

**Notice of Partial Correction to the “Consolidated Financial Results for the Third  
Quarter of the Fiscal Year Ended March 31, 2025 [Japanese GAAP]”  
(Correction of Numerical Data)**

DAISHINKU CORP. (hereinafter the “Company”) hereby announces that partial corrections have been made to the “Consolidated Financial Results for the Third Quarter of the Fiscal Year Ended March 31, 2025 [Japanese GAAP]”, which was disclosed on February 5, 2025, as outlined below.

1. Reason for the Correction

The Company has identified errors in the amounts of inventory assets and cost of sales, resulting from repeated operational mistakes in inventory management since the start of the fiscal year ended March, 2025. As a result, the Company will be making the necessary corrections to the relevant sections.

2. Details of the Correction

Due to the large number of corrections, only the full corrected version is attached, with the corrected sections underlined for reference.

# DAISHINKU CORP.

## Summary of Financial Results for the First Three Quarters Ended December 31, 2024

Tokyo, Feb. 5, 2025 - Daishinku Corp. today announced its consolidated financial results for the first three quarters ended Dec. 31, 2024.

### 1. Operating Results for the First Three Quarters Ended December 31, 2024 (April 1, 2024 to December 31, 2024)

#### (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                         | %      |
| Nine months ended Dec. 31, 2024 | 29,549          | (0.5) | 740              | (50.2) | 501             | (73.0) | 16                                      | (98.6) |
| Nine months ended Dec. 31, 2023 | 29,685          | 0.3   | 1,486            | (58.7) | 1,860           | (57.9) | 1,157                                   | (58.8) |

Note: Comprehensive income: Nine months ended Dec. 31, 2024; 1,751 Yen-million, Nine months ended Dec. 31, 2023; 2,811 Yen-million

|                                 | Net income per share | Net income per share after adjustment with potential shares |
|---------------------------------|----------------------|---|
|                                 | Yen                  | Yen   |
| Nine months ended Dec. 31, 2024 | <u>0.52</u>          | -   |
| Nine months ended Dec. 31, 2023 | 35.86                | -   |

#### (2) Consolidated financial status

|                                 | Total assets    | Net assets      | Stockholders' equity ratio |
|---------------------------------|-----------------|-----------------|----------------------------|
|                                 | Millions of Yen | Millions of Yen | %                          |
| Nine months ended Dec. 31, 2024 | <u>93,226</u>   | <u>47,257</u>   | <u>41.0</u>                |
| Year ended March 31, 2024       | 91,064          | 47,048          | 42.5                       |

ref. Stockholders' equity: As of December 31, 2024; 38,258 Yen-million, As of March 31, 2024; 38,708 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, 2024  | -                   | 14.00              | -                  | 14.00    | 28.00  |
| Year ending March 31, 2025 | -                   | 14.00              | -                  |          |        |
| (Forecast)                 |                     |                    |                    |          |        |
| Year ending March 31, 2025 |                     |                    |                    | 14.00    | 28.00  |

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

### 3. Forecast for the fiscal year ending March 31, 2025 (April 1, 2024 to March 31, 2025)

(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, 2025 | 40,000          | 1.7 | 1,500            | (29.8) | 1,000           | (68.7) | 500                                     | (73.3) | 15.49                |

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

|  |            |
|--|------------|
| 1. Changes in accounting policies related to accounting standard revisions | Applicable |
| 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 Dec. 31, 2024 : | 36,196,968 shares | As of March 31, 2024 : | 36,196,968 shares |
|-----------------------|-------------------|------------------------|-------------------|

2. Number of treasury stock

|                       |                  |                        |                  |
|-----------------------|------------------|------------------------|------------------|
| As of Dec. 31, 2024 : | 3,920,057 shares | As of March 31, 2024 : | 3,919,393 shares |
|-----------------------|------------------|------------------------|------------------|

