IR Briefing for Q1
Fiscal Year Ending March 2027

August 2026

Inabata & Co., Ltd.

Consolidated Results Review – Q1 FY03/27

INABATA

■ Net sales, operating profit, and ordinary profit all reached record highs on a quarterly basis.

(Billions of yen)	Q1 FY03/26	Q1 FY03/27 (A)	YoY change Amount	YoY change %	FY03/27 Forecast* (B)	FY03/27 Progress rate (A)/(B)
Net sales	204.1	**243.6**	+39.5	+19.4%	890.0	27.4%
Operating profit	6.6*	**9.8**	+3.2	+48.8%	27.5	35.8%
Ordinary profit	7.3*	**10.1**	+2.7	+38.0%	27.5	37.0%
Profit attributable to owners of parent	6.0*	**6.3**	+0.3	+5.6%	21.0	30.4%
Exchange rate (USD/JPY)	144.59	**159.57**	+14.98		155.00	

*Announced May 11, 2026

Net sales:
Sales volume and average selling prices increased across all business segments.

Operating profit:
Operating profit expanded due to an increase in our gross profit margin.

Ordinary profit:
Despite a decrease in dividend income, ordinary profit grew thanks to the expansion in operating profit.

Profit attributable to owners of parent:
Profit increased despite the absence of gains on sales of investment securities, reflecting higher ordinary profit.

*Retroactive revisions to the results for the first quarter of the fiscal year ended 03/26 (Operating profit, ordinary profit – 12 million yen, profit attributable to owners of parent - 7 million yen) due to the finalization of the provisional accounting treatment related to the business combination.

Balance Sheet

■ **Notes and accounts receivable - trade, notes and accounts payable - trade, inventories, and short-term loans payable increased due to favorable performance.**

(Billions of yen)

Assets	End-FY03/26	End-June 2026	Change
Cash and deposits	76.8	67.9	-8.9
Notes receivable - trade	25.5	29.3	+3.8
Accounts receivable- trade	179.4	199.3	+19.8
Inventories	96.5	110.2	+13.6
Other current assets	15.6	15.3	-0.3
Property, plant and equipment	28.4	28.7	+0.3
Intangible assets	13.7	14.0	+0.3
Investment securities	42.6	43.9	+1.3
Other fixed assets	19.3	19.0	-0.2
Total assets	498.1	527.9	+29.8
Current ratio	213.6%	203.1%	

Liabilities and net assets	End-FY03/26	End-June 2026	Change
Notes and accounts payable - trade	124.9	138.6	+13.6
Short-term loans payable	37.1	47.4	+10.3
Other current liabilities	22.4	21.7	-0.6
Bonds payable	25.0	25.0	-
Long-term loans payable	27.7	27.7	-0.0
Other non-current liabilities	14.9	15.3	+0.3
Shareholders' equity	180.4	183.3	+2.8
Accumulated other comprehensive income	55.3	58.1	+2.7
Non-controlling interests	10.1	10.6	+0.5
Total liabilities and net assets	498.1	527.9	+29.8
Equity ratio	47.3%	45.7%	

Net Sales and Operating Profit by Business Segment

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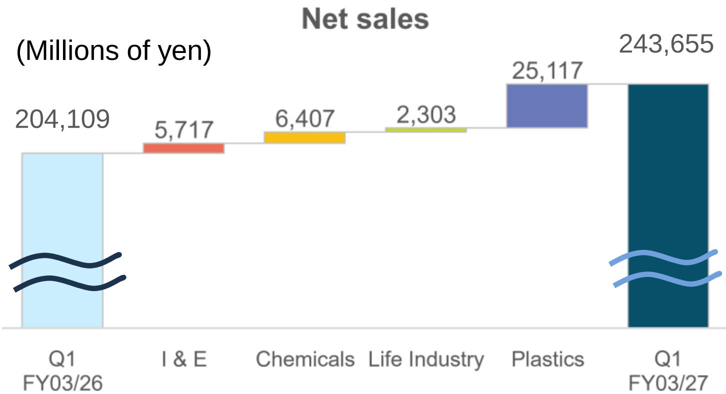
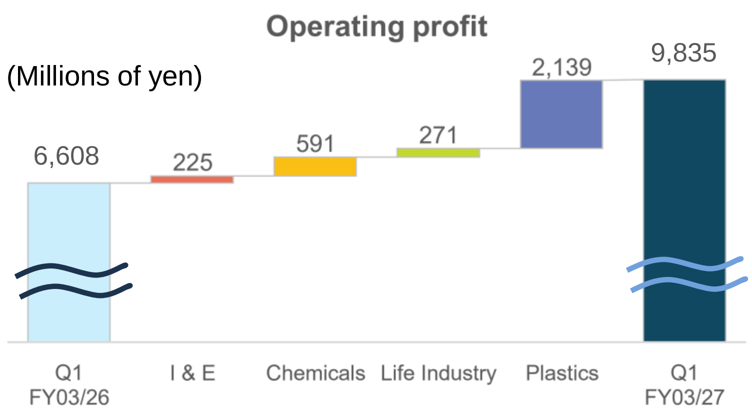
■ **All segments achieved increases in both net sales and operating profit. Profit rose substantially in Chemicals and Plastics**

