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Supplementary Materials of Financial Results for the Nine Months Ended December 31, 2025

February 13, 2026
Sangetsu Corporation
Securities code: 8130
Prime Market of Tokyo Stock Exchange
and Premier Market of Nagoya Stock Exchange

Key Points of Financial Results in FY2025 Q3

✓ Consolidated Results

- Net sales hit a record high, with YoY growth achieved across all profit lines.
- While progress in net sales has slightly underperformed the plan due to sluggish domestic demand and other factors, progress in operating profit has remained at a level comparable to the previous year. This was achieved through improved performance across domestic and overseas Group companies and the successful control of SG&A expenses throughout the Group.

✓ Domestic Interior Segment

- Sales volume decreased YoY, primarily in wallcoverings, due to a generally weak demand environment, including the market downturn in new housing, as well as a post-rush demand decline following the price revisions in December 2024.
- Regarding the impact of the fire accident at a major supplier's plant for certain flooring materials and the subsequent resumption of supply, progress is generally in line with the initial plan.
- In the Domestic Interior Segment, net sales decreased YoY due to factors such as lower sales volumes of core products and the impact of the fire accident. However, the segment maintained YoY profit growth by effectively implementing price revisions, expanding sales of High Value-Added Products* in each unit, and increasing profit contributions from Group companies.

✓ Domestic Exterior Segment

- Sungreen Co., Ltd., the core operating company of this segment, achieved a YoY increase in net sales. This was driven by various measures, including higher selling prices and the development of new customers in the Kanto region, despite the challenging market environment.
- Profitability has been maintained since FY2025 Q1, driven by the positive impact of higher revenue and the control of SG&A expenses.

* Strategic product lines that are expected to increase the company's market share or expand its market

Key Points of Financial Results in FY2025 Q3

✓ Overseas Segment

- North America: Net sales and profit followed an upward trend as the strengthening of the business foundation progressed, continuing to drive segment profit. Profitability also improved, driven by sales expansion from the mainstay hotel market into other sectors such as education and commercial facilities, as well as higher selling prices for in-house manufactured wallcoverings and expanded sales of high-margin products.
- Southeast Asia: In the interior products wholesale business, a turnaround to profitability was achieved for the cumulative period, driven by structural reforms including the renewal of the management structure, as well as sales growth across Southeast Asian countries. On the other hand, while the design and construction business contributed to net sales, an operating loss was recorded due to increased costs associated with construction delays of large-scale projects. For the region, although an operating loss persisted, the loss narrowed YoY.
- China and Hong Kong: Amidst a difficult business environment, the operating loss narrowed YoY through the renewal of the management structure and the selective allocation of management resources.

✓ Full-year Outlook

- While profit progress is trending generally in line with expectations, we have decided to maintain our full-year earnings forecast at this time, as we carefully monitor the continued stagnation in demand, particularly in the domestic new housing market. We will continue to strive toward achieving the full-year plan by optimizing our sales portfolio, including High Value-Added Products*, controlling SG&A expenses, and further strengthening consolidated management.

* Strategic product lines that are expected to increase the company's market share or expand its market

