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Supplementary Materials of Financial Results for the Six Months Ended September 30, 2026

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

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Financial Highlights

Results

- Net sales and all profit lines reached record highs.
- Net sales increased YoY, driven by the Domestic Interior Segment and the Overseas Segment (North America).
- Operating profit increased YoY, following the first quarter, due to growth in the Domestic Interior Segment and a return to profitability in the Overseas Segment.
- Profit attributable to owners of parent increased significantly YoY, due to growth in all profit lines as well as the recording of extraordinary income (subsidy income, gain on termination of retirement benefit plan, etc.: approximately 0.9 billion yen).

Net sales	**105.02** billion yen	YoY +6.2%	
Operating Profit Margin	**9.8** %	YoY +1.5pp	
Operating Profit	**10.27** billion yen	YoY +25.5%	
Profit Attributable to Owners of Parent	**8.31** billion yen	YoY +31.8%	

Financial Forecast (Revised November 13)

- Consolidated net sales and all profit lines have been revised upward, taking into account the impact of the situation in the Middle East and the penetration of price revisions.
- At the interim stage, the annual dividend per share forecast of 155 yen (interim 77.5 yen, year-end 77.5 yen) remains unchanged.
  Decisions will be made again based on performance progress toward the fiscal year-end, in accordance with our growth investment and shareholder return policies.

Net sales	**217.0** billion yen	vs. Initial Forecast +1.9%	
Operating Profit Margin	**9.9** %	vs. Initial Forecast +1.0pp	
Operating Profit	**21.5** billion yen	vs. Initial Forecast +13.2%	
Profit Attributable to Owners of Parent	**16.0** billion yen	vs. Initial Forecast +18.5%	

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Consolidated Statement of Profit or Loss

Unit : billion yen

	FY2025		FY2026				
	Q2	H1	Q2	H1		Full-year	
	Results		Results		YoY	Forecast Announced in May	Progress Rate
Net Sales	49.50	98.89	**51.08**	**105.02**	+6.13 +6.2%	213.00	49.3%
Gross Profit	15.39	30.62	**16.52**	**33.26**	+2.64 +8.6%	66.30	50.2%
GP Margin	31.1%	31.0%	**32.3%**	**31.7%**	+0.7pp	31.1%	-
SG&A expenses	11.17	22.43	**11.57**	**22.98**	+0.55 +2.5%	47.30	48.6%
Operating Profit	4.22	8.18	**4.94**	**10.27**	+2.09 +25.5%	19.00	54.1%
OP Margin	8.5%	8.3%	**9.7%**	**9.8%**	+1.5pp	8.9%	-
Ordinary Profit	4.47	8.52	**5.09**	**10.76**	+2.24 +26.3%	19.20	56.1%
Profit Attributable to Owners of Parent	3.54	6.31	**3.56**	**8.31**	+2.00 +31.8%	13.50	61.6%

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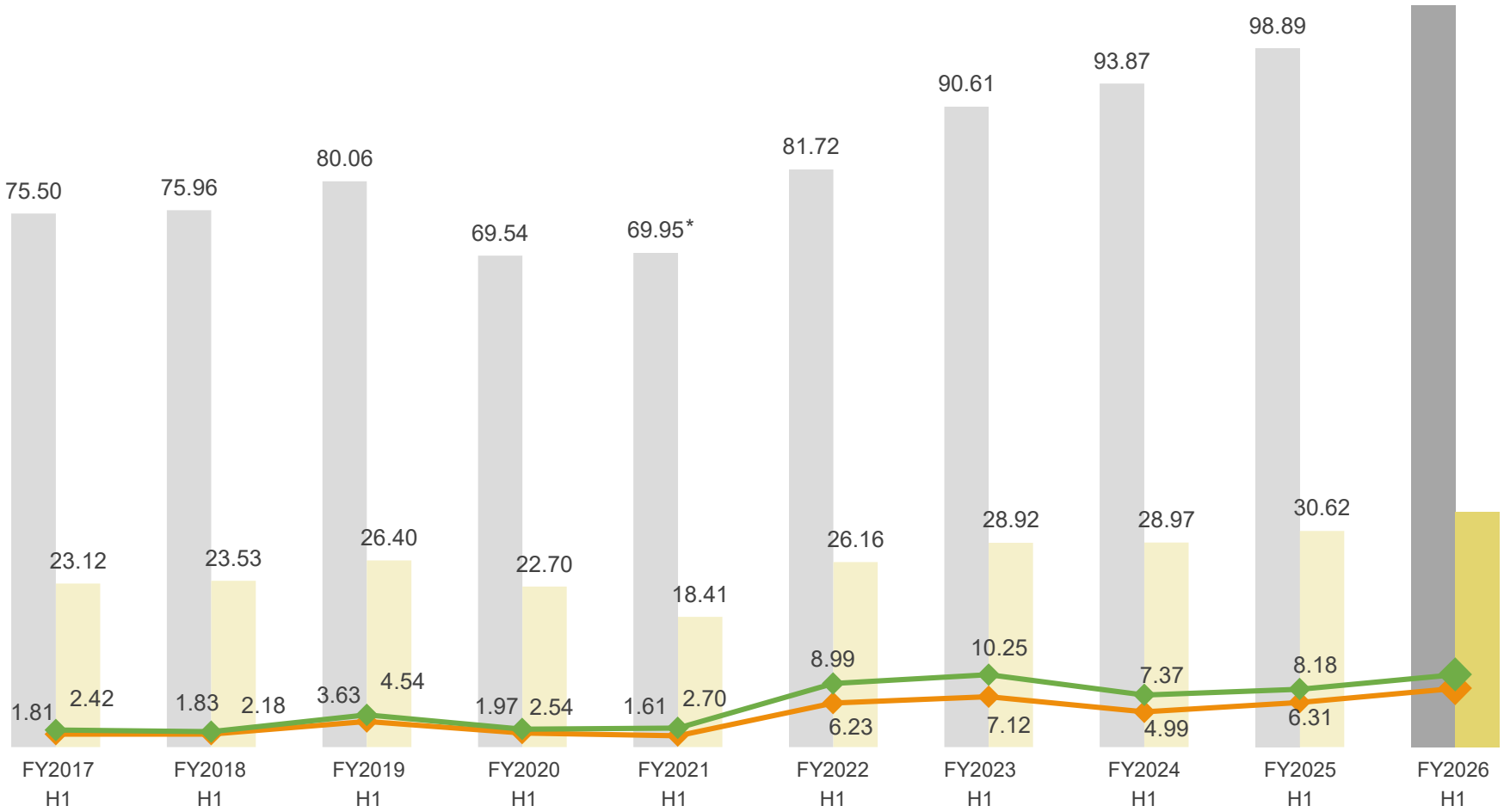
Consolidated Statement of Profit or Loss

