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November 12, 2026

Consolidated Financial Results for the Six Months Ended September 30, 2026 (Under Japanese GAAP)

Company name: Sanyo Electric Railway
Listing: Tokyo Stock Exchange
Securities code: 9052
URL: https://www.sanyo-railway.co.jp/
Representative: Masahiro Itoh, President and Representative Director
Inquiries: Takeshi Tanaka, Executive Officer, Manager of Accounting Division
Telephone: +81-78-612-2032

Scheduled date to file semi-annual securities report: November 13, 2026
Scheduled date to commence dividend payments: December 4, 2026
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: None

(Yen amounts are rounded down to millions, unless otherwise noted.)

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.)

	Operating revenues		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2026	19,789	3.5	2,688	(4.0)	2,704	(5.6)	1,832	(33.2)
September 30, 2025	19,117	2.3	2,801	27.7	2,864	27.0	2,743	72.0

Note: Comprehensive income For the six months ended September 30, 2026: ¥4,567 million [56.4%]
For the six months ended September 30, 2025: ¥2,920 million [108.6%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2026	82.46	-
September 30, 2025	123.47	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
September 30, 2026	133,109	66,242	49.8
March 31, 2026	130,301	62,228	47.8

Reference: Equity
As of September 30, 2026: ¥66,242 million
As of March 31, 2026: ¥62,228 million

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2026	-	25.00	-	25.00	50.00
Fiscal year ending March 31, 2027	-	25.00			
Fiscal year ending March 31, 2027 (Forecast)				25.00	50.00

Note: Revisions to the forecast of cash dividends most recently announced: None

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

(Percentages indicate year-on-year changes.)

	Operating revenues		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Fiscal year ending March 31, 2027	42,777	6.6	4,204	(6.1)	4,098	(11.4)	3,235	(20.0)	145.62

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

*** Notes**

(1) Significant changes in the scope of consolidation during the period: None

(2) Adoption of accounting treatment specific to the preparation of semi-annual 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)

As of September 30, 2026	22,330,598 shares
As of March 31, 2026	22,330,598 shares

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

As of September 30, 2026	109,172 shares
As of March 31, 2026	110,939 shares

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

Six months ended September 30, 2026	22,220,214 shares
Six months ended September 30, 2025	22,219,665 shares

Note: The number of treasury shares at the end of the fiscal year includes the Company's shares held by the Equity Grant Trust for Officers as follows.
The fiscal year ending March 31, 2027: 70,300 shares the fiscal year ending March 31, 2026: 72,400 shares

* 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

(Cautions on forward-looking statements, etc.)

Forward-looking statements, such as earnings forecasts, contained in this material are based on information available to the Company and are found to be reasonable. This is based on certain assumptions, and actual results may vary due to a variety of factors.
(How to obtain supplementary explanatory materials for financial results)
Supplementary materials for the financial results will be disclosed on TDnet and will also be available on our website.

Semi-annual consolidated balance sheet

(Millions of yen)

	As of March 31, 2026	As of September 30, 2026
Assets		
Current assets		
Cash and deposits	6,831	3,928
Notes and accounts receivable - trade, and contract assets	3,423	3,257
Securities	1,998	-
Merchandise and finished goods	989	1,025
Land and buildings for sale in lots	5,219	7,669
Other	2,101	1,901
Allowance for doubtful accounts	(2)	(3)
Total current assets	20,561	17,778
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	41,771	43,307
Machinery, equipment and vehicles, net	12,587	13,324
Land	31,439	31,642
Construction in progress	1,869	1,020
Other, net	1,004	1,044
Total property, plant and equipment	88,671	90,340
Intangible assets	616	548
Investments and other assets		
Investment securities	15,017	19,038
Long-term loans receivable	30	27
Retirement benefit asset	4,387	4,400
Deferred tax assets	206	195
Other	823	793
Allowance for doubtful accounts	(13)	(13)
Total investments and other assets	20,452	24,442
Total non-current assets	109,739	115,330
Total assets	130,301	133,109

(Millions of yen)

