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May 13, 2026

Consolidated Financial Results for the Fiscal Year Ended March 31, 2026 (Under IFRS)

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 Listing: Tokyo Stock Exchange
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 Scheduled date of ordinary general meeting of stockholders: June 24, 2026
 Scheduled date to commence dividend payments: June 25, 2026
 Scheduled date to file annual securities report: June 22, 2026
 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 fiscal year ended March 31, 2026 (from April 1, 2025 to March 31, 2026)

(1) Consolidated financial performance

(Percentages indicate year-on-year changes.)

Year ended	Revenue		Core operating income		Operating income		Profit before tax	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2026	2,585,077	0.9	141,913	(0.6)	97,221	(23.7)	107,599	(5.9)
March 31, 2025	2,563,280	4.0	142,762	39.1	127,453	121.1	114,288	91.9

Year ended	Profit		Profit attributable to owners of parent		Basic earnings per share	Diluted earnings per share
	Millions of yen	%	Millions of yen	%	Yen	Yen
March 31, 2026	89,436	3.2	79,521	2.1	52.96	52.87
March 31, 2025	86,673	184.6	77,911	255.8	48.93	48.84

Year ended	Return on equity	Return on assets	Core operating margin
	%	%	%
March 31, 2026	4.5	4.2	5.5
March 31, 2025	4.5	4.2	5.6

Notes:

- Share of profit (loss) of investments accounted for using equity method for the year ended March 31, 2026 and 2025 were ¥21,528 million and ¥(2,351) million, respectively.
- Comprehensive income for the year ended March 31, 2026 and 2025 were ¥249,356 million (392.7%) and ¥50,605 million ((79.4)%), 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	Book value per share
As of	Millions of yen	Millions of yen	Millions of yen	%	Yen
March 31, 2026	3,476,976	1,927,836	1,800,058	51.8	1,236.45
March 31, 2025	3,292,597	1,820,572	1,708,984	51.9	1,092.90

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
Year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2026	211,763	(66,935)	(128,996)	265,295
March 31, 2025	255,033	(63,198)	(188,520)	237,295

2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Payout ratio (Consolidated)	Ratio of dividends to equity attributable to owners of parent (Consolidated)
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total			
Year ended	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
March 31, 2025	-	9.00	-	9.00	18.00	28,508	36.8	1.7
March 31, 2026	-	10.00	-	10.00	20.00	29,617	37.8	1.7
March 31, 2027 (Forecast)	-	13.00	-	13.00	26.00		42.1	

Note: Breakdown of the Second quarter-end dividend forecast for the fiscal year ending March 31, 2027:

Ordinary dividend: 10.00 yen per share

Commemorative dividend: 3.00 yen per share

3. Consolidated financial forecasts for the fiscal year ending March 31, 2027 (from April 1, 2026 to March 31, 2027)

(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
Six months ending September 30, 2026	1,370,000	11.0	73,000	7.5	40,000	8.3	27.48
Year ending March 31, 2027	2,830,000	9.5	160,000	12.7	90,000	13.2	61.82

*** 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 March 31, 2026	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 March 31, 2026	48,344,096 shares
As of March 31, 2025	67,768,474 shares

(iii) Average number of shares outstanding during the period

Fiscal year ended March 31, 2026	1,501,550,898 shares
Fiscal year ended March 31, 2025	1,592,166,362 shares

[Reference] Overview of non-consolidated financial results

Non-consolidated financial results for the fiscal year ended March 31, 2026 (from April 1, 2025 to March 31, 2026)

(1) Non-consolidated operating results

(Percentages indicate year-on-year changes.)

Year ended	Net sales		Operating profit		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2026	642,559	(1.4)	20,282	5.0	102,821	6.2	118,101	(18.0)
March 31, 2025	651,714	7.4	19,313	80.6	96,851	24.2	143,991	217.4

Year ended	Basic earnings per share	Diluted earnings per share
	Yen	Yen
March 31, 2026	78.60	78.48
March 31, 2025	90.39	90.22

(2) Non-consolidated financial position

As of	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
March 31, 2026	1,560,285	807,717	51.7	553.39
March 31, 2025	1,568,354	821,963	52.3	524.08

Reference: Equity

As of March 31, 2026: ¥806,266 million

As of March 31, 2025: ¥819,934 million

- * Financial results reports are exempt from audit conducted by certified public accountants or an audit corporation.
- * 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, 2027” of the accompanying materials.