3. Average number of shares during the period

|                   |                   |                   |                   |
|-------------------|-------------------|-------------------|-------------------|
| April-Dec. 2024 : | 32,277,152 shares | April-Dec. 2023 : | 32,278,242 shares |
|-------------------|-------------------|-------------------|-------------------|

\* 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 Three Quarters ended Dec. 31, 2024

In the global economy, during the first three quarters of the current fiscal year (April 1, 2024 to December 31, 2024), inflation has been moderating, but recovery in personal consumption was limited, and the pace of economic recovery generally slowed. Capital investment varies from region to region, and geopolitical risks persist at high level, so an outlook remains uncertain.

In this environment, DAISHINKU CORP. and its affiliates saw that mainly due to a recovery in the consumer market, especially for PCs, and steady growth in the automotive market, but the industrial market remained sluggish, resulting in net sales of 29,549 million yen (down 0.5% year on year). With regard to profits, SG&A expenses increased due to the relocation of the headquarters, operating profit reached 740 million yen (down 50.2% year on year). In addition, ordinary profit was 501 million yen (down 73.0% year on year) and profit attributable to owners of parent of 16 million yen (down 98.6% year on year).

Operating results by segment are as follows.

(Japan)

In Japan, net sales were 5,366 million yen, a decrease of 791 million yen, or down 12.9%, year on year mainly due to lower net sales in the industrial and consumer markets. Its segment loss was 673 million yen, a decrease of 774 million yen from the same period of the previous year (segment profit of 101 million yen in the same period of the previous year), mainly due to a decrease in sales and an increase in SG&A expenses, including headquarters relocation expenses.

(North America)

In North America, net sales were 1,841 million yen, an increase of 59 million yen, or up 3.3% year on year, mainly due to higher net sales in the automotive market. Its segment profit was 44 million yen, an increase of 32 million yen, or up 266.0% year on year.

(Europe)

In Europe, net sales were 2,877 million yen, an increase of 48 million yen, or up 1.7% year on year mainly due to higher net sales in the automotive market. Its segment profit was 38 million yen, an increase of 17 million yen, or up 83.8% year on year.

(China)

In China, net sales were 9,612 million yen, an increase of 530 million yen, or up 5.8% year on year mainly due to higher net sales in the consumer market. Its segment loss was 19 million yen, an improvement of 57 million yen from the same period of the previous year (segment loss of 77 million yen in the same period of the previous year).

(Taiwan)

In Taiwan, net sales were 7,684 million yen, a decrease of 126 million yen, or down 1.6% year on year mainly due to lower net sales in the telecommunications market. Its segment profit was 1,304 million yen, an increase of 575 million yen, or up 79.0% year on year, mainly due to increased production of high value-added products.

(Asia)

In Asia, net sales were 2,167 million yen, an increase of 144 million yen, or up 7.1% year on year mainly due to higher net sales in the telecommunications and consumer markets. Its segment profit was 26 million yen, a decrease of 236 million yen, or down 90.0% year on year due to lower operation at the manufacturing plant.

## Consolidated Financial Statements

### (1) Consolidated Balance Sheets

(Unit: Thousands of yen)

