



NOTICE: For the convenience of capital market participants, SUMIDA CORPORATION makes efforts to provide English translations of the information disclosed in Japanese. However, in the event that any discrepancy is found between the documents, the Japanese original shall prevail over its English translation.

CONSOLIDATED FINANCIAL STATEMENTS (IFRS) (Non-Audited)

(For the third quarter of fiscal year 2025)

October 31, 2025

Company Name SUMIDA CORPORATION

Stock Exchange Listing: Tokyo
Stock Exchange

Listing Code 6817 URL <https://www.sumida.com>

Representative Kanji Hori, CEO

Contact Masaru Tarui, CFO

Phone +81-(0) 3-6758-2470

The date of payout of dividends -

Supplementary Materials Prepared for the Financial Statements: Yes

Presentation Held to Explain the Financial Statements: Yes (institutional investors and analysts)

(Amounts of less than one million yen are omitted.)

1. Consolidated financial results for nine months ended September 30, 2025

(1) Operating results

(Percentages represent changes compared with the same period of the previous fiscal year.)

	Revenue		Operating profit		Quarterly profit before income taxes		Quarterly profit		Quarterly profit attributable to owners of parent		Quarterly Comprehensive income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Nine months ended September 30, 2025	108,076	(1.3)	5,489	33.7	3,629	115.4	2,598	128.3	2,677	115.6	1,872	(19.0)
Nine months ended September 30, 2024	109,536	(1.3)	4,106	(44.6)	1,684	(69.2)	1,137	(73.8)	1,242	(71.5)	2,312	(76.5)

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended September 30, 2025	81.00	80.32
Nine months ended September 30, 2024	37.82	37.37

(2) Financial position

	Assets	Equity	Equity attributable to owners of parent	Parent company owner's equity ratio	Share attributable to parent company owner per share
	Million yen	Million yen	Million yen	%	Yen
At September 30, 2025	151,308	61,123	58,947	39.0	1,783.00
At December 31, 2024	147,766	60,915	58,648	39.7	1,774.64

2. Dividends

	Cash dividends per share				
	1 st Quarter	2 nd Quarter	3 rd Quarter	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
FY 2024	-	26.00	-	27.00	53.00
FY 2025	-	26.00	-		
FY 2025 (forecast)				27.00	53.00

Note: Whether the dividend forecast under review has been revised: None

3. Forecast of Consolidated Results for FY 2025 (January 1, 2025 - December 31, 2025)

(Percentages represent changes with the previous fiscal year.)

	Revenue		Operating profit		Profit before income taxes		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
FY 2025	144,000	0.0	7,000	55.1	4,080	214.9	3,200	441.5	96.83

Note: Whether the results forecast under review has been revised: None

Note:

(1) Significant changes in the scope of consolidation during the nine months ended September 30, 2025: None

(2) Changes in accounting policies and changes in accounting estimates

1. Changes in accounting policies required by IFRS: None
2. Changes in accounting policies other than those in 1. above: None
3. Changes in accounting estimates: None

(3) Number of common shares outstanding shares

1. Number of shares issued at the end of the period (including treasury stock)	As of September 30, 2025	33,108,217	As of December 31, 2024	33,096,017
2. Number of treasury stocks at the end of the period	As of September 30, 2025	47,663	As of December 31, 2024	47,648
3. Average number of shares issued during the period (Nine months)	As of September 30, 2025	33,056,003	As of September 30, 2024	32,846,444

Note:

The consolidated financial statements are not subject to reviews by external auditors.

Explanation of the appropriate use of performance forecasts and other related items:

This document is provided solely for informational purposes to serve as reference material for evaluating Sumida Corporation (hereinafter “the Company”). Please make your final investment decisions at your own discretion. We do not assume responsibility for any outcomes resulting from investment decisions made by the users of these documents.

Portions of this report that refer to performance forecasts or any other future events are believed to be reasonable under information available at the time of the forecasts. Actual financial results may materially differ from these forecasts due to potential risks and uncertainties.

(Financial Results Presentation)

We will hold an online financial results briefing for institutional investors and analysts on Tuesday, November 4, 2025. The presentation materials have been disclosed today on TDnet and are also available on the Company’s website.

