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November 12, 2025

Consolidated Financial Results for the Six Months Ended September 30, 2025 (Under Japanese GAAP)



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 file semi-annual securities report: November 13, 2025

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 six months ended September 30, 2025 (from April 1, 2025 to September 30, 2025)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2025	317,188	(10.0)	11,750	(45.3)	15,612	(42.2)	13,625	(33.6)
September 30, 2024	352,593	(4.9)	21,471	50.5	26,993	23.7	20,520	55.6

Note: Comprehensive income For the six months ended September 30, 2025: ¥ 10,034 million [(63.1) %]
For the six months ended September 30, 2024: ¥ 27,190 million [1.6%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2025	228.79	-
September 30, 2024	344.65	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
September 30, 2025	682,255	417,050	58.5
March 31, 2025	673,537	416,035	59.2

Reference: Equity

As of September 30, 2025: ¥ 399,346 million
As of March 31, 2025: ¥ 398,401 million

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal 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)			-	183.00	183.00

Note: Revisions to the forecast of cash dividends most recently announced: Yes

For more details of the dividends forecasts for the current fiscal year, please refer to the "Notice of Full Year Consolidated Financial Forecasts and Revisions of Dividends Forecasts" announced today.

3. Consolidated financial result forecasts for the fiscal year ending March 31, 2026 (from 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
Full year	696,000	2.6	28,500	(11.6)	43,000	(1.4)	31,000	14.3	520.54

Note: Revisions to the financial result forecast most recently announced: Yes

For more details of the consolidated forecasts for the current fiscal year, please refer to the "Notice of Full Year Consolidated Financial Forecasts and Revisions of Dividends Forecasts" announced today.

* Notes

(1) Significant changes in the scope of consolidation during the period: Yes

Newly included: - companies()
Excluded: 1 companies(DMM Palmer Co., Ltd.)

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

(3) 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

(4) Number of issued shares (common shares)

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

As of September 30, 2025	61,989,206 shares
As of March 31, 2025	61,989,206 shares

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

As of September 30, 2025	2,426,140 shares
As of March 31, 2025	2,439,918 shares

(iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2025	59,553,148 shares
Six months ended September 30, 2024	59,539,799 shares

* Semi-annual financial results reports are exempt from review conducted by certified public accountants or an audit firm.

* 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.

Semi-annual Consolidated Financial Statements and Primary Notes
Semi-annual Consolidated Balance Sheet

(Millions of yen)

	As of March 31, 2025	As of September 30, 2025
Assets		
Current assets		
Cash and deposits	43,577	43,399
Notes and accounts receivable - trade, and contract assets	92,274	94,127
Merchandise and finished goods	54,539	49,455
Work in process	11,863	13,300
Raw materials and supplies	146,536	162,451
Other	18,525	12,519
Allowance for doubtful accounts	(278)	(246)
Total current assets	367,039	375,006
Non-current assets		
Property, plant and equipment		
Buildings and structures	193,562	196,085
Accumulated depreciation	(107,734)	(110,118)
Buildings and structures, net	85,828	85,967
Machinery, equipment and vehicles	331,145	335,123
Accumulated depreciation	(268,862)	(274,604)
Machinery, equipment and vehicles, net	62,283	60,518
Land	28,442	28,052
Construction in progress	26,336	28,871
Other	25,093	25,298
Accumulated depreciation	(19,347)	(19,593)
Other, net	5,745	5,704
Total property, plant and equipment	208,636	209,114
Intangible assets		
Goodwill	1,706	1,440
Other	7,203	6,739
Total intangible assets	8,910	8,179
Investments and other assets		
Investment securities	76,709	79,069
Deferred tax assets	7,865	6,518
Other	4,472	4,462
Allowance for doubtful accounts	(96)	(96)
Total investments and other assets	88,951	89,953
Total non-current assets	306,497	307,248
Total assets	673,537	682,255

(Millions of yen)

