



Consolidated Financial Results for the Three Months Ended June 30, 2025 [Japanese GAAP]

August 7, 2025

Company name: Daido Metal Co., Ltd.
 Listing: Tokyo Stock Exchange, Nagoya Stock Exchange
 Securities code: 7245
 URL: <https://www.daidometal.com/>
 Representative: Seigo Hanji Chairman and Chief Executive Officer
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 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, 2025 (April 1, 2025 to June 30, 2025)

(1) Consolidated Operating Results

(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	33,516	0.9	1,832	31.9	1,467	8.5	592	26.8
June 30, 2024	33,215	10.8	1,389	55.4	1,352	59.2	467	175.2

(Note) Comprehensive income: Three months ended June 30, 2025: ¥ (441) million [-%]
 Three months ended June 30, 2024: ¥ 2,152 million [35.2%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2025	12.60	-
June 30, 2024	9.91	-

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
	Millions of yen	Millions of yen	%
As of June 30, 2025	195,989	80,881	36.7
March 31, 2025	196,656	82,095	37.0

(Reference) Equity: As of June 30, 2025: ¥ 71,838 million
 As of March 31, 2025: ¥ 72,750 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2025	-	7.00	-	11.00	18.00
Fiscal year ending March 31, 2026	-				
Fiscal year ending March 31, 2026 (Forecast)		12.00	-	12.00	24.00

(Note) Revision to the forecast for dividends announced most recently: None

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2026(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		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	134,000	(1.7)	8,000	12.8	7,000	2.6	3,500	28.7	74.42

(Note) Revision to the financial results forecast announced most recently: None

* Notes:

(1) Significant changes in the scope of consolidation during the period: None

Newly included: - (Company name:)
Excluded: - (Company name:)

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: None

(3) Changes in accounting policies, changes in accounting estimates, and restatement

- 1) Changes in accounting policies due to revisions to accounting standards and other regulations: None
- 2) Changes in accounting policies due to other reasons: None
- 3) Changes in accounting estimates: None
- 4) Restatement: None

(4) Number of issued shares (common shares)

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

June 30, 2025: 47,520,253 shares
March 31, 2025: 47,520,253 shares

2) Number of treasury shares at the end of the period:

June 30, 2025: 670,556 shares
March 31, 2025: 374,456 shares

3) Average number of shares outstanding during the period:

Three months ended June 30, 2025: 47,024,103 shares
Three months ended June 30, 2024: 47,131,014 shares

(Note) The Company has introduced a performance-linked stock-based remuneration for Directors and Executive Officers. For the calculation of total number of treasury shares at the end of the period and average number of shares during the period, Company shares held in the trusts are included in treasury shares to be deducted.

* 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

Numbers in parentheses denote negative numbers.

Future prospects are prepared as information purpose only, based on the information available to us at this moment, and are under certain condition which we assumed reasonable. We will not guarantee the realization of such prospects and actual performance fluctuates due to various factors.

1. Quarterly Consolidated Financial Statements and Primary Notes

(1) Quarterly Consolidated Balance Sheet

(Millions of yen)

	As of March 31, 2025	As of June 30, 2025
Assets		
Current assets		
Cash and deposits	29,147	28,875
Notes and accounts receivable - trade	29,788	30,151
Electronically recorded monetary claims - operating	2,993	3,080
Merchandise and finished goods	18,830	17,538
Work in process	13,220	13,378
Raw materials and supplies	10,188	10,552
Other	3,562	3,484
Allowance for doubtful accounts	(144)	(156)
Total current assets	107,585	106,903
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	18,379	18,022
Machinery, equipment and vehicles, net	21,344	21,615
Other, net	20,968	21,104
Total property, plant and equipment	60,692	60,742
Intangible assets		
Goodwill	3,450	3,274
Other	4,932	4,726
Total intangible assets	8,383	8,001
Investments and other assets		
Investments and other assets	20,041	20,388
Allowance for doubtful accounts	(46)	(46)
Total investments and other assets	19,994	20,342
Total non-current assets	89,070	89,086
Total assets	196,656	195,989

(Millions of yen)

