Reference Translation

November 13, 2026

Consolidated Financial Results for the Six Months Ended September 30, 2026 [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 : Kyoichi Miyazaki, Director and Executive Officer (disclosure.jp@smc.com)
Scheduled date to file semi-annual securities report : November 13, 2026
Scheduled date to commence dividend payments : December 1, 2026
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, 2026 (from April 1, 2026 to September 30, 2026)

(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, 2026	553,636	38.3	157,945	74.0	173,206	60.5	128,979	62.9
September 30, 2025	400,272	1.3	90,780	(8.8)	107,916	3.5	79,185	1.3

Note: Comprehensive income For the six months ended September 30, 2026 : ¥ 124,136 million 31.1%
For the six months ended September 30, 2025 : ¥ 94,685 million 152.4%

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2026	2,053.49	—
September 30, 2025	1,245.60	—

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
September 30, 2026	2,360,190	2,151,386	91.1
March 31, 2026	2,311,835	2,115,240	91.5

Reference: Equity As of September 30, 2026 : ¥ 2,151,143 million
As of March 31, 2026 : ¥ 2,115,090 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, 2026	—	500.00	—	500.00	1,000.00
Fiscal year ending March 31, 2027	—	500.00			
Fiscal year ending March 31, 2027 (Forecast)			—	500.00	1,000.00

Note: Revisions to the forecast of cash dividends most recently announced : None

3. Forecasts of consolidated operating results for the year ending March 31, 2027

(Percentages indicate ratio against previous fiscal year end.)

	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
Year ending March 31, 2027	1,073,000	27.4	294,000	54.3	325,000	38.0	238,000	42.3	3,789.21

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, 2026	63,869,359 shares
As of March 31, 2026	63,869,359 shares

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

As of September 30, 2026	1,534,226 shares
As of March 31, 2026	730,300 shares

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

Six months ended September 30, 2026	62,809,853 shares
Six months ended September 30, 2025	63,572,274 shares

Note: The Company's shares held by the Share Benefit Trust for Directors and the Share Benefit Trust for Employees (11,200 shares as of September 30, 2025 and as of March 31, 2026 / 94,200 shares as of September 30, 2026) are included in the number of treasury shares, which are 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, 2027 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, 2026. 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, 2026 to September 30, 2026), the global economy remained uncertain due to business conditions including manifestation of geopolitical risks, soaring energy prices, inflation in each country, monetary policy, and foreign exchange trends. However, capital investment increased around AI and data centers, and the business results improved.

As for the demand for automatic control equipment, in the semiconductor and electrical machinery-related industries, demand remained at a high level in a wide range of industries in Greater China, including semiconductor, flat panel display, and solar-related industries. Demand also increased in the regions including Japan, North America, and Asia. In the automotive-related industry, sales to EV battery-related industry remained solid in Greater China, and hybrid vehicles-related investment showed a sign of recovery in other regions. Demand in the machine tool-related industry was strong mainly in Japan and Greater China, supported by investments for data centers. Sales to medical equipment-related, food machinery-related, and other industries were solid overall, supported by demand for automation driven by labor shortages.

Under these circumstances, in order to meet the strong demand from our customers, the SMC Group has continued to address issues such as strengthening production and procurement system, increasing the number of direct sales staff, improving productivity in product development, and improving operational efficiency and reducing costs.

Within the business environment described above, the summary of consolidated business results for the six months ended September 30, 2026 is as follows:

Net sales were 553,636 million yen (increased by 38.3%, yoy).

Operating profit was 157,945 million yen (increased by 74.0%, yoy). Although personnel expenses, depreciation, and other costs increased, operating profit increased significantly due to the increase in sales.

Ordinary profit was 173,206 million yen (increased by 60.5%, yoy). Even though gain on sale of securities increased, the year-on-year growth in ordinary profit was lower than that in operating profit, due to the shift from foreign exchange gains to foreign exchange losses.

Profit before income taxes was 174,772 million yen (increased by 58.1%, yoy), and profit attributable to owners of parent was 128,979 million yen (increased by 62.9%, yoy).

