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February 10, 2026

Consolidated Financial Results for the Nine Months Ended December 31, 2025 (Under IFRS)

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Listing: Tokyo Stock Exchange
Securities code: 3402
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Scheduled date to commence dividend payments: -
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: Yes (for Securities Analysts / Institutional Investors)

(Yen amounts are rounded to the nearest million.)

1. Consolidated financial results for the nine months ended December 31, 2025 (from April 1, 2025 to December 31, 2025)

(1) Consolidated financial performance

(Percentages indicate year-on-year changes.)

| | Revenue | | Core operating income | | Operating income | | Profit before tax | |
|-------------------------------------|-----------------|-------|-----------------------|-------|------------------|--------|-------------------|--------|
| | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % |
| Nine months ended December 31, 2025 | 1,919,493 | (0.2) | 105,090 | (3.4) | 71,039 | (31.6) | 74,663 | (30.6) |
| December 31, 2024 | 1,923,897 | 5.2 | 108,757 | 40.9 | 103,816 | 45.5 | 107,647 | 41.1 |

| | Profit | | Profit attributable to owners of parent | | Basic earnings per share | Diluted earnings per share |
|-------------------------------------|-----------------|--------|-----------------------------------------|--------|--------------------------|----------------------------|
| | Millions of yen | % | Millions of yen | % | Yen | Yen |
| Nine months ended December 31, 2025 | 45,946 | (44.2) | 40,164 | (46.6) | 26.53 | 26.49 |
| December 31, 2024 | 82,322 | 57.5 | 75,177 | 64.6 | 47.00 | 46.92 |

Notes:

- Comprehensive income for the nine months ended December 31, 2025 and 2024 were ¥172,299 million (46.5%) and ¥117,607 million ((27.3)%), respectively.
- Core operating income is calculated by excluding income and expenses due to non-recurring factors from operating income.

(2) Consolidated financial position

| | Total assets | Total equity | Equity attributable to owners of parent | Equity ratio |
|-------------------------|-----------------|-----------------|-----------------------------------------|--------------|
| | Millions of yen | Millions of yen | Millions of yen | % |
| As of December 31, 2025 | 3,515,106 | 1,884,604 | 1,761,974 | 50.1 |
| March 31, 2025 | 3,292,597 | 1,820,572 | 1,708,984 | 51.9 |

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 |
| Year ended March 31, 2025 | — | 9.00 | — | 9.00 | 18.00 |
| Year ending March 31, 2026 | — | 10.00 | — | | |
| Year ending March 31, 2026 (Forecast) | | | | 10.00 | 20.00 |

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

3. Consolidated financial forecasts for the fiscal year ending March 31, 2026 (from April 1, 2025 to March 31, 2026)

(Percentages indicate year-on-year changes.)

| | Revenue | | Core operating income | | Profit attributable to owners of parent | | Basic earnings per share |
|-------------------------------|-----------------|-----|-----------------------|-----|-----------------------------------------|-----|--------------------------|
| | Millions of yen | % | Millions of yen | % | Millions of yen | % | Yen |
| Year ending March 31, 2026 | 2,600,000 | 1.4 | 150,000 | 5.1 | 82,000 | 5.2 | 54.43 |

Note: Revisions to the consolidated financial forecasts most recently announced: Yes

*** Notes**

(1) Significant changes in the scope of consolidation during the period: None

(2) Changes in accounting policies and changes in accounting estimates

(i) Changes in accounting policies required by IFRS: None

(ii) Changes in accounting policies due to other reasons: None

(iii) Changes in accounting estimates: None

(3) Number of issued shares (ordinary shares)

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

| | |
|-------------------------|----------------------|
| As of December 31, 2025 | 1,504,481,403 shares |
| As of March 31, 2025 | 1,631,481,403 shares |

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

| | |
|-------------------------|-------------------|
| As of December 31, 2025 | 20,270,494 shares |
| As of March 31, 2025 | 67,768,474 shares |

(iii) Average number of shares outstanding during the period

| | |
|-------------------------------------|----------------------|
| Nine months ended December 31, 2025 | 1,514,039,927 shares |
| Nine months ended December 31, 2024 | 1,599,354,904 shares |

* Review of the Japanese-language originals of the attached condensed consolidated financial statements by certified public accountants or an audit firm: Yes (voluntary).

