

# Consolidated Financial Results for the Three Months Ended March 31, 2025 [IFRS]



May 14, 2025

Company name: Nippon Paint Holdings Co., Ltd.

Stock exchange listing: Tokyo Stock Exchange

Code number: 4612

URL: <https://www.nipponpaint-holdings.com/en/>

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Scheduled date of commencing dividend payments: -

Availability of supplementary briefing material on quarterly financial results: Yes

Schedule of consolidated financial results briefing session: Yes

(Amounts of less than one million yen are rounded down.)

## 1. Consolidated Financial Results for the Three Months Ended March 31, 2025 (January 1, 2025 to March 31, 2025)

### (1) Consolidated Operating Results

(% indicates changes from the previous corresponding period.)

	Revenue		Operating profit		Profit before tax		Profit	
Three months ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
March 31, 2025	405,724	5.6	51,432	24.7	48,193	20.7	37,673	28.2
March 31, 2024	384,319	16.4	41,245	18.2	39,926	19.4	29,397	15.8

	Profit attributable to owners of parent		Comprehensive income	
Three months ended	Million yen	%	Million yen	%
March 31, 2025	36,998	25.7	(84,959)	—
March 31, 2024	29,428	16.1	111,885	89.3

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
March 31, 2025	15.75	15.75
March 31, 2024	12.53	12.53

### (2) Consolidated Financial Position

	Total assets	Total equity	Equity attributable to owners of parent	Equity attributable to owners of parent to total assets
	Million yen	Million yen	Million yen	%
As of March 31, 2025	3,658,451	1,507,059	1,487,601	40.7
As of December 31, 2024	3,071,378	1,610,227	1,590,982	51.8

## 2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
Fiscal year ended December 31, 2024	Yen —	Yen 7.00	Yen —	Yen 8.00	Yen 15.00
Fiscal year ending December 31, 2025	—				
Fiscal year ending December 31, 2025 (Forecast)		8.00	—	8.00	16.00

Note: Revision to the dividends forecast announced most recently: No

## 3. Consolidated Financial Results Forecast for the Fiscal Year Ending December 31, 2025 (January 1, 2025 to December 31, 2025)

(% indicates changes from the previous corresponding period)

	Revenue		Operating profit		Profit before tax		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	1,820,000	11.1	244,000	30.0	226,000	24.5	162,000	27.2	68.97

Note: Revision to the financial results forecast announced recently: No

**\*Notes:**

- (1) Changes in significant subsidiaries during the period under review (Changes in specified subsidiaries resulting in changes in the scope of consolidation): Yes

Newly consolidated (three companies)	LSF11 A5 TopCo LLC LSF11 A5 MidCo LLC LSF11 A5 HoldCo LLC	Excluded	-
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- (2) Changes in accounting policies and changes in accounting estimates

- 1) Changes in accounting policies required by IFRS: No
- 2) Changes in accounting policies other than 1) above: No
- 3) Changes in accounting estimates: No

- (3) Total number of issued shares (common shares)

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

March 31, 2025: 2,370,512,215 shares

December 31, 2024: 2,370,512,215 shares

- 2) Total number of treasury shares at the end of the period:

March 31, 2025: 21,746,612 shares

December 31, 2024: 21,780,807 shares

- 3) Average number of shares during the period:

Three months ended March 31, 2025: 2,348,752,058 shares

Three months ended March 31, 2024: 2,348,636,531 shares

\*Review of the Japanese-language originals of the attached condensed consolidated quarterly financial statements by certified public accountants or audit corporation: Yes (voluntarily)

\*Explanation of the proper use of financial forecasts and other notes

(Caution concerning forward-looking statements)

The earnings forecasts and other forward-looking statements in this report are based on information currently available and certain assumptions that are deemed reasonable. These statements are not guarantees of future performance. Actual results may differ significantly from the forecast due to various factors.

