Note: This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

Consolidated Financial Results for the Six Months Ended September 30, 2026 [Japanese GAAP]

November 11, 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 to file semi-annual securities report: November 12, 2026
Scheduled date of commencing dividend payments: December 7, 2026
Availability of supplementary explanatory materials on financial results: Available
Schedule of financial results briefing session: Scheduled

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

1. Consolidated Financial Results for the Six Months Ended September 30, 2026 (April 1, 2026 – September 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	
Six months ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
September 30, 2026	213,393	41.8	11,317	332.6	10,612	539.2	7,777	692.8
September 30, 2025	150,498	9.7	2,616	(0.9)	1,660	(34.1)	980	(38.6)

(Note) Comprehensive income: Six months ended September 30, 2026: ¥8,688 million [– %]
Six months ended September 30, 2025: ¥(1,324) million [– %]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2026	196.54	193.53
September 30, 2025	24.79	24.41

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of September 30, 2026	227,326	84,581	36.8
As of March 31, 2026	177,864	77,102	42.9

(Reference) Equity: As of September 30, 2026: ¥83,681 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	–	45.00			
Fiscal year ending March 31, 2027 (Forecast)			–	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
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 semi-annual 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 September 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 September 30, 2026:	4,057,095 shares
As of March 31, 2026:	4,056,961 shares

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

Six months ended September 30, 2026:	39,572,207 shares
Six months ended September 30, 2025:	39,572,470 shares

* Semi-annual financial results reports are exempt from the scope of review conducted by certified public accountants or an audit firm.

* 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 Six Months Ended September 30, 2026 (April 1, 2026 – September 30, 2026)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit	
Six months ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
September 30, 2026	128,829	47.1	4,752	227.3	6,444	284.9	4,774	308.3
September 30, 2025	87,562	9.5	1,451	27.8	1,674	2.1	1,169	0.3

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2026	120.64	118.79
September 30, 2025	29.55	29.09

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
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

Table of Contents - Attachments

1. Overview of Operating Results, etc. 2
(1) Overview of Operating Results for the Period under Review 2
(2) Overview of Financial Position for the Period under Review 2
(3) Explanation of Consolidated Financial Results Forecast and Other Forward-looking Information 3
2. Semi-annual Consolidated Financial Statements and Principal Notes 4
(1) Semi-annual Consolidated Balance Sheet 4
(2) Semi-annual Consolidated Statements of Income and Comprehensive Income 6
Semi-annual Consolidated Statement of Income 6
Semi-annual Consolidated Statement of Comprehensive Income 7
(3) Semi-annual Consolidated Statement of Cash Flows 8
(4) Notes to Semi-annual Consolidated Financial Statements 9
(Notes in Case of Significant Changes in Shareholders' Equity) 9
(Notes on Going Concern Assumption) 9

1. Overview of Operating Results, etc.

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

During the six months ended September 30, 2026, the global economy gradually slowed down due to sluggish consumer spending and high interest rates, despite AI-related investment underpinning the economy. In addition, the outlook remained uncertain due to factors such as persistently high energy prices and supply constraints with escalating tensions in the Middle East and uncertainty over the trade policies of various countries. Meanwhile, the Japanese economy saw a gradual recovery, backed by improvements in the employment and income environment and robust capital investment.

In the automobile and transportation equipment-related industry, which is our major customer segment, production for automobile and transportation equipment remained strong. However, there were monthly fluctuations, such as a decline in August due to the suspension of production at some automobile manufacturers and the impact on parts supply. Overseas, the environment surrounding the automobile market remained uncertain as production trends varied depending on the region. In the secondary aluminium alloy industry, the business environment also remained uncertain due to factors such as the decline in LME prices from the second half of June, under the influence of demand trends for automobiles.

Amid this business environment, the Group's consolidated net sales for the six months ended September 30, 2026 amounted to a combined total of ¥213,393 million (up 41.8% year on year), including ¥132,509 million in secondary aluminum alloy ingots (up 45.6% year on year) and ¥80,884 million in merchandise and raw materials (up 36.0% year on year). This was due to the elimination of delays in the arrival of imported raw materials at some overseas bases and the continued strong sales of die-casting materials and casting materials for the automobile and motorcycle industries, despite some impact on the supply chain caused by the Kumamoto earthquake.

Regarding revenues, we implemented raw material purchase price adjustments in response to the decline in LME prices. Overseas, the widening difference (spread) between product selling prices and raw material prices in the secondary aluminum alloy segment contributed to earnings. As a result, operating profit was ¥11,317 million (up 332.6% year on year), ordinary profit was ¥10,612 million (up 539.2% year on year), and profit attributable to owners of parent was ¥7,777 million (up 692.8% year on year).

