August 7, 2026

Consolidated Financial Results for the Three Months Ended June 30, 2026 (Under Japanese GAAP)

Company name:	Kansai Paint Co., Ltd.
Listing:	Tokyo Stock Exchange
Securities code:	4613
URL:	https://www.kansai.co.jp/
Representative:	MORI Kunishi, Representative Director of the Board, President
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Scheduled date to commence dividend payments:	—
Preparation of supplementary material on financial results:	None
Holding of financial results briefing:	None

(Yen amounts are rounded down to millions.)

1. Consolidated financial results for the three months ended June 30, 2026 (from April 1, 2026 to June 30, 2026)

(1) Consolidated operating results (cumulative) (Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Three months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
June 30, 2026	157,853	9.1	10,492	(14.3)	13,646	(5.1)	6,482	(23.6)
June 30, 2025	144,680	(0.5)	12,241	(19.0)	14,378	(27.8)	8,481	(28.6)

Note: Comprehensive income For the three months ended June 30, 2026: ¥ 9,994 million [— %]
For the three months ended June 30, 2025: ¥ (6,844) million [— %]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2026	36.82	30.29
June 30, 2025	48.13	39.80

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
June 30, 2026	845,372	380,495	35.3
March 31, 2026	801,693	381,203	37.4

Reference: Equity As of June 30, 2026: ¥ 298,280 million
As of March 31, 2026: ¥ 299,834 million

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2026	—	55.00	—	55.00	110.00
Fiscal year ending March 31, 2027	—				
Fiscal year ending March 31, 2027 (Forecast)		58.00	—	58.00	116.00

Note: Revisions to the forecast of cash dividends most recently announced: Yes
Regarding the revision of the dividend forecast, please refer to the announcement titled "Notice of Revision of Financial Forecast and Dividend Forecast", which was released on August 7, 2026.

3. Consolidated financial result forecasts for the fiscal year ending March 31, 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
Full year	630,000	6.8	55,000	10.6	57,000	4.2	28,000	(11.5)	159.05

Note: Revisions to the financial result forecast most recently announced: Yes

Regarding the revision of the consolidated financial result forecast, please refer to the announcement titled "Notice of Revision of Financial Forecast and Dividend Forecast", which was released on August 7, 2026.

*** Notes**

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

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: Yes

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

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

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

(iii) Changes in accounting estimates: None

(iv) Restatement: None

(4) Number of issued shares (common shares)

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

As of June 30, 2026	177,976,280 shares
As of March 31, 2026	177,976,280 shares

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

As of June 30, 2026	1,930,598 shares
As of March 31, 2026	1,929,971 shares

(iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2026	176,045,905 shares
Three months ended June 30, 2025	176,223,018 shares

* Quarterly financial results are exempt from review conducted by certified public accountants or an audit firm.

* Proper use of earnings forecasts, and other special matters

The forward-looking statements such as operational forecasts contained in this document are based on information currently available to the Company and certain assumptions which are regarded as legitimate. However, it does not mean that we guarantee its achievement. Actual results may differ from such forward-looking statements for a variety of reasons.

Overview of financial results

In the fiscal year under review, despite a gradual recovery trend, the outlook for the global economy remained uncertain due to heightened geopolitical risks, fluctuations in financial and capital markets, and escalating tensions in the Middle East. Under these circumstances, the overall Japanese economy showed signs of a pick-up in personal consumption and capital investment and continued to recover gradually due to improvements in employment and income conditions and the effects of various policies. In India, steady growth led by domestic demand continued, centered on personal consumption and infrastructure investment. In Europe, although the economy showed signs of recovery, domestic demand remained weak against a backdrop of increasing inflationary pressures and growing uncertainty, resulting in an uncertain outlook. In China, the economy remained sluggish due to the stagnant real estate market.

The Group's net sales for the first quarter of the current fiscal year were 157,853 million yen (up 9.1% year on year). Operating profit was 10,492 million yen (down 14.3% year on year) mainly due to delays in passing on rising raw material costs to selling prices and increased fixed costs. Ordinary profit was 13,646 million yen (down 5.1% year on year) mainly due to an increase in share of profit of entities accounted for using equity method. Profit attributable to owners of parent was 6,482 million yen (down 23.6% year on year) mainly due to a decrease in gain on sale of non-current assets.

Segment overviews are as follows.

<Japan>

In the automotive coatings sector, net sales increased from the previous year due to an increase in the number of automobiles manufactured. In the industrial coatings and marine coatings sector, demand remained firm and net sales increased from the previous year. Although net sales fell below the previous year due to sluggish market conditions in the decorative coatings sector, overall net sales in Japan increased from the previous year. Segment profit decreased from the previous year, mainly due to delays in passing on rising raw material costs to selling prices and increased fixed costs.

