

Consolidated Financial Statements for the First Quarter of the Fiscal Year Ending September 30, 2026 [Japan GAAP]

February 6, 2026

Company name: Sanyo Trading Co., Ltd. Listed on: Tokyo Stock Exchange Prime Market
 Stock exchange code: 3176 URL <https://www.sanyo-trading.co.jp/>
 Representative: Masanobu Shintani, President & CEO
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 Start of distribution of dividends (scheduled): –
 Supplementary documents of financial results: Yes
 Investors' meeting: No

(Amounts have been rounded down to the nearest million yen.)

1. Consolidated Results for the First Quarter of the Fiscal Year Ending September 30, 2026 (October 1, 2025 to December 31, 2025)

(1) Consolidated Operating Results (First Three Months) (% = year-on-year change)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Q1 ended								
December 31, 2025	33,842	(0.4)	1,887	(2.3)	2,216	(13.0)	2,040	37.9
December 31, 2024	33,983	2.7	1,931	(16.2)	2,547	14.1	1,479	7.7

(Note) Comprehensive income: Q1 ended December 31, 2025: 2,297 million yen (-11.9%)
 Q1 ended December 31, 2024: 2,608 million yen (131.6%)

	Profit per share (basic)		Profit per share (diluted)	
	Yen	Yen	Yen	Yen
Q1 ended				
December 31, 2025	70.83		70.46	
December 31, 2024	51.39		51.12	

(2) Consolidated Financial Position

	Total assets		Net assets		Shareholders' equity ratio	
	Million yen	Million yen	Million yen	Million yen	%	%
As of						
December 31, 2025	83,661		52,782		63.0	
September 30, 2025	81,496		51,321		62.9	

(Reference) Shareholders' equity: As of December 31, 2025: 52,692 million yen
 As of September 30, 2025: 51,230 million yen

2. Dividends

	Annual dividends per share				
	1Q-end	2Q-end	3Q-end	4Q-end	Annual
	Yen	Yen	Yen	Yen	Yen
FYE September 2025	–	28.00	–	29.00	57.00
FYE September 2026	–				
FYE September 2026 (estimate)		29.00	–	29.00	58.00

(Note) Revisions to the latest dividends forecast: No

3. Forecast of Consolidated Results for the Fiscal Year Ending September 30, 2026 (October 1, 2025 to September 30, 2026)

(% = year-on-year change)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Profit per share (basic)	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen	Yen
Full fiscal year	130,000	(2.0)	6,200	(3.6)	6,500	(5.5)	4,100	(11.2)	142.31	

(Note) Revisions to the latest consolidated earnings forecast: No

* Notes

(1) Material changes in the scope of consolidation during the first three-month period: Yes

New: one company (Company name) EMAS Supplies & Services Pte. Ltd. Excluding: - (Company name)

(2) Application of special accounting methods to the preparation of quarterly financial statements: Yes

(Note) For details, please refer to “2. Quarterly Consolidated Financial Statements and Major Notes (3) Notes to Quarterly Consolidated Financial Statements (Application of accounting processes specific to the preparation of quarterly consolidated financial statements)” on page 8 of the attached report.

(3) Changes in accounting principles and accounting estimates, and restatement of prior period financial statements after error corrections

(i) Changes in accordance with revisions to accounting and other standards: None

(ii) Changes in items other than (i): None

(iii) Changes in accounting estimates: None

(iv) Restatement of prior period financial statements after error corrections: None

(4) Number of shares issued and outstanding (common stock)

(i) Number of shares issued and outstanding as of the fiscal period end (including treasury stock)

As of December 31, 2025: 29,007,708 shares

As of September 30, 2025: 29,007,708 shares

(ii) Number of treasury stock as of the fiscal period end

As of December 31, 2025: 197,535 shares

As of September 30, 2025: 197,535 shares

(iii) Average number of shares during the period (first three months)

Q1 FYE September 2026: 28,810,173 shares

Q1 FYE September 2025: 28,794,673 shares

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

* A Cautionary Note on Forward-Looking Statements

The earnings forecasts presented in this document are based upon currently available information and assumptions deemed rational and the Company does not guarantee their achievement. A variety of factors could cause actual results to differ materially from forecasts. For details about the assumptions in the earnings forecasts, notes on the use of the earnings forecasts, and other matters, please refer to 1. Qualitative Information on Quarterly Results (3) Explanation of Consolidated Earnings Forecasts and Other Future Predictions on page 3 of the attached report.

