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October 7, 2025

Consolidated Financial Results for the Three Months Ended August 31, 2025 (Under Japanese GAAP)

Company name: Sankyo Tateyama, Inc.
Listing: Tokyo Stock Exchange
Securities code: 5932
URL: https://www.st-grp.co.jp/
Representative: Shozo Hirano President, Chief Executive Officer
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Scheduled date to commence dividend payments: -
Preparation of supplementary material on financial results: Yes
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, 2025 (from June 1, 2025 to August 31, 2025)

(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, 2025	85,855	(3.0)	(1,164)	-	(1,207)	-	(687)	-
August 31, 2024	88,543	0.1	544	(16.9)	531	(50.6)	42	(93.0)

Note: Comprehensive income For the three months ended August 31, 2025: ¥ 699 million [(11.0) %]
For the three months ended August 31, 2024: ¥ 786 million [(70.2) %]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
August 31, 2025	(21.95)	-
August 31, 2024	1.37	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
August 31, 2025	298,866	95,388	30.7
May 31, 2025	300,454	94,804	30.4

Reference: Equity
As of August 31, 2025: ¥ 91,839 million
As of May 31, 2025: ¥ 91,240 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, 2025	-	12.50	-	12.50	25.00
Fiscal year ending May 31, 2026	-				
Fiscal year ending May 31, 2026 (Forecast)		12.50	-	12.50	25.00

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

3. Consolidated financial result forecasts for the fiscal year ending May 31, 2026 (from June 1, 2025 to May 31, 2026)

(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
Full year	370,000	2.9	4,000	158.9	2,000	111.7	300	-	9.57

Note: Revisions to the financial result forecast most recently announced: None

*** Notes**

(1) Significant changes in the scope of consolidation during the period: Yes

Newly included: 1 companies(Sankyo Ta Tung Aluminium Co., Ltd.)

Excluded: - companies( )

(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, 2025	31,554,629 shares
As of May 31, 2025	31,554,629 shares

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

As of August 31, 2025	216,008 shares
As of May 31, 2025	215,132 shares

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

Three months ended August 31, 2025	31,338,981 shares
Three months ended August 31, 2024	31,344,148 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 operating results forecasts and other forward-looking statements contained in this report are based on information currently available to Sankyo Tateyama, Inc. (the "Company"), as well as certain assumptions that the Company has judged to be reasonable. As such, they do not constitute an assurance that the Company promises to achieve these projected results. Therefore, readers are advised to note that the actual results may vary materially from the forecasts due to a variety of factors. For the assumptions about consolidated earnings forecast, please refer to "(3) Forecasts of Consolidated Financial Results and Other Forward-Looking Statements" under "1. Overview of Operating Results" on page 2.

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1. Overview of Operating Results

(1) Overview of Operating Results

The overview of the consolidated operating results is provided in the presentation material made available today on the Company's official website (https://www.st-grp.co.jp/english/).

(2) Overview of Financial Position

Total assets at the end of the first quarter of the current fiscal year decreased by 1,587 million yen compared to the end of the previous fiscal year, amounting to 298,866 million yen. This was primarily due to a decrease of 5,062 million yen in notes and accounts receivable - trade, and contract assets, despite increases of 1,489 million yen in investment securities, 1,195 million yen in other current assets such as accounts receivable - other, and 1,081 million yen in property, plant and equipment such as construction in progress.

Liabilities decreased by 2,171 million yen compared to the end of the previous fiscal year, amounting to 203,477 million yen. This was primarily due to decreases of 6,144 million yen in other current liabilities such as electronically recorded obligations - facilities, 2,281 million yen in long-term borrowings, 2,016 million yen in notes and accounts payable - trade, and 1,103 million yen in electronically recorded obligations - operating, despite an increase of 9,023 million yen in short-term borrowings. Net assets stood at 95,388 million yen, with an equity-to-asset ratio of 30.7%.

(3) Forecasts of Consolidated Financial Results and Other Forward-Looking Statements

There has been no revision to the earnings forecast announced on July 10, 2025.