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1. Overview of the Financial Results

(1) Overview of Operating Results for the Quarterly Period

During the current consolidated nine months ended September 30, 2025, while the military conflict between Russia and Ukraine remained at a stalemate, there was some progress in peace negotiations between Israel and Hamas. In addition, due to the situation surrounding the U.S. administration's tariff policies, we see the business environment continues to be highly uncertain. In the United States, corporate earnings have been squeezed by the impact of tariffs, and the employment conditions are deteriorated. We also see that consumer sentiment is worsening due to heightened concerns about cost-push inflation caused by tariffs. In Europe, although it seemed the signs of recovery appeared in the manufacturing sector, there are still uncertainties such as the outcome of tariff negotiations with the US, and it is expected to take some more time for a full recovery. In China, while domestic demand is being stimulated by subsidies for replacing durable consumer goods, there are also moves to diversify export destinations to ASEAN countries. In monetary policy, the US Federal Reserve cut interest rates in September in response to worsening employment conditions, while the European Central Bank, after implementing four rate cuts this year, kept rates unchanged at its September meeting. Meanwhile, the Bank of Japan raised interest rates in January this year, following a previous hike in July last year.

Approximately 60% of Sumida Group (hereinafter, "the Group")'s revenue comes from automotive-related applications. Global automobile sales are growing, which is driven by China. In China, the market has expanded, particularly for xEVs, with fierce price competition among manufacturers. Now the government is trying to curb excessive price competition and to normalize payment terms. In addition, while the penetration of new energy vehicles in new car sales has reached about 70% in China, there are concerns about overcapacity. In the United States, automobile sales remain stable; while in Europe, they are declining due to deteriorating consumer sentiment.

In the previous consolidated fiscal year, the US accounted for about 20% of the Group's total revenue. We observe bilateral negotiations with the US are gradually progressing regarding the US tariff policies. We are closely monitoring the parties that will ultimately bear the additional costs due to tariffs. In the Group, there are few transactions where our group directly bears the tariffs upon delivery. Therefore, we believe that the direct impact of tariffs on the Group is minimal. On the other hand, indirect impacts may happen. If consumers bear the additional costs due to tariffs, final demand may decrease, and if the industry sectors bear the costs, there may be downward pressure on prices at each stage of the supply chain. In addition to these potential indirect impacts, we are also closely monitoring exchange rate fluctuations.

We have recognized geopolitical risks such as US-China trade friction as business risks for some time and has been analyzing and, if necessary, reviewing transaction forms and supply chains to mitigate the impact on business. We are also diversifying risks by producing products at multiple production sites. As part of these efforts, we have established a local production and consumption system that can complete design, manufacturing, and sales within the each region of Asia, Europe, and North America. We aim to respond flexibly to customer demands while leveraging this local production and consumption system in a rapidly changing environment.

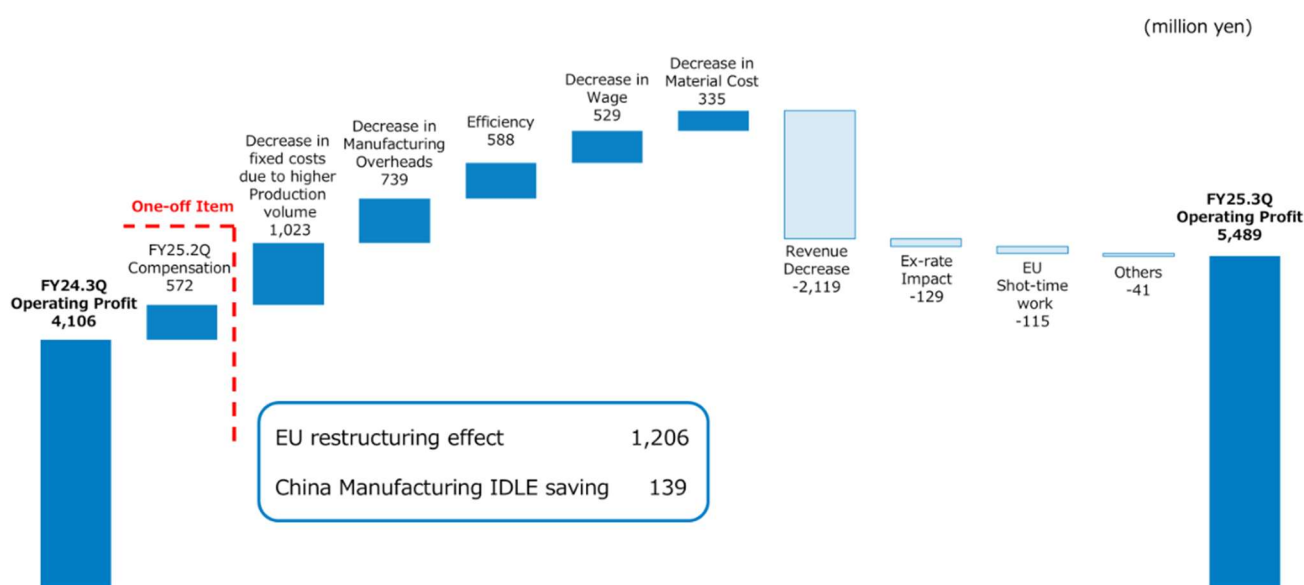
During the current consolidated third quarter, the business structure reform in Europe was completed as planned. The optimization of indirect manufacturing costs in China is also progressing as planned. In light of the increasing uncertainty in the business environment, we are striving to further improve the break-even point through further cost reductions.

