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July 30, 2025

**Consolidated Financial Results
for the three months ended June 30, 2025
(Under Japanese GAAP)**

Company name: TOKAI RIKA CO., LTD
Listing: Tokyo Stock Exchange and Nagoya Stock Exchange
Securities code: 6995
URL: <http://www.tokai-rika.co.jp>
Representative: Hiroyoshi Ninoyu
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Scheduled date to commence dividend payments: -
Preparation of supplementary material on quarterly financial results: Yes
Holding of quarterly financial results briefing: None

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated financial results for the three months ended June 30, 2025, (from April 1, 2025 to June 30, 2025)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

| | Net sales | | Operating profit | | Ordinary profit | | Profit attributable to owners of parent | |
|--------------------|-----------------|-----|------------------|--------|-----------------|--------|---|--------|
| Three months ended | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % |
| June 30, 2025 | 152,690 | 0.5 | 7,834 | 10.0 | 9,430 | 3.2 | 5,181 | (31.6) |
| June 30, 2024 | 151,966 | 2.2 | 7,123 | (18.9) | 9,134 | (36.3) | 7,578 | (26.8) |

Note: Comprehensive income
For the Three Months Ended June 30, 2025 : 4,753 million [-50.9%]
For the Three Months Ended June 30, 2024 : 9,688 million [-57.8%]

| | Basic earnings per share | Diluted earnings per share |
|--------------------|--------------------------|----------------------------|
| Three months ended | Yen | Yen |
| June 30, 2025 | 60.90 | - |
| June 30, 2024 | 89.59 | - |

(2) Consolidated financial position

| | Total assets | Net assets | Equity ratio |
|----------------|-----------------|-----------------|--------------|
| As of | Millions of yen | Millions of yen | % |
| June 30, 2025 | 514,103 | 338,421 | 61.5 |
| March 31, 2025 | 510,942 | 337,877 | 61.9 |

Reference: Equity

As of June 30, 2025 ¥316,370 million
As of March 31, 2025 ¥316,076 million

2. Cash dividends

| | Annual dividends per share | | | | |
|---------------------------|----------------------------|--------------------|-------------------|-----------------|-------|
| | First quarter-end | Second quarter-end | Third quarter-end | Fiscal year-end | Total |
| Fiscal year ended | Yen | Yen | Yen | Yen | Yen |
| March 31, 2025 | - | 45.00 | - | 50.00 | 95.00 |
| March 31, 2026 | - | | | | |
| March 31, 2026 (Forecast) | | 45.00 | - | 50.00 | 95.00 |

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

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

(Percentages indicate the changes of the same period of the previous year.)

| | Net sales | | Operating profit | | Ordinary profit | | Profit attributable to owners of parent | | Basic earnings per shares |
|-----------|-----------------|-------|------------------|--------|-----------------|--------|---|--------|---------------------------|
| | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen |
| Full year | 580,000 | (6.1) | 20,000 | (43.6) | 20,000 | (42.0) | 14,000 | (49.7) | 164.55 |

Notes: Revisions to the forecast of financial result most recently announced: None

* Notes

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

(2) Application of special accounting methods in preparation for quarterly consolidated financial statements: Yes

Note: For details, please refer to (3) Notes to Quarterly Consolidated Financial Statements

[Note to special accounting methods in preparation for quarterly consolidated financial statements] on P.7 of the attachment.

(3) Changes in accounting policies, changes in accounting estimates, and restatement

(i)Changes in accounting policies due to revisions to accounting standards and other regulations: None

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

(iii)Changes in accounting estimates: None

(iv)Restatement: None

(4) Number of issued shares (common shares)

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

As of June 30, 2025 89,234,171 shares

As of March 31, 2025 94,234,171 shares

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

As of June 30, 2025 4,123,545 shares

As of March 31, 2025 9,195,446 shares

(iii)Average number of shares outstanding during the period

For the Three Months Ended June 30, 2024 85,079,810 shares

For the Three Months Ended June 30, 2023 84,584,264 shares

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: None

* Proper use of earnings forecasts, and other special matters

The above forward-looking statements are prepared based on judgment and assumption from information currently available to the Company.

These statements do not purport that the Company pledges to realize such statements. Actual business results may differ from the forecast figures due to various factors such as uncertainties of the information, future economic conditions, stock prices and exchange rates trends.

