



November 13, 2025

Consolidated Financial Results for the Six Months Ended September 30, 2025 [Under Japanese GAAP]

Company name : SMC Corporation
 Listing : Tokyo Stock Exchange, Prime Market
 Securities code : 6273
 URL : <https://www.smcworld.com/ir/en-jp/>
 Representative : Yoshiki Takada, President
 Inquiries : Masahiro Ota, Director and Executive Officer (disclosure.jp@smc.com)
 Scheduled date to file semi-annual securities report : November 13, 2025
 Scheduled date to commence dividend payments : December 1, 2025
 Preparation of supplementary material on financial results : Yes
 Holding of financial results briefing : Yes (for institutional investors and analysts)

(Yen amounts are rounded 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 (cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2025	400,272	1.3	90,780	(8.8)	107,916	3.5	79,185	1.3
September 30, 2024	395,061	0.4	99,497	(5.4)	104,283	(22.6)	78,189	(17.5)

Note : Comprehensive income For the six months ended September 30, 2025 : ￥ 94,685 million 152.4%
 For the six months ended September 30, 2024 : ￥ 37,521 million (78.0%)

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2025	1,245.60	—
September 30, 2024	1,219.46	—

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
September 30, 2025	2,198,597	1,973,481	89.8
March 31, 2025	2,100,767	1,928,306	91.8

Reference : Equity As of September 30, 2025 : ￥ 1,973,342 million
 As of March 31, 2025 : ￥ 1,928,281 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	—	500.00	—	500.00	1,000.00
Fiscal year ending March 31, 2026	—	500.00			
Fiscal year ending March 31, 2026 (Forecast)			—	500.00	1,000.00

Note : Revisions to the forecast of operating results most recently announced : None

3. Forecasts of consolidated operating results for the year ending March 31, 2026

(Percentages indicate ratio against previous fiscal year end.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
Year ending March 31, 2026	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
	816,000	3.0	183,000	(3.8)	209,000	(0.4)	153,000	(2.1)	2,406.70

Note : Revisions to the forecast of operating results most recently announced : Yes

* Notes

- (1) Significant changes in the scope of consolidation during the period : None
- (2) Adoption of accounting treatment specific to the preparation of semi-annual consolidated financial statements : Yes
- (3) Changes in accounting policies, changes in accounting estimates, and restatement
 1. Changes in accounting policies due to revisions to accounting standards and other regulations : None
 2. Changes in accounting policies due to other reasons : None
 3. Changes in accounting estimates : None
 4. Restatement : None

(4) Number of issued shares (common shares)

1. Total number of issued shares at the end of the period (including treasury shares)

As of September 30, 2025	63,869,359 shares
As of March 31, 2025	67,369,359 shares

2. Number of treasury shares at the end of the period

As of September 30, 2025	573,752 shares
As of March 31, 2025	3,635,534 shares

3. Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2025	63,572,274 shares
Six months ended September 30, 2024	64,117,891 shares

Note : The Company's shares held by the Board Benefit Trust (BBT) for the Directors' Stock Compensation Plan (11,200 shares) is included in the number of treasury shares, which is excluded in the calculation for the above: 2. Number of treasury shares at the end of the period and 3. Average number of shares outstanding during the period.

* Semi-annual financial results reports are exempt from review conducted by certified public accountants or an audit firm.

* Proper use of earnings forecasts, and other special matters

1. The revised forecasts of consolidated operating results for the fiscal year ending March 31, 2026 are shown in this release.
2. Forecasts are based on information and certain premises that the Company considers to be reasonable at the time these consolidated financial results for the six months are released.
Some factors could cause actual results to differ from expectations.
3. The Company is scheduled to hold a financial results briefing for institutional investors and analysts on November 13, 2025. Presentation material will be released on the Company's website on the day.

1. Qualitative information about the semi-annual results

(1) Operating results

During the six months of this fiscal year (April 1, 2025 to September 30, 2025), the global economy remained uncertain due to factors such as the U.S. tariff policy and the manifestation of geopolitical risks caused by prolonged conflicts in Ukraine and in the Middle East.

As for the demand for automatic control equipment, in the semi-conductor and electrical machinery-related industries, even though there was a growth in demand for the electrical machinery-related industry such as home appliances and flat panel displays in Greater China, the demand did not reach a full-scale recovery for the semi-conductor-related industry in the regions including Japan, North America, and South Korea. In the automotive-related industry, although EV-related demand recovered in Greater China, capital investments continued to hold back in other regions due to the U.S. tariff effect. Machine tool-related industry showed strength in Greater China, however, other regions remained to be in an adjustment phase. Sales to medical equipment-related, food machinery-related, and other industries remained sluggish, despite new post-covid demand for automation.

