

Note: This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

August 7, 2025

Consolidated Financial Results for the Six Months Ended June 30, 2025 (Under Japanese GAAP)

Company name: SUMCO Corporation
 Listing: Tokyo Stock Exchange
 Securities code: 3436
 URL: <https://www.sumcosi.com/english/>
 Representative: Mayuki Hashimoto, Representative Director, CEO & Chairman of the Board
 Inquiries: Takayuki Komori, General Manager of Public Relations & IR Department
 Telephone: +81-3-5444-3915
 Scheduled date to file semi-annual securities report: August 8, 2025
 Scheduled date to commence dividend payments: September 4, 2025
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: Yes (for institutional investors and security analysts)

(Yen amounts are rounded down to millions.)

1. Consolidated financial results for the six months ended June 30, 2025 (from January 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	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Jun. 30, 2025	205,372	3.6	7,457	(64.2)	4,720	(76.9)	3,081	(75.6)
Jun. 30, 2024	198,273	(10.1)	20,822	(55.5)	20,441	(57.9)	12,614	(74.6)

Note: Comprehensive income For the six months ended Jun. 30, 2025: ¥2,059 million [(93.7)%]
 For the six months ended Jun. 30, 2024: ¥32,564 million [(50.8)%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
Jun. 30, 2025	8.81	—
Jun. 30, 2024	36.07	—

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
Jun. 30, 2025	1,161,774	655,883	50.7
Dec. 31, 2024	1,172,683	657,236	50.5

Reference: Equity
 As of Jun. 30, 2025: ¥589,540 million
 As of Dec. 31, 2024: ¥592,115 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 Dec. 31, 2024	—	15.00	—	6.00	21.00
Fiscal year ending Dec. 31, 2025	—	10.00			
Fiscal year ending Dec. 31, 2025 (Forecast)			—	—	—

Note: (1) Revisions to the forecast of cash dividends most recently announced: None
(2) Year-end dividend per share for the fiscal year ending Dec. 31, 2025 is not determined.

3. Consolidated financial results forecasts for the nine months ending September 30, 2025 (from January 1, 2025 to September 30, 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
Nine months ending Sep. 30, 2025	306,300	3.2	3,900	(87.0)	(1,300)	—	(2,500)	—	(6.91)

Note: (1) Revisions to consolidated financial results forecasts made during the quarter under review: Yes
(2) SUMCO discloses forecasts for the forthcoming quarter only. Please see “(2) Explanation of Financial Results Forecasts” on page 2 of Supplementary Materials.

*** Notes**

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

Newly included: —

Excluded: —

(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: Yes

(ii) Changes in accounting policies due to other reasons: None

(iii) Changes in accounting estimates: None

(iv) Restatement: None

Note: For more information, please see “(3) Notes to Consolidated Financial Statements (Notes to Changes in Accounting Policies)” on page 8 of Supplementary Materials.

(4) Number of issued shares (common shares)

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

As of Jun. 30, 2025	350,175,139 shares
As of Dec. 31, 2024	350,175,139 shares

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

As of Jun. 30, 2025	462,718 shares
As of Dec. 31, 2024	467,118 shares

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

Six months ended Jun. 30, 2025	349,709,341 shares
Six months ended Jun. 30, 2024	349,693,522 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

Financial results forecasts and other forward-looking statements contained in this Consolidated Financial Results are based on information currently available to the Company and on certain assumptions that the Company considers to be reasonable, and do not constitute guarantees of future performance. Actual results may differ significantly from those projected in the forward-looking statements as a result of various factors. Regarding the assumptions underlying financial results forecasts, please see “(2) Explanation of Financial Results Forecasts” on page 2 of Supplementary Materials.

Year-end dividend per share for the fiscal year ending Dec. 31, 2025 is not determined, and a forecast will be disclosed as soon as the disclosure becomes possible.

A financial results briefing for institutional investors and security analysts is scheduled on August 7, 2025. Presentation materials for quarterly financial results are available in our website before starting the briefing.

(Supplementary Materials)

Contents

1. Qualitative Information for the Second Quarter of Fiscal Year 2025	
(1) Explanation of Business Results	2
(2) Explanation of Financial Results Forecasts	2
2. Consolidated Financial Statements and Notes	
(1) Consolidated Balance Sheet	4
(2) Consolidated Statement of Income and Consolidated Statement of Comprehensive Income	6
(3) Notes to Consolidated Financial Statements	
(Notes to Going Concern Assumption)	8
(Notes to Significant Changes in Shareholders' Equity)	8
(Notes to Changes in Accounting Policies)	8

1. Qualitative Information for the Second Quarter of Fiscal Year 2025

(1) Explanation of Business Results

During the second quarter of fiscal year 2025 (April 1, 2025–June 30, 2025), the semiconductor market saw continued strong demand for data center use to meet AI needs, while demand recovery for consumer, industrial, and automotive uses remained slow.

