

Financial Results for 1Q FYE2027

(June 1, 2026 – August 31, 2026)

October 7, 2026

In 1Q FYE2027, both net sales and operating income increased YoY.

✓ **Net sales increased by approx. 11.4 billion JPY.**

Net sales increased due to an increase in sales volumes, mainly in the automotive segment, in addition to the increase in sales linked to the aluminum ingot market, the revision of selling prices, and exchange rates in the Global Business.

✓ **Operating income increased by approx. 3.8 billion JPY.**

Operating income increased. This was despite the impact of the rising prices of materials, which was more than offset by the revision of selling prices, the improvement in gross profit, and the effects of cost reduction efforts in domestic and overseas markets.

3 months total (June 2026 - August 2026)

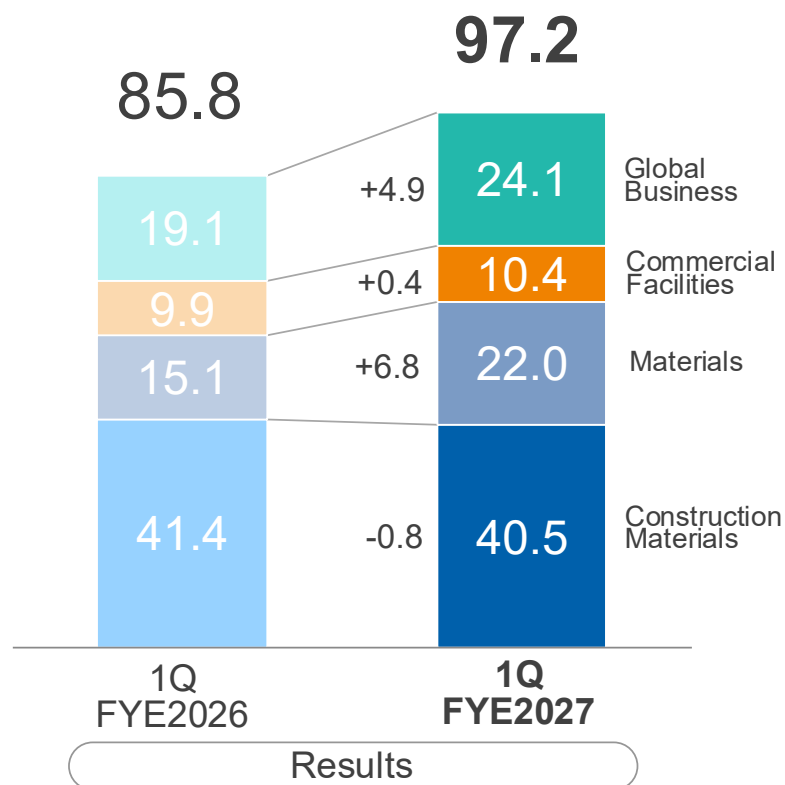
	1Q FYE2027	1Q FYE2026	Year-on-year Change		(Billion JPY)
				%	
Net sales	97.2	85.8	11.4	13.3%	
Operating income	2.6	-1.1	3.8	—	
Operating margin	2.7%	-1.4%	—	4.1p	
Ordinary income	2.4	-1.2	3.6	—	
Net income attributable to owners of parent	2.1	-0.6	2.8	—	

Note: Amounts are rounded down to the nearest 100 million JPY.