Under these circumstances, the SMC Group has continued to make aggressive capital investments to expand its product supply capability, to multiple its production bases based on BCP, and to strengthen its product development capability. The Group has also continued to address issues such as increasing direct sales staff, enforcing distributor sales, promoting diversification of products and customers, improving productivity in product development, and utilizing its global human resources.

Within the business environment described above, the summary of consolidated business results for the six months ended September 30, 2025 is as follows:

Net sales were 400,272 million yen (increased by 1.3%, yoy).

Operating profit was 90,780 million yen (decreased by 8.8%, yoy), mainly caused by the increase in cost ratio and depreciation.

Ordinary profit was 107,916 million yen (increased by 3.5%, yoy), mainly due to the increases in foreign exchange gains.

Profit before income taxes was 110,554 million yen (increased by 6.4%, yoy), and profit attributable to owners of parent was 79,185 million yen (increased by 1.3%, yoy).

(2) Financial position

Financial position as of the end of the six months of this fiscal year (September 30, 2025) is as follows:

Total assets were 2,198,597 million yen (a 97,829 million yen or 4.7% increase from the previous fiscal year end), mainly due to a 4,189 million yen increase in cash and deposits, a 2,030 million yen decrease in inventories and a 109,119 million yen increase in property, plant and equipment.

Total liabilities were 225,115 million yen (a 52,654 million yen or 30.5% increase from the previous fiscal year end), mainly due to a 3,278 million yen increase in trade payables and a 30,685 million yen increase in accounts payable which is included in current liabilities, other.

Total net assets were 1,973,481 million yen (a 45,174 million yen or 2.3% increase from the previous fiscal year end), mainly due to a 79,185 million yen increase in retained earnings caused by recorded profit attributable to owners of parent and a 14,093 million yen increase in foreign currency translation adjustment.

(3) Consolidated forecasts and other forward-looking information

Based on recent trends in orders and foreign exchange rates, revisions to the consolidated forecast for the fiscal year 2025, announced in the "Consolidated Financial Results for the Fiscal Year Ended March 31, 2025 [Under Japanese GAAP]" issued on May 14, 2025 are made as below.

The average exchange rates for the fiscal year based on the revised forecasts:

1 US\$ = 147.10 yen (previous forecast 141 yen), 1 EUR = 172 yen (157 yen), and 1 CNY = 20.60 yen (19.50 yen).

Revision to consolidated financial forecasts for the fiscal year ending March 31, 2026

(Period from April 1, 2025 through March 31, 2026)

	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
Previous Forecasts	850,000	215,000	232,000	167,000	2,620.27
Revised Forecasts	816,000	183,000	209,000	153,000	2,406.70
Increase (Decrease)	(34,000)	(32,000)	(23,000)	(14,000)	
% Change	(4.0)	(14.9)	(9.9)	(8.4)	

<Reference>

Results of the FY 2024 (Year ended March 31, 2025)	792,108	190,244	209,921	156,344	2,444.61
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2. Semi-annual consolidated financial statements

(1) Semi-annual consolidated balance sheets

(Millions of yen)

	As of March 31, 2025	As of September 30, 2025
Assets		
Current assets		
Cash and deposits	655,779	659,969
Notes and accounts receivable-trade	207,969	202,267
Securities	29,770	44,002
Merchandise and finished goods	173,938	185,452
Work in process	31,245	29,911
Raw materials and supplies	284,477	272,266
Other	39,896	46,523
Allowance for doubtful accounts	(1,236)	(693)
Total current assets	1,421,842	1,439,700
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	176,837	314,573
Machinery, equipment and vehicles, net	75,144	80,658
Land	105,475	110,616
Other, net	121,258	81,988
Total property, plant and equipment	478,717	587,836
Intangible assets	16,110	16,403
Investments and other assets		
Investment securities	145,267	113,996
Other	40,296	42,288
Allowance for doubtful accounts	(1,466)	(1,628)
Total investments and other assets	184,097	154,656
Total non-current assets	678,925	758,896
Total assets	2,100,767	2,198,597

(Millions of yen)

	As of March 31, 2025	As of September 30, 2025
Liabilities		
Current liabilities		
Notes and accounts payable-trade	46,898	50,176
Short-term borrowings	5,041	4,999
Income taxes payable	18,223	24,625
Provision for bonuses	3,730	5,532
Other	61,745	97,095
Total current liabilities	135,639	182,430
Non-current liabilities		
Provision for retirement benefits for directors	620	630
Provision for share awards for directors	440	535
Retirement benefit liability	7,957	8,283
Other	27,803	33,235
Total non-current liabilities	36,821	42,685
Total liabilities	172,461	225,115
Net assets		
Shareholders' equity		
Share capital	61,005	61,005
Capital surplus	74,473	73,779
Retained earnings	1,808,633	1,653,040
Treasury shares	(219,814)	(30,298)
Total shareholders' equity	1,724,298	1,757,526
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	14,492	12,619
Foreign currency translation adjustment	178,700	192,794
Remeasurements of defined benefit plans	10,789	10,402
Total accumulated other comprehensive income	203,983	215,815
Non-controlling interests	25	138
Total net assets	1,928,306	1,973,481
Total liabilities and net assets	2,100,767	2,198,597

