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October 31, 2025

Consolidated Financial Results for the Six Months Ended September 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 file semi-annual securities report: November 5, 2025
 Scheduled date to commence dividend payments: December 1, 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 six months ended September 30, 2025 (from April 1, 2025 to September 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	%
September 30, 2025	2,373,461	5.6	153,021	28.2	155,516	27.8	97,938	29.3
September 30, 2024	2,247,778	8.5	119,315	77.2	121,704	100.3	75,755	183.8

Note: Comprehensive income For the six months ended September 30, 2025: ¥144,918 million [0.5%]
 For the six months ended September 30, 2024: ¥144,226 million [(5.4)%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2025	125.57	—
September 30, 2024	97.14	—

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
September 30, 2025	4,527,185	2,624,420	52.4
March 31, 2025	4,441,629	2,530,437	51.6

Reference: Equity

As of September 30, 2025: ¥2,373,933 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	—	50.00			
Fiscal year ending March 31, 2026 (Forecast)			—	68.00	118.00

Note: Revisions to the forecast of cash dividends most recently announced: Yes

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
Full year	4,750,000	1.5	340,000	6.0	346,000	11.8	230,000	18.7	294.90

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 semi-annual 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 September 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 September 30, 2025	14,020,259 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)

Six months ended September 30, 2025	779,920,860 shares
Six months ended September 30, 2024	779,865,787 shares

* This document is exempt from review 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, 2025	As of September 30, 2025
Assets		
Current assets		
Cash and time deposits	295,903	280,607
Trade notes, accounts receivable and contract assets	911,918	904,155
Inventories	922,998	959,983
Other current assets	200,556	176,729
Allowance for doubtful receivables	(11,284)	(11,671)
Total current assets	2,320,091	2,309,803
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	323,388	325,196
Machinery, equipment and vehicles, net	436,926	455,553
Tools, furniture and fixtures, net	66,595	68,334
Other, net	294,921	303,249
Total property, plant and equipment	1,121,830	1,152,332
Intangible assets	61,378	63,343
Investments and other assets		
Investment securities	604,733	662,589
Other	334,295	339,859
Allowance for doubtful receivables	(698)	(741)
Total investments and other assets	938,330	1,001,707
Total non-current assets	2,121,538	2,217,382
Total assets	4,441,629	4,527,185

(Millions of yen)

	As of March 31, 2025	As of September 30, 2025
Liabilities		
Current liabilities		
Trade notes and accounts payable	473,834	489,613
Short-term debt	314,294	198,750
Commercial papers	32,416	67,171
Current portion of bonds	—	14,993
Accrued income taxes	37,442	42,743
Provisions	11,097	5,732
Other current liabilities	417,760	455,544
Total current liabilities	1,286,843	1,274,546
Non-current liabilities		
Bonds	174,916	159,936
Long-term debt	166,365	168,803
Net defined benefit liabilities	51,820	52,791
Provisions	671	618
Other non-current liabilities	230,577	246,071
Total non-current liabilities	624,349	628,219
Total liabilities	1,911,192	1,902,765
Net assets		
Shareholders' equity		
Common stock	99,737	99,737
Capital surplus	165,319	165,326
Retained earnings	1,618,695	1,672,124
Treasury stock	(20,818)	(20,907)
Total shareholders' equity	1,862,933	1,916,280
Accumulated other comprehensive income		
Net unrealized holding gains or losses on available-for-sale securities	177,927	215,598
Deferred gains or losses on hedges	(3,692)	(2,213)
Foreign currency translation adjustments	162,741	162,245
Remeasurements of defined benefit plans	90,485	82,023
Total accumulated other comprehensive income	427,461	457,653
Non-controlling interests	240,043	250,487
Total net assets	2,530,437	2,624,420
Total liabilities and net assets	4,441,629	4,527,185

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

(Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Net sales	2,247,778	2,373,461
Cost of sales	1,852,436	1,923,482
Gross profit	395,342	449,979
Selling, general and administrative expenses	276,027	296,958
Operating profit	119,315	153,021
Non-operating income		
Interest income	1,724	1,861
Dividend income	5,119	4,384
Share of profit of investments accounted for using the equity method	16,994	11,174
Other income	8,394	7,218
Total non-operating income	32,231	24,637
Non-operating expenses		
Interest expenses	15,911	11,931
Other expenses	13,931	10,211
Total non-operating expenses	29,842	22,142
Ordinary profit	121,704	155,516
Extraordinary income		
Gain on sales of property, plant and equipment	—	4,367
Gain on sales of investment securities	2,180	—
Total extraordinary income	2,180	4,367
Extraordinary losses		
Loss on disposal of property, plant and equipment	1,309	1,767
Total extraordinary losses	1,309	1,767
Profit before income taxes	122,575	158,116
Income taxes	35,866	46,946
Profit	86,709	111,170
Profit attributable to non-controlling interests	10,954	13,232
Profit attributable to owners of parent	75,755	97,938