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## 1. Overview of Operating Results

### (1) Overview of Operating Results for the Period under Review

For the three months ended March 31, 2025, Nippon Paint Group's consolidated revenue increased by 5.6% compared to the same period last year, reaching ¥405,724 million. This growth was primarily driven by contributions from the consolidation of LSF11 A5 TopCo LLC, which includes AOC LLC—a global specialty formulator—and other affiliated companies, following the completion of its acquisition in March 2025. Consolidated operating profit increased by 24.7% to ¥51,432 million, while profit before tax rose by 20.7% to ¥48,193 million. Additionally, profit attributable to owners of parent increased by 25.7% to ¥36,998 million.

Results by business segment are as follows.

“AOC” has been added as a new reportable segment starting from the first quarter of the period under review.

#### **Japan**

Revenue from automotive coatings increased from the same period of the previous year, driven by a rebound in automobile production following last year's decline. Industrial coatings revenue increased, as the impact of price adjustments more than counterbalanced weaker market conditions. Revenue from decorative paints remained roughly unchanged from the previous year, with the decline in renovation projects caused by inflation was counterbalanced by initiatives aimed at increasing sales volumes.

Consequently, consolidated revenue rose by 4.1% from the previous year to ¥48,368 million. Consolidated operating profit increased by 19.2% to ¥4,421 million, benefitting from higher revenue and an improvement in the ratio of SG&A expenses.

#### **NIPSEA**

Despite a decrease in automobile manufacturing in Thailand, automotive coatings revenue within NIPSEA Group increased due to higher automobile production in China. Additionally, revenue from decorative paints remained flat, as higher sales volumes in our key markets including Malaysia, Singapore, and Indonesia offset the impact of political uncertainty in Türkiye and the absence of sales boost from sales promotion campaigns conducted in the fourth quarter of the previous year.

As a result, consolidated revenue increased by 2.6% from the previous year to ¥221,878 million, and consolidated operating profit grew by 15.9% to ¥34,770 million.

#### **DuluxGroup**

Revenue from decorative paints decreased, despite a slight market share gain and acceptance of price adjustments in the Pacific segment, due to the impact of soft market conditions in the Europe segment centered on France. Revenue from the adjacencies business declined due to the soft home improvement market conditions in the Pacific segment and the impact of weak demand for External Thermal Insulation Composite Systems (ETICS) in the Europe segment.

Consequently, consolidated revenue declined by 3.5% over the previous year to ¥89,815 million, while consolidated operating profit increased by 1.6% to ¥7,297 million, mainly attributed to a decrease in SG&A expenses.

#### **Americas**

Revenue from automotive coatings decreased compared to the previous year, due to a decrease in automobile production. Revenue from decorative paints increased from the previous year, due to the acceptance of price adjustments and strong sales in Northern California.

As a result, consolidated revenue increased by 1.4% from the previous year to ¥28,912 million, while consolidated operating profit fell by 10.3% to ¥1,072 million due primarily to an increase in investments in the decorative paints business in Northern California.

#### **AOC**

Income and expenses of AOC, beginning from March 2025, are included in our Group's consolidated performance.

In the adjacencies business, demand in the market was lower compared to the same period of the previous year due primarily to weaker macroeconomic conditions. Consequently, consolidated revenue stood at ¥16,750 million while consolidated operating

profit was ¥5,958 million.

(2) Overview of Financial Position for the Period under Review

At the end of the first quarter of the current fiscal year, total assets increased by ¥587,072 million from the previous year's end, to ¥3,658,451 million.

Current assets increased by ¥55,664 million, mainly due to higher trade and other receivables, while non-current assets increased by ¥531,408 million, largely from an increase in goodwill.

Liabilities rose by ¥690,240 million, to ¥2,151,391 million, primarily due to an increase in borrowings.

Equity decreased by ¥103,167 million to ¥1,507,059 million, chiefly due to a decrease in foreign currency translation adjustments.

Consequently, the ratio of equity attributable to owners of parent to total assets decreased from 51.8% at the end of the previous fiscal year to 40.7%.

(3) Explanation of Consolidated Financial Results Forecast and Other Forward-Looking Information

There are no changes to the consolidated earnings forecasts for the fiscal year ending December 31, 2025, as reported in the "Notice Regarding Revision to Financial Guidance," released on April 3, 2025.

