

Translation

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Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2024 (Based on Japanese GAAP)

January 31, 2025

Company name: WASEDA ACADEMY CO.,LTD.
 Stock exchange listing: Tokyo
 Stock code: 4718 URL <https://www.waseda-ac.co.jp/corp/ir/>
 Representative: Representative Director and President Yutaka Yamamoto
 Executive Officer, General Manager of
 Inquiries: Administration Division and General Toshihiko Seki TEL 03-3590-4011
 Manager of General Affairs Department
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on financial results: No
 Holding of financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the nine months ended December 31, 2024 (from April 1, 2024 to December 31, 2024)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Nine months ended December 31, 2024	25,618	6.7	2,385	18.9	2,403	17.4	1,496	6.3
Nine months ended December 31, 2023	24,019	7.3	2,005	22.1	2,047	22.7	1,408	36.0

	Earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2024	81.10	–
Nine months ended December 31, 2023	74.49	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2024	23,989	13,909	58.0
As of March 31, 2024	23,057	14,263	61.9

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2024	–	10.00	–	30.00	40.00
Year ending March 31, 2025	–	15.00	–		
Year ending March 31, 2025 (Forecast)				40.00	55.00

3. Forecast of consolidated financial results for the year ending March 31, 2025 (from April 1, 2024 to March 31, 2025)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	34,741	5.7	2,966	2.7	3,003	1.8	1,927	(9.6)	104.76

4. Notes

- (1) Significant changes in the scope of consolidation during the nine months ended December 31, 2024: No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: No
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
- Changes in accounting policies due to revisions to accounting standards and other regulations: No
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: No
- Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

Total number of issued shares at the end of the period (including treasury shares)

As of December 31, 2024	19,012,452 shares	As of March 31, 2024	19,012,452 shares
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Number of treasury shares at the end of the period

As of December 31, 2024	774,994 shares	As of March 31, 2024	93,149 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2024	18,453,135 shares	Nine months ended December 31, 2023	18,905,820 shares
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Quarterly consolidated financial statements

Consolidated balance sheets

(Thousands of yen)

	As of March 31, 2024	As of December 31, 2024
Assets		
Current assets		
Cash and deposits	7,666,242	6,740,414
Trade accounts receivable	1,984,867	3,247,788
Securities	—	30,148
Merchandise and finished goods	141,520	374,019
Raw materials and supplies	69,772	94,393
Prepaid expenses	507,183	597,610
Other	31,578	63,096
Allowance for doubtful accounts	(3,775)	(3,338)
Total current assets	10,397,390	11,144,131
Non-current assets		
Property, plant and equipment		
Buildings and structures	9,026,554	9,402,131
Accumulated depreciation	(5,152,769)	(5,353,722)
Buildings and structures, net	3,873,785	4,048,409
Land	1,098,446	1,098,446
Leased assets	1,167,078	1,143,457
Accumulated depreciation	(653,628)	(628,271)
Leased assets, net	513,449	515,185
Other	1,359,179	1,391,811
Accumulated depreciation	(889,770)	(1,011,161)
Other, net	469,408	380,650
Total property, plant and equipment	5,955,090	6,042,691
Intangible assets		
Software	688,545	798,182
Software in progress	100,610	109,988
Goodwill	932,725	796,726
Other	38,592	37,540
Total intangible assets	1,760,473	1,742,438
Investments and other assets		
Investment securities	640,127	686,742
Deferred tax assets	962,906	835,283
Guarantee deposits	3,211,754	3,350,787
Other	139,638	196,492
Allowance for doubtful accounts	(9,500)	(9,100)
Total investments and other assets	4,944,927	5,060,205
Total non-current assets	12,660,491	12,845,336
Total assets	23,057,882	23,989,468

(Thousands of yen)

	As of March 31, 2024	As of December 31, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	359,276	750,958
Accounts payable - other	1,111,421	863,348
Accrued expenses	1,095,474	1,232,237
Lease liabilities	203,358	198,804
Income taxes payable	625,736	360,475
Accrued consumption taxes	334,357	431,283
Advances received	820,985	2,004,825
Provision for bonuses	609,224	368,927
Provision for bonuses for directors (and other officers)	18,403	—
Provision for shareholder benefit program	104,714	182,756
Asset retirement obligations	43,251	—
Other	46,120	193,086
Total current liabilities	5,372,325	6,586,704
Non-current liabilities		
Lease liabilities	317,498	324,630
Retirement benefit liability	1,142,413	1,129,644
Asset retirement obligations	1,925,414	1,997,935
Provision for share awards for directors (and other officers)	14,722	14,722
Provision for share awards for employees	8,701	8,548
Other	12,913	17,298
Total non-current liabilities	3,421,663	3,492,778
Total liabilities	8,793,989	10,079,483
Net assets		
Shareholders' equity		
Share capital	2,014,172	2,014,172
Capital surplus	2,019,962	2,019,962
Retained earnings	10,201,239	10,852,435
Treasury shares	(113,426)	(1,166,180)
Total shareholders' equity	14,121,947	13,720,388
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	124,330	156,651
Foreign currency translation adjustment	51,075	50,001
Remeasurements of defined benefit plans	(33,460)	(17,056)
Total accumulated other comprehensive income	141,945	189,596
Non-controlling interests	—	—
Total net assets	14,263,893	13,909,985
Total liabilities and net assets	23,057,882	23,989,468

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Net sales	24,019,330	25,618,658
Cost of sales	16,963,870	17,913,072
Gross profit	7,055,460	7,705,585
Selling, general and administrative expenses	5,049,653	5,320,317
Operating profit	2,005,807	2,385,268
Non-operating income		
Interest income	2,548	4,867
Dividend income	19,928	24,624
Rental income from real estate	14,146	12,047
Other	25,156	20,625
Total non-operating income	61,780	62,164
Non-operating expenses		
Interest expenses	6,088	6,629
Commission for purchase of treasury shares	—	10,529
Loss on retirement of non-current assets	10,319	23,958
Other	3,308	2,552
Total non-operating expenses	19,716	43,669
Ordinary profit	2,047,871	2,403,763
Extraordinary losses		
Loss on retirement of non-current assets	1,328	—
Total extraordinary losses	1,328	—
Profit before income taxes	2,046,542	2,403,763
Income taxes - current	473,443	801,164
Income taxes - deferred	164,844	106,076
Total income taxes	638,287	907,240
Profit	1,408,255	1,496,522
Profit attributable to		
Profit attributable to owners of parent	1,408,255	1,496,522
Profit attributable to non-controlling interests	—	—
Other comprehensive income		
Valuation difference on available-for-sale securities	67,282	32,320
Foreign currency translation adjustment	27,609	(1,074)
Remeasurements of defined benefit plans, net of tax	1,397	16,404
Total other comprehensive income	96,289	47,650
Comprehensive income	1,504,545	1,544,173
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,504,545	1,544,173
Comprehensive income attributable to non-controlling interests	—	—