

3. Consolidated financial result forecasts for the fiscal year ending March 31, 2026 (from April 1, 2025 to March 31, 2026)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
Full year	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
	302,000	0.5	7,000	32.1	7,100	13.7	7,800	22.1	363.84

Note: Revisions to the financial result forecast most recently announced: None

* Notes

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

Newly included: -

Excluded: -

(2) Adoption of accounting treatment specific to the preparation of semi-annual 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 September 30, 2025	24,077,510 shares
As of March 31, 2025	24,077,510 shares

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

As of September 30, 2025	2,335,128 shares
As of March 31, 2025	2,023,266 shares

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

Six months ended September 30, 2025	21,965,039 shares
Six months ended September 30, 2024	22,833,280 shares

* Semi-annual financial results reports are exempt from review conducted by certified public accountants or an audit firm.

* Explanation of the Appropriate Use of Performance Forecasts and Other Related Items

(Caution concerning future descriptions etc.)

The above estimate has been compiled based on information available at the time this disclosure was made. The actual results may vary from the forecast due to various factors that will arise in the future.

For assumed conditions underlying the earnings forecast and cautionary statements in using the earnings forecast, please refer to "Explanation Regarding Future Estimate Information such as Consolidated Financial Performance Estimates" on page 3.

(Method for acquiring supplementary briefing material on financial results)

The Company plans to hold a briefing session for institutional investors and securities analysts. A video of this briefing session and briefing material will be posted on the Company's website promptly after the briefing session.

Index of Attached Documents

1. Overview of Operating Results.....	2
(1) Overview of Semi-annual Operating Results.....	2
(2) Overview of Semi-annual Financial Position	3
(3) Explanation Regarding Future Estimate Information such as Consolidated Financial Performance Estimates.....	3
2. Semi-annual Consolidated Financial Statements and Important Notes	4
(1) Semi-annual Consolidated Balance Sheets	4
(2) Semi-annual Consolidated Statements of Income and Semi-annual Consolidated Statements of Comprehensive Income	6
Semi-annual Consolidated Statements of Income	6
Semi-annual Consolidated Statements of Comprehensive Income	7
(3) Important Notes Regarding Semi-annual Consolidated Financial Results.....	8
(Application of special accounting policies for presenting semi-annual consolidated financial statements)	8
(Segment information)	8
(Note on significant changes in the amount of shareholders' equity).....	9
(Note related to going-concern assumption).....	9

Note: This document has been translated from the original Japanese version for reference purposes only. In the event of any discrepancy between this translated document and the original Japanese version, the original shall prevail.
The original disclosure in Japanese was released on November 5, 2025, at 13:30 (GMT+9).
The Company assumes no responsibility for this translation or for direct, indirect or any other forms of damages arising from the translation.

1. Overview of Operating Results

(1) Overview of Semi-annual Operating Results

Looking at the Group business environment for the end of the first half of the fiscal year, in the automobile industry, the U.S. and Japan reached an agreement on tariff measures. Domestic automobile production volume remained at the level of the previous year. In the steel industry, domestic demand for steel products remained weak.

Under this business environment, the Group is steadily implementing the Medium-term Management Plan “TOPY Active & Challenge 2027” that sets out basic policies of improving profitability through structural innovation of existing businesses and sowing seeds for growth businesses that leverage core competencies. As components of this, the Group engaged in actions including a change of the name of a consolidated subsidiary to foster solidarity in the aluminum wheel business, further structural reform in the steel wheel business through transfer of the agricultural machinery wheel business, and capital expenditures aimed at advancing the recycling business.

Net sales for the end of the first half of the fiscal year were ¥142,998 million (down 3.7% year on year), operating profit was ¥3,256 million (up 440.6% year on year), ordinary profit was ¥3,390 million (up 289.7% year on year), and profit attributable to owners of parent was ¥2,483 million (up 231.6% year on year). This was mainly due to factors including structural innovation in the Automotive & Industrial Machinery Components Segment and the formation of sustainable selling prices, despite sluggish demand in the Steel Segment.

