

October 6, 2026

Consolidated Financial Results for the Six Months Ended August 31, 2026 (Under Japanese GAAP)

Company name: SANYO SHOKAI LTD.
 Listing: Tokyo Stock Exchange
 Securities code: 8011
 URL: <https://www.sanyo-shokai.co.jp/>
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 Scheduled date to file semi-annual securities report: October 15, 2026
 Scheduled date to commence dividend payments: November 9, 2026
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: Yes (For the press, institutional investors, and analysts)

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated financial results for the six months ended August 31, 2026 (from March 1, 2026 to August 31, 2026)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended August 31, 2026	25,953	(4.0)	(499)	-	(421)	-	(555)	-
August 31, 2025	27,042	(3.1)	(213)	-	(149)	-	(299)	-

Note: Comprehensive income For the six months ended August 31, 2026: ¥(1,302) million [-%]
 For the six months ended August 31, 2025: ¥613 million [652.8%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended August 31, 2026	(18.58)	-
August 31, 2025	(9.37)	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
	Millions of yen	Millions of yen	%
As of August 31, 2026	54,039	37,024	68.5
February 28, 2026	59,880	40,923	68.3

Reference: Equity
 As of August 31, 2026: ¥37,002 million
 As of February 28, 2026: ¥40,903 million

The Company has conducted a stock split with an effective date of September 1, 2026 at the ratio of three shares for every one common share. Assuming that the stock split occurred at the beginning of the previous fiscal year, interim net income per share is calculated.

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 February 28, 2026	-	69.00	-	70.00	139.00
Fiscal year ending February 28, 2027	-	76.00			
Fiscal year ending February 28, 2027 (Forecast)				31.00	

Note: Revisions to the forecast of cash dividends most recently announced: Yes

For the revision of the dividend forecast, please refer to the "Notice of Revision of Dividend Forecast" released today (October 6, 2026).

The Company has conducted a stock split with an effective date of September 1, 2026 at the ratio of three shares for every one common share. The year-end dividend per share for the fiscal year ending February 28, 2027 (forecast) is stated in consideration of the impact of the stock split, and the total annual dividend is listed as "-". If the stock split is not taken into account, the year-end dividend for the fiscal year ending February 28, 2027 (forecast) will be 93 yen, and the total annual dividend will be 169 yen.

3. Forecast of consolidated financial results for the fiscal year ending February 28, 2027 (from March 1, 2026 to February 28, 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
Fiscal year ending February 28, 2027	60,000	2.7	2,100	61.7	2,000	39.3	4,020	(2.3)	141.89

Note: Revisions to the earnings forecasts most recently announced: None

The Company has conducted a stock split with an effective date of September 1, 2026 at the ratio of three shares for every one common share. Net income per share for the full year in the consolidated earnings forecast for the fiscal year ending February 28, 2027 takes into account the impact of the stock split. Excluding the stock split, net income per share would be ¥425.67.

The calculation of net income per share takes into account the impact of share buybacks resolved by the Board of Directors held on August 28, 2026.

* **Notes**

- (1) Significant changes in the scope of consolidation during the period: None
- (2) Adoption of accounting treatment specific to the preparation of semi-annual consolidated financial statements: None
- (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 August 31, 2026	30,591,102 shares
As of February 28, 2026	30,591,102 shares

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

As of August 31, 2026	1,363,245 shares
As of February 28, 2026	2,148 shares

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

Six months ended August 31, 2026	29,878,660 shares
Six months ended August 31, 2025	32,017,753 shares

Note: The Company has conducted a stock split with an effective date of September 1, 2026 at the ratio of three shares for every one common share. "Total number of issued shares at the end of the period," "number of treasury shares at the end of the period," and "average number of shares outstanding during the period" are calculated on the assumption that the said share split was conducted at the beginning of the previous fiscal year.

* Semi-annual financial results reports 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 earnings forecasts, described in this material have been prepared based on information currently available to the Company, and are not intended to be a promise by the Company to realize them. Actual results may differ due to various factors in the future. Matters related to the above earnings forecasts are described in the attached document "1. Summary of Operating Results, etc. (3) Explanation of Forward-Looking Information such as Consolidated Earnings Forecasts."

