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October 28, 2026

## Summary of Financial Results for the Second Quarter Ended September 30, 2026 (Interim Period) (Consolidated)

Company name: SAKURA internet Inc.  
 Listing: Tokyo Stock Exchange  
 Securities code: 3778  
 URL: <https://www.sakura.ad.jp>  
 Representative: Kunihiro Tanaka, President and CEO  
 Inquiries: Masataka Kawada, Director, CFO  
 Telephone: +81-6-6476-8790  
 Scheduled date to file semiannual report: November 12, 2026  
 Scheduled date to commence dividend payment: December 14, 2026  
 Preparation of supplementary material on financial results: Yes  
 Holding of financial results briefing: Yes (for institutional investors and securities analysts)

(Yen amounts are rounded down to the nearest million, unless otherwise noted.)

### 1. Consolidated financial results for the six months ended September 30, 2026 (Interim Period: from April 1, 2026 to September 30, 2026)

#### (1) Consolidated operating results (YTD) (%: Change from the corresponding period of the previous fiscal year)

|                                                      | Net sales       |      | Operating profit |   | Ordinary profit |   | Profit attributable to owners of parent |   |
|------------------------------------------------------|-----------------|------|------------------|---|-----------------|---|-----------------------------------------|---|
|                                                      | Millions of yen | %    | Millions of yen  | % | Millions of yen | % | Millions of yen                         | % |
| Six months ended September 30, 2026 (interim period) | 22,827          | 46.0 | 2,963            | — | 3,013           | — | 1,903                                   | — |
| September 30, 2025 (interim period)                  | 15,631          | 17.8 | (920)            | — | (811)           | — | (626)                                   | — |

Note: Comprehensive income Six months ended September 30, 2026 (interim period) ¥1,775 million [-%]  
 Six months ended September 30, 2025 (interim period) ¥(569) million [-%]

|                                                      | Basic earnings per share | Diluted earnings per share |
|------------------------------------------------------|--------------------------|----------------------------|
|                                                      | Yen                      | Yen                        |
| Six months ended September 30, 2026 (interim period) | 47.55                    | —                          |
| September 30, 2025 (interim period)                  | (15.66)                  | —                          |

#### (2) Consolidated financial conditions

|                                                      | Total assets    | Net assets      | Equity-to-asset ratio |
|------------------------------------------------------|-----------------|-----------------|-----------------------|
|                                                      | Millions of yen | Millions of yen | %                     |
| Six months ended September 30, 2026 (interim period) | 87,976          | 31,968          | 36.1                  |
| Fiscal year ended March 31, 2026                     | 82,451          | 30,329          | 36.5                  |

Reference: Equity capital Six months ended September 30, 2026 (interim period) ¥31,738 million  
 Fiscal year ended March 31, 2026 ¥30,101 million

## 2. Cash dividends

|                                                    | Annual dividends per share |                    |                    |                    |       |
|----------------------------------------------------|----------------------------|--------------------|--------------------|--------------------|-------|
|                                                    | 1st<br>quarter-end         | 2nd<br>quarter-end | 3rd<br>quarter-end | Fiscal<br>year-end | Total |
|                                                    | Yen                        | Yen                | Yen                | Yen                | Yen   |
| Fiscal year ended<br>March 31, 2026                | -                          | 0.00               | -                  | 5.00               | 5.00  |
| Fiscal year ending<br>March 31, 2027               | -                          | 2.50               |                    |                    |       |
| Fiscal year ending<br>March 31, 2027<br>(forecast) |                            |                    | -                  | 5.50               | 8.00  |

Notes: 1 Revisions to the most recently announced dividend forecast: Yes  
2 Breakdown of dividend for 2nd quarter-end of fiscal year ending March 31, 2027  
Commemorative dividend 2.50 yen

