

# Financial Supplemental Information for FY03/26 1Q

Tokyo Stock Exchange Prime Market (Code:8137)

**SUN-WA TECHNOS CORPORATION**

<https://www.sunwa.co.jp/>

July 29, 2025

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

# Summary of the financial results for FY03/26 1Q

## FY03/26 1Q Results

- **Net Sales : 31.32 billion yen** (YoY -1.7%)      **Operating Profit : 0.26 billion yen** (YoY -58.6%)  
    **Ordinary Profit : 0.37 billion yen** (YoY -51.8%)      **Profit attributable to Owners of parent : 0.24 billion yen** (YoY -59.5%)
- Both sales and profit decreased compared to the previous year due to a decline of sales, a decrease in gross profit margin, an increase in SG&A expenses, and the impact of exchange rate fluctuations.
- **Order Received : 34.42 billion yen** (YoY 9.7%)
- The decrease in facilities investment and ongoing procurement adjustment due to the weak market conditions settled down, and the demand is on a recovery trend across various industries.

## FY03/26 Forecasts

- **Net Sales : 155 billion yen    Operating Profit : 3.5 billion yen    Ordinary Profit : 3.76 billion yen**  
    **Profit attributable to Owners of parent : 2.61 billion yen**
- The business environment and order trends are gradually recovering; however, there are uncertainties such as U.S. tariff policies and U.S.-China trade friction. As a result, all profit is expected to remain at the same level as the previous year.

## Shareholder Return

- Aiming to pay continuous and stable dividends, we will pay annual dividends of 4.0% or more of DOE (consolidated dividend on Shareholders' equity ratio).
- The forecasts of dividend per share for FY03/26 will be 120 yen  
(2<sup>nd</sup> quarter dividend : 60 yen / term-end dividend : 60 yen, DOE4.30%).
- We established shareholder benefit system from last financial year.  
    Also, we will enrich the content of the benefit system from the end of March 2026, the next year.

# 1. Financial Results for FY03/26 1Q

## 2. Forecasts for FY03/26

## 3. Shareholder Return

# Financial Highlights for FY03/26 1Q

- The decrease in facilities investment and ongoing procurement adjustment due to the weak market conditions settled down, and the demand is on a recovery trend across various industries.
- However, both sales and profit decreased compared to the previous year due to a decline of sales, a decrease in gross profit margin, an increase in SG&A expenses, and the impact of exchange rate fluctuations.

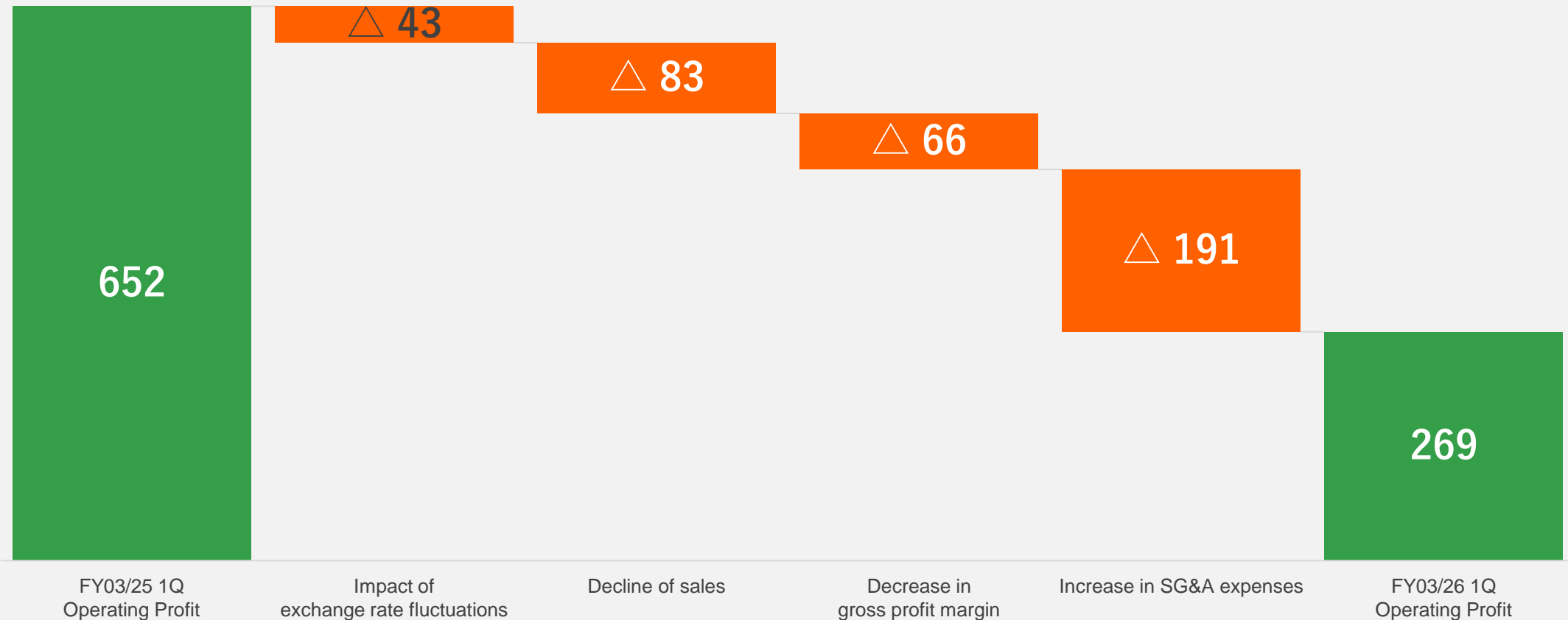
(million yen)

	FY03/25 1Q		FY03/26 1Q		Changes (%)
	Results	Ratio to Sales (%)	Results	Ratio to Sales (%)	
Net sales	31,848	—	31,322	—	△1.7
Gross profit	4,490	14.10	4,315	13.78	△3.9
SG&A expenses	3,838	12.05	4,045	12.92	5.4
Operating profit	652	2.05	269	0.86	△58.6
Ordinary profit	785	2.47	378	1.21	△51.8
Profit attributable to Owners of parent	605	1.90	245	0.78	△59.5
Earnings per share (yen)	40.07	—	16.16	—	△59.7
Exchange rate (USD/JPY)	148.61	—	152.60	—	—

# Breakdown of Changes in Operating Profit (FY03/25 1Q→FY03/26 1Q)

- Operating profit decreased compared to the previous year due to a decline of sales, a decrease in gross profit margin, an increase in SG&A expenses, and the impact of exchange rate fluctuations.

(million yen)



# Results by Business Segment for FY03/26 1Q

- Both sales and profit decreased compared to the previous year  
However, the amount of orders received increased compared to the previous year due to the demand recovery trend across various industries.

