Translation

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Consolidated Financial Results for the Six Months (Interim period) Ended September 30, 2026 (Based on IFRS)

November 10, 2026

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Stock exchange listing: Tokyo
Stock code: 2117 URL https://www.wellneo-sugar.co.jp/
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Scheduled date of filing of interim report: November 13, 2026
Scheduled date to commence dividend payments: December 1, 2026
Preparation of supplementary material on financial results: Yes
Holding of financial results meeting: No

(Amounts less than one million yen are rounded down)

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

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Revenue		Operating profit		Profit before tax		Profit		Profit attributable to owners of parent		Total comprehensive income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended September 30, 2026	56,123	(2.9)	6,180	19.1	6,264	19.9	4,334	20.1	4,334	21.3	5,058	26.9
Six months ended September 30, 2025	57,772	19.8	5,190	7.5	5,224	5.2	3,610	4.2	3,573	3.2	3,986	16.7

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2026	132.38	–
Six months ended September 30, 2025	109.34	–

Basic earnings per share are calculated based on the average number of shares outstanding during the period, excluding treasury shares. Treasury shares includes shares of the Company held by the "Impact Neutralization Trust." and the "officers' share delivery trust (RS trust)."

(2) Consolidated financial position

	Total assets	Total equity	Equity attributable to owners of parent	Ratio of equity attributable to owners of parent to total assets
	Millions of yen	Millions of yen	Millions of yen	%
As of September 30, 2026	107,280	80,098	80,098	74.7
As of March 31, 2026	105,827	77,197	77,197	72.9

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2026	–	54.00	–	65.00	119.00
Year ending March 31, 2027	–	60.00			
Year ending March 31, 2027 (Forecast)			–	59.00	119.00

(Note) Revision to the most recently announced dividend forecast: No

For dividends of surplus (interim dividends) and the annual dividend forecast, please refer to the "Notice Regarding the Determination of Dividends of Surplus (Interim Dividend)" announced today (November 10, 2026) and "1. Overview of Business Performance, etc. (4) Explanation of consolidated earnings forecasts and other forward-looking information (ii) Regarding dividends of surplus (interim dividend) and the annual dividend forecast" on page 5 of the attached document.

3. Forecast of consolidated financial results for the year ending March 31, 2027 (from April 1, 2026 to March 31, 2027)

Percentages indicate year-on-year changes

	Revenue		Operating profit		Profit before tax		Profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	110,000	(2.6)	9,200	(10.9)	9,400	(3.7)	6,500	(0.1)	6,500	0.4	198.54

(Note) Revision to the most recently announced earnings forecast: No

4. Notes

(1) Significant changes in the scope of consolidation during the six months ended September 30, 2026: No

(2) Changes in accounting policies and changes in accounting estimates

Changes in accounting policies required by IFRS: No

Changes in accounting policies due to other reasons: No

Changes in accounting estimates: No

(3) Number of issued shares (ordinary shares)

Total number of issued shares at the end of the period (including treasury shares)

As of September 30, 2026	32,800,095 shares	As of March 31, 2026	32,800,095 shares

Number of treasury shares at the end of the period

As of September 30, 2026	49,798 shares	As of March 31, 2026	61,539 shares

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

Six months ended September 30, 2026	32,742,020 shares	Six months ended September 30, 2025	32,685,084 shares

(Note) The number of treasury shares at the end of the period includes shares of the Company held by the "officers' share delivery trust (RS trust)" (47,626 shares at the end of the interim period of the fiscal year ending March 31, 2027 and 59,400 shares at the end of the fiscal year ended March 31, 2026). Shares of the Company held by the "Impact Neutralization Trust" (0 shares for the interim period of the fiscal year ending March 31, 2027 and 106,700 shares for the interim period of the fiscal year ended March 31, 2026) and the "officers' share delivery trust (RS trust)" (55,921 shares for the interim period of the fiscal year ending March 31, 2027 and 8,214 shares for the interim period of the fiscal year ended March 31, 2026) are also included in treasury shares deducted in the calculation of the average number of shares during the period.

