

Consolidated Results for the First Half of the Fiscal Year Ending February 28, 2026 [IFRS]

October 3, 2025

Listed company name: YASKAWA Electric Corporation

<https://www.yaskawa-global.com/>

Representative: Masahiro Ogawa, Representative Director, President

Stock exchange listings: Tokyo and Fukuoka

Stock ticker number: 6506

(Note: This document is a summarized translation of the financial statements submitted to the Tokyo Stock Exchange and Fukuoka Stock Exchange for the period stated above. Figures under ¥1 million are rounded down.)

1. Summary of Consolidated Results for the First Half of the Fiscal Year Ending February 29, 2026 (From March 1, 2025 to August 31, 2025)

(1) Consolidated Statements of Income

(Millions of yen, percentage change from the previous year)

	Revenue		Operating profit		Profit before tax		Profit	
Six months ended August 31, 2025	260,195	-0.5%	23,334	1.8%	25,204	3.2%	18,827	4.4%
Six months ended August 31, 2024	261,573	-9.5%	22,926	-30.7%	24,427	-29.3%	18,026	-27.1%

	Profit attributable to owners of parent		Comprehensive income		Earnings per share (basic, Yen)	Earnings per share (diluted, Yen)
Six months ended August 31, 2025	18,247	2.2%	25,170	133.8%	70.36	70.28
Six months ended August 31, 2024	17,851	-26.3%	10,765	-70.0%	68.29	68.22

(2) Consolidated Financial Position

(Millions of yen, except ratio)

	Total assets	Total equity	Equity attributable to owners of parent	Ratio of equity attributable to owners of parent to total assets
As of August 31, 2025	765,866	455,803	447,049	58.4%
As of February 28, 2025	743,774	439,610	431,188	58.0%

2. Dividends

	Dividends per share (yen)				
	End of 1Q	End of 2Q	End of 3Q	Year-end	Annual total
Year ended February 28, 2025	-	34.00	-	34.00	68.00
Year ending February 28, 2026	-	34.00			
Year ending February 28, 2026 (Forecasts)			-	34.00	68.00

Note: Revisions to the most recently announced dividend forecast: No

3. Consolidated Financial Forecasts for the Fiscal Year Ending February 28, 2026

(From March 1, 2025 to February 28, 2026)

(Millions of yen, percentage change from the corresponding period of the previous year)

	Revenue		Operating profit		Profit before tax		Profit attributable to owners of parent		Earnings per share (diluted, Yen)
Year ending February 28, 2026	525,000	-2.4%	48,000	-4.3%	50,500	-35.6%	37,000	-35.1%	142.66

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

The forecast for the fiscal year ending February 2026 (March 1, 2025 - February 28, 2026) is shown above.

Although uncertainty continues due to the impact of the U.S. tariff policy, we have revised our annual financial forecasts upward for the fiscal year ending February 2026, announced on July 4, 2025, taking into account the results of the first half and the current demand environment.

The average exchange rates for the period from September 1, 2025 to February 28, 2026 are unchanged from 1USD = 145.0 JPY, 1EUR = 160.0 JPY, 1CNY = 20.00 JPY, 1KRW = 0.110, announced on April 4, 2024.

There is also no change in the annual dividend forecast.

(Millions of yen)

	Revenue	Operating profit	Profit before tax	Profit attributable to owners of parent	Earnings per share (basic, Yen)
Previous forecast (A) (Announced on July 4, 2025)	515,000	43,000	45,500	33,000	127.24
Revised forecast (B)	525,000	48,000	50,500	37,000	142.66
Change (B-A)	10,000	5,000	5,000	4,000	15.42
Change (%)	1.9	11.6	11.0	12.1	12.1
Results of the previous fiscal year (Year ended February 28, 2025)	537,682	50,156	78,454	56,987	218.62

*Please see supplements to financial results on our website for detailed information.

(<https://www.yaskawa-global.com>)

***Notes:**

(1) Major Change in Scope of Consolidation: No

(2) Changes in Accounting Policies, Changes in Accounting Estimates:

1. Changes in accounting policies required by IFRS: No
2. Changes in accounting policies other than the above: No
3. Changes in accounting estimates: No

(3) Number of Common Shares Outstanding

The number of shares outstanding including treasury shares at end of period	First half of fiscal year ending February 2026	266,690,497	Fiscal year ended February 2025	266,690,497
The number of treasury shares at end of period	First half of fiscal year ending February 2026	7,327,349	Fiscal year ended February 2025	7,344,219
Average during the period	First half of fiscal year ending February 2026	259,354,270	First half of fiscal year ended February 2025	261,402,084

* This financial report is not subject to the audit procedure.

