All to brighten the world

FURUKAWA ELECTRIC

F A C T　B O O K

Financial results for first half of the fiscal year 2026 ending March 31, 2027

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(Figures are rounded down to the nearest one million yen)

P/L	FY2020	FY2021	FY2022	FY2023	FY2024 *2	FY2025	FY2024, 1H	FY2025,1H *2	FY2026, 1H
Net sales	811,600	930,496	1,066,326	1,056,528	1,201,762	1,307,560	570,366	610,658	737,691
Cost of sales	682,288	791,804	909,622	897,535	1,000,143	1,077,746	477,575	508,205	594,197
Gross profit	129,311	138,691	156,703	158,993	201,619	229,813	92,790	102,452	143,494
Selling, general and administrative expenses	120,881	127,263	141,262	147,821	154,586	165,957	75,245	83,318	85,875
Selling expenses	34,621	38,850	47,732	49,016	45,284	45,235	21,948	23,213	22,166
General and administrative expenses	86,260	88,413	93,530	98,805	109,302	120,721	53,296	60,104	63,709
Operating profit (loss)	8,429	11,428	15,441	11,171	47,032	63,856	17,545	19,134	57,618
Non-operating income	4,723	14,510	11,066	11,940	16,318	23,578	9,318	8,663	17,781
Interest income	611	549	1,095	1,875	1,197	982	644	505	446
Dividend income	1,690	1,611	1,423	1,150	2,171	2,981	1,553	1,884	1,960
Foreign exchange gains	502	1,496	1,668	-	-	155	-	-	-
Share of profit of entities accounted for using equity method	-	9,045	3,610	6,323	10,602	16,535	6,177	5,060	13,942
Other	1,918	1,807	3,267	2,592	2,346	2,922	942	1,212	1,431
Non-operating expenses	7,963	6,272	9,248	12,844	14,844	11,576	7,874	7,518	10,452
Interest expenses	3,586	3,375	6,334	9,238	9,222	9,005	4,639	4,432	5,252
Foreign exchange losses	-	-	-	96	2,210	-	2,557	1,950	3,279
Share of loss of entities accounted for using equity method	893	-	-	-	-	-	-	-	-
Other	3,484	2,897	2,914	3,509	3,411	2,570	677	1,135	1,920
Ordinary profit (loss)	5,189	19,666	17,258	10,267	48,506	75,858	18,989	20,279	64,947
Extraordinary income	33,430	9,580	17,642	14,908	19,821	40,159	1,547	1,871	23,401
Extraordinary losses	17,303	8,816	6,979	5,110	14,303	11,072	4,649	1,517	4,173
Profit (loss) before income taxes	21,316	20,430	27,921	20,064	54,025	104,944	15,887	20,633	84,176
Income taxes-current	6,047	5,673	9,455	9,262	18,566	19,440	6,496	6,333	20,486
Income taxes for prior periods	-	-	-	-	-	-	-	-	-
Income taxes - deferred	3,171	1,517	833	2,325	-1,841	9,607	-3,391	-90	2,945
Profit	12,097	13,239	17,631	8,476	37,300	75,897	12,782	14,390	60,744
Profit attributable to non-controlling interests	2,095	3,145	1,737	1,968	3,943	3,383	1,587	1,537	1,962
Profit attributable to owners of parent	10,001	10,093	15,894	6,508	33,357	72,514	11,194	12,852	58,781

Average exchange rate (JPY/US$), April to March	106.1	112.4	135.5	144.6	152.6	150.7	152.8	146.0	159.5
Average copper price (JPY/kg), April to March	769.5	1,136.2	1,209.2	1,261.7	1,478.4	1,695.4	1,497.1	1,461.4	2,278.3