* The financial results for the second quarter (interim period) is not subject to review by certified public accountants or auditing firms.

* Explanation of the appropriate use of earnings forecasts, and other special notes

(Cautionary statement regarding forward-looking statements, etc.)

The forward-looking statements, including earnings forecasts, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. The Company does not guarantee that it will achieve these forecasts. Actual results may differ materially from these forecasts due to various factors. For the assumptions underlying the earnings forecasts and notes on the use of earnings forecasts, please refer to "1. Overview of Business Performance, etc. (4) Explanation of Consolidated Earnings Forecasts and Other Forward-Looking Information" on page 4 of the attached document.

(Regarding the method of obtaining the supplementary material on financial results)

The supplementary material on financial results has been posted today (November 10, 2026) on the Company's website.

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1. Overview of Business Performance, etc.

(1) Overview of business performance for the interim period

During the current interim consolidated accounting period, the Japanese economy maintained a moderate recovery trend, with signs of a pickup in private consumption against the backdrop of an improving employment and income environment. On the other hand, the outlook remains uncertain due to concerns about energy price trends amid the situation in the Middle East and the impact of rising prices, as well as fluctuations in financial and capital markets.

During the current interim consolidated accounting period, revenue was 56,123 million yen (down 2.9% YoY), mainly due to lower selling prices driven by the decline in overseas raw sugar market prices in the Sugar Segment. Meanwhile, the Company continued profitability-focused sales, and operating profit was 6,180 million yen (up 19.1% YoY), while interim profit before tax was 6,264 million yen (up 19.9% YoY). Interim profit attributable to owners of parent was 4,334 million yen (up 21.3% YoY).

The following is an overview of each segment. Segment profits do not include 447 million yen in company-wide expenses and 89 million yen in elimination of intersegment transactions.

[Sugar Segment]

Overseas raw sugar prices started in the mid-15 cents per pound range. They fell to the low 13 cents range, the lowest level in the current fiscal year, in mid-April due to factors including a sense of oversupply resulting from steady production progress in major producing countries. Thereafter, prices rose to the upper 18 cents range, the highest level in the current fiscal year, in early September due to factors including concerns over reduced production caused by unfavorable weather and uncertainty surrounding the situation in the Middle East, and ended the current interim consolidated accounting period in the mid-17 cents range.

Overseas raw sugar markets (New York market raw sugar futures (current contract))

	Date	Cents/lb	Yen/kg	Exchange rate (Yen/Dollar)
Opening price	April 1, 2026	15.44	54.42	159.87
High price	September 10, 2026	18.88	64.40	154.73
Low price	April 17, 2026	13.22	46.75	160.42
Closing price	September 30, 2026	17.63	61.55	158.35

(Note) One pound is converted to approximately 0.4536 kg, and the exchange rate is based on the TTS of the direct exchange rate announced by the Bank of Mitsubishi UFJ on the day.

As for the domestic refined sugar market (as reported in the Nihon Keizai Shimbun, Tokyo), the current interim consolidated accounting period ended at 241 to 243 yen per kilogram of refined sugar, unchanged from the end of the previous fiscal year.
In this environment, although sales volume for commercial-use products showed recovery for bakery and other applications, it fell below the same period of the previous fiscal year due to decreases for beverages and frozen confectionery, partly because temperatures during the height of summer were lower than in the previous year, when record-breaking heat was experienced mainly in eastern Japan. Sales volume of household products fell below the same period of the previous fiscal year due to factors including a decline in opportunities for cooking at home, despite strong shipments of the Company's proprietary product “Kibi Sato.” Profit increased, in part due to continued profitability-focused sales.
As a result, total revenue in the Sugar Segment was 48,161 million yen (down 2.8% YoY), and segment profit was 6,133 million yen (up 14.1% YoY).

