Note: This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

August 6, 2026

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

Company name: DaikyoNishikawa Corporation
Listing: Tokyo Stock Exchange
Securities code: 4246
URL: https://www.daikyonishikawa.co.jp/
Representative: Ikuo Sugiyama Representative Director and President
Inquiries: Katsumi Yamada Managing Executive Officer and Corporate Planning Division Manager
Telephone: +81-82-493-5610
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	41,771	(0.8)	2,676	(1.4)	3,021	5.2	2,320	16.2
June 30, 2025	42,092	3.8	2,713	1.4	2,873	(14.4)	1,997	(14.3)

Note: Comprehensive income For the three months ended June 30, 2026: ¥ 2,713 million [-%]
For the three months ended June 30, 2025: ¥ (638) million [-%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2026	35.37	-
June 30, 2025	28.20	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
June 30, 2026	157,747	90,042	56.0
March 31, 2026	158,633	90,332	55.9

Reference: Equity
As of June 30, 2026: ¥ 88,329 million
As of March 31, 2026: ¥ 88,679 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	-	19.00	-	33.00	52.00
Fiscal year ending March 31, 2027	-				
Fiscal year ending March 31, 2027 (Forecast)		29.00	-	29.00	58.00

Note: Revisions to the forecast of cash dividends most recently announced: Yes

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
Six months ending September 30, 2026	83,700	2.5	4,700	(2.8)	5,100	(2.6)	4,100	5.3	62.72
Full year	167,100	0.8	8,800	(14.2)	9,100	(15.0)	10,000	15.5	153.32

Note: Revisions to the financial result forecast most recently announced: Yes

The Company has revised its consolidated earnings forecasts for the second quarter (cumulative) and the full year for the fiscal year ending March 31, 2027 from those announced on May 13, 2026. For details, please refer to the "Notice Regarding Revision of Financial Results Forecast and Dividend Forecast (Increase) for the Fiscal Year Ending March 31, 2027" released today.

*** Notes**

(1) Significant changes in the scope of consolidation during the period: Yes

Newly included: - companies( )

Excluded: 1 companies(KantoDaikyo Co., Ltd.)

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: Yes

(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	70,997,800 shares
As of March 31, 2026	70,997,800 shares

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

As of June 30, 2026	5,940,673 shares
As of March 31, 2026	5,134,934 shares

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

Three months ended June 30, 2026	65,600,171 shares
Three months ended June 30, 2025	70,831,767 shares

* 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

(Caution concerning forward-looking statements)

The earnings forecasts and other descriptions of the future presented in this report are based on information currently available to the Company and on certain assumptions deemed to be reasonable. Actual results may differ substantially due to various factors.

(Supplementary materials for financial results)

Supplementary materials will be posted on our website later.

○**Attachment**

Table of Contents

1. Qualitative Information on Quarterly Financial Results

(1) Explanation of Operating Results

For the three months ended June 30, 2026, the number of units produced by major customers increased year-on-year in Japan, the United States and China, while it decreased year-on-year in Mexico and Thailand.

Under these circumstances, net sales decreased by ¥320 million (0.8%) year-on-year to ¥41.771 billion due to decreased tool sales and decreased product sales in Mexico, despite increased product sales mainly in Japan, the United States and China. Operating profit decreased by ¥36 million (1.4%) year-on-year to ¥2.676 billion due to the impact of higher raw material prices associated with the situation in the Middle East and the impact of lower sales in Mexico, despite cost improvement activities at each company. Ordinary profit increased by ¥148 million (5.2%) year-on-year to ¥3.021 billion due to subsidy income and foreign exchange gains. Profit attributable to owners of parent increased by ¥322 million (16.2%) year-on-year to ¥2.320 billion.

Results by segment are as follows.

(Japan)

In Japan, net sales increased by ¥463 million (1.9%) year-on-year to ¥25.166 billion due to increased product sales to major customers. Segment income (operating profit) increased by ¥511 million (127.6%) year-on-year to ¥912 million due to cost improvement activities, the effect of increased sales and decreased labor costs, despite the impact of higher raw material prices associated with the situation in the Middle East and increased depreciation.

(North America)

In North America, net sales decreased by ¥1.454 billion (10.4%) year-on-year to ¥12.517 billion due to decreased tool sales and decreased product sales in Mexico, despite increased product sales in the United States. Segment income (operating profit) decreased by ¥44 million (2.8%) year-on-year to ¥1.565 billion due to the impact of lower sales in Mexico.

(ASEAN)

In ASEAN, net sales decreased by ¥339 million (11.9%) year-on-year to ¥2.509 billion due to decreased tool sales in Indonesia, despite the positive impact from foreign currency translation in Thailand. Segment income (operating profit) decreased by ¥121 million (49.2%) year-on-year to ¥125 million.

