

Note: This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

Member of the Financial Accounting Standards Foundation



February 16, 2026

Consolidated Financial Results for the Fiscal Year Ended December 31, 2025 (Under Japanese GAAP)

Company name: **Toyo Tanso Co., Ltd.**
 Listing: Tokyo Stock Exchange
 Securities code: 5310
 URL: <https://www.toyotanso.co.jp>
 Representative: Naotaka Kondo, Representative Director, Chairman & President, CEO
 Inquiries: Masaki Kuno, General Manager, Finance and Accounting Department, General Administration Division
 Telephone: 81-50-3097-4950 (from overseas)
 Scheduled date of annual general meeting of shareholders: March 27, 2026
 Scheduled date to commence dividend payments: March 30, 2026
 Scheduled date to file annual securities report: March 25, 2026
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: Yes
 (for securities analysts and institutional investors)

1. Consolidated financial results for the fiscal year ended December 31, 2025

(From January 1, 2025 to December 31, 2025)

(1) Consolidated operating results

(Millions of yen, rounded down)
(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
		%		%		%		%
Fiscal year ended December 31, 2025	46,189	(13.0)	6,759	(44.8)	8,091	(40.0)	5,464	(45.1)
Fiscal year ended December 31, 2024	53,093	7.8	12,238	31.8	13,480	32.4	9,960	32.7

Note: Comprehensive income For the fiscal year ended December 31, 2025: 6,389 million yen [-46.7%]
 For the fiscal year ended December 31, 2024: 11,989 million yen [36.3%]

	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	%	%	%
Fiscal year ended December 31, 2025	260.58	—	5.7	7.0	14.6
Fiscal year ended December 31, 2024	474.95	—	11.2	12.9	23.1

Reference: Share of profit (loss) of entities accounted for using equity method
 For the fiscal year ended December 31, 2025: 416 million yen
 For the fiscal year ended December 31, 2024: 440 million yen

(2) Consolidated financial position

(Millions of yen, rounded down)

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
			%	yen
As of December 31, 2025	117,916	97,551	82.7	4,648.59
As of December 31, 2024	113,190	94,205	83.2	4,489.13

Reference: Equity As of December 31, 2025: 97,491 million yen
As of December 31, 2024: 94,147 million yen

(3) Consolidated cash flows

(Millions of yen, rounded down)

	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 December 31, 2025	6,065	(11,314)	2,398	12,069
Fiscal year ended December 31, 2024	9,489	(6,312)	(2,563)	14,652

2. Cash dividends

(Millions of yen, rounded down)

	Dividends per share (yen)				Total	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				
	yen	yen	yen	yen				
Fiscal year ended December 31, 2024	-	0.00	-	145.00	145.00	3,040	30.5	3.4
Fiscal year ended December 31, 2025	-	0.00	-	145.00	145.00	3,040	55.6	3.2
Fiscal year ending December 31, 2026 (Forecast)	-	0.00	-	145.00	145.00		60.8	

3. Consolidated results forecast for the fiscal year ending December 31, 2026

(From January 1, 2026 to December 31, 2026)

(Millions of yen, rounded down)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Profit attributable to owners of parent per share
		%		%		%		%	yen
Six months ending June 30, 2026	22,500	(2.1)	2,600	(32.3)	2,500	(34.0)	2,300	(14.2)	109.67
Fiscal year ending December 31, 2026	49,000	6.1	6,200	(8.3)	6,000	(25.8)	5,000	(8.5)	238.41

*** Others**

(1) Significant changes in the scope of consolidation during the period: Yes

Newly included: 1 company (Shanghai Toyo Tanso Trading Co., Ltd.)

Excluded: ___ company(ies)

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

1) Changes in accounting policies due to revisions to accounting standards and other regulations: Yes

2) Changes in accounting policies due to other reasons: None

3) Changes in accounting estimates: None

4) Restatement: None

(Note) For details, please refer to “Notes on changes in accounting policies” on page 14 of the Attached Documents

(3) Number of issued shares (common shares)

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

As of December 31, 2025 20,992,588 shares

As of December 31, 2024 20,992,588 shares

2) Number of treasury shares at the end of the period

As of December 31, 2025 20,372 shares

As of December 31, 2024 20,277 shares

3) Average number of shares outstanding during the period

Fiscal year ended December 31, 2025 20,972,256 shares

Fiscal year ended December 31, 2024 20,972,367 shares

Reference: Overview of non-consolidated financial results

Non-consolidated financial results for the fiscal year ended December 31, 2025

(From January 1, 2025 to December 31, 2025)

(1) Non-consolidated operating results

(Millions of yen, rounded down)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit	
		%		%		%		%
Fiscal year ended December 31, 2025	31,098	(20.5)	4,078	(60.8)	6,674	(45.0)	5,157	(42.3)
Fiscal year ended December 31, 2024	39,120	11.6	10,418	32.5	12,128	24.1	8,945	28.7

	Basic earnings per share	Diluted earnings per share
	yen	yen
Fiscal year ended December 31, 2025	245.93	-
Fiscal year ended December 31, 2024	426.54	-

(2) Non-consolidated financial position

(Millions of yen, rounded down)

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
			%	yen
As of December 31, 2025	92,753	74,344	80.2	3,544.90
As of December 31, 2024	88,822	72,054	81.1	3,435.68

Reference: Equity As of December 31, 2025: 74,344 million yen
As of December 31, 2024: 72,054 million yen

*** 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**

(We urge you to be cautious in relying on forward-looking statements.)

Forward-looking statements such as the earnings forecasts in this material are based on currently available information and certain assumptions deemed rational, and are not intended as a guarantee that these forecasts will be achieved. Accordingly, actual results may differ significantly from these forecasts due to various factors. For more information on the preconditions of the forecasts and on precautionary notes concerning the usage of these forecasts, please refer to “(4) Forecasts” under “1. Overview of Business Results” on page 3 of the Attached Documents.

(How to acquire supplementary materials for financial summaries and information disclosed at our financial results briefing)

We are scheduled to hold a financial results briefing for securities analysts and institutional investors on February 24, 2026. The materials distributed at the briefing are scheduled to be disclosed on TDnet and our website on that same day.