[Food & Wellness Segment]

The Food & Wellness Segment provides a wide variety of functional materials and services used across a broad range of settings, primarily through the Food Science and Fitness businesses.
In the Food Science business, the Company's proprietary product “Okinawa Amami Kibi Oligo” continued to ship stably. At the same time, “Cup Oligo” (galactooligosaccharides) and CI (cyclodextran) have established an increased production system at the Mihama Bio Plant, with production progressing smoothly. In addition, functional food materials, including rutin and hesperidin, have remained firm.
TSUKIOKA FILM PHARMA CO., LTD. recorded increased revenue and profit, in part due to progress in passing higher costs on to selling prices and the sale of idle land.
In the Fitness business, although the number of school members increased steadily as the Company focused on children's school businesses and expanded acceptance capacity, revenue and profit decreased due to factors including sluggish growth in the number of adult members at comprehensive-type facilities and the recognition of impairment losses.
In the Warehousing business, revenue decreased due to lower handling volumes of livestock products at refrigerated warehouses.
As a result, total revenue in the Food & Wellness Segment was 7,962 million yen (down 3.0% YoY), and segment profit was 583 million yen (up 77.2% YoY). Segment profit includes gains on sales of shares of an associate.

(2) Overview of financial position for the interim period

(Assets)

Current assets as of the end of the current interim consolidated accounting period were 38,245 million yen, a decrease of 2,589 million yen from the end of the previous consolidated fiscal year. This was mainly due to decreases of 1,525 million yen in inventories and 1,456 million yen in cash and cash equivalents. Non-current assets were 69,034 million yen, up 4,042 million yen from the end of the previous consolidated fiscal year. This was mainly due to increases of 2,116 million yen in right-of-use assets, 1,170 million yen in property, plant and equipment, and 981 million yen in other financial assets.

As a result, total assets were 107,280 million yen, up 1,452 million yen from the end of the previous consolidated fiscal year.

(Liabilities)

Current liabilities as of the end of the current interim consolidated accounting period were 21,024 million yen, a decrease of 3,534 million yen from the end of the previous consolidated fiscal year. This was mainly due to decreases of 2,143 million yen in trade and other payables and 1,900 million yen in borrowings. Non-current liabilities were 6,156 million yen, up 2,085 million yen from the end of the previous consolidated fiscal year. This was mainly due to a 1,914 million yen increase in lease liabilities.

As a result, total liabilities were 27,181 million yen, down 1,448 million yen from the end of the previous consolidated fiscal year.

(Equity)

Total equity as of the end of the current interim consolidated accounting period was 80,098 million yen, an increase of 2,901 million yen from the end of the previous consolidated fiscal year. This was mainly due to interim profit attributable to owners of parent of 4,334 million yen, other comprehensive income after tax of 724 million yen, and a decrease of 2,128 million yen due to dividends of surplus.

As a result, the ratio of equity attributable to owners of parent to total assets was 74.7%, up 1.8 percentage points from the end of the previous consolidated fiscal year.

(3) Overview of cash flow for the interim period

Cash and cash equivalents at the end of the interim consolidated accounting period decreased by 1,456 million yen from the end of the previous consolidated fiscal year to 9,005 million yen.

The status of each cash flow for the cumulative interim period is as follows.

(Cash flow from operating activities)

Net cash provided by operating activities was 4,156 million yen (compared with net cash provided of 4,501 million yen in the same period of the previous fiscal year).

The main factors were interim profit before tax of 6,264 million yen, depreciation and amortization of 1,270 million yen, income taxes paid of -1,764 million yen, and a net cash outflow of -947 million yen resulting from a decrease in inventories, an increase in trade and other receivables, and a decrease in trade and other payables.

(Cash flow from investing activities)

Net cash used in investing activities was 1,214 million yen (compared with net cash used of 2,767 million yen in the same period of the previous fiscal year).

The main factors were payments of -2,116 million yen for the purchase of property, plant and equipment and intangible assets, proceeds of 387 million yen from sales of property, plant and equipment, proceeds of 248 million yen from sales of investment property, and proceeds of 513 million yen from sales of investments accounted for using the equity method.

(Cash flow from financing activities)

Net cash used in financing activities was 4,399 million yen (compared with net cash used of 5,857 million yen in the same period of the previous fiscal year).

