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Member, Financial Accounting Standards Foundation

The Announcement date: May 15, 2026 (14:00 JST)

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

Company name: TOMOEGAWA CORPORATION
 Listing: Tokyo Stock Exchange
 Securities code: 3878
 URL: <https://www.tomoegawa.co.jp/>
 Representative: Yusuke Inoue, President and Representative Director, COO and CTO
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 Scheduled date of annual general meeting of shareholders: June 25, 2026
 Scheduled date to commence dividend payments: June 8, 2026
 Scheduled date to file annual securities report: June 18, 2026
 Preparation of supplementary material on financial results: None
 Holding of financial results briefing: Yes

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

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.)

Fiscal year ended	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2026	35,552	3.3	1,618	26.2	1,853	18.3	945	26.1
March 31, 2025	34,432	2.2	1,282	(3.7)	1,566	(4.7)	749	26.2

Note: Comprehensive income For the fiscal year ended March 31, 2026: ¥3,330 million [251.2%]
 For the fiscal year ended March 31, 2025: ¥948 million [(63.9%)]

Fiscal year ended	Basic earnings per share	Diluted earnings per share	Return on equity	Ratio of ordinary profit to total assets	Ratio of operating profit to net sales
	Yen	Yen	%	%	%
March 31, 2026	94.40	-	5.7	3.8	4.6
March 31, 2025	73.05	-	5.0	3.4	3.7

Reference: Share of profit (loss) of entities accounted for using equity method
 For the fiscal year ended March 31, 2026: ¥182 million
 For the fiscal year ended March 31, 2025: ¥317 million

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
March 31, 2026	50,941	22,494	34.7	1,802.32
March 31, 2025	46,087	19,630	33.1	1,511.71

Reference: Equity
 As of March 31, 2026: ¥17,673 million
 As of March 31, 2025: ¥15,241 million

(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
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2026	3,339	(3,734)	473	5,048
March 31, 2025	1,799	(2,758)	500	4,853

2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Fiscal year ended March 31, 2025	-	0.00	-	15.00	15.00	151	20.5	1.0
Fiscal year ended March 31, 2026	-	0.00	-	15.00	15.00	147	15.7	0.9
Fiscal year ending March 31, 2027 (Forecast)	-	0.00	-	15.00	15.00		33.0	

3. Forecasts of Consolidated financial results for Fiscal Year 2027 (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		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
First Half	18,000	4.9	500	(47.7)	400	(61.0)	200	(65.1)	20.19
Full year	38,000	6.9	1,000	(38.2)	1,000	(46.0)	450	(52.4)	45.42

* **Notes**

- (1) Significant changes in scope of consolidation during the period: None
- (2) 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

(3) Number of issued shares (common shares)

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

As of March 31, 2026	10,389,406 shares
As of March 31, 2025	10,389,406 shares

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

As of March 31, 2026	583,199 shares
As of March 31, 2025	307,299 shares

- (iii) Average number of shares outstanding during the period

Fiscal year ended March 31, 2026	9,906,740 shares
Fiscal year ended March 31, 2025	10,260,995 shares

[Reference] Overview of non-consolidated financial results

1. 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.)

Fiscal year ended	Net sales		Operating profit		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2026	21,320	3.9	316	122.9	972	8.8	655	(10.9)
March 31, 2025	20,526	6.1	142	-	894	(24.4)	734	(30.0)

Fiscal year ended	Basic earnings per share	Diluted earnings per share
	Yen	Yen
March 31, 2026	66.12	-
March 31, 2025	71.61	-

(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	29,666	6,337	21.4	646.32
March 31, 2025	27,106	5,682	21.0	563.60

Reference: Equity

As of March 31, 2026: ¥6,337 million
As of March 31, 2025: ¥5,682 million

* Financial results reports are exempt from audit conducted by certified public accountants or an audit firm.

* Proper use of earnings forecasts, and other special matters

The forward-looking statements in this document, including earnings forecasts, are based on information currently available to the Company and certain assumptions that the Company considers reasonable, and are not intended as a promise by the Company that they will be achieved. Actual results may differ materially due to various factors.