○Attached Documents

1. Overview of Business Results	2
(1) Overview of Business Results in the Fiscal Year Ended December 31, 2025	2
(2) Overview of Financial Position in the Fiscal Year Ended December 31, 2025	3
(3) Overview of Cash Flows in the Fiscal Year Ended December 31, 2025.....	3
(4) Forecasts.....	3
(5) Basic Policy for Profit Allocation and Dividends for the Fiscal Year Ended December 31, 2025 and the Fiscal Year Ending December 31, 2026	4
2. Basic Approach to Selection of Accounting Standards.....	4
3. Consolidated Financial Statements and Notes	5
(1) Consolidated Balance Sheets	5
(2) Consolidated Statement of Income and Consolidated Statement of Comprehensive Income.....	7
(3) Consolidated Statement of Changes in Equity	9
(4) Consolidated Statement of Cash Flows	11
(5) Notes to the Consolidated Financial Statements	12
(Notes regarding the premise of a going concern)	12
(Significant items that form the basis of preparations for consolidated financial statements).....	12
(Notes on changes in accounting policies).....	14
(Notes on changes in presentation).....	15
(Notes on consolidated statement of income)	15
(Notes on segment information, etc.).....	16
(Per share information).....	19
(Significant subsequent events)	19
4. Others	20
(1) Orders and Sales by Product Category	20
(2) Overview	21

1. Overview of Business Results

(1) Overview of Business Results in the Fiscal Year Ended December 31, 2025

During the consolidated fiscal year under review, although the global economy maintained a gradual recovery, the outlook remained uncertain, with little indication of progress in some regions and a persistently uncertain outlook due to the impact of factors such as concern over the impact of the United States' trade policy.

Looking at the business environment surrounding the Group, in electronics applications, while demand was strong for some applications such as cutting-edge products for generative AI, the overall market correction for semiconductors continued, and demand for silicon semiconductor and SiC semiconductor applications was low. While firmness was evident in automotive industry operations and corporate capital investment, demand in mobility applications and general industries was only moderate amid a sense of stagnation due to global economic uncertainty.

In this environment, the Group worked to ensure that it captured demand by responding to changes in the external environment, while also controlling its balance of products and applications. In addition, the Group strived to provide high-value-added solutions integrating manufacturing, sales, and development to address increasingly sophisticated customer needs. This included strengthening and developing high-value-added products that can keep pace with technological innovations and improving cost competitiveness through increased productivity. In addition, during the fourth quarter, the Group carried out workforce restructuring to optimize the production system in the small carbon brush business of its consolidated Chinese subsidiary, aiming to strengthen our business structure.

As a result, in the consolidated fiscal year under review, net sales were 46,189 million yen (down 13.0% year on year). In terms of profits, operating profit was 6,759 million yen (down 44.8% year on year), ordinary profit was 8,091 million yen (down 40.0% year on year), and profit attributable to owners of parent of 5,464 million yen (down 45.1% year on year).

The overall performance of each business segment was as follows. (Please refer to “4. Others” for an overview of each product category.)

Japan

Sales of products for metallurgical applications, mainly for industrial furnaces, as well as bearings and other carbon products for mechanical applications, were firm, but sales of semiconductor applications decreased substantially amid a market correction. As a result, in Japan, net sales were 24,184 million yen (down 18.1% year on year) and operating profit was 4,374 million yen (down 60.6% year on year).

United States

Sales of products for semiconductor applications were solid, but sales of products for metallurgical applications including those for continuous casting and industrial furnaces declined. As a result, in the United States, net sales were 4,618 million yen (down 7.1% year on year) and operating profit was 103 million yen (down 79.3% year on year).

Europe

Sales of semiconductor and metallurgical applications declined. As a result, in Europe, net sales were 4,908 million yen (down 7.0% year on year), and operating profit was 73 million yen (loss of 90 million yen in the previous fiscal year).

Asia

Sales of metallurgical applications mainly for industrial furnaces were solid, but sales of carbon brush products declined. As a result, in Asia, net sales were 12,477 million yen (down 6.2% year on year) and operating profit was 406 million yen (down 52.2% year on year).

(2) Overview of Financial Position in the Fiscal Year Ended December 31, 2025

Assets, Liabilities, and Net Assets

Total assets as of the end of the consolidated fiscal year under review increased by 4,726 million yen from the end of the previous consolidated fiscal year. This was primarily because, although notes and accounts receivable – trade decreased by 1,664 million yen and securities decreased by 2,499 million yen, inventories increased by 3,377 million yen, other current assets increased by 358 million yen due to factors including an increase in income taxes refund receivable, and property, plant and equipment increased by 5,237 million yen.

Total liabilities increased by 1,379 million yen from the end of the previous consolidated fiscal year. This was primarily because, although notes and accounts payable – trade decreased by 629 million yen, income taxes payable decreased by 2,240 million yen, and other current liabilities decreased by 1,444 million yen due to factors including a decrease in electronically recorded obligations – operating, short-term borrowings increased by 831 million yen, current portion of long-term borrowings increased by 1,080 million yen, and long-term borrowings increased by 3,764 million yen.

Total net assets increased by 3,346 million yen from the end of the previous consolidated fiscal year. This was primarily because retained earnings increased by 2,423 million yen and foreign currency translation adjustment increased by 781 million yen.

(3) Overview of Cash Flows in the Fiscal Year Ended December 31, 2025

Cash and cash equivalents (hereinafter referred to as “funds”) as of December 31, 2025, decreased by 2,582 million yen from the end of the previous consolidated fiscal year to 12,069 million yen.

(Cash Flows from Operating Activities)

Funds acquired by operating activities totaled 6,065 million yen, a 36.1% year-on-year decrease. This was primarily because the decrease in funds due to an increase in inventories of 3,053 million yen, a decrease in trade payables of 975 million yen, and income taxes paid of 3,964 million yen was offset by the increase in funds due to profit before income taxes of 7,594 million yen, depreciation of 4,353 million yen, and a decrease in trade receivables of 1,930 million yen.

(Cash Flows from Investing Activities)

Funds used in investing activities totaled 11,314 million yen, a 79.2% year-on-year increase. This was primarily because an increase in funds from proceeds due to withdrawals of time deposits of 4,141 million yen was offset by the decrease in funds due to payments into time deposits of 3,446 million yen and the purchase of property, plant and equipment of 11,836 million yen.

(Cash Flows from Financing Activities)

Funds acquired in financing activities amounted to 2,398 million yen (usage of 2,563 million yen in the previous fiscal year). This was primarily due to a decrease in funds due to repayments of long-term borrowings of 555 million yen and dividends paid of 3,037 million yen was offset by an increase in funds due to a net increase of short-term borrowing of 831 million yen and proceeds from long-term borrowings of 5,400 million yen.