Net sales

97.2 billion JPY

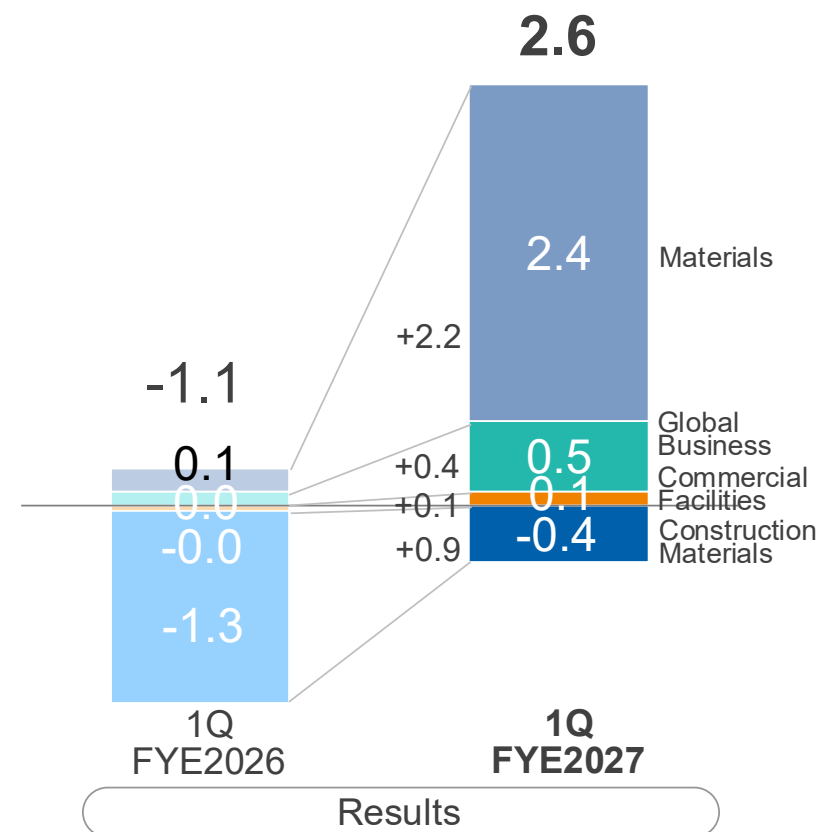
Change YoY **+11.4** billion JPY
(+13.3%)



