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February 12, 2026

## Consolidated Financial Results for the Nine Months Ended December 31, 2025 (Under Japanese GAAP)



|   |   |   |  |
|---|---|---|--|
| Company name:   | Daido Metal Co., Ltd.   |   |  |
| Listing:  | Tokyo Stock Exchange, Nagoya Stock Exchange                           |   |  |
| Securities code:  | 7245  |   |  |
| URL:  | <a href="https://www.daidometal.com/">https://www.daidometal.com/</a> |   |  |
| Representative:   | Seigo Hanji   | Chairman and Chief Executive Officer                      |  |
| Inquiries:  | Yukihiko Kagohara   | Executive Officer and Head of Corporate Planning Division |  |
| Telephone:  | +81-52-205-1400   |   |  |
| 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 nine months ended December 31, 2025 (from April 1, 2025 to December 31, 2025)

#### (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                         | %    |
| Nine months ended December 31, 2025 | 103,394         | 4.0  | 5,867            | 27.7 | 5,126           | 16.0 | 2,458                                   | 67.1 |
| December 31, 2024                   | 99,441          | 2.5  | 4,595            | 13.6 | 4,419           | 18.8 | 1,470                                   | 57.9 |
| Note: Comprehensive income          |                 | For the nine months ended December 31, 2025: |                  | ¥    | 5,335 million   |      | [ 96.5%]                                |      |
|                                     |                 | For the nine months ended December 31, 2024: |                  | ¥    | 2,714 million   |      | [ (49.4) %]                             |      |

|                                     | Basic earnings per share | Diluted earnings per share |
|-------------------------------------|--------------------------|----------------------------|
|                                     | Yen                      | Yen                        |
| Nine months ended December 31, 2025 | 52.39                    | —                          |
| December 31, 2024                   | 31.20                    | —                          |

#### (2) Consolidated financial position

|                         | Total assets    | Net assets      | Equity-to-asset ratio |
|-------------------------|-----------------|-----------------|-----------------------|
|                         | Millions of yen | Millions of yen | %                     |
| As of December 31, 2025 | 203,837         | 85,637          | 37.4                  |
| March 31, 2025          | 196,656         | 82,095          | 37.0                  |

Reference: Equity

|                          |   |                |
|--------------------------|---|----------------|
| As of December 31, 2025: | ¥ | 76,191 million |
| As of March 31, 2025:    | ¥ | 72,750 million |

## 2. Cash dividends

|   | Annual dividends per share |                    |                   |                 |              |
|---|----------------------------|--------------------|-------------------|-----------------|--------------|
|   | First quarter-end          | Second quarter-end | Third quarter-end | Fiscal year-end | Total        |
| Fiscal year ended March 31, 2025                | Yen<br>-                   | Yen<br>7.00        | Yen<br>-          | Yen<br>11.00    | Yen<br>18.00 |
| Fiscal year ending March 31, 2026               | -                          | 12.00              | -                 |                 |              |
| Fiscal year ending March 31, 2026<br>(Forecast) |                            |                    |                   | 16.00           | 28.00        |

Note: Revisions to the forecast of cash dividends most recently announced: Yes

## 3. Consolidated financial result forecasts for the fiscal year ending March 31, 2026 (from 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 | 4,000                                   | 47.0 | 85.25                    |  |

Note: Revisions to the financial result forecast most recently announced: Yes

### \* 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 December 31, 2025 | 47,520,253 shares |
| As of March 31, 2025    | 47,520,253 shares |

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

|                         |                |
|-------------------------|----------------|
| As of December 31, 2025 | 654,845 shares |
| As of March 31, 2025    | 374,456 shares |

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

|                                     |                   |
|-------------------------------------|-------------------|
| Nine months ended December 31, 2025 | 46,915,696 shares |
| Nine months ended December 31, 2024 | 47,137,950 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.

Quarterly Consolidated Financial Statements and Primary Notes

(1) Quarterly Consolidated Balance Sheet

(Millions of yen)