The group is also working to diversify its revenue sources. As part of this effort, on October 1, 2025, we acquired 80% of the issued shares of Schmidbauer Transformatoren- und Gerätebau GmbH (hereinafter "Schmidbauer"), headquartered in Germany, making it a subsidiary. Schmidbauer develops, manufactures, and sells mainly large-scale coil products for the industrial sectors including wind power, solar, energy storage, railway, testing equipment, ship and defense. As a family-owned business Schmidbauer faces some hurdles in expanding its manufacturing sites, thus sought for business partner with global manufacturing footprint. Schmidbauer capitalizes on significant growth potential across high power applications, renewable energy, military and non-road mobile machinery markets. The Group also positions in the same markets, aiming to meet the growing global demand. Schmidbauer manufactures large-scale products whereas the Group does small-scale ones. Although in the same markets, the difference in product size made Schmidbauer and the Group each develop customer base with little overlap. By producing Schmidbauer's products at the Group's manufacturing bases in Eastern Europe, Asia, and North America and selling them in those regions, we aim to expand into the countries and regions that are untapped by Schmidbauer. At the same time, by mutually utilizing the specialized technologies of both companies in product development and manufacturing, we will strengthen quality,

reliability, and efficiency, and expand into application markets that were previously untapped by both parties. The impact of this share acquisition on business performance and financial condition will be captured from the current consolidated fourth quarter onwards.

The performance of the Group during the current consolidated nine months ended September 30, 2025 is as follows. Revenue was 108,076 million yen, a decrease of 1.3% YoY, and operating profit was 5,489 million yen, an increase of 33.7% YoY. During the current consolidated nine months ended September 30, 2025, the Group agreed to receive compensation for the decrease in order quantities from some customers, resulting in a one-time increase in profit of 572 million yen. In addition, the factors for the YoY changes in operating profit include; the decreased revenues (profit decrease by 2,119 million yen), the decreased fixed costs due to higher production volume (profit increase by 1,023 million yen), and the decreased manufacturing overheads (profit increase by 739 million yen). The cost reductions from the business structure reform in Europe are mainly included in the decrease in wage. In addition, due to the impact of interest payments and other factors, net finance income and expenses were a negative 1,859 million yen, resulting in a quarterly profit before income taxes of 3,629 million yen, an increase of 115.4% YoY, and a quarterly profit attributable to owners of parent of 2,677 million yen, an increase of 115.6% YoY.

Year-on-Year Change in Profit (Units: Millions of Yen)



Reference: Average Exchange Rates During the Period

	Nine months ended September 30, 2024	Nine months ended September 30, 2025
USD / JPY	151.37	148.89
EUR / JPY	164.36	164.81
CNY / JPY	20.96	20.59
HKD/ JPY	19.37	19.09

(Market Overview)

The market-wise overview for the current consolidated nine months ended September 30, 2025 is as follows:

1) Automotive

Due to the significant growth of local manufacturers in China and the stagnation of European manufacturers, demand for our group's products for European manufacturers in China remained sluggish. Demand was also sluggish in North America. Automotive-related revenue was 63,901 million yen, a decrease of 6.0% compared to the same period of the previous year.

2) Industry

In Europe, demand for rapid charging infrastructure for xEVs and solar power-related products decreased. On the other hand, demand for solar power and battery storage-related products increased in North America and Asia (excluding China). Industry-related revenue was 28,167 million yen, an increase of 4.9% compared to the same period of the previous year.

3) Consumer Electronics

One-off factor contributed to the increase in revenue due to an agreement with the customer to compensate the Group for a decrease in order quantities. The launch of models with generative AIs also contributed to the recovery in demand for laptops, tablets, and smartphones. Revenue from consumer electronics-related products increased by 9.0% YoY, to 16,008 million yen.

(Units: Million yen)

	Nine months ended September 30, 2024	Nine months ended September 30, 2025	Change (%)
Automotive	68,010	63,901	(6.0)
Industry	26,843	28,167	4.9
Consumer Electronics	14,682	16,008	9.0

(Overview of Reportable Segments)

The performance of each reportable segment for the current consolidated nine months ended September 30, 2025 is as follows:

1) Asia-Pacific Business

In the Asia-Pacific business, while demand for automotive-related products in China declined, demand for industry-related products in the other parts of Asia and North America increased. Revenue amounted to 72,395 million yen, an increase by 2.3% YoY. The optimization of indirect manufacturing costs in China is also progressing as planned. In addition, one-off factor contributed to the increase in revenue due to an agreement with the customer to compensate the Group for a decrease in order quantities. Segment profit increased by 60.0% YoY, to 3,655 million yen.

