

FY2020 First Quarter Consolidated Financial Results Highlights

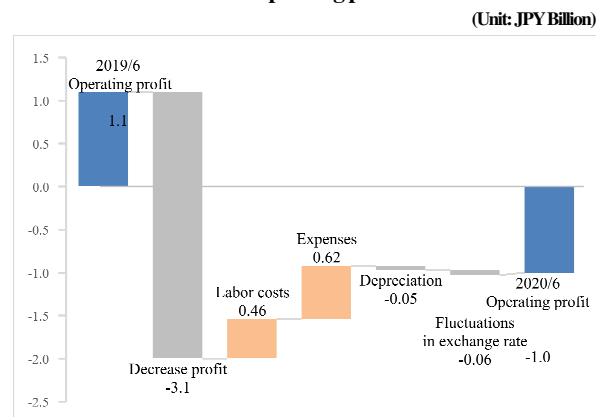
1. Overview

1st Quarter (YTD) Financial Results	Actual		(Unit: JPY Million)	
	2019/6	2020/6	Year-on-year comparison	
			Amount	%
Net sales	25,482	18,870	- 6,611	- 25.9%
Operating profit (Operating margin)	1,144 (4.5%)	- 1,054 (-5.6%)	- 2,199 (-10.1%)	-
Ordinary profit (Ordinary income margin)	1,075 (4.2%)	- 1,403 (-7.4%)	- 2,479 (-11.7%)	-
Profit attributable to owners of parent (Net profit margin)	498 (2.0%)	- 1,151 (-6.1%)	- 1,650 (-8.1%)	-
Return on Equity (ROE) * 1	3.5%	- 8.4%	- 12.0%	-
Net assets to total assets	35.0%	33.1%	- 1.9%	-
Net interest bearing debt	40,981	37,334	- 3,647	- 8.9%
Capital Expenditure	2,438	1,688	- 750	-30.8%
Depreciation	2,207	2,088	- 119	-5.4%
R&D expenses	500	451	- 49	-9.8%
Number of consolidated subsidiaries	33	33	0	-
Exchange rate (USD)	110.99	108.83		
Exchange rate (EUR)	124.56	119.55		

Exchange rate is TTM rate
as of March 31.

* 1 Annualized

«Causes of Fluctuation in Operating profit»



«Dividend/ Dividend Payout Ratio»

The forecast of dividends for the fiscal year ending March 31,
2021 is not available at this moment.

(Unit: JPY)

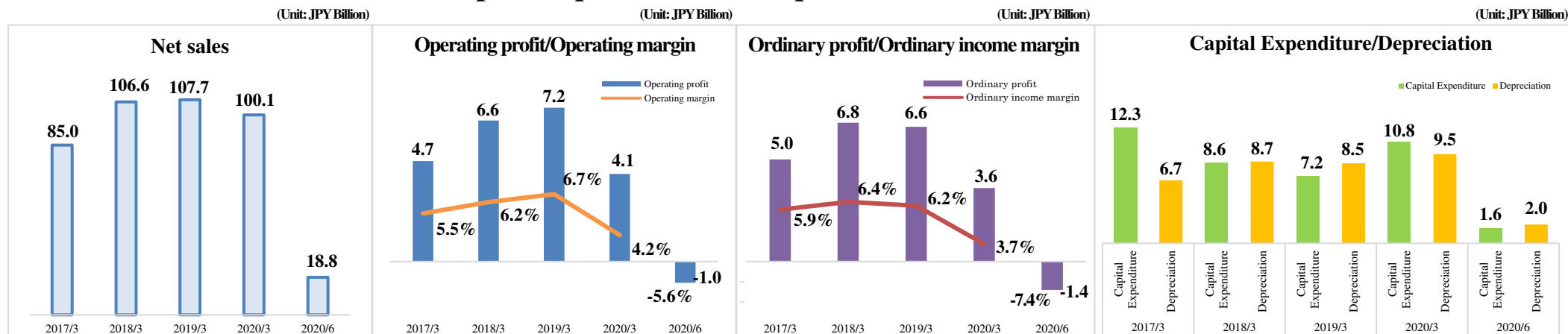
	2017/3	2018/3	2019/3	2020/3	2021/3
Interim	15	15	15	* 20	Not available
Year-end	15	15	15	15	
Annual	30	30	30	35	
Dividend Payout Ratio	54.0%	33.3%	32.0%	60.1%	

* The interim dividend for FY2019
: Regular dividend (15 yen) + Commemorative dividend (5 yen)

«Forecast of FY2021 financial results»

