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May 13, 2025

Consolidated Financial Results for the Fiscal Year Ended March 31, 2025 (Under Japanese GAAP)

Company name: Sumitomo Electric Industries, Ltd.
Listing: Tokyo Stock Exchange / Nagoya Stock Exchange / Fukuoka Stock Exchange
Securities code: 5802
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Representative: Osamu Inoue, President and COO
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Scheduled date of annual general meeting of shareholders: June 26, 2025
Scheduled date to commence dividend payments: June 27, 2025
Scheduled date to file annual securities report: June 26, 2025
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: Yes (for institutional investors and analysts)

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

1. Consolidated financial results for the fiscal year ended March 31, 2025 (from April 1, 2024 to March 31, 2025)

(1) Consolidated operating results

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2025	4,679,789	6.3	320,663	41.5	309,496	43.7	193,771	29.4
March 31, 2024	4,402,814	9.9	226,618	27.7	215,341	24.2	149,723	32.9

Note: Comprehensive income For the fiscal year ended March 31, 2025: ¥178,030 million [(53.1)%]
For the fiscal year ended March 31, 2024: ¥379,678 million [63.7%]

	Basic earnings per share	Diluted earnings per share	Return on equity	Ratio of ordinary profit to total assets	Ratio of operating profit to net sales
Fiscal year ended	Yen	Yen	%	%	%
March 31, 2025	248.47	—	8.6	7.0	6.9
March 31, 2024	191.98	—	7.3	5.1	5.1

Reference: Share of profit (loss) of investments accounted for using equity method

For the fiscal year ended March 31, 2025: ¥14,776 million
For the fiscal year ended March 31, 2024: ¥20,177 million

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
March 31, 2025	4,441,629	2,530,437	51.6	2,936.93
March 31, 2024	4,365,397	2,431,888	50.6	2,830.82

Reference: Equity

As of March 31, 2025: ¥2,290,394 million
As of March 31, 2024: ¥2,207,662 million

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2025	402,253	(223,904)	(150,825)	294,487
March 31, 2024	393,465	(123,809)	(292,313)	268,273

2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Fiscal year ended March 31, 2024	—	25.00	—	52.00	77.00	60,066	40.1	2.9
Fiscal year ended March 31, 2025	—	36.00	—	61.00	97.00	75,667	39.0	3.4
Fiscal year ending March 31, 2026 (Forecast)	—	50.00	—	50.00	100.00		41.0	

3. Consolidated financial forecasts for the fiscal year ending March 31, 2026 (from April 1, 2025 to March 31, 2026)

(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
First half	2,170,000	(3.5)	91,000	(23.7)	91,000	(25.2)	45,000	(40.6)	57.70
Full year	4,500,000	(3.8)	275,000	(14.2)	280,000	(9.5)	190,000	(1.9)	243.63

*** Notes**

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

Newly included: — company (Company name: —)

Excluded: — company (Company name: —)

(2) 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

(3) Number of issued shares (common shares)

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

As of March 31, 2025	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 March 31, 2025	14,080,186 shares
As of March 31, 2024	14,073,448 shares

(iii) Average number of shares outstanding during the period

Fiscal year ended March 31, 2025	779,863,628 shares
Fiscal year ended March 31, 2024	779,869,723 shares

[Reference] Overview of non-consolidated financial results**1. Non-consolidated financial results for the fiscal year ended March 31, 2025 (from April 1, 2024 to March 31, 2025)****(1) Non-consolidated operating results**

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2025	1,772,203	8.8	58,282	237.2	137,657	68.7	121,881	181.9
March 31, 2024	1,628,376	13.7	17,287	10.9	81,615	23.8	43,229	(21.7)

	Basic earnings per share	Diluted earnings per share
Fiscal year ended	Yen	Yen
March 31, 2025	156.24	—
March 31, 2024	55.42	—

(2) Non-consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
March 31, 2025	1,764,307	856,552	48.5	1,098.04
March 31, 2024	1,748,660	813,927	46.5	1,043.40

Reference: Equity

As of March 31, 2025: ¥856,552 million

As of March 31, 2024: ¥813,927 million

* This document is exempt from audit conducted by certified public accountants or an audit firm.

