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April 14, 2026

## Non-consolidated Financial Results for the Fiscal Year Ended February 28, 2026 (Under Japanese GAAP)



Company name: SLD Entertainment Inc.

Listing: Tokyo Stock Exchange

Securities code: 3223

URL: <https://www.sld-inc.com/>

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President and Representative Director

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Scheduled date of annual general meeting of shareholders: May 27, 2026

Scheduled date to commence dividend payments: -

Scheduled date to file annual securities report: May 28, 2026

Preparation of supplementary material on financial results: Yes

Holding of financial results briefing: None

(Yen amounts are rounded down to millions, unless otherwise noted.)

### 1. Non-consolidated financial results for the fiscal year ended February 28, 2026 (from March 1, 2025 to February 28, 2026)

#### (1) Non-consolidated operating results

(Percentages indicate year-on-year changes.)

Fiscal year ended	Net sales		Operating profit		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
February 28, 2026	3,656	(0.1)	126	(12.7)	131	(8.0)	87	(39.2)
February 28, 2025	3,661	2.1	144	8.1	142	3.4	143	(18.9)

Fiscal year ended	Basic earnings per share	Diluted earnings per share	Rate of return on equity	Ordinary profit to total assets ratio	Operating profit to net sales ratio
	Yen	Yen	%	%	%
February 28, 2026	35.51	-	16.7	12.6	3.4
February 28, 2025	71.69	-	32.6	13.5	3.9

Reference: Share of profit (loss) of entities accounted for using equity method

For the fiscal year ended February 28, 2026: ¥ - million

For the fiscal year ended February 28, 2025: ¥ - million

(Note) Diluted net income per share is not presented because, although dilutive potential common shares exist, they have no dilutive effect.

#### (2) Non-consolidated financial position

As of	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
February 28, 2026	1,007	552	54.8	(179.32)
February 28, 2025	1,074	497	46.2	(214.83)

Reference: Equity

As of February 28, 2026: ¥ 552 million

As of February 28, 2025: ¥ 496 million

#### (3) Non-consolidated cash flows

Fiscal year ended	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
February 28, 2026	87	(48)	(132)	224
February 28, 2025	121	(10)	(115)	317

## 2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Payout ratio	Ratio of dividends to net assets
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Fiscal year ended February 28, 2025	-	0.00	-	0.00	0.00	-	-	-
Fiscal year ended February 28, 2026	-	0.00	-	0.00	0.00	-	-	-
Fiscal year ending February 28, 2027 (Forecast)	-	-	-	-	-		-	

Note: Breakdown of the year-end dividend for the fiscal year ended February 28, 2026

Commemorative dividend - yen

Special dividend - yen

(Note) Dividend forecasts for the fiscal year ending February 28, 2027, remain undetermined at this time. The "Cash dividends" section above refers to dividends on common stock. For information regarding dividends on class shares (unlisted) with different rights from the common stock issued by the Company, please refer to the "Dividend Payments for class share" section below.

## 3. Non-consolidated financial result forecasts for the fiscal year ending February 28, 2027 (from March 1, 2026 to February 28, 2027)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	3,626	(0.8)	182	44.4	181	37.8	135	55.0	66.33

### \* Notes

(1) Changes in accounting policies, changes in accounting estimates, and restatement

- (i) Changes in accounting policies due to revisions to accounting standards and other regulations: None
- (ii) Changes in accounting policies due to other reasons: None
- (iii) Changes in accounting estimates: None
- (iv) Restatement: None

(2) Number of issued shares (common shares)

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

As of February 28, 2026	1,560,864 shares
As of February 28, 2025	1,560,864 shares

(ii) Number of treasury shares at the end of the period

As of February 28, 2026	129 shares
As of February 28, 2025	129 shares

(iii) Average number of shares outstanding during the period

Fiscal Year ended February 28, 2026	1,560,735 shares
Fiscal Year ended February 28, 2025	1,560,735 shares

\* Financial results reports are exempt from audit conducted by certified public accountants or an audit firm.

\* Proper use of earnings forecasts, and other special matters

(Caution Regarding Forward-Looking Statements)

Forward-looking statements, including earnings forecasts, contained in this document, are based on information currently available to the Company and certain assumptions deemed reasonable. These statements do not constitute a promise by the Company that they will be achieved. Actual results and other outcomes may differ significantly due to various factors.

