
Fiscal Year Ending March 2026

Financial Results Briefing

May 26, 2026

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.



Asahi Diamond

01 | FY2025 Financial Results

02 | FY2026 Forecasts

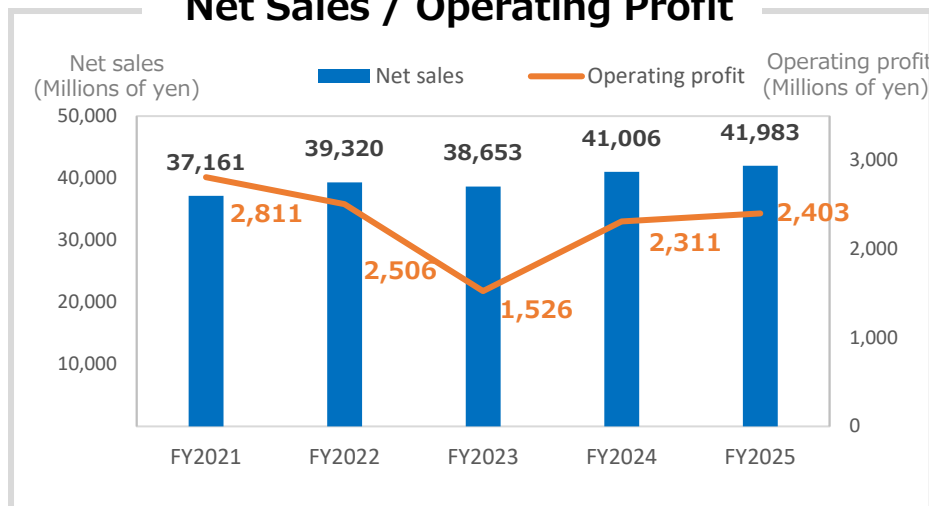
Financial Results (Consolidated)

Operating profit increased significantly driven by growth in net sales and improved profitability, while net income attributable to owners of the parent declined due to impairment losses.

Unit: Million yen

	FY2024		FY2025			
	Result	%	Result	%	YoY Change	YoY Change (%)
Net sales	41,006	100.0	41,983	100.0	977	2.4
Operating profit	2,311	5.6	2,403	5.7	92	4.0
Ordinary profit	3,070	7.5	3,346	8.0	276	9.0
Profit attributable to owners of parent	2,493	6.1	2,009	4.8	▲483	▲19.4
Earnings per share (yen)	48.36	-	40.92	-	▲7.44	-

Net Sales / Operating Profit



Operating Profit (YoY Change)

Increase Factors

- Increase in sales 660 million yen
- Decrease in variable cost ratio 500 million yen

Decrease Factors

- Increase in retirement benefit costs 530 million yen
- Increase in personnel costs 370 million yen
- Increase in depreciation costs 160 million yen

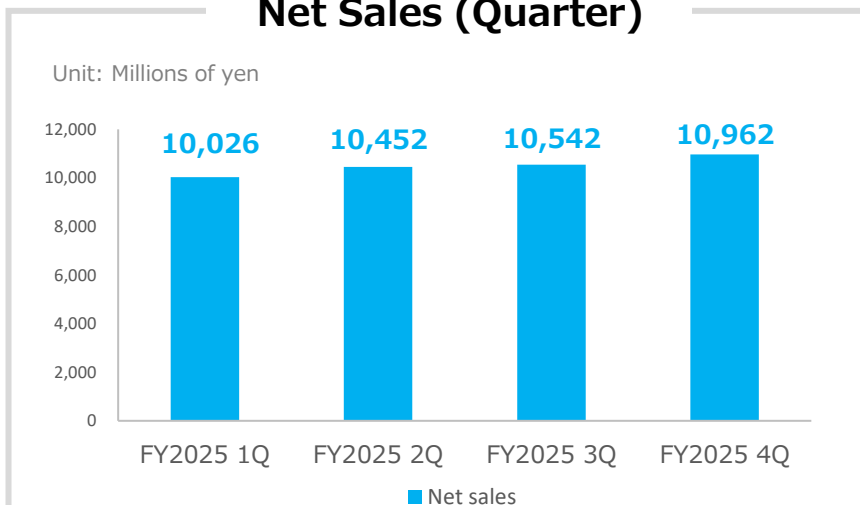
Quarterly Results and Trends (Consolidated)

Net sales increased gradually, while operating profit fluctuated due to the impact of work-in-progress and product inventories but showed an overall improving trend.