2) EU Business

In the EU business, demand for xEV-related quick charging infrastructure significantly decreased, resulting in Revenue amounting to 41,752 million yen, a decrease by 5.0% YoY. The business structure reforms decided in the previous consolidated fiscal year were completed as planned. Segment profit increased by 12.5% YoY, to 2,078 million yen.

(2) Overview of Financial Position for the Quarterly Period

a. Financial Position

(Assets)

Total assets at the end of the consolidated third quarter were 151,308 million yen, an increase of 3,541 million yen compared to the end of the previous consolidated fiscal year. This was mainly due to the procurement of 33,600 thousand euros (equivalent to 5,841 million yen at the end of the consolidated third quarter) through bank borrowing in preparation for the payment for the acquisition of Schmidbauer shares.

Cash and cash equivalents at the end of the current consolidated third quarter were 12,256 million yen, an increase of 7,970 million yen compared to the end of the previous consolidated fiscal year. This was mainly a temporary increase in preparation for the payment for the acquisition of Schmidbauer shares, and 33,600 thousand euros were paid as consideration on October 1, 2025. To mitigate the risk of reduced capital efficiency due to funds being retained by domestic and overseas consolidated subsidiaries, we set minimum cash targets for major subsidiaries. We compare the set targets with actual cash balances each month to reduce excess funds across the Group, thus strive to reduce borrowings. We also manage funds by conducting rolling forecasts each month, for three months ahead.

(Liabilities)

Total liabilities at the end of the current consolidated third quarter were 90,184 million yen, an increase of 3,332 million yen compared to the end of the previous consolidated fiscal year, due to the increase from bank borrowing in preparation for the payment for the acquisition of Schmidbauer shares, the decrease in provision used for the purpose, and the changes in the balance of interest-bearing debt from borrowings and repayments.

The net interest-bearing debt balance at the end of the current consolidated third quarter decreased by 2,967 million yen compared to the end of the previous consolidated fiscal year, to 45,174 million yen. The net debt-to-equity ratio at the end of the current consolidated third quarter was 0.77 times, down 0.05 points from the end of the previous consolidated fiscal year. As of the end of the current consolidated third quarter, the balance of short-term interest-bearing debt (including long-term interest-bearing debt scheduled for repayment or redemption within one year) was 43,323 million yen, and the balance of long-term interest-bearing debt was 14,107 million yen. Approximately 84% of the Group's borrowings are at floating interest rates, and approximately 16% are at fixed interest rates. The bank borrowing of 33,600 thousand euros (equivalent to 5,841 million yen at the end of the consolidated third quarter) for

the payment for the acquisition of Schmidbauer shares was procured as short-term interest-bearing debt, but it is planned to be converted to long-term interest-bearing debt by the end of the first quarter of the next consolidated fiscal year.

To mitigate the impact of exchange rate fluctuations, given that most of the Group's assets are denominated in non-JPY currencies, we procure funds in local currencies as a principle while also considering interest expenses to optimize funding. About 80% of the Group's borrowings are denominated in foreign currencies, and the average interest rate on borrowings is 3.5%.

The Group holds regular meetings with major banks and maintains good relationships. The open commitment line of the bank syndicate is maintained at 11 billion yen, all of which is unused. In the medium term, we aim to improve profitability, strengthen our financial structure, obtain credit ratings, and widen options for funding.

(Equity)

Total equity at the end of the current consolidated third quarter was 61,123 million yen, an increase of 208 million yen compared to the end of the previous consolidated fiscal year. Due to the recording of quarterly profits, payment of dividends, and fluctuations in other comprehensive income mainly due to exchange differences on translation of foreign operations, total equity attributable to owners of parent was 58,947 million yen, and the parent company owner's equity ratio changed from 39.7% at the end of the previous consolidated fiscal year to 39.0% at the end of the current consolidated third quarter. The share attributable to parent company owner per share changed from 1,774.64 yen at the end of the previous consolidated fiscal year to 1,783.00 yen at the end of the current consolidated third quarter.

Reference: Exchange Rates at End of Period

	End of FY2024 (Dec 31, 2024)	End of FY2025 Third Quarter (September 30, 2025)
USD / JPY	156.15	148.05
EUR / JPY	162.70	173.84
CNY / JPY	21.34	20.77
HKD/ JPY	20.11	19.03

b. Cash Flows

At the end of the current consolidated third quarter, cash and cash equivalents (hereinafter referred to as "funds") increased by 7,970 million yen compared to the end of the previous consolidated fiscal year, amounting to 12,256 million yen.