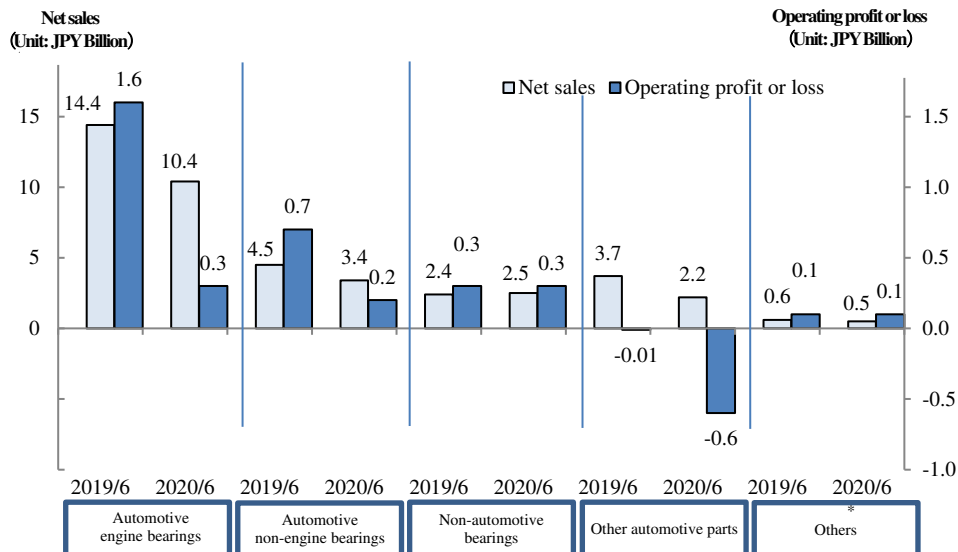
As for Consolidated Financial Results for full year, forecast is not available at this moment due to uncertain circumstances caused by the worldwide spread of the new coronavirus (COVID-19). Consolidated Financial Results Forecast for full year will be announced when more detailed information is available.

2. Consolidated Financial Results/Capital Expenditure and Depreciation



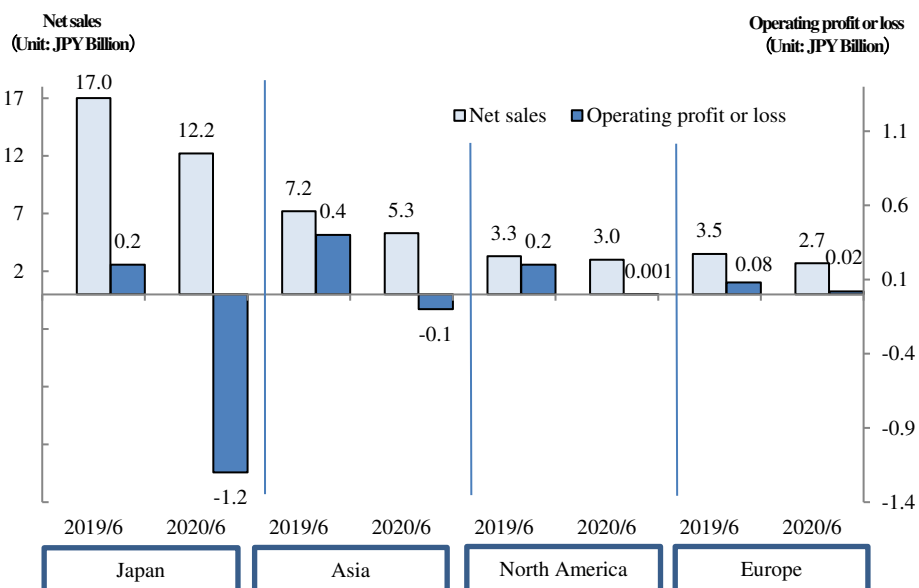
3. Sales and Operating profit by Segment (before elimination of inter-segment transactions)

August 7, 2020
Daido Metal Co., Ltd.



*"Others" includes electrode sheets for electric double layer capacitors, the metallic dry bearings business, pump-related products businesses, and real estate leasing.

