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Consolidated Financial Results for the Fiscal Year Ended March 31, 2026 [Japanese GAAP]

May 14, 2026

Company name: Daiki Aluminium Industry Co., Ltd.
Stock exchange listing: Tokyo Stock Exchange
Code number: 5702
URL: https://www.dik-net.com/
Representative: Shigenori Hayashi, President, Representative Director, Executive Officer
Contact: Eri Kawaguchi, Director, Managing Executive Officer
Phone: +81-6-6444-2751
Scheduled date of annual general meeting of shareholders: June 19, 2026
Scheduled date of commencing dividend payments: June 22, 2026
Scheduled date of filing securities report: June 18, 2026
Availability of supplementary explanatory materials on annual financial results: Available
Schedule of annual financial results briefing session: Yes

(Amounts of less than one million yen are rounded down.)

1. Consolidated Financial Results for the Fiscal Year Ended March 31, 2026 (April 1, 2025 - March 31, 2026)

(1) Consolidated Operating Results (% indicates changes from the previous fiscal year.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Fiscal year ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
March 31, 2026	331,109	10.4	7,268	50.4	5,620	49.9	3,680	426.4
March 31, 2025	299,795	14.1	4,834	4.7	3,749	(10.0)	699	(78.5)

(Note) Comprehensive income: Fiscal year ended March 31, 2026: ¥5,578 million [(30.2)%]
Fiscal year ended March 31, 2025: ¥4,283 million [(34.7)%]

	Basic earnings per share	Diluted earnings per share	Return on equity	Ratio of ordinary profit to total assets	Ratio of operating profit to net sales
Fiscal year ended	Yen	Yen	%	%	%
March 31, 2026	93.01	91.59	4.9	3.3	2.2
March 31, 2025	17.48	17.21	1.0	2.5	1.6

(Reference) Equity in earnings of affiliated companies: Fiscal year ended March 31, 2026: ¥(224) million
Fiscal year ended March 31, 2025: ¥(157) million

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of March 31, 2026	177,864	77,102	42.9	1,928.59
As of March 31, 2025	163,295	73,712	44.7	1,842.83

(Reference) Equity: As of March 31, 2026: ¥76,318 million
As of March 31, 2025: ¥72,925 million

(3) Consolidated Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at year-end
Fiscal year ended	Million yen	Million yen	Million yen	Million yen
March 31, 2026	1,867	(5,182)	5,076	8,936
March 31, 2025	(10,043)	(4,203)	14,566	7,244

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2. Dividends

	Annual dividends					Total dividends (annual)	Payout ratio (consolidated)	Ratio of dividends to net assets (consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
Fiscal year ended March 31, 2025	–	25.00	–	30.00	55.00	2,176	314.7	3.1
Fiscal year ended March 31, 2026	–	25.00	–	30.00	55.00	2,176	59.1	2.9
Fiscal year ending March 31, 2027 (Forecast)	–	35.00	–	35.00	70.00		–	

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2027 (April 1, 2026 - March 31, 2027)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Six months ending September 30 (Cumulative)	193,300	28.4	7,850	200.1	7,420	346.9	5,820	493.3	147.07
Full year	386,700	16.8	12,160	67.3	11,380	102.5	8,840	140.2	223.39

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*** Notes:**

(1) Significant changes in the scope of consolidation during the period under review: No
Newly included: –
Excluded: –

(2) Changes in accounting policies, changes in accounting estimates and retrospective restatement
1) Changes in accounting policies due to the revision of accounting standards: No
2) Changes in accounting policies other than 1) above: No
3) Changes in accounting estimates: No
4) Retrospective restatement: No

(3) Total number of issued shares (common shares)
1) Total number of issued shares at the end of the period (including treasury shares):
As of March 31, 2026: 43,629,235 shares
As of March 31, 2025: 43,629,235 shares

2) Total number of treasury shares at the end of the period:
As of March 31, 2026: 4,056,961 shares
As of March 31, 2025: 4,056,711 shares

3) Average number of shares during the period:
Year ended March 31, 2026: 39,572,403 shares
Year ended March 31, 2025: 40,005,954 shares

(Reference) Summary of Non-consolidated Financial Results

1. Non-consolidated Financial Results for the Fiscal Year Ended March 31, 2026 (April 1, 2025 - March 31, 2026)

(1) Non-consolidated Operating Results (% indicates changes from the previous fiscal year.)

