

Note: This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail. The Company assumes no responsibility for this translation or for direct, indirect or any other forms of damages arising from the translation.

Business Results for the Third Quarter of

Fiscal Year Ending March 31, 2026

(April 1, 2025 – December 31, 2025)

February 13, 2026

(Tokyo Stock Exchange Prime Market, Securities Code: 4047)



KANTO DENKA KOGYO

Statement of Income



KANTO DENKA KOGYO

- Sales revenue for specialty gases increased due to higher operating rates of semiconductor manufacturers; however, Net sales remained at the same level as the previous year due to factors such as the impact of the Shibukawa Factory fire and the absence of technology support fees for battery materials this year.
- Operating profit remained at the same level as the previous year, despite factors such as the impact of the Shibukawa Factory fire, a decrease in technology support fees for battery materials, and higher fixed costs, due to higher earnings from fundamental chemicals, increased revenue from specialty gases, and a reduction in inventory valuation losses.
- Ordinary profit increased by 400 million yen due to an appreciation in foreign exchange gains.

(Billions of yen)	Q1-Q3 FY2024	Q1-Q3 FY2025	Difference	% change
Net sales	46.6	46.7	0.0	0.2
Operating profit	2.6	2.6	0.0	0.1
Ordinary profit	3.0	3.5	0.4	13.9
Profit before income taxes	3.1	2.6	-0.4	-14.5
Profit attributable to owners of parent	1.8	1.7	-0.1	-7.8
Basic earnings per share (yen)	32.53	30.04	-2.49	

Balance Sheet



KANTO DENKA KOGYO

(Billions of yen)	FY2024	Q3 FY2025	Difference	% change
Assets	123.6	128.2	4.6	3.8
Cash and deposits	20.2	18.2	-2.0	-10.0
Trade receivables	15.4	18.1	2.6	17.3
Inventories	17.2	20.3	3.0	17.6
Non-current assets (tangible + intangible)	55.8	54.5	-1.3	-2.4
Liabilities	55.9	58.5	2.5	4.6
Interest-bearing debt	37.8	42.4	4.5	12.0
Trade payables	7.5	8.0	0.4	6.3
Income taxes payable	0.7	0.5	-0.1	-26.0
Net assets	67.6	69.7	2.0	3.1
Equity ratio (%)	53.4	53.0	-0.4	

Performance By Segment



KANTO DENKA KOGYO

(Billions of yen)	Net sales			Operating profit		
	Q1-Q3 FY2024	Q1-Q3 FY2025	Difference	Q1-Q3 FY2024	Q1-Q3 FY2025	Difference
Fundamental Chemicals	6.0	5.7	-0.2	(0.5)	0.1	0.7
Fine Chemicals	37.0	37.2	0.2	2.5	2.1 <small>Fire accident impact : -0.6</small>	-0.3
Other*	3.5	3.6	0.0	0.6	0.3	-0.3
Total	46.6	46.7	0.0	2.6	2.6	0.0
(Reference) Specialty gases (non-consolidated)	30.2	29.7	-0.5	3.2	3.0	-0.1
(Reference) Loss on valuation of inventories	-	-	-	(0.9)	(0.4)	0.5
Capital investment	8.6	6.0	-2.5			
Depreciation	6.1	6.6	0.5			
R&D expenses	1.3	1.7	0.3			

* "Other" includes the Ferrochemicals, Commercial Business, Facilities Divisions, and consolidation adjustments.

Consolidated Operating Profit: Difference Analysis (Q1-Q3 FY2024 vs. Q1-Q3 FY2025)



KANTO DENKA KOGYO



Performance Adjustment (by Segment)



KANTO DENKA KOGYO

- Sales and operating profit have been revised upward as revenue for fine chemicals exceeded expectations.
- The increase in operating profit, along with higher foreign exchange gains, has led to upward revisions of ordinary profit and net profit for the period.

	(Billions of yen)	FY2024 results	FY2025			
			5/15 forecast	8/8 forecast	11/10 forecast	2/13 forecast
Net sales	Fundamental Chemicals	7.9	8.5	8.5	8.4	8.1
	Fine Chemicals	49.4	54.6	53.1	50.9	53.5
	Other*	4.8	4.9	4.9	5.2	4.9
	Total	62.3	68.0	66.5	64.5	66.5

		FY2024 results	FY2025			
			5/15 forecast	8/8 forecast	11/10 forecast	2/13 forecast
Operating profit	Fundamental Chemicals	(0.5)	0.2	0.2	0.2	0.2
	Fine Chemicals	3.9	4.3	3.3	2.5	4.0
	Other*	0.8	0.5	0.5	0.6	0.3
	Total	4.2	5.0	4.0	3.3	4.5

* "Other" includes the Ferrochemicals, Commercial Business, Facilities Divisions, and consolidation adjustments.

- This document does not constitute disclosure material as defined by the Financial Instruments and Exchange Act and other laws and regulations, and therefore the Company does not guarantee its accuracy or completeness.
- Performance forecasts in this document were created based on information available as of the date of this document's publishing, and actual results may differ versus forecasted figures due to a variety of factors arising in the future.