

July 10, 2026

Consolidated Financial Results for the Three Months Ended May 31, 2026 (Under Japanese GAAP)

Company name: RISO KYOIKU GROUP CORPORATION
 Listing: Tokyo Stock Exchange
 Securities code: 4714
 URL: <https://www.riso-kyoikugroup.com/>
 Representative: Masahiko Tenbo, President and Representative Director
 Inquiries: Masaaki Kume, Vice President and CFO
 Telephone: +81-3-5996-3701
 Scheduled date to commence dividend payments: -
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: Yes (for institutional investors and analysts)

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

1. Consolidated financial results for the three months ended May 31, 2026 (from March 1, 2026 to May 31, 2026)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Three months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
May 31, 2026	7,403	4.1	(213)	-	(207)	-	(165)	-
May 31, 2025	7,110	3.0	(599)	-	(588)	-	(383)	-

Note: Comprehensive income For the three months ended May 31, 2026: ¥(166) million [-%]
 For the three months ended May 31, 2025: ¥(366) million [-%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
May 31, 2026	(0.97)	-
May 31, 2025	(2.25)	-

Note: Quarterly net income per share adjusted for potential shares is not shown due to quarterly net loss per share, although there are potential shares.

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
May 31, 2026	20,446	10,396	50.5
February 28, 2026	22,667	12,265	53.8

Reference: Equity
 As of May 31, 2026: ¥10,321 million
 As of February 28, 2026: ¥12,190 million

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended February 28, 2026	0.00	0.00	0.00	10.00	10.00
Fiscal year ending February 28, 2027	0.00				
Fiscal year ending February 28, 2027 (Forecast)		0.00	0.00	10.00	10.00

Note: Revisions to the forecast of cash dividends most recently announced: None

3. Forecast of consolidated financial results 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 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, 2027	35,640	4.1	2,875	6.3	2,800	2.5	1,700	5.2	9.98

Note: Revisions to the earnings forecasts most recently announced: None

* Notes

- (1) Significant changes in the scope of consolidation during the period: None
- (2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: None
- (3) 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
- (4) Number of issued shares (common shares)

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

As of May 31, 2026	171,806,159 shares
As of February 28, 2026	171,806,159 shares

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

As of May 31, 2026	1,504,569 shares
As of February 28, 2026	1,504,539 shares

- (iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Three months ended May 31, 2026	170,301,599 shares
Three months ended May 31, 2025	170,083,380 shares

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

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

The forecasts expressed in this material are based on information available at the time of publication, and are not intended to be a promise by the Company to achieve them. In addition, actual results may differ from forecasts due to changes in business conditions and other factors. For matters related to consolidated earnings forecasts, please refer to "1. Summary of Operating Results, etc. (3) Explanation of Forward-Looking Information such as Consolidated Earnings Forecasts."

1. Overview of Operating Results and Financial Position

(1) Overview of Operating Results for the Quarter under Review

During the first quarter of the consolidated fiscal year under review, while the Japanese economy saw progress in the improvement of employment and income environments, personal consumption trended back and forth due to rising consumer budget-consciousness driven by continuous price increases.

In the tutoring school (juku) industry, the business environment remains challenging due to intensifying market competition caused by the declining birthrate, as well as rising recruitment and labor costs to secure talented instructors amid wage hike trends in other industries. On the other hand, backed by growing demand for comprehensive selection exam (formerly AO exam) preparation, educational investment per child has remained solid, and the trend of emphasizing "quality of education" and "proven track records" in school selection has become even more pronounced.

Under these environments, the Group, whose business model is premised on the declining birthrate, operates under the basic management policy of providing high-quality, "authentic" educational services based on the philosophy of "Devoting Everything To Giving Children A Bright Future," aiming to become a unique, leading company representing Japan through a thorough differentiation strategy.