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1. Overview of Operating Results

(1) Overview of the Fiscal Year Ended March 31, 2026 and Analysis of Financial Position and Cash Flows

Overview of the Fiscal Year Ended March 31, 2026

	Year ended March 31, 2026	Year-on-year change
	Billions of yen	%
Revenue	2,585.1	0.9
Core operating income	141.9	(0.6)
Operating income	97.2	(23.7)
Profit attributable to owners of parent	79.5	2.1

During the period under review (from April 1, 2025 to March 31, 2026), the U.S. economy remained strong, though signs of weaknesses were observed in some areas. While the European economy witnessed moderate recovery, conditions varied substantially across countries. The Chinese economy slowly decelerated. The Japanese economy continued to recover at a gradual pace. However, sluggishness in the flow of goods and holding back on purchases were also observed against the backdrop of growing uncertainties triggered by the U.S. policy shifts under the Trump administration and increasing geopolitical risks.

Under such circumstances, Toray Group has been promoting its Medium-Term Management Program “Project AP-G 2025” from fiscal 2023, 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 fiscal year ended March 31, 2026, compared with the previous fiscal year, increased 0.9% to ¥2,585.1 billion, while core operating income (Note) fell 0.6% to ¥141.9 billion. Operating income declined 23.7% to ¥97.2 billion, and profit attributable to owners of parent rose 2.1% to ¥79.5 billion, due primarily to the impairment loss recorded in the battery separator film business at its Korean subsidiary.

Financial performance by segment is as described below.

Financial Performance by Segment:

Fibers & Textiles

	Year ended March 31, 2026	Year-on-year change
	Billions of yen	%
Revenue	1,051.1	4.0
Core operating income	68.0	6.0

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 automotive applications, the Group strived to reduce costs.

As a result, revenue of the overall Fibers & Textiles segment, compared with the previous fiscal year, increased 4.0% to ¥1,051.1 billion, and core operating income rose 6.0% to ¥68.0 billion.

Performance Chemicals

	Year ended March 31,2026	Year-on-year change
	Billions of yen	%
Revenue	894.4	(5.3)
Core operating income	56.3	(6.2)

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

In the films business, demand for electronic component-related applications and automotive capacitor applications grew, while sales of battery separator film stagnated.

In the electronic & information materials business, sales of new products for power inductor application expanded, while OLED-related materials and circuit materials were affected by the slow demand for display panels and intensified competition in China.

As a result, revenue of the overall Performance Chemicals segment, compared with the previous fiscal year, declined 5.3% to ¥894.4 billion, and core operating income fell 6.2% to ¥56.3 billion.

Carbon Fiber Composite Materials

	Year ended March 31,2026	Year-on-year change
	Billions of yen	%
Revenue	300.1	0.0
Core operating income	17.6	(21.7)

While the aerospace applications continued to recover steadily, the industrial applications, including the pressure vessel applications, entered an adjustment phase. Recovery of wind turbine blade applications was also delayed.

As a result, revenue of the overall Carbon Fiber Composite Materials segment came to ¥300.1 billion, a level similar to the previous fiscal year, while core operating income declined 21.7% to ¥17.6 billion.

Environment & Engineering

	Year ended March 31,2026	Year-on-year change
	Billions of yen	%
Revenue	266.9	12.8
Core operating income	28.8	11.2

In the water treatment business, reverse osmosis (RO) membranes for the Middle East and plant construction projects in Japan remained solid. However, the business was affected by the stagnant market conditions in China and intensified competitions. In the engineering business, engineering and construction subsidiaries remained strong.

As a result, revenue of the overall Environment & Engineering segment, compared with the previous fiscal year, increased 12.8% to ¥266.9 billion, and core operating income rose 11.2% to ¥28.8 billion.

Life Science

	Year ended March 31,2026	Year-on-year change
	Billions of yen	%
Revenue	52.4	(1.4)
Core operating income (loss)	(0.1)	-

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 hemodialysis dialyzers and catheters stagnated, but efforts were made to shift towards high value-added products and to reduce costs.

