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February 4, 2025

Consolidated Financial Results for the Nine Months Ended December 31, 2024 (Under Japanese GAAP)

Company name: Sumitomo Electric Industries, Ltd.
 Listing: Tokyo Stock Exchange / Nagoya Stock Exchange / Fukuoka Stock Exchange
 Securities code: 5802
 URL: <https://sumitomelectric.com>
 Representative: Osamu Inoue, President and COO
 Inquiries: Kazunari Inoue, General Manager, Accounting Division
 Telephone: +81-6-6220-4141
 Scheduled date to commence dividend payments: —
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: None

(Yen amounts are rounded to the nearest million, unless otherwise noted.)

1. Consolidated financial results for the nine months ended December 31, 2024 (from April 1, 2024 to December 31, 2024)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Nine months ended								
December 31, 2024	3,441,239	6.8	206,839	39.4	197,959	42.0	113,684	47.3
December 31, 2023	3,221,926	10.6	148,332	56.4	139,441	37.9	77,192	38.9

Note: Comprehensive income For the nine months ended December 31, 2024: ¥195,298 million [2.7%]
 For the nine months ended December 31, 2023: ¥190,236 million [85.1%]

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
December 31, 2024	145.77	—
December 31, 2023	98.98	—

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
December 31, 2024	4,637,300	2,549,223	49.8
March 31, 2024	4,365,397	2,431,888	50.6

Reference: Equity

As of December 31, 2024: ¥2,307,885 million
 As of March 31, 2024: ¥2,207,662 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, 2024	—	25.00	—	52.00	77.00
Fiscal year ending March 31, 2025	—	36.00	—		
Fiscal year ending March 31, 2025 (Forecast)				41.00	77.00

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

3. Consolidated financial forecasts for the fiscal year ending March 31, 2025 (from April 1, 2024 to March 31, 2025)

(Percentages indicate year-on-year changes.)

	Net sales		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
Full year	4,600,000	4.5	280,000	23.6	266,000	23.5	160,000	6.9	205.16

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

*** Notes**

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

Newly included: — company (Company name: —)

Excluded: — company (Company name: —)

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: Yes

(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: Yes

(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 December 31, 2024	793,940,571 shares
As of March 31, 2024	793,940,571 shares

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

As of December 31, 2024	14,078,178 shares
As of March 31, 2024	14,073,448 shares

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

Nine months ended December 31, 2024	779,864,618 shares
Nine months ended December 31, 2023	779,869,842 shares

* Review of attached consolidated quarterly financial statements by certified public accountants or an audit firm: None

* Proper use of earnings forecasts, and other special matters

This material contains forward-looking statements, based on judgments and estimates that have been made on the basis of currently available information. Therefore, the final results might be different from the forecast due to various factors.

Consolidated Financial Statements

(1) Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2024	As of December 31, 2024
Assets		
Current assets		
Cash and time deposits	269,744	338,849
Trade notes, accounts receivable and contract assets	912,430	865,240
Inventories	885,017	1,002,868
Other current assets	186,414	199,940
Allowance for doubtful receivables	(11,390)	(10,987)
Total current assets	2,242,215	2,395,910
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	323,798	332,411
Machinery, equipment and vehicles, net	460,343	458,567
Tools, furniture and fixtures, net	61,470	67,260
Other, net	252,540	292,031
Total property, plant and equipment	1,098,151	1,150,269
Intangible assets	39,831	61,159
Investments and other assets		
Investment securities	607,105	642,248
Other	378,841	388,414
Allowance for doubtful receivables	(746)	(700)
Total investments and other assets	985,200	1,029,962
Total non-current assets	2,123,182	2,241,390
Total assets	4,365,397	4,637,300

(Millions of yen)

	As of March 31, 2024	As of December 31, 2024
Liabilities		
Current liabilities		
Trade notes and accounts payable	479,831	491,819
Short-term debt	385,575	495,339
Commercial papers	—	9,895
Current portion of bonds	10,000	10,000
Accrued income taxes	50,227	35,830
Provisions	3,172	2,288
Other current liabilities	378,565	406,355
Total current liabilities	1,307,370	1,451,526
Non-current liabilities		
Bonds	174,890	174,909
Long-term debt	164,579	147,825
Net defined benefit liabilities	52,935	56,839
Provisions	13,411	9,172
Other non-current liabilities	220,324	247,806
Total non-current liabilities	626,139	636,551
Total liabilities	1,933,509	2,088,077
Net assets		
Shareholders' equity		
Common stock	99,737	99,737
Capital surplus	165,424	165,319
Retained earnings	1,493,708	1,538,608
Treasury stock	(20,803)	(20,813)
Total shareholders' equity	1,738,066	1,782,851
Accumulated other comprehensive income		
Net unrealized holding gains or losses on available-for-sale securities	183,971	212,811
Deferred gains or losses on hedges	(2,679)	(4,582)
Foreign currency translation adjustments	155,338	192,458
Remeasurements of defined benefit plans	132,966	124,347
Total accumulated other comprehensive income	469,596	525,034
Non-controlling interests	224,226	241,338
Total net assets	2,431,888	2,549,223
Total liabilities and net assets	4,365,397	4,637,300

