



November 7, 2025

(Translation)

Consolidated Financial Results
for the Six Months Ended September 30, 2025 (Japanese GAAP)

Name of Company	:	SEGA SAMMY HOLDINGS INC.
Listing	:	Tokyo Stock Exchange Prime
Code number	:	6460
URL	:	https://www.segasammy.co.jp/en/
Representative	:	Haruki Satomi President and Group CEO, Representative Director
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Scheduled date to commence dividend payments	: December 3, 2025
Preparation of supplementary material on quarterly financial results	: Yes
Holding of quarterly financial results briefing	: Yes (for institutional investors)

(Amounts below one million yen are rounded down)

1. Consolidated Financial Results for the Six Months Ended September 30, 2025 (April 01, 2025 - September 30, 2025)

(1) Consolidated Operating Results

(Percentage represents changes from the prior period)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2025	201,108	(5.0)	10,064	(69.3)	10,821	(67.3)	2,754	(90.9)
September 30, 2024	211,663	(4.5)	32,816	(18.1)	33,095	(21.4)	30,385	31.1

(Note) Comprehensive income

Six months ended September 30, 2025	: ¥14,409 million	((43.6)%)
Six months ended September 30, 2024	: ¥25,546 million	((24.9)%)

(Note) Adjusted EBITDA

Six months ended September 30, 2025	: ¥15,959 million	((54.1%)
Six months ended September 30, 2024	: ¥34,806 million	((7.3%)

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2025	13.01	12.98
September 30, 2024	140.75	140.18

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
As of	Millions of yen	Millions of yen	%
September 30, 2025	648,072	378,571	58.4
March 31, 2025	644,777	381,604	59.1

(Reference) Shareholders' equity

As of September 30, 2025 : ¥378,205 million

As of March 31, 2025 : ¥381,165 million

2. Cash Dividends

	Cash dividends per share				
	First quarter	Second quarter	Third quarter	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2025	-	25.00	-	27.00	52.00
Year ending March 31, 2026	-	27.00			
Year ending March 31, 2026 (plan)			-	28.00	55.00

(Note) Revision to the forecast of cash dividends most recently announced: No

3. Forecast of Consolidated Financial Results for the Year ending March 31, 2026 (April 01, 2025 - March 31, 2026)

(Percentage represents changes from the prior year)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full-year	475,000	10.7	53,000	10.1	56,000	5.4	37,500	(16.8)	175.39

(Note) Revision to the forecast of operating results most recently announced: No

4. Other

(1) Changes in significant subsidiaries during the period: Yes

New: 37 Company name: Stakeologic B.V. and its 12 other subsidiaries, GAN Limited and its 23 other subsidiaries

Exclusion: - Company name: -

(2) Adoption of accounting treatment specific to the preparation of semi-annual consolidated financial statements: Yes

(3) Changes in accounting policies, changes in accounting estimates, and restatements

1. Changes in accounting policies due to revisions to accounting standards and other regulations: No

2. Changes in accounting policies due to other reasons: No

3. Changes in accounting estimates: No

4. Restatements: No

(4) Number of issued shares (common stock)

1. Number of issued shares at the end of the period (including treasury stock)

September 30, 2025 : 221,229,476

March 31, 2025 : 241,229,476

2. Number of treasury stock at the end of the period

September 30, 2025 : 10,974,370

March 31, 2025 : 27,418,879

3. Average number of shares during the period (cumulative from the beginning of the fiscal year)

For the Six months ended September 30, 2025 : 211,696,223

For the Six months ended September 30, 2024 : 215,878,155

(Note) The Company has introduced the "BIP Trust" for directors and the "Stock-granting ESOP Trust" for employees, and the Company's shares held by these trusts are included in the number of treasury stock at the end of the period above. These shares are also included in the number of treasury stock which is subject to be excluded for calculation by the average number of shares during the period above.

(Note)

- This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.
- This report is not required the auditing procedures by certified public accountants or accounting auditors.
- The forward-looking statements, such as results forecasts, included in this document are based on information available to the SEGA SAMMY HOLDINGS INC. (the Company) at the time of the announcement and assumptions considered reasonable, and do not purport to be a promise by the Company to achieve such results. Actual results could differ materially, depending on a range of factors. For the assumptions prerequisite to the results forecasts and the points to be noted in the use of the forecasts, please see "Forecast of Consolidated Operating Results" on page 8.
- The Company plans to hold a briefing on financial results for institutional investors on November 7, 2025. The presentation materials to be used on the day will be posted on TDnet and the Company's website in advance, and the details of the briefing and the content of the explanation (video and audio) will also be posted on the Company's website.