As a result, revenue of the overall Life Science segment, compared with the previous fiscal year, declined 1.4% to ¥52.4 billion, and posted a core operating loss of ¥0.1 billion, an improvement of ¥0.7 billion.

Note:

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

Analysis of Financial Position and Cash Flows

As of March 31, 2026, both assets and liabilities of Toray Group were affected by the increase in translated yen amounts of overseas subsidiaries caused by the depreciation of the yen.

Total assets stood at ¥3,477.0 billion, an increase of ¥184.4 billion compared with the end of the previous fiscal year, due primarily to increases in trade and other receivables, property, plant and equipment, and retirement benefit assets.

Total liabilities came to ¥1,549.1 billion, an increase of ¥77.1 billion compared with the end of the previous fiscal year, owing mainly to an increase in borrowings.

Total equity stood at ¥1,927.8 billion, an increase of ¥107.3 billion compared with the end of the previous fiscal year, mainly owing to an increase in other components of equity, despite a decline due to the purchase of treasury shares. Equity attributable to owners of parent stood at ¥1,800.1 billion. Equity ratio as of March 31, 2026 came to 51.8%, a 0.1 percentage-point decrease compared with the level at the end of the previous fiscal year. D/E ratio rose 0.01 compared with the level at the end of the previous fiscal year to 0.50.

Free cash flow for the period, derived by subtracting the cash flows of investing activities from the cash flows of operating activities, was ¥144.8 billion. Cash flows, as well as changes in the balances of cash and cash equivalents, for the fiscal year ended March 31, 2026 are as follows:

(Billions of yen)

	Year ended March 31,	
	2025	2026
Cash flows from operating activities	255.0	211.8
Cash flows from investing activities	(63.2)	(66.9)
Free cash flow	191.8	144.8
Cash flows from financing activities	(188.5)	(129.0)
Effect of exchange rate changes on cash and cash equivalents	(1.9)	12.2
Net increase (decrease) in cash and cash equivalents	1.4	28.0
Cash and cash equivalents at beginning of period	235.9	237.3
Cash and cash equivalents at end of period	237.3	265.3

(2) Forecast for the Fiscal Year Ending March 31, 2027

The global economy is expected to continue with the gradual recovery phase. The Japanese economy is also expected to continue with its gradual recovery. However, downside risks remain, including escalating tensions in the Middle East and the resulting rise in raw material prices and supply constraints, as well as prolonged impacts that may weigh on the global economy.

Further, the current economic conditions will be affected by the direction of the U.S. trade and foreign policies, together with responses from other countries, trends in AI-related demand, and slowdown in the Chinese economy. These factors may significantly affect supply chains and trade structures in the medium- to long- term.

Under such circumstances, Toray Group will promote the basic strategies under the Medium-Term Management Program "IGNITION 2028," carrying out its business operations in preparation for uncertainties.

For the fiscal year ending March 31, 2027, Toray Group expects revenue of ¥2,830.0 billion, core operating income of ¥160.0 billion, and profit attributable to owners of parent of ¥90.0 billion taking into consideration anticipated business expansion in growth fields and profit increase through promotion of structural reforms, while factoring in the risks associated with the situation in the Middle East. The calculation of consolidated earnings forecasts from April 2026 onwards is based on an assumed foreign currency exchange rate of ¥150.0 to the U.S. dollar.

2. Basic Rationale for Selecting the Accounting Standards

Toray Group has been applying International Financial Reporting Standards ("IFRS") since the fiscal year ended March 31, 2021 for the purpose of increasing international comparability of financial information, enhancing convenience for our stakeholders and improving its business management by unifying accounting treatments applied across the group in accordance with the expansion and sophistication of our global business.

