

Translation

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Consolidated Financial Results for the Six Months (Interim period) Ended September 30, 2025 (Based on IFRS)

November 7, 2025

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 Stock exchange listing: Tokyo
 Stock code: 2117 URL <https://www.wellneo-sugar.co.jp/>
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 Scheduled date of filing of interim report: November 13, 2025
 Scheduled date to commence dividend payments: December 1, 2025
 Preparation of supplementary material on financial results: Yes
 Holding of financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the six months ended September 30, 2025 (from April 1, 2025 to September 30, 2025)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Revenue		Operating profit		Profit before tax		Profit		Profit attributable to owners of parent		Total comprehensive income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended September 30, 2025	57,772	19.8	5,190	7.5	5,224	5.2	3,610	4.2	3,573	3.2	3,986	16.7
Six months ended September 30, 2024	48,221	7.2	4,828	80.3	4,967	18.2	3,462	12.2	3,462	12.2	3,416	(4.3)

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2025	109.34	—
Six months ended September 30, 2024	105.69	—

Basic earnings per share are calculated based on the average number of shares outstanding during the period, excluding treasury shares. Treasury shares includes shares of the Company held by the "Impact Neutralization Trust." and the "officers' share delivery trust (RS trust)."

(2) Consolidated financial position

	Total assets	Total equity	Equity attributable to owners of parent	Ratio of equity attributable to owners of parent to total assets
	Millions of yen	Millions of yen	Millions of yen	%
As of September 30, 2025	104,872	75,758	75,758	72.2
As of March 31, 2025	110,585	74,586	73,074	66.1

In the interim consolidated accounting period for the fiscal year ending March 31, 2026, the provisional accounting treatment related to business combination was finalized, and the figures for the fiscal year ended March 31, 2025, reflect the details of this finalized provisional accounting treatment.

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2025	—	46.00	—	56.00	102.00
Year ending March 31, 2026	—	54.00	—	—	—
Year ending March 31, 2026 (Forecast)	—	—	—	54.00	108.00

(Note) Revision to the most recently announced dividend forecast: No

For details on the dividends of surplus (interim dividend) and the annual dividend forecast, please refer to the "Notice Regarding the Determination of Dividend of Surplus (Interim Dividend)" announced today (November 7, 2025) and to the attached document p. 5, "1. Overview of Business Performance, (4) Explanation of Consolidated Earnings Forecasts and Other Forward-Looking Information, (ii) Regarding dividends of surplus (interim dividend) and the annual dividend forecast."

3. Forecast of consolidated financial results for the year ending March 31, 2026 (from April 1, 2025 to March 31, 2026)

Percentages indicate year-on-year changes

	Revenue		Operating profit		Profit before tax		Profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	114,000	17.4	8,500	3.6	8,500	(0.7)	5,900	2.7	5,900	2.7	180.19

(Note) Revision to the most recently announced earnings forecast: No

During the current interim consolidated accounting period, the Company finalized the provisional accounting treatment related to business combination. Figures for the fiscal year ended March 31, 2025, reflect the details of this finalized provisional accounting treatment. Accordingly, the percentage change from the previous term has also been computed using the revised figures.

4. Notes

(1) Significant changes in the scope of consolidation during the six months ended September 30, 2025: No

(2) Changes in accounting policies and changes in accounting estimates

Changes in accounting policies required by IFRS: No

Changes in accounting policies due to other reasons: No

Changes in accounting estimates: No

(3) Number of issued shares (ordinary shares)

Total number of issued shares at the end of the period (including treasury shares)

As of September 30, 2025	32,800,095 shares	As of March 31, 2025	32,800,095 shares
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Number of treasury shares at the end of the period

As of September 30, 2025	57,741 shares	As of March 31, 2025	291,145 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2025	32,685,084 shares	Six months ended September 30, 2024	32,764,899 shares
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(Note) The number of treasury shares at the end of the period includes the Company's shares held under the "Impact Neutralization Trust[®]" (0 shares at the end of the interim period of fiscal year ending March, 2026; 291,100 shares at the end of fiscal year ended March 2025) and the "officers' share delivery trust (RS trust)" (57,500 shares at the end of the interim period of fiscal year ending March 2026; 0 shares at the end of fiscal year ended March 2025). In addition, shares of the Company held by the "Impact Neutralization Trust[®]" (106,700 shares for the interim period of fiscal year ending March 2026) and the "officers' share delivery trust (RS trust)" (8,214 shares for the interim period of fiscal year ending March 2026) are included in treasury shares to be deducted from the calculation of average shares outstanding during the period.