In the market for 300 mm silicon wafers, even as solid demand continued for leading-edge products for AI use, demand for other than leading-edge products continued to be impacted by customer inventory adjustments. Shipments remained slow for wafers of 200 mm and smaller.

In this environment, the SUMCO Group focused on maintaining its high market share of leading-edge products, carrying on with technology development aimed at meeting customer needs for higher precision and producing distinctive products. We further made efforts to boost our cost competitiveness, including by raising productivity with the use of AI.

As part of business structural reforms, we also began implementing plans to reorganize the production of wafers of 200 mm and smaller, for which demand remains sluggish, with the aim of improving efficiency and profitability.

As a result, for the period under review, the Group registered consolidated net sales of 205,372 million yen, operating profit of 7,457 million yen, ordinary profit of 4,720 million yen, and profit attributable to owners of parent of 3,081 million yen.

(2) Explanation of Financial Results Forecasts

In the third quarter of fiscal year 2025 (July 1, 2025–September 30, 2025), demand for 300 mm silicon wafers for leading-edge products, notably for AI use, is expected to remain strong. Customer inventory drawdowns are likely to continue, however, for products other than leading-edge items. Shipments of wafers of 200 mm and smaller are forecast to continue at a slow pace due to weak demand for their end products.

The Group will go ahead with business structural reforms, seeking to improve profitability. Regarding 300 mm products, given the accelerating pace of technological innovation in semiconductors, we will proceed steadily toward the startup of a new plant and modernization of manufacturing facilities in existing plants, responding with agility to demand growth for leading-edge products. As for wafers of 200 mm and smaller, we will reorganize production with appropriate timing based on a careful assessment of the situation.

Meanwhile, we will continue to closely watch the impacts on the market environment from geopolitical risks and the policies of individual countries, paying special attention to the impact of U.S. tariff policy moves on demand for end products containing semiconductors.

Since the semiconductor industry to which the Group belongs is characterized by drastic and short-term changes in the business environment, the Group has adopted the policy of disclosing financial results forecasts for the forthcoming quarter only.

SUMCO announces its consolidated financial results forecasts for the nine months ending Sep. 30, 2025 as follows.

Consolidated Financial Results Forecasts for the nine months ending Sep. 30, 2025 (from Jan. 1, 2025 to Sep. 30, 2025)

	Net sales (millions of yen)	Operating profit (millions of yen)	Ordinary profit (millions of yen)	Profit attributable to owners of parent (millions of yen)	Basic earnings per share (yen)
Previous Forecasts (A)	—	—	—	—	—
Revised Forecasts (B)	306,300	3,900	(1,300)	(2,500)	(6.91)
Changes (B-A)	—	—	—	—	
Rate of changes (%)	—	—	—	—	
(Reference) Results for nine months ended Sep. 30, 2024	296,664	29,974	26,003	16,259	46.50

- (Notes) (1) Financial results forecasts and other forward-looking statements contained in this Consolidated Financial Results are based on information currently available to the Company and on certain assumptions that the Company considers to be reasonable, and do not constitute guarantees of future performance. Actual results may differ significantly from those projected in the forward-looking statements as a result of various factors.
- (2) The above forecasts are made based on an assumed exchange rate for the three months ending Sep. 30, 2025 (from Jul. 1, 2025 to Sep. 30, 2025) of one U.S. dollar to 145 yen.

2. Consolidated Financial Statements and Notes

(1) Consolidated Balance Sheet

(Millions of yen)

	As of December 31, 2024	As of June 30, 2025
Assets		
Current assets		
Cash and deposits	87,181	65,914
Notes and accounts receivable - trade, and contract assets	92,549	86,326
Securities	8,490	15,000
Merchandise and finished goods	25,750	24,219
Work in process	28,959	27,826
Raw materials and supplies	178,559	186,258
Other	13,665	12,843
Allowance for doubtful accounts	(12)	(11)
Total current assets	435,143	418,378
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	145,623	155,779
Machinery, equipment and vehicles, net	140,561	204,196
Land	22,549	22,689
Construction in progress	378,007	312,910
Other, net	5,607	5,702
Total property, plant and equipment	692,350	701,277
Intangible assets		
Other	7,333	6,949
Total intangible assets	7,333	6,949
Investments and other assets		
Investment securities	2,453	2,715
Long-term advance payments	22,262	20,194
Deferred tax assets	9,303	8,587
Other	4,137	3,957
Allowance for doubtful accounts	(299)	(285)
Total investments and other assets	37,856	35,168
Total non-current assets	737,540	743,395
Total assets	1,172,683	1,161,774

(Millions of yen)

