Stock Listing :Tokyo Stock Exchange
Code Number :7552

HAPPINET CORPORATION

Financial Highlights
for the 1st Quarter of the Fiscal Year Ending March 31, 2027

Changes in business results

		1st quarter of FY2022	1st quarter of FY2023	1st quarter of FY2024	1st quarter of FY2025	1st quarter of FY2026	FY2022	FY2023	FY2024	FY2025
Net sales	¥million	61,680	82,299	82,358	95,927	**105,281**	307,253	350,461	364,418	439,052
Operating profit	¥million	1,148	2,180	3,278	3,943	**4,534**	5,842	8,679	11,677	15,590
Ordinary profit	¥million	1,322	2,338	3,474	4,068	**4,571**	6,194	8,974	11,963	15,701
Profit attributable to owners of parent	¥million	825	1,459	2,388	3,319	**2,746**	3,561	6,581	6,764	10,096
Comprehensive income	¥million	889	2,094	2,718	4,383	**2,437**	3,157	7,547	8,350	9,382
Net assets	¥million	43,506	46,408	51,487	57,707	**59,149**	45,213	51,299	55,672	60,285
Total assets	¥million	87,596	101,774	110,938	129,887	**138,776**	94,275	113,415	121,452	144,003
Net assets per share	¥	968.89	1,031.60	1,148.97	1,305.12	**1,355.85**	1,007.13	1,140.95	1,259.24	1,382.59
Earnings per share	¥	18.72	32.88	53.62	75.60	**63.40**	80.38	147.73	153.41	230.91
Dividends per share (Interim dividends)	¥						32.50 (12.50)	62.50 (12.50)	65.00 (12.50)	92.50 (12.50)
No. of employees	people	958	947	1,128	1,150	**1,144**	940	1,081	1,123	1,113

Notes:
1. With August 31, 2023, as the deemed acquisition date, Broccoli Co., Ltd. became a consolidated subsidiary. (The results of the acquired company were included in the Consolidated Profit & loss statement from the 3rd quarter of FY2023.)
2. On January 1, 2026, the Company conducted a two-for-one share split of its common shares. The calculation of net assets per share, earnings per share and dividends per share (Interim dividends) is done under the assumption that the share split occurred at the past fiscal year.

Consolidated results (1)Profit & loss statement

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(¥million,%)

	1st quarter of FY2025 (from Apr.1,2025 to Jun.30,2025)			1st quarter of FY2026 (from Apr.1,2026 to Jun.30,2026)		
		% of total	YoY		% of total	YoY
Net sales	**95,927**	**100.0**	**16.5**	**105,281**	**100.0**	**9.8**
Cost of sales *	**84,077**	**87.6**	**17.3**	**92,170**	**87.5**	**9.6**
Gross profit	**11,849**	**12.4**	**10.7**	**13,111**	**12.5**	**10.7**
SG&A expenses	**7,906**	**8.2**	**6.5**	**8,577**	**8.1**	**8.5**
Logistics cost	1,939	2.0	16.9	2,228	2.1	14.9
Personnel cost	2,742	2.9	4.5	2,771	2.6	1.1
Depreciation cost	348	0.4	27.5	264	0.3	-24.1
Amortization of goodwill	146	0.2	-	146	0.1	-
Operating profit	**3,943**	**4.1**	**20.3**	**4,534**	**4.3**	**15.0**
Non-operating income	**157**	**0.2**	**-24.3**	**205**	**0.2**	**30.6**
Interest and dividend income	114	0.1	-2.2	136	0.1	19.7
Foreign exchange gains	-	-	-	34	0.0	-
Other	43	0.0	-41.0	34	0.0	-20.4
Non-operating expenses	**31**	**0.0**	**162.5**	**168**	**0.2**	**428.9**
Interest expenses	0	0.0	470.8	0	0.0	70.8
Foreign exchange losses	19	0.0	-	-	-	-
Provision of allowance for doubtful accounts	0	0.0	-	140	0.1	-
Other	12	0.0	0.7	27	0.0	129.5
Ordinary profit	**4,068**	**4.2**	**17.1**	**4,571**	**4.3**	**12.3**
Extraordinary income	**2**	**0.0**	**-97.3**	**-**	**-**	**-**
Extraordinary losses	**3**	**0.0**	**-24.4**	**1**	**0.0**	**-48.4**
Profit before income taxes	**4,067**	**4.2**	**13.8**	**4,569**	**4.3**	**12.3**
Income taxes	**748**	**0.8**	**-37.0**	**1,822**	**1.7**	**143.5**
Profit attributable to owners of parent	**3,319**	**3.5**	**39.0**	**2,746**	**2.6**	**-17.3**
*Including loss on desposal of inventories ¥163m in FY2025, ¥416m in FY2026.						
Earnings per share（¥）	**75.60**	**-**	**41.0**	**63.40**	**-**	**-16.1**
No.of employees at end of period （people）	**1,150**	**-**	**2.0**	**1,144**	**-**	**-0.5**
Capital expenditures	**71**	**-**	**-73.9**	**222**	**-**	**210.8**

Notes : On January 1, 2026, the Company conducted a two-for-one share split of its common shares.
The calculation of earnings per share is done under the assumption that the share split occurred at the past fiscal year.