* The summary of financial results for the second quarter (interim period) is not subject to review by certified public accountants or auditing firms.

* Explanation of the appropriate use of earnings forecasts, and other special notes

(Cautionary statement regarding forward-looking statements, etc.)

The forward-looking statements, including earnings forecasts, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. The Company does not guarantee that it will achieve these forecasts. Actual results may differ materially from these forecasts due to various factors. For the assumptions underlying the earnings forecasts and notes on the use of earnings forecasts, please refer to "1. Overview of Business Performance,(4) Explanation of Consolidated Earnings Forecasts and Other Forward-Looking Information" on page 4 of the attached document.

(Regarding the method of obtaining the supplementary material on financial results)

The supplementary material on financial results has been posted today (November 7, 2025) on the Company's website.

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1. Overview of Business Performance

(1) Overview of business performance for the interim period

During the interim consolidated accounting period, the Japanese economy maintained a moderate recovery, supported by improvements in the employment and income environment and by inbound demand. On the other hand, the outlook remains uncertain due to continued price increases and downside risks to the economy stemming from U.S. trade policies and other factors.

In the interim consolidated accounting period, because Toyo Sugar Refining Co., Ltd. became a consolidated subsidiary at the end of the previous consolidated fiscal year, revenue was 57,772 million yen (up 19.8% YoY) and operating profit was 5,190 million yen (up 7.5% YoY). Profit before tax was 5,224 million yen (up 5.2% YoY), and profit attributable to owners of parent was 3,573 million yen (up 3.2% YoY).

The following is an overview of each segment. The profit for each segment does not include 516 million yen in company-wide expenses, among other items.

[Sugar Segment]

With respect to overseas raw sugar markets, prices started in the upper 18 cents per pound range and rose to the mid-19 cents level, the highest in the period. Thereafter, due to heightened uncertainty over the global economy following the announcement of U.S. reciprocal tariff policies and expectations of increased production in major producing countries, prices fell to the mid-14 cents level, the lowest in the period; however, supported by buying for actual demand and other factors, they recovered and ended the interim consolidated accounting period in the low-16 cents range.

Overseas raw sugar markets (New York market raw sugar futures (current contract))

	Date	Cents/lb	Yen/kg	Exchange rate (Yen/Dollar)
Opening price	April 1, 2025,	18.89	62.81	150.82
High price	April 2, 2025	19.63	65.28	150.84
Low price	June 30, 2025	14.68	47.19	145.81
Closing price	September 30, 2025	16.10	53.20	149.88

(Note) One pound is converted to approximately 0.4536 kg, and the exchange rate is based on the TTS of the direct exchange rate announced by the Bank of Mitsubishi UFJ on the day.

Regarding the domestic refined sugar market (as reported in the Nihon Keizai Shimbun, Tokyo), the period ended unchanged from the previous fiscal year-end at 249 to 251 yen per kilogram for refined sugar.

Under these circumstances, although sales for processed foods declined due to the extreme heat from August onward, the sales volume of products for commercial use exceeded the level of the same period of the previous year, supported by a recovery in demand related to eating out and for bread as foot traffic increased, together with the new consolidation of Toyo Sugar Refining Co., Ltd. Sales volume of household products exceeded the level of the same period of the previous year, reflecting strong shipments of the Company's proprietary product "Kibi Sato" and a rebound in shipments of rock sugar from the decline in the previous fiscal year caused by a poor harvest of green plums. In terms of profit, it increased in part due to the new consolidation of Toyo Sugar Refining Co., Ltd.

As a result, total revenue in the Sugar Segment was 49,563 million yen (up 19.6% YoY), and segment profit was 5,377 million yen (up 7.4% YoY).

[Food & Wellness Segment]

The Food & Wellness Segment provides a wide variety of functional materials and services for a broad range of applications, primarily through the food science and fitness businesses.

In the Food Science business, the Company's proprietary product, "Okinawa Amami Kibi Oligo," continued to post strong shipments, driven by rising interest in improving the intestinal environment, various sales promotion measures, and sales activities aimed at expanding the number of retail outlets adopting the product. In addition, at the Mihama Bio Plant, the Company worked to establish increased production systems for "Cup Oligo" and "CI (Cyclodextran)." At TSUKIOKA FILM PHARMA CO., LTD., revenue and profit increased, in part due to progress in reflecting higher costs in selling prices.