Dividend Payments for class share

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
(Class A preferred stock)	Yen	Yen	Yen	Yen	Yen
Fiscal year ended February 28, 2026	-	-	-	32,000.00	32,000.00
Fiscal year ending February 28, 2027 (Forecast)	-	-	-	32,000.00	32,000.00

Non-consolidated Financial Statements and Primary Notes

Non-consolidated Balance Sheet

(Thousands of yen)

	As of February 28, 2025	As of February 28, 2026
<b>Assets</b>		
Current assets		
Cash and deposits	317,237	224,393
Accounts receivable - trade	253,319	296,207
Raw materials and supplies	18,977	24,231
Prepaid expenses	29,676	32,107
Accounts receivable - other	16,849	24,093
Current portion of guarantee deposits	11,151	19,689
Other	23,375	25,548
Total current assets	670,587	646,270
Non-current assets		
Property, plant and equipment		
Buildings	393,936	338,437
Accumulated depreciation	(324,505)	(292,661)
Buildings, net	69,430	45,776
Machinery and equipment	9,000	9,000
Accumulated depreciation	(8,999)	(8,999)
Machinery and equipment, net	0	0
Tools, furniture and fixtures	131,246	135,288
Accumulated depreciation	(121,141)	(112,669)
Tools, furniture and fixtures, net	10,104	22,618
Total property, plant and equipment	79,535	68,394
Intangible assets		
Software	140	-
Other	21	21
Total intangible assets	161	21
Investments and other assets		
Investment securities	1,500	0
Long-term prepaid expenses	2,156	1,853
Deferred tax assets	73,421	58,071
Leasehold and guarantee deposits	246,950	232,530
Other	160	110
Total investments and other assets	324,188	292,565
Total non-current assets	403,885	360,981
<b>Total assets</b>	<b>1,074,472</b>	<b>1,007,252</b>

(Thousands of yen)

	As of February 28, 2025	As of February 28, 2026
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	84,447	92,157
Short-term borrowings	100,000	-
Accounts payable - other	63,047	50,686
Accrued expenses	140,559	142,662
Unearned revenue	-	3,426
Income taxes payable	5,384	5,144
Deposits received	22,179	31,489
Accrued consumption taxes	40,600	32,931
Asset retirement obligations	14,492	2,807
Other	7,178	6,787
Total current liabilities	477,889	368,093
Non-current liabilities		
Asset retirement obligations	92,507	82,772
Other	6,367	4,260
Total non-current liabilities	98,874	87,032
Total liabilities	576,764	455,126
<b>Net assets</b>		
Shareholders' equity		
Share capital	48,876	48,876
Capital surplus		
Legal capital surplus	156,752	156,752
Other capital surplus	195,056	195,056
Total capital surplus	351,808	351,808
Retained earnings		
Other retained earnings		
Retained earnings brought forward	96,191	151,609
Total retained earnings	96,191	151,609
Treasury shares	(168)	(168)
Total shareholders' equity	496,707	552,125
Share acquisition rights	1,000	-
Total net assets	497,708	552,125
Total liabilities and net assets	1,074,472	1,007,252

Non-consolidated Statement of Income

(Thousands of yen)

	For the fiscal year ended February 28, 2025	For the fiscal year ended February 28, 2026
Net sales	3,661,043	3,656,915
Cost of sales	711,708	710,525
Gross profit	2,949,334	2,946,390
Selling, general and administrative expenses	2,804,897	2,820,319
Operating profit	144,437	126,070
Non-operating income		
Interest income	183	555
Insurance claim income	1,849	-
Gain on sale of non-current assets	-	325
Guarantee commission income	2,652	2,471
Subsidy income	200	482
Other	3,190	3,049
Total non-operating income	8,076	6,885
Non-operating expenses		
Interest expenses	1,287	820
Amortization of share issuance costs	5,091	-
Other	3,213	617
Total non-operating expenses	9,592	1,437
Ordinary profit	142,921	131,518
Extraordinary income		
Gain on reversal of share acquisition rights	-	1,000
Total extraordinary income	-	1,000
Extraordinary losses		
Loss on valuation of investment securities	-	1,499
Impairment losses	17,659	23,106
Total extraordinary losses	17,659	24,606
Profit before income taxes	125,261	107,911
Income taxes - current	5,384	5,144
Income taxes - deferred	(24,006)	15,349
Total income taxes	(18,622)	20,493
Profit	143,884	87,417

