



Consolidated Financial Results for the Three Months Ended June 30, 2025 [Japanese GAAP]

August 8, 2025

Company name: DOWA HOLDINGS CO., LTD.

Listing: Tokyo Stock Exchange

Securities code: 5714

URL: <https://hd.dowa.co.jp/>

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Scheduled date to commence dividend payments: -

Preparation of supplementary material on financial results: Yes

Holding of financial results briefing: Yes

Representative Director, President and Executive Officer, CEO
General Manager of Corporate Strategy Dept.

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

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 yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2025	160,129	(15.3)	6,494	(44.6)	8,616	(39.7)	6,401	(45.7)
June 30, 2024	188,994	(1.0)	11,733	59.7	14,287	13.2	11,781	50.0

(Note) Comprehensive income: Three months ended June 30, 2025: ¥ 3,071 million [(80.8) %]
Three months ended June 30, 2024: ¥ 16,024 million [(6.0) %]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2025	107.50	-
June 30, 2024	197.89	-

(2) Consolidated Financial Position

	Total assets	Net assets	Equity to asset ratio
	Millions of yen	Millions of yen	%
As of June 30, 2025	649,532	409,976	60.3
March 31, 2025	673,537	416,035	59.2

(Reference) Equity: As of June 30, 2025: ¥ 391,801 million
As of March 31, 2025: ¥ 398,401 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2025	-	-	-	150.00	150.00
Fiscal year ending March 31, 2026	-				
Fiscal year ending March 31, 2026 (Forecast)		-	-	159.00	159.00

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

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 yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2025	331,700	(5.9)	12,800	(40.4)	15,300	(43.3)	9,500	(53.7)	159.53
Full year	692,000	2.0	24,000	(25.5)	34,000	(22.0)	27,000	(0.5)	453.41

(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: 61,989,206 shares
March 31, 2025: 61,989,206 shares

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

June 30, 2025: 2,439,951 shares
March 31, 2025: 2,439,918 shares

3) Average number of shares outstanding during the period:

Three months ended June 30, 2025: 59,549,263 shares
Three months ended June 30, 2024: 59,535,990 shares

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: Yes (voluntary)

* Proper use of earnings forecasts, and other special matters

Forward-looking statements made in this document, such as business forecast, are based on the information available at this time and on certain premises that the Company assumes to be reasonable. Actual performance may differ materially from such forecasts due to a variety of factors.

Quarterly Consolidated Financial Statements and Primary Notes
Quarterly Consolidated Balance Sheet

(Millions of yen)

	As of March 31, 2025	As of June 30, 2025
Assets		
Current assets		
Cash and deposits	43,577	41,020
Notes and accounts receivable - trade, and contract assets	92,274	91,266
Merchandise and finished goods	54,539	52,869
Work in process	11,863	12,409
Raw materials and supplies	146,536	137,345
Other	18,525	12,632
Allowance for doubtful accounts	(278)	(240)
Total current assets	367,039	347,303
Non-current assets		
Property, plant and equipment		
Buildings and structures	193,562	194,124
Accumulated depreciation	(107,734)	(108,391)
Buildings and structures, net	85,828	85,733
Machinery, equipment and vehicles	331,145	329,546
Accumulated depreciation	(268,862)	(270,552)
Machinery, equipment and vehicles, net	62,283	58,994
Land	28,442	28,047
Construction in progress	26,336	27,137
Other	25,093	24,720
Accumulated depreciation	(19,347)	(19,191)
Other, net	5,745	5,529
Total property, plant and equipment	208,636	205,442
Intangible assets		
Goodwill	1,706	1,566
Other	7,203	6,978
Total intangible assets	8,910	8,544
Investments and other assets		
Investment securities	76,709	76,319
Deferred tax assets	7,865	7,365
Other	4,472	4,651
Allowance for doubtful accounts	(96)	(96)
Total investments and other assets	88,951	88,241
Total non-current assets	306,497	302,229
Total assets	673,537	649,532

(Millions of yen)

	As of March 31, 2025	As of June 30, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	48,984	47,533
Short-term borrowings	29,986	27,065
Commercial papers	29,000	30,000
Income taxes payable	7,141	2,803
Accrued consumption taxes	2,654	2,244
Provisions		
Provision for bonuses	5,458	2,687
Provision for bonuses for directors (and other officers)	354	89
Total provisions	5,812	2,776
Borrowing precious metals	51,594	47,989
Other	26,485	24,566
Total current liabilities	201,658	184,979
Non-current liabilities		
Bonds payable	10,000	10,000
Long-term borrowings	12,280	11,154
Deferred tax liabilities	3,132	3,070
Provisions		
Provision for retirement benefits for directors (and other officers)	374	302
Other provisions	121	121
Total provisions	495	424
Retirement benefit liability	21,844	22,114
Other	8,090	7,813
Total non-current liabilities	55,842	54,576
Total liabilities	257,501	239,556
Net assets		
Shareholders' equity		
Share capital	36,437	36,437
Capital surplus	23,855	23,349
Retained earnings	301,998	299,424
Treasury shares	(4,988)	(4,988)
Total shareholders' equity	357,302	354,222
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	16,902	17,431
Deferred gains or losses on hedges	(985)	(373)
Foreign currency translation adjustment	23,381	18,810
Remeasurements of defined benefit plans	1,800	1,710
Total accumulated other comprehensive income	41,098	37,578
Non-controlling interests	17,634	18,175
Total net assets	416,035	409,976
Total liabilities and net assets	673,537	649,532