(Millions of yen)		Q1 FY03/26	**Q1 FY03/27**	YoY change Amount	YoY change %	FY03/27 Forecast	Progress rate
Information & Electronics	Net sales	60,206	**65,923**	+5,717	+9.5%	255,000	25.9%
	Operating profit	1,955	**2,180**	+225	+11.5%	6,700	32.5%
Chemicals	Net sales	30,009	**36,417**	+6,407	+21.4%	138,000	26.4%
	Operating profit	776	**1,368**	+591	+76.1%	3,800	36.0%
Life Industry	Net sales	14,441	**16,744**	+2,303	+16.0%	69,000	24.3%
	Operating profit	553*	**825**	+271	+49.1%	3,300	25.0%
Plastics	Net sales	99,406	**124,523**	+25,117	+25.3%	427,800	29.1%
	Operating profit	3,287	**5,427**	+2,139	+65.1%	13,600	39.9%
Other	Net sales	45	**45**	+0	+1.3%	200	23.0%
	Operating profit	34	**33**	+0	-1.7%	100	33.5%
Total	Net sales	204,109	**243,655**	+39,546	+19.4%	890,000	27.4%
	Operating profit	6,608	**9,835**	+3,227	+48.8%	27,500	35.8%

*Retroactive revision (- 12 million yen) to the actual operating profit of the Life Industry segment for the first quarter of the fiscal year ended 03/26 due to the finalization of the provisional accounting treatment related to the business combination.

Net Sales and Operating Profit by Business Segment





Main Reasons for Increase/Decrease in Net Sales and Operating Profit

Information & Electronics

・Significant increase in sales of semiconductor-related materials
・Solid sales of FPD-related products
・Return to growth in sales of solar power generation-related materials

Chemicals

・Increase in both sales volume and average selling prices across product categories driven by higher raw material prices and increased demand for alternative materials amid heightened tensions in the Middle East
・ Particularly strong sales of resin raw materials and additives, as well as raw materials for automotive parts

Life Industry

・In the life science business, higher sales of pharmaceutical raw materials in Japan and overseas.
・Strong sales of processed marine products for conveyor-belt sushi restaurants and mass retailers in Japan, as well as growth in export sales of matcha, in the food-related business

Plastics

・Increase in both sales volume and average selling prices across product categories, reflecting higher raw material prices amid escalating tensions in the Middle East and efforts by some customers to secure inventory
・Higher automotive-related sales globally, led by Japan and India
・Increase in selling prices of commodity plastics

(Reference) Q1 FY03/27
Net Sales Breakdown by Segment and Region

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(Billions of yen)

Region＼Segment		Information & Electronics	Chemicals	Life Industry	Plastics	Total
Japan	Q1 FY03/27	**23.7**	**27.7**	**13.2**	**49.6**	**114.3**
	Q1 FY03/26	22.6	22.0	11.3	39.3	95.4
	YoY change	+1.0	+5.7	+1.8	+10.2	+18.8
Southeast Asia	Q1 FY03/27	**4.1**	**4.7**	**0.1**	**52.0**	**61.0**
	Q1 FY03/26	3.2	4.0	0.0	40.8	48.2
	YoY change	+0.8	+0.6	+0.0	+11.2	+12.8
Northeast Asia	Q1 FY03/27	**29.5**	**1.4**	**0.8**	**17.1**	**48.9**
	Q1 FY03/26	26.9	1.0	0.7	14.4	43.0
	YoY change	+2.5	+0.4	+0.1	+2.7	+5.8
Americas	Q1 FY03/27	**4.9**	**1.1**	**1.6**	**5.0**	**12.8**
	Q1 FY03/26	4.5	0.9	1.7	4.2	11.4
	YoY change	+0.4	+0.1	-0.0	+0.8	+1.3
Europe	Q1 FY03/27	**3.6**	**1.2**	**0.8**	**0.6**	**6.4**
	Q1 FY03/26	2.8	1.8	0.6	0.6	5.8
	YoY change	+0.8	-0.5	+0.2	+0.0	+0.5
Revenue arising from contracts with customers	Q1 FY03/27	**65.9**	**36.4**	**16.7**	**124.5**	**243.6**
	Q1 FY03/26	60.2	30.0	14.4	99.4	204.0
	YoY change	+5.7	+6.4	+2.3	+25.1	+39.5