(China & Korea)

In China and South Korea, net sales increased by ¥585 million (31.7%) year-on-year to ¥2.434 billion due to increased tool sales and product sales in China, as well as the positive impact from foreign currency translation. Segment income (operating profit) increased by ¥21 million (65.4%) year-on-year to ¥53 million due to the effect of increased sales.

(2) Explanation of Financial Position

(Consolidated Financial Position)

Total assets at the end of the first quarter of the current fiscal year decreased by ¥886 million (0.6%) from the end of the previous fiscal year to ¥157.747 billion. This was mainly due to a decrease in cash and deposits, while accounts receivable - trade increased.

Liabilities decreased by ¥595 million (0.9%) from the previous fiscal year-end to ¥67.704 billion. This was mainly due to a decrease in provision for bonuses and notes and accounts payable - trade, while accrued expenses increased.

Net assets decreased by ¥290 million (0.3%) from the previous fiscal year-end to ¥90.042 billion. This was mainly due to a decrease resulting from the acquisition of treasury shares, while foreign currency translation adjustment increased.

2.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	37,122	32,374
Electronically recorded monetary claims - operating	2,586	2,453
Accounts receivable - trade	28,707	30,880
Contract assets	389	647
Merchandise and finished goods	1,605	1,616
Work in process	1,680	1,765
Raw materials and supplies	4,615	4,812
Accounts receivable - other	178	262
Other	3,215	4,405
Allowance for doubtful accounts	(94)	(64)
Total current assets	80,006	79,153
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	27,983	27,886
Machinery, equipment and vehicles, net	21,755	22,377
Tools, furniture and fixtures, net	2,717	2,640
Land	12,394	12,383
Leased assets, net	3,378	3,091
Construction in progress	4,118	3,282
Total property, plant and equipment	72,348	71,661
Intangible assets	3,180	3,401
Investments and other assets		
Investment securities	1,592	1,634
Deferred tax assets	571	655
Retirement benefit asset	74	48
Other	858	1,192
Total investments and other assets	3,097	3,531
Total non-current assets	78,626	78,593
Total assets	158,633	157,747

(Millions of yen)

	As of March 31, 2026	As of June 30, 2026
Liabilities		
Current liabilities		
Electronically recorded obligations - operating	339	318
Notes and accounts payable - trade	21,294	19,953
Short-term borrowings	1,571	1,093
Current portion of long-term borrowings	6,611	6,504
Lease liabilities	2,229	2,321
Accounts payable - other	4,277	3,642
Accrued expenses	1,412	4,496
Income taxes payable	283	499
Contract liabilities	1,069	976
Provision for bonuses	2,637	980
Provision for product warranties	50	49
Notes payable - facilities	5	0
Electronically recorded obligations - facilities	97	15
Other	1,346	2,277
Total current liabilities	43,225	43,130
Non-current liabilities		
Long-term borrowings	22,348	22,072
Lease liabilities	847	413
Retirement benefit liability	974	962
Provision for retirement benefits for directors (and other officers)	4	4
Provision for share-based payments	4	7
Asset retirement obligations	174	174
Deferred tax liabilities	204	135
Other	516	803
Total non-current liabilities	25,074	24,573
Total liabilities	68,300	67,704
Net assets		
Shareholders' equity		
Share capital	5,426	5,426
Capital surplus	7,424	7,424
Retained earnings	69,946	70,093
Treasury shares	(4,819)	(5,650)
Total shareholders' equity	77,977	77,294
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	74	103
Foreign currency translation adjustment	10,044	10,488
Remeasurements of defined benefit plans	583	444
Total accumulated other comprehensive income	10,701	11,035
Non-controlling interests	1,653	1,712
Total net assets	90,332	90,042
Total liabilities and net assets	158,633	157,747

(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	42,092	41,771
Cost of sales	36,218	36,036
Gross profit	5,874	5,735
Selling, general and administrative expenses	3,160	3,058
Operating profit	2,713	2,676
Non-operating income		
Interest income	80	134
Dividend income	21	21
Share of profit of entities accounted for using equity method	0	1
Foreign exchange gains	115	208
Subsidy income	4	132
Revenue of development discontinuation	44	-
Other	73	56
Total non-operating income	341	555
Non-operating expenses		
Interest expenses	176	202
Other	4	8
Total non-operating expenses	181	210
Ordinary profit	2,873	3,021
Extraordinary income		
Gain on sale of non-current assets	0	2
Total extraordinary income	0	2
Extraordinary losses		
Loss on sale and retirement of non-current assets	9	31
Total extraordinary losses	9	31
Profit before income taxes	2,863	2,993
Income taxes	790	623
Profit	2,073	2,369
Profit attributable to non-controlling interests	75	49
Profit attributable to owners of parent	1,997	2,320

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	2,073	2,369
Other comprehensive income		
Valuation difference on available-for-sale securities	(46)	28
Foreign currency translation adjustment	(2,600)	455
Remeasurements of defined benefit plans, net of tax	(11)	(137)
Share of other comprehensive income of entities accounted for using equity method	(52)	(2)
Total other comprehensive income	(2,711)	343
Comprehensive income	(638)	2,713
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(600)	2,654
Comprehensive income attributable to non-controlling interests	(37)	59

(3) Notes to Quarterly Consolidated Financial Statements

(Notes on Going Concern Assumption)

Not applicable.