* Proper use of earnings forecasts, and other special matters

Earnings forecasts given herein have been prepared based on assumptions such as economic environment outlook available as of the publication of this report and these forecasts are not guarantees of future performance. Actual results may differ significantly from forecasts due to various factors. For the assumptions underlying the forecasts herein, please refer to “1. Overview of Operating Results (2) Forecast for the Fiscal Year Ending March 31, 2026” of the accompanying materials.

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1. Overview of Operating Results

(1) Overview of the Nine Months Ended December 31, 2025 and Analysis of Financial Position

Overview of the Nine Months Ended December 31, 2025

| | Nine months ended December 31, 2025 | Year-on-year change |
|-----------------------------------------|-------------------------------------------|------------------------|
| | Billions of yen | % |
| Revenue | 1,919.5 | (0.2) |
| Core operating income | 105.1 | (3.4) |
| Operating income | 71.0 | (31.6) |
| Profit attributable to owners of parent | 40.2 | (46.6) |

During the period under review (from April 1, 2025 to December 31, 2025), the U.S. economy remained strong though there were some signs of a slowdown. The pace of recovery of the European economy slowed down during the period, though there have recently been some signs of bottoming out. The recovery in the Chinese economy stalled, though some effects of the economic stimulus measures were also visible. The Japanese economy continued to recover at a gradual pace. However, sluggishness in the flow of goods and holding back on purchases were also seen in some areas against the backdrop of growing uncertainties triggered by the U.S. policy shifts under the Trump administration.

Under such circumstances, Toray Group starting from fiscal 2023 has been promoting its Medium-Term Management Program “Project AP-G 2025,” aiming to achieve sound, sustainable growth through the implementation of five basic strategies of “Sustainable Growth,” “Ultimate Value Creation,” “Product and Operational Excellence,” “Enhancement of People-Centric Management,” and “Risk Management and Governance.”

As a result, consolidated revenue for the nine months ended December 31, 2025, compared with the same period of the previous fiscal year, decreased 0.2% to ¥1,919.5 billion, and core operating income (Note) fell 3.4% to ¥105.1 billion. Operating income declined 31.6% to ¥71.0 billion and profit attributable to owners of parent fell 46.6% to ¥40.2 billion due primarily to the impairment loss recorded in the battery separator film business at a Korean subsidiary.

Financial performance by segment is as described below.

Fibers & Textiles

| | Nine months ended December 31, 2025 | Year-on-year change |
|-----------------------|-------------------------------------------|------------------------|
| | Billions of yen | % |
| Revenue | 804.9 | 3.9 |
| Core operating income | 54.8 | 9.5 |

The apparel applications were strong overall, despite the stagnation in the European market and the continued impact of the intensified competition with overseas products.

In the industrial applications, amid a sense of stagnation in the markets including the automobile applications, the Group strived to reduce costs.

As a result, revenue of the overall Fibers & Textiles segment, compared with the same period of the previous fiscal year, increased 3.9% to ¥804.9 billion, and core operating income rose 9.5% to ¥54.8 billion.

Performance Chemicals

| | Nine months ended December 31, 2025 | Year-on-year change |
|-----------------------|-------------------------------------------|------------------------|
| | Billions of yen | % |
| Revenue | 668.7 | (6.1) |
| Core operating income | 43.1 | (10.3) |

In the resins and chemicals businesses, the resins business stagnated due to the impact of the slowdown in the automobile applications while the chemicals business also was affected by the worsening market conditions.

In the films business, demand for the automobile capacitor and electronic parts applications grew, while sales of battery separator film stagnated.

In the electronic & information materials business, OLED-related materials and circuit materials were affected by the slow demand for display panels and intensified competition in China, although a new product for power inductor application was launched.

As a result, revenue of the overall Performance Chemicals segment, compared with the same period of the previous fiscal year, declined 6.1% to ¥668.7 billion, and core operating income fell 10.3% to ¥43.1 billion.

Carbon Fiber Composite Materials

| | Nine months ended December 31, 2025 | Year-on-year change |
|-----------------------|-------------------------------------------|------------------------|
| | Billions of yen | % |
| Revenue | 212.7 | (4.7) |
| Core operating income | 11.5 | (18.6) |

While the aerospace applications have been steadily recovering, the industrial applications, including the pressure vessel application, entered an adjustment phase.