* Revenue arising from contracts with customers are recorded based on the location of corresponding sales offices, categorized by country or region.
The difference between revenue from contracts with customers and reported net sales is attributable to the "Other" category.

Consolidated Subsidiaries

(Number of companies)	Japan	YoY	Overseas	YoY	Total
Consolidated subsidiaries	**13**	**-**	**38**	**-**	**51**
(Of which, manufacturers and processing companies)	**(8)**		**(18)**		**(26)**
Equity-method affiliates	**2**	**-**	**1**	**-**	**3**
(Of which, manufacturers and processing companies)	**(1)**		**(1)**		**(2)**
Total	**15**	**-**	**39**	**-**	**54**
(Of which, manufacturers and processing companies)	**(9)**		**(19)**		**(28)**

Basic Policy on Shareholder Return

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■ **Effective from FY03/27, the basic policy on shareholder returns has been partially revised.**

In addition to progressive dividends and the total return ratio, the Company will introduce dividend on equity (DOE) to clarify its policy of appropriately distributing the results of profit growth in consideration of the level of shareholders' equity.

Indicators, etc.	Until FY03/26	From FY03/27
DOE (Dividend on equity)	-	**Newly introduced** The guideline for the total amount of dividends is a dividend on equity (DOE) of 4 to 4.5%.
Progressive dividends	We will ensure that dividend per share does not decline year on year by continually increasing our dividends.	**Continued** We will ensure that dividend per share does not decline year on year by continually increasing our dividends.
Total return ratio	The target total return ratio is roughly 50%.	**Partially revised** In principle, the total return ratio for each fiscal year is at least 50%.

* Underlined portion indicates the amendment

Note: DOE (%) = Total annual dividends ÷ Shareholders' equity × 100
Total return ratio (%) = (dividend amount + amount of treasury shares acquired) ÷ consolidated net income × 100

