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Consolidated Financial Results for the Three Months Ended June 30, 2026 [Japanese GAAP]

August 10, 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
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Scheduled date of commencing dividend payments: –
Availability of supplementary explanatory materials on financial results: Available
Schedule of financial results briefing session: No

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

1. Consolidated Financial Results for the Three Months Ended June 30, 2026 (April 1, 2026 – June 30, 2026)

(1) Consolidated Operating Results (Cumulative) (% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Three months ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
June 30, 2026	97,609	30.6	3,739	146.1	3,366	229.5	2,359	257.6
June 30, 2025	74,734	19.5	1,519	86.0	1,021	22.4	659	25.7

(Note) Comprehensive income: Three months ended June 30, 2026: ¥3,175 million [– %]
Three months ended June 30, 2025: ¥(1,903) million [– %]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2026	59.61	58.70
June 30, 2025	16.67	16.41

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of June 30, 2026	199,196	79,090	39.3
As of March 31, 2026	177,864	77,102	42.9

(Reference) Equity: As of June 30, 2026: ¥78,273 million
As of March 31, 2026: ¥76,318 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2026	–	25.00	–	30.00	55.00
Fiscal year ending March 31, 2027	–				
Fiscal year ending March 31, 2027 (Forecast)		45.00	–	45.00	90.00

(Note) Revisions from the most recently announced dividends forecast: No

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)	220,000	46.2	12,040	360.2	11,070	566.8	8,330	749.2	210.50
Full year	442,800	33.7	17,550	141.5	16,090	186.3	12,150	230.1	307.03

(Note) Revisions from the most recently announced financial results forecast: No

*** Notes:**

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

(2) Adoption of special accounting methods for the preparation of quarterly consolidated financial statements: No

(3) 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

(4) Total number of issued shares (common shares)
1) Total number of issued shares at the end of the period (including treasury shares):

As of June 30, 2026:	43,629,235 shares
As of March 31, 2026:	43,629,235 shares

2) Total number of treasury shares at the end of the period:

As of June 30, 2026:	4,057,017 shares
As of March 31, 2026:	4,056,961 shares

3) Average number of shares during the period (cumulative total):

Three months ended June 30, 2026:	39,572,246 shares
Three months ended June 30, 2025:	39,572,524 shares

* Review of the Japanese-language originals of the attached quarterly consolidated financial statements by certified public accountants or an audit firm: No

* Explanation on the proper use of financial results forecast and other notes
(Cautionary note regarding forward-looking statements, etc.)
The earnings forecasts and other forward-looking statements herein 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 “Explanation of Consolidated Financial Results Forecast and Other Forward-looking Information” on page 3 of the attached document.

(Reference)

1. Non-consolidated Financial Results for the Three Months Ended June 30, 2026 (April 1, 2026 – June 30, 2026)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit	
Three months ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
June 30, 2026	63,729	43.6	1,909	134.4	2,596	213.9	1,912	255.0
June 30, 2025	44,378	18.5	814	–	827	498.2	538	625.9

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2026	48.32	47.58
June 30, 2025	13.61	13.40

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)	134,400	53.5	4,390	202.4	6,070	262.6	4,640	296.8	117.25
Full year	269,500	42.3	5,500	82.1	10,110	120.9	8,320	144.1	210.25

(Note) Revisions from the most recently announced financial results forecast: No

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1. Overview of Operating Results, etc.

(1) Overview of Operating Results for the Period under Review

During the three months ended June 30, 2026, in the global economy, the U.S. economy remained resilient, supported by consumer spending and employment conditions. In China, the downturn in the real estate market and sluggish consumer spending continued, while in Europe a gradual recovery was seen against the backdrop of easing inflation. Meanwhile, the outlook remained uncertain, due to such factors as higher energy prices and an impact on logistics resulting from escalating tensions in the Middle East, as well as trade policies and rising geopolitical risks in various countries. In addition, the Japanese economy also continued to recover slowly, backed by improvements in the employment and income environment and robust capital investment. However, resource prices rose, affecting the procurement of materials, due to the deteriorating situation in the Middle East, and inflation put downward pressure on personal consumption.

