Translation

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Summary of Consolidated Financial Results for the Six Months Ended September 30, 2026 (Based on Japanese GAAP)

November 11, 2026

Company name: TODA KOGYO CORP.
Stock exchange listing: Tokyo
Stock code: 4100 URL https://www.todakogyo.co.jp
Representative: Representative Director Tsuneaki Kubo
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Scheduled date to file Semi-annual Securities Report: November 13, 2026
Scheduled date to commence dividend payments: –
Preparation of supplementary material on financial results: Yes
Holding of financial results meeting: Yes (for institutional investors and analysts)

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the six months ended September 30, 2026 (from April 1, 2026 to September 30, 2026)

(1) Consolidated operating results (cumulative) Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended September 30, 2026	15,371	7.4	864	44.1	747	–	1,889	–
Six months ended September 30, 2025	14,309	(1.4)	599	–	18	–	(108)	–

Note: Comprehensive income Six months ended September 30, 2026: ¥3,185 million [–%]
Six months ended September 30, 2025: ¥(368) million [–%]

	Earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2026	325.61	323.80
Six months ended September 30, 2025	(18.71)	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2026	48,359	12,894	25.3
As of March 31, 2026	47,887	9,817	18.9

Reference: Equity
As of September 30, 2026: ¥12,245 million
As of March 31, 2026: ¥9,035 million

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2026	–	0.00	–	0.00	0.00
Year ending March 31, 2027	–	0.00			
Year ending March 31, 2027 (Forecast)			–	0.00	0.00

Note: Revisions to the forecasts of cash dividends most recently announced: No

3. Forecast of consolidated financial results for the year ending March 31, 2027 (from April 1, 2026 to March 31, 2027)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	32,000	14.1	1,500	73.9	1,200	–	2,100	–	361.91

Notes: 1. Revisions to the consolidated financial results forecasts most recently announced: Yes

2. Please refer to "Notice Regarding Recording of Extraordinary Income, Differences Between Forecast and Actual Results for the Second Quarter of FY2027, and Revisions of Full-Year Consolidated Financial Forecast" released today (November 11, 2026) for information on revisions to the forecast of consolidated financial results.

* Notes

(1) Significant changes in the scope of consolidation during the six months ended September 30, 2026: Yes

Excluded: 2 companies (ZHEJIANG HUAYUAN NEW MATERIAL CO., LTD., BASF TODA Battery Materials LLC)

(2) Application of special accounting methods for preparing semi-annual consolidated financial statements: No

(3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements

Changes in accounting policies due to revisions to accounting standards and other regulations:	No
Changes in accounting policies due to other reasons:	No
Changes in accounting estimates:	No
Restatement of prior period financial statements:	No

(4) Number of issued shares (common shares)

Total number of issued shares at the end of the period (including treasury shares)

As of September 30, 2026	6,099,192 shares	As of March 31, 2026	6,099,192 shares

Number of treasury shares at the end of the period

As of September 30, 2026	276,388 shares	As of March 31, 2026	311,812 shares

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

Six months ended September 30, 2026	5,802,555 shares	Six months ended September 30, 2025	5,781,259 shares

* Semi-annual financial results reports are exempt from review conducted by certified public accountants or an audit corporation.

* Proper use of earnings forecasts, and other special matters

(Caution regarding forward-looking statements and others)

The forecast of financial results is based on information available at the current time and includes many uncertain factors. Actual financial results and other items may differ from the above forecast for any of various reasons, including changes in business conditions. Please refer to "(3) Explanation of Forecast of Financial Results and Other Forward-looking Statements" of "1. Qualitative Information on Semi-annual Financial Results" on page 2 of the attached materials for the items related to the above forecasts.

(Method of accessing supplementary material on financial results)

Supplementary material on financial results will be posted on the Company's website on December 2, 2026.