Operating income

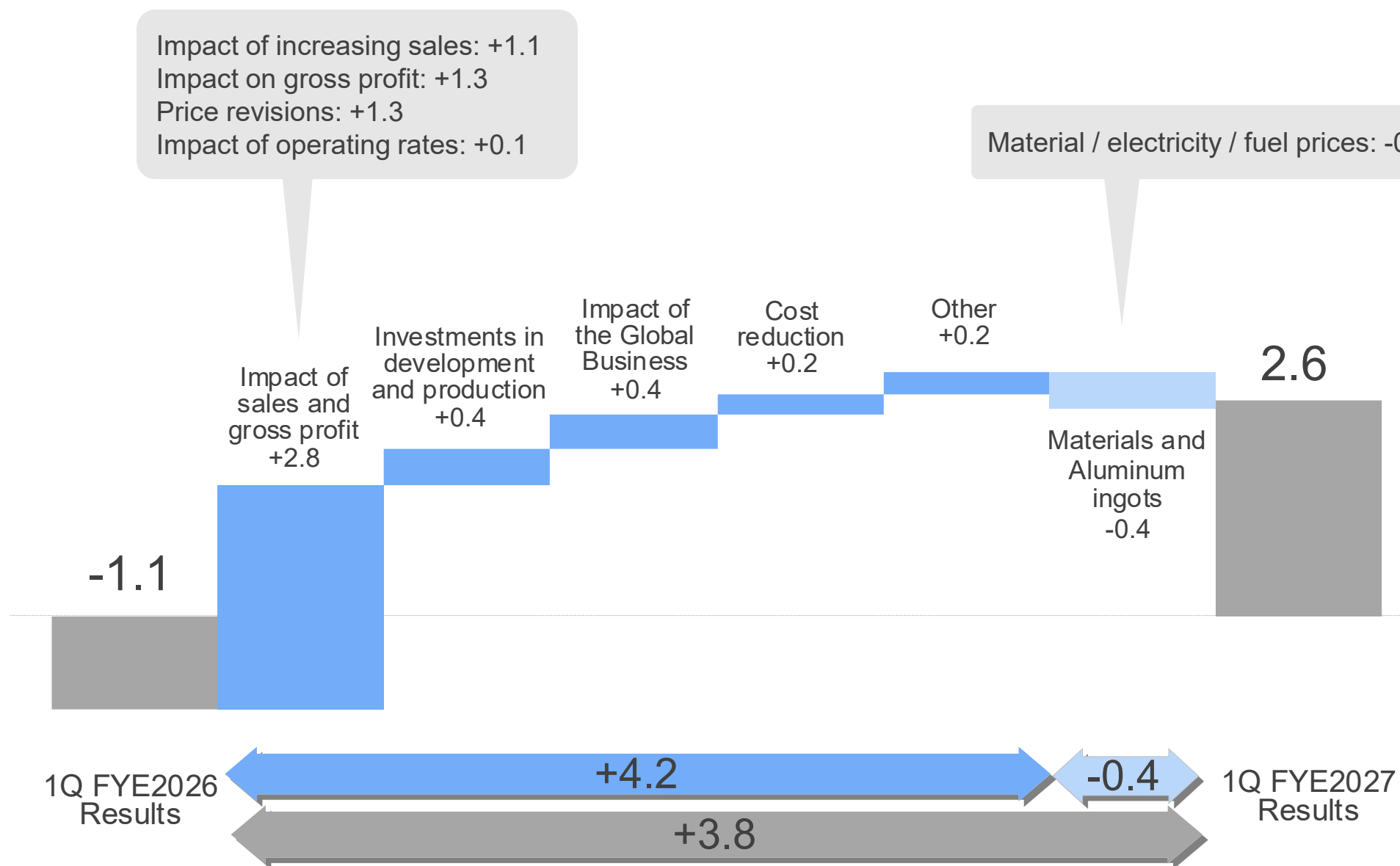
2.6 billion JPY

Change YoY **+3.8** billion JPY



Note: Amounts are rounded down to the nearest 100 million JPY.

Factors for Change in Operating Income for 1Q FYE2027: Year-on-Year Comparison



Change in profits from the Global Business is consolidated into "Impact of the Global Business".
Note: Amounts are rounded down to the nearest 100 million JPY.

Selected for inclusion in NEDO's "Project to Develop Technology for Recycled Aluminum Ingot Production" Research and development of technologies for segregating "aluminum sashes with resin components" to help establish a recycling-oriented society

Sankyo Tateyama, Inc., Asahi Seiren Co., Ltd., and Waseda University began working on the "Project to Research and Develop Technology for Segregating Aluminum Sashes with Resin Components," which was selected by the New Energy and Industrial Technology Development Organization (NEDO) to be a part of its "Project to Develop Technology for Recycled Aluminum Ingot Production."

Main content

■ Background behind the research and development project

It is difficult to segregate market scrap* and collect aluminum from it because it contains different materials, such as resins like thermal insulation

■ Outline of the "Project to Develop Technology for Recycled Aluminum Ingot Production"

The goal of the project is to establish a recycled aluminum ingot* production process, making it possible to recycle market scrap into wrought products*

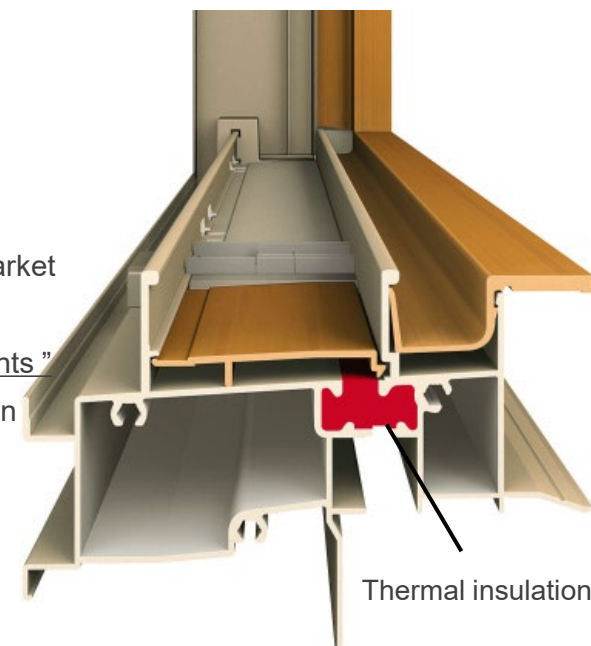
■ Outline of the "Project to Research and Develop Technology for Segregating Aluminum Sashes with Resin Components"