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

1) Current Assets

The balance of current assets as of September 30, 2026 was ¥187,923 million, up ¥47,550 million from the end of the previous fiscal year. This was mainly due to increases of ¥18,862 million in notes and accounts receivable - trade, ¥17,417 million in merchandise and finished goods, and ¥14,243 million in raw materials and supplies, and a decrease of ¥3,034 million in cash and deposits.

2) Non-current Assets

The balance of non-current assets as of September 30, 2026 was ¥39,402 million, up ¥1,911 million from the end of the previous fiscal year. This was mainly due to increases of ¥2,000 million in investment securities and ¥159 million in deferred tax assets, and a decrease of ¥233 million in property, plant and equipment.

3) Current Liabilities

The balance of current liabilities as of September 30, 2026 was ¥130,907 million, up ¥40,553 million from the end of the previous fiscal year. This was mainly due to increases of ¥3,432 million in notes and accounts payable - trade, ¥35,426 million in short-term borrowings, and ¥1,480 million in income taxes payable.

4) Non-current Liabilities

The balance of non-current liabilities as of September 30, 2026 was ¥11,837 million, up ¥1,430 million from the end of the previous fiscal year. This was mainly due to increases of ¥1,011 million in long-term borrowings and ¥428 million in deferred tax liabilities.

5) Net Assets

The balance of net assets as of September 30, 2026 was ¥84,581 million, up ¥7,478 million from the end of the previous fiscal year. This was mainly due to increases of ¥6,590 million in retained earnings and ¥981 million in valuation difference on available-for-sale securities, and a decrease of ¥245 million in foreign currency translation adjustment.

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

There are no changes to the consolidated financial results forecasts for 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. Semi-annual Consolidated Financial Statements and Principal Notes

(1) Semi-annual Consolidated Balance Sheet

(Million yen)

	As of March 31, 2026	As of September 30, 2026
Assets		
Current assets		
Cash and deposits	9,082	6,047
Notes and accounts receivable - trade	74,421	93,284
Merchandise and finished goods	22,681	40,098
Work in process	210	256
Raw materials and supplies	27,880	42,124
Other	6,107	6,125
Allowance for doubtful accounts	(11)	(13)
Total current assets	140,373	187,923
Non-current assets		
Property, plant and equipment		
Buildings and structures	21,982	22,223
Accumulated depreciation and impairment	(12,524)	(12,771)
Buildings and structures, net	9,457	9,452
Machinery, equipment and vehicles	41,761	42,491
Accumulated depreciation and impairment	(31,989)	(32,489)
Machinery, equipment and vehicles, net	9,772	10,001
Tools, furniture and fixtures	2,477	2,511
Accumulated depreciation and impairment	(2,088)	(2,125)
Tools, furniture and fixtures, net	389	385
Land	4,412	4,398
Leased assets	2,207	2,219
Accumulated depreciation and impairment	(580)	(620)
Leased assets, net	1,626	1,599
Construction in progress	694	281
Total property, plant and equipment	26,351	26,118
Intangible assets	211	205
Investments and other assets		
Investment securities	7,461	9,462
Long-term loans receivable	2	2
Retirement benefit asset	1,506	1,507
Deferred tax assets	420	579
Other	1,895	1,879
Allowance for doubtful accounts	(357)	(352)
Total investments and other assets	10,928	13,078
Total non-current assets	37,490	39,402
Total assets	177,864	227,326

(Million yen)

	As of March 31, 2026	As of September 30, 2026
Liabilities		
Current liabilities		
Notes and accounts payable - trade	16,221	19,653
Short-term borrowings	67,968	103,394
Accounts payable - other	2,519	2,701
Income taxes payable	758	2,239
Accrued consumption taxes	145	58
Accrued expenses	1,618	1,580
Provision for bonuses	333	528
Other	787	750
Total current liabilities	90,354	130,907
Non-current liabilities		
Long-term borrowings	6,162	7,173
Provision for retirement benefits for directors (and other officers)	12	14
Retirement benefit liability	436	433
Lease liabilities	231	222
Asset retirement obligations	306	308
Deferred tax liabilities	3,110	3,539
Other	146	146
Total non-current liabilities	10,407	11,837
Total liabilities	100,761	142,745
Net assets		
Shareholders' equity		
Share capital	6,346	6,346
Capital surplus	8,717	8,873
Retained earnings	49,819	56,409
Treasury shares	(2,387)	(2,543)
Total shareholders' equity	62,496	69,086
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3,154	4,136
Deferred gains or losses on hedges	(38)	64
Foreign currency translation adjustment	10,154	9,908
Remeasurements of defined benefit plans	551	485
Total accumulated other comprehensive income	13,822	14,595
Share acquisition rights	142	142
Non-controlling interests	640	756
Total net assets	77,102	84,581
Total liabilities and net assets	177,864	227,326

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

Semi-annual Consolidated Statement of Income

(Million yen)

