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August 7, 2026

Consolidated Financial Results for the Three Months Ended June 30, 2026 (Under Japanese GAAP)

Company name:	Daido Metal Co., Ltd.	
Listing:	Tokyo Stock Exchange, Nagoya Stock Exchange	
Securities code:	7245	
URL:	https://www.daidometal.com/	
Representative:	Seigo Hanji	Chairman and Chief Executive Officer
Inquiries:	Yasuhiro Okura	Senior Executive Officer and Head of Corporate Planning Division
Telephone:	+81-52-205-1400	

Scheduled date to commence dividend payments: -
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 three months ended June 30, 2026 (from April 1, 2026 to June 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	
Three months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
June 30, 2026	35,333	5.4	2,017	10.1	1,786	21.8	1,020	72.3
June 30, 2025	33,516	0.9	1,832	31.9	1,467	8.5	592	26.8

Note: Comprehensive income For the three months ended June 30, 2026: ¥ 1,258 million [－%]
For the three months ended June 30, 2025: ¥ (441) million [－%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2026	21.89	—
June 30, 2025	12.60	—

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
June 30, 2026	210,132	91,194	38.9
March 31, 2026	209,434	91,425	39.2

Reference: Equity
As of June 30, 2026: ¥ 81,839 million
As of March 31, 2026: ¥ 82,089 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, 2026	-	12.00	-	19.00	31.00
Fiscal year ending March 31, 2027	-				
Fiscal year ending March 31, 2027 (Forecast)		18.00	-	18.00	36.00

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

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	145,000	2.1	9,500	13.5	9,000	21.6	5,000	13.7	107.20

Note: Revisions to the financial result forecast most recently announced: None

*** 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 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, 2026	47,520,253 shares
As of March 31, 2026	47,520,253 shares

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

As of June 30, 2026	1,152,130 shares
As of March 31, 2026	654,906 shares

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

Three months ended June 30, 2026	46,637,959 shares
Three months ended June 30, 2025	47,024,103 shares

(Note) The Company has introduced a performance-linked stock-based remuneration for Directors and Executive Officers. For the calculation of total number of treasury shares at the end of the period and average number of shares during the period, Company shares held in the trusts are included in treasury shares to be deducted.

* 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

Numbers in parentheses denote negative numbers.

Future prospects are prepared as information purpose only, based on the information available to us at this moment, and are under certain condition which we assumed reasonable.We will not guarantee the realization of such prospects and actual performance fluctuates due to various factors.

Quarterly Consolidated Financial Statements and Primary Notes

(1)Quarterly Consolidated Balance Sheet

(Millions of yen)

	As of March 31, 2026	As of June 30, 2026
Assets		
Current assets		
Cash and deposits	29,469	28,185
Notes and accounts receivable - trade	31,213	30,834
Electronically recorded monetary claims - operating	3,497	3,271
Merchandise and finished goods	19,886	20,164
Work in process	14,357	15,732
Raw materials and supplies	11,047	11,197
Other	3,069	3,780
Allowance for doubtful accounts	(119)	(128)
Total current assets	112,422	113,038
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	18,571	19,382
Machinery, equipment and vehicles, net	21,717	22,288
Other, net	25,117	23,231
Total property, plant and equipment	65,405	64,902
Intangible assets		
Goodwill	2,898	2,695
Other	4,341	4,371
Total intangible assets	7,240	7,067
Investments and other assets		
Investments and other assets	24,414	25,172
Allowance for doubtful accounts	(47)	(48)
Total investments and other assets	24,366	25,123
Total non-current assets	97,012	97,093
Total assets	209,434	210,132

(Millions of yen)

