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June 30, 2026

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

Company name: SANYO SHOKAI LTD.
Listing: Tokyo Stock Exchange
Securities code: 8011
URL: https://www.sanyo-shokai.co.jp/
Representative: Yoshiki Hirabayashi, Representative Director, Chief Executive Officer & 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 May 31, 2026 (from March 1, 2026 to May 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	%
May 31, 2026	14,594	0.6	113	210.5	103	313.0	106	191.1
May 31, 2025	14,508	(5.7)	36	(95.1)	25	(96.6)	36	(93.8)

Note: Comprehensive income For the three months ended May 31, 2026: ¥(398) million [-%]
For the three months ended May 31, 2025: ¥344 million [(82.4)%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
May 31, 2026	10.62	-
May 31, 2025	3.44	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
May 31, 2026	56,947	38,915	68.3
February 28, 2026	59,880	40,923	68.3

Reference: Equity
As of May 31, 2026: ¥38,894 million
As of February 28, 2026: ¥40,903 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 February 28, 2026	-	69.00	-	70.00	139.00
Fiscal year ending February 28, 2027	-				
Fiscal year ending February 28, 2027 (Forecast)		76.00		36.00	

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

The Company plans to conduct a stock split with an effective date of September 1, 2026, at the ratio of three shares to 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 108 yen, and the total annual dividend will be 184 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
Six months ending August 31, 2026	27,600	2.1	100	-	50	-	40	-	4.02
Fiscal year ending February 28, 2027	60,000	2.7	2,100	61.7	2,000	39.3	4,020	(2.3)	136.13

Note: Revisions to the earnings forecasts most recently announced: None
The Company plans to conduct a stock split with an effective date of September 1, 2026, at the ratio of three shares to 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 ¥408.39.
The calculation of net income per share takes into account the expected impact of share buybacks resolved by the Board of Directors held on December 26, 2025.

* **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: 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 May 31, 2026	10,197,034 shares
As of February 28, 2026	10,197,034 shares

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

As of May 31, 2026	229,823 shares
As of February 28, 2026	716 shares

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

Three months ended May 31, 2026	10,073,701 shares
Three months ended May 31, 2025	10,669,249 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

(Cautions on forward-looking statements, etc.)

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. For the conditions on which earnings forecasts are predicated and precautions for the use of earnings forecasts, please refer to Appendix P.2 "1. Summary of Operating Results, etc. (3) Explanation of Forward-Looking Information such as Consolidated Earnings Forecasts."

Quarterly consolidated balance sheet

(Millions of yen)

	As of February 28, 2026	As of May 31, 2026
Assets		
Current assets		
Cash and deposits	23,992	22,506
Accounts receivable - trade	3,180	3,509
Merchandise and finished goods	9,291	8,632
Other	2,250	2,144
Allowance for doubtful accounts	(5)	(5)
Total current assets	38,710	36,788
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	2,967	2,925
Land	4,824	4,824
Other, net	1,459	1,515
Total property, plant and equipment	9,251	9,266
Intangible assets		
Trademark right	1,577	1,499
Other	1,141	1,118
Total intangible assets	2,718	2,618
Investments and other assets		
Investment securities	7,838	7,099
Leasehold and guarantee deposits	978	999
Retirement benefit asset	24	22
Other	365	159
Allowance for doubtful accounts	(6)	(6)
Total investments and other assets	9,199	8,274
Total non-current assets	21,169	20,159
Total assets	59,880	56,947

(Millions of yen)

	As of February 28, 2026	As of May 31, 2026
Liabilities		
Current liabilities		
Accounts payable - trade	4,701	3,833
Current portion of long-term borrowings	2,175	3,175
Accrued expenses	1,958	2,124
Accrued consumption taxes	265	352
Income taxes payable	651	120
Provision for bonuses	390	598
Provision for bonuses for directors (and other officers)	11	11
Other	689	1,011
Total current liabilities	10,842	11,227
Non-current liabilities		
Long-term borrowings	5,150	4,115
Long-term accounts payable - other	44	41
Deferred tax liabilities	1,061	768
Deferred tax liabilities for land revaluation	556	556
Retirement benefit liability	322	332
Other	978	991
Total non-current liabilities	8,113	6,804
Total liabilities	18,956	18,031
Net assets		
Shareholders' equity		
Share capital	15,002	15,002
Capital surplus	3,686	3,686
Retained earnings	16,033	15,426
Treasury shares	(2)	(898)
Total shareholders' equity	34,720	33,217
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	4,847	4,340
Deferred gains or losses on hedges	3	2
Revaluation reserve for land	1,208	1,208
Foreign currency translation adjustment	122	124
Total accumulated other comprehensive income	6,182	5,676
Non-controlling interests	20	21
Total net assets	40,923	38,915
Total liabilities and net assets	59,880	56,947

Quarterly consolidated statement of income

(Millions of yen)

	Three months ended May 31, 2025	Three months ended May 31, 2026
Net sales	14,508	14,594
Cost of sales	5,448	5,730
Gross profit	9,059	8,864
Selling, general and administrative expenses	9,023	8,750
Operating profit	36	113
Non-operating income		
Interest income	12	24
Share of profit of entities accounted for using equity method	11	-
Other	7	10
Total non-operating income	31	35
Non-operating expenses		
Interest expenses	32	36
Share of loss of entities accounted for using equity method	-	3
Foreign exchange losses	8	-
Other	1	4
Total non-operating expenses	43	44
Ordinary profit	25	103
Extraordinary losses		
Loss on retirement of non-current assets	0	-
Impairment losses	8	2
Total extraordinary losses	8	2
Profit before income taxes	16	101
Income taxes - current	49	57
Income taxes - deferred	(70)	(63)
Total income taxes	(21)	(6)
Profit	37	107
Profit attributable to non-controlling interests	0	0
Profit attributable to owners of parent	36	106

Quarterly consolidated statement of comprehensive income

(Millions of yen)

	Three months ended May 31, 2025	Three months ended May 31, 2026
Profit	37	107
Other comprehensive income		
Valuation difference on available-for-sale securities	323	(506)
Revaluation reserve for land	(15)	-
Deferred gains or losses on hedges	(2)	(0)
Foreign currency translation adjustment	1	1
Total other comprehensive income	306	(506)
Comprehensive income	344	(398)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	343	(399)
Comprehensive income attributable to non-controlling interests	0	0

(Notes on segment information, etc.)

Segment Information

The three months of the previous fiscal year (March 1, 2025 to May 31, 2025)

Since the Group is a single segment of the fashion-related business, with apparel at its core, segment information is omitted.

The three months of the current fiscal year (March 1, 2026 to May 31, 2026)

Since the Group is a single segment of the fashion-related business, with apparel at its core, segment information is omitted.