The Group has strived to maximize the benefits of the holding company structure to optimize the entire Group and accelerate its growth strategy. As part of our efforts toward operational efficiency and cost reduction, we have pushed forward with the centralization of functions across Group companies, centering on the "Advertising & Marketing Department" and the "Real Estate Management Department," thereby achieving thorough expense efficiency, such as optimizing advertising expenses and curbing facility management costs. Furthermore, the newly established "DX Promotion Department" is driving the utilization of AI and other technologies to reduce administrative task time and maximize customer satisfaction.

In addition, we are actively launching new businesses to build new revenue foundations and expand sales. We are striving to further accumulate the Group's total net sales by providing new services that capture diversifying customer needs, including the rollout of "Sundai Diverse" video lessons across all locations of "TOMAS," the expansion of "MOPS" (Meimonkai Online Personal School) online lessons at "Meimonkai," and the expansion of business through the digitalization and accelerated regional rollout of "School TOMAS".

Furthermore, regarding "Kodomo Depart," which is being co-developed with Hulic Co., Ltd. and Konami Sports Co., Ltd. as a new base for child-rearing, "Kodomo Depart Nakano" and "Kodomo Depart Tama-plaza," which opened in April 2025, are operating smoothly, and we are moving forward with plans for future openings.

For the first quarter of the consolidated fiscal year under review, net sales exceeded the same period of the previous fiscal year in all segments, reaching a record high for a first quarter. On the cost front, the deficit narrowed due to the reduction of advertising expenses through the consolidation of the Group's advertising and marketing functions, as well as efficiency improvements in the cost of sales and selling, general and administrative (SG&A) expenses.

As a result of the above, net sales were 7,403 million yen (up 4.1% year-on-year), operating loss was 213 million yen (compared to an operating loss of 599 million yen in the same period of the previous fiscal year), ordinary loss was 207 million yen (compared to an ordinary loss of 588 million yen in the same period of the previous fiscal year), and loss attributable to owners of parent was 165 million yen (compared to a loss attributable to owners of parent of 383 million yen in the same period of the previous fiscal year).

The Group's operating results are subject to seasonal fluctuations. Since the number of students fluctuates due to graduations after entrance exams, revenues tend to hit a bottom in the first quarter of the consolidated fiscal year (when the new school year starts) and expand significantly in the second and fourth quarters when seasonal training courses are held. Consequently, profitability tends to be lower in the first and third quarters compared to the second and fourth quarters.

Operating results by segment are as follows:

① TOMAS [Tutoring School Business Segment]

Providing high-quality educational services through completely one-on-one college preparatory individual tutoring, net sales were 3,571 million yen (up 2.6% year-on-year), and 3,602 million yen including intersegment sales (up 2.9% year-on-year). During the first quarter of the consolidated fiscal year under review, we newly opened the Medic TOMAS Ikebukuro School (Tokyo) and renovated the TOMAS Omori School (Tokyo), TOMAS Kashiwa School (Chiba Prefecture), and TOMAS Fujisawa School (Kanagawa Prefecture).

② Meimonkai [Private Tutor Dispatch Education Business Segment]

In addition to providing educational instruction services by 100% professional adult tutors, we are expanding our business nationwide, and net sales were 1,076 million yen (up 1.5% year-on-year). During the first quarter of the consolidated fiscal year under review, we newly opened the Meimonkai Ichinomiya-ekimae School (Aichi Prefecture) and MOPS Minami-Kashiwa School (Chiba Prefecture).

③ Shingakai [Early Childhood Education Business Segment]

In addition to the existing "Shingakai" business, which boasts a top-class track record of successful applicants in the prestigious kindergarten and elementary school entrance exam industry, we are enhancing the two brands by expanding "Shinga'S Club," an exam-preparation-type extended-hours gifted childcare business. Net sales were 1,351 million yen (up 2.6% year-on-year), and 1,360 million yen including intersegment sales (up 2.6% year-on-year).

④ School TOMAS [In-School Individual Tutoring Business Segment]

We pushed forward with the sales expansion of the in-school individual tutoring school "School TOMAS," and net sales were 975 million yen (up 16.3% year-on-year).