Shareholder Return

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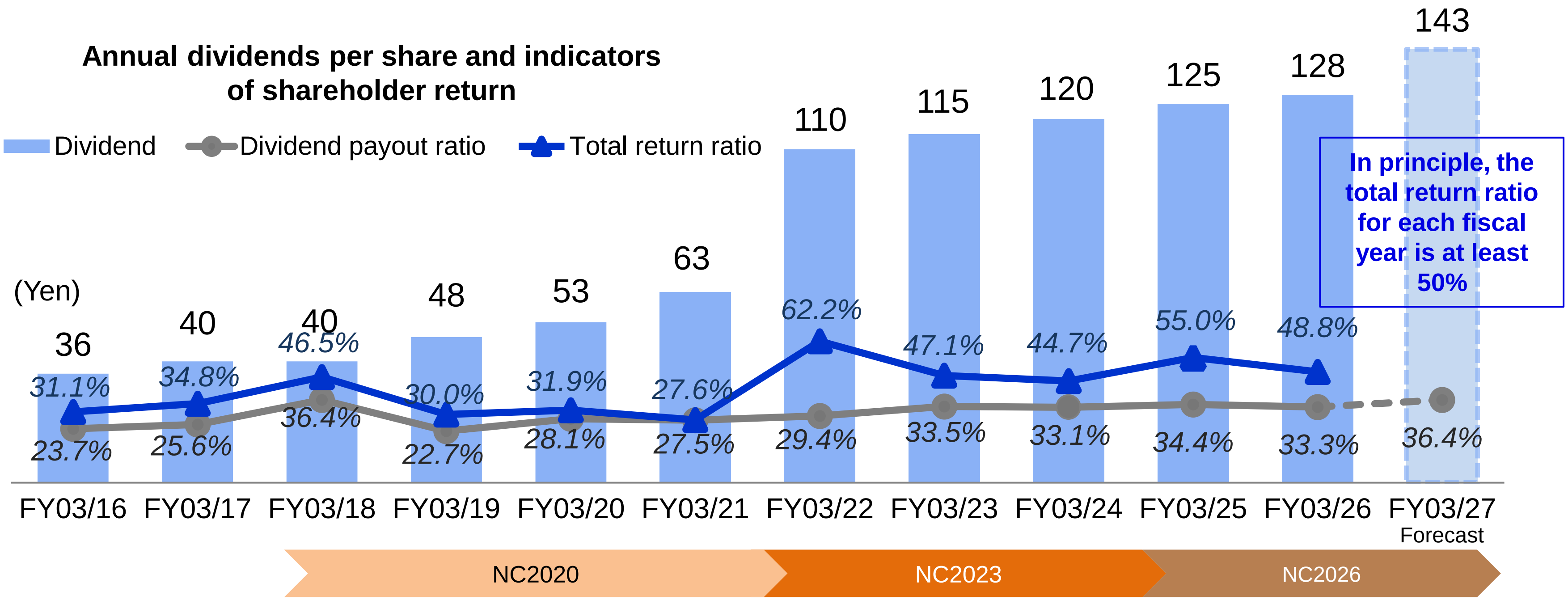
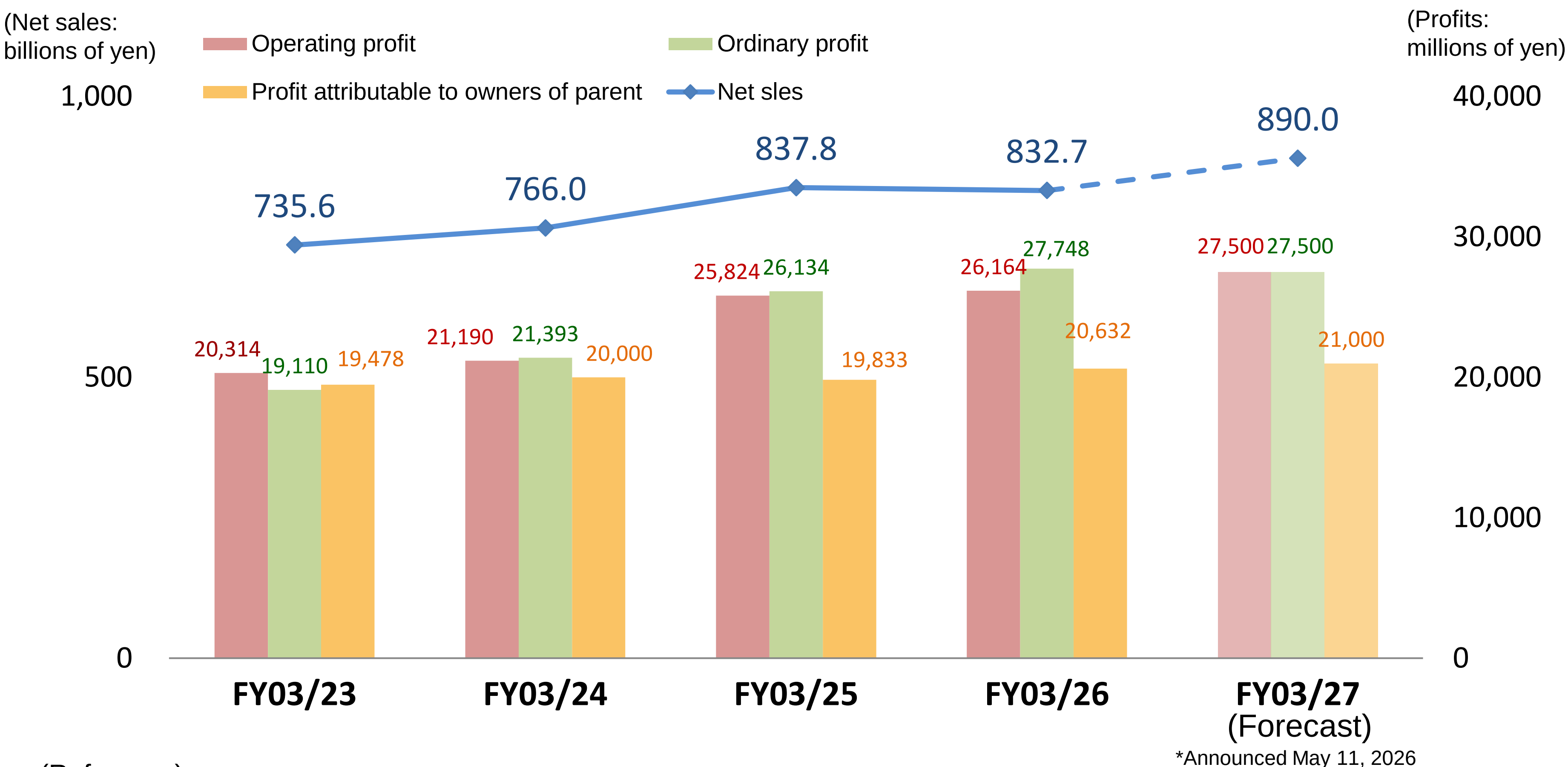
For FY03/27,

■ We plan to pay an annual dividend of ¥143 per share, with an increase of ¥15 (interim: ¥70 per share; year-end: ¥73 per share).



