

October 30, 2025



Financial Results for 2Q (Interim period) FY3/2026

(April 2025 - September 2025)

komatsumateRe

KOMATSU MATERE Co.,Ltd.

- 1) Summary of Financial Results
for 2Q (Interim period) of FY3/2026**
- 2) Full-year Financial Forecast
for FY3/2026

Summary of financial results for 2Q (Interim period) of FY3/2026

(Millions of yen)

Item	Results for 2Q of FY3/2025	Results for 2Q of FY3/2026	Change	
			Amount	%
Net sales	19,113	20,354	1,240	6.5
Operating profit	1,163	1,353	190	16.4
Ordinary profit	1,534	1,693	158	10.4
Profit attributable to owners of parent	1,629	189	-1,440	-88.4

Net assets per share	972.91 yen	992.97 yen
Net income per share	40.67 yen	4.82 yen

Regarding the decrease in “interim net profit attributable to owner of parent,” for a portion of the investment securities (unlisted shares) held by the Company, because the substantial value fell significantly compared with the acquisition cost, a loss on valuation of investment securities of 1,232 million yen was recorded as an extraordinary loss.

Average exchange rate	USD	152.78 yen	146.02 yen
	EUR	166.07 yen	168.05 yen

Sales and operating profit by segment

(Millions of yen)

Segment	Net sales				Operating profit			
	FY3/2025 2Q	FY3/2026 2Q	Change		FY3/2025 2Q	FY3/2026 2Q	Change	
			Amount	%			Amount	%
Textile Business	18,852	20,107	1,255	6.7	1,127	1,320	193	17.1
Fashion fabrics	14,002	14,461	458	3.3	1,073	1,172	99	9.2
Highly functional fabrics	4,030	4,276	245	6.1				
Product Division	820	1,371	551	67.2	54	148	94	174.1
Other Businesses	261	246	-14	-5.6	36	34	-2	-5.6
Total	19,113	20,354	1,240	6.5	1,163	1,353	190	16.4

<Comments>

● Fashion fabrics

Although orders in the Sports & Functions field decreased, orders for Fashion, including European luxury brands, and Middle Eastern ethnic costumes increased.

● Highly functional fabrics

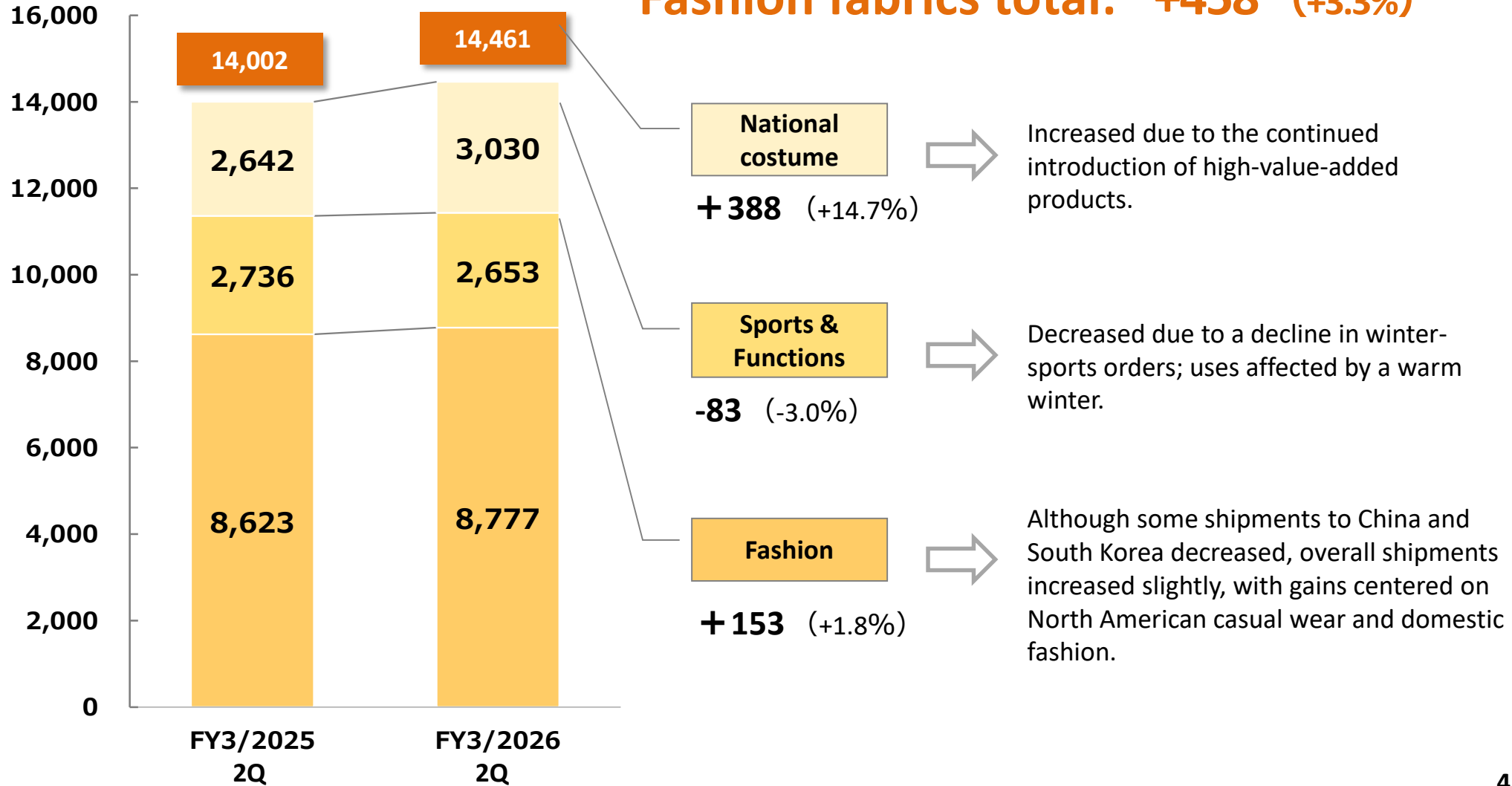
Although we withdrew from unprofitable businesses, lifestyle-related materials increased significantly, and the segment as a whole increased.