(Change of monetary unit indicated)

Starting with the consolidated financial statements for the first three months of the fiscal year under review, the Company has decided to use million yen as the monetary unit for monetary amounts indicated as account items or in relation to other matters in its quarterly consolidated financial statements, instead of thousand yen, which it used in its previous statements. To increase the ease of comparison, million yen units are also used for the previous consolidated fiscal year and the previous consolidated first three months.

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1. Qualitative Information on Quarterly Results

(1) Explanation of Operating Results

Net sales of the Group were ¥33,842 million (down 0.4% year on year), operating profit stood at ¥1,887 million (down 2.3% year on year), ordinary profit was ¥2,216 million (down 13.0% year on year), and profit attributable to owners of parent was ¥2,040 million (up 37.9% year on year).

(i) Fine Chemicals

Sales of rubber-related products decreased due to the subpar performance of some overseas Group companies. However, profit increased on the back of the strong demand for raw materials for domestic markets.

Sales of chemical-related products fell, reflecting the continued weak demand for mainstay products for domestic markets. Despite this, profit rose due to the effect of sales price revisions.

As a result, the Fine Chemicals segment recorded net sales of ¥11,067 million (down 1.8% year on year) and operating profit of ¥733 million (up 2.6% year on year).

(ii) Industrial Products

Sales of mobility-related products decreased due the slowdown of the Chinese economy. Even so, profit increased, reflecting the impact of foreign exchange rate fluctuations and the inclusion of EMAS Supplies & Services Pte. Ltd. in the scope of consolidation due to the acquisition of all of the shares of the company. In North America, Sanyo Corporation of America and Sun Phoenix Mexico, S.A. de C.V. recorded a decrease in profit. In China, sales and profit at Sanyo Trading (Shanghai) Co., Ltd. declined due to the impact of production cutbacks at Japanese-affiliated auto manufacturers, which were affected by the economic slowdown and intensified competition. In ASEAN countries, both sales and profit at Sanyo Trading Asia Co., Ltd. (Thailand) were strong due to the strength of exports to some regions.

As a result, the Industrial Products segment recorded net sales of ¥9,699 million (up 0.6% year on year) and operating profit of ¥866 million (up 3.3% year on year).

(iii) Sustainability

In green technology merchandise, both sales and profit were strong, reflecting brisk sales of wearing parts related to feed processing machines and the progress of major projects in the wood biomass business.

Both sales and profit were down at Cosmos Shoji Co., Ltd., reflecting a decrease in sales of merchandise related to ocean research equipment due to the impact of a transitional period in the ocean development-related business, as well as lower sales of geothermal heat-related equipment.

As a result, the Sustainability segment recorded net sales of ¥2,704 million (up 11.5% year on year) and operating profit of ¥258 million (down 12.8% year on year).

(iv) Life Science

Both sales and profit in merchandise related to material solutions were strong due to the growth in exports of electrical materials and core merchandise in the import business.

Both sales and profit in merchandise related to scientific equipment were steady due to demand trending toward a recovery.

Sales of the functional feed raw materials handled by YPTECH Co., Ltd. were strong due to an increase in sales quantity. The performance of biotech products handled by Scrum Inc. was weak due to the termination of distributor agreements for equipment related to genetic analysis.

As a result, the Life Science segment recorded net sales of ¥10,011 million (down 3.3% year on year) and operating profit of ¥484 million (down 22.9% year on year).

(2) Explanation of Financial Position

(Assets)

Current assets increased ¥1,796 million from the end of the previous fiscal year, to ¥71,711 million, primarily because of a rise in merchandise and finished goods. Non-current assets increased ¥369 million from the end of the previous fiscal year to ¥11,949 million reflecting an increase in goodwill due to acquisitions.

