



July 29, 2026

For Immediate Release

Company Name Kurita Water Industries Ltd.
 Representative Hirohiko Ejiri
 Director, President and Representative Executive Officer
 (Securities code: 6370, Tokyo Stock Exchange Prime Market)
 Contact Shinichi Masuda
 General Manager of Corporate Accounting Department
 (TEL +81-3-6743-5054)

Notice Regarding Recognition of Gain on Transfer of Subsidiary Shares and Revision of Business Forecast

Kurita Water Industries Ltd. (the “Company”) hereby announces that it has revised its consolidated business forecast for the fiscal year ending March 31, 2027, announced on May 14, 2026, in light of the expected recognition of gains associated with the transfer of shares of a subsidiary completed during the first quarter of the fiscal year ending March 31, 2027.

1. Reason for the Revision

On May 13, 2026, the Company resolved to transfer the shares of Pentagon Technologies Group, Inc. ("Pentagon"), a company primarily engaged in the precision tool cleaning business mainly in the United States, and completed the share transfer on June 30, 2026. As a result, the Company expects to record other income of 5.0 billion yen at each profit level from operating profit onward, resulting from the reclassification of cumulative foreign currency translation adjustments related to Pentagon upon its deconsolidation. In addition, the Company expects to record profit from discontinued operations of 3.7 billion yen, mainly attributable to the gain on the sale of Pentagon shares and gains arising from the termination of the lease contract entered into by Pentagon. Accordingly, profit attributable to owners of the parent is expected to increase by 8.7 billion yen from the previously announced forecast.

2. Revision of Consolidated Business Forecast

In light of the above, Kurita has revised its consolidated business forecast for the first half and the full year of the fiscal year ending March 31, 2027.

(1) Revision of Consolidated Business Forecast for the first half of the Fiscal Year Ending March 31, 2027

(Millions of yen)

	Net Sales	Business Profit (Note1)	Operating Profit	Profit Before Income Taxes	Profit Attributable to Owners of Parent	Basic Earnings per Share (Yen)
Previous Forecasts (A)	198,000	23,500	23,000	22,800	15,900	146.66
Revised Forecasts (B)	198,000	23,500	28,000	27,800	24,600	228.11
Change (B-A)	0	0	5,000	5,000	8,700	81.45
Percent Change (%)	—	—	21.7	21.9	54.7	—
(Reference)Actual Results for the First Half of the Fiscal Year Ended March 31, 2026	198,296	23,584	24,900	17,386	17,174	155.90

- (Note1) Business profit is the Company's own indicator that measures constant business performance. It is net sales less cost of sales and selling, general and administrative expenses. Although business profit is not defined by IFRS, the Company voluntarily discloses it, believing that it is beneficial for users of its financial statements.
- (Note2) As Pentagon's business has been classified as a discontinued operation in accordance with IFRS 5, "Non-current Assets Held for Sale and Discontinued Operations," net sales, business profit, operating profit and profit before tax for the second quarter (cumulative) of the fiscal year ending March 31, 2027 are presented on a continuing operations basis, while interim profit attributable to owners of parent includes both continuing and discontinued operations. For reference, the actual results for the corresponding period of the previous fiscal year have not been restated.

(2) Revision of Consolidated Business Forecast for the Full Year Fiscal Year Ending March 31, 2027

(Millions of yen)

	Net Sales	Business Profit (Note1)	Operating Profit	Profit Before Income Taxes	Profit Attributable to Owners of Parent	Basic Earnings per Share (Yen)
Previous Forecasts (A)	425,000	61,500	60,500	60,000	42,000	392.49
Revised Forecasts (B)	425,000	61,500	65,500	65,000	50,700	475.47
Change (B-A)	0	0	5,000	5,000	8,700	82.98
Percent Change (%)	—	—	8.3	9.8	20.7	—
(Reference) Actual Results for the Fiscal Year Ended March 31, 2026	402,889	57,343	58,290	58,160	15,957	145.34

- (Note1) Business profit is the Company's own indicator that measures constant business performance. It is net sales less cost of sales and selling, general and administrative expenses. Although business profit is not defined by IFRS, the Company voluntarily discloses it, believing that it is beneficial for users of its financial statements.
- (Note2) As Pentagon's business has been classified as a discontinued operation in accordance with IFRS 5, "Non-current Assets Held for Sale and Discontinued Operations," net sales, business profit, operating profit and profit before tax for the fiscal year ending March 31, 2027 and the fiscal year ended March 31, 2026 are disclosed on a continuing operations basis, while profit attributable to owners of parent includes both continuing and discontinued operations.