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May 13, 2026

Consolidated Financial Results for the Fiscal Year Ended March 31, 2026 (Under Japanese GAAP)

Company name: Daiwabo Holdings Co., Ltd.
Listing: Tokyo Stock Exchange
Securities code: 3107
URL: <https://www.daiwabo-holdings.com/>
Representative: Yukihiko Nishimura, Representative Director, President and Chief Executive Office
Inquiries: Hiroyuki Hanaoka, General Manager of Financial Management Dept.
Telephone: +81-6-7739-7300
Scheduled date of annual general meeting of shareholders: June 26, 2026
Scheduled date to commence dividend payments: June 29, 2026
Scheduled date to file annual securities report: June 24, 2026
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: Yes

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated financial results for the fiscal year ended March 31, 2026 (from April 1, 2025 to March 31, 2026)

(1) Consolidated operating results

(Percentages indicate year-on-year changes.)

Fiscal year ended	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2026	1,350,879	18.8	44,169	26.6	44,943	26.8	32,030	29.4
March 31, 2025	1,136,817	17.5	34,899	12.7	35,454	12.8	24,751	477.9

Note: Comprehensive income For the fiscal year ended March 31, 2026: ¥34,608 million [27.1%]
For the fiscal year ended March 31, 2025: ¥27,219 million [267.3%]

Fiscal year ended	Basic earnings per share	Diluted earnings per share	Return on equity	Ratio of ordinary profit to total assets	Ratio of operating profit to net sales
	Yen	Yen	%	%	%
March 31, 2026	362.07	—	19.9	10.0	3.3
March 31, 2025	271.37	—	16.8	8.4	3.1

Reference: Share of profit (loss) of entities accounted for using equity method
For the fiscal year ended March 31, 2026: ¥—million
For the fiscal year ended March 31, 2025: ¥—million

(2) Consolidated financial position

As of	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
March 31, 2026	462,072	169,829	36.8	1,954.00
March 31, 2025	440,122	152,310	34.6	1,693.24

Reference: Equity
As of March 31, 2026: ¥169,829 million
As of March 31, 2025: ¥152,088 million

(3) Consolidated cash flows

Fiscal year ended	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2026	14,569	(6,177)	(19,662)	43,852
March 31, 2025	5,909	(2,588)	(17,402)	55,221

2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Fiscal year ended March 31, 2025	—	45.00	—	45.00	90.00	8,135	33.2	5.6
Fiscal year ended March 31, 2026	—	50.00	—	55.00	105.00	9,240	29.0	5.8
Fiscal year ending March 31, 2027 (Forecast)	—	55.00	—	55.00	110.00		37.8	

3. Forecast of consolidated financial results for the fiscal year ending March 31, 2027 (from April 1, 2026 to March 31, 2027)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2026	567,050	(13.7)	16,500	(26.5)	16,600	(26.6)	11,400	(27.6)	131.16
Fiscal year ending March 31, 2027	1,189,000	(12.0)	36,500	(17.4)	36,700	(18.3)	25,300	(21.0)	291.09

* **Notes**

- (1) Significant changes in the scope of consolidation during the period: Yes
Excluded: 1 company (Suzhou Daiwa Needle Garment Co., Ltd.)
- (2) Changes in accounting policies, changes in accounting estimates, and restatement
- (i) Changes in accounting policies due to revisions to accounting standards and other regulations: None
 - (ii) Changes in accounting policies due to other reasons: None
 - (iii) Changes in accounting estimates: None
 - (iv) Restatement: None

(3) Number of issued shares (common shares)

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

As of March 31, 2026	88,479,028 shares
As of March 31, 2025	96,356,460 shares

(ii) Number of treasury shares at the end of the period

As of March 31, 2026	1,565,462 shares
As of March 31, 2025	6,535,924 shares

(iii) Average number of shares outstanding during the period

Fiscal year ended March 31, 2026	88,465,456 shares
Fiscal year ended March 31, 2025	91,208,910 shares

[Reference] Overview of non-consolidated financial results

1. Non-consolidated financial results for the fiscal year ended March 31, 2026 (from April 1, 2025 to March 31, 2026)

(1) Non-consolidated operating results

(Percentages indicate year-on-year changes.)