【Attachment】

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Consolidated financial statements and Major explanatory notes thereto

1. Consolidated balance sheet

(Millions of yen)

	As of March 31, 2025	As of March 31, 2026
Assets		
Current assets		
Cash and deposits	4,925	5,104
Notes receivable - trade	381	30
Electronically recorded monetary claims - operating	914	1,332
Accounts receivable - trade	5,008	5,543
Finished goods	6,623	6,736
Work in process	78	64
Raw materials and supplies	2,526	2,533
Other	1,361	1,513
Allowance for doubtful accounts	△180	△135
Total current assets	21,639	22,723
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	4,503	5,173
Machinery, equipment and vehicles, net	4,224	4,630
Land	5,595	5,595
Leased assets, net	381	332
Construction in progress	741	1,073
Afforestation tree	631	630
Other, net	625	758
Total property, plant and equipment	16,703	18,193
Intangible assets		
Goodwill	22	—
Software	653	830
Other	93	17
Total intangible assets	768	848
Investments and other assets		
Investment securities	6,318	7,323
Deferred tax assets	138	151
Retirement benefit asset	241	1,457
Other	277	245
Allowance for doubtful accounts	△0	△0
Total investments and other assets	6,975	9,176
Total non-current assets	24,447	28,218
Total assets	46,087	50,941

(Millions of yen)

	As of March 31, 2025	As of March 31, 2026
Liabilities		
Current liabilities		
Notes and accounts payable - trade	5,123	4,978
Short-term borrowings	6,877	7,174
Current portion of long-term borrowings	1,562	3,985
Income taxes payable	160	212
Provision for bonuses	556	576
Other	3,917	4,045
Total current liabilities	18,197	20,973
Non-current liabilities		
Long-term borrowings	5,198	3,792
Lease liabilities	245	187
Deferred tax liabilities	1,263	1,976
Retirement benefit liability	1,026	972
Provision for retirement benefits for directors (and other officers)	336	356
Other	189	189
Total non-current liabilities	8,259	7,474
Total liabilities	26,457	28,447
Net assets		
Shareholders' equity		
Share capital	2,122	2,122
Capital surplus	1,209	1,209
Retained earnings	9,179	9,973
Treasury shares	△245	△438
Total shareholders' equity	12,267	12,867
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	646	1,123
Foreign currency translation adjustment	910	1,440
Remeasurements of defined benefit plans	1,417	2,242
Total accumulated other comprehensive income	2,974	4,806
Non-controlling interests	4,388	4,820
Total net assets	19,630	22,494
Total liabilities and net assets	46,087	50,941

2. Consolidated statements of income and consolidated statements of comprehensive income

(Millions of yen)

	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026
Net sales	34,432	35,552
Cost of sales	26,447	27,160
Gross profit	7,984	8,392
Selling, general and administrative expenses		
Transportation costs	694	658
Provision of allowance for doubtful accounts	170	△61
Salaries and allowances	1,641	1,637
Provision for bonuses	121	121
Provision for retirement benefits for directors (and other officers)	39	39
Depreciation	114	117
Research and development expenses	1,550	1,845
Other	2,369	2,413
Total selling, general and administrative expenses	6,701	6,773
Operating profit	1,282	1,618
Non-operating income		
Interest income	6	8
Dividend income	92	127
Compensation income	1	96
Foreign exchange gains	—	27
Share of profit of entities accounted for using equity method	317	182
Subsidy income	119	8
Other	163	169
Total non-operating income	700	620
Non-operating expenses		
Interest expenses	229	278
Foreign exchange losses	84	—
Financial fee	11	25
Other	90	81
Total non-operating expenses	416	385
Ordinary profit	1,566	1,853
Extraordinary income		
Gain on sale of non-current assets	6	9
Gain on sale of investment securities	14	12
Total extraordinary income	20	21
Extraordinary losses		
Loss on retirement of non-current assets	24	123
Impairment losses	164	270
Other	1	2
Total extraordinary losses	190	396
Profit before income taxes	1,396	1,478

(Millions of yen)