Segment 【Net sales】	FY2020	FY2021	FY2022	FY2023	FY2024	FY2025 *3	FY2024, 1H	FY2025,1H	FY2026, 1H
Optical Solutions						196,881		90,977	130,912
Digital Infrastructure Components						197,989		96,543	118,926
Energy Infrastructure						138,846		67,178	69,887
Automotive Systems						357,526		167,080	188,903
Metal Solutions						372,943		160,369	237,531
Service and Developments, etc.						105,841		58,372	23,235
Adjustments						-62,469		-29,862	-31,704
Total	811,600	930,496	1,066,326	1,056,528	1,201,762	1,307,560	570,366	610,658	737,691

Segment 【Operating profit】	FY2020	FY2021	FY2022	FY2023	FY2024 *2	FY2025 *3	FY2024, 1H	FY2025,1H *2	FY2026, 1H
Optical Solutions						10,734		738	23,600
Digital Infrastructure Components						15,936		6,264	15,168
Energy Infrastructure						9,970		2,757	4,939
Automotive Systems						26,383		10,336	12,901
Metal Solutions						3,389		1,607	3,052
Service and Developments, etc.						-2,385		-2,461	-1,936
Adjustments						-172		-108	-107
Total	8,429	11,428	15,441	11,171	47,032	63,856	17,545	19,134	57,618

Segment 【Operating profit margin on sales 】	FY2020	FY2021	FY2022	FY2023	FY2024 *2	FY2025 *3	FY2024, 1H	FY2025,1H *2	FY2026, 1H
Optical Solutions						5.5%		0.8%	18.0%
Digital Infrastructure Components						8.0%		6.5%	12.8%
Energy Infrastructure						7.2%		4.1%	7.1%
Automotive Systems						7.4%		6.2%	6.8%
Metal Solutions						0.9%		1.0%	1.3%
Service and Developments, etc.						-2.3%		-4.2%	-8.3%
Adjustments						0.3%		0.4%	0.3%
Total	1.0%	1.2%	1.4%	1.1%	3.9%	4.9%	3.1%	3.1%	7.8%

CAPEX / Depreciation / R&D	FY2020	FY2021	FY2022	FY2023	FY2024 *2	FY2025	FY2024, 1H	FY2025,1H *2	FY2026, 1H
CAPEX	39,963	38,144	43,792	38,953	38,600	56,662	15,012	23,298	44,626
Depreciation	32,163	33,721	39,098	38,951	41,349	43,218	20,370	21,208	21,693
Research and development expenses	20,217	20,761	23,324	24,539	25,449	28,423	12,440	15,049	13,776

