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May 15, 2025

Summary of Consolidated Financial Results for the Fiscal Year Ended March 31, 2025 [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 of Annual General Meeting of Shareholders: June 27, 2025
Scheduled date to commence dividend payments: June 30, 2025
Scheduled date to submit the Annual Securities Report: June 27, 2025
Availability of supplementary briefing material on annual results: Yes
Holding of Annual Results Briefing Session: Yes (for institutional investors and analysts)

(Figures are rounded down to the nearest million yen)

1. Consolidated Financial Results for the Fiscal Year Ended March 31, 2025 (From April 1, 2024 to March 31, 2025)

(1) Consolidated Results of Operations

(% 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	%
Year ended March 31, 2025	124,760	4.1	7,004	53.9	7,764	55.2	10,289	181.1
Year ended March 31, 2024	119,824	(1.8)	4,550	72.7	5,003	48.3	3,660	82.3

(Note) Comprehensive income: Year ended March 31, 2025: ¥14,007 million [51.6%]
Year ended March 31, 2024: ¥9,239 million [72.9%]

	Profit per share	Fully diluted profit per share	Rate of return on equity	Ordinary profit to total assets	Operating profit to net sales
	Yen	Yen	%	%	%
Year ended March 31, 2025	599.63	–	8.4	4.0	5.6
Year ended March 31, 2024	207.95	–	3.2	2.6	3.8

(Reference) Equity in earnings of affiliated companies: Year ended March 31, 2025: ¥99 million
Year ended March 31, 2024: ¥(337) million

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2025	196,784	130,497	65.0	7,459.16
As of March 31, 2024	194,852	119,166	59.9	6,804.81

(Reference) Equity: As of March 31, 2025: ¥128,008 million
As of March 31, 2024: ¥116,748 million

(3) Consolidated Cash Flows

	Net cash provided by (used in) operating activities	Net cash provided by (used in) investing activities	Net cash provided by (used in) financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Year ended March 31, 2025	4,165	1,415	(7,000)	21,696
Year ended March 31, 2024	9,020	(1,445)	(10,209)	21,425

2. Dividends

	Annual cash dividends per share					Total dividends paid (annual)	Payout ratio (consolidated)	Dividends to net assets (consolidated)
	End of 1Q	End of 2Q	End of 3Q	Year-end	Annual			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Year ended March 31, 2024	–	40.00	–	70.00	110.00	1,887	52.9	1.7
Year ended March 31, 2025	–	66.00	–	90.00	156.00	2,677	26.0	2.2
Year ending March 31, 2026 (Forecast)	–	87.00	–	87.00	174.00		49.0	

(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 ended March 31, 2025: Ordinary dividend: ¥51.00; Extraordinary dividend: ¥15.00
Breakdown of Year-end dividend for Year ended March 31, 2025: Ordinary dividend: ¥75.00; Extraordinary dividend: ¥15.00
Breakdown of Interim dividend for Year ending March 31, 2026 (Forecast): Ordinary dividend: ¥72.00; Extraordinary dividend: ¥15.00
Breakdown of Year-end dividend for Year ending March 31, 2026 (Forecast): Ordinary dividend: ¥72.00; Extraordinary dividend: ¥15.00

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

(% 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
First half	64,200	3.3	3,600	3.6	4,200	12.0	3,200	(60.1)	186.47
Full year	127,300	2.0	7,200	2.8	8,200	5.6	6,100	(40.7)	355.45

*** Notes**

(1) Significant changes in the scope of consolidation during the fiscal year ended March 31, 2025: Applicable
Included: – (–)
Excluded: Two companies DSF CO., LTD. and DAICOLORCHEM EU, S.A.

