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Consolidated Financial Results for 1H (Apr.-Sep.) of the Year Ending March 2027 (Based on Japanese GAAP)

October 30, 2026

Company name: Mitsui DM Sugar Co., Ltd.
Stock code: 2109
Company representative: Taku Morimoto President and Chief Executive Officer
Contact person in charge: Masahiko Mori Director, Managing Executive Officer
Stock exchange listings: Tokyo
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Planned date for submission of semi-annual report: November 9, 2026
Planned date to start dividend payment: December 4, 2026
Preparation of supplementary material for financial statements: Yes (Materials to be posted on the Company's website as appropriate.)
Briefing session for financial statements: None

(Amounts are rounded down to the nearest 1 million yen.)

1. Consolidated Financial Results for the Six Months of the Year Ending March 31, 2027 (from April 1, 2026, to September 30, 2026)

(1) Consolidated Results of Operations (Percentages are year-over-year changes.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
First six months of FY2026	86,899	(3.8)	6,262	(1.0)	6,103	(5.5)	4,227	(10.7)
First six months of FY2025	90,363	2.6	6,324	(2.6)	6,455	(7.4)	4,731	(13.6)

(Note) Comprehensive income: Six months ended September 30, 2026: 4,542 million yen (-17.3%)
Six months ended September 30, 2025: 3,872 million yen (-41.8%)

	Earnings per share	Diluted earnings per share
	Yen	Yen
First six months of FY2026	135.85	—
First six months of FY2025	150.69	—

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of September 30, 2026	185,073	117,106	62.0	3,685.72
As of March 31, 2026	181,955	114,595	61.6	3,599.62

(Reference) Equity capital: As of September 30, 2026: 114,686 million yen As of March 31, 2026: 112,008 million yen

2. Cash Dividends

	Annual dividend				
	End of 1Q	End of 2Q	End of 3Q	Year end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2026	–	65.00	–	65.00	130.00
Year ending March 31, 2027	–	70.00			
Year ending March 31, 2027 (forecast)			–	70.00	140.00

(Note) Revision of the dividend forecast announced most recently: None

3. Consolidated Business Forecasts for the Year Ending March 31, 2027 (from April 1, 2026, to March 31, 2027)

(Percentages are year-over-year changes.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	181,000	0.5	13,000	0.7	12,700	0.5	7,700	94.4	247.46

(Note) Revision of the business forecasts announced most recently: None

* Notes

(1) Significant changes in the scope of consolidation during the period: Yes

New: 1 Company name: SENIOR LIFE CREATE Co., Ltd.

Note: For details, please refer to page 8 of the Appendix, "2. Semi-annual Consolidated Financial Statements and Important Notes (3) Notes on semi-annual consolidated financial statements (Significant changes in the scope of consolidation during the semi-annual period)."

(2) Application of accounting method unique to preparation of semi-annual consolidated financial statements: None

(3) Changes in accounting policy and accounting estimates and restatement

(i) Changes in accounting policy due to any revision of accounting standards: None

(ii) Changes in accounting policy other than i) above: None

(iii) Changes in accounting estimates: None

(iv) Restatement: None

(4) Number of outstanding shares (common shares)

(i) Number of outstanding shares at period end (including treasury shares)	As of September 30, 2026	31,464,780 shares	As of March 31, 2026	31,464,780 shares
(ii) Number of treasury shares at period end	As of September 30, 2026	348,264 shares	As of March 31, 2026	348,131 shares
(iii) Average number of shares during period (from the beginning of fiscal year to period end)	Six months ended September 30, 2026	31,116,580 shares	Six months ended September 30, 2025	31,397,287 shares

Note: The Company has introduced a trust-based stock compensation scheme for directors. The number of treasury shares at period end includes treasury shares held by the trust (131,500 shares as of September 30, 2026; 131,500 shares as of September 30, 2025). In addition, the average number of shares during period is calculated excluding treasury shares, which include those held by the trust (131,500 shares in the six months ended September 30, 2026; 140,033 shares in the six months ended September 30, 2025).

