

May 15, 2025

Consolidated Financial Results for the Fiscal Year Ended March 31, 2025 (Under Japanese GAAP)

Company name: Asahi Diamond Industrial Co., Ltd.
 Listing: Tokyo Stock Exchange
 Securities code: 6140
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 Scheduled date of annual general meeting of shareholders: June 26, 2025
 Scheduled date to commence dividend payments: June 27, 2025
 Scheduled date to file annual securities report: June 25, 2025
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: Yes (for institutional investors and securities analysts)

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

1. Consolidated financial results for the fiscal year ended March 31, 2025 (from April 1, 2024 to March 31, 2025)

(1) Consolidated operating results

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2025	41,006	6.1	2,311	51.4	3,070	27.5	2,493	18.2
March 31, 2024	38,653	(1.7)	1,526	(39.1)	2,408	(26.5)	2,109	(23.7)

Note: Comprehensive income For the fiscal year ended March 31, 2025: ¥ 1,385 million [(69.4)%]
 For the fiscal year ended March 31, 2024: ¥ 4,532 million [(10.5)%]

	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
Fiscal year ended	Yen	Yen	%	%	%
March 31, 2025	48.36	—	4.0	4.1	5.6
March 31, 2024	40.57	—	3.4	3.3	4.0

Reference: Share of profit (loss) of entities accounted for using equity method

For the fiscal year ended March 31, 2025: ¥ 328 million

For the fiscal year ended March 31, 2024: ¥ 182 million

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
March 31, 2025	76,351	63,579	80.7	1,200.54
March 31, 2024	73,901	63,993	84.2	1,207.32

Reference: Equity

As of March 31, 2025: ¥ 61,652 million

As of March 31, 2024: ¥ 62,241 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 end of period
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2025	5,765	(3,820)	(212)	14,810
March 31, 2024	2,839	(3,505)	(3,121)	12,818

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, 2024	—	15.00	—	15.00	30.00	1,556	73.9	2.6
Fiscal year ended March 31, 2025	—	15.00	—	15.00	30.00	1,552	62.0	2.5
Fiscal year ending March 31, 2026 (Forecast)	—	15.00	—	15.00	30.00		70.0	

3. Forecast of consolidated financial results for the fiscal year ended 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
First half	20,100	(2.8)	600	(53.8)	800	(50.9)	400	(64.6)	7.79
Full year	42,500	3.6	2,300	(0.5)	2,600	(15.3)	2,200	(11.8)	42.84

*** Notes**

- (1) Significant changes in the scope of consolidation during the period: None
- (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: Yes
 - (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, 2025	51,888,600	shares
As of March 31, 2024	51,888,600	shares

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

As of March 31, 2025	534,933	shares
As of March 31, 2024	335,077	shares

- (iii) Average number of shares outstanding during the period

Fiscal year ended March 31, 2025	51,556,451	shares
Fiscal year ended March 31, 2024	51,994,702	shares

[Reference] Overview of non-consolidated financial results

1. Non-consolidated financial results for the fiscal year ended March 31, 2025

(from April 1, 2024 to March 31, 2025)

(1) Non-consolidated operating results

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2025	30,554	2.4	1,438	62.3	2,201	0.4	2,289	3.4
March 31, 2024	29,834	(2.8)	885	(44.6)	2,192	(33.4)	2,215	(30.0)

	Basic earnings per share	Diluted earnings per share
Fiscal year ended	Yen	Yen
March 31, 2025	44.41	—
March 31, 2024	42.60	—

(2) Non-consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
Fiscal year ended	Millions of yen	Millions of yen	%	Yen
March 31, 2025	56,959	46,074	80.9	897.20
March 31, 2024	56,497	47,219	83.6	915.93

Reference: Equity

As of March 31, 2025: ¥ 46,074 million

As of March 31, 2024: ¥ 47,219 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

(Cautionary concerning forward-looking statements)

The forward-looking statements in this document are based on information currently available to the Company and certain assumptions the Company deems reasonable.

Actual results may differ significantly due to various factors.

