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Consolidated Financial Results for the Three Months Ended June 30, 2026
<Under Japanese GAAP>

July 31, 2026

Company Name:	SEKISUI KASEI CO., LTD.
Listing:	Tokyo Stock Exchange
Securities Code:	4228
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Scheduled date to commence dividend payments:	-
Preparation of supplementary material on quarterly financial results:	No
Holding of quarterly financial results briefing:	No

(Figures rounded down to the nearest million yen)

1.Consolidated Financial Results for the Three Months Ended June 30, 2026 (from April 1, 2026 to June 30, 2026)

(1) Consolidated Operating Results (% figures represent changes from the same period of the previous year)

	Net Sales		Operating Income		Ordinary Income		Net Income Attributable to Owners of parent	
Three months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
June 30, 2026	25,609	(19.9)	1,044	298.1	1,164	426.8	1,795	476.8
June 30, 2025	31,960	(5.4)	262	-	221	(57.3)	311	149.5

Note: Comprehensive Income: For the three months ended June 30, 2026 2,818 millions of yen [-%]
For the three months ended June 30, 2025 (961) millions of yen [-%]

	Net Income Attributable to Owners of Parent per Share	Net Income Attributable to Owners of Parent per Share (Diluted)
Three months ended	yen	yen
June 30, 2026	39.38	-
June 30, 2025	6.85	-

(2) Consolidated Financial Position

	Total Assets	Net Assets	Equity to Asset Ratio
	Millions of yen	Millions of yen	%
As of June 30, 2026	126,362	53,078	41.4
As of March 31, 2026	122,355	50,945	41.0

Reference: Equity As of June 30, 2026 : 52,315 million yen As of March 31, 2026 : 50,182 million yen

2. Cash Dividends

	Annual Dividends per Share				
(Date of Record)	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
March 31, 2026	-	0.00	-	15.00	15.00
March 31, 2027	-				
March 31, 2027 (Forecast)		5.00	-	12.00	17.00

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

3.Consolidated Outlook for FY2026 (April 1, 2026 to March 31, 2027)

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

	Net Sales		Operating Income		Ordinary Income		Net Income Attributable to Owners of Parent		Net Income Attributable to Owners of Parent per Share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	yen
1st Half	52,000	(20.9)	1,600	105.0	1,400	570.8	2,000	-	43.86
Full Year	105,000	(7.8)	3,100	21.5	2,600	15.6	2,500	16.4	54.83

Note: Revisions to the forecast of consolidated earnings most recently announced: Yes

1. Consolidated Business Results

＜Human Life Segment＞

Net sales in the Human Life Segment amounted to 14.332 billion yen (up 10.9% year on year), with a segment income of 1.024 billion yen(up 80.6% year on year).

Food Field	ESLEN Sheets ・Shipment volumes of Food Container applications for supermarkets slightly exceeded the previous fiscal year. ・Shipment volumes of Natto applications remained strong and exceeded the previous fiscal year. ・Shipment volumes of environmentally conscious products, such as materials made with reduced resources, were strong. ・Shipment volumes for instant noodle applications remain at the same level as the previous year.
	ESLEN Beads ・Shipment volumes for agricultural applications were strong, resulting in a significant year-on-year increase. ・Shipments for fresh fish applications increased due to supply concerns. ・Adoption of ReNew^{+}, made from recycled materials, continued to expand among consumer cooperatives across various regions.
Housing/Energy Field	・Sales of construction materials were strong, supported by solid demand in construction projects. ・In civil engineering materials, orders were below the previous year's level due to the concentration of orders for the Lightweight Embankment Method in the previous fiscal year. ・FJ-Ring, used in sewerage pipes, power pipe construction and other applications, also performed well as property acquisitions continued to expand.

*ESLEN Sheet：Foamed polystyrene sheets

*ESLEN Beads：Expandable polystyrene beads

*ReNew^{+}: Foamed polystyrene products made from recycled materials to reduce environmental impact

*FJ-Ring: Cushioning material made of foamed polystyrene used in pipe jacking construction such as sewerage projects

＜Industry Segment＞

Net sales in the Industry Segment amounted to 11.276 billion yen (down 40.8% year on year), with a segment income of 941 million yen(up 155.0% year on year).

