

April 14, 2025

Consolidated Financial Results for the Fiscal Year Ended February 28, 2025 (Under Japanese GAAP)

Company name: Edia Co.,Ltd.
 Listing: Tokyo Stock Exchange
 Securities code: 3935
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 Scheduled date of annual general meeting of shareholders: May 23, 2025
 Scheduled date to commence dividend payments: May 26, 2025
 Scheduled date to file annual securities report: May 23, 2025
 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. Consolidated financial results for the fiscal year ended February 28, 2025 (from March 1, 2024 to February 28, 2025)

(1) Consolidated operating results

(Percentages indicate year-on-year changes.)

Fiscal year ended	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
February 28, 2025	3,607	10.1	262	62.6	237	49.7	234	55.9
February 29, 2024	3,277	18.7	161	5.0	158	8.6	150	(0.4)

Note: Comprehensive income For the fiscal year ended February 28, 2025: ¥234 million [55.9%]
 For the fiscal year ended February 29, 2024: ¥150 million [(0.4)%]

Fiscal year ended	Basic earnings per share	Diluted earnings per share	Return on equity	Ratio of ordinary profit to total assets	Ratio of operating profit to net sales
	Yen	Yen	%	%	%
February 28, 2025	38.17	32.46	18.6	8.8	7.2
February 29, 2024	24.49	21.35	14.1	7.8	4.9

(2) 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, 2025	2,997	1,371	45.7	221.08
February 29, 2024	2,401	1,142	47.5	186.26

Reference: Equity
 As of February 28, 2025: ¥1,370 million
 As of February 29, 2024: ¥1,141 million

(3) 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, 2025	246	(5)	112	1,767
February 29, 2024	234	(54)	454	1,413

2. Cash dividends

Fiscal year ended	Annual dividends per share					Total cash dividends (Total)	Payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total			
Fiscal year ended February 29, 2024	-	0.00	-	5.00	5.00	30	20.4	2.8
Fiscal year ended February 28, 2025	-	0.00	-	7.00	7.00	43	18.3	3.4
Fiscal year ending February 28, 2026 (Forecast)		0.00		10.00	10.00		24.5	

3. Forecast of consolidated financial results for the fiscal year ending February 28, 2026 (from March 1, 2025 to February 28, 2026)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Fiscal year ending February 28, 2026	4,000	10.9	350	33.2	340	43.1	250	6.8	40.33

* **Notes**

- (1) Significant changes in the scope of consolidation during the period: Yes
Newly included: 1 company (Zerodive Inc.)
- (2) 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
- (3) 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, 2025	6,198,000 shares
As of February 29, 2024	6,128,000 shares

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

As of February 28, 2025	142 shares
As of February 29, 2024	142 shares

- (iii) Average number of shares outstanding during the period

Fiscal year ended February 28, 2025	6,130,707 shares
Fiscal year ended February 29, 2024	6,127,858 shares

[Reference] Overview of non-consolidated financial results

1. Non-consolidated financial results for the fiscal year ended February 28, 2025 (from March 1, 2024 to February 28, 2025)

(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, 2025	899	(10.6)	8	(5.4)	(13)	(256.2)	60	21.3
February 29, 2024	1,006	(17.8)	8	(91.2)	8	(90.9)	49	(54.7)

Fiscal year ended	Basic earnings per share	Diluted earnings per share
	Yen	Yen
February 28, 2025	9.88	8.40
February 29, 2024	8.15	7.10

(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, 2025	1,718	1,042	60.6	168.03
February 29, 2024	1,533	986	64.3	160.92

Reference: Equity

As of February 28, 2025: ¥1,041 million

As of February 29, 2024: ¥986 million

* 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

The forward-looking statements, including forecasts of financial results, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. However, the Company makes no guarantee that these forecasts will be achieved. Actual results may vary due to various factors.