	Net sales		Operating profit		Ordinary profit		Profit	
Fiscal year ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
March 31, 2026	189,386	10.4	3,020	22.2	4,577	12.9	3,408	–
March 31, 2025	171,598	13.8	2,471	9.3	4,054	5.8	(728)	–

	Basic earnings per share	Diluted earnings per share
Fiscal year ended	Yen	Yen
March 31, 2026	86.14	84.82
March 31, 2025	(18.20)	–

(2) Non-consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of March 31, 2026	102,953	40,988	39.7	1,032.17
As of March 31, 2025	93,288	38,662	41.3	973.40

(Reference) Equity: As of March 31, 2026: ¥40,845 million
As of March 31, 2025: ¥38,519 million

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2. Non-consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2027 (April 1, 2026 - March 31, 2027)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Six months ending September 30 (Cumulative)	115,000	31.3	2,150	48.1	2,440	45.8	1,760	50.5	44.48
Full year	227,600	20.2	3,270	8.3	6,920	51.2	5,860	71.9	148.08

Notes regarding financial results forecast

* These financial results are outside the scope of audit.

* Explanation on the proper use of financial results forecast and other notes

The earnings forecasts and other forward-looking statements herein regarding financial results forecast for the fiscal year ending March 31, 2027 are based on information available to the Company at the time of preparation and certain assumptions deemed to be reasonable, and actual results may vary significantly due to various factors. For the assumptions used for the earnings forecasts and the notes regarding the use thereof, please refer to “1. Overview of Operating Results, etc., (4) Future Outlook” on page 4 of the attached document.

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1. Overview of Operating Results, etc.

(1) Overview of Operating Results for the Fiscal Year under Review

During the fiscal year ended March 31, 2026, the global economy continued to grow solidly even amid increasing instability in international affairs and the trade environment. The Japanese economy also recovered slowly, despite the impact of the U.S. trade policy, mainly on the automobile industry.

In the secondary aluminium alloy industry, demand remained solid, particularly for the automobile and transportation equipment-related customers, who are our major customers. Furthermore, while global new car sales generally remained at the previous year's level, intensifying competition and changes in policy and subsidy trends, particularly in the EV market, caused mixed impacts across regions and vehicle types. Meanwhile, reduced generation of aluminium scrap along with rising demand for aluminium scrap as a low-carbon raw material affected the revenue environment.

Amid this business environment, the Group's consolidated net sales for the fiscal year ended March 31, 2026 amounted to a combined total of ¥331,109 million (up 10.4% year on year), including ¥197,990 million in secondary aluminium alloy ingots (up 3.8% year on year) and ¥133,119 million in merchandise and raw materials (up 22.1% year on year). This was driven by U.S. interest rate cuts and also by rising LME prices reflecting supply concerns stemming from China's aluminium production restrictions and escalating tensions in the Middle East.

Regarding revenues, in Japan, it was supported by steady demand for finished goods and merchandise, despite an increase in raw material costs amid soaring export prices causing aluminium scrap prices to remain elevated. Furthermore, overseas revenue is also reaching its recovery trajectory, driven by progress in sales price adjustments and material substitutions. As a result, operating profit was ¥7,268 million (up 50.4% year on year), ordinary profit was ¥5,620 million (up 49.9% year on year), and profit attributable to owners of parent was ¥3,680 million (up 426.4% year on year).

(2) Overview of Financial Position for the Fiscal Year under Review

Status of Assets, Liabilities and Net Assets

a) Current Assets

The balance of current assets as of March 31, 2026 was ¥140,373 million, up ¥12,683 million from the end of the previous fiscal year. This was mainly due to increases of ¥1,740 million in cash and deposits, ¥10,332 million in notes and accounts receivable - trade, and ¥199 million in merchandise and finished goods.

b) Non-current Assets

The balance of non-current assets as of March 31, 2026 was ¥37,490 million, up ¥1,884 million from the end of the previous fiscal year. This was mainly due to increases of ¥213 million in property, plant and equipment, ¥1,941 million in investment securities, and ¥599 million in retirement benefit assets, and a decrease of ¥828 million in other within investments and other assets.

