

FY2026 1st Quarter

Financial Results

1st quarter of FY2026 Financial results

Unit: million yen
(Rounded down to the nearest million yen)

	FY2025 Three Months	FY2026 Three Months	YoY
Net sales	27,185	29,287	+ 7.7%
Operating Profit	1,454	939	(35.4)%
Operating Margin	5.3%	3.2%	(2.1)pt.
Ordinary Profit	1,445	1,203	(16.7)%
Profit attributable to owners of parent	1,451	823	(43.3)%
Unit : JPY/USD			
Non-Consolidated Volume Rate	145.34	159.86	(14.53)JPY

-Higher Net Sales: Overall net sales increased, driven by steady demand in motorcycle applications within the Power Unit business, as well as contributions from the business acquired via M&A in Q4 of the previous fiscal year.

-Lower Operating Profit: Despite the positive impact of higher sales, operating profit declined, impacted by an increase in labor and operational expenses, as well as rising raw material costs.

-Ordinary Profit Exceeded Operating Profit: Ordinary profit came in higher than operating profit, supported by foreign exchange gains.

-Lower Quarterly Net Income: Net income attributable to owners of parent declined compared to the same period of the previous fiscal year, which was bolstered by extraordinary gains.

1st quarter of FY2026 Financial results(Power Device)

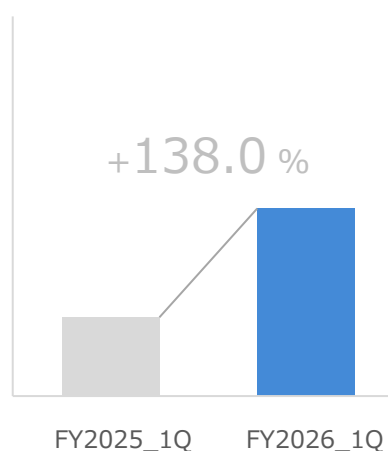
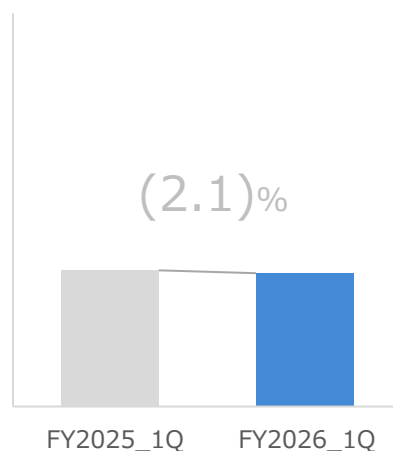
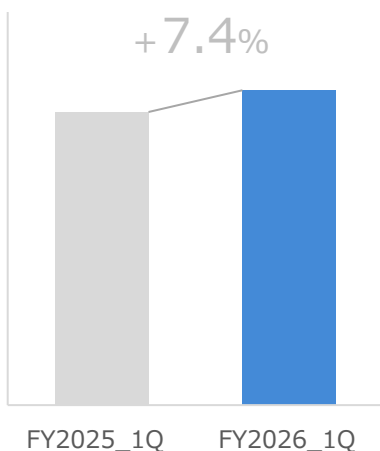
Unit: million yen
(Rounded down to the nearest million yen)

	FY2025 Three Months	FY2026 Three Months	YoY
Net sales	8,404	10,120	+20.4%
Operating Profit	906	901	▲0.5%

Mobility

Home Appliance

Industrial
Machinery



-Higher Net Sales: Segment sales increased as sales for industrial equipment grew—supported by M&A contributions from Q4 of the previous fiscal year and expanding AI-related investment—while demand in automotive applications remained resilient.

