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October 31, 2025

Consolidated Financial Results for the Six Months Ended September 30, 2025 (Under Japanese GAAP)



Company name: ShinMaywa Industries, Ltd.
Listing: Tokyo Stock Exchange
Securities code: 7224
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Scheduled date to file semi-annual securities report: November 13, 2025
Scheduled date to commence dividend payments: December 01, 2025
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: None

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated financial results for the six months ended September 30, 2025 (from April 01, 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	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended September 30, 2025	122,963	(0.9)	4,577	(20.0)	4,000	(28.2)	2,789	(12.3)
September 30, 2024	124,065	6.5	5,723	29.1	5,570	14.7	3,179	6.9

Note: Comprehensive income For the six months ended September 30, 2025: ¥ 3,589 million [(12.8) %]
For the six months ended September 30, 2024: ¥ 4,115 million [(21.7) %]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2025	42.20	-
September 30, 2024	48.16	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
	Millions of yen	Millions of yen	%
As of September 30, 2025	267,320	114,627	42.6
March 31, 2025	266,443	113,066	42.0

Reference: Equity

As of September 30, 2025: ¥ 113,899 million
As of March 31, 2025: ¥ 112,027 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	-	25.00	-	27.00	52.00
Fiscal year ending March 31, 2026	-	27.00			
Fiscal year ending March 31, 2026 (Forecast)			-	27.00	54.00

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

3. Consolidated financial results forecast for the fiscal year ending March 31, 2026 (from April 01, 2025 to March 31, 2026)

(Percentages indicate year-on-year changes.)

	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
Full year	285,000	7.0	15,000	7.4	13,200	(2.5)	9,200	2.7	139.09

Note: Revisions to the financial results forecast most recently announced: Yes

* Notes

(1) Significant changes in the scope of consolidation during the period: None

Newly included: - companies()
Excluded: - companies()

(2) Adoption of accounting treatment specific to the preparation of semi-annual consolidated financial statements: None

(3) Changes in accounting policies, changes in accounting estimates, and restatement

- (i) Changes in accounting policies due to revisions to accounting standards and other regulations: None
- (ii) Changes in accounting policies due to other reasons: None
- (iii) Changes in accounting estimates: None
- (iv) Restatement: None

(4) Number of issued shares (common shares)

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

As of September 30, 2025	70,000,000 shares
As of March 31, 2025	70,000,000 shares

(ii) Number of treasury shares at the end of the period

As of September 30, 2025	3,856,102 shares
As of March 31, 2025	3,909,236 shares

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

Six months ended September 30, 2025	66,113,500 shares
Six months ended September 30, 2024	66,022,493 shares

* 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

The forward-looking statements, including earnings forecasts, contained in this document are based on the information currently available to the Company and certain assumptions that it deems to be reasonable. As such, they do not constitute guarantees by the Company of future performance. Actual results may differ materially from these projections due to various factors.

(How to obtain supplementary briefing material on financial results)

Supplementary briefing material on financial results is disclosed on TDnet on the same day.

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Qualitative Information of the Semi-annual Consolidated Results

(1) Operating Results

While the Japanese economy is undergoing a moderate recovery supported by improvements in the employment and income environment and various government measures have taken effect, the outlook remains uncertain due to factors such as prolonged high inflation and the impact of the U.S. tariff policy.

Amid these circumstances, the Group has entered the second year of [SG-2026] – a Medium-term management plan corresponding to Phase 2 of its [SG-Vision2030] Long-term management plan which has an end date of 2030 – and is promoting various measures designed to enhance its corporate value.

The financial results for the six months ended September 30, 2025 were as follows: orders received of 143,723 million yen, up 0.5% year-on-year, and net sales of 122,963 million yen, down 0.9% year-on-year. The order backlog as of September 30, 2025 was 338,295 million yen, up 7.9% year-on-year.

As for profits and losses, due to changes in product composition, operating profit was 4,577 million yen, down 20.0% year-on-year, ordinary profit was 4,000 million yen, down 28.2% year-on-year, profit attributable to owners of parent was 2,789 million yen, down 12.3% year-on-year.

