

Translation

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Summary of Consolidated Financial Results for the Three Months Ended June 30, 2025 (Based on Japanese GAAP)

August 8, 2025

Company name: DAIHO CORPORATION
 Stock exchange listing: Tokyo
 Stock code: 1822 URL <https://www.daiho.co.jp>
 Representative: CEO Kakue Morishita
 Deputy General Manager of Administration
 Inquiries: Division Headquarters; Yoshinori Umehara TEL 03-3297-7406
 General Manager of Accounting Division
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on financial results: No
 Holding of financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the three months ended June 30, 2025 (from April 1, 2025 to June 30, 2025)

(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	%
Three months ended June 30, 2025	31,076	(3.3)	4	–	226	–	(303)	–
Three months ended June 30, 2024	32,126	(10.0)	(458)	–	(136)	–	(59)	–

Note: Comprehensive income Three months ended June 30, 2025 ¥(273) million [–%]
 Three months ended June 30, 2024 ¥(732) million [–%]

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2025	(3.44)	–
Three months ended June 30, 2024	(0.68)	–

Note: Diluted earnings per share are not described here because, although there are potentially dilutive shares, loss per share was recorded.

Note: The Company conducted a 5-for-1 share split of its common shares on April 1, 2025. Earnings per share were calculated assuming that the share split was conducted at the beginning of the previous fiscal year.

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2025	142,091	70,175	48.2
As of March 31, 2025	149,842	73,065	47.7

Reference: Equity As of June 30, 2025 ¥68,552 million
 As of March 31, 2025 ¥71,472 million

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, 2025	–	–	–	147.00	147.00
Year ending March 31, 2026	–	–	–	–	–
Year ending March 31, 2026 (Forecast)	–	–	–	32.00	32.00

Note: Revisions to the cash dividend forecasts most recently announced: No

Note: The Company conducted a 5-for-1 share split of its common shares on April 1, 2025. The amount before the share split is shown for the fiscal year-end dividend per share for the fiscal year ended March 31, 2025. Taking into account the share split, the fiscal year-end dividend per share for the fiscal year ended March 31, 2025 is ¥29.40.

3. Forecast of consolidated financial results for the year ending March 31, 2026 (from April 1, 2025 to March 31, 2026)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2025	63,000	(6.8)	400	(36.1)	1,700	394.4	900	84.8	10.21
Full year	140,000	(2.4)	5,200	(6.0)	6,400	23.0	4,000	8.4	45.36

Note: Revisions to the financial results forecasts most recently announced: No

4. Notes

- (1) Significant changes in the scope of consolidation during the three months ended June 30, 2025: No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: No
- (3) 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

(4) Number of issued shares (common shares)

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

As of June 30, 2025	90,415,815 shares	As of March 31, 2025	90,415,815 shares
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Number of treasury shares at the end of the period

As of June 30, 2025	2,230,919 shares	As of March 31, 2025	2,247,935 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2025	88,176,832 shares	Three months ended June 30, 2024	87,963,880 shares
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Note: The Company conducted a 5-for-1 share split of its common shares on April 1, 2025. “Total number of issued shares at the end of the period (including treasury shares),” “number of treasury shares at the end of the period” and “average number of shares during the period (cumulative from the beginning of the fiscal year)” were calculated assuming that the share split was conducted at the beginning of the previous fiscal year.

Note: The Company has introduced a share distribution trust system for delivering shares to the Company’s Directors, etc. via a trust. The Company’s shares that are owned by the trust (585,500 shares) are included in “number of treasury shares at the end of the period,” and in calculating and presenting “average number of shares during the period,” the Company has considered the shares owned by said trust to be included.

* Review of the Japanese-language originals of the attached quarterly consolidated financial statements by certified public accountants or an audit corporation: No

* Proper use of earnings forecasts, and other special matters

Forward-looking statements, including the consolidated forecasts stated in these materials, are based on information currently available to the Company and certain assumptions deemed reasonable. Results may differ materially from the consolidated forecasts due to various factors.