Attached Material

Index

1. Qualitative Information on Semi-annual Financial Results 1
(1) Explanation of Business Results 1
(2) Explanation of Financial Position 2
(3) Explanation of Forecast of Financial Results and Other Forward-looking Statements 2
2. Semi-annual Consolidated Financial Statements and Significant Notes Thereto 3
(1) Semi-annual Consolidated Balance Sheets 3
(2) Semi-annual Consolidated Statements of Income and Consolidated Statements of Comprehensive Income 5
Semi-annual Consolidated Statements of Income 5
Semi-annual Consolidated Statements of Comprehensive Income 6
(3) Notes to Semi-annual Consolidated Financial Statements 7
(Notes on Assumption of Going Concern) 7
(Notes When There Are Significant Changes in Amounts of Shareholders' Equity) 7
(Changes in Scope of Consolidation or Application of Equity Method) 7
(Notes on Segment Information, Etc.) 8
(Additional Information) 10

1. Qualitative Information on Semi-annual Financial Results

(1) Explanation of Business Results

In the business environment surrounding the TODA KOGYO Group (the "Group") during the six months ended September 30, 2026, there was a moderate recovery trend in the economy, supported by factors such as the improvement in the employment and income environment, as well as expanding demand for AI and semiconductor-related products. On the other hand, the outlook remains uncertain mainly due to soaring raw material and energy prices caused by the escalating tensions in the Middle East and concerns over the future of the Chinese economy.

The Group is advancing the medium-term management plan, Vision2026, covering the period from fiscal 2024 (fiscal year ended March 31, 2025) to fiscal 2026 (fiscal year ending March 31, 2027) to achieve the Ideal Vision for fiscal 2030 (fiscal year ending March 31, 2031), which was set out in the Group's materialities. Based on the "Strengthen Our Business Portfolio Management" outlined in this plan, the Group is working to further deepen its selection and concentration strategies and establish a foundation for sustainable growth. In addition, the Group aims to continuously enhance corporate value by focusing on its proprietary wet synthesis and other fine particle synthesis technologies as core competencies and accelerating its business expansion into growth areas such as mobility, AI, and the environment. In these growth areas, the Group recognizes that a crucial management challenge is to continue to provide the materials technologies it has cultivated over many years as "indispensable value" to society and industry.

In the Group's business portfolio management, dielectric materials and magnetic materials are positioned as growth businesses. Dielectric materials are the main material for multilayer ceramic capacitors used in automobiles and ICT devices, and demand is expanding, particularly for AI data centers. The Group is developing and manufacturing products specialized in 150 nm or less using its proprietary fine particle synthesis technology. In addition, with the aim of enhancing the added value of its customers' products and reducing the burden on their production processes, the Group is striving to provide its products in the form of dispersion (fine particles before drying). Demand for magnetic materials is expanding, particularly for motors in cooling pumps used in temperature control. This growth is attributable to the increasing importance of thermal management, or the efficient control of heat throughout an entire vehicle, in order to improve energy efficiency in automobiles. To meet these market needs, the Group is building a global production system centered in Asia and strengthening its stable supply system. As for environmental related materials, which is positioned as a next-generation business, the Group is making efforts towards development aimed at converting greenhouse gases into resources by leveraging the technology and knowledge on iron oxide which it has cultivated over many years. Currently, the Group is investing management resources with a focus on speedy commercialization of CO_2 separation and capture materials, as well as CO_2 free hydrogen and CNT production technologies.

Under these circumstances, during the six months ended September 30, 2026, which falls within the final year of Vision2026, net sales came to ¥15,371 million (up 7.4% year on year), operating profit came to ¥864 million (up 44.1% year on year), ordinary profit came to ¥747 million (compared with ordinary profit of ¥18 million in the same period of the previous fiscal year), and profit attributable to owners of parent came to ¥1,889 million (compared with loss attributable to owners of parent of ¥108 million in the same period of the previous fiscal year).

The status of each segment is as follows.

Functional pigments

Demand for coloring materials, the Group's founding business, remained strong, and for magnetic recording materials, demand for Linear Tape-Open (LTO) magnetic tape, which offers low cost, high capacity, and long-term storage, increased due to the rapid spread of AI and the resulting increase in data volume, as well as the tight supply of HDDs. As a result of the above, net sales were ¥4,125 million, an increase of 3.2% year on year, and segment profit was ¥769 million, an increase of 8.4% year on year.