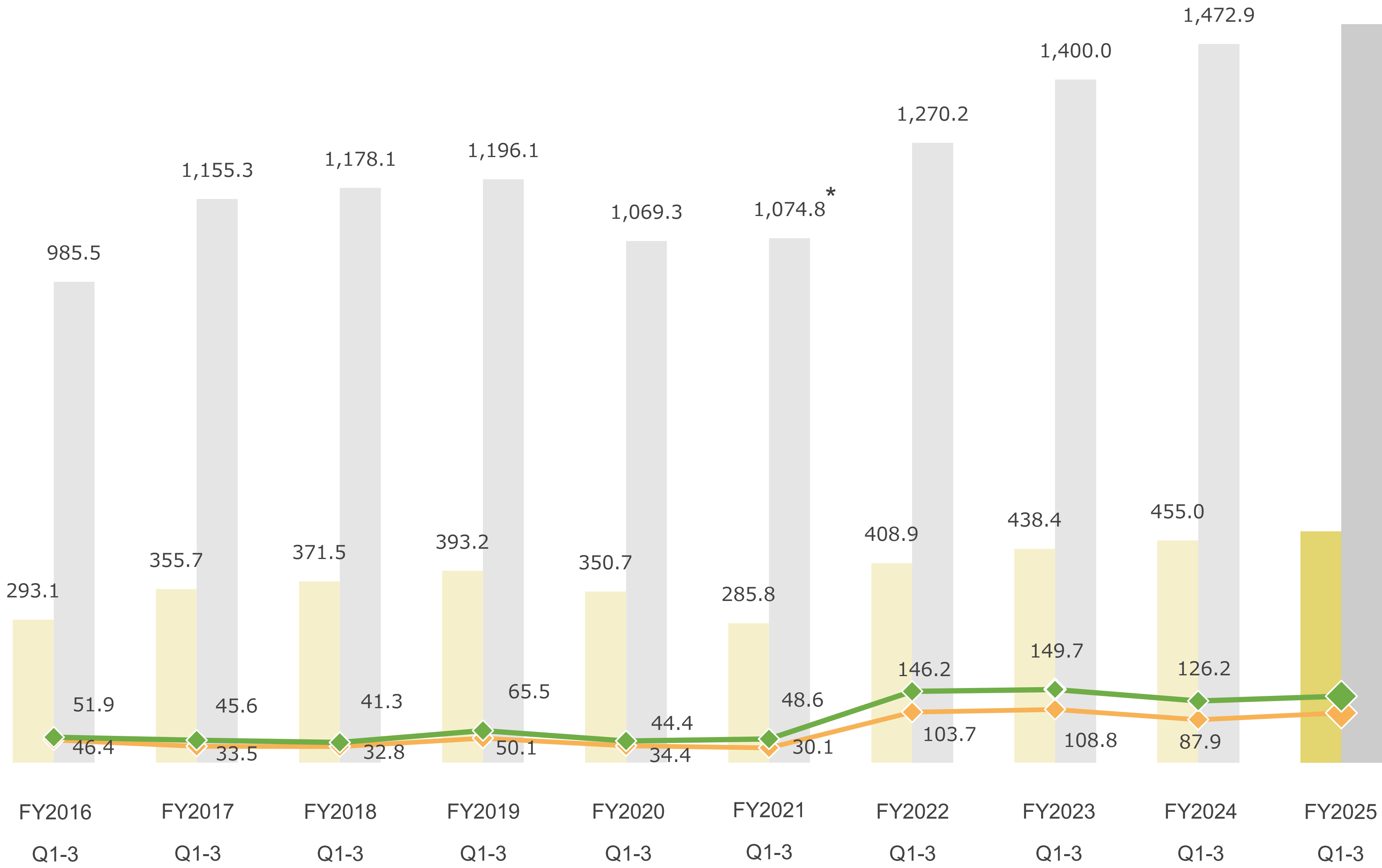
Summary of Consolidated Statement of Profit or Loss

	FY2024		FY2025				(100 million yen, %)
	Q3	Q1-3	Q3	Q1-3		Full-year	
	Results	Results	Results	Results	YoY	Forecasts	Progress
Net Sales	534.2	1,472.9	**525.1**	**1,514.0**	+41.0 +2.8%	2,100.0	72.1%
Gross Profit	165.2	455.0	**167.9**	**474.1**	+19.1 +4.2%	658.0	72.1%
GP Margin	30.9%	30.9%	**32.0%**	**31.3%**	-	31.3%	-
SG&A expenses	112.7	328.7	**113.7**	**338.1**	+9.4 +2.9%	468.0	72.3%
Operating Profit	52.4	126.2	**54.1**	**136.0**	+9.7 +7.7%	190.0	71.6%
OP Margin	9.8%	8.6%	**10.3%**	**9.0%**	-	9.0%	-
Ordinary Profit	53.5	129.6	**55.3**	**140.6**	+10.9 +8.5%	195.0	72.1%
Profit Attributable to Owners of the Parent	37.9	87.9	**38.7**	**101.8**	+13.8 +15.8%	130.0	78.3%

Note: The provisional accounting treatment for business combinations was finalized during the interim consolidated accounting period of the fiscal year ending March 31, 2026. Accordingly, the figures for the fiscal year ended March 31, 2025, have been restated to reflect the finalization of this treatment.

