

February 5, 2026

**SANKYO CO., LTD.**

<https://www.sankyo-fever.co.jp/>

Shares listed: TSE Prime Market

Code number: 6417

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Supplementary materials for the quarterly financial statements: Yes

Presentation to explain for the quarterly financial statements: No

(Figures less than 1 million yen have been omitted.)

**1. Consolidated results for the first nine months of FY2026 (From April 1, 2025, to December 31, 2025)**

(1) Consolidated operating results

(Percentage figures denote year-over-year changes.)

	Net sales		Operating income		Recurring income		Profit attributable to owners of parent
	Millions of yen		Millions of yen		Millions of yen		Millions of yen
1st nine months of FY2026	161,810	5.3%	61,724	(1.2%)	62,977	(0.3%)	45,398 (0.2%)
1st nine months of FY2025	153,700	(9.9%)	62,442	(4.3%)	63,187	(4.1%)	45,508 (5.7%)
(Note) Comprehensive income	1st nine months of FY2026		¥46,122 million [2.4%]		1st nine months of FY2025		¥45,021 million [0.2%]

	Net income per share	Fully diluted net income per share
	Yen	Yen
1st nine months of FY2026	218.32	215.52
1st nine months of FY2025	207.31	204.58

(2) Consolidated financial position

	Total assets	Net assets	Capital adequacy ratio
	Millions of yen	Millions of yen	%
As of December 31, 2025	295,062	248,761	83.8
As of March 31, 2025	336,709	285,004	84.2
(Reference) Shareholders' Equity	As of December 31, 2025 ¥247,282 million		As of March 31, 2025 ¥283,414 million

**2. Dividends**

(Base date)	Cash dividend per share				
	1st quarter	2nd quarter	3rd quarter	Year-end	Full Year
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2025	-	40.00	-	60.00	100.00
Year ended March 31, 2026	-	45.00	-	-	-
Year ended March 31, 2026 (Forecast)	-	-	-	45.00	90.00

(Note) Changes in the projected cash dividends in this quarter : No

**3. Forecast for FY2026 (From April 1, 2025, to March 31, 2026)**

(Percentage figures denote year-over-year changes.)

	Net sales	Operating income	Recurring income	Profit attributable to owners of parent	Net income per share
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Yen
Year ending March 31, 2026	185,000 (3.6%)	63,000 (14.4%)	64,000 (14.2%)	44,000 (18.5%)	214.25

(Note) Changes in the forecasts of consolidated Financial results in this quarter : No

**\* Notes**

(1) Changes for important subsidiaries during the 1st Nine Months of FY2026: Not applicable

(2) Application of peculiar accounting methods: Not applicable

(3) Changes in accounting procedures

a. Related to accounting standard revisions etc.: Not applicable

b. Other changes: Not applicable

c. Changes in accounting estimates: Not applicable

d. Retrospective restatements: Not applicable

(4) Outstanding shares (common shares)

a. No. of shares outstanding (including treasury stock) As of Dec. 31, 2025: 260,000,000 shares As of March 31, 2025: 260,000,000 shares

b. No. of treasury stock As of Dec. 31, 2025: 62,486,271 shares As of March 31, 2025: 40,391,071 shares

c. Average number of shares issued and outstanding 1st 9M of FY2026: 207,939,692 shares 1st 9M of FY2025: 219,519,460 shares

(Note) The No. of treasury stock includes the Company's shares held by Share Benefit Trust for Directors (1,247,500 shares as of December 31, 2025, 1,320,000 shares As of March 31, 2025). The treasury stock deducted to calculate the Average number of shares issued and outstanding includes the Company's shares held by Share Benefit Trust for Directors (1,271,226 shares as of December 31, 2025, 1,329,818 shares As of December 31, 2024)

\*Review of the attached quarterly consolidated financial statements by Certified Public Accountants or Audit Firm: Not applicable

**\* Disclaimer regarding Forward-looking Statements**

The statements concerning future performance that are presented in this document are based on judgments using information available to the Company and which are deemed reasonable as of the release date of this material, and they are not intended to assure the achievement of such forecasts presented herein. Actual results may differ due to various factors. For information regarding performance forecasts, please refer to "1. Overview of Operating Results (3)Forecast of Consolidated Results and Other Forecast Information" in the accompanying material.

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.