* This semi-annual document is outside the scope of audit procedures conducted by certified public accountants and the independent auditor.

* Explanation on appropriate use of business forecasts, and other special notes

Business forecasts, and other forward-looking statements contained in this report and supplementary materials are based on information currently available to the Company and on certain assumptions deemed rational and are not intended to guarantee the achievements by the Company. Actual results may greatly differ due to various factors. For preconditions for business forecasts and notes in using such forecasts, please see "1. Summary of Operating Results, (3) Description of consolidated business forecasts and other information about future forecasts" on page 3 of the Appendix.

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1. Summary of Operating Results

(1) Summary of operating results for the first half of the year ending March 31, 2027

In the first six months of the fiscal year, the Japanese economy has maintained a moderate recovery trend, supported by continued inbound demand and expectations for expansionary fiscal policies. However, the outlook remains uncertain due to the impact of interest rate hikes, the continued weakening of the yen and the resulting prolonged period of high inflation, as well as geopolitical risks stemming from unstable international conditions.

Against this backdrop, our Group has formulated a new "Midterm Management Plan 2030: Mitsui DM Group 2.0—Driving Value Creation through Transformation and Advancing to the Next Growth Phase," covering the fiscal years ending March 2027 through March 2030. Under this new Midterm Management Plan, we have identified the three transformations: "Business Model Transformation," "Management Infrastructure Transformation," and "Sustainability Management Transformation." By accelerating our Group's transformation more than ever before and continuing to create new values to bring happiness to people and society, we will move forward toward our next stage of growth.

Please note that, starting with the first six months of the fiscal year, we have changed the method of allocating corporate expenses to more accurately assess the profit and loss of each reporting segment. Accordingly, the explanations in the "Summary of operating results for the quarterly period under review" are presented on a comparative basis using figures from the consolidated financial statements for first six months of the previous fiscal year, which have been adjusted to reflect this change.

(Sugar Business)

Overseas raw sugar prices opened in the mid 15 cent range per pound but temporarily fell to the low 13 cent range due to forecasts of a global supply glut, driven in part by increased sugarcane production in Thailand. Subsequently, driven by a rebound linked to soaring crude oil prices amid tensions in the Middle East and an upward trend fueled by weather risks such as the El Niño phenomenon, prices surged temporarily to the high 18 cent range. However, due to profit-taking by speculators, prices settled in the high 17 cent range at the end of the first six months of the fiscal year. In addition, domestic market prices ranged from 241-243 yen per kilogram throughout the period.

In the domestic market, demand for beverages and frozen desserts remained sluggish because the intense heat waves seen in recent years did not persist. Furthermore, to continue ensuring a stable supply of raw materials and to pass on the cost increases resulting from the global surge in crude oil prices, we raised our shipping prices in August. However, overall, our results were impacted by factors such as the exclusion of certain consolidated subsidiaries from the previous fiscal year and a decline in average selling prices resulting from the shipping price reduction implemented last November.

Overseas, under the umbrella of SIS' 88 Pte Ltd (consolidated subsidiary in Singapore), a group company in the United Arab Emirates (UAE) saw a decline in revenue due to the impact of the situation in the Middle East. On the other hand, because sales volumes at group companies in Singapore and Vietnam remained strong, earnings were on par with the same period of the previous year.

As a result, the Sugar Business reported net sales of 72,742 million yen (down 4.9% year on year) and segment profit of 8,398 million yen (down 0.6% year on year).

