

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.

August 6, 2026

Non-consolidated Financial Results for the Three Months Ended June 30, 2026 (Under Japanese GAAP)



Company name: KOURAKUEN CORPORATION

Listing: Tokyo Stock Exchange

Securities code: 7554

URL: <https://www.kourakuen.co.jp>

Representative: Masahiko Haga

Inquiries: Hiroyuki Kondo

Telephone: +81-24-943-3351

Scheduled date to commence dividend payments: -

Preparation of supplementary material on financial results: None

Holding of financial results briefing: None

Representative Director, President

Director, General Manager of Finance and Accounting
Department

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

1. Non-consolidated financial results for the three months ended June 30, 2026 (from April 1, 2026 to June 30, 2026)

(1) Non-consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2026	7,588	9.8	324	22.2	330	23.4	175	30.3
June 30, 2025	6,909	-	265	-	267	-	134	-

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2026	9.20	-
June 30, 2025	7.06	-

(2) Non-consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
	Millions of yen	Millions of yen	%
As of June 30, 2026	12,372	7,181	57.6
March 31, 2026	13,449	7,189	53.1

Reference: Equity

As of June 30, 2026: ¥ 7,122 million

As of March 31, 2026: ¥ 7,137 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, 2026	-	0.00	-	10.00	10.00
Fiscal year ending March 31, 2027	-				
Fiscal year ending March 31, 2027 (Forecast)		7.50	-	7.50	15.00

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

Note: Breakdown of the first quarter dividend for the fiscal year ending March 31, 2027 :

Commemorative dividend	- yen
Special dividend	- yen

3. Non-consolidated financial result forecasts for the fiscal year ending March 31, 2027 (from April 1, 2026 to March 31, 2027)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2026	15,500	7.3	760	0.6	760	0.7	585	0.0	30.61
Full year	31,500	7.1	1,600	5.6	1,600	4.7	1,250	8.2	65.40

Note: Revisions to the financial result forecast most recently announced: None

* Notes

(1) Adoption of accounting treatment specific to the preparation of quarterly non-consolidated financial statements: 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 June 30, 2026	20,832,411 shares
As of March 31, 2026	20,832,411 shares

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

As of June 30, 2026	1,720,592 shares
As of March 31, 2026	1,720,592 shares

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

Three months ended June 30, 2026	19,111,849 shares
Three months ended June 30, 2025	19,109,099 shares

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

* Proper use of earnings forecasts, and other special matters

Quarterly Non-consolidated Financial Statements and Primary Notes
Quarterly Non-consolidated Balance Sheet

(Thousands of yen)

	As of March 31, 2026	As of June 30, 2026
Assets		
Current assets		
Cash and deposits	4,673,146	3,384,554
Accounts receivable - trade	751,106	716,036
Inventories	289,642	302,366
Other	248,589	288,405
Total current assets	5,962,485	4,691,363
Non-current assets		
Property, plant and equipment		
Buildings, net	2,467,972	2,595,316
Land	1,245,936	1,245,936
Leased assets, net	542,145	544,352
Other, net	1,424,007	1,576,710
Total property, plant and equipment	5,680,062	5,962,315
Intangible assets	98,722	94,583
Investments and other assets		
Leasehold and guarantee deposits	1,134,544	1,134,521
Other	577,864	493,438
Allowance for doubtful accounts	(3,732)	(3,732)
Total investments and other assets	1,708,677	1,624,227
Total non-current assets	7,487,462	7,681,126
Total assets	13,449,948	12,372,489
Liabilities		
Current liabilities		
Accounts payable - trade	1,040,032	1,021,331
Short-term borrowings	980,000	-
Current portion of long-term borrowings	99,960	83,420
Accrued expenses	1,065,164	1,091,342
Income taxes payable	308,984	79,319
Provision for bonuses	324,584	165,416
Sublease loss allowance	1,307	522
Provision for point card certificates	29,143	29,143
Other	997,329	1,317,168
Total current liabilities	4,846,507	3,787,663
Non-current liabilities		
Long-term borrowings	8,450	-
Provision for retirement benefits	142,565	127,304
Asset retirement obligations	980,073	976,479
Other	282,878	299,473
Total non-current liabilities	1,413,967	1,403,257
Total liabilities	6,260,474	5,190,921

(Thousands of yen)

	As of March 31, 2026	As of June 30, 2026
Net assets		
Shareholders' equity		
Share capital	4,988,077	4,988,077
Capital surplus		
Legal capital surplus	3,351,532	968,071
Other capital surplus	-	2,383,460
Total capital surplus	3,351,532	3,351,532
Retained earnings		
Other retained earnings		
Retained earnings brought forward	1,155,462	1,140,084
Total retained earnings	1,155,462	1,140,084
Treasury shares	(2,380,515)	(2,380,515)
Total shareholders' equity	7,114,555	7,099,177
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	22,481	23,667
Total valuation and translation adjustments	22,481	23,667
Share acquisition rights	52,436	58,723
Total net assets	7,189,473	7,181,568
Total liabilities and net assets	13,449,948	12,372,489

Quarterly Non-consolidated Statement of Income
For the Three-Month Period

(Thousands of yen)

	For the three months ended June 30, 2025	For the three months ended June 30, 2026
Net sales	6,909,743	7,588,002
Cost of sales	2,103,676	2,401,921
Gross profit	4,806,066	5,186,080
Selling, general and administrative expenses	4,540,193	4,861,219
Operating profit	265,873	324,860
Non-operating income		
Interest income	246	304
Rental income from non-current assets	28,438	26,905
Other	10,702	11,137
Total non-operating income	39,387	38,346
Non-operating expenses		
Interest expenses	3,431	2,079
Rental expenses on non-current assets	24,290	25,317
Other	9,837	5,578
Total non-operating expenses	37,559	32,975
Ordinary profit	267,700	330,231
Extraordinary income		
Gain on sale of non-current assets	300	-
Total extraordinary income	300	-
Extraordinary losses		
Loss on abandonment of non-current assets	15,196	19,597
Impairment losses	-	10,432
Other	3,050	-
Total extraordinary losses	18,246	30,030
Profit before income taxes	249,754	300,201
Income taxes - current	34,030	37,952
Income taxes - deferred	80,837	86,509
Total income taxes	114,867	124,461
Profit	134,886	175,740