Quarterly consolidated financial statements

Consolidated balance sheets

(Millions of yen)

	As of March 31, 2025	As of June 30, 2025
Assets		
Current assets		
Cash and deposits	21,669	27,479
Notes receivable, accounts receivable from completed construction contracts and other	88,397	75,310
Electronically recorded monetary claims - operating	393	302
Costs on construction contracts in progress	1,312	1,453
Short-term loans receivable	29	5
Advances paid	7,408	6,050
Other	861	2,060
Allowance for doubtful accounts	(6)	(1)
Total current assets	120,066	112,662
Non-current assets		
Property, plant and equipment		
Buildings and structures	12,064	11,928
Machinery, vehicles, tools, furniture and fixtures	7,899	7,972
Land	8,569	8,562
Leased assets	221	221
Construction in progress	38	80
Accumulated depreciation	(11,949)	(12,013)
Total property, plant and equipment	16,842	16,751
Intangible assets	510	538
Investments and other assets		
Investment securities	11,491	11,086
Deferred tax assets	262	244
Other	2,913	3,099
Allowance for doubtful accounts	(2,244)	(2,290)
Total investments and other assets	12,422	12,139
Total non-current assets	29,776	29,429
Total assets	149,842	142,091

(Millions of yen)

	As of March 31, 2025	As of June 30, 2025
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	23,769	20,963
Electronically recorded obligations - operating	7,124	6,844
Short-term borrowings	850	850
Current portion of convertible-bond-type bonds with share acquisition rights	18	16
Income taxes payable	748	69
Advances received on construction contracts in progress	8,472	7,013
Deposits received	16,816	18,793
Provision for warranties for completed construction	767	710
Provision for bonuses	647	23
Provision for loss on construction contracts	1,702	1,589
Provision for shareholder benefit program	12	—
Provision for performance-linked compensation	31	—
Other	2,901	2,019
Total current liabilities	63,861	58,894
Non-current liabilities		
Long-term borrowings	6,000	6,000
Deferred tax liabilities	465	502
Provision for share awards	182	170
Provision for retirement benefits for directors (and other officers)	26	22
Provision for retirement benefits for directors (and executive officers)	26	23
Retirement benefit liability	5,552	5,630
Other	663	671
Total non-current liabilities	12,916	13,021
Total liabilities	76,777	71,916
Net assets		
Shareholders' equity		
Share capital	10,000	10,000
Capital surplus	42,377	42,368
Retained earnings	17,911	14,998
Treasury shares	(1,950)	(1,934)
Total shareholders' equity	68,338	65,433
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	2,270	2,282
Foreign currency translation adjustment	(72)	(74)
Remeasurements of defined benefit plans	936	911
Total accumulated other comprehensive income	3,133	3,119
Share acquisition rights	65	59
Non-controlling interests	1,527	1,563
Total net assets	73,065	70,175
Total liabilities and net assets	149,842	142,091

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Millions of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Net sales	32,126	31,076
Cost of sales	30,658	29,027
Gross profit	1,468	2,048
Selling, general and administrative expenses	1,926	2,043
Operating profit (loss)	(458)	4
Non-operating income		
Interest income	1	2
Dividend income	86	97
Foreign exchange gains	308	213
Other	21	29
Total non-operating income	418	342
Non-operating expenses		
Interest expenses	24	24
Guarantee commission	22	21
Provision of allowance for doubtful accounts	43	39
Other	7	36
Total non-operating expenses	97	121
Ordinary profit (loss)	(136)	226
Extraordinary income		
Gain on sale of non-current assets	6	35
Other	218	0
Total extraordinary income	225	35
Extraordinary losses		
Loss on sale and retirement of non-current assets	0	17
Loss on litigation	0	2
Loss on valuation of investment securities	–	425
Impairment losses	126	0
Other	–	4
Total extraordinary losses	126	450
Loss before income taxes	(38)	(188)
Income taxes - current	60	29
Income taxes - deferred	(72)	41
Total income taxes	(11)	70
Loss	(26)	(259)
Profit attributable to non-controlling interests	33	43
Loss attributable to owners of parent	(59)	(303)

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Loss	(26)	(259)
Other comprehensive income		
Valuation difference on available-for-sale securities	(691)	12
Foreign currency translation adjustment	(11)	(2)
Remeasurements of defined benefit plans, net of tax	(3)	(24)
Total other comprehensive income	(706)	(14)
Comprehensive income	(732)	(273)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(765)	(317)
Comprehensive income attributable to non-controlling interests	33	43