The status and factors affecting each cash flow during the current consolidated nine months ended September 30, 2025 are as follows:

(Cash Flows from Operating Activities)

Funds provided by operating activities amounted to 11,155 million yen (compared to 10,495 million yen in the previous consolidated nine months). This was mainly due to the recording of pre-tax quarterly profits of 3,629 million yen, and depreciation and amortization expenses of 8,526 million yen.

The Group adopts Cash Conversion Cycle (CCC) as a KPI to monitor working capital. The CCC at the end of the current consolidated third quarter was 94 days, which is one day shorter than at the end of the previous consolidated fiscal year.

Since the Group runs a B-to-B business, shortening the Days Sales Outstanding (DSO), i.e., the collection period of trade receivables, may lead to price reduction pressure from customers. Similarly, efforts to extend the Days Payable Outstanding (DPO) may lead to price increase pressure from suppliers. Therefore, managing the Days Inventory Outstanding (DIO) is a realistic approach. We monitor the amount of inventory on a monthly basis by region and subsidiary, and strive to reduce. At the end of this consolidated third quarter, the DIO was 79 days, the DSO was 80 days, and the DPO was 65 days.

	Actual Results		Change (Days)
	End of FY2024 (Days)	End of FY2025 Third Quarter (Days)	
DSO (Days Sales Outstanding)	73	80	7
DIO (Days Inventory Outstanding)	85	79	(6)
DPO (Days Payables Outstanding)	63	65	2
Cash Conversion Cycle	95	94	(1)

(Cash Flows from Investing Activities)

Funds used in investing activities amounted to 5,216 million yen (compared to 6,627 million yen used in the previous consolidated nine months).

The Group makes capital investments based on orders received from customers. For capital investments, we plan according to the purpose, such as new products, capacity expansion, efficiency improvement, and replacement. For large-scale capital investments, we use methods such as NPV analysis and Monte Carlo simulation to examine profitability in decision making. During the current consolidated third quarter, we invested in equipment mainly related to automotive and industry-related orders. Expenditures for the acquisition of these tangible fixed assets amounted to 4,558 million yen.

(Cash Flows from Financing Activities)

Funds provided by financing activities amounted to 2,159 million yen (compared to a net outflow of 2,298 million yen in the previous consolidated nine months).

There was an inflow due to a net increase of 4,949 million yen in interest-bearing debt, mainly for the payment for the acquisition of Schmidbauer shares. On the other hand, there were expenditures such as 1,749 million yen for dividend payments and 1,040 million yen for the repayment of lease liabilities.

(Units: Million yen)

	Nine months ended September 30, 2024	Nine months ended September 30, 2025	Change
Cash flows from operating activities	10,495	11,155	660
Cash flows from investing activities	(6,627)	(5,216)	1,410
Cash flows from financing activities	(2,298)	2,159	4,457
Effect of exchange rate changes on cash and cash equivalents	71	(128)	(200)
Net increase (decrease) in cash and cash equivalents	1,642	7,970	6,328
Cash and cash equivalents at beginning of period	3,107	4,286	1,178
Cash and cash equivalents at end of third quarter	4,750	12,256	7,506

(3) Explanation Regarding Forward-Looking Statements, Including Consolidated Earnings Forecasts

There is no change to the consolidated earnings forecast for the fiscal year ending December 31, 2025, which was announced on February 7, 2025, in the "CONSOLIDATED FINANCIAL STATEMENTS (IFRS) (Non-Audited) (For the fiscal year 2024)."

The foreign exchange rate assumptions underlying this earnings forecast are as follows: USD/JPY = 145.00, EUR/JPY = 159.50, CNY/JPY = 20.40, and HKD/JPY = 18.60. The copper price used for assumption is USD 9,500 per metric ton. We have also estimated the impact on operating profit from changes in foreign exchange rates under this earnings forecast. If the exchange rates shift as follows: USD/JPY = 146.00 (1.00 yen depreciation), EUR/JPY = 160.50 (1.00 yen depreciation), CNY/JPY = 20.50 (0.10 yen depreciation), and HKD/JPY = 18.70 (0.10 yen depreciation), the estimated impact on operating profit would be: USD: +234 million yen (increase), EUR: +15 million yen (increase), CNY: -75 million yen (decrease), and HKD: -91 million yen (decrease).

[Note Regarding Earnings Forecasts]

The earnings forecasts are based on assumptions, outlooks, and plans that are considered reasonable by the company as of the date of this announcement. However, these forecasts involve risks and uncertainties. Therefore, actual results may differ materially from the forecasts due to various factors, including changes in business operations, domestic and international economic conditions, and fluctuations in foreign exchange rates.