(4) Forecasts

The global economy is expected to maintain a moderate recovery overall, but uncertainties remain, such as policy trends in the United States and an economic slowdown in China.

In the business environment surrounding the Group, steady demand is expected in electronics and energy applications, driven by the spread of generative AI, the increase in data centers, and the electrification of automobiles. Demand for mobility and general industrial applications is also expected to remain firm due to the resilience evident in automobile production and corporate capital investment. Although the market correction for SiC semiconductor applications will continue due to sluggish EV demand, demand for silicon semiconductor applications is expected to gradually recover from the second half of the fiscal year, and the Group forecasts steady demand for metallurgical and other applications.

Against this backdrop, the Group will explore new applications and delve deeper into existing applications to control its balance of products and applications as it responds to changes in the external environment based on its 2030 Management Vision: “‘Creating products with unprecedented potential’ – Becoming a leading company through earth-friendly products and technologies.” At the same time, the Group aims to create high added value, achieve medium- and long-term business growth, and enhance

corporate value by addressing customer needs with sincerity, providing innovative solutions through the forward-looking development of products and technologies, and accelerating its sustainability initiatives, including its contribution to reducing greenhouse gas emissions through its businesses.

Based on the above, we expect net sales of 49,000 million yen (a 6.1% year-on-year increase), while operating profit is expected to be 6,200 million yen (a 8.3% year-on-year decrease) due mainly to the impact of foreign exchange rates and an increase in depreciation and other fixed costs. We anticipate 6,000 million yen in ordinary profit (a 25.8% year-on-year decrease), and 5,000 million yen in profit attributable to owners of parent (a 8.5% year-on-year decrease) in the fiscal year ending December 31, 2026.

Our earnings forecasts assume exchange rates of 145 yen/US\$, 176 yen/EUR, and 20 yen/CNY.

(5) Basic Policy for Profit Allocation and Dividends for the Fiscal Year Ended December 31, 2025 and the Fiscal Year Ending December 31, 2026

We recognize the return of profits to shareholders as an important management issue, and have continued to pay stable dividends, maintaining a dividend payout ratio of at least 30%. We have now decided to revise the dividend standard and will apply from the fiscal year ending December 2025, to achieve a more substantial return of profits to shareholders while also allocating management resources with consideration for capital efficiency.

(i) Basic Policy

Our basic policy for profit allocation is to make strategic investments in order to strengthen our competitiveness and enhance our corporate value over the long term and return profits to shareholders in a continuous and stable fashion, maintaining a dividend payout ratio of at least 40%, with due consideration of business results for the fiscal year, funding needs for the future expansion of our business operations, and consolidation of our business foundation. We intend to use internal reserves for capital expenditures for production facilities, development of new products, and investment in research and development.

(ii) Dividends for the Fiscal Year Ended December 31, 2025

Based on the aforementioned policy and our business results in the fiscal year under review, we plan to pay a dividend of 145 yen per share for the fiscal year ended December 31, 2025.

(iii) Dividends for the Fiscal Year Ending December 31, 2026

For the fiscal year ending December 31, 2026, based on the basic policy, we plan to pay a dividend of 145 yen per share to continue to provide stable shareholder returns while also taking into account trends in business performance and our capital investment plans aimed at future growth.

2. Basic Approach to Selection of Accounting Standards

The Group will prepare its consolidated financial statements in line with Japanese standards for the near term, given that these standards enable comparison of consolidated financial statements across fiscal periods and between companies.

We plan to respond appropriately to the adoption of international accounting standards, taking into account conditions in Japan and overseas.

3. Consolidated Financial Statements and Notes

(1) Consolidated Balance Sheets

(Millions of yen, rounded down)

	As of December 31, 2024	As of December 31, 2025
Assets		
Current assets		
Cash and deposits	16,000	15,263
Notes and accounts receivable - trade	17,609	15,945
Securities	2,499	—
Merchandise and finished goods	11,642	15,682
Work in process	9,597	10,346
Raw materials and supplies	5,577	4,165
Other	1,316	1,675
Allowance for doubtful accounts	(131)	(33)
Total current assets	64,112	63,045
Non-current assets		
Property, plant and equipment		
Buildings and structures	25,904	27,935
Accumulated depreciation	(14,675)	(15,598)
Buildings and structures, net	11,229	12,336
Machinery, equipment and vehicles	63,822	70,940
Accumulated depreciation	(49,272)	(51,823)
Machinery, equipment and vehicles, net	14,550	19,116
Land	7,204	7,247
Leased assets	2,442	2,466
Accumulated depreciation	(663)	(838)
Leased assets, net	1,778	1,628
Construction in progress	6,897	6,435
Other	6,125	6,586
Accumulated depreciation	(4,921)	(5,250)
Other, net	1,203	1,336
Total property, plant and equipment	42,863	48,101
Intangible assets	849	1,095
Investments and other assets		
Investment securities	533	795
Deferred tax assets	1,334	882
Retirement benefit asset	848	958
Other	2,840	3,228
Allowance for doubtful accounts	(191)	(189)
Total investments and other assets	5,365	5,674
Total non-current assets	49,078	54,871
Total assets	113,190	117,916

(Millions of yen, rounded down)

	As of December 31, 2024	As of December 31, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	2,202	1,573
Electronically recorded obligations - operating	1,024	814
Short-term borrowings	—	831
Current portion of long-term borrowings	—	1,080
Accounts payable - other	4,065	4,223
Income taxes payable	2,274	34
Provision for bonuses	1,028	764
Provision for bonuses for directors (and other officers)	24	25
Other	6,740	5,295
Total current liabilities	17,359	14,642
Non-current liabilities		
Long-term borrowings	—	3,764
Deferred tax liabilities	148	293
Retirement benefit liability	192	217
Asset retirement obligations	605	598
Other	679	849
Total non-current liabilities	1,625	5,723
Total liabilities	18,985	20,365
Net assets		
Shareholders' equity		
Share capital	7,947	7,947
Capital surplus	9,609	9,609
Retained earnings	69,364	71,787
Treasury shares	(61)	(62)
Total shareholders' equity	86,859	89,282
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	243	417
Foreign currency translation adjustment	7,012	7,793
Remeasurements of defined benefit plans	32	(3)
Total accumulated other comprehensive income	7,288	8,208
Non-controlling interests	57	60
Total net assets	94,205	97,551
Total liabilities and net assets	113,190	117,916

