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October 5, 2026

Consolidated Financial Results for the Six Months Ended August 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>

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Scheduled date to file semi-annual securities report: October 13, 2026

Scheduled date to commence dividend payments: October 23, 2026

Preparation of supplementary material on financial results: Yes

Holding of financial results briefing: Yes (for analysts and institutional investors)

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

1. Consolidated financial results for the six months ended August 31, 2026 (from March 1, 2026 to August 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	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended August 31, 2026	37,492	3.8	8,345	12.0	8,657	13.4	5,805	23.1
August 31, 2025	36,117	10.1	7,450	1.6	7,629	(1.1)	4,712	(3.4)

Note: Comprehensive income	For the six months ended August 31, 2026:	¥	6,276 million	[	21.1%	]
	For the six months ended August 31, 2025:	¥	5,179 million	[	(3.4) %	]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended August 31, 2026	122.77	-
August 31, 2025	99.07	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
	Millions of yen	Millions of yen	%
As of August 31, 2026	109,332	87,803	78.7
February 28, 2026	105,176	83,403	77.7

Reference: Equity

As of August 31, 2026:	¥	86,087 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		43.00			
Fiscal year ending February 28, 2027 (Forecast)			-	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
Full year	74,200	3.2	16,800	15.1	17,000	14.2	11,200	22.3	236.83

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 semi-annual 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 August 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 August 31, 2026	706,634 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)

Six months ended August 31, 2026	47,288,273 shares
Six months ended August 31, 2025	47,569,216 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 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.

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1. Qualitative Information on Semi-annual Consolidated Financial Results

(1) Explanation of Operating Results

During the six months ended August 31, 2026, the Japanese economy continued to experience modest recovery and positive growth, on the back of increasing demand related to artificial intelligence and semiconductors, improvements in the employment and income environments, and growing capital investments. However, the future outlook remained uncertain due mainly to heightened uncertainty arising from various risks, including soaring resource prices driven by escalating tensions in the Middle East, as well as fluctuations in foreign exchange rates.

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 profits, although net sales, operating profit, and ordinary profit were slightly lower than planned, on account of the aggressive acquisition of wastewater as a raw material for recycled fuels, despite higher raw material costs and SG&A expenses.

In the soil remediation business of Daiseki Eco. Solution Co., Ltd., steady performance was recorded with both sales and profits exceeding the plan, due mainly to large-scale factory projects in the Kanto region, which has been carried over from the previous fiscal year, and a large-scale factory project in the Chubu region under a contract secured during the current fiscal year.

In the lead recycling business of Daiseki MCR Co., Ltd., both net sales and profits were higher than planned, supported by the effects of price revisions implemented from the current fiscal year, 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 some projects to the second half of the current fiscal year.

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 six months ended August 31, 2026, net sales, operating profit, ordinary profit, and profit attributable to owners of parent were ¥37,492 million (up 3.8% year on year), ¥8,345 million (up 12.0% year on year), ¥8,657 million (up 13.4% year on year), and ¥5,805 million (up 23.1% 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 August 31, 2026 increased by ¥4,155 million compared with the end of the previous fiscal year, amounting to ¥109,332 million. The increase was largely due to increases in cash and deposits of ¥1,644 million, notes and accounts receivable - trade, and contract assets of ¥1,292 million, investment securities of ¥559 million, inventories of ¥490 million, and property, plant and equipment of ¥393 million, while being offset by a decrease in deferred tax assets of ¥117 million. Liabilities decreased by ¥244 million compared with the end of the previous fiscal year, amounting to ¥21,528 million. The decrease was largely due to decreases in other under current liabilities of ¥601 million and long-term borrowings of ¥447 million, offset by an increase in short-term borrowings of ¥720 million. Net assets increased by ¥4,400 million compared with the end of the previous fiscal year, amounting to ¥87,803 million. The increase was largely due to increases in retained earnings of ¥3,914 million by recording profit gains, etc. and valuation difference on available-for-sale securities of ¥387 million.

(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. Semi-annual Consolidated Financial Statements and Primary Notes

(1) Semi-annual Consolidated Balance Sheet

(Millions of yen)

	As of February 28, 2026	As of August 31, 2026
Assets		
Current assets		
Cash and deposits	18,398	20,042
Notes and accounts receivable - trade, and contract assets	13,991	15,283
Electronically recorded monetary claims - operating	1,319	1,355
Inventories	2,277	2,767
Other	599	568
Allowance for doubtful accounts	(10)	(12)
Total current assets	36,576	40,005
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	15,991	16,275
Machinery, equipment and vehicles, net	6,571	6,267
Land	29,722	29,742
Construction in progress	890	1,286
Other, net	924	921
Total property, plant and equipment	54,100	54,493
Intangible assets		
Goodwill	675	645
Customer-related assets	752	719
Other	346	336
Total intangible assets	1,774	1,700
Investments and other assets		
Investment securities	7,063	7,622
Long-term time deposits	3,500	3,500
Deferred tax assets	1,508	1,390
Other	657	622
Allowance for doubtful accounts	(3)	(3)
Total investments and other assets	12,725	13,132
Total non-current assets	68,600	69,327
Total assets	105,176	109,332

