

Financial Results for the year ended March 31, 2011

May 11, 2011

## ROUND ONE corporation

TSE and OSE first section

Code No.4680 URL <http://www.round1.co.jp>

C.E.O. and President

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Date of Regular General Shareholder's Meeting : June 25, 2011.

Dividend will be paid on after June 27, 2011

Date of presentation expected date of securities report : June 27, 2011.

### 1. Business Results for the year ended in March 2011. ( April 1, 2010 to March 31, 2011 )

#### (1) Operating Results

( Figures are rounded down to the nearest million yen.)

	Sales		Operating Income		Ordinary Income		Net Income	
	¥mn	%	¥mn	%	¥mn	%	¥mn	%
FY2010 (2011/3)	84,303	2.7	11,416	(5.1)	6,929	(11.7)	(12,673)	-
FY2009 (2010/3)	82,113	5.3	12,031	(11.6)	7,848	(19.9)	3,396	(14.6)

(Note) Comprehensive income FY2010 : ¥(12,674)mn FY2009 : ¥-mn

	Earnings per Share	Net Income per share, fully diluted	Return on Equity	Return on Assets	Operating Income to sales ratio
			%	%	%
FY2010 (2011/3)	(136.84)	-	(15.4)	2.8	13.5
FY2009 (2010/3)	¥46.82	¥42.69	4.3	3.4	14.7

(Note) Investment gains and losses by the equity method FY 2010 : None , FY 2009 : None

#### (2) Financial Status

	Total Assets	Net Assets	Shareholder's Equity Ratio	Shareholder's Equity Per Share
	¥mn	¥mn	%	
FY2010 (2011/3)	252,106	79,028	31.3	¥829.37
FY2009 (2010/3)	251,240	85,629	34.1	¥1,079.95

(Note) Shareholder's equity FY2010(2011/3) : ¥79,028mn , FY2009(2010/3) : ¥85,629mn

#### (3) Cash Flow

	Cash flow by operating activities	Cash flow by investing activities	Cash flow by financing activities	Cash and cash equivalents at the end of quarter
	¥mn	¥mn	¥mn	¥mn
FY2010 (2011/3)	22,418	(23,563)	(4,551)	17,007
FY2009 (2010/3)	22,175	(35,616)	24,881	22,711

### 2.Dividend Payment

	Annual dividend per share					Total amount of dividend	Dividend payout ratio	Ratio of dividends paid to shareholder's equity
	1Q	2Q	3Q	Term	Annual	(annual)	(Consolidated)	(Consolidated)
	¥	¥	¥	¥	¥	¥mn	%	%
FY2009 (2010/3)	-	10.00	-	10.00	20.00	1,520	44.8	1.8
FY2010 (2011/3)	-	10.00	-	10.00	20.00	1,745	(14.6)	2.1
FY2011(2012/3)(estimate)	-	10.00	-	10.00	20.00		57.8	

### 3.Forecasts for the FY2011. ( April 1, 2011 to March 31, 2012 )

	Sales (Consolidate)		Operating Income (Consolidate)		Ordinary Income (Consolidate)		Net Income (Consolidate)		Earnings per share (Consolidate)
	¥mn	%	¥mn	%	¥mn	%	¥mn	%	
1Q-2Q	44,400	6.8	7,000	27.3	4,700	50.9	2,470	-	¥25.92
FY2011(2012/3)	88,000	4.4	12,500	9.5	8,000	15.5	3,300	-	¥34.63

#### 4. Others

- (1) The change of the important subsidiary in FY2010. (Change in consolidation scope in subsidiary.) none
- (2) Change in accounting method, accounting principle, how to disclose, and others to make the consolidated financial statements.
- ① Change in accounting standard : Yes
- ② Without above ① : None
- (3) Number of shares outstanding during the term (Common stock)
- ① Number of shares issued at the term end. ( Include treasury stock) FY2010(2011/3) : 95,452,914 / FY2009(2010/3) : 79,452,914
- ② Number of treasury stock at the term end. FY2010(2011/3) : 165,711 / FY2009(2010/3) : 163,091
- ③ Number of average stock. FY2010(2011/3) : 92,614,750 / FY2009(2010/3) : 72,553,129

#### (Reference) Non-consolidate business results

##### 1. Business Results for the year ended in March 2011. ( April 1, 2010 to March 31, 2011 )

###### (1) Operating Results

( Figures are rounded down to the nearest million yen.)