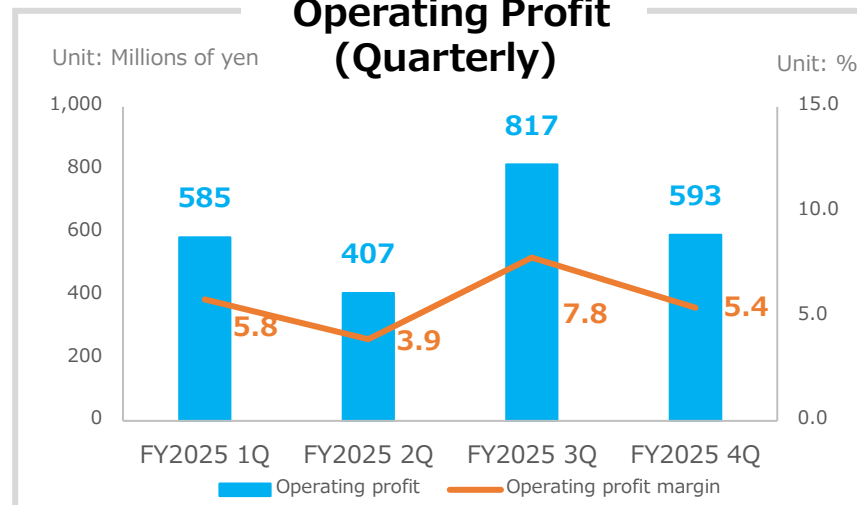
Unit: million yen

	FY2025							
	1Q		2Q		3Q		4Q	
	Result	%	Result	%	Result	%	Result	%
Net sales	10,026	100.0	10,452	100.0	10,542	100.0	10,962	100.0
Operating profit	585	5.8	407	3.9	817	7.8	593	5.4
Ordinary profit	799	8.0	571	5.5	1,157	11.0	817	7.5
Profit attributable to owners of parent	838	8.4	680	6.5	1,631	15.5	▲1,141	▲10.4

Net Sales (Quarter)



Operating Profit (Quarterly)



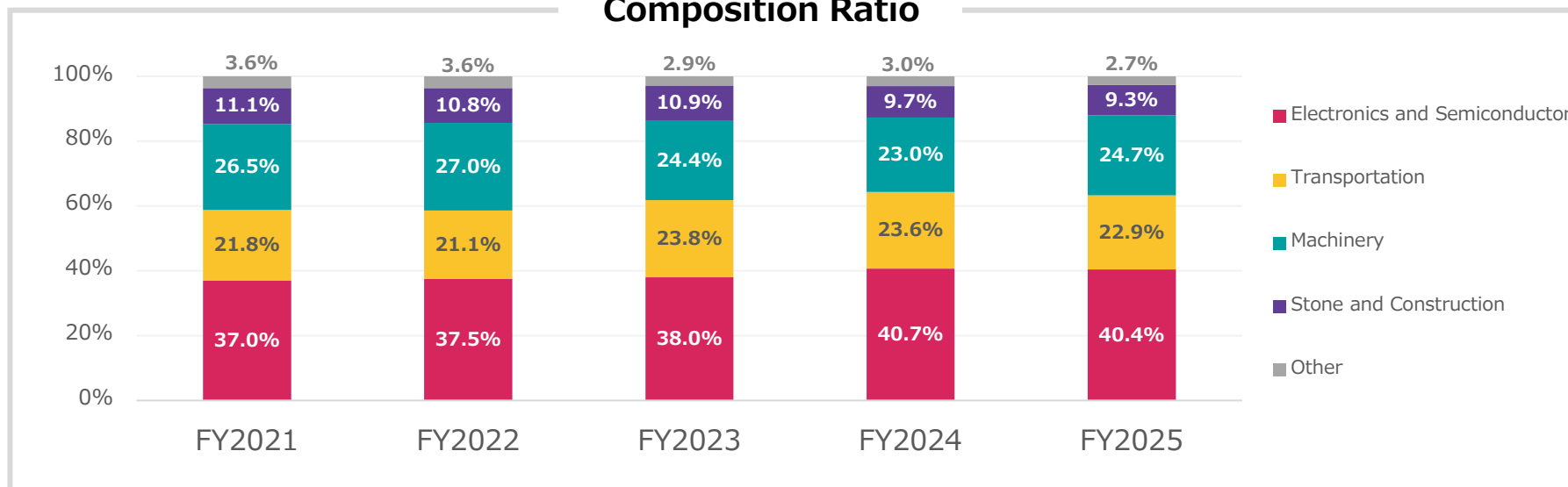
Net Sales and composition by Industry (Consolidated)

Sales of tools for machinery used primarily in semiconductor production increased, leading to a higher share of the machinery segment.