*About the appropriate use of business forecasts and other matters

- Forward-looking statements in these materials are based on information available to management at the time this report was prepared and assumptions that management believes are reasonable and are not disclosed for the purpose of making a commitment to their achievement. Actual results may differ from these statements for a number of reasons. Please refer to "3. Consolidated Financial Forecasts for the Fiscal Year Ending February 28, 2026 (From March 1, 2025 to February 28, 2026)" on page 2 for the assumptions for the financial forecasts.
- The Company will hold a result briefing in Japanese for securities analysts and institutional investors on October 6, 2025 (JST).

4. Qualitative Information on the First Half Results

Business Performance

In the first half of the fiscal year under review, amid continued uncertainty due to geopolitical risks and U.S. tariff policies, demand in the global semiconductor market tended to focus on AI-related investment. On the other hand, demand for capital investment remained firm in the automotive markets in China and South Korea, as well as in the domestic electronic components market. Demand for automation in general industries also remained firm globally.

In terms of our group's business performance in this environment, revenue was almost flat and exceeded expectations as a result of steadily translating new orders into revenue, compared to the corresponding period of previous fiscal year, in which order backlogs were normalized. Operating profit increased year on year due to the improvement of added value and reduction of overhead costs in the Motion Control segment.

The business performance of the first half of fiscal 2025 is as follows.

	Six months ended August 31, 2024	Six months ended August 31, 2025	Change
Revenue	261,573 million JPY	260,195 million JPY	-0.5%
Operating profit	22,926 million JPY	23,334 million JPY	+1.8%
Profit attributable to owners of parent	17,851 million JPY	18,247 million JPY	+2.2%
Average exchange rate for USD	153.68 JPY	146.23 JPY	-7.45 JPY
Average exchange rate for EUR	166.55 JPY	166.04 JPY	-0.51 JPY
Average exchange rate for CNY	21.23 JPY	20.26 JPY	-0.97 JPY
Average exchange rate for KRW	0.113 JPY	0.104 JPY	-0.009 JPY

<Management environment of each region>

Japan:

Demand for China in the electronic components market materialized, and demand for steel plant-related products remained strong as planned.

The Americas:

In addition to the semiconductor and automotive markets, the oil and gas related market, which was affected by the decline in crude oil prices, remained sluggish as investment plans were revised amid continued uncertainty in capital expenditure trends. On the other hand, demand for air conditioning related products, including those for data centers, remained strong.

Europe:

Although potential demand exists in the automobile market due to the economic recovery, capital investment remained sluggish.

China:

Demand for capital investment in the automobile market remained firm, and demand for automation in the general industry also remained steady. In addition, investment for global expansion in the manufacturing industry in general has been increasing, and demand remained firm.

Other Asian Countries:

While semiconductor-related demand was slow to recover, automotive-related demand remained firm in South Korea. In addition, demand for automation in the general industry remained firm in India.

Performance by Business Segment

The business of the Yaskawa Group is divided into four segments.

The performance of each business segment for the first half of fiscal 2025 is as follows.

Motion Control	Revenue	112,837 million JPY (-5.5 % year-on-year)
	Operating profit	12,024 million JPY (+9.2 % year-on-year)
<p>The Motion Control segment consists of the AC servo & controller business and the drives business.</p> <p>Despite a decrease in revenue compared to the corresponding period of previous fiscal year, when the order backlog was normalized, the recovery in demand in Japan and Europe steadily led to revenue, resulting in a revenue level as expected. Operating profit increased due to further efforts to improve added value and control overhead costs.</p> <p>[AC servo & controller business]</p> <p>Despite a decrease in sales to the semiconductor market in the Americas and Asia, overall revenue increased slightly due to a large increase in sales mainly to the electronic components market in Japan.</p> <p>[Drives business]</p> <p>In the United States, sales of PV inverters and air conditioning applications remained firm, but revenue decreased year-on-year due to a decrease in sales for oil and gas applications.</p>		
Robotics	Revenue	119,204 million JPY (+6.4 % year-on-year)
	Operating profit	10,542 million JPY (-0.5% year-on-year)
<p>In the automotive market, despite the impact of revised capital investment plans in Japan and the Americas, revenue increased year on year, supported by firm demand in China and Asia. Operating profit decreased slightly due to the impact of a temporary mix of sales projects in the first half of the fiscal year under review.</p>		
System Engineering	Revenue	18,690 million JPY (+0.5% year-on-year)
	Operating profit	1,939 million JPY (+3.7% year-on-year)
<p>Although sales of electrical instrumentation systems for water supply plants and sewage treatment facilities and port cranes decreased, sales related to steel plants increased, resulting in a slight year on year increase in revenue. Operating profit increased due to improved profitability from increased sales related to steel plants and increased profits resulting from an increase in revenue.</p>		
Other	Revenue	9,462 million JPY (-17.4% year-on-year)
	Operating profit	935 million JPY (+12.5% year-on-year)
<p>Other segment consists of logistics and other businesses.</p> <p>Despite a decrease in revenue, operating profit improved year on year mainly due to an increase in other income.</p>		