① Consolidated Financial Statements

1) Consolidated Balance Sheet

Millions of yen

	As of March 31, 2024	As of March 31, 2025
Cash and deposits	12,780	14,752
Notes and accounts receivable - trade	10,387	10,038
Securities	37	57
Merchandise and finished goods	3,536	3,652
Work in process	1,628	1,702
Raw materials and supplies	3,021	3,404
Other	1,291	908
Allowance for doubtful accounts	(81)	(60)
Current assets	32,601	34,456
Buildings and structures	28,053	28,508
Accumulated depreciation	(15,316)	(16,182)
Buildings and structures, net	12,737	12,326
Machinery, equipment and vehicles	32,896	34,902
Accumulated depreciation	(26,878)	(28,081)
Machinery, equipment and vehicles, net	6,017	6,820
Land	6,592	6,626
Construction in progress	317	1,771
Other	6,835	7,281
Accumulated depreciation	(5,845)	(5,981)
Other, net	990	1,300
Property, plant and equipment	26,655	28,845
Intangible assets	351	408
Investment securities	13,164	10,778
Long-term loans receivable	1	—
Deferred tax assets	465	947
Other	1,166	1,385
Allowance for doubtful accounts	(506)	(470)
Investments and other assets	14,292	12,640
Non-current assets	41,299	41,895
Assets	73,901	76,351

Millions of yen

	As of March 31, 2024	As of March 31, 2025
Notes and accounts payable - trade	1,424	1,658
Short-term borrowings	544	234
Income taxes payable	504	222
Provision for bonuses	893	979
Provision for business restructuring	—	217
Other	2,819	3,326
Current liabilities	6,185	6,640
Long-term borrowings	—	2,000
Retirement benefit liability	2,745	3,188
Deferred tax liabilities for land revaluation	350	360
Asset retirement obligations	62	84
Provision for business restructuring	234	—
Provision for share awards	163	174
Other	166	322
Non-current liabilities	3,722	6,131
Liabilities	9,908	12,772
Share capital	4,102	4,102
Capital surplus	7,129	7,154
Retained earnings	43,846	44,783
Treasury shares	(248)	(423)
Shareholders' equity	54,829	55,615
Valuation difference on available-for-sale securities	3,699	1,997
Revaluation reserve for land	196	185
Foreign currency translation adjustment	2,094	3,000
Remeasurements of defined benefit plans	1,422	853
Total accumulated other comprehensive income	7,412	6,036
Non-controlling interests	1,752	1,927
Net assets	63,993	63,579
Liabilities and net assets	73,901	76,351

2) Consolidated Statement of Income and Consolidated Statement of Comprehensive Income

Consolidated Statement of Income

Millions of yen

	For the fiscal year ended March 31, 2024	For the fiscal year ended March 31, 2025
Net sales	38,653	41,006
Cost of sales	28,655	29,704
Gross profit	9,998	11,302
Selling expenses	5,467	5,818
General and administrative expenses	3,004	3,172
Selling, general and administrative expenses	8,471	8,991
Operating profit	1,526	2,311
Interest income	97	118
Dividend income	163	142
Foreign exchange gains	327	61
Share of profit of entities accounted for using equity method	182	328
Subsidy income	42	53
Miscellaneous income	91	98
Non-operating income	904	801
Interest expenses	7	20
Commission expenses	3	0
Miscellaneous losses	12	20
Non-operating expenses	23	42
Ordinary profit	2,408	3,070
Gain on sale of non-current assets	29	—
Gain on sale of investment securities	850	730
Extraordinary income	880	730
Loss on retirement of non-current assets	117	—
Loss on valuation of investment securities	25	—
Loss on sales of investment securities	—	1
Factory relocation expenses	39	—
Extraordinary losses	181	1
Profit before income taxes	3,106	3,799
Income taxes - current	895	673
Income taxes - deferred	27	456
Income taxes	923	1,130
Profit	2,183	2,668
Profit attributable to non-controlling interests	73	175
Profit attributable to owners of parent	2,109	2,493

