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Consolidated Financial Results for the Six Months Ended September 30, 2026 [Under Japanese GAAP]



October 26, 2026

Company name: SHIN-ETSU POLYMER Co., Ltd.
 Listing: Tokyo Stock Exchange
 Securities code: 7970
 URL: <https://www.shinpoly.co.jp/en/>
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 Scheduled date to file semi-annual securities report: November 10, 2026
 Scheduled date to commence dividend payments: November 26, 2026
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: Yes (for 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	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended September 30, 2026	64,325	14.4	9,354	31.6	9,132	26.0	6,095	11.2
September 30, 2025	56,215	2.7	7,110	2.7	7,247	9.3	5,483	19.5

Note: Comprehensive income For the six months ended September 30, 2026: ¥ 8,250 million [262.2%]
 For the six months ended September 30, 2025: ¥ 2,277 million [-77.8%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2026	75.79	75.14
September 30, 2025	68.12	67.72

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
	Millions of yen	Millions of yen	%
As of September 30, 2026	162,808	135,470	82.9
March 31, 2026	153,003	129,553	84.4

Reference: Equity

As of September 30, 2026: ¥ 134,909 million
 As of March 31, 2026: ¥ 129,106 million

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total dividends
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2026	-	30.00	-	32.00	62.00
Fiscal year ending March 31, 2027	-	36.00			
Fiscal year ending March 31, 2027 (Forecast)			-	36.00	72.00

Note: Revisions to the forecast of cash dividends most recently announced: Yes

Please refer to the "Notice Regarding Upward Revision to Consolidated Financial Results Forecast, Interim Dividend from Surplus, and Year-End Dividend Forecast" announced today (October 26, 2026).

3. Consolidated financial result forecasts for the fiscal year ending March 31, 2027 (from April 1, 2026 to March 31, 2027)

(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	127,000	10.3	18,200	29.6	18,000	28.5	11,800	19.2	146.82

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

Please refer to the “Notice Regarding Upward Revision to Consolidated Financial Results Forecast, Interim Dividend from Surplus, and Year-End Dividend Forecast” announced today (October 26, 2026).

* 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

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)

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

As of September 30, 2026 82,623,376 shares

As of March 31, 2026 82,623,376 shares

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

As of September 30, 2026 2,165,367 shares

As of March 31, 2026 2,251,655 shares

(iii) Average number of shares outstanding during the period:

Six months ended September 30, 2026 80,423,200 shares

Six months ended September 30, 2025 80,489,227 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

(Caution regarding forward-looking statements)

The financial forecast and other forward-looking statements herein are based on information currently available to the Company and certain assumptions that the Company deems reasonable and are not intended as a guarantee that they will be achieved by the Company. Actual results may differ significantly from these forecasts due to various factors.

(How to obtain the presentation materials for the financial results briefing)

The Company plans to hold a financial results briefing for analysts on Friday, November 6, 2026. The materials used in this briefing will be posted on the Company’s website on the date of the briefing.

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1. Qualitative Information on Quarterly Financial Results

(1) Explanation of Operating Results

During the six months ended September 30, 2026, the global economy continued to recover moderately, supported by demand for AI-related products, despite heightened tensions in the Middle East and rising energy prices. In the United States, the economy remained resilient, supported by personal consumption and capital investment. In Europe, the economy recovered moderately, but inflationary pressures increased due to higher energy prices. In China, exports to the United States, ASEAN and other regions increased, while domestic demand remained sluggish against the backdrop of the real estate downturn, and the economy continued to show weakness. In India and the ASEAN region, economic conditions were generally firm, although rising prices caused by surging energy prices raised concerns about the future.

The Japanese economy continued to recover moderately, supported by semiconductor-related capital investment and resilient personal consumption.

Industries related to Shin-Etsu Polymer Group performed as follows. In the semiconductor industry, capital investment for AI servers expanded against the backdrop of the spread of generative AI, and demand for semiconductor products, particularly memory products, remained at a high level. In the automotive industry, sales of electrified vehicles expanded, reflecting demand influenced by fuel prices. While EV adoption advanced in China and Europe, electrification continued in Japan and North America, centered on hybrid vehicles.