Electronic materials

Demand for dielectric materials remained strong, particularly for AI data centers. In addition, for magnetic materials, rare-earth bonded magnet materials, which possess high magnetic force, high corrosion resistance, and high heat resistance, performed well, showing growth compared to the same period of the previous fiscal

year. As a result of the above, net sales were ¥11,523 million, an increase of 9.1% year on year, and segment profit was ¥1,523 million, an increase of 18.5% year on year.

Regarding non-operating income and expenses, foreign exchange losses were recorded mainly due to the revaluation of foreign currency-denominated assets and liabilities. Regarding extraordinary income and losses, a gain on sale of investments in capital of subsidiaries and associates was recorded as a result of transferring all our shares in ZHEJIANG HUAYUAN NEW MATERIAL CO., LTD., which was an associate accounted for using the equity method.

(2) Explanation of Financial Position

Assets

Assets as of September 30, 2026, came to ¥48,359 million, an increase of ¥472 million over the end of the previous fiscal year. This was mainly due to increases of ¥3,105 million in cash and deposits, ¥242 million in notes and accounts receivable - trade, ¥294 million in merchandise and finished goods, ¥377 million in raw materials and supplies, and ¥1,896 million in investment securities, despite a decrease of ¥5,722 million in investments in capital of subsidiaries and associates.

Liabilities

Liabilities as of September 30, 2026, came to ¥35,464 million, a decrease of ¥2,605 million over the end of the previous fiscal year. This was mainly due to a decrease of ¥3,016 million in provision for loss on sale of investments in capital of subsidiaries and associates, despite an increase of ¥319 million in notes and accounts payable - trade.

Net assets

Net assets as of September 30, 2026, came to ¥12,894 million, an increase of ¥3,077 million over the end of the previous fiscal year. This was mainly due to recording of ¥1,889 million of profit attributable to owners of parent and an increase of ¥1,313 million in valuation difference on available-for-sale securities.

(3) Explanation of Forecast of Financial Results and Other Forward-looking Statements

Please refer to “Notice Regarding Recording of Extraordinary Income, Differences Between Forecast and Actual Results for the Second Quarter of FY2027, and Revisions of Full-Year Consolidated Financial Forecast” released today (November 11, 2026) for information on revisions to the forecast of consolidated financial results.

2. Semi-annual Consolidated Financial Statements and Significant Notes Thereto

(1) Semi-annual Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2026	As of September 30, 2026
Assets		
Current assets		
Cash and deposits	7,282	10,387
Notes and accounts receivable - trade	7,118	7,360
Merchandise and finished goods	3,343	3,637
Work in process	1,972	1,930
Raw materials and supplies	1,945	2,322
Other	752	919
Allowance for doubtful accounts	(17)	(21)
Total current assets	22,397	26,536
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	1,962	1,981
Machinery, equipment and vehicles, net	2,544	2,705
Land	5,545	5,508
Construction in progress	235	256
Other, net	614	637
Total property, plant and equipment	10,903	11,089
Intangible assets		
Goodwill	2,361	2,289
Other	282	368
Total intangible assets	2,644	2,657
Investments and other assets		
Investment securities	4,315	6,211
Investments in capital of subsidiaries and associates	6,354	632
Other	1,275	1,235
Allowance for doubtful accounts	(3)	(3)
Total investments and other assets	11,942	8,076
Total non-current assets	25,489	21,823
Total assets	47,887	48,359

(Millions of yen)

	As of March 31, 2026	As of September 30, 2026
Liabilities		
Current liabilities		
Notes and accounts payable - trade	3,222	3,541
Short-term borrowings	8,891	8,571
Current portion of long-term borrowings	4,259	4,261
Income taxes payable	158	128
Provision for bonuses	291	245
Provision for loss on liquidation of subsidiaries and associates	533	393
Provision for loss on sale of investments in capital of subsidiaries and associates	3,016	–
Other	1,640	1,847
Total current liabilities	22,013	18,990
Non-current liabilities		
Long-term borrowings	11,919	11,907
Retirement benefit liability	2,040	2,074
Other	2,095	2,493
Total non-current liabilities	16,056	16,474
Total liabilities	38,069	35,464
Net assets		
Shareholders' equity		
Share capital	7,477	7,477
Capital surplus	4,281	4,202
Retained earnings	(7,443)	(5,554)
Treasury shares	(1,399)	(1,240)
Total shareholders' equity	2,916	4,885
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	2,118	3,431
Foreign currency translation adjustment	3,033	3,058
Remeasurements of defined benefit plans	967	869
Total accumulated other comprehensive income	6,119	7,359
Share acquisition rights	107	26
Non-controlling interests	674	622
Total net assets	9,817	12,894
Total liabilities and net assets	47,887	48,359