Fiscal year ended	Operating revenues		Operating profit		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2026	32,352	96.0	30,398	102.6	30,533	103.2	30,657	104.5
March 31, 2025	16,506	26.4	15,006	28.1	15,026	29.1	14,992	—

Fiscal year ended	Basic earnings per share	Diluted earnings per share
	Yen	Yen
March 31, 2026	346.54	—
March 31, 2025	164.38	—

(2) Non-consolidated financial position

As of	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
March 31, 2026	112,126	83,592	74.6	961.79
March 31, 2025	121,288	68,368	56.4	761.17

Reference: Equity

As of March 31, 2026: ¥83,592 million
As of March 31, 2025: ¥68,368 million

* Financial results reports are exempt from audit conducted by certified public accountants or an audit firm.

* Proper use of earnings forecasts, and other special matters

(Cautions on forward-looking statements, etc.)

The forward-looking statements, including forecasts of financial results, contained in these materials are based on information available to the Company and on certain assumptions deemed to be reasonable. Actual financial results may differ from the results anticipated in the statements due to various factors.

Consolidated balance sheet

(Millions of yen)

	As of March 31, 2025	As of March 31, 2026
Assets		
Current assets		
Cash and deposits	55,421	45,152
Notes receivable - trade	1,908	486
Accounts receivable - trade	262,898	274,279
Electronically recorded monetary claims - operating	23,689	27,706
Merchandise and finished goods	45,495	58,720
Work in process	3,272	3,255
Raw materials and supplies	174	165
Other	14,958	16,784
Allowance for doubtful accounts	(39)	(41)
Total current assets	407,778	426,508
Non-current assets		
Property, plant and equipment		
Buildings and structures	9,582	10,946
Accumulated depreciation	(5,234)	(5,512)
Buildings and structures, net	4,348	5,433
Machinery, equipment and vehicles	6,585	6,807
Accumulated depreciation	(5,179)	(5,372)
Machinery, equipment and vehicles, net	1,406	1,434
Land	4,022	3,990
Construction in progress	13	46
Other	4,330	4,224
Accumulated depreciation	(2,868)	(2,576)
Other, net	1,462	1,648
Total property, plant and equipment	11,252	12,555
Intangible assets		
Goodwill	1,201	1,051
Customer-related intangible assets	928	812
Other	2,843	4,488
Total intangible assets	4,973	6,351
Investments and other assets		
Investment securities	10,409	11,908
Retirement benefit asset	—	8
Distressed receivables	52	43
Deferred tax assets	2,397	1,248
Other	3,310	3,491
Allowance for doubtful accounts	(52)	(43)
Total investments and other assets	16,117	16,657
Total non-current assets	32,343	35,564
Total assets	440,122	462,072

	As of March 31, 2025	As of March 31, 2026
Liabilities		
Current liabilities		
Notes and accounts payable - trade	228,422	234,698
Short-term borrowings	8,904	10,904
Income taxes payable	7,914	7,472
Provision for bonuses	3,254	2,868
Provision for bonuses for directors (and other officers)	300	333
Provision for product warranties	88	121
Other	18,894	21,635
Total current liabilities	267,779	278,035
Non-current liabilities		
Long-term borrowings	11,799	7,465
Deferred tax liabilities	2,361	2,348
Provision for share awards for directors (and other officers)	233	404
Retirement benefit liability	1,881	267
Guarantee deposits received	2,988	3,077
Other	768	644
Total non-current liabilities	20,032	14,208
Total liabilities	287,811	292,243
Net assets		
Shareholders' equity		
Share capital	21,696	21,696
Capital surplus	7,954	7,941
Retained earnings	132,889	137,189
Treasury shares	(15,088)	(4,288)
Total shareholders' equity	147,453	162,538
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3,755	5,806
Deferred gains or losses on hedges	(188)	190
Foreign currency translation adjustment	344	84
Remeasurements of defined benefit plans	723	1,209
Total accumulated other comprehensive income	4,635	7,290
Non-controlling interests	222	—
Total net assets	152,310	169,829
Total liabilities and net assets	440,122	462,072

Consolidated statement of income

(Millions of yen)