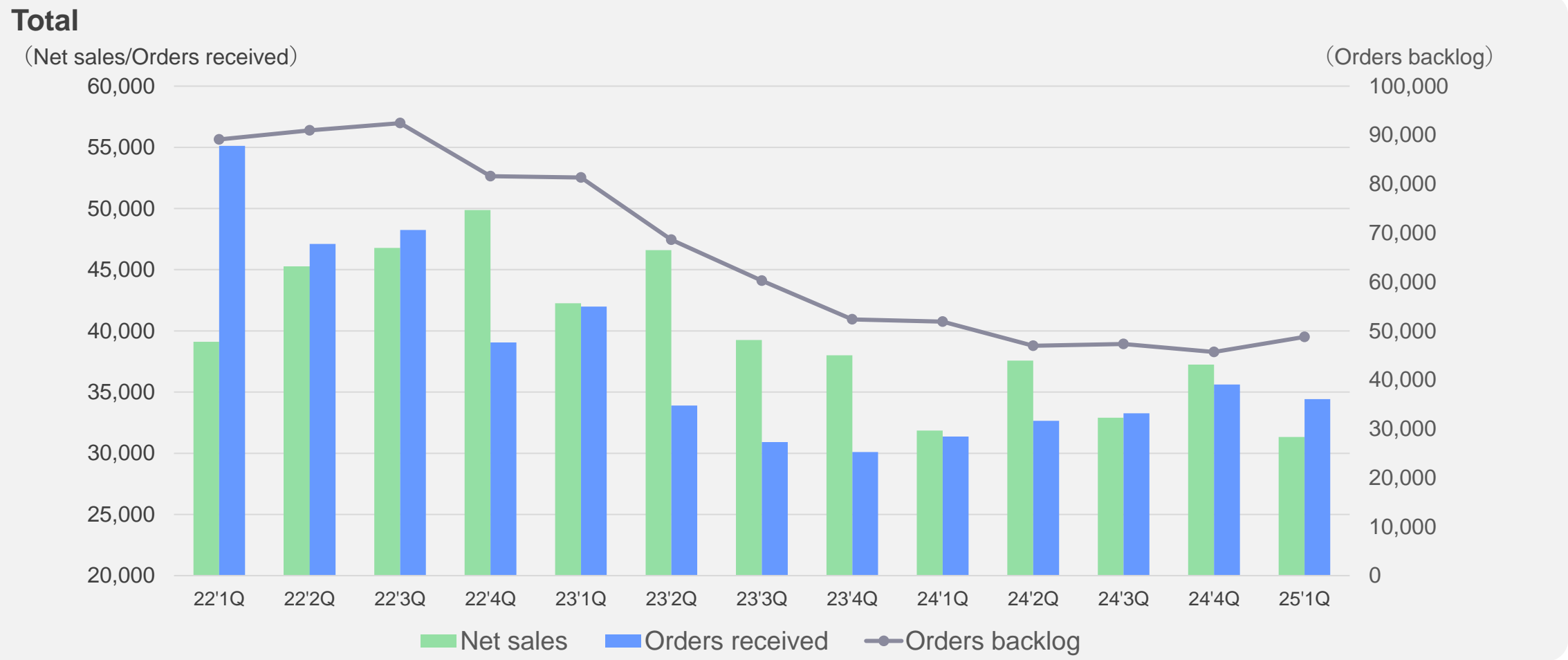
FY03/26 1Q

million yen  
Note: (x.x%) represents YoY

	Net sales		Operating profit		Orders received		Orders backlog	
Japan	23,725	(2.7%)	44	(△87.1%)	24,440	(16.8%)	34,147	(△6.0%)
Asia	9,923	(△6.5%)	173	(△24.4%)	8,639	(△6.3%)	12,338	(△10.4%)
Europe/U.S.	1,704	(4.7%)	40	(△45.7%)	1,107	(8.2%)	1,905	(22.5%)
Other	161	(△25.0%)	2	(△75.7%)	233	(17.0%)	399	(70.8%)
Adjustment	△4,193	(—)	8	(—)	—		—	
Total	31,322	(△1.7%)	269	(△58.6%)	34,420	(9.7%)	48,790	(△6.0%)

# Quarterly Performance for FY03/26 1Q

- The amount of net sales exceeded the most recent quarter.
  - The amount of orders fell below the most recent quarter, but they have exceeded the same period of the previous year for three consecutive quarters, indicating a continued recovery.
  - The amount of orders backlog remained steady.
- (million yen)



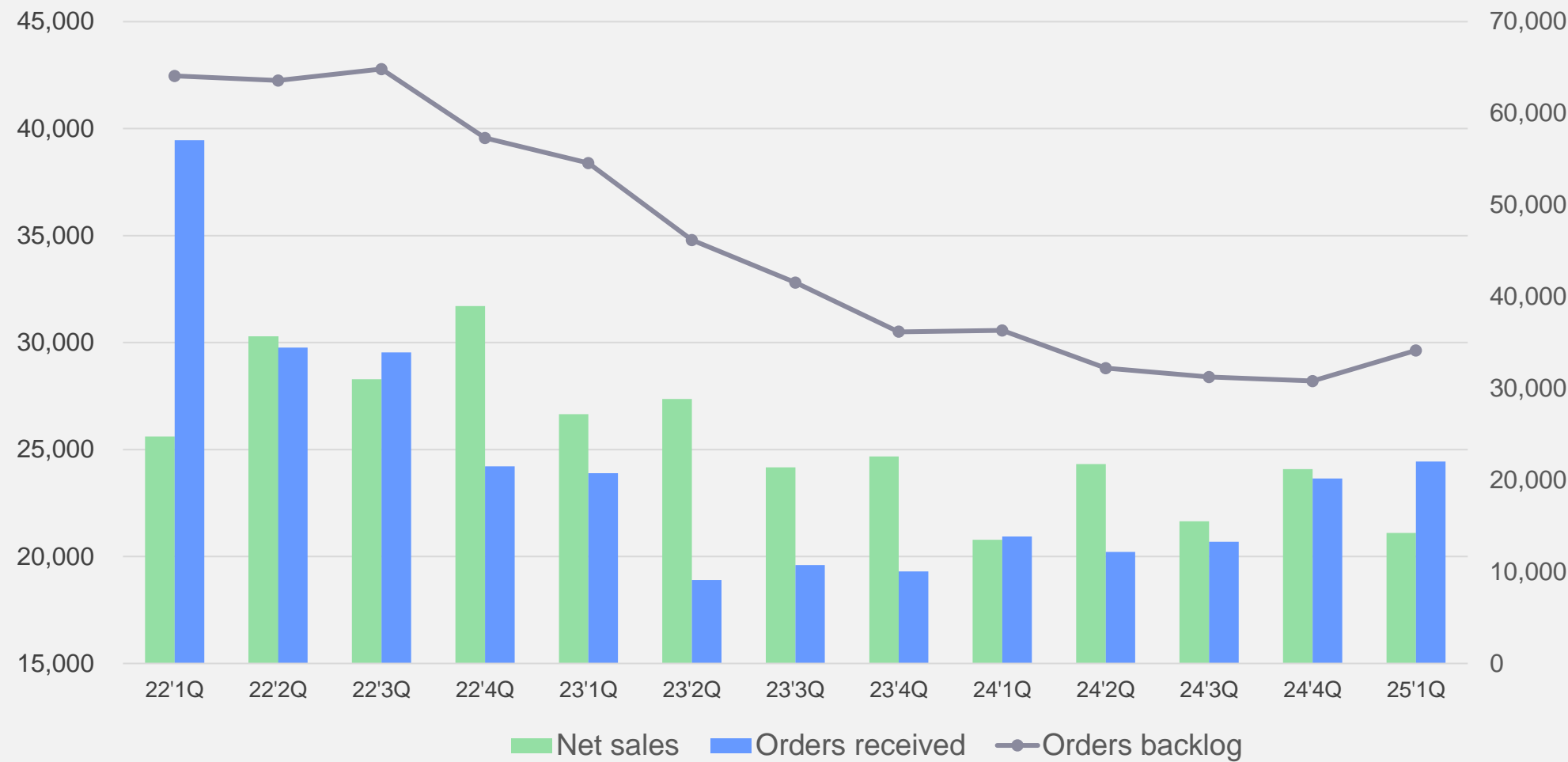
# Quarterly Segment Performance for FY03/26 1Q