	As of March 31, 2026	As of September 30, 2026
Liabilities		
Current liabilities		
Notes and accounts payable - trade	6,386	4,645
Short-term borrowings	5,793	5,949
Current portion of bonds payable	6,000	6,000
Income taxes payable	744	861
Provision for bonuses	631	577
Provision for bonuses for directors (and other officers)	37	-
Other	9,000	8,064
Total current liabilities	28,593	26,097
Non-current liabilities		
Long-term borrowings	30,730	30,639
Deferred tax liabilities	4,719	6,016
Retirement benefit liability	1,112	1,075
Long-term deferred contribution for construction	165	178
Leasehold and guarantee deposits received	2,494	2,577
Other	257	281
Total non-current liabilities	39,479	40,768
Total liabilities	68,072	66,866
Net assets		
Shareholders' equity		
Share capital	10,090	10,090
Capital surplus	7,074	7,074
Retained earnings	37,662	38,937
Treasury shares	(213)	(209)
Total shareholders' equity	54,614	55,893
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	6,947	9,713
Remeasurements of defined benefit plans	666	635
Total accumulated other comprehensive income	7,614	10,349
Total net assets	62,228	66,242
Total liabilities and net assets	130,301	133,109

Semi-annual consolidated statement of income

(Millions of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Operating revenue	19,117	19,789
Operating expenses		
Operating expenses and cost of sales of transportation	13,709	14,504
Selling, general and administrative expenses	2,607	2,597
Total operating expenses	16,316	17,101
Operating profit	2,801	2,688
Non-operating income		
Interest income	5	10
Dividend income	181	205
Share of profit of entities accounted for using equity method	2	2
Miscellaneous income	103	90
Total non-operating income	292	308
Non-operating expenses		
Interest expenses	204	265
Miscellaneous expenses	24	26
Total non-operating expenses	228	292
Ordinary profit	2,864	2,704
Extraordinary income		
Contribution received for construction	-	104
Subsidy income	4	2
Gain on compensation income for expropriation	-	1
Gain on revision of retirement benefit plan	1,071	-
Total extraordinary income	1,076	108
Extraordinary losses		
Tax purpose reduction entry of contribution for construction	-	104
Loss on retirement of non-current assets	10	28
Loss on reduction of non current assets with subsidy income	4	2
Reduction entry of land compensation income for expropriation	-	1
Total extraordinary losses	15	136
Profit before income taxes	3,925	2,676
Income taxes - current	786	792
Income taxes - deferred	396	52
Total income taxes	1,182	844
Profit	2,743	1,832
Profit attributable to owners of parent	2,743	1,832

Semi-annual consolidated statement of comprehensive income

(Millions of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Profit	2,743	1,832
Other comprehensive income		
Valuation difference on available-for-sale securities	903	2,766
Remeasurements of defined benefit plans, net of tax	(726)	(31)
Total other comprehensive income	177	2,734
Comprehensive income	2,920	4,567
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,920	4,567
Comprehensive income attributable to non-controlling interests	-	-

(Notes on segment information, etc.)

I. Previous interim consolidated accounting period (April 1, 2025 to September 30, 2025)

1. Information on operating revenues and amounts of profits or losses for each reported segment

(Millions of yen)

	Reportable segments						Adjustment amount (Note 1)	Interim Consolidated Statements of Income (Note 2)
	Transportation	Retailing	Real estate business	Leisure services	Other Businesses	Total		
Operating revenue								
(1) Operating revenue to external customers	10,679	4,478	2,130	1,149	679	19,117	-	19,117
(2) Internal operating revenue or transfers between segments	198	29	142	28	1,087	1,485	(1,485)	-
Total	10,877	4,507	2,273	1,177	1,767	20,603	(1,485)	19,117
Segment Profit	1,529	113	998	38	80	2,761	40	2,801

Note: 1. The amount of adjustment for segment profit is the elimination of inter-segment transactions.

2. Segment profit is adjusted to operating income in the interim consolidated statements of income.

II. Interim Consolidated Accounting Period (April 1, 2026 to September 30, 2026)

1. Information on operating revenues and amounts of profits or losses for each reported segment

(Millions of yen)

	Reportable segments						Adjustment amount (Note 1)	Interim Consolidated Statements of Income (Note 2)
	Transportation	Retailing	Real estate business	Leisure services	Other Businesses	Total		
Operating revenue								
(1) Operating revenue to external customers	10,887	4,399	2,702	1,205	594	19,789	-	19,789
(2) Internal operating revenue or transfers between segments	202	28	147	38	1,143	1,560	(1,560)	-
Total	11,090	4,428	2,849	1,243	1,738	21,350	(1,560)	19,789
Segment Profit	860	185	1,460	75	93	2,674	13	2,688

Note: 1. The amount of adjustment for segment profit is the elimination of inter-segment transactions.

2. Segment profit is adjusted to operating income in the interim consolidated statements of income.