(2) Consolidated Statement of Income and Consolidated Statement of Comprehensive Income
(Consolidated statement of income)

(Millions of yen, rounded down)

	Fiscal year ended December 31, 2024	Fiscal year ended December 31, 2025
Net sales	53,093	46,189
Cost of sales	31,603	30,443
Gross profit	21,489	15,745
Selling, general and administrative expenses	9,251	8,986
Operating profit	12,238	6,759
Non-operating income		
Interest income	85	58
Dividend income	54	350
Foreign exchange gains	555	462
Share of profit of entities accounted for using equity method	440	416
Revenue from sales of electric power	38	36
Other	141	121
Total non-operating income	1,315	1,446
Non-operating expenses		
Interest expenses	35	65
Depreciation	15	15
Other	22	33
Total non-operating expenses	73	114
Ordinary profit	13,480	8,091
Extraordinary income		
Gain on sales of non-current assets	6	227
Subsidy income	442	37
Total extraordinary income	449	265
Extraordinary losses		
Loss on sales of non-current assets	0	2
Loss on retirement of non-current assets	193	104
Impairment losses	—	452* ¹
Extra retirement payments	—	203* ²
Total extraordinary losses	194	762
Profit before income taxes	13,734	7,594
Income taxes - current	3,546	1,585
Income taxes - deferred	224	540
Total income taxes	3,771	2,126
Profit	9,962	5,467
Profit attributable to non-controlling interests	2	2
Profit attributable to owners of parent	9,960	5,464

(Consolidated statement of comprehensive income)

(Millions of yen, rounded down)

	Fiscal year ended December 31, 2024	Fiscal year ended December 31, 2025
Profit	9,962	5,467
Other comprehensive income		
Valuation difference on available-for-sale securities	21	173
Foreign currency translation adjustment	1,703	707
Remeasurements of defined benefit plans, net of tax	43	(35)
Share of other comprehensive income of entities accounted for using equity method	257	76
Total other comprehensive income	2,026	922
Comprehensive income	11,989	6,389
Comprehensive income attributable to		
Owners of parent	11,984	6,385
Non-controlling interests	4	4

(3) Consolidated Statement of Changes in Equity

Previous consolidated fiscal year (From January 1, 2024 to December 31, 2024)

(Millions of yen, rounded down)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	7,947	9,609	61,710	(61)	79,206
Changes of items during period					
Dividends of surplus			(2,306)		(2,306)
Profit attributable to owners of parent			9,960		9,960
Purchase of treasury shares				(0)	(0)
Net changes of items other than shareholders' equity					
Total changes of items during period	—	—	7,653	(0)	7,652
Balance at end of period	7,947	9,609	69,364	(61)	86,859

	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	222	5,053	(11)	5,264	53	84,524
Changes of items during period						
Dividends of surplus						(2,306)
Profit attributable to owners of parent						9,960
Purchase of treasury shares						(0)
Net changes of items other than shareholders' equity	21	1,958	43	2,023	2	2,027
Total changes of items during period	21	1,958	43	2,023	3	9,680
Balance at end of period	243	7,012	32	7,288	57	94,205

Current consolidated fiscal year (From January 1, 2025 to December 31, 2025)

(Millions of yen, rounded down)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	7,947	9,609	69,364	(61)	86,859
Changes of items during period					
Dividends of surplus			(3,040)		(3,040)
Profit attributable to owners of parent			5,464		5,464
Purchase of treasury shares				(0)	(0)
Net changes of items other than shareholders' equity					
Total changes of items during period	—	—	2,423	(0)	2,423
Balance at end of period	7,947	9,609	71,787	(62)	89,282

	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	243	7,012	32	7,288	57	94,205
Changes of items during period						
Dividends of surplus						(3,040)
Profit attributable to owners of parent						5,464
Purchase of treasury shares						(0)
Net changes of items other than shareholders' equity	173	781	(35)	920	2	922
Total changes of items during period	173	781	(35)	920	2	3,346
Balance at end of period	417	7,793	(3)	8,208	60	97,551

(4) Consolidated Statement of Cash Flows

(Millions of yen, rounded down)

	Fiscal year ended December 31, 2024	Fiscal year ended December 31, 2025
Cash flows from operating activities		
Profit before income taxes	13,734	7,594
Depreciation	3,725	4,353
Impairment losses	—	452
Share of loss (profit) of entities accounted for using equity method	(440)	(416)
Increase (decrease) in retirement benefit asset or liability	(93)	(159)
Increase (decrease) in provision for bonuses	227	(279)
Increase (decrease) in provision for bonuses for directors (and other officers)	(8)	0
Increase (decrease) in allowance for doubtful accounts	62	(94)
Interest and dividend income	(139)	(408)
Interest expenses	35	65
Foreign exchange losses (gains)	(635)	(418)
Loss (gain) on sale of non-current assets	(5)	(225)
Loss on retirement of non-current assets	193	104
Decrease (increase) in trade receivables	478	1,930
Decrease (increase) in inventories	(4,205)	(3,053)
Increase (decrease) in trade payables	(738)	(975)
Increase (decrease) in advances received	(9)	1,538
Other, net	72	(546)
Subtotal	12,254	9,461
Interest and dividends received	304	646
Interest paid	(43)	(77)
Income taxes refund (paid)	(3,025)	(3,964)
Net cash provided by (used in) operating activities	9,489	6,065
Cash flows from investing activities		
Payments into time deposits	(5,910)	(3,446)
Proceeds from withdrawal of time deposits	6,827	4,141
Purchase of property, plant and equipment	(6,708)	(11,836)
Proceeds from sales of property, plant and equipment	15	244
Purchase of intangible assets	(449)	(332)
Other, net	(88)	(84)
Net cash provided by (used in) investing activities	(6,312)	(11,314)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	—	831
Proceeds from long-term borrowings	—	5,400
Repayments of long-term borrowings	—	(555)
Repayments of finance lease liabilities	(256)	(238)
Purchase of treasury shares	(0)	(0)
Dividends paid	(2,305)	(3,037)
Dividends paid to non-controlling interests	(0)	(2)
Net cash provided by (used in) financing activities	(2,563)	2,398
Effect of exchange rate change on cash and cash equivalents	437	267
Net increase (decrease) in cash and cash equivalents	1,051	(2,582)
Cash and cash equivalents at beginning of period	13,601	14,652
Cash and cash equivalents at end of period	14,652	12,069

(5) Notes to the Consolidated Financial Statements

(Notes regarding the premise of a going concern)

Not applicable.

