the same amount as the most recent forecast, and an annual dividend for the fiscal year ended March 2026 of 80 yen, an increase of 1 yen from the previous fiscal year.

	Annual Dividend (yen)		
	End of 1H	Fiscal Year-End	Total
Previous forecast (announced on January 29, 2026)	—	40.00	80.00
Current revised forecast	—	40.00	80.00
Result in the current fiscal year	40.00	—	—
Result in the previous fiscal year (fiscal year ended March 2025)	37.00	42.00	79.00

In fiscal 2026, SEKISUI CHEMICAL plans to pay a first half period-end dividend of 40 yen and a fiscal year-end dividend of 41 yen for a total annual dividend distribution of 81 yen per share.

2. Status of the corporate group

Omitted

3. Management Policy

(1) Basic Management Policy

The Group aims to meet the expectations of its stakeholders, create social value, and contribute to society through its business activities. Based on the Group Vision of contributing to improving the lives of the people of the world and the Earth's environment, by continuing to open up new frontiers in residential and social infrastructure creation and chemical solutions, the Group formulates management strategies to realize a sustainable society, achieve sustainable growth, and enhance corporate value.

(2) Medium- to Long-term Management Strategy

The Group has been implementing its long-term vision, "Vision 2030," since fiscal 2020 (ended March 2021). It has also been pursuing its medium-term management plan, "Drive 2.0 - The 2nd phase for 2030 -" since fiscal 2023 (ended March 2024), covering the three-year period through fiscal 2025 (ended March 2026).

"Vision 2030," the Group's long-term vision, presents the vision statement of "Innovation for the Earth," which incorporates the Group's resolute will to continuously drive innovation as a means of "supporting the basis of LIFE and continuing to create 'peace of mind for the future' in order to realize a sustainable society." This Vision lays down the four business domains of Residential (Housing), Advanced Lifeline (Social Infrastructure), Innovative Mobility (Electric/Mobility), and Life Science (Health and Medical), and aims to double business by 2030 through the expansion of existing business while taking on the challenge of new domains along the strategy axis of "business growth, reform, and creation centered on ESG management."

"Drive 2.0 - The 2nd phase for 2030 -," the Group's medium-term management plan, is guided by a policy of realizing the long-term vision through "sustainable growth" and "accelerate strategic innovation." Under this policy, the Group has worked to enhance corporate value by implementing three initiatives to enhance corporate value as its basic strategy: (1) strategic innovation, (2) organic growth, and (3) strengthening sustainability.

For fiscal 2026 (ending March 2027) and beyond, as the third phase of initiatives aimed at realizing the long-term vision, the Group formulated a new medium-term management plan during fiscal 2025 (ended March 2026). Going forward, the Group will work toward achieving the long-term vision and implementing the new medium-term management plan (scheduled for release in May 2026).

4. Basic Approach to the Selection of Accounting Standards

The Group currently prepares its consolidated financial statements in accordance with Japanese accounting standards, taking into account the comparability of financial results over time and between companies.

The adoption of International Financial Reporting Standards (IFRS) is currently under review, including the development of internal policies and systems, as well as the timing of implementation.

5. Consolidated Financial Statements and Notes

(1) Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2025	As of March 31, 2026
Assets		
Current assets		
Cash and deposits	142,586	97,192
Notes receivable - trade	37,820	35,411
Accounts receivable - trade	167,960	178,080
Contract assets	1,758	517
Merchandise and finished goods	110,721	124,970
Land for sale in lots	69,187	86,144
Work in process	72,006	75,294
Raw materials and supplies	61,903	67,508
Advance payments to suppliers	5,274	17,594
Prepaid expenses	7,389	7,475
Short-term loans receivable	714	664
Other	26,465	31,408
Allowance for doubtful accounts	(686)	(564)
Total current assets	703,104	721,698
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	121,784	130,368
Machinery, equipment and vehicles, net	113,941	121,958
Land	86,517	91,306
Leased assets, net	21,294	21,826
Construction in progress	46,085	81,999
Other, net	14,245	15,093
Total property, plant and equipment	403,870	462,551
Intangible assets		
Goodwill	6,874	7,253
Software	16,915	31,348
Leased assets	64	61
Other	35,276	18,905
Total intangible assets	59,131	57,567
Investments and other assets		
Investment securities	105,102	101,597
Long-term loans receivable	923	1,041
Long-term prepaid expenses	1,757	2,867
Retirement benefit asset	35,575	56,739
Deferred tax assets	4,855	7,808
Other	17,179	17,012
Allowance for doubtful accounts	(714)	(950)
Total investments and other assets	164,679	186,115
Total non-current assets	627,681	706,235
Total assets	1,330,786	1,427,933