As a result of those factors, the segment’s net sales and segment profit were 41,782 million yen (up 6.4% year on year) and 2,143 million yen (down 57.9% year on year), respectively.

<India>

In the automotive coatings and industrial coatings sector, net sales increased from the previous year, supported by strong domestic demand. In the decorative coatings sector, although the overall market remained sluggish, net sales slightly increased from the previous year mainly due to improvements in product mix. Segment profit increased from the previous year despite the impact of rising raw material costs.

As a result of those factors, the segment’s net sales and segment profit were 40,289 million yen (up 9.0% year on year) and 4,623 million yen (up 4.6% year on year), respectively.

<Europe>

In Turkey, net sales increased from the previous year due to an increase in the number of automobiles manufactured by major customers compared to the previous year. In other European countries, net sales increased from the previous year, partly due to the impact of currency translation resulting from the weaker yen. Segment profit increased from the previous year as increases in fixed costs were absorbed by price pass-through, and share of profit of entities accounted for using equity method improved.

As a result of those factors, the segment’s net sales and segment profit were 42,647 million yen (up 12.6% year on year) and 1,435 million yen (26 million yen in the same period of the previous fiscal year), respectively.

<Asia>

In Thailand, Malaysia, and Indonesia, net sales increased from the previous year due to an increase in the number of automobiles manufactured and improvements in selling prices. Meanwhile, in China, net sales fell below the previous year due to a decrease in the number of automobiles manufactured and the transfer of some businesses from consolidated subsidiaries to equity method affiliates as part of the consolidation of production sites. As a result, overall net sales in Asia increased from the previous year. Segment profit increased from the previous year due to improved profitability resulting from efforts to reduce total costs and an increase in share of profit of entities accounted for using equity method.

As a result of those factors, the segment’s net sales and segment profit were 16,830 million yen (up 1.3% year on year) and 3,292 million yen (up 31.7% year on year), respectively.

<Africa>

In South Africa and neighboring countries, although the market environment remained sluggish, net sales increased from the previous year in the decorative coatings sector due to improvements in product mix and the effects of price pass-through. In East Africa, net sales were firm in the industrial coatings sector as well as in the mainstay decorative coatings sector. Segment profit increased from the previous year due to the expansion of the decorative coatings sector business.

As a result of those factors, the segment’s net sales and segment profit were 13,757 million yen (up 19.7% year on year) and 1,330 million yen (up 23.0% year on year), respectively.

<Others>

In North America, although the number of automobiles manufactured by major customers remained at the same level as the previous year, net sales increased from the previous year due to improvements in selling prices. Segment profit increased from the previous year due to improved profitability, despite a decrease in share of profit of entities accounted for using equity method.

As a result of those factors, the segment’s net sales and segment profit were 2,547 million yen (up 4.0% year on year) and 619 million yen (up 3.1% year on year).

Quarterly Consolidated Financial Statements

(1) Quarterly Consolidated Balance Sheet

(Millions of yen)

	As of March 31, 2026	As of June 30, 2026
Assets		
Current assets		
Cash and deposits	78,661	90,157
Notes and accounts receivable - trade, and contract assets	129,542	141,235
Securities	40,380	43,770
Merchandise and finished goods	55,996	59,766
Work in process	9,912	11,109
Raw materials and supplies	48,072	53,395
Other	19,314	24,993
Allowance for doubtful accounts	(5,639)	(5,822)
Total current assets	376,241	418,605
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	83,341	88,788
Other, net	120,492	118,994
Total property, plant and equipment	203,833	207,783
Intangible assets		
Goodwill	34,046	32,496
Other	48,107	46,770
Total intangible assets	82,154	79,267
Investments and other assets		
Investment securities	58,285	58,016
Other	86,665	87,242
Allowance for doubtful accounts	(5,487)	(5,542)
Total investments and other assets	139,463	139,716
Total non-current assets	425,451	426,767
Total assets	801,693	845,372

(Millions of yen)