## 3. Consolidated earnings forecasts for the fiscal year ending March 31, 2027 (from April 1, 2026 to March 31, 2027)

(%: Change from the corresponding period of the previous fiscal year)

|           | Net sales       |      | Operating profit |   | Ordinary profit |   | Profit attributable to<br>owners of parent |   | Basic earnings<br>per share |
|-----------|-----------------|------|------------------|---|-----------------|---|--------------------------------------------|---|-----------------------------|
|           | Millions of yen | %    | Millions of yen  | % | Millions of yen | % | Millions of yen                            | % | Yen                         |
| Full year | 46,600          | 32.0 | 4,100            | — | 3,900           | — | 2,550                                      | — | 63.68                       |

Note: Revisions to the most recently announced earnings forecasts: Yes

### \* Notes:

- (1) Material changes in the scope of consolidation during the period: None  
Newly included: - Number of companies (company name) —  
Excluded: - Number of companies (company name) —
- (2) Application of accounting methods specific to the preparation of interim consolidated financial statements: None
- (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)

|                                                      |                   |
|------------------------------------------------------|-------------------|
| Six months ended September 30, 2026 (interim period) | 41,890,700 shares |
| Fiscal year ended March 31, 2026                     | 41,890,700 shares |

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

|                                                      |                  |
|------------------------------------------------------|------------------|
| Six months ended September 30, 2026 (interim period) | 1,840,867 shares |
| Fiscal year ended March 31, 2026                     | 1,866,039 shares |

- (iii) Average number of shares of common stock during the six months

|                                                      |                   |
|------------------------------------------------------|-------------------|
| Six months ended September 30, 2026 (interim period) | 40,036,057 shares |
| Six months ended September 30, 2025 (interim period) | 40,011,006 shares |

Note: The Company has introduced Stock Benefit Trust (J-ESOP). The shares of the Company's stock held by the Stock Benefit Trust are included in treasury shares which are deducted when calculating the number of treasury shares at year-end and the average number of shares during the period.

- \* Semi-annual financial results reports are exempt from review conducted by certified public accountants or an audit firm.
  - \* Proper use of earnings forecasts, and other special matters
1. These forward-looking statements, including forecasts, in this material are based on data currently available to management and certain assumptions that management believes are reasonable, and are not intended as a guarantee that the Company will achieve these targets. The actual results may differ materially from those projected herein, depending on various factors. For the conditions underlying earnings forecasts and notes on using earnings forecasts, please refer to “(3) Explanation of consolidated earnings forecasts and other forward-looking information” in “1. Qualitative Information on Interim Financial Results” on page 3 of the attached document.
  2. The Company plans to hold a financial results briefing for institutional investors and securities analysts on Wednesday, October 28, 2026. Information on the briefing and the audio of the presentation, together with the presentation materials used on the day, will be posted on the Company's website promptly after the briefing.

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## 1. Qualitative Information on Interim Financial Results

### (1) Explanation of operating results

During the six months ended September 30, 2026, the Japanese economy was on a gradual recovery trend, supported by improvements in the employment and income environment and the effects of various policies. However, the economic outlook remained uncertain due to factors including geopolitical risks stemming from instability in the Middle East, the trends in resource and energy prices, and the impact of financial and capital market fluctuations.

In our industry, the business environment remained challenging due to soaring raw material prices and rising labor costs. In the Group's core cloud and Internet infrastructure market, although cloud migration for open systems has passed its peak, demand for legacy system modernization is strong. In addition, investment in Generative AI is expected to increase further, and the market is expected to continue growing.

In these circumstances, the Group aims to support customers in achieving their goals by providing one-stop services for cloud and internet infrastructure within the Group, covering system integration, development, service provision, maintenance, operation, and customer support. In addition to its broad existing customer base, the Company is working to acquire new customers, driven by factors such as its official selection for the Government Cloud and the expansion of Generative AI services. Going forward, the Company will continue to focus on achieving customer success for both existing and new customers, while promoting the expansion of cloud services, which are expected to deliver high growth.