Consolidated results (1)Profit & loss statement

① Changes by business segment

■ Net sales

(¥million,%)

	1st quarter of FY2025 (from Apr.1,2025 to Jun.30,2025)			1st quarter of FY2026 (from Apr.1,2026 to Jun.30,2026)			FY2025 (from Apr.1,2025 to Mar.31,2026)		
		% of total	YoY		% of total	YoY		% of total	YoY
Toy business	41,151	42.9	8.8	46,834	44.5	13.8	192,417	43.8	13.5
Visual and Music business	15,679	16.3	12.6	14,297	13.6	-8.8	62,216	14.2	-3.6
Video-game business	24,523	25.6	32.2	25,191	23.9	2.7	119,019	27.1	52.5
Amusement business	14,572	15.2	20.9	18,958	18.0	30.1	65,398	14.9	24.9
Total	95,927	100.0	16.5	105,281	100.0	9.8	439,052	100.0	20.5

■ Segment income

(¥million,%)

	1st quarter of FY2025 (from Apr.1,2025 to Jun.30,2025)			1st quarter of FY2026 (from Apr.1,2026 to Jun.30,2026)			FY2025 (from Apr.1,2025 to Mar.31,2026)		
		% of total	YoY		% of total	YoY		% of total	YoY
Toy business	2,308	58.6	10.0	2,636	58.2	14.2	11,317	72.6	24.1
Visual and Music business	256	6.5	-40.4	-571	-12.6	-	-1,115	-7.2	-
Video-game business	585	14.8	64.5	786	17.3	34.4	2,201	14.1	772.5
Amusement business	1,169	29.7	57.4	2,042	45.1	74.7	5,192	33.3	71.7
Eliminations and corporate	-377	-9.6	7.4	-360	-8.0	-4.4	-2,005	-12.8	18.5
Total	3,943	100.0	20.3	4,534	100.0	15.0	15,590	100.0	33.5

Consolidated results (1)Profit & loss statement

② Main business summary

■ Toy business (Net Sales)

(¥billion,%)

	1st quarter of FY2025 (from Apr.1,2025 to Jun.30,2025)			1st quarter of FY2026 (from Apr.1,2026 to Jun.30,2026)			FY2025 (from Apr.1,2025 to Mar.31,2026)		
		% of total	YoY		% of total	YoY		% of total	YoY
BANDAI CO.,Ltd BANDAI SPIRITS CO., LTD.	18.9	46.1	15.2	24.1	51.5	27.3	91.2	47.4	10.4
TOMY COMPANY,LTD	1.9	4.6	34.1	2.2	4.9	19.4	9.6	5.0	19.5
Happinet originals	1.6	3.9	19.5	1.5	3.4	-2.3	7.9	4.1	14.6
Other manufactures	18.6	45.4	0.4	18.8	40.2	0.9	83.6	43.5	16.4
Total	41.1	100.0	8.8	46.8	100.0	13.8	192.4	100.0	13.5

■ Visual and Music business (Net Sales)

(¥billion,%)

	1st quarter of FY2025 (from Apr.1,2025 to Jun.30,2025)			1st quarter of FY2026 (from Apr.1,2026 to Jun.30,2026)			FY2025 (from Apr.1,2025 to Mar.31,2026)		
		% of total	YoY		% of total	YoY		% of total	YoY
Wholesale	6.9	44.0	16.9	6.0	42.3	-12.4	24.0	38.6	-10.6
Production	2.1	13.8	29.5	2.4	17.5	15.5	11.5	18.6	27.0
Visual	9.0	57.8	19.6	8.5	59.8	-5.7	35.5	57.2	-1.1
Music	6.6	42.2	4.2	5.7	40.2	-13.0	26.6	42.8	-6.7
Total	15.6	100.0	12.6	14.2	100.0	-8.8	62.2	100.0	-3.6

Consolidated results (1)Profit & loss statement

■ Video-game business (Net Sales)

(¥billion,%)

