



November 10, 2025

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

Company name: Sharp Corporation
 Listing: Tokyo Stock Exchange
 Securities code: 6753
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 Scheduled date to file Semiannual securities report: November 14, 2025
 Scheduled date to commence dividend payments: -
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: Yes (for institutional investors and analysts)

(Yen amounts are rounded down to millions, 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

(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	950,343	(13.3)	28,955	-	33,586	-	45,480	98.1
September 30, 2024	1,096,414	(5.3)	479	-	1,466	(51.6)	22,960	362.6

Note: Comprehensive income For the six months ended September 30, 2025: ¥54,950 million [-%]
 For the six months ended September 30, 2024: ¥(12,652) million [-%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2025	70.05	-
September 30, 2024	35.36	-

Note: Diluted earnings per share is not stated because potentially dilutive shares exist without dilutive effect at the moment.

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
September 30, 2025	1,417,071	221,275	14.6
March 31, 2025	1,453,730	167,709	10.5

Reference: Equity
 As of September 30, 2025: ¥207,475 million
 As of March 31, 2025: ¥153,367 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	-	0.00	-	0.00	0.00
Fiscal year ending March 31, 2026	-	0.00			
Fiscal year ending March 31, 2026 (Forecast)			-	-	-

Note: 1 Revisions to the forecast of cash dividends most recently announced: None

2 As of this time, the dividend per share for the fiscal year ending March 31, 2026 has not yet been determined.

3. Forecast of consolidated financial results 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
Fiscal year ending March 31, 2026	1,870,000	(13.4)	45,000	64.6	45,000	154.9	53,000	46.8	81.63

Note: Revisions to the earnings forecasts most recently announced: Yes

* Notes

- (1) Significant changes in the scope of consolidation during the period: Yes
Excluded: 3 companies (Saigon STEC Co., LTD., Sharp Fukuyama Laser Co., Ltd., P.T. Sharp Semiconductor Indonesia)
- (2) Adoption of accounting treatment specific to the preparation of Semiannual 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: 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	650,406,638 shares
As of March 31, 2025	650,406,538 shares

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

As of September 30, 2025	1,107,398 shares
As of March 31, 2025	1,106,821 shares

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

Six months ended September 30, 2025	649,299,481 shares
Six months ended September 30, 2024	649,300,988 shares

* “Consolidated Financial Results for the Six Months Ended September 30, 2025” is exempt from the review conducted by certified public accountants or an audit firm.

* Proper use of earnings forecasts, and other special matters

1. The forward-looking statements, including forecasts of financial results, contained in these materials are based on information currently available to Sharp Corporation (“the Company”) and on certain assumptions deemed to be reasonable. However, the Company makes no guarantee that these forecasts will be achieved. Actual results may vary due to a variety of factors.
2. The Company is scheduled to hold a financial results briefing on Monday, November 10, 2025. The financial results briefing materials used in this briefing will be posted on the Company's website promptly after the announcement.

1. Qualitative Information

(1) Qualitative Information regarding Consolidated Financial Results for the Six Months Ended September 30, 2025

Please refer to the presentation material “Consolidated Financial Results for the Second Quarter, Fiscal 2025” on our company website.

<https://global.sharp/corporate/ir/library/financial/>

(2) Material Events Related to the Going Concern Assumption

During the fiscal year ended March 31, 2025, the Group achieved profitability again after two years of losses through business restructuring including Asset Light Initiatives. Additionally, in the first half of the current fiscal year, 45,480 million yen of profit attributable to owners of parent was recorded, recovering our equity ratio up to 14.6% from 10.5% as of March 31, 2025. However, in pursuit of further improvement of our financial foundation, we are continuously working to accelerate “Global Expansion” and “Business Transformation” of Brand Business, as stated in the Medium-Term Management Plan, aiming to enhance profitability and growth potential.

In terms of funding, Sharp shares information regarding our operating and financial position and consults with major lending institutions on ways to improve our financial position as necessary, in order to maintain and continue our borrowing agreements, thereby stabilizing our financial resources. Additionally, with regard to the syndicated loan agreements maturing in April 2026, refinancing discussion with our primary financial institutions is going well, entering the phase of looking into specific terms.