The overview of the Group's operating results by segment is as follows.

(Special Purpose Truck)

For manufacture and sales of vehicle frames, etc., both orders received and net sales increased.

Also, for maintenance and repair business, both orders received and net sales increased.

In addition to this, for forestry machinery, etc., both orders received and net sales decreased.

As a result, for this segment, orders received were 66,402 million yen, up 8.4% year-on-year, net sales were 53,871 million yen, up 4.0% year-on-year, and operating profit was 2,575 million yen, up 22.4% year-on-year.

The order backlog as of September 30, 2025 was 138,823 million yen, up 14.4% year-on-year.

(Parking Systems)

For mechanical car parking systems, orders received decreased and net sales increased.

For aircraft passenger boarding bridges, both orders received and net sales decreased compared to the previous fiscal year, when orders for large projects had been received.

As a result, for this segment, orders received were 21,734 million yen, down 7.0% year-on-year, net sales were 22,487 million yen, up 6.6% year-on-year, and operating profit was 2,354 million yen, up 33.5% year-on-year.

The order backlog as of September 30, 2025 was 57,084 million yen, down 9.0% year-on-year.

(Industrial Machinery & Environmental Systems)

For mechatronics products, both orders received and net sales decreased in vacuum products. As a result, for the entire business area, orders received and net sales decreased.

For environment-related business, both orders received and net sales decreased.

As a result, for this segment, orders received were 12,062 million yen, down 18.9% year-on-year, net sales were 10,699 million yen, down 36.7% year-on-year, and operating loss was 227 million yen, while the operating profit was 1,461 million yen for the same period in the previous fiscal year.

The order backlog as of September 30, 2025 was 58,858 million yen, up 10.5% year-on-year.

(Fluid)

With demand steadily increasing in Japan, orders received and net sales increased. As a result, for this segment, orders received were 16,517 million yen, up 3.6% year-on-year, net sales were 10,320 million yen, up 1.7% year-on-year, and operating profit was 286 million yen, down 44.9% year-on-year.

The order backlog as of September 30, 2025 was 14,474 million yen, up 11.1% year-on-year.

(Aircraft)

For the Ministry of Defense, both orders received and net sales increased.

For civilian demand-related production, orders received decreased and net sales increased.

As a result, for this segment, orders received were 15,530 million yen, down 16.2% year-on-year, net sales were 18,132 million yen, up 16.4% year-on-year, and operating profit was 925 million yen, down 25.6% year-on-year.

The order backlog as of September 30, 2025 was 50,548 million yen, up 7.7% year-on-year.

(Others)

For construction business, orders received increased and net sales decreased. As a result, for this segment, orders received were 11,474 million yen, up 26.8% year-on-year, net sales were 7,451 million yen, down 12.4% year-on-year, and operating profit was 528 million yen, up 3.8% year-on-year.

The order backlog as of September 30, 2025 was 18,505 million yen, up 13.9% year-on-year.

(2) Financial Position

1) Assets, liabilities, and net assets

(Assets)

Total assets at the end of the current interim consolidated accounting period increased 877 million yen from the end of the previous consolidated fiscal year to 267,320 million yen, mainly due to increases in inventories and property, plant and equipment, despite a decrease in trade receivables.

(Liabilities)

Liabilities decreased 683 million yen from the end of the previous consolidated fiscal year to 152,693 million yen, mainly due to decreases in accrued expenses and payment of income taxes, despite an increase in short-term borrowings.

(Net assets)

Net assets increased 1,560 million yen from the previous fiscal year-end to 114,627 million yen, mainly due to the recording of profit attributable to owners of parent, despite the dividend payments. As a result, equity-to-asset ratio increased to 42.6% from 42.0% at the previous fiscal year-end.

2) Cash flows

Cash and cash equivalents (hereinafter referred to as “funds”) at the end of the current interim consolidated accounting period amounted to 22,972 million yen, down 5,310 million yen from the end of the previous consolidated fiscal year. Following is the state of each cash flow and the contributing factors during the current interim consolidated accounting period.