(Millions of yen)

	As of March 31, 2025	As of March 31, 2026
Liabilities		
Current liabilities		
Notes payable - trade	413	360
Electronically recorded obligations - operating	15,782	13,498
Accounts payable - trade	107,356	107,514
Short-term borrowings	2,340	20,001
Current portion of bonds payable	—	10,182
Lease liabilities	5,422	5,759
Accrued expenses	44,254	43,306
Income taxes payable	16,870	17,942
Provision for bonuses	22,219	21,914
Provision for bonuses for directors (and other officers)	488	511
Provision for warranties for completed construction	2,209	1,500
Provision for share awards	108	139
Advances received	69,557	68,013
Other	52,977	77,940
Total current liabilities	340,002	388,584
Non-current liabilities		
Bonds payable	40,000	50,000
Long-term borrowings	46,042	41,179
Lease liabilities	17,025	17,662
Deferred tax liabilities	1,524	1,346
Retirement benefit liability	42,824	39,631
Provision for share awards	1,154	1,301
Other	6,845	7,100
Total non-current liabilities	155,417	158,222
Total liabilities	495,420	546,807
Net assets		
Shareholders' equity		
Share capital	100,002	100,002
Capital surplus	105,068	105,257
Retained earnings	544,799	558,200
Treasury shares	(50,082)	(58,681)
Total shareholders' equity	699,787	704,779
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	36,889	33,214
Deferred gains or losses on hedges	(0)	0
Revaluation reserve for land	319	310
Foreign currency translation adjustment	62,160	92,031
Remeasurements of defined benefit plans	8,190	20,853
Total accumulated other comprehensive income	107,560	146,410
Non-controlling interests	28,018	29,935
Total net assets	835,366	881,125
Total liabilities and net assets	1,330,786	1,427,933

(2) Consolidated Statements of Income and Statement of Comprehensive Income

(Consolidated Statements of Income)

(Millions of yen)

	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026
Net sales	1,297,754	1,309,281
Cost of sales	877,147	885,102
Gross profit	420,606	424,178
Selling, general and administrative expenses	312,655	317,701
Operating profit	107,951	106,477
Non-operating income		
Interest income	2,149	2,057
Dividend income	3,245	3,451
Share of profit of entities accounted for using equity method	—	2,442
Subsidy income	2,423	790
Foreign exchange gains	—	4,749
Miscellaneous income	2,864	3,034
Total non-operating income	10,683	16,525
Non-operating expenses		
Interest expenses	1,038	1,442
Share of loss of entities accounted for using equity method	1,092	—
Loss on tax purpose reduction entry of non-current assets	1,926	659
Foreign exchange losses	411	—
Miscellaneous expenses	3,206	3,684
Total non-operating expenses	7,676	5,787
Ordinary profit	110,958	117,215
Extraordinary income		
Gain on sale of investment securities	14,567	14,747
Gain on sale of non-current assets	—	150
Gain on bargain purchase	—	50
Total extraordinary income	14,567	14,948
Extraordinary losses		
Impairment losses	2,788	23,302
Loss on sale and retirement of non-current assets	2,251	2,733
Loss on valuation of investment securities	512	1,104
Total extraordinary losses	5,552	27,140
Profit before income taxes	119,973	105,023
Income taxes - current	33,275	35,341
Income taxes - deferred	2,591	(7,669)
Total income taxes	35,867	27,671
Profit	84,106	77,351
Profit attributable to non-controlling interests	2,181	2,177
Profit attributable to owners of parent	81,925	75,174