While certain events or circumstances may have given rise significant doubts in connection with the going concern assumption, there are no material uncertainties noted that are applicable to Notes Related to the Going Concern Assumption.

2. 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 deposits	279,307	242,637
Notes and accounts receivable - trade, and contract assets	379,787	369,431
Inventories	242,081	248,875
Other	84,495	101,963
Allowance for doubtful accounts	(5,854)	(5,393)
Total current assets	979,817	957,514
Non-current assets		
Property, plant and equipment		
Buildings and structures	590,183	492,681
Machinery, equipment and vehicles	1,002,312	844,986
Tools, furniture and fixtures	136,473	126,727
Other	111,334	114,384
Accumulated depreciation	(1,638,404)	(1,388,278)
Total property, plant and equipment	201,899	190,502
Intangible assets		
Goodwill	7,264	6,645
Other	29,315	27,570
Total intangible assets	36,580	34,216
Investments and other assets		
Investment securities	185,710	186,742
Other	49,722	48,096
Total investments and other assets	235,433	234,838
Total non-current assets	473,913	459,557
Total assets	1,453,730	1,417,071

	As of March 31, 2025	As of September 30, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	278,869	286,733
Electronically recorded obligations - operating	10,881	8,792
Short-term borrowings	111,257	475,104
Provision for bonuses	19,481	20,001
Provision for product warranties	13,096	13,248
Other provisions	25,994	20,469
Other	297,342	257,908
Total current liabilities	756,923	1,082,257
Non-current liabilities		
Long-term borrowings	406,400	11,237
Provisions	11,709	10,846
Retirement benefit liability	45,604	40,938
Other	65,383	50,514
Total non-current liabilities	529,097	113,537
Total liabilities	1,286,021	1,195,795
Net assets		
Shareholders' equity		
Share capital	5,000	5,000
Capital surplus	148,983	148,964
Retained earnings	(54,082)	(8,602)
Treasury shares	(13,389)	(13,389)
Total shareholders' equity	86,511	131,972
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	20,818	21,937
Deferred gains or losses on hedges	(1,437)	811
Foreign currency translation adjustment	46,571	51,732
Remeasurements of defined benefit plans	902	1,021
Total accumulated other comprehensive income	66,855	75,503
Share acquisition rights	1,279	1,615
Non-controlling interests	13,062	12,184
Total net assets	167,709	221,275
Total liabilities and net assets	1,453,730	1,417,071

(2) Consolidated Statements of Income / Consolidated Statements of Comprehensive Income
- Consolidated statements of income

(Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Net sales	1,096,414	950,343
Cost of sales	908,194	739,418
Gross profit	188,219	210,925
Selling, general and administrative expenses	187,740	181,969
Operating profit	479	28,955
Non-operating income		
Interest income	2,534	2,510
Dividend income	1,132	653
Foreign exchange gains	-	862
Share of profit of entities accounted for using equity method	4,812	4,012
Investment income	1,190	-
Other	6,083	7,247
Total non-operating income	15,753	15,287
Non-operating expenses		
Interest expenses	4,867	4,265
Foreign exchange losses	3,043	-
Investment expense	-	172
Other	6,856	6,218
Total non-operating expenses	14,766	10,656
Ordinary profit	1,466	33,586
Extraordinary income		
Gain on sale of non-current assets	111	19,527
Gain on sale of investment securities	28,254	88
Gain on sale of shares of subsidiaries and associates	-	1,221
Gain on liquidation of subsidiaries and associates	79	-
Gain on sale of businesses	-	36
Gain on step acquisitions	717	-
Gain on change in equity	2,708	-
Gain on reversal of liabilities	3,590	-
Compensation income	3,858	-
Gain on reversal of share acquisition rights	216	77
Total extraordinary income	39,536	20,951
Extraordinary losses		
Loss on sale and retirement of non-current assets	301	737
Impairment losses	6,893	3,003
Business restructuring expenses	2,349	-
Total extraordinary losses	9,543	3,740
Profit before income taxes	31,458	50,797
Income taxes - current	9,464	4,482
Income taxes - deferred	(966)	237
Total income taxes	8,497	4,720
Profit	22,960	46,076
Profit attributable to non-controlling interests	0	595
Profit attributable to owners of parent	22,960	45,480

