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November 9, 2026

To Whom It May Concern

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Notice Regarding Differences Between Consolidated Financial Results Forecasts and Actual Results for the First Six Months of the Fiscal Year Ending March 31, 2027, and Revisions to the Consolidated Financial Results Forecasts for the Fiscal Year Ending March 31, 2027

Denka Company Limited ("the Company") hereby notifies of the occurrence of differences between the consolidated financial results forecast for the first half of the fiscal year ending March 31, 2027, announced on August 7, 2026, and the actual results announced today, as follows. In addition, in light of recent performance trends, the Company has revised the full-year consolidated financial results forecasts for the fiscal year ending March 31, 2027, announced on May 13, 2026, as follows.

1. Differences between consolidated financial results forecasts and actual results and revisions to consolidated financial results forecasts

(1) Differences between consolidated financial results forecasts and actual results for the first six months of the fiscal year ending March 31, 2027 (April 1, 2026 to September 30, 2026)

	Net sales	Operating profit	Ordinary profit	Profit attributable to owners of parent	Basic earnings per share
Previous forecasts (A)	Millions of yen 205,000	Millions of yen 17,000	Millions of yen 11,000	Millions of yen 0	Yen 0.00
Actual result (B)	208,721	24,709	21,170	6,930	80.41
Amount of change (B-A)	3,721	7,709	10,170	6,930	
Change (%)	1.8%	45.3%	92.5%	-	
(Reference) Results for the first six months of the previous fiscal year (First six months of the fiscal year ended March 31, 2026)	196,699	9,740	6,791	3,902	45.28

(2) Revisions to the full-year consolidated financial results forecasts for the fiscal year ending March 31, 2027 (April 1, 2026 to March 31, 2027)

	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
Previous forecasts (A)	450,000	30,000	20,000	16,000	185.67
Revised forecasts (B)	425,000	37,000	26,000	16,000	185.67
Amount of change (B-A)	(25,000)	7,000	6,000	–	
Change (%)	(5.6)%	23.3%	30.0%	–	
(Reference) Previous consolidated results (fiscal year ended March 31, 2026)	384,247	26,225	19,295	15,695	182.10

2. Reasons for the differences and revisions

For the consolidated financial results for the first six months of the fiscal year ending March 31, 2027, in addition to an increase in sales volumes, particularly for the Electronics & Innovative Products Division, a temporary positive impact on inventory valuation as a result of sales price reviews implemented in Polymer Solutions products and others to address the soaring raw material and fuel prices caused by the situation in the Middle East exceeded expectations. As a result, net sales and operating profit exceeded the previously announced forecasts, with both net sales and operating profit rising year on year. In addition, due to the increase in operating profit, ordinary profit and profit attributable to owners of parent also exceeded the previously announced forecasts and increased from the same period of the previous year.

For the full-year consolidated financial results forecasts for the fiscal year ending March 31, 2027, in addition to recent performance trends, the Company now factors in temporary negative impacts from sales price reviews and inventory effects stemming from lower raw material prices, assuming an abatement in the impact of the situation in the Middle East. As a result, net sales are expected to be lower than the previously announced forecasts, while operating profit and ordinary profit are expected to exceed the previously announced forecasts. In addition, profit attributable to owners of parent is expected to remain unchanged from the previously announced forecasts, as the Company anticipates recording an extraordinary loss, such as a loss on liquidation of business, for Denka Performance Elastomer LLC, a U.S.-based subsidiary that has elected not to restart production at its facilities for an indefinite period.

Supplementary information

Forecasts for financial results by segment for the fiscal year ending March 31, 2027

(Millions of yen)

		Initial forecast (A)	Revised forecast (B)	Amount of change (B−A)
Electronics & Innovative Products	Net sales	110,000	117,000	7,000
	Operating profit	13,000	16,000	3,000
Life Innovation	Net sales	45,000	40,000	(5,000)
	Operating profit	6,000	3,500	(2,500)
Elastomers & Infrastructure Solutions	Net sales	105,000	100,000	(5,000)
	Operating profit	7,000	8,000	1,000
Polymer Solutions	Net sales	170,000	150,000	(20,000)
	Operating profit	2,000	7,500	5,500
Others	Net sales	20,000	18,000	(2,000)
	Operating profit	2,000	2,000	–
Total	Net sales	450,000	425,000	(25,000)
	Operating profit	30,000	37,000	7,000

Note: The above forecasts are based on information currently available to the Company and certain assumptions deemed reasonable. Actual results may differ from these forecasts due to various future factors.