	As of March 31, 2025	As of June 30, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	10,722	8,316
Electronically recorded obligations - operating	12,059	12,398
Short-term borrowings	28,194	28,263
Current portion of long-term borrowings	5,348	5,872
Income taxes payable	1,630	1,676
Provision for bonuses	1,934	902
Provision for bonuses for directors (and other officers)	115	32
Provision for product compensation	119	203
Electronically recorded obligations - non-operating	1,324	1,864
Other	8,643	11,467
Total current liabilities	70,092	70,999
Non-current liabilities		
Long-term borrowings	30,715	30,365
Provision for share awards	109	91
Provision for share awards for directors (and other officers)	75	78
Retirement benefit liability	7,704	7,716
Asset retirement obligations	17	17
Other	5,846	5,837
Total non-current liabilities	44,468	44,108
Total liabilities	114,561	115,107
Net assets		
Shareholders' equity		
Share capital	8,413	8,413
Capital surplus	13,114	13,114
Retained earnings	38,319	38,389
Treasury shares	(281)	(465)
Total shareholders' equity	59,565	59,451
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,698	1,835
Foreign currency translation adjustment	8,512	7,621
Remeasurements of defined benefit plans	2,973	2,929
Total accumulated other comprehensive income	13,184	12,387
Non-controlling interests	9,344	9,042
Total net assets	82,095	80,881
Total liabilities and net assets	196,656	195,989

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statement of Income

For the three months ended June 30, 2025

(Millions of yen)

	For the three months ended June 30, 2024	For the three months ended June 30, 2025
Net sales	33,215	33,516
Cost of sales	25,289	25,111
Gross profit	7,926	8,405
Selling, general and administrative expenses	6,536	6,573
Operating profit	1,389	1,832
Non-operating income		
Interest income	80	94
Dividend income	79	95
Foreign exchange gains	173	—
Share of profit of entities accounted for using equity method	43	20
Other	52	45
Total non-operating income	428	256
Non-operating expenses		
Interest expenses	427	351
Foreign exchange losses	—	237
Other	39	32
Total non-operating expenses	466	621
Ordinary profit	1,352	1,467
Profit before income taxes	1,352	1,467
Income taxes - current	673	994
Income taxes - deferred	34	(299)
Total income taxes	707	694
Profit	644	772
Profit attributable to non-controlling interests	177	179
Profit attributable to owners of parent	467	592

Quarterly Consolidated Statement of Comprehensive Income
For the three months ended June 30, 2025

(Millions of yen)

	For the three months ended June 30, 2024	For the three months ended June 30, 2025
Profit	644	772
Other comprehensive income		
Valuation difference on available-for-sale securities	28	142
Foreign currency translation adjustment	1,415	(1,197)
Remeasurements of defined benefit plans, net of tax	(30)	(47)
Share of other comprehensive income of entities accounted for using equity method	94	(111)
Total other comprehensive income	1,507	(1,213)
Comprehensive income	2,152	(441)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,821	(204)
Comprehensive income attributable to non-controlling interests	330	(236)

(3) Quarterly Consolidated Statement of Cash Flows

(Millions of yen)

	For the three months ended June 30, 2024	For the three months ended June 30, 2025
Cash flows from operating activities		
Profit before income taxes	1,352	1,467
Depreciation	2,324	2,374
Amortization of goodwill	199	201
Share of loss (profit) of entities accounted for using equity method	(43)	(20)
Increase (decrease) in allowance for doubtful accounts	(4)	13
Increase (decrease) in provision for bonuses	(997)	(1,031)
Increase (decrease) in provision for bonuses for directors (and other officers)	(89)	(82)
Increase or decrease in net defined benefit asset and liability	(132)	(161)
Increase (decrease) in provision for share awards	1	(17)
Increase (decrease) in provision for share awards for directors (and other officers)	(4)	3
Interest and dividend income	(160)	(190)
Interest expenses	427	351
Loss (gain) on sale of non-current assets	—	(2)
Decrease (increase) in trade receivables	541	(1,065)
Decrease (increase) in inventories	(1,043)	170
Increase (decrease) in trade payables	(155)	(1,566)
Increase (decrease) in accrued consumption taxes	(86)	84
Loss on retirement of non-current assets	—	25
Increase (decrease) in other liabilities	2,191	2,748
Other, net	(363)	109
Subtotal	3,957	3,412
Interest and dividends received	142	194
Interest paid	(352)	(259)
Income taxes paid	(1,075)	(787)
Net cash provided by (used in) operating activities	2,672	2,560