2. Summary of Quarterly Consolidated Financial Statements and Main Notes

(1) Summary of Quarterly Consolidated Balance Sheet

(Units: Million yen)

	At December 31, 2024	At September 30, 2025
Assets		
Current assets		
Cash and cash equivalents	4,286	12,256
Trade and other receivables	30,167	31,621
Inventories	29,350	26,944
Other current assets	5,867	5,607
Total current assets	69,672	76,429
Non-current assets		
Property, plant and equipment	54,906	52,886
Right-of-use asset	5,605	4,779
Goodwill	5,730	5,701
Intangible assets	7,722	7,353
Financial assets	636	720
Deferred tax assets	2,973	2,934
Other non-current assets	518	502
Total non-current assets	78,094	74,878
Assets	147,766	151,308

(Units: Million yen)

	At December 31, 2024	At September 30, 2025
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	14,960	15,158
Interest-bearing liabilities	30,964	40,424
Current portion of long-term debt	5,459	2,898
Current portion of long-term lease	1,264	735
Provisions	2,083	177
Income taxes payable	638	948
Accrued expenses	3,847	4,172
Other current liabilities	2,451	2,642
Total current liabilities	61,669	67,158
Non-current liabilities		
Long-term debt	16,004	14,107
Lease liabilities	4,284	4,029
Retirement benefit liability	1,582	1,678
Provisions	47	46
Deferred tax liabilities	966	807
Other non-current liabilities	2,297	2,356
Total non-current liabilities	25,181	23,026
Liabilities	86,851	90,184
Equity		
Share capital	13,624	13,630
Capital surplus	13,179	13,185
Retained earnings	20,315	21,240
Share options	130	206
Treasury shares	(98)	(98)
Accumulated other comprehensive income	11,497	10,782
Equity attributable to owners of parent	58,648	58,947
Non-controlling interests	2,266	2,176
Equity	60,915	61,123
Liabilities and equity	147,766	151,308

(2) Summary of Quarterly Consolidated Statement of Income

(Units: Million yen)

	Nine months ended September 30, 2024	Nine months ended September 30, 2025
Revenue	109,536	108,076
Cost of sales	(95,933)	(93,149)
Gross profit	13,602	14,927
Selling, general and administrative expenses	(9,662)	(9,364)
Other operating income	191	37
Other operating expenses	(25)	(111)
Operating profit	4,106	5,489
Finance income	34	14
Finance costs	(2,456)	(1,874)
Profit before income taxes	1,684	3,629
Income taxes	(546)	(1,031)
Profit	1,137	2,598
Profit attributable to:		
Owners of parent	1,242	2,677
Non-controlling interests	(104)	(79)

	Nine months ended September 30, 2024	Nine months ended September 30, 2025
Earnings per share		
Basic earnings per share (Yen)	37.82	81.00
Diluted earnings per share (Yen)	37.37	80.32

(3) Summary of Quarterly Consolidated Statement of Comprehensive Income

(Units: Million yen)

	Nine months ended September 30, 2024	Nine months ended September 30, 2025
Profit	1,137	2,598
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Financial assets at fair value through other comprehensive income	0	0
Remeasurements of defined benefit plans	(11)	(30)
Total of items that will not be reclassified to profit or loss	(11)	(30)
Items that may be reclassified subsequently to profit or loss		
Effective portion of cash flow hedges	(9)	(7)
Exchange differences on translation of foreign operations	1,195	(687)
Total of items that may be reclassified subsequently to profit or loss	1,185	(695)
Other comprehensive income (after income taxes)	1,174	(725)
Comprehensive income	2,312	1,872
Comprehensive income attributable to:		
Owners of parent	2,389	1,962
Non-controlling interests	(77)	(89)

(4) Summary of Quarterly Consolidated Statement of Changes in Equity

(Units: Million yen)

	Equity attributable to owners of parent				
	Share capital	Capital surplus	Retained earnings	Share options	Treasury shares
As of January 1, 2024	13,519	13,078	21,722	460	(520)
Quarterly profit			1,242		
Other comprehensive income					
Quarterly comprehensive income	-	-	1,242	-	-
Issuance of new shares	105	105		(210)	
Dividends			(1,771)		
Purchase of treasury shares					(0)
Disposal of treasury shares			(226)	(195)	421
Share-based payments				76	
Total transactions with owners	105	105	(1,998)	(328)	421
As of September 30, 2024	13,624	13,183	20,966	131	(98)

(Units: Million yen)

