

Note: This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.



## Consolidated Financial Results for the Year Ended December 31, 2024 [Japanese GAAP]

February 14, 2025

Company name: Daiki Axis Co.,Ltd.  
 Listing: Tokyo  
 Securities code: 4245  
 URL: <https://www.daiki-axis.com>  
 Representative: Hiroki Ogame, President and CEO CIO  
 Inquiries: Kazuhiro Honda, Executive Managing Director and CCO  
 Telephone: +81-89(927)2222  
 Scheduled date of annual general meeting of shareholders: March 28, 2025  
 Scheduled date to commence dividend payments: March 31, 2025  
 Scheduled date to file annual securities report: March 28, 2025  
 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 December 31, 2024 (January 1, 2024 to December 31, 2024)

#### (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	%
Fiscal year ended December 31, 2024	46,818	9.7	1,048	58.8	1,141	36.4	352	71.5
December 31, 2023	42,681	8.1	660	(20.1)	837	(28.6)	205	(64.3)

(Note) Comprehensive income: Fiscal year ended December 31, 2024: ¥ 359 million [ (0.2)%]  
 Fiscal year ended December 31, 2023: ¥ 360 million [ (62.5)%]

	Basic earnings per share	Diluted earnings per share	Rate of return on equity	Ordinary profit to total assets ratio	Operating profit to net sales ratio
	Yen	Yen	%	%	%
Fiscal year ended December 31, 2024	26.48	-	3.7	3.2	2.2
December 31, 2023	15.43	-	2.2	2.5	1.5

(Reference) Equity in earnings (losses) of affiliated companies: Fiscal year ended December 31, 2024: ¥ (4) million  
 Fiscal year ended December 31, 2023: ¥ (7) million

#### (2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of December 31, 2024	36,849	9,457	25.7	714.05
December 31, 2023	34,071	9,524	28.0	714.98

(Reference) Equity: As of December 31, 2024: ¥ 9,456 million  
 As of December 31, 2023: ¥ 9,523 million

#### (3) Consolidated Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at the end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Fiscal year ended December 31, 2024	3,197	(2,042)	157	7,998
December 31, 2023	1,335	(2,443)	574	6,670

## 2. Dividends

	Annual dividends					Total dividends	Payout ratio (consolidated)	Dividends to net assets (consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total			
Fiscal year ended	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
December 31, 2023	-	15.00	-	15.00	30.00	410	194.5	4.2
December 31, 2024	-	12.00	-	12.00	24.00	328	90.6	3.4
Fiscal year ending December 31, 2025 (Forecast)	-	12.00	-	12.00	24.00		49.1	

(Note) Breakdown of the year-end dividend for the fiscal year ended December 31, 2023 :

Commemorative dividend	12.00 yen
Special dividend	3.00 yen

## 3. Consolidated Financial Results Forecast for the Fiscal Year Ending December 31, 2025 (January 1, 2025 to December 31, 2025)

(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	47,800	2.1	1,100	4.9	1,150	0.7	650	84.6	48.87

\* Notes:

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

None

Newly included:	-	(Company name:	)
Excluded:	-	(Company name:	)

(2) 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

(3) Number of issued shares (common shares)

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

December 31, 2024:	13,672,100 shares
December 31, 2023:	13,672,100 shares

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

December 31, 2024:	428,698 shares
December 31, 2023:	351,898 shares

3) Average number of shares outstanding during the period:

Fiscal Year ended December 31, 2024:	13,299,960 shares
Fiscal Year ended December 31, 2023:	13,311,495 shares

(Reference) Overview of Non-consolidated Financial Results

1. Non-consolidated Financial Results for the Fiscal Year Ended December 31, 2024 (January 1, 2024 to December 31, 2024)

(1) Non-consolidated Operating Results

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Net income	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
December 31, 2024	32,149	6.5	6	-	499	11.6	318	1.5
December 31, 2023	30,181	0.5	(155)	-	447	(64.0)	313	(65.9)

	Basic earnings per share	Diluted earnings per share
Fiscal year ended	Yen	Yen
December 31, 2024	23.94	-
December 31, 2023	23.55	-

(2) Non-consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
December 31, 2024	27,731	9,162	33.0	691.86
December 31, 2023	25,532	9,266	36.3	695.67

(Reference) Equity: As of December 31, 2024: ¥ 9,162 million  
As of December 31, 2023: ¥ 9,266 million

Financial results are not subject to audit by a certified public accountant or auditing firm.

