Summary of Consolidated Financial Results for the Three Months Ended June 30, 2026

[Japanese Standards] (Consolidated)

August 7 , 2026

Company name: OKAMOTO INDUSTRIES, INC.
Stock exchange listing: Tokyo
Stock code: 5122 URL https://www.okamoto-inc.jp/
Representative: Kunihiko Okamoto, President
Inquiries: Hisao Hosoya, Executive Officer (Accounting Dept.)
Scheduled date to commence dividend payments: –
Supplemental material on quarterly results: No
Presentation on quarterly results: No

(Amounts less than one million yen are rounded down)

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

(1) Consolidated operating results(cumulative) (% represents changes over the same period in the previous fiscal year.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2026	28,923	7.4	1,549	90.3	2,534	100.4	1,775	270.9
Three months ended June 30, 2025	26,929	3.3	814	△ 67.9	1,264	△ 64.8	478	△ 78.3

(Note) Comprehensive income: Three months ended June 30, 2026 : 271 million yen △ 60.0 %
Three months ended June 30, 2025 : 679 million yen △ 85.1 %

	Net income per share	Diluted net income per share
	yen	yen
Three months ended June 30, 2026	104.09	–
Three months ended June 30, 2025	27.68	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2026	162,042	109,289	67.4
As of March 31, 2026	164,167	110,631	67.3

(Reference) Own capital: As of June 30, 2026 : 109,166 million yen
As of March 31, 2026 : 110,514 million yen

2.Dividends

	Cash dividends per share				
	End of first quarter	End of second quarter	End of third quarter	Year-end	Total
	yen	yen	yen	yen	yen
FY Ended March 31, 2026	–	60.00	–	60.00	120.00
FY Ended March 31, 2027	–				
FY Ended March 31, 2027 (forecast)		65.00	–	65.00	130.00

(Note) Revision of the latest dividend forecast announced: Yes
Regarding the revision to the dividend forecast, please refer to the "Notice Regarding Revisions to the Forecasts for the Six Months Ending March 31, 2027 (Interim) and the Full Fiscal Year, as well as to the Dividend Forecast" which was disclosed today (August 7, 2026).

3.Forecasts of consolidated financial results for the year ending March 31, 2027
(from April 1, 2026 to March 31, 2027) (% represents changes over the previous fiscal year.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	yen
Six months ended September 30, 2026	58,000	9.6	3,800	51.8	4,900	44.8	3,000	54.3	175.89
Full year	115,000	6.4	6,700	7.2	8,700	1.2	5,700	17.4	334.19

(Note) Revision of the latest consolidated results forecast announced: Yes
Regarding the revision to the consolidated earnings forecast, please refer to the "Notice Regarding Revisions to the Forecasts for the Six Months Ending March 31, 2027 (Interim) and the Full Fiscal Year, as well as to the Dividend Forecast" which was disclosed today (August 7, 2026).

*Notes

(1) Changes in status of significant subsidiaries during the three months ended June 30, 2026
(changes in status of specified subsidiaries accompanying changes in consolidated) No
Newly consolidated subsidiaries: − Subsidiaries excluded: −

(2) Application of accounting methods for preparing quarterly consolidated financial statements: No

(3) Changes in accounting principles, changes in accounting estimates, and retrospective restatements
①Changes in accounting principles due to revisions to accounting standards: No
②Changes other than ①: No
③Changes in accounting estimates: No
④Retrospective restatements: No

(4) Number of outstanding shares(common stock)
①Number of outstanding shares at period-end(including treasury stock)
②Number of treasury stocks at period-end
③Average number of shares during the period(cumulative total for quarterly period)

①	Three months ended June 30, 2026	17,699,367	FY Ended March 31, 2026	17,699,367
②	Three months ended June 30, 2026	715,237	FY Ended March 31, 2026	610,464
③	Three months ended June 30, 2026	17,056,160	Three months ended June 30, 2025	17,292,043

*The current quarterly financial results are not subject to quarterly review procedures by certified public accountant or by auditing firm.

