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.

July 2, 2026

Consolidated Financial Results for the Three Months Ended May 31, 2026 (Under Japanese GAAP)

Company name: Daiseki Co., Ltd.
Listing: Tokyo Stock Exchange, Nagoya Stock Exchange
Securities code: 9793
URL: https://www.daiseki.co.jp/english/index.html
Representative: Tetsuya Yamamoto, President and Representative Director
Inquiries: Hideki Katase, Managing Executive Officer, General Manager of Headquarters of Planning and Management
Telephone: +81-52（611）6322
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 May 31, 2026 (from March 1, 2026 to May 31, 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	%
May 31, 2026	18,275	2.0	4,151	8.3	4,267	8.9	2,871	17.6
May 31, 2025	17,912	7.2	3,830	(1.9)	3,916	(7.2)	2,441	(9.1)

Note: Comprehensive income For the three months ended May 31, 2026: ¥ 3,063 million [16.6%]
For the three months ended May 31, 2025: ¥ 2,626 million [(7.8) %]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
May 31, 2026	60.73	-
May 31, 2025	51.02	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
May 31, 2026	106,080	84,555	78.1
February 28, 2026	105,176	83,403	77.7

Reference: Equity
As of May 31, 2026: ¥ 82,878 million
As of February 28, 2026: ¥ 81,746 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 February 28, 2026	-	36.00	-	40.00	76.00
Fiscal year ending February 28, 2027	-				
Fiscal year ending February 28, 2027 (Forecast)		43.00	-	43.00	86.00

Note: Revisions to the forecast of cash dividends most recently announced: None

3. Consolidated financial result forecasts for the fiscal year ending February 28, 2027 (from March 1, 2026 to February 28, 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 August 31, 2026	37,177	2.9	8,322	11.6	8,451	10.7	5,558	17.9	117.54
Full year	74,200	3.2	16,800	15.1	17,000	14.2	11,200	22.3	236.86

Note: Revisions to the financial result forecast most recently announced: None

*** Notes**

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

Newly included: - companies( )

Excluded: - companies( )

(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

(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 May 31, 2026	48,000,000 shares
As of February 28, 2026	48,000,000 shares

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

As of May 31, 2026	714,776 shares
As of February 28, 2026	714,476 shares

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

Three months ended May 31, 2026	47,285,301 shares
Three months ended May 31, 2025	47,854,025 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

The forecast figures stated above reflect projections determined based on the information currently available and may contain uncertain factors in large part. Actual business results, etc. may differ from the above forecast figures due to changes in earnings results, among others.

Attached Material

1. Qualitative Information on Quarterly Consolidated Financial Results

(1) Explanation of Operating Results

During the three months ended May 31, 2026, the Japanese economy continued to experience modest recovery and positive growth, on the back of improvements in the employment and income environments and growing capital investments. However, the future outlook remained uncertain due mainly to heightened uncertainty arising from risks outside Japan, including the situation in the Middle East.

Amid such an economic situation, in a mainstay business of the Company group (the “Group”), the industrial waste treatment business of the Company centered on industrial wastewater treatment achieved record-high net sales and operating profit, although net sales were slightly lower than planned, on account of the aggressive acquisition of wastewater as a raw material for recycled fuels, despite higher raw material and labor costs, and other factors.

In the soil remediation business of Daiseki Eco. Solution Co., Ltd., net sales decreased due to a reduced number of soil treatment and construction projects in the Kansai region. However, operating profit increased due to the steady performance of high value-added projects, including large-scale contaminated soil treatment and construction projects in the Kanto region, which had been carried over from the previous fiscal year, and large-scale factory waste removal projects in the Kansai region, in addition to securing a new contract for a large-scale factory waste removal project in the Chubu region.

In the lead recycling business of Daiseki MCR Co., Ltd., operating profit was slightly higher than planned, on the back of steady factory production, despite factors such as the impact of rising raw material costs.

In the washing business for large tanks of System Kikou Co., Ltd., both net sales and profit were lower than planned due to the postponement of projects to the second quarter.

The Group has aimed for a company that is well-liked by local communities by conducting management that emphasizes our purpose of becoming “an environment-creating company contributing to society through the environment by making the best use of limited resources” as an environment-creating company, continuing to step up efforts to retain and train human resources while also investing to expand capacity.

As a result, for the three months ended May 31, 2026, net sales, operating profit, ordinary profit, and profit attributable to owners of parent were ¥18,275 million (up 2.0% year on year), ¥4,151 million (up 8.3% year on year), ¥4,267 million (up 8.9% year on year), and ¥2,871 million (up 17.6% year on year), respectively, achieving record-high net sales and profits.

As the Group consists of a single business segment, the environment-related business, the information by segment is omitted.

(2) Explanation of Financial Position

Total assets as of May 31, 2026 increased by ¥903 million compared with the end of the previous fiscal year, amounting to ¥106,080 million. The increase was largely due to increases in notes and accounts receivable - trade, and contract assets of ¥1,420 million, construction in progress of ¥509 million, and inventories of ¥282 million, while being offset by a decrease in cash and deposits of ¥1,471 million. Liabilities decreased by ¥248 million compared with the previous fiscal year, amounting to ¥21,524 million. The decrease was largely due to a decrease in income taxes payable of ¥1,301 million, offset by an increase in short-term borrowings of ¥1,000 million. Net assets increased by ¥1,151 million compared with the end of the previous fiscal year, amounting to ¥84,555 million. The increase was largely due to an increase in retained earnings of ¥980 million by recording profit gains, etc.