(2) Semi-annual Consolidated Statements of Income and Consolidated Statements of Comprehensive Income

Semi-annual Consolidated Statements of Income

(Millions of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Net sales	14,309	15,371
Cost of sales	10,759	11,427
Gross profit	3,550	3,944
Selling, general and administrative expenses		
Employees' salaries	632	657
Provision for bonuses	93	104
Retirement benefit expenses	50	47
Research and development expenses	686	750
Other	1,487	1,519
Total selling, general and administrative expenses	2,950	3,079
Operating profit	599	864
Non-operating income		
Interest income	26	25
Dividend income	39	149
Foreign exchange gains	111	–
Share of profit of entities accounted for using equity method	–	142
Other	91	28
Total non-operating income	269	346
Non-operating expenses		
Interest expenses	212	217
Foreign exchange losses	–	234
Share of loss of entities accounted for using equity method	628	–
Other	8	10
Total non-operating expenses	850	463
Ordinary profit	18	747
Extraordinary income		
Gain on disposal of non-current assets	0	49
Gain on sale of investments in capital of subsidiaries and associates	–	1,265
National subsidies	–	67
Surrender value of insurance policies	3	–
Total extraordinary income	3	1,383
Extraordinary losses		
Loss on disposal of non-current assets	4	1
Loss on tax purpose reduction entry of non-current assets	–	66
Provision for environmental measures	3	–
Other	0	–
Total extraordinary losses	9	67
Profit before income taxes	13	2,063
Income taxes - current	230	364
Income taxes - deferred	(116)	(205)
Total income taxes	114	159
Profit (loss)	(100)	1,903
Profit attributable to non-controlling interests	7	13
Profit (loss) attributable to owners of parent	(108)	1,889

Semi-annual Consolidated Statements of Comprehensive Income

(Millions of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Profit (loss)	(100)	1,903
Other comprehensive income		
Valuation difference on available-for-sale securities	660	1,313
Foreign currency translation adjustment	(664)	627
Remeasurements of defined benefit plans, net of tax	(21)	(98)
Share of other comprehensive income of entities accounted for using equity method	(242)	(560)
Total other comprehensive income	(267)	1,281
Comprehensive income	(368)	3,185
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(333)	3,129
Comprehensive income attributable to non-controlling interests	(34)	55

(3) Notes to Semi-annual Consolidated Financial Statements

(Notes on Assumption of Going Concern)

Not applicable

(Notes When There Are Significant Changes in Amounts of Shareholders' Equity)

Not applicable

(Changes in Scope of Consolidation or Application of Equity Method)

For the six months ended September 30, 2026, ZHEJIANG HUAYUAN NEW MATERIAL CO., LTD., which was an associate accounted for using the equity method of the Company, has been excluded from the scope of application of equity method following the transfer of all shares held by the Company.

In addition, for the six months ended September 30, 2026, BASF TODA Battery Materials LLC, which was an associate accounted for using the equity method of the Company, has been excluded from the scope of application of equity method following the transfer of the entire equity interest held by the Company.

Furthermore, these changes in the scope of application of equity method are expected to have a significant impact on the consolidated financial statements for the fiscal year including the six months ended September 30, 2026, and it is expected that the recorded amount of share of loss (profit) of entities accounted for using equity method in the consolidated income statement will decrease in the future.

(Notes on Segment Information, Etc.)

[Segment information]

I Six months ended September 30, 2025

1. Information regarding amounts of net sales and profit or losses for each reportable segment

(Millions of yen)

	Reportable segments		Total	Adjustments (Note 1)	Amount posted on semi-annual consolidated statements of income (Note 2)
	Functional pigments	Electronic materials			
Net sales					
Net sales to external customers	3,987	10,321	14,309	–	14,309
Inter-segment net sales or transfers	12	243	255	(255)	–
Total	3,999	10,565	14,565	(255)	14,309
Segment profit	710	1,285	1,995	(1,395)	599

Notes: 1 The adjustment of negative ¥1,395 million to segment profit includes corporate expenses of negative ¥1,395 million not allocated to either reportable segment. Corporate expenses mainly consist of general and administrative expenses that do not belong to the reportable segments.

