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February 14, 2025

Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2024 [JGAAP]

Company Name: DAINICHISEIKA COLOR & CHEMICALS MFG. CO., LTD.
Stock Code: 4116
(URL: https://www.daicolor.co.jp)
Stock Exchange Listing: Tokyo
Representative: Koji Takahashi, Representative Director and President
Contact: Tatsuhiko Komada, Senior Managing Executive Officer, Chief Financial Officer
Phone: +81-3-3662-1638
Scheduled date to commence dividend payments: –
Availability of supplementary briefing material on results: Yes
Holding of Results Briefing Session: None

(Figures are rounded down to the nearest million yen)

1. Consolidated Financial Results for the Nine Months Ended December 31, 2024 (From April 1, 2024 to December 31, 2024)

(1) Consolidated Results of Operations (cumulative) (% indicates changes from the previous corresponding term)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Nine months ended December 31, 2024	94,362	4.2	6,037	68.3	6,489	64.9	10,152	171.3
Nine months ended December 31, 2023	90,578	(2.4)	3,586	44.2	3,935	22.4	3,742	53.9

(Note) Comprehensive income: Nine months ended December 31, 2024: ¥11,449 million [56.1%]
Nine months ended December 31, 2023: ¥7,336 million [(0.5)%]

	Profit per share	Fully diluted profit per share
	Yen	Yen
Nine months ended December 31, 2024	591.65	–
Nine months ended December 31, 2023	210.85	–

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2024	197,518	127,939	63.6
As of March 31, 2024	194,852	119,166	59.9

(Reference) Equity: As of December 31, 2024: ¥125,677 million
As of March 31, 2024: ¥116,748 million

2. Dividends

	Annual cash dividends per share				
	End of 1Q	End of 2Q	End of 3Q	Year-end	Annual
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2024	–	40.00	–	70.00	110.00
Year ending March 31, 2025	–	66.00	–		
Year ending March 31, 2025 (Forecast)				90.00	156.00

(Note) Revisions of dividend forecast from recently announced figures: Applicable

(Note) Breakdown of Year-end dividend for Year ended March 31, 2024: Ordinary dividend: ¥40.00; Extraordinary dividend: ¥30.00
Breakdown of Interim dividend for Year ending March 31, 2025: Ordinary dividend: ¥51.00; Extraordinary dividend: ¥15.00
Breakdown of Year-end dividend for Year ending March 31, 2025 (Forecast): Ordinary dividend: ¥75.00; Extraordinary dividend: ¥15.00

3. Earnings Forecast of Consolidated Financial Results for the Fiscal Year Ending March 31, 2025 (From April 1, 2024 to March 31, 2025)

(% indicates changes from the previous corresponding term)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Profit per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	124,000	3.5	6,900	51.6	7,500	49.9	10,600	189.6	617.67

(Note) Revisions of forecast of financial results from recently announced figures: Not applicable

*** Notes**

(1) Significant changes in the scope of consolidation during the nine months ended December 31, 2024: Applicable
Included: – (–)
Excluded: One company DSF CO., LTD.

(2) Adoption of specific accounting treatments to the preparation of quarterly consolidated financial statements: Not applicable

(3) Changes in accounting policies, changes in accounting estimates and restatements
1) Changes in accounting policies due to the revision of accounting standards: Applicable
2) Changes in accounting policies other than 1): Not applicable
3) Changes in accounting estimates: Not applicable
4) Restatements: Not applicable

(4) Total number of issued shares (common stock)

1) Total number of issued shares at the end of the period (including treasury shares):	As of December 31, 2024	18,613,110 shares	As of March 31, 2024	18,613,110 shares
2) Total number of treasury shares at the end of the period:	As of December 31, 2024	1,451,859 shares	As of March 31, 2024	1,456,394 shares
3) Average number of shares during the period (cumulative):	Nine months ended December 31, 2024	17,159,797 shares	Nine months ended December 31, 2023	17,750,883 shares

* Review of the Japanese-language originals of the attached quarterly consolidated financial statements by certified public accountants and audit corporations: Not applicable

* Explanation for the appropriate use of performance forecasts and other special notes:
- The statements regarding forecast of financial results in this report are based on the information that is available to the Company, as well as certain assumptions that are deemed to be reasonable by management, and they are not meant to be a commitment by the Company. Therefore, there might be cases in which actual results differ materially from forecast values due to various factors.

