

DAISHINKU CORP.

Summary of Financial Results for the First Quarter Ended June 30, 2026

Tokyo, August 10, 2026 - Daishinku Corp. today announced its consolidated financial results for the first quarter ended June 30, 2026.

1. Operating Results for the First Quarter ended June 30, 2026 (April 1, 2026 to June 30, 2026)

(1) Consolidated operating results

(Figures in % are a comparisons with the same period of the previous year.)

	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, 2026	10,575	12.8	(11)	-	135	-	(76)	-
Three months ended June 30, 2025	9,376	(4.6)	70	(83.1)	(541)	-	(439)	-

Note: Comprehensive income

Three months ended June 30, 2026 ; 714 Yen-million, Three months ended June 30, 2025 ; 27 Yen-million

	Net income per share	Net income per share after adjustment with potential shares
	Yen	Yen
Three months ended June 30, 2026	(2.41)	-
Three months ended June 30, 2025	(13.83)	-

(2) Consolidated financial status

	Total assets	Net assets	Stockholders' equity ratio
	Millions of Yen	Millions of Yen	%
Three months ended June 30, 2026	100,449	48,224	39.0
Year ended March 31, 2026	98,809	47,950	39.5

ref. Stockholders' equity : As of June 30, 2026 ; 39,142 Yen-million, As of March 31, 2026 ; 39,021 Yen-million

2. Dividends

	Dividends per share				
	End of 1st quarter	End of 2nd quarter	End of 3rd quarter	Year-end	Annual
(Results)	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2026	-	14.00	-	14.00	28.00
Year ending March 31, 2027	-				
(Forecast)					
Year ending March 31, 2027		14.00	-	14.00	28.00

Note: Revision of dividend forecast for during this period: None

3. Forecast for the fiscal year ending March 31, 2027 (April 1, 2026 - March 31, 2027)

(Figures in % are a comparisons with the same period of the previous year.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Net income per share
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Yen
Year ending March 31, 2027	41,000	3.7	1,400	23.5	780	6.2	100	(76.2)	3.14

Note: Revision of the fiscal year result forecast for during this period: None

4. Notes

(1) Changes for important subsidiaries during this period : None

(2) Application of particular accounting procedures to preparation of
quarterly consolidated financial statements: Applicable

(3) Changes in accounting policies and changes or restatement of accounting estimates

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| 1. Changes in accounting policies related to accounting standard revisions | None |
| 2. Other changes in accounting policies | None |
| 3. Changes in accounting estimates | None |
| 4. Modified restatements | None |

(4) Outstanding shares (Common shares)

1. Number of shares outstanding (including treasury stock)

As of June 30, 2026 :	32,138,881 shares	As of March 31, 2026 :	32,138,881 shares
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2. Number of treasury stock

As of June 30, 2026 :	335,175 shares	As of March 31, 2026 :	334,951 shares
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3. Average number of shares during the period

April-June 2026 :	31,803,810 shares	April-June 2025 :	31,776,611 shares
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* The forecasts are based on assumptions of the future economic environment using the data available at the time of disclosure. Actual earnings may differ from the forecasts, due to a range of factors.

Overview of Operating Results for the First Quarter Ended June 30, 2026

In the global economy, during the first quarter of the consolidated fiscal year (April 1, 2026 to June 30, 2026), the Japanese domestic economy maintained a moderate recovery trend, supported by robust capital investment and firm personal consumption backed by wage increases. The U.S. economy shifted to a recovery trend, with personal consumption showing signs of a moderate pickup and the pace of capital investment expansion accelerating. Meanwhile, the Chinese economy decelerated, with personal consumption remaining sluggish and capital investment also trending downward. Furthermore, concerns over the supply of natural resources such as crude oil, gas, and helium due to escalating tensions in the Middle East, along with a sharp rise in memory semiconductor prices driven by increased demand for AI data centers, still exerted downward pressure on the global economy, and the overall outlook remained uncertain.

In this environment, DAISHINKU CORP. and its affiliates saw increased sales across all markets: telecommunications, automotive, consumer, and industrial. As a result, net sales were 10,575 million yen (up 12.8% year on year). With regard to profits, operating loss was 11 million yen (operating profit of 70 million yen in the same period of the previous year), as increased sales could not offset soaring gold prices and increased fixed costs. Ordinary profit was 135 million yen (ordinary loss of 541 million yen in the same period of the previous year), partly due to the recording of foreign exchange gains of 176 million yen resulting from fluctuations in exchange rates. However, due to increased corporate taxes and other factors, loss attributable to owners of parent was 76 million yen (loss attributable to owners of parent of 439 million yen in the same period of the previous year).

Operating results by segment are as follows.

(Japan)

In Japan, net sales were 2,045 million yen, an increase of 168 million yen, or up 9.0% year on year, mainly due to higher net sales in the industrial and telecommunications markets. However, its segment loss was 129 million yen, a decrease of 177 million yen from the same period of the previous year (segment profit of 48 million yen in the same period of the previous year), mainly due to soaring material costs and increased SG&A expenses.