Sugar market status during period

Overseas raw sugar price (NY sugar current delivery, per pound)

Opening price: 15.44 cents, highest price: 18.88 cents, lowest price: 13.22 cents, closing price: 17.61 cents

Domestic market price (listed in *Nihon Keizai Shimbun* "The Nikkei", per kilogram of a large bag of superfine sugar, Tokyo)

Six months ended September 30, 2026: 241-243 yen

(Life Energy Business)

At TAISHO TECHNOS CO., LTD. (consolidated subsidiary), although sales volume to overseas markets increased, the company's profitability was impacted by factors such as rising personal expenses. At YOUR MEAL Co., Ltd. (consolidated subsidiary), sales volume increased due to the acquisition of new customers and improved repeat purchase rates in the home-delivery meal box business, as well as the launch of new nutritionally enhanced meals. At NUTRI Co., Ltd. (consolidated subsidiary), which markets nutritional care supplements, sales volume also remained steady overall.

As of the end of September of this year, we acquired all stocks of SENIOR LIFE CREATE Co., Ltd., a company that operates a nationwide home-delivery meal box business and a food wholesale business for senior care facilities, making it a consolidated subsidiary. By mutually leveraging SENIOR LIFE CREATE's extensive customer touchpoints, sales channels, and merchandise supply infrastructure with our Group's products, services, and business foundation in the nutrition and health sectors, we will expand our business foundation in the senior nutrition sector and enhance our ability to provide products and services that meet diversifying customer needs.

As a result, the Life Energy Business reported net sales of 12,883 million yen (up 2.5% year on year) and segment profit of 159 million yen (down 9.5% year on year).

(Real Estate Business)

In addition to the Okayama and Kobe-Nagata areas, our rental properties located throughout Japan—including our headquarters building, “Mita S-Garden” (Shiba, Minato-ku, Tokyo)—continue to operate smoothly. However, rental income decreased due to the sale of some rental properties during the previous fiscal year, and repair expenses temporarily increased. As a result, the Real Estate Business reported net sales of 1,273 million yen (down 3.3% year on year) and segment profit of 391 million yen (down 20.9% year on year).

As a result, in the first six months of the fiscal year, the Group recorded net sales of 86,899 million yen (down 3.8% year on year) and operating income of 6,262 million yen (down 1.0% year on year).

In non-operating income and expenses, we recorded a share of loss of entities accounted for using equity method resulting from a decline in sales prices at affiliates in Thailand. As a result, the Company recorded ordinary income of 6,103 million yen (down 5.5% year on year). Additionally, due in part to the absence of the gain on disposal of non-current assets recorded in the same period of the previous year, profit attributable to owners of parent was 4,227 million yen (down 10.7% year on year).

(2) Summary of financial position for the first half of the year ending March 31, 2027

Changes in consolidated financial position

As of September 30, 2026, total assets stood at 185,073 million yen, up 3,117 million yen from the end of the previous fiscal year. Significant changes in the main items on the consolidated balance sheet were as follows:

(i) Current assets

Current assets decreased by 9,588 million yen from the end of the previous fiscal year to 76,470 million yen. This was primarily due to an increase of 2,833 million yen in accounts receivable - trade and an increase of 954 million yen in other current assets, offset by a decrease of 8,098 million yen in merchandise and finished goods and a decrease of 4,866 million yen in cash and deposits.

(ii) Non-current assets

Non-current assets increased by 12,706 million yen compared to the end of the previous fiscal year, totaling 108,602 million yen. This was primarily due to an increase of 5,730 million yen in other Intangible fixed assets, an increase of 5,100 million yen in goodwill, and an increase of 1,211 million yen in construction in progress, among other factors.

(iii) Liabilities

Liabilities increased by 606 million yen from the end of the previous fiscal year to 67,966 million yen. This was primarily due to a 6,000 million yen increase in the current portion of long-term loans payable, a 1,825 million yen increase in other current liabilities, a 1,495 million yen increase in notes and accounts payable - trade, an increase of 798 million yen in deferred tax liabilities, an increase of 573 million yen in accrued expenses, an increase of 373 million yen in other non-current liabilities, and an increase of 298 million yen in income taxes payable; while, on the other hand, there was a decrease of 6,739 million yen in long-term loans payable and a decrease of 4,057 million yen in short-term loans payable.