As a result, revenue of the overall Carbon Fiber Composite Materials segment decreased 4.7% to ¥212.7 billion compared with the same period of the previous fiscal year and core operating income fell 18.6% to ¥11.5 billion.

Environment & Engineering

| | Nine months ended December 31, 2025 | Year-on-year change |
|-----------------------|-------------------------------------------|------------------------|
| | Billions of yen | % |
| Revenue | 180.3 | 11.0 |
| Core operating income | 17.6 | 3.5 |

The water treatment business was affected by the stagnant market conditions in China even as the shipment for the Middle East remained solid. In the engineering business a construction subsidiary kept sales steady.

As a result, revenue of the overall Environment & Engineering segment, compared with the same period of the previous fiscal year, increased 11.0% to ¥180.3 billion, and core operating income rose 3.5% to ¥17.6 billion.

Life Science

| | Nine months ended December 31, 2025 | Year-on-year change |
|------------------------------|-------------------------------------------|------------------------|
| | Billions of yen | % |
| Revenue | 38.5 | (1.8) |
| Core operating income (loss) | (1.1) | — |

In the pharmaceutical business, overseas sales grew mainly in China but sales in Japan were affected by the penetration of generic versions.

In the medical devices business, sales of dialyzers for hemodiafiltration, catheters, and other products were sluggish. The business was also affected by prices of raw materials remaining high.

As a result, revenue of the overall Life Science segment, compared with the same period of the previous fiscal year, declined 1.8% to ¥38.5 billion, while core operating loss expanded by ¥0.2 billion to ¥1.1 billion.

Note:

Core operating income is calculated by excluding income and expenses due to non-recurring factors from operating income.

Analysis of Financial Position

As of December 31, 2025, both assets and liabilities of Toray Group were affected by the increase in translated yen amounts of overseas subsidiaries caused by yen depreciation.

Total assets stood at ¥3,515.1 billion, an increase of ¥222.5 billion, compared with the end of the previous fiscal year, due primarily to increases in trade and other receivables as well as property, plant and equipment.

Total liabilities came to ¥1,630.5 billion, an increase of ¥158.5 billion, compared with the end of the previous fiscal year, owing mainly to an increase in borrowings.

Total equity stood at ¥1,884.6 billion, an increase of ¥64.0 billion, compared with the end of the previous fiscal year, mainly owing to increases in other components of equity, despite a decline due to the purchase of treasury shares. Equity attributable to owners of parent stood at ¥1,762.0 billion. Equity ratio as of December 31, 2025 came to 50.1%, a 1.8 percentage-point decline compared with the level at the end of the previous fiscal year.

(2) Forecast for the Fiscal Year Ending March 31, 2026

The global economy is expected to continue with the gradual recovery phase. While the uncertainties stemming from the Trump tariffs will remain high, their impact on the global economy is likely to be limited. The Japanese economy is also expected to continue with its gradual recovery.

However, the prevailing economic trends will be affected by the direction of the trade and foreign policies of the U.S. and the responses from other countries, geopolitical tensions and rising prices of primary products, the future of AI demand, and the stagnation in the Chinese economy, which may also have a significant impact on the changes in the supply chains and trade structure in the medium-to long-term.

Under such circumstances, Toray Group will promote the basic strategies under the Medium-Term Management Program “Project AP-G 2025,” carrying out its business operations in preparation for uncertainties.

For the fiscal year ending March 31, 2026, Toray revised its full-year consolidated forecast for revenue to ¥2,600.0 billion, taking into consideration its business performance for the first nine months and business environment. The forecasts for core operating income and profit attributable to owners of parent announced on November 14, 2025 remain unchanged. The calculation of consolidated earnings forecasts from January 2026 onwards is based on an assumed foreign currency exchange rate of ¥155.0 to the U.S. dollar.