(million Yen)

## Japan

(Net sales/Orders received)

(Orders backlog)



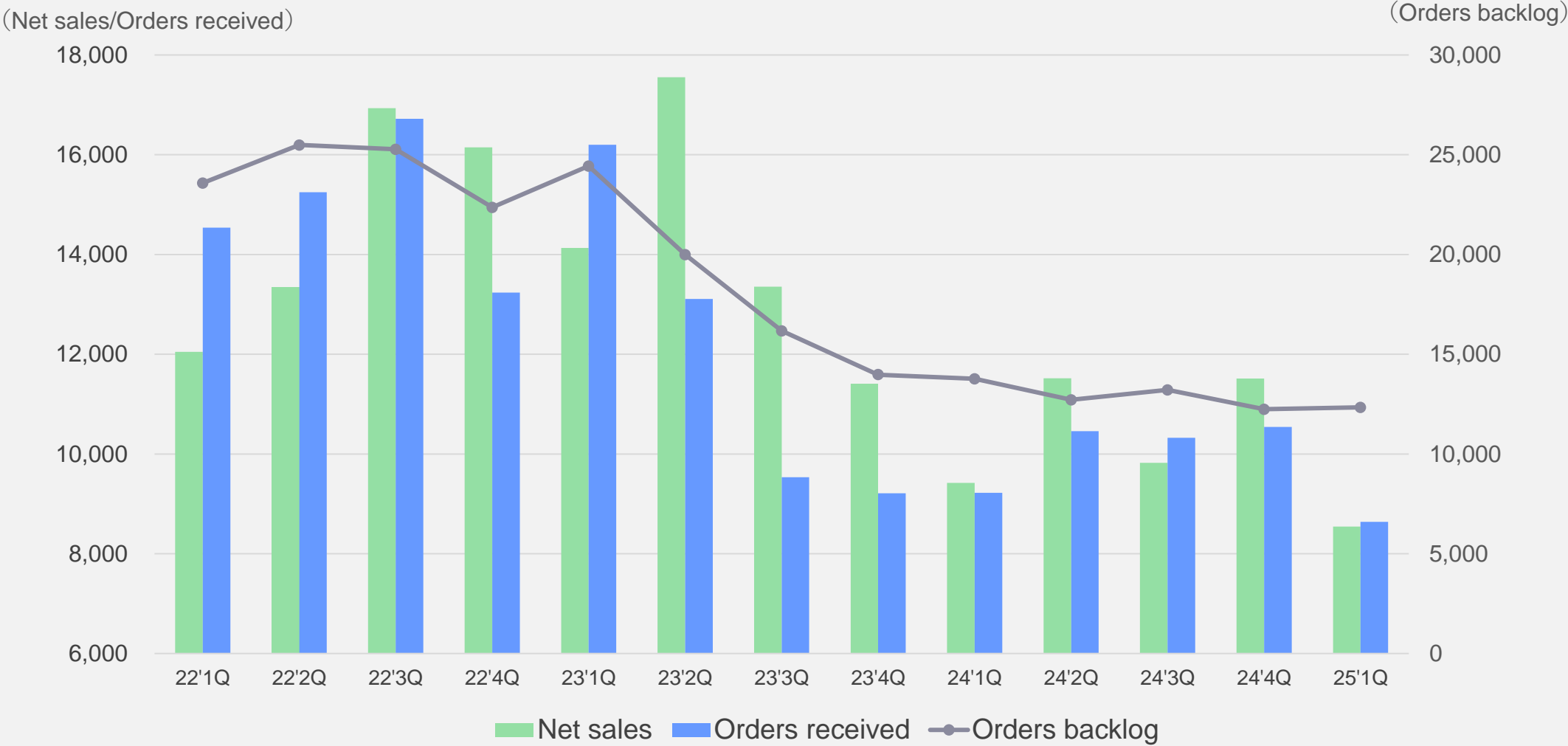
Note : The Net sales figures are presented excluding inter-segment sales or transfers.



# Quarterly Segment Performance for FY03/26 1Q

(million yen)

## Asia



Note : The Net sales figures are presented excluding inter-segment sales or transfers.