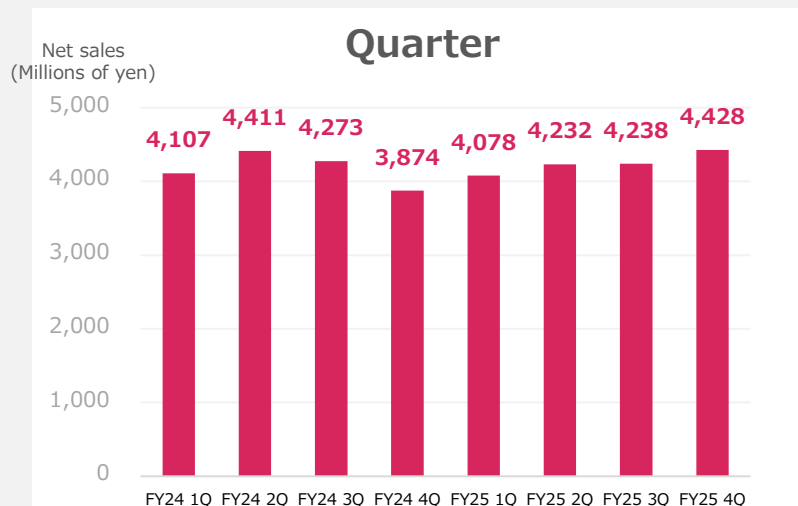
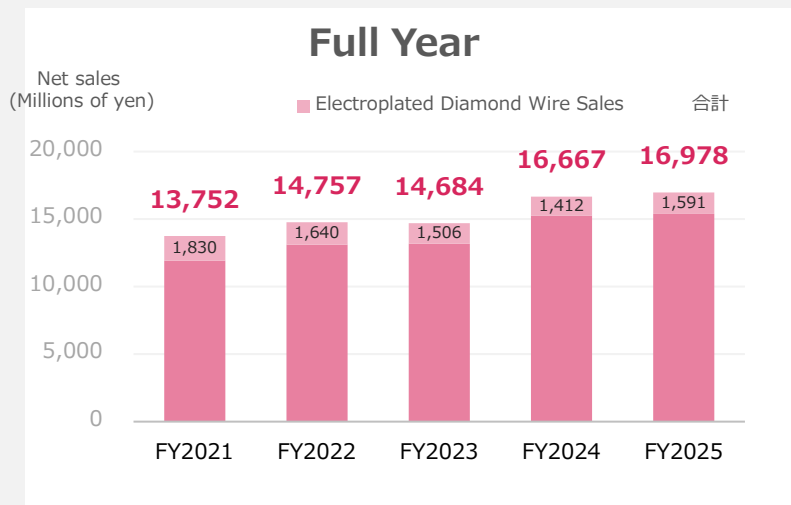
Unit: million yen

	FY2024		FY2025			
	Net sales	%	Net sales	%	YoY Change	YoY Change (%)
Electronics & Semiconductor	16,667	40.7	16,978	40.4	310	1.9
Transportation	9,692	23.6	9,632	22.9	▲59	▲0.6
Machinery	9,430	23.0	10,373	24.7	943	10.0
Stone & Construction	3,975	9.7	3,885	9.3	▲90	▲2.3
Other	1,240	3.0	1,113	2.7	▲127	▲10.3
Total	41,006	100.0	41,983	100.0	977	2.4

Composition Ratio



Net Sales Breakdown by Industry : 1. Electronics and Semiconductor (Includes Electroplated Diamond Wire)



Semiconductor and Electronic Components

Although demand for SiC semiconductor applications declined, sales increased driven by stronger demand for advanced semiconductor processing tools.

FPD (Flat Panel Display)

Sales were largely in line with the previous period.

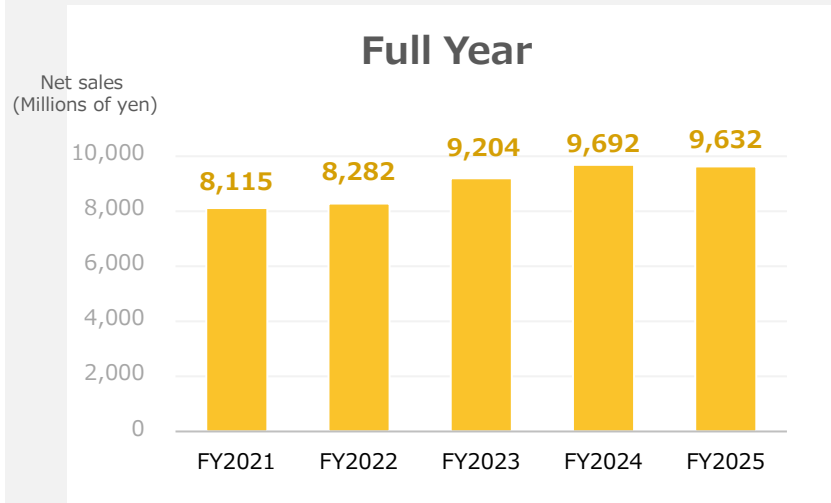
Wire Drawing

Sales declined significantly due to a substantial decrease in products for specialty wire applications.

Electroplated Diamond Wire

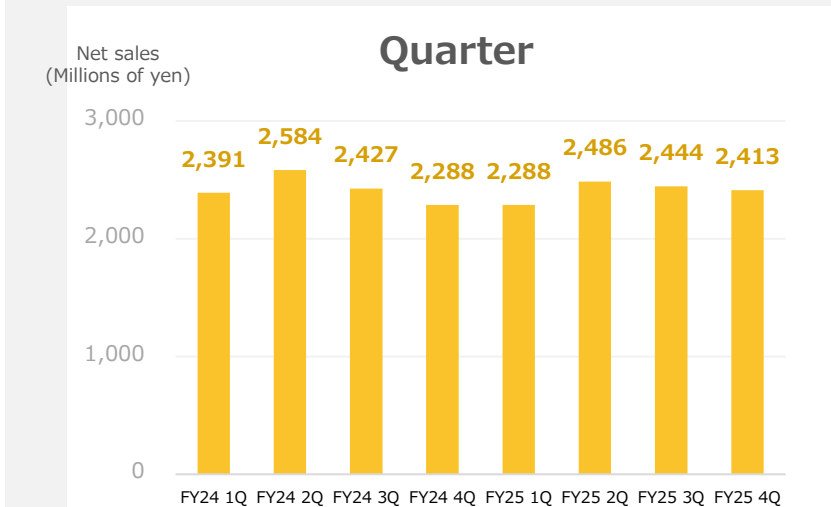
Sales for glass processing applications increased.

