

Financial Results for the year ended March 31, 2012

May 11, 2012

## 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 23, 2012.

Dividend will be paid on after June 25, 2012

Date of presentation expected date of securities report : June 25, 2012.

### 1. Business Results for the year ended in March 2012. ( April 1, 2011 to March 31, 2012 )

#### (1) Operating Results

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

	Sales		Operating Income		Ordinary Income		Net Income	
	¥mn	%	¥mn	%	¥mn	%	¥mn	%
FY2011 (2012/3)	89,568	6.2	16,036	40.5	11,481	65.7	2,781	-
FY2010 (2011/3)	84,303	2.7	11,416	(5.1)	6,929	(11.7)	(12,673)	-

(Note) Comprehensive income FY2011 : ¥2,761mn (-%) FY2010 : ¥(13,047)mn (-%)

	Earnings per Share	Net Income per share, fully diluted	Return on Equity	Return on Assets	Operating Income to sales ratio
			%	%	%
FY2011 (2012/3)	29.19	-	3.5	4.8	17.9
FY2010 (2011/3)	(136.84)	-	(15.4)	2.8	13.5

(Note) Investment gains and losses by the equity method FY 2011 : None , FY 2010 : None

#### (2) Financial Status

	Total Assets	Net Assets	Shareholder's Equity Ratio	Shareholder's Equity Per Share
	¥mn	¥mn	%	
FY2011 (2012/3)	228,236	79,882	35.0	¥838.35
FY2010 (2011/3)	252,106	79,028	31.3	¥829.37

(Note) Shareholder's equity FY2011(2012/3) : ¥79,882mn , FY2010(2011/3) : ¥79,028mn

#### (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
FY2011 (2012/3)	32,852	24,036	(45,981)	28,003
FY2010 (2011/3)	22,418	(23,563)	(4,551)	17,007

### 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	%	%
FY2010 (2011/3)	-	10.00	-	10.00	20.00	1,745	-	2.1
FY2011 (2012/3)	-	10.00	-	10.00	20.00	1,905	68.5	2.4
FY2012(2013/3)(estimate)	-	10.00	-	10.00	20.00		190.7	

### 3.Forecasts for the FY2012. ( April 1, 2012 to March 31, 2013 )

	Sales (Consolidate)		Operating Income (Consolidate)		Ordinary Income (Consolidate)		Net Income (Consolidate)		Earnings per share (Consolidate)
	¥mn	%	¥mn	%	¥mn	%	¥mn	%	
1Q-2Q	44,700	(2.8)	7,100	(24.4)	5,000	(28.1)	1,250	(48.6)	¥13.12
FY2012(2013/3)	90,000	0.5	14,100	(12.1)	10,000	(12.9)	1,000	(64.1)	¥10.50

#### 4. Others

- (1) The change of the important subsidiary in FY2011. (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 : None
- 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) FY2011(2012/3) : 95,452,914 / FY2010(2011/3) : 95,452,914
- ② Number of treasury stock at the term end. FY2011(2012/3) : 167,811 / FY2010(2011/3) : 165,711
- ③ Number of average stock. FY2011(2012/3) : 95,286,321 / FY2010(2011/3) : 92,614,750

### (Reference) Non-consolidate business results

#### 1. Business Results for the year ended in March 2012. ( April 1, 2011 to March 31, 2012 )

##### (1) Operating Results

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

	Sales		Operating Income		Ordinary Income		Net Income	
	¥mn	%	¥mn	%	¥mn	%	¥mn	%
FY2011 (2012/3)	89,037	6.0	8,551	114.7	11,467	63.2	2,771	-
FY2010 (2011/3)	83,995	2.3	3,983	(34.4)	7,027	(10.6)	(12,575)	-

  

	Earnings per Share	Net Income per share, fully diluted
	FY2011 (2012/3)	¥29.09
FY2010 (2011/3)	(¥135.78)	-

