

**Consolidated Financial Highlights for
the First Quarter of the Fiscal Year Ending
March 31, 2026
Supplemental Materials**

IMAGICA GROUP Inc.

**Securities Code: 6879
July 31, 2025**

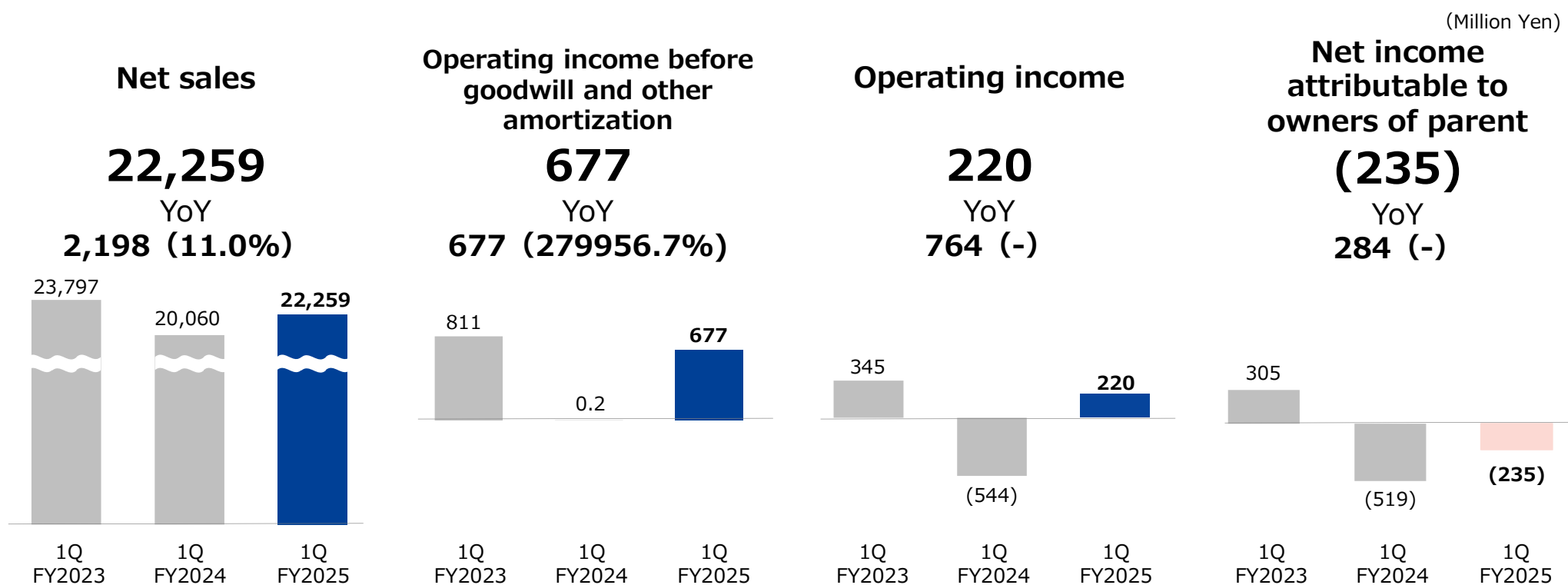


The fiscal year ending March 31, 2026: FY2025

©Copyright IMAGICA GROUP Inc.