Treasury shares	FY03/16	FY03/17	FY03/18	FY03/19	FY03/20	FY03/21	FY03/22	FY03/23	FY03/24	FY03/25	FY03/26	
Acquisition amount	707	891	679	936	425	-	7,499	2,635	2,229	4,079	3,208	(Millions of yen)
No. of shares Acquired	600	600	400	600	300	-	3,085	1,035	765	1,200	1,000	(Thousands of shares)
No. of shares cancelled	-	-	-	-	-	-	2,700	3,685	1,200	1,200	1,000	(Thousands of shares)

(Reference) Operating Performance



(Reference)

	FY03/23	FY03/24	FY03/25	FY03/26	FY03/27
Exchange rate: USD/JPY	135.50	144.59	152.62	150.67	155.00*

*Estimate at time of release

Notes: Gain on sales of investment securities: ¥8.66 billion in FY03/23, ¥3.76 billion in FY03/24, ¥3.61 billion in FY03/25 and ¥2.69 billion in FY03/26.
Gain on negative goodwill: ¥3.4 billion in FY03/24

(Reference) Equity Capital, Net Interest-Bearing Debt, Net Debt/Equity Ratio

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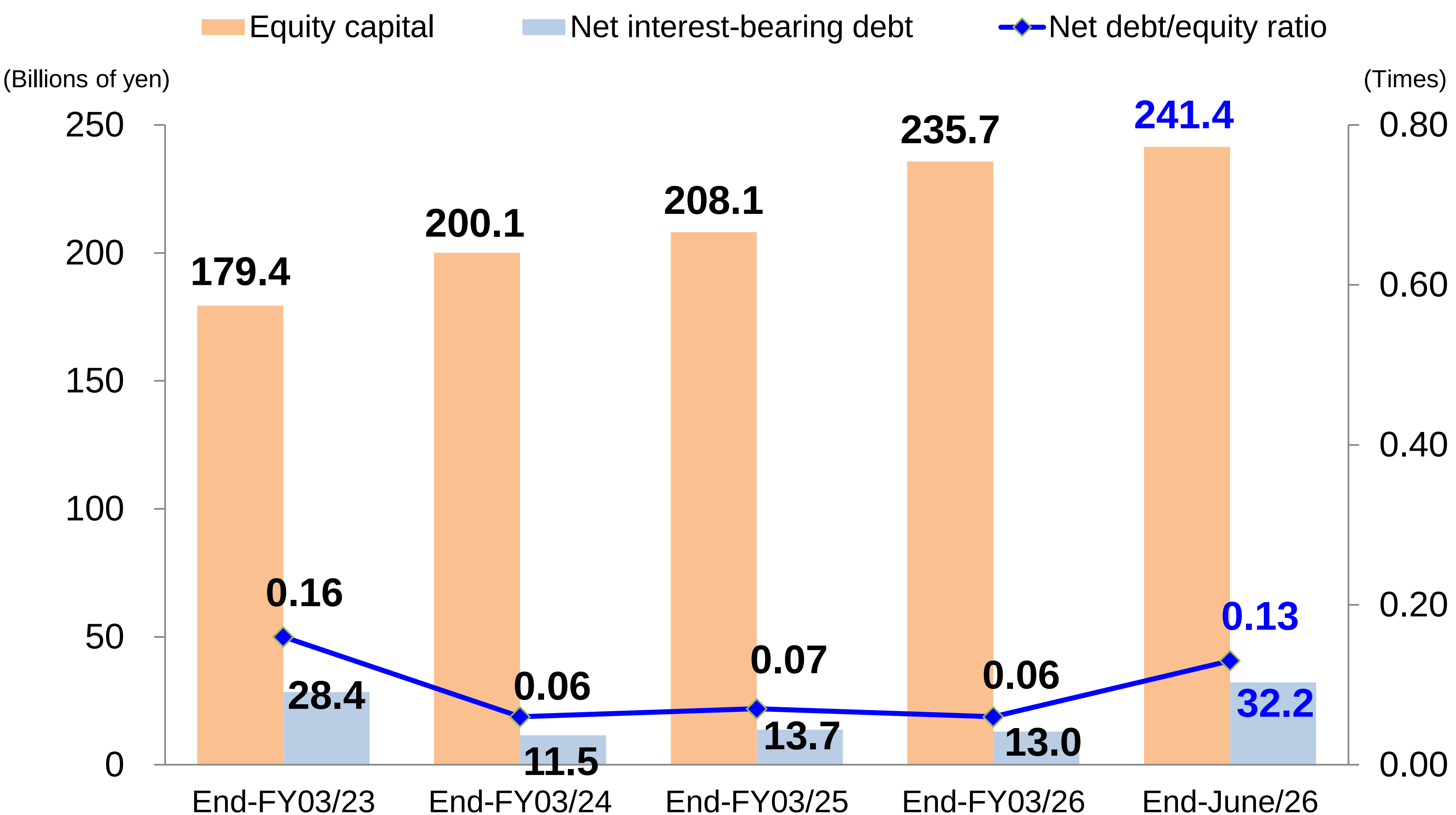
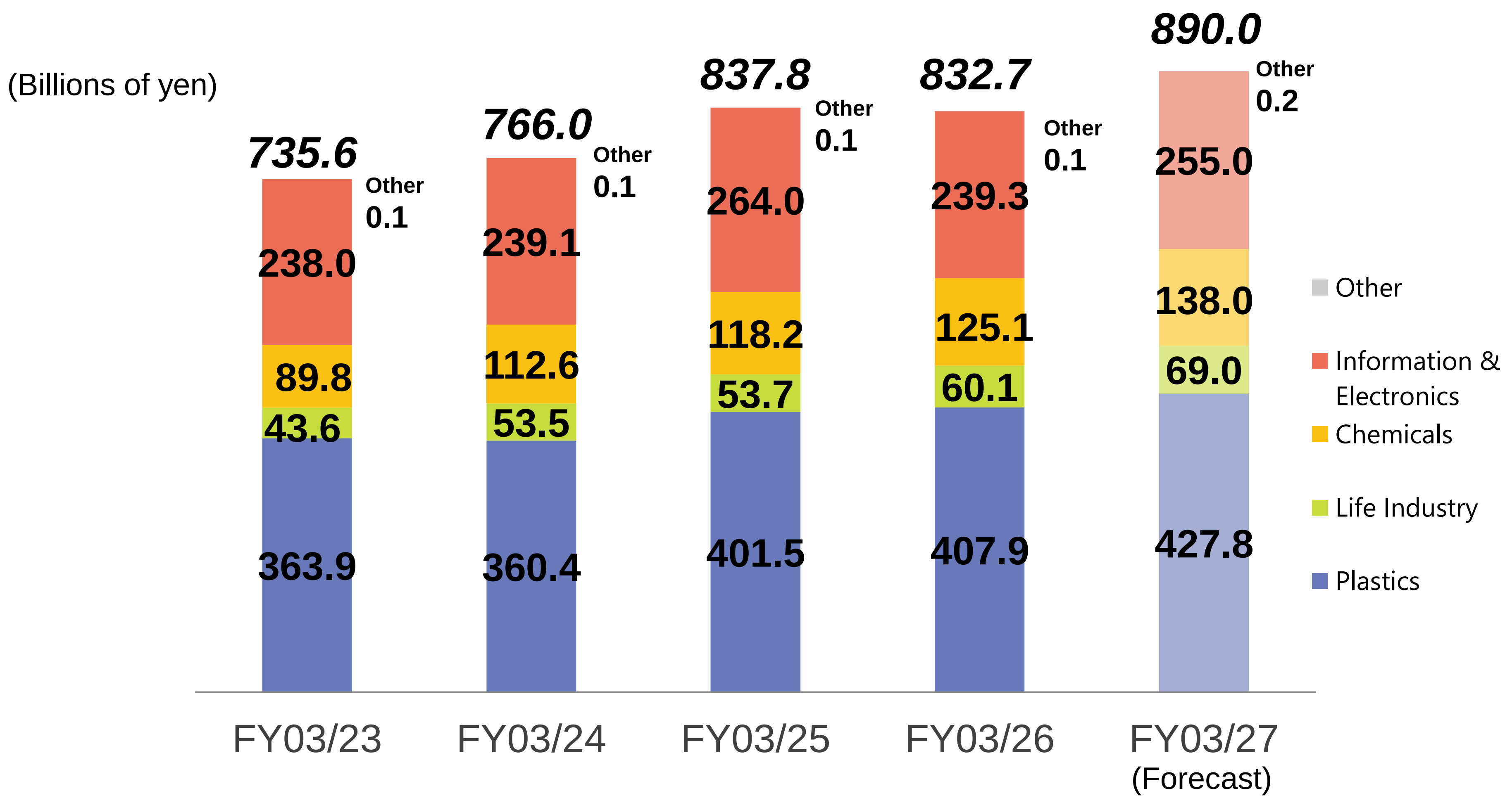


