

Translation

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## Summary of Consolidated Financial Results for the Year Ended January 31, 2026 (Based on Japanese GAAP)

March 11, 2026

Company name: Howtelevision, Inc.  
 Stock exchange listing: Tokyo  
 Stock code: 7064 URL <https://howtelevision.co.jp>  
 Representative: President & Representative Director Yosuke Otonari  
 Inquiries: Board of Directors Shintaro Shimizu TEL 03(6427)2862  
 Scheduled date of ordinary general meeting of shareholders: April 30, 2026  
 Scheduled date to file Securities Report: April 28, 2026  
 Scheduled date to commence dividend payments: –  
 Preparation of supplementary material on financial results: Yes  
 Holding of financial results meeting: Yes

(Amounts less than one million yen are rounded down)

### 1. Consolidated financial results for the year ended January 31, 2026 (from February 1, 2025 to January 31, 2026)

#### (1) Consolidated operating results

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	%
Year ended January 31, 2026	2,558	18.1	251	(37.5)	248	(37.9)	96	(60.3)
Year ended January 31, 2025	2,166	–	402	–	400	–	243	–

	Earnings per share	Diluted earnings per share	Profit attributable to owners of parent/equity	Ordinary profit/total assets	Operating profit/net sales
	Yen	Yen	%	%	%
Year ended January 31, 2026	35.51	34.98	7.1	9.8	9.8
Year ended January 31, 2025	89.36	89.32	20.6	18.8	18.6

#### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of January 31, 2026	2,701	1,430	52.3	520.37
As of January 31, 2025	2,354	1,314	55.8	483.00

#### (3) Consolidated cash flows

	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
Year ended January 31, 2026	344	(210)	(217)	1,519
Year ended January 31, 2025	421	(261)	15	1,599

### 2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Dividend payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Year ended January 31, 2025	–	0.00	–	0.00	0.00	–	–	–
Year ended January 31, 2026	–	0.00	–	0.00	0.00	–	–	–
Year ending January 31, 2027 (Forecast)	–	0.00	–	0.00	0.00	–	–	–

3. Forecast of consolidated financial results for the year ending January 31, 2027 (from February 1, 2026 to January 31, 2027)

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	3,100	21.2	50	(80.1)	38	(84.7)	27	(72.0)	9.94

4. Notes

- (1) Significant changes in the scope of consolidation during the year ended January 31, 2026: Yes
- (2) 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: Yes
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: Yes
- Restatement of prior period financial statements: No

(3) Number of issued shares (common shares)

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

As of January 31, 2026	2,720,882 shares	As of January 31, 2025	2,724,710 shares
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Number of treasury shares at the end of the period

As of January 31, 2026	3,397 shares	As of January 31, 2025	3,828 shares
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Average number of shares during the period

Year ended January 31, 2026	2,719,704 shares	Year ended January 31, 2025	2,722,616 shares
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**Consolidated financial statements**  
**Consolidated balance sheets**

(Thousands of yen)

	As of January 31, 2025	As of January 31, 2026
<b>Assets</b>		
Current assets		
Cash and deposits	1,599,927	1,519,770
Accounts receivable - trade	193,727	216,889
Supplies	2,784	8,713
Other	49,378	91,588
Allowance for doubtful accounts	(2,893)	(3,635)
Total current assets	1,842,924	1,833,326
Non-current assets		
Property, plant and equipment		
Buildings	91,601	83,016
Accumulated depreciation	(27,293)	(83,016)
Buildings, net	64,307	–
Tools, furniture and fixtures	51,391	51,606
Accumulated depreciation	(35,416)	(48,878)
Tools, furniture and fixtures, net	15,975	2,727
Construction in progress	–	364,841
Total property, plant and equipment	80,282	367,569
Intangible assets		
Software	129,455	173,651
Goodwill	155,159	70,951
Other	14,939	1,244
Total intangible assets	299,554	245,846
Investments and other assets		
Leasehold deposits	78,970	182,759
Deferred tax assets	43,197	54,632
Other	9,941	17,531
Total investments and other assets	132,109	254,923
Total non-current assets	511,945	868,340
Total assets	2,354,870	2,701,666

(Thousands of yen)

	As of January 31, 2025	As of January 31, 2026
<b>Liabilities</b>		
Current liabilities		
Current portion of long-term borrowings	218,020	173,019
Accounts payable - other	110,941	521,086
Income taxes payable	84,503	41,495
Contract liabilities	128,958	209,692
Other	91,706	99,639
Total current liabilities	634,130	1,044,933
Non-current liabilities		
Long-term borrowings	397,785	225,167
Asset retirement obligations	8,756	–
Other	–	840
Total non-current liabilities	406,541	226,007
Total liabilities	1,040,671	1,270,940
<b>Net assets</b>		
Shareholders' equity		
Share capital	10,110	10,110
Capital surplus	550,704	550,399
Retained earnings	753,688	850,272
Treasury shares	(304)	(92)
Total shareholders' equity	1,314,198	1,410,689
Valuation and translation adjustments		
Foreign currency translation adjustment	–	3,401
Total valuation and translation adjustments	–	3,401
Share acquisition rights	–	16,635
Total net assets	1,314,198	1,430,726
<b>Total liabilities and net assets</b>	<b>2,354,870</b>	<b>2,701,666</b>

**Consolidated statements of income and consolidated statements of comprehensive income**  
**Consolidated statements of income**

(Thousands of yen)