##### (2) Financial Status

	Total Assets	Net Assets	Shareholder's Equity Ratio	Shareholder's Equity Per Share
	¥mn	¥mn	%	
FY2011 (2012/3)	169,439	80,008	47.2	¥839.68
FY2010 (2011/3)	168,771	79,143	46.9	¥830.58

(Note) Shareholder's equity FY2011(2012/3) : ¥80,008mn , FY2010(2011/3) : ¥79,143mn

#### 2. Forecasts for the FY2012. ( April 1, 2012 to March 31, 2013 )

	Sales		Ordinary Income		Net Income		Earnings per share
	¥mn	%	¥mn	%	¥mn	%	
1Q-2Q	44,400	(2.9)	5,000	(28.4)	1,250	(49.6)	¥13.12
Term	89,000	0.0	10,000	(12.8)	1,000	(63.9)	¥10.50

## Consolidated Balance sheets - 1

(million of yen)

Item	Term	End of Previous Term (as of March 31, 2011)	End of Current Term (as of March 31, 2012)
		Amount	Amount
<b>( Assets )</b>			
<b>1.Current assets</b>			
Cash and deposit		17,007	28,003
<u>Cash and deposit (non-exempt properties)</u>		<u>5,766</u>	<u>1,484</u>
Accounts receivable		414	557
Commodities		234	190
Supplies		1,113	1,232
Others		12,061	3,711
<u>Others (non-exempt properties)</u>		<u>574</u>	<u>50</u>
<b>Current assets total</b>		<b>37,171</b>	<b>35,230</b>
<b>2.Fixed assets</b>			
Tangible fixed assets			
Buildings and structures		82,197	90,013
<u>Buildings and structures (non-exempt properties)</u>		<u>27,159</u>	<u>6,888</u>
Bowling equipment		231	273
Arcade game machine		387	191
Land		47,650	52,036
<u>Land (non-exempt properties)</u>		<u>20,027</u>	<u>5,495</u>
Lease asset		23,484	22,164
Others		1,461	2,252
<u>Others (non-exempt properties)</u>			
<b>Tangible fixed assets total</b>		<b>202,599</b>	<b>179,317</b>
<b>Intangible fixed asset</b>		<b>231</b>	<b>209</b>
Investments and other assets			
Investments in affiliated company		175	172
Long-term loans		20	8
Deferred tax assets		3,888	4,977
Key money deposited		7,222	7,574
<u>Key money deposited (non-exempt properties)</u>		<u>213</u>	<u>210</u>
Others		582	536
<b>Investments and other assets total</b>		<b>12,103</b>	<b>13,479</b>
<b>Fixed assets total</b>		<b>214,934</b>	<b>193,005</b>
<b>Total assets</b>		<b>252,106</b>	<b>228,236</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, 2011)	End of Current Term (as of March 31, 2011)
		Amount	Amount
<b>( Liabilities )</b>			
<b>1.Current liabilities</b>			
Account payable		189	211
Short-term loans		2,882	1,238
Bonds to be redeemed within one year		913	1,413
Long-term loans to be repaid within one year		11,107	15,166
<u>Long-term loans to be repaid within one year (non-exempt properties)</u>		<u>21,387</u>	<u>1,804</u>
Lease obligation		9,679	10,610
Account corporate tax etc.		236	393
Allowance for loss due to disease		363	-
Others		4,725	4,851
<b>Current liabilities total</b>		<b>51,485</b>	<b>35,689</b>
<b>Fixed liabilities</b>			
Bonds		7,340	10,026
Long-term loans		72,070	73,406
<u>Long-term loans (non-exempt properties)</u>		<u>20,460</u>	<u>7,861</u>
Officer's retirement allowance		203	222
Lease obligation		14,461	14,006
Asset retirement obligations		6,066	6,149
Key money received		431	525
Others		557	464
<b>Fixed liabilities total</b>		<b>121,592</b>	<b>112,663</b>
<b>Liabilities total</b>		<b>173,078</b>	<b>148,353</b>
<b>(Net assets)</b>			
<b>1.Shareholder's equity</b>			
<b>Capital stock</b>		25,021	25,021
<b>Capital reserve</b>		25,496	25,496
<b>Profit reserve</b>		29,749	30,625
<b>Treasury stock</b>		(317)	(318)
<b>Shareholder's equity total</b>		<b>79,950</b>	<b>80,825</b>
<b>2.Difference from revaluation and exchange rate changes</b>			
<b>Difference for land revaluation</b>		(921)	(921)
<b>Foreign currency translation adjustments</b>		(1)	(21)
<b>Accumulated other Comprehensive income</b>		(922)	(943)
<b>Net assets total</b>		<b>79,028</b>	<b>79,882</b>
<b>Total liabilities and net assets</b>		<b>252,106</b>	<b>228,236</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, 2010 to March 31, 2011	Current Term From April 1, 2011 to March 31, 2012
	Amount	Amount
Sales	84,303	89,568
Cost of sales	71,030	71,779
Gross profit	13,273	17,789
Selling, general & administrative expenses	1,856	1,753
Operating income	11,416	16,036
Non-operating income		
Interest and dividend income	147	44
Exchange gain	-	7
Insurance income	23	39
Sales promotion income	173	44
Subsidy income	91	-
Others	75	160
	511	296
Non-operating expenses		
Interest expense	4,609	4,351
Stock issue costs	18	-
Bond issue expense	-	85
Exchange loss	70	-
Financing expense	62	107
Others	237	306
	4,999	4,850
Ordinary income	6,929	11,481
Extraordinary gain		
Gain on sales of property, plant and equipment	-	257
Return on reversal of provision for opening shop cancellation loss	-	115
	-	373
Extraordinary loss		
Loss on sales of property, plant and equipment	-	3,665
Loss on disposal of property, plant and equipment impairment loss	495	305
Transfer allowance for loss due to disease	1,796	1,669
Loss on change of opening shop plan	363	-
Effect of adoption of asset retirement obligations	21,451	-
others	3,173	-
	-	70
	27,280	5,710
Pretax net income for the current term	(20,351)	6,144
Corporate inhabitants and enterprise taxes		
Corporate tax adjustments	(7,677)	3,362
Pre-adjustment minority interest income	(12,673)	2,781
Net income	(12,673)	2,781

