

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 Three Months Ended June 30, 2025 [Japanese GAAP]

August 14, 2025

Company name: Diamond Electric Holdings Co., Ltd.

Listing: Tokyo Stock Exchange

Securities code: 6699

URL: <https://www.diaelec-hd.co.jp>

Representative: ONO YuuRi

Inquiries: TOKUHARA Eishin

Telephone: +81-6-6302-8211

Scheduled date to commence dividend payments: -

Preparation of supplementary material on financial results: Yes

Holding of financial results briefing: None

President and CEO

Senior Managing Executive Officer, CFO

(Unless otherwise noted, amounts are rounded down to the nearest million Japanese yen.)

1. Consolidated Financial Results for the Three Months Ended June 30, 2025 (April 1, 2025 to June 30, 2025)

(1) Consolidated Operating Results

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of JPY	%	Millions of JPY	%	Millions of JPY	%	Millions of JPY	%
Three months ended June 30, 2025	22,933	7.6	381	-	172	(72.6)	(0)	-
June 30, 2024	21,318	(3.6)	6	-	629	125.3	(118)	-

(Note) Comprehensive income: Three months ended June 30, 2025: ¥ (470) million [-%]
Three months ended June 30, 2024: ¥ 739 million [9.1%]

	Basic earnings per share	Diluted earnings per share
	JPY	JPY
Three months ended June 30, 2025	(0.08)	-
June 30, 2024	(14.18)	-

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
	Millions of JPY	Millions of JPY	%
As of June 30, 2025	79,371	11,081	13.8
March 31, 2025	79,278	11,553	14.4

(Reference) Equity: As of June 30, 2025: ¥ 10,915 million
As of March 31, 2025: ¥ 11,390 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	JPY	JPY	JPY	JPY	JPY
Fiscal year ended March 31, 2025	-	0.00	-	25.00	25.00
Fiscal year ending March 31, 2026	-				
Fiscal year ending March 31, 2026 (Forecast)		12.50	-	12.50	25.00

(Note) Revision to the forecast for dividends announced most recently: None

(Note) Breakdown of the 1st quarter dividend for the fiscal year ending March 31, 2026 :

Commemorative dividend - Japanese yen
Special dividend - Japanese yen

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2026(April 1, 2025 to March 31, 2026)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of JPY	%	Millions of JPY	%	Millions of JPY	%	Millions of JPY	%	JPY
Six months ending September 30, 2025	46,400	5.2	750	-	130	-	(60)	-	(7.16)
Full year	94,300	2.8	2,000	(11.9)	800	(45.5)	250	(39.3)	29.84

(Note) Revision to the financial results forecast announced most recently: None

* Notes:

(1) Significant changes in the scope of consolidation during the period: None

Newly included: - (Company name:)
Excluded: - (Company name:)

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: Yes

(3) Changes in accounting policies, changes in accounting estimates, and restatement

- 1) Changes in accounting policies due to revisions to accounting standards and other regulations: None
- 2) Changes in accounting policies due to other reasons: None
- 3) Changes in accounting estimates: None
- 4) Restatement: None

(4) Number of issued shares (common shares)

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

June 30, 2025: 9,163,001 shares
March 31, 2025: 9,163,001 shares

2) Number of treasury shares at the end of the period:

June 30, 2025: 755,593 shares
March 31, 2025: 755,430 shares

3) Average number of shares outstanding during the period:

Three months ended June 30, 2025: 8,407,553 shares
Three months ended June 30, 2024: 8,373,274 shares

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: None

* Proper use of earnings forecasts, and other special matters

Quarterly Consolidated Financial Statements and Primary Notes

Quarterly Consolidated Balance Sheet

(Millions of Japanese yen)