Net Sales Breakdown by Industry : 2. Transportation



Automotive

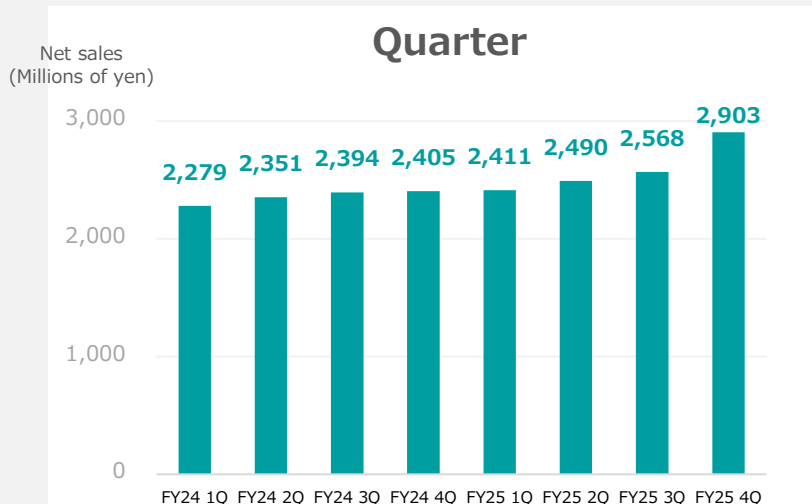
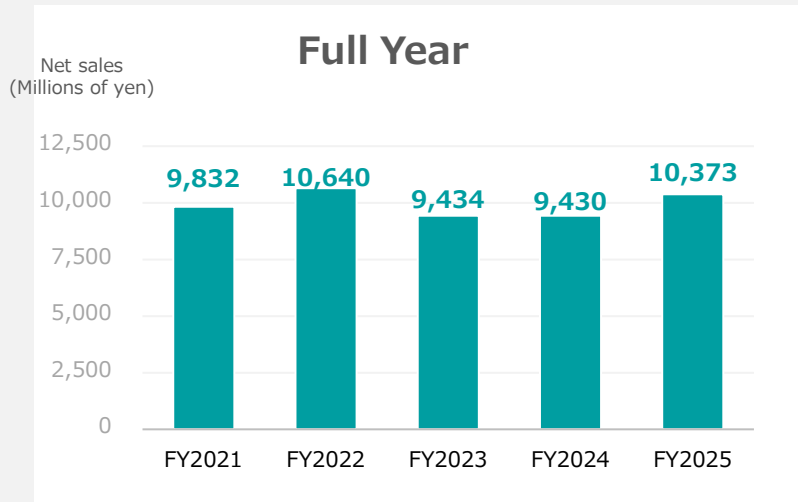
Sales increased in India but decreased in Europe and North America sales declined slightly



Aircraft

Sales increased due to rising demand

Net Sales Breakdown by Industry : 3. Machinery



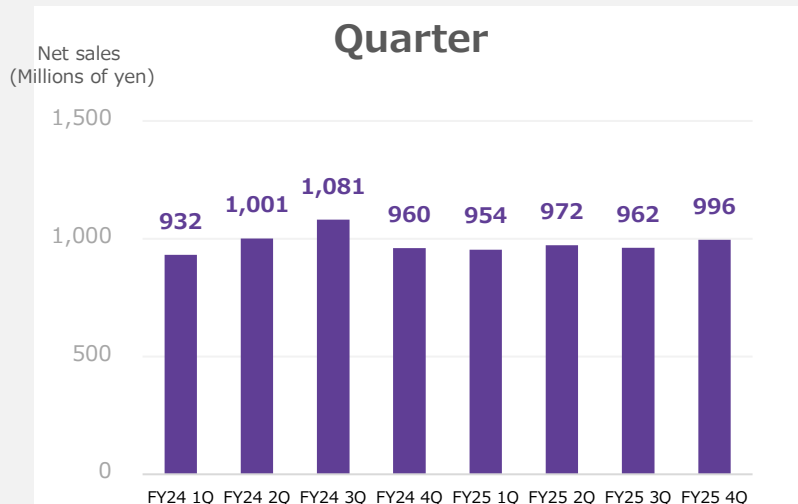
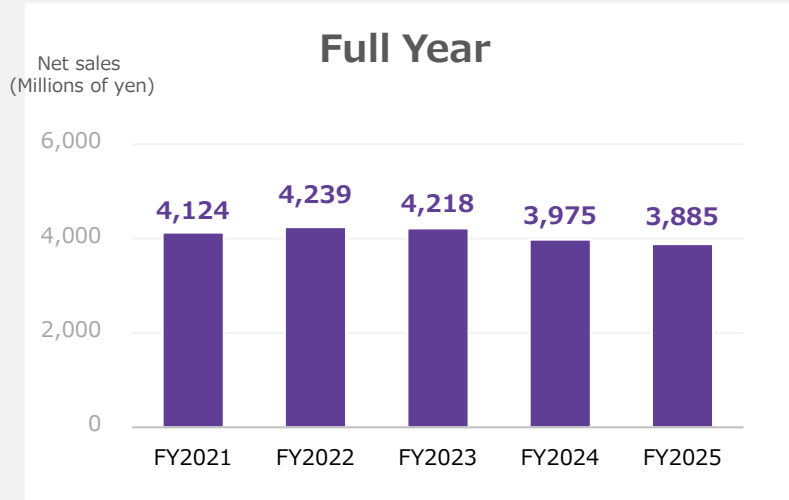
Bearing, Cemented Carbide Tool

