November 13, 2025

# Consolidated Financial Results for the Six Months Ended September 30, 2025 (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
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Scheduled date to file semi-annual securities report: November 14, 2025
Scheduled date to commence dividend payments: December 5, 2025
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, 2025 (from April 1, 2025 to September 30, 2025)

### (1) Consolidated operating results

(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, 2025 | 19,117 | 2.3 | 2,801 | 27.7 | 2,864 | 27.0 | 2,743 | 72.0 |
| September 30, 2024 | 18,680 | (9.3) | 2,192 | (21.5) | 2,255 | (21.1) | 1,594 | (19.9) |

Note: Comprehensive income For the six months ended September 30, 2025: ¥2,920 million [108.6%]
For the six months ended September 30, 2024: ¥1,400 million [(55.2)%]

| | Basic earnings per share | Diluted earnings per share |
|---|---|---|
| Six months ended | Yen | Yen |
| September 30, 2025 | 123.47 | - |
| September 30, 2024 | 71.78 | - |

### (2) Consolidated financial position

| | Total assets | Net assets | Equity-to-asset ratio |
|---|---|---|---|
| As of | Millions of yen | Millions of yen | % |
| September 30, 2025 | 122,090 | 60,048 | 49.2 |
| March 31, 2025 | 122,690 | 57,572 | 46.9 |

Reference: Equity
As of September 30, 2025: ¥60,048 million
As of March 31, 2025: ¥57,572 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, 2025 | - | 15.00 | - | 20.00 | 35.00 |
| Fiscal year ending March 31, 2026 | - | 25.00 | | | |
| Fiscal year ending March 31, 2026 (Forecast) | | | | 25.00 | 50.00 |

Note: Revisions to the forecast of cash dividends most recently announced: Yes

## 3. Forecast of consolidated financial results for the fiscal year ending March 31, 2026 (from April 1, 2025 to March 31, 2026)

(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, 2026 | 40,026 | 4.0 | 4,194 | 3.2 | 4,268 | 2.0 | 3,686 | 21.6 | 165.90 |

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, 2025 | 22,330,598 shares |
| As of March 31, 2025 | 22,330,598 shares |

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

| | |
|---|---|
| As of September 30, 2025 | 110,537 shares |
| As of March 31, 2025 | 111,116 shares |

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

| | |
|---|---|
| Six months ended September 30, 2025 | 22,219,665 shares |
| Six months ended September 30, 2024 | 22,218,155 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, 2026: 72,400 shares the fiscal year ending March 31, 2025: 28,500 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.
For the above earnings forecasts, please refer to "1. (3) Explanation of forward-looking information such as consolidated earnings forecasts."
(How to obtain supplementary explanatory materials for financial results)
Supplementary materials for the financial results will be disclosed on TDnet on the same day and will also be available on our website.

## Semi-annual consolidated balance sheet

(Millions of yen)

| | As of March 31, 2025 | As of September 30, 2025 |
|---|---|---|
| Assets | | |
| Current assets | | |
| Cash and deposits | 8,856 | 7,004 |
| Notes and accounts receivable - trade, and contract assets | 3,753 | 3,305 |
| Merchandise and finished goods | 959 | 1,115 |
| Land and buildings for sale in lots | 3,909 | 4,536 |
| Other | 1,662 | 1,634 |
| Allowance for doubtful accounts | (2) | (3) |
| Total current assets | 19,139 | 17,593 |
| Non-current assets | | |
| Property, plant and equipment | | |
| Buildings and structures, net | 42,824 | 41,987 |
| Machinery, equipment and vehicles, net | 10,919 | 10,748 |
| Land | 31,707 | 31,474 |
| Construction in progress | 960 | 1,638 |
| Other, net | 679 | 671 |
| Total property, plant and equipment | 87,091 | 86,519 |
| Intangible assets | 743 | 662 |
| Investments and other assets | | |
| Investment securities | 11,281 | 12,628 |
| Long-term loans receivable | 42 | 32 |
| Retirement benefit asset | 3,301 | 3,667 |
| Deferred tax assets | 223 | 203 |
| Other | 882 | 797 |
| Allowance for doubtful accounts | (13) | (13) |
| Total investments and other assets | 15,717 | 17,315 |
| Total non-current assets | 103,551 | 104,497 |
| Total assets | 122,690 | 122,090 |