Total assets at the end of the first three months of the fiscal year under review stood at ¥83,661 million (an increase of ¥2,165 million from the end of the previous fiscal year).

(Liabilities)

Current liabilities increased ¥915 million from the end of the previous fiscal year, to ¥29,021 million, mainly reflecting a rise in short-term borrowings.

Non-current liabilities decreased ¥211 million from the end of the previous fiscal year, to ¥1,857 million mainly due to an increase in deferred tax liabilities.

Liabilities at the end of the first three months of the fiscal year under review came to ¥30,879 million (an increase of ¥704 million from the end of the previous fiscal year).

(Net assets)

Net assets at the end of the first three months of the fiscal year under review stood at ¥52,782 million (an increase of ¥1,461 million from the end of the previous fiscal year) due to the recording of profit attributable to owners of parent.

(3) Explanation of Consolidated Earnings Forecasts and Other Future Predictions

The consolidated results forecasts for the fiscal year ending September 30, 2026 are unchanged from those announced on November 10, 2025.

2. Quarterly Consolidated Financial Statements and Major Notes

(1) Quarterly Consolidated Balance Sheets

	(Million yen)	
	Fiscal 2025 (As of September 30, 2025)	First quarter of fiscal 2026 (As of December 31, 2025)
Assets		
Current assets		
Cash and deposits	11,896	11,512
Notes and accounts receivable - trade, and contract assets	23,679	21,866
Electronically recorded monetary claims - operating	2,730	3,290
Merchandise and finished goods	25,990	28,087
Work in process	124	197
Raw materials and supplies	271	311
Other	5,366	6,577
Allowance for doubtful accounts	(144)	(129)
Total current assets	69,915	71,711
Non-current assets		
Property, plant and equipment	3,464	3,337
Intangible assets		
Goodwill	685	1,907
Other	622	605
Total intangible assets	1,307	2,513
Investments and other assets		
Investment securities	5,352	4,534
Other	1,495	1,593
Allowance for doubtful accounts	(39)	(29)
Total investments and other assets	6,808	6,098
Total non-current assets	11,580	11,949
Total assets	81,496	83,661

(Million yen)

	Fiscal 2025 (As of September 30, 2025)	First quarter of fiscal 2026 (As of December 31, 2025)
Liabilities		
Current liabilities		
Notes and accounts payable - trade	12,544	13,443
Short-term borrowings	2,910	3,652
Current portion of long-term borrowings	50	50
Income taxes payable	1,540	1,173
Contract liabilities	8,118	8,504
Provisions	1,003	288
Other	1,938	1,909
Total current liabilities	28,105	29,021
Non-current liabilities		
Long-term borrowings	100	100
Provisions	42	29
Retirement benefit liability	881	925
Other	1,045	802
Total non-current liabilities	2,068	1,857
Total liabilities	30,174	30,879
Net assets		
Shareholders' equity		
Share capital	1,006	1,006
Capital surplus	461	461
Retained earnings	45,840	47,045
Treasury shares	(95)	(95)
Total shareholders' equity	47,213	48,418
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	2,047	1,555
Deferred gains or losses on hedges	109	79
Foreign currency translation adjustment	1,860	2,638
Total accumulated other comprehensive income	4,017	4,273
Share acquisition rights	90	90
Non-controlling interests	0	0
Total net assets	51,321	52,782
Total liabilities and net assets	81,496	83,661

(2) Quarterly Consolidated Statements of Income and Comprehensive Income
Quarterly Consolidated Statement of Income
(First three months)

(Million yen)

	Three-month period ended December 31, 2024 (from October 1, 2024 to December 31, 2024)	Three-month period ended December 31, 2025 (from October 1, 2025 to December 31, 2025)
Net sales	33,983	33,842
Cost of sales	28,191	27,958
Gross profit	5,792	5,883
Selling, general and administrative expenses	3,860	3,995
Operating profit	1,931	1,887
Non-operating income		
Interest income	15	13
Dividend income	46	45
Foreign exchange gains	551	306
Other	57	13
Total non-operating income	670	378
Non-operating expenses		
Interest expenses	21	20
Other	32	29
Total non-operating expenses	54	50
Ordinary profit	2,547	2,216
Extraordinary income		
Gain on sale of investment securities	-	939
Gain on sales of non-current assets	-	74
Total extraordinary income	-	1,014
Profit before income taxes	2,547	3,230
Income taxes	1,068	1,189
Profit	1,478	2,040
Profit (loss) attributable to non-controlling interests	(0)	0
Profit attributable to owners of parent	1,479	2,040