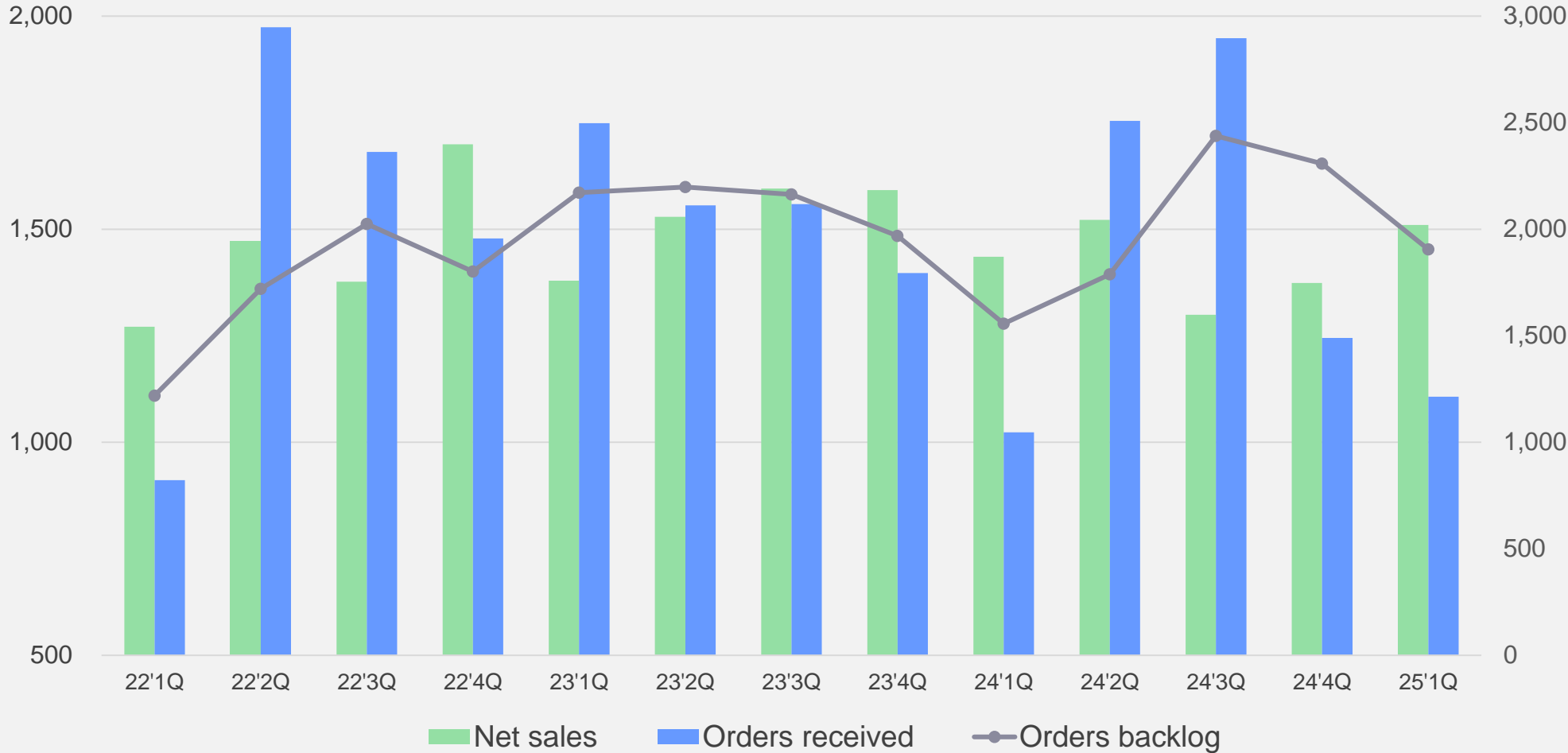
# Quarterly Segment Performance for FY03/26 1Q

(million yen)

## Europe/U.S.

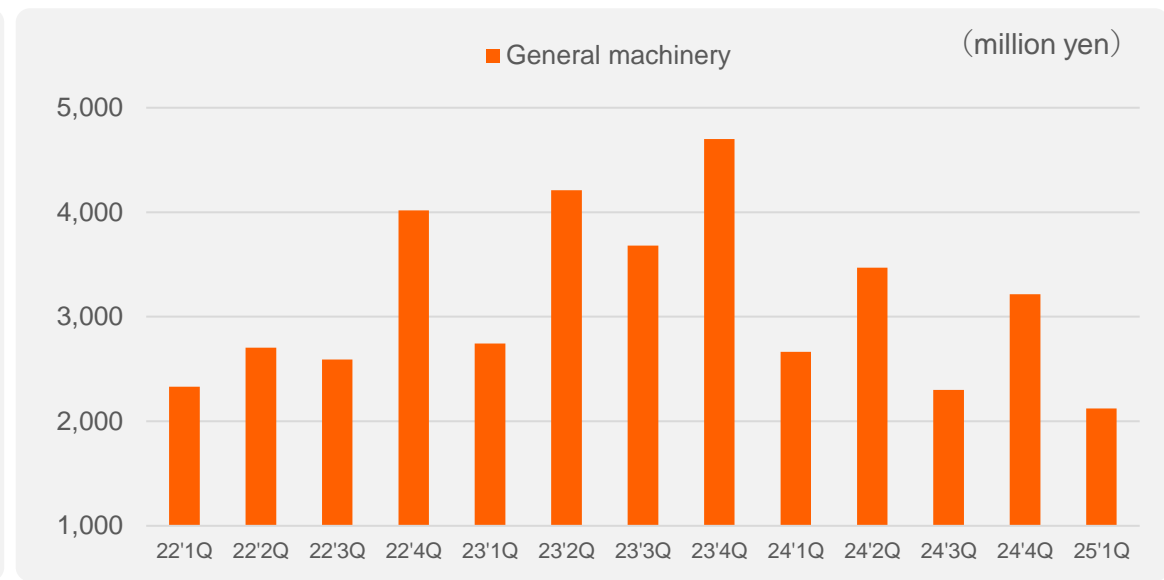
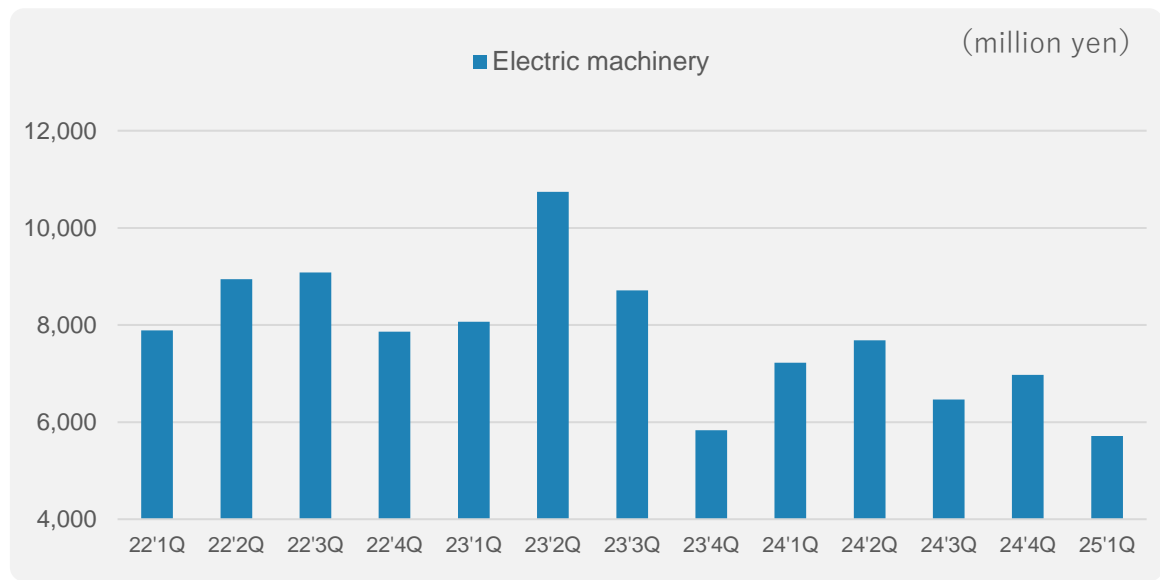
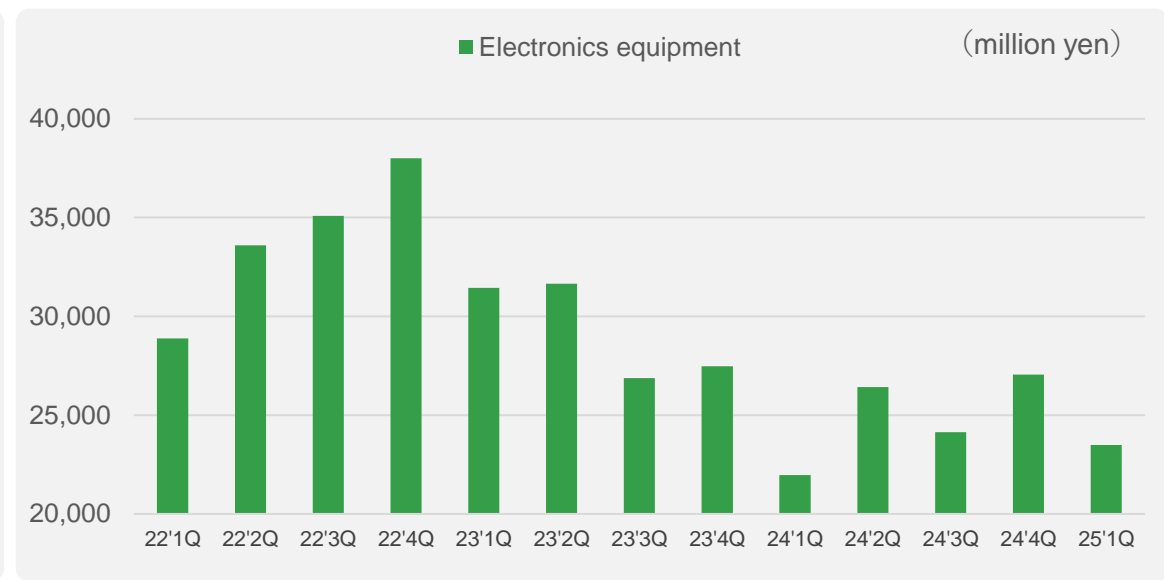
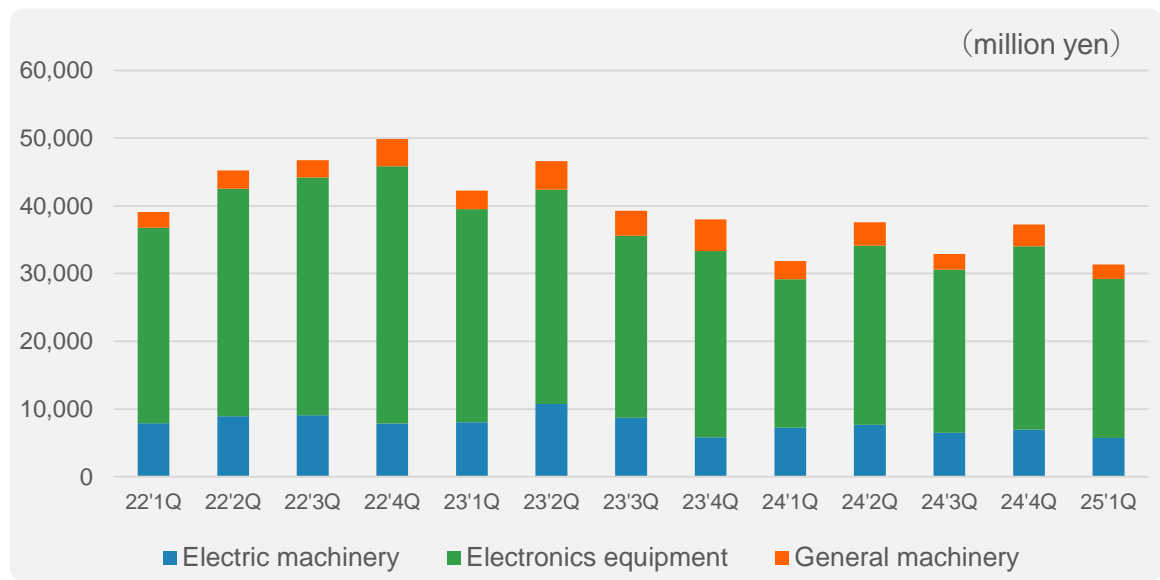
(Net sales/Orders received)