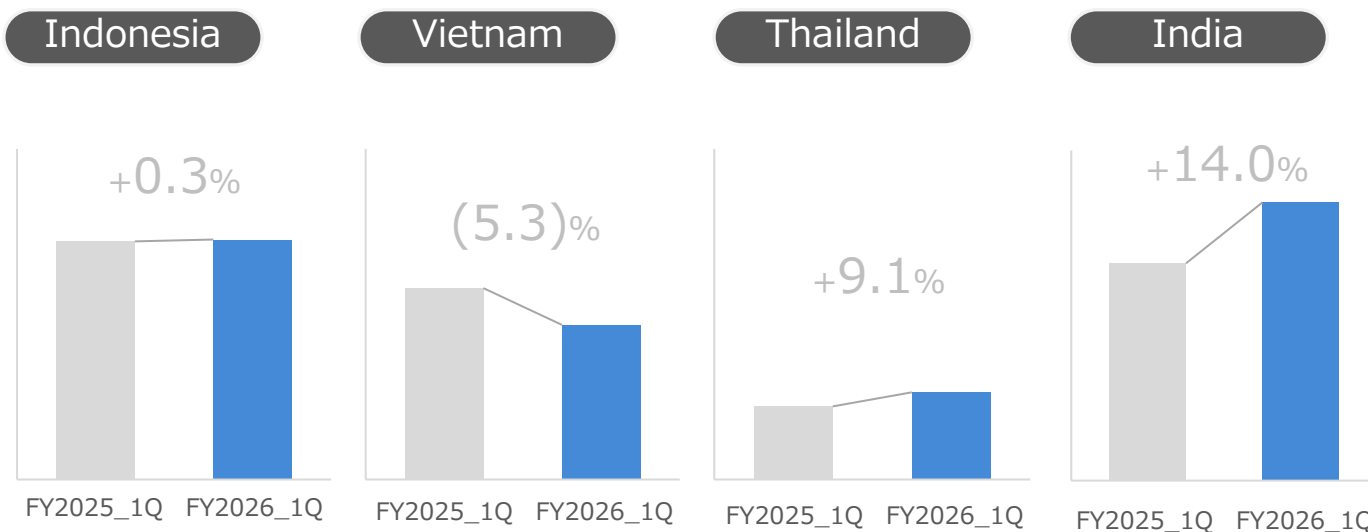
-Operating Profit Flat Year-on-Year: Despite higher labor and operational expenses, operating profit remained roughly flat compared to the same period of the previous year, supported by revenue growth.

1st quarter of FY2026 Financial results(Power Unit)

Unit: million yen
(Rounded down to the nearest million yen)

	FY2025 Three Months	FY2026 Three Months	YoY
Net sales	17,201	18,028	+4.8%
Operating Profit	1,241	1,071	(13.7)%

Shindengen Affiliated companies Net sales results for 2Wheels



-Higher Net Sales: Although sales for four-wheeled vehicles and other applications declined, segment sales increased due to strong performance in the core motorcycle business, particularly in India and Thailand.

Lower Operating Profit: While revenue growth served as a tailwind, operating profit decreased due to an increase in labor and operational expenses, as well as rising raw material costs.

1st quarter of FY2026 Financial results(Power System & Solutions)

Unit: million yen
(Rounded down to the nearest million yen)

	FY2025 Three Months	FY2026 Three Months	YoY
Net sales	1,539	1,101	(28.4)%
Operating Profit(loss)	253	(44)	—

-Lower Sales and Operating Profit: Both net sales and operating profit declined due to a temporary slowdown in capital expenditure by certain customers in the telecommunications infrastructure sector.

Net Sales and Operating Profit

Unit: million yen
(Rounded down to the nearest million yen)