(2) Financial position

Financial position as of the end of the six months of this fiscal year (September 30, 2026) is as follows:

Total assets were 2,360,190 million yen (a 48,354 million yen or 2.1% increase from the previous fiscal year end), mainly due to a 25,298 million yen increase in cash and deposits, and a 53,690 million yen increase in trade receivables.

Total liabilities were 208,803 million yen (a 12,207 million yen or 6.2% increase from the previous fiscal year end), mainly due to a 7,513 million yen increase in trade payables.

Total net assets were 2,151,386 million yen (a 36,146 million yen or 1.7% increase from the previous fiscal year end), mainly due to a 56,506 million yen increase in treasury shares, and a 97,404 million yen increase in retained earnings, primarily attributable to the recording of 128,979 million yen in profit attributable to owners of parent, partially offset by 31,575 million yen in dividends of surplus.

(3) Consolidated forecasts and other forward-looking information

Based on recent trends in orders and foreign exchange rates, revisions to the consolidated forecast, announced in the "Consolidated Financial Results for the Fiscal Year Ended March 31, 2026 [Under Japanese GAAP]" issued on May 14, 2026 are made as below.

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

1 USD = 158 yen (previous forecast 155 yen), 1 EUR = 181 yen (183 yen), and 1 CNY = 23.60 yen (22.70 yen).

Revision to forecasts of consolidated operating results for the year ending March 31, 2027

(Period from April 1, 2026 through March 31, 2027)

	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	1,000,000	219,000	239,000	170,000	2,692.46
Revised Forecasts	**1,073,000**	**294,000**	**325,000**	**238,000**	**3,789.21**
Increase (Decrease)	73,000	75,000	86,000	68,000	
% Change	7.3	34.2	36.0	40.0	

<Reference>

Results of the FY 2025 (Year ended March 31, 2026)	842,541	190,558	235,591	167,302	2,640.04

2. Semi-annual consolidated financial statements

(1) Semi-annual consolidated balance sheet

(Millions of yen)

	As of March 31, 2026	As of September 30, 2026
Assets		
Current assets		
Cash and deposits	663,870	689,169
Notes and accounts receivable-trade	235,325	289,015
Securities	47,832	46,678
Merchandise and finished goods	198,419	188,958
Work in process	33,289	36,754
Raw materials and supplies	274,989	292,408
Other	51,524	42,364
Allowance for doubtful accounts	(959)	(854)
Total current assets	**1,504,291**	**1,584,496**
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	328,073	331,728
Machinery, equipment and vehicles, net	91,195	93,554
Land	110,110	107,250
Other, net	88,629	84,802
Total property, plant and equipment	**618,009**	**617,335**
Intangible assets		
Leasehold interests in land	11,432	12,727
Goodwill	–	8,068
Other	4,710	5,918
Total intangible assets	**16,142**	**26,714**
Investments and other assets		
Investment securities	121,714	76,636
Other	53,522	56,723
Allowance for doubtful accounts	(1,844)	(1,715)
Total investments and other assets	**173,392**	**131,643**
Total non-current assets	**807,544**	**775,693**
Total assets	**2,311,835**	**2,360,190**

(Millions of yen)

	As of March 31, 2026	As of September 30, 2026
Liabilities		
Current liabilities		
Notes and accounts payable-trade	31,822	39,336
Short-term borrowings	5,092	—
Income taxes payable	35,645	40,400
Provision for bonuses	5,799	6,712
Other	67,310	74,871
Total current liabilities	**145,670**	**161,320**
Non-current liabilities		
Provision for retirement benefits for directors	1,130	1,220
Provision for share awards for directors	630	659
Retirement benefit liability	8,075	7,716
Other	41,088	37,886
Total non-current liabilities	**50,925**	**47,483**
Total liabilities	**196,595**	**208,803**
Net assets		
Shareholders' equity		
Share capital	61,005	61,005
Capital surplus	73,779	73,779
Retained earnings	1,709,936	1,807,341
Treasury shares	(38,513)	(95,019)
Total shareholders' equity	**1,806,207**	**1,847,105**
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	20,030	16,472
Foreign currency translation adjustment	271,634	271,521
Remeasurements of defined benefit plans	17,218	16,044
Total accumulated other comprehensive income	**308,883**	**304,038**
Non-controlling interests	**149**	**242**
Total net assets	**2,115,240**	**2,151,386**
Total liabilities and net assets	**2,311,835**	**2,360,190**