c) Current Liabilities

The balance of current liabilities as of March 31, 2026 was ¥90,354 million, up ¥11,850 million from the end of the previous fiscal year. This was mainly due to increases of ¥3,700 million in notes and accounts payable - trade, ¥8,196 million in short-term borrowings, and ¥265 million in income taxes payable, and a decrease of ¥229 million in accrued consumption taxes.

d) Non-current Liabilities

The balance of non-current liabilities as of March 31, 2026 was ¥10,407 million, down ¥671 million from the end of the previous fiscal year. This was mainly due to increases of ¥44 million in lease liabilities, and ¥438 million in deferred tax liabilities, and a decrease of ¥1,146 million in long-term borrowings.

e) Net Assets

The balance of net assets as of March 31, 2026 was ¥77,102 million, up ¥3,390 million from the end of the previous fiscal year. This was mainly due to increases of ¥1,504 million in retained earnings, ¥1,153 million in valuation difference on available-for-sale securities, and ¥520 million in foreign currency translation adjustment.

(3) Overview of Cash Flows for the Fiscal Year under Review

Cash and cash equivalents (the "funds") as of March 31, 2026 stood at ¥8,936 million, up ¥1,692 million from the end of the previous fiscal year.

The status of cash flows as of March 31, 2026 and their contributing factors are as follows.

a) Cash flows from operating activities

Funds increasing in operating activities for the fiscal year ended March 31, 2026 amounted to ¥1,867 million (funds decreased by ¥10,043 million at the end of the previous fiscal year), mainly due to the recording of profit before income taxes and depreciation, an increase of funds caused by an increase in trade payables, and a decrease of funds caused by increases in trade receivables, and interest paid.

b) Cash flows from investing activities

Funds decreasing in investing activities for the fiscal year ended March 31, 2026 amounted to ¥5,182 million (funds decreased by ¥4,203 million at the end of the previous fiscal year), mainly due to the purchases of property, plant and equipment and investment securities.

c) Cash flows from financing activities

Funds increasing in financing activities for the fiscal year ended March 31, 2026 amounted to ¥5,076 million (funds increased by ¥14,566 million at the end of the previous fiscal year), mainly due to the net increase in short-term borrowings, proceeds from and repayments of long-term borrowings, and dividends paid.

A trend of cash flow indicators is as follows.

(Reference) Cash flow related indicators

	FY ended March 31, 2023	FY ended March 31, 2024	FY ended March 31, 2025	FY ended March 31, 2026
Equity ratio (%)	50.7	51.4	44.7	42.9
Equity ratio at market price (%)	43.4	36.3	24.1	31.3
Interest-bearing debt to cash flow ratio (years)	1.6	17.2	−	39.7
Interest coverage ratio (times)	31.2	2.3	−	1.0

(Notes) Interest-bearing debt to cash flow ratio (years) and interest coverage ratio (times) for FY ended March 31, 2025 are omitted because operating cash flow was negative.
Equity ratio: Equity / Total assets
Equity ratio at market price: Current aggregate value of shares / Total assets
Interest-bearing debt to cash flow ratio: Interest-bearing debt / Cash flow
Interest coverage ratio: Cash flow / Interest expenses
* These indicators are calculated based on consolidated figures.
* The current aggregate value of shares is calculated by multiplying the closing stock price at fiscal year-end by the total number of issued shares at fiscal year-end, excluding treasury shares.

* Operating cash flow is used for cash flow.
Cash flows from operating activities in the Consolidated Statements of Cash Flows are used for the operating cash flow. Interest-bearing debt covers all debt bearing interest recorded in the Consolidated Balance Sheet. Interest expenses in the Consolidated Statements of Cash Flows are used for the interest expenses.

(4) Future Outlook

As for the future outlook, the Japanese economy is expected to see a moderate recovery, supported by employment and income situations improving and benefits from various government policies. However, close attention should be paid to the impacts on energy prices as well as the financial and capital markets from developments with U.S. trade policy coming out of the Trump administration and increasing geopolitical risks, including growing tensions in the Middle East. As such, the future outlook is uncertain.

In the secondary aluminium alloy industry, we expect that uncertainty will continue for the time being due in part to rising energy prices, possible production cutbacks by automakers due to supply chain turmoil, and logistics delays caused by increasing Middle East tensions and the effective closure of the Strait of Hormuz.