(Millions of yen)

| | As of March 31, 2025 | As of September 30, 2025 |
|---|---|---|
| Liabilities | | |
| Current liabilities | | |
| Notes and accounts payable - trade | 5,598 | 4,058 |
| Short-term borrowings | 5,972 | 5,839 |
| Income taxes payable | 496 | 837 |
| Provision for bonuses | 555 | 558 |
| Provision for bonuses for directors (and other officers) | 32 | - |
| Other | 7,445 | 8,092 |
| Total current liabilities | 20,101 | 19,386 |
| Non-current liabilities | | |
| Bonds payable | 6,000 | 6,000 |
| Long-term borrowings | 31,203 | 28,369 |
| Deferred tax liabilities | 3,606 | 4,063 |
| Retirement benefit liability | 1,380 | 1,327 |
| Long-term deferred contribution for construction | 69 | 118 |
| Leasehold and guarantee deposits received | 2,521 | 2,533 |
| Other | 235 | 243 |
| Total non-current liabilities | 45,016 | 42,655 |
| Total liabilities | 65,118 | 62,041 |
| Net assets | | |
| Shareholders' equity | | |
| Share capital | 10,090 | 10,090 |
| Capital surplus | 7,057 | 7,074 |
| Retained earnings | 34,619 | 36,918 |
| Treasury shares | (196) | (212) |
| Total shareholders' equity | 51,571 | 53,870 |
| Accumulated other comprehensive income | | |
| Valuation difference on available-for-sale securities | 5,086 | 5,989 |
| Remeasurements of defined benefit plans | 914 | 188 |
| Total accumulated other comprehensive income | 6,000 | 6,178 |
| Total net assets | 57,572 | 60,048 |
| Total liabilities and net assets | 122,690 | 122,090 |

## Semi-annual consolidated statement of income

(Millions of yen)

| | Six months ended September 30, 2024 | Six months ended September 30, 2025 |
|---|---|---|
| Operating revenue | 18,680 | 19,117 |
| Operating expenses | | |
| Operating expenses and cost of sales of transportation | 13,884 | 13,709 |
| Selling, general and administrative expenses | 2,602 | 2,607 |
| Total operating expenses | 16,487 | 16,316 |
| Operating profit | 2,192 | 2,801 |
| Non-operating income | | |
| Interest income | 0 | 5 |
| Dividend income | 134 | 181 |
| Share of profit of entities accounted for using equity method | 2 | 2 |
| Miscellaneous income | 108 | 103 |
| Total non-operating income | 245 | 292 |
| Non-operating expenses | | |
| Interest expenses | 150 | 204 |
| Miscellaneous expenses | 31 | 24 |
| Total non-operating expenses | 182 | 228 |
| Ordinary profit | 2,255 | 2,864 |
| Extraordinary income | | |
| Gain on revision of retirement benefit plan | - | 1,071 |
| Subsidy income | 8 | 4 |
| Gain on sale of investment securities | 37 | - |
| Gain on sale of non-current assets | 19 | - |
| Contribution received for construction | 16 | - |
| Gain on compensation income for expropriation | 6 | - |
| Total extraordinary income | 89 | 1,076 |
| Extraordinary losses | | |
| Loss on retirement of non-current assets | 15 | 10 |
| Loss on reduction of non current assets with subsidy income | 8 | 4 |
| Tax purpose reduction entry of contribution for construction | 16 | - |
| Reduction entry of land compensation income for expropriation | 6 | - |
| Total extraordinary losses | 47 | 15 |
| Profit before income taxes | 2,297 | 3,925 |
| Income taxes - current | 629 | 786 |
| Income taxes - deferred | 73 | 396 |
| Total income taxes | 702 | 1,182 |
| Profit | 1,594 | 2,743 |
| Profit attributable to owners of parent | 1,594 | 2,743 |

## Semi-annual consolidated statement of comprehensive income

(Millions of yen)

| | Six months ended September 30, 2024 | Six months ended September 30, 2025 |
|---|---|---|
| Profit | 1,594 | 2,743 |
| Other comprehensive income | | |
| Valuation difference on available-for-sale securities | (147) | 903 |
| Remeasurements of defined benefit plans, net of tax | (46) | (726) |
| Total other comprehensive income | (194) | 177 |
| Comprehensive income | 1,400 | 2,920 |
| Comprehensive income attributable to | | |
| Comprehensive income attributable to owners of parent | 1,400 | 2,920 |
| Comprehensive income attributable to non-controlling interests | - | - |

(Notes on segment information, etc.)

I. Previous interim consolidated accounting period (April 1, 2024 to September 30, 2024)

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 | 9,891 | 4,574 | 2,479 | 1,090 | 644 | 18,680 | - | 18,680 |
| (2) Internal operating revenue or transfers between segments | 189 | 27 | 124 | 21 | 969 | 1,332 | (1,332) | - |
| Total | 10,081 | 4,601 | 2,603 | 1,112 | 1,614 | 20,013 | (1,332) | 18,680 |
| Segment Profit | 841 | 182 | 998 | 72 | 83 | 2,178 | 14 | 2,192 |

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, 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.