Revisions to consolidated financial forecasts for the fiscal year ending March 31, 2026 (from April 1, 2025 to March 31, 2026)

| | Revenue | Core operating income | Profit attributable to owners of parent | Basic earnings per share |
|----------------------------------------------------------------------------------|-----------------|-----------------------|-----------------------------------------|--------------------------|
| | Billions of yen | Billions of yen | Billions of yen | Yen |
| Previously announced forecasts (A) | 2,630.0 | 150.0 | 82.0 | 54.16 |
| Revised forecasts (B) | 2,600.0 | 150.0 | 82.0 | 54.43 |
| Change (B-A) | (30.0) | — | — | |
| Change (%) | (1.1) | — | — | |
| (Reference) Actual consolidated results for the fiscal year ended March 31, 2025 | 2,563.3 | 142.8 | 77.9 | 48.93 |

2. Condensed Consolidated Financial Statements

(1) Condensed Consolidated Statement of Financial Position

| | (Millions of yen) | |
|-----------------------------------------------|----------------------------|-------------------------------|
| | As of March 31, 2025 | As of December 31, 2025 |
| Assets | | |
| Current assets | | |
| Cash and cash equivalents | 237,295 | 245,556 |
| Trade and other receivables | 605,967 | 695,842 |
| Inventories | 520,505 | 561,434 |
| Other financial assets | 17,227 | 16,652 |
| Other current assets | 66,051 | 78,461 |
| Assets held for sale | 14,943 | 17,056 |
| Total current assets | 1,461,988 | 1,615,001 |
| Non-current assets | | |
| Property, plant and equipment | 1,109,588 | 1,162,941 |
| Right-of-use assets | 53,914 | 54,130 |
| Goodwill | 94,643 | 99,269 |
| Intangible assets | 99,299 | 103,681 |
| Investments accounted for using equity method | 216,714 | 184,972 |
| Other financial assets | 154,653 | 161,097 |
| Deferred tax assets | 25,162 | 26,556 |
| Retirement benefit asset | 59,888 | 90,760 |
| Other non-current assets | 16,748 | 16,699 |
| Total non-current assets | 1,830,609 | 1,900,105 |
| Total assets | 3,292,597 | 3,515,106 |

| | (Millions of yen) | |
|-----------------------------------------------|----------------------------|-------------------------------|
| | As of March 31, 2025 | As of December 31, 2025 |
| Liabilities and Equity | | |
| Current liabilities | | |
| Trade and other payables | 315,896 | 312,650 |
| Bonds and borrowings | 367,089 | 440,115 |
| Lease liabilities | 10,952 | 11,695 |
| Other financial liabilities | 11,569 | 12,204 |
| Income taxes payable | 39,823 | 12,535 |
| Other current liabilities | 112,201 | 116,461 |
| Total current liabilities | 857,530 | 905,660 |
| Non-current liabilities | | |
| Bonds and borrowings | 432,468 | 502,008 |
| Lease liabilities | 32,150 | 31,296 |
| Other financial liabilities | 4,183 | 4,079 |
| Deferred tax liabilities | 51,115 | 66,662 |
| Retirement benefit liability | 80,254 | 80,481 |
| Other non-current liabilities | 14,325 | 40,316 |
| Total non-current liabilities | 614,495 | 724,842 |
| Total liabilities | 1,472,025 | 1,630,502 |
| Equity | | |
| Equity attributable to owners of parent | | |
| Share capital | 147,873 | 147,873 |
| Capital surplus | 120,562 | 117,251 |
| Retained earnings | 1,170,508 | 1,101,921 |
| Treasury shares | (57,240) | (19,242) |
| Other components of equity | 327,281 | 414,171 |
| Total equity attributable to owners of parent | 1,708,984 | 1,761,974 |
| Non-controlling interests | 111,588 | 122,630 |
| Total equity | 1,820,572 | 1,884,604 |
| Total liabilities and equity | 3,292,597 | 3,515,106 |

(2) Condensed Consolidated Statement of Profit or Loss and Condensed Consolidated Statement of Comprehensive Income