2 Segment profit is reconciled with operating profit in the consolidated statement of income.

2. Information regarding impairment losses on non-current assets or goodwill, etc. by reportable segment

(Significant impairment losses on non-current assets)

Not applicable

(Significant changes in the amount of goodwill)

Not applicable

(Significant gain on bargain purchase)

Not applicable

II Six months ended September 30, 2026

1. Information regarding amounts of net sales and profit or losses for each reportable segment

(Millions of yen)

	Reportable segments		Total	Adjustments (Note 1)	Amount posted on semi-annual consolidated statements of income (Note 2)
	Functional pigments	Electronic materials			
Net sales					
Net sales to external customers	4,117	11,254	15,371	–	15,371
Inter-segment net sales or transfers	8	269	277	(277)	–
Total	4,125	11,523	15,649	(277)	15,371
Segment profit	769	1,523	2,292	(1,428)	864

Notes: 1 The adjustment of negative ¥1,428 million to segment profit includes corporate expenses of negative ¥1,428 million not allocated to either reportable segment. Corporate expenses mainly consist of general and administrative expenses that do not belong to the reportable segments.

2 Segment profit is reconciled with operating profit in the consolidated statement of income.

2. Information regarding impairment losses on non-current assets or goodwill, etc. by reportable segment

(Significant impairment losses on non-current assets)

Not applicable

(Significant changes in the amount of goodwill)

Not applicable

(Significant gain on bargain purchase)

Not applicable

(Additional Information)

(Transfer of shares of an associate accounted for using the equity method)

At a meeting of the Board of Directors held on July 16, 2026, the Company resolved to transfer all of its shares in ZHEJIANG HUAYUAN NEW MATERIAL CO., LTD. ("ZHEJIANG HUAYUAN"), an associate accounted for using the equity method of the Company, to Deqing Hailuos Enterprise Management Co., Ltd. ("Deqing Hailuos"), and concluded a transfer agreement with Deqing Hailuos on July 22, 2026. In accordance with this agreement, the transfer of shares was executed on August 18, 2026.

As a result of this share transfer, ZHEJIANG HUAYUAN is excluded from the scope of associates accounted for using the equity method.

1. Reasons for the share transfer

   As part of its global expansion of the coloring pigments business, the Group invested in ZHEJIANG HUAYUAN, a leading iron oxide pigment manufacturer in China, in 2001, and made it an associate accounting for using the equity method. ZHEJIANG HUAYUAN has grown into one of the world's leading companies in the field of various iron oxide pigments.

   On the other hand, the competitive environment surrounding the coloring pigment market has become increasingly severe in recent years, making it a crucial management challenge to strengthen profitability in the medium- to long-term in response to these environmental changes.

   In light of these circumstances, after repeated discussions with Zhejiang Shenghua Holdings Group Co., Ltd. ("Shenghua Group"), a joint investor in ZHEJIANG HUAYUAN, the Company has concluded that increasing Shenghua Group's stake in ZHEJIANG HUAYUAN will lead to the establishment of a rapid decision-making system and strengthen ZHEJIANG HUAYUAN's ability to respond to changes in the external environment, ultimately contributing to further improvements in competitiveness and profitability. Based on this strategic decision, the Company has decided to transfer all of our shares in ZHEJIANG HUAYUAN to Deqing Hailuos, a wholly owned subsidiary of Shenghua Group.

2. Name of the company to which the shares will be transferred

   Deqing Hailuos Enterprise Management Co., Ltd.

3. Period of share transfer

   (1) Date of agreement July 22, 2026

   (2) Effective date of share transfer August 18, 2026

4. Overview of the associate accounted for using the equity method

   (1) Name ZHEJIANG HUAYUAN NEW MATERIAL CO., LTD.

   (2) Business descriptions Manufacturing and sales of inorganic pigments, etc.