* 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 March 31, 2025
Assets		
Current assets		
Cash and time deposits	269,744	295,903
Trade notes and accounts receivable	875,933	880,451
Contract assets	36,497	31,467
Inventories	885,017	922,998
Other current assets	186,414	200,556
Allowance for doubtful receivables	(11,390)	(11,284)
Total current assets	2,242,215	2,320,091
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	323,798	323,388
Machinery, equipment and vehicles, net	460,343	436,926
Land	101,934	102,945
Construction in progress	75,835	96,826
Other, net	136,241	161,745
Total property, plant and equipment	1,098,151	1,121,830
Intangible assets	39,831	61,378
Investments and other assets		
Investment securities	607,105	604,733
Net defined benefit asset	303,740	251,979
Deferred tax assets	31,953	39,022
Other	43,148	43,294
Allowance for doubtful receivables	(746)	(698)
Total investments and other assets	985,200	938,330
Total non-current assets	2,123,182	2,121,538
Total assets	4,365,397	4,441,629

(Millions of yen)

	As of March 31, 2024	As of March 31, 2025
Liabilities		
Current liabilities		
Trade notes and accounts payable	479,831	473,834
Short-term debt	385,575	314,294
Commercial papers	—	32,416
Current portion of bonds	10,000	—
Contract liabilities	74,263	97,456
Provision for loss on business	—	6,657
Other current liabilities	357,701	362,186
Total current liabilities	1,307,370	1,286,843
Non-current liabilities		
Bonds	174,890	174,916
Long-term debt	164,579	166,365
Deferred tax liabilities	136,103	129,663
Provision for loss on business	12,762	—
Net defined benefit liabilities	52,935	51,820
Other non-current liabilities	84,870	101,585
Total non-current liabilities	626,139	624,349
Total liabilities	1,933,509	1,911,192
Net assets		
Shareholders' equity		
Common stock	99,737	99,737
Capital surplus	165,424	165,319
Retained earnings	1,493,708	1,618,695
Treasury stock	(20,803)	(20,818)
Total shareholders' equity	1,738,066	1,862,933
Accumulated other comprehensive income		
Net unrealized holding gains or losses on available-for-sale securities	183,971	177,927
Deferred gains or losses on hedges	(2,679)	(3,692)
Foreign currency translation adjustments	155,338	162,741
Remeasurements of defined benefit plans	132,966	90,485
Total accumulated other comprehensive income	469,596	427,461
Non-controlling interests	224,226	240,043
Total net assets	2,431,888	2,530,437
Total liabilities and net assets	4,365,397	4,441,629

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

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Net sales	4,402,814	4,679,789
Cost of sales	3,635,226	3,799,663
Gross profit	767,588	880,126
Selling, general and administrative expenses	540,970	559,463
Operating profit	226,618	320,663
Non-operating income		
Interest income	2,794	3,744
Dividend income	6,541	8,223
Share of profit of investments accounted for using the equity method	20,177	14,776
Other income	14,536	13,953
Total non-operating income	44,048	40,696
Non-operating expenses		
Interest expenses	29,321	29,749
Other expenses	26,004	22,114
Total non-operating expenses	55,325	51,863
Ordinary profit	215,341	309,496
Extraordinary income		
Gain on sales of property, plant and equipment	—	2,135
Gain on sales of investment securities	66,834	11,085
Gain on return of assets from retirement benefit trust	—	12,919
Total extraordinary income	66,834	26,139
Extraordinary losses		
Loss on disposal of property, plant and equipment	5,834	4,296
Impairment loss on fixed assets	9,421	5,204
Restructuring expenses	15,613	22,071
Provision for loss on business	12,762	—
Total extraordinary losses	43,630	31,571
Profit before income taxes	238,545	304,064
Income taxes - current	77,726	73,842
Income taxes - deferred	(8,142)	8,396
Total income taxes	69,584	82,238
Profit for the year	168,961	221,826
Profit attributable to non-controlling interests	19,238	28,055
Profit attributable to owners of parent	149,723	193,771