Condensed Consolidated Statement of Profit or Loss

| | (Millions of yen) | |
|-------------------------------------------------------------------------|----------------------------------------------|----------------------------------------------|
| | Nine months ended December 31, 2024 | Nine months ended December 31, 2025 |
| Revenue | 1,923,897 | 1,919,493 |
| Cost of sales | (1,543,575) | (1,536,480) |
| Gross profit | 380,322 | 383,013 |
| Selling, general and administrative expenses | (272,336) | (280,688) |
| Other income | 8,179 | 5,714 |
| Other expenses | (12,349) | (37,000) |
| Operating income | 103,816 | 71,039 |
| Finance income | 9,806 | 7,314 |
| Finance costs | (14,578) | (15,154) |
| Share of profit (loss) of investments accounted for using equity method | 8,603 | 11,464 |
| Profit before tax | 107,647 | 74,663 |
| Income tax expense | (25,325) | (28,717) |
| Profit | 82,322 | 45,946 |
| Profit attributable to: | | |
| Owners of parent | 75,177 | 40,164 |
| Non-controlling interests | 7,145 | 5,782 |
| Profit | 82,322 | 45,946 |
| Earnings per share: | | |
| Basic (Yen) | 47.00 | 26.53 |
| Diluted (Yen) | 46.92 | 26.49 |

Condensed Consolidated Statement of Comprehensive Income

(Millions of yen)

| | Nine months ended December 31, 2024 | Nine months ended December 31, 2025 |
|-----------------------------------------------------------------------------------------|----------------------------------------------|----------------------------------------------|
| Profit | 82,322 | 45,946 |
| Other comprehensive income | | |
| Items that will not be reclassified to profit or loss | | |
| Investments in equity instruments | 2,295 | 21,352 |
| Remeasurements of defined benefit plans | (3,241) | 21,477 |
| Share of other comprehensive income of investments accounted for using equity method | (49) | 1,129 |
| | (995) | 43,958 |
| Items that may be reclassified to profit or loss | | |
| Cash flow hedges | 23 | 1,148 |
| Deferred costs of hedging | (10) | (12) |
| Exchange differences on translation | 36,264 | 81,249 |
| Share of other comprehensive income of investments accounted for using equity method | 3 | 10 |
| | 36,280 | 82,395 |
| Total other comprehensive income | 35,285 | 126,353 |
| Comprehensive income | 117,607 | 172,299 |
| Comprehensive income attributable to: | | |
| Owners of parent | 107,967 | 160,757 |
| Non-controlling interests | 9,640 | 11,542 |
| Comprehensive income | 117,607 | 172,299 |

(3) Condensed Consolidated Statement of Changes in Equity

Nine months ended December 31, 2024

| (Millions of yen) | | | | |
|---------------------------------------------------------------|-----------------------------------------|-----------------|-------------------|-----------------|
| | Equity attributable to owners of parent | | | |
| | Share capital | Capital surplus | Retained earnings | Treasury shares |
| At April 1, 2024 | 147,873 | 120,944 | 1,068,364 | (19,220) |
| Profit | - | - | 75,177 | - |
| Other comprehensive income | - | - | - | - |
| Comprehensive income | - | - | 75,177 | - |
| Exercise of share acquisition rights | - | (345) | - | 346 |
| Share-based payment transactions | - | 268 | - | - |
| Purchase of treasury shares | - | (3) | - | (15,253) |
| Dividends | - | - | (28,849) | - |
| Changes in ownership interest in subsidiaries | - | (3) | - | - |
| Transfer from other components of equity to retained earnings | - | - | 32,810 | - |
| Other changes | - | 0 | - | 0 |
| Total transactions with owners and other | - | (83) | 3,961 | (14,907) |
| At December 31, 2024 | 147,873 | 120,861 | 1,147,502 | (34,127) |