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

Pre-adjustment minority interest income	(12,673)	2,781
Other comprehensive income		
Foreign currency translation adjustments	(0)	(20)
Difference for land revaluation	(373)	-
Total other comprehensive income	(374)	(20)
Comprehensive income	(13,047)	2,761
(Detail)		
Comprehensive income attributable to owner of the parent	(13,047)	2,761
Comprehensive income attributable to minority interest	-	-

**Consolidated Statements of Shareholders Equity**

(million of yen)

	Previous Term	Current Term
	From April 1, 2010 to March 31, 2011	From April 1, 2011 to March 31, 2012
	Amount	Amount
<b>Shareholder's equity</b>		
<b>Capital stock</b>		
Balance as of term beginning	20,924	25,021
Change in current term		
Share issued	4,096	-
Change in current term total	4,096	-
Balance as of term ending	25,021	25,021
<b>Capital reserve</b>		
Balance as of term beginning	21,399	25,496
Change in current term		
Share issued	4,096	-
Change in current term total	4,096	-
Balance as of term ending	25,496	25,496
<b>Profit reserve</b>		
Balance as of term beginning	44,169	29,749
Change in current term		
Dividend of profit reserve	(1,745)	(1,905)
Net income	(12,673)	2,781
Change in current term total	(14,419)	875
Balance as of term ending	29,749	30,625
<b>Treasury stock</b>		
Balance as of term beginning	(315)	(317)
Change in current term		
Purchase of treasury stock	(1)	(1)
Change in current term total	(1)	(1)
Balance as of term ending	(317)	(318)
<b>Shareholder's equity total</b>		
Balance as of term beginning	86,177	79,950
Change in current term		
Share issued	8,193	-
Dividend of profit reserve	(1,745)	(1,905)
Net income	(12,673)	2,781
Purchase of treasury stock	(1)	(1)
Change in current term total	(6,226)	874
Balance as of term ending	79,950	80,825
<b>Accumulated other Comprehensive income</b>		
<b>Difference for land revaluation</b>		
Balance as of term beginning	(548)	(921)
Change in current term		
Change in current term without capital stock items	(373)	-
Change in current term total	(373)	-
Balance as of term ending	(921)	(921)
<b>Foreign currency translation adjustments</b>		
Balance as of term beginning	(0)	(1)
Change in current term		
Change in current term without capital stock items	(0)	(20)
Change in current term total	(0)	(20)
Balance as of term ending	(1)	(21)
<b>Total accumulated other Comprehensive income</b>		
Balance as of term beginning	(548)	(922)
Change in current term		
Change in current term without capital stock items	(374)	(20)
Change in current term total	(374)	(20)
Balance as of term ending	(922)	(943)
<b>Net assets total</b>		
Balance as of term beginning	85,629	79,028
Change in current term		
Share issued	8,193	-
Dividend of profit reserve	(1,745)	(1,905)
Net income	(12,673)	2,781
Purchase of treasury stock	(1)	(1)
Change in current term without capital stock items	(374)	(20)
Change in current term total	(6,600)	854
Balance as of term ending	79,028	79,882