● Product Division

Increased due to the expansion of business scope resulting from the consolidation of subsidiaries.

Textile Business (Fashion fabrics division)

Sales
(Millions of yen)



Textile Business (Highly functional fabrics division)

Sales
(Millions of yen)

5,000

4,000

3,000

2,000

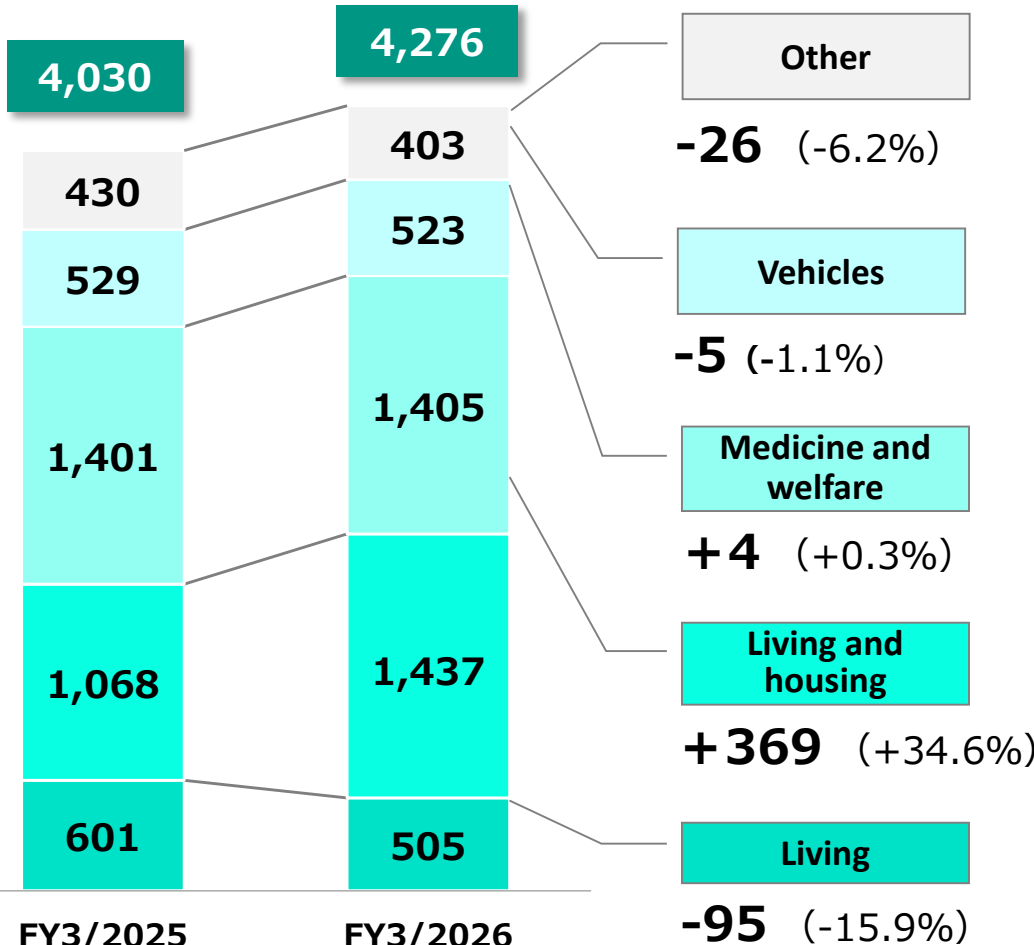