\* Explanation regarding the appropriate use of forecasts of business results and other information (Caution concerning forward-looking statements) The forecasts and future projections contained herein have been prepared on the basis of rational decisions given the information available as of the date of announcement of this document. We do not promise to achieve this. Actual results may differ significantly due to various factors.

About the Financial Results Briefing

The Company plans to hold a financial results presentation in a hybrid format (real venue + live streaming) on the following dates. The presentation and the financial results presentation materials to be distributed at the meeting will be posted on the Company's website immediately after the meeting. For analysts and institutional investors: Tuesday, March 11, 2025.

# Consolidated Financial Statements

## Consolidated Balance Sheets

(Millions of yen)

	As of December 31, 2023	As of December 31, 2024
<b>Assets</b>		
Current assets		
Cash and deposits	6,945	8,213
Notes and accounts receivable - trade	6,248	6,801
Accounts receivable from completed construction contracts and contract assets	3,424	3,470
Merchandise and finished goods	870	573
Work in process	44	35
Costs on construction contracts in progress	195	337
Raw materials and supplies	393	409
Real estate for sale in process	184	122
Other	838	776
Allowance for doubtful accounts	(274)	(232)
Total current assets	18,871	20,506
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	1,831	1,910
Machinery, equipment and vehicles, net	5,736	5,673
Land	2,652	2,715
Construction in progress	1,043	1,337
Other, net	95	188
Total property, plant and equipment	11,359	11,824
Intangible assets		
Goodwill	1,457	1,109
Other	105	72
Total intangible assets	1,562	1,181
Investments and other assets		
Investment securities	776	1,347
Deferred tax assets	450	554
Other	1,274	1,687
Allowance for doubtful accounts	(223)	(252)
Total investments and other assets	2,277	3,336
Total non-current assets	15,199	16,342
<b>Total assets</b>	<b>34,071</b>	<b>36,849</b>

(Millions of yen)

	As of December 31, 2023	As of December 31, 2024
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	2,659	2,653
Accounts payable for construction contracts	1,952	2,727
Short-term borrowings	8,265	10,258
Current portion of long-term borrowings	1,018	743
Current portion of bonds payable	430	430
Income taxes payable	218	692
Contract liabilities	613	655
Provision for bonuses	345	605
Provision for bonuses for directors (and other officers)	33	192
Provision for warranties for completed construction	29	26
Provision for product warranties	5	7
Provision for loss on construction contracts	30	12
Other	1,342	1,737
Total current liabilities	16,945	20,742
Non-current liabilities		
Bonds payable	2,395	1,965
Long-term borrowings	3,955	3,328
Deferred tax liabilities	31	39
Provision for share awards	148	143
Asset retirement obligations	456	477
Other	614	696
Total non-current liabilities	7,601	6,649
Total liabilities	24,547	27,392
<b>Net assets</b>		
Shareholders' equity		
Share capital	2,556	2,556
Capital surplus	2,295	2,295
Retained earnings	4,445	4,428
Treasury shares	(273)	(331)
Total shareholders' equity	9,023	8,948
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	59	68
Foreign currency translation adjustment	440	439
Total accumulated other comprehensive income	500	508
Non-controlling interests	0	0
Total net assets	9,524	9,457
Total liabilities and net assets	34,071	36,849

Consolidated Statements of Income and Comprehensive Income  
Consolidated Statements of Income

(Millions of yen)

	For the fiscal year ended December 31, 2023	For the fiscal year ended December 31, 2024
Net sales	42,681	46,818
Cost of sales	33,815	36,601
Gross profit	8,866	10,217
Selling, general and administrative expenses	8,206	9,168
Operating profit	660	1,048
Non-operating income		
Interest income	30	36
Dividend income	12	7
Purchase discounts	145	134
Other	121	108
Total non-operating income	309	286
Non-operating expenses		
Interest expenses	46	69
Interest expenses on bonds	9	11
Share of loss of entities accounted for using equity method	7	4
Foreign exchange losses	-	47
Commission expenses	37	26
Other	31	33
Total non-operating expenses	132	193
Ordinary profit	837	1,141
Extraordinary income		
Gain on sale of non-current assets	3	37
Insurance claim income	92	57
Collection of receivables for claim	179	-
Other	8	5
Total extraordinary income	283	101
Extraordinary losses		
Loss on sale of non-current assets	13	1
Loss on retirement of non-current assets	27	3
Impairment losses	195	82
Cost of corrective measures for product defects	198	-
Business restructuring expenses	-	43
Other	33	20
Total extraordinary losses	468	151
Profit before income taxes	652	1,091
Income taxes - current	447	845
Income taxes - deferred	(0)	(105)
Total income taxes	447	739
Profit	205	352
Loss attributable to non-controlling interests	(0)	(0)
Profit attributable to owners of parent	205	352