(Consolidated Statement of Comprehensive Income)

(Millions of yen)

	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026
Profit	84,106	77,351
Other comprehensive income		
Valuation difference on available-for-sale securities	(14,185)	(3,408)
Deferred gains or losses on hedges	15	0
Foreign currency translation adjustment	(6,216)	31,001
Remeasurements of defined benefit plans, net of tax	(3,163)	12,586
Share of other comprehensive income of entities accounted for using equity method	(82)	(332)
Total other comprehensive income	(23,632)	39,848
Comprehensive income	60,474	117,200
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	59,045	114,024
Comprehensive income attributable to non-controlling interests	1,428	3,175

(3) Consolidated Statement of changes in equity

Fiscal year ended March 31, 2025

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	100,002	108,621	501,945	(48,679)	661,889
Changes during period					
Dividends of surplus			(31,964)		(31,964)
Profit attributable to owners of parent			81,925		81,925
Increase and decrease in retained earnings resulting from increase of subsidiaries in consolidation			133		133
Cancellation of treasury shares		(7,239)		7,239	—
Purchase of treasury shares				(8,922)	(8,922)
Disposal of treasury shares		0		279	279
Transfer from retained earnings to capital surplus		7,239	(7,239)		—
Change in ownership interest of parent due to transactions with non-controlling interests		(3,553)			(3,553)
Net changes in items other than shareholders' equity					—
Total changes during period	—	(3,553)	42,854	(1,402)	37,898
Balance at end of period	100,002	105,068	544,799	(50,082)	699,787

	Accumulated other comprehensive income						Non-controlling interests Valuation difference on available-for-sale securities	Total net assets Deferred gains or losses on hedges
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land		
Balance at beginning of period	51,197	(15)	320	67,826	11,111	130,440	28,595	820,925
Changes during period								
Dividends of surplus								(31,964)
Profit attributable to owners of parent								81,925
Increase and decrease in retained earnings resulting from increase of subsidiaries in consolidation								133
Cancellation of treasury shares								—
Purchase of treasury shares								(8,922)
Disposal of treasury shares								279
Transfer from retained earnings to capital surplus								—
Change in ownership interest of parent due to transactions with non-controlling interests								(3,553)
Net changes in items other than shareholders' equity	(14,307)	15	(0)	(5,666)	(2,920)	(22,879)	(577)	(23,456)
Total changes during period	(14,307)	15	(0)	(5,666)	(2,920)	(22,879)	(577)	14,441
Balance at end of period	36,889	(0)	319	62,160	8,190	107,560	28,018	835,366

Fiscal year ended March 31, 2026

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	100,002	105,068	544,799	(50,082)	699,787
Changes during period					
Dividends of surplus			(34,182)		(34,182)
Profit attributable to owners of parent			75,174		75,174
Increase and decrease in retained earnings resulting from increase of subsidiaries in consolidation			(56)		(56)
Cancellation of treasury shares		(27,867)		27,867	—
Purchase of treasury shares				(36,751)	(36,751)
Disposal of treasury shares		337		284	622
Reversal of revaluation reserve for land			(4)		(4)
Transfer from retained earnings to capital surplus		27,530	(27,530)		—
Change in ownership interest of parent due to transactions with non-controlling interests		189			189
Net changes in items other than shareholders' equity					—
Total changes during period	—	189	13,401	(8,598)	4,991
Balance at end of period	100,002	105,257	558,200	(58,681)	704,779

	Accumulated other comprehensive income						Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	36,889	(0)	319	62,160	8,190	107,560	28,018	835,366
Changes during period								
Dividends of surplus								(34,182)
Profit attributable to owners of parent								75,174
Increase and decrease in retained earnings resulting from increase of subsidiaries in consolidation								(56)
Cancellation of treasury shares								—
Purchase of treasury shares								(36,751)
Disposal of treasury shares								622
Reversal of revaluation reserve for land								(4)
Transfer from retained earnings to capital surplus								—
Change in ownership interest of parent due to transactions with non-controlling interests								189
Net changes in items other than shareholders' equity	(3,675)	0	(9)	29,870	12,663	38,850	1,917	40,767
Total changes during period	(3,675)	0	(9)	29,870	12,663	38,850	1,917	45,759
Balance at end of period	33,214	0	310	92,031	20,853	146,410	29,935	881,125