	Equity attributable to owners of parent						Non-controlling interests	Equity
	Accumulated other comprehensive income					Total shareholders' equity		
	Remeasurements of defined benefit plans	Share of other comprehensive income of investments accounted for using the equity method	Effective portion of cash flow hedges	Exchange differences on translation of foreign operations	Accumulated other comprehensive income/(loss)			
As of January 1, 2024	(546)	41	22	7,279	6,797	55,056	2,255	57,312
Quarterly profit					-	1,242	(104)	1,137
Other comprehensive income	(11)	0	(9)	1,168	1,147	1,147	27	1,174
Quarterly comprehensive income	(11)	0	(9)	1,168	1,147	2,389	(77)	2,312
Issuance of new shares					-	0		0
Dividends					-	(1,771)		(1,771)
Purchase of treasury shares					-	(0)		(0)
Disposal of treasury shares					-	0		0
Share-based payments					-	76		76
Total transactions with owners	-	-	-	-	-	(1,694)	-	(1,694)
As of September 30, 2024	(557)	41	12	8,447	7,944	55,751	2,178	57,929

(Units: Million yen)

	Equity attributable to owners of parent				
	Share capital	Capital surplus	Retained earnings	Share options	Treasury shares
As of January 1, 2025	13,624	13,179	20,315	130	(98)
Quarterly profit			2,677		
Other comprehensive income					
Quarterly comprehensive income	-	-	2,677	-	-
Issuance of new shares	5	5		(11)	
Dividends			(1,751)		
Purchase of treasury shares					(0)
Change in ownership interest in a controlled subsidiary		(0)			
Share-based payments				87	
Total transactions with owners	5	5	(1,751)	75	(0)
As of September 30, 2025	13,630	13,185	21,240	206	(98)

(Units: Million yen)

(Units: million yen)

	Equity attributable to owners of parent						Non-controlling interests	Equity
	Accumulated other comprehensive income					Total shareholders' equity		
	Remeasurements of defined benefit plans	Share of other comprehensive income of investments accounted for using the equity method	Effective portion of cash flow hedges	Exchange differences on translation of foreign operations	Accumulated other comprehensive income/(loss)			
As of January 1, 2025	(515)	41	7	11,964	11,497	58,648	2,266	60,915
Quarterly profit					-	2,677	(79)	2,598
Other comprehensive income	(31)	0	(7)	(676)	(715)	(715)	(10)	(725)
Quarterly comprehensive income	(31)	0	(7)	(676)	(715)	1,962	(89)	1,872
Issuance of new shares					-	0		0
Dividends					-	(1,751)		(1,751)
Purchase of treasury shares					-	(0)		(0)
Change in ownership interest in a controlled subsidiary					-	(0)		(0)
Share-based payments					-	87		87
Total transactions with owners	-	-	-	-	-	(1,664)	-	(1,664)
As of September 30, 2025	(546)	41	(0)	11,287	10,782	58,947	2,176	61,123

(5) Summary of Quarterly Consolidated Statement of Cash Flows

(Units: Million yen)

	Nine months ended September 30, 2024	Nine months ended September 30, 2025
Cash flows from operating activities		
Quarterly profit (loss) before income taxes	1,684	3,629
Depreciation and amortization	8,275	8,526
Impairment loss	-	18
Interest and dividend income	(34)	(14)
Interest expenses	2,062	1,615
(Gains) losses on sales of property, plant and equipment	(9)	67
Increase (decrease) in provision for Business restructuring	-	(911)
(Increase) decrease in trade and other receivables	552	(1,485)
(Increase) decrease in inventories	1,627	2,553
Increase (decrease) in trade and other payables	(1,105)	485
Other	734	(918)
Subtotal	13,787	13,566
Interest received	34	14
Interest paid	(2,158)	(1,691)
Income taxes paid	(1,168)	(733)
Net cash provided by (used in) operating activities	10,495	11,155
Cash flows from investing activities		
Purchase of property, plant and equipment	(6,080)	(4,558)
Proceeds from sales of property, plant and equipment	118	44
Purchase of intangible assets	(703)	(683)
Other	37	(18)
Net cash provided by (used in) investing activities	(6,627)	(5,216)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	7,400	9,634
Repayments of long-term borrowings	(6,941)	(4,684)
Proceeds from issuance of common shares	0	0
Dividends paid	(1,770)	(1,749)
Repayments of lease liabilities	(986)	(1,040)
Other	(0)	(0)
Net cash provided by (used in) financing activities	(2,298)	2,159
Effect of exchange rate change on cash and cash equivalents	71	(128)
Net increase (decrease) in cash and cash equivalents	1,642	7,970
Cash and cash equivalents as of January 1	3,107	4,286
Cash and cash equivalents as of September 30	4,750	12,256

(6) Notes on Summary of Quarterly Consolidated Financial Statements

(Segment Information)