# Consolidated Statements of Comprehensive Income

(Millions of yen)

	For the fiscal year ended December 31, 2023	For the fiscal year ended December 31, 2024
Profit	205	352
Other comprehensive income		
Valuation difference on available-for-sale securities	32	8
Foreign currency translation adjustment	121	(4)
Share of other comprehensive income of entities accounted for using equity method	1	3
Total other comprehensive income	155	7
Comprehensive income	360	359
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	360	359
Comprehensive income attributable to non-controlling interests	(0)	(0)

# Consolidated Statements of Changes in Equity

For the fiscal year ended December 31, 2023

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	2,556	2,295	4,608	(286)	9,173
Changes during period					
Dividends of surplus			(369)		(369)
Change in scope of consolidation			0		0
Profit attributable to owners of parent			205		205
Disposal of treasury shares				12	12
Net changes in items other than shareholders' equity					
Total changes during period	-	-	(163)	12	(150)
Balance at end of period	2,556	2,295	4,445	(273)	9,023

	Accumulated other comprehensive income			Share acquisition rights	Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Total accumulated other comprehensive income			
Balance at beginning of period	27	318	345	1	1	9,522
Changes during period						
Dividends of surplus						(369)
Change in scope of consolidation						0
Profit attributable to owners of parent						205
Disposal of treasury shares						12
Net changes in items other than shareholders' equity	32	122	155	(1)	(0)	152
Total changes during period	32	122	155	(1)	(0)	1
Balance at end of period	59	440	500	-	0	9,524



For the fiscal year ended December 31, 2024

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	2,556	2,295	4,445	(273)	9,023
Changes during period					
Dividends of surplus			(369)		(369)
Profit attributable to owners of parent			352		352
Purchase of treasury shares				(62)	(62)
Disposal of treasury shares				5	5
Net changes in items other than shareholders' equity					
Total changes during period	-	-	(16)	(57)	(74)
Balance at end of period	2,556	2,295	4,428	(331)	8,948

	Accumulated other comprehensive income			Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Total accumulated other comprehensive income		
Balance at beginning of period	59	440	500	0	9,524
Changes during period					
Dividends of surplus					(369)
Profit attributable to owners of parent					352
Purchase of treasury shares					(62)
Disposal of treasury shares					5
Net changes in items other than shareholders' equity	8	(0)	7	0	8
Total changes during period	8	(0)	7	0	(66)
Balance at end of period	68	439	508	0	9,457

## Consolidated Statements of Cash Flows

(Millions of yen)

	For the fiscal year ended December 31, 2023	For the fiscal year ended December 31, 2024
Cash flows from operating activities		
Profit before income taxes	652	1,091
Depreciation	764	775
Amortization of goodwill	274	312
Impairment losses	195	82
Cost of corrective measures for product defects	198	-
Collection of receivables for claim	(179)	-
Increase (decrease) in allowance for doubtful accounts	(60)	(11)
Increase (decrease) in provision for bonuses	(84)	261
Increase (decrease) in provision for bonuses for directors (and other officers)	(5)	158
Increase (decrease) in provision for product warranties	(4)	1
Increase (decrease) in provision for warranties for completed construction	10	(2)
Increase (decrease) in provision for loss on construction contracts	10	(17)
Increase (decrease) in provision for share awards	(5)	(5)
Interest and dividend income	(42)	(44)
Interest expenses	56	81
Share of loss (profit) of entities accounted for using equity method	7	4
Loss (gain) on sale of non-current assets	9	(36)
Loss on retirement of non-current assets	27	3
Loss (gain) on sale of investment securities	(7)	(2)
Insurance claim income	(92)	(57)
Decrease (increase) in accounts receivable - trade, and contract assets	383	(600)
Decrease (increase) in inventories	(124)	212
Increase (decrease) in trade payables	45	766
Increase (decrease) in contract liabilities	(165)	40
Increase (decrease) in accrued consumption taxes	(75)	215
Other, net	140	271
Subtotal	1,929	3,500
Interest and dividends received	34	52
Interest paid	(57)	(80)
Proceeds from insurance income	92	57
Payments for corrective measures for product defects	(198)	-
Claim for compensation money received	179	-
Income taxes paid	(644)	(332)
Net cash provided by (used in) operating activities	1,335	3,197