In this operating environment, the Group continued to focus its business activities on boosting sales and streamlining in the base areas, expanding capacity and searching for new themes in growth areas, in line with its medium-term management plan. In addition, during the current fiscal year, the Group executed an M&A transaction aimed at further strengthening its competitiveness.

As a result, for the six months ended September 30, 2026, net sales totaled ¥64,325 million (up 14.4% year on year), operating profit amounted to ¥9,354 million (up 31.6% year on year), ordinary profit was ¥9,132 million (up 26.0% year on year), and profit attributable to owners of parent was ¥6,095 million (up 11.2% year on year).

Operating results by segment are as follows.

1) Electronic Devices segment

In the Electronic Devices segment, sales of automotive input devices increased year on year, supported by solid sales of hybrid vehicles. In addition, demand for gaskets for automotive applications remained stable, and demand for fire prevention cushions for EV batteries increased substantially as electrification progressed, resulting in year-on-year growth in component-related products. In non-automotive applications, connectors for LCDs and View/Light Control Film (VCF) were weak, while sales of connectors for testing electronic components increased year on year.

As a result, for this business segment, net sales totaled ¥13,186 million (up 4.0% year on year), and segment profit (operating profit) amounted to ¥676 million (up 4.7% year on year).

2) Precision Molding Products segment

In the Precision Molding Products segment, demand for semiconductor-related shipping containers and in-process containers remained at a high level globally. For OA device components, demand for rollers for multifunction printers remained stable, and rollers for printers also showed signs of recovery. Sales of carrier tape-related products increased year on year, as strong demand continued for applications for large electronic components used in AI servers and demand also increased for applications for small electronic components. Demand for silicone rubber molded products increased for components for medical equipment such as catheters.

As a result, for this business segment, net sales totaled ¥34,028 million (up 16.6% year on year), and segment profit (operating profit) amounted to ¥6,727 million (up 21.9% year on year).

3) Housing and Living Materials segment

In the Housing and Living Materials segment, wrapping films continued to expand. In addition, demand for wire coating applications for semiconductor manufacturing equipment and FA equipment using functional compounds remained at a high level. Shipments of these high-value-added proprietary products expanded, resulting in sales exceeding the year-ago level.

As a result, for this business segment, net sales totaled ¥12,077 million (up 11.1% year on year), and segment profit (operating profit) amounted to ¥1,632 million (up 109.0% year on year).

4) Others segment

In the Others segment, net sales totaled ¥5,032 million (up 44.7% year on year), and segment profit (operating profit) amounted to ¥317 million (up 91.1% year on year).

(2) Explanation of Financial Position

Total assets as of the end of the six months under review amounted to ¥162,808 million (an increase of ¥9,804 million from the end of the previous fiscal year). This was mainly attributable to increases of ¥5,033 million in cash and deposits, ¥3,514 million in notes and accounts receivable-trade, and contract assets, ¥1,123 million in construction in progress, ¥817 million in raw materials and supplies, and ¥763 million in electronically recorded monetary claims-operating, despite decreases of ¥751 million in merchandise and finished goods and ¥511 million in buildings and structures, net.

Total liabilities as of the end of the six months under review stood at ¥27,337 million (an increase of ¥3,887 million from the end of the previous fiscal year). This result was mainly due to increases of ¥1,744 million in notes and accounts payable-trade, ¥1,310 million in income taxes payable, and ¥982 million in accounts payable - other.

Total net assets as of the end of the six months under review stood at ¥135,470 million (an increase of ¥5,917 million from the end of the previous fiscal year), mainly reflecting an increase of ¥3,523 million in retained earnings and an increase of ¥1,867 million in foreign currency translation adjustment due to the yen's depreciation against the presentation currencies of major consolidated subsidiaries overseas compared to the end of the previous fiscal year.