(1) Overview of Reportable Segments

The reportable segments of the Group are components for which separate financial information is available and which are regularly reviewed by the Chief Executive Officer (CEO) to allocate management resources and evaluate performance. Under the control and management of the Company, which operates as a pure holding company, the Group engages in the manufacturing and sales of coils both in Japan and overseas. The Group formulates and executes comprehensive business strategies by region for its products and services and conducts its operations accordingly. As a result, the Group is organized into business segments by region, based on its production, sales, and research & development structure. The two reportable segments are Asia-Pacific Business and EU Business. Each reportable segment engages in research, development, design, manufacturing, and sales of electronic components, including high-frequency coils, for applications such as audio, visual, OA, automotive, and industrial equipment.

(2) Revenue and Expenses of the Segments

The reportable segments generate revenue primarily from manufacturing activities and from the sales of products to external customers or other segments.

Intersegment of sales revenue is based on prevailing market prices.

"Segment profit" is calculated by deducting cost of sales and selling, general and administrative expenses from revenue.

The accounting policies applied to each reportable segment are consistent with those adopted in the preparation of the Group's condensed quarterly consolidated financial statements.

Revenue, profit or loss, and other items by reportable segment of the Group are as follows.

Nine months ended September 30, 2024

(Units: Million yen)

	Reportable segments			Reconciling items	Consolidated
	Asia Pacific	EU	Total		
Revenue					
Revenue to customers	66,799	42,736	109,536	-	109,536
Intersegment	3,950	1,226	5,177	(5,177)	-
Total	70,749	43,963	114,713	(5,177)	109,536
Segment profit	2,285	1,847	4,132	(192)	3,940
Other operating income	-	-	-	-	191
Other operating expenses	-	-	-	-	(25)
Finance income	-	-	-	-	34
Finance costs	-	-	-	-	(2,456)
Profit before income taxes	-	-	-	-	1,684

Note: The reconciliation of (192) million yen to the segment profit includes corporate expenses that are not distributed to the reportable segments.

Nine months ended September 30, 2025

(Units: Million yen)

	Reportable segments			Reconciling items	Consolidated
	Asia Pacific	EU	Total		
Revenue					
Revenue to customers	67,699	40,377	108,076	-	108,076
Intersegment	4,696	1,375	6,071	(6,071)	-
Total	72,395	41,752	114,148	(6,071)	108,076
Segment profit	3,655	2,078	5,733	(170)	5,563
Other operating income	-	-	-	-	37
Other operating expenses	-	-	-	-	(111)
Finance income	-	-	-	-	14
Finance costs	-	-	-	-	(1,874)
Profit before income taxes	-	-	-	-	3,629

Note: The reconciliation of (170) million yen to the segment profit includes corporate expenses that are not distributed to the reportable segments.

(Notes on Going Concern Assumptions)

None

(Significant Subsequent Event)
(Business Combination through Share Acquisition)

VOGT electronic Miesau GmbH ("Miesau"), a wholly owned consolidated subsidiary of the Company, acquired 80% of the issued shares of Schmidbauer Transformatoren- und Gerätebau GmbH ("Schmidbauer") pursuant to the share purchase agreement.

(1) Overview of the Business Combination

1. Name and Business of the Acquired Company

Name	Schmidbauer Transformatoren- und Gerätebau GmbH
Business	Development and manufacturing of chokes, transformers, power supplies, electrical equipment, and filter solutions for industrial applications.

2. Purpose of the Business Combination

Schmidbauer specializes in the development, manufacturing, and sales of large coil products for industrial sectors including wind power, solar, energy storage, railway, testing equipment, ship and defense. Operating across multiple countries in the transformer and choke markets, Schmidbauer requires a localized production system in key markets such as the U.S. and China to achieve sustainable growth and long-term business continuity. As a family-run business, Schmidbauer faced challenges in expanding its manufacturing footprint and was seeking a partner with a global production network. Our group acquired Schmidbauer's shares to make it a subsidiary, aiming to generate synergies through global manufacturing capabilities and diversification of revenue sources.

3. Acquisition Date

October 1, 2025

4. Voting Rights Acquired

80%

5. Method of Gaining Control

Miesau acquired the shares in exchange for cash consideration

(2) Fair Value of Acquisition Consideration, Acquired Assets and Assumed Liabilities, Non-controlling Interests, and Goodwill as of the Acquisition Date

The acquisition consideration was EUR 33,600 thousand. As of now, the fair value assessment of the acquired assets and assumed liabilities as of the acquisition date has not been completed. Therefore, detailed information regarding the acquired assets, assumed liabilities, non-controlling interests, and goodwill is not disclosed at this time.