In the secondary aluminium alloy industry, production for the automobile and transportation equipment-related customers, who are our major customers, remained strong. However, the market is undergoing structural changes, such as slowing growth in the BEV market and resilient HEV demand. On the other hand, aluminium prices rose significantly, driven by supply concerns due to escalating tensions in the Middle East. In the same manner, scrap prices continued to rise due to increasing LME prices, causing the outlook for the business environment to remain uncertain.

As a result, the Group's consolidated net sales for the three months ended June 30, 2026 amounted to a combined total of ¥97,609 million (up 30.6% year on year), including ¥61,741 million in secondary aluminium alloy ingots (up 34.0% year on year) and ¥35,867 million in merchandise and raw materials (up 25.1% year on year). This was driven by strong growth in domestic and overseas sales of die-casting materials and casting materials for the automobile and motorcycle industries, as well as higher prices for secondary aluminum alloy ingots.

Regarding revenues, in Japan, we implemented product price revisions to offset the increase in raw material costs resulting from soaring LME prices. Furthermore, overseas revenue also improved, driven by the widening difference (spread) between raw material prices and product selling prices in the secondary aluminum alloy segment at the subsidiaries in India and Thailand. As a result, operating profit was ¥3,739 million (up 146.1% year on year), ordinary profit was ¥3,366 million (up 229.5% year on year), and profit attributable to owners of parent was ¥2,359 million (up 257.6% year on year).

Situations of respective business segments are as follows.

The secondary aluminium alloy business, as in revenues explanation, posted net sales of ¥96,843 million (up 31.6% year on year) and operating profit of ¥3,657 million (up 167.5% year on year). The others segment posted net sales of ¥1,251 million (down 18.8% year on year) and operating profit of ¥85 million (down 43.3% year on year), as the die-cast products business performed weakly.

(2) Overview of Financial Position for the Period under Review

1) Current Assets

The balance of current assets as of June 30, 2026 was ¥161,043 million, up ¥20,670 million from the end of the previous fiscal year. This was mainly due to increases of ¥7,574 million in notes and accounts receivable - trade, ¥10,123 million in merchandise and finished goods, and ¥4,410 million in raw materials and supplies, and a decrease of ¥2,161 million in cash and deposits.

2) Non-current Assets

The balance of non-current assets as of June 30, 2026 was ¥38,153 million, up ¥662 million from the end of the previous fiscal year. This was mainly due to increases of ¥812 million in investment securities and ¥45 million in deferred tax assets, and a decrease of ¥210 million in property, plant and equipment.

3) Current Liabilities

The balance of current liabilities as of June 30, 2026 was ¥107,864 million, up ¥17,510 million from the end of the previous fiscal year. This was mainly due to increases of ¥4,208 million in notes and accounts payable – trade, ¥12,576 million in short-term borrowings, and ¥668 million in accounts payable - other.

4) Non-current Liabilities

The balance of non-current liabilities as of June 30, 2026 was ¥12,241 million, up ¥1,833 million from the end of the previous fiscal year. This was mainly due to increases of ¥1,532 million in long-term borrowings and ¥303 million in deferred tax liabilities.

5) Net Assets

The balance of net assets as of June 30, 2026 was ¥79,090 million, up ¥1,987 million from the end of the previous fiscal year. This was mainly due to increases of ¥1,171 million in retained earnings, ¥443 million in valuation difference on available-for-sale securities, and ¥336 million in deferred gains or losses on hedges.

(3) Explanation of Consolidated Financial Results Forecast and Other Forward-looking Information

There are no changes to the consolidated financial results forecasts for the six months ending September 30, 2026 and the fiscal year ending March 31, 2027, which were disclosed on August 5, 2026 as part of "Notice of Revision of Financial Results Forecasts and Dividend Forecast."