The main factors were a net decrease in short-term borrowings of -1,900 million yen, repayments of lease liabilities of -373 million yen, and cash dividends paid of -2,125 million yen.

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

(i) Regarding the consolidated earnings forecasts for the fiscal year ending March 31, 2027

From the third quarter onward, while the Japanese economy is showing signs of a pickup in consumption and improvement in the employment and income environment, energy prices remain high, supply chains continue to be affected, and exchange rate fluctuations persist due to heightened geopolitical risks and prolonged international tensions. The situation is therefore expected to remain uncertain.

Under these circumstances, in the third year of the medium-term management plan "WELLNEO Vision 2027" (April 2024 - March 2028), the Company Group will steadily advance the strengthening and expansion of both businesses, with the Sugar Segment and Food & Wellness Segment as dual pillars, to realize the "Well-being" of various stakeholders.

In the Sugar Segment, the industry environment remains uncertain due to concerns over unfavorable weather in major producing countries, heightened geopolitical risks, rising costs across energy and packaging materials, exchange rate fluctuations, and other factors. The Company Group will continue to give the highest priority to fulfilling its social responsibility by consistently supplying safe sugar, a daily necessity, to consumers, while working to procure raw materials on favorable terms and to reflect cost increases in selling prices, and will strive for profitability-focused management.

In addition, the Company completed an absorption-type merger with its consolidated subsidiary, Toyo Sugar Refining Co., Ltd., on October 1, 2026. It will promote optimization in procurement, production, logistics, and sales under a framework of five production bases nationwide to address cost increases. Through the integration of core systems, the Company will also promote the development and enhancement of a data utilization foundation and work to achieve operational efficiency and productivity improvements. Furthermore, the Company will strengthen the product and sales capabilities of high-value-added products, including "Kibi Sato," and aim to improve business results by expanding integration synergies.

The Company will continue working to improve management efficiency and quality so that it can appropriately respond to the expected acceleration of industry restructuring.

In the Food & Wellness Segment, the Company will contribute to improving people's quality of life by promoting health. In particular, in the Food Science business, the Company is advancing the development of new applications for flora design materials that improve the intestinal and oral environments and functional materials that utilize glycosyl transfer technology, while working to solve customer issues, and aims to grow this business into a pillar of earnings following the Sugar Segment.

To strengthen production capacity, full-scale production of "Cup Oligo" (galactooligosaccharides) began at the Mihama Bio Plant in April 2025, and CI (cyclodextran) production also began at the same plant in April 2026. Furthermore, a new plant is under construction to meet growing demand for glycosylated polyphenols, including rutin and hesperidin, and construction is progressing smoothly toward full-scale operation in April 2027.

In addition, the Company will restructure the organizational framework of the functional materials business and, by making maximum use of the Group's knowledge, strongly promote the Food Science business as the Company's growth engine. The "edible films" of the consolidated subsidiary TSUKIOKA FILM PHARMA CO., LTD. are increasingly being adopted in the pharmaceutical field, as well as being used as alternatives to plastics.

In the Fitness business, the business environment remains challenging as formats continue to diversify, including the emergence of competing services. The Company will provide spaces for health and physical fitness development that meet needs, while also conducting advertising and promotional activities to attract customer traffic. It will strive to strengthen children's school businesses at comprehensive-type facilities and pursue profitability-focused management, aiming for an early recovery in business performance.

As a result of the above, there are no changes to the full-year consolidated earnings forecasts announced in the "Consolidated Financial Results for the Three Months Ended June 30, 2026" dated August 6, 2026.

(ii) Regarding dividends of surplus (interim dividend) and the annual dividend forecast

In its "basic policy on capital policy," the Company aims to improve the return on equity attributable to owners of the parent (ROE) over the medium- to long-term and to balance growth investments with enhanced shareholder returns. Regarding the distribution of profits, dividends are paid based on the greater of a consolidated dividend payout ratio (DPR) of 60% or a dividend on equity attributable to owners of the parent (DOE) of 3%. Of this amount, the interim dividend per share is set at 50% (rounded up to the nearest 1 yen) of the annual dividend per share forecast at the time of the interim results announcement.