Consolidated Statement of Comprehensive Income

Millions of yen

	For the fiscal year ended March 31, 2024	For the fiscal year ended March 31, 2025
Profit	2,183	2,668
Other comprehensive income		
Valuation difference on available-for-sale securities	54	(1,701)
Revaluation reserve for land	—	(10)
Foreign currency translation adjustment	635	811
Remeasurements of defined benefit plans, net of tax	1,377	(540)
Share of other comprehensive income of entities accounted for using equity method	281	157
Other comprehensive income	2,349	(1,283)
Comprehensive income	4,532	1,385
(Comprehensive income attributable to)		
Comprehensive income attributable to owners of parent	4,529	1,468
Comprehensive income attributable to non-controlling interests	3	(83)

3) Consolidated Statement of Changes in Equity

Fiscal year ended March 31, 2024(from April 1, 2023 to March 31, 2024)

Millions of yen

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	4,102	7,129	45,048	(247)	56,032
Changes during period					
Dividends of surplus			(1,586)		(1,586)
Profit attributable to owners of parent			2,109		2,109
Purchase of treasury shares				(1,726)	(1,726)
Disposal of treasury shares			0	0	0
Cancellation of treasury shares			(1,725)	1,725	—
Change in ownership interest of parent due to transactions with non-controlling interests					—
Net changes in items other than shareholders' equity					
Total changes during period	—	—	(1,202)	(1)	(1,203)
Balance at end of period	4,102	7,129	43,846	(248)	54,829

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Revaluation reserve for land	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	3,645	196	1,283	15	5,140	1,709	62,882
Changes during period							
Dividends of surplus							(1,586)
Profit attributable to owners of parent							2,109
Purchase of treasury shares							(1,726)
Disposal of treasury shares							0
Cancellation of treasury shares							—
Change in ownership interest of parent due to transactions with non-controlling interests							—
Net changes in items other than shareholders' equity	54	—	811	1,406	2,271	42	2,314
Total changes during period	54	—	811	1,406	2,271	42	1,110
Balance at end of period	3,699	196	2,094	1,422	7,412	1,752	63,993

Fiscal year ended March 31, 2025(from April 1, 2024 to March 31, 2025)

Millions of yen

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	4,102	7,129	43,846	(248)	54,829
Changes during period					
Dividends of surplus			(1,556)		(1,556)
Profit attributable to owners of parent			2,493		2,493
Purchase of treasury shares				(201)	(201)
Disposal of treasury shares		0		25	25
Cancellation of treasury shares					—
Change in ownership interest of parent due to transactions with non-controlling interests		24			24
Net changes in items other than shareholders' equity					
Total changes during period	—	24	936	(175)	786
Balance at end of period	4,102	7,154	44,783	(423)	55,615

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Revaluation reserve for land	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	3,699	196	2,094	1,422	7,412	1,752	63,993
Changes during period							
Dividends of surplus							(1,556)
Profit attributable to owners of parent							2,493
Purchase of treasury shares							(201)
Disposal of treasury shares							25
Cancellation of treasury shares							—
Change in ownership interest of parent due to transactions with non-controlling interests							24
Net changes in items other than shareholders' equity	(1,701)	(10)	905	(569)	(1,375)	175	(1,200)
Total changes during period	(1,701)	(10)	905	(569)	(1,375)	175	(414)
Balance at end of period	1,997	185	3,000	853	6,036	1,927	63,579