	Sales		Operating Income		Ordinary Income		Net Income	
	¥mn	%	¥mn	%	¥mn	%	¥mn	%
FY2010 (2011/3)	83,995	2.3	3,983	(34.4)	7,027	(10.6)	(12,575)	-
FY2009 (2010/3)	82,113	5.3	6,069	(29.9)	7,864	(19.7)	3,413	(14.2)

  

	Earnings per Share	Net Income per share, fully diluted
FY2010 (2011/3)	(¥135.78)	-
FY2009 (2010/3)	¥47.04	¥42.89

###### (2) Financial Status

	Total Assets	Net Assets	Shareholder's Equity Ratio	Shareholder's Equity Per Share
	¥mn	¥mn	%	¥mn
FY2010 (2011/3)	168,771	79,143	46.9	¥830.58
FY2009 (2010/3)	160,674	85,645	53.3	¥1,080.16

(Note) Shareholder's equity FY2010(2011/3) : ¥79,143mn , FY2009(2010/3) : ¥85,645mn

##### 2. Forecasts for the FY2011. ( April 1, 2011 to March 31, 2012 )

	Sales		Ordinary Income		Net Income		Earnings per share
	¥mn	%	¥mn	%	¥mn	%	¥mn
1Q-2Q	44,150	6.4	4,680	45.9	2,460	-	¥25.82
Term	87,500	4.2	7,950	13.1	3,280	-	¥34.42

## Consolidated Balance sheets - 1

(million of yen)

Item	Term	End of Previous Term (as of March 31, 2010)	End of Current Term (as of March 31, 2011)
		Amount	Amount
<b>( Assets )</b>			
<b>1.Current assets</b>			
Cash and deposit		22,711	17,007
<u>Cash and deposit (non-exempt properties)</u>		<u>8,104</u>	<u>5,766</u>
Accounts receivable		361	414
Commodities		186	234
Supplies		955	1,113
Others		6,215	12,061
<u>Others (non-exempt properties)</u>		<u>628</u>	<u>574</u>
<b>Current assets total</b>		<b>39,163</b>	<b>37,171</b>
<b>2.Fixed assets</b>			
Tangible fixed assets			
Buildings and structures		74,068	82,197
<u>Buildings and structures (non-exempt properties)</u>		<u>37,139</u>	<u>27,159</u>
Bowling equipment		103	231
Arcade game machine		2,473	387
Land		42,590	47,650
<u>Land (non-exempt properties)</u>		<u>25,605</u>	<u>20,027</u>
Lease asset		18,661	23,484
Others		1,657	1,461
<u>Others (non-exempt properties)</u>			
<b>Tangible fixed assets total</b>		<b>202,298</b>	<b>202,599</b>
<b>Intangible fixed asset</b>		<b>169</b>	<b>231</b>
Investments and other assets			
Investments in affiliated company		162	175
Long-term loans		33	20
Deferred tax assets		1,286	3,888
Deferred tax assets for land revaluation		373	-
Key money deposited		6,864	7,222
<u>Key money deposited (non-exempt properties)</u>		<u>317</u>	<u>213</u>
Others		569	582
<b>Investments and other assets total</b>		<b>9,607</b>	<b>12,103</b>
<b>Fixed assets total</b>		<b>212,076</b>	<b>214,934</b>
<b>Total assets</b>		<b>251,240</b>	<b>252,106</b>

Note (1) Figures are rounded down to the nearest million yen.

(2) Red letters indicate assets of consolidated subsidiaries.

(silent partnerships relating to special-purpose companies)

## Consolidated Balance sheets - 2

(million of yen)