(Significant items that form the basis of preparations for consolidated financial statements)

1. Items concerning the scope of consolidation

(1) Number of consolidated subsidiaries: 12

Names of consolidated subsidiaries

Totan Kako Co., Ltd.
Ohwada Carbon Industrial Co., Ltd.
Toyo Tanso USA, Inc.
Toyo Tanso Europe S.p.A.
Toyo Tanso France S.A.
GTD Graphit Technologie GmbH
Shanghai Toyo Tanso Co., Ltd.
Shanghai Toyo Tanso Trading Co., Ltd.
Shanghai Toyo Tanso Industrial Co., Ltd.
Toyo Tanso (Zhejiang) Co., Ltd.
Chengdu Toyo Tanso Industrial Co., Ltd.
Toyo Tanso Taiwan Co., Ltd.

Shanghai Toyo Tanso Trading Co., Ltd. was established in July 2025 as a wholly owned subsidiary of Shanghai Toyo Tanso Co., Ltd. (a subsidiary of the Company), and is included in the scope of consolidation.

(2) Names of non-consolidated subsidiaries

Non-consolidated subsidiaries

Toyo Tanso Korea Co., Ltd.
Toyo Tanso (Thailand) Co., Ltd.
Toyo Tanso Singapore Pte. Ltd.
Toyo Tanso Mexico, S.A. de C.V.
PT. Toyo Tanso Indonesia

(Reason for exclusion from the scope of consolidation)

Non-consolidated subsidiaries were not included in the scope of consolidation because their total assets, net sales, net income (loss; amount corresponding to equity), and retained earnings (amount corresponding to equity) do not have a material impact on the consolidated financial statements.

2. Items concerning the application of the equity method

(1) Number of affiliated companies accounted for using the equity method: 2

Significant affiliated companies accounted for using the equity method

ATN Graphite Technology Co., Ltd.
Shanghai Yongxin Toyo Tanso Co., Ltd.

(2) Because non-consolidated subsidiaries have very little impact on profit (loss; amount corresponding to equity) or retained earnings (amount corresponding to equity) and have no materiality overall, the equity method has not been applied to the investment account for these companies, and they have instead been valued at cost.

There are five non-consolidated subsidiaries to which the equity method has not been applied: Toyo Tanso Korea Co., Ltd., Toyo Tanso (Thailand) Co., Ltd., Toyo Tanso Singapore Pte. Ltd., Toyo Tanso Mexico, S.A. de C.V., and PT. Toyo Tanso Indonesia.

3. Items concerning the business years of subsidiaries

The closing date for all consolidated subsidiaries is in line with the consolidated closing date.

4. Items concerning accounting policies

(1) Valuation standards and method for significant assets

a. Securities

(a) Shares of subsidiaries and affiliates

Stated at cost using the moving average method

(b) Other securities

Other securities except for shares, etc. without market prices

Stated at fair value (valuation differences are treated through the partial direct net asset adjustment method and sales costs are calculated with the moving average method)

Shares, etc. without market prices

Stated at cost using the moving average method

b. Derivatives

Stated at fair value

c. Inventories

(a) Merchandise and raw materials

Mainly stated at cost using the moving average method

(The carrying amount on the balance sheet is reduced for decreases in profitability.)

(b) Finished goods, work in process, and semi-finished goods

Mainly stated at individual cost

(The carrying amount on the balance sheet is reduced for decreases in profitability.)

(c) Supplies

Mainly stated at cost based on the last purchase price

(The carrying amount on the balance sheet is reduced for decreases in profitability.)

(2) Depreciation method for significant depreciable assets

a. Property, plant and equipment (excluding leased assets)

The straight-line method is used.

The main useful lives are as follows.

Buildings and structures: 3 to 50 years

Machinery, equipment and vehicles: 4 to 9 years

b. Intangible assets (excluding leased assets)

The straight-line method is used. However, the straight-line method is used for software (in-house use) based on the in-house use period (five years).

c. Leased assets

Leased assets in financial lease transactions with transfer of ownership

We use the same depreciation method for non-current assets owned by the Company.

Leased assets in financial lease transactions without transfer of ownership

The straight-line method is applied for useful lives for the lease period, with a residual value of zero.

(3) Criteria for posting significant reserves

a. Allowance for doubtful accounts

To make allowance for losses on uncollectible accounts, the expected uncollectible amount is posted based on the loss ratio for general receivables and by individually examining the collectability of specific doubtful accounts.

b. Provision for bonuses

The Toyo Tanso Group posts the liability amount of expected payments for the current consolidated fiscal year to provide for bonuses paid to employees.

c. Provision for bonuses for directors (and other officers)

The Toyo Tanso Group posts the expected payment amount to provide for bonuses paid to directors and other officers.

(4) Accounting policies for retirement benefits

a. Attribution method for projected retirement benefits

The benefit formula method is used to attribute projected retirement benefits to periods until the fiscal year-end.

b. Amortization of actuarial differences and unrecognized prior service costs

Actuarial differences are treated as a lump-sum expense in the following consolidated fiscal year.

- c. Adoption of simplified methods for small-scale companies
Some consolidated companies adopt a simplified method in which the amount paid for voluntary termination is posted as retirement benefit obligations when calculating net defined benefit liabilities and retirement benefit expenses.

(5) Standards for the recognition of significant revenue and expenses

The Group is mainly engaged in the manufacture, processing and sale of carbon products based on isotropic graphite materials in high-performance fields, and assumes performance obligations to deliver products, etc. based on contracts with customers.

The Group considers these performance obligations to be satisfied at the point in time when control of the goods or services promised by the Group is transferred to the customer, and recognizes revenue from the sale of these products, etc. at a selling price based on the contract with the customer. The Group considers its performance obligations to be satisfied over time for the sale of certain graphite products, as under these contracts, the Group's performance obligations are fulfilled gradually according to the progress of product manufacturing. Revenue from these contracts is recognized according to the Group's progress in fulfilling its performance obligations. Progress is measured using reasonable indicators such as the completion ratio of the manufacturing process. For domestic sales, the Group applies Paragraph 98 of the "Implementation Guidance on Accounting Standard for Fair Value Measurement" and recognizes revenue at the time of shipment, as the period of time from shipment of products, etc. to the transfer of control to the customer is considered reasonable given the number of days required for shipment and delivery within Japan. For export sales, the Group considers that its performance obligations are satisfied at the time when risk is transferred to the customer in accordance with terms of trade based on the Incoterms or similar rules, and recognizes revenue at that time.

