

May 9, 2025

Consolidated Financial Results for the Fiscal Year Ended March 31, 2025 (Under Japanese GAAP)

Company name: WASEDA ACADEMY CO., LTD.
 Listing: Tokyo Stock Exchange
 Securities code: 4718
 URL: <https://www.waseda-ac.co.jp/corp/ir/>
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 Scheduled date of annual general meeting of shareholders: June 26, 2025
 Scheduled date to commence dividend payments: June 27, 2025
 Scheduled date to file annual securities report: June 25, 2025
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: Yes (for analysts and institutional investors)

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

1. Consolidated financial results for the fiscal year ended March 31, 2025 (from April 1, 2024 to March 31, 2025)

(1) Consolidated operating results

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2025	35,069	6.7	3,549	22.8	3,600	22.0	2,338	9.7
March 31, 2024	32,867	7.0	2,889	20.4	2,951	21.4	2,132	37.3

Note: Comprehensive income For the fiscal year ended March 31, 2025: ¥2,368 million [7.9%]
 For the fiscal year ended March 31, 2024: ¥2,195 million [42.5%]

	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
Fiscal year ended	Yen	Yen	%	%	%
March 31, 2025	127.05	-	15.9	15.1	10.1
March 31, 2024	112.75	-	15.9	13.4	8.8

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
March 31, 2025	24,485	15,184	62.0	821.67
March 31, 2024	23,057	14,263	61.9	753.93

Reference: Equity
 As of March 31, 2025: ¥15,184 million
 As of March 31, 2024: ¥14,263 million

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2025	3,886	(1,342)	(2,123)	7,166
March 31, 2024	3,637	(2,355)	(761)	6,746

2. Cash dividends

	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			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Fiscal year ended March 31, 2024	-	10.00	-	30.00	40.00	760	35.5	5.6
Fiscal year ended March 31, 2025	-	15.00	-	40.00	55.00	1,017	43.3	7.0
Fiscal year ending March 31, 2026 (Forecast)	-	20.00	-	30.00	50.00		35.7	

Note: Breakdown of year-end dividend for the fiscal year ended March 31, 2025: common dividend of ¥30.00: commemorative dividend of ¥10.00.

3. Forecast of consolidated financial results for the fiscal year ending March 31, 2026 (from April 1, 2025 to March 31, 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
Six months ending September 30, 2025	18,235	7.4	1,429	(4.7)	1,458	(2.6)	913	(0.1)	49.42
Fiscal year ending March 31, 2026	37,683	7.5	3,673	3.5	3,731	3.6	2,589	10.7	140.12

* Notes

- (1) Significant changes in the scope of consolidation during the period: None
- (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 March 31, 2025	19,012,452 shares
As of March 31, 2024	19,012,452 shares

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

As of March 31, 2025	532,105 shares
As of March 31, 2024	93,149 shares

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

Fiscal year ended March 31, 2025	18,409,942 shares
Fiscal year ended March 31, 2024	18,909,172 shares

Note: The number of treasury shares at the end of the period includes the Company's shares held by the board incentive plan trust and the employee stock ownership plan trust (92,829 shares as of March 31, 2025 and 93,073 shares as of March 31, 2024).

* 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 financial results, etc. may differ substantially due to various factors.

Consolidated balance sheet

(Thousands of yen)

	As of March 31, 2024	As of March 31, 2025
Assets		
Current assets		
Cash and deposits	7,666,242	8,091,237
Trade accounts receivable	1,984,867	2,123,469
Securities	-	30,586
Merchandise and finished goods	141,520	137,368
Raw materials and supplies	69,772	77,177
Prepaid expenses	507,183	718,631
Other	31,578	78,085
Allowance for doubtful accounts	(3,775)	(4,583)
Total current assets	10,397,390	11,251,972
Non-current assets		
Property, plant and equipment		
Buildings and structures	9,026,554	9,459,117
Accumulated depreciation	(5,152,769)	(5,465,608)
Buildings and structures, net	3,873,785	3,993,509
Land	1,098,446	1,098,446
Leased assets	1,167,078	1,125,204
Accumulated depreciation	(653,628)	(651,016)
Leased assets, net	513,449	474,188
Construction in progress	-	719
Other	1,359,179	1,396,496
Accumulated depreciation	(889,770)	(1,059,808)
Other, net	469,408	336,688
Total property, plant and equipment	5,955,090	5,903,552
Intangible assets		
Software	688,545	846,254
Software in progress	100,610	136,773
Goodwill	932,725	751,049
Other	38,592	37,189
Total intangible assets	1,760,473	1,771,267
Investments and other assets		
Investment securities	640,127	669,317
Deferred tax assets	962,906	1,037,273
Guarantee deposits	3,211,754	3,393,177
Long-term prepaid expenses	-	448,288
Other	139,638	21,993
Allowance for doubtful accounts	(9,500)	(11,777)
Total investments and other assets	4,944,927	5,558,272
Total non-current assets	12,660,491	13,233,092
Total assets	23,057,882	24,485,065

