

Translation

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

July 31, 2024

Company name: DAIKEN MEDICAL CO., LTD.
 Stock exchange listing: Tokyo
 Stock code: 7775 URL <https://daiken-iki.co.jp>
 Representative: President Keiichi Yamada
 Inquiries: Chief of Headquarters Business Takuwa Ryo TEL 0725-30-3150
 Administration Department
 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 three months ended June 30, 2024 (from April 1, 2024 to June 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	%
Three months ended June 30, 2024	2,395	1.4	397	17.1	398	16.4	289	18.3
Three months ended June 30, 2023	2,361	7.5	339	17.8	341	18.7	244	21.0

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2024	10.08		–	
Three months ended June 30, 2023	8.52		–	

(2) Non-consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2024	10,922	6,967	63.5
As of March 31, 2024	11,006	7,022	63.5

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, 2024	–	9.00	–	12.00	21.00
Year ending March 31, 2025	–	–	–	–	–
Year ending March 31, 2025 (Forecast)	–	9.00	–	13.00	22.00

3. Forecast of non-consolidated financial results for the year ending March 31, 2025 (from April 1, 2024 to March 31, 2025)

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, 2024	4,950	2.6	700	(6.1)	700	(6.7)	480	(10.7)	16.71
Full year	10,100	3.6	1,500	4.0	1,500	3.4	1,030	4.2	35.85

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, 2024	∴	31,840,000 shares	As of March 31, 2024	∴	31,840,000 shares
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Number of treasury shares at the end of the period

As of June 30, 2024	∴	3,111,563 shares	As of March 31, 2024	∴	3,111,563 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, 2024	∴	28,728,437 shares	Three months ended June 30, 2023	∴	28,728,439 shares
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Quarterly non-consolidated financial statements
Non-consolidated balance sheets

(Thousands of yen)

	As of March 31, 2024	As of June 30, 2024
Assets		
Current assets		
Cash and deposits	2,739,141	2,637,198
Notes and accounts receivable - trade	1,207,272	1,202,811
Electronically recorded monetary claims - operating	1,272,477	1,263,153
Finished goods	916,374	956,291
Work in process	80,436	97,524
Raw materials	441,237	410,084
Other	74,092	104,361
Allowance for doubtful accounts	(93)	(93)
Total current assets	6,730,938	6,671,331
Non-current assets		
Property, plant and equipment		
Buildings, net	1,784,269	1,761,963
Land	1,703,670	1,703,670
Other, net	498,596	496,236
Total property, plant and equipment	3,986,537	3,961,870
Intangible assets	13,489	13,925
Investments and other assets		
Deferred tax assets	205,587	205,587
Other	94,415	94,220
Allowance for doubtful accounts	(24,650)	(24,650)
Total investments and other assets	275,352	275,156
Total non-current assets	4,275,379	4,250,953
Total assets	11,006,318	10,922,284

(Thousands of yen)

	As of March 31, 2024	As of June 30, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	473,611	459,448
Electronically recorded obligations - operating	627,224	614,509
Short-term borrowings	1,080,000	1,280,000
Current portion of long-term borrowings	389,972	359,972
Income taxes payable	252,070	119,701
Accrued expenses	65,426	140,427
Other	451,625	423,136
Total current liabilities	3,339,930	3,397,195
Non-current liabilities		
Long-term borrowings	623,423	538,430
Other	20,491	19,373
Total non-current liabilities	643,914	557,803
Total liabilities	3,983,844	3,954,999
Net assets		
Shareholders' equity		
Share capital	495,875	495,875
Capital surplus	400,875	400,875
Retained earnings	7,920,123	7,864,934
Treasury shares	(1,826,584)	(1,826,584)
Total shareholders' equity	6,990,288	6,935,099
Share acquisition rights	32,185	32,185
Total net assets	7,022,474	6,967,285
Total liabilities and net assets	11,006,318	10,922,284

Non-consolidated statements of income (cumulative)

(Thousands of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
Net sales	2,361,893	2,395,543
Cost of sales	1,403,886	1,381,858
Gross profit	958,006	1,013,684
Selling, general and administrative expenses	618,837	616,550
Operating profit	339,169	397,134
Non-operating income		
Commission income	–	265
Compensation income	1,001	343
Insurance claim income	–	1,188
Foreign exchange gains	2,141	93
Gain on forfeiture of unclaimed dividends	307	481
Miscellaneous income	488	157
Total non-operating income	3,938	2,529
Non-operating expenses		
Interest expenses	1,205	1,561
Total non-operating expenses	1,205	1,561
Ordinary profit	341,902	398,102
Extraordinary losses		
Loss on retirement of non-current assets	26	97
Total extraordinary losses	26	97
Profit before income taxes	341,876	398,005
Income taxes	97,110	108,453
Profit	244,766	289,552