	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026
Income taxes - current	422	374
Income taxes - deferred	△71	△83
Total income taxes	351	291
Profit	1,044	1,187
Profit attributable to		
Profit attributable to owners of parent	749	945
Profit attributable to non-controlling interests	294	242
Other comprehensive income		
Valuation difference on available-for-sale securities	143	625
Foreign currency translation adjustment	△69	692
Remeasurements of defined benefit plans, net of tax	△169	824
Total other comprehensive income	△96	2,143
Comprehensive income	948	3,330
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	597	2,777
Comprehensive income attributable to non-controlling interests	350	553

3. Consolidated statements 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 at beginning of period	2,122	897	8,585	△31	11,574
Changes during period					
Dividends of surplus			△155		△155
Profit attributable to owners of parent			749		749
Purchase of treasury shares				△214	△214
Purchase of shares of consolidated subsidiaries treasury stock		312			312
Net changes in items other than shareholders' equity					
Total changes during period	—	312	593	△214	692
Balance at end of period	2,122	1,209	9,179	△245	12,267

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	575	962	1,587	3,125	4,695	19,396
Changes during period						
Dividends of surplus						△155
Profit attributable to owners of parent						749
Purchase of treasury shares						△214
Purchase of shares of consolidated subsidiaries treasury stock						312
Net changes in items other than shareholders' equity	70	△51	△169	△151	△306	△458
Total changes during period	70	△51	△169	△151	△306	233
Balance at end of period	646	910	1,417	2,974	4,388	19,630

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 at beginning of period	2,122	1,209	9,179	△245	12,267
Changes during period					
Dividends of surplus			△151		△151
Profit attributable to owners of parent			945		945
Purchase of treasury shares				△193	△193
Net changes in items other than shareholders' equity					
Total changes during period	—	—	793	△193	600
Balance at end of period	2,122	1,209	9,973	△438	12,867

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	646	910	1,417	2,974	4,388	19,630
Changes during period						
Dividends of surplus						△151
Profit attributable to owners of parent						945
Purchase of treasury shares						△193
Net changes in items other than shareholders' equity	477	529	824	1,832	431	2,263
Total changes during period	477	529	824	1,832	431	2,863
Balance at end of period	1,123	1,440	2,242	4,806	4,820	22,494

4. Consolidated statements of cash flows

(Millions of yen)

	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026
Cash flows from operating activities		
Profit before income taxes	1,396	1,478
Depreciation	1,781	1,928
Impairment losses	164	270
Increase (decrease) in allowance for doubtful accounts	174	△64
Increase (decrease) in provision for retirement benefits for directors (and other officers)	13	20
Increase (decrease) in retirement benefit liability	△11	29
Subsidy income	△119	△8
Interest and dividend income	△98	△136
Interest expenses	229	278
Share of loss (profit) of entities accounted for using equity method	△317	△182
Loss on retirement of non-current assets	24	123
Loss (gain) on sale of non-current assets	△4	△8
Loss (gain) on sale of investment securities	△14	△12
Decrease (increase) in trade receivables	608	△479
Decrease (increase) in inventories	△446	251
Increase (decrease) in trade payables	△1,127	△160
Other, net	△304	351
Subtotal	1,948	3,678
Interest and dividends received	204	242
Interest paid	△228	△268
Income taxes paid	△546	△377
Income taxes refund	301	56
Other, net	119	8
Net cash provided by (used in) operating activities	1,799	3,339
Cash flows from investing activities		
Payments into time deposits	△66	△48
Proceeds from withdrawal of time deposits	66	67
Purchase of property, plant and equipment	△2,293	△3,256
Purchase of intangible assets	△376	△355
Payments for retirement of property, plant and equipment	△119	△77
Proceeds from sale of property, plant and equipment	11	10
Proceeds from sale of investment securities	21	18
Short-term loan advances	—	△148
Proceeds from collection of short-term loans receivable	—	28
Other, net	△2	26
Net cash provided by (used in) investing activities	△2,758	△3,734
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	972	99
Proceeds from long-term borrowings	2,118	2,787
Repayments of long-term borrowings	△1,683	△1,768
Purchase of treasury shares of subsidiaries	△206	—
Purchase of treasury shares	△214	△193
Dividends paid	△155	△151
Dividends paid to non-controlling interests	△137	△123
Other, net	△193	△175
Net cash provided by (used in) financing activities	500	473
Effect of exchange rate change on cash and cash equivalents	△32	117
Net increase (decrease) in cash and cash equivalents	△492	195
Cash and cash equivalents at beginning of period	5,345	4,853
Cash and cash equivalents at end of period	4,853	5,048

**5. Notes to consolidated financial statements
(Notes on Going Concern Assumption)**

None.

