

# Translation

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## Summary of Non-Consolidated Financial Results for the Nine Months Ended September 30, 2024 (Based on Japanese GAAP)

November 13, 2024

Company name: DAIWA INDUSTRIES LTD.  
 Stock exchange listing: Tokyo  
 Stock code: 6459 URL <https://www.drk.co.jp>  
 Representative: President and Representative Director Atsushi Ozaki  
 Inquiries: General Manager of Accounting Division Teranishi Takashi TEL 06-6767-8171  
 Scheduled date to commence dividend payments: –  
 Preparation of supplementary material on financial results: No  
 Holding of financial results meeting: No

(Amounts less than one million yen are rounded down)

### 1. Non-consolidated financial results for the nine months ended September 30, 2024 (from January 1, 2024 to September 30, 2024)

#### (1) Non-consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Nine months ended September 30, 2024	36,008	1.6	6,349	(6.0)	6,257	(5.8)	4,256	(5.9)
Nine months ended September 30, 2023	35,430	7.2	6,757	24.6	6,645	24.7	4,524	33.0

	Earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended September 30, 2024	86.22	–
Nine months ended September 30, 2023	91.66	–

#### (2) Non-consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2024	95,438	67,071	70.3
As of December 31, 2023	92,203	64,278	69.7

### 2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended December 31, 2023	–	15.00	–	15.00	30.00
Year ending December 31, 2024	–	15.00	–		
Year ending December 31, 2024 (Forecast)				15.00	30.00

### 3. Forecast of non-consolidated financial results for the year ending December 31, 2024 (from January 1, 2024 to December 31, 2024)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	46,800	1.8	8,300	2.0	8,140	1.9	5,640	1.9	114.25

#### 4. Notes

(1) Application of special accounting methods for preparing quarterly non-consolidated financial statements: No

(2) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements

Changes in accounting policies due to revisions to accounting standards and other regulations: No

Changes in accounting policies due to other reasons: No

Changes in accounting estimates: No

Restatement of prior period financial statements: No

(3) Number of issued shares (common shares)

Total number of issued shares at the end of the period (including treasury shares)

As of September 30, 2024	51,717,215 shares	As of December 31, 2023	51,717,215 shares
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Number of treasury shares at the end of the period

As of September 30, 2024	2,353,498 shares	As of December 31, 2023	2,353,107 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended September 30, 2024	49,363,946 shares	Nine months ended September 30, 2023	49,364,411 shares
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**Quarterly non-consolidated financial statements**  
**Non-consolidated balance sheets**

(Thousands of yen)

	As of December 31, 2023	As of September 30, 2024
<b>Assets</b>		
Current assets		
Cash and deposits	60,066,688	60,939,732
Notes and accounts receivable - trade, and contract assets	3,905,314	5,237,965
Merchandise and finished goods	2,545,567	2,573,209
Work in process	405,243	517,409
Raw materials and supplies	983,330	1,033,421
Service Parts	206,212	217,239
Other	424,732	357,621
Allowance for doubtful accounts	(802)	(1,068)
Total current assets	68,536,287	70,875,530
Non-current assets		
Property, plant and equipment	11,193,691	12,456,762
Intangible assets	160,941	259,367
Investments and other assets		
Investment securities	483,143	508,480
Long-term time deposits	9,000,000	9,000,000
Other	2,890,797	2,398,425
Allowance for doubtful accounts	(61,308)	(59,775)
Total investments and other assets	12,312,632	11,847,130
Total non-current assets	23,667,264	24,563,260
Total assets	92,203,552	95,438,791
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	6,097,155	6,657,258
Income taxes payable	1,340,598	854,323
Contract liabilities	17,077,448	17,372,558
Provisions	422,798	1,084,801
Other	2,569,589	1,976,689
Total current liabilities	27,507,589	27,945,632
Non-current liabilities		
Provisions	409,264	—
Other	8,062	421,208
Total non-current liabilities	417,326	421,208
Total liabilities	27,924,916	28,366,841
<b>Net assets</b>		
Shareholders' equity		
Share capital	9,907,039	9,907,039
Capital surplus	9,867,880	9,867,880
Retained earnings	46,838,464	49,613,555
Treasury shares	(2,437,929)	(2,438,518)
Total shareholders' equity	64,175,454	66,949,956
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	103,181	121,994
Total valuation and translation adjustments	103,181	121,994
Total net assets	64,278,636	67,071,950
Total liabilities and net assets	92,203,552	95,438,791

## Non-consolidated statements of income (cumulative)

(Thousands of yen)

	Nine months ended September 30, 2023	Nine months ended September 30, 2024
Net sales	35,430,295	36,008,016
Cost of sales	15,192,378	15,360,455
Gross profit	20,237,916	20,647,560
Selling, general and administrative expenses	13,480,188	14,298,325
Operating profit	6,757,727	6,349,235
Non-operating income		
Interest income	11,315	14,207
Dividend income	8,037	9,896
Compensation income	35,708	56,357
Other	55,820	54,285
Total non-operating income	110,882	134,747
Non-operating expenses		
Loss on scrap sales	179,053	183,452
Other	44,238	43,392
Total non-operating expenses	223,292	226,844
Ordinary profit	6,645,317	6,257,138
Extraordinary income		
Gain on sale of non-current assets	—	47,096
Total extraordinary income	—	47,096
Extraordinary losses		
Loss on sale of non-current assets	—	44,886
Loss on retirement of non-current assets	0	1,198
Total extraordinary losses	0	46,085
Profit before income taxes	6,645,317	6,258,148
Income taxes - current	1,522,182	1,494,623
Income taxes - deferred	598,463	507,513
Total income taxes	2,120,645	2,002,136
Profit	4,524,671	4,256,011