The annual dividend forecast remains unchanged at 119 yen per share.

Accordingly, the interim dividend is set at 60 yen per share, which is 50% of the annual dividend forecast of 119 yen per share (rounded up to the nearest 1 yen).

(The Company's Articles of Incorporation provide that, with September 30 of each year as the record date, an interim dividend as provided for in Article 454, Paragraph 5 of the Companies Act may be paid by resolution of the Board of Directors.)

[Formula for calculating full-year dividend per share (current fiscal year)]

Standard based on consolidated dividend payout ratio (DPR) of 60%

60% of forecast basic earnings per share for the fiscal year-end of 198.17 yen = 119 yen (rounded up to the nearest yen)

Standard based on dividend on equity attributable to owners of the parent (DOE) of 3%

3% of forecast equity attributable to owners of parent per share at fiscal year-end of 2,470.47 yen = 75 yen (rounded up to the nearest yen)

As the 119 yen based on the DPR standard is greater, the full-year dividend per share is set at 119 yen.

Note: In calculating dividends per share, the number of treasury shares does not include the Company's shares held under the officers' share delivery trust (RS trust).

Details of the interim dividend

	Decision	Most recent dividend forecast (Announced on August 6, 2026)	Previous results (Year ended March 31, 2026)
Record date	September 30, 2026	Same as at left	September 30, 2025
Dividends per share	60.00 yen	Same as at left	54.00 yen
Total dividends	1,967,875,380 yen	—	1,771,192,116 yen
Effective date	December 1, 2026	—	December 1, 2025
Source of dividends	Retained earnings	—	Retained earnings

The annual dividend forecast (unchanged from the announcement on August 6, 2026)

	Dividends per share		
Record date	2nd quarter-end	Fiscal year-end	Total
Year ending March 31, 2027	60.00 yen (Current results)	59.00 yen (Forecast)	119.00 yen (Forecast)
Previous results (Year ended March 31, 2026)	54.00 yen	65.00 yen	119.00 yen

*With respect to the dividend forecast, it is based on information currently available to the Company and on certain assumptions the Company deems reasonable; actual dividends may differ due to various factors.

2. Condensed Interim Consolidated Financial Statements and Main Notes

(1) Condensed interim consolidated statement of financial position

(Millions of yen)

	As of March 31, 2026	As of September 30, 2026
Assets		
Current assets		
Cash and cash equivalents	10,461	9,005
Trade and other receivables	8,751	8,956
Other financial assets	886	885
Inventories	19,844	18,319
Other current assets	533	1,079
Subtotal	40,477	38,245
Assets held for sale	357	—
Total current assets	40,835	38,245
Non-current assets		
Property, plant and equipment	21,315	22,485
Right-of-use assets	1,209	3,325
Goodwill	13,553	13,553
Intangible assets	465	556
Investments accounted for using equity method	16,283	15,991
Other financial assets	10,338	11,319
Retirement benefit asset	1	5
Deferred tax assets	211	196
Trade and other receivables	25	27
Other non-current assets	1,588	1,572
Total non-current assets	64,992	69,034
Total assets	105,827	107,280

(Millions of yen)

	As of March 31, 2026	As of September 30, 2026
Liabilities and equity		
Liabilities		
Current liabilities		
Borrowings	10,010	8,110
Trade and other payables	9,058	6,915
Lease liabilities	487	750
Other financial liabilities	73	96
Income taxes payable	1,903	2,152
Other current liabilities	3,025	2,999
Total current liabilities	24,558	21,024
Non-current liabilities		
Trade and other payables	29	27
Lease liabilities	902	2,817
Other financial liabilities	98	96
Retirement benefit liability	512	478
Provisions	621	623
Deferred tax liabilities	1,835	2,041
Other non-current liabilities	71	71
Total non-current liabilities	4,071	6,156
Total liabilities	28,630	27,181
Equity		
Capital stock	7,000	7,000
Capital surplus	31,343	31,327
Treasury shares	(161)	(130)
Other components of equity	2,624	3,304
Retained earnings	36,391	38,597
Total equity attributable to owners of parent	77,197	80,098
Non-controlling interests	—	—
Total equity	77,197	80,098
Total liabilities and equity	105,827	107,280