Under these circumstances, we will continue to ensure optimal production and sales volumes at our secondary aluminium alloy production bases, while improving the accuracy of raw material selection and establishing a purchasing system capable of responding to price fluctuations. We are committed to responding swiftly to changes in the times and making every effort to ensure the continued growth of our business.

The Group expects consolidated net sales of ¥386,700 million and ordinary profit of ¥11,380 million for the next fiscal year.

2. Basic Policy on Selection of Accounting Standards

The Group's policy is to prepare Consolidated Financial Statements based on Japanese GAAP, considering the comparability of Consolidated Financial Statements among different periods and companies.

Regarding the application of IFRS, the Group's policy is to respond to it adequately considering both domestic and overseas trends.

3. Consolidated Financial Statements and Principal Notes

(1) Consolidated Balance Sheet

(Million yen)

	As of March 31, 2025	As of March 31, 2026
Assets		
Current assets		
Cash and deposits	7,341	9,082
Notes and accounts receivable - trade	64,088	74,421
Merchandise and finished goods	22,481	22,681
Work in process	162	210
Raw materials and supplies	29,066	27,880
Other	4,562	6,107
Allowance for doubtful accounts	(14)	(11)
Total current assets	127,689	140,373
Non-current assets		
Property, plant and equipment		
Buildings and structures	21,610	21,982
Accumulated depreciation and impairment	(11,745)	(12,524)
Buildings and structures, net	9,865	9,457
Machinery, equipment and vehicles	39,453	41,761
Accumulated depreciation and impairment	(30,160)	(31,989)
Machinery, equipment and vehicles, net	9,292	9,772
Tools, furniture and fixtures	2,330	2,477
Accumulated depreciation and impairment	(1,894)	(2,088)
Tools, furniture and fixtures, net	435	389
Land	4,323	4,412
Leased assets	2,233	2,207
Accumulated depreciation and impairment	(602)	(580)
Leased assets, net	1,631	1,626
Construction in progress	590	694
Total property, plant and equipment	26,138	26,351
Intangible assets	224	211
Investments and other assets		
Investment securities	5,519	7,461
Long-term loans receivable	3	2
Retirement benefit asset	906	1,506
Deferred tax assets	440	420
Other	2,723	1,895
Allowance for doubtful accounts	(349)	(357)
Total investments and other assets	9,243	10,928
Total non-current assets	35,606	37,490
Total assets	163,295	177,864

(Million yen)

	As of March 31, 2025	As of March 31, 2026
Liabilities		
Current liabilities		
Notes and accounts payable - trade	12,520	16,221
Short-term borrowings	59,771	67,968
Accounts payable - other	2,589	2,519
Income taxes payable	493	758
Accrued consumption taxes	375	145
Accrued expenses	1,421	1,618
Provision for bonuses	302	333
Other	1,030	787
Total current liabilities	78,504	90,354
Non-current liabilities		
Long-term borrowings	7,309	6,162
Provision for retirement benefits for directors (and other officers)	11	12
Retirement benefit liability	448	436
Lease liabilities	187	231
Asset retirement obligations	302	306
Deferred tax liabilities	2,672	3,110
Other	146	146
Total non-current liabilities	11,079	10,407
Total liabilities	89,583	100,761
Net assets		
Shareholders' equity		
Share capital	6,346	6,346
Capital surplus	8,773	8,717
Retained earnings	48,315	49,819
Treasury shares	(2,387)	(2,387)
Total shareholders' equity	61,048	62,496
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	2,001	3,154
Deferred gains or losses on hedges	20	(38)
Foreign currency translation adjustment	9,633	10,154
Remeasurements of defined benefit plans	221	551
Total accumulated other comprehensive income	11,877	13,822
Share acquisition rights	142	142
Non-controlling interests	644	640
Total net assets	73,712	77,102
Total liabilities and net assets	163,295	177,864

(2) Consolidated Statements of Income and Comprehensive Income

Consolidated Statement of Income

(Million yen)

