

October 31, 2025

Summary of Consolidated Financial Results for the Six Months Ended September 30, 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 to file semi-annual securities report: November 7, 2025
 Scheduled date to commence dividend payments: November 27, 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 six months ended September 30, 2025 (from April 1, 2025 to September 30, 2025)

(1) Consolidated operating results

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2025	18,272	7.7	1,667	11.2	1,678	12.1	1,059	15.9
September 30, 2024	16,972	6.2	1,499	9.2	1,496	6.4	914	(8.9)

Note: Comprehensive income For the six months ended September 30, 2025: ¥1,079 million [15.7%]
 For the six months ended September 30, 2024: ¥932 million [(10.0)%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2025	57.32	-
September 30, 2024	49.24	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
September 30, 2025	24,128	15,521	64.3
March 31, 2025	24,485	15,184	62.0

Reference: Equity
 As of September 30, 2025: ¥15,521 million
 As of March 31, 2025: ¥15,184 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 March 31, 2025	-	15.00	-	40.00	55.00
Fiscal year ending March 31, 2026	-	20.00			
Fiscal year ending March 31, 2026 (Forecast)				35.00	55.00

Notes: 1. Revisions to the forecast of cash dividends most recently announced: Yes
 For more information on the revision of the dividend forecast, please refer to the " Notice of Revision (Increase) to Dividend Forecast " announced today (October 31, 2025).
 2. Breakdown of year-end dividends for the fiscal year ended March 31, 2025: Ordinary dividend ¥30.00, commemorative dividend ¥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
Fiscal year ending March 31, 2026	37,683	7.5	3,673	3.5	3,731	3.6	2,589	10.7	140.14

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 semi-annual 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 September 30, 2025	19,012,452 shares
As of March 31, 2025	19,012,452 shares

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

As of September 30, 2025	535,805 shares
As of March 31, 2025	532,105 shares

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

Six months ended September 30, 2025	18,478,077 shares
Six months ended September 30, 2024	18,561,610 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 September 30, 2025 and 92,829 shares as of March 31, 2025).

* Semi-annual financial results reports are exempt from review 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.

Semi-annual consolidated balance sheet

(Thousands of yen)

	As of March 31, 2025	As of September 30, 2025
Assets		
Current assets		
Cash and deposits	8,091,237	9,039,242
Trade accounts receivable	2,123,469	648,638
Securities	30,586	30,024
Merchandise and finished goods	137,368	98,598
Raw materials and supplies	77,177	88,076
Prepaid expenses	718,631	913,029
Other	78,085	64,731
Allowance for doubtful accounts	(4,583)	(5,782)
Total current assets	11,251,972	10,876,558
Non-current assets		
Property, plant and equipment		
Buildings and structures	9,459,117	9,758,123
Accumulated depreciation	(5,465,608)	(5,648,640)
Buildings and structures, net	3,993,509	4,109,483
Land	1,098,446	1,098,446
Leased assets	1,125,204	925,705
Accumulated depreciation	(651,016)	(476,574)
Leased assets, net	474,188	449,130
Construction in progress	719	2,272
Other	1,396,496	1,436,463
Accumulated depreciation	(1,059,808)	(1,126,124)
Other, net	336,688	310,339
Total property, plant and equipment	5,903,552	5,969,672
Intangible assets		
Software	846,254	939,056
Software in progress	136,773	72,015
Goodwill	751,049	661,035
Other	37,189	36,488
Total intangible assets	1,771,267	1,708,595
Investments and other assets		
Investment securities	669,317	683,788
Deferred tax assets	1,037,273	1,072,036
Guarantee deposits	3,393,177	3,420,332
Long-term prepaid expenses	448,288	388,340
Other	21,993	20,313
Allowance for doubtful accounts	(11,777)	(10,773)
Total investments and other assets	5,558,272	5,574,037
Total non-current assets	13,233,092	13,252,305
Total assets	24,485,065	24,128,863

	As of March 31, 2025	As of September 30, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	365,791	316,417
Accounts payable - other	868,173	716,389
Accrued expenses	1,155,398	1,181,726
Lease liabilities	181,025	158,520
Income taxes payable	962,722	782,979
Accrued consumption taxes	428,489	328,331
Advances received	889,873	557,788
Provision for bonuses	714,304	654,867
Provision for bonuses for directors (and other officers)	22,802	-
Provision for shareholder benefit program	127,451	247,550
Asset retirement obligations	2,547	8,057
Other	59,439	79,361
Total current liabilities	5,778,016	5,031,990
Non-current liabilities		
Lease liabilities	301,656	299,892
Retirement benefit liability	1,129,976	1,152,078
Asset retirement obligations	2,004,319	2,030,504
Provision for share awards for directors (and other officers)	44,166	44,166
Provision for share awards for employees	20,759	20,759
Other	21,482	28,194
Total non-current liabilities	3,522,359	3,575,594
Total liabilities	9,300,376	8,607,585
Net assets		
Shareholders' equity		
Share capital	2,014,172	2,014,172
Capital surplus	2,095,752	2,095,752
Retained earnings	11,694,826	12,010,994
Treasury shares	(791,246)	(791,246)
Total shareholders' equity	15,013,504	15,329,672
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	142,880	152,700
Foreign currency translation adjustment	45,423	55,266
Remeasurements of defined benefit plans	(17,119)	(16,361)
Total accumulated other comprehensive income	171,184	191,605
Non-controlling interests	-	-
Total net assets	15,184,688	15,521,277
Total liabilities and net assets	24,485,065	24,128,863