(2) Condensed interim consolidated statements of income and condensed interim consolidated statements of comprehensive income

(Condensed interim consolidated statements of income)

(Millions of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Revenue	57,772	56,123
Cost of sales	46,328	43,758
Gross profit	11,444	12,364
Selling, general and administrative expenses	6,210	6,467
Other operating income	31	478
Other operating expenses	75	195
Operating profit	5,190	6,180
Finance income	140	155
Finance costs	100	126
Share of profit (loss) of investments accounted for using equity method	(4)	55
Profit before tax	5,224	6,264
Income tax expense	1,614	1,930
Profit	3,610	4,334
Profit attributable to		
Owners of parent	3,573	4,334
Non-controlling interests	36	—
Profit	3,610	4,334
Earnings per share		
Basic earnings per share (Yen)	109.34	132.38

(Condensed interim consolidated statements of comprehensive income)

(Millions of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Profit	3,610	4,334
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Financial assets measured at fair value through other comprehensive income	323	687
Share of other comprehensive income of investments accounted for using equity method	2	1
Total of items that will not be reclassified to profit or loss	326	688
Items that may be reclassified to profit or loss		
Cash flow hedges	50	35
Total of items that may be reclassified to profit or loss	50	35
Other comprehensive income	376	724
Comprehensive income	3,986	5,058
Comprehensive income attributable to		
Owners of parent	3,949	5,058
Non-controlling interests	37	—
Comprehensive income	3,986	5,058

(3) Condensed interim consolidated statement of changes in equity

Six months ended September 30, 2025 (from April 1, 2025 to September 30, 2025)

(Millions of yen)

	Equity attributable to owners of parent				
				Other components of equity	
	Capital stock	Capital surplus	Treasury shares	Cash flow hedges	Financial assets measured at fair value through other comprehensive income
Balance as of April 1, 2025	7,000	31,255	(662)	114	1,799
Profit	—	—	—	—	—
Other comprehensive income	—	—	—	50	324
Total comprehensive income	—	—	—	50	324
Purchase of treasury shares	—	—	(157)	—	—
Disposal of treasury shares	—	2	662	—	—
Dividends	—	—	—	—	—
Share-based remuneration transactions	—	3	6	—	—
Transfer from other components of equity to retained earnings	—	—	—	—	(27)
Changes in ownership interest in subsidiaries	—	65	—	—	—
Transfer to non-financial assets	—	—	—	(27)	—
Total transactions with owners	—	71	510	(27)	(27)
Balance as of September 30, 2025	7,000	31,327	(151)	138	2,096

	Equity attributable to owners of parent				Non-controlling interests	Total equity
	Other components of equity		Retained earnings	Total		
	Remeasurements of defined benefit plans	Total				
Balance as of April 1, 2025	—	1,914	33,566	73,074	1,512	74,586
Profit	—	—	3,573	3,573	36	3,610
Other comprehensive income	—	375	—	375	1	376
Total comprehensive income	—	375	3,573	3,949	37	3,986
Purchase of treasury shares	—	—	—	(157)	—	(157)
Disposal of treasury shares	—	—	—	664	—	664
Dividends	—	—	(1,819)	(1,819)	—	(1,819)
Share-based remuneration transactions	—	—	—	9	—	9
Transfer from other components of equity to retained earnings	—	(27)	27	—	—	—
Changes in ownership interest in subsidiaries	—	—	—	65	(1,549)	(1,484)
Transfer to non-financial assets	—	(27)	—	(27)	—	(27)
Total transactions with owners	—	(54)	(1,791)	(1,264)	(1,549)	(2,814)
Balance as of September 30, 2025	—	2,234	35,348	75,758	—	75,758