⑤ Plus One Kyoiku [Character and Emotional Development Camp Education Business Segment]

Providing a variety of experiential learning services that nurture emotional development, net sales were 422 million yen (up 3.5% year-on-year), and 425 million yen including intersegment sales (up 3.4% year-on-year). During the first quarter of the consolidated fiscal year under review, we newly opened the TOMAS Gymnastics School Kichijoji School (Tokyo).

⑥ Other Businesses

Net sales were 6 million yen (up 15.1% year-on-year), and 38 million yen including intersegment sales (up 4.6% year-on-year).

(2) Overview of Financial Position for the Quarter under Review

Total assets at the end of the first quarter of the consolidated fiscal year under review decreased by 2,220 million yen compared to the end of the previous consolidated fiscal year to 20,446 million yen, primarily due to an increase in accounts receivable-trade, prepaid expenses, property, plant and equipment, and leasehold deposits and guarantees, which offset a decrease in cash and deposits.

Liabilities decreased by 351 million yen compared to the end of the previous consolidated fiscal year to 10,050 million yen, mainly due to a decrease in income taxes payable, other current liabilities (accounts payable-consumption taxes, etc.), and deferred tax liabilities, despite increases in accounts payable-other, contract liabilities, provision for bonuses, and retirement benefit liability.

Net assets decreased by 1,869 million yen compared to the end of the previous consolidated fiscal year to 10,396 million yen, primarily due to a decrease in retained earnings.

(3) Explanation of Forward-Looking Information such as Consolidated Earnings Forecasts

As the financial results for the first quarter of the consolidated fiscal year under review have trended generally in line with the plan, there are no changes at this time to the full-year earnings forecasts announced on April 8, 2026.

Note that the earnings forecasts are judged based on information currently available to the Company, and actual results may differ due to various factors.

Quarterly consolidated balance sheet

(Thousands of yen)

	As of February 28, 2026	As of May 31, 2026
Assets		
Current assets		
Cash and deposits	8,081,131	4,768,852
Trade accounts receivable	3,104,221	3,652,876
Inventories	190,128	191,380
Prepaid expenses	624,921	744,599
Other	807,340	739,508
Allowance for doubtful accounts	(8,641)	(7,238)
Total current assets	12,799,102	10,089,980
Non-current assets		
Property, plant and equipment		
Buildings and structures	4,599,122	4,713,577
Accumulated depreciation	(2,256,471)	(2,317,148)
Buildings and structures, net	2,342,650	2,396,429
Tools, furniture and fixtures	2,357,128	2,398,343
Accumulated depreciation	(1,229,818)	(1,266,758)
Tools, furniture and fixtures, net	1,127,310	1,131,585
Land	360,560	360,560
Construction in progress	50,735	268,617
Other	35,868	35,868
Accumulated depreciation	(19,800)	(21,787)
Other, net	16,067	14,080
Total property, plant and equipment	3,897,323	4,171,272
Intangible assets		
Other	593,419	580,472
Total intangible assets	593,419	580,472
Investments and other assets		
Investment securities	80,040	80,040
Deferred tax assets	1,764,668	1,826,923
Leasehold and guarantee deposits	3,227,131	3,386,114
Other	305,339	311,632
Total investments and other assets	5,377,179	5,604,710
Total non-current assets	9,867,922	10,356,455
Total assets	22,667,024	20,446,436

	As of February 28, 2026	As of May 31, 2026
Liabilities		
Current liabilities		
Accounts payable - other	1,296,963	1,552,725
Income taxes payable	856,950	124,602
Contract liabilities	2,551,686	2,861,347
Provision for bonuses	325,377	569,624
Asset retirement obligations	39,097	58,252
Other	1,103,059	746,049
Total current liabilities	6,173,135	5,912,602
Non-current liabilities		
Retirement benefit liability	2,733,349	2,801,791
Asset retirement obligations	1,357,968	1,332,855
Deferred tax liabilities	132,827	-
Other	3,954	2,876
Total non-current liabilities	4,228,099	4,137,523
Total liabilities	10,401,235	10,050,125
Net assets		
Shareholders' equity		
Share capital	4,590,415	4,590,415
Capital surplus	4,335,122	4,335,122
Retained earnings	3,445,604	1,577,399
Treasury shares	(310,638)	(310,644)
Total shareholders' equity	12,060,504	10,192,293
Accumulated other comprehensive income		
Remeasurements of defined benefit plans	130,166	128,898
Total accumulated other comprehensive income	130,166	128,898
Share acquisition rights	75,118	75,118
Total net assets	12,265,789	10,396,310
Total liabilities and net assets	22,667,024	20,446,436