B/S		FY2020	FY2021	FY2022	FY2023	FY2024 *2	FY2025	FY2024, 1H	FY2025,1H *2	FY2026, 1H
Assets	Current assets	429,812	502,963	486,821	517,767	556,437	595,508	535,449	579,145	665,342
	Cash and deposits	84,362	65,153	47,432	48,895	59,967	69,150	51,749	66,608	78,961
	Notes and accounts receivable - trade, and contract assets	191,930	230,326	229,550	245,712	260,565	266,458	247,053	262,533	293,736
	Securities	2,923	3,257	5,127	4,747	6,813	1,822	5,446	7,000	0
	Merchandise and finished goods	38,210	59,932	65,755	73,088	76,450	75,085	76,984	73,855	91,197
	Work in process	34,512	40,116	38,556	43,899	48,660	53,427	49,700	56,604	59,206
	Raw materials and supplies	48,114	64,067	67,985	66,659	69,930	82,384	69,643	75,222	88,213
	Deferred tax assets	-	-	-	-	-	-	-	-	-
	Other	30,653	41,157	33,803	35,974	35,300	52,047	36,094	38,541	57,425
	Allowance for doubtful accounts	-894	-1,048	-1,389	-1,210	-1,251	-4,867	-1,221	-1,222	-3,398
	Non-current assets	402,231	432,912	446,647	467,240	431,614	470,864	440,363	455,035	480,412
	Property, plant and equipment									
	Buildings and structures	235,399	246,887	247,121	263,129	269,894	259,093	264,323	274,057	262,760
	Machinery, equipment and vehicles	446,936	475,919	491,387	517,262	529,647	511,681	520,152	542,201	517,289
	Tools, furniture and fixtures	74,520	75,229	76,458	80,522	81,229	81,679	80,071	87,702	83,404
	Land	35,127	35,935	33,473	33,971	34,679	30,423	33,918	35,024	30,623
	Other	39,756	36,426	47,337	47,006	53,967	64,781	51,616	54,001	86,893
	Accumulated depreciation	-584,996	-610,235	-626,488	-663,250	-692,401	-670,732	-676,260	-711,735	-682,372
	Total property, plant and equipment	246,744	260,163	269,288	278,640	277,017	276,925	273,823	281,251	298,598
	Intangible assets									
	Goodwill	1,450	573	211	50	570	2,452	42	2,657	2,300
	Other	18,799	19,947	20,024	20,234	23,428	22,952	19,991	23,670	23,793
	Total intangible assets	20,250	20,520	20,236	20,284	23,999	25,404	20,033	26,328	26,093
	Investments and other assets									
	Investment securities	101,708	116,767	119,552	131,694	98,794	145,478	112,475	114,728	134,298
	Retirement benefit asset	6,859	8,127	8,900	11,241	11,924	6,112	11,419	12,174	5,217
	Deferred tax assets	6,948	7,899	9,428	8,563	6,613	3,771	9,523	7,083	3,966
	Other	20,754	20,346	20,156	17,755	14,228	14,124	14,030	14,495	13,195
	Allowance for doubtful accounts	-1,034	-912	-915	-939	-962	-953	-942	-1,026	-958
	Total investments and other assets	135,236	152,228	157,122	168,315	130,598	168,533	146,506	147,455	155,719
	Total assets	832,044	935,876	933,469	985,007	988,052	1,066,372	975,812	1,034,181	1,145,754

B/S		FY2020 *1	FY2021 *1	FY2022 *1	FY2023 *1	FY2024 *2	FY2025	FY2024, 1H	FY2025,1H *2	FY2026, 1H