Consolidated balance sheet

(Thousands of yen)

	As of February 29, 2024	As of February 28, 2025
Assets		
Current assets		
Cash and deposits	1,415,630	1,767,927
Accounts receivable-trade, and contract assets	544,119	575,875
Merchandise and finished goods	60,585	52,651
Work in process	83,552	141,857
Raw materials and supplies	37	51
Prepaid expenses	63,451	100,446
Accounts receivable - other	24,565	24,799
Consumption taxes refund receivable	-	1,359
Income taxes refund receivable	4,699	-
Other	51,024	55,414
Allowance for doubtful accounts	(19,885)	(19,894)
Total current assets	2,227,779	2,700,488
Non-current assets		
Property, plant and equipment		
Buildings, net	0	7,654
Tools, furniture and fixtures, net	1,991	4,862
Total property, plant and equipment	1,991	12,516
Intangible assets		
Software	-	6,545
Software in progress	24,391	-
Other intangible assets	6,650	2,050
Goodwill	-	76,450
Total intangible assets	31,041	85,046
Investments and other assets		
Investment securities	10,000	5,000
Shares of subsidiaries and associates	28,968	25,283
Leasehold and guarantee deposits	32,469	34,010
Deferred tax assets	67,481	121,414
Other	1,909	13,793
Total investments and other assets	140,829	199,502
Total non-current assets	173,863	297,065
Total assets	2,401,643	2,997,553

	As of February 29, 2024	As of February 28, 2025
Liabilities		
Current liabilities		
Accounts payable - trade	285,372	236,994
Short-term borrowings	140,000	237,400
Current portion of long-term borrowings	148,464	196,267
Accounts payable - other	85,034	66,900
Accrued expenses	4,861	9,933
Income taxes payable	13,193	48,075
Accrued consumption taxes	27,692	39,016
Contract liabilities	69,374	181,279
Deposits received	10,673	21,645
Provision for bonuses	10,579	11,129
Information usage fee allowance	2,185	1,939
Efund liability	78,120	84,322
Dividends payable	-	179
Other	3	3
Total current liabilities	875,554	1,135,087
Non-current liabilities		
Long-term borrowings	383,847	489,637
Asset retirement obligations	-	1,610
Total non-current liabilities	383,847	491,247
Total liabilities	1,259,401	1,626,335
Net assets		
Shareholders' equity		
Share capital	10,663	23,373
Capital surplus	728,911	741,621
Retained earnings	401,956	605,333
Treasury shares	(135)	(135)
Total shareholders' equity	1,141,395	1,370,193
Share acquisition rights	845	1,025
Total net assets	1,142,241	1,371,218
Total liabilities and net assets	2,401,643	2,997,553

Consolidated statement of income

(Thousands of yen)

	Fiscal year ended February 29, 2024	Fiscal year ended February 28, 2025
Net sales	3,277,503	3,607,053
Cost of sales	1,462,928	1,520,351
Gross profit	1,814,574	2,086,702
Selling, general and administrative expenses	1,652,961	1,823,844
Operating profit	161,612	262,857
Non-operating income		
Interest income	11	1,934
Foreign exchange gains	632	-
Settlement income	1,272	-
Other	457	1,956
Total non-operating income	2,374	3,890
Non-operating expenses		
Interest expenses	4,870	9,969
Share issuance costs	-	2,000
Foreign exchange losses	-	3,913
Listing expenses	-	13,202
Other	445	81
Total non-operating expenses	5,316	29,166
Ordinary profit	158,671	237,581
Extraordinary losses		
Loss on valuation of investment securities	-	10,000
Total extraordinary losses	-	10,000
Profit before income taxes	158,671	227,581
Income taxes - current	16,883	48,125
Income taxes - refund	(162)	(627)
Income taxes - deferred	(8,129)	(53,932)
Total income taxes	8,591	(6,435)
Profit	150,079	234,016
Profit attributable to non-controlling interests	-	-
Profit attributable to owners of parent	150,079	234,016

Consolidated statement of comprehensive income

(Thousands of yen)

	Fiscal year ended February 29, 2024	Fiscal year ended February 28, 2025
Profit	150,079	234,016
Comprehensive income	150,079	234,016
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	150,079	234,016
Comprehensive income attributable to non-controlling interests	-	-