(Notes on segment information, etc.)

1. Reportable segments overview

The Company's group reportable segments are constituent units of the Group for which separate financial information is available. The Board of Directors and Representative Director, President (CEO) periodically reviews these segments in order to determine allocation of management resources and evaluate business performance.

The Group classifies its businesses by product area into Toner Business, Semiconductor and Display-related Business, Functional Sheet Business, Security Media Business and New Business Developed based on similarities in product content and economic characteristics, etc., and formulates comprehensive domestic and overseas strategies and develops business activities. Accordingly, the Group has five reportable segments: "Toner Segment", "Semiconductor and Display-related Segment", "Functional Sheet Segment", "Security Media Segment" and "New Business Development Segment".

Toner Business produces and sells Toner, while the Semiconductor and Display-related Business produces and sells semiconductor packaging tape, semiconductor-related component and optical film. Functional Sheet Business produces and sells functional non-woven fabric, coated paper-related products and papermaking-related products. Security Media Business produces, processes and sells securities, cards, forms and magnetic recording-related products, as well as information processing-related business. In the New Business Development, the Group develops and sells new products by integrating its basic and underlying technologies.

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

The accounting method for the reported business segments is in accordance with the accounting policies used to prepare the consolidated financial statements.

Values for profit (loss) shown in reportable segments are based on operating profit.

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

3. Information concerning net sales and profit (loss) by reportable segment, and disaggregated revenue information

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

(Millions of yen)

	Reportable segments						(Note 1) Other	Total	(Note 2) Adjustments	(Note 3) Amount in consolidated financial statements
	Toner	Semiconductor and Display-related	Functional Sheet	Security Media	New Business Development	Reportable segments				
Net sales										
Japan	1,728	3,747	9,935	3,987	44	19,443	174	19,617	—	19,617
China (including Hong Kong)	4,123	351	91	—	—	4,565	—	4,565	—	4,565
Other Asia	1,536	2,410	992	—	—	4,940	—	4,940	—	4,940
Europe	3,851	0	5	—	—	3,858	—	3,858	—	3,858
North America	828	20	184	—	—	1,032	—	1,032	—	1,032
Other	347	—	—	—	—	347	—	347	—	347
Revenue from contracts with customers	12,415	6,530	11,209	3,987	44	34,188	174	34,362	—	34,362
Other revenue	—	—	—	—	—	—	69	69	—	69
Revenues from external customers	12,415	6,530	11,209	3,987	44	34,188	244	34,432	—	34,432
Transactions with other segments	—	—	216	85	—	301	677	979	(979)	—
Net sales	12,415	6,530	11,425	4,073	44	34,489	921	35,411	(979)	34,432
Segment profit (loss)	849	804	58	313	(820)	1,206	52	1,259	23	1,282
Assets	10,194	6,497	11,097	6,790	94	34,674	167	34,841	11,246	46,087
Other items										
Depreciation	594	467	389	187	—	1,639	56	1,696	85	1,781
Amortization of goodwill	7	—	—	—	—	7	—	7	—	7
Increase in property, plant and equipment and intangible assets	437	655	1,075	384	—	2,554	69	2,623	485	3,109

Notes:

- The “Other” classification is for business segments not included in a reportable segment and includes logistics services, etc.
- Adjustments are as follows:
 - Segment profit (loss) in the above adjustment ¥23 million represents eliminations for inter-segment transactions.
 - Segment assets in the above adjustment ¥11,246 million represent company-wide assets. The main items of company-wide assets are surplus assets under management (cash and deposits), long-term investment funds (investment securities, etc.), and assets, etc. related to administrative divisions.
 - ¥85 million for adjustments for depreciation mainly consist of general management expenses that is not attributed to each reportable segment.