| (Millions of yen) | | | | | | | | | |
|---------------------------------------------------------------|-----------------------------------------|------------------|---------------------------|-------------------------------------|-----------------------------------------|----------------------------------|-----------------------------------------------|---------------------------|--------------|
| | Equity attributable to owners of parent | | | | | | | Non-controlling interests | Total equity |
| | Other components of equity | | | | | | | | |
| | Investments in equity instruments | Cash flow hedges | Deferred costs of hedging | Exchange differences on translation | Remeasurements of defined benefit plans | Total other components of equity | Total equity attributable to owners of parent | | |
| At April 1, 2024 | 122,504 | (72) | 130 | 295,511 | - | 418,073 | 1,736,034 | 110,328 | 1,846,362 |
| Profit | - | - | - | - | - | - | 75,177 | 7,145 | 82,322 |
| Other comprehensive income | 2,369 | 25 | (10) | 33,804 | (3,398) | 32,790 | 32,790 | 2,495 | 35,285 |
| Comprehensive income | 2,369 | 25 | (10) | 33,804 | (3,398) | 32,790 | 107,967 | 9,640 | 117,607 |
| Exercise of share acquisition rights | - | - | - | - | - | - | 1 | - | 1 |
| Share-based payment transactions | - | - | - | - | - | - | 268 | - | 268 |
| Purchase of treasury shares | - | - | - | - | - | - | (15,256) | - | (15,256) |
| Dividends | - | - | - | - | - | - | (28,849) | (5,806) | (34,655) |
| Changes in ownership interest in subsidiaries | - | - | - | - | - | - | (3) | 18 | 15 |
| Transfer from other components of equity to retained earnings | (36,208) | - | - | - | 3,398 | (32,810) | - | - | - |
| Other changes | - | (479) | - | - | - | (479) | (479) | - | (479) |
| Total transactions with owners and other | (36,208) | (479) | - | - | 3,398 | (33,289) | (44,318) | (5,788) | (50,106) |
| At December 31, 2024 | 88,665 | (526) | 120 | 329,315 | - | 417,574 | 1,799,683 | 114,180 | 1,913,863 |

Nine months ended December 31, 2025

(Millions of yen)

| | Equity attributable to owners of parent | | | |
|---------------------------------------------------------------|-----------------------------------------|-----------------|-------------------|-----------------|
| | Share capital | Capital surplus | Retained earnings | Treasury shares |
| At April 1, 2025 | 147,873 | 120,562 | 1,170,508 | (57,240) |
| Profit | - | - | 40,164 | - |
| Other comprehensive income | - | - | - | - |
| Comprehensive income | - | - | 40,164 | - |
| Exercise of share acquisition rights | - | (854) | - | 855 |
| Share-based payment transactions | - | 99 | - | 271 |
| Purchase of treasury shares | - | (46) | - | (78,393) |
| Cancellation of treasury shares | - | (2,153) | (113,112) | 115,265 |
| Dividends | - | - | (29,128) | - |
| Changes in ownership interest in subsidiaries | - | (357) | - | - |
| Transfer from other components of equity to retained earnings | - | - | 33,489 | - |
| Other changes | - | 0 | - | 0 |
| Total transactions with owners and other | - | (3,311) | (108,751) | 37,998 |
| At December 31, 2025 | 147,873 | 117,251 | 1,101,921 | (19,242) |

(Millions of yen)

| | Equity attributable to owners of parent | | | | | | | Non-controlling interests | Total equity |
|---------------------------------------------------------------|-----------------------------------------|------------------|---------------------------|-------------------------------------|-----------------------------------------|----------------------------------|-----------------------------------------------|---------------------------|--------------|
| | Other components of equity | | | | | | Total equity attributable to owners of parent | | |
| | Investments in equity instruments | Cash flow hedges | Deferred costs of hedging | Exchange differences on translation | Remeasurements of defined benefit plans | Total other components of equity | | | |
| At April 1, 2025 | 59,200 | 119 | 78 | 267,884 | - | 327,281 | 1,708,984 | 111,588 | 1,820,572 |
| Profit | - | - | - | - | - | - | 40,164 | 5,782 | 45,946 |
| Other comprehensive income | 21,695 | 1,159 | (12) | 76,302 | 21,449 | 120,593 | 120,593 | 5,760 | 126,353 |
| Comprehensive income | 21,695 | 1,159 | (12) | 76,302 | 21,449 | 120,593 | 160,757 | 11,542 | 172,299 |
| Exercise of share acquisition rights | - | - | - | - | - | - | 1 | - | 1 |
| Share-based payment transactions | - | - | - | - | - | - | 370 | - | 370 |
| Purchase of treasury shares | - | - | - | - | - | - | (78,439) | - | (78,439) |
| Cancellation of treasury shares | - | - | - | - | - | - | - | - | - |
| Dividends | - | - | - | - | - | - | (29,128) | (5,336) | (34,464) |
| Changes in ownership interest in subsidiaries | - | - | - | - | - | - | (357) | 402 | 45 |
| Transfer from other components of equity to retained earnings | (12,040) | - | - | - | (21,449) | (33,489) | - | - | - |
| Other changes | - | (214) | - | - | - | (214) | (214) | 4,434 | 4,220 |
| Total transactions with owners and other | (12,040) | (214) | - | - | (21,449) | (33,703) | (107,767) | (500) | (108,267) |
| At December 31, 2025 | 68,855 | 1,064 | 66 | 344,186 | - | 414,171 | 1,761,974 | 122,630 | 1,884,604 |