(iv) Net assets

Net assets increased by 2,511 million yen compared to the end of the previous fiscal year, reaching 117,106 million yen. This was primarily due to an interim net income attributable to owners of the parent of 4,227 million yen; an increase in retained earnings of 2,196 million yen resulting from dividends from surplus totaling 2,031 million yen; an increase in the foreign currency translation adjustment of 341 million yen; and a decrease in non-controlling interests of 166 million yen, among other factors.

(3) Description of consolidated business forecasts and other information about future forecasts

The Group’s consolidated business forecasts for the fiscal year ending March 31, 2027, are unchanged from the forecasts released on May 15, 2026. The Company will make timely disclosures in the event of developments that require revisions to its consolidated business forecasts.

2. Semi-annual Consolidated Financial Statements and Important Notes

(1) Semi-annual consolidated balance sheets

(Million yen)

	FY2025 (As of March 31, 2026)	First six months of FY2026 (As of September 30, 2026)
Assets		
Current assets		
Cash and deposits	28,915	24,048
Notes receivable - trade	281	272
Accounts receivable - trade	12,390	15,224
Merchandise and finished goods	28,161	20,062
Work in process	2,552	1,961
Raw materials and supplies	9,602	10,032
Other	4,158	5,112
Allowance for doubtful accounts	(3)	(243)
Total current assets	86,058	76,470
Non-current assets		
Property, plant and equipment		
Buildings and structures	44,949	46,116
Accumulated depreciation	(28,437)	(29,145)
Buildings and structures, net	16,512	16,971
Machinery, equipment and vehicles	98,440	99,521
Accumulated depreciation	(84,616)	(85,482)
Machinery, equipment and vehicles, net	13,823	14,039
Tools, furniture and fixtures	4,098	4,187
Accumulated depreciation	(3,496)	(3,592)
Tools, furniture and fixtures, net	602	594
Land	26,094	26,057
Lease assets	1,643	2,142
Accumulated depreciation	(1,108)	(1,451)
Lease assets, net	534	691
Construction in progress	1,079	2,290
Total property, plant and equipment	58,647	60,644
Intangible assets		
Goodwill	1,043	6,144
Other	1,746	7,476
Total intangible assets	2,790	13,621
Investments and other assets		
Investment securities	17,390	17,358
Investments in capital of subsidiaries and associates	3,966	4,191
Long-term loans receivable	16	16
Net defined benefit asset	3,480	3,558
Deferred tax assets	834	712
Other	9,081	9,291
Allowance for doubtful accounts	(310)	(794)
Total investments and other assets	34,458	34,336
Total non-current assets	95,896	108,602
Total assets	181,955	185,073

(Million yen)

	FY2025 (As of March 31, 2026)	First six months of FY2026 (As of September 30, 2026)
Liabilities		
Current liabilities		
Notes and accounts payable - trade	8,798	10,293
Short-term loans payable	8,011	3,954
Current portion of bonds payable	10,000	10,000
Current portion of long-term loans payable	1,400	7,400
Lease obligations	346	313
Accrued expenses	4,793	5,367
Income taxes payable	2,465	2,764
Provision for directors' bonuses	70	45
Other	5,197	7,023
Total current liabilities	41,082	47,162
Non-current liabilities		
Long-term loans payable	17,168	10,428
Lease obligations	635	816
Deferred tax liabilities	1,846	2,644
Provision for retirement benefits for directors	108	100
Provision for share awards for directors	69	90
Reserves for Business Restructuring	1,002	1,002
Net defined benefit liability	3,654	3,430
Asset retirement obligations	339	463
Other	1,453	1,827
Total non-current liabilities	26,277	20,803
Total liabilities	67,359	67,966
Net assets		
Shareholders' equity		
Capital stock	7,083	7,083
Capital surplus	8,487	8,487
Retained earnings	90,629	92,825
Treasury shares	(685)	(685)
Total shareholders' equity	105,514	107,709
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,439	1,581
Deferred gains or losses on hedges	98	184
Foreign currency translation adjustment	3,562	3,903
Remeasurements of defined benefit plans	1,394	1,306
Total accumulated other comprehensive income	6,493	6,976
Non-controlling interests	2,587	2,420
Total net assets	114,595	117,106
Total liabilities and net assets	181,955	185,073