Net sales totaled 22,827,458 thousand yen (up 46.0% YoY), primarily driven by the strong performance of GPU infrastructure services, supported by the high utilization of GPUs invested in during the previous fiscal year and improved unit prices.

Operating profit was 2,963,025 thousand yen (compared with an operating loss of 920,815 thousand yen in the same period of the previous fiscal year). This was due to higher net sales, despite increases mainly in depreciation from GPU-related investments, server maintenance expenses, and human resources-related expenses for strengthening cloud service function development and sales promotion in the previous fiscal year.

Ordinary profit was 3,013,964 thousand yen (an ordinary loss of 811,762 thousand yen in the same period of the previous fiscal year) mainly due to the increase in operating profit.

Profit attributable to owners of parent was 1,903,843 thousand yen (a loss attributable to owners of parent of 626,763 thousand yen in the same period of the previous fiscal year) mainly due to the increase in ordinary profit and the recognition of a deferred income tax benefit, among other factors.

Net sales by service category are as follows:

#### (i) Cloud services

Net sales of cloud services were 8,071,880 thousand yen (up 7.5% YoY) mainly because SAKURA Cloud and SAKURA Web Hosting continued to perform favorably.

#### (ii) GPU infrastructure services

Net sales of GPU infrastructure services were 10,124,431 thousand yen (up 258.9% YoY), driven by the continued use of "SAKURAONE," a bare-metal Generative AI service, for a large project secured in the previous fiscal year and orders received for new projects.

#### (iii) Physical base services

Net sales of physical base services were 1,363,069 thousand yen (down 13.6% YoY), mainly due to a decline in the use of the housing service and the exclusive server service.

#### (iv) Other services

Net sales of other services were 3,268,077 thousand yen (down 12.3% YoY) mainly due to the securing of a large-scale project in the same period of the previous fiscal year.

(2) Explanation of financial condition

Assets, liabilities and net assets at the end of the six months ended September 30, 2026, and the factors affecting them are as follows:

(i) Assets

Total assets at the end of the six months ended September 30, 2026, increased 5,525,196 thousand yen (up 6.7%) from the end of the fiscal year ended March 31, 2026, to 87,976,272 thousand yen. This was mainly due to an increase in property, plant and equipment, which was attributed to service infrastructure enhancements, including the expansion of the Ishikari Data Center, and an increase in cash and deposits to cover these payments.

(ii) Liabilities

Total liabilities at the end of the six months ended September 30, 2026, increased 3,885,435 thousand yen (up 7.5%) from the end of the fiscal year ended March 31, 2026, to 56,007,357 thousand yen. The increase was mainly attributable to an increase in lease liabilities due to service infrastructure enhancements, including the expansion of the Ishikari Data Center.

(iii) Net assets

Total net assets at the end of the six months ended September 30, 2026, grew 1,639,760 thousand yen (up 5.4%) from the end of the fiscal year ended March 31, 2026, to 31,968,915 thousand yen. This was mainly due to an increase in retained earnings associated with the recording of profit attributable to owners of parent.

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

As the results for the six months ended September 30, 2026 exceeded the forecast revised in July 2026, the Company has revised its consolidated earnings forecast for the full fiscal year accordingly.

For details of revisions to the earnings forecast, please refer to the “Notice Regarding Differences between Consolidated Earnings Forecasts and Actual Results for the Six Months Ended September 30, 2026, and Revision of Full-Year Consolidated Earnings Forecasts” announced today.

In addition, the Company has decided to pay a commemorative dividend for the 30th anniversary of its founding as an expression of gratitude to its shareholders. For details, please refer to the “Notice Regarding Dividend of Surplus (Commemorative Dividend for the 30th Anniversary of the Company's Founding)” announced today.