	1st quarter of FY2025 (from Apr.1,2025 to Jun.30,2025)			1st quarter of FY2026 (from Apr.1,2026 to Jun.30,2026)			FY2025 (from Apr.1,2025 to Mar.31,2026)		
		% of total	YoY		% of total	YoY		% of total	YoY
Nintendo	21.2	86.6	63.0	21.4	85.0	0.8	102.0	85.7	92.7
S I E *	1.7	7.0	-56.8	1.9	7.6	12.3	9.9	8.4	-43.4
Other	1.5	6.4	1.2	1.8	7.4	18.7	6.9	5.9	-6.8
Total	24.5	100.0	32.2	25.1	100.0	2.7	119.0	100.0	52.5

＊S I E・・・ Sony Interactive Entertainment LLC

■ Amusement business (Net Sales)

(¥billion,%)

	1st quarter of FY2025 (from Apr.1,2025 to Jun.30,2025)			1st quarter of FY2026 (from Apr.1,2026 to Jun.30,2026)			FY2025 (from Apr.1,2025 to Mar.31,2026)		
		% of total	YoY		% of total	YoY		% of total	YoY
Capsule toy	11.7	80.8	35.6	15.9	84.3	35.7	52.8	80.8	33.0
Kid's card game	0.7	5.3	-13.3	0.9	4.9	20.3	3.6	5.6	9.3
Other	2.0	13.9	-18.4	2.0	10.8	1.1	8.8	13.6	-4.0
Total	14.5	100.0	20.9	18.9	100.0	30.1	65.3	100.0	24.9

Consolidated results (2)Balance sheet

(¥million)

	FY2025		FY2026	
	1st quarter (As of Jun.30,2025)	Full year (As of Mar.31,2026)	1st quarter (As of Jun.30,2026)	Change
(Assets)				
Cash and deposits	26,363	50,825	41,830	-8,995
Notes and accounts receivable - trade	57,020	50,860	52,135	1,275
Electronically recorded monetary claims - operating	2,475	4,065	5,722	1,656
Inventories	10,826	8,689	11,227	2,537
Advance payments to suppliers	3,560	3,899	3,222	-676
Other	3,588	2,551	2,513	-38
Allowance for doubtful accounts	-6	-4	-4	0
Total current assets	103,828	120,888	116,647	-4,241
Property, plant and equipment	5,481	5,172	5,163	-9
Buildings and structures	1,917	1,865	1,910	45
Machinery, equipment and vehicles	1,711	1,488	1,428	-60
Land	1,564	1,564	1,564	-
Other	287	254	259	5
Intangible assets	3,618	3,046	2,884	-161
Goodwill	1,898	1,460	1,314	-146
Other	1,720	1,586	1,570	-15
Investments and other assets	16,957	14,895	14,081	-814
Investment securities	10,698	7,997	7,557	-439
Deferred tax assets	1,756	1,696	1,274	-421
Other	4,506	5,617	5,804	186
Allowance for doubtful accounts	-3	-416	-555	-139
Total non-current assets	26,058	23,114	22,128	-985
Total assets	129,887	144,003	138,776	-5,226

Consolidated results (2)Balance sheet

(¥million)

	FY2025		FY2026	
	1st quarter (As of Jun.30,2025)	Full year (As of Mar.31,2026)	1st quarter (As of Jun.30,2026)	Change
(Liabilities)				
Notes and accounts payable-trade	51,766	55,154	56,857	1,702
Accounts payable-other	8,404	12,876	10,302	-2,573
Income taxes payable	935	4,179	1,262	-2,917
Provision for bonuses	476	316	418	102
Other	2,836	3,734	3,055	-679
Total current liabilities	64,419	76,261	71,896	-4,364
Provision for share awards	316	473	506	33
Provision for share awards for directors (and other officers)	343	748	748	-
Retirement benefit liability	3,501	3,502	3,527	24
Deferred tax liabilities	1,348	197	235	38
Other	2,250	2,534	2,712	177
Total non-current liabilities	7,760	7,456	7,730	274
Total liabilities	72,179	83,717	79,627	-4,090
(Net assets)				
Share capital	2,751	2,751	2,751	-
Capital surplus	3,353	3,353	3,353	-
Retained earnings	48,061	54,275	53,423	-852
Treasury shares	-2,983	-4,840	-4,816	24
Total shareholder's equity	51,182	55,539	54,711	-827
Valuation difference on available-for-sale securities	6,132	4,336	4,028	-307
Deferred gains or losses on hedges	-10	7	6	-1
Total accumulated other comprehensive income	6,122	4,343	4,034	-309
Share acquisition rights	402	402	402	-
Total Net assets	57,707	60,285	59,149	-1,136
Total liabilities and Net assets	129,887	144,003	138,776	-5,226
Net assets per share(¥)	1,305.12	1,382.59	1,355.85	-26.74

Notes : On January 1, 2026, the Company conducted a two-for-one share split of its common shares. The calculation of net assets per share is done under the assumption that the share split occurred at the past fiscal year.

Notes

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