



Consolidated Financial Results for the Nine Months Ended February 28, 2025 (Under Japanese GAAP)

April 8, 2025

Company name Sanko Gosei Ltd. Stock exchange listings: Tokyo Prime
 Securities code 7888 URL <https://www.sankogosei.co.jp>
 Representative (Title) Representative Director/President(Name) Amen Kusumi
 Inquiries (Title) Director/Executive Officer (Name) Akira Serikawa Tel 0763-52-7105
 Dividend payable date (as planned) —
 Supplemental material of results :
 None
 Convening briefing of results : None

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

1. Consolidated financial results for the nine months ended February 28, 2025 (from June 1, 2024 to February 28, 2025)

(1) Consolidated operating results (cumulative) (Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Nine months ended February 28, 2025	67,390	(1.5)	4,070	47.2	3,595	42.0	2,574	59.2
February 29, 2024	68,422	19.5	2,765	27.2	2,532	13.6	1,617	6.7

Note: Comprehensive income For the nine months ended February 28, 2025 1,728 Million s of yen ((41.0)%) For the nine months ended February 29, 2024 2,930 Million s of yen (44.2%)

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended February 28, 2025	84.46	—
February 29, 2024	53.05	—

(2) Consolidated financial position

	Total assets	Net assets	Capital adequacy ratio
	Millions of yen	Millions of yen	%
As of February 28, 2025	75,656	31,591	41.0
May 31, 2024	74,930	30,479	39.9

Reference: Owner's equity As of February 28, 2025 31,021 Million s of yen As of May 31, 2024 29,911 Million s of yen

2. Cash dividends

	Annual dividend				
	First quarter	Second quarter	Third quarter	Year end	Annual
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended May 31, 2024	—	10.00	—	10.00	20.00
Fiscal year ending May 31, 2025	—	10.00	—		
Fiscal year ending May 31, 2025 (Forecast)				14.00	24.00

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

3. Consolidated financial forecast for the fiscal year ending May 31, 2025 (from June 1, 2024 to May 31, 2025)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
Fiscal year ending	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
May 31, 2025	95,000	1.3	4,800	16.2	4,400	12.0	2,900	11.0	95.13

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

* Notes

(1) Significant changes in the scope of consolidation during the period : None

Newly included: — companies (Company name) 、 Excluded: — companies (Company name)

(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)

① Number of issued and outstanding shares at the period end (including treasury stock)

As of February 28, 2025	30,688,569 shares	As of May 31, 2024	30,688,569 shares
-------------------------	----------------------	--------------------	----------------------

② Number of treasury stock at the period end

As of February 28, 2025	204,786 shares	As of May 31, 2024	204,786 shares
-------------------------	-------------------	--------------------	-------------------

③ Average number of shares (quarterly period-YTD)

Nine months ended February 28, 2025	30,483,783 shares	Nine months ended February 29, 2024	30,483,783 shares
-------------------------------------	----------------------	-------------------------------------	----------------------

Financial statements

Consolidated balance sheets

(Millions of yen)

	As of May 31, 2024	As of February 28, 2025
Assets		
Current assets		
Cash and deposits	9,958	12,046
Notes receivable - trade	19	10
Electronically recorded monetary claims - operating	1,126	943
Accounts receivable - trade	18,561	16,695
Merchandise and finished goods	2,061	1,793
Work in process	4,340	4,649
Raw materials and supplies	1,956	2,220
Other	2,963	2,612
Total current assets	40,987	40,972
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	11,457	11,125
Machinery, equipment and vehicles, net	11,444	11,476
Tools, furniture and fixtures, net	2,048	2,070
Land	6,599	6,466
Construction in progress	557	1,886
Total property, plant and equipment	32,108	33,025
Intangible assets		
Goodwill	47	11
Other	460	426
Total intangible assets	507	437
Investments and other assets		
Investment securities	24	21
Deferred tax assets	326	172
Retirement benefit asset	630	714
Other	345	312
Total investments and other assets	1,327	1,220
Total non-current assets	33,942	34,684
Total assets	74,930	75,656

(Millions of yen)

	As of May 31, 2024	As of February 28, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	8,851	8,647
Electronically recorded obligations - operating	3,283	3,173
Short-term borrowings	6,325	5,119
Current portion of long-term borrowings	4,846	3,120
Lease liabilities	1,789	1,640
Income taxes payable	640	468
Provision for bonuses	161	164
Provision for bonuses for directors (and other officers)	59	—
Other	7,075	5,461
Total current liabilities	33,032	27,796
Non-current liabilities		
Long-term borrowings	6,719	11,523
Lease liabilities	3,491	3,862
Deferred tax liabilities	272	74
Provision for retirement benefits for directors (and other officers)	16	16
Retirement benefit liability	437	433
Other	480	357
Total non-current liabilities	11,418	16,269
Total liabilities	44,450	44,065
Net assets		
Shareholders' equity		
Share capital	4,008	4,008
Capital surplus	4,071	4,071
Retained earnings	18,433	20,398
Treasury shares	(43)	(43)
Total shareholders' equity	26,470	28,435
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	2	(0)
Remeasurements of defined benefit plans	447	439
Foreign currency translation adjustment	2,991	2,146
Total accumulated other comprehensive income	3,441	2,586
Non-controlling interests	567	569
Total net assets	30,479	31,591
Total liabilities and net assets	74,930	75,656

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Millions of yen)

	Nine months ended February 29, 2024	Nine months ended February 28, 2025
Net sales	68,422	67,390
Cost of sales	58,958	56,471
Gross profit	9,463	10,919
Selling, general and administrative expenses	6,698	6,849
Operating profit	2,765	4,070
Non-operating income		
Interest income	54	45
Dividend income	1	1
Rental income	45	51
Gain on sale of scraps	49	46
Compensation income	20	55
Subsidy income	11	56
Foreign exchange gains	20	—
Other	10	54
Total non-operating income	214	310
Non-operating expenses		
Interest expenses	329	431
Foreign exchange losses	—	161
Loss on Derivative	56	137
Other	60	56
Total non-operating expenses	447	785
Ordinary profit	2,532	3,595
Extraordinary income		
Gain on sale of non-current assets	7	0
Gain on sale of investment securities	1	—
National subsidies	24	25
Total extraordinary income	33	25
Extraordinary losses		
Loss on retirement of non-current assets	58	43
Loss on sale of non-current assets	21	8
Extra retirement payments	34	30
Loss on liquidation of subsidiaries and associates	1	—
Loss on tax purpose reduction entry of non-current assets	24	25
Total extraordinary losses	140	107
Profit before income taxes	2,425	3,513
Income taxes	763	904
Profit	1,662	2,609
Profit attributable to non-controlling interests	44	34
Profit attributable to owners of parent	1,617	2,574

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended February 29, 2024	Nine months ended February 28, 2025
Profit	1,662	2,609
Other comprehensive income		
Valuation difference on available-for-sale securities	4	(3)
Foreign currency translation adjustment	1,227	(870)
Remeasurements of defined benefit plans, net of tax	36	(7)
Total other comprehensive income	1,268	(881)
Comprehensive income	2,930	1,728
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,854	1,719
Comprehensive income attributable to non-controlling interests	75	8