The goal is to develop advanced sorting technology that can recover at least 90% of the wrought products contained in market scrap at a quality suitable for reuse by the end of FY2028

*Market scrap is scrap from end-of-life aluminum products that have been discarded

*Wrought products are materials which must be of a high purity that are processed into plates, rods, tubes, and other forms through rolling or extrusion

*Recycled aluminum ingots are aluminum ingots made from recycled end-of-life aluminum products



We are committed to establishing technologies that will facilitate the stable supply of high-quality recycled aluminum ingots through this research and development project and helping establish a sustainable society.

Products released in the 1Q of FYE 2027

(from June 1, 2026 to August 31, 2026)

June 2026



"FINEMASTERSOLA" aluminum handrail integrated with solar cells launched

<Features>

- An aluminum handrail integrated with solar cells featuring both a beautiful exterior appearance and an electricity generation feature
- Available in various sizes and compatible with the solar panels of various manufacturers
- Contributes to cost reduction in communal areas and disaster preparedness



"FINEMASTERSOLA" aluminum handrail with integrated solar cells

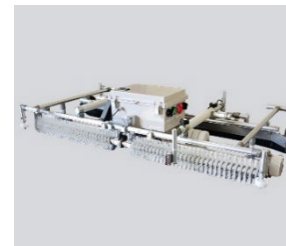
July 2026



"Pool Cleaner" automatic water tank cleaner for hydroponic cultivation launched

<Features>

- Highly functional design specifically for hydroponic equipment
- Significantly reduces time spent on cleaning-related tasks



"Pool Cleaner" automatic water tank cleaner for hydroponic cultivation



A hydroponic factory that uses water tanks

- News Release (Construction materials/Sankyo Alumi Company)(Japanese) ➡ <https://alumi.st-grp.co.jp/news/2026news/om20260630.html>
- News Release (Japanese) ➡ <https://www.st-grp.co.jp/news/2026news/st20260715.html>

	Target period	2024	2025	2026
[Construction materials business (housing) index] The number of new housing starts	Apr.-Jun.	209 thousand units (+0.5%)	155 thousand units (-25.6%)	187 thousand units (+20.2%)
The number of new housing starts [Owner-occupied houses]	Apr.-Jun.	54 thousand units (-6.0%)	42 thousand units (-23.4%)	51 thousand units (+21.6%)
The number of new housing starts [House for rent]	Apr.-Jun.	90 thousand units (+2.9%)	68 thousand units (-24.3%)	85 thousand units (+24.3%)
[Construction materials business (Building) index] Floor area of non-wooden structure starts	Apr.-Jun.	16.2 million m ² (-3.2%)	14.3 million m ² (-11.2%)	13.0 million m ² (-9.3%)
[Materials business index] Aluminum extrusion weight [Excluding sashes and doors]	Jun.-Aug.	88 thousand tons (-0.6%)	81 thousand tons (-7.6%)	89 thousand tons (+9.8%)
[Commercial facilities business index] The number of new building starts [Stores]	Apr.-Jun.	1,382 buildings (-1.8%)	1,712 buildings (+23.9%)	1,680 buildings (-1.9%)
[Global business index] Vehicle production Germany	Apr.-Jun.	1052 thousand units (-2.4%)	1090 thousand units (+3.5%)	1041 thousand units (-4.4%)
Vehicle production Thailand	Apr.-Jun.	347 thousand units (-16.1%)	374 thousand units (+7.6%)	347 thousand units (-7.0%)
[Aluminum ingot Average value (The Nikkei)]	Jun.-Aug.	451.7 JPY/kg	455.2 JPY/kg	656.8 JPY/kg

(): Year-on-year comparison

Business Environment and Financial Results

- Construction Materials Business -

Net sales

Note: Amounts are rounded down to the nearest 100 million JPY.

