

Consolidated Financial Results for the Six Months Ended March 31, 2025 (Japanese GAAP)

May 9, 2025

Company name: Hamamatsu Photonics K.K. Stock listing: Tokyo Stock Exchange
 Stock code: 6965 URL: <https://www.hamamatsu.com/jp/en>
 Representative: Tadashi Maruno, Representative Director and President, Chief Executive Officer
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 (Phone: +81-53-452-2141)
 Scheduled date to file semi-annual securities report: May 12, 2025
 Scheduled date to begin dividend payments: June 3, 2025
 Supplementary materials to the financial statements have been prepared: Yes
 Presentation will be held to explain the financial statements: Yes (for analysts and institutional investors)

Note: All amounts are rounded down to the nearest million yen

1. Consolidated financial results for the six months (interim period) ended Mar. 31, 2025 (From Oct. 1, 2024 through Mar. 31, 2025)

(1) Consolidated operating results

Note: Percentage figures represent changes from the same period of the previous year.

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen
Six months ended Mar. 31, 2025	106,745	2.7	10,777	(46.3)	12,127	(43.7)	9,935
Six months ended Mar. 31, 2024	103,986	(6.8)	20,064	(36.3)	21,521	(33.8)	16,771

Note: Comprehensive income

Six months ended Mar. 31, 2025: 12,590 million yen [(31.6)%]

Six months ended Mar. 31, 2024: 18,397 million yen [(8.9)%]

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Six months ended Mar. 31, 2025	32.95		—	
Six months ended Mar. 31, 2024	54.15		—	

Note: On October 1, 2024, the Company conducted a 2-for-1 stock split of shares of common stock. Earnings per share are calculated on the assumption that the stock split was conducted at the beginning of the previous fiscal year.

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of Mar. 31, 2025	436,436	319,779	72.9
As of Sep. 30, 2024	434,634	333,011	76.2

For reference: Equity

As of Mar. 31, 2025: 317,959 million yen

As of Sep. 30, 2024: 331,307 million yen

2. Dividends

	Dividends per share				
(Base date)	End of Q1	End of Q2	End of Q3	End of FY	Full FY
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended Sep. 30, 2024	—	38.00	—	38.00	76.00
Fiscal year ending Sep. 30, 2025	—	19.00			
Fiscal year ending Sep. 30, 2025 (Forecast)			—	19.00	38.00

Notes: 1. Revision of the forecasts for dividends most recently announced: No

2. On October 1, 2024, the Company conducted a 2-for-1 stock split of shares of common stock. For the fiscal year ended Sep. 30, 2024, the figures presented are the actual dividend amounts before the stock split. For the fiscal year ending Sep. 30, 2025, the figures presented are the dividend amounts after the stock split.

3. Forecast of consolidated financial results for the fiscal year ending Sep. 30, 2025 (From Oct. 1, 2024 through Sep. 30, 2025)

Note: Percentage figures represent changes from the same period of the previous year.

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	Yen
Fiscal year ending Sep. 30, 2025	218,900	7.3	24,100	(25.0)	26,570	(23.0)	18,050	(28.2)
								60.42

Notes: 1. Revision of the forecasts for consolidated financial results most recently announced: No

2. Based on resolutions at the Board of Directors meetings held on June 21, 2024 and August 30, 2024, the Company purchased and cancelled its treasury stock. Forecast earnings per share for the fiscal year ending Sep. 30, 2025 reflect the impact of the purchase and cancellation of treasury stock. For details of this cancellation of treasury stock, please refer to "Notes on Important Subsequent Events" on page 10.