(Millions of yen)

	For the three months ended June 30, 2024	For the three months ended June 30, 2025
Cash flows from investing activities		
Payments into time deposits	(844)	(238)
Proceeds from withdrawal of time deposits	836	881
Purchase of investment securities	(14)	(13)
Purchase of property, plant and equipment	(2,986)	(1,955)
Proceeds from sale of property, plant and equipment	—	1
Purchase of intangible assets	(108)	(154)
Loan advances	(119)	(140)
Proceeds from collection of loans receivable	161	128
Other, net	(12)	(5)
Net cash provided by (used in) investing activities	(3,089)	(1,495)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(418)	467
Proceeds from long-term borrowings	1,900	3,200
Repayments of long-term borrowings	(2,505)	(2,974)
Repayments of finance lease liabilities	(118)	(158)
Purchase of treasury shares	(6)	(184)
Dividends paid	(593)	(500)
Dividends paid to non-controlling interests	(347)	(29)
Net cash provided by (used in) financing activities	(2,089)	(179)
Effect of exchange rate change on cash and cash equivalents	(61)	(294)
Net increase (decrease) in cash and cash equivalents	(2,568)	589
Cash and cash equivalents at beginning of period	24,586	25,019
Cash and cash equivalents at end of period	22,018	25,608

(4) Notes to Quarterly Consolidates Financial Statementer

(Notes on going concern assumption)

Not applicable

(Notes on material changes in Shareholders' Equity)

Not applicable

(Segment information)

[First quarter of previous period (from April 1, 2024 to June 30, 2024)]

① Information on sales and profit (loss) by each reporting segment

(Million yen)

	Reporting Segment					Others (*)	Total
	Powertrain business	Marine & Energy business	Life business	Frontier business	Sub total		
Net sales							
External sales	17,787	4,143	5,083	5,777	32,791	424	33,215
Internal sales or transfer between segments	154	6	59	23	243	161	405
Total	17,941	4,150	5,142	5,800	33,035	585	33,620
Segment profit(loss)	2,285	851	672	(564)	3,245	83	3,328

(*) "Others" includes business areas not included in above reporting segments. It includes the metallic dry bearings business, pump-related products businesses and electrode sheets for electric double layer capacitors.

② Reconciliation between total reporting segment profit (loss) and profit (loss) reported in Quarterly Consolidated Statements of Income

(Million yen)

Profit	Amount
Reporting segments total	3,245
Profit from "Others" category	83
Elimination of intersegment transactions	1
Unattributable costs (*)	(1,940)
Operating profit (loss) as per Quarterly Consolidated Statements of Income	1,389

(*) Unattributable costs are principally general administrative expenses not attributable to reporting segments.

[First quarter of current period (from April 1, 2025 to June 30, 2025)]

① Information on sales and profit (loss) by each reporting segment

(Million yen)

	Reporting Segment					Others (*)	Total
	Powertrain business	Marine & Energy business	Life business	Frontier business	Sub total		
Net sales							
External sales	17,443	4,571	5,518	5,520	33,053	463	33,516
Internal sales or transfer between segments	110	—	92	24	226	75	302
Total	17,553	4,571	5,611	5,544	33,280	538	33,819
Segment profit(loss)	2,337	928	857	(303)	3,819	107	3,926

(*) "Others" includes business areas not included in above reporting segments. It includes the metallic dry bearings business, pump-related products businesses and electrode sheets for electric double layer capacitors.

② Reconciliation between total reporting segment profit (loss) and profit (loss) reported in Quarterly Consolidated Statements of Income

(Million yen)

Profit	Amount
Reporting segments total	3,819
Profit from "Others" category	107
Elimination of intersegment transactions	7
Unattributable costs (*)	(2,100)
Operating profit (loss) as per Quarterly Consolidated Statements of Income	1,832

(*) Unattributable costs are principally general administrative expenses not attributable to reporting segments.

③ Changes in Reporting Segments

Effective from the first quarter of the current fiscal year, the names of the four segments of "Automotive engine bearings," "Non-automotive bearings," "Automotive non-engine bearings," and "Other automotive parts," have been changed to "Powertrain business," "Marine & Energy business," "Life business," and "Frontier business." This change is only a change in the names of reportable segments. There is no impact on segment information.

Segment information for the first quarter of the previous fiscal year is presented under the new names.