Semi-annual consolidated balance sheet

(Millions of yen)

	As of February 28, 2026	As of August 31, 2026
Assets		
Current assets		
Cash and deposits	23,992	19,800
Accounts receivable - trade	3,180	2,471
Merchandise and finished goods	9,291	9,650
Other	2,250	2,406
Allowance for doubtful accounts	(5)	(3)
Total current assets	38,710	34,324
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	2,967	2,890
Land	4,824	4,824
Other, net	1,459	1,551
Total property, plant and equipment	9,251	9,267
Intangible assets		
Trademark right	1,577	1,422
Other	1,141	1,072
Total intangible assets	2,718	2,494
Investments and other assets		
Investment securities	7,838	6,754
Leasehold and guarantee deposits	978	1,095
Retirement benefit asset	24	22
Other	365	85
Allowance for doubtful accounts	(6)	(5)
Total investments and other assets	9,199	7,952
Total non-current assets	21,169	19,714
Total assets	59,880	54,039

	As of February 28, 2026	As of August 31, 2026
Liabilities		
Current liabilities		
Accounts payable - trade	4,701	4,090
Current portion of long-term borrowings	2,175	3,140
Accrued expenses	1,958	1,623
Accrued consumption taxes	265	26
Income taxes payable	651	116
Provision for bonuses	390	331
Provision for bonuses for directors (and other officers)	11	5
Other	689	895
Total current liabilities	10,842	10,228
Non-current liabilities		
Long-term borrowings	5,150	4,080
Long-term accounts payable - other	44	40
Deferred tax liabilities	1,061	824
Deferred tax liabilities for land revaluation	556	556
Retirement benefit liability	322	341
Other	978	943
Total non-current liabilities	8,113	6,785
Total liabilities	18,956	17,014
Net assets		
Shareholders' equity		
Share capital	15,002	15,002
Capital surplus	3,686	3,684
Retained earnings	16,033	14,764
Treasury shares	(2)	(1,882)
Total shareholders' equity	34,720	31,568
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	4,847	4,096
Deferred gains or losses on hedges	3	5
Revaluation reserve for land	1,208	1,208
Foreign currency translation adjustment	122	122
Total accumulated other comprehensive income	6,182	5,434
Non-controlling interests	20	21
Total net assets	40,923	37,024
Total liabilities and net assets	59,880	54,039

Semi-annual consolidated statement of income

(Millions of yen)

	Six months ended August 31, 2025	Six months ended August 31, 2026
Net sales	27,042	25,953
Cost of sales	10,667	10,280
Gross profit	16,374	15,672
Selling, general and administrative expenses	16,587	16,171
Operating loss	(213)	(499)
Non-operating income		
Interest income	26	62
Dividend income	105	75
Share of profit of entities accounted for using equity method	-	6
Other	19	21
Total non-operating income	150	166
Non-operating expenses		
Interest expenses	64	73
Share of loss of entities accounted for using equity method	0	-
Other	21	15
Total non-operating expenses	87	88
Ordinary loss	(149)	(421)
Extraordinary losses		
Loss on retirement of non-current assets	0	-
Impairment losses	8	6
Total extraordinary losses	8	6
Loss before income taxes	(158)	(427)
Income taxes - current	24	24
Income taxes - deferred	116	102
Total income taxes	140	126
Loss	(298)	(554)
Profit attributable to non-controlling interests	0	1
Loss attributable to owners of parent	(299)	(555)

Semi-annual consolidated statement of comprehensive income

(Millions of yen)

	Six months ended August 31, 2025	Six months ended August 31, 2026
Loss	(298)	(554)
Other comprehensive income		
Valuation difference on available-for-sale securities	907	(750)
Revaluation reserve for land	(15)	-
Deferred gains or losses on hedges	16	1
Foreign currency translation adjustment	3	0
Total other comprehensive income	912	(748)
Comprehensive income	613	(1,302)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	612	(1,304)
Comprehensive income attributable to non-controlling interests	0	1