	Quarterly				Total			
	FYE2026	FYE2027	Change YoY		FYE2026	FYE2027	Change YoY	
1Q	41.4	40.5	-0.8	-2.1%				
2Q								
3Q								
4Q								
FYE2027 Plan					171.0			

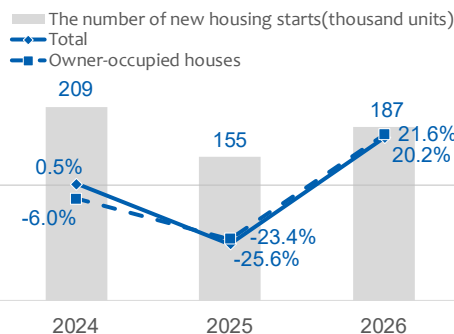
Operating income

	Quarterly				Total			
	FYE2026	FYE2027	Change YoY		FYE2026	FYE2027	Change YoY	
1Q	-1.3	-0.4	+0.9	-				
2Q								
3Q								
4Q								
FYE2027 Plan					1.5			

In the Construction Materials Business, although we focused on expanding sales of "STINA" high-insulation slim windows and capturing demand for home renovations, sales remained sluggish in both the new construction and renovation sectors. As a result, net sales decreased year-on-year. Operating income increased year-on-year, despite the impact of rising ingot prices, which were more than offset by the revision of selling prices and the effects of revenue structure reforms, including the improvement of gross profit.

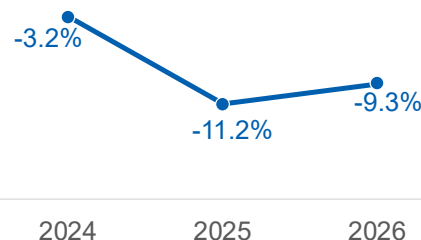
Business environment

Number of new housing starts (YoY)

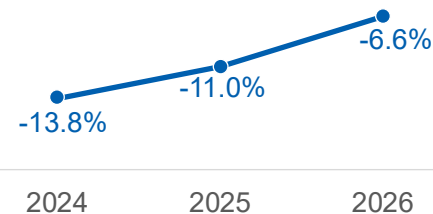


Source: Report of Statistical Survey of Construction Starts by the Ministry of Land, Infrastructure, transport and Tourism

Floor area of non-wooden structure starts (YoY)



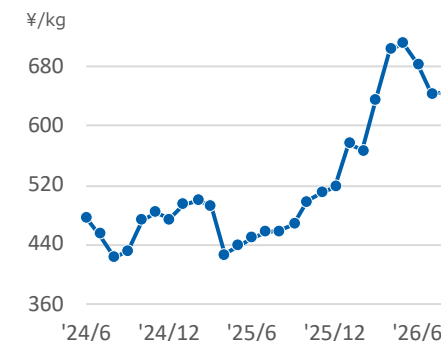
Sales weight of aluminum sash for buildings (YoY)



Source: Current Survey of Production by the Ministry of Economy, Trade and Industry

Cumulative total from Apr. to Jun.

Aluminum ingot price (Source: The Nikkei)



Net sales

Note: Amounts are rounded down to the nearest 100 million JPY.