As a result, the equity ratio decreased to 82.9% from 84.4% at the end of the previous fiscal year.

(3) Explanation of Consolidated Financial Results Forecast and Other Forward-looking Information

The Company has revised the Consolidated Financial Results Forecast for the fiscal year ending March 31, 2027, announced on July 23, 2026, in light of recent business conditions and performance trends. For details, please refer to the "Notice Regarding Upward Revision to Consolidated Financial Results Forecast, Interim Dividend from Surplus, and Year-End Dividend Forecast" announced today (October 26, 2026). The financial results forecast is based on information currently available to the Company and certain assumptions considered reasonable, and actual financial results may differ significantly due to various factors.

2. Semi-annual Consolidated Financial Statements and Primary Notes

(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	50,073	55,107
Notes and accounts receivable - trade, and contract assets	24,333	27,848
Electronically recorded monetary claims - operating	3,610	4,374
Merchandise and finished goods	12,974	12,223
Work in process	2,067	2,172
Raw materials and supplies	6,419	7,237
Accounts receivable - other	2,121	1,804
Other	548	631
Allowance for doubtful accounts	(186)	(109)
Total current assets	101,964	111,290
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	26,939	26,427
Machinery, equipment and vehicles, net	8,330	7,951
Land	6,849	6,861
Construction in progress	2,816	3,940
Other, net	2,522	2,585
Total property, plant and equipment	47,459	47,766
Intangible assets		
Software	715	608
Other	44	48
Total intangible assets	760	657
Investments and other assets		
Investment securities	1,149	1,569
Deferred tax assets	781	632
Other	888	892
Total investments and other assets	2,820	3,093
Total non-current assets	51,039	51,517
Total assets	153,003	162,808

(Millions of yen)

	As of March 31, 2026	As of September 30, 2026
Liabilities		
Current liabilities		
Notes and accounts payable - trade	10,638	12,383
Electronically recorded obligations - operating	984	825
Accounts payable - other	514	1,497
Income taxes payable	1,680	2,990
Accrued expenses	3,012	2,820
Provision for bonuses	1,579	1,778
Provision for bonuses for directors (and other officers)	59	27
Other	1,497	1,602
Total current liabilities	19,968	23,926
Non-current liabilities		
Retirement benefit liability	1,342	1,316
Other	2,139	2,094
Total non-current liabilities	3,482	3,411
Total liabilities	23,450	27,337
Net assets		
Shareholders' equity		
Share capital	11,635	11,635
Capital surplus	10,718	10,727
Retained earnings	95,795	99,318
Treasury shares	(3,017)	(2,902)
Total shareholders' equity	115,132	118,779
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	529	817
Foreign currency translation adjustment	13,474	15,342
Remeasurements of defined benefit plans	(30)	(30)
Total accumulated other comprehensive income	13,974	16,129
Share acquisition rights	446	561
Total net assets	129,553	135,470
Total liabilities and net assets	153,003	162,808

(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, 2025	For the six months ended September 30, 2026
Net sales	56,215	64,325
Cost of sales	38,932	44,015
Gross profit	17,283	20,309
Selling, general and administrative expenses	10,173	10,955
Operating profit	7,110	9,354
Non-operating income		
Interest income	123	156
Gain on sale of investment securities	67	-
Other	99	117
Total non-operating income	290	274
Non-operating expenses		
Interest expenses	19	20
Foreign exchange losses	115	464
Other	18	11
Total non-operating expenses	153	496
Ordinary profit	7,247	9,132
Extraordinary income		
Gain on reversal of share acquisition rights	8	7
Total extraordinary income	8	7
Extraordinary losses		
Loss on cancellation of outsourcing agreement	-	49
Total extraordinary losses	-	49
Profit before income taxes	7,256	9,090
Income taxes - current	1,876	2,961
Income taxes - deferred	(103)	34
Total income taxes	1,773	2,995
Profit	5,483	6,095
Profit attributable to owners of parent	5,483	6,095