4. Others

- (1) Significant changes in the scope of consolidation during the period: None
- (2) Application of special accounting treatment for preparing semi-annual consolidated financial statements: Yes
- (3) Changes in accounting principles, changes in accounting estimates, and changes in presentation due to revisions
- (a) Changes in accounting principles accompanying revisions in accounting standards: Yes
- (b) Changes other than those in (a) above: None
- (c) Changes in accounting estimates: None
- (d) Changes in presentation due to revisions: None
- (4) Number of shares issued
- (a) Number of shares issued at end of period including treasury stock
- As of Mar. 31, 2025: 330,229,214 shares
- As of Sep. 30, 2024: 330,167,540 shares
- (b) Number of treasury stock at end of period
- As of Mar. 31, 2025: 31,468,030 shares
- As of Sep. 30, 2024: 20,429,132 shares
- (c) Average number of shares outstanding during the period
- Six months ended Mar. 31, 2025: 301,587,258 shares
- Six months ended Mar. 31, 2024: 309,717,238 shares

Note: On October 1, 2024, the Company conducted a 2-for-1 stock split of shares of common stock. Number of shares issued at end of period including treasury stock, number of treasury stock at end of period, and average number of shares outstanding during the period are calculated on the assumption that the stock split was conducted at the beginning of the previous fiscal year.

1. Overview of Operating Results and Others

(1) Overview of Operating Results for the Six Months Ended March 31, 2025

During the six months ended March 31, 2025, Japan's economy continued to show a gradual growth trend backed by factors that included rising real income due to stabilizing inflation, while the outlook remained uncertain mainly due to increases in tariffs in various countries and political instability in major European countries.

Given these circumstances, the Group worked to secure net sales and earnings by making reforms in order to improve corporate value from both a financial and a non-financial perspective and promoting research and product development utilizing the proprietary photonics technologies.

As a result, we closed the six months ended March 31, 2025 with net sales of JPY 106,745 million, up by JPY 2,758 million (2.7%) compared with the same period one year ago. From an earnings perspective, operating profit was JPY 10,777 million, down by JPY 9,286 million (46.3%), ordinary profit was JPY 12,127 million, down by JPY 9,394 million (43.7%), and profit attributable to owners of parent was JPY 9,935 million, down by JPY 6,835 million (40.8%) from the same period one year ago, resulting in an increase in net sales and a decrease in earnings year on year.

Operating results by segment are as follows:

Effective from the third quarter of the previous fiscal year, classifications of reportable segments have been changed. Details are as stated in "Segment and Other Information" of "Semi-annual Consolidated Financial Statements." In accordance with these changes, comparative analysis concerning the comparisons against the second quarter of the previous fiscal year stated below is based on figures restated to reflect segment classifications after the changes.

(Electron Tube)

In photomultiplier tubes (PMT), imaging devices and light sources, although sales of deuterium lamps for liquid chromatography and other analyzers increased, sales of microfocus X-ray sources for non-destructive testing devices in the industrial field decreased due to the stagnant EV (electric vehicles) market, mainly for automotive battery testing applications and circuit board inspection applications. In addition, sales of PMT for geological exploration also decreased.

As a result, the Electron Tube business closed the six-month period with net sales of JPY 37,245 million, down by 7.6%, and operating profit of JPY 10,005 million, down by 25.3% from the same period one year ago.

(Opto-semiconductor)

In opto-semiconductor devices, while sales of image sensors for semiconductor fabrication and inspection equipment remained strong in the industrial field, sales of silicon photodiodes for X-ray CT and sales of flat panel sensors for dental diagnostic equipment decreased in the medical field, partly due to price competition in the Chinese market and the high interest rates in Europe and the US.

As a result, net sales in the Opto-semiconductor business were JPY 39,234 million, down by 2.9%, and operating profit was JPY 6,709 million, down by 36.5% from the same period one year ago.

(Imaging and Measurement Instruments)

In image processing and measurement systems, while sales of X-ray line sensor cameras for non-destructive testing increased and sales of digital slide scanners that convert pathology glass slide images into digital data increased due to rising global demand, sales of digital cameras decreased due to lower demand in the biotechnology and industrial fields.

As a result, net sales for the Imaging and Measurement Instruments business were JPY 16,038 million, down by 9.6%, and operating profit was JPY 4,832 million, down by 10.0% from the same period one year ago.

(Laser)

In laser-related products, sales of Stealth Dicing Engine for high-speed, high-quality silicon wafer dicing increased accompanying strong capital investment for generative AI (artificial intelligence).