	As of March 31, 2026	As of June 30, 2026
Liabilities		
Current liabilities		
Notes and accounts payable - trade	83,170	88,378
Short-term borrowings	19,604	22,980
Short-term bonds payable	29,981	59,948
Income taxes payable	7,765	6,028
Provision for bonuses	6,484	4,042
Other	48,741	54,251
Total current liabilities	195,748	235,631
Non-current liabilities		
Bonds payable	60,000	60,000
Convertible-bond-type bonds with share acquisition rights	100,352	100,322
Retirement benefit liability	9,126	9,227
Other	55,262	59,696
Total non-current liabilities	224,741	229,245
Total liabilities	420,489	464,877
Net assets		
Shareholders' equity		
Share capital	25,658	25,658
Capital surplus	18,414	18,435
Retained earnings	205,135	202,296
Treasury shares	(2,584)	(2,586)
Total shareholders' equity	246,625	243,804
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	16,105	14,890
Deferred gains or losses on hedges	(1)	(1)
Foreign currency translation adjustment	26,828	29,572
Remeasurements of defined benefit plans	10,277	10,015
Total accumulated other comprehensive income	53,209	54,476
Share acquisition rights	223	205
Non-controlling interests	81,145	82,009
Total net assets	381,203	380,495
Total liabilities and net assets	801,693	845,372

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statement of Income

For the Three-Month Period

(Millions of yen)

	For the three months ended June 30, 2025	For the three months ended June 30, 2026
Net sales	144,680	157,853
Cost of sales	98,152	106,794
Gross profit	46,528	51,059
Selling, general and administrative expenses	34,286	40,567
Operating profit	12,241	10,492
Non-operating income		
Interest income	389	325
Dividend income	321	329
Share of profit of entities accounted for using equity method	1,485	2,952
Foreign exchange gains	576	722
Miscellaneous income	1,036	1,107
Total non-operating income	3,810	5,436
Non-operating expenses		
Interest expenses	514	638
Loss on abandonment of inventories	50	50
Loss on net monetary position	914	684
Miscellaneous expenses	194	908
Total non-operating expenses	1,673	2,282
Ordinary profit	14,378	13,646
Extraordinary income		
Gain on sale of non-current assets	382	48
Gain on sale of investment securities	205	81
Total extraordinary income	587	129
Extraordinary losses		
Loss on sale and retirement of non-current assets	42	61
Impairment losses	-	4
Extra payments for early retirements	139	8
Total extraordinary losses	182	74
Profit before income taxes	14,784	13,701
Income taxes	5,157	5,509
Profit	9,627	8,191
Profit attributable to non-controlling interests	1,146	1,709
Profit attributable to owners of parent	8,481	6,482

Quarterly Consolidated Statement of Comprehensive Income

For the Three-Month Period

(Millions of yen)

	For the three months ended June 30, 2025	For the three months ended June 30, 2026
Profit	9,627	8,191
Other comprehensive income		
Valuation difference on available-for-sale securities	644	441
Deferred gains or losses on hedges	(0)	0
Foreign currency translation adjustment	(14,637)	1,433
Remeasurements of defined benefit plans, net of tax	(254)	(261)
Share of other comprehensive income of entities accounted for using equity method	(2,224)	188
Total other comprehensive income	(16,471)	1,802
Comprehensive income	(6,844)	9,994
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(4,420)	7,749
Comprehensive income attributable to non-controlling interests	(2,424)	2,245

Segment information

(1) Three months ended June 30, 2025 (April 1, 2025 - June 30, 2025)
Information about sales, profit and loss by reportable segment

(Millions of yen)

	Reportable segments						Other *1	Total	Adjustment *2	Consolidated *3
	Japan	India	Europe	Asia	Africa	Total				
Net sales										
(1) Sales to customers	39,270	36,964	37,887	16,616	11,492	142,231	2,449	144,680	—	144,680
(2) Intersegment sales and transfers	3,805	23	39	739	27	4,635	—	4,635	(4,635)	—
Total sales	43,075	36,987	37,927	17,355	11,520	146,867	2,449	149,316	(4,635)	144,680
Operating profit	4,563	4,451	344	1,558	1,043	11,962	278	12,240	0	12,241
Share of profit (loss) of entities accounted for using equity method	530	(29)	(317)	941	37	1,163	322	1,485	—	1,485
Segment profit	5,094	4,421	26	2,500	1,081	13,125	601	13,726	0	13,727

Notes:
*1 The "Other" category includes business activities of subsidiaries and affiliates in the U.S., Mexico and other locations.
*2 Adjustments for segment profit represent the elimination of intersegment transactions.
*3 Segment profit is adjusted to reflect operating profit recorded in the Quarterly Consolidated Statement of Income which is adjusted by share of profit (loss) of entities accounted for using equity method.
*4 Reportable segments other than Japan include the following countries:
India: India, Bangladesh, Nepal and other locations.
Europe: Slovenia, Turkey, Austria and other locations.
Asia: Indonesia, Thailand, China and other locations.
Africa: South Africa, Uganda, Zimbabwe and other locations.