Trends in Consolidated Net Sales, Gross Profit, Operating Profit, and Profit Attributable to Owners of the Parent

(100 million yen)



Net Sales

1,514.0

(+2.8% YoY)

Gross Profit

474.1

(+4.2% YoY)

Operating Profit

136.0

(+7.7% YoY)

Profit Attributable to Owners of the Parent

101.8

(+15.8% YoY)

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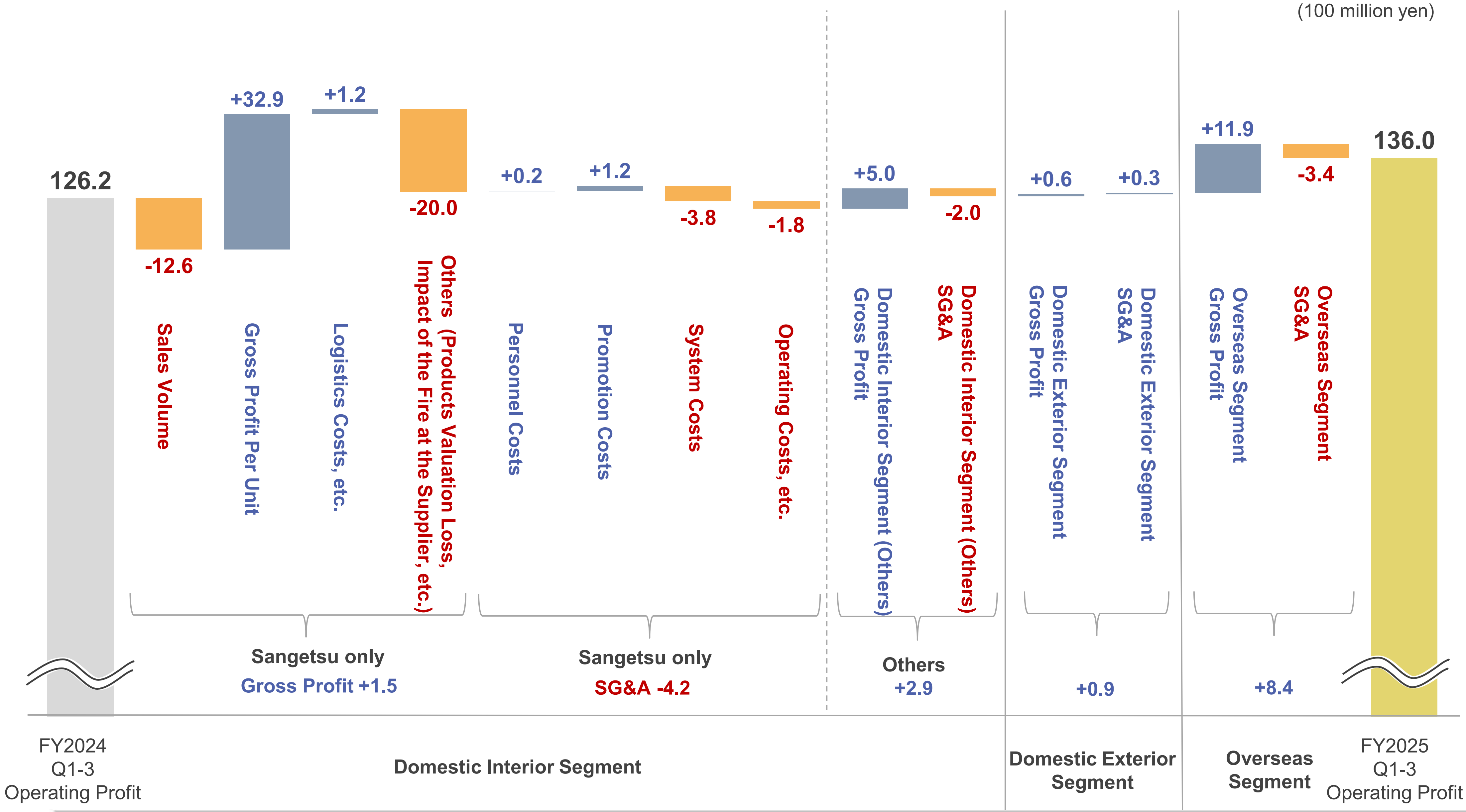
* We have been applying the Accounting Standard for Revenue Recognition (ASBJ Statement No. 29), etc. from the beginning of the term ended March 2022.

