

May 12, 2026

Summary of Consolidated Financial Results for the Fiscal Year Ended March 31, 2026 (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/>
 Representative: Yutaka Yamamoto, Representative Director and President
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 Telephone: +81-3-3590-4011
 Scheduled date of annual general meeting of shareholders: June 25, 2026
 Scheduled date to commence dividend payments: June 26, 2026
 Scheduled date to file annual securities report: June 23, 2026
 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 fiscal year ended March 31, 2026 (from April 1, 2025 to March 31, 2026)

(1) Consolidated operating results

(Percentages indicate year-on-year changes.)

Fiscal year ended	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2026	37,658	7.4	3,960	11.6	3,968	10.2	2,487	6.3
March 31, 2025	35,069	6.7	3,549	22.8	3,600	22.0	2,338	9.7

Note: Comprehensive income For the fiscal year ended March 31, 2026: ¥2,487 million [5.0%]
 For the fiscal year ended March 31, 2025: ¥2,368 million [7.9%]

Fiscal year ended	Basic earnings per share	Diluted earnings per share	Return on equity	Ratio of ordinary profit to total assets	Ratio of operating profit to net sales
	Yen	Yen	%	%	%
March 31, 2026	134.61	-	15.7	15.7	10.5
March 31, 2025	127.05	-	15.9	15.1	10.1

(2) Consolidated financial position

As of	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
March 31, 2026	26,197	16,557	63.2	896.32
March 31, 2025	24,485	15,184	62.0	821.67

Reference: Equity
 As of March 31, 2026: ¥16,557 million
 As of March 31, 2025: ¥15,184 million

(3) Consolidated cash flows

Fiscal year ended	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2026	4,202	(422)	(1,317)	9,644
March 31, 2025	3,886	(1,342)	(2,123)	7,166

2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Fiscal year ended March 31, 2025	-	15.00	-	40.00	55.00	1,017	43.3	7.0
Fiscal year ended March 31, 2026	-	20.00	-	35.00	55.00	1,021	40.9	6.4
Fiscal year ending March 31, 2027 (Forecast)	-	30.00	-	45.00	75.00		50.3	

Note: Breakdown of year-end dividend for the fiscal year ended March 31, 2025: ordinary dividend of ¥30.00: commemorative dividend of ¥10.00.

3. Forecast of consolidated financial results 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 attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2026	19,775	8.2	1,867	12.0	1,887	12.5	1,135	7.2	61.47
Fiscal year ending March 31, 2027	40,520	7.6	4,239	7.0	4,274	7.7	2,752	10.7	149.00

* Notes

- (1) Significant changes in the scope of consolidation during the period: 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 March 31, 2026	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 March 31, 2026	539,505 shares
As of March 31, 2025	532,105 shares

(iii) Average number of shares outstanding during the period

Fiscal year ended March 31, 2026	18,476,367 shares
Fiscal year ended March 31, 2025	18,409,942 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 March 31, 2026 and 92,829 shares as of March 31, 2025).

* Financial results reports are exempt from audit 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.

Consolidated balance sheet

(Thousands of yen)

	As of March 31, 2025	As of March 31, 2026
Assets		
Current assets		
Cash and deposits	8,091,237	10,591,863
Trade accounts receivable	2,123,469	2,248,965
Securities	30,586	-
Merchandise and finished goods	137,368	128,975
Raw materials and supplies	77,177	71,524
Prepaid expenses	718,631	721,825
Other	78,085	60,048
Allowance for doubtful accounts	(4,583)	(6,005)
Total current assets	11,251,972	13,817,198
Non-current assets		
Property, plant and equipment		
Buildings and structures	9,459,117	9,077,253
Accumulated depreciation	(5,465,608)	(5,746,911)
Buildings and structures, net	3,993,509	3,330,341
Land	1,098,446	846,324
Leased assets	1,125,204	914,912
Accumulated depreciation	(651,016)	(453,180)
Leased assets, net	474,188	461,732
Construction in progress	719	1,737
Other	1,396,496	1,542,691
Accumulated depreciation	(1,059,808)	(1,204,942)
Other, net	336,688	337,748
Total property, plant and equipment	5,903,552	4,977,884
Intangible assets		
Software	846,254	879,180
Software in progress	136,773	126,623
Goodwill	751,049	571,481
Other	37,189	35,787
Total intangible assets	1,771,267	1,613,071
Investments and other assets		
Investment securities	669,317	647,578
Deferred tax assets	1,037,273	1,358,754
Guarantee deposits	3,393,177	3,466,949
Long-term prepaid expenses	448,288	305,162
Other	21,993	21,384
Allowance for doubtful accounts	(11,777)	(10,105)
Total investments and other assets	5,558,272	5,789,723
Total non-current assets	13,233,092	12,380,679
Total assets	24,485,065	26,197,878