## 2. Condensed Consolidated Quarterly Financial Statements and Primary Notes

### (1) Condensed Consolidated Quarterly Statements of Profit or Loss and Comprehensive Income

#### Condensed Consolidated Quarterly Statement of Profit or Loss

(Million yen)

	For the three months ended March 31, 2024	For the three months ended March 31, 2025
Revenue	384,319	405,724
Cost of sales	(228,994)	(231,631)
<b>Gross profit</b>	155,325	174,092
Selling, general and administrative expenses	(115,166)	(123,714)
Other income	1,727	2,714
Other expenses	(640)	(1,660)
<b>Operating profit</b>	41,245	51,432
Finance income	2,214	4,440
Finance costs	(4,318)	(8,161)
Share of profit (loss) of investments accounted for using equity method	784	482
<b>Profit before tax</b>	39,926	48,193
Income taxes	(10,528)	(10,520)
<b>Profit</b>	29,397	37,673
<b>Profit attributable to</b>		
Owners of parent	29,428	36,998
Non-controlling interests	(31)	675
<b>Profit</b>	29,397	37,673
<b>Earnings per share</b>		
Basic earnings (loss) per share (yen)	12.53	15.75
Diluted earnings (loss) per share (yen)	12.53	15.75

Condensed Consolidated Quarterly Statement of Comprehensive Income

(Million yen)

	For the three months ended March 31, 2024	For the three months ended March 31, 2025
<b>Profit</b>	29,397	37,673
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Financial assets measured at fair value through other comprehensive income	1,836	52
Remeasurements of defined benefit plans	(258)	(98)
Share of other comprehensive income of equity method affiliates	0	0
Total of items that will not be reclassified to profit or loss	1,578	(45)
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	80,881	(111,515)
Cash flow hedges	40	(10,581)
Share of other comprehensive income of investments accounted for using equity method	(11)	(490)
Total of items that may be reclassified to profit or loss	80,910	(122,587)
<b>Total other comprehensive income</b>	82,488	(122,632)
<b>Comprehensive income</b>	111,885	(84,959)
<b>Comprehensive income attributable to</b>		
Owners of parent	110,968	(85,137)
Non-controlling interests	917	177
<b>Comprehensive income</b>	111,885	(84,959)



## (2) Condensed Consolidated Quarterly Statement of Financial Position

(Million yen)

	As of December 31, 2024	As of March 31, 2025
<b>Assets</b>		
<b>Current assets</b>		
Cash and cash equivalents	288,301	304,702
Inventories	202,484	211,376
Trade and other receivables	376,976	451,263
Other financial assets	153,584	112,504
Other current assets	25,731	30,275
<b>Subtotal</b>	<b>1,047,077</b>	<b>1,110,123</b>
Assets held for sale	8,131	749
<b>Total current assets</b>	<b>1,055,208</b>	<b>1,110,873</b>
<b>Non-current assets</b>		
Property, plant and equipment	478,759	491,717
Goodwill	970,745	1,508,283
Other intangible assets	457,429	434,121
Investments accounted for using equity method	30,240	28,453
Other financial assets	51,595	48,214
Other non-current assets	22,811	21,680
Deferred tax assets	4,589	15,107
<b>Total non-current assets</b>	<b>2,016,169</b>	<b>2,547,577</b>
<b>Total assets</b>	<b>3,071,378</b>	<b>3,658,451</b>

(Million yen)