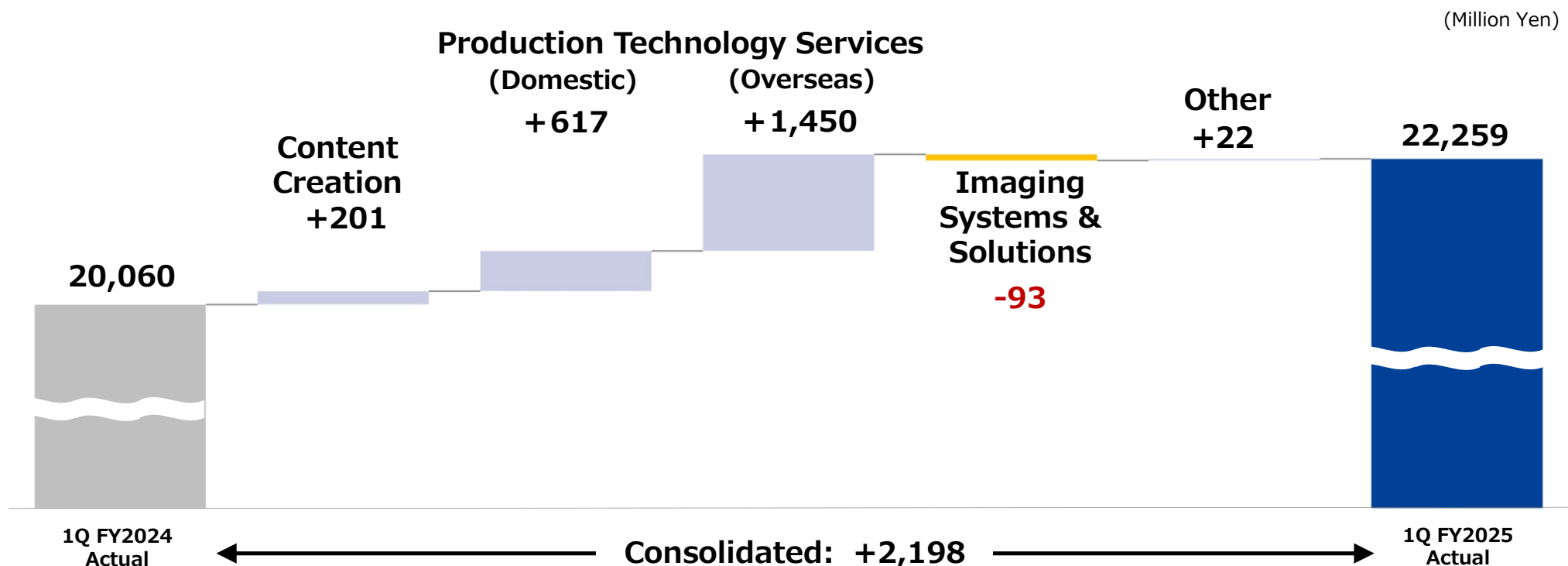
Highlights of financial results

- Net sales and income increased mainly contributed by recovery of overseas business with the cost reduction resulting from the workforce reduction implemented in the previous fiscal year



Analysis of YoY change in net sales

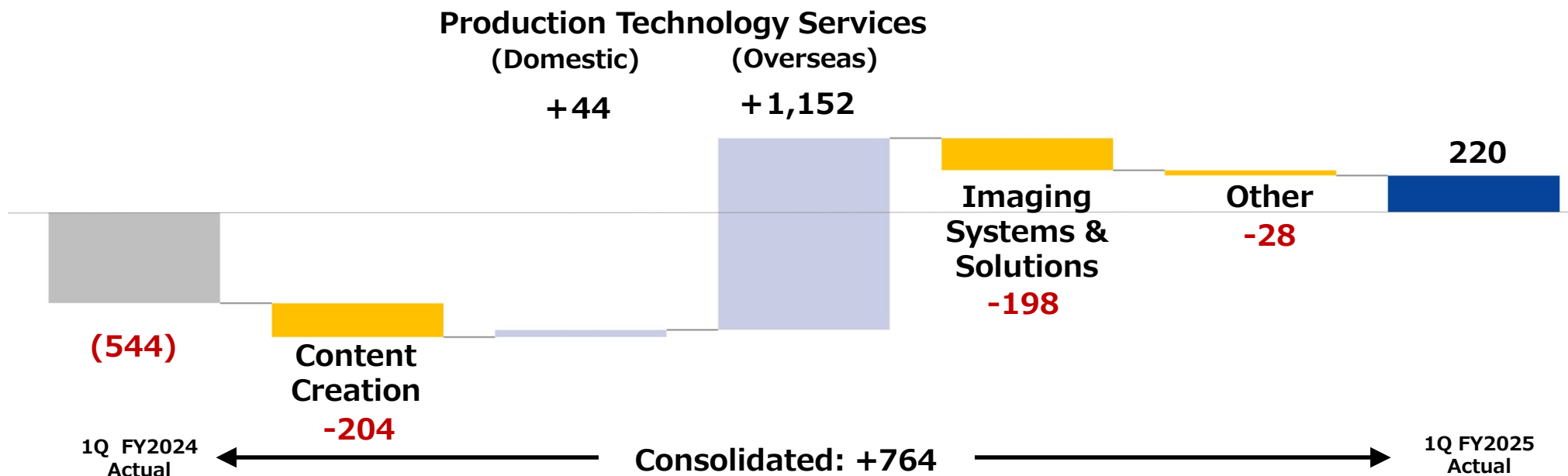
- Sales in domestic business increased with Production Technology Services and Content Creation.
- Sales in overseas business increased with recovery in orders for localization services.