Performance by Segment

(Steel Business)

In the steel industry, domestic demand for steel products remained weak due to factors including construction project delays. Also, prices for steel scrap, a raw material, fell year on year.

Under these conditions, factors including weak demand and an increase in repair and other costs resulted in Group net sales of ¥45,395 million (down 11.9% year on year) and operating profit of ¥1,496 million (down 46.2% year on year).

(Automotive & Industrial Machinery Components Business)

In the automobile industry, domestic production volume remained at the level of the previous fiscal year. Production volume decreased in overseas markets including the U.S. and Southeast Asia, and the share of Japanese manufacturers in China continued to decline. In the construction machinery industry, global demand for hydraulic shovels remained weak. Demand for mining machinery also showed a stagnating trend.

Under these circumstances, Group net sales were ¥94,254 million (up 0.9% year on year) and operating profit was ¥4,367 million (up 920.3% year on year), mainly due to structural innovation and to progress in the establishment of sustainable sales pricing.

(Others)

The Group is involved in the manufacture and sale of synthetic mica, civil engineering and construction, real estate leasing, and the operation of a sports club. Net sales were ¥3,349 million (down 6.2% year on year) and operating profit was ¥411 million (down 8.7% year on year).

(2) Overview of Semi-annual Financial Position

Total assets at the end of the first half of the consolidated fiscal year under review stood at ¥269,580 million, a decrease of ¥12,171 million from the end of the previous consolidated fiscal year. This was mainly due to a decrease of ¥5,337 million in notes and accounts receivable – trade, and contract assets, a decrease of ¥2,469 million in cash and deposits, and a decrease of ¥2,210 million in machinery, equipment and vehicles.

Total liabilities were ¥133,640 million, a decrease of ¥11,397 million compared with the end of the previous fiscal year. This was mainly due to a decrease of ¥5,934 million in short-term borrowings, a decrease of ¥1,943 million in long-term borrowings, and a decrease of ¥1,352 million in notes and accounts payable - trade.

Total net assets came to ¥135,939 million, a decrease of ¥774 million from the end of the previous consolidated fiscal year. This was mainly due to a decrease of ¥2,253 million in foreign currency translation adjustment, an increase of ¥1,715 million in valuation difference on available-for-sale securities, and an increase of ¥881 million in treasury shares.

(3) Explanation Regarding Future Estimate Information such as Consolidated Financial Performance Estimates

The business environment surrounding the Group is expected to remain challenging, influenced by factors including sluggish domestic demand for steel products and trends in steel scrap prices. The impacts of U.S. trade policy on automobile and construction machinery production also continue to bear watching.

To achieve its full-year earnings forecast, the Group will strive to secure a gap between steel material selling prices and steel scrap prices while advancing the business strategies formulated in the Medium-term Management Plan.

The consolidated earnings forecasts for the fiscal year ending March 31, 2026 (from April 1, 2025 to March 31, 2026) have not been changed from those announced on May 9, 2025.

This decision has been made based on information available to the Group as of the date of issuance of this release. The actual results may vary from the forecast due to various factors that will arise in the future.

2. Semi-annual Consolidated Financial Statements and Important Notes
(1) Semi-annual Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2025	As of September 30, 2025
Assets		
Current assets		
Cash and deposits	27,474	25,005
Notes and accounts receivable - trade, and contract assets	62,090	56,753
Merchandise and finished goods	27,800	27,554
Work in process	7,313	6,668
Raw materials and supplies	19,734	20,064
Other	10,865	7,756
Allowance for doubtful accounts	(93)	(67)
Total current assets	155,185	143,734
Non-current assets		
Property, plant and equipment		
Buildings and structures	100,081	100,496
Accumulated depreciation	(75,469)	(75,872)
Buildings and structures, net	24,611	24,624
Machinery, equipment and vehicles	233,339	232,033
Accumulated depreciation	(198,138)	(199,044)
Machinery, equipment and vehicles, net	35,200	32,989
Land	15,573	15,608
Leased assets	1,754	1,623
Accumulated depreciation	(942)	(943)
Leased assets, net	812	680
Construction in progress	2,577	3,217
Other	43,750	43,791
Accumulated depreciation	(41,908)	(42,044)
Other, net	1,841	1,746
Total property, plant and equipment	80,616	78,866
Intangible assets		
Other	3,436	3,133
Total intangible assets	3,436	3,133
Investments and other assets		
Investment securities	30,748	33,006
Long-term loans receivable	219	235
Deferred tax assets	819	791
Retirement benefit asset	494	495
Other	10,310	9,398
Allowance for doubtful accounts	(80)	(81)
Total investments and other assets	42,512	43,845
Total non-current assets	126,566	125,845
Total assets	281,751	269,580