In the Fitness business, after closing unprofitable locations in the previous fiscal year, the Company has been acquiring members by improving and expanding its advertising methods for its core comprehensive-type facilities in the current fiscal year. It is also working to strengthen its capacity to accept students in children's school programs in addition to engaging in advertising and promotional activities. Although the number of members increased across all business formats, revenue and profit declined due to the impact of the closures in the previous fiscal year.

In the Warehousing business, revenue and profit increased, in part, due to higher handling volumes of livestock products at refrigerated warehouses and of imported plywood in port transportation.

As a result, total revenue in the Food & Wellness Segment was 8,208 million yen (up 21.1% YoY), and segment profit was 329 million yen (down 5.5% YoY).

(2) Overview of financial position for the interim period

(Assets)

Current assets at the end of the interim consolidated accounting period were 39,900 million yen, a decrease of 7,150 million yen from the end of the previous consolidated fiscal year. This was mainly due to decreases of 4,122 million yen in cash and cash equivalents and 3,603 million yen in inventories. Non-current assets were 64,971 million yen, an increase of 1,438 million yen from the end of the previous consolidated fiscal year. This was mainly due to a decrease of 287 million yen in right-of-use assets, while property, plant and equipment increased by 1,151 million yen and other financial assets increased by 453 million yen. As a result, total assets were 104,872 million yen, down 5,712 million yen from the end of the previous consolidated fiscal year.

(Liabilities)

Current liabilities at the end of the interim consolidated accounting period were 25,283 million yen, a decrease of 6,725 million yen from the end of the previous consolidated fiscal year. This was mainly due to decreases of 3,759 million yen in trade and other payables and 2,930 million yen in borrowings. Non-current liabilities were 3,830 million yen, a decrease of 158 million yen from the end of the previous consolidated fiscal year, mainly due to a decrease of 228 million yen in lease liabilities.

As a result, total liabilities decreased to 29,114 million yen, down 6,884 million yen from the end of the previous consolidated fiscal year.

(Equity)

Total equity at the end of the interim consolidated accounting period was 75,758 million yen, an increase of 1,172 million yen from the end of the previous consolidated fiscal year. This was mainly due to interim profit attributable to owners of parent of 3,573 million yen, a decrease of 1,819 million yen due to dividends of surplus, an increase of 662 million yen due to the disposal of treasury shares under the Impact Neutralization Trust[®], and a decrease of 1,512 million yen in non-controlling interests due to the additional acquisition of shares of Toyo Sugar Refining Co., Ltd.

As a result, the ratio of equity attributable to owners of parent to total assets was 72.2% (up 6.1 percentage points from the end of the previous consolidated fiscal year).

(3) Overview of cash flow for the interim period

Cash and cash equivalents at the end of the interim consolidated accounting period decreased by 4,122 million yen from the end of the previous consolidated fiscal year to 11,322 million yen. The status of each cash flow for the cumulative interim period is as follows.

(Cash flow from operating activities)

Net cash provided by operating activities was 4,501 million yen (net cash provided of 3,980 million yen in the same period of the previous fiscal year). The main factors were profit before income taxes of 5,224 million yen, depreciation and amortization of 1,262 million yen, income taxes paid of -1,531 million yen, and a -168 million yen combined impact from a decrease in inventories, an increase in trade and other receivables, and a decrease in trade and other payables.

(Cash flow from investing activities)

Net cash used in investing activities was 2,767 million yen (net cash used of 1,300 million yen in the same period of the previous fiscal year), mainly due to payments of -2,655 million yen for the purchase of property, plant and equipment and intangible assets.

(Cash flow from financing activities)

Net cash used in financing activities was 5,857 million yen (net cash used of 3,357 million yen in the same period of the previous fiscal year), consisting of a net decrease in short-term borrowings of a -2,930 million yen, expenses of a -157 million yen from the purchase of treasury shares, proceeds of 664 million yen from the disposal of treasury shares, payments of a -365 million yen for the repayment of lease liabilities, payments of -1,246 million yen for acquisition of interests in subsidiaries from non-controlling interests, and cash dividends paid of -1,822 million yen.

(4) Explanation of consolidated earnings forecasts and other forward-looking information

(i) Regarding the consolidated earnings forecasts for the fiscal year ending March 31, 2026

From the third quarter onward, while the Japanese economy is expected to continue its moderate recovery, supported by sustained growth in consumption, the outlook remains uncertain due to concerns such as the impact of U.S. trade policies, unstable international conditions, and reduced consumer spending resulting from rising prices.