Liabilities and Net assets	Current liabilities	315,204	379,716	381,025	400,894	394,461	428,665	401,283	439,191	470,283
	Notes and accounts payable - trade	115,502	127,988	125,409	128,780	136,673	140,543	129,022	135,953	145,139
	Short-term borrowings	103,523	115,000	141,281	137,371	153,296	149,405	140,056	147,316	155,654
	Current portion of bonds payable	0	0	0	0	0	10,000	0	10,000	10,000
	Commercial papers	30,000	54,000	28,000	35,500	1,500	15,000	38,000	47,000	23,500
	Income taxes payable	2,033	2,649	4,730	4,451	13,322	7,534	4,786	5,735	19,134
	Provision for finished goods compensation	4,022	3,045	2,238	5,264	5,354	3,931	6,718	4,802	4,139
	Other	60,121	77,033	79,365	89,526	84,313	102,250	82,699	88,383	112,714
	Non-current liabilities	225,015	241,890	223,141	225,867	219,825	202,475	221,253	209,730	201,979
	Bonds payable	30,000	40,000	40,000	40,000	40,000	30,000	40,000	30,000	20,000
	Long-term borrowings	127,094	133,120	114,547	120,168	111,354	112,257	113,460	107,499	123,911
	Provision for retirement benefits	-	-	-	-	-	-	-	-	-
	Retirement benefit liability	44,514	43,806	38,239	29,239	31,559	13,641	29,204	30,754	13,078
	Provision for environmental measures	10,229	9,343	9,284	9,224	9,105	9,082	9,209	9,099	9,076
	Asset retirement obligations	1,323	1,485	1,588	1,717	2,053	2,077	1,679	2,166	2,014
	Other	11,854	14,134	19,482	25,518	25,752	35,416	27,698	30,209	33,897
	Total liabilities	540,219	621,606	604,167	626,761	614,286	631,141	622,536	648,921	672,263
	Share capital	69,395	69,395	69,395	69,395	69,395	69,395	69,395	69,395	69,395
	Capital surplus	23,028	23,178	23,179	23,178	23,907	23,808	23,197	23,805	23,826
	Retained earnings	168,748	174,553	191,970	193,062	198,830	264,698	175,242	203,636	308,749
	Treasury shares	-576	-901	-871	-691	-651	-1,745	-650	-1,752	-1,643
	Total shareholders' equity	260,595	266,224	283,673	284,945	291,481	356,156	267,184	295,084	400,327
	Valuation difference on available-for-sale securities	13,929	12,446	10,669	12,218	24,084	29,519	30,651	34,209	19,543
	Deferred gains or losses on hedges	2,677	2,963	191	1,195	94	1,315	-80	834	1,951
	Remeasurements of foreign subsidiaries' defined benefit plans	-	-	-	-	-	-	-	-	-
	Remeasurements of defined benefit plans	-3,829	-3,024	-2,282	4,682	1,863	983	3,882	1,791	841
	Foreign currency translation adjustment	-13,295	817	9,606	25,286	23,905	29,073	22,108	20,916	32,244
	Total accumulated other comprehensive income	-518	13,201	18,185	43,383	49,948	60,892	56,562	57,751	54,580
	Non-controlling interests	31,747	34,843	27,442	29,916	32,335	18,182	29,529	32,424	18,582
	Total net assets	291,824	314,269	329,302	358,245	373,766	435,231	353,276	385,260	473,491
	Total liabilities and net assets	832,044	935,876	933,469	985,007	988,052	1,066,372	975,812	1,034,181	1,145,754