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1 . Financial Results and Position

(1) Consolidated Financial Results for FY2026 First Quarter

For the three months ended June 30, 2025, consolidated net sales increased by 724 million yen or 0.5%, year on year, to 152,690 million yen. Consolidated operating income increased by 711 million yen or 10.0%, year on year, to 7,834 million yen. Consolidated ordinary income increased by 296 million yen or 3.2%, year on year, to 9,430 million yen. Profit attributable to owners of parent company shareholders decreased by 2,397 million yen or 31.6%, year on year, to 5,181 million yen.

Results by segment were as follows.

(Japan)

Net sales increased by 3,785 million yen or 5.3% year on year, to 75,311 million yen due to an increase in client production volume. Operating loss decreased by 1,498 million yen to △1,839 million yen due to a price hike in raw material.

(North Americas)

Net sales decreased by 784 million yen or 1.8% year on year, to 43,542 million yen due to the impact of yen appreciation. Operating income increased by 2,292 million yen or 389.5% year on year, to 2,880 million yen due to

(Asia)

Net sales decreased by 288 million yen or 0.6% year on year, to 46,103 million yen due to the impact of yen appreciation. Operating income decreased by 18 million yen or 0.3% year on year, to 5,779 million yen.

(Others)

Net sales decreased by 1,834 million yen or 13.4% year on year, to 11,870 million yen. Operating income decreased by 173 million yen or 15.2% year on year, to 969 million yen.

(2) Consolidated Financial Position for FY2026 First Quarter

Assets at the end of the first quarter in consolidated accounts were 514,104 million yen, an increase by 3,161 million yen from the end of previous year due to an increase in cash and deposits.

Liabilities at the end of the first quarter in consolidated accounts were 175,683 million yen, an increase by 2,618 million yen from the end of previous year.

Equity at the end of the first quarter in consolidated accounts were 338,421 million yen, an increase by 544 million yen from the end of previous year.

(3) Explanation for Forecast of Consolidated Financial Results

We have not revised our consolidated financial results forecasts for the fiscal year ending March 31, 2026, which was announced on April 24, 2025.

3 . Financial Results and Position

(1) Quarterly Consolidated Balance Sheet

| Millions of Yen | | | |
|---|-------------------------|------------------------|------------------------|
| ASSETS | As of March 31, 2025 | As of June 30, 2025 | Increase (Decrease) |
| CURRENT ASSETS: | | | |
| Cash and deposits | 75,074 | 93,022 | 17,948 |
| Notes and accounts receivable | 81,774 | 78,166 | (3,608) |
| Electronically recorded monetary claims-operating | 11,823 | 11,389 | (434) |
| Marketable securities | 23,198 | 20,402 | (2,796) |
| Finished goods | 26,131 | 24,586 | (1,545) |
| Work-in-process | 41,502 | 41,759 | 257 |
| Raw materials and supplies | 9,675 | 9,643 | (32) |
| Other current assets | 16,387 | 15,842 | (545) |
| Less: Allowance for doubtful accounts | (43) | (48) | (5) |
| Total current assets | 285,523 | 294,763 | 9,240 |
| NON-CURRENT ASSETS: | | | |
| Buildings and structures | 44,280 | 44,222 | (58) |
| Machinery and vehicle | 35,807 | 37,538 | 1,731 |
| Others | 43,504 | 43,890 | 386 |
| Total tangible non-current assets | 123,591 | 125,651 | 2,060 |
| Intangible non-current assets | | | |
| Others | 4,445 | 4,506 | 61 |
| Total intangible non-current assets | 4,445 | 4,506 | 61 |
| Investments and other assets: | | | |
| Investments securities | 32,579 | 24,534 | (8,045) |
| Net defined benefit asset | 50,099 | 50,266 | 167 |
| Others | 14,782 | 14,460 | (322) |
| Less: Allowance for doubtful accounts | (79) | (79) | 0 |
| Total investments and other assets | 97,382 | 89,182 | (8,200) |
| Total noncurrent assets | 225,419 | 219,340 | (6,079) |
| TOTAL | 510,942 | 514,103 | 3,161 |