As a result, net sales for the Laser business were JPY 11,295 million, up by 258.9%, and operating loss was JPY 1,371 million, compared with an operating profit of JPY 407 million in the same period one year ago.

(Other)

Sales from other operations include the hotel operations run by Iwata Grand Hotel Inc., a subsidiary, and business relating to the proprietary products of Beijing Hamamatsu Photon Techniques, Inc., which is also a subsidiary.

In our other businesses, net sales were JPY 2,931 million, up by 24.2%, and operating profit was JPY 858 million, up by 94.3% from the same period one year ago.

(2) Overview of Financial Conditions for the Six Months Ended March 31, 2025

a. Summary of Assets, Liabilities and Net Assets

Current assets decreased by JPY 2,682 million from the end of the previous fiscal year, despite increases in cash and deposits of JPY 1,073 million and notes and accounts receivable - trade of JPY 954 million, mainly reflecting decreases in securities of JPY 1,209 million and accounts receivable - other under other current assets of JPY 1,709 million.

Non-current assets increased by JPY 4,484 million from the end of the previous fiscal year, mainly reflecting an increase in buildings and structures of JPY 8,378 million as a result of construction of new buildings and the completion of a hotel reconstruction project.

As a result, total assets at the end of the six months under review were JPY 436,436 million, up by JPY 1,801 million from the end of the previous fiscal year.

Current liabilities increased by JPY 12,590 million from the end of the previous fiscal year, mainly reflecting an increase in short-term borrowings of JPY 17,020 million despite a decrease in electronically recorded obligations - facilities (current liabilities, other) of JPY 7,659 million.

Non-current liabilities increased by JPY 2,443 million from the end of the previous fiscal year, due to an increase in long-term borrowings of JPY 2,127 million.

As a result, total liabilities at the end of the six months under review were JPY 116,657 million, up by JPY 15,033 million from the end of the previous fiscal year.

Net assets at the end of the six months under review were JPY 319,779 million, down by JPY 13,232 million from the end of the previous fiscal year, mainly reflecting a decrease of JPY 20,001 million from the purchase of treasury shares despite an increase in foreign currency translation adjustment of JPY 2,776 million.

b. Summary of Cash Flows

At the end of the six months under review, cash and cash equivalents (referred to below as “cash”) stood at JPY 93,549 million, up by JPY 969 million from the end of the previous fiscal year.

(Cash flows from operating activities)

Net cash provided by operating activities was JPY 28,995 million, mainly reflecting profit before income taxes and depreciation.

(Cash flows from investing activities)

Net cash used in investing activities was JPY 22,478 million, mainly reflecting purchase of property, plant and equipment.

(Cash flows from financing activities)

Net cash used in financing activities was JPY 6,657 million, mainly reflecting purchase of treasury shares.

(3) Projection for the Year

The business environment surrounding the Group is expected to remain uncertain due to the impact of tariffs in the U.S. and the resulting impact on the global economy.

Concerning our forecast of consolidated financial results for the fiscal year ending September 30, 2025, we are carefully examining the impact of tariffs in the U.S. and other factors, and when it becomes possible to make a reasonable calculation, we may revise the forecast.

Semi-annual Consolidated Financial Statements

Semi-annual Consolidated Balance Sheets

(Millions of Japanese Yen)

	As of Sep. 30, 2024	As of Mar. 31, 2025
Assets		
Current assets		
Cash and deposits	97,021	98,095
Notes and accounts receivable - trade	45,717	46,671
Securities	2,854	1,644
Merchandise and finished goods	15,458	15,572
Work in process	39,897	39,145
Raw materials and supplies	25,214	25,406
Other	13,248	10,024
Allowance for doubtful accounts	(402)	(233)
Total current assets	239,009	236,326
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	56,476	64,854
Machinery, equipment and vehicles, net	16,125	16,025
Tools, furniture and fixtures, net	6,758	7,191
Land	19,511	20,981
Leased assets, net	546	768
Right-of-use assets, net	3,564	3,711
Construction in progress	29,912	22,877
Total property, plant and equipment	132,895	136,409
Intangible assets		
Goodwill	30,827	29,662
Customer-related intangible assets	1,113	937
Other	3,789	5,558
Total intangible assets	35,731	36,158
Investments and other assets		
Investment securities	4,386	4,568
Retirement benefit asset	5,236	5,336
Deferred tax assets	12,608	13,143
Other	4,786	4,512
Allowance for doubtful accounts	(19)	(19)
Total investments and other assets	26,997	27,541
Total non-current assets	195,624	200,109
Total assets	434,634	436,436