(4) ¥485 million for adjustments for the increase in property, plant and equipment and intangible assets consist of capital expenditures mainly in company-wide common divisions at the Company.

3. Segment profit (loss) is adjusted with operating profit presented in the consolidated statements of income and consolidated statements of comprehensive income.

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

(Millions of yen)

	Reportable segments						(Note 1) Other	Total	(Note 2) Adjustments	(Note 3) Amount in consolidated financial statements
	Toner	Semiconductor and Display-related	Functional Sheet	Security Media	New Business Development	Reportable segments				
Net sales										
Japan	1,812	4,389	10,741	4,236	68	21,248	197	21,446	—	21,446
China (including Hong Kong)	3,878	552	169	—	—	4,600	—	4,600	—	4,600
Other Asia	1,225	2,232	1,129	—	—	4,587	—	4,587	—	4,587
Europe	3,815	0	6	—	—	3,822	—	3,822	—	3,822
North America	562	6	236	—	—	805	—	805	—	805
Other	220	—	—	—	—	220	—	220	—	220
Revenue from contracts with customers	11,513	7,182	12,283	4,236	68	35,285	197	35,482	—	35,482
Other revenue	—	—	—	—	—	—	69	69	—	69
Revenues from external customers	11,513	7,182	12,283	4,236	68	35,285	267	35,532	—	35,532
Transactions with other segments	—	—	317	54	—	371	712	1,083	(1,083)	—
Net sales	11,513	7,182	12,601	4,290	68	35,656	979	35,635	(1,083)	35,552
Segment profit (loss)	453	1,045	582	372	(941)	1,513	102	1,615	2	1,618
Assets	10,114	7,988	11,876	7,321	201	37,502	160	37,663	13,278	50,941
Other items										
Depreciation	599	533	461	183	—	1,777	53	1,830	97	1,928
Amortization of goodwill	7	—	—	—	—	7	—	7	—	7
Increase in property, plant and equipment and intangible assets	467	1,497	821	201	—	2,987	43	3,031	504	3,536

Notes:

- The “Other” classification is for business segments not included in a reportable segment and includes logistics services, etc.
- Adjustments are as follows:
 - Segment profit (loss) in the above adjustment ¥2 million represents eliminations for inter-segment transactions.
 - Segment assets in the above adjustments ¥13,278 million represent company-wide assets. The main items of company-wide assets are surplus assets under management (cash and deposits), long-term investment funds (investment securities, etc.), and assets, etc. related to administrative divisions.
 - ¥97 million for adjustments for depreciation mainly consist of general management expenses that is not attributed to each reportable segment.

- (4) ¥504 million for adjustments for the increase in property, plant and equipment and intangible assets consist of capital expenditures mainly in company-wide common divisions at the Company.
3. Segment profit (loss) is adjusted with operating profit presented in the consolidated statements of income and consolidated statements of comprehensive income.

(Per Share Information)

(Yen)

	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026
Net assets per share	1,511.71	1,802.32
Basic earnings per share	73.05	95.40

(Notes) 1. Because there was no potential shares, the amount for diluted earnings per share is omitted.

2. Basic earnings per share is calculated based on the following:

	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026
Profit attributable to owners of parent (Millions of yen)	749	945
Amount not attributable to common shareholders (Millions of yen)	-	-
Profit attributable to owners of parent pertaining to common shares (Millions of yen)	749	945
Average number of common shares outstanding during the fiscal year (Shares)	10,260,995	9,906,740

3. Net assets per share is calculated based on the following:

	As of March 31, 2025	As of March 31, 2026
Net assets (Millions of yen)	19,630	22,494
Amount deducted from net assets (Millions of yen)	4,388	4,820
Of which: Non-controlling interests (Millions of yen)	(4,388)	(4,820)
Net assets attributable to common shares at the fiscal year-end (Millions of yen)	15,241	17,673
Number of common shares outstanding at the fiscal year-end used for the calculation of net assets per share (Shares)	10,082,107	9,806,207