(North America)

In North America, net sales were 683 million yen, an increase of 38 million yen, or up 5.9% year on year, mainly due to higher net sales in the automotive and telecommunications markets. Its segment profit was 41 million yen, an increase of 25 million yen, or up 160.8% year on year.

(Europe)

In Europe, net sales were 1,228 million yen, an increase of 185 million yen, or up 17.8% year on year, mainly due to higher net sales in the telecommunications and automotive markets. Its segment profit was 38 million yen, an increase of 11 million yen, or up 41.1% year on year.

(China)

In China, net sales were 3,434 million yen, an increase of 390 million yen, or up 12.8% year on year, mainly due to higher net sales in the telecommunications and automotive markets. However, its segment loss was 62 million yen, a decrease of 91 million yen from the same period of the previous year (segment profit of 28 million yen in the same period of the previous year), mainly due to soaring material costs and increased SG&A expenses and fixed costs.

(Taiwan)

In Taiwan, net sales were 2,430 million yen, an increase of 272 million yen, or up 12.6% year on year, mainly due to higher net sales in the consumer and automotive markets. However, its segment loss was 30 million yen, a decrease of 40 million yen from the same period of the previous year (a segment profit of 10 million yen in the same period of the previous year), mainly due to soaring material costs and increased s SG&A expenses and fixed costs.

(Asia)

In Asia, net sales were 752 million yen, an increase of 143 million yen, or up 23.6% year on year, mainly due to higher net sales in the automotive and telecommunications markets. Its segment loss was 11 million yen, an improvement of 87 million yen from the same period of the previous year (segment loss was 99 million yen in the same period of the previous year).

Consolidated Financial Statements

(1) Consolidated Balance Sheets

(Unit: Thousands of yen)

	As of March 31, 2026	Three months ended June 30, 2026
Assets		
Current assets		
Cash and deposits	16,346,653	15,802,857
Notes and accounts receivable - trade, and contract assets	10,197,625	10,491,844
Merchandise and finished goods	5,623,468	6,056,255
Work in process	6,994,907	7,313,101
Raw materials and supplies	11,980,434	13,166,167
Other	2,301,103	1,656,208
Allowance for doubtful accounts	(19,047)	(19,531)
Total current assets	53,425,145	54,466,903
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	11,033,498	10,969,396
Machinery, equipment and vehicles, net	11,360,456	11,452,795
Tools, furniture and fixtures, net	1,342,170	1,320,543
Land	6,069,627	6,092,265
Leased assets, net	308,545	285,322
Construction in progress	8,285,234	8,630,330
Total property, plant and equipment	38,399,532	38,750,653
Intangible assets	803,098	775,394
Investments and other assets		
Investment securities	3,485,597	3,774,407
Long-term loans receivable	775	726
Retirement benefit asset	1,738,028	1,788,585
Deferred tax assets	651,468	548,322
Other	333,961	372,078
Allowance for doubtful accounts	(27,800)	(27,800)
Total investments and other assets	6,182,031	6,456,320
Total non-current assets	45,384,662	45,982,368
Total assets	98,809,807	100,449,271

(Unit: Thousands of yen)

	As of March 31, 2026	Three months ended June 30, 2026
Liabilities		
Current liabilities		
Notes and accounts payable - trade	4,098,411	4,552,658
Short-term borrowings	15,020,616	16,445,893
Current portion of long-term borrowings	7,545,372	7,837,386
Lease liabilities	114,667	110,874
Accounts payable - other	3,622,927	1,981,032
Income taxes payable	304,382	155,207
Contract liabilities	475	409
Provision for bonuses	582,678	382,562
Provision for compensation expenses	222,603	225,223
Other	1,432,225	2,308,713
Total current liabilities	32,944,360	33,999,960
Non-current liabilities		
Long-term borrowings	14,123,027	14,566,298
Lease liabilities	208,637	190,572
Deferred tax liabilities	2,168,050	2,208,271
Retirement benefit liability	1,126,516	1,084,445
Asset retirement obligations	23,094	23,094
Other	265,838	152,428
Total non-current liabilities	17,915,164	18,225,111
Total liabilities	50,859,524	52,225,072
Net assets		
Shareholders' equity		
Share capital	19,344,883	19,344,883
Capital surplus	5,807,277	5,810,739
Retained earnings	5,701,457	5,179,664
Treasury shares	(168,980)	(169,181)
Total shareholders' equity	30,684,638	30,166,106
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	590,496	756,631
Foreign currency translation adjustment	6,893,719	7,399,029
Remeasurements of defined benefit plans	852,593	820,804
Total accumulated other comprehensive income	8,336,810	8,976,466
Non-controlling interests	8,928,834	9,081,626
Total net assets	47,950,283	48,224,199
Total liabilities and net assets	98,809,807	100,449,271