Quarterly consolidated statement of income

(Thousands of yen)

	Three months ended May 31, 2025	Three months ended May 31, 2026
Net sales	7,110,414	7,403,533
Cost of sales	5,975,182	6,025,955
Gross profit	1,135,232	1,377,578
Selling, general and administrative expenses	1,734,448	1,591,332
Operating loss	(599,215)	(213,754)
Non-operating income		
Gain on forfeiture of unclaimed dividends	4,992	5,333
Return gains of deposit	3,636	-
Other	3,026	1,909
Total non-operating income	11,655	7,242
Non-operating expenses		
Interest expenses	-	1,104
Cancellation penalty	180	-
Other	342	128
Total non-operating expenses	522	1,233
Ordinary loss	(588,082)	(207,745)
Extraordinary income		
Gain on sale of non-current assets	-	18
Gain on sale of golf club membership	1,100	-
Total extraordinary income	1,100	18
Extraordinary losses		
Loss on retirement of non-current assets	8,188	383
Impairment losses	-	15,145
Relocation expenses	3,848	5,404
Total extraordinary losses	12,036	20,933
Loss before income taxes	(599,019)	(228,660)
Income taxes	(215,840)	(63,471)
Loss	(383,178)	(165,188)
Loss attributable to owners of parent	(383,178)	(165,188)

Quarterly consolidated statement of comprehensive income

(Thousands of yen)

	Three months ended May 31, 2025	Three months ended May 31, 2026
Loss	(383,178)	(165,188)
Other comprehensive income		
Valuation difference on available-for-sale securities	3,482	-
Remeasurements of defined benefit plans, net of tax	12,900	(1,267)
Total other comprehensive income	16,383	(1,267)
Comprehensive income	(366,795)	(166,456)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(366,795)	(166,456)
Comprehensive income attributable to non-controlling interests	-	-

(Notes on segment information, etc.)

I. The three months of the previous fiscal year (March 1, 2025 to May 31, 2025)

1. Information on sales and the amount of profit or loss for each reported segment, as well as information on the breakdown of revenues

(Thousands of yen)

	Reportable segments						Other (Note) 1	Total	Adjustment amount (Note) 2	Quarterly Consolidated Statements of Income (Note)3
	Tutoring School Business	Private Tutor Dispatch Business	Early Childhood Education Business	Tutoring Business In School	Personality enrichment camp education business	Total				
Sales										
Goods or services to be transferred at a single point in time	1,388	-	63,486	-	22	64,898	5,256	70,154	-	70,154
Goods or services that are transferred over a period of time	3,478,516	1,060,780	1,253,160	839,195	408,605	7,040,260	-	7,040,260	-	7,040,260
Revenue generated from customer contracts	3,479,905	1,060,780	1,316,647	839,195	408,628	7,105,158	5,256	7,110,414	-	7,110,414
Other Earnings	-	-	-	-	-	-	-	-	-	-
Revenues from external customers	3,479,905	1,060,780	1,316,647	839,195	408,628	7,105,158	5,256	7,110,414	-	7,110,414
Transactions with other segments	20,823	-	9,693	-	3,003	33,519	31,199	64,718	(64,718)	-
Total	3,500,728	1,060,780	1,326,340	839,195	411,631	7,138,677	36,456	7,175,133	(64,718)	7,110,414
Segment profit (loss)	(658,616)	(21,726)	(97,841)	59,590	12,088	(706,504)	4,811	(701,693)	102,477	(599,215)

Note: 1. The "Other" category is for business segments that are not included in the reporting segments.