Analysis of YoY change in operating income

- Operating income in domestic business decreased with Content Creation and Imaging Systems & Solutions.
- Operating income in overseas business increased with the cost reduction resulting from the workforce reduction implemented in the previous fiscal year, in addition to increase associated with the sales increase.

(Million Yen)

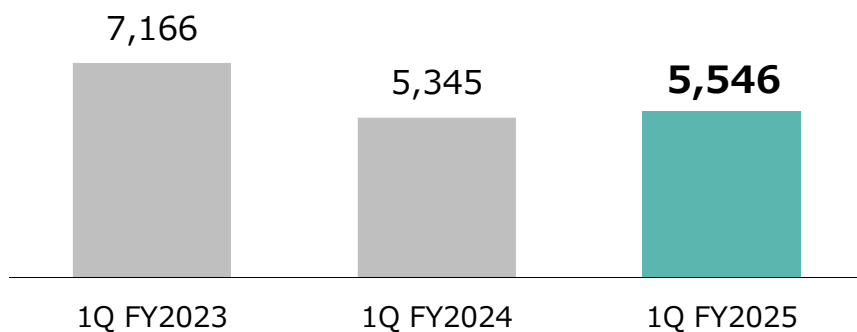


Content creation

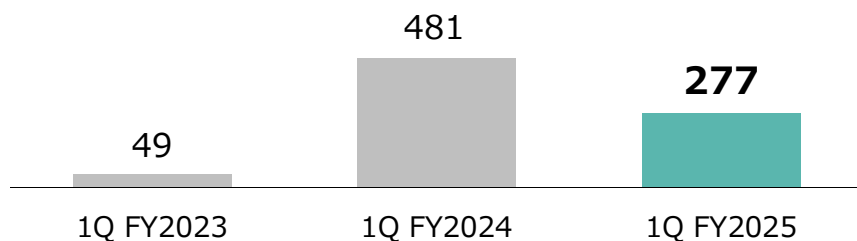
- Though sales increased with feature films and dramas and animation works, CM works and publishing business struggled and sales increased but operating income decreased overall segment.

<Net sales>

(Million Yen)



<Operating income>



Sales increased but operating income decreased.

Net sales (up) **+201 (+3.8%)**

Operating income (down) **-204 (-42.5%)**

Feature films and dramas

- Sales increased with a higher number of works compared to the previous year.

Animation works

- Sales increased with strong orders driven by increase of projects.

