



August 8, 2025

## Consolidated Financial Results for the Three Months Ended June 30, 2025 (Under Japanese GAAP)

Company name: Sharp Corporation  
 Listing: Tokyo Stock Exchange  
 Securities code: 6753  
 URL: <https://corporate.jp.sharp/> (English : <https://global.sharp/>)  
 Representative: Masahiro Okitsu, President Chief Executive Officer  
 Inquiries: Shigetaka Obata, Senior Vice President, Finance and Administration Office  
 Telephone: +81-72-282-1221  
 Scheduled date to commence dividend payments: -  
 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 three months ended June 30, 2025 (from April 1, 2025 to June 30, 2025)

#### (1) Consolidated operating results

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Three months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
June 30, 2025	472,490	(11.2)	15,302	-	18,594	-	27,239	-
June 30, 2024	531,964	(1.7)	(5,810)	-	(10,178)	-	(1,285)	-

Note: Comprehensive income For the three months ended June 30, 2025: ¥20,070 million [(17.7)%]  
 For the three months ended June 30, 2024: ¥24,390 million [(52.4)%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2025	41.95	-
June 30, 2024	(1.98)	-

Note: Diluted earnings per share is not stated because potentially dilutive shares exist without dilutive effect at the moment.

#### (2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
June 30, 2025	1,383,375	186,368	12.5
March 31, 2025	1,453,730	167,709	10.5

Reference: Equity  
 As of June 30, 2025: ¥173,035 million  
 As of March 31, 2025: ¥153,367 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	-	0.00	-	0.00	0.00
Fiscal year ending March 31, 2026	-				
Fiscal year ending March 31, 2026 (Forecast)		-	-	-	--

Note: 1 Revisions to the forecast of cash dividends most recently announced: None

2 As of this time, the dividend per share for the fiscal year ending March 31, 2026 has not yet been determined.

### 3. Forecast of consolidated financial results for the fiscal year ending March 31, 2026 (from April 1, 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
Fiscal year ending March 31, 2026	1,870,000	(13.4)	30,000	9.7	27,000	52.9	32,000	(11.3)	49.28

Note: Revisions to the earnings forecasts most recently announced: Yes

#### \*Notes

- (1) Significant changes in the scope of consolidation during the period: Yes  
Excluded: 1 company (Saigon STEC Co., LTD.)
- (2) Adoption of accounting treatment specific to the preparation of quarterly 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 June 30, 2025	650,406,538 shares
As of March 31, 2025	650,406,538 shares

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

As of June 30, 2025	1,107,116 shares
As of March 31, 2025	1,106,821 shares

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

Three months ended June 30, 2025	649,299,598 shares
Three months ended June 30, 2024	649,301,175 shares

\* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: None

\* Proper use of earnings forecasts, and other special matters

1. The forward-looking statements, including forecasts of financial results, contained in these materials are based on information currently available to Sharp Corporation ("the Company") and on certain assumptions deemed to be reasonable. However, the Company makes no guarantee that these forecasts will be achieved. Actual results may vary due to a variety of factors.
2. The Company is scheduled to hold a financial results briefing on Friday, August 8, 2025. The financial results briefing materials used in this briefing will be posted on the Company's website promptly after the announcement.

## **1. Qualitative Information**

### **(1) Qualitative Information regarding Consolidated Financial Results for the First Quarter Ended June 30, 2025**

Please refer to the presentation material “Consolidated Financial Results for the First Quarter, Fiscal 2025” on our company website.

<https://global.sharp/corporate/ir/library/financial/>

### **(2) Material Events Related to the Going Concern Assumption**

During the fiscal year ended March 31, 2025, the Group achieved profitability again after two years of losses through business restructuring including Asset Light Initiatives. In the first quarter of the current fiscal year, 27,239 million yen of profit attributable to owners of parent was recorded, and our equity ratio recovered up to 12.5%. However, considering that the financial foundation still lacks stability, we will accelerate “Global Expansion” and “Business Transformation” of Brand Business, aiming to enhance profitability and growth potential, while further improving the Group’s financial foundation. In terms of funding, Sharp shares information regarding our operating and financial position and consults with major lending institutions on ways to improve our financial position as necessary, in order to maintain and continue our borrowing agreements, thereby stabilizing our financial resources. Additionally, Sharp is pursuing consultations aimed at the refinancing of the syndicated loan agreement maturing in April 2026, with our primary financial institutions.