Amid such circumstances, in the second year of the medium-term management plan “WELLNEO Vision 2027” (April 2024 – March 2028), the Company will steadily advance the strengthening and expansion of the Sugar and Food & Wellness segments as dual pillars, to realize the “Well-being” of various stakeholders.

In the Sugar segment, the business environment remains uncertain due to concerns over weather conditions in major producing countries, geopolitical risks, rising costs for energy and other inputs, and the impact of foreign exchange fluctuations. The Group will give top priority to fulfilling its social responsibility by ensuring a stable supply of safe sugar, which is a daily necessity for consumers, while also working to procure raw materials under favorable conditions and reflecting rising costs in selling prices, thereby focusing on profitability.

Furthermore, by swiftly realizing the benefits of strengthening the business foundation and generating synergies through the consolidation of Toyo Sugar Refining Co., Ltd. and the absorption-type merger with DAIICHI TOGYO CO., LTD., the Company will aim to improve business performance by enhancing operational efficiency and productivity across business processes and by strengthening product and sales capabilities centered on the promotion of high-value-added products such as “Kibi Sato.” In anticipation of the continued acceleration of industry realignment, the Company will continue to strive for improved management efficiency and quality.

In the Food & Wellness segment, we will continue to provide a diverse range of functional materials and services that contribute to improving people’s quality of life through health promotion.

In the Food Science business, the Company will expand sales of functional sweetener materials that help improve the intestinal environment, such as “Okinawa Amami Kibi Oligo” and “Cup Oligo,” for which an increased production system has been established at the Mihama Bio Plant. In addition, to raise recognition of “CI (Cyclodextran),” which has plaque-formation-suppressing effects and is manufactured and sold exclusively by the Company worldwide, the Company will implement sales-promotion measures and make capital investment toward in-house production and increased production, with mass production scheduled to begin in fiscal year 2026.

Furthermore, through industry–academia collaborations to develop technologies utilizing prebiotic materials and initiatives with Metagen, Inc., which possesses cutting-edge knowledge in intestinal environment research, the Company will promote business development across various fields centered on flora-design materials that help regulate the intestinal and oral flora environments. In addition, by further strengthening collaboration with the affiliated company Tsuruya Chemical Industries Co., Ltd., enhancing the business strategy for “edible films” at consolidated subsidiary TSUKIOKA FILM PHARMA CO., LTD., and further exploring possibilities through combinations of the Company’s functional materials derived from sugars with Toyo Sugar Refining Co., Ltd.’s glycosylation technologies and the like, the Company will make maximum use of the Group’s assets and expertise to achieve significant growth in the food science business.

In the Fitness business, although the number of members is gradually recovering, the operating environment remains challenging due to increasing diversification and the emergence of competing services. We will continue to provide spaces tailored to individual health and fitness customer needs, carry out advertising and promotional activities to attract members, and strengthen children's school programs at comprehensive fitness centers, with a focus on profitability, aiming for an early recovery in business performance.

As a result of the above, there are no changes to the consolidated earnings forecasts for the full year, as announced in the “Summary of Consolidated Financial Results for the Three Months Ended June 30, 2025” dated August 5, 2025.

In addition, the Company resolved at its Board of Directors meeting held on June 17, 2025, to adopt a basic policy to carry out an absorption-type merger on October 1, 2026, with the Company as the surviving entity and its consolidated subsidiary, Toyo Sugar Refining Co., Ltd., as the absorbed company. The Company will promptly disclose any matters that require disclosure, depending on the progress of the necessary procedures for the merger.

(ii) Regarding dividends of surplus (interim dividend) and the annual dividend forecast

In its “basic policy on capital policy,” the Company aims to improve the return on equity attributable to owners of the parent (ROE) over the medium- to long-term and to balance growth investments with enhanced shareholder returns. Regarding the distribution of profits, dividends are paid based on the greater of a consolidated dividend payout ratio (DPR) of 60% or a dividend on equity attributable to owners of the parent (DOE) of 3%. Of this amount, the interim dividend per share is set at 50% (rounded up to the nearest 1 yen) of the annual dividend per share forecast at the time of the interim results announcement.

The annual dividend forecast remains unchanged at 108 yen per share.

Accordingly, the interim dividend is set at 54 yen per share, which is 50% of the annual dividend forecast of 108 yen per share (rounded up to the nearest 1 yen).