Semi-annual Consolidated Statement of Comprehensive Income

(Millions of yen)

	For the six months ended September 30, 2025	For the six months ended September 30, 2026
Profit	5,483	6,095
Other comprehensive income		
Valuation difference on available-for-sale securities	38	287
Foreign currency translation adjustment	(3,245)	1,867
Remeasurements of defined benefit plans, net of tax	2	(0)
Total other comprehensive income	(3,205)	2,155
Comprehensive income	2,277	8,250
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,277	8,250

(3) Semi-annual Consolidated Statement of Cash Flows

(Millions of yen)

	For the six months ended September 30, 2025	For the six months ended September 30, 2026
Cash flows from operating activities		
Profit before income taxes	7,256	9,090
Depreciation	3,112	2,650
Amortization of goodwill	38	-
Interest and dividend income	(155)	(191)
Interest expenses	19	20
Foreign exchange losses (gains)	31	353
Loss (gain) on sale of investment securities	(67)	-
Decrease (increase) in trade receivables	(824)	(3,714)
Decrease (increase) in inventories	497	140
Increase (decrease) in trade payables	(1,432)	1,270
Increase (decrease) in retirement benefit liability	(45)	(27)
Increase/decrease in consumption taxes payable/consumption taxes refund receivable	1,488	323
Other, net	356	134
Subtotal	10,275	10,050
Interest and dividends received	163	199
Interest paid	(18)	(20)
Income taxes refund (paid)	(2,672)	(1,565)
Net cash provided by (used in) operating activities	7,748	8,664
Cash flows from investing activities		
Decrease (increase) in time deposits	(268)	(3,064)
Purchase of property, plant and equipment	(2,343)	(1,612)
Purchase of intangible assets	(142)	(29)
Other, net	199	(28)
Net cash provided by (used in) investing activities	(2,554)	(4,735)
Cash flows from financing activities		
Dividends paid	(2,170)	(2,572)
Proceeds from sale of treasury shares	172	107
Other, net	(204)	(204)
Net cash provided by (used in) financing activities	(2,201)	(2,669)
Effect of exchange rate change on cash and cash equivalents	(1,649)	569
Net increase (decrease) in cash and cash equivalents	1,342	1,827
Cash and cash equivalents at beginning of period	42,736	47,013
Cash and cash equivalents at end of period	44,078	48,841

(4) Notes to Semi-annual Consolidated Financial Statements

(Notes on going concern assumption)

Not applicable.

(Notes in case of significant changes in shareholders' equity)

Not applicable.

(Segment information, etc.)

Information on net sales, profits or losses by reportable segments

For the six months ended September 30, 2025 (from April 1, 2025 to September 30, 2025)

(Millions of yen)

	Reportable segment				Others (Note)	Amount recorded in Semi-annual Consolidated Statements of Income
	Electronic Devices	Precision Molding Products	Housing and Living Materials	Total		
Net sales						
Net sales to outside customers	12,679	29,185	10,874	52,739	3,476	56,215
Inter-segment net sales or transfers	-	-	-	-	-	-
Total	12,679	29,185	10,874	52,739	3,476	56,215
Segment profit (Operating profit)	646	5,516	781	6,944	166	7,110

(Note) "Others" is a business segment that is not included in the reportable segments and includes the constructing business, etc.

For the six months ended September 30, 2026 (from April 1, 2026 to September 30, 2026)

(Millions of yen)

	Reportable segment				Others (Note)	Amount recorded in Semi-annual Consolidated Statements of Income
	Electronic Devices	Precision Molding Products	Housing and Living Materials	Total		
Net sales						
Net sales to outside customers	13,186	34,028	12,077	59,293	5,032	64,325
Inter-segment net sales or transfers	—	—	—	—	—	—
Total	13,186	34,028	12,077	59,293	5,032	64,325
Segment profit (Operating profit)	676	6,727	1,632	9,036	317	9,354

(Note) "Others" is a business segment that is not included in the reportable segments and includes the constructing business, etc.