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October 29, 2025

Consolidated Financial Results for the Six Months Ended September 30, 2025 (Under Japanese GAAP)

Company name: Gun-Ei Chemical Industry Co., Ltd.
 Listing: Tokyo Stock Exchange
 Securities code: 4229
 URL: <https://www.gunei-chemical.co.jp>
 Representative: Kiichiro Arita, President & CEO & Representative Director
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 Scheduled date to file semi-annual securities report: November 14, 2025
 Scheduled date to commence dividend payments: December 2, 2025
 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, 2025 (from April 1, 2025 to September 30, 2025)

(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, 2025	15,565	2.5	1,398	13.2	1,510	5.2	973	(1.4)
September 30, 2024	15,182	(2.8)	1,235	(23.1)	1,436	(21.8)	987	(22.2)

Note: Comprehensive income For the Six months ended September 30, 2025: ¥2,208 million [256.0%]
 For the Six months ended September 30, 2024: ¥620 million [(75.8)%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2025	146.74	—
September 30, 2024	148.96	—

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
September 30, 2025	64,115	53,518	80.5
March 31, 2025	63,018	51,731	78.9

Reference: Equity
 As of September 30, 2025: ¥51,621 million
 As of March 31, 2025: ¥49,745 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, 2025	—	50.00	—	50.00	100.00
Fiscal year ending March 31, 2026	—	50.00			
Fiscal year ending March 31, 2026 (Forecast)			—	50.00	100.00

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

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

(% indicates changes from the previous corresponding period.)

	Net sales		Operating Profit		Ordinary profit		Profit attributable To owners of parent		Basic earnings Per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	31,000	1.5	2,300	0.3	2,500	(8.0)	1,700	(11.5)	256.29

Note: Revision to the financial results forecast announced most recently: 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, 2025	8,998,308 shares
As of March 31, 2025	8,998,308 shares

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

As of September 30, 2025	2,362,062 shares
As of March 31, 2025	2,365,148 shares

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

Six months ended September 30, 2025	6,634,448 shares
Six months ended September 30, 2024	6,631,064 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 forecasts given in this document are based on the current available information in the company and certain reasonable assumptions to the company. And we don't commit to achieve these forecasting numbers. Actual results may differ from these forecasts by a variety of reasons.

Gun Ei Chemical Industry Co., Ltd.

Consolidated Financial Statements

Consolidated balance sheets

As of March 31 and September 30, 2025

	Unit : Millions of yen	
	March 31, 2025	September 30, 2025
Assets		
Current assets		
Cash and deposits	9,251	9,181
Notes and accounts receivable-trade	7,091	7,010
Electronically recorded monetary claims - operating	1,174	1,190
Short-term investment securities	1,698	1,595
Merchandise and finished goods	2,500	2,464
Work in process	876	1,036
Raw materials and supplies	2,379	1,977
Other	314	265
Allowance for doubtful accounts	(1)	(1)
Total current assets	25,285	24,721
Non-current assets		
Property, plant and equipment		
Buildings and structures	24,386	24,574
Accumulated depreciation and impairment loss	(18,124)	(18,310)
Buildings and structures, net	6,262	6,264
Machinery, equipment and vehicles	36,810	36,646
Accumulated depreciation and impairment loss	(33,301)	(33,418)
Machinery, equipment and vehicles, net	3,508	3,228
Land	7,961	7,976
Lease assets	924	880
Accumulated depreciation and impairment loss	(215)	(219)
Lease assets, net	708	660
Construction in progress	3,595	4,958
Other	3,494	3,519
Accumulated depreciation and impairment loss	(3,036)	(3,053)
Other, net	457	466
Total property, plant and equipment	22,494	23,555
Intangible assets		
Other	153	194
Total intangible assets	153	194
Investments and other assets		
Investment securities	13,211	13,688
Retirement benefit asset	488	528
Other	1,463	1,503
Allowance for doubtful accounts	(78)	(77)
Total investments and other assets	15,084	15,643
Total non-current assets	37,732	39,393
Total assets	63,018	64,115

		Unit : Millions of yen	
		March 31,	September 30,
		2025	2025
Liabilities			
Current liabilities			
Accounts payable-trade	4,385	4,148	
Accounts payable-other	3,146	2,020	
Income taxes payable	370	338	
Provision for bonuses	386	356	
Other	148	221	
Total current liabilities	8,438	7,085	
Non-current liabilities			
Lease obligations	735	670	
Provision for environmental measures	5	5	
Provision for assets removal	22	22	
Retirement benefit liability	125	124	
Other	1,959	2,687	
Total non-current liabilities	2,848	3,511	
Total liabilities	11,287	10,596	
Net assets			
Shareholders' equity			
Capital stock	5,000	5,000	
Capital surplus	25,650	25,650	
Retained earnings	20,637	21,279	
Treasury shares	(6,215)	(6,207)	
Total shareholders' equity	45,072	45,722	
Accumulated other comprehensive income			
Valuation difference on available-for-sale securities	3,609	5,035	
Foreign currency translation adjustment	868	694	
Remeasurements of defined benefit plans	195	169	
Total accumulated other comprehensive income	4,673	5,898	
Non-controlling interests	1,985	1,897	
Total net assets	51,731	53,518	
Total liabilities and net assets	63,018	64,115	

Consolidated Statements of income and statements of comprehensive income**Consolidated Statements of income**

For the first half ended September 30, 2024 and 2025

	Unit : Millions of yen	
	April - September 2024	April - September 2025
Net sales	15,182	15,565
Cost of sales	11,871	11,980
Gross profit	3,311	3,584
Selling, general and administrative expenses	2,076	2,185
Operating income	1,235	1,398
Non-operating income		
Interest income	49	57
Dividends income	115	143
Foreign exchange gains	16	—
Other	30	21
Total non-operating income	212	222
Non-operating expenses		
Interest expenses	7	7
Foreign exchange losses	—	100
Other	4	2
Total non-operating expenses	11	110
Ordinary income	1,436	1,510
Extraordinary income		
Other	10	4
Total extraordinary income	10	4
Extraordinary losses		
Loss on disposal of non-current assets	20	28
Total extraordinary losses	20	28
Income before income taxes	1,426	1,486
Income taxes-current	304	317
Income taxes-deferred	72	88
Total income taxes	377	406
Profit	1,049	1,079
Profit attributable to non-controlling interests	61	106
Profit attributable to owners of parent	987	973

Consolidated Statements of comprehensive income

For the first half ended September 30, 2024 and 2025

	Unit : Millions of yen	
	April - September 2024	April - September 2025
Profit	1,049	1,079
Other comprehensive income		
Valuation difference on available-for-sale securities	(626)	1,426
Foreign currency translation adjustment	219	(270)
Remeasurements of defined benefit plans, net of tax	(21)	(26)
Total other comprehensive income	(428)	1,128
Comprehensive income	620	2,208
(Comprehensive income attributable to)		
Comprehensive income attributable to owners of the parent	479	2,198
Comprehensive income attributable to non-controlling interests	140	10