1,000

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FY3/2025
2Q

FY3/2026
2Q

Highly functional fabrics total: +245 (+6.1%)



⇒ Orders relating to electrical materials decreased.

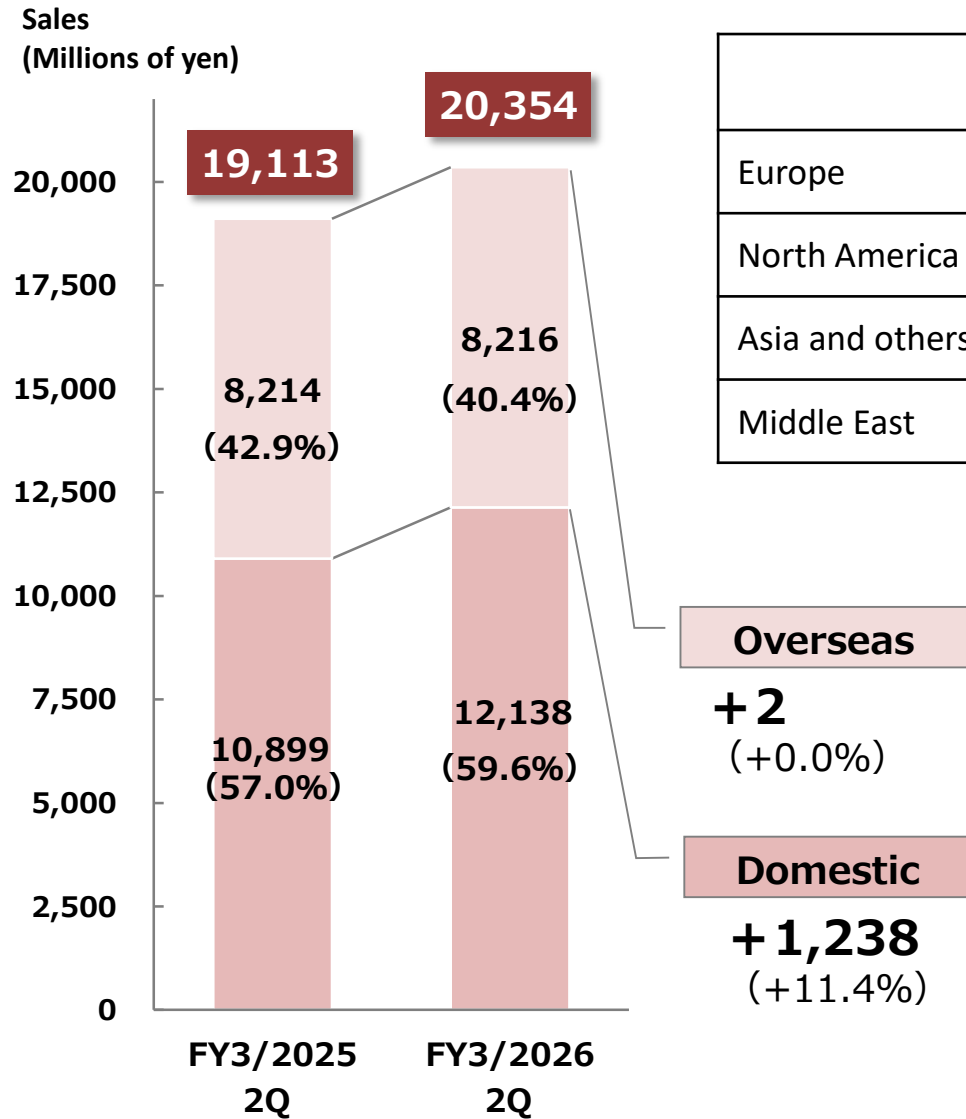
⇒ Remained at the same level as the same period of the previous year.