	For the fiscal year ended March 31, 2025	For the fiscal year ended March 31, 2026
Net sales	299,795	331,109
Cost of sales	286,037	314,899
Gross profit	13,757	16,210
Selling, general and administrative expenses		
Transportation costs	3,626	3,686
Entertainment expenses	91	103
Travel and transportation expenses	294	305
Remuneration for directors (and other officers)	315	340
Salaries and allowances	1,370	1,320
Provision for retirement benefits for directors (and other officers)	0	1
Provision for bonuses	44	47
Retirement benefit expenses	8	20
Rent expenses	97	85
Depreciation	325	299
Provision of allowance for doubtful accounts	3	–
Other	2,744	2,731
Total selling, general and administrative expenses	8,923	8,941
Operating profit	4,834	7,268
Non-operating income		
Interest income	147	182
Dividend income	214	148
Foreign exchange gains	18	–
Gain on sales of iron scrap	126	88
Compensation income	139	–
Subsidy income	–	115
Other	215	319
Total non-operating income	862	855
Non-operating expenses		
Interest expenses	1,696	1,900
Loss on sale of notes receivable - trade	11	17
Share of loss of entities accounted for using equity method	157	224
Foreign exchange losses	–	239
Other	81	120
Total non-operating expenses	1,946	2,502
Ordinary profit	3,749	5,620

(Million yen)

	For the fiscal year ended March 31, 2025	For the fiscal year ended March 31, 2026
Extraordinary income		
Gain on sale of non-current assets	13	11
Gain on sale of investment securities	230	–
Total extraordinary income	244	11
Extraordinary losses		
Loss on sale and retirement of non-current assets	111	168
Impairment losses	1,454	–
Total extraordinary losses	1,566	168
Profit before income taxes	2,428	5,463
Income taxes - current	1,656	1,999
Income taxes - deferred	241	(178)
Total income taxes	1,897	1,821
Profit	530	3,641
Loss attributable to non-controlling interests	(168)	(38)
Profit attributable to owners of parent	699	3,680

Consolidated Statement of Comprehensive Income

(Million yen)

	For the fiscal year ended March 31, 2025	For the fiscal year ended March 31, 2026
Profit	530	3,641
Other comprehensive income		
Valuation difference on available-for-sale securities	84	1,153
Deferred gains or losses on hedges	45	(59)
Foreign currency translation adjustment	3,706	440
Remeasurements of defined benefit plans, net of tax	(192)	329
Share of other comprehensive income of entities accounted for using equity method	108	72
Total other comprehensive income	3,752	1,936
Comprehensive income	4,283	5,578
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	4,381	5,625
Comprehensive income attributable to non-controlling interests	(98)	(46)

(3) Consolidated Statements of Changes in Equity

Fiscal year ended March 31, 2025 (from April 1, 2024 to March 31, 2025)

(Million yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	6,346	8,863	49,179	(1,337)	63,052
Changes during period					
Dividends of surplus			(1,799)		(1,799)
Profit attributable to owners of parent			699		699
Purchase of treasury shares				(1,049)	(1,049)
Change in scope of consolidation			236		236
Change in ownership interest of parent due to transactions with non-controlling interests		(90)			(90)
Net changes in items other than shareholders' equity					
Total changes during period	–	(90)	(864)	(1,049)	(2,004)
Balance at end of period	6,346	8,773	48,315	(2,387)	61,048

	Accumulated other comprehensive income					Share acquisition rights	Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasure-ments of defined benefit plans	Total accumulated other comprehensive income			
Balance at beginning of period	1,917	(24)	5,889	412	8,194	142	672	72,062
Changes during period								
Dividends of surplus								(1,799)
Profit attributable to owners of parent								699
Purchase of treasury shares								(1,049)
Change in scope of consolidation								236
Change in ownership interest of parent due to transactions with non-controlling interests								(90)
Net changes in items other than shareholders' equity	84	45	3,744	(191)	3,682	–	(28)	3,653
Total changes during period	84	45	3,744	(191)	3,682	–	(28)	1,649
Balance at end of period	2,001	20	9,633	221	11,877	142	644	73,712

Fiscal year ended March 31, 2026 (from April 1, 2025 to March 31, 2026)

(Million yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	6,346	8,773	48,315	(2,387)	61,048
Changes during period					
Dividends of surplus			(2,176)		(2,176)
Profit attributable to owners of parent			3,680		3,680
Purchase of treasury shares				(0)	(0)
Change in scope of consolidation					–
Change in ownership interest of parent due to transactions with non-controlling interests		(55)			(55)
Net changes in items other than shareholders' equity					
Total changes during period	–	(55)	1,504	(0)	1,448
Balance at end of period	6,346	8,717	49,819	(2,387)	62,496

