

## Consolidated Financial Results for the Fiscal Year Ended March 31, 2026 (Japanese Accounting Standards)

May 13, 2026

Name of Listed Company: Mitsubishi Materials Corporation      Listing: Tokyo Stock Exchange  
 Stock Code: 5711      URL: <https://www.mmc.co.jp/>  
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 Scheduled Date for Ordinary General Meeting of Shareholders: June 23, 2026  
 Scheduled Date of Start of Dividend Payment: June 12, 2026  
 Scheduled Filing Date of Annual Securities Report: June 22, 2026  
 Supplementary Materials for the Financial Results: Yes  
 Investor Conference for the Financial Results: Yes (For Institutional Investors)

(Amounts of less than one million yen are omitted)

### 1. Consolidated Financial Results for the Fiscal Year Ended March 31, 2026 (From April 1, 2025 to March 31, 2026)

#### (1) Consolidated Operating Results

(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	%
Year ended March 31, 2026	1,844,053	-6.0	60,502	63.0	97,556	62.0	40,581	19.1
Year ended March 31, 2025	1,962,076	27.4	37,118	59.5	60,235	11.3	34,076	14.4

(Note) Comprehensive income: Year ended March 31, 2026: ¥78,568 million (74.4%)      Year ended March 31, 2025: ¥45,056 million (-45.4%)

	Profit per share	Diluted net income per share	Return on equity	Ordinary profit to total assets	Operating profit to net sales
	Yen	Yen	%	%	%
Year ended March 31, 2026	310.56	–	5.7	3.6	3.3
Year ended March 31, 2025	260.82	–	5.1	2.7	1.9

(Reference) Share of profit of entities accounted for using equity method: Year ended March 31, 2026: ¥21,201 million  
 Year ended March 31, 2025: ¥17,539 million

#### (2) Consolidated Financial Position

	Total assets	Total net assets	Shareholders' equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2026	2,999,744	752,978	24.5	5,633.05
As of March 31, 2025	2,379,409	693,276	28.5	5,183.34

(Reference) Shareholders' equity: As of March 31, 2026: ¥736,112 million      As of March 31, 2025: ¥677,250 million

(Note) In the fiscal year ended March 2026, provisional accounting treatment for business combinations was finalized, and the figures for the fiscal year ended March 2025 reflect the details of this finalization.

#### (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
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Year ended March 31, 2026	39,674	-35,030	23,244	121,749
Year ended March 31, 2025	58,889	-79,383	-13,208	88,642

### 2. Dividend Payments

(Record date)	Dividend per share					Total dividend amount (annual)	Dividend payout ratio (consolidated)	Dividend to net assets (consolidated)
	First quarter	Second quarter	Third quarter	Year-end	Annual			
Year ended March 31, 2025	–	50.00	–	50.00	100.00	13,084	38.3	2.0
Year ended March 31, 2026	–	50.00	–	50.00	100.00	13,083	32.2	1.8
Year ending March 31, 2027 (Forecast)	–	58.00	–	58.00	116.00		30.9	

### 3. Consolidated Earnings Forecast (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		Profit per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Year ending March 31, 2027	1,990,000	7.9	36,000	-40.5	73,000	-25.2	49,000	20.7	374.99

Notes:

- (1) Significant changes of subsidiaries during the period: None  
 New: — (Company name:)  
 Excluded: — (Company name:)
- (2) Changes in accounting policies, changes of accounting estimates and restatement
- |   |      |
|---|------|
| (i) Changes in accounting policies due to amendments to accounting standards: | None |
| (ii) Other changes in accounting policies:                                    | None |
| (iii) Changes in accounting estimates:  | None |
| (iv) Restatements:  | None |
- (3) Numbers of outstanding shares (common stock)
- |   |                    |
|---|--------------------|
| (i) Numbers of outstanding shares at the end of period (including treasury shares): |                    |
| Year ended March 31, 2026:  | 131,489,535 shares |
| Year ended March 31, 2025:  | 131,489,535 shares |
| (ii) Numbers of treasury shares at the end of period:                               |                    |
| Year ended March 31, 2026:  | 812,094 shares     |
| Year ended March 31, 2025:  | 830,439 shares     |
| (iii) Average number of outstanding shares during the period:                       |                    |
| Year ended March 31, 2026:  | 130,671,393 shares |
| Year ended March 31, 2025:  | 130,653,077 shares |

(Reference) Summary 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)

	Net sales		Operating profit		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Year ended March 31, 2026	1,431,229	-11.0	33,934	—	52,403	284.3	22,448	—
Year ended March 31, 2025	1,608,327	35.4	2,233	—	13,637	-30.5	-10,667	—

	Profit per share	Diluted net income per share
	Yen	Yen
Year ended March 31, 2026	171.80	—
Year ended March 31, 2025	-81.65	—

(2) Non-Consolidated Financial Position

	Total assets	Total net assets	Shareholders' equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2026	2,412,532	379,033	15.7	2,900.53
As of March 31, 2025	1,852,792	365,283	19.7	2,795.70

(Reference) Shareholders' equity: As of March 31, 2026: ¥379,033 million As of March 31, 2025: ¥365,283 million

\* This financial results is not subject to an audit by certified public accountants or audit firms

\* Explanation about the proper use of financial forecasts and other special notes

(Cautionary statement regarding forward-looking statements)

The earnings forecasts and other forward-looking statements contained in this report are based on information currently available to Mitsubishi Materials Corporation ("Company" or "Group"), as well as certain assumptions that the Company has judged to be reasonable. They do not constitute a guarantee that the Company will achieve these results. Actual results may vary materially due to a variety of factors.

(Procedure for obtaining supplementary materials for financial results and briefings)

The Company plans to hold a financial results briefing for institutional investors on Wednesday, May 13, 2026. The supplementary materials used at this briefing are disclosed on TDnet and the Company's website simultaneously with the announcement of the financial results.

