

The second quarter Results for the year ended March 31, 2020

November 8, 2019

## ROUND ONE corporation

TSE First section

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

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Expected date of submission of this report : November 11, 2019.

Expected date of dividend payment : December 3, 2019.

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

1. Business Results for the year ended in September 2019. ( April 1, 2019 to September 30, 2019 )

(1) Operating Results

( % is percentage change comparing to previous term.)

	Sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	¥mn	%	¥mn	%	¥mn	%	¥mn	%
2'nd Quarter 2019.	53,188	8.8	5,813	24.7	5,702	26.4	3,705	23.5
2'nd Quarter 2018.	48,869	5.7	4,660	9.2	4,511	10.7	3,001	22.2

(Note) Comprehensive income 2'nd Quarter 2019 : ¥3,172mn (19.7)%

2'nd Quarter 2018 : ¥3,951mn 57.5%

	Earnings per share	Net income per share, fully diluted
	¥	
2'nd Quarter 2019.	38.90	—
2'nd Quarter 2018.	31.50	—

(2) Financial Status

	Total assets	Net assets	Equity ratio	Net assets per share
	¥mn	¥mn	%	¥
2'nd Quarter 2019.	116,999	64,859	55.3	679.28
FY2018 (2019/3)	117,346	62,604	53.3	655.99

(Note) Shareholder's equity

2'nd Quarter 2019. : ¥64,709mn , FY2018 : ¥62,490mn

2.Dividend Payment

	Annual dividend per share				
	1Q	2Q	3Q	Term	Annual
	¥	¥	¥	¥	¥
FY2018 (2019/3)	—	10.00	—	10.00	20.00
FY2019 (2020/3)	—	10.00			
FY2019(2020/3)(estimate)			—	10.00	20.00

(Note) Revision to the latest forecast of dividends: None

3.Consolidated forecasts FY2019. ( April 1, 2019 to March 31, 2020 )

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

	Sales		Operating Income		Ordinary Income		Profit attributable to owners of parent		Earnings per share
	¥mn	%	¥mn	%	¥mn	%	¥mn	%	¥
FY2019(2020/3)	107,640	6.2	11,810	3.2	11,600	3.4	6,420	(10.3)	67.39

(Note) Revision to the latest forecast of business results: Yes

Note

- (1) The change of the important subsidiary during the term. (Change in consolidation scope in subsidiary.) : Yes  
New subsidiary opening 1 (Subsidiary name) Round One Rus LLC
- (2) Accounting methods particularly implemented for quarterly consolidated financial statements. : None
- (3) Change in accounting policy, accounting estimate, and retrospective restatement.
  - ① Change in accounting standard : None
  - ② Without above ① : None
  - ③ Change in accounting estimate : None
  - ④ Retrospective restatement : None

(4) 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.

2Q 2019	95,452,914	FY2018	95,452,914
2Q 2019	192,135	FY2018	191,240
2Q 2019	95,261,186	2Q 2018	95,262,930

※ This report is not included in the scope of auditor's quarterly review.

※ 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 sheet - 1

(million of yen)

Item	Term	End of Previous Term (as of March 31, 2019)	End of 2'nd quarter (as of September 30, 2019)
		Amount	Amount
<b>( Assets )</b>			
<b>Current assets</b>			
Cash and deposits		22,524	19,868
Accounts receivable		1,182	679
Merchandises		429	432
Supplies		2,105	2,327
Other		2,429	2,840
<b>Current assets total</b>		<b>28,671</b>	<b>26,147</b>
<b>Non-current assets</b>			
Property, plant and equipment			
Buildings and structures		78,669	78,945
Accumulated depreciation		(38,121)	(39,121)
Buildings and structures(Net)		40,547	39,824
Land		5,736	5,736
Leased assets		30,990	30,009
Accumulated depreciation		(12,968)	(12,235)
Leased assets(Net)		18,021	17,774
Other		27,422	33,186
Accumulated depreciation		(17,822)	(19,177)
Other(Net)		9,600	14,008
<b>Property, plant and equipment total</b>		<b>73,905</b>	<b>77,343</b>
<b>Intangible assets</b>		<b>690</b>	<b>736</b>
<b>Investments and other assets</b>			
Deferred tax assets		4,571	3,711
Guarantee deposits		9,323	8,890
Other		182	168
<b>Investments and other assets total</b>		<b>14,078</b>	<b>12,770</b>
<b>Non-current assets total</b>		<b>88,674</b>	<b>90,851</b>
<b>Total assets</b>		<b>117,346</b>	<b>116,999</b>