Unit : billion yen

	FY2025					FY2026				
	Q1	Q2	Q3	Q4	H1	Q1	Q2	Q3	Q4	H1
	Results					Results				
Net Sales	49.38	49.50	52.51	55.03	98.89	53.93	**51.08**			**105.02**
Gross Profit	15.22	15.39	16.79	17.31	30.62	16.74	**16.52**			**33.26**
GP Margin	30.8%	31.1%	32.0%	31.5%	31.0%	31.0%	**32.3%**			**31.7%**
SG&A expenses	11.26	11.17	11.37	11.50	22.43	11.41	**11.57**			**22.98**
Operating Profit	3.96	4.22	5.41	5.80	8.18	5.32	**4.94**			**10.27**
OP Margin	8.0%	8.5%	10.3%	10.6%	8.3%	9.9%	**9.7%**			**9.8%**
Ordinary Profit	4.05	4.47	5.53	6.09	8.52	5.67	**5.09**			**10.76**
Profit Attributable to Owners of Parent	2.77	3.54	3.87	4.45	6.31	4.75	**3.56**			**8.31**

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



Net Sales

105.02 billion yen

(YoY: +6.2 %)

Gross Profit

33.26 billion yen

(YoY: +8.6 %)

Operating Profit

10.27 billion yen

(YoY: +25.5 %)

Profit Attributable to Owners of Parent

8.31 billion yen

(YoY: +31.8 %)

*The "Accounting Standard for Revenue Recognition" (ASBJ Statement No. 29), etc., has been applied since the beginning of the fiscal year ended March 31, 2022.

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Operating Results by Segment

Unit : billion yen

	FY2025		FY2026				
	Q2	H1	Q2	H1		Full-year	
	Results		Results		YoY	Forecast (Announced in May)	Progress Rate
Domestic Interior Net Sales	39.02	78.01	**40.52**	**84.46**	+6.45 +8.3%	169.50	49.8%
Wallcoverings Unit	19.35	39.34	**19.28**	**41.03**	+1.68 +4.3%	-	-
Flooring Materials Unit	13.08	25.86	**14.11**	**29.09**	+3.23 +12.5%	-	-
Fabrics Unit	2.46	4.82	**2.55**	**5.07**	+0.24 +5.1%	-	-
Construction and Others	4.11	7.97	**4.56**	**9.25**	+1.28 +16.1%	-	-
Operating Profit	4.21	8.25	**4.84**	**10.13**	+1.87 +22.7%	18.20	55.7%
Domestic Exterior Net Sales	1.70	3.38	**1.60**	**3.24**	(0.13) (4.1%)	7.30	44.4%
Operating Profit	0.02	0.03	**(0.02)**	**(0.05)**	(0.09) -	0.10	-
Overseas Net Sales	8.77	17.50	**8.95**	**17.32**	(0.17) (1.0%)	36.20	47.9%
Operating Profit	(0.02)	(0.10)	**0.13**	**0.19**	+0.30 -	0.70	28.4%
Eliminations (Net Sales)	(0.00)	(0.00)	**(0.00)**	**(0.00)**	(0.00) -	-	-
Eliminations (Operating Profit)	0.00	0.00	**0.00**	**0.00**	+0.00 +11.6%	-	-
Consolidated Net Sales	49.50	98.89	**51.08**	**105.02**	+6.13 +6.2%	213.00	49.3%
Consolidated Operating Profit	4.22	8.18	**4.94**	**10.27**	+2.09 +25.5%	19.00	54.1%

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Operating Results by Segment

Domestic Interior Segment

- While cost increases due to factors such as the situation in the Middle East have intensified, we implemented product price revisions in July 2026, resulting in an increase in gross profit per unit for the first half.
- In terms of sales volume, despite rush demand and the subsequent pullback around price revisions, we worked to ensure a stable supply through cooperation with partner companies and improved our positioning in growth markets, keeping first-half volume on par with the same period last year.
- Following the first quarter, the recovery from supply constraints caused by the factory fire at a supplier and the appropriate control of SG&A expenses also contributed to the results.