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

# Consolidated Statements of Cash Flow

(million of yen)

	Previous Term From April 1, 2010 to March 31, 2011	Current Term From April 1, 2011 to March 31, 2012
	Amount	Amount
<b>Cash flow from operating activities</b>		
Net income before taxes	(20,351)	6,144
Depreciation expenses	18,824	19,702
impairment loss	1,796	1,669
Loss on change of opening shop plan	21,451	-
Bond issue costs	-	85
Increase in officer's retirement allowance	(6)	18
Transfer allowance for loss due to disease	363	(363)
Interest and dividend received	(147)	(44)
Interest paid	4,609	4,351
Fixed assets sales gain	-	3,407
Fixed assets disposal losses	495	305
Effect of adoption of asset retirement obligations	3,173	-
Increase in accounts receivables	(52)	(143)
Increase in inventory	(206)	(75)
Increase in account payable	33	22
Increase in temporary payable	6	6
Others	(476)	1,432
Subtotal	29,514	36,519
Interest and dividends received	112	11
Interest paid	(4,719)	(4,458)
Corporate taxes refund	-	1,737
Corporate taxes paid	(2,488)	(957)
Total cash flow from operating activities	22,418	32,852
<b>Cash flow from investing activities</b>		
Decrease in cash and deposit (non-exempt properties)	2,337	4,282
Payment for acquisition of fixed asset investment	(6,259)	(2,587)
Proceeds from sales of fixed asset	491	22,492
Payment for loan	(32,900)	-
Proceeds from collection of loan	13,100	12
Payment for key money deposit	(492)	(2,549)
Proceeds from collection of key money deposit	274	2,732
Others	(114)	(347)
Total cash flow from investing activities	(23,563)	24,036
<b>Cash flow from financing activities</b>		
Decrease in short-term loan	2,020	(5,294)
Payment for lease obligation	(8,270)	(10,724)
Proceeds from long-term loans	24,646	22,775
Proceeds from long-term loans (non-exempt properties)	3,275	3,872
Payment for long-term loans (non-exempt properties)	(18,230)	(36,055)
Payment for long-term loans	(13,525)	(21,749)
Proceeds for bond issue	-	4,014
Payment for bond redemption	(913)	(913)
Proceeds from stock issue	8,193	-
Payment for acquisition treasury stock	(1)	(1)
Dividend payments	(1,745)	(1,905)
Total cash flow from financing activities	(4,551)	(45,981)
Effect of exchange rate changes on cash and cash equivalents	(7)	(21)
Increase / decrease in cash and cash equivalents	(5,704)	10,886
Cash and cash equivalents at beginning of term	22,711	17,007
Increase / decrease in cash and cash equivalents (Change in accounting scope)	-	109
Cash and cash equivalents at end of Interim	17,007	28,003

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