|  | As of March 31, 2024 | Nine months ended<br>December 31, 2024 |
|--|----------------------|--|
| <b>Assets</b>  |                      |  |
| Current assets   |                      |  |
| Cash and deposits  | 24,539,199           | 19,853,281                             |
| Notes and accounts receivable - trade, and contract assets | 9,761,025            | 10,414,721                             |
| Merchandise and finished goods                             | 5,168,581            | <u>4,924,389</u>                       |
| Work in process  | 6,165,762            | <u>6,468,954</u>                       |
| Raw materials and supplies                                 | 5,080,355            | 6,918,475                              |
| Other  | 1,661,378            | 1,741,395                              |
| Allowance for doubtful accounts                            | (13,835)             | (12,721)                               |
| Total current assets                                       | <u>52,362,467</u>    | <u>50,308,494</u>                      |
| Non-current assets   |                      |  |
| Property, plant and equipment                              |                      |  |
| Buildings and structures, net                              | 3,016,746            | 9,291,762                              |
| Machinery, equipment and vehicles, net                     | 12,201,468           | 11,267,805                             |
| Tools, furniture and fixtures, net                         | 1,345,884            | 1,318,478                              |
| Land   | 5,964,533            | 6,033,710                              |
| Leased assets, net   | 228,664              | 408,919                                |
| Construction in progress                                   | 8,830,349            | 7,957,400                              |
| Total property, plant and equipment                        | <u>31,587,646</u>    | <u>36,278,078</u>                      |
| Intangible assets  | 1,236,891            | 1,048,963                              |
| Investments and other assets                               |                      |  |
| Investment securities                                      | 2,925,984            | 2,289,148                              |
| Long-term loans receivable                                 | 1,043                | 979                                    |
| Retirement benefit asset                                   | 1,134,541            | 1,159,231                              |
| Deferred tax assets  | 637,335              | <u>573,480</u>                         |
| Other  | 1,206,512            | 1,596,335                              |
| Allowance for doubtful accounts                            | (27,800)             | (27,800)                               |
| Total investments and other assets                         | <u>5,877,617</u>     | <u>5,591,375</u>                       |
| Total non-current assets                                   | <u>38,702,155</u>    | <u>42,918,417</u>                      |
| Total assets   | <u>91,064,623</u>    | <u>93,226,912</u>                      |

(Unit: Thousands of yen)

|   | As of March 31, 2024 | Nine months ended<br>December 31, 2024 |
|---|----------------------|--|
| <b>Liabilities</b>                                    |                      |  |
| Current liabilities                                   |                      |  |
| Notes and accounts payable - trade                    | 2,617,382            | 3,496,304                              |
| Short-term borrowings                                 | 2,376,990            | 7,956,423                              |
| Current portion of long-term borrowings               | 11,629,640           | 8,901,393                              |
| Lease liabilities                                     | 140,194              | 128,780                                |
| Accounts payable - other                              | 1,684,180            | 1,421,569                              |
| Income taxes payable                                  | 479,574              | <u>372,025</u>                         |
| Contract liabilities                                  | 79                   | 578                                    |
| Provision for bonuses                                 | 713,786              | 451,939                                |
| Other   | 1,070,130            | 1,449,472                              |
| Total current liabilities                             | <u>20,711,960</u>    | <u>24,178,486</u>                      |
| Non-current liabilities                               |                      |  |
| Long-term borrowings                                  | 19,776,032           | 18,161,803                             |
| Lease liabilities                                     | 91,911               | 278,868                                |
| Deferred tax liabilities                              | 1,939,636            | <u>1,874,030</u>                       |
| Retirement benefit liability                          | 1,224,331            | 1,276,474                              |
| Long-term accounts payable - other                    | 65,912               | —                                      |
| Asset retirement obligations                          | 28,304               | 27,399                                 |
| Other   | 178,218              | 172,745                                |
| Total non-current liabilities                         | <u>23,304,347</u>    | <u>21,791,321</u>                      |
| Total liabilities                                     | <u>44,016,308</u>    | <u>45,969,807</u>                      |
| Net assets  |                      |  |
| Shareholders' equity                                  |                      |  |
| Share capital   | 19,344,883           | 19,344,883                             |
| Capital surplus                                       | 7,172,364            | 7,172,364                              |
| Retained earnings                                     | 7,473,320            | <u>6,586,066</u>                       |
| Treasury shares                                       | (1,930,424)          | (1,930,879)                            |
| Total shareholders' equity                            | <u>32,060,143</u>    | <u>31,172,435</u>                      |
| Accumulated other comprehensive income                |                      |  |
| Valuation difference on available-for-sale securities | 1,257,965            | 967,311                                |
| Foreign currency translation adjustment               | 4,916,324            | 5,680,218                              |
| Remeasurements of defined benefit plans               | 474,136              | 438,901                                |
| Total accumulated other comprehensive income          | <u>6,648,425</u>     | <u>7,086,431</u>                       |
| Non-controlling interests                             | 8,339,745            | 8,998,237                              |
| Total net assets                                      | <u>47,048,314</u>    | <u>47,257,104</u>                      |
| Total liabilities and net assets                      | <u>91,064,623</u>    | <u>93,226,912</u>                      |

