

Daito Trust Construction Co., Ltd.

Consolidated Financial Highlights for the Three Months ended June 30, 2020

Tokyo, July 30, 2020 --- Daito Trust Construction Co., Ltd. (code No.1878), a leading supplier of apartments in Japan, reported today its consolidated financial results for the Three Months ended June 30, 2020.

1. Operating Results (millions of yen)

	<u>For the Three Months ended Jun. 30</u>			<u>For the year ending Mar. 31</u>	
	<u>2020</u>	<u>2019</u>	<u>Change (%)</u>	<u>2021</u>	<u>Change (%)</u>
Net Sales	355,286	367,768	-3.4	1,480,000	-6.7
Construction	89,881	108,975	-17.5	407,000	-26.1
Real Estate	249,862	243,693	+2.5	1,013,000	+4.0
Other	15,542	15,100	+2.9	60,000	-2.4
Gross Profit	56,924	64,100	-11.2	232,300	-17.8
Construction	23,450	30,632	-23.4	102,800	-35.4
Real Estate	26,952	27,164	-0.8	106,200	+7.6
Other	6,521	6,303	+3.5	23,300	-5.4
S&GA Expenses	33,297	36,192	-8.0	152,300	-1.4
Operating Income	23,627	27,907	-15.3	80,000	-37.5
Ordinary Income	24,472	29,554	-17.2	84,000	-36.9
Net Income	16,579	20,384	-18.7	56,000	-38.0

2. Financial Conditions (millions of yen)

	<u>As of Jun. 30</u>	<u>As of Mar. 31</u>	<u>Change</u>
	<u>2020</u>	<u>2020</u>	
Total Assets	827,431	880,289	-52,858
Current Assets	440,360	490,604	-50,244
Noncurrent Assets	387,071	389,684	-2,613
Current Liabilities	276,043	318,519	-42,476
Noncurrent Liabilities	272,816	275,609	-2,793
Net Assets	278,572	286,161	-7,589
Equity/Assets (%)	34.1	32.5	+1.6points
BPS (yen)	4,102.46	4,186.91	-84.45

3. Cash Flows (millions of yen)

	<u>For the Three Months ended Jun. 30</u>	
	<u>2020</u>	<u>2019</u>
Operating Activities	-19,423	-7,588
Investing Activities	-2,185	726
Financing Activities	-29,717	-65,316
Cash and Cash Equivalents at End	108,437	115,331

4. Remarks

We left our business forecasts undecided, because we found it difficult to reasonably calculate the impact of the spread of COVID-19 on our operations. With the cancellation of Japan's "Declaration of a State of Emergency," however, the situation has changed, such as the resumption of sales activities. Accordingly, we decided to announce our business forecasts, which are based on information currently available.

The business forecasts may change depending on future trends in COVID-19.

The construction orders received showed ¥ 13.8 bn. (-86.7points YoY).

The orders in hand showed ¥ 744.8 bn. (-15.1% YoY).

We have been maintaining high occupancy rate both of residential use (96.5%, -0.4points YoY) and commercial use (98.5%, -0.3 points YoY) under our management, as of June end 2020.