	As of March 31, 2026	As of June 30, 2026
Liabilities		
Current liabilities		
Notes and accounts payable - trade	10,300	10,632
Electronically recorded obligations - operating	13,327	14,303
Short-term borrowings	27,187	27,020
Current portion of long-term borrowings	8,206	10,101
Income taxes payable	2,323	1,323
Provision for bonuses	2,051	1,035
Provision for bonuses for directors (and other officers)	138	52
Provision for product compensation	87	114
Electronically recorded obligations - non-operating	1,227	1,753
Other	9,484	11,361
Total current liabilities	74,335	77,698
Non-current liabilities		
Long-term borrowings	29,104	26,702
Provision for share awards	112	100
Provision for share awards for directors (and other officers)	101	108
Retirement benefit liability	7,884	7,949
Asset retirement obligations	17	17
Other	6,453	6,360
Total non-current liabilities	43,674	41,239
Total liabilities	118,009	118,937
Net assets		
Shareholders' equity		
Share capital	8,413	8,413
Capital surplus	13,112	13,112
Retained earnings	41,623	41,741
Treasury shares	(455)	(965)
Total shareholders' equity	62,694	62,301
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,786	1,957
Foreign currency translation adjustment	13,000	13,028
Remeasurements of defined benefit plans	4,608	4,551
Total accumulated other comprehensive income	19,395	19,537
Non-controlling interests	9,335	9,355
Total net assets	91,425	91,194
Total liabilities and net assets	209,434	210,132

(2)Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statement of Income

For the Three-Month Period

(Millions of yen)

	For the three months ended June 30, 2025	For the three months ended June 30, 2026
Net sales	33,516	35,333
Cost of sales	25,111	26,402
Gross profit	8,405	8,931
Selling, general and administrative expenses	6,573	6,914
Operating profit	1,832	2,017
Non-operating income		
Interest income	94	73
Dividend income	95	103
Share of profit of entities accounted for using equity method	20	—
Other	45	77
Total non-operating income	256	255
Non-operating expenses		
Interest expenses	351	390
Share of loss of entities accounted for using equity method	—	5
Foreign exchange losses	237	16
Other	32	72
Total non-operating expenses	621	485
Ordinary profit	1,467	1,786
Profit before income taxes	1,467	1,786
Income taxes - current	994	703
Income taxes - deferred	(299)	(119)
Total income taxes	694	584
Profit	772	1,202
Profit attributable to non-controlling interests	179	181
Profit attributable to owners of parent	592	1,020

Quarterly Consolidated Statement of Comprehensive Income

For the Three-Month Period

(Millions of yen)

	For the three months ended June 30, 2025	For the three months ended June 30, 2026
Profit	772	1,202
Other comprehensive income		
Valuation difference on available-for-sale securities	142	177
Foreign currency translation adjustment	(1,197)	(23)
Remeasurements of defined benefit plans, net of tax	(47)	(49)
Share of other comprehensive income of entities accounted for using equity method	(111)	(48)
Total other comprehensive income	(1,213)	56
Comprehensive income	(441)	1,258
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(204)	1,163
Comprehensive income attributable to non-controlling interests	(236)	95

(3)Quarterly Consolidated Statement of Cash Flows

(Millions of yen)

	For the three months ended June 30, 2025	For the three months ended June 30, 2026
Cash flows from operating activities		
Profit before income taxes	1,467	1,786
Depreciation	2,374	2,306
Amortization of goodwill	201	213
Share of loss (profit) of entities accounted for using equity method	(20)	5
Increase (decrease) in allowance for doubtful accounts	13	9
Increase (decrease) in provision for bonuses	(1,031)	(1,015)
Increase (decrease) in provision for bonuses for directors (and other officers)	(82)	(86)
Increase or decrease in net defined benefit asset and liability	(161)	(211)
Increase (decrease) in provision for share awards	(17)	(11)
Increase (decrease) in provision for share awards for directors (and other officers)	3	7
Interest and dividend income	(190)	(177)
Interest expenses	351	390
Loss (gain) on sale of non-current assets	(2)	(5)
Decrease (increase) in trade receivables	(1,065)	804
Decrease (increase) in inventories	170	(1,702)
Increase (decrease) in trade payables	(1,566)	1,204
Increase (decrease) in accrued consumption taxes	84	83
Loss on retirement of non-current assets	25	29
Increase (decrease) in other liabilities	2,748	2,240
Other, net	109	(623)
Subtotal	3,412	5,248
Interest and dividends received	194	187
Interest paid	(259)	(333)
Income taxes paid	(787)	(1,501)
Net cash provided by (used in) operating activities	2,560	3,601

