

Translation

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Summary of Non-Consolidated Financial Results for the Three Months Ended June 30, 2023 (Based on Japanese GAAP)

July 31, 2023

Company name: DAIKEN MEDICAL CO., LTD.
 Stock exchange listing: Tokyo
 Stock code: 7775 URL <https://www.daiken-iki.co.jp>
 Representative: President Keiichi Yamada
 Inquiries: Chief of Headquarters Business Takuwa Ryo TEL 0725-30-3150
 Administration Department
 Scheduled date to file Quarterly Securities Report: August 1, 2023
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: No
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Non-consolidated financial results for the three months ended June 30, 2023 (from April 1, 2023 to June 30, 2023)

(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	%
Three months ended June 30, 2023	2,361	7.5	339	17.8	341	18.7	244	21.0
Three months ended June 30, 2022	2,196	11.1	288	15.7	288	15.5	202	14.8

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2023	8.52		–	
Three months ended June 30, 2022	7.04		–	

(2) Non-consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2023	11,022	6,528	59.0
As of March 31, 2023	11,013	6,597	59.7

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 March 31, 2023	–	9.00	–	11.00	20.00
Year ending March 31, 2024	–				
Year ending March 31, 2024 (Forecast)		9.00	–	11.00	20.00

3. Forecast of non-consolidated financial results for the year ending March 31, 2024 (from April 1, 2023 to March 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
Six months ending September 30, 2023	4,650	4.4	550	(9.1)	550	(9.1)	380	(11.5)	13.23
Full year	9,600	5.1	1,300	23.3	1,300	23.4	900	26.4	31.33

4. Notes

(1) Application of special accounting methods for preparing quarterly non-consolidated financial statements: Yes

(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 June 30, 2023	∴	31,840,000 shares	As of March 31, 2023	∴	31,840,000 shares
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Number of treasury shares at the end of the period

As of June 30, 2023	∴	3,111,561 shares	As of March 31, 2023	∴	3,111,561 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2023	∴	28,728,439 shares	Three months ended June 30, 2022	∴	28,728,441 shares
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Quarterly non-consolidated financial statements
Non-consolidated balance sheets

(Thousands of yen)

	As of March 31, 2023	As of June 30, 2023
Assets		
Current assets		
Cash and deposits	2,516,212	2,488,834
Notes and accounts receivable - trade	1,300,880	1,259,206
Electronically recorded monetary claims - operating	1,229,646	1,245,207
Finished goods	1,004,266	999,702
Work in process	88,420	130,152
Raw materials	422,011	437,764
Other	77,217	101,800
Allowance for doubtful accounts	(94)	(94)
Total current assets	6,638,560	6,662,574
Non-current assets		
Property, plant and equipment		
Buildings, net	1,861,600	1,839,281
Land	1,703,670	1,703,670
Other, net	504,967	513,190
Total property, plant and equipment	4,070,238	4,056,143
Intangible assets	9,406	8,794
Investments and other assets		
Deferred tax assets	230,596	230,596
Other	89,253	88,677
Allowance for doubtful accounts	(24,650)	(24,650)
Total investments and other assets	295,198	294,622
Total non-current assets	4,374,843	4,359,560
Total assets	11,013,404	11,022,134

(Thousands of yen)

	As of March 31, 2023	As of June 30, 2023
Liabilities		
Current liabilities		
Notes and accounts payable - trade	549,495	530,187
Electronically recorded obligations - operating	626,308	643,288
Short-term borrowings	1,000,000	1,200,000
Current portion of long-term borrowings	659,972	659,972
Income taxes payable	242,047	108,320
Accrued expenses	70,312	145,391
Other	221,329	282,527
Total current liabilities	3,369,464	3,569,686
Non-current liabilities		
Long-term borrowings	1,013,395	898,402
Other	33,397	25,655
Total non-current liabilities	1,046,792	924,057
Total liabilities	4,416,257	4,493,744
Net assets		
Shareholders' equity		
Share capital	495,875	495,875
Capital surplus	400,875	400,875
Retained earnings	7,506,089	7,434,843
Treasury shares	(1,826,583)	(1,826,583)
Total shareholders' equity	6,576,256	6,505,009
Share acquisition rights	20,890	23,380
Total net assets	6,597,146	6,528,390
Total liabilities and net assets	11,013,404	11,022,134

Non-consolidated statements of income (cumulative)

(Thousands of yen)

	Three months ended June 30, 2022	Three months ended June 30, 2023
Net sales	2,196,446	2,361,893
Cost of sales	1,282,114	1,403,886
Gross profit	914,331	958,006
Selling, general and administrative expenses	626,318	618,837
Operating profit	288,012	339,169
Non-operating income		
Foreign exchange gains	612	2,141
Gain on forfeiture of unclaimed dividends	261	307
Compensation income	163	1,001
Miscellaneous income	54	488
Total non-operating income	1,092	3,938
Non-operating expenses		
Interest expenses	978	1,205
Total non-operating expenses	978	1,205
Ordinary profit	288,126	341,902
Extraordinary losses		
Loss on retirement of non-current assets	0	26
Total extraordinary losses	0	26
Profit before income taxes	288,126	341,876
Income taxes	85,800	97,110
Profit	202,326	244,766