	As of December 31, 2024	As of March 31, 2025
<b>Liabilities and equity</b>		
<b>Liabilities</b>		
<b>Current liabilities</b>		
Trade and other payables	292,513	313,481
Bonds and borrowings	146,473	731,170
Other financial liabilities	27,244	28,922
Income taxes payable	18,207	19,198
Provisions	3,923	3,344
Other current liabilities	93,709	105,415
<b>Total current liabilities</b>	<b>582,072</b>	<b>1,201,533</b>
<b>Non-current liabilities</b>		
Bonds and borrowings	613,540	693,476
Other financial liabilities	125,600	121,641
Retirement benefit liability	17,725	18,628
Provisions	2,044	2,001
Other non-current liabilities	5,856	6,824
Deferred tax liabilities	114,311	107,285
<b>Total non-current liabilities</b>	<b>879,078</b>	<b>949,858</b>
<b>Total liabilities</b>	<b>1,461,151</b>	<b>2,151,391</b>
<b>Equity</b>		
Share capital	671,432	671,432
Treasury shares	(6,015)	(6,006)
Retained earnings	435,671	455,747
Other components of equity	489,895	366,427
<b>Total equity attributable to owners of parent</b>	<b>1,590,982</b>	<b>1,487,601</b>
<b>Non-controlling interests</b>	<b>19,244</b>	<b>19,458</b>
<b>Total equity</b>	<b>1,610,227</b>	<b>1,507,059</b>
<b>Total Liabilities and equity</b>	<b>3,071,378</b>	<b>3,658,451</b>

## (3) Condensed Consolidated Quarterly Statement of Changes in Equity

For the Three Months Ended March 31, 2024 (From January 1, 2024 to March 31, 2024)

(Million yen)

	Equity attributable to owners of parent						Non-controlling interests	Total equity
	Share capital	Capital surplus	Treasury shares	Retained earnings	Other components of equity	Total		
Balance as of January 1, 2024	671,432	—	(6,049)	351,205	341,721	1,358,310	9,793	1,368,104
Profit	—	—	—	29,428	—	29,428	(31)	29,397
Other comprehensive income	—	—	—	—	81,539	81,539	949	82,488
Comprehensive income	—	—	—	29,428	81,539	110,968	917	111,885
Purchase of treasury shares	—	—	(0)	—	—	(0)	—	(0)
Disposal of treasury shares	—	38	15	—	(22)	31	—	31
Dividends	—	—	—	(18,789)	—	(18,789)	(53)	(18,842)
Transfer from retained earnings to capital surplus	—	11,338	—	(11,338)	—	—	—	—
Change in the scope of consolidation	—	—	—	—	—	—	4,562	4,562
Transfer from other components of equity to retained earnings	—	—	—	(178)	178	—	—	—
Increase or decrease in equity due to capital increase of subsidiary	—	—	—	—	—	—	15	15
Change in non-controlling interest put option liabilities	—	(11,377)	—	—	—	(11,377)	—	(11,377)
Other	—	—	—	—	—	—	(7)	(7)
Total transactions with owners	—	—	15	(30,306)	156	(30,134)	4,517	(25,617)
Balance as of March 31, 2024	671,432	—	(6,033)	350,327	423,416	1,439,143	15,229	1,454,372

For the Three Months Ended March 31, 2025 (From January 1, 2025 to March 31, 2025)

(Million yen)

	Equity attributable to owners of parent						Non-controlling interests	Total equity
	Share capital	Capital surplus	Treasury shares	Retained earnings	Other components of equity	Total		
Balance as of January 1, 2025	671,432	—	(6,015)	435,671	489,895	1,590,982	19,244	1,610,227
Profit	—	—	—	36,998	—	36,998	675	37,673
Other comprehensive income	—	—	—	—	(122,135)	(122,135)	(497)	(122,632)
Comprehensive income	—	—	—	36,998	(122,135)	(85,137)	177	(84,959)
Purchase of treasury shares	—	—	(0)	—	—	(0)	—	(0)
Disposal of treasury shares	—	22	9	—	(9)	22	—	22
Dividends	—	—	—	(18,790)	—	(18,790)	—	(18,790)
Changes in ownership interest in subsidiaries	—	(78)	—	—	—	(78)	(87)	(166)
Transfer from retained earnings to capital surplus	—	1,235	—	(1,235)	—	—	—	—
Change in scope of consolidation	—	—	—	—	—	—	123	123
Transfer from other components of equity to retained earnings	—	—	—	3,103	(3,103)	—	—	—
Transfer from other components of equity to non-financial assets	—	—	—	—	1,781	1,781	—	1,781
Change in non-controlling interest put option liabilities	—	(1,178)	—	—	—	(1,178)	—	(1,178)
Total transactions with owners	—	—	9	(16,921)	(1,332)	(18,244)	35	(18,208)
Balance as of March 31, 2025	671,432	—	(6,006)	455,747	366,427	1,487,601	19,458	1,507,059