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⇒ Differentiated lifestyle goods such as bags and parasols performed well, resulting in a continued significant increase.

⇒ Decrease due to withdrawal from unprofitable businesses.

Sales by market (domestic and overseas)



	FY3/2025 2Q	FY3/2026 2Q	Change (Amount)	Change (%)
Europe	1,864	1,710	-153	-8.2
North America	2,414	2,518	104	4.3
Asia and others	1,443	1,162	-281	-19.5
Middle East	2,492	2,824	332	-3.3

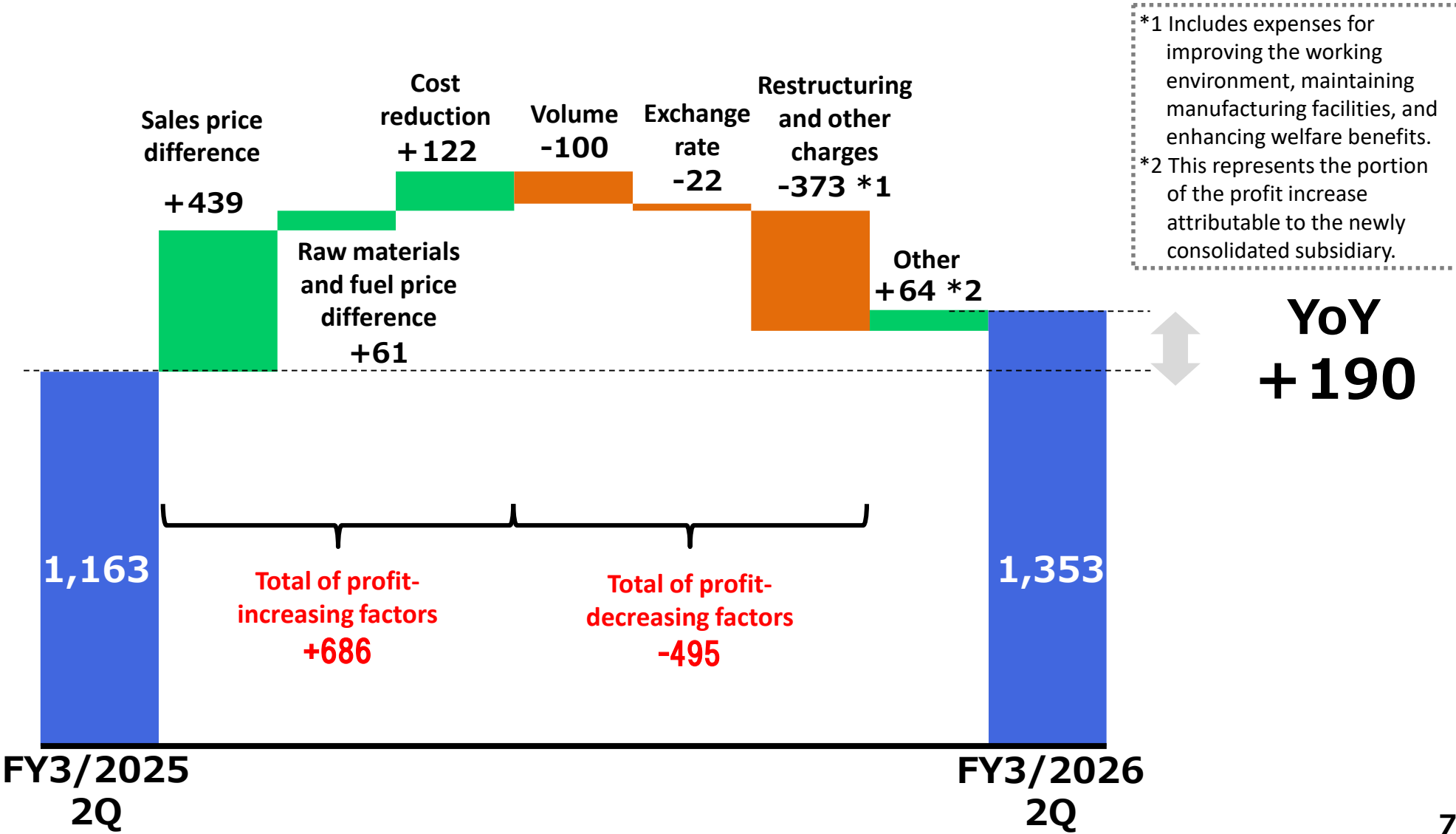
<Comments>

- Overseas markets
 - <Europe>Although Fashion, including luxury brands, remained firm, Sports decreased.
 - <North America>Fashion bound for Canada continued to increase.
 - <Asia & others>Casual fashion bound for China and South Korea decreased.
 - <Middle East>Increased significantly due to the continued introduction of high-value-added products.
- Domestic market
 - Increased for major SPA customers and in the apparel/fashion field.

