August 10, 2026

Non-consolidated Financial Results for the Six Months Ended June 30, 2026 (Under Japanese GAAP)

Company name: DAIWA LTD.
Listing: Tokyo Stock Exchange
Securities code: 6459
URL: https://www.drk.co.jp
Representative: Atsushi Ozaki, President and Representative Director
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Scheduled date to file semi-annual securities report: August 12, 2026
Scheduled date to commence dividend payments: September 2, 2026
Preparation of supplementary material on financial results: None
Holding of financial results briefing: None

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Non-consolidated financial results for the six months ended June 30, 2026 (from January 1, 2026 to June 30, 2026)

(1) Non-consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
June 30, 2026	23,517	4.0	3,452	(6.3)	3,525	(3.8)	2,368	(4.4)
June 30, 2025	22,607	(0.9)	3,684	(5.6)	3,665	(4.6)	2,477	(4.8)

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
June 30, 2026	48.17	-
June 30, 2025	50.19	-

(2) Non-consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
June 30, 2026	95,639	71,463	74.7
December 31, 2025	93,543	70,549	75.4

Reference: Equity
As of June 30, 2026: ¥71,463 million
As of December 31, 2025: ¥70,549 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 December 31, 2025	-	25.00	-	25.00	50.00
Fiscal year ending December 31, 2026	-	35.00			
Fiscal year ending December 31, 2026 (Forecast)				30.00	65.00

Note: Revisions to the forecast of cash dividends most recently announced: Yes
Regarding the revision of the dividend forecast, we announced today (August 10, 2026) " Notice Regarding Dividend of Surplus (Commemorative Dividend)".
(Breakdown of dividends during the fiscal year ending December 31, 2026: ordinary dividend of 30.00 yen, commemorative dividend of 5.00 yen)

3. Forecast of non-consolidated financial results for the fiscal year ending December 31, 2026 (from January 1, 2026 to December 31, 2026)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Fiscal year ending December 31, 2026	49,400	5.3	8,400	12.3	8,300	11.5	5,600	10.3	113.87

Note: Revisions to the earnings forecasts most recently announced: None

* **Notes**

(1) Adoption of accounting treatment specific to the preparation of semi-annual non-consolidated financial statements:None

(2) 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

(3) 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	51,717,215 shares
As of December 31, 2025	51,717,215 shares

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

As of June 30, 2026	2,604,047 shares
As of December 31, 2025	2,353,901 shares

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

Six months ended June 30, 2026	49,176,792 shares
Six months ended June 30, 2025	49,363,513 shares

* Semi-annual financial results reports are exempt from review conducted by certified public accountants or an audit firm.

* Proper use of earnings forecasts, and other special matters

The forecasts described above are based on information available at the time of publication and are subject to considerable uncertainties. Actual results may differ from the forecasts described above due to changes in business conditions and other factors. Matters related to the above forecasts are described in "1. Qualitative Information on the Interim Financial Results (3) Explanation of Forward-Looking Information such as Earnings Forecasts."

On July 1, 2026, the Company changed its trade name from Daiwa Refrigeration Industry Co., Ltd. to Daiwa Co., Ltd.

Semi-annual balance sheet

(Thousands of yen)

	As of December 31, 2025	As of June 30, 2026
Assets		
Current assets		
Cash and deposits	39,410,621	40,530,902
Notes and accounts receivable - trade	3,968,283	4,496,694
Electronically recorded monetary claims - operating	1,169,797	1,070,961
Securities	20,000,000	20,000,000
Merchandise and finished goods	2,424,087	2,499,196
Work in process	564,993	546,058
Raw materials and supplies	979,937	975,053
Service parts	208,883	204,803
Other	502,744	415,739
Allowance for doubtful accounts	(527)	(569)
Total current assets	69,228,822	70,738,840
Non-current assets		
Property, plant and equipment	12,973,044	13,436,573
Intangible assets	216,326	301,984
Investments and other assets		
Investment securities	775,609	1,075,660
Long-term time deposits	9,000,000	9,000,000
Other	1,407,841	1,131,679
Allowance for doubtful accounts	(58,333)	(44,991)
Total investments and other assets	11,125,117	11,162,348
Total non-current assets	24,314,488	24,900,906
Total assets	93,543,310	95,639,746
Liabilities		
Current liabilities		
Accounts payable - trade	1,205,228	1,820,334
Income taxes payable	1,097,646	1,103,295
Contract liabilities	17,448,833	17,602,987
Provisions	451,101	461,452
Other	2,381,799	2,779,541
Total current liabilities	22,584,609	23,767,611
Non-current liabilities		
Other	409,032	408,789
Total non-current liabilities	409,032	408,789
Total liabilities	22,993,642	24,176,401
Net assets		
Shareholders' equity		
Share capital	9,907,039	9,907,039
Capital surplus	9,867,880	9,867,880
Retained earnings	52,913,458	54,048,106
Treasury shares	(2,439,149)	(2,865,654)
Total shareholders' equity	70,249,228	70,957,371
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	300,439	505,974
Total valuation and translation adjustments	300,439	505,974
Total net assets	70,549,667	71,463,345