## (4) Condensed Consolidated Quarterly Statement of Cash Flows

(Million yen)

	For the three months ended March 31, 2024	For the three months ended March 31, 2025
<b>Cash flows from operating activities</b>		
Profit before tax	39,926	48,193
Depreciation and amortization	14,457	15,388
Interest and dividend income	(1,530)	(2,743)
Interest expenses	3,228	4,007
Share of loss (profit) of investments accounted for using equity method	(784)	(482)
Decrease (increase) in inventories	(3,451)	(4,576)
Decrease (increase) in trade and other receivables	(53,185)	(77,473)
Increase (decrease) in trade and other payables	2,867	16,894
Increase (decrease) in other current liabilities	5,959	(15,123)
Other	2,404	4,836
<b>Subtotal</b>	<b>9,892</b>	<b>(11,078)</b>
Interest received	1,419	2,432
Dividends received	0	0
Interest paid	(3,152)	(5,176)
Income taxes paid	(8,555)	(13,307)
<b>Net cash provided by (used in) operating activities</b>	<b>(394)</b>	<b>(27,128)</b>
<b>Cash flows from investing activities</b>		
Net decrease (increase) in time deposits	(1,434)	(1,716)
Net decrease (increase) in securities	14,104	38,622
Proceeds from sale of investment securities	156	7,138
Purchase of property, plant and equipment	(11,333)	(7,917)
Purchase of investments in subsidiaries	(25,125)	(300,359)
Other	43	1,905
<b>Net cash provided by (used in) investing activities</b>	<b>(23,588)</b>	<b>(262,326)</b>
<b>Cash flows from financing activities</b>		
Net increase (decrease) in short-term borrowings	543	669,893
Proceeds from long-term borrowings	33,000	105,000
Repayments of long-term borrowings	(5,212)	(394,189)
Payments for redemption of bonds	—	(41,079)
Repayments of lease obligations	(4,004)	(4,667)
Dividends paid	(18,706)	(18,715)
Other	(1)	(159)
<b>Net cash provided by (used in) financing activities</b>	<b>5,618</b>	<b>316,082</b>
<b>Effect of exchange rate changes on cash and cash equivalents</b>	<b>8,035</b>	<b>(9,919)</b>
<b>Adjustment from hyperinflationary accounting</b>	<b>660</b>	<b>(305)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>(9,669)</b>	<b>16,401</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>289,647</b>	<b>288,301</b>
<b>Cash and cash equivalents at end of period</b>	<b>279,977</b>	<b>304,702</b>

(5) Notes to Condensed Consolidated Quarterly Financial Statements

(Business combinations)

For the three months ended March 31, 2024 (from January 1, 2024 to March 31, 2024)

There are no applicable items.

For the three months ended March 31, 2025 (from January 1, 2025 to March 31, 2025)

(Acquisition of equity interests in LSF11 A5 TopCo LLC)

Main reasons for business combination

Nippon Paint Group pursues Maximization of Shareholder Value (MSV) as our sole mission by leveraging our Asset Assembler model. We will achieve this goal by compounding EPS (earnings per share) through both organic growth, driven by the expansion of existing businesses, and inorganic growth, achieved via good and low-risk mergers and acquisitions without limitations on regions, business areas, and scales. Additionally, we aim to maximize PER (price-to-earnings ratio) by enhancing capital market understanding and evaluations.

Backed by its broad customer base, including areas with significant growth potential, advanced technological capabilities that allow for high-level product customization tailored to customer needs, and flexible logistics network, LSF11 A5 TopCo LLC has secured a leading position in the US and European markets as a specialty formulator for CASE, colorants, and composite solutions. Additionally, LSF11 A5 TopCo LLC features excellent cash generation capabilities, driven by excellent profitability and low capital expenditure requirements.