2. Quarterly Consolidated Financial Statements and Principal Notes

(1) Quarterly Consolidated Balance Sheet

(Million yen)

	As of March 31, 2026	As of June 30, 2026
Assets		
Current assets		
Cash and deposits	9,082	6,920
Notes and accounts receivable - trade	74,421	81,995
Merchandise and finished goods	22,681	32,805
Work in process	210	216
Raw materials and supplies	27,880	32,291
Other	6,107	6,826
Allowance for doubtful accounts	(11)	(13)
Total current assets	140,373	161,043
Non-current assets		
Property, plant and equipment		
Buildings and structures	21,982	22,129
Accumulated depreciation and impairment	(12,524)	(12,647)
Buildings and structures, net	9,457	9,481
Machinery, equipment and vehicles	41,761	41,575
Accumulated depreciation and impairment	(31,989)	(32,044)
Machinery, equipment and vehicles, net	9,772	9,531
Tools, furniture and fixtures	2,477	2,463
Accumulated depreciation and impairment	(2,088)	(2,089)
Tools, furniture and fixtures, net	389	373
Land	4,412	4,396
Leased assets	2,207	2,228
Accumulated depreciation and impairment	(580)	(605)
Leased assets, net	1,626	1,622
Construction in progress	694	735
Total property, plant and equipment	26,351	26,141
Intangible assets	211	216
Investments and other assets		
Investment securities	7,461	8,274
Long-term loans receivable	2	2
Retirement benefit asset	1,506	1,506
Deferred tax assets	420	465
Other	1,895	1,897
Allowance for doubtful accounts	(357)	(351)
Total investments and other assets	10,928	11,795
Total non-current assets	37,490	38,153
Total assets	177,864	199,196

(Million yen)

	As of March 31, 2026	As of June 30, 2026
Liabilities		
Current liabilities		
Notes and accounts payable - trade	16,221	20,429
Short-term borrowings	67,968	80,544
Accounts payable - other	2,519	3,187
Income taxes payable	758	979
Accrued consumption taxes	145	65
Accrued expenses	1,618	1,831
Provision for bonuses	333	208
Other	787	617
Total current liabilities	90,354	107,864
Non-current liabilities		
Long-term borrowings	6,162	7,694
Provision for retirement benefits for directors (and other officers)	12	13
Retirement benefit liability	436	436
Lease liabilities	231	227
Asset retirement obligations	306	307
Deferred tax liabilities	3,110	3,414
Other	146	146
Total non-current liabilities	10,407	12,241
Total liabilities	100,761	120,106
Net assets		
Shareholders' equity		
Share capital	6,346	6,346
Capital surplus	8,717	8,717
Retained earnings	49,819	50,991
Treasury shares	(2,387)	(2,387)
Total shareholders' equity	62,496	63,668
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3,154	3,598
Deferred gains or losses on hedges	(38)	297
Foreign currency translation adjustment	10,154	10,190
Remeasurements of defined benefit plans	551	518
Total accumulated other comprehensive income	13,822	14,605
Share acquisition rights	142	142
Non-controlling interests	640	674
Total net assets	77,102	79,090
Total liabilities and net assets	177,864	199,196

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statement of Income

Three Months Ended June 30

(Million yen)

	For the three months ended June 30, 2025	For the three months ended June 30, 2026
Net sales	74,734	97,609
Cost of sales	71,181	91,611
Gross profit	3,553	5,998
Selling, general and administrative expenses		
Transportation costs	783	956
Provision of allowance for doubtful accounts	–	1
Provision for retirement benefits for directors (and other officers)	0	0
Provision for bonuses	35	44
Other	1,213	1,254
Total selling, general and administrative expenses	2,033	2,258
Operating profit	1,519	3,739
Non-operating income		
Interest income	37	56
Dividend income	64	83
Share of profit of entities accounted for using equity method	—	62
Gain on sales of iron scrap	24	34
Other	61	43
Total non-operating income	187	281
Non-operating expenses		
Interest expenses	411	526
Share of loss of entities accounted for using equity method	44	—
Foreign exchange losses	202	99
Other	26	28
Total non-operating expenses	685	655
Ordinary profit	1,021	3,366
Extraordinary income		
Gain on sale of non-current assets	2	15
Total extraordinary income	2	15
Extraordinary losses		
Loss on sale and retirement of non-current assets	42	16
Total extraordinary losses	42	16
Profit before income taxes	981	3,365
Income taxes - current	504	1,079
Income taxes - deferred	(151)	(93)
Total income taxes	352	985
Profit	628	2,379
Profit (loss) attributable to non-controlling interests	(31)	20
Profit attributable to owners of parent	659	2,359