(2) 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

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

1) Total number of issued shares at the end of the period (including treasury shares):	As of March 31, 2025	18,113,110 shares	As of March 31, 2024	18,613,110 shares
2) Total number of treasury shares at the end of the period:	As of March 31, 2025	951,919 shares	As of March 31, 2024	1,456,394 shares
3) Average number of shares during the period:	Year ended March 31, 2025	17,160,156 shares	Year ended March 31, 2024	17,602,346 shares

(Reference) Summary of the Non-consolidated Financial Results

Non-consolidated Financial Results for the Fiscal Year Ended March 31, 2025 (From April 1, 2024 to March 31, 2025)

(1) Non-consolidated Results of Operations (% indicates changes from the previous corresponding term)

	Net sales		Operating profit		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Year ended March 31, 2025	99,605	2.2	2,574	370.3	6,820	136.9	13,182	554.4
Year ended March 31, 2024	97,466	(0.3)	547	–	2,879	52.7	2,014	6.5

	Profit per share	Fully diluted profit per share
	Yen	Yen
Year ended March 31, 2025	768.19	–
Year ended March 31, 2024	114.44	–

(2) Non-consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2025	135,201	72,157	53.4	4,204.69
As of March 31, 2024	133,622	61,454	46.0	3,581.94

(Reference) Equity: As of March 31, 2025: ¥72,157 million
As of March 31, 2024: ¥61,454 million

* These consolidated financial results are outside the scope of audit by certified public accountants and audit corporations.

* 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.

  - The Company plans to hold annual results briefing session as follows. We also plan to disclose and publish the documents, etc. to be distributed at this session to the Tokyo Stock Exchange and on the Company's website by the day before the session.
    Date: Thursday, June 5, 2025 at 1:00 p.m.
    Outline: Annual results briefing session for institutional investors and analysts

Consolidated Financial Statements

(1) Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2024	As of March 31, 2025
Assets		
Current assets		
Cash and deposits	23,579	24,251
Notes receivable - trade	11,759	11,184
Accounts receivable - trade	41,464	40,381
Merchandise and finished goods	20,198	20,438
Work in process	768	1,215
Raw materials and supplies	10,641	10,942
Other	1,300	1,838
Allowance for doubtful accounts	(88)	(104)
Total current assets	109,625	110,147
Non-current assets		
Property, plant and equipment		
Buildings and structures	52,537	53,186
Accumulated depreciation	(32,192)	(32,645)
Buildings and structures, net	20,344	20,540
Machinery, equipment and vehicles	60,338	62,913
Accumulated depreciation	(50,143)	(51,531)
Machinery, equipment and vehicles, net	10,195	11,381
Tools, furniture and fixtures	12,697	13,228
Accumulated depreciation	(10,563)	(10,866)
Tools, furniture and fixtures, net	2,134	2,362
Land	13,745	13,222
Leased assets	577	564
Accumulated depreciation	(444)	(481)
Leased assets, net	133	82
Construction in progress	1,290	1,362
Total property, plant and equipment	47,843	48,952
Intangible assets		
Other	1,175	1,241
Total intangible assets	1,175	1,241
Investments and other assets		
Investment securities	18,778	18,514
Investments in capital	934	61
Deferred tax assets	366	309
Retirement benefit asset	14,100	15,753
Other	2,046	1,818
Allowance for doubtful accounts	(17)	(15)
Total investments and other assets	36,207	36,442
Total non-current assets	85,227	86,636
Total assets	194,852	196,784

(Millions of yen)

	As of March 31, 2024	As of March 31, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	28,963	28,430
Short-term borrowings	11,686	10,521
Current portion of long-term borrowings	3,936	2,796
Lease liabilities	150	124
Income taxes payable	954	1,158
Provision for bonuses	1,799	1,826
Other	8,607	5,211
Total current liabilities	56,097	50,069
Non-current liabilities		
Long-term borrowings	9,316	7,526
Lease liabilities	190	75
Deferred tax liabilities	2,524	4,724
Retirement benefit liability	7,035	3,357
Other	520	533
Total non-current liabilities	19,587	16,217
Total liabilities	75,685	66,286
Net assets		
Shareholders' equity		
Share capital	10,039	10,039
Capital surplus	9,768	9,768
Retained earnings	84,023	90,910
Treasury shares	(3,130)	(2,046)
Total shareholders' equity	100,701	108,673
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	7,044	6,758
Foreign currency translation adjustment	5,399	8,255
Remeasurements of defined benefit plans	3,601	4,321
Total accumulated other comprehensive income	16,046	19,334
Non-controlling interests	2,418	2,489
Total net assets	119,166	130,497
Total liabilities and net assets	194,852	196,784