	Accumulated other comprehensive income					Share acquisition rights	Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasure-ments of defined benefit plans	Total accumulated other comprehensive income			
Balance at beginning of period	2,001	20	9,633	221	11,877	142	644	73,712
Changes during period								
Dividends of surplus								(2,176)
Profit attributable to owners of parent								3,680
Purchase of treasury shares								(0)
Change in scope of consolidation								–
Change in ownership interest of parent due to transactions with non-controlling interests								(55)
Net changes in items other than shareholders' equity	1,153	(59)	520	329	1,944	–	(3)	1,941
Total changes during period	1,153	(59)	520	329	1,944	–	(3)	3,390
Balance at end of period	3,154	(38)	10,154	551	13,822	142	640	77,102

(4) Consolidated Statements of Cash Flows

(Million yen)

	For the fiscal year ended March 31, 2025	For the fiscal year ended March 31, 2026
Cash flows from operating activities		
Profit before income taxes	2,428	5,463
Depreciation	4,026	3,962
Impairment losses	1,454	–
Increase (decrease) in retirement benefit liability	69	15
Decrease (increase) in retirement benefit asset	(170)	(157)
Increase (decrease) in provision for retirement benefits for directors (and other officers)	0	1
Increase (decrease) in allowance for doubtful accounts	13	(16)
Interest and dividend income	(361)	(331)
Interest expenses	1,696	1,900
Foreign exchange losses (gains)	(35)	11
Share of loss (profit) of entities accounted for using equity method	157	224
Loss (gain) on sale and retirement of non-current assets	97	157
Loss (gain) on sale of investment securities	(230)	–
Decrease (increase) in trade receivables	(8,918)	(10,224)
Decrease (increase) in inventories	(9,215)	671
Decrease (increase) in advance payments to suppliers	(318)	(457)
Decrease (increase) in accounts receivable - other	(967)	167
Decrease (increase) in temporary payments	(56)	(87)
Increase (decrease) in trade payables	884	4,090
Increase (decrease) in accounts payable - other	288	394
Increase/decrease in consumption taxes payable/consumption taxes refund receivable	1,717	(409)
Other, net	139	(167)
Subtotal	(7,302)	5,210
Interest and dividends received	361	331
Interest paid	(1,701)	(1,906)
Income taxes refund (paid)	(1,401)	(1,767)
Net cash provided by (used in) operating activities	(10,043)	1,867
Cash flows from investing activities		
Purchase of property, plant and equipment	(3,908)	(4,731)
Proceeds from sale of property, plant and equipment	17	16
Purchase of investment securities	(509)	(411)
Proceeds from sale of investment securities	336	–
Other, net	(140)	(54)
Net cash provided by (used in) investing activities	(4,203)	(5,182)

(Million yen)

	For the fiscal year ended March 31, 2025	For the fiscal year ended March 31, 2026
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	16,273	8,316
Proceeds from long-term borrowings	5,200	3,200
Repayments of long-term borrowings	(3,974)	(4,188)
Net decrease (increase) in treasury shares	(1,049)	(0)
Dividends paid	(1,799)	(2,176)
Purchase of shares of subsidiaries not resulting in change in scope of consolidation	(2)	–
Dividends paid to non-controlling interests	(18)	(11)
Other, net	(61)	(62)
Net cash provided by (used in) financing activities	14,566	5,076
Effect of exchange rate change on cash and cash equivalents	393	(69)
Net increase (decrease) in cash and cash equivalents	713	1,692
Cash and cash equivalents at beginning of period	6,290	7,244
Increase in cash and cash equivalents resulting from inclusion of subsidiaries in consolidation	240	–
Cash and cash equivalents at end of period	7,244	8,936

(5) Notes to Consolidated Financial Statements

(Notes on Going Concern Assumption)

Not applicable.

(Segment Information, Etc.)

[Segment Information]

1. Overview of reportable segments

The Group's reportable segment is a component of an entity for which separate financial information is available and evaluated regularly by the Board of Directors in determining the allocation of management resources and in assessing performance.