Consideration for transactions is generally received within one year from the time when the Group satisfies its performance obligations, except where received as an advance payment before satisfying performance obligations, and transactions do not include any material element of finance.

(6) Standards for converting significant foreign currency-denominated assets and liabilities to Japanese yen

Foreign currency-denominated receivables and payables are converted to yen at the spot exchange rate on the consolidated closing date and the translation adjustment is treated as a profit or loss. The assets and liabilities of overseas subsidiaries are converted to yen at the spot exchange rate on the consolidated closing date, and revenue and expenses are converted to yen at the average annual exchange rate. Translation differences are then posted as part of non-controlling interests and foreign currency translation adjustment in net assets.

(7) Scope of funds contained within the consolidated statement of cash flows

Cash on hand, deposits that can be withdrawn at any time, and short-term investments with high liquidity that can easily be converted to cash and have maturities within three months of acquisition that are exposed to only a minimal price fluctuation risk are posted.

(Notes on changes in accounting policies)

(Application of Accounting Standard for Current Income Taxes, etc.)

The Company has applied the "Accounting Standard for Current Income Taxes" (ASBJ Statement No. 27, October 28, 2022; hereinafter, the "Revised Accounting Standard of 2022") and related accounting guidance from the beginning of the fiscal year under review.

Revisions concerning the categories in which current income taxes should be recorded (taxes on other comprehensive income) are subject to the transitional treatment set forth in the proviso of paragraph 20-3 of the Revised Accounting Standard 2022 and the transitional treatment set forth in the proviso of paragraph 65-2 (2) of the Guidance on Accounting Standard for Tax Effect Accounting (ASBJ Guidance No. 28, October 28, 2022; hereinafter, "Revised Guidance 2022"). The change in accounting policies had no impact on the consolidated financial statements.

With regard to revisions related to changes in the accounting treatment for consolidated financial statements when gains/losses on sale of shares, etc. in subsidiaries resulting from transactions between consolidated subsidiaries are deferred for tax purposes, the Company has applied the Revised Guidance 2022 from the beginning of the fiscal year under review. The change in accounting policies was applied retrospectively to the consolidated financial statements for the previous fiscal year. The change in the accounting policies had no impact on the consolidated financial statements of the previous fiscal year.

(Notes on changes in presentation)

(Consolidated Statement of Cash Flows)

In the consolidated statement of cash flows for the previous consolidated fiscal year, the increase (decrease) in advances received was included in “Other” under “Cash flows from operating activities.”

As this item became material, it has been presented separately from the current consolidated fiscal year. Accordingly, the consolidated statement of cash flows for the previous consolidated fiscal year has been reclassified to reflect this change in presentation.

As a result, the amount of 63 million yen previously included in “Other” under “Cash flows from operating activities” in the consolidated statement of cash flows for the previous consolidated fiscal year has been reclassified into “Increase (decrease) in advances received” of (9) million yen and “Other” of 72 million yen.

(Notes on consolidated statement of income)

*1 Impairment losses

Previous consolidated fiscal year (From January 1, 2024 to December 31, 2024)

Not applicable.

Current consolidated fiscal year (From January 1, 2025 to December 31, 2025)

The Group posted impairment losses on the following assets in the current consolidated fiscal year.

(i) Assets for which impairment losses were recognized

(Millions of yen, rounded down)

Use	Type	Name of Company	Location	Impairment losses
Business-use assets	Buildings and structures Machinery, equipment and vehicles Leased assets Property, plant and equipment (other) Intangible assets	Toyo Tanso (Zhejiang) Co., Ltd.	Pinghu, Zhejiang Province, China	452

(ii) Reasons for recognition of impairment losses

Impairment losses have been recognized for Toyo Tanso (Zhejiang) Co., Ltd. as its recoverable amount has fallen below book value due to changes in the market environment.

(iii) Impairment loss amounts and amounts by type of primary non-current assets

Buildings and structures:	261 million yen
Machinery, equipment and vehicles:	51 million yen
Leased assets:	63 million yen
Property, plant and equipment (other):	68 million yen
Intangible assets:	7 million yen

(iv) Grouping method

Assets are grouped by the smallest units that generate largely independent cash flows.

(v) Method for calculating recoverable amount

With respect to the business-use assets of Toyo Tanso (Zhejiang) Co., Ltd., the recoverable amount has been calculated based on the value in use, which was determined by discounting future cash flows at a rate of 14.11%.

*2 Extra retirement payments

Previous consolidated fiscal year (From January 1, 2024 to December 31, 2024)

Not applicable.

Current consolidated fiscal year (From January 1, 2025 to December 31, 2025)

The extra retirement payments are provided in connection with the workforce restructuring carried out at Shanghai Toyo Tanso Industrial Co., Ltd. and Toyo Tanso (Zhejiang) Co., Ltd. to optimize the production system of the carbon brush business in China.

(Notes on segment information, etc.)

[Segment information]

1. Reportable Segments

The reportable segments of the Toyo Tanso Group are business components for which separate financial information is available and whose operating results are regularly reviewed by the Board of Directors in order to decide on the allocation of management resources and evaluate performance.

The Company primarily engages in the manufacture and sale of carbon products, in Japan through Toyo Tanso and domestic subsidiaries, and abroad through overseas subsidiaries based in the United States, Europe, and Asia. All overseas subsidiaries are independently managed companies. They conduct business by formulating their own comprehensive regional strategies for the products they handle.

For this reason, our business is composed of segments that are based on region-based production and sales frameworks, and is categorized into the four reportable segments of Japan, United States, Europe, and Asia.

2. Calculation methods of net sales, profits, losses, assets, and other items by reportable segment

The accounting methods of reportable segments are by and large the same as those described in “Significant items that form the basis of preparations for consolidated financial statements.”

Profits of reportable segments are recorded on an operating profit basis.

Inter-segment sales are based on prices in arms-length transactions.