Operating Results and Financial Position

(1) Operating results for the six months ended September 30, 2025 (April 01, 2025 - September 30, 2025)

■ Overall highlights

For the six months ended September 30, 2025, the Group recorded net sales of ¥201,108 million, operating income of ¥10,064 million, and adjusted EBITDA of ¥15,959 million, all of which fell short of expectations.

The primary factors behind this shortfall from expectations include lower-than-expected sales of Full Game and the shortfall from expectations of Rovio Entertainment Ltd ("Rovio") in the Entertainment Contents Business. In the Pachislot & Pachinko Machines Business, the release schedule was adjusted due to the approval status for pachislot machines. In the Gaming Business, although existing operations showed a strong performance, the Group recorded losses due to factors such as the impact of incorporating the results of newly acquired companies Stakelogic B.V. ("Stakelogic") and GAN Limited ("GAN").

Both Stakelogic and GAN have a fiscal year ending in December. The balance sheets have been included in consolidation from the first quarter of the current fiscal year, while the income statements have been included in consolidation from the first half of the current fiscal year. The specific impact on the Group's full-year forecast is currently under review and will be disclosed once the review is complete.

■ Returns to shareholders

The Company regards the return of profits to shareholders as an important management issue. Under its medium-term financial strategy through the fiscal year ending March 31, 2027, the Company aims to maximize corporate value by focusing on capital efficiency. While promoting aggressive investment for growth, the Company will also provide appropriate shareholder returns. The Company returns to shareholders by dividends or share buybacks, and the total returns result in a DOE of 3% or a total return ratio of 50%, whichever is higher.

In line with this policy, the interim dividend for the fiscal year ending March 31, 2026, has been set at ¥27 per share, based on a DOE of 3% and the initial dividend forecast announced at the beginning of the fiscal year. If calculated based on a DOE of 3%, the total annual return to shareholders would be approximately ¥11.7 billion. However, based on a total return ratio of 50%, and assuming net income attributable to owners of the parent of ¥37.5 billion as forecasted, the total annual return would amount to approximately ¥18.7 billion. Accordingly, the actual year-end amount of the total return to shareholders and its return method possibly changes by the progress of business performance of the Group.

■ Highlights by segment

《 Entertainment Contents 》

For the six months ended September 30, 2025, overall performance was below expectations, due to lower-than-expected sales of Full Game and the shortfall from expectations of Rovio in the Consumer area. Several new titles were launched in the Consumer area, including "Sonic Racing: CrossWorlds" (released on September 25, 2025). Licensing revenue remained steady compared to the expectations and showed a growth compared to the same period of the prior fiscal year. In addition, revenue from subscription services and DLC exceeded expectations.

In the Animation area, the Group recorded distribution income from "Detective Conan : One-Eyed Flashback" and the first and second "Sonic" series films.

Going forward, in the Consumer area, the Group plans to release new titles leveraging its mainstay IPs, including "Football Manager 26" (released on November 5, 2025) and "Yakuza Kiwami 3 & Dark Ties" (scheduled for release on February 12, 2026) as Full Game titles, as well as "Sonic Rumble", a F2P title. The Group will continue to strengthen sales of both new and existing Full Game titles, particularly during this holiday season. Furthermore, the Group will strive to return to a growth trajectory by enhancing the operations of Rovio's "Angry Birds 2" and pursuing other strategic initiatives.

In the Animation area, in addition to continued distribution income from the first and second "Sonic" series films, the Group expects to generate revenue from the domestic and international rollout of animation works based on popular manga and novels.

In the AM&TOY area, the Group will continue to focus on sales centered on the prize category.

* For new released titles, please see "Results Presentation Q2 for the fiscal year ending March 31, 2026."

<https://www.segasammy.co.jp/en/ir/library/>

《 Pachislot & Pachinko Machines 》

For the six months ended September 30, 2025, the release schedule was adjusted due to the approval status for pachislot machines. Despite this, the Group launched "Smart Pachislot Tokyo Revengers" for pachislot and "e Tokyo Revengers" for pachinko, both of which achieved sales over the expectations.