(Orders backlog)



Note : The Net sales figures are presented excluding inter-segment sales or transfers.

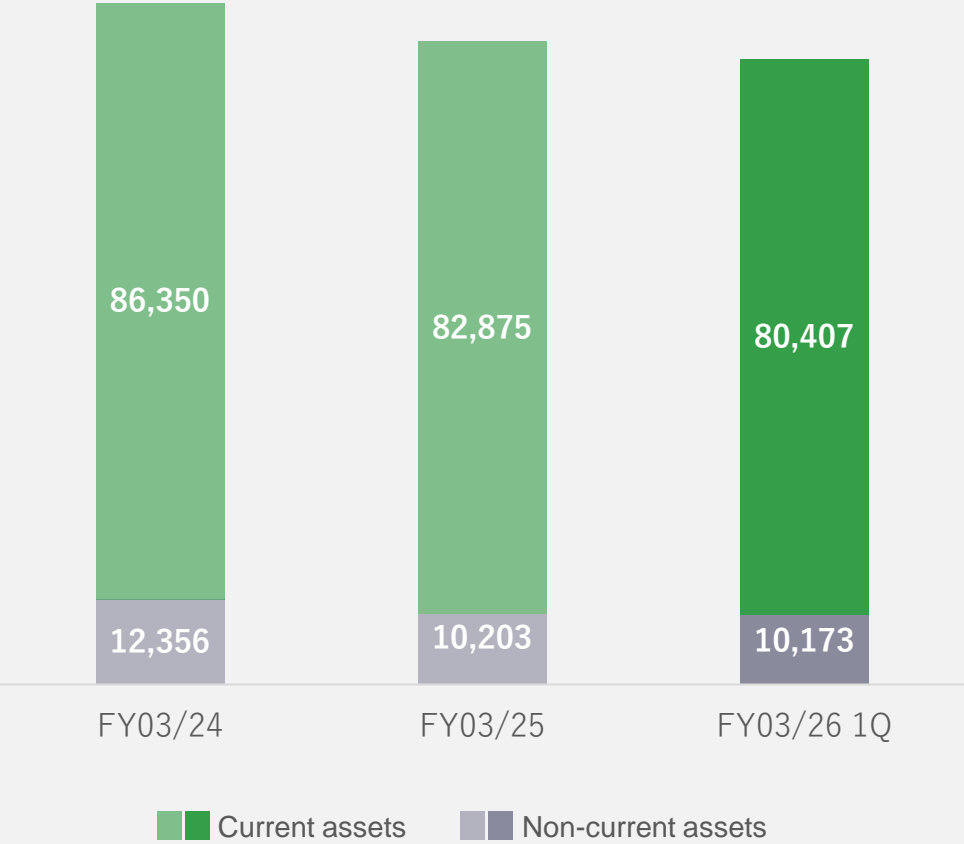
# Quarterly Business Segment Net Sales for FY03/26 1Q