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

## Consolidated Balance sheet - 2

(million of yen)

Item	Term	End of Previous Term (as of March 31, 2019)	End of 2'nd quarter (as of September 30, 2019)
		Amount	Amount
<b>( Liabilities )</b>			
<b>Current liabilities</b>			
Accounts payable		350	246
Short-term loans payable		1,441	1,668
Current portion of bonds		825	825
Current portion of long-term loans payable		2,899	2,688
Lease obligations		9,497	8,113
Income taxes payable etc.		1,208	1,093
Other		8,865	8,250
<b>Current liabilities total</b>		<b>25,088</b>	<b>22,885</b>
<b>Non-current liabilities</b>			
Bonds payable		1,675	1,262
Long-term loans payable		6,675	5,376
Lease obligations		9,568	9,787
Asset retirement obligations		6,099	6,101
Other		5,634	6,726
<b>Non-current liabilities total</b>		<b>29,653</b>	<b>29,254</b>
<b>Liabilities total</b>		<b>54,741</b>	<b>52,140</b>
<b>(Net assets)</b>			
<b>Shareholder's equity</b>			
Capital stock		25,021	25,021
Capital surplus		22,638	22,638
Retained earnings		14,767	17,520
Treasury shares		(337)	(339)
<b>Shareholder's equity total</b>		<b>62,089</b>	<b>64,841</b>
<b>Accumulated other comprehensive income</b>			
Revaluation reserve for land		(138)	(138)
Foreign currency translation adjustment		539	6
<b>Accumulated other comprehensive income total</b>		<b>400</b>	<b>(132)</b>
<b>Share acquisition rights</b>		<b>114</b>	<b>149</b>
<b>Net assets total</b>		<b>62,604</b>	<b>64,859</b>
<b>Total liabilities and net assets</b>		<b>117,346</b>	<b>116,999</b>

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

## Consolidated Income Statement

(million of yen)

	Previous 2'nd quarter	Current 2'nd quarter
	From April 1, 2018 to September 30, 2018	From April 1, 2019 to September 30, 2019
	Amount	Amount
Net sales	48,869	53,188
Cost of sales	42,737	45,692
Gross profit	6,131	7,496
Selling, general and administrative expenses	1,471	1,682
<b>Operating income</b>	<b>4,660</b>	<b>5,813</b>
<b>Non-operating income</b>		
Interest and dividend income	9	4
Outsourcing service income	23	28
Insurance claim income	6	51
Sale promotion premium income	35	43
Other	37	26
<b>Non-operating income total</b>	<b>112</b>	<b>154</b>
<b>Non-operating expenses</b>		
Interest expenses	230	243
Other	30	23
<b>Non-operating expenses total</b>	<b>261</b>	<b>266</b>
<b>Ordinary income</b>	<b>4,511</b>	<b>5,702</b>
<b>Extraordinary losses</b>		
Loss on retirement of non-current assets	244	298
Loss on sales of non-current assets	75	—
<b>Extraordinary losses total</b>	<b>319</b>	<b>298</b>
<b>Pretax net income for the current term</b>	<b>4,192</b>	<b>5,403</b>
Income taxes - current	509	749
Income taxes - deferred	681	948
Total income taxes	1,190	1,698
Profit	3,001	3,705
<b>Profit attributable to owners of parent</b>	<b>3,001</b>	<b>3,705</b>

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

## Quarterly Consolidated Statement of Comprehensive income

(million of yen)

	Previous 2'nd quarter	Current 2'nd quarter
	From April 1, 2018 to September 30, 2018	From April 1, 2019 to September 30, 2019
	Amount	Amount
<b>Profit</b>	<b>3,001</b>	<b>3,705</b>
Other comprehensive income		
Foreign currency translation adjustments	950	(532)
Total other comprehensive income	950	(532)
<b>Comprehensive income</b>	<b>3,951</b>	<b>3,172</b>
(Detail)		
Comprehensive income attributable to owner of the parent	3,951	3,172
Comprehensive income attributable to non controlling interest	—	—