| Millions of Yen | | | |
|--|---------------------------------|--------------------------------|--------------------------------|
| LIABILITIES AND EQUITY | As of March 31, 2025 | As of June 30, 2025 | Increase (Decrease) |
| CURRENT LIABILITIES: | | | |
| Notes and accounts payable | 51,306 | 49,681 | (1,625) |
| Electronically recorded obligations-operating | 9,605 | 10,031 | 426 |
| Income taxes payable | 2,547 | 4,035 | 1,488 |
| Provision for bonuses to employees | 11,373 | 5,781 | (5,592) |
| Provision for product warranty | 12,244 | 11,989 | (255) |
| Other provisions | 1,227 | 1,078 | (149) |
| Others | 42,872 | 49,660 | 6,788 |
| Total current liabilities | 131,179 | 132,259 | 1,080 |
| NONCURRENT LIABILITIES: | | | |
| Bonds payable | 10,000 | 10,000 | - |
| Provision for retirement benefits for directors (and other officers) | 270 | 242 | (28) |
| Defined benefit liability | 20,055 | 20,112 | 57 |
| Long-term asset retirement obligations | 72 | 72 | - |
| Others | 11,487 | 12,995 | 1,508 |
| Total noncurrent liabilities | 41,885 | 43,423 | 1,538 |
| Total liabilities | 173,064 | 175,682 | 2,618 |
| SHAREHOLDERS' EQUITY: | | | |
| Capital stock | 22,856 | 22,856 | - |
| Capital surplus | 25,637 | 15,305 | (10,332) |
| Retained earnings | 241,060 | 241,972 | 912 |
| Treasury stock | (19,001) | (8,515) | 10,486 |
| Total shareholders' equity | 270,552 | 271,618 | 1,066 |
| ACCUMULATED OTHER COMPREHENSIVE INCOME | | | |
| Net unrealized gain on available-for-sale securities | 5,068 | 5,459 | 391 |
| Foreign currency translation adjustments | 23,303 | 22,641 | (662) |
| Remeasurements of defined benefit plans | 17,151 | 16,652 | (499) |
| Total accumulated other comprehensive income | 45,523 | 44,752 | (771) |
| NON-CONTROLLING INTERESTS | 21,801 | 22,050 | 249 |
| Total equity | 337,877 | 338,421 | 544 |
| TOTAL | 510,942 | 514,103 | 3,161 |

(2) Quarterly Consolidated Statement of Income and Quarterly Consolidated Statement of Comprehensive Income

| (Consolidated Statement of Income) | | Millions of Yen | |
|---|-------------------------------------|-------------------------------------|------------------------|
| | Three months Ended June 30, 2024 | Three months Ended June 30, 2025 | Increase (Decrease) |
| NET SALES | 151,966 | 152,690 | 724 |
| COST OF SALES | 132,043 | 131,804 | (239) |
| Gross profit | 19,922 | 20,885 | 963 |
| SELLING, GENERAL AND ADMINISTRATIVE EXPENSES | 12,799 | 13,050 | 251 |
| Operating income | 7,123 | 7,834 | 711 |
| NON-OPERATING INCOME | | | |
| Interest income | 315 | 295 | (20) |
| Dividend income | 313 | 202 | (111) |
| Share of profit of entities accounted for | 148 | 188 | 40 |
| Other | 271 | 580 | 309 |
| Total non-operating income | 2,041 | 1,758 | (283) |
| NON-OPERATING EXPENSES | | | |
| Interest expenses | 11 | 13 | 2 |
| Loss on sales and retirement of non-current assets | - | 141 | 141 |
| Other | 19 | 7 | (12) |
| Total non-operating expenses | 30 | 163 | 133 |
| Ordinary income | 9,134 | 9,430 | 296 |
| EXTRAORDINARY INCOME | | | |
| Gain on sales of investment securities | 2,269 | - | (2,269) |
| Total extraordinary income | 2,269 | - | (2,269) |
| EXTRAORDINARY LOSS | | | |
| Impairment loss | - | 82 | 82 |
| Total extraordinary loss | - | 82 | 82 |
| INCOME BEFORE INCOME TAXES | 11,403 | 9,347 | (2,056) |
| INCOME TAXES | 3,442 | 3,673 | 231 |
| PROFIT | 7,961 | 5,674 | (2,287) |
| PROFIT ATTRIBUTABLE TO NON-CONTROLLING INTERESTS | 383 | 492 | 109 |
| PROFIT ATTRIBUTABLE TO OWNERS OF PARENT | 7,578 | 5,181 | (2,397) |

(Consolidated Statement of Comprehensive Income)

Millions of Yen

| | Three months Ended June 30, 2024 | Three months Ended June 30, 2025 | Increase (Decrease) |
|--|-------------------------------------|-------------------------------------|------------------------|
| PROFIT | 7,961 | 5,674 | (2,287) |
| OTHER COMPREHENSIVE INCOME | | | |
| Net unrealized gain on available-for-sale securities | (4,241) | 398 | 4,639 |
| Foreign currency translation adjustments | 6,459 | (718) | (7,177) |
| Remeasurements of defined benefit plans | (657) | (500) | 157 |
| Share of other comprehensive income of entities | 166 | (99) | (265) |
| Total other comprehensive income | 1,727 | (920) | (2,647) |
| COMPREHENSIVE INCOME | 9,688 | 4,753 | (4,935) |
| (Breakdown) | | | |
| Comprehensive income | | | |
| attributable to owners of parent | 8,761 | 4,410 | (4,351) |
| attributable to non-controlling interests | 927 | 343 | (584) |

