

Financial Results for the year ended March 31, 2016

May 9, 2016

ROUND ONE corporation

TSE First section

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C.E.O. and President

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Date of Regular General Shareholder's Meeting : June 25, 2016.

Dividend will be paid on after June 27, 2016

Date of presentation expected date of securities report : June 27, 2016.

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

1. Business Results for the year ended in March 2016. (April 1, 2015 to March 31, 2016)

(1) Operating Results

(% is percentage change comparing to previous term.)

	Sales		Operating Income		Ordinary Income		Profit(loss) attributable to owners of parent	
	¥mn	%	¥mn	%	¥mn	%	¥mn	%
FY2015 (2016/3)	83,516	(0.5)	6,367	(4.1)	5,402	(12.2)	449	-
FY2014 (2015/3)	83,905	(0.4)	6,641	(34.2)	6,150	(21.3)	(4,568)	-

(Note) Comprehensive income FY2015 : ¥10mn -% FY2014 : ¥(3,996)mn -%

	Earnings per Share	Net Income per share, fully diluted	Return on Equity	Return on Assets	Operating Income to sales ratio
	¥		%	%	%
FY2015 (2016/3)	4.71	-	0.9	5.0	7.6
FY2014 (2015/3)	(47.95)	-	(8.4)	5.2	7.9

(Note) Investment gains and losses by the equity method FY 2015 : None , FY 2014 : None

(2) Financial Status

	Total Assets	Net Assets	Shareholder's Equity Ratio	Shareholder's Equity Per Share
	¥mn	¥mn	%	¥
FY2015 (2016/3)	104,535	49,730	47.6	521.99
FY2014 (2015/3)	111,588	51,626	46.3	541.88

(Note) Shareholder's equity FY2015 : ¥49,730mn , FY2013 : ¥51,626mn

(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
FY2015 (2016/3)	15,955	(5,082)	(15,309)	23,199
FY2014 (2015/3)	22,576	592	(20,820)	27,777

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	%	%
FY2014 (2015/3)	-	10.00	-	10.00	20.00	1,905	-	3.5
FY2015 (2016/3)	-	10.00	-	10.00	20.00	1,905	424.6	3.8
FY2016(2017/3)(estimate)	-	10.00	-	10.00	20.00		127.1	

(Note) Dividend funds for the FY2015 (2016/3, 2Q, Term) include capital surplus.

3.Forecasts for the FY2016. (April 1, 2016 to March 31, 2017)

(%for term is percentage change comparing to previous term , % for quarter is percentage change comparing to the same quarter in previous term.)

	Sales (Consolidate)		Operating Income (Consolidate)		Ordinary Income (Consolidate)		Profit attributable to owners of parent (Consolidate)		Earnings per share (Consolidate)
	¥mn	%	¥mn	%	¥mn	%	¥mn	%	¥
1'st half	42,490	4.2	2,140	(3.7)	1,830	0.3	900	51.4	9.45
FY2016(2017/3)	87,100	4.3	6,060	(4.8)	5,500	1.8	1,500	233.9	15.74

4. Others

- (1) The change of the important subsidiary during the term. (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 Change in accounting estimate : None
 - ④ Retrospective restatement : None
- (3) Number of shares outstanding during the term (Common stock)
- ① Number of shares issued at the term end. (Include treasury stock)
 - ② Number of treasury stock at the term end.
 - ③ Number of average stock.

FY2015	95,452,914	FY2014	95,452,914
FY2015	183,656	FY2014	179,876
FY2015	95,270,987	FY2014	95,275,192

(Reference) Non-consolidate business results

1. Business Results for the year ended in March 2016. (April 1, 2015 to March 31, 2016)

(1) Operating Results

(% is percentage change comparing to previous term.)

	Sales		Operating Income		Ordinary Income		Net Income	
	¥mn	%	¥mn	%	¥mn	%	¥mn	%
FY2015 (2016/3)	78,348	(4.4)	4,006	(10.0)	5,159	(17.8)	214	-
FY2014 (2015/3)	81,925	(1.3)	4,449	6.4	6,278	(19.8)	(4,440)	-

	Earnings per Share	Net Income per share, fully diluted
	¥	
FY2015 (2016/3)	2.26	-
FY2014 (2015/3)	(46.61)	-

(2) Financial Status

	Total Assets	Net Assets	Shareholder's Equity Ratio	Shareholder's Equity Per Share
	¥mn	¥mn	%	¥
FY2015 (2016/3)	96,330	49,427	51.3	518.82
FY2014 (2015/3)	104,681	51,120	48.8	536.57

(Note) Shareholder's equity FY2015(2016/3) : ¥49,427mn , FY2014(2015/3) : ¥51,120mn

※ Considering review of audit procedures

- This Consolidated business results is not subject to the audit procedures under the Financial Instruments and Exchange Law. At the time of disclosure of this Consolidated business results financial statement audit procedures under the Financial Instruments and Exchange Law are incompleated.

