Takara standard Philosophy System

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itorial policy:	This report aims to summarize information related to Takara standard Co., Ltd.'s corporate activities, focusing on matters of high importance to shareholders and investors while also conveying the company's value creation story and future outlook.
orting period:	Takara standard Co., Ltd. Unless otherwise specified, the financial and non-financial data in this report cover FY2024 (April 1, 2024 – March 31, 2025). Some activity details may include information from FY2025.
ence standards and guidelines:	International Integrated Reporting Framework (IFRS Foundation) and Guidance for Collaborative Value Creation 2.0 (Ministry of Economy, Trade and Industry of Japan)

statements: Among the contents of the "Integrated Report 2025," statements that are not historical facts are forward-looking projections based on future

outlooks and plans. These forward-looking projections include risks and uncertainties, and actual results and performance may differ from what is

Takara standard started business in 1912 as a pioneer of enameled products. Since its founding, the company has remained dedicated to enamel, In 1962, our company succeeded in developing the first enameled kitchens in the world. By continuously refining its enamel technology, the company has grown into an industry-leading comprehensive manufacturer of housing equipment that offers comfortable wet areas solutions. This growth has been driven by a strong commitment to make everyone's life more comfortable.

The current business environment surrounding the company is shaped by diverse factors, including changes in lifestyle habits in the post-COVID-19 era, market shifts due to geopolitical risks, the acceleration of decarbonization efforts, and advancements in digital technology. In response to these complexities and to clearly communicate our direction to stakeholders, we have decided to publish an Integrated Report starting this year as a new step forward.

This report is intended not only to deepen the understanding of our company but also to serve as a platform for deeper dialogue with stakeholders. We believe that such engagement will lead to a sustainable society and the creation of new values. Although we are still in the early stages of this initiative, we will continue our journey toward corporate growth and the realization of a sustainable society. We will continue our challenges and efforts while carrying forward the founder's vision of "To contribute to make people's life more pleasant and beautiful."

Where we started

To contribute to make people's life more pleasant and beautiful

Corporate Philosophy

The three standards valued by Takara standard

Living Standard

Takara standard supports enhancing people's life through evolution of wet areas household facilities and HORO technology.

Ethical Standard

Takara standard aims to achieve sustainable profit growth focusing on three bases – "harmony with society" "happiness of employees" and "consideration for environment".

Quality Standard

Takara standard considers the customer trust as the most valuable asset, and focuses on quality improvement of products and services.

Long-Term Vision

Becoming a brilliant and most attractive company together with HORO

A company that pursues uniqueness to provide special value

A company that ventures into new business fields and creates new customers

A company where employees feel motivated and rewarding

A company that is trusted and respected by society

*HORO by Takara standard

High Gloss Surfaces

Enamel crafted through a marriage of metal and glass. We have sought to perfect both form and functionality.

Originality in Design

The beauty of the original designs you've selected is made to last with enamel.

Resistant Material

Ideal materials that retain their beauty through high resistance to dirt, water and heat.

One and Only Technology

Quality that can only be achieved through our technical prowess, pride and unparalleled precision in all of our processes.

Supporting people's lives through enamel

Takara standard has developed new products and markets centered around enamel and proprietary technologies, contributing to a more comfortable lifestyle for many people.

Moving forward, the company will continue exploring the potential of enamel and contribute to the realization of a comfortable and clean lifestyle with a spirit of free thinking and challenge.

Company profile (as of March 31, 2025)

- Company name: Takara standard Co., Ltd. Head office: 1-2-1 Shigino-higashi, Joto-ku, Osaka 536-8536, Japan Established: May 30,1912
- Capital:26.356 million ven Listing: Prime Market, Tokyo Stock Exchange (securities code:7981) Employees (consolidated):6.560

Net sales 243.3 billion ven 15.6 billion ven 6.4%

Operating profit

Operating profit ratio

ROE

5.8%

Product lineup

A diverse lineup to create a comfortable lifestyle.