	Quarterly				Total			
	FYE2026	FYE2027	Change YoY		FYE2026	FYE2027	Change YoY	
1Q	15.1	22.0	+6.8	+45.2%				
2Q								
3Q								
4Q								
FYE2027 Plan					90.0			

Operating income

	Quarterly				Total			
	FYE2026	FYE2027	Change YoY		FYE2026	FYE2027	Change YoY	
1Q	0.1	2.4	+2.2	+1348.8%				
2Q								
3Q								
4Q								
FYE2027 Plan					1.8			

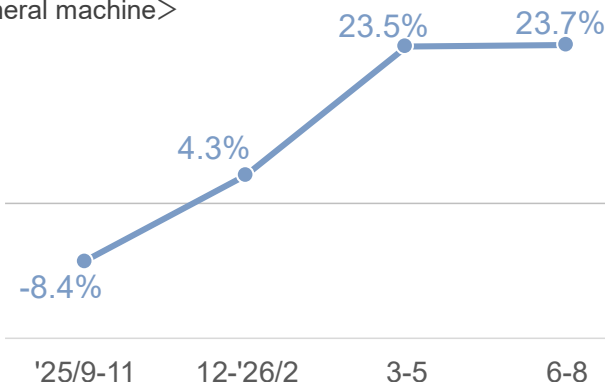
In the Materials Business, net sales increased year-on-year. This was driven by sales volumes being higher in the transportation and other segment, especially in the automotive segment, which is a key focus area. An increase in selling prices linked to aluminum ingot prices also contributed to the increase in net sales.

Operating income also increased year-on-year, mainly due to the revision of selling prices and the inventory valuation of aluminum ingots, in addition to the increase in the sales volume.

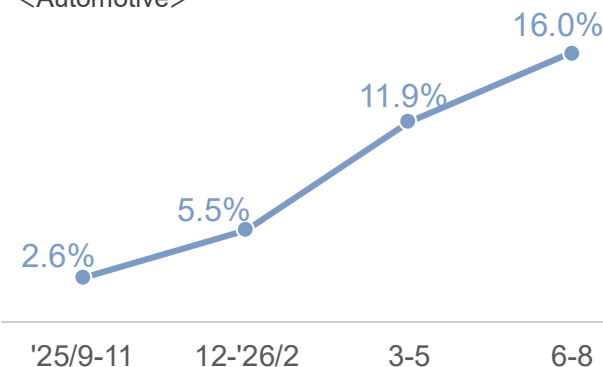
Business environment

Domestic aluminum extrusion weight (YoY)

<General machine>



<Automotive>



Net sales

Note: Amounts are rounded down to the nearest 100 million JPY.

	Quarterly			Total		
	FYE2026	FYE2027	Change YoY	FYE2026	FYE2027	Change YoY
1Q	9.9	10.4	+0.4			+4.8%
2Q						
3Q						
4Q						
FYE2027 Plan				45.0		

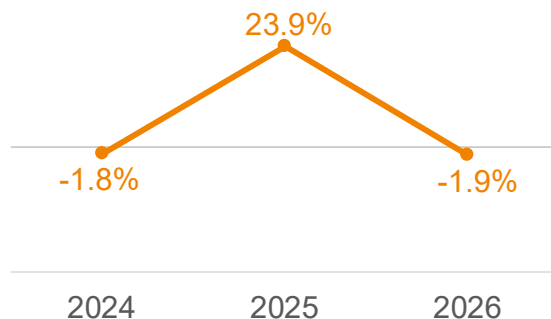
Net sales increased year-on-year due to the capturing of demand related to the opening of new stores and store renovations. Operating income also increased year-on-year due to ongoing revenue improvement measures, including measures to control logistics and procurement costs.