※ Explanation about the appropriate usage of business prospects and other special notes.

- The above-mentioned business forecasts were based on the information available as of the date of the release of this report, no warranty is given as to the realization of the forecasts.
- Future events may cause the actual results to be significantly different from the forecasts.

Consolidated Balance sheets - 1

(million of yen)

Item	Term	End of Previous Term (as of March 31, 2015)	End of Current Term (as of March 31, 2016)
		Amount	Amount
(Assets)			
1.Current assets			
Cash and deposit		27,777	23,199
Accounts receivable		671	647
Merchandise		363	388
Supplies		865	1,188
Others		2,414	2,293
Current assets total		32,092	27,717
2.Fixed assets			
Tangible fixed assets			
Buildings and structures		71,658	71,428
Accumulated depreciation		(33,082)	(35,291)
Buildings and structures(Net)		38,576	36,137
Bowling equipment		3,091	3,633
Accumulated depreciation		(2,143)	(2,390)
Bowling equipment(Net)		947	1,243
Amusement machines		3,510	3,627
Accumulated depreciation		(3,361)	(3,592)
Amusement machines(Net)		149	34
Land		6,634	6,374
Lease asset		30,472	27,467
Accumulated depreciation		(17,039)	(14,242)
Lease asset(Net)		13,433	13,225
Others		8,980	10,844
Accumulated depreciation		(6,947)	(7,441)
Others(Net)		2,033	3,402
Tangible fixed assets total		61,773	60,417
Intangible fixed assets			
		101	167
Investments and other assets			
Investments in capital		51	51
Deferred tax assets		5,928	5,135
Guarantee equipment		11,241	10,695
Others		399	350
Investments and other assets total		17,621	16,232
Fixed assets total		79,496	76,817
Total assets		111,588	104,535

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

Consolidated Balance sheets - 2

(million of yen)

Item	Term	End of Previous Term (as of March 31, 2015)	End of Current Term (as of March 31, 2016)
		Amount	Amount
(Liabilities)			
1.Current liabilities			
Account payable		337	477
Short-term loans		650	678
Bonds to be redeemed within one year		170	170
Long-term loans to be repaid within one year		7,620	6,364
Lease obligation		7,832	7,494
Corporate tax payable etc.		431	620
Others		7,143	5,286
Current liabilities total		24,186	21,090
Fixed liabilities			
Bonds		1,275	1,105
Long-term loans		17,377	14,509
Officer's retirement allowance		285	278
Lease obligation		8,531	8,544
Asset retirement obligations		6,439	6,386
Long-term guarantee deposited		570	491
Others		1,296	2,398
Fixed liabilities total		35,775	33,714
Liabilities total		59,961	54,805
(Net assets)			
1.Shareholder's equity			
Capital stock		25,021	25,021
Capital surplus		25,496	24,543
Profit reserve		775	272
Treasury stock		(326)	(328)
Shareholder's equity total		50,967	49,508
2.Difference from revaluation and exchange rate changes			
Difference for land revaluation		(138)	(138)
Foreign currency translation adjustments		798	360
Accumulated other comprehensive income		659	221
Net assets total		51,626	49,730
Total liabilities and net assets		111,588	104,535

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

Consolidated Profit & Loss Statements

(million of yen)

	Previous Term	Current Term
	From April 1, 2014 to March 31, 2015	From April 1, 2015 to March 31, 2016
	Amount	Amount
Sales	83,905	83,516
Cost of sales	75,509	75,090
Gross profit	8,395	8,426
Selling, general & administrative expenses	1,754	2,058
Operating income	6,641	6,367
Non-operating income		
Interest and dividend income	61	63
Operations consignment fee	31	36
Subsidy income	-	32
Others	652	148
	745	281
Non-operating expenses		
Interest expense	1,093	834
Foreign exchange losses	-	337
Others	143	74
	1,236	1,246
Ordinary income	6,150	5,402
Extraordinary gain		
Gain on sales of property, fixed assets	204	-
	204	-
Extraordinary loss		
Loss on sales of property, fixed assets	0	-
Loss on disposal of property, fixed assets	631	456
Impairment loss	4,597	3,052
	5,230	3,508
Pretax net income for the current term	1,125	1,894
Income taxes - current	288	674
Income taxes - deferred	5,405	770
Total income taxes	5,693	1,444
Profit(loss)	(4,568)	449
Profit(loss) attributable to owners of parent	(4,568)	449