While certain events or circumstances may have given rise significant doubts in connection with the going concern assumption, there are no material uncertainties noted that are applicable to Notes Related to the Going Concern Assumption.

## 2. Consolidated Financial Statements

### (1) Consolidated balance sheets

(Millions of yen)

	As of March 31, 2025	As of June 30, 2025
Assets		
Current assets		
Cash and deposits	279,307	209,969
Notes and accounts receivable - trade, and contract assets	379,787	364,166
Inventories	242,081	261,755
Other	84,495	92,031
Allowance for doubtful accounts	(5,854)	(5,923)
Total current assets	979,817	921,999
Non-current assets		
Property, plant and equipment		
Buildings and structures	590,183	578,722
Machinery, equipment and vehicles	1,002,312	974,588
Tools, furniture and fixtures	136,473	131,032
Other	111,334	112,213
Accumulated depreciation	(1,638,404)	(1,604,743)
Total property, plant and equipment	201,899	191,812
Intangible assets		
Goodwill	7,264	6,904
Other	29,315	28,188
Total intangible assets	36,580	35,092
Investments and other assets		
Investment securities	185,710	184,471
Other	49,722	49,998
Total investments and other assets	235,433	234,470
Total non-current assets	473,913	461,375
Total assets	1,453,730	1,383,375

	As of March 31, 2025	As of June 30, 2025
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	278,869	284,705
Electronically recorded obligations - operating	10,881	9,546
Short-term borrowings	111,257	480,739
Provision for bonuses	19,481	11,300
Provision for product warranties	13,096	13,084
Other provisions	25,994	25,624
Other	297,342	255,676
Total current liabilities	756,923	1,080,677
Non-current liabilities		
Long-term borrowings	406,400	10,930
Provisions	11,709	11,071
Retirement benefit liability	45,604	43,575
Other	65,383	50,752
Total non-current liabilities	529,097	116,329
Total liabilities	1,286,021	1,197,007
<b>Net assets</b>		
Shareholders' equity		
Share capital	5,000	5,000
Capital surplus	148,983	148,983
Retained earnings	(54,082)	(26,843)
Treasury shares	(13,389)	(13,389)
Total shareholders' equity	86,511	113,751
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	20,818	20,993
Deferred gains or losses on hedges	(1,437)	(1,130)
Foreign currency translation adjustment	46,571	38,504
Remeasurements of defined benefit plans	902	916
Total accumulated other comprehensive income	66,855	59,284
Share acquisition rights	1,279	1,469
Non-controlling interests	13,062	11,863
Total net assets	167,709	186,368
Total liabilities and net assets	1,453,730	1,383,375

(2) Consolidated Statements of Income / Consolidated Statements of Comprehensive Income  
- Consolidated statements of income

(Millions of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Net sales	531,964	472,490
Cost of sales	443,918	368,127
Gross profit	88,045	104,363
Selling, general and administrative expenses	93,856	89,060
Operating profit (loss)	(5,810)	15,302
Non-operating income		
Interest income	1,354	1,230
Dividend income	1,030	372
Foreign exchange gains	-	1,223
Share of profit of entities accounted for using equity method	2,314	2,137
Investment income	295	-
Other	3,314	2,938
Total non-operating income	8,308	7,901
Non-operating expenses		
Interest expenses	2,668	2,011
Foreign exchange losses	7,426	-
Investment expense	-	241
Other	2,581	2,356
Total non-operating expenses	12,676	4,609
Ordinary profit (loss)	(10,178)	18,594
Extraordinary income		
Gain on sale of non-current assets	35	11,639
Gain on sale of investment securities	10,147	17
Gain on sale of businesses	-	868
Gain on change in equity	2,708	-
Gain on reversal of liabilities	3,590	-
Gain on reversal of share acquisition rights	141	15
Total extraordinary income	16,622	12,540
Extraordinary losses		
Loss on sale and retirement of non-current assets	173	330
Impairment losses	1,262	500
Business restructuring expenses	3,400	-
Total extraordinary losses	4,835	831
Profit before income taxes	1,608	30,304
Income taxes - current	3,116	2,036
Income taxes - deferred	(494)	519
Total income taxes	2,621	2,556
Profit (loss)	(1,013)	27,747
Profit attributable to non-controlling interests	272	508
Profit (loss) attributable to owners of parent	(1,285)	27,239