(4) Condensed Consolidated Statement of Cash Flows

| | (Millions of yen) | |
|----------------------------------------------------------------------------|----------------------------------------------|----------------------------------------------|
| | Nine months ended December 31, 2024 | Nine months ended December 31, 2025 |
| Cash flows from operating activities | | |
| Profit before tax | 107,647 | 74,663 |
| Depreciation and amortization | 97,569 | 98,345 |
| Impairment losses (reversal of impairment losses) | 2,616 | 27,549 |
| Share of loss (profit) of investments accounted for using equity method | (8,603) | (11,464) |
| Finance income and finance costs | 3,356 | 6,203 |
| Decrease (increase) in trade and other receivables | 21,532 | (73,050) |
| Decrease (increase) in inventories | (29,398) | (13,352) |
| Increase (decrease) in trade and other payables | (9,769) | 6,616 |
| Changes in retirement benefit asset and liability | (3,394) | (452) |
| Other adjustments | (5,614) | 28,940 |
| Subtotal | 175,942 | 143,998 |
| Interest received | 4,077 | 2,859 |
| Dividends received | 9,794 | 12,871 |
| Interest paid | (12,867) | (12,681) |
| Income taxes refund (paid) | (29,734) | (70,612) |
| Net cash provided by operating activities | 147,212 | 76,435 |
| Cash flows from investing activities | | |
| Purchase of property, plant and equipment, and intangible assets | (131,949) | (114,973) |
| Proceeds from sale of property, plant and equipment, and intangible assets | 4,080 | 1,128 |
| Payments for acquisition of subsidiaries | (225) | (622) |
| Purchase of investments | (1,879) | (901) |
| Proceeds from sale and redemption of investments | 72,223 | 55,305 |
| Other inflows (outflows) of cash | (1,175) | (2,312) |
| Net cash used in investing activities | (58,925) | (62,375) |
| Cash flows from financing activities | | |
| Net increase (decrease) in short-term borrowings | 27,566 | 75,016 |
| Proceeds from issuance of bonds and long-term borrowings | 42,697 | 126,035 |
| Redemption of bonds and repayments of long-term borrowings | (103,617) | (99,915) |
| Repayments of lease liabilities | (9,269) | (9,434) |
| Purchase of treasury shares | (15,256) | (78,439) |
| Dividends paid to owners of parent | (28,768) | (29,078) |
| Dividends paid to non-controlling interests | (5,807) | (5,336) |
| Other inflows (outflows) of cash | (39) | 4,940 |
| Net cash provided by (used in) financing activities | (92,493) | (16,211) |
| Effect of exchange rate changes on cash and cash equivalents | 7,694 | 10,412 |
| Net increase (decrease) in cash and cash equivalents | 3,488 | 8,261 |
| Cash and cash equivalents at beginning of period | 235,887 | 237,295 |
| Cash and cash equivalents at end of period | 239,375 | 245,556 |

(5) Notes to the Condensed Consolidated Financial Statements

(Applicable Financial Reporting Framework)

Toray Group's condensed consolidated financial statements have been prepared in accordance with Article 5, Paragraph 2 of the Standards for the Preparation of Quarterly Financial Statements (the "Standards") of Tokyo Stock Exchange Inc. Applying the provisions for reduced disclosures as set forth in Article 5, Paragraph 5 of the Standards, certain disclosures and notes required under IAS 34 "Interim Financial Reporting" have been omitted.