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## 1. Overview of Business Results

### (1) Overview of operating results

#### 1) Summary of business performance

During the consolidated fiscal year under review, the global economy continued to pick up moderately, although economic recovery in some regions showed signs of stalling amid growing uncertainty due to U.S. policy trends, including tariff policies, and geopolitical developments in the Middle East.

The Japanese economy continued on a moderate recovery trend, although weakening sentiment in private consumption was observed amid continued price increases.

In the business environment surrounding the Group, demand for automobile-related products showed a moderate recovery, while demand for semiconductor-related products remained sluggish except for AI-related demand. In addition, while the prices of copper and gold increased compared to the previous fiscal year, concentrate purchase terms (TC/RC) deteriorated. Regarding foreign exchange, the yen appreciated against the U.S. dollar in the first half and depreciated in the second half.

Under these circumstances, the Group accelerated fundamental structural reforms while shifting its management focus from quantity to quality in order to enhance profitability.

As a result, consolidated net sales amounted to ¥1,844.053 billion (down 6.0% year-on-year) and consolidated operating profit amounted to ¥60.502 billion (up 63.0% year-on-year).

Consolidated ordinary profit increased to ¥97.556 billion (up 62.0% year-on-year), mainly due to the recognition of foreign exchange gains, higher equity-method earnings, and increased dividend income from mines.

Profit attributable to owners of parent increased to ¥40.581 billion (up 19.1% year-on-year), despite the absence of gains on changes in equity recorded in the previous fiscal year and the recognition of impairment losses associated with the fundamental structural reforms.

#### 2) Overview by segments

##### Metals Business

(Billions of yen)

	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026	Change (%)	
Net sales	1,433.6	1,235.6	-197.9	(-13.8%)
Operating profit	23.1	24.2	1.0	(4.8%)
Ordinary profit	41.1	57.0	15.8	(38.6%)

In the Metals business, net sales declined year-on-year, mainly due to a decrease in gold production. Operating profit increased, despite a deterioration in concentrate purchase terms (TC/RC), primarily due to higher copper and gold prices. Ordinary profit also rose, mainly due to higher dividend income from mines and an improvement in equity-method earnings.

##### Advanced Products Business

(Billions of yen)

	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026	Change (%)	
Net sales	510.3	585.8	75.4	(14.8%)
Operating profit	5.6	21.0	15.3	(272.6%)
Ordinary profit	3.1	20.0	16.9	(536.6%)

In the Advanced Products business, performance was supported by an increase in sales volumes in the Copper & Copper Alloy business, together with rising copper prices. In the Electronic Materials & Components business, sales of chemical products and seal products declined, although demand for some semiconductor-related products continued to show a gradual recovery.

As a result, net sales, operating profit, and ordinary profit all increased year-on-year.

## Metalworking Solutions Business

(Billions of yen)

	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026	Change (%)	
Net sales	148.8	234.7	85.9	(57.8%)
Operating profit	8.8	16.4	7.5	(84.9%)
Ordinary profit	8.5	14.9	6.4	(75.5%)

In the Metalworking Solutions business, the Company made H.C. Starck Holding (Germany) GmbH a consolidated subsidiary in December 2024, and as a result, net sales increased year-on-year. In addition, operating profit and ordinary profit rose primarily due to the effects of price increases and increased sales of cemented carbide and tungsten products.

## Renewable Energy Business

(Billions of yen)

	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026	Change (%)	
Net sales	8.3	6.2	-2.1	(-25.5%)
Operating profit	2.3	1.0	-1.3	(-55.9%)
Ordinary profit	2.6	0.8	-1.8	(-69.3%)

In the Renewable Energy business, net sales and operating profit declined year-on-year, as operations at the Appi Geothermal Power Plant had been suspended following a lightning strike in April 2025. Ordinary profit also declined, reflecting lower equity-method earnings.

## Other Businesses

(Billions of yen)

	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026	Change (%)	
Net sales	157.6	140.0	-17.6	(-11.2%)
Operating profit	5.4	4.2	-1.1	(-21.9%)
Ordinary profit	18.5	14.8	-3.6	(-19.9%)

In the other businesses, net sales and operating profit declined year-on-year on a combined basis. Ordinary profit also declined, reflecting lower equity-method earnings.

### 3) Forecast for the next fiscal year (the fiscal year ending March 31, 2027)

For the consolidated earnings forecast for the fiscal year ending March 31, 2027, please refer to the “Presentation Materials for the Fiscal Year Ended March 31, 2026” released today.

## (2) Overview of financial position

Total assets at the end of the consolidated fiscal year amounted to ¥2,999.7 billion, an increase of ¥620.3 billion from the end of the previous consolidated fiscal year. This was mainly due to increases in leased gold bullion and inventories.

Total liabilities amounted to ¥2,246.7 billion, an increase of ¥560.6 billion from the end of the previous consolidated fiscal year. This was mainly due to an increase in deposited gold bullion.

The Group is working to improve fund efficiency by centralizing the management of surplus funds at group companies through the introduction of a cash management system and other measures. As part of this initiative, a global cash management system (notional pooling) has been introduced for certain overseas subsidiaries, and efforts are being made to further enhance fund efficiency on a global basis. At the end of the consolidated fiscal year, deposits of ¥53.4 billion under the notional pooling system are included in cash and cash equivalents, and borrowings of ¥51.9 billion are included in short-term borrowings.

The status of each category of cash flows during the consolidated fiscal year and the main factors are as follows.

### (Cash flow from operating activities)

Cash flows from operating activities amounted to an inflow of ¥39.6 billion (a ¥19.2 billion decrease in inflow year-on-year), mainly due to profit before income taxes, the recording of depreciation as a non-cash income/expense item, adjustments for impairment losses, and an increase in inventories.

### (Cash flow from investing activities)

Cash flows from investing activities resulted in an outflow of ¥35.0 billion (a decrease of ¥44.3 billion year-on-year), mainly due to expenditures for capital investments.

### (Cash flow from financing activities)

Cash flows from financing activities resulted in an inflow of ¥23.2 billion (compared with an outflow of ¥13.2 billion in the previous fiscal year), mainly due to fund-raising through the issuance of corporate bonds and commercial paper.