## 1. Overview of Operating Results

### (1) Overview of Operating Results

In the pachinko market, various manufacturers have been rolling out models equipped with “LUCKY TRIGGER 3.0 PLUS,” a new type of gaming performance, spurring the spread of Smart Pachinko machines. Although the entire market has not been fully revitalized yet due to imbalanced specs found in the current new model lineups, there are several models that enjoy high machine utilization, showing positive signs of market improvement. Meanwhile, in the pachislot market, “BONUS TRIGGER” machines—a new genre of pachislot—have contributed to a wider machine variety, and machine utilization has remained solid. However, there is also a situation in which the format inspection pass rate remains low, affecting the supply of new models.

In these circumstances, in the pachinko machines business, the Group saw market-leading machine utilization maintained by its new popular anime tie-up machine “*e Tokyo Ghoul*,” which was introduced in April 2025, and the machine has been a big hit, resulting in repeated manufacture of additional units even in the fourth quarter. In addition, the latest Evangelion series title “*NEON GENESIS EVANGELION -Memories of the beginning-*,” which was introduced in December 2025, marked sales volume of over 40,000 units and maintained strong machine utilization after its introduction. Accordingly, due to an extensive line-up including these two titles, the Group’s sales volume significantly increased year on year. Meanwhile, in the pachislot machines business, we launched three new titles, including the “*L Pachislot Valvrave the Liberator 2*,” which marked sales volume of over 30,000 units, and responded to the needs for the manufacture of additional units of two existing titles that were launched in the previous fiscal year or earlier and have been maintaining strong machine utilization.

As a result, on a consolidated basis, net sales were ¥161.8 billion, an increase of 5.3% compared with the same period of the previous year, operating income was ¥61.7 billion, a decrease of 1.2%, recurring income was ¥62.9 billion, a decrease of 0.3%. Profit attributable to owners of parent amounted to ¥45.3 billion, a decrease of 0.2%.

Results of segments are presented below:

#### Pachinko Machines Business

Regarding the pachinko machines business, sales amounted to ¥111.8 billion, an increase of 39.5% compared with the same period of the previous year, and operating income amounted to ¥49.8 billion, an increase of 47.6%. Sales of pachinko machines amounted to 233,000 units compared with 167,000 units for the same period of the previous fiscal year.

Major titles released included *e Fever ENN ENN NO SHOUBOUTAI 2* (introduced in July 2025) and *e Fever BLUE ROCK* (introduced in September 2025) under the SANKYO brand, *e Tokyo Ghoul* (introduced in April 2025) and *NEON GENESIS EVANGELION -Memories of the beginning-* (introduced in December 2025) under the Bisty brand.

#### Pachislot Machines Business

Regarding the pachislot machines business, sales amounted to ¥35.8 billion, a decrease of 35.2% compared with the same period of the previous year, and operating income amounted to ¥16.1 billion, a decrease of 50.3%. Sales of pachislot machines amounted to 76,000 units compared with 113,000 units for the same period of the previous fiscal year.

Three new titles released included *L Pachislot Valvrave the Liberator 2* (introduced in November 2025) under the SANKYO brand, *L Pachislot MOBILE SUIT GUNDAM SEED* (introduced in May 2025) and *LB Pachislot Evangelion -The Door of Promises-* (introduced in July 2025) under the Bisty brand. In addition, we manufactured additional units of *Pachislot Karakuri Sākasu* and *L Pachislot Kaguya-sama ha Kokurasetai* under the SANKYO brand, both of which have long been popular.

#### Ball Bearing Supply Systems Business

Sales of the ball bearing supply systems business were ¥13.7 billion, a decrease of 22.7% compared with the same period of the previous year, and operating income amounted to ¥1.0 billion, a decrease of 27.0% compared with the same period of the previous year.

#### Other Businesses

Sales of other businesses were ¥0.3 billion, a decrease of 11.7% compared with the same period of the previous year, and operating income was ¥0.1 billion, an increase of 0.6% compared with the same period of the previous year.

## **(2) Overview of Financial Position**

Total assets at the end of the first nine months of the fiscal year ending March 31, 2026 amounted to ¥295.0 billion, having decreased ¥41.6 billion compared with the figure at the previous fiscal year-end. This decrease was mainly attributable to a ¥70.5 billion decrease in cash and deposits, and a ¥4.6 billion decrease in raw materials and inventories, despite a ¥19.7 billion increase in notes and accounts receivable-trade, and contract assets, and a ¥13.6 billion increase in tangible fixed assets resulting from the acquisition of "SANKYO Head Office Building", which had been leased property.