3. Information on net sales, profits, losses, assets, and other items by reportable segment and disaggregated information on revenue

Previous consolidated fiscal year (From January 1, 2024 to December 31, 2024)

(Millions of yen, rounded down)

	Reportable segments					Adjusted amount (Note) 1	Amount recorded in the consolidated income statement (Note) 2
	Japan	United States	Europe	Asia	Total		
Net sales							
Goods transferred at a point in time	29,545	4,971	5,276	13,300	53,093	-	53,093
Goods transferred over time	-	-	-	-	-	-	-
Revenue from contracts with customers	29,545	4,971	5,276	13,300	53,093	-	53,093
Sales to unaffiliated customers	29,545	4,971	5,276	13,300	53,093	-	53,093
Inter-segment sales or transfers	9,588	175	88	191	10,044	(10,044)	-
Total	39,134	5,147	5,364	13,491	63,137	(10,044)	53,093
Segment profit (loss)	11,097	497	(90)	849	12,354	(116)	12,238
Segment assets	95,148	6,363	6,808	24,861	133,181	(19,990)	113,190
Other items							
Depreciation	2,697	254	290	483	3,725	-	3,725
Increases in tangible and intangible fixed assets	10,680	463	1,255	786	13,186	-	13,186

(Notes) 1. The adjusted amounts are as follows:

- (1) Adjusted segment profit (loss) mainly takes into account the elimination of inter-segment transactions and unrealized income.
 - (2) Adjusted segment assets mainly take into account the elimination of inter-segment transactions and unrealized income.
2. Segment profit (loss) has been adjusted to reflect the operating profit recorded in the consolidated statement of income.

Current consolidated fiscal year (From January 1, 2025 to December 31, 2025)

(Millions of yen, rounded down)

	Reportable segments					Adjusted amount (Note) 1	Amount recorded in the consolidated income statement (Note) 2
	Japan	United States	Europe	Asia	Total		
Net sales							
Goods transferred at a point in time	24,184	4,618	4,908	12,477	46,189	-	46,189
Goods transferred over time	-	-	-	-	-	-	-
Revenue from contracts with customers	24,184	4,618	4,908	12,477	46,189	-	46,189
Sales to unaffiliated customers	24,184	4,618	4,908	12,477	46,189	-	46,189
Inter-segment sales or transfers	6,919	94	89	296	7,399	(7,399)	-
Total	31,104	4,713	4,997	12,774	53,589	(7,399)	46,189
Segment profit	4,374	103	73	406	4,957	1,801	6,759
Segment assets	98,419	9,047	6,774	23,648	137,890	(19,973)	117,916
Other items							
Depreciation	3,300	185	368	499	4,353	-	4,353
Increases in tangible and intangible fixed assets	8,825	583	484	286	10,179	-	10,179

(Notes) 1. The adjusted amounts are as follows:

- (1) Adjusted segment profit mainly takes into account the elimination of inter-segment transactions and unrealized income.
 - (2) Adjusted segment assets mainly take into account the elimination of inter-segment transactions and unrealized income.
2. Segment profit has been adjusted to reflect the operating profit recorded in the consolidated statement of income.

[Related information]

Previous consolidated fiscal year (From January 1, 2024 to December 31, 2024)

1. Information by product and service

This information has been omitted because the entire business of the Company and its subsidiaries falls under the single business category of carbon product-related business.

2. Information by region

(1) Net sales

(Millions of yen, rounded down)

	Japan	North America		Europe	Asia		Rest of world	Total
		North America (including United States)	United States only		Asia (including China)	China only		
Net sales	24,490	5,404	5,263	5,636	17,273	11,977	288	53,093
Composition (%)	46.1	10.2	9.9	10.6	32.5	22.6	0.6	100.0

- (Notes)
- Net sales are based on the locations of our customers, and are categorized into the relevant country or region segment according to geographical proximity.
 - The major countries or regions included in each geographic segment are listed below.
 - North America: United States
 - Europe: France, Germany, Italy
 - Asia: China, Taiwan, South Korea

(2) Property, plant and equipment

(Millions of yen, rounded down)

	Japan	United States	Europe	Asia		Total
				Asia (including China)	China only	
	31,989	2,687	3,184	5,002	4,042	42,863

3. Information by major customer

This information has been omitted because we do not have any unaffiliated customers that have accounted for more than 10% of sales in the consolidated statement of income.

Current consolidated fiscal year (From January 1, 2025 to December 31, 2025)

1. Information by product and service

This information has been omitted because the entire business of the Company and its subsidiaries falls under the single business category of carbon product-related business.

2. Information by region

(1) Net sales

(Millions of yen, rounded down)

	Japan	North America		Europe	Asia		Rest of world	Total
		North America (including United States)	United States only		Asia (including China)	China only		
Net sales	19,744	4,795	4,698	5,095	16,305	11,088	247	46,189
Composition (%)	42.8	10.4	10.2	11.0	35.3	24.0	0.5	100.0

- (Notes)
- Net sales are based on the locations of our customers, and are categorized into the relevant country or region segment according to geographical proximity.
 - The major countries or regions included in each geographic segment are listed below.
 - North America: United States
 - Europe: France, Germany, Italy
 - Asia: China, Taiwan, South Korea

(2) Property, plant and equipment

(Millions of yen, rounded down)

Japan	United States	Europe	Asia		Total
			Asia (including China)	China only	
37,154	3,108	3,478	4,360	3,355	48,101

3. Information by major customer

This information has been omitted because we do not have any unaffiliated customers that have accounted for more than 10% of sales in the consolidated statement of income.

[Information on impairment loss for non-current assets by reportable segment]

Previous consolidated fiscal year (From January 1, 2024 to December 31, 2024)

Not applicable.

Current consolidated fiscal year (From January 1, 2025 to December 31, 2025)

(Millions of yen, rounded down)

	Japan	United States	Europe	Asia	Total
Impairment losses	–	–	–	452	452

[Information on the amortization of goodwill and unamortized balance by reportable segment]

Previous consolidated fiscal year (From January 1, 2024 to December 31, 2024)

Not applicable.

Current consolidated fiscal year (From January 1, 2025 to December 31, 2025)

Not applicable.

[Information on gain on bargain purchase by reportable segment]

Previous consolidated fiscal year (From January 1, 2024 to December 31, 2024)

Not applicable.

Current consolidated fiscal year (From January 1, 2025 to December 31, 2025)

Not applicable.