As a result of the above, and after taking into account the effects of foreign exchange translation and other factors, cash and cash equivalents at the end of the consolidated fiscal year amounted to ¥121.7 billion, an increase of ¥33.1 billion from the end of the previous fiscal year.

Changes in the Group's cash flow-related indicators are as follows:

	Fiscal year ended March 31, 2022	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026
Shareholders' equity ratio (%)	27.5	31.4	30.2	28.5	24.5
Shareholders' equity ratio on a market value basis (%)	13.2	14.9	17.6	13.4	21.0
Interest-bearing debt to cash flow ratio	93.0	12.5	12.5	10.4	16.9
Interest coverage ratio	1.2	7.7	6.6	6.7	4.2

Shareholders' equity ratio: Shareholders' equity / Total assets

Shareholders' equity ratio on market value basis: Market capitalization / Total assets

Interest-bearing debt to cash flow ratio: Interest-bearing debt / Cash flow

Interest coverage ratio: Cash flow / Interest payments

### Notes:

1. All indicators are calculated using consolidated financial figures.
2. Market capitalization is calculated by multiplying the year-end share price by the number of shares issued and outstanding at year-end (after deducting treasury shares).
3. Cash flow is based on cash flows from operating activities in the consolidated statement of cash flows.
4. Interest-bearing debt covers all liabilities on which interest is paid among the liabilities recorded in the consolidated balance sheet. Interest payments are based on the amount of interest paid shown in the consolidated statement of cash flows.

### **(3) Basic policy on profit allocation and dividends for the current and next fiscal years**

The Company determines the distribution of surplus, including dividends, by resolution of the Board of Directors in accordance with its Articles of Incorporation. In addition, based on the recognition that returning profits to shareholders is one of the most important management objectives, the Company's policy is to determine profit allocation through a comprehensive assessment of various factors, including earnings for the period, internal reserves, and overall financial condition.

For profit allocation for fiscal years ended March 2024 through 2026, the Company has adopted a policy of returning profits with a target dividend payout ratio of approximately 30%, and with respect to the acquisition of treasury shares, the Company will consider implementing such acquisitions in a flexible manner, taking into account cash flow conditions, share price levels, and financial discipline, including the net D/E ratio.

Based on this policy, the dividend for the current fiscal year was determined by a resolution of the Board of Directors at its meeting held on May 13, 2026, taking into consideration earnings for the period and operating cash flow. The year-end dividend was set at ¥50 per share, and together with the interim dividend of ¥50 per share, the total annual dividend amounted to ¥100 per share (unchanged from the previous fiscal year).

During the period of the Medium-term Management Strategy covering fiscal years ending March 2027 through 2029, the Company will place emphasis on maintaining stable dividends and will pay dividends with a target DOE of 2.5%. The repurchase of treasury shares will continue to be considered in a flexible manner, taking into account cash flow conditions, share price levels, and financial discipline.

Based on this policy, the Company plans to pay a dividend of ¥116 per share for the next fiscal year (interim dividend of ¥58 and year-end dividend of ¥58).

## **2. Basic Policy for the Selection of Accounting Standards**

The Group prepares its consolidated financial statements in accordance with Japanese accounting standards for the time being, in order to ensure comparability across periods and among companies.

The application of IFRS (International Financial Reporting Standards) will be addressed appropriately while taking into account various circumstances.

**3. Consolidated Financial Statements and Notes**  
**(1) Consolidated balance sheet**

(Millions of yen)

	Previous Fiscal Year (As of March 31, 2025)	Current Fiscal Year (As of March 31, 2026)
<b>Assets</b>		
Current assets		
Cash and deposits	91,605	123,019
Notes receivable – trade	23,309	25,508
Accounts receivable – trade	171,045	198,349
Merchandise and finished goods	151,718	203,710
Work in process	141,312	184,670
Raw materials and supplies	190,399	221,644
Leased gold bullion	463,727	813,829
Gold bullion in custody	129,505	138,579
Other	102,212	156,364
Allowance for doubtful accounts	(530)	(682)
Total current assets	1,464,306	2,064,993
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	154,987	159,206
Machinery, equipment and vehicles, net	157,529	143,976
Land, net	88,908	88,727
Construction in progress	22,609	23,703
Other, net	19,801	18,919
Total property, plant and equipment, net	443,836	434,533
Intangible assets		
Goodwill	23,577	19,599
Other	28,210	27,341
Total intangible assets	51,788	46,940
Investments and other assets		
Investment securities	310,772	330,663
Long-term loans receivable	33,886	35,124
Retirement benefit asset	25,282	32,980
Deferred tax assets	24,919	22,317
Other	24,494	32,301
Allowance for doubtful accounts	(766)	(770)
Total investments and other assets	418,590	452,616
Total non-current assets	914,215	934,090
Deferred assets		
Opening expenses	887	661
Total deferred assets	887	661
Total assets	2,379,409	2,999,744

(Millions of yen)

	Previous Fiscal Year (As of March 31, 2025)	Current Fiscal Year (As of March 31, 2026)
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable – trade	99,426	123,608
Short-term borrowings	308,345	281,845
Commercial papers	–	70,000
Current portion of bonds payable	–	30,000
Income taxes payable	4,396	8,710
Provision for bonuses	11,920	14,930
Provision for loss on disposal of inventories	772	862
Deposited gold bullion	773,036	1,239,178
Other	99,435	102,853
Total current liabilities	1,297,333	1,871,989
Non-current liabilities		
Bonds payable	100,000	110,000
Long-term borrowings	184,753	160,225
Deferred tax liabilities	14,985	18,972
Deferred tax liabilities for land revaluation	7,667	7,664
Provision for loss on business of subsidiaries and affiliates	73	69
Provision for environmental measures	14,120	13,078
Provision for directors' retirement benefits	422	429
Provision for share based compensation plan	456	476
Retirement benefit liability	41,208	38,791
Other	25,112	25,069
Total non-current liabilities	388,798	374,776
Total liabilities	1,686,132	2,246,766
Net assets		
Shareholders' equity		
Share capital	119,457	119,457
Capital surplus	81,745	81,745
Retained earnings	379,339	406,922
Treasury shares	(2,828)	(2,788)
Total shareholders' equity	577,714	605,338
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	7,894	12,127
Deferred gains or losses on hedges	972	3,315
Revaluation reserve for land	15,670	15,623
Foreign currency translation adjustment	57,698	74,045
Remeasurements of defined benefit plans	17,300	25,661
Total accumulated other comprehensive income	99,535	130,773
Non-controlling interests	16,026	16,866
Total net assets	693,276	752,978
Total liabilities and net assets	2,379,409	2,999,744