(Cash flows from operating activities)

Funds used in operating activities in the current interim consolidated accounting period amounted to 2,838 million yen (compared to 9,404 million yen earned from the same period of the previous fiscal year). This was mainly due to an increase in inventories of 4,142 million yen and income taxes paid of 4,128 million yen, despite a profit before income taxes of 4,448 million yen and a decrease in trade receivables of 3,472 million yen.

(Cash flows from investing activities)

Funds used in investing activities in the current interim consolidated accounting period amounted to 4,838 million yen (compared to 5,924 million yen used in the same period of the previous fiscal year). This was mainly due to the purchase of property, plant and equipment of 4,428 million yen.

(Cash flows from financing activities)

Funds earned from financing activities in the current interim consolidated accounting period amounted to 2,933 million yen (compared to 7,776 million yen used in the same period of the previous fiscal year). This was mainly due to proceeds from short-term borrowings of 7,050 million yen, despite dividends paid of 1,784 million yen.

(3) Consolidated Financial Results Forecasts

In consideration of the financial results for the six months ended September 30, 2025 and the future outlook, the full-year financial results forecasts, released on July 31, 2025, are revised as follows. For a breakdown of net sales and operating profit by segment, please refer to the supplementary briefing material on financial results disclosed at the same time as this financial report.

Revisions to the consolidated financial results forecast (from April 01, 2025 to 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 forecast (A)	285,000	15,000	14,000	9,200	139.20
Current forecast (B)	285,000	15,000	13,200	9,200	139.09
Amount of change (B-A)	0	0	(800)	0	0
Percentage change (%)	0	0	(5.7)	0	0
(Reference) Results for the previous fiscal year (FY2024)	266,441	13,970	13,536	8,957	135.61

* The assumed exchange rate is 145 yen to the US dollar for November onwards.

Semi-annual Consolidated Financial Statements and Primary Notes

(1) Semi-annual Consolidated Balance Sheet

(Millions of yen)

	As of March 31, 2025	As of September 30, 2025
Assets		
Current assets		
Cash and deposits	28,474	23,163
Notes and accounts receivable - trade, and contract assets	74,864	67,452
Electronically recorded monetary claims - operating	10,605	13,710
Merchandise and finished goods	5,301	6,281
Work in process	27,564	30,371
Raw materials and supplies	29,075	28,788
Other	3,475	5,368
Allowance for doubtful accounts	(324)	(167)
Total current assets	179,037	174,968
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	19,842	22,394
Other, net	29,708	30,976
Total property, plant and equipment	49,550	53,371
Intangible assets	2,898	2,850
Investments and other assets		
Other	34,970	36,142
Allowance for doubtful accounts	(12)	(11)
Total investments and other assets	34,957	36,130
Total non-current assets	87,406	92,352
Total assets	266,443	267,320

(Millions of yen)

	As of March 31, 2025	As of September 30, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	31,302	32,043
Short-term borrowings	6,198	11,567
Current portion of long-term borrowings	1,000	1,000
Income taxes payable	4,450	1,506
Provision for loss on construction contracts	3,166	2,670
Other	47,275	44,255
Total current liabilities	93,393	93,043
Non-current liabilities		
Long-term borrowings	44,000	43,500
Retirement benefit liability	13,415	13,779
Other	2,567	2,369
Total non-current liabilities	59,983	59,649
Total liabilities	153,377	152,693
Net assets		
Shareholders' equity		
Share capital	15,981	15,981
Capital surplus	14,844	14,804
Retained earnings	79,414	80,425
Treasury shares	(5,582)	(5,506)
Total shareholders' equity	104,657	105,705
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	2,534	3,672
Revaluation reserve for land	(377)	(377)
Foreign currency translation adjustment	3,494	3,219
Remeasurements of defined benefit plans	1,718	1,679
Total accumulated other comprehensive income	7,369	8,193
Non-controlling interests	1,039	728
Total net assets	113,066	114,627
Total liabilities and net assets	266,443	267,320

(2)Semi-annual Consolidated Statements of Income and Comprehensive Income

Semi-annual Consolidated Statement of Income

(Millions of yen)