(The Company’s Articles of Incorporation provide that, with September 30 of each year as the record date, an interim dividend as provided for in Article 454, Paragraph 5 of the Companies Act may be paid by resolution of the Board of Directors.)

[Formula for calculating full-year dividend per share (current fiscal year)]

Standard based on consolidated dividend payout ratio (DPR) of 60%

60% of basic earnings per share for the fiscal year of 179.88 yen = 108 yen (rounded up to the nearest yen)

Standard based on dividend on equity attributable to owners of the parent (DOE) of 3%

3% of net assets per share attributable to owners of the parent of 2,345.04 yen = 71 yen (rounded up to the nearest yen)

As the 108 yen based on the DPR standard is greater, the full-year dividend per share is set at 108 yen.

Note: In calculating dividends per share, the number of treasury shares does not include the Company’s shares held under the officers’ share delivery trust (RS trust).

Details of the interim dividend

	Decision	Most recent dividend forecast (Announced on August 5, 2025)	Previous results (Year ended March 31, 2025)
Record date	September 30, 2025	Same as at left	September 30, 2024
Dividends per share	54.00 yen	Same as at left	46.00 yen
Total dividends	1,771,192,116 yen	—	1,507,185,170 yen
Effective date	December 1, 2025	—	December 2, 2024
Source of dividends	Retained earnings	—	Retained earnings

The annual dividend forecast (unchanged from the announcement on August 5, 2025)

	Dividends per share		
Record date	2nd quarter-end	Fiscal year-end	Total
Year ending March 31, 2026	54.00 yen (Current results)	54.00 yen (Forecast)	108.00 yen (Forecast)
Previous results (Year ended March 31, 2025)	46.00 yen	56.00 yen	102.00 yen

*With respect to the dividend forecast, it is based on information currently available to the Company and on certain assumptions the Company deems reasonable; actual dividends may differ due to various factors.

2. Condensed Interim Consolidated Financial Statements and Main Notes

(1) Condensed interim consolidated statement of financial position

(Millions of yen)

	As of March 31, 2025	As of September 30, 2025
Assets		
Current assets		
Cash and cash equivalents	15,445	11,322
Trade and other receivables	9,035	9,286
Other financial assets	846	891
Inventories	21,108	17,505
Other current assets	615	895
Total current assets	47,051	39,900
Non-current assets		
Property, plant and equipment	19,718	20,870
Right-of-use assets	1,697	1,410
Goodwill	13,769	13,769
Intangible assets	220	329
Investments accounted for using equity method	16,861	16,834
Other financial assets	9,503	9,957
Retirement benefit asset	234	230
Deferred tax assets	157	143
Trade and other receivables	20	23
Other non-current assets	1,349	1,401
Total non-current assets	63,533	64,971
Total assets	110,585	104,872

(Millions of yen)

	As of March 31, 2025	As of September 30, 2025
Liabilities and equity		
Liabilities		
Current liabilities		
Borrowings	15,810	12,880
Trade and other payables	10,940	7,180
Lease liabilities	771	654
Other financial liabilities	97	77
Income taxes payable	1,674	1,790
Provisions	5	—
Other current liabilities	2,710	2,700
Total current liabilities	32,009	25,283
Non-current liabilities		
Trade and other payables	33	31
Lease liabilities	1,175	946
Other financial liabilities	95	99
Retirement benefit liability	614	578
Provisions	443	445
Deferred tax liabilities	1,562	1,665
Other non-current liabilities	64	64
Total non-current liabilities	3,989	3,830
Total liabilities	35,998	29,114
Equity		
Capital stock	7,000	7,000
Capital surplus	31,255	31,327
Treasury shares	(662)	(151)
Other components of equity	1,914	2,234
Retained earnings	33,566	35,348
Total equity attributable to owners of parent	73,074	75,758
Non-controlling interests	1,512	—
Total equity	74,586	75,758
Total liabilities and equity	110,585	104,872

(2) Condensed interim consolidated statements of income and condensed interim consolidated statements of comprehensive income
(Condensed interim consolidated statements of income)

	(Millions of yen)	
	Six months ended September 30, 2024	Six months ended September 30, 2025
Revenue	48,221	57,772
Cost of sales	38,048	46,328
Gross profit	10,173	11,444
Selling, general and administrative expenses	5,404	6,210
Other operating income	107	31
Other operating expenses	47	75
Operating profit	4,828	5,190
Finance income	79	140
Finance costs	41	100
Share of profit (loss) of investments accounted for using equity method	100	(4)
Profit before tax	4,967	5,224
Income tax expense	1,504	1,614
Profit	3,462	3,610
Profit attributable to		
Owners of parent	3,462	3,573
Non-controlling interests	—	36
Profit	3,462	3,610
Earnings per share		
Basic earnings per share (Yen)	105.69	109.34