2. The adjustment amount is due to the elimination of inter-segment transactions.

3. Segment profit or loss is adjusted for operating loss in the quarterly consolidated statements of income.

2. Information on impairment losses or goodwill on fixed assets by reporting segment

(Significant impairment loss on fixed assets)

Not applicable.

(Significant fluctuations in the amount of goodwill)

Not applicable.

(Significant Negative Goodwill Accrual)

Not applicable.

II. The three months of the current fiscal year (March 1, 2026 to May 31, 2026)

1. Information on sales and the amount of profit or loss for each reported segment, as well as information on the breakdown of revenues

(Thousands of yen)

	Reportable segments						Other (Note) 1	Total	Adjustment amount (Note) 2	Quarterly Consolidated Statements of Income (Note)3
	Tutoring School Business	Private Tutor Dispatch Business	Early Childhood Education Business	Tutoring Business In School	Personality enrichment camp education business	Total				
Sales										
Goods or services to be transferred at a single point in time	1,645	-	63,171	-	13	64,830	6,050	70,880	-	70,880
Goods or services that are transferred over a period of time	3,569,814	1,076,500	1,287,930	975,601	422,805	7,332,652	-	7,332,652	-	7,332,652
Revenue generated from customer contracts	3,571,459	1,076,500	1,351,102	975,601	422,818	7,397,483	6,050	7,403,533	-	7,403,533
Other Earnings	-	-	-	-	-	-	-	-	-	-
Revenues from external customers	3,571,459	1,076,500	1,351,102	975,601	422,818	7,397,483	6,050	7,403,533	-	7,403,533
Transactions with other segments	31,493	-	9,176	-	3,000	43,669	32,079	75,749	(75,749)	-
Total	3,602,953	1,076,500	1,360,278	975,601	425,818	7,441,152	38,129	7,479,282	(75,749)	7,403,533
Segment profit (loss)	(215,236)	(95,700)	(46,966)	95,489	(1,223)	(263,637)	984	(262,652)	48,898	(213,754)

Note: 1. The "Other" category is for business segments that are not included in the reporting segments.

2. The adjustment amount is due to the elimination of inter-segment transactions.

3. Segment profit or loss is adjusted for operating loss in the quarterly consolidated statements of income.

2. Changes to Reporting Segments, etc.

(Change in Measurement Method of Segment Profit or Loss)

From the third quarter of the previous fiscal year, in accordance with the transition to a holding company structure, expenses related to group operations, which were previously included in the "Tutoring school business," were recorded as company-wide expenses in the adjustment amount of segment profits or losses.

In addition, we receive management fees from each reporting segment commensurate with the Group organizational structure after the holding company structure.

Management fees are recorded as expenses in each reporting segment and are recorded as company-wide income in the adjusted amount of segment profit or loss.

Segment information for the three months of the previous fiscal year was calculated prior to the transition to the holding company structure because it was difficult to accurately calculate business management fees and other fees in accordance with the group organizational structure after the holding company structure.

3. Information on impairment losses or goodwill on fixed assets by reporting segment

(Significant impairment loss on fixed assets)

Omitted due to immateriality.

(Significant fluctuations in the amount of goodwill)

Not applicable.

(Significant Negative Goodwill Accrual)

Not applicable.

(Notes on significant changes in the amount of shareholders' equity)
Not applicable.

(Notes on premise of going concern)
Not applicable.

(Notes on the quarterly consolidated statement of cash flows)
A quarterly consolidated statement of cash flows has not been prepared for the first quarter of the current fiscal year. However, depreciation (including amortization of intangible assets) for the first quarter is as follows:

	(Thousands of yen)	
	First quarter of the previous fiscal year (From March 1, 2025 to May 31, 2025)	First quarter of the current fiscal year (From March 1, 2026 to May 31, 2026)
Depreciation	148,375	162,655