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Consolidated Financial Results for the Nine Months Ended January 31, 2026 [Japanese GAAP]



March 6, 2026

Company name: Asukanet Co., Ltd.
 Stock exchange listing: Tokyo Stock Exchange
 Code number: 2438
 URL: <https://www.asukanet.co.jp>
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 Scheduled date of commencing dividend payments: -
 Availability of supplementary briefing material on financial results: Not available
 Schedule of financial results briefing session: Not scheduled

(Amounts of less than one million yen are rounded down.)

1. Consolidated Financial Results for the Nine Months Ended January 31, 2026

(May 1, 2025 to January 31, 2026)

(1) Consolidated Operating Results (cumulative) (% indicates changes from the previous corresponding period.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Nine months ended								
January 31, 2026	5,272	(3.2)	284	(10.5)	306	(5.4)	193	(3.1)
January 31, 2025	5,444	4.7	317	(5.6)	323	(9.2)	199	(14.0)

(Note) Comprehensive income: For the nine months ended January 31, 2026: ¥213 million [4.9%]
 For the nine months ended January 31, 2025: ¥203 million [(18.9)%]

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
January 31, 2026	12.43	-
January 31, 2025	12.33	-

(Note) Diluted earnings per share is not presented as there were no potential shares.

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of January 31, 2026	5,992	5,287	88.2
As of April 30, 2025	6,349	5,386	84.8

(Reference) Equity: As of January 31, 2026: ¥5,287 million
 As of April 30, 2025: ¥5,386 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
Fiscal year ended April 30, 2025	Yen -	Yen 0.00	Yen -	Yen 7.00	Yen 7.00
Fiscal year ending April 30, 2026	-	0.00	-		
Fiscal year ending April 30, 2026 (Forecast)				7.00	7.00

(Note) Revision to the forecast for dividends announced most recently: No

3. Consolidated Financial Results Forecast for the Fiscal Year Ending April 30, 2026 (May 1, 2025 to April 30, 2026)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Basic earnings per share
Full year	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
	7,580	4.4	435	150.5	450	151.4	261	-	16.60

(Note) Revision to the financial results forecast announced most recently: No

* Notes:

(1) Significant changes in the scope of consolidation during the period: None

Newly included: - company (-)

Excluded: - company (-)

(2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements: Yes

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatement

1) Changes in accounting policies due to the revision of accounting standards: No

2) Changes in accounting policies other than 1) above: No

3) Changes in accounting estimates: No

4) Retrospective restatement: No

(4) Total number of issued shares (common shares)

1) Total number of issued shares at the end of the period (including treasury shares):

January 31, 2026: 17,464,000 shares

April 30, 2025: 17,464,000 shares

2) Total number of treasury shares at the end of the period:

January 31, 2026: 2,318,846 shares

April 30, 2025: 1,759,346 shares

3) Average number of shares during the period:

Nine months ended January 31, 2026: 15,569,663 shares

Nine months ended January 31, 2025: 16,189,607 shares

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: None

* Explanation of the proper use of financial results forecast and other notes

The earnings forecasts and other forward-looking statements herein are based on information currently available to the Company and certain assumptions that the Company believes are reasonable, and actual results may differ significantly from these forecasts due to a wide range of factors.

4. Overview of Business Results

(1) Overview of Business Results

During the first three quarters of the current fiscal year, the economy has been on a gradual recovery path, supported by solid corporate earnings and improvements in employment and income conditions. However, high uncertainty in the international situation and persistent inflation are viewed as downside risks to the economy, and the outlook remains uncertain.

Under these circumstances, Asukanet operates three business areas, each with different positioning and characteristics. They are (1) the funeral business, which adds digital processing and remote output services for photos of the deceased to a funeral business that is largely unaffected by economic trends, (2) the photo book business, which provides ideas for new photo output methods that allow users to create complete photo collections beginning from just a single book, and (3) the aerial display business, which is utilizing unique, recently-developed technologies aiming to create a new market and achieve dreams.