Semi-annual Consolidated Financial Statements

Semi-annual Consolidated Balance Sheets

(Millions of Japanese Yen)

	As of Sep. 30, 2024	As of Mar. 31, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	6,558	8,393
Electronically recorded obligations - operating	6,795	6,038
Short-term borrowings	25,281	42,302
Current portion of long-term borrowings	3,114	3,212
Income taxes payable	955	2,007
Provision for bonuses	6,933	6,386
Other	31,096	24,982
Total current liabilities	80,734	93,325
Non-current liabilities		
Long-term borrowings	8,522	10,650
Retirement benefit liability	7,758	7,947
Deferred tax liabilities	231	204
Other	4,374	4,529
Total non-current liabilities	20,888	23,332
Total liabilities	101,623	116,657
Net assets		
Shareholders' equity		
Share capital	35,146	35,200
Capital surplus	34,426	34,480
Retained earnings	261,277	265,285
Treasury shares	(20,798)	(40,800)
Total shareholders' equity	310,052	294,165
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,096	1,079
Foreign currency translation adjustment	18,071	20,848
Remeasurements of defined benefit plans	2,086	1,865
Total accumulated other comprehensive income	21,255	23,793
Non-controlling interests	1,704	1,820
Total net assets	333,011	319,779
Total liabilities and net assets	434,634	436,436

Semi-annual Consolidated Financial Statements

Semi-annual Consolidated Statements of Income

(Millions of Japanese Yen)

	Six months ended Mar. 31, 2024	Six months ended Mar. 31, 2025
Net sales	103,986	106,745
Cost of sales	50,568	54,167
Gross profit	53,418	52,577
Selling, general and administrative expenses	33,353	41,799
Operating profit	20,064	10,777
Non-operating income		
Interest income	492	700
Share of profit of entities accounted for using equity method	244	162
Foreign exchange gains	232	461
Other	553	712
Total non-operating income	1,523	2,036
Non-operating expenses		
Interest expenses	45	285
Commission for purchase of treasury shares	—	327
Other	20	73
Total non-operating expenses	65	687
Ordinary profit	21,521	12,127
Extraordinary income		
Gain on sale of non-current assets	19	40
Gain on sale of investment securities	—	7
Gain on bargain purchase	—	942
Subsidy income	287	1,970
Compensation income	166	—
Total extraordinary income	473	2,960
Extraordinary losses		
Loss on sale of non-current assets	0	2
Loss on retirement of non-current assets	11	7
Loss on tax purpose reduction entry of non-current assets	69	1,662
Loss on valuation of investment securities	37	—
Total extraordinary losses	117	1,672
Profit before income taxes	21,877	13,415
Income taxes	5,023	3,306
Profit	16,854	10,108
Profit attributable to non-controlling interests	82	173
Profit attributable to owners of parent	16,771	9,935

Semi-annual Consolidated Financial Statements

Semi-annual Consolidated Statements of Comprehensive Income

(Millions of Japanese Yen)

	Six months ended Mar. 31, 2024	Six months ended Mar. 31, 2025
Profit	16,854	10,108
Other comprehensive income		
Valuation difference on available-for-sale securities	102	(16)
Foreign currency translation adjustment	1,544	2,729
Remeasurements of defined benefit plans, net of tax	(86)	(221)
Share of other comprehensive income of entities accounted for using equity method	(16)	(9)
Total other comprehensive income	1,543	2,481
Comprehensive income	18,397	12,590
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	18,310	12,474
Comprehensive income attributable to non-controlling interests	86	116