Market and sales channels

Our business focuses on the remodeling market, new construction multi-family housing and detached houses markets. We are also expanding overseas and strengthening the non-residential segment with enamel-coated wall panels.



Founded

Number of domestic showrooms 157_{locations}

Production bases 15 locations

Logistics bases 10 locations

Market share of system kitchens for new construction

Established in May 1912. The company has contributed to improving people's lives, including developing the world's first enamel-coated kitchen.

Showrooms are available to allow customers to see and touch the products before purchasing with confidence. We value direct communication with our customers.



The company has 15 production bases and 10 logistics bases, ensuring the capability to handle large-scale projects requiring mass deliveries within a short period, such as condominiums. By distributing bases across various locations, the company also mitigates risks such as natural disasters. This stable supply capability is highly regarded in the market, and the company boasts an 80% market share in system kitchens for newly built condominiums.

Number of employees 6.560

Female management ratio 6.3%

The number of employees exceeds 6,000, and each individual utilizes their strengths while working together toward shared goals.

We aim to create a workplace where women can thrive by actively fostering and promoting female employees. Our goal is to establish a work environment where all female employees can continue working with confidence.

Parental leave utilization rate Male **83.0**% Female 100%

Certified as a "Kurumin" company for childcare support. We are working toward achieving a 100% parental leave utilization rate for male employees as well, just like for female employees.



Employee satisfaction 75.0%

We strive to ensure diversity, strengthen talent development, and create a comfortable working environment. By enhancing job satisfaction, we aim to improve employee satisfaction.

CO₂ emissions reduction rate

To realize a sustainable society, we are committed to reducing environmental impact, preserving the environment, and preventing pollution through our business activities.

(As of March 31, 2025)

Takara standard supplies a wide range of markets, mainly with housing equipment such as kitchens, bathrooms, and wash-stands with vanities. By utilizing its nationwide sales network, the company operates a sales system and makes proposals tailored to three major markets, providing meticulous services according to regional and customer characteristics.

Renovation market



We respond to renovation needs such as the replacement and remodeling of kitchens, bathrooms, and washstands with vanities in existing homes, offering proposals that improve the quality of life for customers.

High-grade enamel

- •Proprietary material not available from other companies
- ·Optimal for wet areas with durability and ease of cleaning

Showrooms

Features

Our strengths

- •The largest number in the industry (community-based)
- ·A place where customers can see, touch, and be convinced of the quality of products

Trading companies, distributors, retailers, and construction firms

New construction – multi-family housing market



In addition to new condominiums for sale and rental apartments, we also respond broadly to large-scale repairs and renovations.

Our share of kitchens in condominiums for sale is about 80%.

Production and supply system

 Nationwide production and logistics network capable of handling large-scale properties

Design and construction capabilities

 Participation from the design stage to propose optimal plans tailored to layouts and specifications

Developers and general contractors

New construction - detached houses market



This market involves supplying products to house manufacturers and home builders. Kitchens, bathrooms, and washstands with vanities are optimally coordinated to match each company's housing brand and design concept.

Product strength

 Products using high-grade enamel and a wide variety of design variations

Dedicated showrooms for detached houses

- $\cdot \text{Showrooms}$ specialized in detached houses are also operated
- ·Capable of making optimal proposals tailored to customer needs

Housing manufacturers and home builders

End users

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Takara standard-continuing to take on challenges with enamel

Since its founding, Takara standard has been devoting itself in refining its expertise in enamel technology.

With its world-class high-grade enamel, which surpasses competitors, the company has grown into a leading comprehensive manufacturer of housing equipment, offering total solutions for comfort in wet areas.

There has been relentless efforts and passion of our leaders, engineers and sales team, to bring us to where we are.

The chronology showcases the milestones in our 110-year-long journey alongside enamel.