3. Consolidated Financial Statements

(1) Consolidated Statement of Financial Position

(Millions of yen)

	As of March 31, 2025	As of March 31, 2026
Assets		
Current assets		
Cash and cash equivalents	237,295	265,295
Trade and other receivables	605,967	642,708
Inventories	520,505	538,586
Other financial assets	17,227	10,817
Other current assets	66,051	71,100
Assets held for sale	14,943	453
Total current assets	1,461,988	1,528,959
Non-current assets		
Property, plant and equipment	1,109,588	1,175,896
Right-of-use assets	53,914	53,133
Goodwill	94,643	100,809
Intangible assets	99,299	105,544
Investments accounted for using equity method	216,714	186,985
Other financial assets	154,653	169,095
Deferred tax assets	25,162	25,340
Retirement benefit asset	59,888	114,474
Other non-current assets	16,748	16,741
Total non-current assets	1,830,609	1,948,017
Total assets	3,292,597	3,476,976

(Millions of yen)

	As of March 31, 2025	As of March 31, 2026
Liabilities and Equity		
Current liabilities		
Trade and other payables	315,896	317,156
Bonds and borrowings	367,089	380,968
Lease liabilities	10,952	11,662
Other financial liabilities	11,569	11,726
Income taxes payable	39,823	14,035
Other current liabilities	112,201	122,440
Total current liabilities	857,530	857,987
Non-current liabilities		
Bonds and borrowings	432,468	483,014
Lease liabilities	32,150	29,915
Other financial liabilities	4,183	4,114
Deferred tax liabilities	51,115	56,534
Retirement benefit liability	80,254	75,839
Other non-current liabilities	14,325	41,737
Total non-current liabilities	614,495	691,153
Total liabilities	1,472,025	1,549,140
Equity		
Equity attributable to owners of parent		
Share capital	147,873	147,873
Capital surplus	120,562	119,528
Retained earnings	1,170,508	1,161,871
Treasury shares	(57,240)	(52,485)
Other components of equity	327,281	423,271
Total equity attributable to owners of parent	1,708,984	1,800,058
Non-controlling interests	111,588	127,778
Total equity	1,820,572	1,927,836
Total liabilities and equity	3,292,597	3,476,976

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

Consolidated Statement of Profit or Loss

	(Millions of yen)	
	Year ended March 31, 2025	Year ended March 31, 2026
Revenue	2,563,280	2,585,077
Cost of sales	(2,057,385)	(2,065,029)
Gross profit	505,895	520,048
Selling, general and administrative expenses	(366,106)	(381,361)
Other income	11,507	7,981
Other expenses	(23,843)	(49,447)
Operating income	127,453	97,221
Finance income	11,092	8,587
Finance costs	(21,906)	(19,737)
Share of profit (loss) of investments accounted for using equity method	(2,351)	21,528
Profit before tax	114,288	107,599
Income tax expense	(27,615)	(18,163)
Profit	86,673	89,436
Profit attributable to:		
Owners of parent	77,911	79,521
Non-controlling interests	8,762	9,915
Profit	86,673	89,436
Earnings per share:		
Basic (Yen)	48.93	52.96
Diluted (Yen)	48.84	52.87

Consolidated Statement of Comprehensive Income

(Millions of yen)

	Year ended March 31, 2025	Year ended March 31, 2026
Profit	86,673	89,436
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Investments in equity instruments	(3,353)	26,903
Remeasurements of defined benefit plans	(6,609)	40,349
Share of other comprehensive income of investments accounted for using equity method	(430)	1,708
	<u>(10,392)</u>	<u>68,960</u>
Items that may be reclassified to profit or loss		
Cash flow hedges	883	1,900
Deferred costs of hedging	(52)	(85)
Exchange differences on translation	(26,502)	89,130
Share of other comprehensive income of investments accounted for using equity method	(5)	15
	<u>(25,676)</u>	<u>90,960</u>
Total other comprehensive income	<u>(36,068)</u>	<u>159,920</u>
Comprehensive income	<u>50,605</u>	<u>249,356</u>
Comprehensive income attributable to:		
Owners of parent	40,886	232,309
Non-controlling interests	9,719	17,047
Comprehensive income	<u>50,605</u>	<u>249,356</u>

(3) Consolidated Statement of Changes in Equity

Year ended March 31, 2025

(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	-	-	77,911	-
Other comprehensive income	-	-	-	-
Comprehensive income	-	-	77,911	-
Exercise of share acquisition rights	-	(345)	-	346
Share-based payment transactions	-	355	-	-
Purchase of treasury shares	-	(7)	-	(38,366)
Dividends	-	-	(28,849)	-
Changes in ownership interest in subsidiaries	-	(385)	-	-
Transfer from other components of equity to retained earnings	-	-	53,082	-
Other changes	-	0	-	0
Total transactions with owners and other	-	(382)	24,233	(38,020)
At March 31, 2025	147,873	120,562	1,170,508	(57,240)