Unit : billion yen

	FY2025					FY2026							
	Q1	Q2	Q3	Q4	H1	Q1	Q2	Q3	Q4	H1	YoY (H1)	Forecast Announced in May	Full-year Progress Rate Announced in May
Net sales	38.98	39.02	42.03	44.05	78.01	43.94	**40.52**			**84.46**	+6.45 +8.3%	169.50	49.8%
Operating Profit	4.03	4.21	5.20	5.87	8.25	5.28	**4.84**			**10.13**	+1.87 +22.7%	18.20	55.7%
OP Margin	10.4%	10.8%	12.4%	13.3%	10.6%	12.0%	**12.0%**			**12.0%**	+1.4pp	10.7%	-

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Operating Results by Segment

Domestic Exterior Segment

- At group company Sungreen Co., Ltd., performance was impacted by sluggish sales of major manufacturer products, installation delays due to poor weather, and delivery delays for some products caused by the earthquake, resulting in lower net sales and an operating loss YoY.
- In addition to efforts to expand the sales area and market penetration of the company's private brand "Greenscape," progress was made in orders for integrated interior and exterior projects in collaboration with the Company.
- Although progress against the financial forecast (announced in May) is challenging, orders are being steadily accumulated, and we aim for a recovery in H2.

Unit : billion yen

	FY2025					FY2026							
	Q1	Q2	Q3	Q4	H1	Q1	Q2	Q3	Q4	H1	YoY (H1)	Forecast Announced in May	Full-year Progress Rate Announced in May
Net sales	1.67	1.70	1.92	2.00	3.38	1.63	**1.60**			**3.24**	(0.13) (4.1%)	7.30	44.4%
Operating Profit	0.01	0.02	0.03	0.04	0.03	(0.02)	**(0.02)**			**(0.05)**	(0.09) -	0.10	-
OP Margin	0.7%	1.5%	2.0%	2.1%	1.1%	-	-			-	-	1.4%	-

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Operating Results by Segment

Overseas Segment (Consolidated period: January–June 2026)

- While North America remained solid in the second quarter, the Asia segment (Interior and Overseas Space Solutions Business) saw lower net sales due to factors such as intensified competition with Chinese products and a decline in demand caused by the situation in the Middle East. As a result, the segment as a whole recorded lower net sales YoY.
- In North America, profit expanded in line with net sales growth. In Asia, profit and loss improved due to structural reforms and cost reductions in China and Hong Kong, as well as the absence of one-time costs from the previous period in the Overseas Space Solutions Business. As a result, the segment as a whole recorded profit growth YoY.
- Regarding the financial forecast (announced in May), while North America performed solidly, progress in H1 was challenging due to the sluggish performance in Southeast Asia.

Unit : billion yen

	FY2025					FY2026							
	Q1	Q2	Q3	Q4	H1	Q1	Q2	Q3	Q4	H1	YoY (H1)	Forecast Announced in May	Full-year Progress Rate Announced in May
Net sales	8.72	8.77	8.54	8.98	17.50	8.36	**8.95**			**17.32**	(0.17) (1.0%)	36.20	47.9%
Operating Profit	(0.08)	(0.02)	0.17	(0.11)	(0.10)	0.06	**0.13**			**0.19**	+0.30 -	0.70	28.4%
OP Margin	-	-	2.0%	-	-	0.8%	**1.5%**			**1.1%**	-	1.9%	-

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Operating Results by Segment

Overseas Segment (Consolidated period: January–June 2026)