(Millions of yen)

	As of March 31, 2025	As of September 30, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	30,375	29,022
Electronically recorded obligations - operating	15,775	15,567
Short-term borrowings	26,280	20,345
Current portion of bonds payable	5,000	12,000
Lease liabilities	228	200
Income taxes payable	2,171	1,439
Other	16,021	14,570
Total current liabilities	95,852	93,145
Non-current liabilities		
Bonds payable	25,000	18,000
Long-term borrowings	11,891	9,948
Lease liabilities	394	320
Deferred tax liabilities	1,088	1,609
Provision for corporate officers' retirement benefits	157	194
Provision for share awards for directors (and other officers)	42	56
Provision for retirement benefits for directors (and other officers)	19	21
Reserve for repairs	265	284
Retirement benefit liability	7,240	6,991
Asset retirement obligations	1,658	1,664
Other	1,427	1,404
Total non-current liabilities	49,186	40,494
Total liabilities	145,038	133,640
Net assets		
Shareholders' equity		
Share capital	20,983	20,983
Capital surplus	18,622	18,622
Retained earnings	73,984	74,855
Treasury shares	(4,210)	(5,092)
Total shareholders' equity	109,379	109,368
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	12,968	14,684
Deferred gains or losses on hedges	(9)	(3)
Foreign currency translation adjustment	10,868	8,615
Remeasurements of defined benefit plans	2,070	1,937
Total accumulated other comprehensive income	25,898	25,233
Non-controlling interests	1,435	1,336
Total net assets	136,713	135,939
Total liabilities and net assets	281,751	269,580

(2) Semi-annual Consolidated Statements of Income and Semi-annual Consolidated Statements of Comprehensive Income
Semi-annual Consolidated Statements of Income

(Millions of yen)

	For the six months ended September 30, 2024	For the six months ended September 30, 2025
Net sales	148,532	142,998
Cost of sales	129,609	121,231
Gross profit	18,923	21,767
Selling, general and administrative expenses	18,320	18,510
Operating profit	602	3,256
Non-operating income		
Interest income	92	82
Dividend income	500	525
Share of profit of entities accounted for using equity method	80	86
Compensation income	513	-
Other	188	178
Total non-operating income	1,374	873
Non-operating expenses		
Interest expenses	358	354
Foreign exchange losses	385	191
Facilities relocation expenses	103	-
Other	258	193
Total non-operating expenses	1,106	739
Ordinary profit	870	3,390
Extraordinary income		
Gain on sale of non-current assets	248	4
Gain on sale of investment securities	513	654
Subsidy income	-	75
Gain on reversal of foreign currency translation adjustment	-	101
Total extraordinary income	761	835
Extraordinary losses		
Loss on sale of non-current assets	29	7
Loss on retirement of non-current assets	140	294
Loss on valuation of investment securities	18	1
Loss on tax purpose reduction entry of non-current assets	-	75
Loss on business restructuring	388	-
Total extraordinary losses	576	378
Profit before income taxes	1,055	3,848
Income taxes	242	1,321
Profit	813	2,526
Profit attributable to non-controlling interests	64	42
Profit attributable to owners of parent	748	2,483

Semi-annual Consolidated Statements of Comprehensive Income

(Millions of yen)