(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	-	-	-	-	-	-	77,911	8,762	86,673
Other comprehensive income	(3,629)	876	(52)	(27,627)	(6,593)	(37,025)	(37,025)	957	(36,068)
Comprehensive income	(3,629)	876	(52)	(27,627)	(6,593)	(37,025)	40,886	9,719	50,605
Exercise of share acquisition rights	-	-	-	-	-	-	1	-	1
Share-based payment transactions	-	-	-	-	-	-	355	-	355
Purchase of treasury shares	-	-	-	-	-	-	(38,373)	-	(38,373)
Dividends	-	-	-	-	-	-	(28,849)	(8,819)	(37,668)
Changes in ownership interest in subsidiaries	-	-	-	-	-	-	(385)	360	(25)
Transfer from other components of equity to retained earnings	(59,675)	-	-	-	6,593	(53,082)	-	-	-
Other changes	-	(685)	-	-	-	(685)	(685)	-	(685)
Total transactions with owners and other	(59,675)	(685)	-	-	6,593	(53,767)	(67,936)	(8,459)	(76,395)
At March 31, 2025	59,200	119	78	267,884	-	327,281	1,708,984	111,588	1,820,572

Year ended March 31, 2026

(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	-	-	79,521	-
Other comprehensive income	-	-	-	-
Comprehensive income	-	-	79,521	-
Exercise of share acquisition rights	-	(854)	-	855
Share-based payment transactions	-	99	-	271
Purchase of treasury shares	-	(61)	-	(111,636)
Cancellation of treasury shares	-	(115,265)	-	115,265
Dividends	-	-	(29,128)	-
Changes in ownership interest in subsidiaries	-	(343)	-	-
Transfer from retained earnings to capital surplus	-	115,390	(115,390)	-
Transfer from other components of equity to retained earnings	-	-	56,360	-
Other changes	-	0	-	0
Total transactions with owners and other	-	(1,034)	(88,158)	4,755
At March 31, 2026	147,873	119,528	1,161,871	(52,485)

(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	-	-	-	-	-	-	79,521	9,915	89,436
Other comprehensive income	27,592	1,916	(85)	83,276	40,089	152,788	152,788	7,132	159,920
Comprehensive income	27,592	1,916	(85)	83,276	40,089	152,788	232,309	17,047	249,356
Exercise of share acquisition rights	-	-	-	-	-	-	1	-	1
Share-based payment transactions	-	-	-	-	-	-	370	-	370
Purchase of treasury shares	-	-	-	-	-	-	(111,697)	-	(111,697)
Cancellation of treasury shares	-	-	-	-	-	-	-	-	-
Dividends	-	-	-	-	-	-	(29,128)	(5,637)	(34,765)
Changes in ownership interest in subsidiaries	-	-	-	-	-	-	(343)	346	3
Transfer from retained earnings to capital surplus	-	-	-	-	-	-	-	-	-
Transfer from other components of equity to retained earnings	(16,271)	-	-	-	(40,089)	(56,360)	-	-	-
Other changes	-	(438)	-	-	-	(438)	(438)	4,434	3,996
Total transactions with owners and other	(16,271)	(438)	-	-	(40,089)	(56,798)	(141,235)	(857)	(142,092)
At March 31, 2026	70,521	1,597	(7)	351,160	-	423,271	1,800,058	127,778	1,927,836

(4) Consolidated Statement of Cash Flows

(Millions of yen)