Unit : billion yen

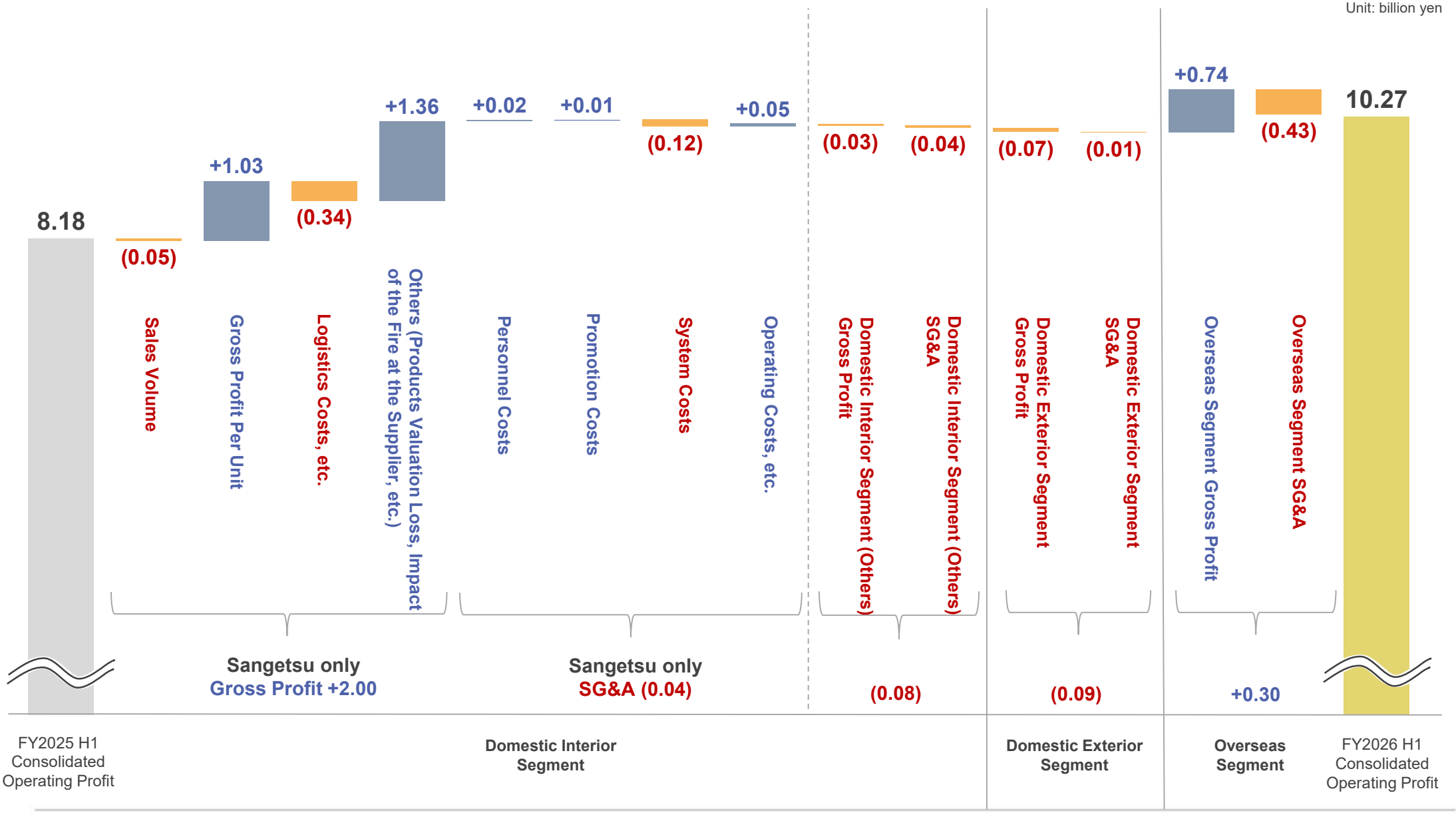
		FY2025	FY2026	
		H1	H1	YoY
Net sales	North America	11.10	**12.15**	+1.05 +9.5%
	Southeast Asia (Interior)	1.94	**2.03**	+0.09 +4.9%
	Southeast Asia (Space Solutions)	4.02	**2.75**	(1.26) (31.5%)
	China and Hong Kong	0.45	**0.42**	(0.03) (7.0%)
	Consolidation adjustments and others	(0.02)	**(0.04)**	(0.01) -
	Total	17.50	**17.32**	(0.17) (1.0%)
Operating Profit	North America	0.31	**0.66**	+0.35 +114.7%
	Southeast Asia (Interior)	(0.02)	**(0.06)**	(0.04) -
	Southeast Asia (Space Solutions)	(0.12)	**(0.00)**	+0.12 -
	China and Hong Kong	(0.09)	**(0.03)**	+0.06 -
	Consolidation adjustments and others	(0.17)	**(0.36)**	(0.19) -
	Total	(0.10)	**0.19**	+0.30 -