Sales of bearings and cemented carbide tools increased, supported by demand from electronics and semiconductor applications.

Machine Tools

Sales increased, mainly driven by semiconductor equipment applications.

Net Sales Breakdown by Industry : 4. Stone and Construction



Resource Exploration

Sales declined due to a decrease in overseas orders.

Construction in Japan

Sales declined slightly due to a decrease in large-scale project demand.

Commercial Product (Portable Cutter)

Sales were largely in line with the previous period.

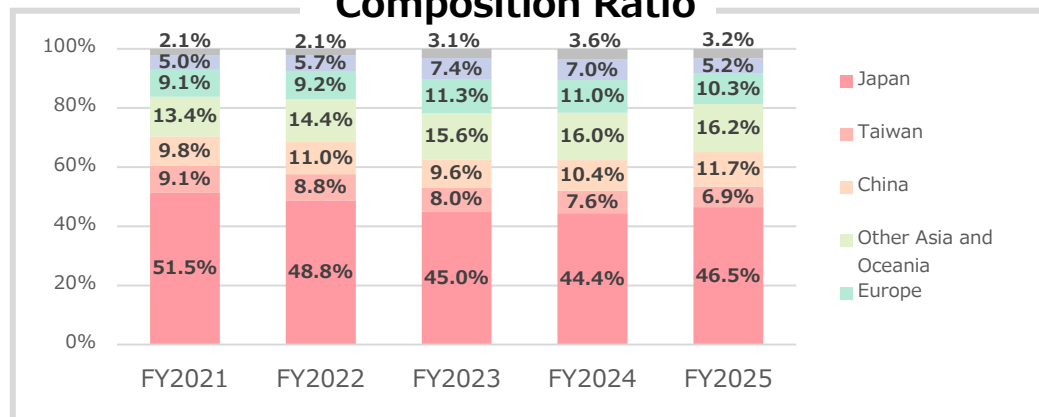
Net Sales Breakdown by Geographical Region (Consolidated)

Sales increased in Japan, China, and other Asia and Oceania regions, with particularly strong growth in Japan and China.

Unit: Millions of yen

	FY2024		FY2025			
	Net Sales	%	Net Sales	%	YoY Change	YoY Change (%)
Japan	18,217	44.4	19,512	46.5	1,295	7.1
Taiwan	3,111	7.6	2,889	6.9	▲222	▲7.1
China	4,275	10.4	4,928	11.7	652	15.3
Other Asia and Oceania	6,535	16.0	6,819	16.2	283	4.3
Europe	4,514	11.0	4,330	10.3	▲183	▲4.1
North America	2,869	7.0	2,172	5.2	▲697	▲24.3
Other	1,482	3.6	1,331	3.2	▲151	▲10.2
Overseas Total	22,789	55.6	22,471	53.5	▲317	▲1.4
Total	41,006	100.0	41,983	100.0	977	2.4

Composition Ratio



Consolidated Balance Sheet

Cash and deposits increased due to the sale of investment securities and long-term borrowings, while tangible fixed assets decreased as a result of impairment losses.

Unit: Millions of yen

Assets	Fiscal Year ending March 2025	Fiscal Year ending March 2026	Change
Cash and Deposits	14,752	16,077	1,324
Notes and accounts receivable	10,038	10,757	718
Inventories	8,759	9,367	607
Property, Plant and Equipment	28,845	26,443	▲2,402
Intangible assets	408	1,057	648
Investment securities	10,778	13,252	2,473
Other	2,767	2,248	▲519
Total Assets	76,351	79,203	2,852

Liabilities	Fiscal Year ending March 2025	Fiscal Year ending March 2026	Change
Notes and Accounts Payable	1,658	1,733	74
Income taxes payable	222	1,036	813
Long-term borrowings	2,000	4,500	2,500
Retirement benefit liability	3,188	2,173	▲1,015
Other	5,701	5,627	▲74
Total Liabilities	12,772	15,070	2,298
Net Assets	Fiscal Year ending March 2025	Fiscal Year ending March 2026	Change
Total Net Assets	63,579	64,133	554
Total Liabilities and Net Assets	76,351	79,203	2,852

Consolidated Statement of Cash Flows

Cash decreased due to the acquisition of treasury shares but increased as a result of long-term borrowings.