|   | As of March 31, 2025 | As of December 31, 2025 |
|---|----------------------|-------------------------|
| <b>Assets</b>                                       |                      |                         |
| Current assets                                      |                      |                         |
| Cash and deposits                                   | 29,147               | 29,379                  |
| Notes and accounts receivable - trade               | 29,788               | 30,721                  |
| Electronically recorded monetary claims - operating | 2,993                | 3,932                   |
| Merchandise and finished goods                      | 18,830               | 18,588                  |
| Work in process                                     | 13,220               | 13,837                  |
| Raw materials and supplies                          | 10,188               | 10,691                  |
| Other   | 3,562                | 3,665                   |
| Allowance for doubtful accounts                     | (144)                | (154)                   |
| Total current assets                                | 107,585              | 110,662                 |
| Non-current assets                                  |                      |                         |
| Property, plant and equipment                       |                      |                         |
| Buildings and structures, net                       | 18,379               | 18,212                  |
| Machinery, equipment and vehicles, net              | 21,344               | 21,083                  |
| Other, net  | 20,968               | 24,368                  |
| Total property, plant and equipment                 | 60,692               | 63,665                  |
| Intangible assets                                   |                      |                         |
| Goodwill  | 3,450                | 3,175                   |
| Other   | 4,932                | 4,371                   |
| Total intangible assets                             | 8,383                | 7,547                   |
| Investments and other assets                        |                      |                         |
| Investments and other assets                        | 20,041               | 22,008                  |
| Allowance for doubtful accounts                     | (46)                 | (45)                    |
| Total investments and other assets                  | 19,994               | 21,962                  |
| Total non-current assets                            | 89,070               | 93,174                  |
| <b>Total assets</b>                                 | <b>196,656</b>       | <b>203,837</b>          |

(Millions of yen)

|   | As of March 31, 2025 | As of December 31, 2025 |
|---|----------------------|-------------------------|
| <b>Liabilities</b>  |                      |                         |
| <b>Current liabilities</b>                                    |                      |                         |
| Notes and accounts payable - trade                            | 10,722               | 9,601                   |
| Electronically recorded obligations - operating               | 12,059               | 12,544                  |
| Short-term borrowings   | 28,194               | 28,869                  |
| Current portion of long-term borrowings                       | 5,348                | 7,820                   |
| Income taxes payable  | 1,630                | 1,504                   |
| Provision for bonuses   | 1,934                | 1,190                   |
| Provision for bonuses for directors (and other officers)      | 115                  | 98                      |
| Provision for product compensation                            | 119                  | 81                      |
| Electronically recorded obligations - non-operating           | 1,324                | 1,562                   |
| Other   | 8,643                | 8,902                   |
| <b>Total current liabilities</b>                              | <b>70,092</b>        | <b>72,176</b>           |
| <b>Non-current liabilities</b>                                |                      |                         |
| Long-term borrowings  | 30,715               | 31,549                  |
| Provision for share awards                                    | 109                  | 104                     |
| Provision for share awards for directors (and other officers) | 75                   | 92                      |
| Retirement benefit liability                                  | 7,704                | 8,010                   |
| Asset retirement obligations                                  | 17                   | 17                      |
| Other   | 5,846                | 6,247                   |
| <b>Total non-current liabilities</b>                          | <b>44,468</b>        | <b>46,023</b>           |
| <b>Total liabilities</b>                                      | <b>114,561</b>       | <b>118,199</b>          |
| <b>Net assets</b>   |                      |                         |
| <b>Shareholders' equity</b>                                   |                      |                         |
| Share capital   | 8,413                | 8,413                   |
| Capital surplus   | 13,114               | 13,112                  |
| Retained earnings   | 38,319               | 39,684                  |
| Treasury shares   | (281)                | (455)                   |
| <b>Total shareholders' equity</b>                             | <b>59,565</b>        | <b>60,756</b>           |
| <b>Accumulated other comprehensive income</b>                 |                      |                         |
| Valuation difference on available-for-sale securities         | 1,698                | 2,401                   |
| Foreign currency translation adjustment                       | 8,512                | 10,178                  |
| Remeasurements of defined benefit plans                       | 2,973                | 2,855                   |
| <b>Total accumulated other comprehensive income</b>           | <b>13,184</b>        | <b>15,434</b>           |
| <b>Non-controlling interests</b>                              | <b>9,344</b>         | <b>9,446</b>            |
| <b>Total net assets</b>                                       | <b>82,095</b>        | <b>85,637</b>           |
| <b>Total liabilities and net assets</b>                       | <b>196,656</b>       | <b>203,837</b>          |