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

Unit: billion yen

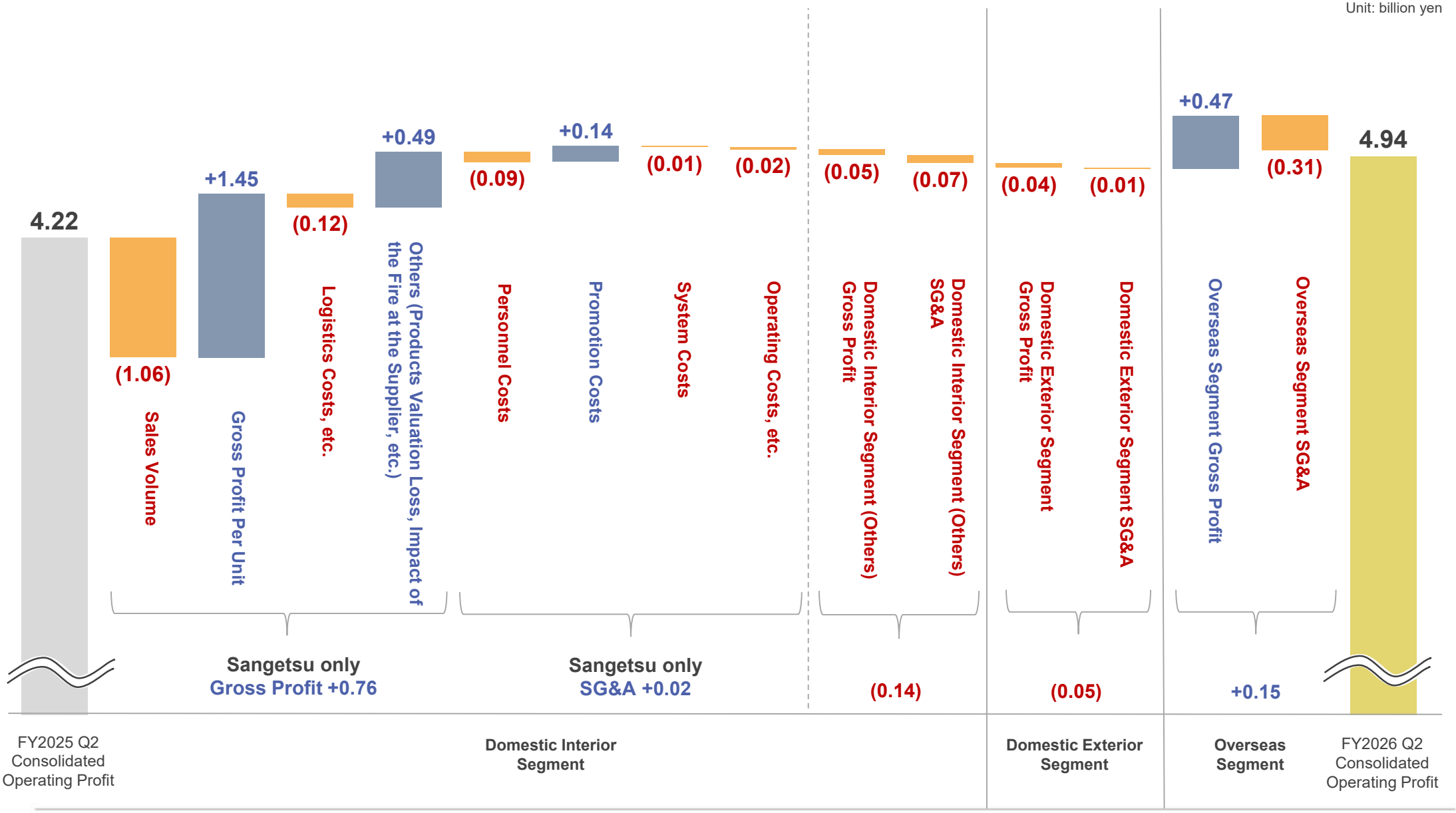


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Change in Consolidated Operating Profit (YoY: July-September)