5. Consolidated Financial Statements

1) Consolidated Balance Sheets

(Millions of yen)

	As of February 28, 2025	As of August 31, 2025
Assets		
Current assets		
Cash and cash equivalents	59,028	48,301
Trade receivables	153,740	153,632
Contract assets	23,097	29,750
Inventories	206,259	213,295
Other financial assets	4,286	5,144
Other current assets	16,425	14,979
Total current assets	462,837	465,102
Non-current assets		
Property, plant and equipment	129,069	146,608
Goodwill	7,144	7,269
Intangible assets	23,608	25,178
Right-of-use assets	15,649	15,817
Investments accounted for using equity method	4,373	4,577
Other financial assets	74,735	75,398
Deferred tax assets	11,377	10,751
Other non-current assets	14,978	15,164
Total non-current assets	280,937	300,764
Total assets	743,774	765,866

(Millions of yen)

	As of February 28, 2025	As of August 31, 2025
Liabilities and equity		
Liabilities		
Current liabilities		
Trade payables	59,112	59,420
Bonds and borrowings	24,519	43,923
Income taxes payable	3,517	4,169
Lease liabilities	3,373	3,421
Other financial liabilities	4,702	14,120
Provisions	2,227	2,059
Contact liabilities	43,731	43,241
Other current liabilities	38,320	35,651
Total current liabilities	179,505	206,007
Non-current liabilities		
Bonds and borrowings	71,175	51,312
Lease liabilities	10,459	10,525
Other financial liabilities	0	0
Retirement benefit liability	27,535	27,471
Deferred tax liabilities	8,244	6,425
Provisions	1,416	1,595
Other non-current liabilities	5,828	6,726
Total non-current liabilities	124,659	104,056
Total liabilities	304,164	310,063
Equity		
Equity attributable to owners of parent		
Share capital	30,562	30,562
Capital surplus	29,817	29,831
Retained earnings	348,003	359,464
Treasury shares	-31,702	-31,607
Other components of equity	54,508	58,798
Total equity attributable to owners of parent	431,188	447,049
Non-controlling interests	8,421	8,753
Total equity	439,610	455,803
Total liabilities and equity	743,774	765,866

2) Consolidated Statements of Income and Comprehensive Income

(Consolidated Statements of Income)

	(Millions of yen)	
	Six months ended August 31, 2024	Six months ended August 31, 2025
Revenue	261,573	260,195
Cost of sales	-168,378	-167,320
Gross profit	93,195	92,874
Selling, general and administrative expenses	-71,010	-71,285
Other income	858	2,130
Other expenses	-116	-385
Operating profit	22,926	23,334
Finance income	1,401	3,451
Finance costs	-2,194	-1,746
Share of profit of investments accounted for using equity method	2,293	165
Profit before tax	24,427	25,204
Income tax expense	-6,401	-6,376
Profit	18,026	18,827
Profit attributable to		
Owners of parent	17,851	18,247
Non-controlling interests	174	580
Total	18,026	18,827
Earnings per share		
Basic earnings per share (Yen)	68.29	70.36
Diluted earnings per share (Yen)	68.22	70.28

(Consolidated Statements of Comprehensive Income)

(Millions of yen)