Going forward, starting from the third quarter, the Group plans to release new titles centered on "Hokuto No Ken" series. Key upcoming titles include "Smart Pachislot Bakemonogatari" (scheduled for December 2025) and "Smart Pachislot Hokuto No Ken Chapter of Resurrection 2" (scheduled for January 2026) for pachislot, and "e Hokuto No Ken 11 Bokyosei" (scheduled for December 2025) for pachinko.

While the overall approval status of pachislot machines remains low in the pachislot and pachinko machines market, the Group is steadily making progress in obtaining approvals. The Group will continue striving to secure approvals for planned titles and remain committed to uncompromising development to deliver products that meet user expectations.

* For new released titles, please see "Results Presentation Q2 for the fiscal year ending March 31, 2026."

<https://www.segasammy.co.jp/en/ir/library/>

《 Gaming 》

For the six months ended September 30, 2025, sales of gaming equipment remained strong. In particular, "Railroad RICHES™" and "Super Burst™" series continued to perform well in terms of utilization, and contributed to solid sales growth. Following the completion of the acquisitions of Stakelogic and GAN, the Group recorded expenses related to M&A activities in the first quarter of the current fiscal year. From the first half of the current fiscal year, the income statements of Stakelogic and GAN have been consolidated, and expenses related to goodwill amortization as operating expenses and business restructuring costs as extraordinary losses have been recorded.

In "PARADISE CITY" in South Korea, casino sales remained strong with the drop amount (purchased amount of chips by customers at the table) of Japanese VIP maintained at a high level, which contributed to sales growth through equity-method earnings.

* Stakelogic, GAN and PARADISE SEGASAMMY Co., Ltd. are posted 3 months delay due to the fiscal year ending in December.

Going forward, in gaming equipment sales, the Group plans to continue selling well-performing existing titles, primarily in the North American market. In addition, the Group is preparing to launch new titles compatible with the newly developed slim cabinet "GENESIS NOVA™", which offers improved installation efficiency. As the first step in this roll out, "Railroad RICHES Link™" series has already been installed. For Stakelogic and GAN, the Group is formulating and executing business revitalization programs, with the goal of expanding operations and improving profitability. The impact on the full-year forecast is currently under review and will be disclosed once the review is complete.

For "PARADISE CITY", both the drop amount and hotel occupancy rate in August reached all-time highs. The Group expects to contribute to profits through equity-method earnings driven by continued strong casino sales, centered on Japanese VIP and mass customers.

■ Consolidated Financial Results for the Six Months Ended September 30, 2025

(Unit: Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025	Changes from the prior period	
			amount	%
Net Sales	211,663	201,108	(10,555)	(5.0)
Operating income	32,816	10,064	(22,752)	(69.3)
Ordinary income	33,095	10,821	(22,273)	(67.3)
Profit attributable to owners of parent	30,385	2,754	(27,631)	(90.9)

Adjusted EBITDA※1	34,806	15,959	(18,847)	(54.1)
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Basic earnings per share	140.75	13.01	(127.74)	(90.8)
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Items	Breakdown
※1 Adjusted EBITDA	Ordinary income + Interest expenses + Depreciation and amortization ± Adjustment items※2
※2 Adjustment items:	+ Extraordinary income of business
	- Extraordinary losses of business (impairments, title write-down, etc.)
	- Profit attributable to non-controlling interests
	+ Goodwill and trademark right amortization associated with M&A

Overview by segment is as follows.

《 Entertainment Contents 》

(Unit: Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025	Changes from the prior period	
			amount	%
Sales to third party	141,771	148,885	7,113	5.0
Inter-segment sales and transfers	289	281	-	-
Total net sales	142,060	149,166	7,105	5.0
Ordinary income	18,348	15,557	(2,791)	(15.2)

Adjusted EBITDA	18,600	21,276	2,676	14.4
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《 Pachislot & Pachinko Machines 》

(Unit: Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025	Changes from the prior period	
			amount	%
Sales to third party	64,711	41,897	(22,813)	(35.3)
Inter-segment sales and transfers	65	60	-	-
Total net sales	64,776	41,957	(22,818)	(35.2)
Ordinary income	21,588	3,575	(18,013)	(83.4)
Adjusted EBITDA	23,256	3,425	(19,831)	(85.3)