(Per share information)

	From January 1, 2024 to December 31, 2024	From January 1, 2025 to December 31, 2025
Net assets per share	4,489.13 yen	4,648.59 yen
Basic earnings per share	474.95 yen	260.58 yen

(Notes) 1. Diluted earnings per share are not noted, as there are no residual shares outstanding.

2. The basis for calculating basic earnings per share is outlined below.

	From January 1, 2024 to December 31, 2024	From January 1, 2025 to December 31, 2025
Basic earnings per share		
Profit attributable to owners of parent (millions of yen)	9,960	5,464
Amount not attributed to common shareholders (millions of yen)	-	-
Profit attributable to owners of parent related to common shares (millions of yen)	9,960	5,464
Average number of common shares during the period (shares)	20,972,367	20,972,256

(Significant subsequent events)

Not applicable.

4. Others

(1) Orders and Sales by Product Category

i. Orders

(Unit: millions of yen)

Products	Year ended December 31, 2024					Year ended December 31, 2025				
	1Q	2Q	3Q	4Q	Fiscal year total	1Q	2Q	3Q	4Q	Fiscal year total
Special graphite products* ³	6,266	5,514	5,649	6,091	23,523	4,774	4,033	4,546	6,621	19,975
Carbon products for general industries (for mechanical applications)	1,030	1,148	986	1,159	4,324	978	865	1,011	1,239	4,095
Carbon products for general industries (for electrical applications)	1,252	1,377	1,127	1,339	5,097	1,021	1,156	1,154	964	4,296
Compound materials and other products	4,070	5,245	3,136	3,748	16,199	4,023	2,958	2,813	3,116	12,911
Total	12,619	13,285	10,900	12,338	49,144	10,797	9,013	9,525	11,941	41,278

(Notes) 1. These orders were denominated in foreign currency prior to the previous quarter; discrepancies resulting from fluctuations in foreign exchange rates during the quarter under review are included in the figure for orders placed in this quarter.

2. From the current consolidated fiscal year, the order amounts include semi-finished goods (material products). The amounts for the previous consolidated fiscal year have also been restated accordingly.

*3. Orders for special graphite products in the fourth quarter of the year ended December 31, 2025 include 2,422 million yen for certain orders of graphite products for high-temperature gas-cooled reactors for X Energy, LLC.

ii. Outstanding orders

(Unit: millions of yen)

Products	Year ended December 31, 2024				Year ended December 31, 2025			
	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q
Special graphite products* ³	7,763	7,085	6,932	6,964	6,475	5,411	5,080	6,507
Carbon products for general industries (for mechanical applications)	1,012	1,068	1,035	1,064	1,066	915	912	930
Carbon products for general industries (for electrical applications)	892	976	826	872	779	841	762	811
Compound materials and other products	8,076	9,014	7,735	6,283	6,493	5,375	4,596	3,981
Total	17,744	18,146	16,529	15,185	14,815	12,544	11,352	12,230

(Notes) 1. These orders were denominated in foreign currency prior to the previous quarter; discrepancies resulting from fluctuations in foreign exchange rates during the quarter under review are included in the figure for orders placed in this quarter.

2. From the current consolidated fiscal year, the outstanding orders include semi-finished goods (material products). The amounts for the previous consolidated fiscal year have also been restated accordingly.

*3. Outstanding orders for special graphite products in the fourth quarter of the year ended December 31, 2025 include 2,422 million yen for certain orders of graphite products for high-temperature gas-cooled reactors for X Energy, LLC.

iii. Sales performance by product category

(Unit: millions of yen)

Products	Year ended December 31, 2024					Year ended December 31, 2025				
	1Q	2Q	3Q	4Q	Fiscal year total	1Q	2Q	3Q	4Q	Fiscal year total
Special graphite products	5,899	6,284	5,752	6,048	23,985	5,215	4,988	4,866	5,230	20,300
[Electronics applications]	2,735	2,905	2,263	2,490	10,394	2,031	1,876	1,607	1,948	7,465
[General industries applications]	2,625	2,775	2,940	2,857	11,198	2,592	2,513	2,701	2,693	10,501
[Others]	538	604	548	700	2,391	590	597	557	587	2,333
Carbon products for general industries (for mechanical applications)	865	1,089	1,013	1,123	4,092	973	1,013	1,016	1,222	4,226
Carbon products for general industries (for electrical applications)	1,199	1,256	1,268	1,283	5,008	1,063	1,015	1,132	1,145	4,356
Compound materials and other products	4,119	4,403	4,433	5,222	18,179	3,831	4,078	3,640	3,771	15,322
[3 major products]	3,607	3,920	3,866	4,488	15,883	3,208	3,387	2,985	3,120	12,702
[Other products]	512	483	567	733	2,296	622	691	655	650	2,619
Related goods	488	676	310	352	1,827	391	409	458	724	1,983
Total	12,573	13,710	12,778	14,030	53,093	11,475	11,504	11,114	12,094	46,189

(2) Overview

Special graphite products

In electronics applications, sales decreased by 28.2% year on year mainly due to a significant decline in sales of products for compound semiconductor manufacturing applications for SiC (silicon carbide) semiconductors and products for single-crystal silicon manufacturing applications.

In general industrial applications, sales decreased by 6.2% year on year mainly due to a decline in sales of EDM electrodes despite solid performance of products for metallurgical applications including those for industrial furnaces.

Due to these factors, sales of special graphite products overall fell 15.4% over the previous year.

Carbon products for general industries

In carbon products for mechanical applications, products such as bearings and contact strips for pantographs performed solidly, and sales increased by 3.3% year on year.

In carbon products for electrical applications, sales of products for compact motors for home appliances and power tools decreased, resulting in a 13.0% decrease in sales year on year.

Due to these factors, sales of carbon products for general industries overall fell 5.7% over the previous fiscal year.

Compound materials and other products

Sales of SiC (silicon carbide)-coated graphite products declined significantly year on year, mainly due to a significant decrease in sales of products for SiC (silicon carbide) semiconductors despite an increase in sales of products for Si (silicon) semiconductors. Sales of C/C composite products, despite solid sales of semiconductor applications, declined year on year mainly due to decline in sales of products for industrial furnace applications. Sales of graphite sheet products decreased year on year due to a decline for special applications, despite solid performance of products for automobile applications, semiconductor applications, and metallurgical applications.

Due to these factors, sales of the three major products fell 20.0% over the previous year, and sales of compound materials and other products overall fell 15.7% over the previous year.