(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, 2025 From April 1, 2025 to September 30, 2025	Six months ended September 30, 2026 From April 1, 2026 to September 30, 2026
Net sales	**400,272**	**553,636**
Cost of sales	**219,232**	**288,344**
Gross profit	**181,040**	**265,291**
Selling, general and administrative expenses	**90,259**	**107,346**
Operating profit	**90,780**	**157,945**
Non-operating income		
Interest income	9,825	11,022
Foreign exchange gains	4,815	–
Gain on sale of securities	1,283	6,436
Other	1,434	1,326
Total non-operating income	**17,359**	**18,786**
Non-operating expenses		
Interest expenses	83	126
Foreign exchange losses	–	3,082
Other	139	315
Total non-operating expenses	**223**	**3,525**
Ordinary profit	**107,916**	**173,206**
Extraordinary income		
Gain on sale of non-current assets	243	225
Gain on sale of investment securities	2,485	831
Gain on step acquisitions	–	1,282
Total extraordinary income	**2,729**	**2,339**
Extraordinary losses		
Loss on sale of non-current assets	19	86
Loss on retirement of non-current assets	71	92
Impairment losses	–	98
Loss on disaster	–	495
Total extraordinary losses	**91**	**773**
Profit before income taxes	**110,554**	**174,772**
Income taxes	**31,365**	**45,780**
Profit	**79,189**	**128,992**
Profit attributable to non-controlling interests	**3**	**12**
Profit attributable to owners of parent	**79,185**	**128,979**

Semi-annual consolidated statement of comprehensive income

(Millions of yen)

	Six months ended September 30, 2025 From April 1, 2025 to September 30, 2025	**Six months ended September 30, 2026** From April 1, 2026 to September 30, 2026
Profit	**79,189**	**128,992**
Other comprehensive income		
Valuation difference on available-for-sale securities	(1,876)	(3,558)
Foreign currency translation adjustment	17,759	(124)
Remeasurements of defined benefit plans, net of tax	(387)	(1,173)
Total other comprehensive income	**15,495**	**(4,856)**
Comprehensive income	**94,685**	**124,136**
Comprehensive income attributable to:		
Comprehensive income attributable to owners of parent	94,680	124,134
Comprehensive income attributable to non-controlling interests	4	1

(3) Semi-annual consolidated statement of cash flows

(Millions of yen)

	Six months ended September 30, 2025 From April 1, 2025 to September 30, 2025	**Six months ended September 30, 2026** From April 1, 2026 to September 30, 2026
Cash flows from operating activities		
Profit before income taxes	110,554	174,772
Depreciation	20,191	26,361
Impairment losses	–	98
Loss on disaster	–	495
Increase (decrease) in allowance for doubtful accounts	(518)	(197)
Increase (decrease) in provision for retirement benefits for directors	8	117
Increase (decrease) in retirement benefit liability	(201)	(1,382)
Interest and dividend income	(10,083)	(11,308)
Interest expenses	83	126
Foreign exchange losses (gains)	(64)	3,397
Loss (gain) on sale of investment securities	(2,485)	(831)
Loss (gain) on step acquisitions	–	(1,282)
Decrease (increase) in trade receivables	15,152	(51,677)
Decrease (increase) in inventories	6,889	(12,180)
Increase (decrease) in trade payables	(3,198)	7,802
Decrease (increase) in other current assets	(3,731)	8,997
Increase (decrease) in other current liabilities	(382)	5,369
Other, net	606	(8,456)
Subtotal	132,821	140,222
Interest and dividends received	9,977	11,354
Interest paid	(84)	(132)
Income taxes refund (paid)	(24,055)	(40,994)
Net cash provided by (used in) operating activities	**118,658**	**110,449**

(Millions of yen)