(4) Consolidated Statement of Cash Flows

(Millions of yen)

	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026
Cash flows from operating activities		
Profit before income taxes	119,973	105,023
Depreciation	52,361	56,872
Amortization of goodwill	1,395	1,252
Impairment losses	2,788	23,302
Loss on retirement of non-current assets	2,238	2,687
Loss (gain) on sales of non-current assets	12	(104)
Increase or decrease in retirement benefit asset and liability	(2,893)	(6,187)
Loss (gain) on sale of investment securities	(14,567)	(14,747)
Loss (gain) on valuation of investment securities	512	1,104
Interest and dividend income	(5,395)	(5,509)
Interest expenses	1,038	1,442
Share of loss (profit) of entities accounted for using equity method	1,092	(2,442)
Decrease (increase) in accounts receivable - trade, and contract assets	4,139	4,128
Decrease (increase) in inventories	(16,407)	(19,609)
Increase (decrease) in trade payables	4,342	(12,250)
Increase (decrease) in advances received	12,159	(3,000)
Other, net	(9,144)	(22,436)
Subtotal	153,645	109,527
Interest and dividends received	5,999	5,622
Interest paid	(1,003)	(1,569)
Income taxes refund	2,492	619
Income taxes paid	(41,902)	(35,898)
Net cash provided by (used in) operating activities	119,231	78,301
Cash flows from investing activities		
Purchase of property, plant and equipment	(58,104)	(100,781)
Proceeds from sale of property, plant and equipment	1,342	683
Payments into time deposits	(27,220)	(10,546)
Proceeds from withdrawal of time deposits	17,465	27,819
Purchase of investment securities	(1,363)	(2,795)
Proceeds from sale and redemption of investment securities	16,134	17,063
Purchase of shares of subsidiaries resulting in change in scope of consolidation	—	(3,572)
Purchase of intangible assets	(12,213)	(12,806)
Decrease (increase) in short-term loans receivable	445	(4,801)
Subsidies received	1,979	21,489
Other, net	26	(856)
Net cash provided by (used in) investing activities	(61,508)	(69,103)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(86)	2,560
Repayments of lease liabilities	(5,724)	(6,004)
Proceeds from long-term borrowings	707	10,456
Repayments of long-term borrowings	(10,069)	(1,779)
Proceeds from issuance of bonds	—	19,939
Redemption of bonds	(30)	—
Dividends paid	(31,934)	(34,159)
Dividends paid to non-controlling interests	(1,001)	(1,418)
Proceeds from share issuance to non-controlling shareholders	—	406
Purchase of treasury shares	(8,922)	(36,413)
Purchase of shares of subsidiaries not resulting in change in scope of consolidation	(4,291)	(275)
Other, net	153	142
Net cash provided by (used in) financing activities	(61,200)	(46,546)
Effect of exchange rate change on cash and cash equivalents	(2,054)	8,158
Net increase (decrease) in cash and cash equivalents	(5,531)	(29,190)
Cash and cash equivalents at beginning of period	126,367	120,895
Increase in cash and cash equivalents resulting from inclusion of subsidiaries in consolidation	60	738
Cash and cash equivalents at end of period	120,895	92,444

(5) Notes to Consolidated Financial Statements

(Notes regarding the premise of a going concern)

Not applicable.

(Notes to Consolidated Statement of Income)

I. Fiscal 2024 (from April 1, 2024 to March 31, 2025)

Impairment losses

The Group reported Impairment losses in the fiscal year ended March 31, 2025 mainly for the following assets:

Item	Type	Location
Business assets	Goodwill and Other (Intangible assets)	United States of America
Business assets	Machinery, equipment and vehicles, Construction in progress, etc.	United States of America

The Group classifies assets or groups of assets by cash generating unit, which is the smallest identifiable group of assets that generates cash inflows that are largely independent of other assets or groups of assets (for unemployed capital, by each property).