	As of March 31, 2025	As of September 30, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	48,984	49,345
Short-term borrowings	29,986	27,191
Commercial papers	29,000	23,000
Current portion of bonds payable	-	10,000
Income taxes payable	7,141	1,292
Accrued consumption taxes	2,654	2,038
Provisions		
Provision for bonuses	5,458	5,308
Provision for bonuses for directors (and other officers)	354	155
Total provisions	5,812	5,464
Borrowing precious metals	51,594	53,739
Other	26,485	36,298
Total current liabilities	201,658	208,370
Non-current liabilities		
Bonds payable	10,000	10,000
Long-term borrowings	12,280	13,314
Deferred tax liabilities	3,132	2,819
Provisions		
Provision for retirement benefits for directors (and other officers)	374	300
Other provisions	121	121
Total provisions	495	421
Retirement benefit liability	21,844	22,361
Other	8,090	7,915
Total non-current liabilities	55,842	56,833
Total liabilities	257,501	265,204
Net assets		
Shareholders' equity		
Share capital	36,437	36,437
Capital surplus	23,855	24,500
Retained earnings	301,998	306,647
Treasury shares	(4,988)	(4,965)
Total shareholders' equity	357,302	362,620
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	16,902	21,228
Deferred gains or losses on hedges	(985)	(4,821)
Foreign currency translation adjustment	23,381	18,713
Remeasurements of defined benefit plans	1,800	1,606
Total accumulated other comprehensive income	41,098	36,725
Non-controlling interests	17,634	17,704
Total net assets	416,035	417,050
Total liabilities and net assets	673,537	682,255

Semi-annual Consolidated Statements of Income and Comprehensive Income
Semi-annual Consolidated Statement of Income

(Millions of yen)

	For the six months ended September 30, 2024	For the six months ended September 30, 2025
Net sales	352,593	317,188
Cost of sales	304,500	278,508
Gross profit	48,092	38,680
Selling, general and administrative expenses	26,620	26,930
Operating profit	21,471	11,750
Non-operating income		
Interest income	144	129
Dividend income	562	627
Share of profit of entities accounted for using equity method	4,283	2,821
Foreign exchange gains	300	-
Royalty income	753	192
Onerous sample cost income	449	1,106
Other	931	843
Total non-operating income	7,426	5,720
Non-operating expenses		
Interest expenses	458	389
Foreign exchange losses	-	53
Environmental expenses	773	737
Other	671	678
Total non-operating expenses	1,904	1,859
Ordinary profit	26,993	15,612
Extraordinary income		
Gain on sale of investment securities	2,918	861
Gain on sale of non-current assets	166	720
Other	106	126
Total extraordinary income	3,192	1,708
Extraordinary losses		
Loss on retirement of non-current assets	505	482
Loss on sale of investment securities	-	393
Other	261	101
Total extraordinary losses	767	978
Profit before income taxes	29,418	16,342
Income taxes	8,218	1,997
Profit	21,200	14,345
Profit attributable to non-controlling interests	680	720
Profit attributable to owners of parent	20,520	13,625

Semi-annual Consolidated Statement of Comprehensive Income

(Millions of yen)

	For the six months ended September 30, 2024	For the six months ended September 30, 2025
Profit	21,200	14,345
Other comprehensive income		
Valuation difference on available-for-sale securities	(2,116)	4,237
Deferred gains or losses on hedges	1,106	(3,838)
Foreign currency translation adjustment	3,718	(2,413)
Remeasurements of defined benefit plans, net of tax	(91)	(193)
Share of other comprehensive income of entities accounted for using equity method	3,372	(2,102)
Total other comprehensive income	5,989	(4,310)
Comprehensive income	27,190	10,034
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	26,433	9,252
Comprehensive income attributable to non-controlling interests	756	782

Semi-annual Consolidated Statement of Cash Flows

(Millions of yen)