Mobility Field	Automotive components • As a result of strong sales of models launched in Japan and solid performance in North America and Northeast Asia, overall sales significantly exceeded the previous year. Component packaging applications • Although sales in Japan and Southeast Asia remained at the same level as the previous year, overall sales slightly exceeded the level of the previous year, supported by solid performance in Northeast Asia. FRP parts and related materials ・Despite the effects of reduced production due to the Middle East situation, overall performance was strong, supported by strong demand for buses and solid performance in construction machinery.
Electronics Field	PIOCELAN ・Shipments for LCD panel transport materials remained sluggish due to a decline in demand stemming from a shift to alternative materials. TECHPOLYMER ・Sales for display applications remained strong overall, supported by a demand recovery trend and strong demand in lighting and coating applications.
Medical/Healthcare Field	ST-gel ・Sales of gel rolls were strong, but demand in the medical and healthcare sectors was sluggish, resulting in overall sales slightly below the level of the previous year.

* FRP parts: Fiber-reinforced plastic
* PIOCELAN: Polystyrene/polyolefin hybrid resin foam
* TECHPOLYMER: Polymer particles
* ST-gel: Functional high-polymer gel

Consolidated Earnings Forecast and Other Forward-Looking Information

The first half of Fiscal Year Ending March 31, 2027 (April 1, 2026 to September 30, 2026)

	Net Sales	Operating Income	Ordinary Income	Net Income Attributable to Owners of Parent	Net Income Attributable to Owners of Parent per Share
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	yen
Previously forecast (A)	50,500	300	50	1,000	21.95
Current Forecast (B)	52,000	1,600	1,400	2,000	43.86
Change Amount (B-A)	1,500	1,300	1,350	1,000	
Change Rate (%)	3.0	433.3	-	100.0	
(Reference) Previous Q2 Results	65,715	780	208	(3,466)	(76.16)

Reasons for the revision

The first-half forecast is expected to exceed the previously announced forecast, supported by earnings contributions from the review of unprofitable businesses that we have been pursuing and the sale of owned assets. In addition, profitability improved through efforts to enhance production efficiency and reduce fixed costs in order to mitigate the impact of rising raw material and fuel prices. Sales volumes also temporarily increased due to inventory stockpiling driven by supply concerns, and the implementation of appropriate price revisions progressed earlier than anticipated.

Meanwhile, in the second half, uncertainties remain regarding raw material and fuel prices, foreign exchange rate volatility, and demand trends affected by geopolitical risks, including the situation in the Middle East.

As for the full-year forecast, taking into account that demand has been brought forward into the first half, we have left our previous forecast unchanged at this time.

Note: The forward-looking statements are based on information available as of the date of publication and may differ from actual results due to various factors.

2. Quarterly Consolidated Financial Statements and Notes

(1) Quarterly Consolidated Balance Sheet

(Millions of yen)

	As of March 31, 2026	As of June 30, 2026
Assets		
Current assets		
Cash and deposits	9,554	10,443
Notes and accounts receivable	19,499	21,432
Electronically recorded monetary claims - operating	8,695	9,211
Merchandise and finished goods	7,513	7,950
Work in process	406	360
Raw materials and supplies	3,865	4,529
Other	1,824	2,292
Allowance for doubtful accounts	(24)	(24)
Total current assets	51,334	56,195
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	13,267	12,794
Machinery, equipment and vehicles, net	10,871	11,147
Land	20,697	19,805
Other, net	3,914	3,889
Total property, plant and equipment	48,751	47,637
Intangible assets		
Other	1,614	1,519
Total intangible assets	1,614	1,519
Investments and other assets		
Investment in securities	10,555	11,515
Assets for retirement benefits	7,156	7,180
Other	3,014	2,366
Allowance for doubtful accounts	(69)	(52)
Total investments and other assets	20,655	21,009
Total non-current assets	71,021	70,167
Total assets	122,355	126,362

(Millions of yen)

	As of March 31, 2026	As of June 30, 2026
Liabilities		
Current liabilities		
Notes and accounts payable	10,919	12,992
Electronically recorded obligations - operating	6,857	7,712
Short-term loans	6,970	7,353
Bonds Redeemable Within One Year	7,000	7,000
Accrued income and enterprise taxes	1,203	468
Provision for bonuses to employees	1,182	706
Provision for bonuses to directors and audit and supervisory board members	31	11
Other	5,534	6,111
Total current liabilities	39,699	42,355
Long-term liabilities		
Long-term loans	24,783	23,999
Liabilities for retirement benefits	4,146	4,155
Provision for product warranty	56	56
Other	2,723	2,717
Total long-term liabilities	31,710	30,928
Total liabilities	71,409	73,284
Net assets		
Shareholders' equity		
Common stock	16,533	16,533
Capital surplus	16,311	16,311
Retained earnings	12,398	13,509
Treasury stock	(1,121)	(1,121)
Total shareholders' equity	44,122	45,233
Accumulated other comprehensive income		
Net unrealized gains on securities	5,308	5,965
Surplus arising from land revaluation	1,550	1,550
Translation adjustments	(620)	(315)
Retirement benefits liability adjustments	(177)	(118)
Total accumulated other comprehensive income	6,060	7,081
Non-controlling interests	763	762
Total net assets	50,945	53,078
Total liabilities and net assets	122,355	126,362