The Group have written down the amount of Goodwill and intangible assets recorded upon acquiring the diagnostics business in the United States, to the recoverable amount as the initially estimated in the business plan at the time of acquisition was no longer expected. As a result, the Group recorded a reduction in the amount as impairment losses under extraordinary losses in the amount of 1,456 million yen.

The breakdown is Goodwill of 343 million yen and Other (Intangible assets) of 1,122 million yen.

The recoverable amount was calculated based on fair value, which is calculated by discounting future cash flows at a rate of 19.5%.

In addition, the Group have written down the amount of assets no longer expected to be used in the future due to the discontinued development of the genetic testing systems, to the recoverable amount. As a result, the Group recorded a reduction in the amount as impairment losses under extraordinary losses in the amount of 508 million yen.

The breakdown is Machinery, equipment and vehicles of 191 million yen, Construction in progress of 204 million yen, and Other of 111 million yen.

The recoverable amount was calculated based on the value in use, but the entire amount was impaired as future cash flows were no longer expected.

II. Fiscal 2025 (from April 1, 2025 to March 31, 2026)

Impairment losses

The Group reported Impairment losses in the fiscal year ended March 31, 2026 mainly for the following assets:

Item	Type	Location
Business assets	Construction in progress, etc.	Kuji city, Japan
Business assets	Other (Intangible assets), etc.	United States of America
Business assets	Other (Intangible assets), Machinery, equipment and vehicles, etc	United Kingdom
Business assets	Construction in progress, etc.	United Kingdom

The Group classifies assets or groups of assets by cash generating unit, which is the smallest identifiable group of assets that generates cash inflows that are largely independent of other assets or groups of assets (for unemployed capital, by each property).

The Group have written down the amount of assets related to the plant construction in Kuji City to the recoverable amount. The group was promoting the practical application and commercialization of technology that converts combustible waste into ethanol using microorganisms. Although the practical application has been achieved, the group has decided to postpone the commercialization and dismantle the plant. As a result, the Group recorded a reduction in the amount as impairment losses under extraordinary losses in the amount of 14,891 million yen.

The breakdown is Construction in progress of 13,998 million yen and Other of 893 million yen.

The recoverable amount was calculated based on the value in use, but the entire amount was impaired as future cash flows were no longer expected.

In addition, the Group have written down the amount of intangible assets, etc recorded when acquiring the diagnostic business in the United States, to the recoverable amount. As a result, the Group recorded a reduction in the amount as impairment losses under extraordinary losses in the amount of 3,871 million yen.

The breakdown is Other (Intangible assets) of 2,812 million yen, Machinery, equipment and vehicles of 643 million yen, and Other of 415 million yen.

The recoverable amount was calculated based on fair value, which is calculated by discounting future cash flows at a rate of 11.5%.

In addition, the Group have written down the amount of assets in the enzyme business in the United Kingdom expected to have future cash flows below their book value due to market downturn, to the recoverable amount. As a result, the Group recorded a reduction in the amount as impairment losses under extraordinary losses in the amount of 1,397million yen.

The breakdown is Other (Intangible assets) of 556 million yen, Machinery, equipment and vehicles of 516 million yen, and Other of 324 million yen.

The recoverable amount was calculated based on net realized value, which is calculated based on the market prices of neighboring properties and other relevant factors.

In addition, the Group have written down the amount of assets in the pharmaceutical development business in the United Kingdom for which business plans were revised due to the delay in obtaining certification, to the recoverable amount. As a result, the Group recorded a reduction in the amount as impairment losses under extraordinary losses in the amount of 1,023 million yen.

The breakdown is Construction in progress of 853 million yen and Other of 170 million yen. The recoverable amount was calculated based on fair value, which is calculated by considering the replacement cost of the subject assets and the physical, functional, and economic depreciation factors for those assets.

(Segment Information, etc.)