## 2. Interim Consolidated Financial Statements and Major Notes

## (1) Interim consolidated balance sheets

|                                                             | (Thousands of yen)                                            |                                                                      |
|-------------------------------------------------------------|---------------------------------------------------------------|----------------------------------------------------------------------|
|                                                             | Fiscal year ended<br>March 31, 2026<br>(as of March 31, 2026) | Six months ended<br>September 30, 2026<br>(as of September 30, 2026) |
| <b>Assets</b>                                               |                                                               |                                                                      |
| Current assets                                              |                                                               |                                                                      |
| Cash and deposits                                           | 15,391,081                                                    | 19,424,963                                                           |
| Notes and accounts receivable-trade, and<br>contract assets | 4,813,239                                                     | 4,991,425                                                            |
| Merchandise and finished goods                              | 408,039                                                       | 44,192                                                               |
| Work in process                                             | 59,243                                                        | 31,145                                                               |
| Supplies                                                    | 554,600                                                       | 455,916                                                              |
| Other                                                       | 5,051,385                                                     | 4,724,907                                                            |
| Allowance for doubtful accounts                             | (22,274)                                                      | (21,826)                                                             |
| Total current assets                                        | 26,255,316                                                    | 29,650,725                                                           |
| Non-current assets                                          |                                                               |                                                                      |
| Property, plant and equipment                               |                                                               |                                                                      |
| Buildings and structures, net                               | 9,862,442                                                     | 11,798,956                                                           |
| Tools, furniture and fixtures, net                          | 17,950,309                                                    | 15,176,709                                                           |
| Leased assets, net                                          | 13,097,016                                                    | 17,642,443                                                           |
| Other, net                                                  | 5,812,735                                                     | 3,679,012                                                            |
| Total property, plant and equipment                         | 46,722,502                                                    | 48,297,121                                                           |
| Intangible assets                                           |                                                               |                                                                      |
| Other                                                       | 2,018,177                                                     | 1,963,839                                                            |
| Total intangible assets                                     | 2,018,177                                                     | 1,963,839                                                            |
| Investments and other assets                                |                                                               |                                                                      |
| Other                                                       | 7,460,084                                                     | 8,069,470                                                            |
| Allowance for doubtful accounts                             | (5,004)                                                       | (4,884)                                                              |
| Total investments and other assets                          | 7,455,080                                                     | 8,064,586                                                            |
| Total non-current assets                                    | 56,195,760                                                    | 58,325,547                                                           |
| Total assets                                                | 82,451,076                                                    | 87,976,272                                                           |

(Thousands of yen)