*Explanation relating to the appropriate use of forecasts of business results and other items of note.
The forecasts included in this document are based on the currentry available information and certain assumptions that we believe reasonable.
Actual results, etc. may differ from projections due to a variety of reasons.

(Overview of Operating Results)

During the first quarter consolidated accounting period under review, the Japanese economy continued on a moderate recovery trend, supported by improvements in the employment and income environment and steady corporate earnings. While corporate capital investment remained firm, worsening labor shortages and rising personnel expenses exerted downward pressure on business activities. In addition, higher prices further strengthened consumers' inclination toward saving, resulting in continued weakness in personal consumption. Although the number of inbound visitors remained at a high level, growth in inbound demand showed signs of slowing due in part to instability in Japan–China relations.

Overseas, uncertainties persisted due to heightened geopolitical risks, including escalating tensions in the Middle East, as well as the stagnation of the Chinese economy and developments in U.S. trade policies. Concerns continued regarding fluctuations in energy and raw material prices and potential impacts on logistics and supply chains, and the outlook remained uncertain.

Under these business conditions, the Group prioritized the stable supply of products as a manufacturer and carried out business activities accordingly in each section. In the sales division, the Group worked to accurately grasp demand trends through close information sharing with customers, maintain a system capable of supplying required products in a timely manner, cultivate new business partners, and implement appropriate pricing measures reflecting market conditions. In the production and administrative divisions, the Group promoted productivity improvements and enhancements in manufacturing efficiency in response to soaring raw material prices, while also advancing the development of alternative materials to ensure stable production and strengthen profitability.

As a result, net sales for the consolidated fiscal period amounted to ¥28,923 million (up 7.4% year on year). Operating profit was ¥1,549 million (up 90.3% year on year), ordinary profit was ¥2,534 million (up 100.4% year on year), and profit attributable to owners of parent was ¥1,775 million (up 270.9% year on year). The increase in profit was mainly attributable to higher sales driven by proactive order-taking, positive foreign exchange effects from yen depreciation, the impact of price revisions, and the stabilization of flame retardant (antimony) price hikes.

(1) Industrial Products
Sales of general-purpose films increased due to higher demand influenced by Middle East conditions and the implementation of price revisions.
Sales of industrial films increased, supported mainly by steady demand related to semiconductors.
Sales of construction-material films remained stable, resulting in sales comparable to the previous fiscal year, driven primarily by flooring applications.
Sales of multi-layer films increased due to the early launch of new projects for industrial materials and the implementation of price revisions.
Sales of wallpaper increased owing to higher demand prior to price revisions and the implementation of price revisions.
Sales of agricultural films increased due to higher demand prior to price revisions.
Sales of automotive interior materials decreased in China following changes in government subsidy policies; however, overall sales increased due to recovery in the U.S. and domestic markets.
Sales of flexible containers increased due to overall market demand growth and the implementation of price revisions.
Sales of adhesive tapes increased as orders rose in response to market-wide price revisions and demand influenced by Middle East conditions.
Sales of industrial tapes decreased due to lower sales of tapes for eyeglasses.
Among food sanitation products, sales of plastic wrap increased due to new customer acquisitions and the implementation of price revisions.
Sales of disposable gloves for food use increased due to higher demand influenced by Middle East conditions.
Sales of Pichit products, absorbent and dehydration sheets for food applications, increased due to new customer acquisitions and higher demand prior to price revisions.
Sales of abrasive cloth and paper products increased as sales volumes rose.

As a result, sales in this segment amounted to ¥20,808 million (up 10.4% year on year), while segment profit was ¥216 million (compared with a segment loss of ¥499 million in the same period of the previous fiscal year).