	For the six months ended September 30, 2025	For the six months ended September 30, 2026
Net sales	150,498	213,393
Cost of sales	143,723	197,233
Gross profit	6,775	16,159
Selling, general and administrative expenses		
Transportation costs	1,675	2,086
Provision of allowance for doubtful accounts	–	1
Provision for retirement benefits for directors (and other officers)	1	1
Provision for bonuses	85	115
Other	2,397	2,637
Total selling, general and administrative expenses	4,159	4,842
Operating profit	2,616	11,317
Non-operating income		
Interest income	73	131
Dividend income	76	144
Share of profit of entities accounted for using equity method	–	351
Gain on sales of iron scrap	50	61
Other	117	129
Total non-operating income	317	819
Non-operating expenses		
Interest expenses	823	1,297
Share of loss of entities accounted for using equity method	110	–
Foreign exchange losses	278	158
Other	60	68
Total non-operating expenses	1,273	1,524
Ordinary profit	1,660	10,612
Extraordinary income		
Gain on sale of non-current assets	7	19
Total extraordinary income	7	19
Extraordinary losses		
Loss on sale and retirement of non-current assets	63	85
Total extraordinary losses	63	85
Profit before income taxes	1,603	10,545
Income taxes - current	789	2,857
Income taxes - deferred	(120)	(204)
Total income taxes	669	2,653
Profit	934	7,892
Profit (loss) attributable to non-controlling interests	(46)	114
Profit attributable to owners of parent	980	7,777

Semi-annual Consolidated Statement of Comprehensive Income

(Million yen)

	For the six months ended September 30, 2025	For the six months ended September 30, 2026
Profit	934	7,892
Other comprehensive income		
Valuation difference on available-for-sale securities	605	981
Deferred gains or losses on hedges	7	102
Foreign currency translation adjustment	(2,770)	(206)
Remeasurements of defined benefit plans, net of tax	(52)	(65)
Share of other comprehensive income of entities accounted for using equity method	(48)	(15)
Total other comprehensive income	(2,258)	796
Comprehensive income	(1,324)	8,688
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(1,225)	8,550
Comprehensive income attributable to non-controlling interests	(99)	138

(3) Semi-annual Consolidated Statement of Cash Flows

(Million yen)

	For the six months ended September 30, 2025	For the six months ended September 30, 2026
Cash flows from operating activities		
Profit before income taxes	1,603	10,545
Depreciation	1,840	1,906
Increase (decrease) in allowance for doubtful accounts	(1)	1
Increase (decrease) in provision for bonuses	69	195
Increase (decrease) in retirement benefit liability	17	0
Decrease (increase) in retirement benefit asset	(79)	(96)
Interest and dividend income	(150)	(276)
Interest expenses	823	1,297
Foreign exchange losses (gains)	3	(10)
Share of loss (profit) of entities accounted for using equity method	110	(351)
Loss (gain) on sale and retirement of non-current assets	56	66
Decrease (increase) in trade receivables	1,435	(18,420)
Decrease (increase) in inventories	1,278	(32,009)
Decrease (increase) in advance payments to suppliers	(173)	(97)
Decrease (increase) in accounts receivable - other	223	48
Increase (decrease) in trade payables	2,124	3,480
Increase (decrease) in accrued consumption taxes	112	(87)
Other, net	(49)	132
Subtotal	9,246	(33,674)
Interest and dividends received	149	276
Interest paid	(827)	(1,295)
Income taxes paid	(235)	(1,339)
Net cash provided by (used in) operating activities	8,332	(36,033)
Cash flows from investing activities		
Proceeds from sale of property, plant and equipment and intangible assets	8	43
Purchase of property, plant and equipment	(3,068)	(1,725)
Purchase of investment securities	(411)	(230)
Short-term loan advances	(105)	–
Proceeds from collection of short-term loans receivable	61	–
Other, net	(25)	(41)
Net cash provided by (used in) investing activities	(3,541)	(1,954)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(3,041)	35,283
Proceeds from long-term borrowings	900	3,400
Repayments of long-term borrowings	(2,000)	(2,568)
Proceeds from disposal of treasury shares	–	231
Purchase of treasury shares	(0)	(231)
Dividends paid	(1,187)	(1,187)
Dividends paid to non-controlling interests	(11)	(22)
Other, net	(31)	(32)
Net cash provided by (used in) financing activities	(5,373)	34,871
Effect of exchange rate change on cash and cash equivalents	(257)	72
Net increase (decrease) in cash and cash equivalents	(839)	(3,043)
Cash and cash equivalents at beginning of period	7,244	8,936
Cash and cash equivalents at end of period	6,404	5,892

(4) Notes to Semi-annual Consolidated Financial Statements

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

Not applicable.

(Notes on Going Concern Assumption)

Not applicable.