- Consolidated statements of comprehensive income

(Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Profit	22,960	46,076
Other comprehensive income		
Valuation difference on available-for-sale securities	(21,673)	1,117
Deferred gains or losses on hedges	(3,277)	2,248
Foreign currency translation adjustment	(11,996)	2,711
Remeasurements of defined benefit plans, net of tax	2,717	119
Share of other comprehensive income of entities accounted for using equity method	(1,382)	2,675
Total other comprehensive income	(35,613)	8,874
Comprehensive income	(12,652)	54,950
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(12,428)	54,128
Comprehensive income attributable to non-controlling interests	(223)	822

(3) Consolidated Statements 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	31,458	50,797
Depreciation	25,353	18,391
Interest and dividend income	(3,667)	(3,163)
Interest expenses	4,867	4,265
Share of loss (profit) of entities accounted for using equity method	(4,812)	(4,012)
Investment expenses (income)	(1,190)	172
Loss (gain) on sale and retirement of non-current assets	189	(18,790)
Impairment losses	6,893	3,003
Loss (gain) on sale of investment securities	(28,254)	(88)
Loss (gain) on sale of shares of subsidiaries and associates	-	(1,221)
Loss (gain) on liquidation of subsidiaries and associates	(79)	-
Loss (gain) on sale of businesses	-	(36)
Loss (gain) on step acquisitions	(717)	-
Loss (gain) on change in equity	(2,708)	-
Gain on reversal of liabilities	(3,590)	-
Compensation income	(3,858)	-
Gain on reversal of share acquisition rights	(216)	(77)
Business restructuring expenses	2,349	-
Decrease (increase) in accounts receivable - trade, and contract assets	(8,287)	20,596
Decrease (increase) in accounts receivable - other	451	(2,643)
Decrease (increase) in inventories	(7,179)	(10,791)
Increase (decrease) in trade payables	(12,194)	(4,965)
Increase (decrease) in accrued consumption taxes	(544)	(9,058)
Increase (decrease) in provision for bonuses	4,347	825
Other, net	(3,742)	(51,013)
Subtotal	(5,132)	(7,810)
Interest and dividends received	5,436	4,433
Interest paid	(3,878)	(3,334)
Income taxes refund (paid)	(11,908)	(4,250)
Payments for business restructuring	(2,378)	(12,818)
Proceeds from insurance income	730	-
Proceeds from compensation	3,534	431
Net cash provided by (used in) operating activities	(13,596)	(23,349)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Cash flows from investing activities		
Payments into time deposits	(45,545)	(28,242)
Proceeds from withdrawal of time deposits	2,590	37,084
Purchase of property, plant and equipment	(15,743)	(9,610)
Proceeds from sale of property, plant and equipment	520	17,801
Purchase of intangible assets	(5,783)	(5,616)
Proceeds from sale of investment securities	44,346	105
Proceeds from refund of investment partnerships	12,186	6,608
Proceeds from sale of businesses	-	3,813
Proceeds from sale of shares of subsidiaries resulting in change in scope of consolidation	-	11,766
Other, net	2,762	3,581
Net cash provided by (used in) investing activities	(4,664)	37,290
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	21,074	(1,307)
Repayments of long-term borrowings	(13,686)	(32,374)
Repayments of finance lease liabilities	(4,021)	(2,612)
Other, net	(28)	(8,287)
Net cash provided by (used in) financing activities	3,337	(44,582)
Effect of exchange rate change on cash and cash equivalents	(5,976)	3,001
Net increase (decrease) in cash and cash equivalents	(20,899)	(27,639)
Cash and cash equivalents at beginning of period	219,128	242,703
Cash and cash equivalents at end of period	198,229	215,063

(4) Notes to Consolidated Financial Statements

(Segment information)

I. Six months ended September 30, 2024

i. Information on the amounts of sales, profits or losses for each reportable segment

(Millions of yen)

	Reportable segments				Other (Note) 1	Total	Adjustments (Note) 2	Amounts recorded in Consolidated Statements of Income (Note)3
	Smart Life	Smart Workplace	Display Device	Total				
Sales								
Revenues from external customers	315,358	396,322	221,234	932,915	163,498	1,096,414	-	1,096,414
Transactions with other segments	392	508	5,703	6,604	10,642	17,246	(17,246)	-
Total	315,750	396,831	226,937	939,520	174,140	1,113,661	(17,246)	1,096,414
Segment profit (loss)	7,720	22,497	(12,598)	17,620	(7,521)	10,098	(9,619)	479