Net Sales and Operating Profit of Each Segment

(100 million yen, %)

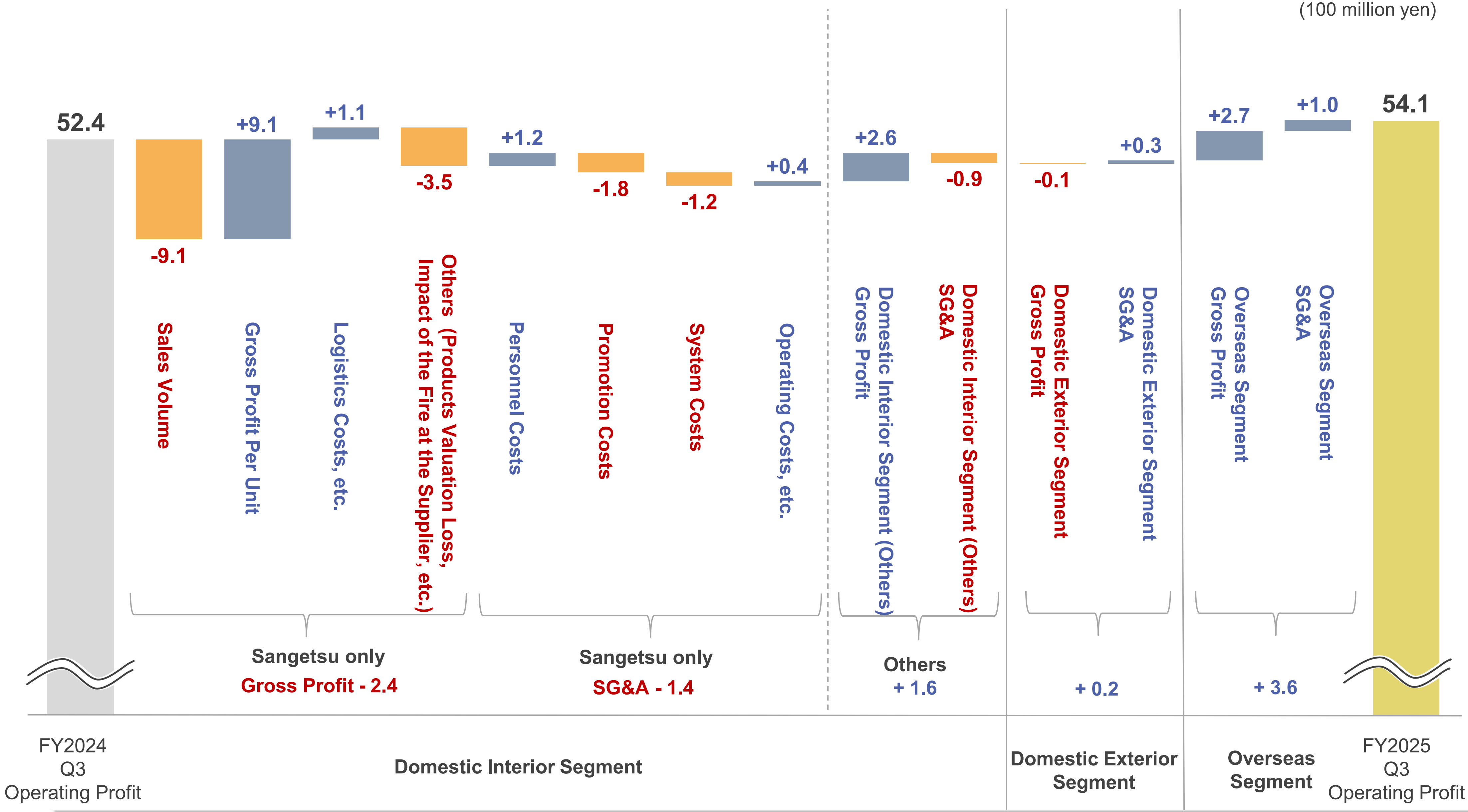
	FY2024		FY2025				
	Q3	Q1-3	Q3	Q1-3		Full-year	
	Results	Results	Results	Results	YoY	Forecasts	Progress
Domestic Interior Net Sales	437.8	1,215.9	**420.3**	**1,200.4**	-15.4 -1.3%	1,660.0	72.3%
Wallcoverings Unit	208.7	586.4	**203.9**	**597.4**	+10.9 +1.9%	-	-
Flooring Materials Unit	149.7	427.1	**143.2**	**401.8**	-25.2 -5.9%	-	-
Fabrics Unit	25.9	70.6	**25.9**	**74.2**	+3.5 +5.0%	-	-
Construction and Others	53.3	131.7	**47.2**	**126.9**	-4.7 -3.6%	-	-
Operating Profit	54.2	134.3	**52.0**	**134.5**	+0.2 +0.2%	188.5	71.4%
Domestic Exterior Net Sales	17.5	48.9	**19.2**	**53.0**	+4.0 +8.4%	72.5	73.2%
Operating Profit	0.1	-0.2	**0.3**	**0.7**	+0.9 -	0.5	152.7%
Overseas Net Sales	78.7	208.1	**85.4**	**260.4**	+52.3 +25.1%	367.5	70.9%
Operating Profit	-1.9	-7.8	**1.7**	**0.6**	+8.4 -	1.0	65.1%
Eliminations (Net Sales)*	-0.0	-0.1	**-0.0**	**-0.0**	+0.1 -	-	-
Eliminations (Operating Profit)*	0.0	0.0	**0.0**	**0.0**	+0.0 +8.4%	-	-
Consolidated Net Sales	534.2	1,472.9	**525.1**	**1,514.0**	+41.0 +2.8%	2,100.0	72.1%
Consolidated Operating Profit	52.4	126.2	**54.1**	**136.0**	+9.7 +7.7%	190.0	71.6%