Analysis of changes in operating profit



(Millions of yen)



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- 2) Full-year Financial Forecast
for FY3/2026**

FY3/2026 Full year financial forecast

(Millions of yen)

Item	FY3/2025 Full year results	FY3/2026 Full year forecast	Change (Full year comparison)	
			Amount	%
Net sales	39,526	41,000	1,473	3.7
Operating profit	2,181	2,650	468	21.5
Ordinary profit	2,838	3,200	361	12.7
Profit attributable to owners of parent	2,934	1,400	-1,534	-52.3

Net income per share	73.42 yen	35.33 yen
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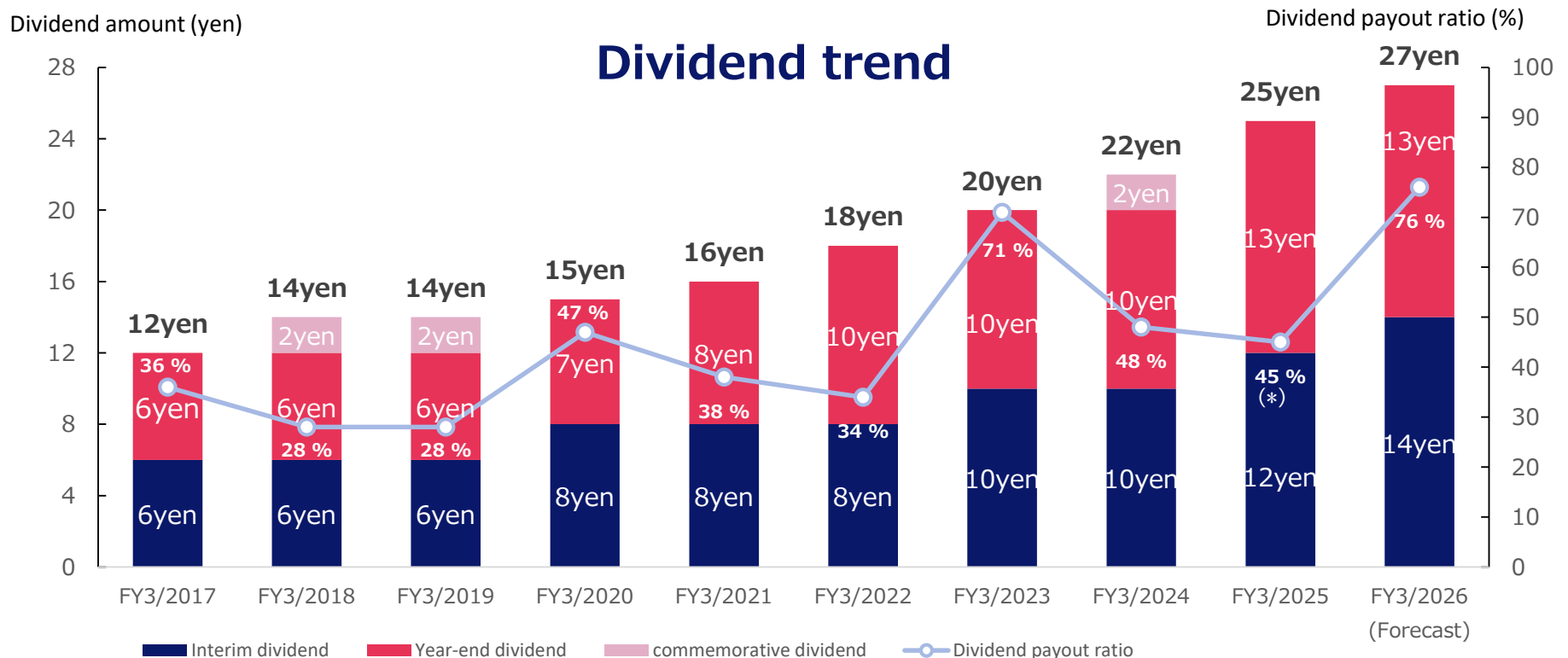
Average exchange rate	USD	144.59 yen	145.00 yen
	EUR	156.75 yen	153.70 yen

*With respect to the full-year outlook for the current fiscal year, “profit attributable to owner of parent” has been revised downward from the most recently announced financial forecast.