(2) Consolidated Statement of Income and Consolidated Statement of Comprehensive Income
Consolidated Statement of Income

(Millions of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Net sales	3,221,926	3,441,239
Cost of sales	2,679,276	2,816,920
Gross profit	542,650	624,319
Selling, general and administrative expenses	394,318	417,480
Operating profit	148,332	206,839
Non-operating income		
Interest income	1,836	2,588
Dividend income	5,739	7,222
Share of profit of investments accounted for using the equity method	14,545	7,100
Other income	10,055	12,403
Total non-operating income	32,175	29,313
Non-operating expenses		
Interest expenses	21,330	23,119
Other expenses	19,736	15,074
Total non-operating expenses	41,066	38,193
Ordinary profit	139,441	197,959
Extraordinary income		
Gain on sales of investment securities	3,502	6,268
Total extraordinary income	3,502	6,268
Extraordinary losses		
Loss on disposal of property, plant and equipment	1,959	1,989
Restructuring expenses	6,040	7,293
Total extraordinary losses	7,999	9,282
Profit before income taxes	134,944	194,945
Income taxes	42,678	60,394
Profit	92,266	134,551
Profit attributable to non-controlling interests	15,074	20,867
Profit attributable to owners of parent	77,192	113,684

Consolidated Statement of Comprehensive Income

(Millions of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Profit	92,266	134,551
Other comprehensive income		
Net unrealized holding gains or losses on available-for-sale securities	52,913	26,842
Deferred gains or losses on hedges	1,508	(1,876)
Foreign currency translation adjustments	29,434	41,801
Remeasurements of defined benefit plans	(5,090)	(8,349)
Share of other comprehensive income of affiliates accounted for using equity method	19,205	2,329
Total other comprehensive income	97,970	60,747
Comprehensive income	190,236	195,298
Comprehensive income attributable to		
Owners of the parent	169,150	168,726
Non-controlling interests	21,086	26,572

Segment Information

Reportable segment information for the nine months ended December 31, 2023 and 2024 was as follows:

Nine months ended December 31, 2023

(Millions of yen)

	Reportable segment					Total	Adjustments (Note 1)	Consolidated (Note 2)
	Environment & Energy	Infocommuni- cations	Automotive	Electronics	Industrial Materials & Others			
Sales to customers	675,706	149,017	1,903,217	233,332	260,654	3,221,926	—	3,221,926
Intersegment sales	22,724	2,406	2,243	36,646	10,797	74,816	(74,816)	—
Net sales	698,430	151,423	1,905,460	269,978	271,451	3,296,742	(74,816)	3,221,926
Segment profit or loss	25,651	(1,641)	84,387	24,911	14,685	147,993	339	148,332

Notes:

1. Segment profit or loss included in Adjustments of ¥ 339 million consists mainly of unrealized profits caused by intersegment transactions.
2. Segment profit or loss is reconciled with operating profit in the consolidated statement of income.

Nine months ended December 31, 2024

(Millions of yen)

	Reportable segment					Total	Adjustments (Note 1)	Consolidated (Note 2)
	Environment & Energy	Infocommuni- cations	Automotive	Electronics	Industrial Materials & Others			
Sales to customers	758,483	156,540	2,009,981	250,733	265,502	3,441,239	—	3,441,239
Intersegment sales	25,418	3,247	1,716	38,646	13,838	82,865	(82,865)	—
Net sales	783,901	159,787	2,011,697	289,379	279,340	3,524,104	(82,865)	3,441,239
Segment profit or loss	52,524	10,393	103,787	25,852	14,369	206,925	(86)	206,839

Notes:

1. Segment profit or loss included in Adjustments of ¥ (86) million consists mainly of unrealized profits caused by intersegment transactions.
2. Segment profit or loss is reconciled with operating profit in the consolidated statement of income.