	For the six months ended September 30, 2024	For the six months ended September 30, 2025
Cash flows from operating activities		
Profit before income taxes	29,418	16,342
Depreciation	12,856	14,445
Amortization of goodwill	255	249
Increase (decrease) in allowance for doubtful accounts	(2)	(16)
Increase (decrease) in other provisions	(222)	(419)
Increase (decrease) in retirement benefit liability	595	299
Interest and dividend income	(706)	(756)
Interest expenses	458	389
Foreign exchange losses (gains)	(229)	(184)
Share of loss (profit) of entities accounted for using equity method	(4,283)	(2,821)
Loss (gain) on sale of non-current assets	(162)	(720)
Loss on retirement of non-current assets	505	482
Loss (gain) on sale of investment securities	(2,918)	(467)
Decrease (increase) in trade receivables	(1,261)	(2,754)
Decrease (increase) in inventories	(50,472)	(12,778)
Increase (decrease) in trade payables	(8,006)	1,671
Increase (decrease) in accrued consumption taxes	(645)	(607)
Decrease (increase) in borrowing precious metals	28,159	2,145
Other, net	(3,874)	8,706
Subtotal	(535)	23,204
Interest and dividends received	2,559	2,887
Interest paid	(493)	(385)
Income taxes refund (paid)	(4,584)	(6,390)
Net cash provided by (used in) operating activities	(3,054)	19,317
Cash flows from investing activities		
Purchase of property, plant and equipment	(20,003)	(15,587)
Proceeds from sale of property, plant and equipment	232	978
Purchase of intangible assets	(343)	(315)
Purchase of investment securities	(4)	(3)
Proceeds from sale of investment securities	3,138	894
Subsidies received	66	143
Loan advances	(2)	-
Proceeds from collection of loans receivable	0	0
Income by reduction of capital of subsidiaries and affiliates	3,009	1,991
Other, net	(664)	(243)
Net cash provided by (used in) investing activities	(14,571)	(12,140)

(Millions of yen)

	For the six months ended September 30, 2024	For the six months ended September 30, 2025
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	1,803	(2,919)
Net increase (decrease) in commercial papers	5,000	(6,000)
Proceeds from long-term borrowings	157	5,782
Repayments of long-term borrowings	(4,580)	(3,784)
Proceeds from issuance of bonds	-	9,953
Repayments of lease liabilities	(246)	(218)
Redemption of bonds	(10,000)	-
Purchase of treasury shares	(0)	(0)
Dividends paid	(7,812)	(9,017)
Repayments to non-controlling shareholders	-	(16)
Dividends paid to non-controlling interests	(146)	(149)
Net cash provided by (used in) financing activities	(15,825)	(6,370)
Effect of exchange rate change on cash and cash equivalents	1,339	(520)
Net increase (decrease) in cash and cash equivalents	(32,111)	285
Cash and cash equivalents at beginning of period	73,049	41,249
Increase (decrease) in cash and cash equivalents from the change in fiscal period-end of consolidated subsidiaries	-	(117)
Cash and cash equivalents at end of period	40,938	41,417

Segment Information

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

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

For the six months ended September 30, 2024 (from April 01, 2024 to September 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	47,723	126,163	99,094	62,903	15,010	350,895	1,697	352,593	-	352,593
(2) Intersegment sales or transfers	38,336	6,806	3,344	31	2	48,522	6,327	54,849	(54,849)	-
Total	86,060	132,969	102,439	62,935	15,012	399,417	8,024	407,442	(54,849)	352,593
Segment profit (Note 2)	7,778	12,232	1,293	3,802	673	25,780	329	26,109	884	26,993

For the six months ended September 30, 2025 (from April 01, 2025 to September 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	52,675	140,844	38,415	67,464	16,045	315,445	1,742	317,188	-	317,188
(2) Intersegment sales or transfers	46,773	5,219	2,958	35	1	54,987	6,695	61,682	(61,682)	-
Total	99,448	146,063	41,373	67,500	16,046	370,433	8,437	378,871	(61,682)	317,188
Segment profit (loss) (Note 2)	6,197	4,423	(504)	2,428	1,070	13,616	425	14,041	1,570	15,612

(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.