I Segment Information

a. Overview of the Reportable Segments

The reportable segments of the Group are determined on the basis that separate financial information of such segments is available and examined periodically by the Board of Directors of the Company to make decisions regarding the allocation of management resources and assess the business performances of such segments.

The Group have divided the business operations into the four segments of Housing, Urban Infrastructure and Environmental Products (UIEP), High Performance Plastics (HPP), and Medical based on manufacturing methods, products, sales channels, and other business similarities.

Each business segment formulates comprehensive strategies and develops business activities for its products in Japan and overseas.

The Housing business comprises manufacturing, construction and sales of prefabricated modular houses.

The UIEP business comprises manufacturing, sales, and construction operations related to PVC pipes and joints, polyethylene pipes and joints, pipe and drain renewal materials and construction methods, reinforced plastic pipes, chlorinated PVC resin compound, construction materials, and FFU.

The HPP business comprises manufacturing and sales of interlayer films for laminated glass, polyolefin foam, tape, LCD microparticles, photosensitive materials and other products.

The Medical business comprises manufacturing and sales of diagnostic reagents, pharmaceutical ingredients and intermediates.

b. Calculation methods used for sales, profit or loss, assets and the other items on each reportable segment

The accounting methods for the reportable segments are based on the amounts in accordance with the accounting standards adopted for the preparation of consolidated financial statements. Profit of the reportable segments are figures based on operating profit. Intersegment sales and transfers are presented based on the current market prices.

- c. Information on the amounts of net sales, and profit or loss, assets and other items for each reportable segment and information on disaggregation of revenue

Fiscal 2024 (from April 1, 2024 to March 31, 2025)

(Millions of yen)

	Reportable Segments					Other (Notes 1,2)	Total
	Housing (Note 1)	UIEP	HPP	Medical	Total		
Net Sales							
Japan	522,561	187,092	114,179	47,708	871,542	3,083	874,625
North America	—	2,911	114,077	24,311	141,299	—	141,299
Europe	—	6,913	85,614	11,225	103,754	—	103,754
China	—	3,655	71,554	12,995	88,206	1,777	89,983
Asia	1,350	24,356	50,077	2,422	78,208	37	78,245
Others	—	2,472	6,862	511	9,845	—	9,845
Net sales to external customers	523,912	227,401	442,366	99,175	1,292,856	4,897	1,297,754
Intersegment sales or transfers	97	13,091	4,987	—	18,176	2,655	20,832
Total	524,010	240,492	447,354	99,175	1,311,033	7,553	1,318,586
Segment profit (loss)	31,498	22,958	61,235	12,788	128,480	(11,589)	116,891
Segment assets	402,712	268,356	484,739	154,754	1,310,562	38,164	1,348,726
Other items:							
Depreciation and amortization	11,397	9,164	22,916	6,209	49,687	1,433	51,121
Investment in entities accounted for by the equity method	10,857	—	3,418	—	14,276	—	14,276
Increase in property, plant and equipment, and intangible assets	12,778	9,331	29,047	6,709	57,866	9,293	67,160

Note 1: Net sales in “Housing” include 44,823 million yen that does not correspond to revenue from contracts with customers under “Japan.”

Net sales in “Other” include 1,126 million yen that does not correspond to revenue from contracts with customers under “Japan.”

Note 2: “Other” represents segments other than the reportable segments and includes provision of services and manufacturing and sales of film-type lithium-ion batteries and products not included in the reportable segments.

Fiscal 2025 (from April 1, 2025 to March 31, 2026)

(Millions of yen)