(2)Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statement of Income

For the Nine-Month Period

(Millions of yen)

|  | For the nine months<br>ended December 31, 2024 | For the nine months<br>ended December 31, 2025 |
|--|--|--|
| Net sales  | 99,441   | 103,394  |
| Cost of sales  | 75,156   | 77,975   |
| Gross profit   | 24,285   | 25,418   |
| Selling, general and administrative expenses                     | 19,689   | 19,551   |
| Operating profit   | 4,595  | 5,867  |
| Non-operating income   |  |  |
| Interest income  | 273  | 290  |
| Dividend income  | 190  | 169  |
| Foreign exchange gains   | 99   | —  |
| Share of profit of entities accounted for using equity<br>method | 192  | 59   |
| Subsidy income   | 274  | 57   |
| Other  | 135  | 210  |
| Total non-operating income                                       | 1,165  | 788  |
| Non-operating expenses   |  |  |
| Interest expenses  | 1,251  | 1,083  |
| Foreign exchange losses  | —  | 301  |
| Other  | 89   | 144  |
| Total non-operating expenses                                     | 1,341  | 1,529  |
| Ordinary profit  | 4,419  | 5,126  |
| Extraordinary income   |  |  |
| Gain on sale of investment securities                            | —  | 303  |
| Total extraordinary income                                       | —  | 303  |
| Profit before income taxes                                       | 4,419  | 5,430  |
| Income taxes - current   | 1,932  | 2,322  |
| Income taxes - deferred  | 443  | (68)   |
| Total income taxes   | 2,375  | 2,253  |
| Profit   | 2,043  | 3,176  |
| Profit attributable to non-controlling interests                 | 573  | 718  |
| Profit attributable to owners of parent                          | 1,470  | 2,458  |

Quarterly Consolidated Statement of Comprehensive Income  
For the Nine-Month Period

(Millions of yen)

|  | For the nine months<br>ended December 31, 2024 | For the nine months<br>ended December 31, 2025 |
|--|--|--|
| Profit   | 2,043  | 3,176  |
| Other comprehensive income   |  |  |
| Valuation difference on available-for-sale securities                                | 181  | 726  |
| Foreign currency translation adjustment  | 551  | 1,499  |
| Remeasurements of defined benefit plans, net of tax                                  | (100)  | (113)  |
| Share of other comprehensive income of entities<br>accounted for using equity method | 38   | 46   |
| Total other comprehensive income   | 670  | 2,159  |
| Comprehensive income   | 2,714  | 5,335  |
| Comprehensive income attributable to   |  |  |
| Comprehensive income attributable to owners of<br>parent                             | 1,797  | 4,708  |
| Comprehensive income attributable to non-controlling<br>interests                    | 917  | 627  |

(3)Quarterly Consolidated Statement of Cash Flows

(Millions of yen)

|   | For the nine months<br>ended December 31, 2024 | For the nine months<br>ended December 31, 2025 |
|---|--|--|
| <b>Cash flows from operating activities</b>   |  |  |
| Profit before income taxes  | 4,419  | 5,430  |
| Depreciation  | 6,908  | 7,386  |
| Amortization of goodwill  | 622  | 649  |
| Share of loss (profit) of entities accounted for using<br>equity method                 | (192)  | (59)   |
| Increase (decrease) in allowance for doubtful accounts                                  | 15   | 6  |
| Increase (decrease) in provision for bonuses  | (818)  | (745)  |
| Increase (decrease) in provision for bonuses for<br>directors (and other officers)      | (60)   | (17)   |
| Increase or decrease in net defined benefit asset and<br>liability                      | (414)  | (497)  |
| Increase (decrease) in provision for share awards                                       | 9  | (4)  |
| Increase (decrease) in provision for share awards for<br>directors (and other officers) | 2  | 17   |
| Interest and dividend income  | (463)  | (460)  |
| Interest expenses   | 1,251  | 1,083  |
| Loss (gain) on sale of investment securities  | —  | (303)  |
| Decrease (increase) in trade receivables  | 160  | (1,538)  |
| Decrease (increase) in inventories  | (2,792)  | (630)  |
| Increase (decrease) in trade payables   | 655  | (723)  |
| Increase (decrease) in accrued consumption taxes  | (211)  | 35   |
| Increase (decrease) in other liabilities  | 339  | 94   |
| Other, net  | 39   | 1,104  |
| <b>Subtotal</b>   | <b>9,473</b>                                   | <b>10,827</b>                                  |
| Interest and dividends received   | 407  | 460  |
| Dividends received from entities accounted for using<br>equity method                   | 72   | 68   |
| Interest paid   | (1,212)  | (1,034)  |
| Income taxes paid   | (2,691)  | (2,652)  |
| <b>Net cash provided by (used in) operating activities</b>                              | <b>6,049</b>                                   | <b>7,669</b>                                   |