	Year ended March 31, 2025	Year ended March 31, 2026
Cash flows from operating activities		
Profit before tax	114,288	107,599
Depreciation and amortization	129,095	131,615
Impairment losses (reversal of impairment losses)	9,919	33,796
Share of loss (profit) of investments accounted for using equity method	2,351	(21,528)
Finance income and finance costs	7,102	8,482
Decrease (increase) in trade and other receivables	48,182	(18,613)
Decrease (increase) in inventories	4,891	2,980
Increase (decrease) in trade and other payables	(29,772)	(1,297)
Changes in retirement benefit asset and liability	(3,772)	(1,718)
Other adjustments	3,061	42,845
Subtotal	285,345	284,161
Interest received	5,294	4,146
Dividends received	16,602	16,498
Interest paid	(17,750)	(17,445)
Income taxes refund (paid)	(34,458)	(75,597)
Net cash provided by operating activities	255,033	211,763
Cash flows from investing activities		
Purchase of property, plant and equipment, and intangible assets	(179,248)	(146,501)
Proceeds from sale of property, plant and equipment, and intangible assets	6,120	1,524
Payments for acquisition of subsidiaries	(225)	(631)
Purchase of investments	(2,447)	(1,255)
Proceeds from sale and redemption of investments	113,747	80,358
Other inflows (outflows) of cash	(1,145)	(430)
Net cash used in investing activities	(63,198)	(66,935)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(3,759)	14,130
Proceeds from issuance of bonds and long-term borrowings	48,060	132,112
Redemption of bonds and repayments of long-term borrowings	(144,250)	(122,516)
Repayments of lease liabilities	(12,455)	(13,028)
Purchase of treasury shares	(38,373)	(111,697)
Dividends paid to owners of parent	(28,831)	(29,127)
Dividends paid to non-controlling interests	(8,820)	(5,637)
Other inflows (outflows) of cash	(92)	6,767
Net cash provided by (used in) financing activities	(188,520)	(128,996)
Effect of exchange rate changes on cash and cash equivalents	(1,907)	12,168
Net increase (decrease) in cash and cash equivalents	1,408	28,000
Cash and cash equivalents at beginning of period	235,887	237,295
Cash and cash equivalents at end of period	237,295	265,295

(5) Notes to the Consolidated Financial Statements

(Segment Information)

1. Information by reportable segment

Year ended March 31, 2025

(Millions of yen)

	Reportable segments					Other *1	Total	Reconcilia- tions *2,3	Consolidated total
	Fibers & Textiles	Performance Chemicals	Carbon Fiber Composite Materials	Environment & Engineering	Life Science				
Revenue									
Revenue from external customers	1,011,099	944,854	299,963	236,524	53,163	17,677	2,563,280	-	2,563,280
Intersegment revenue	1,590	11,670	554	82,538	-	28,727	125,079	(125,079)	-
Total	1,012,689	956,524	300,517	319,062	53,163	46,404	2,688,359	(125,079)	2,563,280
Core operating income (loss)	64,182	60,007	22,515	25,915	(774)	2,440	174,285	(31,523)	142,762
Total assets	942,240	1,169,020	748,335	358,740	69,435	115,162	3,402,932	(110,335)	3,292,597
(Other items)									
Depreciation and amortization	34,418	48,641	31,923	8,021	3,524	2,613	129,140	(45)	129,095
Impairment losses	6,406	3,273	159	20	61	-	9,919	-	9,919
Investments accounted for using equity method	83,912	82,944	6,439	28,654	1,301	13,806	217,056	(342)	216,714
Capital expenditures *4	44,305	63,933	86,483	6,989	3,167	2,620	207,497	922	208,419

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

*2 "Reconciliations" of core operating income of ¥(31,523) million include intersegment eliminations of ¥(2,923) million and corporate expenses of ¥(28,600) million. The corporate expenses consist of the headquarters' research expenses that are not allocated to each reportable segment.

*3 "Reconciliations" of total assets of ¥(110,335) million include intersegment eliminations of ¥(139,936) million and corporate assets of ¥29,601 million. The corporate assets consist of the headquarters' research assets that are not allocated to each reportable segment.

*4 Capital expenditures do not include the increase in assets resulting from business combinations.