Unit: billion yen

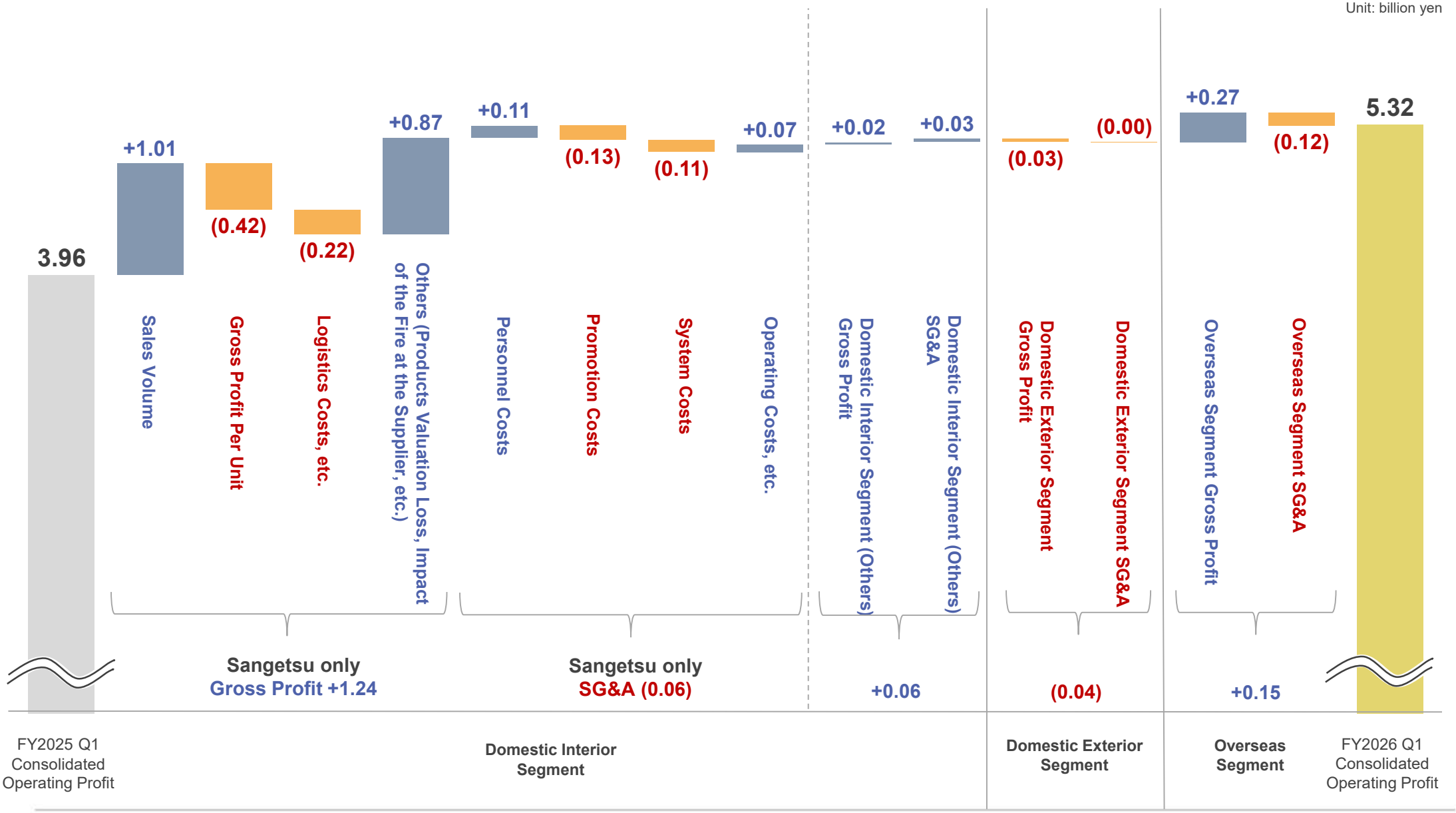


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Change in Consolidated Operating Profit (YoY: April-June)

Unit: billion yen



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Consolidated Balance Sheet

Unit: billion yen

		End of March 2026	End of September 2026	Increase/Decrease	Main Factors for Increase/Decrease
Current assets		118.02	**120.11**	+2.09	
	Cash and deposits	35.41	**36.96**	+1.55	
	Trade receivables and contract assets	58.91	**55.56**	(3.34)	
	Inventories	21.81	**25.68**	+3.86	
Non-current assets		70.88	**70.91**	+0.03	
	Property, plant and equipment	42.30	**42.35**	+0.05	
	Intangible assets	4.96	**4.63**	(0.32)	
	Investments and other assets	23.62	**23.92**	+0.29	
Total assets		188.90	**191.02**	+2.12	
Current liabilities		45.01	**43.43**	(1.57)	
	Trade payables	27.12	**27.49**	+0.36	
	Short-term borrowings and lease liabilities	0.92	**0.75**	(0.16)	
Non-current liabilities		21.63	**21.63**	+0.00	
	Long-term borrowings and lease liabilities	13.61	**13.47**	(0.13)	
Total liabilities		66.64	**65.07**	(1.57)	
	Shareholders' equity	110.41	**114.23**	+3.82	
	Accumulated other comprehensive income	11.13	**10.99**	(0.13)	
Total net assets		122.25	**125.95**	+3.69	

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Key Points of Financial Forecast

Announced November 13, 2026

Financial Forecast

- **Domestic Construction Market**
  While the new construction market is expected to remain weak due to rising construction costs, renovations and renewals are expected to remain firm.
  (No changes from the initial forecast)
- **Consolidated Results Forecast**
  Reflecting the outlook for each segment, both net sales and profits have been revised upward.
- **Domestic Interior**
  Although we anticipate a temporary decline in sales volume due to price revisions implemented ahead of competitors and rising costs including the impact of the situation in the Middle East, we have revised the segment forecast upward based on the penetration of price revisions.
- **Domestic Exterior**
  We expect to cover the H1 shortfall with an accumulation of orders in H2, and have maintained the initial forecast.
- **Overseas**
  North America is expected to remain firm and reach the initial forecast level. However, we have revised the segment forecast downward to incorporate a decline in net sales in Asia, including the impact of the situation in the Middle East.

	Initial Forecast (May 13)			Current Forecast (November 13)		
Net sales	213.0	billion yen	YoY +3.2%	217.0	billion yen	YoY +5.1%
Operating Profit	19.0	billion yen	YoY (2.1%)	21.5	billion yen	YoY +10.8%
Operating Profit Margin	8.9	%	YoY (0.5pp)	9.9	%	YoY +0.5pp
Profit Attributable to Owners of Parent	13.5	billion yen	YoY (7.8%)	16.0	billion yen	YoY +9.3%

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Consolidated Earnings Forecast for FY2026