	As of March 31, 2024	As of March 31, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	359,276	365,791
Accounts payable - other	1,111,421	868,173
Accrued expenses	1,095,474	1,155,398
Lease liabilities	203,358	181,025
Income taxes payable	625,736	962,722
Accrued consumption taxes	334,357	428,489
Advances received	820,985	889,873
Provision for bonuses	609,224	714,304
Provision for bonuses for directors (and other officers)	18,403	22,802
Provision for shareholder benefit program	104,714	127,451
Asset retirement obligations	43,251	2,547
Other	46,120	59,439
Total current liabilities	5,372,325	5,778,016
Non-current liabilities		
Lease liabilities	317,498	301,656
Retirement benefit liability	1,142,413	1,129,976
Asset retirement obligations	1,925,414	2,004,319
Provision for share awards for directors (and other officers)	14,722	44,166
Provision for share awards for employees	8,701	20,759
Other	12,913	21,482
Total non-current liabilities	3,421,663	3,522,359
Total liabilities	8,793,989	9,300,376
Net assets		
Shareholders' equity		
Share capital	2,014,172	2,014,172
Capital surplus	2,019,962	2,095,752
Retained earnings	10,201,239	11,694,826
Treasury shares	(113,426)	(791,246)
Total shareholders' equity	14,121,947	15,013,504
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	124,330	142,880
Foreign currency translation adjustment	51,075	45,423
Remeasurements of defined benefit plans	(33,460)	(17,119)
Total accumulated other comprehensive income	141,945	171,184
Non-controlling interests	-	-
Total net assets	14,263,893	15,184,688
Total liabilities and net assets	23,057,882	24,485,065

Consolidated statement of income

(Thousands of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Net sales	32,867,816	35,069,991
Cost of sales	22,939,589	24,153,478
Gross profit	9,928,226	10,916,513
Selling, general and administrative expenses	7,039,052	7,367,168
Operating profit	2,889,173	3,549,344
Non-operating income		
Interest income	3,475	8,857
Dividend income	21,535	26,281
Insurance claim income	3,777	1,127
Rental income from real estate	20,930	13,131
Compensation income	20,750	-
Settlement income	-	30,000
Other	14,471	22,135
Total non-operating income	84,940	101,532
Non-operating expenses		
Interest expenses	7,967	8,808
Commission for purchase of treasury shares	-	10,529
Loss on retirement of non-current assets	11,405	23,958
Other	3,308	6,918
Total non-operating expenses	22,681	50,214
Ordinary profit	2,951,433	3,600,662
Profit before income taxes	2,951,433	3,600,662
Income taxes - current	836,131	1,350,158
Income taxes - deferred	(16,708)	(88,409)
Total income taxes	819,423	1,261,748
Profit	2,132,009	2,338,913
Profit attributable to		
Profit attributable to owners of parent	2,132,009	2,338,913
Profit attributable to non-controlling interests	-	-
Other comprehensive income		
Valuation difference on available-for-sale securities	45,586	18,550
Foreign currency translation adjustment	31,813	(5,652)
Remeasurements of defined benefit plans, net of tax	(13,656)	16,340
Total other comprehensive income	63,744	29,238
Comprehensive income	2,195,754	2,368,152
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,195,754	2,368,152
Comprehensive income attributable to non-controlling interests	-	-

Consolidated statement of changes in equity

Fiscal year ended March 31, 2024

(Thousands of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	2,014,172	2,019,962	8,563,552	(143,720)	12,453,966
Changes during period					
Dividends of surplus			(494,322)		(494,322)
Profit attributable to owners of parent			2,132,009		2,132,009
Purchase of treasury shares				(84,128)	(84,128)
Disposal of treasury shares				114,422	114,422
Net changes in items other than shareholders' equity					
Total changes during period	-	-	1,637,687	30,294	1,667,981
Balance at end of period	2,014,172	2,019,962	10,201,239	(113,426)	14,121,947