**(2) Consolidated statement of profit or loss and consolidated statement of comprehensive income**  
**Consolidated statement of profit or loss**

(Millions of yen)

	Previous Fiscal Year (From April 1, 2024 to March 31, 2025)	Current Fiscal Year (From April 1, 2025 to March 31, 2026)
Net sales	1,962,076	1,844,053
Cost of sales	1,795,431	1,645,083
Gross profit	166,645	198,969
Selling, general and administrative expenses	129,526	138,466
Operating profit	37,118	60,502
Non-operating income		
Interest income	4,415	3,694
Dividend income	20,197	23,491
Share of profit of entities accounted for using equity method	17,539	21,201
Foreign exchange gains	–	5,735
Rental income from non-current assets	3,824	4,200
Other	2,640	2,714
Total non-operating income	48,618	61,038
Non-operating expenses		
Interest expenses	8,771	9,490
Expense for the maintenance and management of abandoned mines	4,170	4,136
Rental expenses on non-current assets	2,741	2,728
Loss on retirement of non-current assets	2,090	1,913
Foreign exchange losses	2,572	–
Other	5,154	5,715
Total non-operating expenses	25,501	23,983
Ordinary profit	60,235	97,556
Extraordinary income		
Gain on transfer of business	–	2,400
Gain on sales of investment securities	3,927	2,253
Gain on change in equity	7,649	–
Other	1,084	1,078
Total extraordinary income	12,661	5,731
Extraordinary losses		
Impairment loss	13,494	30,335
Special retirement allowance	444	2,612
Other business restructuring expenses	–	3,989
Provision for reserve for environmental measures	4,510	–
Other	4,483	4,548
Total extraordinary losses	22,933	41,487
Profit before income taxes	49,963	61,801
Income taxes – current	9,392	14,038
Income taxes – deferred	214	748
Total income taxes	9,606	14,787
Profit	40,357	47,013
Profit attributable to non-controlling interests	6,280	6,432
Profit attributable to owners of parent	34,076	40,581

## Consolidated statement of comprehensive income

(Millions of yen)

	Previous Fiscal Year (From April 1, 2024 to March 31, 2025)	Current Fiscal Year (From April 1, 2025 to March 31, 2026)
Profit	40,357	47,013
Other comprehensive income		
Valuation difference on available-for-sale securities	(2,251)	2,106
Deferred gains or losses on hedges	(1,808)	2,555
Revaluation reserve for land	(218)	—
Foreign currency translation adjustment	241	12,437
Retirement benefit adjustments	6,998	7,695
Share of other comprehensive income of entities accounted for using equity method	1,739	6,759
Total other comprehensive income	4,699	31,554
Comprehensive income	45,056	78,568
(Breakdown)		
Comprehensive income attributable to owners of parent	36,835	71,865
Non-controlling interests	8,221	6,702

**(3) Consolidated statement of changes in net assets**

Previous fiscal year (From April 1, 2024 to March 31, 2025)

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance as of March 31, 2024	119,457	81,745	358,569	(2,898)	556,875
Changes during the period					
Cash dividends			(12,692)		(12,692)
Profit attributable to owners of parent			34,076		34,076
Reversal of revaluation reserve for land			(10)		(10)
Change in scope of consolidation			(604)		(604)
Purchase of treasury shares				(20)	(20)
Disposal of treasury shares		(0)		90	90
Net changes in items other than shareholders' equity					
Total changes during the period	-	(0)	20,769	69	20,838
Balance as of March 31, 2025	119,457	81,745	379,339	(2,828)	577,714

	Accumulated other comprehensive income						Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance as of March 31, 2024	9,751	3,262	16,063	57,567	10,123	96,766	31,981	685,623
Changes during the period								
Cash dividends								(12,692)
Profit attributable to owners of parent								34,076
Reversal of revaluation reserve for land								(10)
Change in scope of consolidation								(604)
Purchase of treasury shares								(20)
Disposal of treasury shares								90
Net changes in items other than shareholders' equity	(1,857)	(2,289)	(392)	131	7,177	2,768	(15,954)	(13,185)
Total changes during the period	(1,857)	(2,289)	(392)	131	7,177	2,768	(15,954)	7,653
Balance as of March 31, 2025	7,894	972	15,670	57,698	17,300	99,535	16,026	693,276

Current fiscal year (From April 1, 2025 to March 31, 2026)

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance as of March 31, 2025	119,457	81,745	379,339	(2,828)	577,714
Changes during the period					
Cash dividends			(13,084)		(13,084)
Profit attributable to owners of parent			40,581		40,581
Reversal of revaluation reserve for land			46		46
Changes in scope of consolidation			40		40
Purchase of treasury shares				(22)	(22)
Disposal of treasury shares		(0)		62	62
Net changes in items other than shareholders' equity					
Total changes during the period	-	(0)	27,583	40	27,623
Balance as of March 31, 2026	119,457	81,745	406,922	(2,788)	605,338

	Accumulated other comprehensive income						Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance as of March 31, 2025	7,894	972	15,670	57,698	17,300	99,535	16,026	693,276
Changes during the period								
Cash dividends								(13,084)
Profit attributable to owners of parent								40,581
Reversal of revaluation reserve for land								46
Change in scope of consolidation								40
Purchase of treasury shares								(22)
Disposal of treasury shares								62
Net changes in items other than shareholders' equity	4,233	2,343	(46)	16,346	8,361	31,238	839	32,077
Total changes during the period	4,233	2,343	(46)	16,346	8,361	31,238	839	59,701
Balance as of March 31, 2026	12,127	3,315	15,623	74,045	25,661	130,773	16,866	752,978