Consolidated Statement of Comprehensive Income

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Profit for the year	168,961	221,826
Other comprehensive income		
Net unrealized holding gains or losses on available- for-sale securities	50,978	(8,052)
Deferred gains or losses on hedges	(328)	(1,013)
Foreign currency translation adjustments	65,799	(1,901)
Remeasurements of defined benefit plans	78,688	(43,785)
Share of other comprehensive income of affiliates accounted for using equity method	15,580	10,955
Total other comprehensive income	210,717	(43,796)
Comprehensive income	379,678	178,030
Comprehensive income attributable to		
Owners of the parent	347,539	151,240
Non-controlling interests	32,139	26,790

(3) Consolidated Statement of Changes in Net Assets

Fiscal year ended March 31, 2024

(Millions of yen)

	Shareholders' equity				
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at beginning of period	99,737	166,817	1,383,046	(20,793)	1,628,807
Changes of items during the period					
Cash dividends			(39,004)		(39,004)
Profit attributable to owners of parent			149,723		149,723
Purchases of treasury stock				(10)	(10)
Disposal of treasury stock		0		0	0
Change in scope of consolidation			(41)		(41)
Change in scope of equity method			(16)		(16)
Change in ownership interests arising from transactions with non-controlling shareholders		(1,393)			(1,393)
Other					
Total changes of items during the period	—	(1,393)	110,662	(10)	109,259
Balance at end of period	99,737	165,424	1,493,708	(20,803)	1,738,066

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Net unrealized holding gains or losses on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustments	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	135,032	(2,340)	85,258	53,122	271,072	210,940	2,110,819
Changes of items during the period							
Cash dividends							(39,004)
Profit attributable to owners of parent							149,723
Purchases of treasury stock							(10)
Disposal of treasury stock							0
Change in scope of consolidation							(41)
Change in scope of equity method							(16)
Change in ownership interests arising from transactions with non-controlling shareholders							(1,393)
Other	48,939	(339)	70,080	79,844	198,524	13,286	211,810
Total changes of items during the period	48,939	(339)	70,080	79,844	198,524	13,286	321,069
Balance at end of period	183,971	(2,679)	155,338	132,966	469,596	224,226	2,431,888

Fiscal year ended March 31, 2025

(Millions of yen)

	Shareholders' equity				
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at beginning of period	99,737	165,424	1,493,708	(20,803)	1,738,066
Changes of items during the period					
Cash dividends			(68,646)		(68,646)
Profit attributable to owners of parent			193,771		193,771
Purchases of treasury stock				(15)	(15)
Disposal of treasury stock		0		0	0
Change in scope of consolidation			(138)		(138)
Change in scope of equity method					—
Change in ownership interests arising from transactions with non-controlling shareholders		(105)			(105)
Other					
Total changes of items during the period	—	(105)	124,987	(15)	124,867
Balance at end of period	99,737	165,319	1,618,695	(20,818)	1,862,933

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Net unrealized holding gains or losses on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustments	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	183,971	(2,679)	155,338	132,966	469,596	224,226	2,431,888
Changes of items during the period							
Cash dividends							(68,646)
Profit attributable to owners of parent							193,771
Purchases of treasury stock							(15)
Disposal of treasury stock							0
Change in scope of consolidation							(138)
Change in scope of equity method							—
Change in ownership interests arising from transactions with non-controlling shareholders							(105)
Other	(6,044)	(1,013)	7,403	(42,481)	(42,135)	15,817	(26,318)
Total changes of items during the period	(6,044)	(1,013)	7,403	(42,481)	(42,135)	15,817	98,549
Balance at end of period	177,927	(3,692)	162,741	90,485	427,461	240,043	2,530,437