Consolidated statement of changes in equity

Fiscal year ended February 29, 2024

	Shareholders' equity					Share acquisition rights	Total net assets
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity		
Balance at beginning of period	10,663	728,911	251,877	(135)	991,316	845	992,162
Issuance of new shares - exercise of share acquisition rights	-	-	-	-	-	-	-
Issuance of new shares - restricted Stock Compensation							
Dividends of surplus	-	-	-	-	-	-	-
Profit attributable to owners of parent	-	-	150,079	-	150,079	-	150,079
Purchase of treasury shares	-	-	-	-	-	-	-
Net changes in items other than shareholders' equity	-	-	-	-	-	-	-
Total changes during period	-	-	150,079	-	150,079	-	150,079
Balance at end of period	10,663	728,911	401,956	(135)	1,141,395	845	1,142,241

Consolidated statement of changes in equity

Fiscal year ended February 28, 2025

	Shareholders' equity					Share acquisition rights	Total net assets
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity		
Balance at beginning of period	10,663	728,911	401,956	(135)	1,141,395	845	1,142,241
Issuance of new shares - exercise of share acquisition rights	3,750	3,750	-	-	7,500	-	7,500
Issuance of new shares - restricted Stock Compensation	8,960	8,960	-	-	17,920	-	17,920
Dividends of surplus	-	-	(30,639)	-	(30,639)	-	(30,639)
Profit attributable to owners of parent	-	-	234,016	-	234,016	-	234,016
Purchase of treasury shares	-	-	-	-	-	-	-
Net changes in items other than shareholders' equity	-	-	-	-	-	180	180
Total changes during period	12,710	12,710	203,377	-	228,797	180	228,977
Balance at end of period	23,373	741,621	605,333	(135)	1,370,193	1,025	1,371,218

Consolidated statement of cash flows

(Thousands of yen)

	Fiscal year ended February 29, 2024	Fiscal year ended February 28, 2025
Cash flows from operating activities		
Profit before income taxes	158,671	227,581
Depreciation	9,830	11,494
Amortization of goodwill	7,350	-
Increase (decrease) in allowance for doubtful accounts	(8)	8
Increase (decrease) in provision for bonuses	415	550
Changes in the amount of information usage fee allowance	(272)	(246)
Increase (decrease) in refund liabilities	2,038	6,202
Interest and dividend income	(11)	(1,934)
Interest expenses	4,870	9,969
Share issuance costs	-	2,000
Loss (gain) on valuation of investment securities	-	10,000
Decrease (increase) in accounts receivable - trade, and contract assets	7,837	(19,319)
Decrease (increase) in inventories	(54,763)	(15,901)
Increase (decrease) in trade payables	76,048	(48,377)
Increase (decrease) in contract liabilities	59,427	111,905
Increase (decrease) in accounts payable - other	(4,323)	(20,903)
Other, net	(14,903)	(8,471)
Subtotal	252,208	264,558
Interest and dividends received	9	1,642
Interest paid	(5,107)	(11,461)
Income taxes paid	(13,262)	(13,238)
Income taxes refund	163	5,328
Net cash provided by (used in) operating activities	234,009	246,829
Cash flows from investing activities		
Purchase of property, plant and equipment	(1,102)	(6,268)
Purchase of intangible assets	(27,391)	(16,812)
Purchase of investment securities	-	(5,000)
Payment for establishment of subsidiary	(25,283)	-
Payments for investments in capital	-	(60)
Payments into time deposits	(1,050)	(600)
Proceeds from withdrawal of time deposits	600	2,400
Proceeds from purchase of shares of subsidiaries resulting in change in scope of consolidation	-	21,017
Net cash provided by (used in) investing activities	(54,227)	(5,322)
Cash flows from financing activities		
Proceeds from short-term borrowings	350,000	400,000
Repayments of short-term borrowings	(210,000)	(302,600)
Proceeds from long-term borrowings	400,000	200,000
Repayments of long-term borrowings	(85,165)	(162,748)
Proceeds from issuance of shares	-	7,500
Payments for issuance of shares	-	(2,000)
Dividends paid	-	(27,741)
Proceeds from issuance of share acquisition rights	-	180
Net cash provided by (used in) financing activities	454,835	112,590
Net increase (decrease) in cash and cash equivalents	634,617	354,096
Cash and cash equivalents at beginning of period	778,762	1,413,380
Cash and cash equivalents at end of period	1,413,380	1,767,477

(Notes on segment information, etc.)

Segment Information

Since the Group is a single segment of the entertainment services business, it is not listed by segment.