Quarterly Consolidated Statement of Comprehensive Income
 (First three months)

(Million yen)

	Three-month period ended December 31, 2024 (from October 1, 2024 to December 31, 2024)	Three-month period ended December 31, 2025 (from October 1, 2025 to December 31, 2025)
Profit	1,478	2,040
Other comprehensive income		
Valuation difference on available-for-sale securities	347	(492)
Deferred gains or losses on hedges	110	(29)
Foreign currency translation adjustment	670	778
Total other comprehensive income	1,129	256
Comprehensive income	2,608	2,297
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,609	2,297
Comprehensive income attributable to non-controlling interests	(0)	0

(3) Notes to Quarterly Consolidated Financial Statements

(Notes related to the going concern assumption)

There are no applicable matters.

(Notes on significant fluctuations in shareholders' equity)

There are no applicable matters.

(Application of accounting processes specific to the preparation of quarterly consolidated financial statements)

Tax expenses are calculated by reasonably estimating the effective tax rate after the application of deferred tax accounting on profit before income taxes in the consolidated fiscal year including the first quarter under review, and multiplying profit before income taxes by said estimated effective tax rate.

(Notes on statement of cash flows)

The Company did not prepare quarterly consolidated statements of cash flows for the first three months under review. Depreciation (including amortization of intangible assets except for goodwill) and amortization of goodwill for the first three months of the fiscal year under review are as follows.

	Three-month period ended December 31, 2024 (from October 1, 2024 to December 31, 2024)	Three-month period ended December 31, 2025 (from October 1, 2025 to December 31, 2025)
Depreciation	101 million yen	97 million yen
Amortization of goodwill	89 million yen	104 million yen

(Segment information, etc.)

[Segment information]

I. First three months of fiscal year ended September 30, 2025 (from October 1, 2024 to December 31, 2024)

1. Information related to net sales and profit (loss) by reportable segment

(Million yen)

	Reportable segments					Other (Note 1)	Total	Adjustment (Note 2)	Quarterly consolidated statement of income (Note 3)
	Fine Chemicals	Industrial Products	Sustainability	Life Science	Total				
Net sales									
Sales to external customers	11,266	9,638	2,424	10,351	33,680	303	33,983	–	33,983
Intersegment internal sales and transfers	1,395	399	84	1,017	2,896	118	3,015	(3,015)	–
Total	12,661	10,037	2,509	11,368	36,577	421	36,999	(3,015)	33,983
Segment profit (loss)	714	839	297	627	2,479	(128)	2,350	(419)	1,931

(Notes) 1. The category “Other” includes business segments not included in the reportable segments, such as information system and real estate leasing.

2. The adjustment consists of the following items.

An adjustment of segment income (loss) of -¥419 million includes selling, general and administrative expenses that are not allocated to reportable segments of -¥399 million and a foreign currency translation adjustment of -¥49 million in relation to management accounting, and a ¥30 million of other consolidation adjustments.

3. Segment profit (loss) is reconciled with operating profit in the quarterly consolidated statement of income.

2. Information on impairment loss in non-current assets and goodwill by reportable segment

There are no applicable matters.

II. First three months of fiscal year ending September 30, 2026 (from October 1, 2025 to December 31, 2025)

1. Information related to net sales and profit (loss) by reportable segment

(Million yen)

	Reportable segments					Other (Note 1)	Total	Adjustment (Note 2)	Quarterly consolidated statement of income (Note 3)
	Fine Chemicals	Industrial Products	Sustainability	Life Science	Total				
Net sales									
Sales to external customers	11,067	9,699	2,704	10,011	33,481	360	33,842	—	33,842
Intersegment internal sales and transfers	1,311	228	81	692	2,312	108	2,421	(2,421)	—
Total	12,378	9,927	2,785	10,703	35,794	469	36,263	(2,421)	33,842
Segment profit (loss)	733	866	258	484	2,343	(132)	2,210	(323)	1,887

(Notes) 1. The category “Other” includes business segments not included in the reportable segments, such as information system and real estate leasing.