By joining the Group, the company is expected to contribute to our sustainable compounding of EPS (earnings per share) and aid in the growth of existing businesses through collaboration with our group companies.

(1) Overview of business combination

(i) Name and business activities of the acquired company

Name: LSF11 A5 TopCo LLC

Business activities: Formulation development, manufacturing and distribution of unsaturated polyester, vinyl ester, etc. for composites and related products

(ii) Date of acquisition: March 3, 2025

(iii) Percentage of equity interests with voting rights acquired: 100%

(iv) Method of acquisition of control: By acquisition of equity interests for cash consideration

(2) Fair value of assets acquired and liabilities assumed at the date of business combination

	(Million yen)
	Fair value
Cash and cash equivalents	32,427
Property, plant and equipment	34,267
Intangible assets	14
Other assets	60,387
Fair value of liabilities assumed	(385,498)
Fair value of assets acquired and liabilities assumed, net	(258,401)

Trade and other receivables

	(Million yen)	
	Contractual amount due	Fair value
Trade and other receivables	27,727	27,348
Accounts receivable-other	314	309
Total	28,041	27,658
Best estimate of contractual cash flows not expected to be collected	(383)	—
Net total	27,658	27,658

Note: As the allocation of acquisition costs has not been finalized as of March 31, 2025, the amounts of assets acquired and liabilities assumed have been provisionally calculated based on information available at this time. If new information regarding facts and circumstances existing as of the acquisition date becomes available within one year of the acquisition date, necessary revisions or additions to the above amounts will be made, and the accounting treatment at the time of acquisition will be adjusted accordingly.

(3) Consideration transferred and goodwill

(Million yen)		
Amount		
Consideration transferred (cash and other assets)	A	330,350
Basis adjustments	B	1,781
Fair value of assets acquired and liabilities assumed, net	C	(258,401)
Goodwill (Note)	A+B-C	590,533

Note: Goodwill primarily reflects the ability to generate excess earnings in the future. No amount of the above goodwill is expected to be tax deductible.

(4) Acquisition-related expenses

Account item: Selling, general and administrative expenses

Amount: ¥2,141 million

(5) Effects on the condensed consolidated quarterly statement of profit or loss

Financial results of the acquired company on and after the date of acquisition recognized in the condensed consolidated quarterly statement of profit or loss

(Million yen)	
Amount	
Revenue	16,750
Profit	4,592

(6) Effects of business combination on the consolidated statement of profit or loss assuming that the business combination was carried out at the beginning of the period

	(Million yen)
	Amount
Revenue	48,943
Profit	13,335

The pro forma information (unaudited) has not undergone a quarterly review.

(7) Effects of business combination on cash flows

	(Million yen)
	Amount
Consideration paid for acquisition	332,132
Cash and cash equivalents	(32,427)
Acquisition of equity interests of subsidiaries	299,705

(Notes on segment information)

(1) Summary of reportable segments

The Nippon Paint Group's operations are divided into business segments for which separate financial information is available. Segments are subject to periodic evaluations by the Board of Directors, which is the highest decision-making body, in order to make decisions regarding business resource allocations and performance assessments. The Nippon Paint Group's primary businesses are the paint and coating business, which manufactures and sells automotive coatings, decorative paints, industrial coatings, fine chemicals, and other paints, and the adjacencies business which manufactures and sells paint-related products, CASE, and colorants. An independent company and companies overseen by this company are responsible for business activities in Japan. Independent companies, led by key partner companies including NIPSEA, DuluxGroup, and AOC, are responsible for business activities in Asia, Oceania, the Americas, and other regions. Each company operates as an independent management unit, formulating comprehensive strategies for each management unit or region regarding the products they handle and carrying out business activities based on these strategies.

As a result, the Nippon Paint Group consists of five reportable segments divided by management units or regions based on manufacturing and sales infrastructures: Japan, NIPSEA, DuluxGroup, the Americas, and AOC. The Japan segment includes the overseas marine coatings business.