|                                                                      | Fiscal year ended<br>March 31, 2026<br>(as of March 31, 2026) | Six months ended<br>September 30, 2026<br>(as of September 30, 2026) |
|----------------------------------------------------------------------|---------------------------------------------------------------|----------------------------------------------------------------------|
| <b>Liabilities</b>                                                   |                                                               |                                                                      |
| Current liabilities                                                  |                                                               |                                                                      |
| Accounts payable-trade                                               | 1,245,523                                                     | 620,460                                                              |
| Short-term borrowings                                                | 10,687,000                                                    | 8,136,000                                                            |
| Current portion of long-term borrowings                              | 4,796,832                                                     | 5,338,588                                                            |
| Income taxes payable                                                 | 546,193                                                       | 1,525,234                                                            |
| Advances received                                                    | 8,658,592                                                     | 8,705,008                                                            |
| Asset retirement obligations                                         | —                                                             | 41,385                                                               |
| Provision for bonuses                                                | 772,410                                                       | 757,588                                                              |
| Provision for bonuses for directors (and other officers)             | 36,800                                                        | —                                                                    |
| Other                                                                | 7,111,581                                                     | 7,412,555                                                            |
| Total current liabilities                                            | 33,854,933                                                    | 32,536,822                                                           |
| Non-current liabilities                                              |                                                               |                                                                      |
| Long-term borrowings                                                 | 5,777,396                                                     | 6,448,828                                                            |
| Lease liabilities                                                    | 11,464,636                                                    | 15,974,649                                                           |
| Asset retirement obligations                                         | 833,995                                                       | 816,944                                                              |
| Provision for share awards                                           | 84,053                                                        | 102,260                                                              |
| Provision for retirement benefits for directors (and other officers) | 70,780                                                        | 88,072                                                               |
| Retirement benefit liabilities                                       | 33,050                                                        | 34,850                                                               |
| Other                                                                | 3,076                                                         | 4,930                                                                |
| Total non-current liabilities                                        | 18,266,988                                                    | 23,470,535                                                           |
| Total liabilities                                                    | 52,121,922                                                    | 56,007,357                                                           |
| <b>Net assets</b>                                                    |                                                               |                                                                      |
| Shareholders' equity                                                 |                                                               |                                                                      |
| Share capital                                                        | 11,283,167                                                    | 11,283,167                                                           |
| Capital surplus                                                      | 10,649,910                                                    | 10,707,682                                                           |
| Retained earnings                                                    | 9,232,622                                                     | 10,935,134                                                           |
| Treasury shares                                                      | (1,093,229)                                                   | (1,078,577)                                                          |
| Total shareholders' equity                                           | 30,072,470                                                    | 31,847,406                                                           |
| Accumulated other comprehensive income                               |                                                               |                                                                      |
| Valuation difference on available-for-sale securities                | 14,625                                                        | 13,655                                                               |
| Foreign currency translation adjustment                              | 13,893                                                        | 13,221                                                               |
| Deferred gains or losses on hedges                                   | 289                                                           | (135,823)                                                            |
| Total accumulated other comprehensive income                         | 28,808                                                        | (108,946)                                                            |
| Non-controlling interests                                            | 227,875                                                       | 230,454                                                              |
| Total net assets                                                     | 30,329,154                                                    | 31,968,915                                                           |
| Total liabilities and net assets                                     | 82,451,076                                                    | 87,976,272                                                           |

## (2) Interim consolidated statement of income and interim consolidated statement of comprehensive income

## Interim consolidated statement of income

(Thousands of yen)