Item	Term	End of Previous Term (as of March 31, 2010)	End of Current Term (as of March 31, 2011)
		Amount	Amount
<b>( Liabilities )</b>			
<b>1.Current liabilities</b>			
Account payable		156	189
Short-term loans		862	2,882
Bonds to be redeemed within one year		913	913
Long-term loans to be repaid within one year		6,298	11,107
<u>Long-term loans to be repaid within one year (non-exempt properties)</u>		<u>17,496</u>	<u>21,387</u>
Lease obligation		6,502	9,679
Account corporate tax etc.		793	236
Allowance for loss due to disease		-	363
Others		6,218	4,725
<b>Current liabilities total</b>		<b>39,241</b>	<b>51,485</b>
<b>Fixed liabilities</b>			
Bonds		8,254	7,340
Long-term loans		65,758	72,070
<u>Long-term loans (non-exempt properties)</u>		<u>39,306</u>	<u>20,460</u>
Lease obligation		11,630	14,461
Asset retirement obligations		-	6,066
Officer's retirement allowance		209	203
Key money received		873	431
Others		336	557
<b>Fixed liabilities total</b>		<b>126,369</b>	<b>121,592</b>
<b>Liabilities total</b>		<b>165,611</b>	<b>173,078</b>
<b>(Net assets)</b>			
<b>1.Shareholder's equity</b>			
<b>Capital stock</b>		20,924	25,021
<b>Capital reserve</b>		21,399	25,496
<b>Profit reserve</b>		44,169	29,749
<b>Treasury stock</b>		(315)	(317)
<b>Shareholder's equity total</b>		<b>86,177</b>	<b>79,950</b>
<b>2.Difference from revaluation and exchange rate changes</b>			
<b>Difference for land revaluation</b>		(548)	(921)
<b>Foreign currency translation adjustments</b>		(0)	(1)
<b>Accumulated other Comprehensive income</b>		(548)	(922)
<b>Net assets total</b>		<b>85,629</b>	<b>79,028</b>
<b>Total liabilities and net assets</b>		<b>251,240</b>	<b>252,106</b>

Note (1) Figures are rounded down to the nearest thousand yen.

(2) Red letters indicate liabilities of consolidated subsidiaries.

(silent partnerships relating to special-purpose companies)

## Consolidated Profit & Loss Statements

(million of yen)

	Previous Term From April 1, 2009 to March 31, 2010	Current Term From April 1, 2010 to March 31, 2011
	Amount	Amount
Sales	82,113	84,303
Cost of sales	68,302	71,030
Gross profit	13,810	13,273
Selling, general & administrative expenses	1,779	1,856
Operating income	12,031	11,416
Non-operating income		
Interest and dividend income	136	147
Insurance income	32	23
Sales promotion income	63	173
Subsidy income	-	91
Others	124	75
	357	511
Non-operating expenses		
Interest expense	4,249	4,609
Stock issue costs	-	18
Bond issue expense	117	-
Financing expense	16	62
Others	158	237
	4,540	4,999
Ordinary income	7,848	6,929
Extraordinary gain		
Return on reversal of provision for opening shop cancellation loss	40	-
	40	-
Extraordinary loss		
Loss on sales of property, plant and equipment	3	-
Loss on disposal of property, plant and equipment impairment loss	366	495
Transfer allowance for loss due to disease	944	1,796
Opening shop cancellation loss	-	363
Loss on change of opening shop plan	508	-
Effect of adoption of asset retirement obligations	-	21,451
	-	3,173
	1,822	27,280
Pretax net income for the current term	6,065	(20,351)
Corporate inhabitants and enterprise taxes		
Corporate tax adjustments	2,668	(7,677)
Pre-adjustment minority interest income	-	(12,673)
Net income	3,396	(12,673)

Note : Figures are rounded down to the nearest million yen.

Pre-adjustment minority interest income	-	(12,673)
Foreign currency translation adjustments	-	(0)
Comprehensive income	-	(12,674)

**Consolidated Statements of Shareholders Equity**

(million of yen)