**(4) Consolidated statement of cash flows**

(Millions of yen)

	Previous Fiscal Year (From April 1, 2024 to March 31, 2025)	Current Fiscal Year (From April 1, 2025 to March 31, 2026)
<b>Cash flows from operating activities</b>		
Profit before income taxes	49,963	61,801
Depreciation	45,503	47,494
Amortization of goodwill	1,781	2,392
Increase (decrease) in allowance for doubtful accounts	(103)	136
Increase (decrease) in provision for environmental measures	1,997	(1,042)
Increase (decrease) in provision for retirement benefits and retirement benefits for directors	(3,075)	(3,718)
Interest and dividend income	(24,613)	(27,185)
Interest expenses	8,771	9,490
Foreign exchange losses (gains)	901	319
Share of loss (profit) of entities accounted for using equity method	(17,539)	(21,201)
Gain on change in equity	(7,649)	-
Loss (gain) on sale of non-current assets	(119)	133
Loss on retirement of non-current assets	2,090	1,913
Impairment loss	13,494	30,335
Loss (gain) on sales of investment securities	(3,917)	(718)
Loss (gain) on valuation of investment securities	1,146	50
Decrease (increase) in notes and accounts receivable – trade	14,029	(23,265)
Decrease (increase) in inventories	(47,155)	(117,669)
Proceeds from sales of gold bullion	149,985	209,927
Payment for purchase of gold bullion	(129,699)	(150,161)
Decrease (increase) in other current assets	4,531	(2,200)
Increase (decrease) in notes and accounts payable – trade	3,709	18,802
Increase (decrease) in accrued expenses	(2,078)	(4,527)
Increase (decrease) in other current liabilities	(9,057)	4,306
Increase (decrease) in other non-current liabilities	1,641	(879)
Other, net	(4,957)	(5,547)
Subtotal	49,583	28,985
Interest and dividend received	26,268	29,517
Interest paid	(8,773)	(9,490)
Income taxes (paid) refund	(8,189)	(9,337)
Net cash provided by (used in) operating activities	58,889	39,674

(Millions of yen)

	Previous Fiscal Year (From April 1, 2024 to March 31, 2025)	Current Fiscal Year (From April 1, 2025 to March 31, 2026)
<b>Cash flows from investing activities</b>		
Payment for purchase of property, plant and equipment	(56,077)	(48,897)
Proceeds from sales of property, plant and equipment	431	1,055
Payment for purchase of intangible assets	(4,212)	(2,748)
Payment for purchase of investment securities	(367)	(8,576)
Proceeds from sales of investment securities	13,997	3,447
Proceeds from refunds of investment securities	12,292	15,151
Payment for purchase of subsidiaries' shares	(4,733)	-
Purchase of shares of subsidiaries resulting in change in scope of consolidation	(33,646)	(1,245)
Proceeds from sales of subsidiaries' shares resulting in change in scope of consolidation	1,903	-
Proceeds from transfer of business	-	2,400
Payment for loans	(3,407)	(330)
Proceeds from collection of loans	877	1,214
Other, net	(6,439)	3,499
Net cash provided by (used in) investing activities	(79,383)	(35,030)
<b>Cash flows from financing activities</b>		
Net increase (decrease) in short-term borrowings	41,528	48,823
Proceeds from long-term borrowings	16,049	10,301
Repayment of long-term borrowings	(43,390)	(124,594)
Proceeds from issuance of bonds	20,000	40,000
Payment for redemption of bonds	(10,000)	-
Net increase (decrease) in commercial papers	(15,000)	70,000
Payment for purchase of treasury shares	(20)	(22)
Cash dividends paid	(12,692)	(13,084)
Cash dividends paid to non-controlling interests	(7,493)	(6,531)
Other, net	(2,189)	(1,647)
Net cash provided by (used in) financing activities	(13,208)	23,244
Effect of exchange rate changes on cash and cash equivalents	2,280	5,365
Net increase (decrease) in cash and cash equivalents	(31,421)	33,255
Cash and cash equivalents at beginning of period	131,143	88,642
Increase (decrease) in cash and cash equivalents resulting from change in scope of consolidation	(11,079)	(148)
Cash and cash equivalents at end of period	88,642	121,749

## (5) Notes on consolidated financial statements

### Notes on going concern assumption

None.

### Notes on business combination, etc.

(Finalization of provisional accounting treatment for business combination)

Regarding the business combination with H.C. Starck Holding (Germany) GmbH conducted on December 17, 2024, provisional accounting treatment had been applied in the previous consolidated fiscal year and was finalized in the current consolidated fiscal year.

As a result of the finalization of the provisional accounting treatment, a significant revision was made to the initial allocation of acquisition cost in the comparative information included in the consolidated financial statements for the current consolidated fiscal year.

As a result, the amount of goodwill of ¥27,319 million, which was calculated provisionally, decreased by ¥9,245 million to ¥18,073 million due to the finalization of the accounting treatment. The decrease in goodwill was due to increases of ¥5,392 million in tangible fixed assets, ¥7,916 million in other intangible fixed assets, and ¥4,063 million in non-current liabilities. At the end of the previous consolidated fiscal year, tangible fixed assets, other intangible fixed assets, and non-current liabilities increased by ¥5,392 million, ¥7,916 million, and ¥4,063 million, respectively, and goodwill decreased by ¥9,245 million.

The amortization period for goodwill is 20 years, while the amortization period for customer-related assets, which are included in other intangible fixed assets other than goodwill, is 20 years, and the amortization period for technology-related assets is 10 years.

### Notes on consolidated statements of income

#### 1. Impairment losses

(Method of asset grouping)

The Group groups its assets mainly by product group or site based on reportable segments.

In addition, idle assets are classified by individual asset.

The impact on segments is described in the relevant sections.