	As of December 31, 2024	As of June 30, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	32,028	33,529
Short-term borrowings	41,628	37,328
Lease liabilities	112	107
Provision for bonuses	2,176	1,534
Income taxes payable	5,316	2,852
Other	82,372	65,681
Total current liabilities	163,636	141,034
Non-current liabilities		
Long-term borrowings	312,043	326,952
Lease liabilities	170	133
Provision for share-based payments	131	123
Retirement benefit liability	23,278	22,647
Other	16,187	15,000
Total non-current liabilities	351,810	364,856
Total liabilities	515,447	505,891
Net assets		
Shareholders' equity		
Share capital	199,034	199,034
Capital surplus	85,543	85,653
Retained earnings	277,812	278,792
Treasury shares	(923)	(914)
Total shareholders' equity	561,467	562,565
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	0	0
Deferred gains or losses on hedges	(1,170)	-
Revaluation reserve for land	2,885	2,846
Foreign currency translation adjustment	28,988	24,117
Remeasurements of defined benefit plans	(56)	10
Total accumulated other comprehensive income	30,647	26,974
Non-controlling interests	65,121	66,342
Total net assets	657,236	655,883
Total liabilities and net assets	1,172,683	1,161,774

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

(Millions of yen)

	For the six months ended June 30, 2024	For the six months ended June 30, 2025
Net sales	198,273	205,372
Cost of sales	160,101	168,070
Gross profit	38,172	37,301
Selling, general and administrative expenses	17,349	29,844
Operating profit	20,822	7,457
Non-operating income		
Interest income	1,060	890
Dividend income	0	0
Insurance claim income	758	1,325
Subsidy income	362	716
Other	436	371
Total non-operating income	2,618	3,304
Non-operating expenses		
Interest expenses	1,101	1,349
Foreign exchange losses	323	3,643
Other	1,574	1,047
Total non-operating expenses	2,999	6,041
Ordinary profit	20,441	4,720
Profit before income taxes	20,441	4,720
Income taxes	5,905	1,398
Profit	14,536	3,322
Profit attributable to non-controlling interests	1,921	240
Profit attributable to owners of parent	12,614	3,081

(Consolidated Statement of Comprehensive Income)

(Millions of yen)

	For the six months ended June 30, 2024	For the six months ended June 30, 2025
Profit	14,536	3,322
Other comprehensive income		
Valuation difference on available-for-sale securities	(0)	0
Deferred gains or losses on hedges	0	1,170
Revaluation reserve for land	-	(39)
Foreign currency translation adjustment	17,417	(2,469)
Remeasurements of defined benefit plans, net of tax	610	75
Total other comprehensive income	18,027	(1,262)
Comprehensive income	32,564	2,059
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	26,093	(443)
Comprehensive income attributable to non-controlling interests	6,470	2,503

(3) Notes to Consolidated Financial Statements

(Notes to Going Concern Assumption)

Not applicable

(Notes to Significant Changes in Shareholders' Equity)

As resolved at the May 11, 2023 Board of Directors Meeting, the Company introduced a performance-based stock compensation plan. As a result of delivering 4,400 shares of the Company's stock held in the trust to those eligible under this plan, treasury stock declined by 8 million yen, amounting to 914 million yen as of the end of the semi-annual period of fiscal year 2025.

(Notes to Changes in Accounting Policies)

(Application of Accounting Standard for Current Income Taxes and other regulations)

The Company has applied the Accounting Standard for Current Income Taxes (ASBJ Statement No. 27 of October 28, 2022; hereinafter, "Revised Accounting Standard of 2022") and other relevant regulations as of the beginning of the semi-annual period of fiscal year 2025.

Revisions concerning the categories for recording current income taxes (taxes on other comprehensive income) are subject to the transitional treatment stipulated in the proviso of paragraph 20-3 of the Revised Accounting Standard of 2022 and the transitional treatment stipulated in the proviso of paragraph 65-2 (2) of the Guidance on Accounting Standard for Tax Effect Accounting (ASBJ Guidance No. 28 of October 28, 2022; hereinafter, "Revised Guidance of 2022"). There is no impact from this change on the semi-annual consolidated financial statements.

Regarding revisions related to changes in the accounting treatment for consolidated financial statements when gains or losses arising from the sale of subsidiary shares, etc. between consolidated subsidiaries are deferred for tax purposes, the Company has applied the Revised Guidance of 2022 from the beginning of this semi-annual period. There is no impact from this change on the consolidated financial statements for the semi-annual period of the previous fiscal year or for the entire previous fiscal year.

(Application of Accounting for and Disclosure of Current Taxes Related to the Global Minimum Tax Rules)

The Company has applied the Accounting for and Disclosure of Current Taxes Related to the Global Minimum Tax Rules (ASBJ Practical Solution No. 46 of March 22, 2024) and other relevant regulations as of the beginning of the semi-annual period of fiscal year 2025.

In accordance with the measure in paragraph 7 of the Practical Solution, the Company has not recorded any current taxes related to the Global Minimum Tax Rules for the semi-annual period of fiscal year 2025.