Six months ended September 30, 2026 (from April 1, 2026 to September 30, 2026)

(Millions of yen)

	Equity attributable to owners of parent				
				Other components of equity	
	Capital stock	Capital surplus	Treasury shares	Cash flow hedges	Financial assets measured at fair value through other comprehensive income
Balance as of April 1, 2026	7,000	31,343	(161)	125	2,498
Profit	—	—	—	—	—
Other comprehensive income	—	—	—	35	688
Total comprehensive income	—	—	—	35	688
Purchase of treasury shares	—	—	(0)	—	—
Disposal of treasury shares	—	—	—	—	—
Dividends	—	—	—	—	—
Share-based remuneration transactions	—	(15)	30	—	—
Transfer from other components of equity to retained earnings	—	—	—	—	—
Changes in ownership interest in subsidiaries	—	—	—	—	—
Transfer to non-financial assets	—	—	—	(43)	—
Total transactions with owners	—	(15)	30	(43)	—
Balance as of September 30, 2026	7,000	31,327	(130)	117	3,187

	Equity attributable to owners of parent					
	Other components of equity					
	Remeasurements of defined benefit plans	Total	Retained earnings	Total	Non-controlling interests	Total equity
Balance as of April 1, 2026	—	2,624	36,391	77,197	—	77,197
Profit	—	—	4,334	4,334	—	4,334
Other comprehensive income	—	724	—	724	—	724
Total comprehensive income	—	724	4,334	5,058	—	5,058
Purchase of treasury shares	—	—	—	(0)	—	(0)
Disposal of treasury shares	—	—	—	—	—	—
Dividends	—	—	(2,128)	(2,128)	—	(2,128)
Share-based remuneration transactions	—	—	—	15	—	15
Transfer from other components of equity to retained earnings	—	—	—	—	—	—
Changes in ownership interest in subsidiaries	—	—	—	—	—	—
Transfer to non-financial assets	—	(43)	—	(43)	—	(43)
Total transactions with owners	—	(43)	(2,128)	(2,156)	—	(2,156)
Balance as of September 30, 2026	—	3,304	38,597	80,098	—	80,098

(4) Condensed interim consolidated statements of cash flows

(Millions of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Cash flows from operating activities		
Profit before tax	5,224	6,264
Depreciation and amortization	1,262	1,270
Impairment losses	—	163
Finance income	(140)	(155)
Finance expenses	100	126
Share of loss (profit) of investments accounted for using equity method	4	(55)
Decrease (increase) in inventories	3,610	1,528
Decrease (increase) in trade and other receivables	(203)	(207)
Increase (decrease) in trade and other payables	(3,575)	(2,268)
Other, net	(282)	(767)
Subtotal	6,001	5,898
Interest and dividend income received	129	136
Interest expenses paid	(97)	(113)
Income taxes paid	(1,531)	(1,764)
Net cash provided by operating activities	4,501	4,156
Cash flows from investing activities		
Purchase of property, plant and equipment, and intangible assets	(2,655)	(2,116)
Payments for disposal of property, plant and equipment	(36)	(52)
Proceeds from sales of property, plant and equipment	0	387
Proceeds from sale of investment property	—	248
Purchase of investment securities	(17)	(18)
Proceeds from sale and redemption of investment securities	66	—
Proceeds from sale of investments accounted for using equity method	—	513
Other, net	(124)	(175)
Net cash used in investing activities	(2,767)	(1,214)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(2,930)	(1,900)
Proceeds from the disposal of treasury shares	664	—
Purchase of treasury shares	(157)	(0)
Repayments of lease liabilities	(365)	(373)
Cash dividends paid	(1,822)	(2,125)
Payments for acquisition of interests in subsidiaries from non-controlling interests	(1,246)	—
Net cash used in financing activities	(5,857)	(4,399)
Increase (decrease) in cash and cash equivalents	(4,122)	(1,456)
Cash and cash equivalents at the beginning of the period	15,445	10,461
Cash and cash equivalents at the end of the period	11,322	9,005

(5) Notes to condensed interim consolidated financial statements

(Notes on the going concern assumption)

Not applicable.

