



June 26, 2026

To whom it may concern,

Company: Sumitomo Electric Industries, Ltd.
Representative: Osamu Inoue, President and COO
(Code: 5802, Tokyo Stock
Exchange, Nagoya Stock Exchange,
and Fukuoka Stock Exchange)
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**Notice Regarding Conclusion of an Absorption-type Split Agreement regarding an
Absorption-type Split (Simplified Absorption-type Split) between
Sumitomo Electric Industries, Ltd. and Sumitomo Riko Co., Ltd.**

Sumitomo Electric Industries, Ltd. (President: Osamu Inoue; hereinafter, the “Company”) resolved at the Board of Directors meeting held on June 26, 2026, to conclude an absorption-type split agreement regarding an absorption-type split (the “Agreement”) in which Company will succeed to items (i) and (ii) below from Sumitomo Riko Co., Ltd. (“SRK”), which is a wholly-owned subsidiary of Company, to be effective on July 31, 2026 (scheduled): (i) obligations pertaining to SRK’s corporate bonds (including agreements and other rights and obligations pertaining thereto); and (ii) money and other assets of value equivalent to the corporate bonds and interest payable (the “Rights and Obligations”). Details are as follows.

Since this is a simplified absorption-type split between the Company and its wholly-owned subsidiary, the disclosed matters and contents are partially omitted.

1. Purpose of the absorption-type split

The purpose of this absorption-type split is to centralize Sumitomo Electric Group’s corporate bond issuance and management operations, thereby increase the Company’s recognition as an issuer in the corporate bond market, strengthening the Group’s finance functions, and reducing the administrative burden owed by SRK in relation to holding obligations pertaining to its issued corporate bonds.

2. Outline of the absorption-type split

(1) Schedule of the Company Split

Date of Board Resolution to conclude the Agreement	June 26, 2026
Date of conclusion of the Agreement	June 26, 2026
Effective date of absorption-type split (scheduled)	July 31, 2026

* Since the absorption-type split falls under the category of: (i) for the Company, a simplified absorption-type split as set forth in Article 796, Paragraph 2 of the Companies Act; and (ii) for SRK, a simplified absorption-type split as set forth in Article 784, Paragraph 1 of the Companies Act, neither the Company nor SRK will hold a general meeting of shareholders for approval of the Agreement.

(2) Method of the absorption-type split

An absorption-type split in which the Company will be the successor company and SRK will be the splitting company.

(3) Details of the allotment in relation to the absorption-type split

The Company will not deliver any consideration to SRK for the absorption-type split.

(4) Treatment of stock acquisition rights and bonds with stock acquisition rights upon the absorption-type split

Not applicable.

(5) Change in capital as a result of the absorption-type split

There will be no change in the Company's capital as a result of the absorption-type split.

(6) Rights and obligations succeeded to by the successor company

Under the absorption-type split, the Company will succeed to the Rights and Obligations as specified in the Agreement. The succession by the Company to obligations will entirely be conducted by the method of assumption of obligation releasing the old obligor.

(7) Prospects for performance of obligations

It has been determined that there are no problems foreseen in fulfillment of obligations to be incurred by the Company on and after the effective date of the absorption-type split.

3. The Company's stance for calculation relating to contents of the allotment pertaining to the absorption-type split

There will be no delivery of consideration for the absorption-type split because the amount of the assets and the amount of liabilities, which the Company will succeed to from SRK, are the same and accordingly the value of the rights and the value of obligations to be succeeded to are the same.

4. Outlines of the Companies Involved in the Company Split

(1) The Company

1. Name	Sumitomo Electric Industries, Ltd.	
2. Location	4-5-33, Kitahama, Chuo-ku, Osaka	
3. Name and title of representative	Osamu Inoue, President and COO	
4. Description of business activities	Business relating to environment and energy, infocommunications, automotive, electronics and industrial materials	
5. Capital (as of March 31, 2026)	JPY 99,737 million	
6. Date of Incorporation	December 10, 1920	
7. Number of outstanding shares (as of March 31, 2026)	793,940,571 shares	
8. Fiscal year end	March 31	
9. Major shareholders and shareholding ratios (as of March 31, 2026)		
	The Master Trust Bank of Japan, Ltd. (trust account)	16.09%
	Custody Bank of Japan, Ltd. (trust account)	9.14%
	Nippon Life Insurance Company	2.70%
	SUMITOMO LIFE INSURANCE COMPANY	2.04%
	STATE STREET BANK AND TRUST COMPANY 505001	2.01%
	GOVERNMENT OF NORWAY	1.60%
	JP MORGAN CHASE BANK 385781	1.43%
	Kochi Shinkin Bank	1.42%
	National Mutual Insurance Federation of Agricultural Cooperatives	1.30%
	Sumitomo Electric Industries, Ltd. Employee Stock Ownership Association	1.24%
10. Financial position and operating results for the immediately preceding fiscal year (Consolidated / Japanese GAAP)		
	Fiscal year	FY ended March 2026
	Total equity	JPY 2,834,999 million
	Total Assets	JPY 4,824,532 million

