

October 9, 2026

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

Company name: Sanko Gosei Ltd.
 Listing: Tokyo Stock Exchange
 Securities code: 7888
 URL: <https://www.sankogosei.co.jp>
 Representative: Amen Kusumi, Representative Director/President
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 Scheduled date to commence dividend payments: -
 Preparation of supplementary material on financial results: None
 Holding of financial results briefing: None

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

1. Consolidated financial results for the three months ended August 31, 2026 (from June 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	
Three months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
August 31, 2026	24,717	10.2	1,346	13.1	1,070	7.5	685	(3.3)
August 31, 2025	22,421	5.0	1,190	16.8	995	20.3	708	5.3

Note: Comprehensive income For the three months ended August 31, 2026: ¥820 million [(29.9)%]
 For the three months ended August 31, 2025: ¥1,171 million [-%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
August 31, 2026	22.50	-
August 31, 2025	23.25	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
August 31, 2026	91,207	35,785	38.5
May 31, 2026	88,363	35,391	39.3

Reference: Equity
 As of August 31, 2026: ¥35,106 million
 As of May 31, 2026: ¥34,731 million

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 May 31, 2026	-	14.00	-	14.00	28.00
Fiscal year ending May 31, 2027	-				
Fiscal year ending May 31, 2027 (Forecast)		16.00		16.00	32.00

Note: Revisions to the forecast of cash dividends most recently announced: None

3. Forecast of consolidated financial results for the fiscal year ending May 31, 2027 (from June 1, 2026 to May 31, 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 May 31, 2027	105,000	7.2	7,900	11.4	7,100	11.8	4,500	493.6	147.61

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

* **Notes**

- (1) Significant changes in the scope of consolidation during the period: None
- (2) Adoption of accounting treatment specific to the preparation of quarterly 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 August 31, 2026	30,688,569 shares
As of May 31, 2026	30,688,569 shares

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

As of August 31, 2026	204,806 shares
As of May 31, 2026	204,806 shares

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

Three months ended August 31, 2026	30,483,763 shares
Three months ended August 31, 2025	30,483,763 shares

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: None

* Proper use of earnings forecasts, and other special matters

The forward-looking statements, including forecasts of financial results, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. However, the Company makes no guarantee that these forecasts will be achieved. Actual financial results, etc. may differ substantially due to various factors.

Quarterly consolidated balance sheet

(Millions of yen)

	As of May 31, 2026	As of August 31, 2026
Assets		
Current assets		
Cash and deposits	14,955	16,879
Electronically recorded monetary claims - operating	958	1,156
Accounts receivable - trade	18,317	18,109
Merchandise and finished goods	2,467	2,398
Work in process	3,568	3,918
Raw materials and supplies	2,406	2,459
Other	3,808	3,714
Total current assets	46,481	48,636
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	12,990	13,200
Machinery, equipment and vehicles, net	13,871	14,344
Tools, furniture and fixtures, net	2,748	2,738
Land	6,849	6,856
Construction in progress	2,527	2,518
Total property, plant and equipment	38,987	39,659
Intangible assets		
Other	596	593
Total intangible assets	596	593
Investments and other assets		
Investment securities	3	4
Deferred tax assets	139	142
Retirement benefit asset	1,880	1,927
Other	274	243
Total investments and other assets	2,298	2,317
Total non-current assets	41,881	42,570
Total assets	88,363	91,207

	As of May 31, 2026	As of August 31, 2026
Liabilities		
Current liabilities		
Electronically recorded obligations - operating	1,926	2,278
Accounts payable - trade	10,112	9,673
Short-term borrowings	1,727	528
Current portion of long-term borrowings	4,019	4,186
Lease liabilities	1,624	1,616
Income taxes payable	817	475
Provision for bonuses	193	150
Provision for bonuses for directors (and other officers)	92	-
Provision for settlement package	3,599	-
Other	7,002	9,794
Total current liabilities	31,114	28,704
Non-current liabilities		
Long-term borrowings	16,477	21,561
Lease liabilities	3,614	3,437
Deferred tax liabilities	891	859
Provision for retirement benefits for directors (and other officers)	16	16
Retirement benefit liability	434	441
Other	421	399
Total non-current liabilities	21,856	26,717
Total liabilities	52,971	55,421
Net assets		
Shareholders' equity		
Share capital	4,008	4,008
Capital surplus	4,072	4,072
Retained earnings	21,585	21,844
Treasury shares	(43)	(43)
Total shareholders' equity	29,623	29,882
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	(2)	(2)
Remeasurements of defined benefit plans	1,096	1,067
Foreign currency translation adjustment	4,014	4,158
Total accumulated other comprehensive income	5,108	5,224
Non-controlling interests	660	678
Total net assets	35,391	35,785
Total liabilities and net assets	88,363	91,207