Quarterly Consolidated Financial Statements

(1) Quarterly Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2024	As of December 31, 2024
Assets		
Current assets		
Cash and deposits	23,579	21,316
Notes and accounts receivable - trade	53,223	55,668
Inventories	31,609	32,796
Other	1,300	1,789
Allowance for doubtful accounts	(88)	(91)
Total current assets	109,625	111,479
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	20,344	19,518
Land	13,745	13,174
Other, net	13,753	15,359
Total property, plant and equipment	47,843	48,051
Intangible assets		
Other	1,175	1,198
Total intangible assets	1,175	1,198
Investments and other assets		
Investment securities	18,778	19,386
Retirement benefit asset	14,100	14,418
Other	3,346	3,000
Allowance for doubtful accounts	(17)	(16)
Total investments and other assets	36,207	36,788
Total non-current assets	85,227	86,039
Total assets	194,852	197,518
Liabilities		
Current liabilities		
Notes and accounts payable - trade	28,963	28,461
Short-term borrowings	11,686	10,460
Current portion of long-term borrowings	3,936	3,288
Income taxes payable	954	1,750
Provision for bonuses	1,799	1,116
Other	8,757	5,397
Total current liabilities	56,097	50,475
Non-current liabilities		
Long-term borrowings	9,316	7,231
Retirement benefit liability	7,035	7,252
Deferred tax liabilities	2,524	4,014
Other	710	604
Total non-current liabilities	19,587	19,102
Total liabilities	75,685	69,578

(Millions of yen)

	As of March 31, 2024	As of December 31, 2024
Net assets		
Shareholders' equity		
Share capital	10,039	10,039
Capital surplus	9,768	9,774
Retained earnings	84,023	91,842
Treasury shares	(3,130)	(3,121)
Total shareholders' equity	100,701	108,536
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	7,044	7,543
Foreign currency translation adjustment	5,399	6,228
Remeasurements of defined benefit plans	3,601	3,370
Total accumulated other comprehensive income	16,046	17,141
Non-controlling interests	2,418	2,261
Total net assets	119,166	127,939
Total liabilities and net assets	194,852	197,518

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

(Quarterly Consolidated Statements of Income)

(Millions of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Net sales	90,578	94,362
Cost of sales	73,707	74,758
Gross profit	16,871	19,604
Selling, general and administrative expenses	13,284	13,566
Operating profit	3,586	6,037
Non-operating income		
Interest income	176	334
Dividend income	359	367
Share of profit of entities accounted for using equity method	–	41
Foreign exchange gains	173	–
Other	423	502
Total non-operating income	1,133	1,246
Non-operating expenses		
Interest expenses	208	185
Share of loss of entities accounted for using equity method	351	–
Foreign exchange losses	–	184
Rental expenses on non-current assets	45	50
Loss on compensation of claims	113	195
Other	65	177
Total non-operating expenses	784	793
Ordinary profit	3,935	6,489
Extraordinary income		
Gain on sale of non-current assets	2	7,760
Gain on sale of investment securities	1,633	121
Other	–	60
Total extraordinary income	1,635	7,942
Extraordinary losses		
Loss on retirement of non-current assets	92	120
Loss on sale of investment securities	0	29
Loss on closing of plant	–	79
Other	71	2
Total extraordinary losses	165	232
Profit before income taxes	5,406	14,199
Income taxes - current	1,062	2,505
Income taxes - deferred	519	1,395
Total income taxes	1,581	3,900
Profit	3,824	10,298
Profit attributable to non-controlling interests	81	145
Profit attributable to owners of parent	3,742	10,152

(Quarterly Consolidated Statements of Comprehensive Income)

(Millions of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Profit	3,824	10,298
Other comprehensive income		
Valuation difference on available-for-sale securities	227	498
Foreign currency translation adjustment	3,271	914
Remeasurements of defined benefit plans, net of tax	(174)	(231)
Share of other comprehensive income of entities accounted for using equity method	187	(29)
Total other comprehensive income	3,512	1,151
Comprehensive income	7,336	11,449
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	7,036	11,247
Comprehensive income attributable to non-controlling interests	300	201