Operating income

	Quarterly			Total		
	FYE2026	FYE2027	Change YoY	FYE2026	FYE2027	Change YoY
1Q	0.0	0.1	+0.1			-
2Q						
3Q						
4Q						
FYE2027 Plan				0.7		

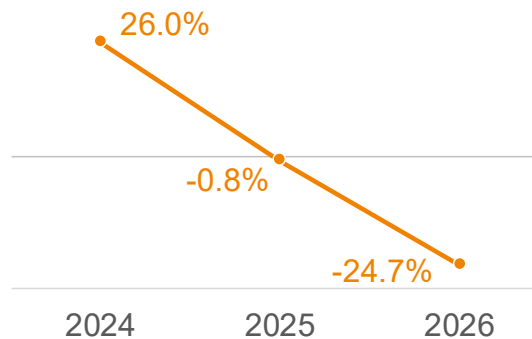
Business environment

Number of new building starts (Stores) (YoY)



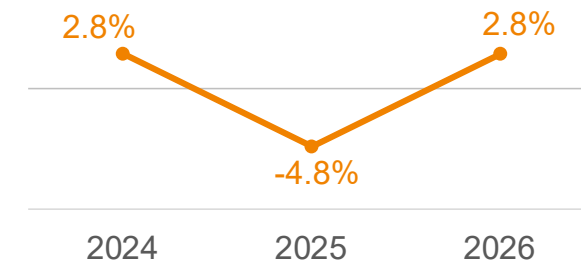
Source: Report of Statistical Survey of Construction Starts by the Ministry of land, Infrastructure, Transport and Tourism

Floor area of non-residential structure starts (Stores) (YoY)



Source: Report of Statistical Survey of Construction Starts by the Ministry of land, Infrastructure, Transport and Tourism

Retail sales amount (YoY)



Source: Report of Current Survey of Commerce by the Ministry of Economy, Trade and Industry

Cumulative total from Apr. to Jun.

Net sales

Note: Amounts are rounded down to the nearest 100 million JPY.

	Quarterly				Total			
	FYE2026	FYE2027	Change YoY		FYE2026	FYE2027	Change YoY	
1Q	19.1	24.1	+4.9	+26.0%				
2Q								
3Q								
4Q								
FYE2027 Plan					84.0			

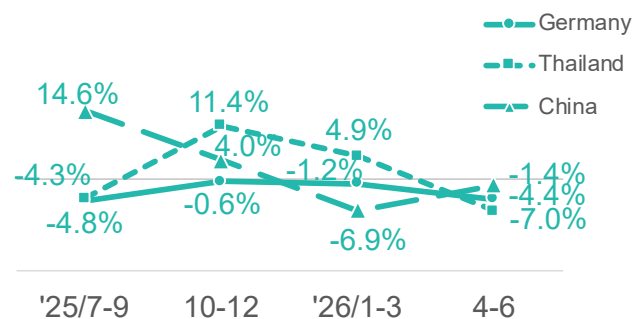
Operating income

	Quarterly				Total			
	FYE2026	FYE2027	Change YoY		FYE2026	FYE2027	Change YoY	
1Q	0.0	0.5	+0.4	+437.5%				
2Q								
3Q								
4Q								
FYE2027 Plan					0.0			

In the Global Business, our European subsidiary tapped into demand in the EV, distribution, and trading company markets and in the engineering segment. At our Thai subsidiary, the sales volumes in the automotive segment increased. Additionally, selling prices increased due to foreign exchange effects and the fluctuation of metal prices. As a result, net sales increased year-on-year. Operating income also increased year-on-year, mainly reflecting the increase in net sales and the reduction of fixed costs at our European subsidiary, which was a result of revenue structure reforms.