Cash flow		FY2020	FY2021	FY2022	FY2023	FY2024 *2	FY2025	FY2024, 1H	FY2025,1H *2	FY2026, 1H
Ⅰ	Net cash provided by (used in) operating activities	-479	-13,269	36,516	31,896	59,833	28,116	15,496	12,270	28,692
	Profit (loss) before income taxes	21,316	20,430	27,921	20,064	54,025	104,944	15,887	20,633	84,176
	Depreciation	32,163	33,721	39,098	38,951	41,349	43,218	20,370	21,208	21,693
	Share of loss (profit) of entities accounted for using equity method	893	-9,045	-3,610	-6,323	-10,602	-16,535	-6,177	-5,060	-13,942
	Loss (gain) on disposal of non-current assets	-20,840	-786	29	860	-390	707	208	387	282
	Impairment losses	2,542	1,489	402	184	2,648	1,583	-	-	836
	Loss on valuation of inventories	1,246	373	725	1,450	342	1,696	118	706	663
	Interest and dividend income	-2,302	-2,160	-2,519	-3,025	-3,369	-3,964	-2,198	-2,390	-2,407
	Interest expenses	3,586	3,375	6,334	9,238	9,222	9,005	4,639	4,432	5,252
	Foreign exchange losses (gains)	338	1,309	-1,612	-4,651	3,684	-4,044	1,489	-543	-1,179
	Decrease (increase) in accounts receivable - trade, and contract assets	-13,788	-28,208	5,775	-5,909	-7,193	-23,827	3,333	-2,359	-25,728
	Decrease (increase) in inventories	-13,770	-36,005	-3,419	-5,020	-7,609	-26,070	-11,594	-10,661	-27,911
	Increase (decrease) in trade payables	12,161	11,922	-8,656	-3,884	2,544	5,942	-3,781	-547	2,630
	Other, net	-15,693	-1,594	-16,717	4,327	-15,139	-39,931	-1,089	-355	-7,167
	Subtotal	7,852	-5,179	43,751	46,262	69,512	52,724	21,206	25,451	37,197
	Interest and dividends received	3,287	2,473	5,296	6,478	6,132	6,616	3,999	4,391	7,427
	Interest paid	-3,603	-3,429	-6,442	-9,306	-8,895	-8,760	-4,882	-4,344	-5,375
	Income taxes refund (paid)	-8,209	-6,867	-6,529	-11,136	-8,941	-22,463	-4,674	-12,787	-10,556
	Other, net	192	-267	440	-401	2,025	-	-153	-440	-
Ⅱ	Net cash provided by (used in) investing activities	-1,908	-40,074	-21,677	-24,794	-7,235	-47,137	-6,365	-28,553	-21,193
	Purchase of investment securities	-2,112	-2,353	-1,200	-691	-9,526	-3,269	-495	-1,659	-2,575
	Proceeds from sales of investment securities	14,804	2,462	6,613	13,042	43,268	29,286	15,933	2,079	30,445
	Purchase of property, plant and equipment	-33,386	-36,493	-35,878	-36,419	-36,749	-46,118	-18,667	-21,992	-46,831
	Purchase of intangible assets	-7,325	-3,521	-3,378	-3,844	-4,778	-6,008	-1,706	-2,619	-2,451
	Proceeds from sales of non-current assets	22,370	2,220	2,302	351	2,086	1,393	131	1,081	82
	Decrease (increase) in short-term loans receivable	3,540	72	-155	1,066	312	10,551	360	210	734
	Other, net	201	-2,461	10,019	1,701	-1,848	-32,972	-1,922	-5,653	-597
Ⅲ	Net cash provided by (used in) financing activities	35,140	35,020	-34,475	-9,322	-44,150	19,930	-8,472	24,853	27
	Net increase (decrease) in short-term loans payable	2,008	17,085	1,857	-12,025	385	4,642	-4,803	-1,714	15,242
	Net increase (decrease) in commercial papers	15,000	24,000	-26,000	7,500	-34,000	13,500	2,500	45,500	8,500
	Proceeds from long-term borrowings	55,965	16,049	10,568	29,566	60,694	49,716	10,415	11,853	19,814
	Repayments of long-term borrowings	-30,100	-24,776	-13,000	-25,351	-59,478	-33,927	-9,678	-18,453	-15,852
	Proceeds from issuance of bonds	-	10,000	-	-	-	-	-	-	-
	Redemption of bonds	-	-	-	-	-	-	-	-	-10,000
	Dividends paid	-6,001	-4,240	-4,234	-5,636	-4,241	-8,461	-4,228	-8,446	-14,795
	Dividends paid to non-controlling interests	-521	-825	-1,204	-611	-1,077	-1,354	-1,077	-1,334	-1,345
	Repayments of lease liabilities	-521	-	-2,464	-2,805	-3,911	-3,092	-1,607	-1,451	-1,607
	Other, net	-1,211	-2,273	2	40	-2,522	-1,094	8	-1,100	72
Effect of exchange rate change on cash and cash equivalents		-594	-1,815	2,750	3,018	3,255	2,629	2,631	-2,475	665
Net increase (decrease) in cash and cash equivalents		32,158	-20,139	-16,885	798	11,702	3,538	3,289	6,094	8,191
Cash and cash equivalents at beginning of period		55,055	87,189	67,632	51,950	53,098	66,092	53,098	66,092	70,474
Increase in cash and cash equivalents resulting from inclusion of subsidiaries in consolidation		819	582	1,197	275	1,291	375	93	375	169
Decrease in cash and cash equivalents resulting from exclusion of subsidiaries from consolidation		-866	-	-	-	-	-	-	-	-
Increase in cash and cash equivalents resulting from merger with unconsolidated subsidiaries		22	-	6	73	-	467	-	467	-
Cash and cash equivalents at end of period		87,189	67,632	51,950	53,098	66,092	70,474	56,480	73,029	78,835