	Unit: Millions of yen		
	FY2024	FY2025	Change
Profit (loss) before income taxes	3,799	3,378	▲420
Depreciation	3,328	3,475	146
Impairment	-	1,920	1,920
Loss (gain) on sale of investment securities	▲729	▲1,304	▲574
Decrease (decrease) in trade receivables	549	▲578	▲1,127
Decrease (increase) in inventories	▲397	▲512	▲114
Income taxes paid	▲932	▲444	488
Other	147	▲523	▲670
Net cash provided by (used in) operating activities	5,765	5,412	▲353
Purchase or sale of property, plant and equipment	▲4,991	▲2,312	2,678
Purchase or sale of investment securities	1,183	1,029	▲153
Other	▲12	▲837	▲825
Net cash provided by (used in) investing activities	▲3,820	▲2,120	1,699
Proceeds from long-term borrowings	2,000	2,500	500
Purchase or sale of treasury shares	▲175	▲2,489	▲2,314
Dividends paid	▲1,553	▲1,511	41
Other	▲484	▲382	102
Net cash provided by (used in) financing activities	▲212	▲1,883	▲1,670
Cash and cash equivalents at end of period	14,810	16,156	1,346

01 | FY2025 Financial Results

02 | **FY2026 Forecasts**

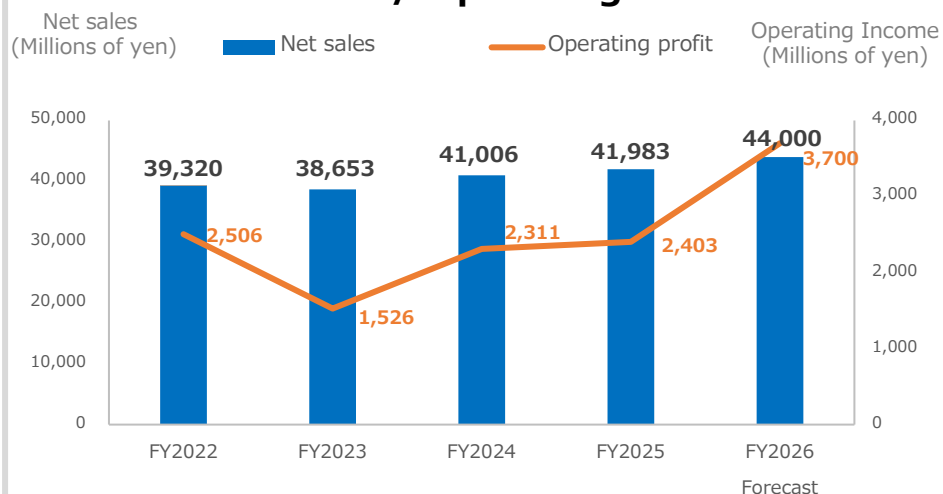
Outline of Forecasts (Consolidated)

Despite higher expenses, operating profit is expected to increase significantly, supported by sales growth and a reduction in retirement benefit expenses.

Unit: million yen

	FY2025 First Half Results	%	FY2026 First Half Forecasts	%	YoY Change	YoY Change (%)	FY2025 Full-year results	%	FY2026 Full-year forecast	%	YoY Change	YoY Change (%)
Net Sales	20,479	100.0	21,000	100.0	520	2.5	41,983	100.0	44,000	100.0	2,016	4.8
Operating profit	992	4.8	1,200	5.7	207	20.9	2,403	5.7	3,700	8.4	1,296	54.0
Ordinary profit	1,371	6.7	1,200	5.7	▲171	▲12.5	3,346	8.0	3,800	8.6	453	13.5
Profit attributable to owners of parent	1,519	7.4	800	3.8	▲719	▲47.3	2,009	4.8	2,600	5.9	590	29.4
Exchange Rate	JPY/USD						150.4	-	157			
	JPY/EUR						169.0	-	184			
	JPY/CNY						20.9	-	22.6			

Net Sales / Operating Profit



Operating Profit (YoY Change)

Increase Factors

- Increase in sales 1.4 billion yen
- Decrease in retirement benefit expenses 1.5 billion yen

Decrease Factors

- Increase in variable cost ratio (Increase in material costs) 0.3 billion yen
- Increase in personnel expenses 0.8 billion yen
- Other 0.5 billion yen