(Condensed interim consolidated statements of comprehensive income)

(Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Profit	3,462	3,610
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Financial assets measured at fair value through other comprehensive income	(49)	323
Share of other comprehensive income of investments accounted for using equity method	6	2
Total of items that will not be reclassified to profit or loss	(43)	326
Items that may be reclassified to profit or loss		
Cash flow hedges	(3)	50
Total of items that may be reclassified to profit or loss	(3)	50
Other comprehensive income	(46)	376
Comprehensive income	3,416	3,986
Comprehensive income attributable to		
Owners of parent	3,416	3,949
Non-controlling interests	—	37
Comprehensive income	3,416	3,986

(3) Condensed interim consolidated statement of changes in equity

Six months ended September 30, 2024 (from April 1, 2024 to September 30, 2024)

(Millions of yen)

	Equity attributable to owners of parent				
	Capital stock	Capital surplus	Treasury shares	Other components of equity	
				Cash flow hedges	Financial assets measured at fair value through other comprehensive income
Balance as of April 1, 2024	7,000	34,690	(3,528)	155	1,776
Profit	—	—	—	—	—
Other comprehensive income	—	—	—	(3)	(43)
Total comprehensive income	—	—	—	(3)	(43)
Purchase of treasury shares	—	—	(0)	—	—
Disposal of treasury shares	—	—	—	—	—
Dividends	—	—	—	—	—
Share-based remuneration transactions	—	4	—	—	—
Transfer from other components of equity to retained earnings	—	—	—	—	(75)
Changes in ownership interest in subsidiaries	—	—	—	—	—
Transfer to non-financial assets	—	—	—	(58)	—
Total transactions with owners	—	4	(0)	(58)	(75)
Balance as of September 30, 2024	7,000	34,694	(3,528)	94	1,658

	Equity attributable to owners of parent				Non-controlling interests	Total equity
	Other components of equity		Retained earnings	Total		
	Remeasurements	Total				
	of defined benefit plans					
Balance as of April 1, 2024	—	1,932	31,012	71,107	—	71,107
Profit	—	—	3,462	3,462	—	3,462
Other comprehensive income	—	(46)	—	(46)	—	(46)
Total comprehensive income	—	(46)	3,462	3,416	—	3,416
Purchase of treasury shares	—	—	—	(0)	—	(0)
Disposal of treasury shares	—	—	—	—	—	—
Dividends	—	—	(1,834)	(1,834)	—	(1,834)
Share-based remuneration transactions	—	—	—	4	—	4
Transfer from other components of equity to retained earnings	—	(75)	75	—	—	—
Changes in ownership interest in subsidiaries	—	—	—	—	—	—
Transfer to non-financial assets	—	(58)	—	(58)	—	(58)
Total transactions with owners	—	(133)	(1,759)	(1,888)	—	(1,888)
Balance as of September 30, 2024	—	1,752	32,716	72,635	—	72,635

Six months ended September 30, 2025 (from April 1, 2025 to September 30, 2025)

(Millions of yen)

	Equity attributable to owners of parent				
	Capital stock	Capital surplus	Treasury shares	Other components of equity	
				Cash flow hedges	Financial assets measured at fair value through other comprehensive income
Balance as of April 1, 2025	7,000	31,255	(662)	114	1,799
Profit	—	—	—	—	—
Other comprehensive income	—	—	—	50	324
Total comprehensive income	—	—	—	50	324
Purchase of treasury shares	—	—	(157)	—	—
Disposal of treasury shares	—	2	662	—	—
Dividends	—	—	—	—	—
Share-based remuneration transactions	—	3	6	—	—
Transfer from other components of equity to retained earnings	—	—	—	—	(27)
Changes in ownership interest in subsidiaries	—	65	—	—	—
Transfer to non-financial assets	—	—	—	(27)	—
Total transactions with owners	—	71	510	(27)	(27)
Balance as of September 30, 2025	7,000	31,327	(151)	138	2,096