(2) Semi-annual consolidated statement of income and Semi-annual consolidated statement of comprehensive income

Semi-annual consolidated statement of income

(Millions of yen)

	Six months ended September 30, 2024 From April 1, 2024 to September 30, 2024	Six months ended September 30, 2025 From April 1, 2025 to September 30, 2025
Net sales	395,061	400,272
Cost of sales	209,524	219,232
Gross profit	185,536	181,040
Selling, general and administrative expenses	86,039	90,259
Operating profit	99,497	90,780
Non-operating income		
Interest income	10,930	9,825
Foreign exchange gains	—	4,815
Gain on sale of securities	—	1,283
Other	2,102	1,434
Total non-operating income	13,032	17,359
Non-operating expenses		
Interest expenses	35	83
Foreign exchange losses	8,155	—
Other	55	139
Total non-operating expenses	8,247	223
Ordinary profit	104,283	107,916
Extraordinary income		
Gain on sale of non-current assets	208	243
Gain on sale of investment securities	50	2,485
Total extraordinary income	258	2,729
Extraordinary losses		
Loss on sale of non-current assets	22	19
Loss on retirement of non-current assets	565	71
Other	6	—
Total extraordinary losses	595	91
Profit before income taxes	103,947	110,554
Income taxes	25,643	31,365
Profit	78,303	79,189
Profit attributable to non-controlling interests	114	3
Profit attributable to owners of parent	78,189	79,185

Semi-annual consolidated statement of comprehensive income

(Millions of yen)

	Six months ended September 30, 2024 From April 1, 2024 to September 30, 2024	Six months ended September 30, 2025 From April 1, 2025 to September 30, 2025
Profit	78,303	79,189
Other comprehensive income		
Valuation difference on available-for-sale securities	(4,951)	(1,876)
Deferred gains or losses on hedges	10	—
Foreign currency translation adjustment	(35,567)	17,759
Remeasurements of defined benefit plans, net of tax	(274)	(387)
Total other comprehensive income	(40,782)	15,495
Comprehensive income	37,521	94,685
Comprehensive income attributable to:		
Comprehensive income attributable to owners of parent	37,659	94,680
Comprehensive income attributable to non-controlling interests	(138)	4

(3) Semi-annual consolidated statement of cash flows

(Millions of yen)

	Six months ended September 30, 2024 From April 1, 2024 to September 30, 2024	Six months ended September 30, 2025 From April 1, 2025 to September 30, 2025
Cash flows from operating activities		
Profit before income taxes	103,947	110,554
Depreciation	15,505	20,191
Increase (decrease) in allowance for doubtful accounts	(44)	(518)
Increase (decrease) in provision for retirement benefits for directors	(245)	8
Increase (decrease) in retirement benefit liability	(178)	(201)
Interest and dividend income	(11,250)	(10,083)
Interest expenses	35	83
Foreign exchange losses (gains)	1,254	(64)
Loss (gain) on sale of investment securities	(50)	(2,485)
Decrease (increase) in trade receivables	13,951	15,152
Decrease (increase) in inventories	3,818	6,889
Increase (decrease) in trade payables	(6,957)	(3,198)
Decrease (increase) in other current assets	673	(3,731)
Increase (decrease) in other current liabilities	(1,936)	(382)
Other, net	27	606
Subtotal	118,551	132,821
Interest and dividends received	11,258	9,977
Interest paid	(38)	(84)
Income taxes refund (paid)	(31,777)	(24,055)
Net cash provided by (used in) operating activities	97,993	118,658

(Millions of yen)

	Six months ended September 30, 2024 From April 1, 2024 to September 30, 2024	Six months ended September 30, 2025 From April 1, 2025 to September 30, 2025
Cash flows from investing activities		
Payments into time deposits	(98,132)	(49,134)
Proceeds from withdrawal of time deposits	66,232	62,794
Purchase of property, plant and equipment	(42,954)	(79,112)
Purchase of intangible assets	(542)	(1,609)
Purchase of short-term and long-term investment securities	(3,898)	(31,203)
Proceeds from sale and redemption of short-term and long-term investment securities	15,288	32,048
Proceeds from capital reduction of subsidiaries and affiliates	3,001	—
Purchase of insurance funds	(1,942)	—
Proceeds from maturity of insurance funds	4,527	—
Other, net	384	(414)
Net cash provided by (used in) investing activities	(58,035)	(66,631)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(25)	(40)
Repayments of long-term borrowings	(1,103)	—
Purchase of treasury shares	(9,648)	(21,801)
Dividends paid	(32,068)	(31,880)
Purchase of shares of subsidiaries not resulting in change in scope of consolidation	(2,994)	—
Other, net	(72)	(388)
Net cash provided by (used in) financing activities	(45,913)	(54,110)
Effect of exchange rate change on cash and cash equivalents	(12,193)	6,651
Net increase (decrease) in cash and cash equivalents	(18,149)	4,567
Cash and cash equivalents at beginning of period	405,586	531,649
Increase (decrease) in cash and cash equivalents resulting from change in scope of consolidation	—	10,281
Cash and cash equivalents at end of period	387,437	546,498

