



October 30, 2025

Company name: Daido Steel Co., Ltd.
 Representative: Tetsuya Shimizu, President and Representative
 Executive Director
 (Securities code: 5471; Prime Market of Tokyo Stock Exchange,
 Premier Market of Nagoya Stock Exchange)
 Contact: Takashi Nagai, General Manager, General
 Affairs Department
 (Telephone: +81-52-963-7501)

Notice Concerning Differences between First Half of Consolidated Financial Results Forecasts and Actual Results

Daido Steel Co., Ltd. (the “Company”) hereby announces differences between the consolidated financial results forecasts for the six months ended September 30, 2025, announced on May 8, 2025, and the actual results announced today, as described below.

1. Differences between the consolidated financial results forecasts and actual results for the six months ended September 30, 2025 (April 1, 2025 to September 30, 2025)

	Revenue	Operating profit	Adjusted operating profit	Profit before tax	Profit attributable to owners of parent	Basic earnings per share
	Million yen	Million yen	Million yen	Million yen	Million yen	Yen
Previously announced forecasts (A) (Announced on May 8, 2025)	275,000	12,500	13,400	13,000	8,000	38.87
Actual Results (B)	284,499	18,464	18,524	19,650	12,937	63.63
Change (B-A)	9,499	5,964	5,124	6,650	4,937	
Change (%)	3.5	47.7	38.2	51.2	61.7	
(Reference) First half results for the previous fiscal year (Six months ended September 30, 2024)	283,439	18,258	20,719	19,608	12,152	57.01

(Note) Adjusted operating profit has been calculated after making adjustments for items that correspond to extraordinary gains/losses, foreign exchange gains/losses, inventory valuation gains/losses, provision for environmental expenses, fixed asset tax (leveling), and provision for paid leave from operating profit.

2. Reason for differences

For the six months ended September 30, 2025, demand for valves for ships in open-die forgings exceeded expectations. Furthermore, in conjunction with China’s stricter restrictions on heavy rare earth exports, demand for the Company’s heavy rare earth-free magnets, which do not contain, for example, dysprosium (Dy) and terbium (Tb), also increased. In addition to demand for these products exceeding expectations, the weaker yen exchange rate and further cost cuts, including the reduction of expenses, contributed to results exceeding the previous forecasts.