(3) Notes to Quarterly Consolidated Financial Statements

(Note to special accounting methods in preparation for quarterly consolidated financial statements)

Regarding tax expenses, we reasonably estimate the effective tax rate after applying tax effect accounting to the income before tax for the current period, including the third quarter consolidated accounting period of the consolidated accounting year, and calculate it by multiplying the estimated effective tax rate by the income before tax for the quarter.

However, if calculating tax expenses using the estimated effective tax rate results in a significantly unreasonable outcome, we use the statutory effective tax rate.

Additionally, the adjustment amount for corporate taxes is included in the corporate tax figures.

(Notes on Segment Information, etc)

【Segment information】

I FY2025 (April 1, 2024-June 30, 2024)

Information on net sales and profit or loss amounts by reporting segment

(Millions of yen)

| | Reporting Segment | | | | Others * 1 | Total | Adjustments * 2 | Consolidated * 3 |
|----------------------|-------------------|-------------------|--------|---------|---------------|---------|--------------------|---------------------|
| | Japan | North Americas | Asia | Total | | | | |
| Net Sales | | | | | | | | |
| Customers | 56,644 | 44,251 | 37,489 | 138,384 | 13,581 | 151,966 | - | 151,966 |
| Intersegment | 14,882 | 75 | 8,902 | 23,859 | 122 | 23,982 | △23,982 | - |
| Total | 71,526 | 44,326 | 46,391 | 162,244 | 13,704 | 175,948 | △23,982 | 151,966 |
| Segment profit(loss) | △341 | 588 | 5,797 | 6,044 | 1,142 | 7,187 | △63 | 7,123 |

(Note)

- * 1 “Others” include segments that are not part of the reporting segments and encompasses the business activities of local subsidiaries in Europe and South Americas.
- * 2 “Adjustments” of segment profit(loss) is the elimination of intersegment transactions.
- * 3 Segment profit is adjusted with the operating profit from the quarterly consolidated income statement.

II FY2026 (April 1, 2025-June 30, 2025)

Information on revenue and profit or loss amounts by reporting segment

| | Reporting Segment | | | | Others * 1 | Total | Adjustments * 2 | Consolidated * 3 |
|----------------------|-------------------|-------------------|--------|---------|---------------|---------|--------------------|---------------------|
| | Japan | North Americas | Asia | Total | | | | |
| Net Sales | | | | | | | | |
| Customers | 60,258 | 43,496 | 37,197 | 140,951 | 11,738 | 152,690 | - | 152,690 |
| Intersegment | 15,053 | 46 | 8,906 | 24,006 | 131 | 24,137 | △24,137 | - |
| Total | 75,311 | 43,542 | 46,103 | 164,957 | 11,870 | 176,827 | △24,137 | 152,690 |
| Segment profit(loss) | △1,839 | 2,880 | 5,779 | 6,819 | 969 | 7,789 | 45 | 7,834 |

(Note)

- * 1 “Others” include segments that are not part of the reporting segments and encompasses the business activities of local subsidiaries in Europe and South Americas.
- * 2 “Adjustments” of segment profit(loss) is the elimination of intersegment transactions.
- * 3 Segment profit is adjusted with the operating profit from the quarterly consolidated income statement.

(Note in case of Significant Fluctuations in the Amount of Shareholders' Equity)

(Cancellation of treasury shares)

The Company canceled treasury shares on May 30, 2025 based on a resolution of the meeting of the board of directors held on April 24, 2025. Due to the cancellation, capital surplus and treasury shares declined by 10,339 million yen, respectively, during the three months ended March 31, 2026.

(Note on Assumption of Going Concern)

There are no applicable items.

(Notes on Consolidated Statement of Cash Flows)

The quarterly consolidated cash flow statement for the cumulative period of the first quarter has not been prepared. The depreciation (including amortization related to intangible fixed assets excluding goodwill) for the cumulative period of the first quarter are as follows.

| (Millions of yen) | | |
|-------------------|---|---|
| | FY2025 (April 1, 2024-June 30, 2024) | FY2026 (April 1, 2025-June 30, 2025) |
| Depreciation | 5,092 | 5,244 |