	Equity attributable to owners of parent					
	Other components of equity					
	Remeasurements of defined benefit plans	Total	Retained earnings	Total	Non- controlling interests	Total equity
Balance as of April 1, 2025	—	1,914	33,566	73,074	1,512	74,586
Profit	—	—	3,573	3,573	36	3,610
Other comprehensive income	—	375	—	375	1	376
Total comprehensive income	—	375	3,573	3,949	37	3,986
Purchase of treasury shares	—	—	—	(157)	—	(157)
Disposal of treasury shares	—	—	—	664	—	664
Dividends	—	—	(1,819)	(1,819)	—	(1,819)
Share-based remuneration transactions	—	—	—	9	—	9
Transfer from other components of equity to retained earnings	—	(27)	27	—	—	—
Changes in ownership interest in subsidiaries	—	—	—	65	(1,549)	(1,484)
Transfer to non-financial assets	—	(27)	—	(27)	—	(27)
Total transactions with owners	—	(54)	(1,791)	(1,264)	(1,549)	(2,814)
Balance as of September 30, 2025	—	2,234	35,348	75,758	—	75,758

(4) Condensed interim consolidated statements of cash flows

(Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Cash flows from operating activities		
Profit before tax	4,967	5,224
Depreciation and amortization	1,174	1,262
Finance income	(79)	(140)
Finance expenses	41	100
Share of loss (profit) of investments accounted for using equity method	(100)	4
Decrease (increase) in inventories	(1,414)	3,610
Decrease (increase) in trade and other receivables	1,494	(203)
Increase (decrease) in trade and other payables	(162)	(3,575)
Other, net	(316)	(282)
Subtotal	5,604	6,001
Interest and dividend income received	82	129
Interest expenses paid	(39)	(97)
Income taxes paid	(1,666)	(1,531)
Net cash used in operating activities	3,980	4,501
Cash flows from investing activities		
Purchase of property, plant and equipment, and intangible assets	(1,408)	(2,655)
Payments for disposal of property, plant and equipment	(33)	(36)
Proceeds from sales of property, plant and equipment	5	0
Purchase of investment securities	(15)	(17)
Proceeds from sale and redemption of investment securities	204	66
Other, net	(52)	(124)
Net cash used in investing activities	(1,300)	(2,767)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(1,090)	(2,930)
Proceeds from the disposal of treasury shares	—	664
Purchase of treasury shares	(0)	(157)
Repayments of lease liabilities	(435)	(365)
Cash dividends paid	(1,832)	(1,822)
Payments for acquisition of interests in subsidiaries from non-controlling interests	—	(1,246)
Net cash used in financing activities	(3,357)	(5,857)
Increase (decrease) in cash and cash equivalents	(676)	(4,122)
Cash and cash equivalents at the beginning of the period	12,509	15,445
Cash and cash equivalents at the end of the period	11,833	11,322

(5) Notes to condensed interim consolidated financial statements

(Notes on the going concern assumption)

Not applicable.

(Business combinations and related matters)

(Finalization of provisional accounting treatment for a business combination)

Regarding Toyo Sugar Refining Co., Ltd., which the Company acquired on March 31, 2025, because the allocation of the consideration had not been completed in the previous consolidated fiscal year, a provisional accounting treatment had been applied; however, the allocation was finalized in the interim consolidated accounting period.

With the finalization of this provisional accounting treatment, the amounts at the previous consolidated fiscal year in the consolidated statement of financial position have been retrospectively adjusted. Compared with before the retrospective adjustment, property, plant and equipment increased by 29 million yen, investments accounted for using equity method increased by 296 million yen, deferred tax liabilities increased by 9 million yen, and non-controlling interests increased by 41 million yen. As a result, goodwill decreased by 93 million yen, and retained earnings (negative goodwill) increased by 181 million yen.

(Additional information)

(Establishment of an Impact Neutralization Trust® to increase the ratio of tradable shares)

The Company has chosen to be listed on the Prime Market under the Tokyo Stock Exchange's new market segmentation and is taking measures to increase the ratio of tradable shares to meet the continued listing criteria of the Prime Market. As part of these efforts, the Company has acquired a portion of its shares held by major shareholders ITOCHU Corporation and SUMITOMO CORPORATION, and is selling them into the market through an Impact Neutralization Trust® (hereinafter, the "Trust").

Under this Trust, shares of the Company are purchased via closing price transactions on the Tokyo Stock Exchange (ToSTNeT-2), using funds provided by the Company. The acquired shares are then sold on the market during the trust period, and the sale proceeds are periodically distributed to the Company at predetermined times. This structure constitutes a self-benefit trust, with the Company as the beneficiary.