	As of March 31, 2025	As of March 31, 2026
Liabilities		
Current liabilities		
Notes and accounts payable - trade	365,791	302,795
Accounts payable - other	868,173	992,364
Accrued expenses	1,155,398	1,211,390
Lease liabilities	181,025	174,370
Income taxes payable	962,722	896,816
Accrued consumption taxes	428,489	473,977
Advances received	889,873	919,587
Provision for bonuses	714,304	757,677
Provision for bonuses for directors (and other officers)	22,802	20,848
Provision for share awards for directors (and other officers)	-	79,124
Provision for share awards for employees	-	39,024
Provision for shareholder benefit program	127,451	129,090
Asset retirement obligations	2,547	-
Other	59,439	23,605
Total current liabilities	5,778,016	6,020,673
Non-current liabilities		
Lease liabilities	301,656	351,178
Retirement benefit liability	1,129,976	1,195,656
Asset retirement obligations	2,004,319	2,043,714
Provision for share awards for directors (and other officers)	44,166	-
Provision for share awards for employees	20,759	-
Other	21,482	29,029
Total non-current liabilities	3,522,359	3,619,579
Total liabilities	9,300,376	9,640,253
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	13,067,526
Treasury shares	(791,246)	(791,246)
Total shareholders' equity	15,013,504	16,386,204
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	142,880	128,019
Foreign currency translation adjustment	45,423	71,134
Remeasurements of defined benefit plans	(17,119)	(27,733)
Total accumulated other comprehensive income	171,184	171,420
Non-controlling interests	-	-
Total net assets	15,184,688	16,557,625
Total liabilities and net assets	24,485,065	26,197,878

Consolidated statement of income

(Thousands of yen)

	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026
Net sales	35,069,991	37,658,867
Cost of sales	24,153,478	25,465,778
Gross profit	10,916,513	12,193,089
Selling, general and administrative expenses	7,367,168	8,232,913
Operating profit	3,549,344	3,960,175
Non-operating income		
Interest income	8,857	23,548
Dividend income	26,281	22,467
Insurance claim income	1,127	1,778
Rental income from real estate	13,131	13,511
Settlement income	30,000	2,982
Other	22,135	14,279
Total non-operating income	101,532	78,568
Non-operating expenses		
Interest expenses	8,808	10,250
Commission for purchase of treasury shares	10,529	-
Loss on retirement of non-current assets	23,958	45,053
Loss on extinguishment of share-based payment expenses	-	12,655
Other	6,918	2,411
Total non-operating expenses	50,214	70,371
Ordinary profit	3,600,662	3,968,373
Extraordinary income		
Gain on sale of non-current assets	-	225,236
Total extraordinary income	-	225,236
Extraordinary losses		
Impairment losses	-	594,560
Total extraordinary losses	-	594,560
Profit before income taxes	3,600,662	3,599,048
Income taxes - current	1,350,158	1,422,447
Income taxes - deferred	(88,409)	(310,415)
Total income taxes	1,261,748	1,112,032
Profit	2,338,913	2,487,016
Profit attributable to		
Profit attributable to owners of parent	2,338,913	2,487,016
Profit attributable to non-controlling interests	-	-
Other comprehensive income		
Valuation difference on available-for-sale securities	18,550	(14,861)
Foreign currency translation adjustment	(5,652)	25,710
Remeasurements of defined benefit plans, net of tax	16,340	(10,613)
Total other comprehensive income	29,238	236
Comprehensive income	2,368,152	2,487,253
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,368,152	2,487,253
Comprehensive income attributable to non-controlling interests	-	-

Consolidated statement of changes in equity

Fiscal year ended March 31, 2025

(Thousands of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	2,014,172	2,019,962	10,201,239	(113,426)	14,121,947
Changes during period					
Dividends of surplus			(845,326)		(845,326)
Profit attributable to owners of parent			2,338,913		2,338,913
Purchase of treasury shares				(1,052,908)	(1,052,908)
Disposal of treasury shares		75,790		375,087	450,877
Net changes in items other than shareholders' equity					
Total changes during period	-	75,790	1,493,586	(677,820)	891,556
Balance at end of period	2,014,172	2,095,752	11,694,826	(791,246)	15,013,504