Key Financial Indicators		FY2020 *1	FY2021 *1	FY2022 *1	FY2023 *1	FY2024 *2	FY2025 *4	FY2024, 1H	FY2025,1H *2	FY2026,1H *4
Profitability	Net sales	811,600	930,496	1,066,326	1,056,528	1,201,762	1,307,560	570,366	610,658	737,691
	Operating profit	8,429	11,428	15,441	11,171	47,032	63,856	17,545	19,134	57,618
	Ordinary profit	5,189	19,666	17,258	10,267	48,506	75,858	18,989	20,279	64,947
	Profit (loss) before income taxes	21,316	20,430	27,921	20,064	54,025	104,944	15,887	20,633	84,176
	Profit attributable to owners of parent	10,001	10,093	15,894	6,508	33,357	72,514	11,194	12,852	58,781
	Total assets	832,044	935,876	933,469	985,007	988,052	1,066,372	975,812	1,034,181	1,145,754
	Net assets	291,824	314,269	329,302	358,245	373,766	435,231	353,276	385,260	473,491
	Equity capital	260,076	279,426	301,859	328,328	341,430	417,048	323,747	352,835	454,908
	Operating profit margin on sales	1.0%	1.2%	1.4%	1.1%	3.9%	4.9%	3.1%	3.1%	7.8%
	Ordinary profit margin on sales	0.6%	2.1%	1.6%	1.0%	4.0%	5.8%	3.3%	3.3%	8.8%
	Profit margin on sales	1.2%	1.1%	1.5%	0.6%	2.8%	5.5%	2.0%	2.1%	8.0%
Safety	Equity capital ratio	31.3%	29.9%	32.3%	33.3%	34.6%	39.1%	33.2%	34.1%	39.7%
	Interest-bearing debt balance	290,617	342,120	323,828	333,039	306,151	316,662	331,517	341,816	333,065
	Debt-to-equity ratio	1.12	1.22	1.07	1.01	0.90	0.76	1.02	0.97	0.73
	Net interest-bearing debt balance	206,255	276,967	276,395	284,144	246,183	247,512	279,767	275,207	254,104
	Net debt-to-equity ratio	0.79	0.99	0.92	0.87	0.72	0.59	0.86	0.78	0.56
	Current assets	429,812	502,963	486,821	517,767	556,437	595,508	535,449	579,145	665,342
	Current liabilities	315,204	379,716	381,025	400,894	394,461	428,665	401,283	439,191	470,283
	Current ratio	136.4%	132.5%	127.8%	129.2%	141.1%	138.9%	133.4%	131.9%	141.5%
Efficiency	Total asset turnover ratio	1.00	1.05	1.14	1.10	1.22	1.27	1.16	1.21	1.33
	Balance of inventories	120,837	164,116	172,297	183,647	195,041	210,897	196,328	205,682	238,616
	Days inventory outstanding	52.20	66.65	65.66	69.36	67.42	66.27	73.08	71.16	73.50
	Balance of accounts receivable	191,930	230,326	229,550	245,712	260,565	266,458	247,053	262,533	293,736
	Days sales outstanding	69.49	79.86	73.68	76.99	74.36	67.79	75.95	75.58	71.96
Per-share information	Basic earnings per share (Yen) *4	141.88	143.40	225.80	92.40	473.36	103.02	158.87	18.25	83.55
	Net assets per share (Yen) *4	3,689.29	3,970.02	4,288.09	4,659.87	4,844.82	592.82			

*1 Partially Restated the FY2020-FY2023 financial results following the changes in the accounting standards for corporate, inhabitant and enterprise taxes (shaded items).
*2 Partially Restated the FY2024 and FY2025 financial results following the finalization of the provisional accounting treatment for a business combination (shaded items).
*3 Partially Restated the segment information for FY2025 following changes in reportable segments (shaded items).
*4 The Company conducted a 10-for-1 stock split of its common shares, effective July 1, 2026.
Basic earnings per share, net assets per share, and basic earnings per share for the interim period have been calculated assuming that the stock split had taken effect at the beginning of the previous consolidated fiscal year (shaded items).