	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026
Net sales	1,136,817	1,350,879
Cost of sales	1,057,021	1,256,251
Gross profit	79,796	94,628
Selling, general and administrative expenses	44,896	50,458
Operating profit	34,899	44,169
Non-operating income		
Interest income	12	50
Dividend income	270	322
Sales support income	655	1,007
Other	287	76
Total non-operating income	1,225	1,456
Non-operating expenses		
Interest expenses	130	311
Financial fees	98	179
Loss on sale and retirement of non-current assets	66	82
Other	375	107
Total non-operating expenses	670	682
Ordinary profit	35,454	44,943
Extraordinary income		
Gain on sale of non-current assets	535	—
Gain on liquidation of subsidiaries and associates	—	270
Other	0	—
Total extraordinary income	536	270
Extraordinary losses		
Loss on sale of investment securities	—	489
Impairment losses	—	37
Other	1	13
Total extraordinary losses	1	540
Profit before income taxes	35,990	44,674
Income taxes - current	11,600	12,737
Income taxes - deferred	(361)	(94)
Total income taxes	11,238	12,643
Profit	24,751	32,030
Profit (loss) attributable to non-controlling interests	(0)	(0)
Profit attributable to owners of parent	24,751	32,030

Consolidated statement of comprehensive income

(Millions of yen)

	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026
Profit	24,751	32,030
Other comprehensive income		
Valuation difference on available-for-sale securities	717	2,050
Deferred gains or losses on hedges	(240)	378
Foreign currency translation adjustment	106	(337)
Remeasurements of defined benefit plans, net of tax	1,884	486
Total other comprehensive income	2,468	2,578
Comprehensive income	27,219	34,608
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	27,197	34,686
Comprehensive income attributable to non-controlling interests	22	(77)

Consolidated statement of changes in equity

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	21,696	7,954	115,226	(5,133)	139,744
Changes during period					
Dividends of surplus			(7,087)		(7,087)
Profit attributable to owners of parent			24,751		24,751
Purchase of treasury shares				(10,001)	(10,001)
Disposal of treasury shares				45	45
Net changes in items other than shareholders' equity					
Total changes during period	—	—	17,663	(9,955)	7,708
Balance at end of period	21,696	7,954	132,889	(15,088)	147,453

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	3,038	52	260	(1,161)	2,189	199	142,133
Changes during period							
Dividends of surplus							(7,087)
Profit attributable to owners of parent							24,751
Purchase of treasury shares							(10,001)
Disposal of treasury shares							45
Net changes in items other than shareholders' equity	717	(240)	84	1,884	2,445	22	2,468
Total changes during period	717	(240)	84	1,884	2,445	22	10,176
Balance at end of period	3,755	(188)	344	723	4,635	222	152,310

Consolidated statement of changes in equity

Fiscal year ended March 31, 2026

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	21,696	7,954	132,889	(15,088)	147,453
Changes during period					
Dividends of surplus			(8,490)		(8,490)
Profit attributable to owners of parent			32,030		32,030
Purchase of treasury shares				(8,454)	(8,454)
Cancellation of treasury shares		(13)	(19,240)	19,253	—
Net changes in items other than shareholders' equity					
Total changes during period	—	(13)	4,299	10,799	15,085
Balance at end of period	21,696	7,941	137,189	(4,288)	162,538

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	3,755	(188)	344	723	4,635	222	152,310
Changes during period							
Dividends of surplus							(8,490)
Profit attributable to owners of parent							32,030
Purchase of treasury shares							(8,454)
Cancellation of treasury shares							—
Net changes in items other than shareholders' equity	2,050	378	(259)	486	2,655	(222)	2,433
Total changes during period	2,050	378	(259)	486	2,655	(222)	17,518
Balance at end of period	5,806	190	84	1,209	7,290	—	169,829

Consolidated statement of cash flows

(Millions of yen)