Total liabilities and net assets	93,543,310	95,639,746

Semi-annual statement of income

(Thousands of yen)

	Six months ended June 30, 2025	Six months ended June 30, 2026
Net sales	22,607,076	23,517,841
Cost of sales	9,726,263	10,541,965
Gross profit	12,880,812	12,975,875
Selling, general and administrative expenses	9,196,241	9,523,449
Operating profit	3,684,570	3,452,426
Non-operating income		
Interest income	47,354	127,253
Dividend income	11,170	12,884
Other	49,776	61,340
Total non-operating income	108,300	201,478
Non-operating expenses		
Loss on scrap sales	108,412	106,295
Other	19,074	22,092
Total non-operating expenses	127,486	128,388
Ordinary profit	3,665,384	3,525,516
Extraordinary losses		
Loss on sale of non-current assets	-	3,233
Loss on retirement of non-current assets	9	0
Total extraordinary losses	9	3,233
Profit before income taxes	3,665,375	3,522,283
Income taxes - current	897,263	983,519
Income taxes - deferred	290,569	170,033
Total income taxes	1,187,832	1,153,552
Profit	2,477,542	2,368,730

Semi-annual statement of cash flows

(Thousands of yen)

	Six months ended June 30, 2025	Six months ended June 30, 2026
Cash flows from operating activities		
Profit before income taxes	3,665,375	3,522,283
Depreciation	455,181	478,551
Increase (decrease) in allowance for doubtful accounts	(735)	(395)
Increase (decrease) in provision for bonuses	9,163	12,504
Increase (decrease) in provision for bonuses for directors (and other officers)	(4,950)	(3,250)
Increase (decrease) in provision for product warranties	7,413	1,097
Interest and dividend income	(58,524)	(140,137)
Loss (gain) on sale of property, plant and equipment	-	3,233
Loss on retirement of non-current assets	9	0
Decrease (increase) in accounts receivable - trade, and contract assets	34,108	(428,995)
Decrease (increase) in inventories	(530,562)	(47,209)
Increase (decrease) in trade payables	(2,081,308)	615,106
Increase (decrease) in accrued expenses	1,112,688	1,160,478
Other, net	(446,004)	(384,175)
Subtotal	2,161,854	4,789,091
Interest and dividends received	53,067	120,763
Income taxes paid	(901,933)	(974,950)
Net cash provided by (used in) operating activities	1,312,988	3,934,904
Cash flows from investing activities		
Payments into time deposits	(200,000)	(200,000)
Proceeds from withdrawal of time deposits	200,000	200,000
Purchase of property, plant and equipment	(999,544)	(1,159,334)
Proceeds from sale of property, plant and equipment	-	11,105
Purchase of intangible assets	(3,697)	(1,766)
Proceeds from sale and redemption of investment securities	934	-
Other, net	(43)	(2,831)
Net cash provided by (used in) investing activities	(1,002,350)	(1,152,825)
Cash flows from financing activities		
Purchase of treasury shares	(198)	(426,505)
Dividends paid	(1,725,437)	(1,235,344)
Net cash provided by (used in) financing activities	(1,725,636)	(1,661,849)
Effect of exchange rate change on cash and cash equivalents	(118)	52
Net increase (decrease) in cash and cash equivalents	(1,415,117)	1,120,281
Cash and cash equivalents at beginning of period	59,386,391	59,210,621
Cash and cash equivalents at end of period	57,971,274	60,330,902