Quarterly Consolidated Statement of Comprehensive Income

Three Months Ended June 30

(Million yen)

	For the three months ended June 30, 2025	For the three months ended June 30, 2026
Profit	628	2,379
Other comprehensive income		
Valuation difference on available-for-sale securities	67	443
Deferred gains or losses on hedges	3	336
Foreign currency translation adjustment	(2,521)	66
Remeasurements of defined benefit plans, net of tax	(26)	(32)
Share of other comprehensive income of entities accounted for using equity method	(54)	(18)
Total other comprehensive income	(2,532)	795
Comprehensive income	(1,903)	3,175
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(1,837)	3,141
Comprehensive income attributable to non-controlling interests	(65)	33

(3) Notes to Quarterly Consolidated Financial Statements

(Notes Concerning Segment Information)

[Segment information]

I. Three months ended June 30, 2025

Information on net sales and income (loss) by reportable segment

(Million yen)

	Reportable segment	Others (Note 1)	Total	Adjustment (Note 2)	Amount recorded in Quarterly Consolidated Statement of Income (Note 3)
	Secondary aluminium alloy				
Net sales					
Net sales to outside customers	73,208	1,526	74,734	–	74,734
Inter-segment net sales or transfers	364	15	379	(379)	–
Total	73,572	1,542	75,114	(379)	74,734
Segment income (loss)	1,367	150	1,517	1	1,519

(Notes) 1. "Others" is a business segment not categorized in the reportable segment. They include die-cast products business and aluminium melting furnace business.

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

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

II. Three months ended June 30, 2026

Information on net sales and income (loss) by reportable segment

(Million yen)

	Reportable segment	Others (Note 1)	Total	Adjustment (Note 2)	Amount recorded in Quarterly Consolidated Statement of Income (Note 3)
	Secondary aluminium alloy				
Net sales					
Net sales to outside customers	96,375	1,234	97,609	–	97,609
Inter-segment net sales or transfers	468	17	485	(485)	–
Total	96,843	1,251	98,094	(485)	97,609
Segment income (loss)	3,657	85	3,742	(3)	3,739

(Notes) 1. "Others" is a business segment not categorized in the reportable segment. They include die-cast products business and aluminium melting furnace business.

2. The segment income (loss) adjustment of ¥(3) million includes intersegment transactions elimination of ¥(3) million.

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

(Revenue Recognition)

Information on disaggregation of revenue from contracts with customers

Three months ended June 30, 2025

(Million yen)

	Reportable segment	Others (Note)	Total
	Secondary aluminium alloy		
Japan	37,271	761	38,033
Asia (excluding Japan)	35,337	764	36,102
Europe	83	–	83
Other	515	–	515
Revenue from contracts with customers	73,208	1,526	74,734
Sales to outside customers	73,208	1,526	74,734

(Note) "Others" is a business segment not categorized in the reportable segment. They include die-cast products business and aluminium melting furnace business.

Three months ended June 30, 2026

(Million yen)

	Reportable segment	Others (Note)	Total
	Secondary aluminium alloy		
Japan	51,485	651	52,136
Asia (excluding Japan)	44,230	583	44,814
Europe	195	–	195
Other	462	–	462
Revenue from contracts with customers	96,375	1,234	97,609
Sales to outside customers	96,375	1,234	97,609

(Note) "Others" is a business segment not categorized in the reportable segment. They include die-cast products business and aluminium melting furnace business.

(Notes in Case of Significant Changes in Shareholders' Equity)

Not applicable.

(Notes on Going Concern Assumption)

Not applicable.

(Notes on Consolidated Statements of Cash Flows)

The Company did not prepare quarterly consolidated statements of cash flows for the three months ended June 30, 2026. Depreciation for the three months ended June 30 (including amortization related to intangible assets excluding goodwill and long-term prepaid expenses) is as follows.

	Three months ended June 30, 2025	Three months ended June 30, 2026
Depreciation	¥895 million	¥926 million