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July 31, 2025

Consolidated Financial Results for the Three Months Ended June 30, 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 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 three months ended June 30, 2025 (from April 1, 2025 to June 30, 2025)

(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	%
Three months ended								
June 30, 2025	1,148,436	2.9	60,301	13.2	61,837	5.2	35,119	10.6
June 30, 2024	1,115,547	12.2	53,285	181.4	58,793	242.9	31,763	—

Note: Comprehensive income For the three months ended June 30, 2025: ¥34,113 million [(78.8)%]
 For the three months ended June 30, 2024: ¥160,580 million [100.3%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended		
June 30, 2025	45.03	—
June 30, 2024	40.73	—

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
June 30, 2025	4,480,362	2,513,645	50.8
March 31, 2025	4,441,629	2,530,437	51.6

Reference: Equity

As of June 30, 2025: ¥2,275,757 million
 As of March 31, 2025: ¥2,290,394 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	—	36.00	—	61.00	97.00
Fiscal year ending March 31, 2026	—				
Fiscal year ending March 31, 2026 (Forecast)		50.00	—	50.00	100.00

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

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	2,260,000	0.5	123,000	3.1	126,000	3.5	75,000	(1.0)	96.16
Full year	4,600,000	(1.7)	295,000	(8.0)	304,000	(1.8)	205,000	5.8	262.85

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: 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 June 30, 2025	793,940,571 shares
As of March 31, 2025	793,940,571 shares

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

As of June 30, 2025	14,019,757 shares
As of March 31, 2025	14,080,186 shares

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

Three months ended June 30, 2025	779,921,102 shares
Three months ended June 30, 2024	779,866,407 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, 2025	As of June 30, 2025
Assets		
Current assets		
Cash and time deposits	295,903	314,043
Trade notes, accounts receivable and contract assets	911,918	864,268
Inventories	922,998	939,051
Other current assets	200,556	214,821
Allowance for doubtful receivables	(11,284)	(11,250)
Total current assets	2,320,091	2,320,933
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	323,388	323,888
Machinery, equipment and vehicles, net	436,926	442,526
Tools, furniture and fixtures, net	66,595	64,654
Other, net	294,921	297,168
Total property, plant and equipment	1,121,830	1,128,236
Intangible assets	61,378	62,156
Investments and other assets		
Investment securities	604,733	633,765
Other	334,295	335,967
Allowance for doubtful receivables	(698)	(695)
Total investments and other assets	938,330	969,037
Total non-current assets	2,121,538	2,159,429
Total assets	4,441,629	4,480,362

(Millions of yen)

	As of March 31, 2025	As of June 30, 2025
Liabilities		
Current liabilities		
Trade notes and accounts payable	473,834	471,746
Short-term debt	314,294	329,886
Commercial papers	32,416	46,657
Accrued income taxes	37,442	34,957
Provisions	11,097	8,812
Other current liabilities	417,760	428,975
Total current liabilities	1,286,843	1,321,033
Non-current liabilities		
Bonds	174,916	174,922
Long-term debt	166,365	177,891
Net defined benefit liabilities	51,820	52,367
Provisions	671	637
Other non-current liabilities	230,577	239,867
Total non-current liabilities	624,349	645,684
Total liabilities	1,911,192	1,966,717
Net assets		
Shareholders' equity		
Common stock	99,737	99,737
Capital surplus	165,319	165,326
Retained earnings	1,618,695	1,609,305
Treasury stock	(20,818)	(20,902)
Total shareholders' equity	1,862,933	1,853,466
Accumulated other comprehensive income		
Net unrealized holding gains or losses on available-for-sale securities	177,927	198,149
Deferred gains or losses on hedges	(3,692)	(3,877)
Foreign currency translation adjustments	162,741	139,360
Remeasurements of defined benefit plans	90,485	88,659
Total accumulated other comprehensive income	427,461	422,291
Non-controlling interests	240,043	237,888
Total net assets	2,530,437	2,513,645
Total liabilities and net assets	4,441,629	4,480,362

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

(Millions of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Net sales	1,115,547	1,148,436
Cost of sales	924,770	941,518
Gross profit	190,777	206,918
Selling, general and administrative expenses	137,492	146,617
Operating profit	53,285	60,301
Non-operating income		
Interest income	812	859
Dividend income	3,334	3,194
Share of profit of investments accounted for using the equity method	9,019	3,151
Other income	6,230	4,996
Total non-operating income	19,395	12,200
Non-operating expenses		
Interest expenses	7,994	6,013
Other expenses	5,893	4,651
Total non-operating expenses	13,887	10,664
Ordinary profit	58,793	61,837
Extraordinary losses		
Loss on disposal of property, plant and equipment	516	638
Total extraordinary losses	516	638
Profit before income taxes	58,277	61,199
Income taxes	21,016	20,262
Profit	37,261	40,937
Profit attributable to non-controlling interests	5,498	5,818
Profit attributable to owners of parent	31,763	35,119

Consolidated Statement of Comprehensive Income

(Millions of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Profit	37,261	40,937
Other comprehensive income		
Net unrealized holding gains or losses on available- for-sale securities	73,027	20,752
Deferred gains or losses on hedges	(1,578)	741
Foreign currency translation adjustments	44,224	(15,663)
Remeasurements of defined benefit plans	(2,955)	(1,676)
Share of other comprehensive income of affiliates accounted for using equity method	10,601	(10,978)
Total other comprehensive income	123,319	(6,824)
Comprehensive income	160,580	34,113
Comprehensive income attributable to		
Owners of the parent	148,691	29,983
Non-controlling interests	11,889	4,130

Segment Information

Reportable segment information for the three months ended June 30, 2024 and 2025 was as follows:

Three months ended June 30, 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	240,774	52,010	661,953	76,223	84,587	1,115,547	—	1,115,547
Intersegment sales	7,363	981	588	12,209	5,030	26,171	(26,171)	—
Net sales	248,137	52,991	662,541	88,432	89,617	1,141,718	(26,171)	1,115,547
Segment profit or loss	16,377	2,285	24,975	5,450	4,236	53,323	(38)	53,285

Notes:

1. Segment profit or loss included in Adjustments of ¥ (38) 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.

Three months ended June 30, 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	254,302	60,102	670,226	77,755	86,051	1,148,436	—	1,148,436
Intersegment sales	8,570	1,561	373	12,265	6,823	29,592	(29,592)	—
Net sales	262,872	61,663	670,599	90,020	92,874	1,178,028	(29,592)	1,148,436
Segment profit or loss	13,622	8,131	26,587	6,289	5,625	60,254	47	60,301

Notes:

1. Segment profit or loss included in Adjustments of ¥ 47 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.