SQUARE ENIX

Consolidated Financial Results
for the Three-Month Period Ended June 30, 2026 (Japan GAAP)

August 10, 2026

Company name: SQUARE ENIX HOLDINGS CO., LTD.
Shares traded: Tokyo Stock Exchange, Prime Market
Company code: 9684
Company URL: https://www.hd.square-enix.com/eng
Representative: Takashi Kiryu, President and Representative Director
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Tel: (03) 5292-8000
Cash dividend payment commencement: —
Supplementary quarterly materials prepared: Yes
Quarterly results presentation held: Yes (for institutional investors and analysts)

(Amounts under one million yen are rounded down)

1. Consolidated Financial Results (April 1, 2026 through June 30, 2026)

(1) Consolidated Financial Results

(Millions of yen and year-on-year changes in percents)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
Three months ended		%		%		%		%
June 30, 2026	78,423	32.3	17,008	88.6	18,766	172.4	13,244	175.7
June 30, 2025	59,275	(15.2)	9,018	(16.8)	6,889	(55.0)	4,804	(54.8)

Note: Three months ended June 30, 2026 Comprehensive income: 14,369 million yen [215.7%]
Three months ended June 30, 2025 Comprehensive income: 4,552 million yen [(58.3%)]

	Earnings per share, basic	Earnings per share, diluted
Three months ended	yen	yen
June 30, 2026	36.73	36.71
June 30, 2025	13.33	13.32

Note: The Company conducted a three-for-one stock split of its common stock, with a record date of September 30, 2025 and an effective date of October 1, 2025. The above figures for basic earnings per share and diluted earnings per share are calculated based on the assumption that the stock split was conducted at the beginning of the fiscal year ended March 31, 2026.

(2) Consolidated Financial Position

(Millions of yen, ratios in percents and per share data)

	Total assets	Net assets	Equity ratio
As of			%
June 30, 2026	430,751	354,714	82.2
March 31, 2026	438,018	349,224	79.6

Note: Total equity As of June 30, 2026: 354,095 million yen
As of March 31, 2026: 348,583 million yen

2. Dividends

	Dividends per share				
	1Q	2Q	3Q	4Q	Total
	yen	yen	yen	yen	yen
Fiscal year ended March 31, 2026	—	54.00	—	25.00	—
Fiscal year ending March 31, 2027	—				
Fiscal year ending March 31, 2027 (projection)		18.00	—	25.00	43.00

(Note) 1 No change in Dividend projection from previous announcement.

2 The Company conducted a stock split at a ratio of three shares for one share of common stock, with the record date of September 30, 2025 and the effective date of October 1, 2025. The second-quarter dividend per share for the fiscal year ended March 2026 as above is the actual figure presented before the stock split. The total annual dividend per share for the fiscal year ended March 2026 is not presented due to the stock split, because the interim dividend and the year-end dividend cannot be simply totaled. Note that the second-quarter dividend per share and the total annual dividend per share for the fiscal year ended March 2026 after considering the stock split are 18.00 yen and 43.00 yen, respectively.

3. Consolidated Forecasts (April 1, 2026 to March 31, 2027)

(Millions of yen, year-on-year changes in percents and per share data)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Earnings per share, basic
		%		%		%		%	yen
Fiscal year ending March 31, 2027	298,000	0.1	49,000	△10.5	49,000	△24.0	31,000	4.7	85.99

(Note) 1 No change in Consolidated forecasts from previous announcement.

2 The Company refrains at this time from disclosing consolidated financial forecasts for the six-month period ending September 30, 2026. For details, please refer to page 4 “1. Consolidated Results for the Three-Month Period Ended June 30, 2026 (3) Qualitative information on consolidated business forecasts.”

Notes

(1) Significant changes among major subsidiaries during the period: None

(2) Adoption of special accounting treatment for quarterly consolidated financial statements: None

(3) Changes in accounting policies, procedures, and methods of presentation for consolidated financial statements

1. Changes in accounting policies due to revisions to accounting standards: None
2. Changes other than 1. : None
3. Changes in accounting estimates: None
4. Retrospective restatement: None

(4) Outstanding shares (common stock)

1. Number of shares issued and outstanding (including treasury stock):

As of June 30, 2026	367,594,788
As of March 31, 2026	367,594,788

2. Number of treasury stock:

As of June 30, 2026	6,919,254
As of March 31, 2026	6,975,951

3. Average number of shares during the period (cumulative):

Three-month period ended June 30, 2026	360,639,856
Three-month period ended June 30, 2025	360,378,717

(Note) The company conducted a stock split at a ratio of three shares for one share of common stock, with the record date of September 30, 2025 and the effective date of October 1, 2025. The above figures for outstanding shares (common stock) are calculated based on the assumption that the stock split was conducted at the beginning of the fiscal year ended March 31, 2026.