Year ended March 31, 2026

(Millions of yen)

	Reportable segments					Other *1	Total	Reconcilia- tions *2,3	Consolidated total
	Fibers & Textiles	Performance Chemicals	Carbon Fiber Composite Materials	Fiber Environment & Engineering	Life Science				
Revenue									
Revenue from external customers	1,051,102	894,423	300,071	266,898	52,424	20,159	2,585,077	-	2,585,077
Intersegment revenue	1,344	10,985	904	57,010	-	33,690	103,933	(103,933)	-
Total	1,052,446	905,408	300,975	323,908	52,424	53,849	2,689,010	(103,933)	2,585,077
Core operating income (loss)	68,041	56,285	17,640	28,824	(114)	2,466	173,142	(31,229)	141,913
Total assets	1,039,314	1,164,405	833,600	383,190	71,728	170,961	3,663,198	(186,222)	3,476,976
(Other items)									
Depreciation and amortization	34,555	50,214	31,916	8,876	3,176	2,891	131,628	(13)	131,615
Impairment losses	1,057	31,795	7	937	-	-	33,796	-	33,796
Investments accounted for using equity method	75,803	64,563	6,755	25,989	1,434	12,755	187,299	(314)	186,985
Capital expenditures *4	30,328	53,751	46,396	8,821	3,126	2,663	145,085	869	145,954

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

*2 "Reconciliations" of core operating income of ¥(31,229) million include intersegment eliminations of ¥(1,314) million and corporate expenses of ¥(29,915) million. The corporate expenses consist of the headquarters' research expenses that are not allocated to each reportable segment.

*3 "Reconciliations" of total assets of ¥(186,222) million include intersegment eliminations of ¥(211,875) million and corporate assets of ¥25,653 million. The corporate assets consist of the headquarters' research assets that are not allocated to each reportable segment.

*4 Capital expenditures do not include the increase in assets resulting from business combinations.

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)	
	Year ended March 31, 2025	Year ended March 31, 2026
Core operating income	142,762	141,913
Gain on sale or disposal of fixed assets	4,240	725
Loss on sale or disposal of fixed assets	(7,681)	(10,214)
Impairment losses *1	(9,919)	(33,796)
Economic compensation *2	(1,949)	-
Loss on warehouse fire *3	-	(1,407)
Operating income	127,453	97,221

*1 For the year ended March 31, 2026, an impairment loss of ¥25,072 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 consolidated statement of profit or loss.

2. Information about geographical areas

The breakdown of revenue from external customers and non-current assets by geographical area is as follows:

(1) Revenue from external customers

	(Millions of yen)	
	Year ended March 31, 2025	Year ended March 31, 2026
Japan	997,967	1,044,985
Asia		
China	494,239	493,135
Other	491,576	497,539
North America, Europe and other	579,498	549,418
Total	2,563,280	2,585,077

* Revenue is attributed to each area based on the location of customers.

(2) Non-current assets (excluding financial instruments, deferred tax assets and retirement benefit asset)

	(Millions of yen)	
	As of March 31, 2025	As of March 31, 2026
Japan	366,530	374,268
Asia		
Republic of Korea	212,188	195,791
Other	198,597	199,002
North America, Europe and other		
U.S.A.	325,689	365,375
Europe and other	271,188	317,687
Total	1,374,192	1,452,123

(Earnings per Share)

1. Basis for calculation of basic earnings per share

	(Millions of yen)	
	Year ended March 31, 2025	Year ended March 31, 2026
Profit attributable to common shareholders of parent		
Profit attributable to owners of parent	77,911	79,521
Profit not attributable to common shareholders of parent	-	-
Profit used for calculation of basic earnings per share	77,911	79,521
Average number of common shares for the period (Thousands of shares)	1,592,166	1,501,551
Basic earnings per share (Yen)	48.93	52.96

2. Basis for calculation of diluted earnings per share

	(Millions of yen)	
	Year ended March 31, 2025	Year ended March 31, 2026
Diluted profit attributable to common shareholders		
Profit used for calculation of basic earnings per share	77,911	79,521
Adjustments to profit	-	-
Profit used for calculation of diluted earnings per share	77,911	79,521
Average number of common shares for the period (Thousands of shares)	1,592,166	1,501,551
Increase in common shares		
Share acquisition rights (Thousands of shares)	3,089	2,286
Restricted stock (Thousands of shares)	-	190
Average number of diluted common shares for the period (Thousands of shares)	1,595,256	1,504,027
Diluted earnings per share (Yen)	48.84	52.87
Summary of potential shares not included in the calculation of diluted earnings per share because they were antidilutive for the period	-	-

(Subsequent Events)

Not Applicable.

(Going Concern Assumption)

Not Applicable.