Total liabilities amounted to ¥46.3 billion, having decreased ¥5.4 billion compared with the figure at the previous fiscal year-end. This decrease was mainly attributable to a ¥7.8 billion decrease in accrued income taxes, and a ¥1.9 billion decrease in liabilities related to transactions involving provision of parts and materials for value (included in "Other" of Current liabilities), despite a ¥4.0 billion increase in accounts payable (included in "Other" of Current liabilities).

Net assets decreased ¥36.2 billion compared with the figure at the previous fiscal year-end. This decrease was mainly attributable to purchase of treasury stock amounting to ¥60.0 billion, and cash dividends paid amounting to ¥22.4 billion, while recording of profit attributable to owners of parent amounted to ¥45.3 billion. As a result, net assets amounted to ¥248.7 billion and the shareholders' equity ratio decreased 0.4 percentage points to 83.8%.

## **(3) Forecast of Consolidated Results and Other Forecast Information**

No revision has been made to the forecasts of financial results for fiscal 2026 announced on May 12, 2025.

**2. Quarterly Consolidated Financial Statements and Primary Notes****(1) Quarterly Consolidated Balance Sheets**

(Figures less than 1 million yen have been omitted.)

	As of March 31, 2025 Millions of yen	As of Dec. 31, 2025 Millions of yen
<b>Assets:</b>		
Current assets:		
Cash and deposits	180,064	109,483
Notes and accounts receivable-trade, and contract assets	15,993	35,697
Electronically recorded monetary claims - operating	6,400	10,226
Marketable securities	59,985	59,980
Merchandise and finished goods	3,441	422
Work in process	133	82
Raw materials and inventories	15,934	11,255
Other	12,601	11,238
Allowance for doubtful accounts	(13)	(2)
Total current assets	294,541	238,385
Fixed assets:		
Tangible fixed assets	27,482	41,136
Intangible fixed assets		
Other	327	325
Total Intangible fixed assets	327	325
Investments and other assets:		
Investment securities	5,349	6,841
Other	9,029	8,390
Allowance for doubtful accounts	(22)	(17)
Total investments and other assets	14,357	15,214
Total fixed assets	42,167	56,677
Total assets	336,709	295,062

## Quarterly Consolidated Balance Sheets

(Figures less than 1 million yen have been omitted.)

	As of March 31, 2025	As of Dec. 31, 2025
	Millions of yen	Millions of yen
Liabilities:		
Current liabilities:		
Notes and accounts payable-trade	12,623	13,174
Accrued income taxes	16,769	8,906
Allowance for bonuses	870	446
Provision for shareholder benefit program	154	154
Other	11,442	13,765
Total current liabilities	41,860	36,446
Long-term liabilities:		
Provision for share awards for directors (and other officers)	933	850
Net defined benefit liabilities	5,254	5,245
Asset retirement obligations	76	63
Other	3,580	3,695
Total long-term liabilities	9,844	9,854
Total liabilities	51,704	46,301
Net Assets:		
Shareholders' equity:		
Common stock	14,840	14,840
Capital surplus	23,750	23,750
Retained earnings	290,721	313,485
Less: treasury stock, at cost	(48,375)	(107,995)
Total shareholders' equity	280,936	244,079
Accumulated other comprehensive income:		
Net unrealized gain on other securities	2,524	3,238
Remeasurements of defined benefit plans	(46)	(35)
Total accumulated other comprehensive income	2,478	3,202
Subscription rights to shares	1,590	1,478
Total net assets	285,004	248,761
Total liabilities and total net assets	336,709	295,062

**(2) Quarterly Consolidated Statements of Income and Quarterly Consolidated Statements of Comprehensive Income**

## Quarterly Consolidated Statements of Income

(Figures less than 1 million yen have been omitted.)