Publishing business

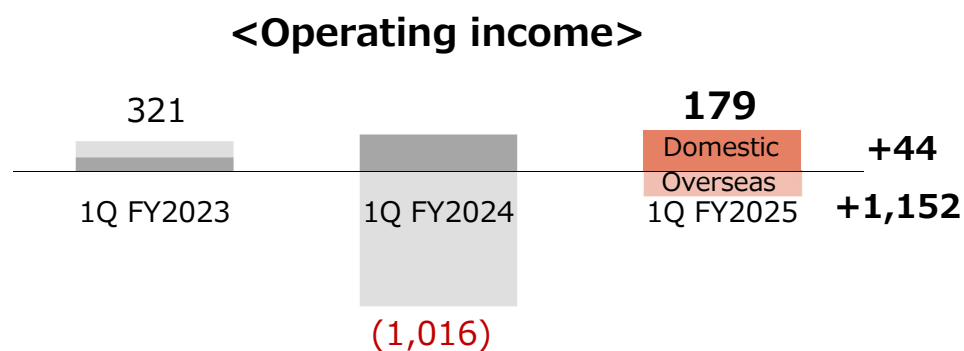
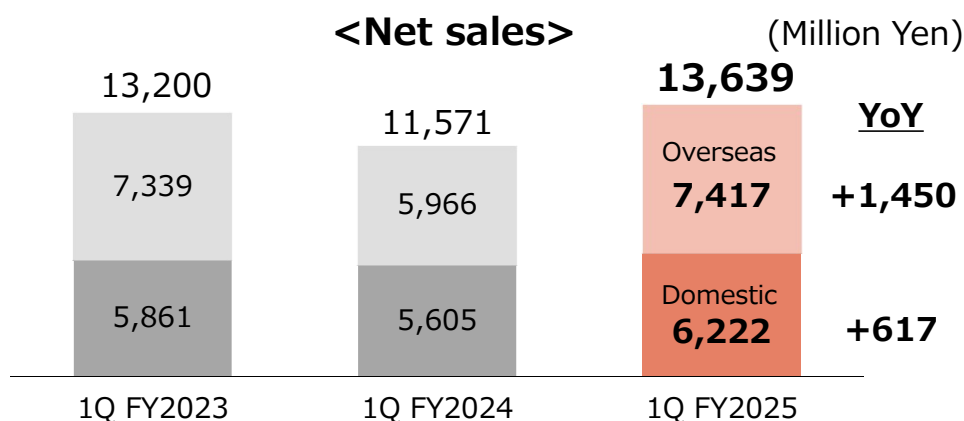
- Sales decreased due to weaker sales of the original "The Apothecary Diaries" novel, etc. but it kept on the average sales of the previous fiscal year.

CM works

- Sales decreased due to sluggish orders.

Production Technology Services

- Sales and operating income increased in overseas business with recovery in orders for localization services and the cost reduction from workforce reduction in the previous fiscal year, also increased in domestic business mainly with game-related business.



Sales and operating income increased.

Net sales (up) **+2,067 (+17.9%)**

Operating income (up) **+1,196 (-)**

Domestic

Domestic E2E services

- Sales increased with animation-editing and digital cinema services and operating income kept on the same level.

Game-related business

- Sales increased with merger of a subsidiary and an increase in orders for 3DCG production of games with the expansion of the production system.

Post-production services

- Sales declined by significant decrease of orders in the TV business due to the decision in December 2024 to withdraw from the TV business.

Overseas

Overseas E2E services

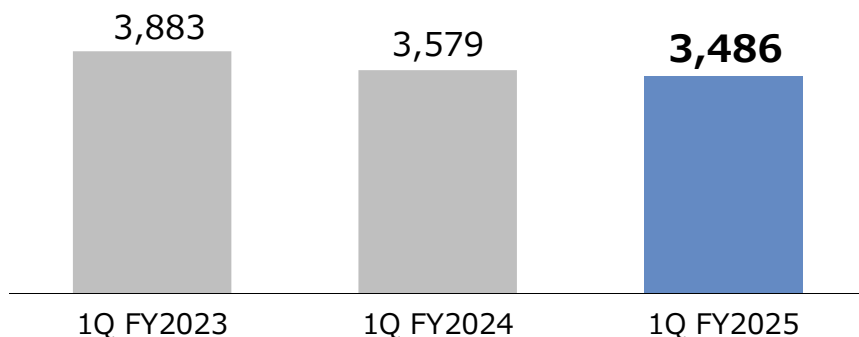
- Sales increased with recovery in orders for localization services.
- Operating income increased with the cost reduction from the workforce reduction in the previous fiscal year, in addition to increase associated with the sales increase.