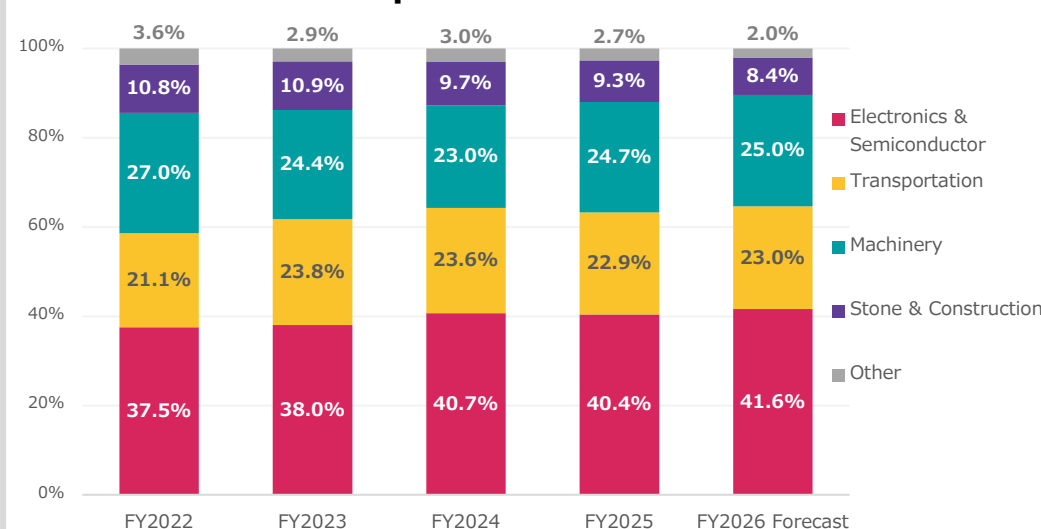
Forecasts for Net Sales and Composition by Industry (Consolidated)

Net sales is expected to increase, driven by solid electronics and semiconductor and machinery businesses and expanded sales of transportation equipment.

Unit: Millions of yen

	FY2025 First Half Results	%	FY2026 First Half Forecast	%	YoY Change	YoY Change (%)	FY2025 Full-year results	%	FY2026 Full-year Forecast	%	YoY Change	YoY Change (%)
Electronics & Semiconductor	8,310	40.6	8,800	41.9	489	5.9	16,978	40.4	18,300	41.6	1,321	7.8
Transportation	4,774	23.3	4,900	23.3	125	2.6	9,632	22.9	10,100	23.0	467	4.9
Machinery	4,901	23.9	5,200	24.8	298	6.1	10,373	24.7	11,000	25.0	626	6.0
Stone & Construction	1,926	9.4	1,700	8.1	▲226	▲11.8	3,885	9.3	3,700	8.4	▲185	▲4.8
Other	565	2.8	400	1.9	▲165	▲29.3	1,114	2.7	900	2.0	▲213	▲19.2
Total	20,479	100.0	20,100	100.0	520	2.5	41,983	100.0	44,000	100.0	2,016	4.8

Composition Ratio



Electronics and Semiconductor

Growth is expected, primarily in semiconductor and electronic components

Transportation Equipment

Growth is expected, primarily for aircraft and automobiles

Machinery

Growth expected, primarily for bearings and cemented carbide tools

Stone and Construction

Projected to decline, primarily in resource exploration and construction

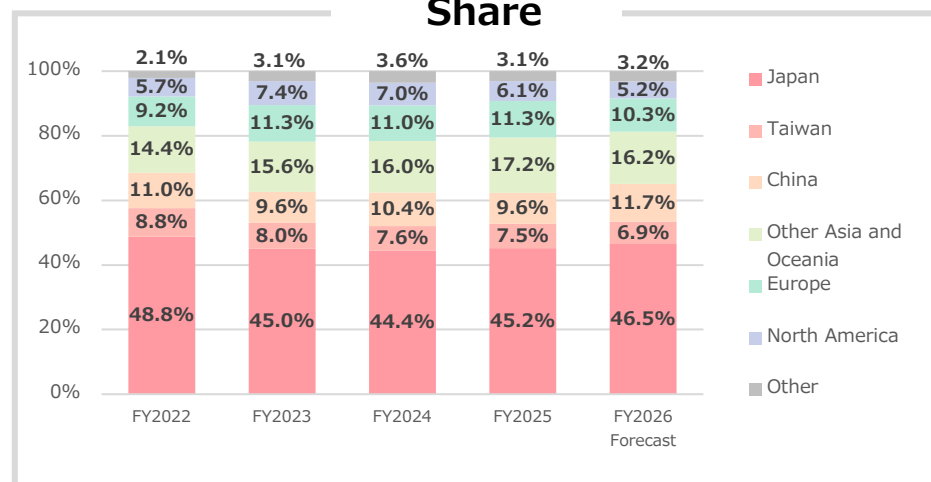
Forecasts for Net Sales and Composition by Industry (Consolidated)

Net sales is expected to increase across all regions except North America, mainly driven by electronics and semiconductor-related demand.