Following is an overview of the business results for each segment. The result figures for each segment include internal inter-segment sales.

(Funeral business)

In this business segment, we steadily accumulated new customer contracts through our own sales efforts. However, the nationwide decline in the numbers of funeral services that began earlier in the fiscal year continued into the third quarter, resulting in a decrease in our core image processing revenue compared to the same quarter last year. Consequently, sales of items such as frames and paper also faced challenges. On the other hand, sales of hardware equipment such as memorial portrait photo output systems and signage equipment performed well. Furthermore, usage of “tsunagoo,” our DX service for the funeral industry, for condolence messages and floral tributes has been strong, and its use is expanding. Additionally, we have worked to expand contracts for our new AI-powered service, “snapCINEMA.”

In terms of income, segment income decreased significantly due to a substantial decline in gross profit resulting from reduced image processing revenue, coupled with increased personnel expenses and higher usage fees for various software and cloud services.

As a result, sales were 2,477,725 thousand yen (99.0% year-on-year), and segment income was 472,274 thousand yen (81.0% year-on-year).

(Photo book business)

In this business segment, we operate *AsukaBook* for the professional photography market, and *MyBook* for the general consumer market. We are also engaged in OEM supply of photo albums and photo prints based on photos that were taken with smartphones.

In the professional photographer market, the core wedding segment faces challenging conditions due to shrinking ceremony sizes and the shift toward digital photography. In this environment, we enhanced our online seminar delivery and the functionality of our data delivery system “Granpic,” while also implementing price increases for major clients and advancing proposals for BPO-type services which handle peripheral tasks related to photo processing.

As for consumer market, where conditions remain challenging, we are struggling to gain traction. However, we have advanced promotions for seasonal items like calendars and graduation albums, held fan meetings, and enhanced templates and materials for our photo book ordering software. In the virtual business area, we have advanced the overseas expansion of our consolidated subsidiary BET Inc. and launched a talent agency for male live streamers.

In terms of income, while BET Inc. faced challenges in its profit and loss situation, and was impacted by rising raw material prices and labor costs, segment profit increased due to improved gross profit margins. This improvement resulted from price revisions, reductions in fixed costs, and efforts to enhance productivity.

As a result, sales were 2,732,481 thousand yen (97.2% year-on-year), and segment income reached 481,725 thousand yen (110.6% year-on-year).

(Aerial display business)

This business is aiming to create a market through new image and video expressions utilizing aerial imaging technologies. We

are developing, manufacturing, and selling both glass and plastic “ASKA3D plates” that utilize our original technologies to project images in mid-air.

In terms of sales, we have revised our sales strategy, shifting from a focus on standalone plate sales to offering package products that integrate the experiential value of aerial displays with content and enclosures. Under this strategy, we have advanced sales activities for the B2B “Floating Live Stage Takumi MAX” and the B2C “Floating Live Stage Home.” We are particularly targeting the entertainment, tourism, and education sectors, including proposals to local governments. Overseas, we continue negotiations with strategic partners, primarily in the Asian region.

As for manufacturing and development, we have been advancing the manufacturing development of glass ASKA3D plates at our in-house technology development center. However, this process has taken longer than anticipated. Under our policy of focusing on selling existing inventory for the time being, we have been preparing to close the center by the end of May. Meanwhile, for plastic ASKA3D plates, we have packaged our patents and know-how into a licensing package and have been negotiating its provision. Furthermore, for new technologies centered on active systems, we have applied for patents and are progressively producing prototypes while advancing efforts to secure strategic partners.

In terms of income, while sales faced challenging conditions, we improved profitability on a project-by-project basis. This, combined with reduced advertising and promotional expenses, a narrower focus on research and development themes, and decreased depreciation expenses, resulted in a similar loss amount comparable to the same quarter of the previous year.

As a result, sales were 68,753 thousand yen (51.2% year-on-year), and segment loss was 211,893 thousand yen (compared to a loss of 205,343 thousand yen in the same period of the previous year).