Imaging Systems & Solutions

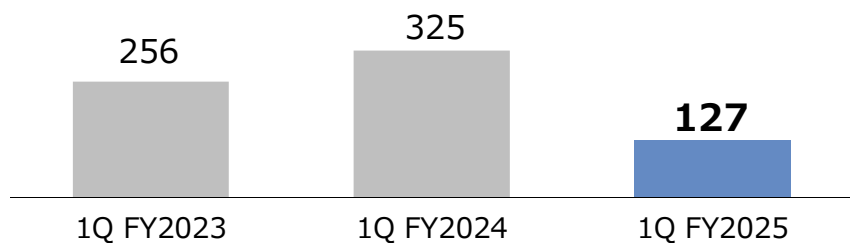
- Though sales of video and image processing LSIs increased, sales of high-speed cameras decreased due to reactionary decline in large orders in the previous fiscal year and sales and operating income decreased overall segment.

<Net sales>

(Million Yen)



<Operating income>



Sales and operating income decreased.

Net sales (down) **-93 (-2.6%)**

Operating income (down) **-198 (-60.9%)**

High-speed cameras

- Sales decreased due to reactionary decline in large orders in Europe recorded in the previous fiscal year.

Video and image processing LSIs

- Sales increased with growing overseas demand.

Appendix.

Consolidated Statement of Income

(Million Yen)	1Q FY2024 Actual	1Q FY2025 Actual	YoY	% YoY
Net sales	20,060	22,259	2,198	11.0%
Gross profit	5,887	6,583	696	11.8%
(Margin)	29.3%	29.6%		
Operating income	(544)	220	764	-
(Margin)	-	1.0%		
Ordinary income	(498)	139	637	-
(Margin)	-	0.6%		
Extraordinary income	0	49	49	459853.4%
Extraordinary losses	0	5	4	1189.7%
Net income before income taxes	(498)	183	682	-
Net income attributable to owners of parent	(519)	(235)	284	-
EBITDA	739	1,456	716	96.9%
(Reference) Operating income before goodwill and other amortization	0.2	677	677	279956.7%

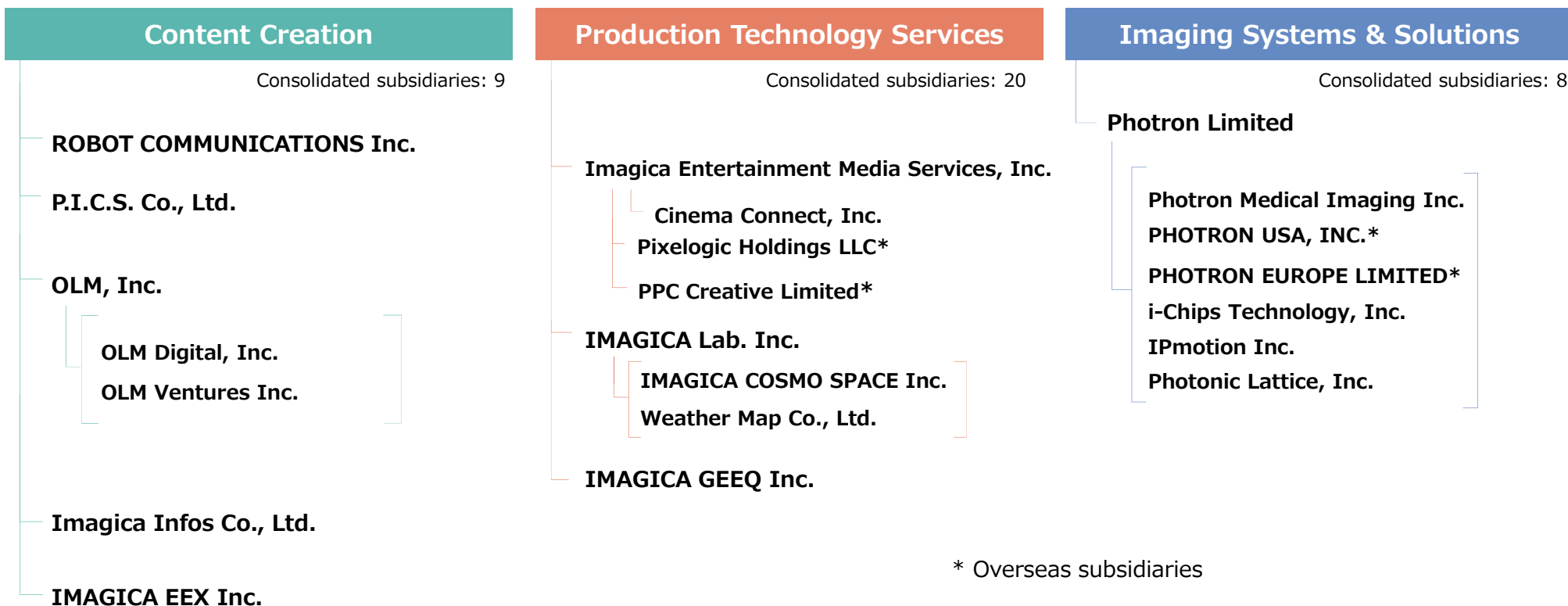
- EBITDA = Operating income + Goodwill amortization + Amortization of intangible fixed assets including trademarks + Depreciation
- Operating income before goodwill and other amortization = Operating income + Goodwill amortization + Amortization of intangible fixed assets including trademarks