	Previous Term	Current Term
	From April 1, 2009 to March 31, 2010	From April 1, 2010 to March 31, 2011
	Amount	Amount
<b>Shareholder's equity</b>		
<b>Capital stock</b>		
Balance as of term beginning	15,324	20,924
Change in current term		
Share issued	5,599	4,096
Change in current term total	5,599	4,096
Balance as of term ending	20,924	25,021
<b>Capital reserve</b>		
Balance as of term beginning	15,799	21,399
Change in current term		
Share issued	5,999	4,096
Change in current term total	5,999	4,096
Balance as of term ending	21,399	25,496
<b>Profit reserve</b>		
Balance as of term beginning	42,130	44,169
Change in current term		
Dividend of profit reserve	(1,358)	(1,745)
Net income	3,396	(12,673)
Change in current term total	2,038	(14,419)
Balance as of term ending	44,169	29,749
<b>Treasury stock</b>		
Balance as of term beginning	(313)	(315)
Change in current term		
Purchase of treasury stock	(2)	(1)
Change in current term total	(2)	(1)
Balance as of term ending	(315)	(317)
<b>Shareholder's equity total</b>		
Balance as of term beginning	72,941	86,177
Change in current term		
Share issued	11,199	8,193
Dividend of profit reserve	(1,358)	(1,745)
Net income	3,396	(12,673)
Purchase of treasury stock	(2)	(1)
Change in current term total	13,235	(6,226)
Balance as of term ending	86,177	79,950
<b>Accumulated other Comprehensive income</b>		
<b>Difference for land revaluation</b>		
Balance as of term beginning	(548)	(548)
Change in current term		
Change in current term without capital stock items	-	(373)
Change in current term total	-	(373)
Balance as of term ending	(548)	(921)
<b>Foreign currency translation adjustments</b>		
Balance as of term beginning	-	(0)
Change in current term		
Change in current term without capital stock items	(0)	(1)
Change in current term total	(0)	(1)
Balance as of term ending	(0)	(1)
<b>Total accumulated other Comprehensive income</b>		
Balance as of term beginning	(548)	(548)
Change in current term		
Change in current term without capital stock items	(0)	(374)
Change in current term total	(0)	(374)
Balance as of term ending	(548)	(922)
<b>Net assets total</b>		
Balance as of term beginning	72,393	85,629
Change in current term		
Share issued	11,199	8,193
Dividend of profit reserve	(1,358)	(1,745)
Net income	3,396	(12,673)
Purchase of treasury stock	(2)	(1)
Change in current term without capital stock items	(0)	(374)
Change in current term total	13,235	(6,600)
Balance as of term ending	85,629	79,028

Note : Figures are rounded down to the nearest million yen.

# Consolidated Statements of Cash Flow

(million of yen)

	Previous Term 〔 From April 1, 2009 to March 31, 2010 〕	Current Term 〔 From April 1, 2010 to March 31, 2011 〕
	Amount	Amount
Cash flow from operating activities		
Net income before taxes	6,065	(20,351)
Depreciation expenses	14,358	18,824
impairment loss	944	1,796
Loss on change of opening shop plan	-	21,451
Bond issue costs	117	-
Increase in officer's retirement allowance	21	(6)
Increase in allowance opening shop cancellation loss	(600)	-
Transfer allowance for loss due to disease	-	363
Interest and dividend received	(136)	(147)
Interest paid	4,249	4,609
Commission paid	16	-
Fixed assets sales losses	3	-
Fixed assets disposal losses	366	495
Effect of adoption of asset retirement obligations	-	3,173
Increase in accounts receivables	(69)	(52)
Increase in inventory	(83)	(206)
Increase in account payable	18	33
Increase in temporary payable	1,457	6
Others	2,068	(476)
Subtotal	28,798	29,514
Interest and dividends received	98	112
Interest paid	(4,218)	(4,719)
Commission paid	(16)	-
Corporate taxes refund	116	-
Corporate taxes paid	(2,603)	(2,488)
Total cash flow from operating activities	22,175	22,418
Cash flow from investing activities		
Decrease in cash and deposit (non-exempt properties)	2,151	2,337
Payment for acquisition of fixed asset investment	(33,787)	(6,259)
Proceeds from sales of fixed asset	-	491
Payment for loan	(5,430)	(32,900)
Proceeds from collection of loan	1,821	13,100
Payment for key money deposit	(631)	(492)
Proceeds from collection of key money deposit	324	274
Others	(64)	(114)
Total cash flow from investing activities	(35,616)	(23,563)
Cash flow from financing activities		
Decrease in short-term loan	(1,410)	2,020
Payment for lease obligation	(5,808)	(8,270)
Proceeds from long-term loans	43,209	24,646
Proceeds from long-term loans (non-exempt properties)	4,675	3,275
Payment for long-term loans (non-exempt properties)	(23,072)	(18,230)
Payment for long-term loans	(4,001)	(13,525)
Proceeds for bond issue	11,032	-
Payment for bond redemption	(2,381)	(913)
Proceeds from stock issue	3,999	8,193
Payment for acquisition treasury stock	(2)	(1)
Dividend payments	(1,358)	(1,745)
Total cash flow from financing activities	24,881	(4,551)
Effect of exchange rate changes on cash and cash equivalents	(0)	(7)
Increase / decrease in cash and cash equivalents	11,440	(5,704)
Increase / decrease in cash and cash equivalents (Change in accounting scope)	-	22,711
Cash and cash equivalents at beginning of term	11,270	22,711
Cash and cash equivalents at end of Interim	22,711	17,007

Note : Figures are rounded down to the nearest million yen.