4. Sales and Operating profit by Region (before elimination of internal transactions)



		[Sales]	(+)Gains (-)Losses	(Unit: JPY Million)	[Operating profit]	(+)Gains (-)Losses (Unit: JPY Million)
Segment	Net sales ratio	Year-on-year comparison	Causes of Gains and Losses	Year-on-year comparison	Causes of Gains and Losses	
	2020/6	Amount (%)		Amount (%)		
Automotive engine bearings	54.3%	- 3,916 (-27.2%)	(-)Japan: Significant decrease of production adjustments by passenger car manufacturers due to COVID-19 (-)Japan: Continued decrease in demand from trucks for exports(Mainly for Southeast Asia and Indonesia) (-)Orders decrease for turbocharger bearings (-)China: Significant decrease by production adjustments due to COVID-19 (-)Thailand: Significant decrease of the domestic market shrink and decrease in exports to overseas from Thailand (+)Korea: Increase orders for small SUVs	- 1,273 (-77.3%)	(-)Decrease due to COVID-19 (+)Korea : Profit increase due to increased sales /Recovered earnings	
Automotive non-engine bearings	17.8%	- 1,121 (-24.6%)	(-)Japan,China: Significant decrease of production adjustments by auto parts manufacturers due to COVID-19 (-)Europe: Decrease in sales due to Dieselgate issue	- 460 (-63.4%)	(-)Decrease due to COVID-19	
Non-automotive bearings	13.4%	99 (4.0%)	(-)Decrease due to falling demand for low-speed diesel engines bearings (+)Development of ship-related businesses overseas (China and Korea) (-)Weak demand from construction machinery sector in overseas market (China, North America, Asia) (+)Increase orders of steam turbines for the energy sector	0 (-)	(-)Decrease of low-speed diesel engines bearings (+)Increase for energy sector	
Other automotive parts	11.7%	- 1,525 (-40.2%)	(-)Iino Group: Decrease due to COVID-19 globally (-)Weak demand of Thailand's auto industry, decrease for aluminum die cast products by the suspension of plant operations due to COVID-19 and significant decrease in automobile exports to overseas from Thailand	- 647 (-)	(-)Iino Group: Decrease due to COVID-19 (-)Decrease in sales aluminum die cast products due to COVID-19 incl. increasing depreciation for DMCT (New factory for aluminum die cast parts in Thailand)	
Others	2.7%	- 96 (-15.5%)	(-)Demand decrease for special types of bearings from general industry sector	- 31 (-23.5%)	(-)Decrease due to COVID-19	
Elimination of inter-segment transactions		- 50		215		
Total		- 6,611 (-25.9%)	(-)Fluctuations in exchange rate	- 2,199 (-)		

		[Sales]	(+)Gains (-)Losses	(Unit: JPY Million)	[Operating profit]	(+)Gains (-)Losses	(Unit: JPY Million)
Region	Net sales ratio 2020/6	Year-on-year comparison	Causes of Gains and Losses		Year-on-year comparison	Causes of Gains and Losses	
		Amount (%)			Amount (%)		
Japan	52.3%	- 4,888 (-28.6%)	(-)Japan: Significant decrease of production adjustments by passenger car manufacturers due to COVID-19 (-)Continued decrease in demand from trucks for exports (Mainly for Southeast Asia and Indonesia) (-)Orders decrease for turbocharger bearings (-)Decrease due to falling demand for low-speed diesel engines bearings (-)Weak demand from construction machinery sector in overseas market (China,North America, Asia) (-)Iino: Substantial decrease by production adjustment due to COVID-19		- 1,546 (-)	(-)Decrease due to COVID-19 (-)Decrease of material exports to overseas subsidiaries due to demand decrease	
Asia	23.0%	- 1,921 (-26.4%)	(-)China: Significant decrease by production adjustments due to COVID-19 (+)Korea: Increase orders for small SUVs (-)Weak demand from Thailand's auto industry, decrease for aluminum die cast products by the suspension of plant operations due to COVID-19 and significant decrease in automobile exports to overseas from Thailand		- 659 (-)	(+)Korea : Profit increase due to increased sales /Recovered earnings (-)Thailand: Significant decrease of the domestic market shrink and decrease in exports to overseas from Thailand due to COVID-19 (-)Decrease in sales aluminum die cast products due to COVID-19 incl. increasing depreciation for DMCT (New factory for aluminum die cast parts in Thailand)	
North America	12.9%	- 378 (-11.2%)	(-)Decrease by production adjustments due to COVID-19 and decrease in sales related to construction machinery (-)Iino Group: Decrease by production adjustments due to COVID-19		- 252 (-99.3%)	(-)Decrease due to COVID-19	
Europe (including Russia)	11.9%	- 797 (-)	(-)Decrease due to Dieselgate issue (-)Decrease in sales for turbocharger bearings (+)Increased orders in Russia		-64 (-76.4%)	(-)Decrease in automobile-related sales due to Dieselgate issue (+)Russia: Increase in sales	
Elimination of internal transactions		1,374			324		
Total		- 6,611 (-25.9%)	(-)Fluctuations in exchange rate		- 2,199 (-)		