Shareholders' Equity per Share	JPY 3,518
Net Sales	JPY 5,110,171 million
Operating Income	JPY 418,173 million
Ordinary Income	JPY 431,274 million
Profit Attributable to Owners of the Parent	JPY 369,508 million
Earnings per Share	JPY 473.78

(2) SRK

1. Name	Sumitomo Riko Co., Ltd.
2. Location	1, Higashi 3-chome, Komaki-shi, Aichi
3. Name and title of representative	Representative Director and President & CEO Kazushi Shimizu
4. Description of Business Activities	Manufacturing and Selling Automotive Products and General Industrial Products
5. Capital (as of March 31, 2026)	JPY 12,145 million
6. Date of Incorporation	December 20, 1929
7. Number of Outstanding Shares (as of March 31, 2026)	103,821,506 shares
8. Fiscal Year End	March 31
9. Major Shareholders and Shareholding Ratios (as of March 31, 2026)	The Company 100%
10. Financial Position and Operating Results for the Immediately Preceding Fiscal Year (Consolidated / IFRS)	
Fiscal Year	FY ended March 2026
Total Equity	JPY 274,042 million
Total Assets	JPY 464,794 million
Equity Attributable to Owners of the Parent per Share	JPY 2,334.62
Revenue	JPY 653,248 million
Business Profit*	JPY 45,786 million
Operating Profit	JPY 38,111 million
Profit before Income Taxes	JPY 36,535 million
Profit for the Year Attributable to Owners of the Parent	JPY 23,485 million
Basic Earnings per Share	JPY 226.20

*Business profit is defined as revenue after (i) deduction of cost of sales, selling, general and administrative expenses, and (ii) addition of share of profit in investments accounted for using the equity method.

5. Outline of the Business Division to be Succeeded

(1) Business Description of the Division to be Succeeded

The Rights and Obligations specified in “(6) Rights and obligations succeeded to by the successor company” of “2. Outline of the absorption-type split” above.

(2) Operating Results of the Division to be Succeeded (Fiscal Year Ended March 2026)

There are no matters to be stated regarding operating results.

(3) Items and Amounts of Assets and Liabilities to be Succeeded

Assets	Liabilities
JPY 45 billion	JPY 45 billion

In addition to the above, the Assets and Liabilities include the interest on the principal of the corporate bonds to which the Company will succeed from SRK, which is payable as of the effective date of the absorption-type split, as well as the amount of money equivalent to the value of such interest.

6. Status Following the Company Split

There will be no changes in the Company's trade name, location of head office, business descriptions, paid-in capital or fiscal year-end as a result of the absorption-type split.

7. Future Prospects

Since the absorption-type split involves the Company and its wholly-owned subsidiary, the impact on the Company's consolidated results will be immaterial.

(Reference) Consolidated Earnings Forecasts for the current Fiscal Year

(released on May 12, 2026) and Actual Consolidated Earnings Results for the Previous Fiscal Year of the Company

	Net Sales	Operating Income	Ordinary Income	Profit Attributable to Owners of the Parent	Earnings per Shares
Current FY Forecasts (FY Ending March 31, 2027)	JPY 5,300,000 million	JPY 425,000 million	JPY 432,000 million	JPY 320,000 million	JPY 102.57
Previous FY Results, Actual (FY Ended March 31, 2026)	JPY 5,110,171 million	JPY 418,173 million	JPY 431,274 million	JPY 369,508 million	JPY 473.78

*The Company resolved at the Board of Directors meeting held on May 12, 2026 to conduct a stock split at a ratio of four shares per common stock with the effective date on July 1, 2026. The Earnings per Shares JPY 473.78 for the fiscal year ended March 31, 2026 is based on the number of shares before the stock split. The Earnings per Shares JPY 102.57 for the fiscal year ended March 31, 2027 is based on the number of shares after the stock split. If the stock split is not considered, the Earnings per Shares for the fiscal year ending March 31, 2027 (Forecast) would be JPY 410.3.