By means of this Trust, after acquiring 391,000 shares of the Company's stock for 889 million yen in the previous consolidated fiscal year, the sale on the market of all 391,000 shares was completed at the end of the current interim consolidated period. Of these, 291,100 shares were sold during the current interim consolidated period, resulting in a decrease of 662 million yen in treasury shares.

The impact on profit or loss of trust fees and other expenses related to the establishment of this Trust during the current interim consolidated period is immaterial. In addition, the impact on capital surplus of gains and losses on the disposal of treasury shares during the current interim consolidated period is immaterial. Shares of the Company held by this Trust are accounted for as "treasury shares." Accordingly, they are deducted from the weighted average number of shares outstanding in the calculation of basic earnings per share for the interim period.

(Officers' share delivery trust system)

Based on a resolution of the Ordinary General Meeting of Shareholders held on June 26, 2025, the Company introduced a performance-linked share-based compensation system using a trust for directors (excluding outside directors) and executive officers (collectively, "Directors, etc.") for the purpose of enhancing their awareness of contributing to increased corporate value through improved performance over the medium to long term.

(1) Overview of the transaction

Under this system, a trust established with funds contributed by the Company (the "RS Trust") acquires shares of the Company's stock, and, the Company Shares are delivered through the RS Trust to each Director, etc. in exchange for the points granted to them by the Company. (The stocks granted will be subject to transfer restrictions by entering into a transfer restriction agreement between the company and each Director, etc.) In principle, the timing at which Directors, etc. receive delivery of the Company Shares, etc. is at a certain period of every fiscal year during the trust period.

(2) Shares of the Company remaining in the Trust

The Company recognizes the Company Shares remaining in the RS Trust as treasury shares at book value of the Trust (excluding incidental expenses). The book value and number of such treasury shares as of the end of the current interim consolidated period were 151 million yen and 57,500 shares, respectively.

(Segment information)

(1) Overview of reportable segments

The business segments of the Company Group are those constituent units for which separate financial information is available and which are subject to periodic review by the Board of Directors to determine the allocation of management resources and evaluate business performance.

The Company's business segments are consolidated based on the content of services and economic characteristics, and the "Sugar Segment" and "Food & Wellness Segment" are the reportable segments.

In the "Sugar Segment," we are mainly engaged in the manufacture and sale of sugar as a refined sugar business. The "Food & Wellness Segment" primarily engages in the food science business and fitness business. In the food science business, we mainly manufacture and sell other sweeteners and functional ingredients. In the fitness business, we operate fitness clubs.

(2) Information on reportable segments

The revenue and performance of the Company Group's reporting segments are as follows.

Internal revenue and transfers between segments are determined by considering market prices.

Six months ended September 30, 2024 (from April 1, 2024 to September 30, 2024)

	Reportable Segment			Adjustment (Note 2)	Consolidation
	Sugar	Food & Wellness	Total		
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Revenue					
External revenues	41,446	6,775	48,221	—	48,221
Intersegment revenues	0	62	62	(62)	—
Total	41,446	6,838	48,284	(62)	48,221
Segment profit (loss) (Note 1)	5,007	348	5,355	(527)	4,828
Finance income	—	—	—	—	79
Finance costs	—	—	—	—	41
Share of profit (loss) of investments accounted for using equity method	—	—	—	—	100
Profit before tax	—	—	—	—	4,967

Note 1: Segment profit (loss) is consistent with the operating profit in the condensed interim consolidated statement of income.

2: The adjustment amount for segment profit (loss) includes company-wide expenses that have not been allocated to each reportable segment.

Six months ended September 30, 2025 (from April 1, 2025 to September 30, 2025)

	Reportable Segment			Adjustment (Note 2)	Consolidation
	Sugar	Food & Wellness	Total		
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Revenue					
External revenues	49,563	8,208	57,772	—	57,772
Intersegment revenues	16	64	80	(80)	—
Total	49,579	8,272	57,852	(80)	57,772
Segment profit (loss) (Note 1)	5,377	329	5,706	(516)	5,190
Finance income	—	—	—	—	140
Finance costs	—	—	—	—	100
Share of profit (loss) of investments accounted for using equity method	—	—	—	—	(4)
Profit before tax	—	—	—	—	5,224

Note 1: Segment profit (loss) is consistent with the operating profit in the condensed interim consolidated statement of income.

2: The adjustment amount for segment profit (loss) includes company-wide expenses that have not been allocated to each reportable segment.