	As of March 31, 2025	As of June 30, 2025
Assets		
Current assets		
Cash and deposits	7,492	8,282
Notes and accounts receivable - trade	13,156	12,907
Electronically recorded monetary claims - operating	1,068	1,095
Merchandise and finished goods	5,617	5,442
Work in process	1,363	1,650
Raw materials and supplies	17,738	17,665
Other	4,502	4,364
Allowance for doubtful accounts	(12)	(12)
Total current assets	50,928	51,396
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	5,806	5,740
Machinery, equipment and vehicles, net	6,507	5,946
Land	3,874	3,868
Construction in progress	1,398	1,227
Other, net	1,416	1,406
Total property, plant and equipment	19,002	18,191
Intangible assets		
Goodwill	20	18
Other	543	526
Total intangible assets	563	545
Investments and other assets		
Investment securities	2,802	3,102
Long-term loans receivable	10	9
Long-term prepaid expenses	4,546	4,725
Deferred tax assets	428	415
Retirement benefit asset	389	379
Other	831	829
Allowance for doubtful accounts	(224)	(224)
Total investments and other assets	8,784	9,238
Total non-current assets	28,350	27,975
Total assets	79,278	79,371

(Millions of Japanese yen)

	As of March 31, 2025	As of June 30, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	10,059	10,015
Electronically recorded obligations - operating	4,532	4,353
Contract liabilities	5,525	5,616
Short-term borrowings	21,976	23,452
Current portion of bonds payable	270	270
Current portion of long-term borrowings	2,937	2,915
Lease liabilities	597	514
Accounts payable - other	2,124	2,163
Income taxes payable	438	136
Provision for bonuses	713	493
Provision for product warranties	329	305
Provision for product compensation	2,277	2,224
Other	1,684	2,151
Total current liabilities	53,467	54,613
Non-current liabilities		
Bonds payable	560	560
Long-term borrowings	10,919	10,304
Lease liabilities	1,214	1,069
Long-term accounts payable - other	14	14
Retirement benefit liability	602	693
Asset retirement obligations	233	234
Deferred tax liabilities	593	682
Long-term unearned revenue	102	98
Other	17	17
Total non-current liabilities	14,257	13,676
Total liabilities	67,725	68,290
Net assets		
Shareholders' equity		
Share capital	1,247	1,247
Capital surplus	8,154	8,154
Retained earnings	99	98
Treasury shares	(1,671)	(1,671)
Total shareholders' equity	7,829	7,828
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	64	339
Foreign currency translation adjustment	3,299	2,648
Remeasurements of defined benefit plans	196	97
Total accumulated other comprehensive income	3,560	3,086
Share acquisition rights	2	2
Non-controlling interests	160	164
Total net assets	11,553	11,081
Total liabilities and net assets	79,278	79,371

Quarterly Consolidated Statements of Income and Comprehensive Income
Quarterly Consolidated Statement of Income
For the three months ended June 30, 2025

(Millions of Japanese yen)

	For the three months ended June 30, 2024	For the three months ended June 30, 2025
Net sales	21,318	22,933
Cost of sales	18,485	19,208
Gross profit	2,832	3,725
Selling, general and administrative expenses	2,826	3,343
Operating profit	6	381
Non-operating income		
Interest income	12	13
Dividend income	10	10
Foreign exchange gains	722	-
Subsidy income	5	3
Share of profit of entities accounted for using equity method	47	42
Other	35	16
Total non-operating income	833	86
Non-operating expenses		
Interest expenses	149	251
Foreign exchange losses	-	4
Commission expenses	17	24
Other	43	15
Total non-operating expenses	210	295
Ordinary profit	629	172
Extraordinary income		
Gain on sale of non-current assets	17	9
Compensation income	13	-
Other	1	-
Total extraordinary income	32	9
Extraordinary losses		
Loss on sale of non-current assets	2	0
Loss on retirement of non-current assets	0	6
Loss on sale of investment securities	30	-
Expenses for suspension of operation	16	-
Other	-	1
Total extraordinary losses	48	7
Profit before income taxes	613	174
Income taxes	725	170
Profit (loss)	(112)	3
Profit attributable to non-controlling interests	6	4
Loss attributable to owners of parent	(118)	(0)

Quarterly Consolidated Statement of Comprehensive Income
For the three months ended June 30, 2025

(Millions of Japanese yen)

	For the three months ended June 30, 2024	For the three months ended June 30, 2025
Profit (loss)	(112)	3
Other comprehensive income		
Valuation difference on available-for-sale securities	31	274
Foreign currency translation adjustment	817	(748)
Remeasurements of defined benefit plans, net of tax	(53)	(98)
Share of other comprehensive income of entities accounted for using equity method	55	98
Total other comprehensive income	851	(474)
Comprehensive income	739	(470)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	732	(474)
Comprehensive income attributable to non-controlling interests	6	4