(2) Semi-annual consolidated statements of income and semi-annual consolidated statements of comprehensive income

(Semi-annual consolidated statements of income)

(Million yen)

	First six months of FY2025 (From April 1, 2025, to September 30, 2025)	First six months of FY2026 (From April 1, 2026, to September 30, 2026)
Net sales	90,363	86,899
Cost of sales	69,921	66,156
Gross profit	20,441	20,743
Selling, general and administrative expenses		
Distribution expenses	3,944	3,990
Salaries and bonuses	3,061	3,190
Provision for directors' bonuses	35	34
Retirement benefit expenses	141	62
Share-based payment expenses	23	21
Provision of allowance for doubtful accounts	(0)	384
Other	6,912	6,797
Total selling, general and administrative expenses	14,117	14,481
Operating income	6,324	6,262
Non-operating income		
Interest income	7	38
Dividend income	183	176
Royalty income	163	80
Share of profit of entities accounted for using equity method	6	—
Miscellaneous income	153	222
Total non-operating income	514	518
Non-operating expenses		
Interest expenses	257	260
Loss on retirement of non-current assets	18	16
Facilities removal expenses	48	102
Share of loss of entities accounted for using equity method	—	96
Miscellaneous loss	59	201
Total non-operating expenses	383	676
Ordinary income	6,455	6,103
Extraordinary income		
Gain on disposal of non-current assets	647	—
Gain on sale of investment securities	85	193
Subsidy income	31	117
Total extraordinary income	764	311
Extraordinary Losses		
Loss on tax purpose reduction entry of non-current assets	—	58
Cost for quality assurance	—	73
Total extraordinary losses	—	132
Profit before income taxes	7,220	6,282
Income taxes－current	2,244	2,467
Income taxes－deferred	488	(163)
Total income taxes	2,733	2,304
Profit	4,487	3,978
Loss attributable to non-controlling interests	(243)	(248)
Profit attributable to owners of parent	4,731	4,227

(Semi-annual consolidated statements of comprehensive income)

(Million yen)

	First six months of FY2025 (From April 1, 2025, to September 30, 2025)	First six months of FY2026 (From April 1, 2026, to September 30, 2026)
Profit	4,487	3,978
Other comprehensive income		
Valuation difference on available-for-sale securities	267	121
Deferred gains or losses on hedges	(4)	125
Foreign currency translation adjustment	(609)	160
Remeasurements of defined benefit plans	(30)	(88)
Share of other comprehensive income of entities accounted for using equity method	(237)	244
Total other comprehensive income	(615)	563
Comprehensive income	3,872	4,542
Comprehensive income attributable to:		
Owners of parent	4,223	4,710
Non-controlling interests	(351)	(167)

(3) Notes on semi-annual consolidated financial statements

(Significant changes in the scope of consolidation during the semi-annual period)

Effectively for the first six months of the fiscal year, the Company has acquired all shares of SENIOR LIFE CREATE Co., Ltd. and made it a consolidated subsidiary; therefore, that company has been included in the scope of consolidation.

SENIOR LIFE CREATE Co., Ltd. qualifies as a specified subsidiary of the Company.

(Notes on segment information, etc.)