	Fiscal year ended January 31, 2025	Fiscal year ended January 31, 2026
Net sales	2,166,937	2,558,118
Cost of sales	388,235	524,427
Gross profit	1,778,702	2,033,691
Selling, general and administrative expenses	1,376,332	1,782,288
Operating profit	402,369	251,403
Non-operating income		
Interest income	131	2,311
Subsidy income	–	412
Gain on sale of non-current assets	148	–
Miscellaneous income	1,249	91
Other	86	449
Total non-operating income	1,616	3,265
Non-operating expenses		
Interest expenses	3,913	5,680
Provision of allowance for doubtful accounts	–	379
Other	–	170
Total non-operating expenses	3,913	6,231
Ordinary profit	400,071	248,437
Extraordinary losses		
Impairment losses	–	46,970
Loss on sale and retirement of non-current assets	–	14,677
Loss on valuation of investment securities	20,000	–
Total extraordinary losses	20,000	61,647
Profit before income taxes	380,071	186,789
Income taxes - current	144,879	102,069
Income taxes - deferred	(10,848)	(11,435)
Income taxes for prior periods	2,736	(427)
Total income taxes	136,767	90,206
Profit	243,303	96,583
Profit attributable to owners of parent	243,303	96,583

## Consolidated statements of comprehensive income

(Thousands of yen)

	Fiscal year ended January 31, 2025	Fiscal year ended January 31, 2026
Profit	243,303	96,583
Other comprehensive income		
Foreign currency translation adjustment	–	3,401
Total other comprehensive income	–	3,401
Comprehensive income	243,303	99,985
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	243,303	99,985

## Consolidated statements of changes in equity

Fiscal year ended January 31, 2025

(Thousands of yen)

	Shareholders' equity					Total net assets
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity	
Balance at beginning of period	70,610	464,886	510,384	(894)	1,044,987	1,044,987
Changes during period						
Issuance of new shares	13,106	13,106			26,212	26,212
Profit attributable to owners of parent			243,303		243,303	243,303
Purchase of treasury shares				(304)	(304)	(304)
Cancellation of treasury shares		(894)		894	–	–
Capital reduction	(73,606)	73,606			–	–
Net changes in items other than shareholders' equity					–	–
Total changes during period	(60,500)	85,818	243,303	590	269,211	269,211
Balance at end of period	10,110	550,704	753,688	(304)	1,314,198	1,314,198

Fiscal year ended January 31, 2026

(Thousands of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	10,110	550,704	753,688	(304)	1,314,198
Changes during period					
Profit attributable to owners of parent			96,583		96,583
Purchase of treasury shares				(92)	(92)
Cancellation of treasury shares		(304)		304	–
Net changes in items other than shareholders' equity					–
Total changes during period	–	(304)	96,583	211	96,490
Balance at end of period	10,110	550,399	850,272	(92)	1,410,689

	Valuation and translation adjustments		Share acquisition rights	Total net assets
	Foreign currency translation adjustment	Valuation and translation adjustments		
Balance at beginning of period	–	–	–	1,314,198
Changes during period				
Profit attributable to owners of parent				96,583
Purchase of treasury shares				(92)
Cancellation of treasury shares				–
Net changes in items other than shareholders' equity	3,401	3,401	16,635	20,036
Total changes during period	3,401	3,401	16,635	116,527
Balance at end of period	3,401	3,401	16,635	1,430,726

## Consolidated statements of cash flows

(Thousands of yen)

	Fiscal year ended January 31, 2025	Fiscal year ended January 31, 2026
Cash flows from operating activities		
Profit before income taxes	380,071	186,789
Depreciation	91,894	118,348
Impairment losses	–	46,970
Amortization of goodwill	31,031	37,238
Share-based payment expenses	20,232	28,413
Increase (decrease) in allowance for doubtful accounts	1,466	742
Interest income	(131)	(2,311)
Interest expenses	3,913	5,680
Subsidy income	–	(412)
Loss (gain) on sale and retirement of property, plant and equipment	(148)	14,677
Loss (gain) on valuation of investment securities	20,000	–
Decrease (increase) in trade receivables	(92,043)	(23,161)
Decrease (increase) in inventories	1,517	(5,928)
Increase (decrease) in accounts payable - other	41,811	62,416
Increase (decrease) in contract liabilities	51,920	80,733
Other, net	11,443	(49,490)
Subtotal	562,980	500,706
Interest received	131	2,311
Interest paid	(4,110)	(5,590)
Income taxes paid	(137,851)	(153,629)
Income taxes refund	–	427
Subsidies received	–	412
Net cash provided by (used in) operating activities	421,150	344,637
Cash flows from investing activities		
Purchase of property, plant and equipment	–	(17,649)
Proceeds from sale of property, plant and equipment	421	–
Purchase of intangible assets	(100,688)	(88,257)
Payments of leasehold and guarantee deposits	–	(106,964)
Purchase of shares of subsidiaries resulting in change in scope of consolidation	(159,002)	–
Other, net	(2,388)	2,388
Net cash provided by (used in) investing activities	(261,657)	(210,483)
Cash flows from financing activities		
Proceeds from long-term borrowings	200,000	–
Repayments of long-term borrowings	(184,441)	(217,619)
Proceeds from issuance of shares	220	–
Purchase of treasury shares	(304)	(92)
Net cash provided by (used in) financing activities	15,474	(217,711)
Effect of exchange rate change on cash and cash equivalents	–	3,401
Net increase (decrease) in cash and cash equivalents	174,967	(80,156)
Cash and cash equivalents at beginning of period	1,424,959	1,599,927
Cash and cash equivalents at end of period	1,599,927	1,519,770