(4) Consolidated Statement of Cash Flows

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Cash flows from operating activities		
Profit before income taxes	238,545	304,064
Depreciation and amortization	206,331	206,152
Share of loss (profit) of investments accounted for using the equity method	(20,177)	(14,776)
Decrease (increase) in trade notes and accounts receivable	4,886	(946)
Decrease (increase) in inventories	21,281	(17,539)
Increase (decrease) in trade notes and accounts payable	21,418	(7,100)
Other, net	(12,290)	12,875
Subtotal	459,994	482,730
Interest and dividends received	17,402	22,897
Interest paid	(30,330)	(29,841)
Income taxes paid	(53,601)	(73,533)
Net cash provided by (used in) operating activities	393,465	402,253
Cash flows from investing activities		
Purchase of property, plant and equipment	(179,323)	(199,824)
Proceeds from sale of property, plant and equipment	5,217	4,998
Purchase of investment securities	(4,214)	(4,786)
Proceeds from sales of investment securities	70,141	13,018
Purchase of shares of subsidiaries resulting in change in scope of consolidation	—	(16,292)
Payments for sale of shares of subsidiaries resulting in change in scope of consolidation	—	(1,291)
Proceeds from sale of shares of subsidiaries resulting in change in scope of consolidation	762	—
Other, net	(16,392)	(19,727)
Net cash provided by (used in) investing activities	(123,809)	(223,904)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Cash flows from financing activities		
Net increase (decrease) in short-term debt	(234,314)	(76,233)
Increase (decrease) in commercial papers	(7,000)	32,776
Proceeds from long-term debt	9,055	46,696
Repayments of long-term debt	(71,014)	(44,370)
Proceeds from issuance of bonds	90,000	—
Redemption of bonds	—	(10,000)
Payments for purchase of treasury stock	(4)	(4)
Cash dividends paid	(39,004)	(68,646)
Payments from changes in ownership interests in subsidiaries that do not result in change in scope of consolidation	(13,189)	(956)
Other, net	(26,843)	(30,088)
Net cash provided by (used in) financing activities	(292,313)	(150,825)
Effect of exchange rate change on cash and cash equivalents	11,287	(1,470)
Net increase (decrease) in cash and cash equivalents	(11,370)	26,054
Cash and cash equivalents at beginning of period	279,432	268,273
Increase in cash and cash equivalents from newly consolidated subsidiaries	211	18
Increase in cash and cash equivalents resulting from merger with unconsolidated subsidiaries	—	142
Cash and cash equivalents at end of period	268,273	294,487

Segment Information

Reportable segment information for the years ended March 31, 2024 and 2025 was as follows:

Fiscal year ended March 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	949,182	202,660	2,593,472	308,383	349,117	4,402,814	—	4,402,814
Intersegment sales	30,795	3,414	2,932	48,095	15,068	100,304	(100,304)	—
Net sales	979,977	206,074	2,596,404	356,478	364,185	4,503,118	(100,304)	4,402,814
Segment profit or loss	42,890	(11,552)	144,674	29,297	21,067	226,376	242	226,618

Notes:

1. Segment profit or loss included in Adjustments of ¥ 242 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.

Fiscal year ended March 31, 2025

(Millions of yen)

	Reportable segment					Total	Adjustments (Note 1)	Consolidated (Note 2)
	Environment & Energy	Infocommuni- cations	Automotive	Electronics	Industrial Materials & Others			
Sales to customers	1,048,068	218,401	2,732,581	327,147	353,592	4,679,789	—	4,679,789
Intersegment sales	33,276	4,875	2,149	50,101	19,075	109,476	(109,476)	—
Net sales	1,081,344	223,276	2,734,730	377,248	372,667	4,789,265	(109,476)	4,679,789
Segment profit or loss	78,718	19,926	172,391	29,311	20,592	320,938	(275)	320,663

Notes:

1. Segment profit or loss included in Adjustments of ¥ (275) 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.