	Six months ended August 31, 2024	Six months ended August 31, 2025
Profit	18,026	18,827
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Net change in fair value of equity instruments designated as measured at fair value through other comprehensive income	145	1,748
Remeasurements of defined benefit plans	-224	-276
Share of other comprehensive income of investments accounted for using equity method	-2	31
Total	-81	1,502
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	-7,215	4,847
Effective portion of cash flow hedges	36	-7
Total	-7,179	4,839
Total other comprehensive income	-7,260	6,342
Comprehensive income	10,765	25,170
Comprehensive income attributable to		
Owners of parent	10,843	24,429
Non-controlling interests	-78	740
Total	10,765	25,170

3) Consolidated Statements of Changes in Equity

First half of Fiscal 2024 (From March 1, 2024 to August 31, 2024)

							(Millions of yen)	
	Equity attributable to owners of parent						Non-controlling interests	Total
	Share capital	Capital surplus	Retained earnings	Treasury shares	Other components of equity	Total		
Balance at beginning of period	30,562	29,237	305,116	-22,491	56,914	399,338	8,679	408,018
Profit	—	—	17,851	—	—	17,851	174	18,026
Other comprehensive income	—	—	—	—	-7,008	-7,008	-252	-7,260
Comprehensive income	—	—	17,851	—	-7,008	10,843	-78	10,765
Purchase of treasury shares	—	—	—	-1	—	-1	—	-1
Disposal of treasury shares	—	17	—	174	—	191	—	191
Dividends of surplus	—	—	-8,364	—	—	-8,364	-470	-8,834
Share-based payment transactions	—	39	—	—	—	39	—	39
Changes in ownership interest in subsidiaries	—	-4	—	—	—	-4	-4	-9
Transfer from other components of equity to retained earnings	—	—	2,549	—	-2,549	—	—	—
Other	—	-7	—	—	—	-7	—	-7
Total	—	44	-5,815	172	-2,549	-8,147	-474	-8,622
Balance at end of period	30,562	29,282	317,152	-22,319	47,356	402,034	8,126	410,161

First half of Fiscal 2025 (From March 1, 2025 to August 31, 2025)

							(Millions of yen)	
	Equity attributable to owners of parent						Non-controlling interests	Total
	Share capital	Capital surplus	Retained earnings	Treasury shares	Other components of equity	Total		
Balance at beginning of period	30,562	29,817	348,003	-31,702	54,508	431,188	8,421	439,610
Profit	—	—	18,247	—	—	18,247	580	18,827
Other comprehensive income	—	—	—	—	6,182	6,182	160	6,342
Comprehensive income	—	—	18,247	—	6,182	24,429	740	25,170
Purchase of treasury shares	—	—	—	-0	—	-0	—	-0
Disposal of treasury shares	—	-7	—	96	—	88	—	88
Dividends of surplus	—	—	-8,818	—	—	-8,818	-408	-9,226
Share-based payment transactions	—	22	—	—	—	22	—	22
Changes in ownership interest in subsidiaries	—	-1	—	—	—	-1	—	-1
Transfer from other components of equity to retained earnings	—	—	1,892	—	-1,892	—	—	—
Other	—	—	139	—	—	139	—	139
Total	—	13	-6,785	95	-1,892	-8,569	-408	-8,977
Balance at end of period	30,562	29,831	359,464	-31,607	58,798	447,049	8,753	455,803

4) Consolidated Statements of Cash Flows

(Millions of yen)

	Six months ended August 31, 2024	Six months ended August 31, 2025
Cash flows from operating activities		
Profit before tax	24,427	25,204
Depreciation, amortization and impairment losses	10,250	10,373
Share of profit of investments accounted for using equity method	-2,293	-165
Finance income and finance costs	-384	-2,634
Decrease in trade receivables	7,664	1,880
Increase in inventories	-8,975	-3,840
Decrease in trade payables	-5,845	-793
Increase (decrease) in retirement benefit liability	60	-276
Increase (decrease) in provisions	110	-277
Other	1,762	-7,281
Subtotal	26,778	22,188
Interest and dividends received	4,606	1,518
Interest paid	-796	-631
Income taxes paid	-7,513	-7,271
Net cash provided by operating activities	23,075	15,804
Cash flows from investing activities		
Payments into time deposits	-3	—
Purchase of property, plant and equipment, and intangible assets	-17,852	-17,963
Proceeds from sale of property, plant and equipment, and intangible assets	296	847
Purchase of investment securities	-427	-2,702
Proceeds from sale of investment securities	6,895	3,495
Net decrease in short-term loans receivable	78	944
Other	-133	-245
Net cash used in investing activities	-11,145	-15,625
Cash flows from financing activities		
Net increase in short-term borrowings	6,754	7,867
Proceeds from long-term borrowings	15,000	—
Repayments of long-term borrowings	-10,745	-8,399
Repayments of lease liabilities	-2,138	-1,948
Purchase of treasury shares	-1	-0
Dividends paid	-8,379	-8,835
Dividends paid to non-controlling interests	-126	-174
Purchase of shares of subsidiaries not resulting in change in scope of consolidation	-9	—
Net cash provided by (used in) financing activities	353	-11,491
Net increase (decrease) in cash and cash equivalents	12,282	-11,312
Cash and cash equivalents at beginning of period	40,279	59,028
Effect of exchange rate changes on cash and cash equivalents	-477	585
Cash and cash equivalents at end of period	52,083	48,301