* Review of the quarterly consolidated financial statements by certified public accountants or an audit firm: None

* Proper use of earnings forecasts, and other special matters

(Cautionary statements with respect to forward-looking statements)

The forward-looking statements in this document are based upon the information currently available and necessarily include elements that are not entirely predictable. The achievement is not promised. Actual results may differ from the forward-looking statements in this document. For additional information about forecasts, please refer to “1. Consolidated Results for the Three-Month Period Ended June 30, 2026 (3) Qualitative information on consolidated business forecasts” section on page 4 of Supplemental Information.

(Access to supplemental material for the consolidated financial results)

The Company posted the supplemental material for the consolidated financial results for the Three-Month ended June 30, 2026, on the Company’s website on August 10, 2026

Supplemental Information ー Index

1. Consolidated Results for the Three-Month Period Ended June 30, 2026

(1) Analysis of consolidated business results

The Square Enix group (the “Group”) is continuing determined efforts to strengthen the competitiveness and profitability of its Digital Entertainment, Amusement, Publication and Merchandising business segments.
Net sales for the three-month period ended June 30, 2026 totaled ¥78,423 million (an increase of 32.3% from the same period of the prior fiscal year), operating income amounted to ¥17,008 million (an increase of 88.6% from the same period of the prior fiscal year), ordinary income amounted to ¥18,766 million (an increase of 172.4% from the same period of the prior fiscal year), and profit attributable to owners of parent amounted to ¥13,244 million (an increase of 175.7% from the same period of the prior fiscal year).

A discussion of results by segment for the three-month period ended June 30, 2026 follows.

● Digital Entertainment

The Digital Entertainment segment consists of planning, development, distribution, and operation of digital entertainment content primarily in the form of games. Digital entertainment content is offered to meet customer lifestyles across a variety of usage environments such as consumer game consoles (including handheld game machines), personal computers, and smart devices.
In the HD (High-Definition) Game sub-segment, consolidated net sales and operating income for the three-month period ended June 30, 2026 increased compared with the same period of the previous fiscal year, driven by solid performance from new titles including “FINAL FANTASY VII REBIRTH” for Nintendo Switch™ 2, Xbox Series X|S, and Windows, and “The Adventures of Elliot: The Millennium Tales,” as well as growth in sales of catalog titles.
In the MMO (Massively Multiplayer Online) Game sub-segment, net sales increased compared with the same period of the previous fiscal year, reflecting improved user activity following the announcement of the latest expansion pack for “FINAL FANTASY XIV,” while profits increased slightly due to the advance recognition of expenses related to its planned release in early 2027.
In the Games for Smart Devices/PC Browser sub-segment, net sales and profits increased compared with the same period of the previous fiscal year, mainly due to contributions from “DISSIDIA DUELUM FINAL FANTASY” and “DRAGON QUEST Smash/Grow.”
Net sales and operating income in the Digital Entertainment segment totaled ¥49,960 million (an increase of 51.8% from the same period of the prior fiscal year), and ¥15,583 million (an increase of 91.8% from the same period of the prior fiscal year), respectively.

● Amusement

The Amusement segment consists of the operation of amusement facilities, as well as of the planning, development, and distribution of arcade game machines and related products for amusement facilities.
Net sales and operating income for the three-month period ended June 30, 2026 increased compared with the same period of the previous fiscal year due to year-on-year increases in same-store sales and sales of prize items to amusement facilities.
Net sales and operating income in the Amusement segment totaled ¥17,088 million (an increase of 3.8% from the same period of the prior fiscal year), and ¥1,913 million (an increase of 7.8% from the same period of the prior fiscal year), respectively.

● Publication

The Publication segment consists of publication and licensing of comic magazines, comic books, and game-related books.

Net sales and operating income for the three-month period ended June 30, 2026 increased compared with the same period of the previous fiscal year due to higher sales of comic books.

Net sales and operating income in the Publication segment totaled ¥7,261 million (an increase of 11.0% from the same period of the prior fiscal year) and ¥2,509 million (an increase of 17.7% from the same period of the prior fiscal year), respectively.

● Merchandising

The Merchandising segment consists of planning, production, distribution, and licensing of derivative products of IPs owned by the Group.