	Reportable Segments					Other (Notes 1,2)	Total
	Housing (Note 1)	UIEP	HPP	Medical	Total		
Net Sales							
Japan	534,583	189,090	116,540	48,767	888,981	2,476	891,457
North America	—	3,468	118,076	22,192	143,737	—	143,737
Europe	—	8,614	81,050	8,969	98,633	—	98,633
China	—	3,290	76,026	11,122	90,439	292	90,732
Asia	1,361	17,718	52,403	2,381	73,865	61	73,926
Others	—	2,879	7,625	287	10,792	—	10,792
Net sales to external customers	535,944	225,061	451,722	93,721	1,306,449	2,831	1,309,281
Intersegment sales or transfers	285	15,340	4,853	—	20,479	4,936	25,416
Total	536,230	240,401	456,575	93,721	1,326,929	7,767	1,334,697
Segment profit (loss)	37,150	23,247	59,325	11,130	130,854	(12,710)	118,144
Segment Assets	480,322	280,173	520,480	157,639	1,438,615	69,287	1,507,902
Other items:							
Depreciation and amortization	11,210	9,196	23,805	6,418	50,631	1,424	52,055
Investment in entities accounted for by the equity method	11,769	—	3,663	—	15,433	—	15,433
Increase in property, plant and equipment, and intangible assets	10,842	11,820	32,277	9,678	64,619	42,846	107,465

Note 1: Net sales in “Housing” include 46,538 million yen that does not correspond to revenue from contracts with customers under “Japan.”

Net sales in “Other” include 1,049 million yen that does not correspond to revenue from contracts with customers under “Japan.”

Note 2: “Other” represents segments other than the reportable segments and includes provision of services and manufacturing and sales of film-type lithium-ion batteries and products not included in the reportable segments.

- d. Differences between the total amount of reportable segments and the amount in consolidated financial statements and descriptions on such differences (matters on difference adjustments)

(Millions of yen)

Net Sales	Fiscal 2024	Fiscal 2025
Reportable segment total	1,311,033	1,326,929
Net Sales in “other”	7,553	7,767
Intersegment eliminations	(20,832)	(25,416)
Net sales in consolidated statement of income	1,297,754	1,309,281

(Millions of yen)

Profit	Fiscal 2024	Fiscal 2025
Reportable segment total	128,480	130,854
Profit in “other”	(11,589)	(12,710)
Intersegment eliminations	(228)	(654)
Corporate expenses (Note)	(8,712)	(11,012)
Operating profit in consolidated statement of income	107,951	106,477

Note: Corporate expenses are mainly general and administrative expenses not attributable to each reportable segment.

(Millions of yen)

Assets	Fiscal 2024	Fiscal 2025
Reportable segment total	1,310,562	1,438,615
Assets in “other”	38,164	69,287
Intersegment eliminations	(441,600)	(506,227)
Corporate assets (Note)	423,661	423,257
Total assets in the consolidated balance sheet	1,330,786	1,427,933

Note: Corporate assets are mainly assets that are not attributable to each reportable segment and are associated with the administrative department.

(Millions of yen)

Other items	Reportable Segment total		Other		Adjustments (Note)		Carrying amount in consolidated financial statements	
	Fiscal 2024	Fiscal 2025	Fiscal 2024	Fiscal 2025	Fiscal 2024	Fiscal 2025	Fiscal 2024	Fiscal 2025
Depreciation and amortization	49,687	50,631	1,433	1,424	1,240	4,817	52,361	56,872
Investment in entities accounted for by the equity method	14,276	15,433	—	—	8,027	8,945	22,304	24,379
Increase in property, plant and equipment, and intangible assets	57,866	64,619	9,293	42,846	6,082	6,902	73,243	114,368

Note: Adjustments in investments in entities accounted for by the equity method are such investments not attributable to each reportable segment.

II Related Information

Fiscal 2024 (from April 1, 2024 to March 31, 2025)

a. Information by product and service

The information is omitted because the same information is disclosed in “Segment information.”

b. Information by geographic area

1. Net Sales

The information is omitted because the same information is disclosed in “Segment information.”

2. Property, plant and equipment

(Millions of yen)

Japan	North America	Europe	China	Asia	Others	Total
255,729	54,753	55,490	12,546	23,566	1,783	403,870

Note 1: Property, plant and equipment of the North America segment includes that of the United States of 48,283 million yen which constitutes more than 10% of the property, plant and equipment in the Consolidated Balance Sheets.