4) Consolidated Statement of Cash Flows

Millions of yen

	For the fiscal year ended March 31, 2024	For the fiscal year ended March 31, 2025
Cash flows from operating activities		
Profit before income taxes	3,106	3,799
Depreciation	2,969	3,328
Increase (decrease) in allowance for doubtful accounts	(33)	(86)
Increase (decrease) in provision for bonuses	(39)	72
Increase (decrease) in retirement benefit liability	(436)	(347)
Increase (decrease) in provision for share awards	38	10
Increase (decrease) in provision for business restructuring	(7)	(28)
Interest and dividend income	(261)	(260)
Interest expenses	7	20
Share of loss (profit) of entities accounted for using equity method	(182)	(328)
Loss on retirement of property, plant and equipment	164	18
Loss (gain) on sale of property, plant and equipment	(48)	(10)
Loss (gain) on sale of investment securities	(850)	(729)
Loss (gain) on valuation of investment securities	25	—
Decrease (increase) in trade receivables	52	549
Decrease (increase) in inventories	(684)	(397)
Increase (decrease) in trade payables	(363)	115
Amortization of goodwill	13	27
Other, net	45	702
Subtotal	3,515	6,458
Interest and dividends received	261	260
Interest paid	(7)	(20)
Income taxes paid	(929)	(932)
Net cash provided by (used in) operating activities	2,839	5,765
Cash flows from investing activities		
Payments into time deposits	—	(83)
Purchase of property, plant and equipment	(4,675)	(4,999)
Proceeds from sale of property, plant and equipment	429	8
Purchase of investment securities	(25)	(24)
Proceeds from sale of investment securities	1,067	1,207
Purchase of shares of subsidiaries resulting in change in scope of consolidation	(271)	—
Other, net	(27)	71
Net cash provided by (used in) investing activities	(3,505)	(3,820)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	348	(344)
Proceeds from long-term borrowings	—	2,000
Purchase of treasury shares	(1,726)	(201)
Proceeds from sale of treasury shares	0	25
Dividends paid	(1,581)	(1,553)
Dividends paid to non-controlling interests	(108)	(67)
Repayments of lease liabilities	(52)	(72)
Net cash provided by (used in) financing activities	(3,121)	(212)
Effect of exchange rate change on cash and cash equivalents	215	259
Net increase (decrease) in cash and cash equivalents	(3,570)	1,991
Cash and cash equivalents at beginning of period	16,389	12,818
Cash and cash equivalents at end of period	12,818	14,810

② Financial Data

1) Consolidated Financial Indicator

		For the fiscal year ended			Forecast
		March 31, 2023	March 31, 2024	March 31, 2025	March 31, 2026
Operating profit ratio	(%)	6.4	4.0	5.6	5.4
Ordinary profit ratio	(%)	8.3	6.2	7.5	6.1
Return on assets [ROA]	(%)	3.8	2.8	3.3	—
Return on equity [ROE]	(%)	4.6	3.4	4.0	—
Capital expenditures	Millions of yen	2,276	4,998	5,298	3,500
Depreciation [Property, plant and equipment]	Millions of yen	2,803	2,886	3,257	3,500
Research and development expenses	Millions of yen	1,985	2,236	2,596	2,360
Number of employees		2,037	2,059	2,064	—

2) Consolidated Net Sales Breakdown

Consolidated Net Sales Breakdown by Industry

		For the fiscal year ended						Forecast	
		March 31, 2023		March 31, 2024		March 31, 2025		March 31, 2026	
		Amount	Ratio	Amount	Ratio	Amount	Ratio	Amount	Ratio
Electronics and Semiconductor		14,757	37.5	14,684	38.0	16,667	40.7	17,150	40.3
Transportation		8,282	21.1	9,204	23.8	9,692	23.6	9,900	23.3
Machinery		10,640	27.0	9,434	24.4	9,430	23.0	9,800	23.1
Stone and Construction		4,239	10.8	4,218	10.9	3,975	9.7	4,400	10.4
Other		1,401	3.6	1,111	2.9	1,240	3.0	1,250	2.9
Net sales		39,320	100.0	38,653	100.0	41,006	100.0	42,500	100.0

Consolidated Net Sales Breakdown by Geographical Region

		For the fiscal year ended						Forecast	
		March 31, 2023		March 31, 2024		March 31, 2025		March 31, 2026	
		Amount	Ratio	Amount	Ratio	Amount	Ratio	Amount	Ratio
Japan		19,179	48.8	17,387	45.0	18,217	44.4	19,200	45.2
Asia and Oceania									
Taiwan		3,454	8.8	3,080	8.0	3,111	7.6	3,200	7.5
China		4,320	11.0	3,704	9.6	4,275	10.4	4,100	9.6
Other		5,676	14.4	6,041	15.6	6,535	16.0	7,300	17.2
Europe		3,605	9.2	4,366	11.3	4,514	11.0	4,800	11.3
North America		2,244	5.7	2,885	7.4	2,869	7.0	2,600	6.1
Other		838	2.1	1,187	3.1	1,482	3.6	1,300	3.1
Net sales		39,320	100.0	38,653	100.0	41,006	100.0	42,500	100.0