Non-consolidated Statement of Changes in Equity

For the fiscal year ended February 28, 2025

(Thousands of yen)

	Shareholders' equity								Share acquisition rights	Total net assets
	Share capital	Capital surplus			Retained earnings		Treasury shares	Total shareholders' equity		
		Legal capital surplus	Other capital surplus	Total capital surplus	Other retained earnings Retained earnings brought forward	Total retained earnings				
Balance at beginning of period	48,876	156,752	227,056	383,808	(47,692)	(47,692)	(168)	384,823	1,000	385,824
Changes during period										
Dividends of surplus			(32,000)	(32,000)				(32,000)		(32,000)
Profit					143,884	143,884		143,884		143,884
Net changes in items other than shareholders' equity									-	-
Total changes during period	-	-	(32,000)	(32,000)	143,884	143,884	-	111,884	-	111,884
Balance at end of period	48,876	156,752	195,056	351,808	96,191	96,191	(168)	496,707	1,000	497,708

For the fiscal year ended February 28, 2026

(Thousands of yen)

	Shareholders' equity								Share acquisition rights	Total net assets
	Share capital	Capital surplus			Retained earnings		Treasury shares	Total shareholders' equity		
		Legal capital surplus	Other capital surplus	Total capital surplus	Other retained earnings Retained earnings brought forward	Total retained earnings				
Balance at beginning of period	48,876	156,752	195,056	351,808	96,191	96,191	(168)	496,707	1,000	497,708
Changes during period										
Dividends of surplus					(32,000)	(32,000)		(32,000)		(32,000)
Profit					87,417	87,417		87,417		87,417
Net changes in items other than shareholders' equity									(1,000)	(1,000)
Total changes during period	-	-	-	-	55,417	55,417	-	55,417	(1,000)	54,417
Balance at end of period	48,876	156,752	195,056	351,808	151,609	151,609	(168)	552,125	-	552,125

## Non-consolidated Statement of Cash Flows

(Thousands of yen)

	For the fiscal year ended February 28, 2025	For the fiscal year ended February 28, 2026
<b>Cash flows from operating activities</b>		
Profit before income taxes	125,261	107,911
Depreciation	15,723	25,619
Impairment losses	17,659	23,106
Loss on retirement of non-current assets	51	176
Gain on sale of non-current assets	-	(325)
Gain on reversal of share acquisition rights	-	(1,000)
Interest and dividend income	(183)	(555)
Interest expenses	1,287	820
Loss (gain) on valuation of investment securities	-	1,499
Decrease (increase) in trade receivables	20,877	(42,888)
Decrease (increase) in inventories	(135)	(5,254)
Increase (decrease) in trade payables	(2,745)	7,710
Increase (decrease) in accounts payable - other	(15,944)	(12,647)
Increase (decrease) in accrued expenses	8,665	2,102
Increase (decrease) in deposits received	2,943	9,310
Increase (decrease) in accrued consumption taxes	(29,340)	(7,668)
Other, net	(18,362)	(15,230)
Subtotal	125,759	92,688
Interest and dividends received	183	555
Interest paid	(1,329)	(820)
Income taxes paid	(5,218)	(5,384)
Other, net	2,049	482
Net cash provided by (used in) operating activities	121,444	87,520
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment and intangible assets	(20,298)	(35,282)
Purchase of long-term prepaid expenses	(780)	(1,701)
Payments for asset retirement obligations	(909)	(17,262)
Payments of leasehold and guarantee deposits	-	(11,555)
Proceeds from refund of leasehold and guarantee deposits	11,854	17,437
Other, net	50	-
Net cash provided by (used in) investing activities	(10,084)	(48,364)
<b>Cash flows from financing activities</b>		
Proceeds from short-term borrowings	119,655	50,000
Repayments of short-term borrowings	(39,310)	(150,000)
Repayments of long-term borrowings	(163,500)	-
Dividends paid	(32,000)	(32,000)
Net cash provided by (used in) financing activities	(115,155)	(132,000)
Net increase (decrease) in cash and cash equivalents	(3,794)	(92,843)
Cash and cash equivalents at beginning of period	321,031	317,237
Cash and cash equivalents at end of period	317,237	224,393