	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026
Cash flows from operating activities		
Profit before income taxes	35,990	44,674
Depreciation	1,712	1,872
Loss (gain) on sale and retirement of property, plant and equipment	(535)	—
Impairment losses	—	37
Loss (gain) on liquidation of subsidiaries and associates	—	(270)
Amortization of goodwill	150	150
Loss (gain) on sale of investment securities	(0)	489
Increase (decrease) in allowance for doubtful accounts	3	(7)
Increase (decrease) in provision for bonuses	1,018	(385)
Increase (decrease) in provision for bonuses for directors (and other officers)	111	32
Increase (decrease) in provision for product warranties	(32)	33
Increase (decrease) in retirement benefit liability	(707)	(897)
Decrease (increase) in retirement benefit asset	—	(8)
Increase (decrease) in provision for share awards for directors (and other officers)	113	171
Interest and dividend income	(282)	(372)
Interest expenses	130	311
Decrease (increase) in trade receivables	(30,268)	(12,042)
Decrease (increase) in inventories	(12,491)	(13,198)
Increase (decrease) in trade payables	22,210	6,275
Increase (decrease) in accrued consumption taxes	(2,382)	1,017
Decrease (increase) in other current assets	(1,781)	(1,975)
Increase (decrease) in other current liabilities	958	992
Increase (decrease) in other non-current liabilities	55	83
Other, net	(1,246)	762
Subtotal	12,724	27,745
Interest and dividends received	282	372
Interest paid	(130)	(311)
Income taxes paid	(6,967)	(13,236)
Net cash provided by (used in) operating activities	5,909	14,569

	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026
Cash flows from investing activities		
Payments into time deposits	–	(1,100)
Purchase of property, plant and equipment	(1,925)	(2,825)
Proceeds from sale of property, plant and equipment	810	11
Purchase of intangible assets	(1,473)	(3,267)
Proceeds from sale of intangible assets	–	0
Purchase of investment securities	(3)	(618)
Proceeds from sale of investment securities	0	1,620
Other, net	2	2
Net cash provided by (used in) investing activities	(2,588)	(6,177)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	–	100
Proceeds from long-term borrowings	3,300	1,500
Repayments of long-term borrowings	(3,497)	(3,934)
Dividends paid	(7,067)	(8,473)
Repayments to non-controlling shareholders	–	(227)
Decrease (increase) in treasury shares	(9,955)	(8,454)
Other, net	(182)	(172)
Net cash provided by (used in) financing activities	(17,402)	(19,662)
Effect of exchange rate change on cash and cash equivalents	129	(98)
Net increase (decrease) in cash and cash equivalents	(13,951)	(11,368)
Cash and cash equivalents at beginning of period	69,172	55,221
Cash and cash equivalents at end of period	55,221	43,852

(Notes on segment information, etc.)

a. Segment Information

1. Overview of Reporting Segments

The Company's reporting segments are those of the Company's constituent units for which segregated financial information is available and is subject to periodic review by the Board of Directors in order to determine the allocation of management resources and evaluate performance.

The Company has adopted a group management structure based on a pure holding company system, and each operating company under the umbrella of the holding company formulates a comprehensive strategy for the products and services it handles, both in Japan and overseas, and develops its business activities.

Accordingly, the Company is comprised of segments by product and service based on operating companies, with two reporting segments: IT Infrastructure Distribution Business and Industrial Machinery Business.

The IT Infrastructure Distribution Business segment is engaged in the sale of computer equipment and peripheral equipment. The Industrial Machinery Business segment manufactures and sells mechanical products and cast products for production equipment.

2. Method of calculating the amount of sales, profits or losses, assets and other items for each reporting segment

The method of accounting for the reported business segments is the same as that of "Fundamental Important Matters for the Preparation of Consolidated Financial Statements". In addition, the profit of the reported segments is based on operating profit, and the internal sales or transfers between segments are based on market prices, etc.

3. Information on the amount of sales, profits or losses, assets and other items for each reporting segment

The previous fiscal year (April 1, 2024 to March 31, 2025)

(Millions of yen)

	Reporting segments			Adjustment (Note) 1,3	Amount recorded in consolidated financial statements (Note)2
	IT Infrastructure Distribution Business	Industrial Machinery Business	Total		
Net sales					
Net sales to external customers	1,123,922	12,895	1,136,817	—	1,136,817
Internal sales or transfers between segments	144	—	144	(144)	—
Total	1,124,066	12,895	1,136,961	(144)	1,136,817
Segment Profit	34,045	852	34,897	1	34,899
Segment Assets	358,009	17,310	375,319	64,802	440,122
Other items					
Depreciation	1,216	495	1,712	—	1,712
Increase in property, plant and equipment and intangible assets	3,327	1,147	4,475	—	4,475

Note: 1. The amount of adjustment for segment profit is mainly due to the elimination of inter-segment transactions.