Change in Consolidated Operating Profit (YoY : April-December)

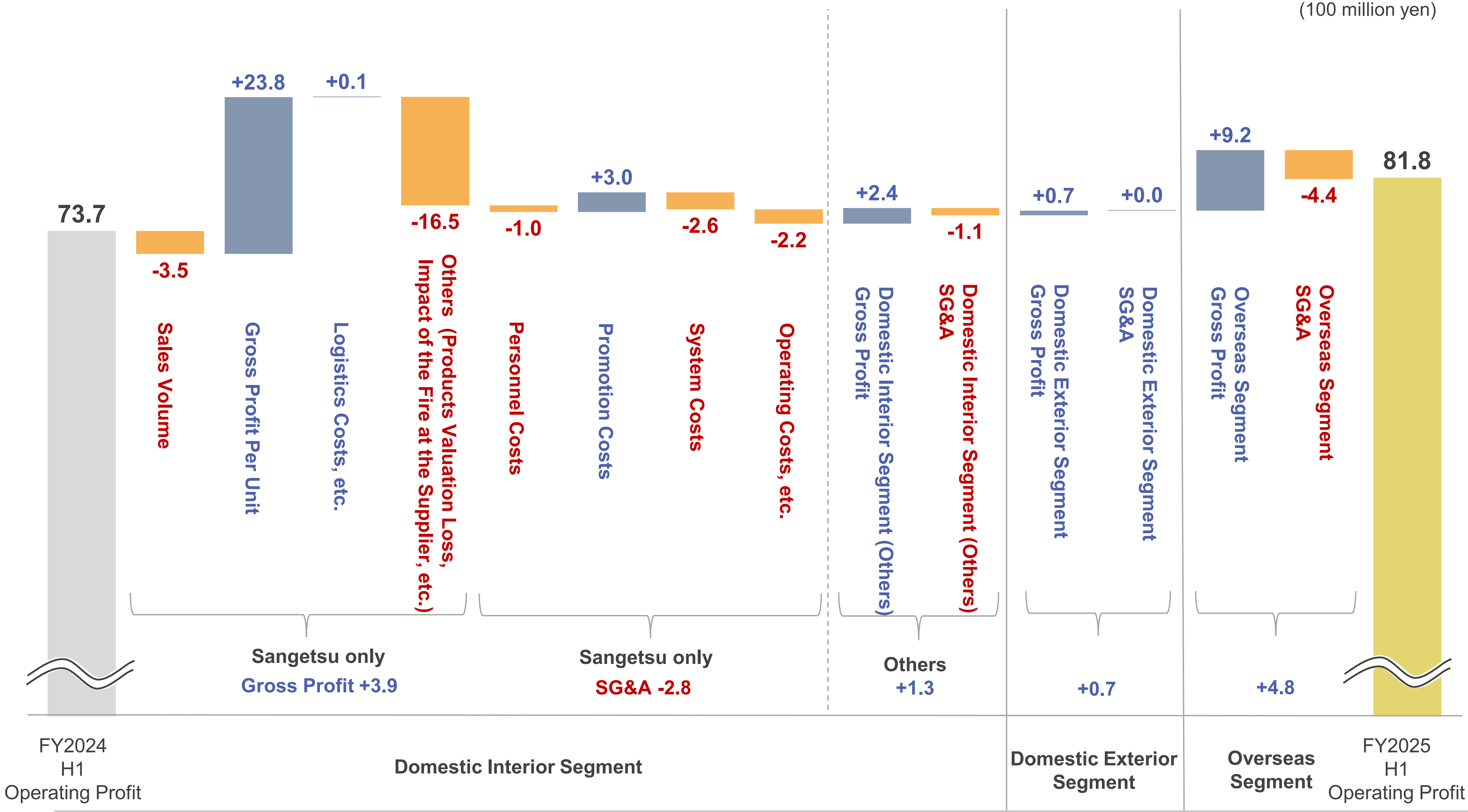


Change in Consolidated Operating Profit (YoY : October-December)

(100 million yen)



Change in Consolidated Operating Profit (YoY : April-September)



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Consolidated Earnings Forecasts for FY2025

Announced in May 2025: Unchanged

	FY2024			FY2025 (100 million yen, %)			
	Q1-3		Full-year	Q1-3		Full-year	
	Results	Progress	Results	Results	Progress	Forecasts	YoY
Net Sales	1,472.9	73.5%	2,003.7	**1,514.0**	72.1%	2,100.0	+96.2 +4.8%
Gross Profit	455.0	73.0%	623.7	**474.1**	72.1%	658.0	+34.2 +5.5%
GP Margin	30.9%	-	31.1%	**31.3%**	-	31.3%	-
SG&A expenses	328.7	74.3%	442.3	**338.1**	72.3%	468.0	+25.6 +5.8%
Operating Profit	126.2	69.6%	181.4	**136.0**	71.6%	190.0	+8.5 +4.7%
OP Margin	8.6%	-	9.1%	**9.0%**	-	9.0%	-
Ordinary Profit	129.6	69.8%	185.7	**140.6**	72.1%	195.0	+9.2 +5.0%
Profit Attributable to Owners of the Parent	87.9	70.1%	125.5	**101.8**	78.3%	130.0	+4.4 +3.6%