	Six months ended September 30, 2025 From April 1, 2025 to September 30, 2025	Six months ended September 30, 2026 From April 1, 2026 to September 30, 2026
Cash flows from investing activities		
Payments into time deposits	(49,134)	(69,174)
Proceeds from withdrawal of time deposits	62,794	63,893
Purchase of property, plant and equipment	(79,112)	(29,721)
Purchase of intangible assets	(1,609)	(2,762)
Purchase of short-term and long-term investment securities	(31,203)	(139)
Proceeds from sale and redemption of short-term and long-term investment securities	32,048	48,901
Purchase of shares of subsidiaries resulting in change in scope of consolidation	–	(7,915)
Other, net	(414)	2,976
Net cash provided by (used in) investing activities	**(66,631)**	**6,057**
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(40)	(5,094)
Purchase of treasury shares	(21,801)	(56,656)
Dividends paid	(31,880)	(31,576)
Other, net	(388)	(75)
Net cash provided by (used in) financing activities	**(54,110)**	**(93,401)**
Effect of exchange rate change on cash and cash equivalents	**6,651**	**(3,566)**
Net increase (decrease) in cash and cash equivalents	**4,567**	**19,538**
Cash and cash equivalents at beginning of period	**531,649**	**573,769**
Increase (decrease) in cash and cash equivalents resulting from change in scope of consolidation	**10,281**	**–**
Cash and cash equivalents at end of period	**546,498**	**593,308**

(4) Notes to semi-annual consolidated financial statements

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

(Changes in scope of consolidation)

During the six months ended September 30, 2026, the Group has consolidated SMC Nederland B.V., which became a subsidiary of the Company through the additional acquisition of shares, and SMC Belgium BV, which also became a subsidiary through the acquisition of all its shares. Their operating results since July 1, 2026 have been included in the semi-annual consolidated statement of income and the semi-annual consolidated statement of comprehensive income.

From the six months ended September 30, 2026, the Company has included the newly established company, SMC (Jiangsu) Manufacturing Co., Ltd. in the scope of consolidation.

(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 was 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)

N/A

(Notes on going-concern assumption)

N/A

(Notes on significant subsequent events)

(Repurchase of own shares)

The Company resolved at the Board of Directors' Meeting held on November 13, 2026, to repurchase its own shares as follows.

(1) Reason for the repurchase
To enhance returns to shareholders, improve capital efficiency, and use instead of issuing new shares

(2) Total number of shares to be repurchased
Up to 1,000,000 common shares

(3) Total amount of repurchase
Up to 50 billion yen

(4) Period of repurchase
From November 25, 2026 to March 24, 2027

(5) Method of repurchase
Market purchase on the Tokyo Stock Exchange

3. Supplementary information

(1) Sales by region - Customer location

(Millions of yen)

Japan	U.S.	China	Asia (excl. China)	Europe	Other	Total
94,763	53,495	178,115	111,270	87,364	28,627	553,636

Note: Net sales of Japan, U.S., and China (including Hong Kong) are individually disclosed since they are roughly at a level of 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
96,446	65,473	195,460	92,104	89,745	14,406	553,636

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, 2026 (cumulative)		Year ending March 31, 2027 (Forecast)	
	(amount)	(YoY)	(amount)	(vs FY25)
Capital expenditures	32,875	(70.4%)	100,000	(33.4%)
Depreciation	26,361	30.6%	62,300	38.9%
R&D expenses	24,038	36.5%	47,000	17.5%

(4) Foreign currency exchange rates

	Six months ended September 30, 2026		Year ending March 31, 2027 (Forecast)
	(average)	(at end)	(average)
U S D	¥ 159.48	¥ 157.33	¥ 158.00
E U R	¥ 184.42	¥ 178.30	¥ 181.00
C N Y	¥ 23.53	¥ 23.45	¥ 23.60

Note: Assumed average exchange rates of USD, EUR and CNY for the fiscal year ending March 31, 2027 are respectively changed to the above amounts from the latest forecast (1 USD = 155 yen, 1 EUR = 183 yen, and 1 CNY = 22.70 yen).

(5) Consolidated Full-time employees and Temporary employees

(Number of personnel)

	Six months ended September 30, 2026	Difference from previous fiscal year end
Full-time employees (at end)	26,924	2,151
Temporary employees (average)	6,075	459