(2) Consolidated Statements of Income and Comprehensive Income

(Consolidated Statements of Income)

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Net sales	119,824	124,760
Cost of sales	97,468	99,539
Gross profit	22,356	25,221
Selling, general and administrative expenses		
Transportation costs	3,015	3,129
Provision of allowance for doubtful accounts	26	12
Salaries and allowances	5,549	5,719
Provision for bonuses	704	720
Retirement benefit expenses	236	170
Other	8,273	8,464
Total selling, general and administrative expenses	17,805	18,217
Operating profit	4,550	7,004
Non-operating income		
Interest income	279	456
Dividend income	420	428
Share of profit of entities accounted for using equity method	–	99
Foreign exchange gains	146	–
Dividend income of insurance	155	118
Other	405	612
Total non-operating income	1,408	1,715
Non-operating expenses		
Interest expenses	278	248
Share of loss of entities accounted for using equity method	337	–
Foreign exchange losses	–	234
Rental expenses on non-current assets	61	72
Loss on compensation of claims	171	208
Other	106	191
Total non-operating expenses	955	956
Ordinary profit	5,003	7,764
Extraordinary income		
Gain on sale of non-current assets	300	7,761
Gain on sale of investment securities	2,336	157
Other	193	194
Total extraordinary income	2,831	8,113
Extraordinary losses		
Impairment losses	2,255	8
Loss on retirement of non-current assets	114	190
Loss on sale of investment securities	0	29
Loss on sale of investments in capital of subsidiaries and associates	–	1,193
Loss on closing of plant	–	79
Other	122	2
Total extraordinary losses	2,493	1,504
Profit before income taxes	5,341	14,372
Income taxes - current	1,514	2,025
Income taxes - deferred	35	1,857
Total income taxes	1,550	3,882
Profit	3,791	10,489
Profit attributable to non-controlling interests	130	200
Profit attributable to owners of parent	3,660	10,289

(Consolidated Statements of Comprehensive Income)

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Profit	3,791	10,489
Other comprehensive income		
Valuation difference on available-for-sale securities	926	(280)
Foreign currency translation adjustment	2,207	3,040
Remeasurements of defined benefit plans, net of tax	2,170	718
Share of other comprehensive income of entities accounted for using equity method	143	39
Total other comprehensive income	5,448	3,517
Comprehensive income	9,239	14,007
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	8,961	13,578
Comprehensive income attributable to non-controlling interests	278	429

(3) Consolidated Statements of Changes in Net Assets

Fiscal year ended March 31, 2024

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	10,039	9,768	81,791	(287)	101,312
Changes during period					
Dividends of surplus			(1,425)		(1,425)
Profit attributable to owners of parent			3,660		3,660
Purchase of treasury shares				(2,864)	(2,864)
Disposal of treasury shares			(2)	21	19
Net changes in items other than shareholders' equity					
Total changes during period	–	–	2,232	(2,842)	(610)
Balance at end of period	10,039	9,768	84,023	(3,130)	100,701

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	6,113	3,201	1,431	10,745	2,243	114,301
Changes during period						
Dividends of surplus						(1,425)
Profit attributable to owners of parent						3,660
Purchase of treasury shares						(2,864)
Disposal of treasury shares						19
Net changes in items other than shareholders' equity	931	2,198	2,170	5,300	175	5,476
Total changes during period	931	2,198	2,170	5,300	175	4,865
Balance at end of period	7,044	5,399	3,601	16,046	2,418	119,166