(Summary of asset groups for which impairment losses were recognized)

Use	Location	Type	Impairment loss (Millions of yen)
Metals business assets	Iwaki City, Fukushima Prefecture	Buildings, machinery and equipment, etc.	20,361
Advanced Products business assets	Pori, Finland, etc.	Machinery and equipment, goodwill, etc.	7,303
Metalworking Solutions business assets	West Java, Indonesia, etc.	Buildings, machinery and equipment, etc.	1,699
Renewable Energy business assets	Kazuno City, Akita Prefecture	Construction in progress	629
Other businesses assets	Sunto-gun, Shizuoka Prefecture	Buildings, etc.	2
Rental assets	Sannohe-gun, Aomori Prefecture	Buildings, land, etc.	103
Idle assets	Iwaki City, Fukushima Prefecture, etc.	Machinery and equipment, tools, furniture and fixtures, etc.	236
Total			30,335

(Background to the recognition of impairment losses)

Among business assets, the carrying amount was reduced to the recoverable amount for asset groups whose profitability had declined significantly due to a decline in product market prices, sluggish market conditions, and other factors, or for asset groups for which a decision had been made to terminate the business. In addition, the carrying amount of idle assets whose recoverable amount was below the carrying amount due to a decline in market prices and other factors was reduced to the recoverable amount. The decrease in the carrying amount of the business assets and idle assets was recorded as impairment losses of ¥30,335 million in extraordinary losses.

- Breakdown of impairment losses by account  
Buildings ¥4,020 million, Structures ¥875 million, Machinery and equipment ¥17,104 million, Construction in progress ¥2,636 million, Land ¥280 million, Goodwill ¥4,587 million, Software in progress ¥597 million, Other ¥234 million

(Method for calculating recoverable amount)

The recoverable amount is measured based on net realizable value or value in use. Net realizable value is calculated based on real estate appraisal value for assets whose market value is material, and based on fixed asset tax valuation and other factors for other assets. Value in use is calculated by discounting future cash flows primarily at 10.0%.

(Valuation of fixed assets recorded by Onahama Smelting and Refining Co., Ltd.)

Since the commencement of operations at the Onahama Smelter & Refinery, Japan's first joint copper smelter, in 1965, Onahama Smelting and Refining Co., Ltd. has been producing copper cathode using copper concentrates, a primary raw material, as its main feedstock for more than 60 years, while expanding, updating and improving its facilities.

However, the external environment surrounding the copper smelting business has become increasingly competitive with overseas smelters, and the terms for purchasing copper concentrates from mining companies (TC/RC) have deteriorated significantly, making the future outlook uncertain.

Amid these circumstances, Onahama Smelting and Refining Co., Ltd. has been striving to secure profitability by implementing cost reduction measures, such as cutting fixed costs by suspending some processes. However, the Company has decided to suspend the processing of copper concentrates and the operation of related smelting facilities at the Onahama Smelter & Refinery by the end of March 2027 as part of its fundamental structural reforms.

As a result of comparing the total amount of undiscounted future cash flows to be obtained from the asset group with the carrying amount, the undiscounted future cash flows fell below the carrying amount. In measuring impairment losses, the carrying amount was reduced to the recoverable amount, and an impairment loss of ¥20,236 million was recorded.

(Valuation of goodwill recorded by Luvata Oy)

Luvata Oy adopts International Financial Reporting Standards (IFRS). Regardless of whether there are indications of impairment, groups of cash-generating units including goodwill undergo an impairment test every fiscal year. If the recoverable amount falls below the carrying amount, the carrying amount is reduced to the recoverable amount, and the reduction is recognized as an impairment loss. The recoverable amount is the higher of value in use or fair value less costs of disposal.

As a result of the impairment test for the fiscal year under review, the recoverable amount fell below the carrying amount, resulting in the recognition of an impairment loss of ¥4,587 million. This was mainly due to the recognition of impairment losses resulting from an increase in the carrying amount, primarily attributable to an increase in working capital due to a rise in copper prices.

## 2. Other business restructuring expenses

In line with the decision to suspend the processing of copper concentrates and the operation of related smelting facilities at Onahama Smelting and Refining Co., Ltd. by the end of March 2027, a valuation loss was recorded on supplies held by the company that are not expected to be used in the future.

## Notes on segment information, etc.

[Segment information]

### 1. Overview of reportable segments

#### (1) Method of determining reportable segments

The Company's reportable segments are constituent units of the Company for which separate financial statements are available and which are subject to periodic review by the Board of Directors to determine the allocation of management resources and to evaluate business performance.

The Company has adopted an internal company system, under which internal companies and business units formulate comprehensive domestic and overseas strategies for the products and services they handle and

conduct business activities.

Accordingly, the Company is composed of product and service segments based on internal companies and has four reportable segments: the Metals business, the Advanced Products business, the Metalworking Solutions business, and the Renewable Energy business.

(2) Types of products and services in each reportable segment

Major products of each business segment are as follows:

- a) Metals business: Non-ferrous metal smelting (copper, gold, silver, lead, tin, palladium, sulfuric acid, etc.), home appliance recycling
- b) Advanced Products business: Copper and copper alloy products, electronic materials
- c) Metalworking Solutions business: Cemented carbide products
- d) Renewable Energy business: Renewable energy

2. Method of calculating net sales, profit or loss, assets, and other items by reportable segment

The accounting methods for the reportable business segments are the same as those adopted for the preparation of the consolidated financial statements.

Profit of reportable segments is based on ordinary profit.

Inter-segment internal revenues and transfers are based on prevailing market prices.