# Balance Sheet Main Items

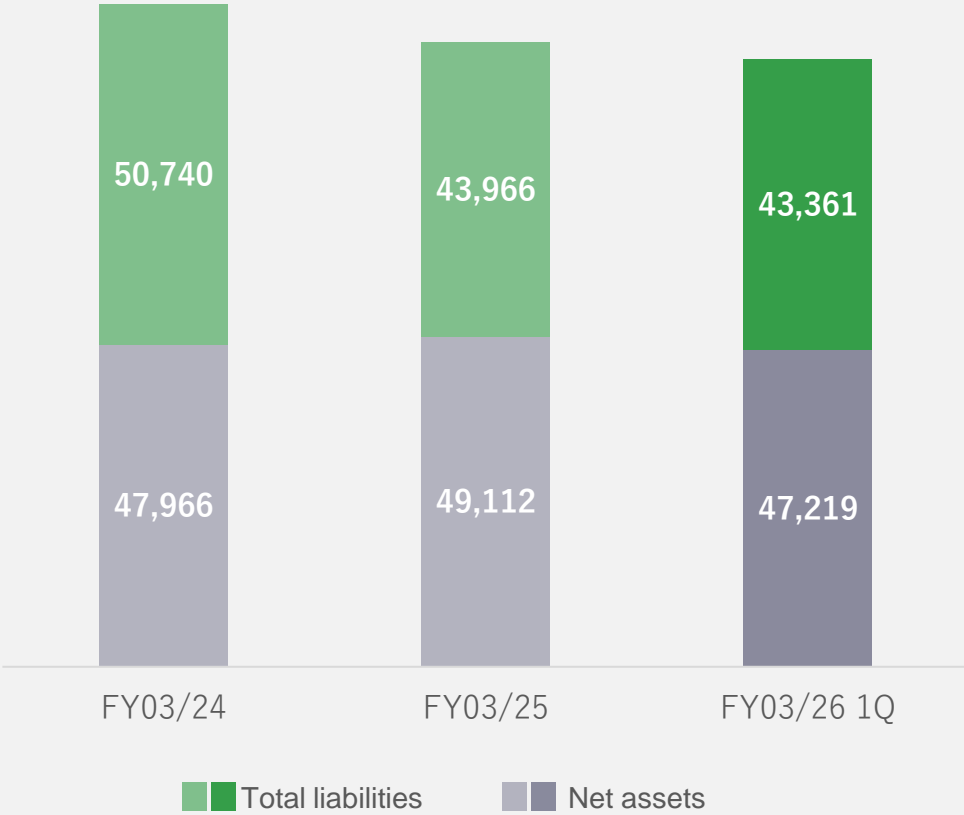
## Total assets

(million yen)



## Total liabilities and net assets

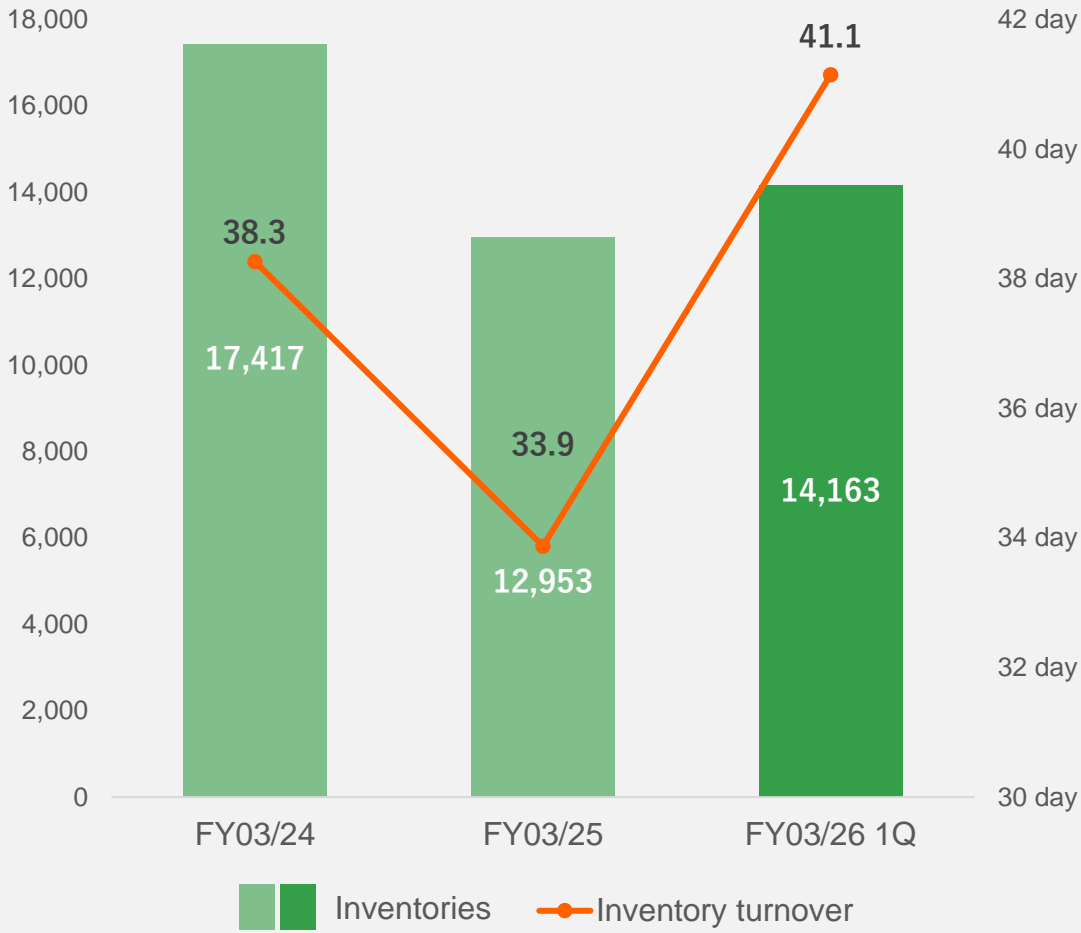
(million yen)