Fiscal year ended March 31, 2025

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	10,039	9,768	84,023	(3,130)	100,701
Changes during period					
Dividends of surplus			(2,333)		(2,333)
Profit attributable to owners of parent			10,289		10,289
Purchase of treasury shares				(1)	(1)
Disposal of treasury shares		6		10	16
Cancellation of treasury shares		(6)	(1,068)	1,074	–
Net changes in items other than shareholders' equity					
Total changes during period	–	–	6,887	1,084	7,971
Balance at end of period	10,039	9,768	90,910	(2,046)	108,673

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	7,044	5,399	3,601	16,046	2,418	119,166
Changes during period						
Dividends of surplus						(2,333)
Profit attributable to owners of parent						10,289
Purchase of treasury shares						(1)
Disposal of treasury shares						16
Cancellation of treasury shares						–
Net changes in items other than shareholders' equity	(286)	2,855	719	3,288	70	3,359
Total changes during period	(286)	2,855	719	3,288	70	11,330
Balance at end of period	6,758	8,255	4,321	19,334	2,489	130,497

(4) Consolidated Statements of Cash Flows

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Cash flows from operating activities		
Profit before income taxes	5,341	14,372
Depreciation	5,179	4,912
Impairment losses	2,255	8
Share-based payment expenses	19	17
Increase (decrease) in provision for bonuses	134	19
Increase (decrease) in allowance for doubtful accounts	1	8
Increase (decrease) in retirement benefit liability	(1,101)	(4,254)
Interest and dividend income	(700)	(885)
Interest expenses	278	248
Foreign exchange losses (gains)	58	(96)
Share of loss (profit) of entities accounted for using equity method	337	(99)
Dividends received from entities accounted for using equity method	57	73
Loss (gain) on sale of investment securities	(2,336)	1,065
Loss (gain) on sale of non-current assets	(250)	(7,760)
Loss on retirement of non-current assets	114	190
Decrease (increase) in trade receivables	(3,211)	2,442
Decrease (increase) in inventories	3,087	(266)
Increase (decrease) in trade payables	(401)	(1,241)
Other, net	166	(3,198)
Subtotal	9,025	5,556
Interest and dividends received	700	885
Interest paid	(283)	(262)
Income taxes paid	(421)	(2,013)
Net cash provided by (used in) operating activities	9,020	4,165
Cash flows from investing activities		
Payments into time deposits	(2,154)	(2,554)
Proceeds from withdrawal of time deposits	1,652	2,154
Purchase of property, plant and equipment	(4,454)	(5,437)
Proceeds from sale of property, plant and equipment	1,324	7,530
Purchase of intangible assets	(90)	(232)
Purchase of investment securities	(1,258)	(543)
Proceeds from sale of investment securities	3,336	429
Loan advances	(21)	(20)
Proceeds from collection of loans receivable	26	18
Other, net	192	72
Net cash provided by (used in) investing activities	(1,445)	1,415

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Cash flows from financing activities		
Proceeds from short-term borrowings	2,970	3,617
Repayments of short-term borrowings	(3,790)	(4,834)
Proceeds from long-term borrowings	757	1,198
Repayments of long-term borrowings	(5,518)	(4,134)
Repayments of lease liabilities	(234)	(154)
Purchase of treasury shares	(2,864)	(1)
Dividends paid	(1,425)	(2,333)
Dividends paid to non-controlling interests	(102)	(358)
Net cash provided by (used in) financing activities	(10,209)	(7,000)
Effect of exchange rate change on cash and cash equivalents	954	1,690
Net increase (decrease) in cash and cash equivalents	(1,678)	271
Cash and cash equivalents at beginning of period	23,103	21,425
Cash and cash equivalents at end of period	21,425	21,696