### 3. Information on net sales, profit or loss, assets, and other items by reportable segment

Previous fiscal year (From April 1, 2024 to March 31, 2025)

(Millions of yen)

	Reportable segments				Other businesses	Total	Adjustments	Amounts in consolidated financial statements
	Metals business	Advanced Products business	Metalworking Solutions business	Renewable Energy business				
Net sales								
(1) Net sales to external customers	1,202,272	491,914	144,221	8,336	115,331	1,962,076	–	1,962,076
(2) Inter-segment net sales or transfers	231,360	18,443	4,583	0	42,339	296,726	(296,726)	–
Total	1,433,633	510,358	148,804	8,337	157,670	2,258,803	(296,726)	1,962,076
Segment profit	41,167	3,156	8,537	2,609	18,551	74,021	(13,786)	60,235
Segment assets	1,288,709	395,900	308,059	55,829	291,676	2,340,175	39,233	2,379,409
Other items								
Depreciation	14,061	13,024	10,841	2,192	986	41,105	4,398	45,503
Amortization of goodwill	–	548	1,228	–	4	1,781	–	1,781
Interest income	3,838	300	601	3	83	4,826	(411)	4,415
Interest expenses	2,698	3,757	954	408	736	8,555	216	8,771
Share of profit of entities accounted for using equity method	1,490	1,157	–	812	14,079	17,539	–	17,539
Investments in equity-method affiliates	88,197	5,040	264	5,205	186,524	285,232	(1,188)	284,043
Increase in property, plant and equipment and intangible assets	19,015	18,055	12,740	1,921	3,958	55,690	3,187	58,878

#### Notes:

1. “Other businesses” include cement-related and engineering-related businesses.
2. Adjustment to segment profit of ¥(13,786) million includes ¥(2,453) million in eliminations of inter-segment transactions and ¥(11,332) million in company-wide expenses not allocated to any reportable segment. Company-wide expenses mainly consist of general and administrative expenses, basic research and development expenses, and financial income and expenses not attributable to reportable segments.
3. Adjustment to segment assets of ¥39,233 million includes inter-segment eliminations of ¥(88,444) million and company-wide assets of ¥127,677 million not allocated to any reportable segment. Company-wide assets mainly consist of assets related to administrative departments and assets related to basic research and development that are not attributable to reportable segments.
4. Segment information for the previous fiscal year has been disclosed based on the amounts after the significant revision of the initial allocation of acquisition cost due to the finalization of provisional accounting treatment as described in “Notes on business combinations, etc.”
5. The increase in property, plant and equipment and intangible assets does not include the increase in assets due to business combinations.
6. The adjustment of ¥3,187 million for the increase in property, plant and equipment and intangible assets mainly represents capital expenditures at the DX Promotion Division and the Innovation Center.
7. Segment profit is reconciled with ordinary profit in the consolidated statement of income.

Current fiscal year (From April 1, 2025 to March 31, 2026)

(Millions of yen)

	Reportable segments				Other businesses	Total	Adjustments	Amounts in consolidated financial statements
	Metals business	Advanced Products business	Metalworking Solutions business	Renewable Energy business				
Net sales								
(1) Net sales to external customers	940,464	567,972	230,591	6,202	98,822	1,844,053	–	1,844,053
(2) Inter-segment net sales or transfers	295,179	17,845	4,150	7	41,210	358,393	(358,393)	–
Total	1,235,643	585,817	234,741	6,210	140,033	2,202,446	(358,393)	1,844,053
Segment profit	57,066	20,093	14,980	802	14,856	107,798	(10,241)	97,556
Segment assets	1,786,173	452,986	342,884	55,846	277,275	2,915,165	84,578	2,999,744
Other items								
Depreciation	11,929	12,524	15,229	2,085	1,132	42,900	4,594	47,494
Amortization of goodwill	–	488	1,902	–	2	2,392	–	2,392
Interest income	2,983	295	680	12	58	4,029	(335)	3,694
Interest expenses	2,380	4,175	2,836	484	262	10,139	(649)	9,490
Share of profit of entities accounted for using equity method	7,429	2,145	556	603	10,467	21,201	–	21,201
Investments in equity-method affiliates	99,785	6,520	1,304	5,179	189,780	302,571	(1,263)	301,307
Increase in property, plant and equipment and intangible assets	19,718	14,802	12,065	3,229	2,074	51,891	3,091	54,982

Notes:

1. "Other businesses" include cement-related and engineering-related businesses.
2. Adjustment to segment profit of ¥(10,241) million includes eliminations of inter-segment transactions of ¥(385) million and company-wide expenses of ¥(9,856) million not allocated to any reportable segment. Company-wide expenses mainly consist of general and administrative expenses, basic research and development expenses, and financial income and expenses not attributable to reportable segments.
3. Adjustment to segment assets of ¥84,578 million includes eliminations of inter-segment transactions of ¥(100,132) million and company-wide assets of ¥184,711 million not allocated to any reportable segment. Company-wide assets mainly consist of assets related to administrative departments and assets related to basic research and development that are not attributable to reportable segments.
4. The adjustment of ¥3,091 million for the increase in property, plant and equipment and intangible assets mainly represents capital expenditures at the DX Promotion Division and the Innovation Center.
5. Segment profit is reconciled with ordinary profit in the consolidated statement of income.

**【Information on impairment losses on fixed assets by reportable segment】**

Previous fiscal year (From April 1, 2024 to March 31, 2025)

(Millions of yen)

	Reportable segments				Other businesses	Subtotal	Company-wide/ Elimination	Total
	Metals business	Advanced Products business	Metalworking Solutions business	Renewable Energy business				
Impairment losses	114	12,906	384	–	53	13,459	34	13,494

Note: The adjustment to impairment losses of ¥34 million is mainly due to impairment of common-use assets.

Current fiscal year (April 1, 2025 to March 31, 2026)

(Millions of yen)

	Reportable segments				Other businesses	Subtotal	Company-wide/ Elimination	Total
	Metals business	Advanced Products business	Metalworking Solutions business	Renewable Energy business				
Impairment losses	20,361	7,451	1,699	635	2	30,150	185	30,335

Note: The adjustment to impairment losses of ¥185 million is mainly due to impairment of idle assets.