Consolidated Statement of Comprehensive Income

(Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Profit	86,709	111,170
Other comprehensive income		
Net unrealized holding gains or losses on available-for-sale securities	59,690	39,420
Deferred gains or losses on hedges	(1,457)	1,476
Foreign currency translation adjustments	(16,704)	10,737
Remeasurements of defined benefit plans	(4,687)	(4,176)
Share of other comprehensive income of affiliates accounted for using equity method	20,675	(13,709)
Total other comprehensive income	57,517	33,748
Comprehensive income	144,226	144,918
Comprehensive income attributable to		
Owners of the parent	135,865	128,164
Non-controlling interests	8,361	16,754

(3) Consolidated Statement of Cash Flows

(Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Cash flows from operating activities		
Profit before income taxes	122,575	158,116
Depreciation and amortization	102,657	101,333
Share of loss (profit) of investments accounted for using the equity method	(16,994)	(11,174)
Decrease (increase) in trade notes and accounts receivable	67,640	19,684
Decrease (increase) in inventories	(66,033)	(23,931)
Increase (decrease) in trade notes and accounts payable	(5,473)	9,801
Other, net	(3,764)	25,258
Subtotal	200,608	279,087
Interest and dividends received	11,209	12,004
Interest paid	(15,834)	(11,692)
Income taxes paid	(39,662)	(27,455)
Net cash provided by (used in) operating activities	156,321	251,944
Cash flows from investing activities		
Purchase of property, plant and equipment	(93,082)	(110,813)
Proceeds from sale of property, plant and equipment	2,776	5,532
Purchase of investment securities	(628)	(3,767)
Proceeds from sales of investment securities	2,320	1,661
Purchase of shares of subsidiaries resulting in change in scope of consolidation	(7,126)	(1,459)
Other, net	(9,194)	(9,254)
Net cash provided by (used in) investing activities	(104,934)	(118,100)
Cash flows from financing activities		
Net increase (decrease) in short-term debt	27,762	(95,162)
Increase (decrease) in commercial papers	—	31,089
Proceeds from long-term debt	23,532	19,698
Repayments of long-term debt	(33,523)	(41,939)
Payments for purchase of treasury stock	(2)	(7)
Cash dividends paid	(40,564)	(47,584)
Payments from changes in ownership interests in subsidiaries that do not result in change in scope of consolidation	(956)	—
Other, net	(16,699)	(17,786)
Net cash provided by (used in) financing activities	(40,450)	(151,691)
Effect of exchange rate change on cash and cash equivalents	(4,404)	3,621
Net increase (decrease) in cash and cash equivalents	6,533	(14,226)
Cash and cash equivalents at beginning of period	268,273	294,487
Increase in cash and cash equivalents from newly consolidated subsidiaries	18	—
Increase in cash and cash equivalents resulting from merger with unconsolidated subsidiaries	142	—
Cash and cash equivalents at end of period	274,966	280,261

Segment Information

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

Six months ended September 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	499,307	101,495	1,304,279	166,395	176,302	2,247,778	—	2,247,778
Intersegment sales	17,060	2,104	1,159	25,098	9,383	54,804	(54,804)	—
Net sales	516,367	103,599	1,305,438	191,493	185,685	2,302,582	(54,804)	2,247,778
Segment profit or loss	31,540	4,862	55,026	18,228	9,529	119,185	130	119,315

Notes:

1. Segment profit or loss included in Adjustments of ¥ 130 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.

Six months ended September 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	518,273	130,943	1,377,419	170,591	176,235	2,373,461	—	2,373,461
Intersegment sales	17,737	4,480	814	26,666	12,002	61,699	(61,699)	—
Net sales	536,010	135,423	1,378,233	197,257	188,237	2,435,160	(61,699)	2,373,461
Segment profit or loss	34,461	22,075	65,405	17,986	12,903	152,830	191	153,021

Notes:

1. Segment profit or loss included in Adjustments of ¥ 191 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.