Announced November 13, 2026

Unit : billion yen

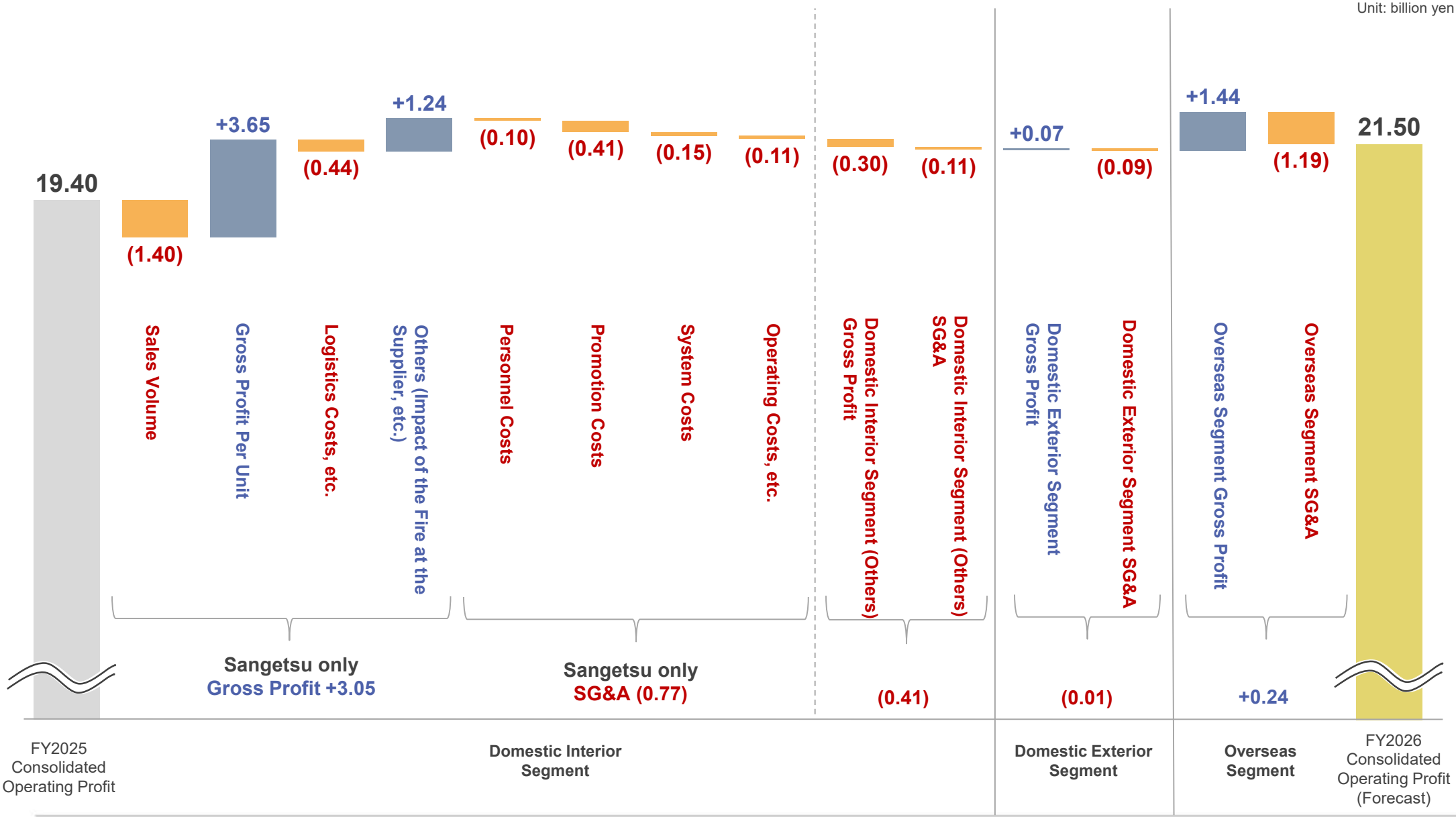
	FY2025			FY2026					
	H1	H2	Full-year	H1	H2	Full-year			
	Results			Results	Latest Forecast	Initial Forecast	Latest Forecast	YoY	vs. Initial Forecast
Net Sales	98.89	107.54	206.44	105.02	111.97	213.00	**217.00**	+10.55 +5.1%	+4.00 +1.9%
Gross Profit	30.62	34.10	64.72	33.26	35.73	66.30	**69.00**	+4.27 +6.6%	+2.70 +4.1%
GP Margin	31.0%	31.7%	31.4%	31.7%	31.9%	31.1%	**31.8%**	+0.4pp	+0.7pp
SG&A Expenses	22.43	22.88	45.32	22.98	24.51	47.30	**47.50**	+2.17 +4.8%	+0.20 +0.4%
Operating Profit	8.18	11.22	19.40	10.27	11.22	19.00	**21.50**	+2.09 +10.8%	+2.50 +13.2%
OP Margin	8.3%	10.4%	9.4%	9.8%	10.0%	8.9%	**9.9%**	+0.5pp	+1.0pp
Ordinary Profit	8.52	11.62	20.15	10.76	11.43	19.20	**22.20**	+2.04 +10.2%	+3.00 +15.6%
Profit Attributable to Owners of Parent	6.31	8.32	14.64	8.31	7.68	13.50	**16.00**	+1.35 +9.3%	+2.50 +18.5%

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

Announced November 13, 2026

Unit: billion yen



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Earnings Forecast for Each Segment

Announced November 13, 2026

Unit : billion yen

		FY2025			FY2026					
		H1	H2	Full-year	H1	H2	Full-year			
		Results			Results	Latest Forecast	Initial Forecast	Latest Forecast	YoY	vs. Initial Forecast
Domestic Interior	**Net sales**	78.01	86.09	164.10	84.46	89.73	169.50	**174.20**	+10.09 +6.2%	+4.70 +2.8%
	Operating Profit	8.25	11.07	19.33	10.13	11.06	18.20	**21.20**	+1.86 +9.7%	+3.00 +16.5%
	OP Margin	10.6%	12.9%	11.8%	12.0%	12.3%	10.7%	**12.2%**	+0.4pp	+1.5pp
Domestic Exterior	**Net sales**	3.38	3.92	7.31	3.24	4.05	7.30	**7.30**	(0.01) (0.1%)	- -
	Operating Profit	0.03	0.08	0.11	(0.05)	0.15	0.10	**0.10**	(0.01) (15.4%)	- -
	OP Margin	1.1%	2.1%	1.6%	-	3.8%	1.4%	**1.4%**	(0.2pp)	-
Overseas	**Net sales**	17.50	17.52	35.02	17.32	18.17	36.20	**35.50**	+0.47 +1.3%	(0.70) (1.9%)
	Operating Profit	(0.10)	0.06	(0.04)	0.19	0.00	0.70	**0.20**	+0.24 -	(0.50) (71.4%)
	OP Margin	-	0.3%	-	1.1%	0.0%	1.9%	**0.6%**	-	(1.3pp)
Eliminations	Net sales	(0.00)	(0.00)	(0.00)	(0.00)	-	-	-	-	-
	Operating Profit	0.00	0.00	0.00	0.00	-	-	-	-	-
Total	**Net sales**	98.89	107.54	206.44	105.02	111.97	213.00	**217.00**	+10.55 +5.1%	+4.00 +1.9%
	Operating Profit	8.18	11.22	19.40	10.27	11.22	19.00	**21.50**	+2.09 +10.8%	+2.50 +13.2%
	OP Margin	8.3%	10.4%	9.4%	9.8%	10.0%	8.9%	**9.9%**	+0.5pp	+1.0pp