(3) Explanation of Consolidated Financial Results Forecast and Other Forward-Looking Statements

No revisions have been made to the consolidated financial results forecast announced on April 7, 2026.

2. Quarterly Consolidated Financial Statements and Primary Notes

(1) Quarterly Consolidated Balance Sheet

(Millions of yen)

	As of February 28, 2026	As of May 31, 2026
Assets		
Current assets		
Cash and deposits	18,398	16,926
Notes and accounts receivable - trade, and contract assets	13,991	15,411
Electronically recorded monetary claims - operating	1,319	1,345
Inventories	2,277	2,560
Other	599	860
Allowance for doubtful accounts	(10)	(12)
Total current assets	36,576	37,091
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	15,991	15,777
Machinery, equipment and vehicles, net	6,571	6,537
Land	29,722	29,733
Construction in progress	890	1,400
Other, net	924	878
Total property, plant and equipment	54,100	54,327
Intangible assets		
Goodwill	675	660
Customer-related intangible assets	752	735
Other	346	338
Total intangible assets	1,774	1,735
Investments and other assets		
Investment securities	7,063	7,277
Long-term time deposits	3,500	3,500
Deferred tax assets	1,508	1,510
Other	657	641
Allowance for doubtful accounts	(3)	(3)
Total investments and other assets	12,725	12,926
Total non-current assets	68,600	68,988
Total assets	105,176	106,080

(Millions of yen)

	As of February 28, 2026	As of May 31, 2026
Liabilities		
Current liabilities		
Notes and accounts payable - trade	3,180	3,593
Electronically recorded obligations - operating	1,226	1,116
Short-term borrowings	2,660	3,660
Current portion of long-term borrowings	901	898
Income taxes payable	2,784	1,483
Provision for bonuses	807	617
Other	4,427	4,646
Total current liabilities	15,987	16,014
Non-current liabilities		
Long-term borrowings	3,524	3,300
Provision for retirement benefits for directors (and other officers)	297	285
Retirement benefit liability	1,333	1,337
Deferred tax liabilities	248	239
Other	381	346
Total non-current liabilities	5,785	5,510
Total liabilities	21,773	21,524
Net assets		
Shareholders' equity		
Share capital	6,382	6,382
Capital surplus	1,488	1,488
Retained earnings	76,162	77,143
Treasury shares	(2,761)	(2,761)
Total shareholders' equity	81,272	82,253
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	479	630
Remeasurements of defined benefit plans	(5)	(4)
Total accumulated other comprehensive income	473	625
Non-controlling interests	1,657	1,676
Total net assets	83,403	84,555
Total liabilities and net assets	105,176	106,080

(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 May 31, 2025	For the three months ended May 31, 2026
Net sales	17,912	18,275
Cost of sales	11,947	11,880
Gross profit	5,964	6,395
Selling, general and administrative expenses	2,134	2,243
Operating profit	3,830	4,151
Non-operating income		
Interest income	26	26
Dividend income	0	0
Insurance claim income	5	5
Compensation income	20	1
Subsidy income	15	66
Other	32	39
Total non-operating income	100	139
Non-operating expenses		
Interest expenses	9	15
Commission for purchase of treasury shares	2	-
Penalty	-	6
Other	2	1
Total non-operating expenses	14	23
Ordinary profit	3,916	4,267
Extraordinary income		
Gain on sale of non-current assets	5	3
Total extraordinary income	5	3
Extraordinary losses		
Loss on sale of non-current assets	-	0
Loss on retirement of non-current assets	16	4
Loss on tax purpose reduction entry of non-current assets	-	53
Total extraordinary losses	16	58
Profit before income taxes	3,905	4,212
Income taxes - current	1,327	1,382
Income taxes - deferred	(117)	(80)
Total income taxes	1,209	1,301
Profit	2,696	2,910
Profit attributable to non-controlling interests	254	39
Profit attributable to owners of parent	2,441	2,871

Quarterly Consolidated Statement of Comprehensive Income

For the Three-Month Period

(Millions of yen)

	For the three months ended May 31, 2025	For the three months ended May 31, 2026
Profit	2,696	2,910
Other comprehensive income		
Valuation difference on available-for-sale securities	(47)	150
Remeasurements of defined benefit plans, net of tax	(22)	1
Total other comprehensive income	(69)	152
Comprehensive income	2,626	3,063
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,402	3,024
Comprehensive income attributable to non-controlling interests	224	39

(3) Notes to Quarterly Consolidated Financial Statements

Notes on premise of going concern

Not applicable.

Notes on significant changes in the amount of shareholders' equity

Not applicable.

Notes on segment information, etc.

This information has been omitted as the Group consists of a single business segment, the environment-related business.

Notes on statements of cash flows

Quarterly consolidated statements of cash flows for the three months ended May 31, 2026 are not prepared. Depreciation and amortization (including amortization of intangible assets excluding goodwill and customer-related assets), amortization of goodwill and amortization of customer-related assets for the three months ended May 31, 2026 are as follows.

(Millions of yen)

	For the three months ended May 31, 2025	For the three months ended May 31, 2026
Depreciation and amortization	820	890
Amortization of goodwill	34	15
Amortization of customer-related assets	16	16