\*CASE: Coatings, Adhesives, Sealants and Elastomers

(Matters regarding a change in reportable segments)

During the first quarter ended March 31, 2025, NPHD completed the acquisition of all the equity interests in LSF11 A5 TopCo LLC and included the company and its 23 subsidiaries into the scope of consolidation. As a result of this change, AOC has been included in the reportable segments as an independent segment.

The segment information for the three months ended March 31, 2024 has been restated in accordance with the classification under the revised reportable segments.



## (2) Performance by reportable segment

For the Three Months Ended March 31, 2024 (From January 1, 2024 to March 31, 2024)

(Million yen)

	Reportable segment						Adjustments (Note)	Condensed quarterly consolidated financial statements
	Japan	NIPSEA	DuluxGroup	Americas	AOC	Total		
Revenue								
Revenue from external customers	46,445	216,250	93,120	28,503	—	384,319	—	384,319
Intersegment revenue	4,777	1,670	64	5	—	6,518	(6,518)	—
Total	51,223	217,921	93,184	28,509	—	390,838	(6,518)	384,319
Segment profit (loss)	3,709	30,012	7,181	1,196	—	42,099	(853)	41,245
Financial income								2,214
Financial costs								(4,318)
Share of profit of investments accounted for using equity method								784
Profit before tax								39,926

Note: Adjustments for segment profit is due to Headquarters expenses that do not belong to any reportable segment and intersegment eliminations.

For the Three Months Ended March 31, 2025 (From January 1, 2025 to March 31, 2025)

(Million yen)

	Reportable segment						Adjustments (Note)	Condensed quarterly consolidated financial statements
	Japan	NIPSEA	DuluxGroup	Americas	AOC	Total		
Revenue								
Revenue from external customers	48,368	221,878	89,815	28,912	16,750	405,724	—	405,724
Intersegment revenue	5,079	3,483	155	11	—	8,730	(8,730)	—
Total	53,447	225,361	89,971	28,923	16,750	414,454	(8,730)	405,724
Segment profit (loss)	4,421	34,770	7,297	1,072	5,958	53,522	(2,089)	51,432
Financial income								4,440
Financial costs								(8,161)
Share of profit of investments accounted for using equity method								482
Profit before tax								48,193

Note: Adjustments for segment profit is due to Headquarters expenses that do not belong to any reportable segment and intersegment eliminations.

(3) Information on products and services

Beginning from the first three months ended March 31, 2025, the name of “Paint-related business” has been changed to “Adjacencies business.”

For the Three Months Ended March 31, 2024 (From January 1, 2024 to March 31, 2024)

	(Million yen)					
	Japan	NIPSEA	DuluxGroup	Americas	AOC	Total
Paint and coating business						
Automotive coatings	9,298	23,705	—	11,764	—	44,768
Decorative paints	10,735	164,471	58,881	16,126	—	250,215
Industrial coatings	9,248	10,124	2,442	—	—	21,815
Fine chemicals	2,099	2,497	—	611	—	5,208
Other paints	15,064	6,422	—	—	—	21,487
	46,445	207,220	61,324	28,503	—	343,494
Adjacencies business	—	9,029	31,795	—	—	40,825
Total	46,445	216,250	93,120	28,503	—	384,319

For the Three Months Ended March 31, 2025 (From January 1, 2025 to March 31, 2025)

	(Million yen)					
	Japan	NIPSEA	DuluxGroup	Americas	AOC	Total
Paint and coating business						
Automotive coatings	10,364	26,399	—	11,472	—	48,235
Decorative paints	10,797	165,092	58,135	16,895	—	250,920
Industrial coatings	9,755	12,243	2,339	—	—	24,338
Fine chemicals	2,077	2,459	—	544	—	5,081
Other paints	15,373	7,982	—	—	—	23,355
	48,368	214,176	60,474	28,912	—	351,931
Adjacencies business	—	7,701	29,340	—	16,750	53,793
Total	48,368	221,878	89,815	28,912	16,750	405,724

(Notes on going concern assumption)

There are no applicable items.

(Notes on significant subsequent events)

There are no applicable items.