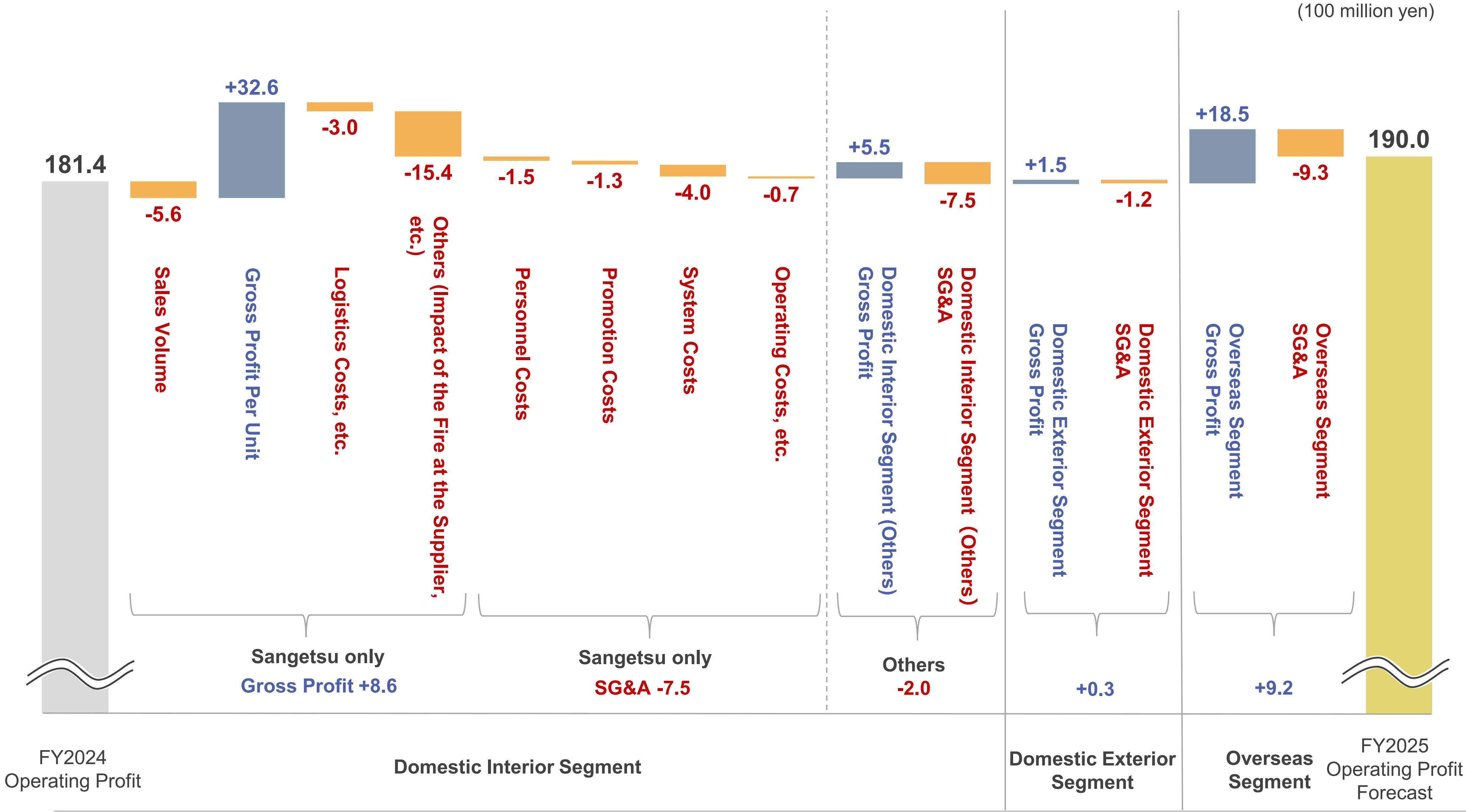
Earnings Forecasts for Each Segment

Announced in November 2025: Unchanged

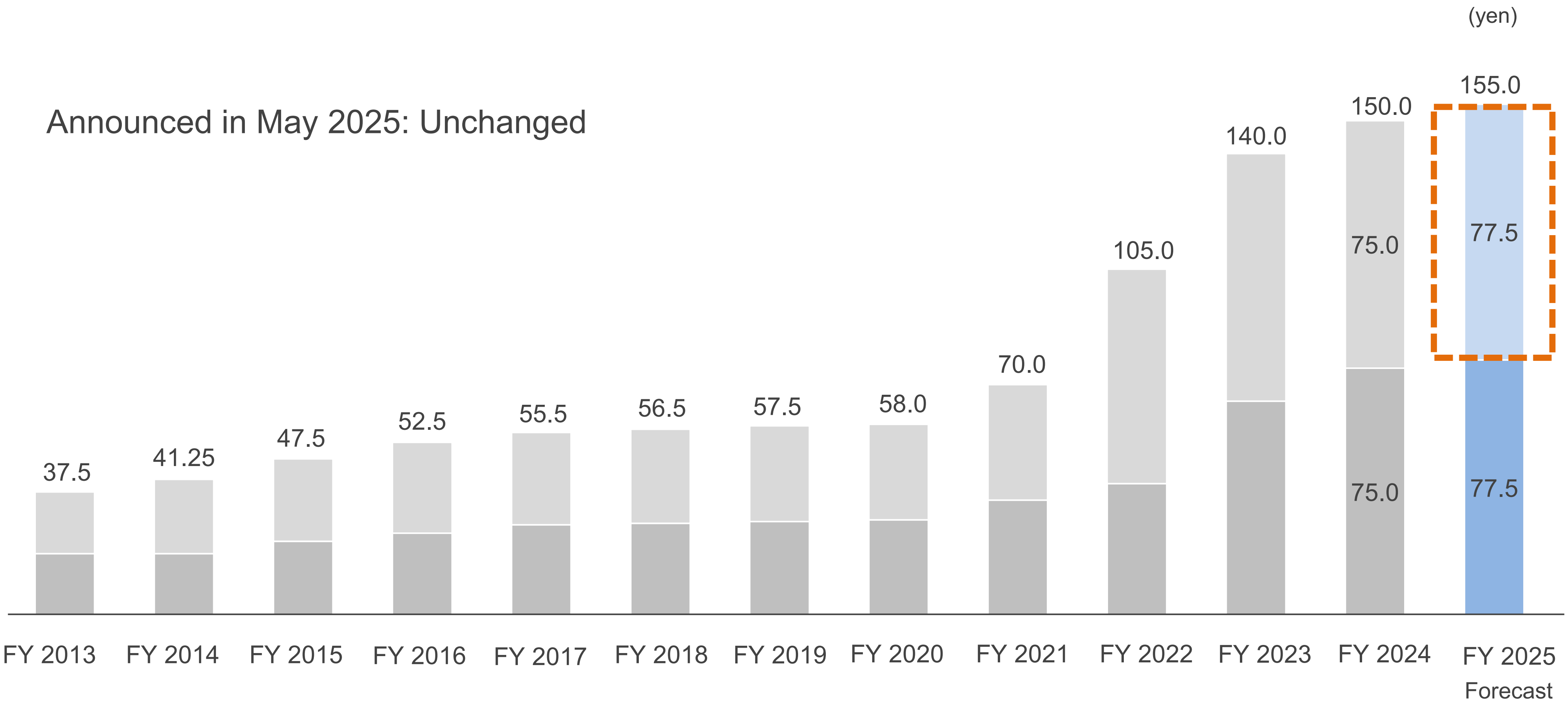
(100 million yen, %)

		FY2024			FY2025			
		Q1-3		Full-year	Q1-3		Full-year	
		Results	Progress	Results	Results	Progress	Forecasts	YoY
Domestic Interior	Net Sales	1,215.9	74.2%	1,639.8	**1,200.4**	72.3%	1,660.0	+20.1 +1.2%
	Operating Profit	134.3	70.9%	189.4	**134.5**	71.4%	188.5	-0.9 -0.5%
Domestic Exterior	Net Sales	48.9	74.1%	66.1	**53.0**	73.2%	72.5	+6.3 +9.6%
	Operating Profit	-0.2	-	0.1	**0.7**	152.7%	0.5	+0.3 +190.6%
Overseas	Net Sales	208.1	69.9%	297.9	**260.4**	70.9%	367.5	+69.5 +23.3%
	Operating Profit	-7.8	-	-8.2	**0.6**	65.1%	1.0	+9.2 -
Eliminations	Net Sales	-0.1	-	-0.1	**-0.0**	-	-	-
	Operating Profit	0.0	-	0.0	**0.0**	-	-	-
Total	Net Sales	1,472.9	73.5%	2,003.7	**1,514.0**	72.1%	2,100.0	+96.2 +4.8%
	Operating Profit	126.2	69.6%	181.4	**136.0**	71.6%	190.0	+8.5 +4.7%

Change in Consolidated Operating Profit Forecast（YoY : April-March）



Results and Forecast of Shareholder Return Changes in Dividend Per Share



The annual dividend for the fiscal year ending March 31, 2026, is forecast to be 155.0 yen per share (comprising an interim dividend of 77.5 yen and a year-end dividend of 77.5 yen), an increase of 5.0 yen from the previous fiscal year. This is expected to mark the 12th consecutive year of dividend increases.

Notes for the Future Outlook

This material includes information that pertains to future-related descriptions. Descriptions of items other than past and present facts are about future forecasts.
These descriptions are based on our assumptions and judgment considering currently available information, which includes known or unknown risks, uncertainties, and other factors. Consequently, they may be affected by such factors.

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