**Notes on per share information**

	Previous Fiscal Year (From April 1, 2024 to March 31, 2025)	Current Fiscal Year (From April 1, 2025 to March 31, 2026)
Net assets per share	5,183.34 yen	5,633.05 yen
Profit per share	260.82 yen	310.56 yen

Note:

1. The Company's shares held by the executive remuneration BIP Trust are included in treasury shares to be deducted from the total number of issued shares at the end of the period for the purpose of calculating net assets per share. The number of treasury shares at the end of the period was 830,000 shares for the previous fiscal year and 812,000 shares for the current fiscal year, of which the number of the Company's shares held by the executive remuneration BIP Trust was 184,000 shares for the previous fiscal year and 159,000 shares for the current fiscal year.
2. Diluted profit per share is not stated because there are no potential shares.
3. The basis for calculating profit per share is as follows:

	Previous Fiscal Year (From April 1, 2024 to March 31, 2025)	Current Fiscal Year (From April 1, 2025 to March 31, 2026)
Profit per share		
Profit attributable to owners of parent (Millions of yen)	34,076	40,581
Amount not attributable to common shareholders (Millions of yen)	–	–
Profit attributable to owners of parent related to common shares (Millions of yen)	34,076	40,581
Average number of shares during the period (Thousand shares)	130,653	130,671

Note:

The Company's shares held by the executive remuneration BIP Trust are included in treasury shares to be deducted in the calculation of the average number of shares during the period for the purpose of calculating profit per share. The average number of treasury shares during the period was 836,000 shares for the previous fiscal year and 818,000 shares for the current fiscal year, of which the average number of the Company's shares held by the executive remuneration BIP Trust during the period was 193,000 shares for the previous fiscal year and 168,000 shares for the current fiscal year.

## Notes on significant subsequent events

(Transition of retirement benefit plan)

In April 2026, the Company transitioned part of its retirement lump-sum payment plan to a defined contribution pension plan and applied the “Accounting Treatment for Transition between Retirement Benefit Plans” (ASBJ Guidance No. 1).

As a result of this transition, extraordinary income of ¥11,033 million is expected to be recorded in the following consolidated fiscal year.

(Change in segment classification)

At a meeting of the Board of Directors held on November 26, 2025, the Company resolved to adopt the Medium-term Management Strategy covering fiscal years ending March 2027 through March 2029.

Under the Medium-term Management Strategy, the Company reorganized its business as of April 1, 2026 by defining the collection and processing of recycled raw materials through to the manufacture of copper and copper alloy products and tungsten materials as the “Materials Business Area,” and positioning the manufacture of cemented carbide products and advanced products, which involve further downstream processing, as the “Products Business Area,” thereby accelerating global expansion in each area.

In the Materials Business Area, the Company will promote the expansion of secondary smelting, resource circulation loops, and tungsten recycling by integrating related businesses. The Products Business Area will strive to improve profitability by providing high-value-added products and solutions. Through mining investment, the Mineral Resources business will contribute to the stable procurement of copper concentrates for use in the Materials Business Area and the establishment of a stable earnings base. The Renewable Energy business will develop an energy infrastructure that combines a variety of power sources, mainly geothermal, hydroelectric, and solar power, to achieve both stable supply and decarbonization.

Accordingly, the Company has changed its reportable segment classification from the “Metals business,” “Advanced Products business,” “Metalworking Solutions business,” and “Renewable Energy business” to the “Materials Business Area,” “Products Business Area (Metalworking Solutions business),” “Products Business Area (Advanced Products business),” “Mineral Resources business,” and “Renewable Energy business.”

Information on the amounts of net sales, profit or loss, assets, and other items by reportable segment for the fiscal year under review based on the segment classification after the change is as follows.

Current fiscal year (From April 1, 2025 to March 31, 2026)

(Millions of yen)

	Reportable segments					Other businesses	Total	Adjustments	Amounts in consolidated financial statements
	Materials Business Area	Products Business Area		Mineral Resources business	Renewable Energy business				
		Metalworking Solutions business	Advanced Products business						
Net sales									
(1) Net sales to external customers	1,375,270	142,875	219,834	–	6,202	99,869	1,844,053	–	1,844,053
(2) Inter-segment net sales or transfers	51,739	4,394	14,700	–	7	43,583	114,425	(114,425)	–
Total	1,427,010	147,269	234,534	–	6,210	143,453	1,958,478	(114,425)	1,844,053
Segment profit	44,849	15,148	5,533	28,670	802	15,057	110,061	(12,504)	97,556
Segment assets	1,994,926	219,788	222,573	123,907	55,846	279,388	2,896,430	103,314	2,999,744
Other Items									
Depreciation	19,881	10,608	8,741	392	2,085	1,191	42,900	4,594	47,494
Amortization of goodwill	926	976	488	–	–	2	2,392	–	2,392
Interest income	779	613	256	2,305	12	61	4,029	(335)	3,694
Interest expenses	5,416	795	2,410	770	484	262	10,139	(649)	9,490
Share of profit of entities accounted for using equity method	3,232	–	2,145	5,302	603	10,467	21,751	(549)	21,201
Investments in equity-method affiliates	53,422	–	6,520	47,294	5,179	189,780	302,198	(890)	301,307
Increase in property, plant and equipment and intangible assets	28,010	8,868	9,658	5	3,229	2,119	51,891	3,091	54,982

Notes:

1. "Other businesses" include cement-related and engineering-related businesses.
2. Adjustment to segment profit of ¥(12,504) million includes eliminations of inter-segment transactions of ¥(2,648) million and company-wide expenses of ¥(9,856) million not allocated to any reportable segment. Company-wide expenses mainly consist of general and administrative expenses, basic research and development expenses, and financial income and expenses not attributable to reportable segments.
3. Adjustment to segment assets of ¥103,314 million includes eliminations of inter-segment transactions of ¥(81,396) million and company-wide assets of ¥184,711 million not allocated to any reportable segment. Company-wide assets mainly consist of assets related to administrative departments and assets related to basic research and development that are not attributable to reportable segments.
4. The adjustment of ¥3,091 million for the increase in property, plant and equipment and intangible assets mainly represents capital expenditures at the DX Promotion Division and the Innovation Center.
5. Segment profit is reconciled with ordinary profit in the consolidated statement of income.