Consolidated Balance Sheet

(Million Yen)	March 31, 2025	June 30, 2025	Increase/Decrease	Main factors for increase/decrease
Assets				
Current assets	48,672	46,304	-2,367	Notes and accounts receivable - trade, and contract assets: -7,612 Inventories: +1,923
Cash and deposits	6,515	9,022	2,507	
Non-current assets	32,047	31,098	-948	
Goodwill	8,220	7,474	-745	
Total assets	80,719	77,403	-3,316	
Liabilities / Net assets				
Current liabilities	36,890	35,033	-1,857	Contract liabilities: +2,635 Notes and accounts receivable - trade: -1,411 Income tax payable: -1,268
Short-term borrowings	8,475	7,457	-1,017	
Non-current liabilities	7,674	7,139	-535	
Long-term borrowings	1,985	1,706	-278	
Total liabilities	44,565	42,172	-2,393	
Shareholders' equity	28,955	28,114	-841	
Accumulated other comprehensive income	5,584	5,517	-67	
Non-controlling interests	1,613	1,599	-14	
Total net assets	36,154	35,231	-922	
Total liabilities and net assets	80,719	77,403	-3,316	
Net cash	(3,945)	(141)	3,803	Cash and deposits - long-term and short-term borrowings

List of Consolidated Subsidiaries by Business Segment

(As of June 30, 2025)



* Overseas subsidiaries

Company Overview

Group Mission

We strive to create new value with honesty and sincerity, and aim to be a visual communications group that provides the world with surprise and excitement.



Company Name	IMAGICA GROUP Inc.
Representative	Shunjiro Nagase President and Representative Director, President and Chief Executive Officer
Established	June 10, 1974 (Founded February 18, 1935)
Head Office	1-14-2 Kaigan, Minato-ku, Tokyo 105-0022, Japan
Consolidated subsidiaries	37 (as of March 31, 2025)
Capital	3,306 million yen
Business Description	Shareholding, management, and operation of Group companies engaged in Content Creation, Production Technology Services, Imaging Systems & Solutions, and other businesses
Number of Employees	4,222 (1,364) (as of March 31, 2025) *Number of employees are those who are regularly employed. Number of temporary workers are in brackets.
Group Sales	96,910 million yen (fiscal year ended March 31, 2025)

Contact for inquiries

IMAGICA GROUP Inc.
Corporate Strategy Department

Email: ir@imagicagroup.co.jp

URL: <https://www.imagicagroup.co.jp/en/>

X (formerly Twitter): <https://twitter.com/IMAGICAGROUP>

DISCLAIMER:

The forward-looking statements for the current and future business periods described in this document are formulated based on the plans and prospects of the group as of the date on which these materials were disclosed. Actual performance may differ from numerical forecasts due to the uncertainties inherent in the judgments and assumptions made, as well as possibility of future changes that may occur in business management and internal and external circumstances.