## (2) Consolidated Statements of Income

(Unit: Thousands of yen)

|  | Nine months ended<br>December 31, 2023 | Nine months ended<br>December 31, 2024 |
|--|--|--|
| Net sales  | 29,685,035                             | 29,549,671                             |
| Cost of sales                                    | 22,470,955                             | <u>22,524,103</u>                      |
| Gross profit                                     | 7,214,079                              | <u>7,025,567</u>                       |
| Selling, general and administrative expenses     | 5,727,887                              | <u>6,285,350</u>                       |
| Operating profit                                 | 1,486,192                              | <u>740,217</u>                         |
| Non-operating income                             |  |  |
| Interest income                                  | 123,527                                | 173,729                                |
| Dividend income                                  | 89,391                                 | 61,541                                 |
| Foreign exchange gains                           | 490,549                                | 13,987                                 |
| Other  | 224,707                                | 117,318                                |
| Total non-operating income                       | 928,175                                | 366,576                                |
| Non-operating expenses                           |  |  |
| Interest expenses                                | 222,115                                | 226,822                                |
| Cancellation Penalty                             | 162,000                                | —                                      |
| Other  | 169,889                                | 378,300                                |
| Total non-operating expenses                     | 554,005                                | 605,123                                |
| Ordinary profit                                  | 1,860,363                              | <u>501,671</u>                         |
| Extraordinary income                             |  |  |
| Gain on sale of non-current assets               | 65,721                                 | 6,149                                  |
| Gain on sale of investment securities            | 894,904                                | 569,372                                |
| Total extraordinary income                       | 960,626                                | 575,521                                |
| Extraordinary losses                             |  |  |
| Loss on sale of non-current assets               | 100                                    | 2,345                                  |
| Loss on retirement of non-current assets         | 1,243                                  | 181                                    |
| Impairment losses                                | 38,503                                 | 60,567                                 |
| Total extraordinary losses                       | 39,846                                 | 63,095                                 |
| Profit before income taxes                       | 2,781,142                              | <u>1,014,097</u>                       |
| Income taxes - current                           | 291,335                                | 398,841                                |
| Income taxes - deferred                          | 572,819                                | <u>39,095</u>                          |
| Total income taxes                               | 864,154                                | <u>437,937</u>                         |
| Profit   | 1,916,988                              | <u>576,160</u>                         |
| Profit attributable to non-controlling interests | 759,559                                | 559,508                                |
| Profit attributable to owners of parent          | 1,157,428                              | <u>16,651</u>                          |

## (3) Consolidated Statement of Comprehensive Income

(Unit: Thousands of yen)

|   | Nine months ended<br>December 31, 2023 | Nine months ended<br>December 31, 2024 |
|---|--|--|
| Profit  | 1,916,988                              | <u>576,160</u>                         |
| Other comprehensive income  |  |  |
| Valuation difference on available-for-sale securities             | (74,878)                               | (558,323)                              |
| Foreign currency translation adjustment                           | 1,176,415                              | 1,768,461                              |
| Remeasurements of defined benefit plans, net of tax               | (206,752)                              | (35,156)                               |
| Total other comprehensive income                                  | 894,784                                | 1,174,981                              |
| Comprehensive income  | <u>2,811,772</u>                       | <u>1,751,141</u>                       |
| Comprehensive income attributable to                              |  |  |
| Comprehensive income attributable to owners of<br>parent          | 1,749,615                              | <u>454,657</u>                         |
| Comprehensive income attributable to non-controlling<br>interests | 1,062,157                              | 1,296,484                              |