# Balance Sheet Main Items

## Inventories

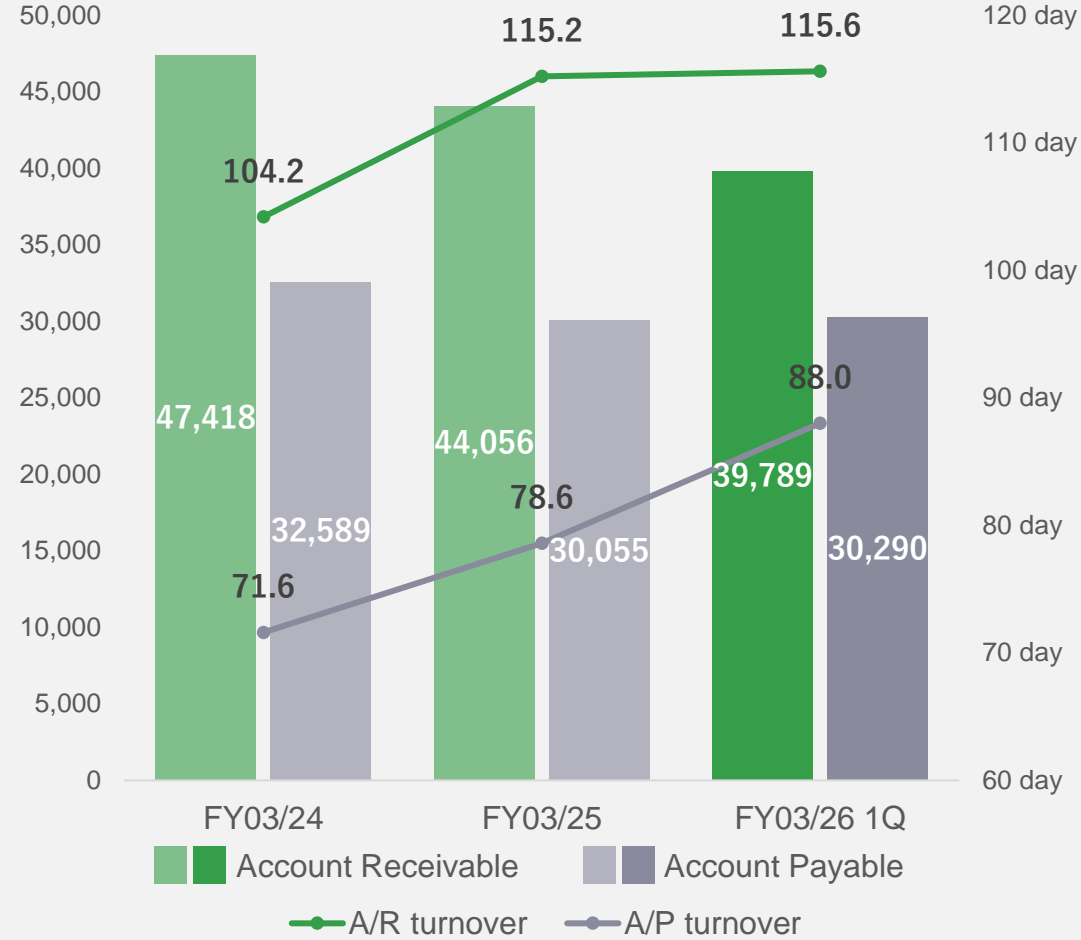
(million yen, day)



Note : Inventory turnover = Inventories ÷ Net Sales × 365 (day) \* FY03/26 1Q : 91 (day)

## Account receivable / Account Payable

(million yen, day)

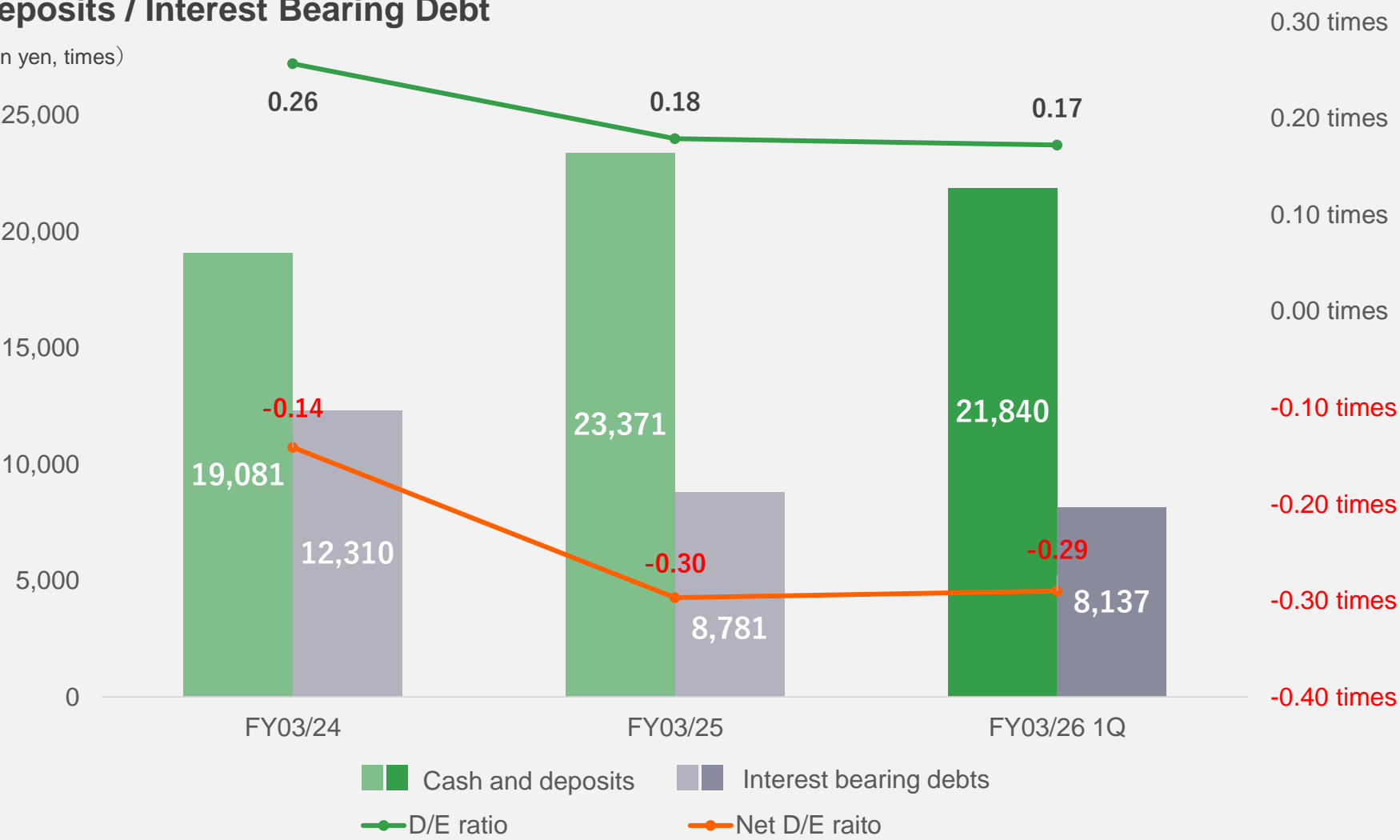


Note : 1. A/R turnover = A/R ÷ Net Sales × 365 (day) \* FY03/26 1Q : 91 (day)  
Note : 2. A/P turnover = A/P ÷ Net Sales × 365 (day) \* FY03/26 1Q : 91 (day)

# Balance Sheet Main Items

## Cash and Deposits / Interest Bearing Debt

(million yen, times)



Note : 1. D/E ratio = Interest bearing debts ÷ Net assets

Note : 2. Net D/E ratio = (Interest bearing debts – Cash and deposits) ÷ Net assets

1. Financial Results for FY03/26 1Q

**2. Forecasts for FY03/26**

3. Shareholder Return

# Forecasts for FY03/26

- The business environment and order trends are gradually recovering; however, there are uncertainties such as U.S. tariff policies and U.S.-China trade friction.