	1st Nine Months of FY2025	1st Nine Months of FY2026
	Millions of yen	Millions of yen
Net sales	153,700	161,810
Cost of sales	62,687	67,430
Gross profit	91,012	94,379
Selling, general and administrative expenses	28,570	32,655
Operating income	62,442	61,724
Non-operating income:		
Interest income	108	339
Dividend income	370	507
Other	271	413
Total non-operating income	750	1,260
Non-operating expenses:		
Loss on management of investment partnership	1	4
Other	3	2
Total non-operating expenses	5	7
Recurring income	63,187	62,977
Extraordinary gains:		
Gain on sales of fixed assets	1	-
Gain on sales of investment securities	539	-
Total extraordinary gains	540	-
Extraordinary losses:		
Loss on disposal of fixed assets	10	-
Impairment loss	113	-
Total extraordinary losses	123	-
Income before income taxes and minority interests	63,604	62,977
Income taxes:		
Current income taxes	18,409	17,716
Deferred income taxes	(313)	(137)
Total income taxes	18,095	17,579
Profit	45,508	45,398
Profit attributable to owners of parent	45,508	45,398

## Quarterly Consolidated Statements of Comprehensive Income

(Figures less than 1 million yen have been omitted.)

	1st Nine Months of FY2025	1st Nine Months of FY2026
	Millions of yen	Millions of yen
Profit	45,508	45,398
Other comprehensive income:		
Net unrealized gain (loss) on other securities	(497)	713
Remeasurements of defined benefit plans	9	11
Total other comprehensive income	(487)	724
Comprehensive income	45,021	46,122
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	45,021	46,122
Comprehensive income attributable to non-controlling interests	-	-



**(3) Notes to the Quarterly Consolidated Financial Statements****Notes on premise of a going concern**

Not applicable

**Notes on significant changes in shareholders' equity**

1st Nine Months of FY2026 (From April 1, 2025, to December 31, 2025)

The Company repurchased 22,378,000 shares of the Company based on the resolution at the Board of Directors' meeting held on May 12, 2025. As a result, treasury stock increased ¥59,999 million in the first nine months of the current fiscal year to ¥107,995 million at December 31, 2025.

**Notes to Quarterly Consolidated Statement of Cash Flows**

The Company has not prepared a quarterly consolidated statement of cash flows for the first nine months of the fiscal year ending March 31, 2026.

Depreciation, including amortization related to intangible assets, for the first nine months of the fiscal year ending March 31, 2026 is as shown below.

	1st Nine Months of FY2025 (April 1, 2024 to December 31, 2024)	1st Nine Months of FY2026 (April 1, 2025 to December 31, 2025)
Depreciation and amortization	¥1,873 million	¥2,050 million

## Notes on Segment Information

(Segment information by business category)

1st Nine Months of FY2025 (From April 1, 2024, to December 31, 2024)

(Figures less than 1 million yen have been omitted.)

	1st Nine Months of FY2025 (Millions of yen)							
	Reportable segments				Other	Total	Adjustments	Consolidated
	Pachinko machines business	Pachislot machines business	Ball bearing supply systems business	Subtotal				
Sales								
Customers	80,212	55,275	17,845	153,333	367	153,700	-	153,700
Intersegment	-	-	-	-	-	-	-	-
Total	80,212	55,275	17,845	153,333	367	153,700	-	153,700
Segment income	33,755	32,595	1,405	67,756	137	67,894	(5,451)	62,442

1st Nine Months of FY2026 (From April 1, 2025, to December 31, 2025)

(Figures less than 1 million yen have been omitted.)

	1st Nine Months of FY2026 (Millions of yen)							
	Reportable segments				Other	Total	Adjustments	Consolidated
	Pachinko machines business	Pachislot machines business	Ball bearing supply systems business	Subtotal				
Sales								
Customers	111,863	35,830	13,791	161,485	324	161,810	-	161,810
Intersegment	-	-	-	-	-	-	-	-
Total	111,863	35,830	13,791	161,485	324	161,810	-	161,810
Segment income	49,836	16,193	1,026	67,055	138	67,194	(5,470)	61,724

**(Significant subsequent events)**

(Cancellation of Treasury Stock)

The Company, at the Board of Directors' meeting held on February 5, 2026, resolved to cancel treasury stock pursuant to Article 178 of the Companies Act as follows.

1. Reason for the cancellation:	The purpose of enhancing capital efficiency and shareholder return
2. Type of shares to be cancelled:	Common stock
3. Number of shares to be cancelled:	30,000,000 shares (11.54% of total issued shares before cancellation)
4. Planned cancellation date:	February 27, 2026
5. Total number of shares issued after the cancellation of treasury stock:	230,000,000 shares