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

(Millions of yen)

	For the three months ended June 30, 2024	For the three months ended June 30, 2025
Net sales	188,994	160,129
Cost of sales	163,741	140,250
Gross profit	25,252	19,879
Selling, general and administrative expenses	13,519	13,384
Operating profit	11,733	6,494
Non-operating income		
Interest income	66	75
Dividend income	537	600
Share of profit of entities accounted for using equity method	1,114	1,609
Foreign exchange gains	566	-
Royalty income	429	88
Onerous sample cost income	232	458
Other	442	412
Total non-operating income	3,389	3,246
Non-operating expenses		
Interest expenses	233	176
Foreign exchange losses	-	283
Environmental expenses	326	352
Other	275	311
Total non-operating expenses	835	1,124
Ordinary profit	14,287	8,616
Extraordinary income		
Gain on sale of non-current assets	28	401
Gain on sale of investment securities	2,889	-
Other	73	34
Total extraordinary income	2,990	435
Extraordinary losses		
Loss on retirement of non-current assets	239	207
Other	16	25
Total extraordinary losses	256	232
Profit before income taxes	17,022	8,820
Income taxes	4,765	2,327
Profit	12,256	6,492
Profit attributable to non-controlling interests	474	90
Profit attributable to owners of parent	11,781	6,401

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

(Millions of yen)

	For the three months ended June 30, 2024	For the three months ended June 30, 2025
Profit	12,256	6,492
Other comprehensive income		
Valuation difference on available-for-sale securities	228	447
Deferred gains or losses on hedges	(1,234)	609
Foreign currency translation adjustment	3,105	(3,012)
Remeasurements of defined benefit plans, net of tax	(46)	(89)
Share of other comprehensive income of entities accounted for using equity method	1,715	(1,375)
Total other comprehensive income	3,768	(3,421)
Comprehensive income	16,024	3,071
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	15,473	2,881
Comprehensive income attributable to non-controlling interests	551	189

Segment Information

Segment information by business type as of June 30, 2024 and 2025 is summarized as follows :

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

For the three months ended June 30, 2024 (From April 01, 2024 to June 30, 2024)

(Millions of yen)

	Reporting Segments						Others	Total	Eliminations & Company- wide	Consolidated
	Environmental Management & Recycling	Nonferrous Metals	Electronic Materials	Metal Processing	Heat Treatment	Sub Total				
Net sales										
(1) Sales to external customers	23,600	68,647	58,258	30,502	7,009	188,019	975	188,994	-	188,994
(2) Intersegment sales or transfers	20,647	4,305	1,788	7	0	26,749	2,934	29,684	(29,684)	-
Total	44,247	72,953	60,047	30,510	7,009	214,768	3,909	218,678	(29,684)	188,994
Segment profit (Note 2)	4,552	5,260	1,205	2,275	347	13,641	224	13,866	421	14,287

For the three months ended June 30, 2025 (From April 01, 2025 to June 30, 2025)

(Millions of yen)

	Reporting Segments						Others	Total	Eliminations & Company- wide	Consolidated
	Environmental Management & Recycling	Nonferrous Metals	Electronic Materials	Metal Processing	Heat Treatment	Sub Total				
Net sales										
(1) Sales to external customers	26,050	71,434	21,377	33,050	7,370	159,283	846	160,129	-	160,129
(2) Intersegment sales or transfers	22,946	2,777	1,299	16	0	27,040	2,634	29,674	(29,674)	-
Total	48,996	74,212	22,676	33,067	7,370	186,323	3,480	189,804	(29,674)	160,129
Segment profit (loss) (Note 2)	3,628	3,639	(599)	787	261	7,717	165	7,883	733	8,616

(Note 1) The classification of businesses for the segment information by business type is based on the classification adopted by the internal management system.

- (1) Environmental Management & Recycling : Waste treatment, controlled landfilling, soil remediation, metal recycling, household appliances recycling, automobile recycling, consulting on environmental matters, and logistics
- (2) Nonferrous Metals : Production and sale of gold, silver, copper, zinc alloy, lead, platinum, palladium, indium, gallium, germanium, tin, antimony, nickel, bismuth, tellurium, sulfuric acid, and other metals
- (3) Electronic Materials : Production and sale of high-purity gallium, indium, compound semiconductor wafers, LEDs, Silver powder, Copper powder, Silver oxide powder, Metal powder, Carrier powder, and Ferrite powder
- (4) Metal Processing : Production and sale of copper, brass, copper alloy strips, nickel alloy strips, reflow tin plated stripes, brass rods, forged brass products, electroplating, and metal-ceramics substrates
- (5) Heat Treatment : Heat treatment, Surface treatment, design, manufacture, marketing, and maintenance of industrial furnaces and ancillary equipment
- (6) Others : Plant construction, real estate rental business and others

(Note 2) Segment profit (loss) is based on ordinary profit.