Semi-annual consolidated statement of income

(Thousands of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Net sales	16,972,894	18,272,560
Cost of sales	11,943,173	12,691,737
Gross profit	5,029,721	5,580,822
Selling, general and administrative expenses	3,529,854	3,913,322
Operating profit	1,499,866	1,667,499
Non-operating income		
Interest income	3,060	10,058
Dividend income	14,867	10,877
Rental income from real estate	5,789	5,598
Other	10,041	10,397
Total non-operating income	33,759	36,932
Non-operating expenses		
Interest expenses	4,310	4,283
Commission for purchase of treasury shares	10,529	-
Loss on retirement of non-current assets	18,322	13,244
Loss on extinguishment of share-based payment expenses	-	7,306
Other	3,483	1,569
Total non-operating expenses	36,645	26,404
Ordinary profit	1,496,980	1,678,027
Profit before income taxes	1,496,980	1,678,027
Income taxes - current	592,791	658,841
Income taxes - deferred	(9,860)	(39,909)
Total income taxes	582,931	618,932
Profit	914,049	1,059,094
Profit attributable to		
Profit attributable to owners of parent	914,049	1,059,094
Profit attributable to non-controlling interests	-	-
Other comprehensive income		
Valuation difference on available-for-sale securities	5,124	9,820
Foreign currency translation adjustment	(2,350)	9,843
Remeasurements of defined benefit plans, net of tax	16,096	758
Total other comprehensive income	18,870	20,421
Comprehensive income	932,920	1,079,516
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	932,920	1,079,516
Comprehensive income attributable to non-controlling interests	-	-

Semi-annual consolidated statement of cash flows

(Thousands of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Cash flows from operating activities		
Profit before income taxes	1,496,980	1,678,027
Depreciation	569,905	577,178
Increase (decrease) in allowance for doubtful accounts	(346)	195
Increase (decrease) in provision for bonuses	(647)	(59,436)
Increase (decrease) in provision for shareholder benefit program	123,841	120,099
Increase (decrease) in provision for bonuses for directors (and other officers)	(18,403)	(22,802)
Increase (decrease) in retirement benefit liability	13,690	22,102
Interest and dividend income	(17,927)	(20,935)
Interest expenses	4,310	4,283
Amortization of goodwill	95,036	90,727
Loss (gain) on disposal of non-current assets	18,322	13,244
Decrease (increase) in trade receivables	1,379,856	1,475,106
Decrease (increase) in inventories	33,876	27,929
Increase (decrease) in trade payables	37,427	(49,373)
Increase (decrease) in advances received	(297,264)	(332,540)
Increase (decrease) in accrued consumption taxes	(51,483)	(99,963)
Amortization of unrecognized items for retirement benefits	886	1,106
Decrease (increase) in other assets	(242,921)	(118,279)
Increase (decrease) in other liabilities	(487,494)	(115,387)
Subtotal	2,657,643	3,191,282
Interest and dividends received	18,064	19,594
Interest paid	(4,149)	(3,604)
Income taxes paid	(520,997)	(834,581)
Net cash provided by (used in) operating activities	2,150,561	2,372,690
Cash flows from investing activities		
Purchase of securities	(28,960)	-
Purchase of property, plant and equipment	(527,695)	(305,641)
Payments for asset retirement obligations	(28,715)	(7,344)
Purchase of intangible assets	(174,189)	(243,745)
Payments of guarantee deposits	(52,637)	(31,689)
Proceeds from refund of guarantee deposits	10,448	4,805
Decrease (increase) in time deposits	(6,214)	(8,397)
Purchase of other intangible assets	(4,257)	-
Net cash provided by (used in) investing activities	(812,220)	(592,011)
Cash flows from financing activities		
Repayments of lease liabilities	(114,162)	(109,796)
Purchase of treasury shares	(1,052,908)	-
Dividends paid	(569,734)	(741,690)
Net cash provided by (used in) financing activities	(1,736,804)	(851,486)
Effect of exchange rate change on cash and cash equivalents	(1,628)	5,141
Net increase (decrease) in cash and cash equivalents	(400,092)	934,332
Cash and cash equivalents at beginning of period	6,746,976	7,166,960
Cash and cash equivalents at end of period	6,346,883	8,101,293

(Notes on segment information, etc.)

Segment Information

Since the Group is a single segment of the education-related business, it is omitted.