2. Quarterly Consolidated Financial Statements and Key Notes

(1) Quarterly Consolidated Balance Sheet

(Millions of yen)

	As of May 31, 2025	As of August 31, 2025
Assets		
Current assets		
Cash and deposits	21,509	21,315
Notes and accounts receivable - trade, and contract assets	49,262	44,199
Electronically recorded monetary claims - operating	8,342	7,920
Securities	23	35
Merchandise and finished goods	20,069	20,407
Work in process	16,764	15,602
Raw materials and supplies	20,244	21,265
Other	11,965	13,160
Allowance for doubtful accounts	(472)	(449)
Total current assets	147,710	143,457
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	23,078	22,971
Land	57,840	57,954
Other, net	32,840	33,915
Total property, plant and equipment	113,760	114,841
Intangible assets	2,796	2,853
Investments and other assets		
Investment securities	15,447	16,936
Other	20,946	21,005
Allowance for doubtful accounts	(206)	(228)
Total investments and other assets	36,187	37,714
Total non-current assets	152,744	155,409
Total assets	300,454	298,866

(Millions of yen)

	As of May 31, 2025	As of August 31, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	40,274	38,257
Electronically recorded obligations - operating	16,464	15,361
Short-term borrowings	7,365	16,389
Current portion of long-term borrowings	20,156	19,593
Income taxes payable	1,043	453
Provision for bonuses	416	2,100
Provision for loss on disaster	476	447
Provisions	6	5
Other	35,804	29,659
Total current liabilities	122,009	122,268
Non-current liabilities		
Long-term borrowings	59,697	57,416
A product repair reserve fund	802	796
Retirement benefit liability	9,617	9,998
Asset retirement obligations	547	549
Other	12,975	12,449
Total non-current liabilities	83,639	81,208
Total liabilities	205,649	203,477
Net assets		
Shareholders' equity		
Share capital	15,000	15,000
Capital surplus	31,932	31,932
Retained earnings	22,706	21,844
Treasury shares	(263)	(264)
Total shareholders' equity	69,375	68,513
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	2,825	3,571
Deferred gains or losses on hedges	(124)	351
Revaluation reserve for land	3,651	3,651
Foreign currency translation adjustment	5,039	5,222
Remeasurements of defined benefit plans	10,473	10,530
Total accumulated other comprehensive income	21,865	23,326
Non-controlling interests	3,564	3,548
Total net assets	94,804	95,388
Total liabilities and net assets	300,454	298,866

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statement of Income

For the three months ended August 31, 2025

(Millions of yen)

	For the three months ended August 31, 2024	For the three months ended August 31, 2025
Net sales	88,543	85,855
Cost of sales	70,858	70,011
Gross profit	17,685	15,844
Selling, general and administrative expenses	17,141	17,008
Operating profit (loss)	544	(1,164)
Non-operating income		
Interest income	42	26
Dividend income	244	99
Share of profit of entities accounted for using equity method	56	126
Other	195	281
Total non-operating income	539	533
Non-operating expenses		
Interest expenses	367	450
Other	183	126
Total non-operating expenses	551	576
Ordinary profit (loss)	531	(1,207)
Extraordinary income		
Gain on sale of non-current assets	7	4
Gain on sale of investment securities	-	1
Total extraordinary income	7	6
Extraordinary losses		
Loss on sale of non-current assets	-	0
Loss on retirement of non-current assets	156	139
Loss on valuation of investment securities	2	0
Other	1	-
Total extraordinary losses	160	139
Profit (loss) before income taxes	378	(1,341)
Income taxes	352	(637)
Profit (loss)	26	(703)
Loss attributable to non-controlling interests	(16)	(15)
Profit (loss) attributable to owners of parent	42	(687)

Quarterly Consolidated Statement of Comprehensive Income

For the three months ended August 31, 2025

(Millions of yen)

	For the three months ended August 31, 2024	For the three months ended August 31, 2025
Profit (loss)	26	(703)
Other comprehensive income		
Valuation difference on available-for-sale securities	(237)	744
Deferred gains or losses on hedges	(477)	475
Foreign currency translation adjustment	1,611	148
Remeasurements of defined benefit plans, net of tax	(137)	55
Share of other comprehensive income of entities accounted for using equity method	1	(21)
Total other comprehensive income	760	1,402
Comprehensive income	786	699
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	777	711
Comprehensive income attributable to non-controlling interests	8	(12)

(3) Key Notes on Quarterly Consolidated Financial Statements

(Notes on Going Concern Assumption)

Not applicable.