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Results and Forecast of Shareholder Return

Announced November 13, 2026

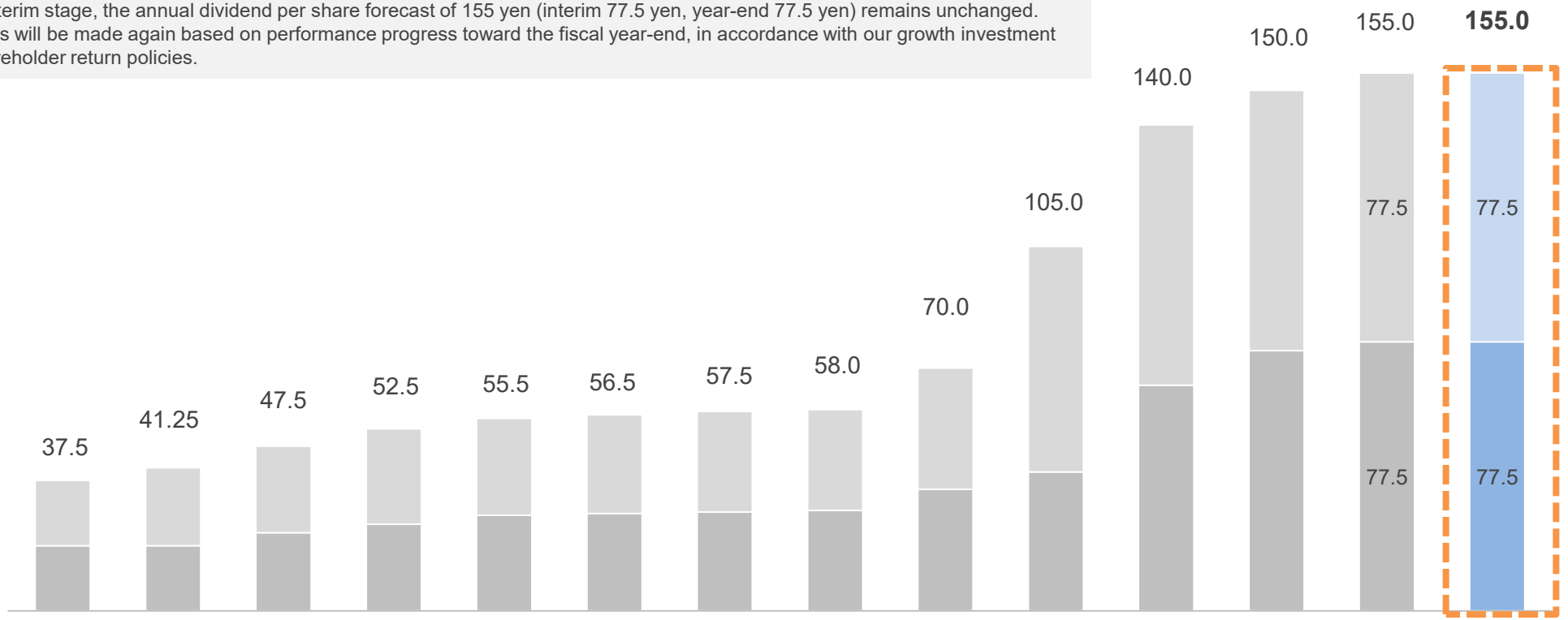
▶ "Medium-term Business Plan 2029" | Shareholder Return Policy

- Our shareholder return policy is based on stable dividends, aiming for dividend increases with a lower limit of 155 yen for the annual dividend per share and a target dividend payout ratio * of 60% or more.
- We will consider the acquisition of treasury shares as appropriate, taking into account market conditions, capital efficiency, and the status of growth investments.

▶ "FY2026 Annual Dividend per Share"

At the interim stage, the annual dividend per share forecast of 155 yen (interim 77.5 yen, year-end 77.5 yen) remains unchanged. Decisions will be made again based on performance progress toward the fiscal year-end, in accordance with our growth investment and shareholder return policies.

Unit: yen



	FY2013	FY2014	FY2015	FY2016	FY2017	FY2018	FY2019	FY2020	FY2021	FY2022	FY2023	FY2024	FY2025	FY2026 (Forecast)
Dividend payout ratio	52.3%	70.7%	52.8%	53.8%	80.5%	98.6%	244.1%	73.4%	1,503.5%	44.0%	57.5%	70.2%	62.2%	**57.0%**

* Profit used in the calculation of the dividend payout ratio is based on figures excluding one-time factors.

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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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