Segment information

I. First six months of FY2025 (From April 1, 2025, to September 30, 2025)

1. Information on net sales and income/loss and revenue breakdown by each reportable segment

(Million yen)

	Reportable segment				Adjustments	Amount recorded in semi-annual consolidated statements of income
	Sugar Business	Life Energy Business	Real Estate Business	Total		
Net sales						
Revenue from contracts with customers	76,481	12,565	—	89,046	—	89,046
Other revenue	—	—	1,316	1,316	—	1,316
Net sales to third-party customers	76,481	12,565	1,316	90,363	—	90,363
Intersegment of net sales and transfer	93	160	81	335	(335)	—
Total	76,574	12,726	1,398	90,699	(335)	90,363
Segment profit	8,447	175	494	9,117	(2,793)	6,324

(Note) 1. The adjustment to segment income of (2,793) million yen includes company-wide expenses and other items that have not been allocated to the individual reporting segments. Company-wide expenses consist primarily of General and administrative expenses and other costs not attributable to any reportable segment.

2. Some adjustments have been made between segment profit and operating income recorded in the semi-annual consolidated statements of income.

2. Matters concerning changes to reporting segments, etc.

None.

3. Matters concerning assets of the reporting segments

None.

4. Matters concerning impairment losses on non-current assets or goodwill, etc., by reporting segment

None.

II. First six months of FY2026 (From April 1, 2026, to September 30, 2026)

Information on net sales and income/loss and revenue breakdown by each reportable segment

(Million yen)

	Reportable segment				Adjustments	Amount recorded in semi-annual consolidated statements of income
	Sugar Business	Life Energy Business	Real Estate Business	Total		
Net sales						
Revenue from contracts with customers	72,742	12,883	—	85,626	—	85,626
Other revenue	—	—	1,273	1,273	—	1,273
Net sales to third-party customers	72,742	12,883	1,273	86,899	—	86,899
Intersegment of net sales and transfer	97	139	80	317	(317)	—
Total	72,840	13,023	1,354	87,217	(317)	86,899
Segment profit	8,398	159	391	8,948	(2,685)	6,262

(Note) 1. The adjustment to segment income of (2,685) million yen includes company-wide expenses and other items that have not been allocated to the individual reporting segments. Company-wide expenses consist primarily of General and administrative expenses and other costs not attributable to any reportable segment.

2. Some adjustments have been made between segment profit and operating income recorded in the semi-annual consolidated statements of income.

2. Matters concerning changes to reporting segments, etc.

(Changes to the measurement method)

Effectively for the first six months of the fiscal year, we have changed the method for allocating corporate-wide expenses to more accurately assess the profit and loss for each reporting segment. This change has no impact on the net sales of each segment or the amounts reported in the Consolidated statements of income.

Please note that the segment information for the prior interim consolidated period has been prepared in accordance with the revised measurement method.

3. Matters concerning assets of the reporting segments

During the first six months of the fiscal year, as a result of consolidating SENIOR LIFE CREATE Co., Ltd. as a consolidated subsidiary, the total assets of the reporting segments for the first six months of fiscal 2025 increased by 14,678 million yen in the “Life Energy Business” segment compared to the end of the previous fiscal year.

Please note that the amount of assets in this segment has been calculated on a provisional basis based on reasonably available information, as the allocation of acquisition costs has not yet been completed.

4. Matters concerning impairment losses on non-current assets or goodwill, etc., by reporting segment

(Significant impairment losses related to non-current assets)

None.

(Significant changes in the amount of goodwill)

As a result of making SENIOR LIFE CREATE Co., Ltd., a consolidated subsidiary, there has been a significant change in the amount of goodwill. The increase in goodwill resulting from this event for the current interim consolidated period was 5,212 million yen in the “Life Energy Business” segment.

Please note that the amount of assets in this segment has been calculated on a provisional basis based on reasonably available information, as the allocation of acquisition costs has not yet been completed.

(Notes when the amount of the shareholders’ equity significantly fluctuates)

None.

(Notes on assumptions of a going concern)

None.

(Notes on important subsequent events)

None.