《 Gaming 》

(Unit: Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025	Changes from the prior period	
			amount	%
Sales to third party	1,802	8,561	6,758	375.0
Inter-segment sales and transfers	11	0	-	-
Total net sales	1,813	8,561	6,747	372.0
Ordinary income	(283)	(723)	(440)	-
Adjusted EBITDA	(805)	(1,384)	(578)	-

(2) Financial positions as of September 30, 2025

(Assets and liabilities)

Total assets as of the end of the six months ended September 30, 2025 increased by ¥3,295 million from the end of the prior fiscal year to ¥648,072 million.

Current assets decreased by ¥31,981 million from the end of the prior fiscal year. This was attributable to a decrease in cash and deposits, and other factors, despite an increase in merchandise and goods.

Noncurrent assets increased by ¥35,277 million from the end of the prior fiscal year. This was attributable to increases in goodwill and other factors resulting from the acquisitions of Stakelogic and GAN.

Total liabilities as of the end of the six months ended September 30, 2025 increased by ¥6,328 million from the end of the prior fiscal year to ¥269,501 million. This was attributable to an increase in notes and accounts payable, as well as the inclusion of liabilities from Stakelogic and GAN, and other factors, despite decreases in provision for bonuses and long-term borrowings.

(Net assets)

Net assets as of the end of the six months ended September 30, 2025 decreased by ¥3,033 million from the end of the prior fiscal year to ¥378,571 million. This was attributable to decreases in shareholders' equity by acquisition of treasury stock and paying cash dividends, despite recording of profit attributable to owners of parent and an increase in foreign currency translation reserve.

(Financial ratio)

The current ratio at the end of the six months ended September 30, 2025 decreased by 50.8 percentage points from the end of the prior fiscal year to 362.0%.

The equity ratio at the end of the six months ended September 30, 2025 decreased by 0.7 percentage points from the end of the prior fiscal year to 58.4%.

(3) Forecast of Consolidated Operating Results

No changes will be made to the forecast of consolidated financial results for the fiscal year ending March 31, 2026, announced on May 12, 2025.

SEMI-ANNUAL CONSOLIDATED FINANCIAL STATEMENTS

SEGA SAMMY HOLDINGS INC. SEMI-ANNUAL CONSOLIDATED BALANCE SHEETS AS OF MARCH 31, 2025 AND SEPTEMBER 30, 2025

(Unit: Millions of yen)

	Prior year (As of March 31, 2025)	Current period (As of September 30, 2025)
Assets		
Current assets		
Cash and deposits	200,360	142,158
Notes and accounts receivable - trade and contract assets	52,653	55,697
Securities	-	331
Merchandise and finished goods	10,958	15,136
Work in process	59,565	74,160
Raw materials and supplies	23,155	29,371
Other	42,353	40,267
Allowance for doubtful accounts	(303)	(362)
Total current assets	388,744	356,762
Noncurrent assets		
Property, plant and equipment		
Land	13,691	13,701
Other, net	35,240	38,870
Total property, plant and equipment	48,931	52,572
Intangible assets		
Goodwill	30,119	64,496
Trademark right	44,871	47,457
Other	16,251	21,019
Total intangible assets	91,241	132,974
Investments and other assets		
Investment securities	51,185	54,758
Other	64,776	51,100
Allowance for doubtful accounts	(102)	(95)
Total investments and other assets	115,859	105,763
Total noncurrent assets	256,033	291,310
Total assets	644,777	648,072

SEGA SAMMY HOLDINGS INC.
SEMI-ANNUAL CONSOLIDATED BALANCE SHEETS
AS OF MARCH 31, 2025 AND SEPTEMBER 30, 2025

(Unit: Millions of yen)