2. The adjustment consists of the following items.

The adjustment of -¥323 million to segment profit (loss) reflects selling, general and administrative expenses of -¥329 million that are not allocated to any reportable segments and other consolidation adjustments of ¥6 million.

3. Segment profit (loss) is reconciled with operating profit in the quarterly consolidated statement of income.

2. Information on impairment loss in non-current assets and goodwill by reportable segment

(Significant changes in amount of goodwill)

During the first three months of the fiscal year under review, the Company acquired all shares of EMAS Supplies & Services Pte. Ltd., bringing it into the scope of consolidation. This resulted in the recording of goodwill of ¥1,217 million in the Industrial Products segment. The Company also recorded goodwill of ¥46 million in the Life Science segment due to the acquisition of all shares of Kyushu Mitaka Co., Ltd. by YPTECH Co., Ltd., making it a consolidated subsidiary of the Company.

(Business combinations)

1. Outline of the business combination

(Business combination through acquisition)

On October 1, 2025, the Company acquired shares of EMAS Supplies & Services Pte. Ltd., (hereafter, “EMAS”), a Singaporean company, and made EMAS its consolidated subsidiary.

(1) Outline of the business combination

(i) Name and business of acquired company

Name of acquired company: EMAS Supplies & Services Pte. Ltd.

Business: Sales of automotive air conditioner-related parts

(ii) Main reasons for carrying out the business combination

With a view toward achieving the Sanyo Vision 2028, its long-term management plan, the Company has been executing its growth strategy based on three initiatives, namely, nurturing potential core businesses, implementing M&A activities and pursuing initiatives for investment in start-ups. The Company has selected the mobility business as one of the target businesses for growth investment, and decided to proceed with the acquisition based on this strategy. EMAS is a Singapore-based trading company, specializing in the provision of automotive air conditioner-related parts to the automotive aftermarket. EMAS, which has more than 30 years of experience operating in the country, provides products to more than 50 countries around the world with a focus on the Middle East and Southeast Asia, leveraging its high-level expertise and extensive purchasing network. With the acquisition of shares, the Company will expand the area of its current mobility business, which has been mainly based on the provision of interior parts for new automobiles, to include the automotive aftermarket, which is expected to grow with rising automobile ownership. This in turn will facilitate the diversification of value chain functions. In addition, it will accelerate the horizontal expansion of the mobility

business to overseas countries by utilizing the sales network of EMAS while simultaneously facilitating the strengthening of a consolidated management structure, one of the key measures of Sanyo Vision 2028.

(iii) Date of business combination
October 1, 2025

(iv) Legal form of business combination
Acquisition of equity interests in consideration for cash

(v) Name of the company after business combination
No change

(vi) Percentage share of voting rights to be acquired
100%

(vii) Main reason for the decision to acquire the company
Availability to the Company of the method of share acquisition in exchange for cash.

(2) Period of financial results of the acquired company included in the quarterly consolidated statement of income for the three months under review
from October 1, 2025 to November 30, 2025

(3) Costs of the acquisition of acquired company and breakdown by type of consideration
Consideration for acquisition: Cash 18,500 thousand SGD (2,123 million yen)
Acquisition cost: 18,500 thousand SGD (2,123 million yen)

(4) Details and amounts of major acquisition-related costs
Advisory costs and others: 143 million yen

(5) Goodwill arising from the share acquisition, reason for the goodwill, and method and period of amortization

(i) Amount of goodwill
1,217 million yen
This amount above represents the result of a provisional calculation due to the incomplete purchase price allocation as of the end of the first quarter of the fiscal year under review.

(ii) Reason for goodwill
The reason is future additional earnings power that is expected from future business development.

(iii) Method and period of amortization
Straight line method over seven years