(2) Three months ended June 30, 2026 (April 1, 2026 - June 30, 2026)
Information about sales, profit and loss by reportable segment

(Millions of yen)

	Reportable segments						Other *1	Total	Adjustment *2	Consolidated *3
	Japan	India	Europe	Asia	Africa	Total				
Net sales										
(1) Sales to customers	41,782	40,289	42,647	16,830	13,757	155,306	2,547	157,853	—	157,853
(2) Intersegment sales and transfers	3,378	56	46	881	17	4,380	—	4,380	(4,380)	—
Total sales	45,160	40,346	42,693	17,711	13,775	159,687	2,547	162,234	(4,380)	157,853
Operating profit	1,489	4,623	723	1,983	1,299	10,119	372	10,492	0	10,492
Share of profit (loss) of entities accounted for using equity method	654	—	711	1,308	30	2,705	247	2,952	—	2,952
Segment profit	2,143	4,623	1,435	3,292	1,330	12,824	619	13,444	0	13,444

Notes:
*1 The "Other" category includes business activities of subsidiaries and affiliates in the U.S., Mexico and other locations.
*2 Adjustments for segment profit represent the elimination of intersegment transactions.
*3 Segment profit is adjusted to reflect operating profit recorded in the Quarterly Consolidated Statement of Income which is adjusted by share of profit (loss) of entities accounted for using equity method.
*4 Reportable segments other than Japan include the following countries:
India: India, Bangladesh, Nepal and other locations.
Europe: Slovenia, Turkey, Austria and other locations.
Asia: Indonesia, Thailand, China and other locations.
Africa: South Africa, Uganda, Zimbabwe and other locations.

Subsequent Events

Business Combination by Acquisition

At the meeting of the Board of Directors held on July 29, 2026, the Company resolved to acquire additional shares of Polisan Kansai Boya Sanayi ve Ticaret A.Ş. (head office: Turkey; hereinafter "PKB"), an equity-method affiliate of the Company, and to make PKB a consolidated subsidiary (hereinafter the "Share Acquisition").
As a result of the Share Acquisition, PKB is expected to become a consolidated subsidiary qualifying as a specified subsidiary.

1. Overview of the Business Combination

(1) Name of the acquiree and description of business

Name of acquiree: Polisan Kansai Boya Sanayi ve Ticaret A.Ş.
Description of business: Manufacture and sale of paints and coatings

(2) Primary reason for the business combination

To realize the vision of "Enrich Lives with Happiness," the Group has positioned "strengthening profitability and efficiency through structural reforms" as one of the key policies in the 18th Medium-Term Management Plan. In the Europe segment, the Group has been promoting "thorough profitability improvement through site and function integration and other measures." Within this context, the Turkish market is expected to grow driven by domestic demand and is positioned as an important region connecting Europe, the Middle East and Africa.

Under these circumstances, in order to accelerate management decision-making at PKB and maximize its earnings capacity through improvement of its financial structure, the Company decided to acquire additional shares of PKB and make PKB a wholly owned subsidiary.

(3) Date of the business combination

Around October 2026 (planned)

(4) Legal form of the business combination

Acquisition of shares for cash consideration

(5) Name of the entity after the business combination

No change

(6) Ratio of voting rights acquired

Ratio of voting rights held immediately before the business combination: 50.0%
Ratio of voting rights to be additionally acquired on the business combination date: 50.0%
Ratio of voting rights after the acquisition: 100.0%

(7) Primary basis for determining the acquiring company

The Company is the acquiring company because it will acquire shares for cash consideration.

2. Acquisition Cost of the Acquiree and Breakdown by Type of Consideration

Consideration for additional acquisition:
Cash: USD 93 million

The acquisition cost in the step acquisition and the gain or loss arising from the step acquisition have not yet been determined as of the date of filing of these consolidated financial statements.

3. Details and Amount of Major Acquisition-related Costs

Not finalized at this time

4. Difference between the Acquisition Cost of the Acquiree and the Total Acquisition Cost of Each Transaction Leading to the Acquisition

A gain on the step acquisition is expected to be recognized; however, the amount has not yet been determined as of the date of filing of these consolidated financial statements.

5. Amount of Goodwill to be Recognized, Reason for Recognition, Amortization Method and Amortization Period

Not finalized at this time

6. Amounts of Assets Acquired and Liabilities Assumed on the Business Combination Date and Major Components Thereof

Not finalized at this time