	For the six months ended September 30, 2024	For the six months ended September 30, 2025
Net sales	124,065	122,963
Cost of sales	104,586	103,355
Gross profit	19,479	19,607
Selling, general and administrative expenses	13,756	15,030
Operating profit	5,723	4,577
Non-operating income		
Interest income	78	85
Dividend income	160	191
Share of profit of entities accounted for using equity method	-	78
Foreign exchange gains	175	-
Other	95	107
Total non-operating income	509	462
Non-operating expenses		
Interest expenses	228	362
Share of loss of entities accounted for using equity method	93	-
Foreign exchange losses	-	434
Cost of inactive noncurrent assets	49	42
Borrowing fees	5	7
Loss on securitization of receivables	120	157
Other	163	35
Total non-operating expenses	661	1,039
Ordinary profit	5,570	4,000
Extraordinary income		
Settlement income	-	558
Total extraordinary income	-	558
Extraordinary losses		
Loss on disposal of non-current assets	32	51
Loss on valuation of investments in capital of subsidiaries and associates	-	58
Total extraordinary losses	32	110
Profit before income taxes	5,537	4,448
Income taxes - current	1,412	1,255
Income taxes - deferred	604	379
Total income taxes	2,017	1,634
Profit	3,520	2,813
Profit attributable to non-controlling interests	340	23
Profit attributable to owners of parent	3,179	2,789

Semi-annual Consolidated Statement of Comprehensive Income

(Millions of yen)

	For the six months ended September 30, 2024	For the six months ended September 30, 2025
Profit	3,520	2,813
Other comprehensive income		
Valuation difference on available-for-sale securities	(777)	1,137
Foreign currency translation adjustment	1,168	(128)
Remeasurements of defined benefit plans, net of tax	(27)	(38)
Share of other comprehensive income of entities accounted for using equity method	231	(193)
Total other comprehensive income	594	776
Comprehensive income	4,115	3,589
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,667	3,613
Comprehensive income attributable to non-controlling interests	447	(23)

(3)Semi-annual Consolidated Statement of Cash Flows

(Millions of yen)

	For the six months ended September 30, 2024	For the six months ended September 30, 2025
Cash flows from operating activities		
Profit before income taxes	5,537	4,448
Depreciation	2,685	2,824
Decrease (increase) in trade receivables	15,651	3,472
Decrease (increase) in inventories	(3,340)	(4,142)
Increase (decrease) in trade payables	(4,881)	994
Other, net	(2,208)	(6,782)
Subtotal	13,444	813
Interest and dividends received	259	285
Interest paid	(264)	(368)
Settlement received	-	558
Income taxes paid	(4,034)	(4,128)
Net cash provided by (used in) operating activities	9,404	(2,838)
Cash flows from investing activities		
Purchase of property, plant and equipment	(5,500)	(4,428)
Proceeds from sale of property, plant and equipment	13	8
Purchase of intangible assets	(360)	(379)
Other, net	(77)	(38)
Net cash provided by (used in) investing activities	(5,924)	(4,838)
Cash flows from financing activities		
Proceeds from short-term borrowings	91	7,050
Repayments of short-term borrowings	(4,582)	(1,387)
Repayments of long-term borrowings	(1,137)	(500)
Redemption of bonds	(400)	-
Dividends paid	(1,616)	(1,784)
Dividends paid to non-controlling interests	-	(37)
Purchase of shares of subsidiaries not resulting in change in scope of consolidation	-	(297)
Other, net	(130)	(109)
Net cash provided by (used in) financing activities	(7,776)	2,933
Effect of exchange rate change on cash and cash equivalents	130	(17)
Net increase (decrease) in cash and cash equivalents	(4,165)	(4,761)
Cash and cash equivalents at beginning of period	22,891	28,282
Increase in cash and cash equivalents resulting from inclusion of subsidiaries in consolidation	760	-
Decrease in cash and cash equivalents resulting from exclusion of subsidiaries from consolidation	-	(549)
Cash and cash equivalents at end of period	19,486	22,972