As a result, net sales for the first three quarters amounted to 5,272,183 thousand yen (96.8% year-on-year). Ordinary income reached 306,370 thousand yen (94.6% year-on-year), and net income attributable to owners of the parent for this period was 193,457 thousand yen (96.9% year-on-year).

(2) Overview of financial conditions

(Assets)

Assets at the end of the third quarter of the current consolidated fiscal year were 5,992,986 thousand yen, a decrease of 356,240 thousand yen from the end of the previous consolidated fiscal year. This was mainly due to a decrease of 691,136 thousand yen in cash and deposits due to capital expenditures for printing equipment and the acquisition of treasury stock etc. despite an increase of 115,194 thousand yen in notes receivable and accounts receivable.

(Liabilities)

Liabilities at the end of the third quarter of the current consolidated fiscal year were 705,377 thousand yen, a decrease of 257,494 thousand yen from the end of the previous consolidated fiscal year. This was mainly due to decreases of 110,807 thousand yen in accounts payable and 86,010 thousand yen in provision for bonuses.

(Net assets)

Net assets at the end of the third quarter of the current consolidated fiscal year were 5,287,608 thousand yen, a decrease of 98,745 thousand yen from the end of the previous consolidated fiscal year. This was mainly due to the recording of 193,457 thousand yen in net income attributable to parent company shareholders for the third quarter, despite the acquisition of 186,337 thousand yen in treasury stock and payment of 109,932 thousand yen in dividends.

(3) Future Outlook

There are no changes to the future outlook for the consolidated fiscal year ending April 2026 that was announced on June 10, 2025.

5. Consolidated Financial Statements for the third quarter of the Fiscal Year

(1) Consolidated balance sheets

(Units: 1,000s yen)

	Previous fiscal year (Ended April 30, 2025)	End of current Q3 (Ended Jan. 31, 2026)
Assets		
Current assets		
Cash and deposits	1,686,873	995,737
Accounts receivable-trade	824,760	939,954
Merchandise and products	379,964	369,966
Work in progress	32,350	33,183
Raw materials and supplies	96,893	100,524
Others	62,889	127,407
Allowance for doubtful accounts	(10,166)	(9,537)
Total current assets	3,073,565	2,557,236
Fixed assets		
Tangible fixed assets		
Buildings, net	755,156	725,978
Machinery and equipment, net	398,823	508,235
Land	844,060	844,060
Others net	157,991	177,917
Total tangible fixed assets	2,156,032	2,256,193
Intangible fixed assets		
Goodwill	260,325	231,400
Others	191,325	184,001
Total intangible fixed assets	451,650	415,401
Total investments and other assets		
Investment securities	331,602	360,357
Deferred tax assets	226,487	223,409
Others	109,888	180,387
Total investments and other assets	667,978	764,154
Total fixed assets	3,275,661	3,435,749
Total assets	6,349,226	5,992,986

(Units: 1,000s yen)

	Previous fiscal year (Ended April 30, 2025)	End of current Q3 (Ended Jan. 31, 2026)
Liabilities		
Current liabilities		
Accounts payable-trade	172,395	145,004
Accounts payable-other	293,956	183,149
Income taxes payable	62,602	70,000
Advance payments	16,111	6,448
Provision for bonuses	181,640	95,630
Others	230,625	202,249
Total current liabilities	957,331	702,481
Fixed liabilities		
Retirement benefit liability	4,343	2,775
Others	1,197	119
Total fixed liabilities	5,541	2,895
Total liabilities	962,872	705,377
Net assets		
Shareholders' equity		
Capital stock	490,300	490,300
Capital surplus	624,759	609,018
Retained earnings	5,247,868	5,331,393
Treasury stock	(1,012,228)	(1,198,565)
Total shareholders' equity	5,350,699	5,232,146
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	35,654	55,462
Total accumulated other comprehensive income	35,654	55,462
Total net assets	5,386,354	5,287,608
Total liabilities and net assets	6,349,226	5,992,986

(2) Consolidated profit and loss statements and consolidated statements of comprehensive income