Note 2: Property, plant and equipment of the Europe segment includes that of Netherland of 45,062 million yen which constitutes more than 10% of the property, plant and equipment in the Consolidated Balance Sheets.

c. Information on impairment losses of non-current assets

(Millions of yen)

	Housing	UIEP	HPP	Medical	Other	Corporate and elimination	Total
Impairment losses	130	27	—	1,974	87	568	2,788

d. Information on goodwill

(Millions of yen)

	Housing	UIEP	HPP	Medical	Other	Corporate and elimination	Total
Amortization during the period	371	—	609	413	—	—	1,395
Balance as of March 31, 2025	619	—	3,154	3,100	—	—	6,874

e. Information on negative goodwill gain

Due to its insignificance, the details have been omitted.

Fiscal 2025 (from April 1, 2025 to March 31, 2026)

a. Information by product and service

The information is omitted because the same information is disclosed in “Segment information”.

b. Information by geographic area

1. Net Sales

The information is omitted because the same information is disclosed in “Segment information.”

2. Property, plant and equipment

(Millions of yen)

Japan	North America	Europe	China	Asia	Others	Total
297,754	59,280	59,297	13,785	30,127	2,306	462,551

Note 1: Property, plant and equipment of the North America segment includes that of the United States of 50,604 million yen which constitutes more than 10% of the property, plant and equipment in the Consolidated Balance Sheets.

Note 2: Property, plant and equipment of the Europe segment includes that of Netherland of 49,432 million yen which constitutes more than 10% of the property, plant and equipment in the Consolidated Balance Sheets.

c. Information on impairment losses of non-current assets

(Millions of yen)

	Housing	UIEP	HPP	Medical	Other	Corporate and elimination	Total
Impairment losses	42	—	2,000	6,306	14,951	1	23,302

d. Information on goodwill

(Millions of yen)

	Housing	UIEP	HPP	Medical	Other	Corporate and elimination	Total
Amortization during the period	383	—	581	288	—	—	1,252
Balance as of March 31, 2026	1,728	—	2,712	2,812	—	—	7,253

e. Information on negative goodwill gain

Due to its insignificance, the details have been omitted.

(Per share information)

Fiscal 2024 (from April 1, 2024 to March 31, 2025)	Fiscal 2025 (from April 1, 2025 to March 31, 2026)
Net assets per share 1,933.56 yen	Net assets per share 2,108.44 yen
Profit per share 195.93 yen	Profit per share 182.70 yen

Note 1. Diluted profit per share is not stated because there were no diluted shares.

2. The basis for calculating profit per share is as shown below.

	Fiscal 2024 (from April 1, 2024 to March 31, 2025)	Fiscal 2025 (from April 1, 2025 to March 31, 2026)
Profit per share		
Profit attributable to owners of parent (millions of yen)	81,925	75,174
Amount not attributable to common shareholders (millions of yen)	—	—
Profit attributable to owners of parent relating to common shares (millions of yen)	81,925	75,174
Average number of outstanding common shares during the period (thousands of shares)	418,137	411,458

3. The basis for calculating net assets per share is as shown below.

	Fiscal 2024 (as of March 31, 2025)	Fiscal 2025 (as of March 31, 2026)
Total amount of net assets (millions of yen)	835,366	881,125
Amount deducted from the total amount of net assets (millions of yen)	28,018	29,935
(of which, non-controlling interests) (millions of yen)	(28,018)	(29,935)
Net assets relating to common shares at year-end (millions of yen)	807,348	851,190
Number of common shares at yearend used for the calculation of net assets per share (thousands of shares)	417,544	403,705

4. The Company's shares remaining in the BIP trust and the ESOP trust and recorded as treasury shares under shareholders' equity are included in treasury shares to be deducted from the average number of shares during the period for the calculation of basic earnings per share and are included in treasury shares to be deducted from the total number of shares issued and outstanding at year-end for the calculation of net assets per share. The average number of treasury shares during the period deducted for the calculation of profit per share was 994 thousand shares in Fiscal year ended March 31, 2026 and 815 thousand shares in Fiscal year ended March 31, 2025, and the number of treasury shares at year-end deducted for the calculation of net assets per share was 1,167 thousand shares as of March 31, 2026 and 772 thousand shares as of March 31, 2025.

(Significant subsequent events)

Not applicable.