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	78,743	19,261	(19,804)	78,201	-	12,532,167
Changes during period						
Changes during period						
Dividends of surplus						(494,322)
Profit attributable to owners of parent						2,132,009
Purchase of treasury shares						(84,128)
Disposal of treasury shares						114,422
Net changes in items other than shareholders' equity	45,586	31,813	(13,656)	63,744	-	63,744
Total changes during period	45,586	31,813	(13,656)	63,744	-	1,731,725
Balance at end of period	124,330	51,075	(33,460)	141,945	-	14,263,893

Consolidated statement of changes in equity

Fiscal year ended March 31, 2025

(Thousands of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	2,014,172	2,019,962	10,201,239	(113,426)	14,121,947
Changes during period					
Dividends of surplus			(845,326)		(845,326)
Profit attributable to owners of parent			2,338,913		2,338,913
Purchase of treasury shares				(1,052,908)	(1,052,908)
Disposal of treasury shares		75,790		375,087	450,877
Net changes in items other than shareholders' equity					
Total changes during period	-	75,790	1,493,586	(677,820)	891,556
Balance at end of period	2,014,172	2,095,752	11,694,826	(791,246)	15,013,504

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	124,330	51,075	(33,460)	141,945	-	14,263,893
Changes during period						
Dividends of surplus						(845,326)
Profit attributable to owners of parent						2,338,913
Purchase of treasury shares						(1,052,908)
Disposal of treasury shares						450,877
Net changes in items other than shareholders' equity	18,550	(5,652)	16,340	29,238	-	29,238
Total changes during period	18,550	(5,652)	16,340	29,238	-	920,795
Balance at end of period	142,880	45,423	(17,119)	171,184	-	15,184,688

Consolidated statement of cash flows

(Thousands of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Cash flows from operating activities		
Profit before income taxes	2,951,433	3,600,662
Depreciation	1,040,234	1,152,305
Amortization of goodwill	187,710	189,277
Increase (decrease) in allowance for doubtful accounts	(2,369)	3,085
Increase (decrease) in provision for bonuses	22,145	105,079
Increase (decrease) in retirement benefit liability	41,321	9,342
Increase (decrease) in provision for share awards for directors (and other officers)	(69,700)	29,444
Increase (decrease) in provision for share awards for employees	(21,291)	12,058
Increase (decrease) in provision for shareholder benefit program	29,132	22,736
Increase (decrease) in provision for bonuses for directors (and other officers)	(8,612)	4,399
Interest and dividend income	(25,011)	(35,138)
Interest expenses	7,967	8,808
Loss (gain) on disposal of non-current assets	14,769	23,958
Settlement income	-	(30,000)
Decrease (increase) in trade receivables	(141,764)	(138,681)
Decrease (increase) in inventories	16,123	(3,269)
Increase (decrease) in trade payables	13,468	6,514
Increase (decrease) in advances received	57,391	69,150
Increase (decrease) in accrued consumption taxes	(21,102)	94,161
Amortization of unrecognized items for retirement benefits	2,685	1,772
Decrease (increase) in other assets	38,670	(123,881)
Increase (decrease) in other liabilities	422,793	(120,591)
Subtotal	4,555,994	4,881,192
Interest and dividends received	24,934	34,657
Interest paid	(7,858)	(8,751)
Settlement received	-	7,000
Income taxes paid	(935,353)	(1,027,803)
Net cash provided by (used in) operating activities	3,637,718	3,886,295

(Thousands of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Cash flows from investing activities		
Purchase of securities	-	(30,586)
Purchase of property, plant and equipment	(934,259)	(635,803)
Payments for asset retirement obligations	(21,198)	(31,494)
Purchase of intangible assets	(486,287)	(449,256)
Payments of guarantee deposits	(182,456)	(200,443)
Proceeds from refund of guarantee deposits	81,410	18,948
Decrease (increase) in time deposits	(807,808)	(6,182)
Other, net	(4,863)	(7,753)
Net cash provided by (used in) investing activities	(2,355,463)	(1,342,571)
Cash flows from financing activities		
Repayments of lease liabilities	(242,772)	(226,485)
Purchase of treasury shares	(84,128)	(1,052,908)
Proceeds from disposal of treasury shares	60,556	241
Dividends paid	(494,792)	(844,415)
Net cash provided by (used in) financing activities	(761,137)	(2,123,567)
Effect of exchange rate change on cash and cash equivalents	17,774	(172)
Net increase (decrease) in cash and cash equivalents	538,892	419,984
Cash and cash equivalents at beginning of period	6,208,084	6,746,976
Cash and cash equivalents at end of period	6,746,976	7,166,960

(Notes on segment information, etc.)

Segment Information

Since the Group is a single segment of the "Education-related Business," the description is omitted.