(2) Consolidated Statements of Income

(Unit: Thousands of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Net sales	9,376,622	10,575,744
Cost of sales	7,291,526	8,437,932
Gross profit	2,085,096	2,137,811
Selling, general and administrative expenses	2,014,648	2,149,119
Operating profit (loss)	70,448	(11,307)
Non-operating income		
Interest income	61,558	42,233
Dividend income	14,953	21,821
Foreign exchange gains	—	176,836
Other	62,633	52,137
Total non-operating income	139,145	293,029
Non-operating expenses		
Interest expenses	87,408	124,869
Share of loss of entities accounted for using equity method	—	4,572
Foreign exchange losses	590,226	—
Other	73,316	16,576
Total non-operating expenses	750,950	146,018
Ordinary profit (loss)	(541,357)	135,703
Extraordinary income		
Gain on sale of non-current assets	0	993
Total extraordinary income	0	993
Extraordinary losses		
Loss on retirement of non-current assets	0	0
Total extraordinary losses	0	0
Profit (loss) before income taxes	(541,356)	136,697
Income taxes - current	129,304	92,006
Income taxes - deferred	(48,771)	70,313
Total income taxes	80,533	162,319
Loss	(621,889)	(25,622)
Profit (loss) attributable to non-controlling interests	(182,427)	50,911
Loss attributable to owners of parent	(439,462)	(76,533)

(3) Consolidated Statement of Comprehensive Income

(Unit: Thousands of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Loss	(621,889)	(25,622)
Other comprehensive income		
Valuation difference on available-for-sale securities	(3,482)	166,135
Foreign currency translation adjustment	390,857	606,197
Remeasurements of defined benefit plans, net of tax	262,313	(31,819)
Total other comprehensive income	649,688	740,513
Comprehensive income	27,799	714,890
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(96,854)	563,122
Comprehensive income attributable to non-controlling interests	124,653	151,768

Segment Information

1. Information on the amount of net sales, profit or loss and disaggregation of revenue by reportable segments

The first quarter ended June 30, 2025 (April 1, 2025 to June 30, 2025)

(Unit: Thousands of yen)

	Reportable segments							Adjustments (Note 1)	Carrying amount on consolidated financial statements (Note 2)
	Japan	North America (Note 3)	Europe (Note 3)	China	Taiwan	Asia (Note 3)	Total		
Net Sales									
Sales to external customers	1,876,582	645,276	1,042,895	3,044,238	2,158,514	609,113	9,376,622	—	9,376,622
Intersegment sales or transfers	5,235,448	6,705	568	871,461	1,087,314	1,494,655	8,696,154	(8,696,154)	—
Total	7,112,031	651,982	1,043,464	3,915,699	3,245,828	2,103,769	18,072,776	(8,696,154)	9,376,622
Segment profit (loss)	48,453	15,948	27,430	28,509	10,027	(99,011)	31,358	39,090	70,448

Note1: The adjustment in segment profit (loss) of 39,090 thousand yen includes intersegment transactions eliminations of 2,334 thousand yen and other adjustments of 36,756 thousand yen.

Note2: Segment profit (loss) is adjusted to operating profit in the consolidated statements of income.

Note3: The breakdown of the main countries or regions belonging to each segment other than Japan, China, and Taiwan is as follows.

- 1) North America - United States
- 2) Europe - Germany
- 3) Asia - Indonesia, Singapore and Thailand

2. Information on the amount of net sales, profit or loss and disaggregation of revenue by reportable segments

The first quarter ended June 30, 2026 (April 1, 2026 to June 30, 2026)

(Unit: Thousands of yen)

	Reportable segments							Adjustments (Note 1)	Carrying amount on consolidated financial statements (Note 2)
	Japan	North America (Note 3)	Europe (Note 3)	China	Taiwan	Asia (Note 3)	Total		
Net Sales									
Sales to external customers	2,045,505	683,491	1,228,743	3,434,538	2,430,700	752,765	10,575,744	—	10,575,744
Intersegment sales or transfers	6,272,449	20,027	706	892,850	1,285,113	1,708,487	10,179,634	(10,179,634)	—
Total	8,317,954	703,518	1,229,449	4,327,389	3,715,813	2,461,252	20,755,378	(10,179,634)	10,575,744
Segment profit (loss)	(129,020)	41,586	38,716	(62,822)	(30,123)	(11,480)	(153,143)	141,836	(11,307)

Note1: The adjustment in segment profit (loss) of 141,836 thousand yen includes intersegment transactions eliminations of 3,533 thousand yen and other adjustments of 138,303 thousand yen.

Note2: Segment profit (loss) is adjusted to operating profit in the consolidated statements of income.

Note3: The breakdown of the main countries or regions belonging to each segment other than Japan, China, and Taiwan is as follows.

- 1) North America - United States
- 2) Europe - Germany
- 3) Asia - Indonesia, Singapore and Thailand