- Consolidated statements of comprehensive income

(Millions of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Profit (loss)	(1,013)	27,747
Other comprehensive income		
Valuation difference on available-for-sale securities	(2,911)	176
Deferred gains or losses on hedges	1,301	306
Foreign currency translation adjustment	22,014	(6,722)
Remeasurements of defined benefit plans, net of tax	916	10
Share of other comprehensive income of entities accounted for using equity method	4,082	(1,448)
Total other comprehensive income	25,403	(7,677)
Comprehensive income	24,390	20,070
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	23,401	19,667
Comprehensive income attributable to non-controlling interests	988	402

## (3) Consolidated statements of cash flows

(Millions of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Cash flows from operating activities		
Profit before income taxes	1,608	30,304
Depreciation	12,689	9,490
Interest and dividend income	(2,384)	(1,603)
Interest expenses	2,668	2,011
Share of loss (profit) of entities accounted for using equity method	(2,314)	(2,137)
Investment expenses (income)	(295)	241
Loss (gain) on sale and retirement of non-current assets	137	(11,308)
Impairment losses	1,262	500
Loss (gain) on sale of investment securities	(10,147)	(17)
Loss (gain) on sale of businesses	-	(868)
Loss (gain) on change in equity	(2,708)	-
Gain on reversal of liabilities	(3,590)	-
Gain on reversal of share acquisition rights	(141)	(15)
Business restructuring expenses	3,400	-
Decrease (increase) in accounts receivable - trade, and contract assets	(1,971)	14,114
Decrease (increase) in accounts receivable - other	(613)	(432)
Decrease (increase) in inventories	(17,544)	(20,444)
Increase (decrease) in trade payables	(3,782)	6,379
Increase (decrease) in accrued consumption taxes	478	(10,382)
Increase (decrease) in provision for bonuses	(5,637)	(7,955)
Other, net	2,861	(41,305)
Subtotal	(26,024)	(33,428)
Interest and dividends received	3,643	2,435
Interest paid	(1,830)	(2,525)
Income taxes refund (paid)	(6,797)	(3,289)
Payments for business restructuring	(1,134)	(6,328)
Proceeds from compensation	-	431
Net cash provided by (used in) operating activities	(32,142)	(42,705)



	Three months ended June 30, 2024	Three months ended June 30, 2025
Cash flows from investing activities		
Payments into time deposits	(16,983)	(4,250)
Proceeds from withdrawal of time deposits	1,474	31,480
Purchase of property, plant and equipment	(7,572)	(4,522)
Proceeds from sale of property, plant and equipment	302	11,225
Purchase of intangible assets	(2,725)	(3,102)
Proceeds from sale of investment securities	18,413	25
Proceeds from refund of investment partnerships	1,867	1,732
Payments for sale of businesses	-	(55)
Other, net	395	(281)
Net cash provided by (used in) investing activities	(4,828)	32,251
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	23,393	6,416
Repayments of long-term borrowings	(2,685)	(32,374)
Repayments of finance lease liabilities	(2,349)	(867)
Other, net	(39)	(359)
Net cash provided by (used in) financing activities	18,319	(27,185)
Effect of exchange rate change on cash and cash equivalents	13,699	(4,229)
Net increase (decrease) in cash and cash equivalents	(4,952)	(41,867)
Cash and cash equivalents at beginning of period	219,128	242,703
Cash and cash equivalents at end of period	214,176	200,836

## (4) Notes to Consolidated Financial Statements

### (Segment information)

#### I. Three months ended June 30, 2024

##### i. Information on the amounts of sales, profits or losses for each reportable segment

(in millions of yen)