Unit: Millions of yen

	FY2025 First Half Results	%	FY2026 First Half Forecast	%	YoY Change	YoY Change (%)	FY2025 Full-year results	%	FY2026 Full-year forecast	%	YoY Change	YoY Change (%)
Japan	9,547	46.6	9,700	46.2	152	1.6	19,512	46.5	20,400	46.4	887	4.5
Taiwan	1,417	6.9	1,500	7.1	82	5.8	2,889	6.9	3,000	6.8	101	3.8
China	2,468	12.1	2,300	10.9	▲168	▲6.8	4,928	11.7	5,000	11.4	71	1.5
Other Asia and Oceania	3,258	15.9	3,500	16.7	241	7.4	6,819	16.2	7,400	16.8	580	8.5
Europe	2,228	10.9	2,400	11.4	171	7.7	4,330	10.3	4,800	10.9	469	10.8
North America	924	4.5	1,000	4.8	75	8.2	2,172	5.2	2,100	4.8	▲72	▲3.3
Other	634	3.1	600	2.9	▲34	▲5.4	1,331	3.2	1,300	3.0	▲31	▲2.4
Overseas Total	10,931	53.4	11,300	53.8	368	3.4	22,471	53.5	23,600	53.6	1,128	5.0
Total	20,479	100.0	21,000	100.0	520	2.5	41,983	100.0	44,000	100.0	2,016	4.8

Share

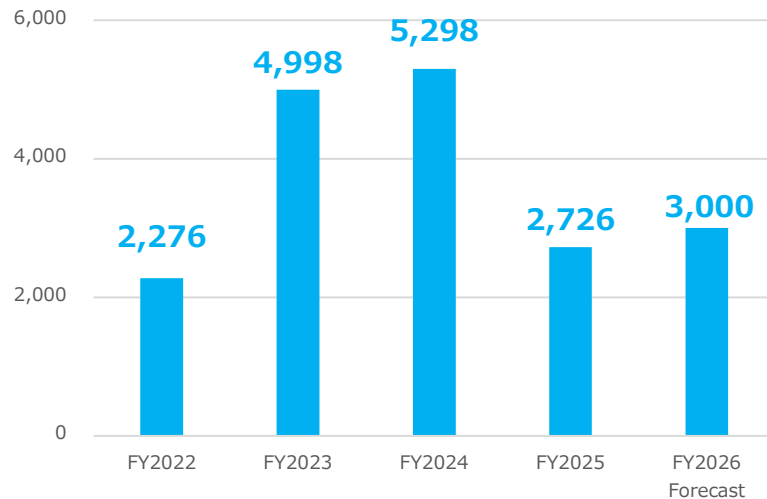


- Japan**
Increase in "Electronics & Semiconductor" "Transportation" "Machinery"
- Taiwan**
Increase in "Electronics & Semiconductor" "Machinery"
- China**
Increase in "Electronics and Semiconductor"
- Other Asia and Oceania**
Increase in "Electronics & Semiconductor"
- Europe**
Increase in "Electronics and Semiconductor"
- North America**
Decrease in "Electronics & Semiconductor"

Capital Expenditures 「Results and Plan」

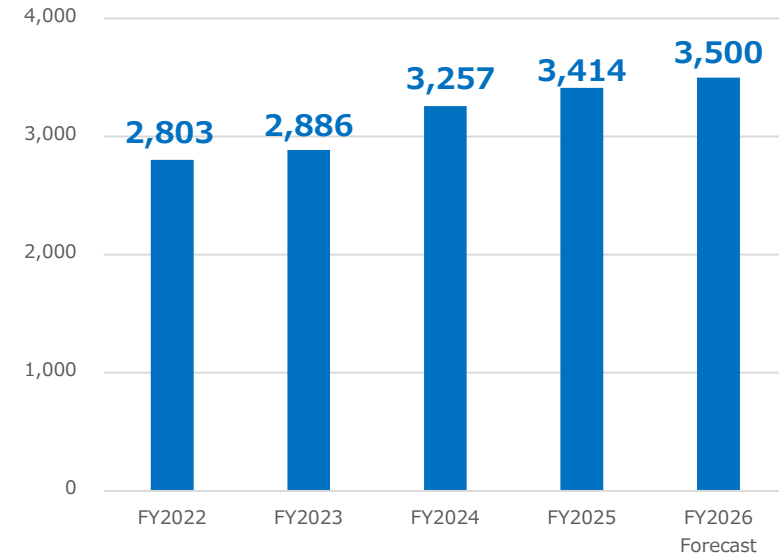
Capital Expenditure

(Millions of yen)



Depreciation

(Millions of yen)



Investment Amount in Plant and Equipment

Capital expenditures increased in FY2023 and FY2024, reflecting capacity expansion for electronics and semiconductor tools and production restructuring. No significant investments are planned for FY2026, in line with FY2025.



Manufacturing excitement through innovation

One and Only

We are at the vanguard of word change, and shall use our groundbreaking technology and global organizational strength to continue providing products and solutions that only we can make possible.

Eternal Growth

In order to make growth sustainable we establish ourselves as the most trustworthy choice for customers engaged in manufacturing across the globe.

Job Satisfaction

We strive to be an efficient company, by linking job satisfaction with individual growth while fostering character.

- This material contains forward-looking statements other than historical facts. These forecasts and plans are based on information currently available to us and certain assumptions that we believe to be reasonable. Actual results may differ materially from these forecasts due to a variety of factors.
- Effective from the year ended March 31, 2022, the Company has adopted the "Accounting Standard for Revenue Recognition" (ASBJ Statement No. 29). The impact on the consolidated financial statements is immaterial.