(Millions of yen)

	For the three months ended June 30, 2025	For the three months ended June 30, 2026
Cash flows from investing activities		
Payments into time deposits	(238)	(22)
Proceeds from withdrawal of time deposits	881	1,129
Purchase of investment securities	(13)	(1)
Purchase of property, plant and equipment	(1,955)	(1,652)
Proceeds from sale of property, plant and equipment	1	2
Purchase of intangible assets	(154)	(153)
Loan advances	(140)	(165)
Proceeds from collection of loans receivable	128	140
Other, net	(5)	(5)
Net cash provided by (used in) investing activities	(1,495)	(728)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	467	(406)
Proceeds from long-term borrowings	3,200	1,500
Repayments of long-term borrowings	(2,974)	(2,019)
Repayments of finance lease liabilities	(158)	(163)
Purchase of treasury shares	(184)	(515)
Proceeds from disposal of treasury shares	–	5
Decrease (increase) in deposit for acquisition of treasury shares	–	(485)
Dividends paid	(500)	(860)
Dividends paid to non-controlling interests	(29)	(33)
Net cash provided by (used in) financing activities	(179)	(2,978)
Effect of exchange rate change on cash and cash equivalents	(294)	12
Net increase (decrease) in cash and cash equivalents	589	(93)
Cash and cash equivalents at beginning of period	25,019	26,281
Cash and cash equivalents at end of period	25,608	26,188

(4) Notes to Quarterly Consolidates Financial Statementer

(Notes on going concern assumption)

Not applicable

(Notes on material changes in Shareholders’ Equity)

Not applicable

(Segment information)

[First quarter of previous period (from April 1, 2025 to June 30, 2025)]

① Information on sales and profit (loss) by each reporting segment

(Million yen)

	Reporting Segment					Others (*)	Total
	Powertrain business	Marine & Energy business	Life business	Frontier business	Sub total		
Net sales							
External sales	17,443	4,571	5,518	5,520	33,053	463	33,516
Internal sales or transfer between segments	110	—	92	24	226	75	302
Total	17,553	4,571	5,611	5,544	33,280	538	33,819
Segment profit(loss)	2,337	928	857	(303)	3,819	107	3,926

(*) “Others” includes business areas not included in above reporting segments. It includes the metallic dry bearings business, pump-related products businesses.

② Reconciliation between total reporting segment profit (loss) and profit (loss) reported in Quarterly Consolidated Statements of Income

(Million yen)

Profit	Amount
Reporting segments total	3,819
Profit from “Others” category	107
Elimination of intersegment transactions	7
Unattributable costs (*)	(2,100)
Operating profit (loss) as per Quarterly Consolidated Statements of Income	1,832

(*) Unattributable costs are principally general administrative expenses not attributable to reporting segments.

[First quarter of current period (from April 1, 2026 to June 30, 2026)]

① Information on sales and profit (loss) by each reporting segment

(Million yen)

	Reporting Segment					Others (*)	Total
	Powertrain business	Marine & Energy business	Life business	Frontier business	Sub total		
Net sales							
External sales	18,002	5,203	5,976	5,618	34,801	532	35,333
Internal sales or transfer between segments	156	27	81	50	316	69	386
Total	18,159	5,230	6,058	5,669	35,117	602	35,720
Segment profit(loss)	2,250	1,087	1,089	(347)	4,081	121	4,202

(*) “Others” includes business areas not included in above reporting segments. It includes the metallic dry bearings business, pump-related products businesse.

② Reconciliation between total reporting segment profit (loss) and profit (loss) reported in Quarterly Consolidated Statements of Income

(Million yen)

Profit	Amount
Reporting segments total	4,081
Profit from “Others” category	121
Elimination of intersegment transactions	23
Unattributable costs (*)	(2,208)
Operating profit (loss) as per Quarterly Consolidated Statements of Income	2,017

(*) Unattributable costs are principally general administrative expenses not attributable to reporting segments.