(Millions of yen)

|   | For the nine months<br>ended December 31, 2024 | For the nine months<br>ended December 31, 2025 |
|---|--|--|
| <b>Cash flows from investing activities</b>   |  |  |
| Payments into time deposits   | (2,047)  | (1,534)  |
| Proceeds from withdrawal of time deposits   | 2,430  | 2,080  |
| Purchase of investment securities   | (34)   | (121)  |
| Proceeds from sale of investment securities   | —  | 428  |
| Purchase of property, plant and equipment   | (8,537)  | (7,174)  |
| Proceeds from sale of property, plant and equipment                                     | 7  | 8  |
| Purchase of intangible assets   | (368)  | (259)  |
| Loan advances   | (353)  | (452)  |
| Proceeds from collection of loans receivable  | 365  | 371  |
| Other, net  | (10)   | 3  |
| Net cash provided by (used in) investing activities                                     | (8,550)  | (6,649)  |
| <b>Cash flows from financing activities</b>   |  |  |
| Net increase (decrease) in short-term borrowings  | 1,995  | (397)  |
| Proceeds from long-term borrowings  | 7,100  | 6,600  |
| Repayments of long-term borrowings  | (6,084)  | (3,336)  |
| Repayments of finance lease liabilities   | (501)  | (577)  |
| Purchase of treasury shares   | (6)  | (184)  |
| Proceeds from disposal of treasury shares   | 15   | 10   |
| Dividends paid  | (935)  | (1,065)  |
| Dividends paid to non-controlling interests   | (1,279)  | (558)  |
| Purchase of shares of subsidiaries not resulting in<br>change in scope of consolidation | —  | (1)  |
| Net cash provided by (used in) financing activities                                     | 304  | 488  |
| Effect of exchange rate change on cash and cash<br>equivalents                          | (659)  | (668)  |
| Net increase (decrease) in cash and cash equivalents                                    | (2,856)  | 840  |
| Cash and cash equivalents at beginning of period  | 24,586   | 25,019   |
| Cash and cash equivalents at end of period  | 21,730   | 25,859   |

(4) Notes to Quarterly Consolidated Financial Statementer

(Notes on going concern assumption)

Not applicable

(Notes on material changes in Shareholders' Equity)

Not applicable

(Segment information)

[ Third quarter of previous period (from April 1, 2024 to December 31, 2024) ]

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

(Million yen)

|   | Reporting Segment      |                                |                  |                      |           | Others<br>(*) | Total   |
|---|------------------------|--------------------------------|------------------|----------------------|-----------|---------------|---------|
|   | Powertrain<br>business | Marine &<br>Energy<br>business | Life<br>business | Frontier<br>business | Sub total |               |         |
| Net sales   |                        |                                |                  |                      |           |               |         |
| External sales                                    | 52,136                 | 13,132                         | 15,202           | 17,616               | 98,089    | 1,352         | 99,441  |
| Internal sales or<br>transfer between<br>segments | 378                    | 23                             | 227              | 87                   | 716       | 450           | 1,167   |
| Total   | 52,515                 | 13,156                         | 15,430           | 17,704               | 98,805    | 1,803         | 100,609 |
| Segment profit(loss)                              | 6,656                  | 2,727                          | 2,266            | (1,496)              | 10,153    | 312           | 10,465  |

(\*) "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   | 10,153  |
| Profit from "Others" category  | 312     |
| Elimination of intersegment transactions   | (0)     |
| Unattributable costs (*)   | (5,869) |
| Operating profit (loss)<br>as per <u>Quarterly Consolidated Statements of Income</u> | 4,595   |

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

[ Third quarter of previous period (from April 1, 2025 to December 31, 2025) ]

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

(Million yen)

|   | Reporting Segment      |                                |                  |                      |           | Others<br>(*) | Total   |
|---|------------------------|--------------------------------|------------------|----------------------|-----------|---------------|---------|
|   | Powertrain<br>business | Marine &<br>Energy<br>business | Life<br>business | Frontier<br>business | Sub total |               |         |
| Net sales   |                        |                                |                  |                      |           |               |         |
| External sales                                    | 54,106                 | 14,290                         | 16,688           | 16,890               | 101,975   | 1,419         | 103,394 |
| Internal sales or<br>transfer between<br>segments | 402                    | 23                             | 231              | 122                  | 779       | 234           | 1,014   |
| Total   | 54,509                 | 14,313                         | 16,919           | 17,012               | 102,754   | 1,654         | 104,408 |
| Segment profit(loss)                              | 7,175                  | 2,841                          | 2,857            | (924)                | 11,950    | 342           | 12,292  |

(\*) "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  | 11,950  |
| Profit from "Others" category   | 342     |
| Elimination of intersegment transactions                                      | (7)     |
| Unattributable costs (*)  | (6,417) |
| Operating profit (loss)<br>as per Quarterly Consolidated Statements of Income | 5,867   |

(\*) 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 third quarter of the previous fiscal year is presented under the new names.