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

Profit(loss)	(4,568)	449
Other comprehensive income		
Foreign currency translation adjustments	571	(438)
Total other comprehensive income	571	(438)
Comprehensive income	(3,996)	10
(Detail)		
Comprehensive income attributable to owner of the parent	(3,996)	10
Comprehensive income attributable to minority interest	-	-

Consolidated Statements of Shareholders Equity

Previous Term (From April 1, 2014 to March 31, 2015)

(million of yen)

	Shareholders' equity				Shareholders' equity total
	Capital stock	Capital surplus	Profit reserve	Treasury stock	
Balance as of term beginning	25,021	25,496	7,249	(323)	57,443
Change in current term					
Dividends of profit reserve			(1,905)		(1,905)
Loss attributable to owners of parent			(4,568)		(4,568)
Purchase of treasury stock				(3)	(3)
Change in current term without capital stock items					
Change in current term total	-	-	(6,473)	(3)	(6,476)
Balance as of term ending	25,021	25,496	775	(326)	50,967

	Accumulated other Comprehensive income			Net assets total
	Difference for land revaluation	Foreign currency translation adjustment	Total accumulated other comprehensive income	
Balance as of term beginning	(138)	226	88	57,531
Change in current term				
Dividends of profit reserve				(1,905)
Loss attributable to owners of parent				(4,568)
Purchase of treasury stock				(3)
Change in current term without capital stock items		571	571	571
Change in current term total	-	571	571	(5,905)
Balance as of term ending	(138)	798	659	51,626

Consolidated Statements of Shareholders Equity

Current Term (From April 1,2015 to March 31,2016)

(million of yen)

	Shareholders' equity				Shareholders' equity total
	Capital stock	Capital surplus	Profit reserve	Treasury stock	
Balance as of term beginning	25,021	25,496	775	(326)	50,967
Change in current term					
Dividends of profit reserve		(952)	(952)		(1,905)
Profit attributable to owners of parent			449		449
Purchase of treasury stock				(2)	(2)
Change in current term without capital stock items					
Change in current term total	-	(952)	(503)	(2)	(1,458)
Balance as of term ending	25,021	24,543	272	(328)	49,508

	Accumulated other Comprehensive income			Net assets total
	Difference for land revaluation	Foreign currency translation adjustment	Total accumulated other comprehensive income	
Balance as of term beginning	(138)	798	659	51,626
Change in current term				
Dividends of profit reserve				(1,905)
Profit attributable to owners of parent				449
Purchase of treasury stock				(2)
Change in current term without capital stock items		(438)	(438)	(438)
Change in current term total	-	(438)	(438)	(1,896)
Balance as of term ending	(138)	360	221	49,730

Consolidated Statements of Cash Flow

(million of yen)

	Previous Term	Current Term
	From April 1, 2014 to March 31, 2015	From April 1, 2015 to March 31, 2016
	Amount	Amount
Cash flow from operating activities		
Net income(loss) before taxes	1,125	1,894
Depreciation expenses	12,956	11,444
Impairment loss	4,597	3,052
Increase(decrease) in officer's retirement allowance	21	(6)
Interest and dividend received	(61)	(63)
Interest paid	1,093	834
Fixed assets sales loss(gain)	(204)	-
Fixed assets disposal losses	631	456
Decrease(increase) in accounts receivables	(18)	22
Decrease(increase) in inventory	(102)	(359)
Increase(decrease) in account payable	70	152
Others	2,010	(578)
Subtotal	22,121	16,848
Interest and dividends received	36	42
Interest paid	(1,109)	(839)
Corporate taxes refund	2,272	456
Corporate taxes paid	(744)	(553)
Total cash flow from operating activities	22,576	15,955
Cash flow from investing activities		
Payment for acquisition of fixed asset investment	(4,818)	(5,636)
Proceeds from sales of fixed asset	5,550	-
Payment for guarantee equipment	(514)	(79)
Proceeds from collection of guarantee equipment	383	644
Others	(8)	(11)
Total cash flow from investing activities	592	(5,082)
Cash flow from financing activities		
Increase(decrease) in short-term loan	(10)	28
Payment for lease obligation	(10,461)	(8,770)
Proceeds from long-term loans	860	2,400
Payment for long-term loans	(9,901)	(6,524)
Payment for bond redemption	(670)	(170)
Repayments deposits received	(30)	(1,060)
Proceeds deposits received	1,300	694
Payment for acquisition treasury stock	(3)	(2)
Dividend payments	(1,905)	(1,905)
Total cash flow from financing activities	(20,820)	(15,309)
Effect of exchange rate changes on cash and cash equivalents	256	(140)
Increase(decrease) in cash and cash equivalents	2,604	(4,577)
Cash and cash equivalents at beginning of term	25,172	27,777
Cash and cash equivalents at end of term	27,777	23,199

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