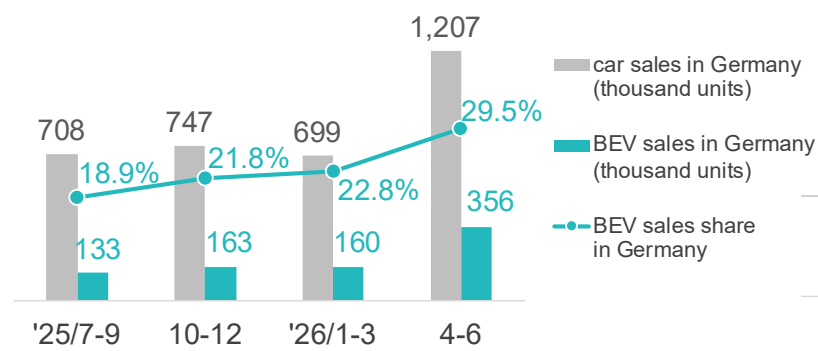
Business environment

Car production (YoY)



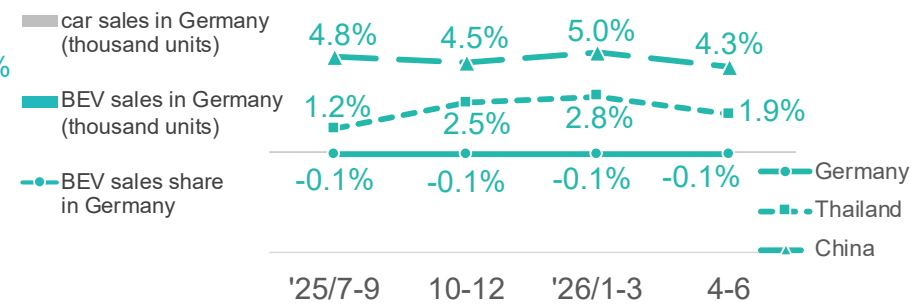
Source: VDA, MARKLINES

Car sales and EV car sales and their share in Germany



Source: KBA (Kraftfahrt-Bundesamt)

GDP (YoY)



Source: EUROSTAT, NESDC, CEIC

Scope of consolidation and equity method

		Average	1Q FYE2026 Results	FYE2027 Plan	1Q FYE2027 Results
Aluminum ingot price (Nikkei Aluminum average)		Jun.-Aug.	455.2 JPY/kg	635.0 JPY/kg	656.8 JPY/kg
Exchange rates	USD	Apr.-Jun.	144.6 JPY	160.0 JPY	159.6 JPY
	EUR	Apr.-Jun.	163.8 JPY	175.0 JPY	185.4 JPY
	THB	Apr.-Jun.	4.4 JPY	4.5 JPY	4.9 JPY
	CNY	Apr.-Jun.	20.0 JPY	23.0 JPY	23.4 JPY

Sustainability Vision 2050

Life with Green Technology

Achieving carbon neutrality

We aim to carbon neutral by striking a balance between reducing greenhouse gas emissions resulting from our business activities and reducing the greenhouse gas emissions of the products and services that we create with environmental technologies.

Reusing resources

To help bring about a recycling-oriented society, we will encourage recycling of major materials and promote the reuse of waste.

Connecting personnel and the future

By promoting personnel training that values diversity and human rights, we will foster a dynamic corporate culture, which is how we connect the personnel—who are the driving force behind our efforts to make lives richer—with the future.

FYE2031 Targets

Greenhouse gas emissions

Scope 1 + 2 **50% reduction**
(Compared to the FYE2018 level)

Scope 3 **25% reduction**
(Compared to the FYE2023 level)

Rate of recycling of aluminum for construction materials **80%**

Aim to achieve 100% by addressing issues

Percentage of woman in management positions:

10%

Scope1: Direct emissions from in-house fuel use,
Scope2: Indirect emissions from the use of heat and electricity purchased the company
Scope 3: Emissions from processes upstream and downstream of your business activities

*1: Not the index for individual products
*2: The subject facilities are manufacturing facilities in Japan.
*3: Scrap materials generated in the internal manufacturing process are included.

■ Notes regarding these documents

Forward-looking statements included in this document, including earnings projections, are based on information currently available to the Company and certain assumptions that management believes to be reasonable, but do not constitute a guarantee of future results. Actual results may differ materially based on various factors, including changes in economic conditions domestically and internationally and exchange rate movements. The Company will make timely disclosure in the event of any material change in the situation.