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

Quarterly Consolidated Statement of Income

(Millions of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Net Sales	31,960	25,609
Cost of sales	25,388	18,854
Gross profit	6,572	6,754
Selling, general and administrative expenses	6,309	5,710
Operating Income	262	1,044
Non-operating income		
Interest income	9	11
Dividend income	212	228
Foreign exchange gain	-	47
Other	61	56
Total non-operating income	282	343
Non-operating expenses		
Interest expenses	241	162
Foreign exchange loss	6	-
Loss on sales and retirement of non-current assets	31	30
Other	44	30
Total non-operating expenses	323	223
Ordinary Income	221	1,164
Extraordinary income		
Gain on sales of property, plant and equipment	713	1,350
Total extraordinary income	713	1,350
Extraordinary loss		
Impairment loss	155	23
Commission expenses	298	-
Loss on business liquidation	-	130
Other	-	10
Total extraordinary loss	454	164
Net income before income taxes	480	2,351
Income taxes	166	554
Net income	314	1,797
Net income attributable to non-controlling interests	2	1
Net income attributable to owners of parent	311	1,795

Quarterly Consolidated Statement of Comprehensive Income

(Millions of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Net income	314	1,797
Other comprehensive income		
Net unrealized gains on securities	(260)	657
Translation adjustments	(1,008)	305
Retirement benefits liability adjustments	(5)	58
Total other comprehensive income	(1,275)	1,021
Comprehensive income	(961)	2,818
Breakdown:		
Comprehensive income attributable to owners of the parent	(963)	2,816
Comprehensive income attributable to non-controlling interests	2	1

(3) Quarterly Consolidated Statement of Cash Flows

(Millions of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Cash flows from operating activities		
Net income before income taxes	480	2,351
Impairment loss	155	23
Depreciation and amortization	1,259	1,239
Increase (decrease) in allowance for doubtful accounts	0	(17)
Interest and dividend income	(221)	(239)
Interest expense	241	162
Increase (decrease) in provision for bonuses to employees	(485)	(476)
Increase (decrease) in provision for product warranty	(0)	(0)
Increase (decrease) in net liabilities for retirement benefits	(47)	69
Loss (gain) on sales and retirement of property, plant and equipment	(683)	(1,331)
Decrease (increase) in notes and accounts receivable	(87)	(2,332)
Decrease (increase) in inventories	202	(1,006)
Increase (decrease) in notes and accounts payable	(5)	2,999
Other, net	208	(308)
Subtotal	1,016	1,132
Interest and dividends received	221	239
Interest paid	(241)	(198)
Proceeds from casualty insurance claims	3	0
Income taxes (paid) refunded	(554)	(939)
Net cash provided by (used in) operating activities	445	233
Cash flows from investing activities		
Purchases of property, plant and equipment	(1,093)	(1,011)
Proceeds from sales of property, plant and equipment	1,251	2,648
Purchase of investments in securities	(0)	(0)
Increase in short-term and long-term loans receivable	(1)	(1)
Collection of short-term and long-term loans receivable	1	1
Other, net	186	(1,020)
Net cash provided by (used in) investing activities	343	616
Cash flows from financing activities		
Net increase (decrease) in short-term loans	(1,543)	1,566
Proceeds from long-term loans	4,100	700
Repayment of long-term loans	(3,219)	(2,689)
Dividends paid	(0)	(659)
Dividends paid to non-controlling shareholders	(1)	(1)
Other, net	(262)	(25)
Net cash provided by (used in) financing activities	(927)	(1,109)
Effect of exchange rate change on cash and cash equivalents	34	122
Net increase (decrease) in cash and cash equivalents	(104)	(136)
Cash and cash equivalents at the beginning of the period	9,128	9,352
Cash and cash equivalents at the end of the period	9,024	9,215