Net sales and operating income for the three-month period ended June 30, 2026 increased compared with the same period of the previous fiscal year partly due to higher sales of new merchandise featuring key characters from the Group's IP portfolio.

Net sales and operating income in the Merchandising segment totaled ¥4,611 million (an increase of 22.3% from the same period of the prior fiscal year), and ¥1,559 million (an increase of 28.7% from the same period of the prior fiscal year), respectively.

(2) Analysis of consolidated financial position

● Assets

As of June 30, 2026, total current assets were ¥363,332 million, a decrease of ¥5,061 million compared to March 31, 2026. This was mainly due to a decrease in cash and deposits of ¥16,362 million, while notes and accounts receivable - trade increased by ¥5,330 million and content production account increased by ¥4,110 million. As of June 30, 2026, total non-current assets were ¥67,418 million, a decrease of ¥2,205 million compared to March 31, 2026.

As a result, total assets were ¥430,751 million, a decrease of ¥7,267 million compared to March 31, 2026.

● Liabilities

As of June 30, 2026, total current liabilities were ¥61,541 million, a decrease of ¥13,188 million compared to March 31, 2026. This was mainly due to decreases in income taxes payable of ¥12,101 million and provision for bonuses of ¥3,540 million, while notes and accounts payable - trade increased by ¥2,099 million. As of June 30, 2026, total non-current liabilities were ¥14,495 million, an increase of ¥431 million compared to March 31, 2026.

As a result, total liabilities were ¥76,036 million, a decrease of ¥12,757 million compared to March 31, 2026.

● Net assets

As of June 30, 2026, net assets were ¥354,714 million, an increase of ¥5,489 million compared to March 31, 2026. This was mainly owing to profit attributable to owners of parent of ¥13,244 million and dividend payments of ¥9,015 million.

As a result, the consolidated equity ratio stood at 82.2% (79.6% as of March 31, 2026).

(3) Qualitative information on consolidated business forecasts

There are no changes to consolidated full-year forecasts for the fiscal year ending March 31, 2027 as announced on May 14, 2026.

2. Consolidated Financial Statements for the Three-Month Period Ended June 30, 2026

(1) Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2026	As of June 30, 2026
Assets		
Current assets		
Cash and deposits	276,054	259,691
Notes and accounts receivable - trade	30,482	35,812
Merchandise and finished goods	5,924	6,570
Work in process	—	1
Raw materials and supplies	519	902
Content production account	46,258	50,368
Other	9,423	10,227
Allowance for doubtful accounts	(267)	(241)
Total current assets	368,393	363,332
Non-current assets		
Property, plant and equipment	27,409	26,884
Intangible assets	4,256	4,106
Investments and other assets	37,958	36,427
Total non-current assets	69,624	67,418
Total assets	438,018	430,751

(Millions of yen)

	As of March 31, 2026	As of June 30, 2026
Liabilities		
Current liabilities		
Notes and accounts payable-trade	17,192	19,291
Income taxes payable	16,128	4,026
Provision for bonuses	5,357	1,816
Provision for office relocation	310	284
Refund liabilities	2,132	2,068
Asset retirement obligations	459	457
Other	33,150	33,595
Total current liabilities	74,730	61,541
Non-current liabilities		
Net defined benefit liability	4,417	4,486
Asset retirement obligations	5,642	5,745
Provision for loss on litigation	60	—
Other	3,943	4,262
Total non-current liabilities	14,063	14,495
Total liabilities	88,793	76,036
Net assets		
Shareholders' equity		
Capital stock	24,039	24,039
Capital surplus	55,213	55,334
Retained earnings	283,430	287,659
Treasury stock	(7,130)	(7,072)
Total shareholders' equity	355,553	359,962
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	(11)	(92)
Foreign currency translation adjustment	(8,068)	(6,776)
Remeasurements of defined benefit plans	1,110	1,002
Total accumulated other comprehensive income	(6,969)	(5,866)
Subscription rights to shares	293	249
Non-controlling interests	346	369
Total net assets	349,224	354,714
Total liabilities and net assets	438,018	430,751

(2) Consolidated Income Statement and Consolidated Statement of Comprehensive Income