The Group's reportable segment is "secondary aluminium alloy," as the Group's main business is manufacturing and sales of secondary aluminium alloy.

2. Calculation methods of net sales, income (loss) and assets by reportable segment

The accounting for business segments reported is substantially the same as those described in the "Significant Accounting Policies for Preparation of Consolidated Financial Statements." Intersegment sales or transfers are based on the market price and other information. The business segment income is based on operating profit.

3. Information on net sales, income (loss), assets and other items by reportable segment

For the fiscal year ended March 31, 2025 (from April 1, 2024 to March 31, 2025)

(Million yen)

	Reportable segment	Others (Note 1)	Total	Adjustment (Note 2)	Amount recorded in Consolidated Financial Statements (Note 3)
	Secondary aluminium alloy				
Net sales					
Net sales to outside customers	294,473	5,321	299,795	—	299,795
Inter-segment net sales or transfers	1,589	67	1,657	(1,657)	—
Total	296,062	5,389	301,452	(1,657)	299,795
Segment income	4,440	388	4,828	5	4,834
Segment asset	156,743	7,157	163,900	(604)	163,295

(Notes) 1. "Others" is the business segment not categorized in the reportable segment. They include die-cast products business, etc.

2. Adjustments are as follows.

(1) The segment income adjustment of ¥5 million includes intersegment transactions elimination of ¥5 million.

(2) The segment asset adjustment of ¥(604) million includes intersegment elimination of debts and credits of ¥(597) million.

3. Segment income is adjusted to the operating profit figure on the Consolidated Statement of Income.

For the fiscal year ended March 31, 2026 (from April 1, 2025 to March 31, 2026)

(Million yen)

	Reportable segment	Others (Note 1)	Total	Adjustment (Note 2)	Amount recorded in Consolidated Financial Statements (Note 3)
	Secondary aluminium alloy				
Net sales					
Net sales to outside customers	325,308	5,800	331,109	—	331,109
Inter-segment net sales or transfers	1,493	53	1,547	(1,547)	—
Total	326,802	5,853	332,656	(1,547)	331,109
Segment income	6,697	566	7,264	4	7,268
Segment asset	171,307	7,132	178,440	(575)	177,864

(Notes) 1. “Others” is the business segment not categorized in the reportable segment. They include die-cast products business, etc.

2. Adjustments are as follows.

(1) The segment income adjustment of ¥4 million includes intersegment transactions elimination of ¥4 million.

(2) The segment asset adjustment of ¥(575) million includes intersegment elimination of debts and credits of ¥(569) million.

3. Segment income is adjusted to the operating profit figure on the Consolidated Statement of Income.

(Per Share Information)

	For the fiscal year ended March 31, 2025	For the fiscal year ended March 31, 2026
Net assets per share	¥1,842.83	¥1,928.59
Basic earnings per share	¥17.48	¥93.01
Diluted earnings per share	¥17.21	¥91.59

(Notes) 1. Basic earnings per share and diluted earnings per share shall be calculated based on the following data.

Item	For the fiscal year ended March 31, 2025	For the fiscal year ended March 31, 2026
Basic earnings per share		
Profit attributable to owners of parent (Million yen)	699	3,680
Amount not attributable to common shareholders (Million yen)	–	–
Profit attributable to owners of parent relating to common shares (Million yen)	699	3,680
Average number of common shares during the period (Shares)	40,005,954	39,572,403
Diluted earnings per share		
Adjustment for profit attributable to owners of parent (Million yen)	–	–
Increase in number of common shares (Shares)	615,459	615,452
(Share acquisition rights) (Shares)	(615,459)	(615,452)
Overview of residual shares not included in the calculation of diluted earnings per share due to their non-dilutive effect	–	

2. Net assets per share shall be calculated based on the following data.

Item	For the fiscal year ended March 31, 2025	For the fiscal year ended March 31, 2026
Total net assets (Million yen)	73,712	77,102
Amount deducted from total net assets (Million yen)	786	783
(Share acquisition rights)	(142)	(142)
(Non-controlling interests)	(644)	(640)
Year-end net assets related to common shares (Million yen)	72,925	76,318
Year-end number of common shares used to calculate net assets per share (Shares)	39,572,524	39,572,274

(Significant Subsequent Events)

Not applicable.