1912

Established Japan Enamel Co. Ltd.Began manufacturing and selling enameled ironware.



1962

Successfully developed the world's first enamel-coated



Successfully press-formed Japan's first stainless steel sink. Began manufacturing and selling products under the "Takara" trademark.



1950s

Began manufacturing and selling stainless steel sinks.

Orders increased due to the housing construction boom, but competition gradually intensified. Aiming to create value-added products that competitors could not imitate, the company leveraged its long-standing enamel technology to develop enamel-coated sinks.

Exhibited as the Takara Group at the Japan World Exposition.



1971

The company changed its name to Takara standard Co., Ltd. to reflect its aspiration to be the model for housing equipment manufacturers.



1982

Commercialized Japan's first stainless steel integrated unit



1985

Launched the Emawall, an enamel-coated wall panel.



1992

Launched the Enamel Kitchen Panel.

1999

Launched the industry's first custom-fit system bath.

1985

Commercialized enamel-coated system kitchens.



2012

100th anniversary of the company's founding.



2007

Launched Emaille Flat, an easy-to-replace enamel-coated modular kitchen.



Successfully developed enamel



Launched the Timony series of residential toilets.



inkiet technology.



2025

2022

company's founding.

110th anniversary of the

Created the II0th-anniversary

logo, reflecting the company's

commitment to evolution and transformation while valuing its unchanging principles.

> First overseas base Taiwan branch established

(billion yen)

200

100

Net sales trend

Since 1912

Takara standard at its founding

Yasugoro Kitabatake, the founder of the company's predecessor. Japan Enamel, encountered enamel in Germany while • studying abroad. He invited • German engineers to Japan and • succeeded in producing enamel that rivaled Western quality. When World War I disrupted European supply routes, Japan Enamel gained a monopoly, leading to the company's growth.

1960s

Birth of the enamel-coated kitchen

In 1962, the world's first enamel-coated kitchen was born. In 1967, the company launched the full-scale enamel-coated cabinet sink F-Series, featuring an innovative design that solidified Japan Enamel's dominance. Its durability and luxurious feel gained popularity, securing an unshakable position in the

1970s

Expanding market share while keeping the consumer's perspective in mind.

The success of enamel kitchens and participation in the Japan World Exposition helped establish the "Takara" brand. In 1971, the company changed its name to Takara standard Co., Ltd. Strengthening its research system, it succeeded in adding color to enamel cabinets. attracting attention from global enamel societies.

1980s

Focusing on wet areas, becoming a professional in enamel

During this period, the company established a unique market in the wet area sector through enamel technology. System kitchens rapidly gained popularity nationwide, leading to the launch of the Enamel System Kitchen C-Series and other related product

The company expanded its product lineup to include washstands with vanities and system baths.

1990s

Further advances in enamel technology

Leveraging newly developed kiln-transformed enamel technology, the company launched the modular system kitchen Lemure in 1990, achieving a level of beauty comparable to fine craftsmanship.

Additionally, the Enamel Kitchen Panel, released in 1992, became highly popular for its heat resistance and ease of maintenance, further expanding the potential of enamel.

2000s

Advancing enamel technology

As the number of new housing starts declined, there was an increasing demand for high-quality residential designs that emphasized aesthetics, functionality, and comfort. In response, the company targeted the remodeling market, introducing various remodeling-oriented products, including enamel-based solutions.