Notes: Equity capital = Net assets – stock acquisition rights – non-controlling interests
Net debt/equity ratio = (Short-term loans payable + Long-term loans payable + Bonds payable – cash and deposits) / equity capital

(Reference) Net Sales by Business Segment

■ No change has been made to the initial FY03/27 forecast by segment.



*Announced May 11, 2026

(Reference) Operating Profit by Business Segment

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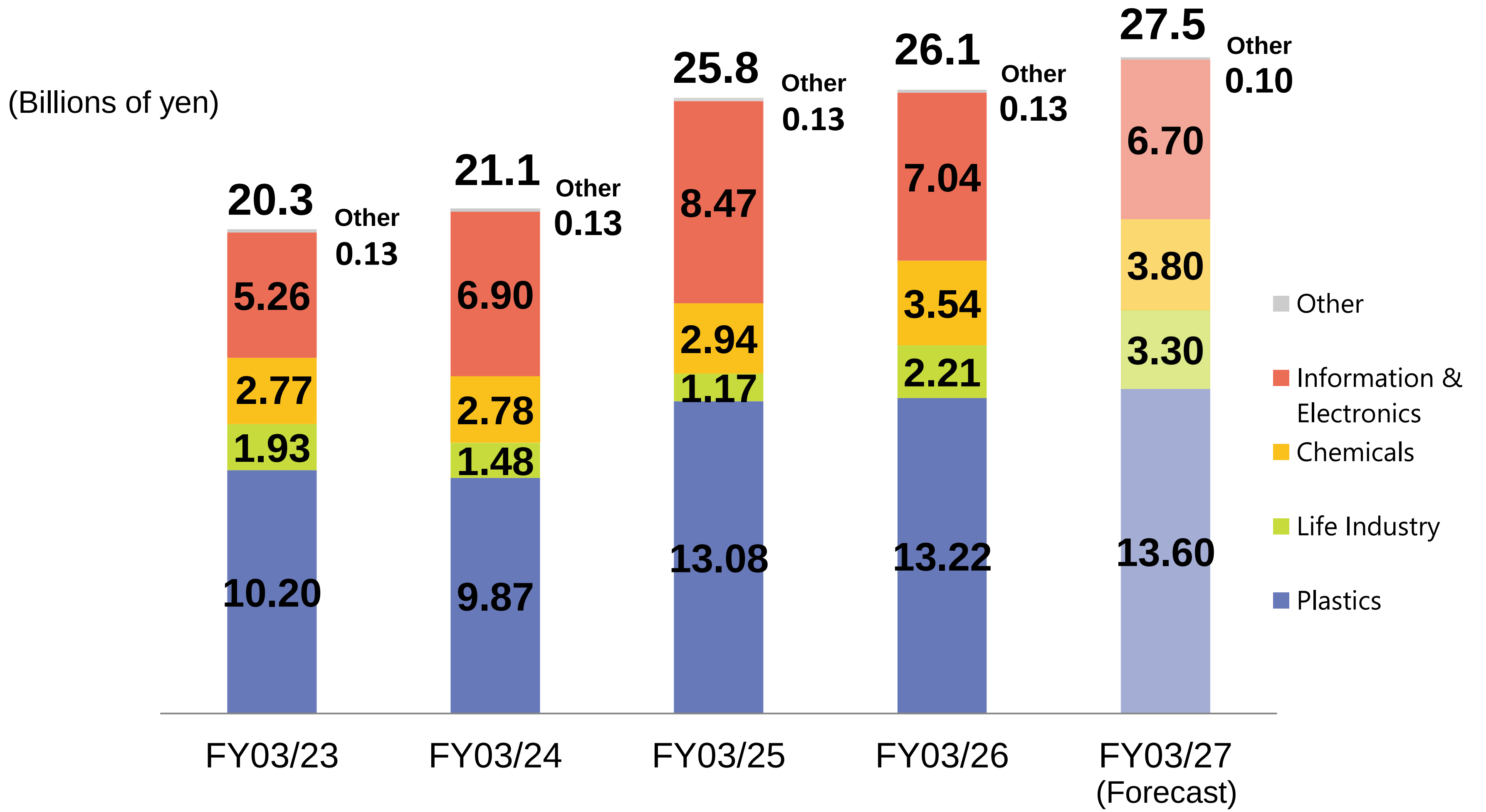
■ **No change has been made to the initial FY03/27 forecast by segment.**