	For the six months ended September 30, 2024	For the six months ended September 30, 2025
Profit	813	2,526
Other comprehensive income		
Valuation difference on available-for-sale securities	(5,556)	1,663
Deferred gains or losses on hedges	(23)	6
Foreign currency translation adjustment	3,484	(1,836)
Remeasurements of defined benefit plans, net of tax	(186)	(131)
Share of other comprehensive income of entities accounted for using equity method	665	(461)
Total other comprehensive income	(1,616)	(759)
Comprehensive income	(803)	1,767
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(975)	1,819
Comprehensive income attributable to non-controlling interests	171	(51)

(3) Important Notes Regarding Semi-annual Consolidated Financial Results

(Application of special accounting policies for presenting semi-annual consolidated financial statements)

Tax expenses are calculated by reasonably estimating the effective tax rate reflecting the tax effect to be applied to profit before income taxes for the consolidated fiscal year, including the first half under review, and then multiplying profit before income taxes for the first half under review by such estimated effective tax rate.

(Segment information)

I Six months ended September 30, 2024 (April 1, 2024–September 30, 2024)

1. Information regarding amounts of net sales, profits or losses, assets and other items by reportable segment

(Millions of yen)

	Reportable segment			Others (Note) 1	Total	Amount of adjustment (Note) 2	Amount recorded in the semi-annual consolidated financial statements (Note) 3
	Steel	Automotive & Industrial Machinery Components	Total				
Net sales							
Net sales to outside customers	51,517	93,445	144,963	3,569	148,532	—	148,532
Internal sales or transfer between segments	9,620	—	9,620	—	9,620	(9,620)	—
Total	61,137	93,445	154,583	3,569	158,152	(9,620)	148,532
Segment profit	2,782	428	3,210	451	3,661	(3,059)	602

(Notes) 1 The category “Others” includes the business segment not included in the reportable segments and includes synthetic mica, indoor and outdoor sign systems, civil engineering and construction, real estate leasing, and the operation of a sports club.

2. The amount of adjustment to segment profit of negative ¥3,059 million represents common corporate expenses, etc. not allocated to the respective reportable segments. The common corporate expenses are mainly the expenses related to the administrative divisions of the Company that are not attributable to the reportable segments.

3. Segment profit is adjusted with operating profit recorded under the semi-annual consolidated financial statements.

2. Information regarding impairment losses or goodwill of non-current assets by reportable segment

Not applicable.

II Six months ended September 30, 2025 (April 1, 2025–September 30, 2025)

1. Information regarding amounts of net sales, profits or losses, assets and other items by reportable segment

(Millions of yen)

	Reportable segment			Others (Note) 1	Total	Amount of adjustment (Note) 2	Amount recorded in the semi-annual consolidated financial statements (Note) 3
	Steel	Automotive & Industrial Machinery Components	Total				
Net sales							
Net sales to outside customers	45,395	94,254	139,649	3,349	142,998	—	142,998
Internal sales or transfer between segments	10,117	—	10,117	—	10,117	(10,117)	—
Total	55,512	94,254	149,767	3,349	153,116	(10,117)	142,998
Segment profit	1,496	4,367	5,864	411	6,276	(3,019)	3,256

(Notes) 1. The category “Others” includes the business segment not included in the reportable segments and includes synthetic mica, indoor and outdoor sign systems, civil engineering and construction, real estate leasing, and the operation of a sports club.

2. The amount of adjustment to segment profit of negative ¥3,019 million represents common corporate expenses, etc. not allocated to the respective reportable segments. The common corporate expenses are mainly the expenses related to the administrative divisions of the Company that are not attributable to the reportable segments.

3. Segment profit is adjusted with operating profit recorded under the semi-annual consolidated financial statements.

2. Information regarding impairment losses or goodwill of non-current assets by reportable segment

Not applicable.

(Note on significant changes in the amount of shareholders’ equity)

Not applicable.

(Note related to going-concern assumption)

Not applicable.