5) Notes to the Consolidated Financial Statements

(Notes pertaining to the presumption of a going concern)

None

(Segment information)

1. Overview of Reporting Segments

Yaskawa Group's reportable segments are components of Yaskawa Group for which separate financial information is available and which are subject to periodic review by the Board of Directors to determine the allocation of management resources and to evaluate performance.

The organization of Yaskawa Group is based on three business units: motion control, robotics and system engineering. Each business unit formulates comprehensive strategies for Japan and overseas and develops business activities.

Accordingly, Yaskawa Group has three reportable segments, namely, "Motion Control" "Robotics" and "System Engineering".

"Motion Control" develops, manufactures, sells and provides maintenance services for AC servo motor, controllers and AC drives. "Robotics" develops, manufactures, sells and provides maintenance services for industrial robots and other products. "System Engineering" develops, manufactures, sells and provides maintenance services for industrial automation drives and social systems.

The method of accounting for the reported business segments is generally the same as the accounting policy applied to the consolidated financial statements.

Reportable segment profit is based on operating profit.

Intersegment revenue or transfers are primarily based on prevailing market prices.

2. Revenue, profit (loss) and other items for each reporting segment

First half of Fiscal 2024 (From March 1, 2024 to August 31, 2024)

(Millions of yen)

	Reportable segments				Other *1	Total	Adjustment *2	Total
	Motion Control	Robotics	System Engineering	Total				
Revenue								
Revenue from external customers	119,438	112,082	18,601	250,121	11,452	261,573	—	261,573
Intersegment revenue and transfers	8,337	1,949	401	10,688	7,737	18,426	-18,426	—
Total	127,775	114,031	19,002	260,810	19,189	279,999	-18,426	261,573
Operating profit	11,010	10,596	1,869	23,476	831	24,307	-1,381	22,926
Finance income								1,401
Finance costs								-2,194
Share of profit (loss) of investments accounted for using equity method								2,293
Profit before tax								24,427

Notes:

1. Logistics services, etc. are included in the Other segment.
2. The components of adjustment are as follows:

Operating profit (loss) adjustment of -1,381 million yen includes inter-segment eliminations of 96 million yen and corporate earnings (expenses) of -1,478 million yen that are not allocated to each segment. The main components are expenses related to basic research not attributable to reportable segments and the difference in allocation of corporate expenses.

First half of Fiscal 2025 (From March 1, 2025 to August 31, 2025)

(Millions of yen)

	Reportable segments				Other *1	Total	Adjustment *2	Total
	Motion Control	Robotics	System Engineering	Total				
Revenue								
Revenue from external customers	112,837	119,204	18,690	250,732	9,462	260,195	—	260,195
Intersegment revenue and transfers	9,052	942	225	10,220	8,594	18,814	-18,814	—
Total	121,889	120,146	18,916	260,952	18,056	279,009	-18,814	260,195
Operating profit	12,024	10,542	1,939	24,506	935	25,441	-2,107	23,334
Finance income								3,451
Finance costs								-1,746
Share of profit (loss) of investments accounted for using equity method								165
Profit before tax								25,204

Notes:

1. Logistics services, etc. are included in the Other segment.
2. The components of adjustment are as follows:

Operating profit (loss) adjustment of -2,107 million yen includes inter-segment eliminations of 14 million yen and corporate earnings (expenses) of -2,122 million yen that are not allocated to each segment. The main components are expenses related to basic research not attributable to reportable segments and the difference in allocation of corporate expenses.