(Millions of yen)

	For the fiscal year ended December 31, 2023	For the fiscal year ended December 31, 2024
Cash flows from investing activities		
Purchase of property, plant and equipment	(1,357)	(1,236)
Proceeds from sale of property, plant and equipment	23	40
Purchase of investment securities	(486)	(555)
Proceeds from sale of investment securities	140	5
Payments for investments in capital	-	(214)
Purchase of shares of subsidiaries resulting in change in scope of consolidation	(615)	-
Payments into time deposits	(106)	(157)
Proceeds from withdrawal of time deposits	43	226
Other, net	(85)	(150)
Net cash provided by (used in) investing activities	(2,443)	(2,042)
Cash flows from financing activities		
Increase (decrease) in short-term borrowings	547	1,992
Proceeds from long-term borrowings	1,582	38
Repayments of long-term borrowings	(662)	(939)
Redemption of bonds	(425)	(430)
Purchase of treasury shares	-	(62)
Dividends paid	(369)	(369)
Repayments of lease liabilities	(97)	(70)
Other, net	(1)	-
Net cash provided by (used in) financing activities	574	157
Effect of exchange rate change on cash and cash equivalents	73	15
Net increase (decrease) in cash and cash equivalents	(460)	1,327
Cash and cash equivalents at beginning of period	7,138	6,670
Decrease in cash and cash equivalents resulting from exclusion of subsidiaries from consolidation	(7)	-
Cash and cash equivalents at end of period	6,670	7,998

# Non-consolidated Financial Statements

## Non-consolidated Balance Sheets

(Millions of yen)

	As of December 31, 2023	As of December 31, 2024
<b>Assets</b>		
Current assets		
Cash and deposits	2,615	3,096
Notes receivable - trade	2,317	2,406
Accounts receivable - trade	2,958	2,891
Accounts receivable from completed construction contracts and contract assets	2,074	2,563
Merchandise and finished goods	477	387
Work in process	3	5
Costs on construction contracts in progress	116	182
Raw materials and supplies	252	295
Other	493	426
Allowance for doubtful accounts	(217)	(216)
Total current assets	11,092	12,039
Non-current assets		
Property, plant and equipment		
Buildings and structures	558	543
Machinery, equipment and vehicles	641	629
Tools, furniture and fixtures	27	34
Land	1,001	1,001
Construction in progress	120	74
Other	17	7
Total property, plant and equipment	2,367	2,290
Intangible assets		
Software	45	43
Other	44	16
Total intangible assets	89	59
Investments and other assets		
Investment securities	541	608
Shares of subsidiaries and associates	9,678	10,284
Investments in capital of subsidiaries and associates	449	912
Long-term loans receivable from subsidiaries and associates	300	300
Guarantee deposits	479	480
Deferred tax assets	369	459
Other	370	497
Allowance for doubtful accounts	(206)	(201)
Total investments and other assets	11,982	13,342
Total non-current assets	14,440	15,692
Total assets	25,532	27,731

(Millions of yen)

	As of December 31, 2023	As of December 31, 2024
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	2,284	2,253
Accounts payable for construction contracts	1,073	1,818
Short-term borrowings	6,500	7,750
Current portion of long-term borrowings	495	320
Current portion of bonds payable	300	300
Accounts payable - other	523	633
Income taxes payable	56	285
Accrued consumption taxes	44	190
Contract liabilities	303	494
Provision for bonuses	260	413
Provision for bonuses for directors (and other officers)	-	118
Provision for warranties for completed construction	26	24
Provision for product warranties	5	7
Provision for loss on construction contracts	27	-
Other	300	300
Total current liabilities	12,203	14,912
Non-current liabilities		
Bonds payable	1,575	1,275
Long-term borrowings	1,633	1,513
Provision for share awards	148	143
Asset retirement obligations	168	171
Other	537	553
Total non-current liabilities	4,062	3,657
Total liabilities	16,266	18,569
<b>Net assets</b>		
Shareholders' equity		
Share capital	2,556	2,556
Capital surplus		
Legal capital surplus	2,339	2,339
Total capital surplus	2,339	2,339
Retained earnings		
Other retained earnings		
Reserve for tax purpose reduction entry of non-current assets	104	100
Retained earnings brought forward	4,489	4,441
Total retained earnings	4,593	4,542
Treasury shares	(273)	(331)
Total shareholders' equity	9,214	9,106
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	51	56
Total valuation and translation adjustments	51	56
Total net assets	9,266	9,162
Total liabilities and net assets	25,532	27,731