Semi-annual Consolidated Financial Statements

Semi-annual Consolidated Statements of Cash Flows

(Millions of Japanese Yen)

	Six months ended Mar. 31, 2024	Six months ended Mar. 31, 2025
Cash flows from operating activities		
Profit before income taxes	21,877	13,415
Depreciation	7,538	8,904
Amortization of goodwill	124	1,715
Interest and dividend income	(544)	(727)
Interest expenses	45	285
Share of loss (profit) of entities accounted for using equity method	(244)	(162)
Decrease (increase) in trade receivables	6,119	(422)
Decrease (increase) in inventories	(626)	638
Increase (decrease) in trade payables	(928)	726
Gain on bargain purchase	—	(942)
Increase (decrease) in provision for bonuses	(1,393)	(592)
Decrease (increase) in consumption taxes refund receivable	4,636	1,185
Other, net	1,198	7,351
Subtotal	37,803	31,375
Interest and dividends received	520	703
Interest paid	(45)	(285)
Income taxes refund (paid)	(9,006)	(2,798)
Net cash provided by (used in) operating activities	29,272	28,995
Cash flows from investing activities		
Purchase of securities	(1,037)	(1,219)
Proceeds from redemption of securities	592	1,753
Purchase of property, plant and equipment	(16,861)	(19,960)
Purchase of investment securities	(35)	(37)
Net decrease (increase) in time deposits	145	567
Purchase of shares of subsidiaries resulting in change in scope of consolidation	—	(1,469)
Other, net	(558)	(2,112)
Net cash provided by (used in) investing activities	(17,754)	(22,478)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	617	17,008
Proceeds from long-term borrowings	—	2,724
Repayments of long-term borrowings	(47)	(418)
Purchase of treasury shares	—	(20,001)
Dividends paid	(5,904)	(5,886)
Other, net	(32)	(84)
Net cash provided by (used in) financing activities	(5,367)	(6,657)
Effect of exchange rate change on cash and cash equivalents	780	1,110
Net increase (decrease) in cash and cash equivalents	6,931	969
Cash and cash equivalents at beginning of period	114,419	92,579
Cash and cash equivalents at end of period	121,350	93,549

Segment and Other Information

I. Six months ended Mar. 31, 2024 (From Oct. 1, 2023 through Mar. 31, 2024)

- Information on the amounts of sales and profit (loss) for reportable segments and information on disaggregation of revenue

(Millions of Japanese Yen)

	Reportable Segment					Other (Note 1)	Total	Adjust- ments (Note 2)	Consoli- dated total (Note 3)
	Electron Tube	Opto- semiconductor	Imaging and Measurement Instruments	Laser	Total				
Net sales									
Japan	6,756	9,661	4,199	2,716	23,333	206	23,540	–	23,540
North America	11,459	12,164	3,569	76	27,270	68	27,338	–	27,338
Europe	8,507	9,474	4,113	133	22,228	90	22,319	–	22,319
Asia excluding Japan	13,445	9,084	5,857	220	28,607	1,993	30,601	–	30,601
Other	146	30	8	1	186	–	186	–	186
Revenue from contracts with customers	40,315	40,416	17,747	3,147	101,626	2,359	103,986	–	103,986
Outside customers	40,315	40,416	17,747	3,147	101,626	2,359	103,986	–	103,986
Intersegment	442	375	59	44	922	96	1,019	(1,019)	–
Total net sales	40,757	40,792	17,807	3,192	102,549	2,456	105,005	(1,019)	103,986
Segment profit	13,393	10,560	5,369	407	29,731	441	30,172	(10,108)	20,064

Notes:

- The “Other” classification encompasses business segments not included in the reportable segments, and is the hotel operations run by Iwata Grand Hotel Inc., a subsidiary, and business relating to the proprietary products of Beijing Hamamatsu Photon Techniques, Inc., which is also a subsidiary.
- Adjustment of segment profit of negative JPY 10,108 million represents intersegment transactions of negative JPY 451 million and unallocated corporate expenses of negative JPY 9,657 million. Corporate expenses mainly consist of general and administrative expenses and basic research expenses that are unattributable to reportable segments.
- Segment profit has been reconciled with operating profit presented in the semi-annual consolidated financial statements.
- Net sales is classified by country or region, based on where the customer resides.