(4) Explanatory Notes to Semi-annual Consolidated Financial Statements
(Notes on the Assumption of a Going Concern)

None

(Notes in the Event of Significant Changes in Shareholders' Equity)

None

(Notes on segment Information)

For the six months ended September 30, 2024 (April 01, 2024 - September 30, 2024)

1. Information regarding the amount of net sales, gain and loss by reportable segment

(Millions of yen)

	Reportable segments						Others	Total	Adjustments	Consolidated Financial Statements amount
	Special Purpose Truck	Parking Systems	Industrial Machinery and Environmental Systems	Fluid	Aircraft	Subtotal				
Net Sales:										
Japan	49,639	18,589	8,106	6,409	8,321	91,066	8,510	99,577	—	99,577
Asia	678	2,510	2,437	2,459	—	8,086	—	8,086	—	8,086
North America	—	—	5,486	724	6,688	12,899	—	12,899	—	12,899
Other areas	1,502	—	879	555	563	3,501	—	3,501	—	3,501
Revenue from contracts with customers	51,821	21,099	16,911	10,149	15,573	115,555	8,510	124,065	—	124,065
Other revenue	—	—	—	—	—	—	—	—	—	—
External sales	51,821	21,099	16,911	10,149	15,573	115,555	8,510	124,065	—	124,065
Intersegment sales or transfer	4	6	0	9	—	21	2,839	2,861	(2,861)	—
Total	51,826	21,106	16,911	10,159	15,573	115,576	11,349	126,926	(2,861)	124,065
Segment profit	2,103	1,763	1,461	519	1,243	7,091	509	7,601	(1,877)	5,723

(Note 1) "Others" comprises businesses not included in the reportable segments, such as construction, real estate, and software development.

(Note 2) The adjustment under segment profit (1,877) million yen includes the elimination of inter-segment transactions (133) million yen and corporate expenses unallocated to each reportable segment (1,744) million yen. Corporate expenses are mainly unallocated general and administrative expenses and basic experiment and research expenses.

(Note 3) Segment profit is the adjusted operating profit reported on consolidated statements of profit.

2. Information on impairment loss on noncurrent assets and goodwill for each reportable segment

None

For the six months ended September 30, 2025 (April 01, 2025 - September 30, 2025)

1. Information regarding the amount of net sales, gain and loss by reportable segment

(Millions of yen)

	Reportable segments						Others	Total	Adjustments	Consolidated Financial Statements amount
	Special Purpose Truck	Parking Systems	Industrial Machinery and Environmental Systems	Fluid	Aircraft	Subtotal				
Net Sales:										
Japan	51,986	20,434	7,020	6,956	9,536	95,934	7,196	103,130	—	103,130
Asia	584	2,052	2,254	2,442	—	7,334	—	7,334	—	7,334
North America	—	—	769	656	7,670	9,096	—	9,096	—	9,096
Other areas	1,301	—	655	264	924	3,146	—	3,146	—	3,146
Revenue from contracts with customers	53,871	22,487	10,699	10,320	18,132	115,512	7,196	122,708	—	122,708
Other revenue	—	—	—	—	—	—	255	255	—	255
External sales	53,871	22,487	10,699	10,320	18,132	115,512	7,451	122,963	—	122,963
Intersegment sales or transfer	10	7	0	17	—	36	2,760	2,797	(2,797)	—
Total	53,882	22,495	10,700	10,338	18,132	115,549	10,212	125,761	(2,797)	122,963
Segment profit (loss)	2,575	2,354	(227)	286	925	5,914	528	6,442	(1,865)	4,577

(Note 1) "Others" comprises businesses not included in the reportable segments, such as construction, real estate, and software development.

(Note 2) The adjustment under segment profit (loss) (1,865) million yen includes the elimination of inter-segment transactions (125) million yen and corporate expenses unallocated to each reportable segment (1,739) million yen. Corporate expenses are mainly unallocated general and administrative expenses and basic experiment and research expenses.

(Note 3) Segment profit (loss) is the adjusted operating profit reported on consolidated statements of profit.

2. Information on impairment loss on noncurrent assets and goodwill for each reportable segment

None