	Prior year (As of March 31, 2025)	Current period (As of September 30, 2025)
Liabilities		
Current liabilities		
Notes and accounts payable - trade	23,560	26,879
Short-term borrowings	7,500	7,378
Income taxes payable	3,822	2,741
Provision for bonuses	11,984	7,385
Other provisions	1,162	472
Other	46,149	53,693
Total current liabilities	94,179	98,551
Noncurrent liabilities		
Bonds payable	10,000	10,000
Long-term borrowings	132,000	128,250
Provision	2,149	3,642
Net defined benefit liability	4,616	5,236
Asset retirement obligations	2,329	2,509
Other	17,897	21,312
Total noncurrent liabilities	168,993	170,950
Total liabilities	263,173	269,501
Net assets		
Shareholders' equity		
Capital stock	29,953	29,953
Capital surplus	69,740	29,877
Retained earnings	314,947	311,849
Treasury stock	(54,866)	(26,518)
Total shareholders' equity	359,774	345,161
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3,441	4,615
Deferred gains or losses on hedges	641	872
Revaluation reserve for land	(1,109)	(1,109)
Foreign currency translation adjustment	16,868	27,232
Remeasurements of defined benefit plans	1,548	1,433
Total accumulated other comprehensive income	21,391	33,044
Share acquisition rights	414	339
Non-controlling interests	24	25
Total net assets	381,604	378,571
Total liabilities and net assets	644,777	648,072

SEGA SAMMY HOLDINGS INC.
SEMI-ANNUAL CONSOLIDATED STATEMENTS OF INCOME AND COMPREHENSIVE INCOME
FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2024 AND 2025

(Unit: Millions of yen)

	Prior period From April 01, 2024 To September 30, 2024	Current period From April 01, 2025 To September 30, 2025
Net sales	211,663	201,108
Cost of sales	111,275	111,767
Gross profit	100,387	89,340
Selling, general and administrative expenses	67,570	79,276
Operating income	32,816	10,064
Non-operating income		
Interest income	1,659	1,574
Dividends income	87	96
Equity in earnings of affiliates	1,254	2,358
Gain on investments in partnership	591	197
Other	835	644
Total non-operating income	4,427	4,871
Non-operating expenses		
Interest expenses	853	1,319
Commission expenses	77	73
Loss on investments in partnership	529	516
Foreign exchange losses	2,521	2,044
Other	166	159
Total non-operating expenses	4,148	4,113
Ordinary income	33,095	10,821
Extraordinary income		
Gain on sales of noncurrent assets	19	1
Gain on sales of investment securities	39	79
Gain on sales of shares of subsidiaries and affiliates	8,499	-
Other	467	1
Total extraordinary income	9,026	82
Extraordinary losses		
Loss on sales of noncurrent assets	0	0
Impairment loss	612	2,400
Loss on business restructuring	5,926	1,589
Other	269	464
Total extraordinary losses	6,809	4,455
Income before income taxes	35,313	6,449
Income taxes - current	8,063	3,484
Income taxes - deferred	(3,141)	208
Total income taxes	4,922	3,693
Profit	30,391	2,755
(Breakdown)		
Profit attributable to owners of parent	30,385	2,754
Profit attributable to non-controlling interests	5	1

SEGA SAMMY HOLDINGS INC.
SEMI-ANNUAL CONSOLIDATED STATEMENTS OF INCOME AND COMPREHENSIVE INCOME
FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2024 AND 2025

(Unit: Millions of yen)

	Prior period From April 01, 2024 To September 30, 2024	Current period From April 01, 2025 To September 30, 2025
Other comprehensive income		
Valuation difference on available-for-sale securities	(745)	1,173
Deferred gains or losses on hedges	142	230
Foreign currency translation adjustment	(5,678)	9,189
Remeasurements of defined benefit plans, net of tax	(412)	(108)
Share of other comprehensive income of entities accounted for using equity method	1,849	1,167
Total other comprehensive income	(4,844)	11,653
Comprehensive income	25,546	14,409
(Breakdown)		
Comprehensive income attributable to owners of parent	25,541	14,407
Comprehensive income attributable to non-controlling interests	5	1

[Notes]

(Notes on assumptions for going concern)

Not applicable.

(Notes on significant changes in shareholders' equity)

At the Board of Directors meeting held on May 12, 2025, the Company resolved to retire 20,000,000 shares of treasury stock pursuant to Article 178 of the Companies Act, and completed the retirement on May 23, 2025. As a result, capital surplus and treasury stock each decreased by ¥39,738 million in the first half of the fiscal year ending March 31, 2026.