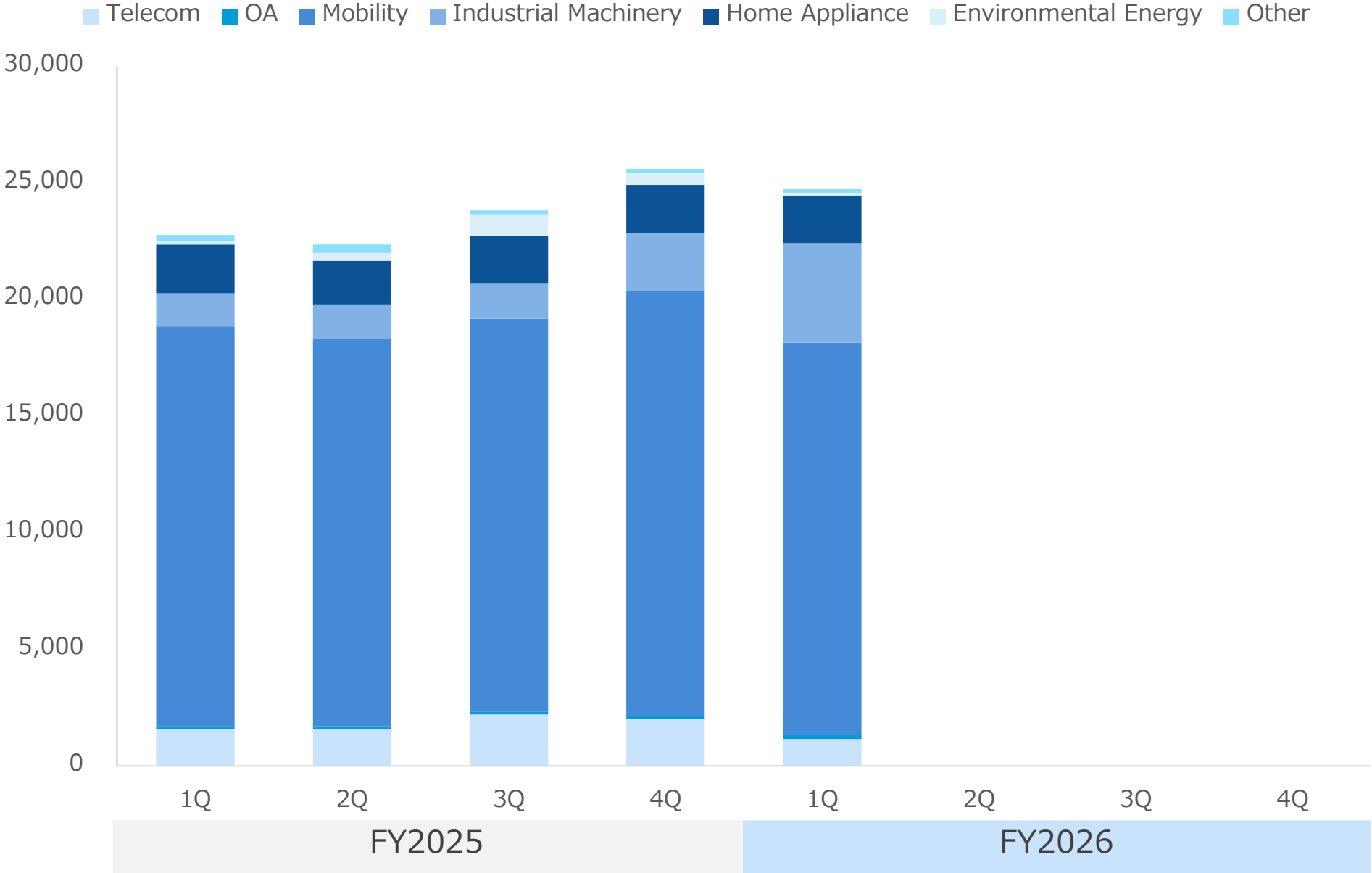
◆Net Sales

	FY2025								FY2026						
	1st Half		2nd Half		Full Term				1st Half		2nd Half		Full Term		%
	1Q	2Q	1st Half	3Q	4Q	2nd Half	Full Term	%	1QActual	2Q	1st Half	2nd Half	Full Term		
Power Device	8,404	8,031	16,436	8,089	8,964	17,053	33,490	29.4%	10,120	10,580	20,700	22,600	43,300	35.7%	
Power Unit	17,201	17,443	34,645	19,233	18,928	38,161	72,806	64.0%	18,028	18,072	36,100	35,500	71,600	59.1%	
Power Systems & Solutions	1,539	1,554	3,093	2,211	2,106	4,317	7,410	6.5%	1,101	1,249	2,350	3,850	6,200	5.1%	
Other	40	32	72	26	30	56	129	0.1%	36	14	50	50	100	0.1%	
Total	27,185	27,061	54,247	29,560	30,029	59,589	113,836	100.0%	29,287	29,913	59,200	62,000	121,200	100.0%	