(Millions of yen)

	As of February 28, 2026	As of August 31, 2026
Liabilities		
Current liabilities		
Notes and accounts payable - trade	3,180	3,248
Electronically recorded obligations - operating	1,226	1,045
Short-term borrowings	2,660	3,380
Current portion of long-term borrowings	901	896
Income taxes payable	2,784	2,905
Provision for bonuses	807	906
Other	4,427	3,826
Total current liabilities	15,987	16,208
Non-current liabilities		
Long-term borrowings	3,524	3,077
Provision for retirement benefits for directors (and other officers)	297	285
Retirement benefit liability	1,333	1,375
Deferred tax liabilities	248	231
Other	381	349
Total non-current liabilities	5,785	5,319
Total liabilities	21,773	21,528
Net assets		
Shareholders' equity		
Share capital	6,382	6,382
Capital surplus	1,488	1,491
Retained earnings	76,162	80,077
Treasury shares	(2,761)	(2,728)
Total shareholders' equity	81,272	85,222
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	479	867
Remeasurements of defined benefit plans	(5)	(2)
Total accumulated other comprehensive income	473	864
Non-controlling interests	1,657	1,716
Total net assets	83,403	87,803
Total liabilities and net assets	105,176	109,332

(2) Semi-annual Consolidated Statements of Income and Comprehensive Income

Semi-annual Consolidated Statement of Income

(Millions of yen)

	For the six months ended August 31, 2025	For the six months ended August 31, 2026
Net sales	36,117	37,492
Cost of sales	24,192	24,578
Gross profit	11,924	12,914
Selling, general and administrative expenses	4,474	4,568
Operating profit	7,450	8,345
Non-operating income		
Interest income	57	57
Dividend income	19	26
Insurance claim income	21	7
Compensation income	25	8
Subsidy income	15	66
Gain on investments in silent partnerships	-	93
Other	65	94
Total non-operating income	204	353
Non-operating expenses		
Interest expenses	20	32
Commission for purchase of treasury shares	2	0
Other	2	9
Total non-operating expenses	25	41
Ordinary profit	7,629	8,657
Extraordinary income		
Gain on sale of non-current assets	33	27
Total extraordinary income	33	27
Extraordinary losses		
Loss on sale of non-current assets	18	0
Loss on retirement of non-current assets	96	91
Loss on tax purpose reduction entry of non-current assets	-	53
Total extraordinary losses	114	145
Profit before income taxes	7,548	8,540
Income taxes - current	2,537	2,732
Income taxes - deferred	(175)	(77)
Total income taxes	2,362	2,654
Profit	5,185	5,885
Profit attributable to non-controlling interests	472	79
Profit attributable to owners of parent	4,712	5,805

Semi-annual Consolidated Statement of Comprehensive Income

(Millions of yen)

	For the six months ended August 31, 2025	For the six months ended August 31, 2026
Profit	5,185	5,885
Other comprehensive income		
Valuation difference on available-for-sale securities	38	387
Remeasurements of defined benefit plans, net of tax	(44)	2
Total other comprehensive income	(6)	390
Comprehensive income	5,179	6,276
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	4,718	6,196
Comprehensive income attributable to non-controlling interests	460	79

(3) Notes to Semi-annual Consolidated Financial Statements

Notes on premise of going concern

Not applicable.

Notes on significant changes in the amount of shareholders' equity

Not applicable.

Significant events after reporting period

Daiseki Eco. Solution Co., Ltd., a consolidated subsidiary of the Company, has been selected under the 5th public call for applications for the “Large-Scale Growth Investment Subsidy for Labor-Saving Measures, etc., Aimed at Wage Increases at Mid-tier, Small and Medium-sized, and Startup Enterprises,” a program sponsored by the Ministry of Economy, Trade and Industry (METI). As a result, it has been decided to grant the subsidy to Daiseki Eco. Solution Co., Ltd.

(1) Project name

Plastic Resource Recycling Project in Shizuoka City

(2) Amount of subsidy granted

¥2,918 million

(3) Impact on profit or loss

The amount of the subsidy may vary depending on the results of the review, etc. to be conducted after completion of the subsidized project. The Company expects to account for the subsidy by applying advanced depreciation by reduction of book value of assets associated with national subsidies, etc. and record extraordinary income from the receipt of the subsidy and an extraordinary loss resulting from the advanced depreciation for the fiscal year ending February 2030.