(2) Consumer Products
Sales of condoms decreased due to a decline in inbound demand.
Overseas sales decreased in volume due to the slowdown in the Chinese economy, but increased in value due to foreign exchange effects.
Sales of enemas decreased due to lower orders from major wholesalers.
Sales of dehumidifiers decreased as demand failed to grow following the rainy season, during which temperatures did not rise sufficiently.
Among glove products, sales of household gloves increased due to new customer acquisitions and higher demand for disposable types influenced by Middle East conditions.
Sales of medical gloves increased due to demand growth influenced by Middle East conditions.
Sales of industrial gloves remained at the same level as the previous fiscal year.
Among medical products, sales of sterilizers decreased due to lower demand from dental clinics.
Sales of boots decreased as a result of consolidating business partners and streamlining sales channels.
Sales of shoes decreased as sneaker sales volumes declined and demand for leather business shoes continued to weaken.

As a result, sales in this segment amounted to ¥8,050 million (up 0.6% year on year), while segment profit was ¥1,740 million (down 1.8% year on year).

(3) Other
The Other segment consists of the logistics outsourcing business and the solar power generation business. Net sales in this segment, including inter-segment internal sales and transfers, amounted to ¥994 million (up 14.6% year on year), while segment profit totaled ¥141 million (up 43.0% year on year).

Consolidated Quarterly Financial Statements and Notes

Consolidated Quarterly Balance Sheets

(millions of yen)

	As of March 31, 2026	As of June 30, 2026
Assets		
Current assets		
Cash and deposits	34,272	30,947
Notes receivable–trade	380	266
Accounts receivable–trade	17,607	18,877
Electronically recorded monetary claims–operating	8,658	9,722
Merchandise and finished goods	10,472	10,936
Work in process	3,402	3,572
Raw materials and supplies	4,582	5,002
Other	2,584	2,597
Allowance for doubtful accounts	△ 42	△ 51
Total current assets	81,918	81,871
Non–current assets		
Property, plant and equipment	25,048	25,539
Intangible assets	2,265	2,169
Investments and other assets		
Investment securities	54,426	51,961
Deferred tax assets	154	149
Other	354	351
Total investments and other assets	54,935	52,462
Total non–current assets	82,249	80,170
Total assets	164,167	162,042

(millions of yen)

	As of March 31, 2026	As of June 30, 2026
Liabilities		
Current liabilities		
Notes and accounts payable-trade	21,514	21,243
Electronically recorded obligations-operating	2,604	2,381
Short-term loans payable	3,118	3,112
Income taxes payable	895	258
Provision for bonuses	1,076	538
Other	4,464	6,032
Total current liabilities	33,672	33,566
Non-current liabilities		
Long-term loans payable	100	100
Deferred tax liabilities	13,352	12,749
Net defined benefit liability	5,784	5,777
Other	626	560
Total non-current liabilities	19,863	19,186
Total liabilities	53,536	52,752
Net assets		
Shareholders' equity		
Capital stock	13,047	13,047
Capital surplus	1,269	1,269
Retained earnings	60,799	61,529
Treasury stock	△ 3,041	△ 3,629
Total shareholders' equity	72,055	72,216
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	31,273	29,585
Deferred gains or losses on hedges	9	4
Foreign currency translation adjustment	6,326	6,563
Remeasurements of defined benefit plans	848	795
Total accumulated other comprehensive income	38,458	36,949
Non-controlling interests	117	122
Total net assets	110,631	109,289
Total liabilities and net assets	164,167	162,042

Consolidated Quarterly Statements of Income and Consolidated Quarterly Statements of Comprehensive Income