◆Operating Profit

	FY2025								FY2026						
	1st Half		2nd Half		Full Term				1st Half		2nd Half		Full Term		Profit%
	1Q	2Q	1st Half	3Q	4Q	2nd Half	Full Term	Profit%	1QActual	2Q	1st Half	2nd Half	Full Term		
Power Device	906	665	1,571	398	563	961	2,533	7.6%	901	199	1,100	1,900	3,000	6.9%	
Power Unit	1,241	723	1,964	1,016	866	1,883	3,847	5.3%	1,071	1,029	2,100	2,200	4,300	6.0%	
Power Systems & Solutions	253	333	587	381	240	621	1,209	16.3%	-44	144	100	600	700	11.3%	
Other	-2	-2	-4	-5	-4	-9	-14	-11.4%	18	-18	0	0	0	—	
Adjustments	-945	-855	-1,800	-992	-934	-1,926	-3,727	—	-1,007	-993	-2,000	-2,000	-4,000	—	
Total	1,454	864	2,318	798	730	1,529	3,848	3.4%	939	361	1,300	2,700	4,000	3.3%	

Sales composition ratio by Application on All products

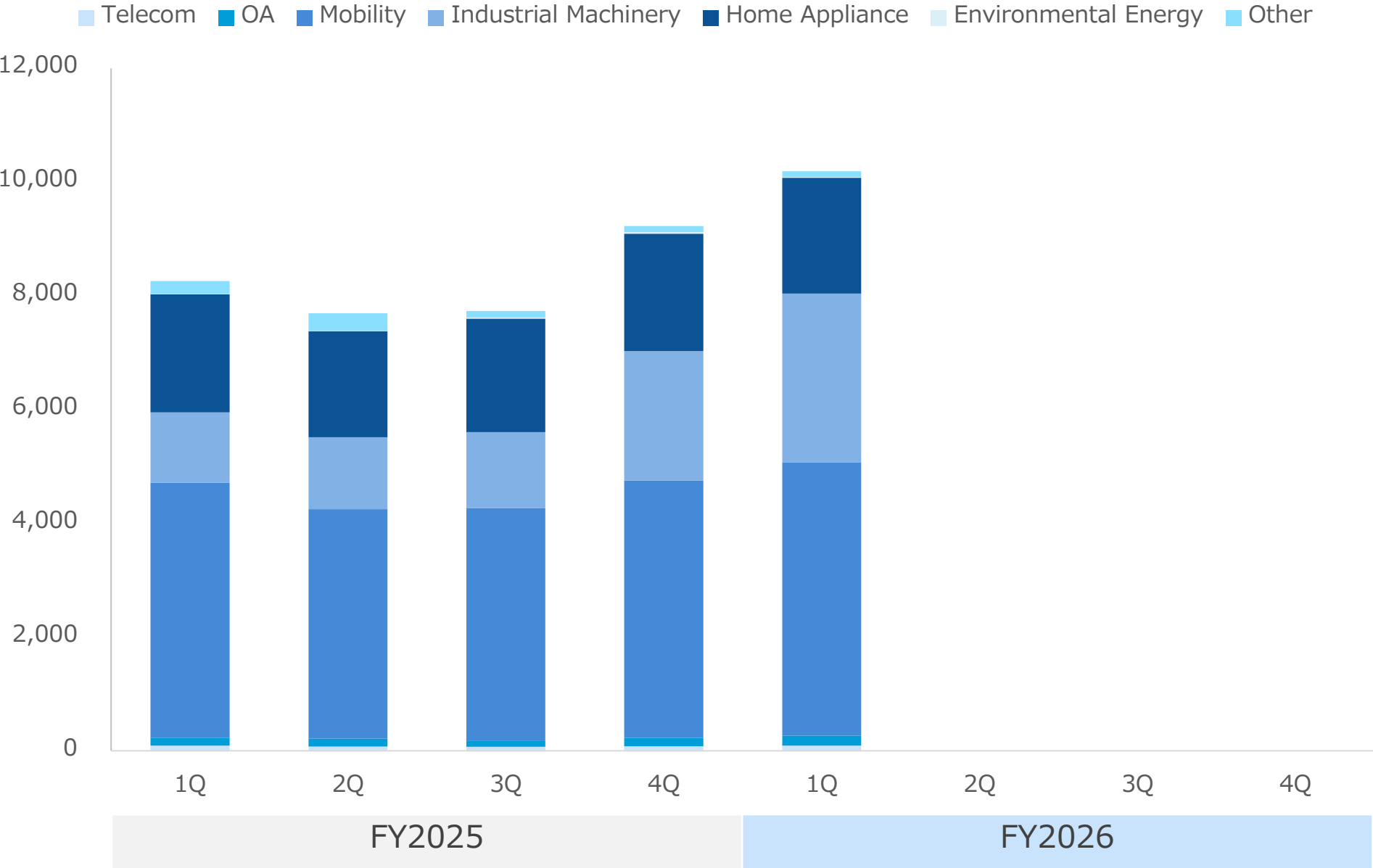


<1QActual>

	composition ratio
Telecommunication	4.7
OA	0.7
Mobility	67.9
Industrial Machinery	17.2
Home Appliance	8.3
Environmental Energy	0.5
Other	0.7
Total	100.0

※The above numbers have been calculated from Shindengen original date.

Sales composition ratio by Application on Semiconductors



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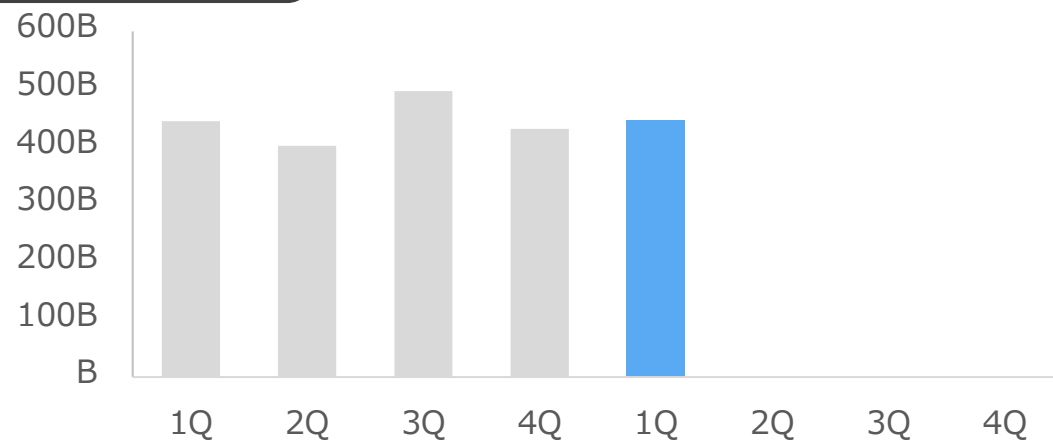
	composition ratio
Telecommunication	0.9
OA	1.7
Mobility	47.1
Industrial Machinery	29.1
Home Appliance	20.0
Environmental Energy	0.1
Other	1.0
Total	100.0

※The above numbers have been calculated from Shindengen original date.