II. Six months ended Mar. 31, 2025 (From Oct. 1, 2024 through Mar. 31, 2025)

1. Information on the amounts of sales and profit (loss) for reportable segments and information on disaggregation of revenue

(Millions of Japanese Yen)

	Reportable Segment					Other (Note 1)	Total	Adjust- ments (Note 2)	Consoli- dated total (Note 3)
	Electron Tube	Opto- semiconductor	Imaging and Measurement Instruments	Laser	Total				
Net sales									
Japan	6,777	9,241	4,064	3,692	23,775	636	24,412	–	24,412
North America	9,328	11,394	1,845	2,362	24,930	18	24,949	–	24,949
Europe	7,688	9,341	4,031	3,920	24,981	361	25,343	–	25,343
Asia excluding Japan	13,324	9,197	6,028	1,317	29,868	1,913	31,782	–	31,782
Other	125	60	67	3	257	–	257	–	257
Revenue from contracts with customers	37,245	39,234	16,038	11,295	103,814	2,931	106,745	–	106,745
Outside customers	37,245	39,234	16,038	11,295	103,814	2,931	106,745	–	106,745
Intersegment	270	373	14	61	720	33	753	(753)	–
Total net sales	37,516	39,607	16,053	11,357	104,534	2,964	107,498	(753)	106,745
Segment profit (loss)	10,005	6,709	4,832	(1,371)	20,176	858	21,034	(10,256)	10,777

Notes:

1. The “Other” classification encompasses business segments not included in the reportable segments, and is the hotel operations run by Iwata Grand Hotel Inc., a subsidiary, and business relating to the proprietary products of Beijing Hamamatsu Photon Techniques, Inc., which is also a subsidiary.
2. Adjustment of segment profit (loss) of negative JPY 10,256 million represents intersegment transactions of negative JPY 332 million and unallocated corporate expenses of negative JPY 9,924 million. Corporate expenses mainly consist of general and administrative expenses and basic research expenses that are unattributable to reportable segments.
3. Segment profit (loss) has been reconciled with operating profit presented in the consolidated financial statements.
4. Net sales is classified by country or region, based on where the customer resides.

2. Matters related to changes in reportable segments

The “Laser” segment, which was previously included in the “Other” classification, has become quantitatively more important due to the acquisition of shares of NKT Photonics A/S, newly including it in the scope of consolidation from the third quarter of the fiscal year ended September 30, 2024, and is therefore presented as a reportable segment. Following these changes, segment information for the six months ended March 31, 2024 is disclosed based on the new segment classifications.

Notes When There Are Significant Changes in Amounts of Equity

Purchase of treasury stock

Based on resolutions at the Board of Directors meetings held on June 21, 2024 and August 30, 2024, the Company purchased 11,038,100 treasury stock during the six months ended March 31, 2025. As a result, treasury stock increased by JPY 19,999 million.

Notes on Important Subsequent Events

Cancellation of treasury stock

At the Board of Directors meetings held on June 21, 2024 and August 30, 2024, the Company resolved to cancel treasury stock based on the provisions of Article 178 of the Companies Act, and canceled the treasury stock on April 30, 2025.

(1) Reason for cancellation of treasury stock

The Company purchased 11,038,100 treasury stock during the period from June 24, 2024 to December 6, 2024 as part of its capital policy in response to changes in the business environment and as part of its comprehensive shareholder return policy. In order to eliminate concerns about future dilution of shares, the Company canceled all of the treasury stock purchased at this time.

(2) Details of matters relating to cancellation

Type of shares cancelled	Company Common shares
Total number of shares cancelled (cancellation)	11,038,100 shares (3.34% of total number of shares issued before cancellation)
Date of cancellation	April 30, 2025
Total number of shares issued after cancellation	319,191,114 shares