(4) Notes to Semi-annual Consolidated Financial Statements

(Notes on changes in scope of consolidation or equity method)

(Changes in scope of consolidation)

To enhance the transparency in financial accounting, from the beginning of the six months ended September 30, 2025, the Group has consolidated 27 small-sized subsidiaries which were previously out of the scope of consolidation.

During the six months ended September 30, 2025, Seigyo Kizai Corporation, which was a consolidated subsidiary of the Company, was excluded from the scope of consolidation as it was dissolved through an absorption-type merger with the Company's consolidated and surviving company, NIHON KIZAI Co., Ltd. Simultaneously with the merger, NIHON KIZAI Co., Ltd. changed its corporate name to ACS Co., Ltd.

(Notes on special accounting methods for presenting semi-annual consolidated financial statements)

(Calculation of tax expenses)

Tax expenses were calculated by multiplying profit before income taxes by the estimated effective tax rates (effective tax rates were calculated by reasonably estimating effective tax rate of profit before income taxes of consolidated fiscal year, including the consolidated six months of this fiscal year, after the application of tax effect accounting).

Tax expenses for some subsidiaries were calculated with effective statutory tax rates instead of the estimated effective tax rates. Recoverable amount for deferred tax assets were reasonably estimated.

(Notes on segment information)

The Company and its consolidated subsidiaries are composed of a single business segment, Automatic control equipment business. The disclosure of segment information is thereby omitted.

(Notes in the event of significant changes in shareholders' equity)

Based on the resolution of the Board of Directors' Meeting held on May 14, 2025, the Company repurchased 438,100 shares amounting 21,795 million yen, during the six months ended September 30, 2025. Also, as of May 30, 2025, the Company cancelled 3,500,000 treasury shares amounting 211,317 million yen.

As a result, as of the end of the six months, capital surplus decreased by 694 million yen, retained earnings decreased by 210,622 million yen, and treasury shares decreased by 189,516 million yen, from the previous fiscal year end.

(Notes on going-concern assumption)

N/A

3. Supplementary information

(1) Sales by region - Customer location

(Millions of yen)

Japan	U.S.	China	Asia (excl. China)	Europe	Other	Total
77,075	41,001	111,745	73,964	75,444	21,041	400,272

Note : Net sales of Japan, U.S., and China (including Hong Kong) are individually disclosed since they consist 10% or above the consolidated net sales respectively.

(2) Sales by region - Group company location

(Millions of yen)

Japan	North America	Greater China	Other Asia	Europe	Other	Total
78,743	52,453	120,893	61,922	74,295	11,963	400,272

Note : Net sales of “North America” includes U.S., Canada, and Mexico, and “Greater China” includes China, Hong Kong, and Taiwan.

(3) Consolidated Capital expenditures, Depreciation and R&D expenses

(Millions of yen)

	Six months ended September 30, 2025		Year ending March 31, 2026 (Forecast)	
	(amount)	(YoY)	(amount)	(vs FY24)
Capital expenditures	111,208	160.8%	180,000	67.0%
Depreciation	20,191	30.2%	42,300	23.3%
R&D expenses	17,605	9.3%	37,000	10.9%

(4) Foreign currency exchange rates

	Six months ended September 30, 2025		Year ending March 31, 2026 (Forecast)
	(average)	(at end)	(average)
U S \$	¥ 146.02	¥ 148.89	¥ 147.10
E U R	¥ 168.05	¥ 174.51	¥ 172.00
C N Y	¥ 20.29	¥ 20.88	¥ 20.60

Note : Predicted average exchange rates of US\$, EUR and CNY for the fiscal year ending March 31, 2026 are respectively changed to the above amounts from the latest forecast (1 US\$ = 141 yen, 1 EUR = 157 yen, and 1 CNY = 19.50 yen).

(5) Consolidated Full-time employees and Temporary employees

(Number of personnel)

	Six months ended September 30, 2025	Difference from last year end
Full-time employees (at end)	24,463	1,349
Temporary employees (average)	5,551	70

Note : The increase in the number of employees is mainly due to the inclusion of the 27 previously non-consolidated subsidiaries in the scope of consolidation from the beginning of this fiscal year.