Shindengen Affiliated companies Net sales results for Motorcycles

Indonesia

Currency:IDR

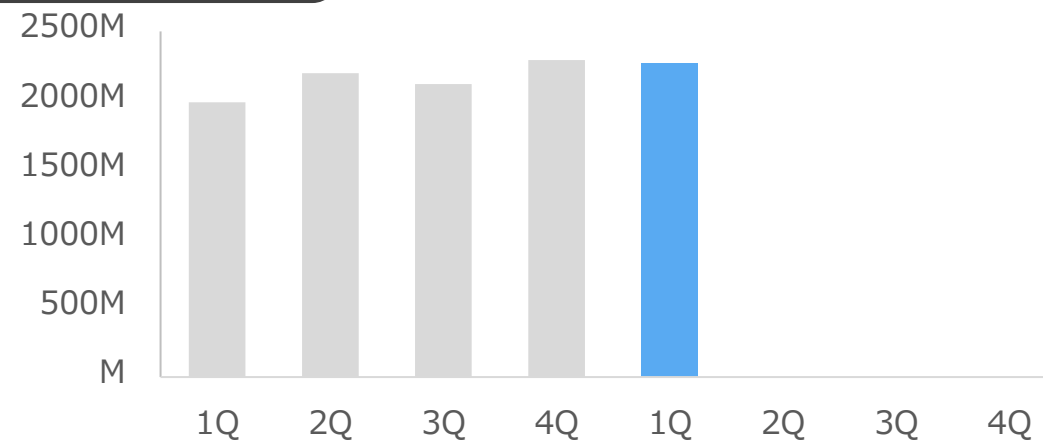


FY2025

FY2026

India

Currency:INR

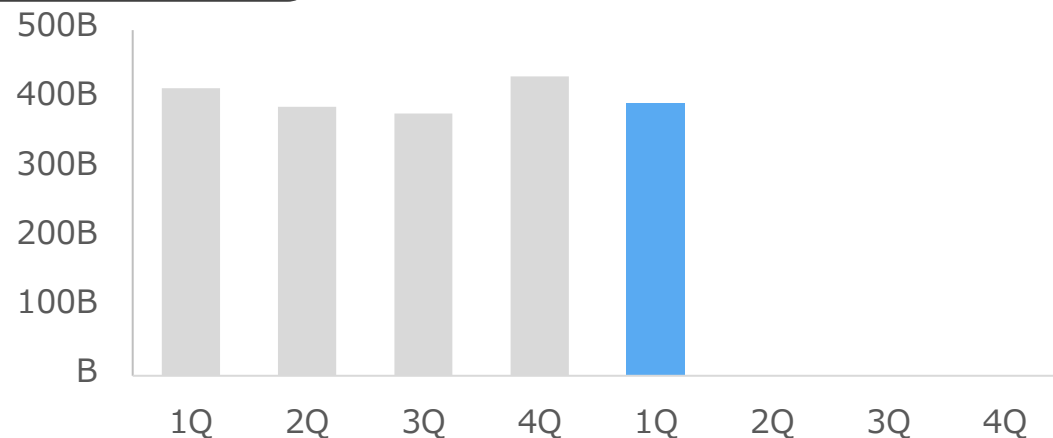


FY2025

FY2026

Vietnam

Currency:VND

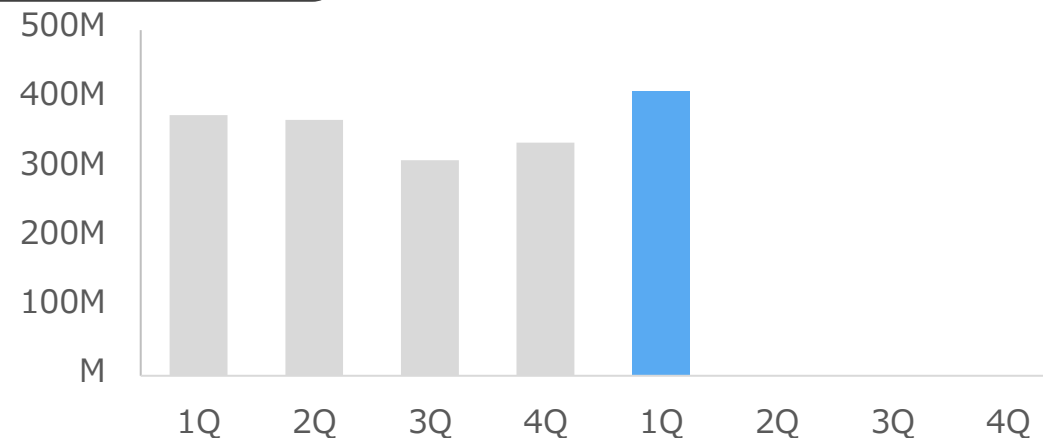


FY2025

FY2026

Thailand

Currency:THB



FY2025

FY2026

END

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