Consolidated Income Statement

(Millions of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Net sales	59,275	78,423
Cost of sales	25,823	34,267
Gross profit	33,451	44,156
Selling, general and administrative expenses	24,433	27,147
Operating income	9,018	17,008
Non-operating income		
Interest income	318	706
Dividend income	0	184
Foreign exchange gains	—	766
Miscellaneous income	37	125
Total non-operating income	356	1,782
Non-operating expenses		
Interest expenses	15	5
Foreign exchange losses	2,147	—
Loss on valuation of crypto assets	15	13
Office transfer related expenses	108	—
Miscellaneous loss	197	5
Total non-operating expenses	2,484	23
Ordinary income	6,889	18,766
Extraordinary income		
Reversal of provision for loss on litigation	—	60
Gain on reversal of subscription rights to shares	22	42
Gain on sales of non-current assets	—	0
Total extraordinary income	22	103
Extraordinary losses		
Loss on sale of non-current assets	51	0
Loss on retirement of non-current assets	40	14
Loss on liquidation of subsidiaries and associates	17	—
Total extraordinary losses	109	14
Profit before income taxes	6,802	18,856
Income taxes-current	753	4,029
Income taxes-deferred	1,237	1,571
Total income taxes	1,991	5,601
Profit	4,811	13,254
Profit attributable to non-controlling interests	7	10
Profit attributable to owners of parent	4,804	13,244

Consolidated Statement of Comprehensive Income

(Millions of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Profit	4,811	13,254
Other comprehensive income		
Valuation difference on available-for-sale securities	319	(81)
Foreign currency translation adjustment	(485)	1,303
Remeasurements of defined benefit plans	(93)	(107)
Total other comprehensive income	(259)	1,114
Comprehensive income	4,552	14,369
(Breakdown)		
Comprehensive income attributable to owners of parent	4,560	14,347
Comprehensive income attributable to non-controlling interests	(8)	22

(3) Notes to Consolidated Financial Statements

(Note regarding going concern assumptions)

None

(Material changes in shareholders' equity)

None

(Notes on the Quarterly Consolidated Statement of Cash Flows)

There is no Quarterly Consolidated Statement of Cash Flows for the three months ended June 30, 2026. Depreciation (including amortization of intangible assets) for the three months ended June 30, 2026 is as follows:

	Three months ended June 30, 2025	Three months ended June 30, 2026
Depreciation	1,967 million yen	2,085 million yen

(Segment information)

I. Outline of reporting segments for the three months ended June 30, 2025

Information on sales and income or loss and disaggregated revenue disclosures by reporting segment

(Millions of yen)

	Reporting Segments					Adjustment (Note 1)	Consolidated total (Note 2)
	Digital Entertainment	Amusement	Publication	Merchandising	Total		
Sales and operating income							
Net sales							
Domestic	18,674	15,209	5,920	1,888	41,692	—	41,692
Overseas	14,235	1,050	623	1,664	17,574	—	17,574
Revenue from contracts with customers	32,910	16,260	6,543	3,552	59,267	—	59,267
Other revenue	8	—	—	—	8	—	8
Sales to external customers	32,918	16,260	6,543	3,552	59,275	—	59,275
Intersegment sales	0	201	0	219	420	(420)	—
Total	32,918	16,461	6,544	3,771	59,696	(420)	59,275
Segment operating income	8,126	1,775	2,131	1,211	13,244	(4,225)	9,018

Notes: 1. Segment adjustments (¥4,225) million include unallocated corporate operating expenses (¥4,235) million.
2. Segment operating income is adjusted in operating income on the consolidated income statement.
3. Disaggregated revenue disclosures are distinguished between Domestic and Overseas.

II. Outline of reporting segments for the three months ended June 30, 2026

Information on sales and income or loss and disaggregated revenue disclosures by reporting segment

(Millions of yen)

	Reporting Segments					Adjustment (Note 1)	Consolidated total (Note 2)
	Digital Entertainment	Amusement	Publication	Merchandising	Total		
Sales and operating income							
Net sales							
Domestic	26,413	16,239	6,172	2,426	51,252	—	51,252
Overseas	23,547	796	1,040	1,787	27,171	—	27,171
Revenue from contracts with customers	49,960	17,036	7,212	4,213	78,423	—	78,423
Other revenue	0	—	—	—	0	—	0
Sales to external customers	49,960	17,036	7,212	4,213	78,423	—	78,423
Intersegment sales	0	51	48	397	498	(498)	—
Total	49,960	17,088	7,261	4,611	78,921	(498)	78,423
Segment operating income	15,583	1,913	2,509	1,559	21,566	(4,557)	17,008

Notes: 1. Segment adjustments (¥4,557) million include unallocated corporate operating expenses (¥4,566) million.
2. Segment operating income is adjusted in operating income on the consolidated income statement.
3. Disaggregated revenue disclosures are distinguished between Domestic and Overseas.