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	124,330	51,075	(33,460)	141,945	-	14,263,893
Changes during period						
Dividends of surplus						(845,326)
Profit attributable to owners of parent						2,338,913
Purchase of treasury shares						(1,052,908)
Disposal of treasury shares						450,877
Net changes in items other than shareholders' equity	18,550	(5,652)	16,340	29,238	-	29,238
Total changes during period	18,550	(5,652)	16,340	29,238	-	920,795
Balance at end of period	142,880	45,423	(17,119)	171,184	-	15,184,688

Consolidated statement of changes in equity

Fiscal year ended March 31, 2026

(Thousands of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	2,014,172	2,095,752	11,694,826	(791,246)	15,013,504
Changes during period					
Dividends of surplus			(1,114,316)		(1,114,316)
Profit attributable to owners of parent			2,487,016		2,487,016
Purchase of treasury shares					
Disposal of treasury shares					
Net changes in items other than shareholders' equity					
Total changes during period	-	-	1,372,700	-	1,372,700
Balance at end of period	2,014,172	2,095,752	13,067,526	(791,246)	16,386,204

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	142,880	45,423	(17,119)	171,184	-	15,184,688
Changes during period						
Dividends of surplus						(1,114,316)
Profit attributable to owners of parent						2,487,016
Purchase of treasury shares						
Disposal of treasury shares						
Net changes in items other than shareholders' equity	(14,861)	25,710	(10,613)	236	-	236
Total changes during period	(14,861)	25,710	(10,613)	236	-	1,372,936
Balance at end of period	128,019	71,134	(27,733)	171,420	-	16,557,625

Consolidated statement of cash flows

(Thousands of yen)

	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026
Cash flows from operating activities		
Profit before income taxes	3,600,662	3,599,048
Depreciation	1,152,305	1,168,217
Amortization of goodwill	189,277	181,608
Impairment losses	-	594,560
Increase (decrease) in allowance for doubtful accounts	3,085	(250)
Gain on sale of non-current assets	-	(225,236)
Increase (decrease) in provision for bonuses	105,079	43,373
Increase (decrease) in retirement benefit liability	9,342	47,968
Increase (decrease) in provision for share awards for directors (and other officers)	29,444	34,958
Increase (decrease) in provision for share awards for employees	12,058	18,265
Increase (decrease) in provision for shareholder benefit program	22,736	1,639
Increase (decrease) in provision for bonuses for directors (and other officers)	4,399	(1,954)
Interest and dividend income	(35,138)	(46,016)
Interest expenses	8,808	10,250
Loss (gain) on disposal of non-current assets	23,958	45,053
Settlement income	(30,000)	(2,982)
Decrease (increase) in trade receivables	(138,681)	(124,915)
Decrease (increase) in inventories	(3,269)	14,195
Increase (decrease) in trade payables	6,514	(62,995)
Increase (decrease) in advances received	69,150	27,939
Increase (decrease) in accrued consumption taxes	94,161	45,007
Amortization of unrecognized items	1,772	2,213
Decrease (increase) in other assets	(123,881)	149,412
Increase (decrease) in other liabilities	(120,591)	12,920
Subtotal	4,881,192	5,532,282
Interest and dividends received	34,657	45,383
Interest paid	(8,751)	(9,401)
Settlement received	7,000	2,982
Income taxes paid	(1,027,803)	(1,368,583)
Net cash provided by (used in) operating activities	3,886,295	4,202,662

	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026
Cash flows from investing activities		
Purchase of securities	(30,586)	-
Purchase of property, plant and equipment	(635,803)	(599,775)
Payments for asset retirement obligations	(31,494)	(15,713)
Purchase of intangible assets	(449,256)	(445,373)
Payments of guarantee deposits	(200,443)	(85,444)
Proceeds from sale of property, plant and equipment	-	698,516
Proceeds from refund of guarantee deposits	18,948	12,372
Decrease (increase) in time deposits	(6,182)	(11,302)
Other, net	(7,753)	24,298
Net cash provided by (used in) investing activities	(1,342,571)	(422,421)
Cash flows from financing activities		
Repayments of lease liabilities	(226,485)	(204,152)
Purchase of treasury shares	(1,052,908)	-
Proceeds from disposal of treasury shares	241	-
Dividends paid	(844,415)	(1,113,231)
Net cash provided by (used in) financing activities	(2,123,567)	(1,317,383)
Effect of exchange rate change on cash and cash equivalents	(172)	14,775
Net increase (decrease) in cash and cash equivalents	419,984	2,477,632
Cash and cash equivalents at beginning of period	6,746,976	7,166,960
Cash and cash equivalents at end of period	7,166,960	9,644,593

(Notes on segment information, etc.)

Segment Information

Since the Group is a single segment of the "Education-related Business," the description is omitted.