|                                                                      | Six months ended<br>September 30, 2025<br>(From April 1, 2025<br>to September 30, 2025) | Six months ended<br>September 30, 2026<br>(From April 1, 2026<br>to September 30, 2026) |
|----------------------------------------------------------------------|-----------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------|
| Net sales                                                            | 15,631,162                                                                              | 22,827,458                                                                              |
| Cost of sales                                                        | 12,482,343                                                                              | 15,514,627                                                                              |
| Gross profit                                                         | 3,148,818                                                                               | 7,312,831                                                                               |
| Selling, general and administrative expenses                         |                                                                                         |                                                                                         |
| Provision of allowance for doubtful accounts                         | 1,775                                                                                   | (521)                                                                                   |
| Salaries and allowances                                              | 1,295,234                                                                               | 1,528,749                                                                               |
| Provision for bonuses                                                | 287,284                                                                                 | 309,318                                                                                 |
| Provision for retirement benefits for directors (and other officers) | 15,248                                                                                  | 17,292                                                                                  |
| Retirement benefit expenses                                          | 1,500                                                                                   | 1,800                                                                                   |
| Commission expenses                                                  | 811,862                                                                                 | 710,915                                                                                 |
| Other                                                                | 1,656,727                                                                               | 1,782,251                                                                               |
| Total selling, general and administrative expenses                   | 4,069,633                                                                               | 4,349,806                                                                               |
| Operating profit (loss)                                              | (920,815)                                                                               | 2,963,025                                                                               |
| Non-operating income                                                 |                                                                                         |                                                                                         |
| Interest income                                                      | 25,102                                                                                  | 33,958                                                                                  |
| Share of profit of entities accounted for using equity method        | 40,356                                                                                  | 57,273                                                                                  |
| Subsidy income                                                       | 262,961                                                                                 | 350,873                                                                                 |
| Other                                                                | 44,580                                                                                  | 57,101                                                                                  |
| Total non-operating income                                           | 373,000                                                                                 | 499,207                                                                                 |
| Non-operating expenses                                               |                                                                                         |                                                                                         |
| Interest expenses                                                    | 234,043                                                                                 | 418,744                                                                                 |
| Other                                                                | 29,903                                                                                  | 29,524                                                                                  |
| Total non-operating expenses                                         | 263,947                                                                                 | 448,269                                                                                 |
| Ordinary profit (loss)                                               | (811,762)                                                                               | 3,013,964                                                                               |
| Extraordinary income                                                 |                                                                                         |                                                                                         |
| Gain on sale of non-current assets                                   | —                                                                                       | 4,098                                                                                   |
| Gain on sale of investment securities                                | —                                                                                       | 1,249                                                                                   |
| Income from national subsidies                                       | 6,283,839                                                                               | 2,499,304                                                                               |
| Total extraordinary income                                           | 6,283,839                                                                               | 2,504,652                                                                               |
| Extraordinary losses                                                 |                                                                                         |                                                                                         |
| Loss on sale of non-current assets                                   | 875                                                                                     | 334                                                                                     |
| Loss on retirement of non-current assets                             | 13,755                                                                                  | 124,019                                                                                 |
| Loss on the tax-purpose reduction entry of non-current assets        | 6,283,839                                                                               | 2,499,304                                                                               |
| Other                                                                | —                                                                                       | 86,973                                                                                  |
| Total extraordinary losses                                           | 6,298,471                                                                               | 2,710,631                                                                               |
| Profit (loss) before income taxes                                    | (826,393)                                                                               | 2,807,985                                                                               |
| Income taxes - current                                               | 19,187                                                                                  | 1,379,674                                                                               |
| Income taxes - deferred                                              | (228,300)                                                                               | (484,811)                                                                               |
| Total income taxes                                                   | (209,113)                                                                               | 894,863                                                                                 |
| Profit (loss)                                                        | (617,280)                                                                               | 1,913,122                                                                               |
| Profit attributable to non-controlling interests                     | 9,482                                                                                   | 9,278                                                                                   |
| Profit (loss) attributable to owners of parent                       | (626,763)                                                                               | 1,903,843                                                                               |

## Interim consolidated statement of comprehensive income

|                                                                                      | (Thousands of yen)                                                                      |                                                                                         |
|--------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------|
|                                                                                      | Six months ended<br>September 30, 2025<br>(From April 1, 2025<br>to September 30, 2025) | Six months ended<br>September 30, 2026<br>(From April 1, 2026<br>to September 30, 2026) |
| Profit (loss)                                                                        | (617,280)                                                                               | 1,913,122                                                                               |
| Other comprehensive income                                                           |                                                                                         |                                                                                         |
| Valuation difference on available-for-sale securities                                | 43,053                                                                                  | (5)                                                                                     |
| Deferred gains or losses on hedges                                                   | 5,216                                                                                   | (136,113)                                                                               |
| Foreign currency translation adjustment                                              | (122)                                                                                   | (671)                                                                                   |
| Share of other comprehensive income of entities<br>accounted for using equity method | (384)                                                                                   | (964)                                                                                   |
| Total other comprehensive income                                                     | 47,763                                                                                  | (137,754)                                                                               |
| Comprehensive income                                                                 | (569,516)                                                                               | 1,775,367                                                                               |
| (Breakdown)                                                                          |                                                                                         |                                                                                         |
| Comprehensive income attributable to owners of<br>parent                             | (578,999)                                                                               | 1,766,089                                                                               |
| Comprehensive income attributable to<br>non-controlling interests                    | 9,482                                                                                   | 9,278                                                                                   |

- (3) Notes to interim consolidated financial statements  
(Notes on the assumption of going concern)  
There are no applicable matters to be reported.

(Notes on significant changes in the amount of shareholders' equity)  
Six months ended September 30, 2026 (from April 1, 2026 to September 30, 2026)  
There are no applicable matters to be reported.