Note: 1. Business segments excluded from reportable segments are classified as Other, consisting of the Electronic Device business and Sakai Display Products Corporation. Of these, sales of 41,005 million yen (38,758 million yen from external customers, 2,246 million yen from transactions with other segments), and segment loss of (12,219) million yen were related to Sakai Display Products Corporation.

2. Adjustments for segment profits or losses of (9,619) million yen includes (9,088) million yen of company-wide expenses that have not been allocated to each reportable segment. Company-wide expenses are mainly related to basic R&D expenses and expenses related to the Company's head office.

3. Segment profits or losses are adjusted for operating profit in consolidated statements of income.

II. Six months Ended September 30, 2025

i. Information on the amounts of sales, profits or losses for each reportable segment

(Millions of yen)

	Reportable segments				Other (Note) 1	Total	Adjustments (Note) 2	Amounts recorded in Consolidated Statements of Income (Note)3
	Smart Life	Smart Workplace	Display Device	Total				
Sales								
Revenues from external customers	290,791	407,782	209,515	908,088	42,254	950,343	-	950,343
Transactions with other segments	346	748	2,366	3,461	3,089	6,550	(6,550)	-
Total	291,137	408,530	211,882	911,550	45,343	956,894	(6,550)	950,343
Segment profit (loss)	13,280	32,986	(8,767)	37,500	1,221	38,721	(9,765)	28,955

Note: 1. Business segments excluded from reportable segments are classified as Other, consisting of the Electronic Device business and Sakai Display Products Corporation.

2. Adjustments for segment profits or losses of (9,765) million yen include (9,549) million yen in company-wide expenses that have not been allocated to each reportable segment. Company-wide expenses are mainly related to basic R&D expenses and expenses related to the Company's head office.

3. Segment profits or losses are adjusted for operating profit in consolidated statements of income.

ii. Change in segment classification

In the previous fiscal year, we categorized the Group's reportable segments into five: Smart Life & Energy, Smart Office, Universal Network, Display Device and Electronic Device. Effective from the first quarter of the current fiscal year, reportable segments had recategorized into three: Smart Life, Smart Workplace and Display Device.

This reorganization divides our strategic brand business into two groups: the Smart Life Business Group, which focuses on lifestyles, and the Smart Workplace Business Group, which focuses on workstyles. Our goal is to focus and shift our business to accelerate new value creation in each area and enhance profitability and growth potential. Meanwhile, Display Device continues to concentrate on high-value-added products for automotive, mobile, and industrial applications where we can maintain a competitive advantage.

Following the change in segments, the TV system business (formerly under Universal Network) is now classified under Smart Life, along with the previous Smart Life & Energy. Similarly, the mobile communication business (formerly under Universal Network) is now included in Smart Workplace, along with the previous Smart Office. In addition, we group Electronic Device, which is being transferred, and Sakai Display Products Corporation, which has ceased production, under Other and exclude them from the reportable segments.

The segment information for the six months ended September 30, 2024 has been restated under the classification after the change.

iii. Information on segment assets

With regard to the transfer of the camera module business, the Group transferred its equity in Saigon STEC Co., LTD. (hereinafter referred to as "SSTEC"), a consolidated subsidiary, and excluded it from the scope of consolidation. Furthermore, certain assets (inventories and property, plant and equipment) are being transferred to SSTEC after the equity transfer. In addition, the Company has transferred the rights and obligations related to the business operated by Sharp Fukuyama Laser Co., Ltd. (hereinafter, "SFL"), a consolidated subsidiary, to SFL through a company split (absorption-type split) and subsequently excluded SFL from the scope of consolidation through a share transfer.

As a result, assets included in Other (formerly included in Electronic Device) as of March 31, 2025 decreased by 27,612 million yen.

(Notes Related to Significant Changes in Shareholders' Equity)

No applicable matter to report.

(Notes Related to the Going Concern Assumption)

No applicable matter to report.