As a result, all profit is expected to remain at the same level as the previous year.

(million yen)

	FY03/26 1Q Result	FY03/26 2Q Forecasts	2Q Forecasts Progress rate	FY03/26 Forecasts	Forecasts Progress rate
Net Sales	31,322	71,700	43.7%	155,000	20.2%
Operating profit	269	1,080	25.0%	3,500	7.7%
Ordinary profit	378	1,220	31.0%	3,760	10.1%
Profit attributable to Owners of parent	245	845	29.0%	2,610	9.4%
Earnings per share (Yen)	16.16	55.67	—	171.94	—



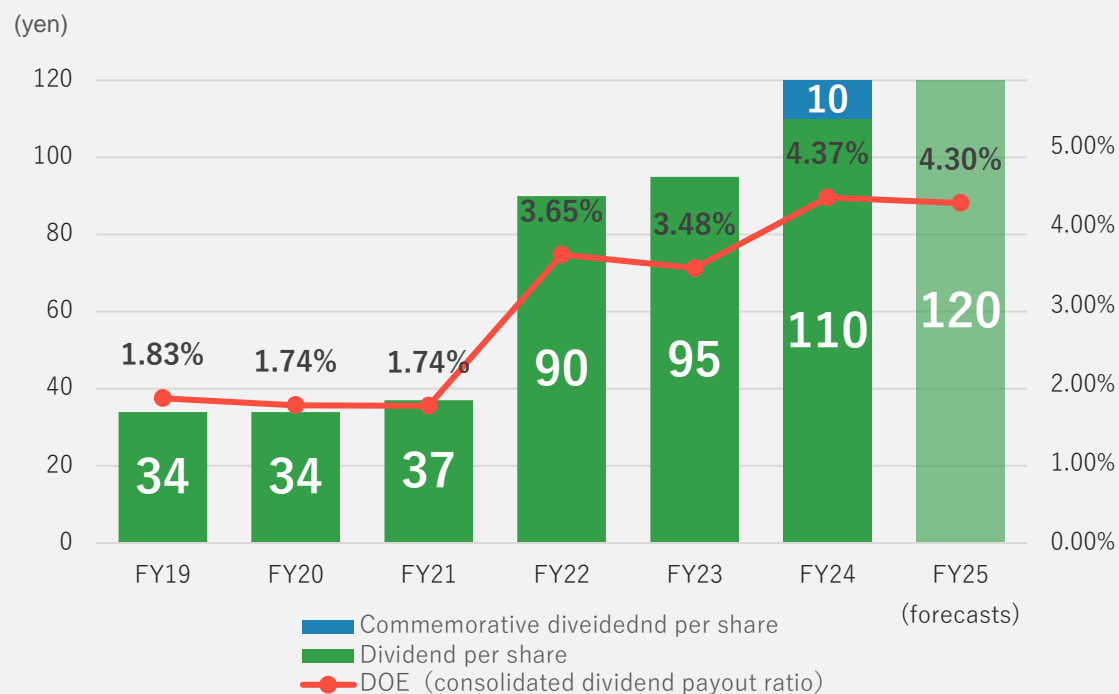
1. Financial Results for FY03/26 1Q

2. Forecasts for FY03/26

**3. Shareholder Return**

# Shareholder Returns

- Aiming to pay continuous and stable dividends, we will pay annual dividends of 4.0% or more of DOE (consolidated dividend on Shareholders' equity ratio).
- The forecasts of dividend per share for FY03/26 will be 120 yen (2<sup>nd</sup> quarter dividend : 60 yen / term-end dividend : 60 yen, DOE4.30%).
- We decided to establish shareholder benefit system from last financial year.  
Also, we will enrich the content of the benefit system from the end of March 2026, the next year.



## Shareholder Return Policy

- Maintain stable dividends while returning profits to shareholders based on consolidated earnings from a medium- to long-term perspective after taking into consideration the balance between proactive business development for sustainable growth and enhancement of corporate value, and financial soundness to prepare for various risks.
- Aiming to pay continuous and stable dividends, we will pay annual dividends of 4.0% or more of DOE (consolidated dividend on Shareholders' equity ratio).
- Flexibly acquire its treasury shares depending on timing and the financial situation in order to enhance shareholder returns and capital efficiency.

# Changes (Expansion) to Shareholder Benefit Plan (From the end of March 2026)

## The Expansion to Shareholder Benefit Plan

We will enrich the shareholder benefit plan from the end of March, 2026.  
In response to the gratitude and support of the Company’s shareholders, we have decided to change (expand) the shareholder benefit program with the aim of further increasing awareness of the Company, increasing the attractiveness of investing in the Company’s stocks, and increasing the number of shareholders who will be able to hold stocks for the long term.

01

### Eligible Shareholders

Shareholders who are listed or recorded in the company’s shareholder register and own 100 shares (1 unit) or more at the end of each fiscal period.

02

### The Content of the benefit plan

Based on the number of shares held and the duration of ownership of the relevant shareholders, we will present a QUO card of the following amount.

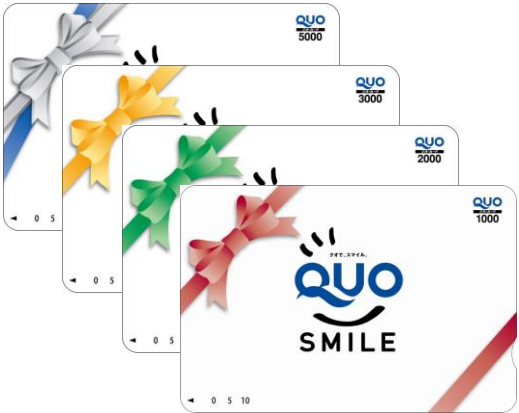
Number of stocks held	Shareholders with a stockholding period of less than two years	Shareholders with a stockholding period of two years or more years
100 to less than <b>200 shares</b>	1,000 yen	+1,000 yen to the left
<b>200 shares or more</b>	<b>3,000 yen</b>	<b>+2,000 yen to the left</b>

\* The changes are highlighted in bold green.

03

### Time of Presenting

As the record date of the end of March, the shareholder benefit will be presented once a year in the form of a shareholder letter sent after the Annual General Meeting of Shareholders.



# Appendix

# Exchange Rate / Forex Sensitivity

	Forex Assumption For FY03/26	Effect of 1 yen change	
		Net sales	Operating profit
USD/JPY	144.0	395 million yen	31 million yen

Note : The effect of 1 yen change for USD/JPY and other currencies changes proportionally by the same ratio.