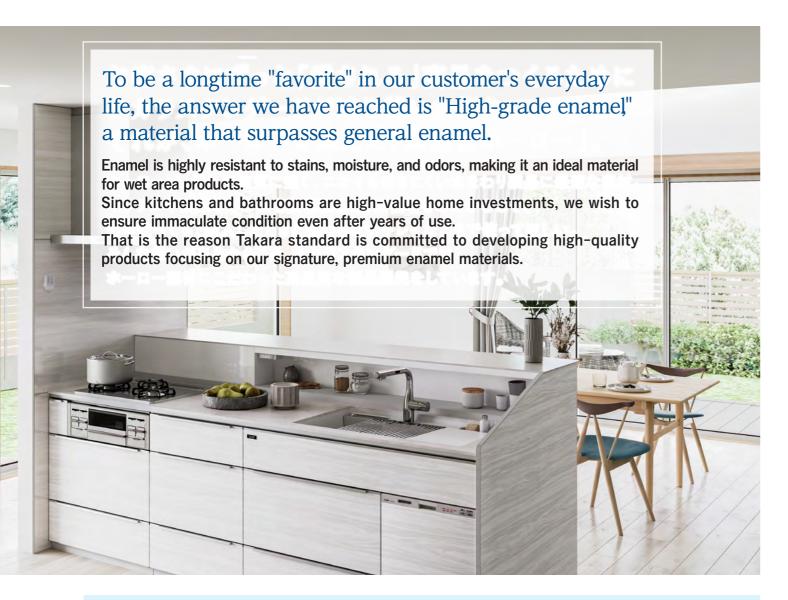
2010s

Toward the next 100 years

In 2012, as Takara standard marked its 100th anniversary, the company reaffirmed its commitment to strengthening product capabilities centered around high-grade enamel, striving to create a richer lifestyle for

HISTORY

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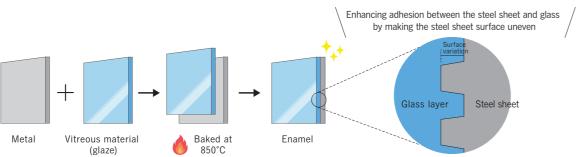
What is enamel?

The ideal material for wet areas in the house.

Enamel is composed of metal and glass. While glass is a beautiful material resistant to water, heat and odors, it is fragile. However, by integrating with metal it becomes a dream material - an extremely durable form of glass that compensates for the weaknesses of glass.

Do you think enamel is prone to crack? Takara standard takes pride in its crack-resistant technique.

The quality of enamel depends not only on the raw materials but also on the technique to integrate and adhere of two different materials: steel and glass. Takara standard's high-grade enamel enhances adhesion by creating a textured surface on the steel plate, making it significantly more durable than the enamel often used for cookware.



The appeal of high-grade enamel with its various features

10 reasons to choose enamel

With strength, beauty, and a variety of excellent features, high-grade enamel is the ideal material for wet area products. Here are its remarkable advantages.



Easy maintenance

Stains do not penetrate, keeping it clean for years.



Moisture resitant

No stains, mold, or corrosionensuring long-lasting durability.



Impact resistant and hard to chip Enamel may be considered

easy to chip, but in fact it is highly resistant even against heavy impact.

Heat resistant





Unlike wood or synthetic resin, it does not deform or discolor from heat.



The glass surface layer provides strong protection against scratches and impacts



Can be a space to communicate

It also serves as a convenient family message board because oil-based markers can be wiped off with water



Odor resistant

It resists the absorption of pet and tobacco odors, ensuring everyday comfort.



Variety of designs and tones

Original colors and patterns are achieved through proprietary inkjet printing technology.



Environmentally friendly

A safe material that does not release harmful substances such as formaldehyde.

"Providing quality products to customers" represents the craftsmanship of Takara standard.

Visit our website to explore the craftsmanship story of Takara standard.



Takara standard is committed to quality, ensuring that we create products that customers will always love. That is why we value craftsmanship, carefully inspecting products with our eyes and hands to ensure quality.

Each stage of the production process is passed on like a relay baton from one person to another until the product is complete. Involving many hands in the process is the key to maintaining high quality. Enamel is like a living material. Processing conditions must be adjusted daily in response to factors such as temperature and humidity. Such subtle adjustments are difficult for machines but possible only by skilled artisans.

It is our mission to always pursue the highest quality, for customers to enjoy our products for a long time.

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