Quarterly consolidated statement of income

(Millions of yen)

	Three months ended August 31, 2025	Three months ended August 31, 2026
Net sales	22,421	24,717
Cost of sales	18,968	20,850
Gross profit	3,453	3,867
Selling, general and administrative expenses	2,262	2,520
Operating profit	1,190	1,346
Non-operating income		
Interest income	15	19
Dividend income	1	0
Foreign exchange gains	67	-
Rental income	16	14
Gain on sale of scraps	15	21
Other	6	24
Total non-operating income	122	81
Non-operating expenses		
Interest expenses	93	185
Foreign exchange losses	-	20
Loss on Derivative	217	36
Commission expenses	3	107
Other	4	9
Total non-operating expenses	317	358
Ordinary profit	995	1,070
Extraordinary income		
Gain on sale of non-current assets	1	0
National subsidies	-	8
Total extraordinary income	1	8
Extraordinary losses		
Loss on sale of non-current assets	2	3
Loss on retirement of non-current assets	12	12
Loss on tax purpose reduction entry of non-current assets	-	8
Total extraordinary losses	14	24
Profit before income taxes	982	1,054
Income taxes	257	348
Profit	725	705
Profit attributable to non-controlling interests	16	19
Profit attributable to owners of parent	708	685

Quarterly consolidated statement of comprehensive income

(Millions of yen)

	Three months ended August 31, 2025	Three months ended August 31, 2026
Profit	725	705
Other comprehensive income		
Valuation difference on available-for-sale securities	1	0
Foreign currency translation adjustment	422	143
Remeasurements of defined benefit plans, net of tax	21	(28)
Total other comprehensive income	445	114
Comprehensive income	1,171	820
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,147	801
Comprehensive income attributable to non-controlling interests	23	18

(Notes on segment information, etc.)

Segment Information

I. The three months of the previous fiscal year (June 1, 2025 to August 31, 2025)

1. Information on sales and the amount of profit or loss for each reported segment

(Millions of yen)

	Reportable segments					Adjustment amount (Note) 1	Quarterly Consolidated Statements of Income (Note)2
	Japan	Europe	Asia	North America	Total		
Sales							
Revenues from external customers	7,820	2,445	7,501	4,654	22,421	-	22,421
Transactions with other segments	1,034	-	56	1	1,092	(1,092)	-
Total	8,854	2,445	7,558	4,655	23,513	(1,092)	22,421
Segment profit (loss)	1,079	(79)	191	161	1,353	(162)	1,190

Note: 1. The amount of adjustment for segment profit or loss (loss) is 23 million yen for inter-segment transaction elimination and for each reported segment.

Unallocated company-wide expenses are (186) million yen.

2. Segment profit or loss (loss) is adjusted for operating income in the quarterly consolidated statements of income.

2. Information on impairment losses or goodwill on fixed assets by reporting segment

(Significant impairment loss on fixed assets)

Not applicable.

(Significant fluctuations in the amount of goodwill)

Not applicable.

(Significant Negative Goodwill Accrual)

Not applicable.

II. The three months of the current fiscal year (June 1, 2026 to August 31, 2026)

1. Information on sales and the amount of profit or loss for each reported segment

(Millions of yen)

	Reportable segments					Adjustment amount (Note) 1	Quarterly Consolidated Statements of Income (Note)2
	Japan	Europe	Asia	North America	Total		
Sales							
Revenues from external customers	8,584	2,561	8,127	5,444	24,717	-	24,717
Transactions with other segments	1,037	-	24	2	1,064	(1,064)	-
Total	9,622	2,561	8,151	5,446	25,782	(1,064)	24,717
Segment profit (loss)	1,255	(222)	246	264	1,544	(197)	1,346

Note: 1. The amount of adjustment for segment profit or loss (loss) is (8) million yen for inter-segment transaction elimination and for each reported segment.

Unallocated company-wide expenses are (189) million yen.

2. Segment profit or loss (loss) is adjusted for operating income in the quarterly consolidated statements of income.

2. Information on impairment losses or goodwill on fixed assets by reporting segment

(Significant impairment loss on fixed assets)

Not applicable.

(Significant fluctuations in the amount of goodwill)

Not applicable.

(Significant Negative Goodwill Accrual)

Not applicable.