(Notes on Significant Changes in the Amount of Shareholders' Equity, if Any)

Not applicable.

(Notes on Significant Changes in Scope of Consolidation)

From the current consolidated fiscal year, Sankyo Ta Tung Aluminium Co., Ltd., which was an affiliate not accounted for using equity method, has been included in the scope of consolidation due to its increase in materiality.

(Notes on Accounting Methods Specific to Preparation of Quarterly Consolidated Financial Statements)

(Calculation of Tax Expense)

Certain consolidated subsidiaries have adopted a method of reasonably estimating the effective tax rate after applying tax effect accounting to income before income taxes and minority interests for the consolidated fiscal year, including the current consolidated accounting period, and multiplying income before income taxes and minority interests by this estimated effective tax rate.

(Notes on Segment Information)

[Segment Information]

For the three months ended August 31, 2024 (from June 1, 2024 to August 31, 2024)

1. Net sales and income or loss by reportable segments

(Millions of yen)

	Reportable segments					Others (Note) 1	Total	Adjustments (Note) 2	Amounts in consolidated financial statements (Note) 3
	Construction Materials Business	Materials Business	Commercial Facilities Business	Global Business	Total				
Net sales									
Net sales to external customers	43,947	13,875	10,381	20,274	88,479	64	88,543	-	88,543
Intersegment sales or transfers	1,127	10,224	22	403	11,778	-	11,778	(11,778)	-
Total	45,074	24,100	10,404	20,678	100,257	64	100,322	(11,778)	88,543
Segment income (loss)	(440)	625	288	121	595	(31)	564	(20)	544

Notes: 1. The "Others" category is a business segment which is not included in the reportable segments and includes leasing business and plant factory business, etc.

2. Adjustment of segment income (loss) of (20) million yen includes corporate expenses of (18) million yen not allocated to each reportable segment. Corporate expenses are primarily selling, general and administrative expenses not attributable to each reportable segment.

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

2. Information on impairment loss on fixed assets and goodwill by reporting segment

During the first three months of the fiscal year ended August 31, 2024, there was no recognition of significant impairment losses on non-current assets, no significant fluctuations in the amount of goodwill, and no recognition of significant gain on bargain purchase.

For the three months ended August 31, 2025 (from June 1, 2025 to August 31, 2025)

1. Net sales and income or loss by reportable segments

(Millions of yen)

	Reportable segments					Others (Note) 1	Total	Adjustments (Note) 2	Amounts in consolidated financial statements (Note) 3
	Construction Materials Business	Materials Business	Commercial Facilities Business	Global Business	Total				
Net sales									
Net sales to external customers	41,431	15,178	9,955	19,189	85,755	100	85,855	-	85,855
Intersegment sales or transfers	1,162	10,538	14	333	12,048	-	12,048	(12,048)	-
Total	42,594	25,716	9,970	19,522	97,804	100	97,904	(12,048)	85,855
Segment income (loss)	(1,366)	167	(31)	99	(1,131)	(16)	(1,147)	(17)	(1,164)

Notes: 1. The "Others" category is a business segment which is not included in the reportable segments and includes leasing business and plant factory business, etc.

2. Adjustment of segment income (loss) of (17) million yen includes corporate expenses of (17) million yen not allocated to each reportable segment. Corporate expenses are primarily selling, general and administrative expenses not attributable to each reportable segment.

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

2. Information on impairment loss on fixed assets and goodwill by reporting segment

During the first three months of the fiscal year ended August 31, 2025, there was no recognition of significant impairment losses on non-current assets, no significant fluctuations in the amount of goodwill, and no recognition of significant gain on bargain purchase.

(Notes on Quarterly Consolidated Statements of Cash Flows)

No quarterly consolidated cash flow statement has been prepared for the three months of the current fiscal year. Depreciation (including amortization of intangible assets and excluding goodwill) and amortization of goodwill for the three months of the current fiscal year are as follows.

(Millions of yen)

	For the three months ended August 31, 2024	For the three months ended August 31, 2025
Depreciation	2,014	2,157
Amortization of goodwill	178	-