2. Segment profit is adjusted to operating profit in the consolidated statements of income.

3. Adjustments for segment assets are mainly company-wide assets, including deposits at the Company and long-term investment funds (investment securities) of 64,802 million yen.

4. Depreciation includes amortization of long-term prepaid expenses.

The current fiscal year (April 1, 2025 to March 31, 2026)

(Millions of yen)

	Reporting segments			Adjustment (Note) 1,3	Amount recorded in consolidated financial statements (Note)2
	IT Infrastructure Distribution Business	Industrial Machinery Business	Total		
Net sales					
Net sales to external customers	1,336,479	14,400	1,350,879	—	1,350,879
Internal sales or transfers between segments	242	—	242	(242)	—
Total	1,336,721	14,400	1,351,122	(242)	1,350,879
Segment Profit	43,030	1,127	44,157	11	44,169
Segment Assets	389,639	17,736	407,376	54,696	462,072
Other items					
Depreciation	1,327	545	1,872	—	1,872
Increase in property, plant and equipment and intangible assets	4,525	583	5,108	—	5,108

Note: 1. The amount of adjustment for segment profit is mainly due to the elimination of inter-segment transactions.

2. Segment profit is adjusted to operating profit in the consolidated statements of income.

3. Adjustments for segment assets are mainly company-wide assets, including deposits at the Company and long-term investment funds (investment securities) of 54,696 million yen.

4. Depreciation includes amortization of long-term prepaid expenses.

b. Additional Resources

The previous fiscal year (April 1, 2024 to March 31, 2025)

1. Product and Service Information

Since the same disclosure is made in the segment information, the description is omitted.

2. Regional Information

(1) Net sales

Since net sales to external customers in Japan exceed 90% of net sales in the consolidated statements of income, the description is omitted.

(2) Property, plant and equipment

The amount of property, plant and equipment located in Japan exceeds 90% of the amount of property, plant and equipment on the consolidated balance sheet, so the description is omitted.

3. Information per main customer

It is not listed because there is no single external customer that accounts for more than 10% of net sales.

The current fiscal year (April 1, 2025 to March 31, 2026)

1. Product and Service Information

Since the same disclosure is made in the segment information, the description is omitted.

2. Regional Information

(1) Net sales

Since net sales to external customers in Japan exceed 90% of net sales in the consolidated statements of income, the description is omitted.

(2) Property, plant and equipment

The amount of property, plant and equipment located in Japan exceeds 90% of the amount of property, plant and equipment on the consolidated balance sheet, so the description is omitted.

3. Information per main customer

It is not listed because there is no single external customer that accounts for more than 10% of net sales.

c. Information on impairment losses on fixed assets by reporting segment

The previous fiscal year (April 1, 2024 to March 31, 2025)

Not applicable.

The current fiscal year (April 1, 2025 to March 31, 2026)

(Millions of yen)

	IT Infrastructure Distribution Business	Industrial Machinery Business	Unallocated amounts and elimination	Total
Impairment losses	37	—	—	37

d. Information on amortized and unamortized balances of goodwill by reporting segments.

The previous fiscal year (April 1, 2024 to March 31, 2025)

(Millions of yen)

	IT Infrastructure Distribution Business	Industrial Machinery Business	Unallocated amounts and elimination	Total
Amortization for the period	150	—	—	150
Balance at the end of the current fiscal year	1,201	—	—	1,201

The current fiscal year (April 1, 2025 to March 31, 2026)

(Millions of yen)

	IT Infrastructure Distribution Business	Industrial Machinery Business	Unallocated amounts and elimination	Total
Amortization for the period	150	—	—	150
Balance at the end of the current fiscal year	1,051	—	—	1,051

e. Information on Negative Goodwill Accrual Gains by Reporting Segment

The previous fiscal year (April 1, 2024 to March 31, 2025)

Not applicable.

The current fiscal year (April 1, 2025 to March 31, 2026)

Not applicable.