	Reportable segments				Other (Note)1	Total	Adjustments (Note)2	Amounts recorded in consolidated statement of income (Note)3
	Smart Life	Smart Workplace	Display Device	Total				
Sales								
Revenues from external customers	156,883	189,127	97,349	443,360	88,603	531,964	-	531,964
Transactions with other segments	229	276	4,375	4,881	4,778	9,660	(9,660)	-
Total	157,113	189,403	101,725	448,242	93,382	541,624	(9,660)	531,964
Segment profit (loss)	4,135	10,185	(10,982)	3,337	(4,027)	(689)	(5,120)	(5,810)

Note: 1. Business segments excluded from reportable segments are classified as Other, consisting of the Electronic Device business and Sakai Display Products Corporation. Of these, sales of 23,572 million yen (22,465 million yen from external customers, 1,107 million yen from transactions with other segments), and segment loss of (6,198) million yen were related to Sakai Display Products Corporation.

2. Adjustments for segment profits or losses of (5,120) million yen include (4,991) million yen in company-wide expenses that have not been allocated to each reportable segment. Company-wide expenses are mainly related to basic R&D expenses and expenses related to the Company's head office.

3. Segment profits or losses are adjusted for operating losses in consolidated statements of income.

#### II. Three months Ended June 30, 2025

##### i. Information on the amounts of sales, profits or losses for each reportable segment

(in millions of yen)

	Reportable segments				Other (Note)1	Total	Adjustments (Note)2	Amounts recorded in consolidated statement of income (Note)3
	Smart Life	Smart Workplace	Display Device	Total				
Sales								
Revenues from external customers	140,244	188,883	108,406	437,534	34,955	472,490	-	472,490
Transactions with other segments	155	471	863	1,490	3,089	4,580	(4,580)	-
Total	140,399	189,355	109,270	439,025	38,045	477,070	(4,580)	472,490
Segment profit (loss)	6,875	14,214	(2,522)	18,566	1,336	19,903	(4,600)	15,302

Note: 1. Business segments excluded from reportable segments are classified as Other, consisting of the Electronic Device business and Sakai Display Products Corporation.

2. Adjustments for segment profits or losses of (4,600) million yen include (4,568) million yen in company-wide expenses that have not been allocated to each reportable segment. Company-wide expenses are mainly related to basic R&D expenses and expenses related to the Company's head office.

3. Segment profits or losses are adjusted for operating profits in consolidated statements of income.

ii. Change in segment classification

In the previous fiscal year, we categorized the Group's reportable segments into five: Smart Life & Energy, Smart Office, Universal Network, Display Device and Electronic Device. Effective from the first quarter of the current fiscal year, reportable segments have been recategorized into three: Smart Life, Smart Workplace and Display Device.

This reorganization divides our strategic brand business into two groups: the Smart Life Business Group, which focuses on lifestyles, and the Smart Workplace Business Group, which focuses on workstyles. Our goal is to focus and shift our business to accelerate new value creation in each area and enhance profitability and growth potential. Meanwhile, Display Device continues to concentrate on high-value-added products for automotive, mobile, and industrial applications where we can maintain a competitive advantage.

Following the change in segments, the TV system business (formerly under Universal Network) is now classified under Smart Life, along with the previous Smart Life & Energy. Similarly, the mobile communication business (formerly under Universal Network) is now included in Smart Workplace, along with the previous Smart Office. In addition, we group Electronic Device, which is scheduled for transfer, and Sakai Display Products Corporation, which has halted production, under Other and exclude them from the reportable segments.

The segment information for the three months ended June 30, 2024 has been restated under the classification after the change.

iii. Information on segment assets

In the first quarter of the current fiscal year, the Group transferred its equity in Saigon STEC CO., LTD., a consolidated subsidiary, and excluded it from the scope of consolidation. As a result, assets included in Other (formerly included in Electronic Device) as of March 31, 2025 decreased by 9,228 million yen.

(Notes Related to Significant Changes in Shareholders' Equity)

No applicable matter to report.

(Notes Related to the Going Concern Assumption)

No applicable matter to report.