Meanwhile, there is no change from the most recently announced financial forecast for “net sales,” “operating profit,” or “ordinary profit.”

Regarding dividends of surplus

- ◆ We position the return of profits to shareholders as one of our key issues and have a basic policy of continuously providing stable dividends.
- ◆ As for the payout ratio, we use **40% or more** of net profit for the current fiscal year as a guideline.
- ◆ The interim dividend for this fiscal year will be **14 yen** per share. The year-end dividend forecast will remain at 13 yen per share, and the annual dividend is planned at 27 yen per share, an increase of 2 yen year on year.



[Acquisition of treasury shares]

- Number of shares to be acquired: up to 2.0 million shares
- Total acquisition amount: up to 1.7 billion yen
- Acquisition period: November 1, 2025 – October 31, 2026

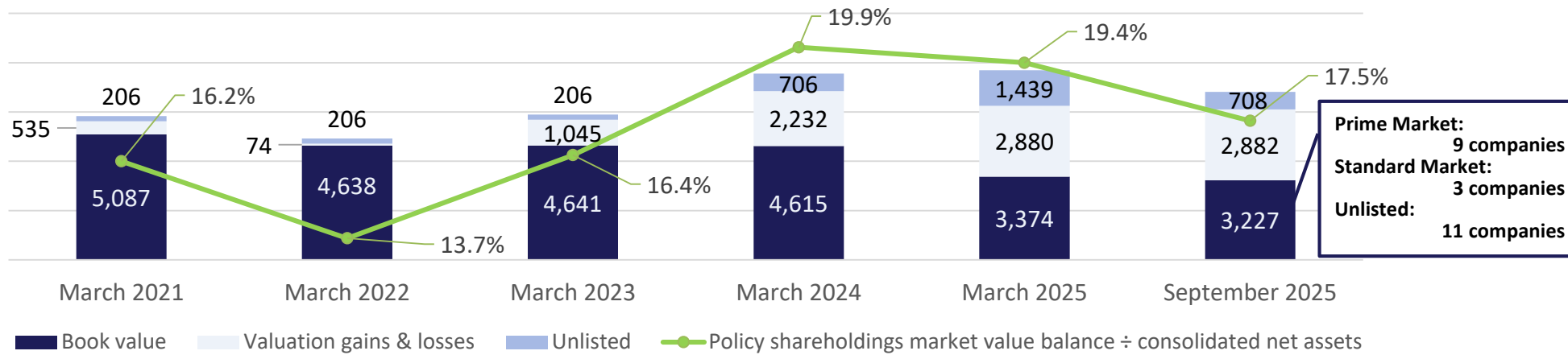
(*) Regarding the dividend payout ratio for the FY3/2025
Excluding special income factors.
The payout ratio, including special income factors, is 34%.

Status of the reduction of policy shareholdings

To realize further growth, investment, and shareholder returns, such as through continuous acquisition of treasury shares with a view to improving corporate value and capital efficiency, the Company aims to reduce policy shareholdings by 50% (approximately 4.0 billion yen) over the three years of the medium-term management plan “KFW-2026.”

○Transition in the balance of policy shareholdings

(Millions of yen)



○Status of sales

Acquisition of shares through strategic investments for business alliances, etc.

	March 2021	March 2022	March 2023	March 2024	March 2025	September 2025
Acquisition amount	+223	+ 10	+ 2	+ 502	+ 735	+506
Sale amount (book value)	-290	-459			-1,243	-149
Valuation gains and losses	—	-461	+ 971	+ 1,157	+ 648	-1,233
Amount of shares held	5,828	4,918	5,891	7,552	7,692	6,818

The forecasts and outlook contained in this document are based on assumptions and estimates of the future business environment and economic conditions at the present time. Actual results may differ from these forecasts due to changes in various factors.