*Announced May 11, 2026

(Reference) Note: Figures are on a simple aggregate basis
FY03/26 Sales Composition of Products and Materials

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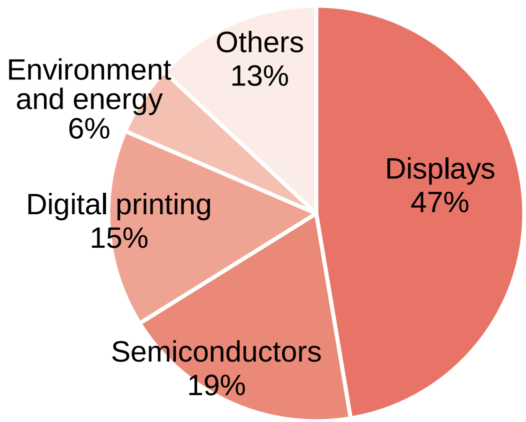
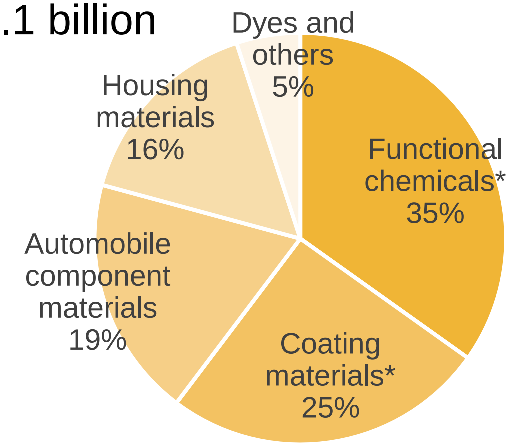
Information & Electronics
Sales ¥239.3 billion

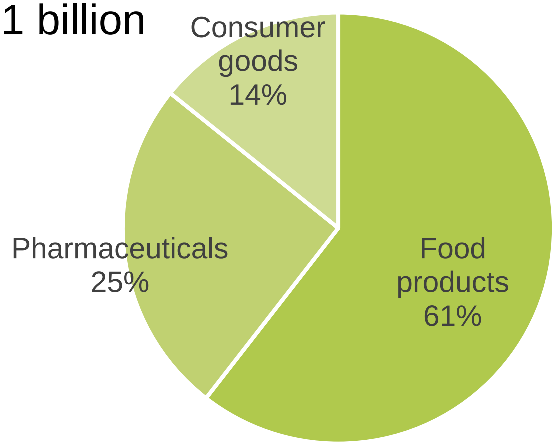


Chemicals
Sales ¥125.1 billion

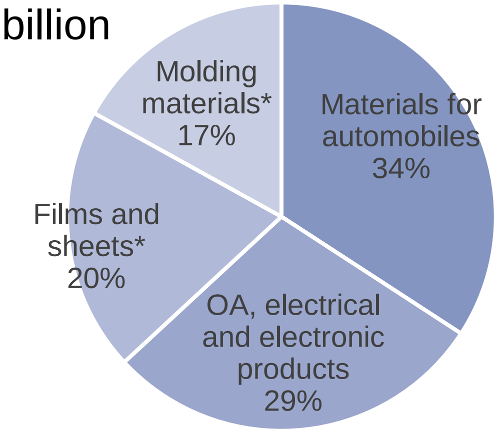


*Functional chemicals: resin materials, additives and chemicals for papermaking
*Coating materials: materials for paints, inks, and adhesives

Life Industry
Sales ¥60.1 billion



Plastics
Sales ¥407.9 billion



*Films and sheets: polyolefin resin materials, film-related, sports-related, and sheets-related
*Molding materials: molded plastic products and machinery for use with building materials, engineering materials, daily goods

◻ IR Inquiries

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◆Cautionary note regarding future estimates
The data and future predictions contained in this document are based on information available and judgments applicable at the time of the document's release. The data and future forecasts contained herein may include elements that are subject to change, and this document and its contents are no guarantee of future performance.

◆Presentation of numbers
Yen figures presented in these materials have been rounded off below the unit indicated. Consequently, individual figures may not sum to the total amounts indicated.