

Translation

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Summary of Non-Consolidated Financial Results for the Nine Months Ended December 31, 2023 (Based on Japanese GAAP)

January 31, 2024

Company name: DAIKEN MEDICAL CO., LTD.
 Stock exchange listing: Tokyo
 Stock code: 7775 URL <https://www.daiken-iki.co.jp>
 Representative: President Keiichi Yamada
 Inquiries: Chief of Headquarters Business Takuwa Ryo TEL 0725-30-3150
 Administration Department
 Scheduled date to file Quarterly Securities Report: February 1, 2024
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: No
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Non-consolidated financial results for the nine months ended December 31, 2023 (from April 1, 2023 to December 31, 2023)

(1) Non-consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Nine months ended December 31, 2023	7,406	7.4	1,237	27.6	1,242	28.3	888	29.1
Nine months ended December 31, 2022	6,896	7.4	969	3.9	968	3.8	688	3.9

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended December 31, 2023	30.92		–	
Nine months ended December 31, 2022	23.95		–	

(2) Non-consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2023	11,175	6,919	61.7
As of March 31, 2023	11,013	6,597	59.7

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2023	–	9.00	–	11.00	20.00
Year ending March 31, 2024	–	9.00	–		
Year ending March 31, 2024 (Forecast)				12.00	21.00

3. Forecast of non-consolidated financial results for the year ending March 31, 2024 (from April 1, 2023 to March 31, 2024)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	9,700	6.2	1,400	32.8	1,400	33.0	980	37.6	34.11

4. Notes

(1) Application of special accounting methods for preparing quarterly non-consolidated financial statements: Yes

(2) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements

Changes in accounting policies due to revisions to accounting standards and other regulations: No

Changes in accounting policies due to other reasons: No

Changes in accounting estimates: No

Restatement of prior period financial statements: No

(3) Number of issued shares (common shares)

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

As of December 31, 2023	31,840,000 shares	As of March 31, 2023	31,840,000 shares
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Number of treasury shares at the end of the period

As of December 31, 2023	3,111,562 shares	As of March 31, 2023	3,111,561 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2023	28,728,439 shares	Nine months ended December 31, 2022	28,728,441 shares
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Quarterly non-consolidated financial statements
Non-consolidated balance sheets

(Thousands of yen)

	As of March 31, 2023	As of December 31, 2023
Assets		
Current assets		
Cash and deposits	2,516,212	2,516,461
Notes and accounts receivable - trade	1,300,880	1,347,030
Electronically recorded monetary claims - operating	1,229,646	1,346,477
Finished goods	1,004,266	957,171
Work in process	88,420	92,231
Raw materials	422,011	437,749
Other	77,217	141,766
Allowance for doubtful accounts	(94)	(94)
Total current assets	6,638,560	6,838,793
Non-current assets		
Property, plant and equipment		
Buildings, net	1,861,600	1,800,687
Land	1,703,670	1,703,670
Other, net	504,967	517,211
Total property, plant and equipment	4,070,238	4,021,569
Intangible assets	9,406	14,253
Investments and other assets		
Deferred tax assets	230,596	230,596
Other	89,253	94,637
Allowance for doubtful accounts	(24,650)	(24,650)
Total investments and other assets	295,198	300,582
Total non-current assets	4,374,843	4,336,406
Total assets	11,013,404	11,175,199

(Thousands of yen)

	As of March 31, 2023	As of December 31, 2023
Liabilities		
Current liabilities		
Notes and accounts payable - trade	549,495	487,334
Electronically recorded obligations - operating	626,308	626,391
Short-term borrowings	1,000,000	1,400,000
Current portion of long-term borrowings	659,972	419,972
Income taxes payable	242,047	174,514
Accrued expenses	70,312	81,496
Other	221,329	335,709
Total current liabilities	3,369,464	3,525,418
Non-current liabilities		
Long-term borrowings	1,013,395	708,416
Other	33,397	22,008
Total non-current liabilities	1,046,792	730,424
Total liabilities	4,416,257	4,255,842
Net assets		
Shareholders' equity		
Share capital	495,875	495,875
Capital surplus	400,875	400,875
Retained earnings	7,506,089	7,819,676
Treasury shares	(1,826,583)	(1,826,583)
Total shareholders' equity	6,576,256	6,889,842
Share acquisition rights	20,890	29,513
Total net assets	6,597,146	6,919,356
Total liabilities and net assets	11,013,404	11,175,199

Non-consolidated statements of income (cumulative)

(Thousands of yen)

	Nine months ended December 31, 2022	Nine months ended December 31, 2023
Net sales	6,896,291	7,406,231
Cost of sales	4,055,632	4,328,671
Gross profit	2,840,658	3,077,559
Selling, general and administrative expenses	1,870,906	1,840,124
Operating profit	969,752	1,237,435
Non-operating income		
Interest income	0	0
Compensation income	277	3,046
Foreign exchange gains	436	2,040
Gain on forfeiture of unclaimed dividends	471	628
Gain on sale of scraps	74	2,213
Miscellaneous income	812	1,327
Total non-operating income	2,073	9,256
Non-operating expenses		
Interest expenses	2,920	3,617
Other	–	87
Total non-operating expenses	2,920	3,705
Ordinary profit	968,905	1,242,986
Extraordinary losses		
Loss on retirement of non-current assets	50	5,141
Total extraordinary losses	50	5,141
Profit before income taxes	968,855	1,237,844
Income taxes	280,729	349,689
Profit	688,126	888,155