5. Status of shares held and transfer price before and after the transfer

   (1) Shares held before the transfer 20.7%

   (2) Transferred shares 20.7%

   (3) Transfer price RMB 148 million

   (4) Shares held after the transfer 0%

6. Impact on financial results

As a result of this share transfer, a gain on sale of investments in capital of subsidiaries and associates of ¥1,265 million was recorded under extraordinary income during the six months ended September 30, 2026.

(Transfer of investments in capital of an associate accounted for using the equity method)

At a meeting of the Board of Directors held on February 26, 2026, the Company resolved to transfer its entire equity interest in BASF TODA Battery Materials LLC ("BTBM"), an associate accounted for using the equity method of the Company, to BASF Battery Materials and Recycling GmbH, and to dissolve its joint venture with its joint venture partner, BASF Japan Ltd. On the same date, the Company concluded a transfer agreement with BASF Battery Materials and Recycling GmbH. While it took some time to obtain approval from the regulatory authorities, the interest transfer was executed on August 25, 2026.

As a result of this equity interest transfer, BTBM is excluded from the scope of associates accounted for using the equity method.

1. Reasons for the equity interest transfer

The Group developed, manufactured and sold cathode materials for lithium-ion batteries ("LIBs") by applying the fine particle synthesis technology it has cultivated through the production of iron oxide. As disclosed in the "Notification on the Conclusion of an Equity Interest Purchase Agreement for the Partial Transfer of Subsidiary Interests and the Accompanying Commencement of a Joint Venture (Business Alliance)" (in Japanese only) on October 30, 2014, in 2015, to establish a system capable of quickly responding to global market demands in anticipation of further expansion of the LIB market, the Company commenced a joint venture with BASF Japan Ltd., the Japanese subsidiary of the group led by the global chemical company BASF SE (the "BASF Group"), and established BTBM. Since its establishment, BTBM has operated as the BASF Group's production base in Japan for cathode materials for LIBs, expanding its business in line with the growth of the EV market.

Additionally, the Group is accelerating the medium-term management plan, Vision2026, which spans three years beginning in fiscal 2024 to achieve the Ideal Vision for fiscal 2030. With "Strengthen Our Business Portfolio Management" as its top mission, the Company is promoting initiatives for business growth through selection and concentration. In the LIB cathode materials business, the Company positioned it as a growth business and supported BTBM's activities in collaboration with the BASF Group.

Under these circumstances, the EV market has seen a slowdown in growth since 2024, and BTBM's business performance has stagnated as a result. To overcome this situation, BTBM formulated a strategy for global business growth and profitability recovery centered on the early market introduction of new materials, and the Company and the BASF Group have supported this initiative. Furthermore, in order to steadily implement this strategy for further globalization, the Company has concluded that the best course of action is to establish a system capable of quickly making the necessary investment decisions under an exclusive capital relationship with the BASF Group, which possesses outstanding capital strength and a global customer base. Based on the above, the Company has decided to transfer its interest in BTBM and dissolve the joint venture.

2. Name of the company to which the equity interest will be transferred

BASF Battery Materials and Recycling GmbH

3. Period of equity interest transfer

(1) Date of agreement February 26, 2026

(2) Effective date of equity interest transfer August 25, 2026

4. Overview of the associate accounted for using the equity method

(1) Name	BASF TODA Battery Materials LLC
(2) Business descriptions	Research and development, manufacturing, and sales of cathode materials for lithium-ion batteries

5. Status of equity interest held and transfer price before and after the transfer

(1) Equity interest held before the transfer	34%
(2) Transferred equity interest	34%
(3) Transfer price	Transfer at memorandum value
(4) Equity interest held after the transfer	0%

6. Impact on financial results

As stated in the “Notification on Recording of Extraordinary Losses and the Differences Between the Full-year Forecast of Consolidated Financial Results and Actual Results” (in Japanese only) published on May 15, 2026, the loss associated with this transfer of interest was recorded as a provision for loss on sale of investments in capital of subsidiaries and associates in the fiscal year ended March 31, 2026, and no additional losses associated with this transfer of interest were incurred in the consolidated financial results for the fiscal year ending March 31, 2027.