Consolidated profit and loss statements

(Units: 1,000s yen)

	First three quarters of the previous fiscal year (May 1, 2024 – Jan. 31, 2025)	First three quarters of the current fiscal year (May 1, 2025 – Jan. 31, 2026)
Net sales	5,444,406	5,272,183
Cost of sales	2,988,458	2,882,539
Gross profit	2,455,948	2,389,643
Selling, general, and administrative expenses	2,138,259	2,105,205
Operating income	317,688	284,437
Non-operating income		
Interest received	2,065	2,990
Dividends received	2,125	2,575
Insurance gains	—	11,082
Foreign exchange gains	550	3,661
Others	2,272	2,607
Total non-operating income	7,013	22,917
Non-operating expenses		
Expense for purchasing treasury stocks	720	737
Loss from investment partnership operation	249	247
Others	13	—
Total non-operating expenses	983	985
Ordinary income	323,718	306,370
Extraordinary losses		
Loss from retirement of fixed assets	11,431	1,852
Total extraordinary losses	11,431	1,852
Net income before taxes	312,287	304,517
Income taxes etc.	112,642	111,060
Total income taxes	112,642	111,060
Net income	199,645	193,457
Net income attributable to parent company	199,645	193,457

Consolidated statements of comprehensive income

(Units: 1,000s yen)

	First three quarters of the previous fiscal year (May 1, 2024 – Jan. 31, 2025)	First three quarters of the current fiscal year (May 1, 2025 – Jan. 31, 2026)
Net income	199,645	193,457
Other Comprehensive Income		
Valuation difference on available-for sale securities	3,578	19,807
Total other comprehensive income	3,578	19,807
Comprehensive income	203,223	213,264
(Breakdown)		
Comprehensive income attributable to parent company	203,223	213,264

(3) Notes and others

[Segment information]

First three quarters of the previous consolidated fiscal year (May 1, 2024 - Jan. 31, 2025)

Information related to the amounts of sales, income, and loss for each reporting segment

(Units: 1,000s yen)

	Reporting segment				Adjustments	Amount recorded in profit and loss statement
	Funeral business	Photo book business	Aerial display business	Total		
Sales						
Sales to outside customers	2,502,060	2,808,017	134,328	5,444,406	—	5,444,406
Inter-segment internal sales and transfers	—	4,241	—	4,241	(4,241)	—
Total	2,502,060	2,812,259	134,328	5,448,648	(4,241)	5,444,406
Segment income (loss)	582,770	435,608	(205,343)	813,035	(495,347)	317,688

First three quarters of the current consolidated fiscal year (May 1, 2025 - Jan. 31, 2026)

Information related to the amounts of sales, income, and loss for each reporting segment

(Units: 1,000s yen)

	Reporting segment				Adjustments	Amount recorded in profit and loss statement
	Funeral business	Photo book business	Aerial display business	Total		
Sales						
Sales to outside customers	2,477,725	2,725,703	68,753	5,272,183	—	5,272,183
Inter-segment internal sales and transfers	—	6,777	—	6,777	(6,777)	—
Total	2,477,725	2,732,481	68,753	5,278,960	(6,777)	5,272,183
Segment income (loss)	472,274	481,725	(211,893)	742,105	(457,668)	284,437

(Notes to Quarterly Consolidated Statements of Cash Flows)

Quarterly consolidated statements of cash flows have not been prepared for the first three quarters of the fiscal year ended January 31, 2026. The amount of depreciation (including amortization related to intangible assets excluding goodwill) and amortization of goodwill for this period ended January 31, 2026 are as follows.

	First three quarters of the previous fiscal year (May 1, 2024 – Jan. 31, 2025)	First three quarters of the current fiscal year (May 1, 2025 – Jan. 31, 2026)
Depreciation	276,160 thousand yen	225,146 thousand yen
Amortization of goodwill	28,925 thousand yen	28,925 thousand yen

This is the summarized translation of released report for your reference.
Please refer to the original Japanese financial document.