(Segment Information)

Nine months ended December 31, 2024

(Millions of yen)

| | Reportable segments | | | | | Other *1 | Total | Reconcilia- tions *2 | Consolidated total |
|---------------------------------|----------------------|--------------------------|----------------------------------------|---------------------------------|--------------|----------|-----------|-------------------------|-----------------------|
| | Fibers & Textiles | Performance Chemicals | Carbon Fiber Composite Materials | Environment & Engineering | Life Science | | | | |
| Revenue | | | | | | | | | |
| Revenue from external customers | 774,594 | 712,000 | 223,231 | 162,461 | 39,208 | 12,403 | 1,923,897 | - | 1,923,897 |
| Intersegment revenue | 1,275 | 9,186 | 381 | 63,392 | - | 21,877 | 96,111 | (96,111) | - |
| Total | 775,869 | 721,186 | 223,612 | 225,853 | 39,208 | 34,280 | 2,020,008 | (96,111) | 1,923,897 |
| Core operating income (loss) | 50,043 | 48,056 | 14,110 | 16,964 | (884) | 1,009 | 129,298 | (20,541) | 108,757 |

*1 "Other" represents service-related businesses such as analysis, physical evaluation and research.

*2 "Reconciliations" of core operating income of ¥(20,541) million include intersegment eliminations of ¥(1,660) million and corporate expenses of ¥(18,881) million. The corporate expenses consist of the headquarters' research expenses that are not allocated to each reportable segment.

Nine months ended December 31, 2025

(Millions of yen)

| | Reportable segments | | | | | Other *1 | Total | Reconcilia- tions *2 | Consolidated total |
|---------------------------------|----------------------|--------------------------|----------------------------------------|---------------------------------|--------------|----------|-----------|-------------------------|-----------------------|
| | Fibers & Textiles | Performance Chemicals | Carbon Fiber Composite Materials | Environment & Engineering | Life Science | | | | |
| Revenue | | | | | | | | | |
| Revenue from external customers | 804,938 | 668,678 | 212,729 | 180,253 | 38,494 | 14,401 | 1,919,493 | - | 1,919,493 |
| Intersegment revenue | 1,036 | 8,218 | 735 | 40,393 | - | 24,668 | 75,050 | (75,050) | - |
| Total | 805,974 | 676,896 | 213,464 | 220,646 | 38,494 | 39,069 | 1,994,543 | (75,050) | 1,919,493 |
| Core operating income (loss) | 54,785 | 43,105 | 11,480 | 17,555 | (1,057) | 5 | 125,873 | (20,783) | 105,090 |

*1 "Other" represents service-related businesses such as analysis, physical evaluation and research.

*2 "Reconciliations" of core operating income of ¥(20,783) million include intersegment eliminations of ¥(354) million and corporate expenses of ¥(20,429) million. The corporate expenses consist of the headquarters' research expenses that are not allocated to each reportable segment.

Core operating income is calculated by excluding income and expenses due to non-recurring factors from operating income. Reconciliation of core operating income to operating income is as follows:

| | (Millions of yen) | |
|------------------------------------------|-------------------------------------------|-------------------------------------------|
| | Nine months ended December 31, 2024 | Nine months ended December 31, 2025 |
| Core operating income | 108,757 | 105,090 |
| Gain on sale or disposal of fixed assets | 3,786 | 485 |
| Loss on sale or disposal of fixed assets | (4,163) | (5,599) |
| Impairment losses *1 | (2,616) | (27,549) |
| Economic compensation *2 | (1,948) | - |
| Loss on warehouse fire *3 | - | (1,388) |
| Operating income | 103,816 | 71,039 |

*1 For the nine months ended December 31, 2025, an impairment loss of ¥24,977 million was recognized on fixed assets in the battery separator films business at a Korean subsidiary, following a decline in profitability mainly in automotive applications due to the sluggish EV market and other factors.

*2 Economic compensation includes the estimated payments to employees accompanying the production transfer from Toray Plastics (Shenzhen) Ltd., a resin compound manufacturing and sales subsidiary in China, to Toray Resins (Foshan) Co., Ltd. in the Performance Chemicals business.

*3 Loss on warehouse fire includes a loss of inventories and other assets resulting from the fire accident which occurred at P.T. TAK Textiles Indonesia, a textiles manufacturing and sales subsidiary in Indonesia under the Fibers & Textiles business.

*4 Reconciliation of operating income to profit before tax is presented in the condensed consolidated statement of profit or loss.

(Going Concern Assumption)

Not Applicable.