Consolidated Quarterly Statements of Income

Three months ended June 30, 2026

(Millions of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Net sales	26,929	28,923
Cost of sales	22,289	23,445
Gross profit	4,640	5,744
Selling, general and administrative expenses		
Freightage and packing expenses	841	905
Other selling expenses	800	724
Salaries and bonuses	859	870
Provision for bonuses	188	180
Retirement benefit expenses	30	18
Other general and administrative expenses	1,104	1,227
Total selling, general and administrative expenses	3,825	3,927
Operating profit	814	1,549
Non-operating income		
Interest income	30	16
Dividends income	610	746
Real estate rent	164	161
Foreign exchange gains	–	114
Other income	38	27
Total non-operating income	843	1,066
Non-operating expenses		
Interest expenses	12	14
Rent expenses on real estates	30	29
Foreign exchange losses	289	–
Other expenses	61	37
Total non-operating expenses	393	82
Ordinary income	1,264	2,534
Extraordinary loss		
Loss on retirement of noncurrent assets	3	2
Impairment loss	166	196
Total extraordinary loss	170	198
Profit before income taxes	1,094	2,336
Income taxes-current	147	351
Income taxes-deferred	467	207
Total income taxes	614	559
Net income	479	1,776
Profit (loss) attributable to non-controlling interests	0	1
Profit attributable to owners of parent	478	1,775

Consolidated Quarterly Statements of Comprehensive Income

Three months ended June 30, 2026

(Millions of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Net income	479	1,776
Other comprehensive income		
Valuation difference on available-for-sale securities	1,730	△ 1,687
Deferred gains or losses on hedges	△ 3	△ 5
Foreign currency translation adjustment	△ 1,490	240
Remeasurements of defined benefit plans, net of tax	△ 36	△ 52
Total accumulated other comprehensive income	199	△ 1,505
Comprehensive income	679	271
(comprehensive income attributable to)		
Comprehensive income attributable to owners of the parent	683	266
Comprehensive income attributable to non-controlling interests	△ 4	5

Information about net sales,profit or loss,assets,liabilities and other items by reportable segment

Three months ended June 30, 2025

(Millions of yen)

	Reportable segment			(*)Other	Total	(**)Adjustment	(***)Amount recorded on the consolidated quarterly statements
	Industrial Products	Household Products	Total				
Net sales							
Sales to external customers	18,854	8,004	26,858	70	26,929	−	26,929
Intersegment sales or transfers	22	160	183	797	981	△ 981	−
Total	18,876	8,165	27,042	867	27,910	△ 981	26,929
Segment profit (loss)	△ 499	1,772	1,272	99	1,371	△ 557	814

* The Other category is the business segment that is not included in the reportable segments, and include the group logistics business and solar power business.

** Adjustment is as follows:

(1) The adjustment to segment profit represents positive 11 million yen in intersegment eliminations and negative 569 milion in the general corporate expenses. The general corporate expenses mainly include general and administrative expenses that are not attributable to the reportable segments.

*** Segment profit is coordinated with the operating income in the consolidated statements.

※ In the Industrial Products business and the Household Products business segment, impairment loss on fixed assets was recorded at 166 million yen. The impairment loss was recorded at 163 million yen in the Industrial Products business and 3 million yen in the Household Products business for the first quarter of the fiscal year ending March 31, 2026.

Three months ended June 30, 2026

(Millions of yen)

	Reportable segment			(*)Other	Total	(**)Adjustment	(***)Amount recorded on the consolidated quarterly statements
	Industrial Products	Household Products	Total				
Net sales							
Sales to external customers	20,808	8,050	28,858	64	28,923	−	28,923
Intersegment sales or transfers	24	147	172	930	1,102	△ 1,102	−
Total	20,833	8,198	29,031	994	30,026	△ 1,102	28,923
Segment profit (loss)	216	1,740	1,956	141	2,098	△ 548	1,549

* The Other category is the business segment that is not included in the reportable segments, and include the group logistics business and solar power business.

** Adjustment is as follows:

(1) The adjustment to segment profit represents positive 14 million yen in intersegment eliminations and negative 562 milion in the general corporate expenses. The general corporate expenses mainly include general and administrative expenses that are not attributable to the reportable segments.

*** Segment profit is coordinated with the operating income in the consolidated statements.

※ In the Industrial Products business and the Household Products business segment, impairment loss on fixed assets was recorded at 196 million yen. The impairment loss was recorded at 143 million yen in the Industrial Products business and 52 million yen in the Household Products business for the first quarter of the fiscal year ending March 31, 2027.