(Additional information)

(Officers' share delivery trust system)

The Company has introduced a performance-linked share-based compensation system (RS Trust) using a trust for directors (excluding outside directors) and executive officers (collectively, "Directors, etc.") for the purpose of enhancing their awareness of contributing to increased corporate value through improved performance over the medium to long term.

(1) Overview of the transaction

Under this system, a trust established with funds contributed by the Company (the "Trust") acquires the Company's ordinary shares (the "Company Shares"), and the Company Shares corresponding to the number of points granted by the Company to each Director, etc. are delivered to each Director, etc. through the Trust. However, the Company Shares are subject to transfer restrictions pursuant to transfer restriction agreements entered into between the Company and each Director, etc. In principle, Directors, etc. receive delivery of the Company Shares at a specified time in each fiscal year during the trust period.

(2) Shares of the Company remaining in the Trust

The Company recognizes the Company Shares remaining in the RS Trust as treasury shares at book value of the Trust (excluding incidental expenses). The book value and number of such treasury shares were 156 million yen and 59,400 shares, respectively, as of the end of the previous consolidated fiscal year, and 125 million yen and 47,626 shares, respectively, as of the end of the current interim consolidated accounting period.

(Segment information)

(1) Overview of reportable segments

The business segments of the Company Group are those constituent units for which separate financial information is available and which are subject to periodic review by the Board of Directors to determine the allocation of management resources and evaluate business performance.

The Company's business segments are consolidated based on the content of services and economic characteristics, and the “Sugar Segment” and “Food & Wellness Segment” are the reportable segments.

In the “Sugar Segment,” we are mainly engaged in the manufacture and sale of sugar as a refined sugar business. The “Food & Wellness Segment” primarily engages in the food science business and fitness business. In the food science business, we mainly manufacture and sell other sweeteners and functional ingredients. In the fitness business, we operate fitness clubs.

(2) Information on reportable segments

The revenue and performance of the Company Group's reporting segments are as follows.

Internal revenue and transfers between segments are determined by considering market prices.

Six months ended September 30, 2025 (from April 1, 2025 to September 30, 2025)

	Reportable Segment			Adjustment (Note 2)	Consolidation
	Sugar	Food & Wellness	Total		
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Revenue					
External revenues	49,563	8,208	57,772	—	57,772
Intersegment revenues	16	64	80	(80)	—
Total	49,579	8,272	57,852	(80)	57,772
Segment profit (loss) (Note 1)	5,377	329	5,706	(516)	5,190
Finance income	—	—	—	—	140
Finance costs	—	—	—	—	100
Share of profit (loss) of investments accounted for using equity method	—	—	—	—	(4)
Profit before tax	—	—	—	—	5,224

Note 1: Segment profit (loss) is consistent with the operating profit in the condensed interim consolidated statement of income.

2: The adjustment for segment profit (loss) comprises -516 million yen in company-wide expenses not allocated to the reportable segments.

Six months ended September 30, 2026 (from April 1, 2026 to September 30, 2026)

	Reportable Segment			Adjustment (Note 2)	Consolidation
	Sugar	Food & Wellness	Total		
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Revenue					
External revenues	48,161	7,962	56,123	—	56,123
Intersegment revenues	28	72	101	(101)	—
Total	48,190	8,035	56,225	(101)	56,123
Segment profit (loss) (Note 1)	6,133	583	6,716	(536)	6,180
Finance income	—	—	—	—	155
Finance costs	—	—	—	—	126
Share of profit (loss) of investments accounted for using equity method	—	—	—	—	55
Profit before tax	—	—	—	—	6,264

Note 1: Segment profit (loss) is consistent with the operating profit in the condensed interim consolidated statement of income.

2: The adjustment for segment profit (loss) comprises -447 million yen in company-wide expenses not allocated to the reportable segments and -89 million yen in eliminations of intersegment transactions.