## Non-consolidated Statements of Income

(Millions of yen)

	For the fiscal year ended December 31, 2023	For the fiscal year ended December 31, 2024
Net sales	30,181	32,149
Cost of sales	24,727	26,017
Gross profit	5,454	6,132
Selling, general and administrative expenses	5,609	6,126
Operating profit (loss)	(155)	6
Non-operating income		
Interest income	8	5
Dividend income	355	284
Purchase discounts	141	130
Commission income	137	139
Rental income	26	26
Other	41	42
Total non-operating income	710	628
Non-operating expenses		
Interest expenses	24	38
Interest expenses on bonds	7	9
Loss on investments in investment partnerships	-	31
Foreign exchange losses	3	6
Commission expenses	35	18
Provision of allowance for doubtful accounts	(5)	(0)
Rental costs	16	16
Other	26	13
Total non-operating expenses	107	135
Ordinary profit	447	499
Extraordinary income		
Collection of receivables for claim	179	-
Other	0	2
Total extraordinary income	179	2
Extraordinary losses		
Loss on retirement of non-current assets	25	2
Impairment losses	1	-
Cost of corrective measures for product defects	198	-
Other	0	0
Total extraordinary losses	227	2
Profit before income taxes	400	499
Income taxes - current	96	273
Income taxes - deferred	(9)	(92)
Total income taxes	86	181
Profit	313	318

# Non-consolidated Statements of Changes in Equity

For the fiscal year ended December 31, 2023

(Millions of yen)

	Shareholders' equity					
	Share capital	Capital surplus		Retained earnings		
		Legal capital surplus	Total capital surplus	Other retained earnings		Total retained earnings
				Reserve for tax purpose reduction entry of non-current assets	Retained earnings brought forward	
Balance at beginning of period	2,556	2,339	2,339	107	4,541	4,648
Changes during period						
Dividends of surplus					(369)	(369)
Reversal of reserve for tax purpose reduction entry of non-current assets				(3)	3	-
Profit					313	313
Disposal of treasury shares						
Net changes in items other than shareholders' equity						
Total changes during period	-	-	-	(3)	(52)	(55)
Balance at end of period	2,556	2,339	2,339	104	4,489	4,593

	Shareholders' equity		Valuation and translation adjustments		Share acquisition rights	Total net assets
	Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities	Total valuation and translation adjustments		
Balance at beginning of period	(286)	9,257	30	30	1	9,290
Changes during period						
Dividends of surplus		(369)				(369)
Reversal of reserve for tax purpose reduction entry of non-current assets		-				-
Profit		313				313
Disposal of treasury shares	12	12				12
Net changes in items other than shareholders' equity			21	21	(1)	19
Total changes during period	12	(42)	21	21	(1)	(23)
Balance at end of period	(273)	9,214	51	51	-	9,266

For the fiscal year ended December 31, 2024

(Millions of yen)

	Shareholders' equity					
	Share capital	Capital surplus		Retained earnings		
		Legal capital surplus	Total capital surplus	Other retained earnings		Total retained earnings
				Reserve for tax purpose reduction entry of non-current assets	Retained earnings brought forward	
Balance at beginning of period	2,556	2,339	2,339	104	4,489	4,593
Changes during period						
Dividends of surplus					(369)	(369)
Reversal of reserve for tax purpose reduction entry of non-current assets				(3)	3	-
Profit					318	318
Purchase of treasury shares						
Disposal of treasury shares						
Net changes in items other than shareholders' equity						
Total changes during period	-	-	-	(3)	(47)	(50)
Balance at end of period	2,556	2,339	2,339	100	4,441	4,542

	Shareholders' equity		Valuation and translation adjustments		Total net assets
	Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities	Total valuation and translation adjustments	
Balance at beginning of period	(273)	9,214	51	51	9,266
Changes during period					
Dividends of surplus		(369)			(369)
Reversal of reserve for tax purpose reduction entry of non-current assets		-			-
Profit		318			318
Purchase of treasury shares	(62)	(62)			(62)
Disposal of treasury shares	5	5			5
Net changes in items other than shareholders' equity			4	4	4
Total changes during period	(57)	(108)	4	4	(103)
Balance at end of period	(331)	9,106	56	56	9,162