## Segment Information

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

The first three quarters ended December 31, 2023 (April 1, 2023 to December 31, 2023)

(Unit: Thousands of yen)

|                                    | Reportable segments |                              |                    |            |           |                  |            | Adjustments<br>(Note 1) | Carrying<br>amount on<br>consolidated<br>financial<br>statements<br>(Note 2) |
|------------------------------------|---------------------|------------------------------|--------------------|------------|-----------|------------------|------------|-------------------------|--|
|                                    | Japan               | North<br>America<br>(Note 3) | Europe<br>(Note 3) | China      | Taiwan    | Asia<br>(Note 3) | Total      |                         |  |
| Net Sales                          |                     |                              |                    |            |           |                  |            |                         |  |
| Sales to external<br>customers     | 6,158,685           | 1,782,051                    | 2,828,631          | 9,081,972  | 7,810,958 | 2,022,736        | 29,685,035 | —                       | 29,685,035   |
| Intersegment<br>sales or transfers | 16,014,822          | 41,837                       | 1,139              | 2,333,087  | 2,039,315 | 5,541,337        | 25,971,541 | (25,971,541)            | —  |
| Total                              | 22,173,507          | 1,823,889                    | 2,829,771          | 11,415,059 | 9,850,274 | 7,564,074        | 55,656,576 | (25,971,541)            | 29,685,035   |
| Segment profit<br>(loss)           | 101,280             | 12,030                       | 21,142             | (77,135)   | 728,923   | 262,831          | 1,049,073  | 437,118                 | 1,486,192  |

Note1: The adjustment in segment profit (loss) of 437,118 thousand yen includes intersegment transactions eliminations of (48,215) thousand yen and other adjustments of 485,334 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

Note4: Disclosure of changes, etc. in reportable segments

Among inventories, the valuation method for supplies used to be based on the last purchase cost method, but this has been changed to the cost method based on the periodic average method effective from the third quarter of the current fiscal year. This change was implemented with the introduction of a new core system and the impact of this change is minor.

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

The first three quarters ended December 31, 2024 (April 1, 2024 to December 31, 2024)

(Unit: Thousands of yen)

|                                    | Reportable segments |                              |                    |            |            |                  |                | Adjustments<br>(Note 1) | Carrying<br>amount on<br>consolidated<br>financial<br>statements<br>(Note 2) |
|------------------------------------|---------------------|------------------------------|--------------------|------------|------------|------------------|----------------|-------------------------|--|
|                                    | Japan               | North<br>America<br>(Note 3) | Europe<br>(Note 3) | China      | Taiwan     | Asia<br>(Note 3) | Total          |                         |  |
| Net Sales                          |                     |                              |                    |            |            |                  |                |                         |  |
| Sales to external<br>customers     | 5,366,730           | 1,841,176                    | 2,877,536          | 9,612,685  | 7,684,272  | 2,167,269        | 29,549,671     | —                       | 29,549,671   |
| Intersegment<br>sales or transfers | 16,855,518          | 44,408                       | 3,039              | 2,641,948  | 2,927,914  | 5,282,024        | 27,754,852     | (27,754,852)            | —  |
| Total                              | 22,222,249          | 1,885,585                    | 2,880,576          | 12,254,633 | 10,612,186 | 7,449,293        | 57,304,524     | (27,754,852)            | 29,549,671   |
| Segment profit<br>(loss)           | <u>(673,267)</u>    | 44,033                       | 38,863             | (19,335)   | 1,304,560  | 26,194           | <u>721,048</u> | <u>19,168</u>           | <u>740,217</u>   |

Note1: The adjustment in segment profit (loss) of 19,168 thousand yen includes intersegment transactions eliminations of 7,782 thousand yen and other adjustments of 11,386 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