(Notes on Significant Changes in the Amount of Shareholders' Equity)

First quarter of the previous fiscal year (From April 1, 2025 To June 30, 2025)

Based on the resolution of the Board of Directors meeting held on May. 13, 2025, we acquired 982,500 shares of treasury stock. As a result, treasury stock increased by ¥633 million in the 1Q of the current fiscal year, resulting in treasury stock of ¥4.63 billion at the end of the first quarter of the current fiscal year.

Current first quarter consolidated cumulative period (From April 1, 2026 To June 30, 2026)

Based on the resolution of the Board of Directors meeting held on May. 13, 2026, we acquired 804,500 shares of treasury stock. As a result, treasury stock increased by ¥830 million in the 1Q of the current fiscal year, resulting in treasury stock of ¥5.65 billion at the end of the first quarter of the current fiscal year.

(Application of Special Accounting Methods for Quarterly Consolidated Financial Statements)

(Calculation of Tax Expenses)

Tax expenses are calculated by reasonably estimating the effective tax rate after the application of tax effect accounting to net income before income taxes for the fiscal year including the first quarter of the fiscal year under review, and multiplying net income before income taxes by the estimated effective tax rate. However, if the calculation of tax expenses using the estimated effective tax rate is significantly unreasonable, the recoverability of deferred tax assets is considered in the amount obtained by multiplying net income before income taxes or net loss before income taxes by the statutory effective tax rate.

(Notes to Cash Flow Statement)

The quarterly consolidated statement of cash flows for the first quarter of the current fiscal year has not been prepared. The amount of depreciation and amortization (including amortization of intangible fixed assets) for the cumulative first quarter of the consolidated fiscal year under review is as follows:) are as follows.

	First quarter of the previous fiscal year (From April 1, 2025 To June 30, 2025)	Current first quarter consolidated cumulative period (From April 1, 2026 To June 30, 2026)
Depreciation expense	¥2,353Million	¥2,789Million

(Notes on Segment Information)

【Segment Information】

I. First three months of the fiscal year ended March 31, 2026 (from April 1, 2025 to June 30, 2025)

1 Information on net sales and income (loss) by reportable segment and disaggregation of revenue

(Millions of yen)

	Reportable Segments				Total
	Japan	North America	ASEAN	China & Korea	
Net sales					
Product sales	22,484	12,275	2,303	1,302	38,366
Tool sales	1,230	1,643	438	29	3,341
Other sales	206	52	27	97	384
Revenue from contracts with customers	23,920	13,971	2,770	1,430	42,092
Sales to external customers	23,920	13,971	2,770	1,430	42,092
Inter segment sales or transfers	782	0	78	418	1,280
Total	24,703	13,971	2,848	1,848	43,372
Segment income	401	1,609	247	32	2,290

2 Differences between the total amounts of reportable segments and the amounts stated in the consolidated financial statements and the main contents of the differences (matters related to the adjustment of differences)

(Millions of yen)

Income	Amount
Total amount of reportable segments	2,290
Elimination of inter-segment transaction	423
Operating profit in the consolidated financial statements	2,713

II. First three months of the fiscal year ended March 31, 2027 (from April 1, 2026 to June 30, 2026)

1 Information on net sales and income (loss) by reportable segment and disaggregation of revenue

(Millions of yen)

	Reportable Segments				Total
	Japan	North America	ASEAN	China & Korea	
Net sales					
Product sales	23,251	12,254	2,426	1,614	39,547
Tool sales	1,124	146	8	484	1,763
Other sales	226	115	59	59	459
Revenue from contracts with customers	24,602	12,516	2,494	2,157	41,771
Sales to external customers	24,602	12,516	2,494	2,157	41,771
Inter segment sales or transfers	564	0	14	277	856
Total	25,166	12,517	2,509	2,434	42,628
Segment income	912	1,565	125	53	2,656

2　Differences between the total amounts of reportable segments and the amounts stated in the consolidated financial statements and the main contents of the differences (matters related to the adjustment of differences)

(Millions of yen)

Income	Amount
Total amount of reportable segments	2,656
Elimination of inter-segment transaction	20
Operating profit in the consolidated financial statements	2,676