Furthermore, at the same board meeting, the Company resolved to acquire treasury stock pursuant to Article 156 of the Companies Act as applied by replacing terms under Article 165, Paragraph 3. Based on this resolution, the Company acquired 3,818,600 shares of common stock for ¥11,999 million through market purchases on the Tokyo Stock Exchange during the first half of the fiscal year ending March 31, 2026.

(Special accounting treatment applied in preparing semi-annual consolidated financial statements)

(Tax expense calculation)

Taxes are calculated by reasonably estimating the effective tax rate after application of tax effect accounting to income before income taxes for the fiscal year and multiplying the income before income taxes by such estimated effective tax rate. However, a legally designated effective tax rate will be applied if such tax expenses are found to be very unreasonable after calculation based on the relevant estimated effective tax rate.

SEGMENT INFORMATION

1. Prior period (From April 01, 2024 to September 30, 2024)

Information on the amounts of net sales, income (loss) by each reporting segment

(Unit: Millions of yen)

	Reporting segment			Subtotal	Adjustment (Notes)	Amount in consolidated financial statements
	Entertainment Contents	Pachislot & Pachinko Machines	Gaming			
Net sales						
(1) Sales to third parties	141,771	64,711	1,802	208,284	3,378	211,663
(2) Inter-segment sales and transfers	289	65	11	365	(365)	-
Total	142,060	64,776	1,813	208,650	3,012	211,663
Segment income (loss)	18,348	21,588	(283)	39,654	(6,558)	33,095

(Notes) 1. Adjustment of ¥3,378 million for sales to third parties represents sales that do not belong to any business segments.

2. Adjustment to segment income (loss) of ¥(6,558) million includes loss of ¥(365) million that do not belong to any business segments, elimination of inter-segment transactions of ¥1 million, and general corporate expenses of ¥(6,194) million which are not allocated to each reporting segment. General corporate expenses are mainly consisted of the expenses of the Group management incurred by the Company.

3. Adjustment has been made to segment income (loss) and ordinary income of the semi-annual consolidated statements of income and comprehensive income.

2. Current period (From April 01, 2025 to September 30, 2025)

(1) Information on the amounts of net sales, income (loss) by each reporting segment

(Unit: Millions of yen)

	Reporting segment			Subtotal	Adjustment (Notes)	Amount in consolidated financial statements
	Entertainment Contents	Pachislot & Pachinko Machines	Gaming			
Net sales						
(1) Sales to third parties	148,885	41,897	8,561	199,343	1,764	201,108
(2) Inter-segment sales and transfers	281	60	0	341	(341)	-
Total	149,166	41,957	8,561	199,685	1,422	201,108
Segment income (loss)	15,557	3,575	(723)	18,409	(7,587)	10,821

(Notes) 1. Adjustment of ¥1,764 million for sales to third parties represents sales that do not belong to any business segments.

2. Adjustment to segment income (loss) of ¥(7,587) million includes losses of ¥(375) million that do not belong to any business segments, elimination of inter-segment transactions of ¥72 million, and general corporate expenses of ¥(7,284) million which are not allocated to each reporting segment. General corporate expenses are mainly consisted of the expenses of the Group management incurred by the Company.

3. Adjustment has been made to segment income (loss) and ordinary income of the semi-annual consolidated statements of income and comprehensive income.

(2) Information related to impairment loss on noncurrent assets, goodwill, etc. by reporting segment
(Significant changes in the amount of goodwill)

In the Gaming Business segment, Stakelogic and its 12 subsidiaries were included in the scope of consolidation from the first half of the fiscal year ending March 31, 2026 due to the acquisition of its shares.

As a result, in the Gaming Business segment, goodwill of ¥17,998 million was recorded and the amortization of goodwill amounted to ¥504 million for the six months ended September 30, 2025. In addition, provisional accounting method was applied based on reasonable information available at the end of the first half of the current fiscal year, since the purchase price allocation has not been completed.

In the Gaming Business segment, GAN and its 23 subsidiaries were included in the scope of consolidation from the first half of the fiscal year ending March 31, 2026 due to the acquisition of its shares.

As a result, in the Gaming Business segment, goodwill of ¥17,498 million was recorded and the amortization of goodwill amounted to ¥446 million for the six months ended September 30, 2025. In addition, provisional accounting method was applied based on reasonable information available at the end of the first half of the current fiscal year, since the purchase price allocation has not been completed.