



February 14, 2024

Company name: DKK Co., Ltd.

Representative: Tadatoshi Kondo, President & Representative Director

(Securities code: 6706, Tokyo Stock Exchange Prime Market)

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(Correction) Partial correction to the "Consolidated Financial Results  
for the Nine Months Ended December 31, 2023 (Under Japanese GAAP)"

We found information that needed to be corrected in the "Consolidated Financial Results for the Nine Months Ended December 31, 2023 (Under Japanese GAAP)" announced February 9, 2024. As such, we are announcing the following corrections.

1. Reason for correction

We found errors in some of the information stated in the "1. Qualitative information on quarterly financial results (1) Explanation of operating results (a) Telecommunication Business" and "2. Quarterly consolidated financial statements and major notes (3) Notes to quarterly consolidated financial statements (Segment information, etc.)" of "Consolidated Financial Results for the Nine Months Ended December 31, 2023 (Under Japanese GAAP)" after we submitted it. We are thus correcting them.

Note that these corrections have no impact on the quarterly consolidated balance sheet, the quarterly consolidated statement of income, and the quarterly consolidated statement of comprehensive income.

2. Corrections

Underlines indicate corrections.

(Page 2 of Attachment)

1. Qualitative information on quarterly financial results

[Before]

(1) Explanation of operating results

<Omitted>

(a) Telecommunication Business

<Omitted>

As a result, orders received decreased 11.2% year on year to 16,055 million yen, and net sales decreased 14.1% year on year to 13,079 million yen. Segment loss (operating loss) came to **81 million yen** (compared to segment income (operating income) of 105 million yen in the year-earlier period).

[After]

(1) Explanation of operating results

<Omitted>

(a) Telecommunication Business

<Omitted>

As a result, orders received decreased 11.2% year on year to 16,055 million yen, and net sales decreased 14.1% year on year to 13,079 million yen. Segment loss (operating loss) came to **139 million yen** (compared to segment income (operating income) of 105 million yen in the year-earlier period).

(Page 9 of Attachment)

2. Quarterly consolidated financial statements and major notes  
(3) Notes to quarterly consolidated financial statements

[Before]

(Segment information, etc.)

[Segment information]

<Omitted>

II Nine months ended December 31, 2023 (from April 1, 2023 to December 31, 2023)

1. Information on amounts of net sales and income/loss by reportable segment

(Millions of yen)

	Reportable segment			Other Businesses (Note) 1	Total	Adjustments (Note) 2	Amount recorded in quarterly consolidated statement of income (Note) 3
	Telecommunication Business	Radio Frequency Business	Total				
Net sales							
Sales to external customers	13,057	7,139	20,197	80	20,277	—	20,277
Intersegment sales or transfers	22	—	22	120	142	(142)	—
Total	13,079	7,139	20,219	201	20,420	(142)	20,277
Segment income (loss)	<b>(81)</b>	745	<b>664</b>	96	<b>761</b>	<b>(2,201)</b>	(1,440)

(Notes) 1 The “Others” segment, which is not included in reportable segments, includes equipment leasing and electric power sales businesses.

2 The segment income adjustment of **(2,201) million yen** includes elimination of intersegment transactions of (50) million yen and corporate expenses of **(2,151) million yen** that are not allocated to any reportable segment. Corporate expenses are mainly general and administrative expenses that are not attributable to any reportable segments.

3 Adjustments are made to reconcile segment income (loss) with operating loss in the quarterly consolidated statement of income.

2. Information on impairment losses or goodwill, etc. on non-current assets by reportable segment  
(Material impairment losses pertaining to non-current assets)

Impairment losses on non-current assets are recognized in the Radio Frequency Business segment.

The amount of the impairment losses recognized for the nine months ended December 31, 2023 is 841 million yen.

[After]

(Segment information, etc.)

[Segment information]

<Omitted>

II Nine months ended December 31, 2023 (from April 1, 2023 to December 31, 2023)

1. Information on amounts of net sales and income/loss by reportable segment

(Millions of yen)

	Reportable segment			Other Businesses (Note) 1	Total	Adjustments (Note) 2	Amount recorded in quarterly consolidated statement of income (Note) 3
	Telecommunication Business	Radio Frequency Business	Total				
Net sales							
Sales to external customers	13,057	7,139	20,197	80	20,277	—	20,277
Intersegment sales or transfers	22	—	22	120	142	(142)	—
Total	13,079	7,139	20,219	201	20,420	(142)	20,277
Segment income (loss)	<b>(139)</b>	745	<b>606</b>	96	<b>702</b>	<b>(2,143)</b>	(1,440)

(Notes) 1 The “Others” segment, which is not included in reportable segments, includes equipment leasing and electric power sales businesses.

2 The segment income adjustment of **(2,143) million yen** includes elimination of intersegment transactions of (50) million yen and corporate expenses of **(2,093) million yen** that are not allocated to any reportable segment. Corporate expenses are mainly general and administrative expenses that are not attributable to any reportable segments.

3 Adjustments are made to reconcile segment income (loss) with operating loss in the quarterly consolidated statement of income.

2. Information on impairment losses or goodwill, etc. on non-current assets by reportable segment  
(Material impairment losses pertaining to non-current assets)

Impairment losses on non-current assets are recognized in the Radio Frequency Business segment.

The amount of the impairment losses recognized for the nine months ended December 31, 2023 is 841 million yen.

**(Significant change in the amount of goodwill)**

**In the second quarter of the current fiscal year, the Company purchased shares of Cybercore Co., Ltd. and included it and its subsidiaries in the scope of consolidation. This increased goodwill by 1,397 million yen in the Telecommunication Business segment.**

**Note that the amount of goodwill is provisional as allocation of the acquisition cost was not completed as of December 31, 2023.**