

Consolidated Financial Results for the three months ended March 31, 2022

August 5, 2021

ROUND ONE Corporation

TSE First section

Stock Code : 4680 URL : <https://www.round1.co.jp/>

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Scheduled date of annual general meeting of shareholders : None

Scheduled date to file quarterly securities report : August 6, 2021

Scheduled date to commence dividend payments : None

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated financial results for the three months ended March 2022 (from April 1, 2021 to June 30, 2021)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended Mar. 2022	18,243	224.0	(3,572)	—	(3,575)	—	(3,925)	—
Mar. 2021	5,630	(78.0)	(11,050)	—	(11,052)	—	(8,559)	—

(Note) Comprehensive income Three months ended Mar. 2022 : ¥(3,902) million —% Three months ended Mar. 2021 : ¥(8,741) million —%

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
Mar. 2022	(44.26)	—
Mar. 2021	(95.67)	—

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
Three months ended Mar. 2022	Millions of yen 145,980	Millions of yen 36,035	% 24.5	Yen 403.84
Year ended Mar. 2021	150,576	40,892	27.0	458.60

(Reference) Equity Three months ended Mar. 2022 : ¥35,820 million Year ended Mar. 2021 : ¥40,677 million

2. Cash dividends

	Annual dividends per share				
	1Q-end	2Q-end	3Q-end	Year-end	Total
Year ended Mar. 2021	Yen —	Yen 10.00	Yen —	Yen 10.00	Yen 20.00
Year ended Mar. 2022	—	—	—	—	—
Year ending Mar. 2022 (Forecast)	—	10.00	—	10.00	20.00

(Note) Revisions to the forecast of cash dividends most recently announced : None

3. Forecasts of consolidated financial results for the fiscal year ending March 2022 (from April 1, 2021 to March 31, 2022)

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

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
2Q-end	47,170	102.8	(780)	—	(1,130)	—	(940)	—	(10.60)
Year ending Mar. 2022	106,140	74.1	6,120	—	5,390	—	3,210	—	36.19

(Note) Revisions to the forecast of consolidated financial results most recently announced : None

※ Notes

- (1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation) : None
- (2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements : None
- (3) Changes in accounting policies, changes in accounting estimates, and restatement
- ① Changes in accounting policies due to revisions to accounting standards and other regulations : Yes
 - ② Changes in accounting policies due to other reasons : None
 - ③ Changes in accounting estimates : None
 - ④ Restatement : None

(4) Number of issued shares (common shares)

① Number of issued shares at the end of the period (including treasury shares)	Three months ended Mar. 2022	95,452,914
	Year ended Mar. 2021	95,452,914
② Number of treasury shares at the end of the period	Three months ended Mar. 2022	6,754,015
	Year ended Mar. 2021	6,753,635
③ Average number of shares outstanding during the period	Three months ended Mar. 2022	88,699,045
	Three months ended Mar. 2021	89,473,595

※ Quarterly financial results reports are exempt from quarterly review conducted by certified public accountants or an audit corporation.

※ Proper use of earnings forecasts, and other special matters

- 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.

Quarterly Consolidated Balance sheet - 1

(Millions of yen)

	End of Previous Term (As of March 31, 2021)	End of First Quarter (As of June 30, 2021)
Assets		
Current assets		
Cash and deposits	44,851	40,276
Accounts receivable	810	546
Merchandise	378	372
Supplies	2,439	2,368
Other	5,538	4,245
Total current assets	54,019	47,810
Non-current assets		
Property, plant and equipment		
Buildings and structures	84,439	86,293
Accumulated depreciation	(44,351)	(45,151)
Buildings and structures, net	40,088	41,142
Land	5,736	5,736
Leased assets	28,355	29,168
Accumulated depreciation	(13,657)	(14,556)
Leased assets, net	14,697	14,612
Right-of-use assets	2,015	4,108
Accumulated depreciation	(135)	(219)
Right-of-use assets, net	1,880	3,888
Other	41,268	41,272
Accumulated depreciation	(24,414)	(25,444)
Other, net	16,853	15,828
Total property, plant and equipment	79,257	81,209
Intangible assets	799	772
Investments and other assets		
Deferred tax assets	7,490	7,223
Guarantee deposits	8,749	8,712
Other	259	251
Total investments and other assets	16,499	16,188
Total non-current assets	96,556	98,169
Total assets	150,576	145,980

Quarterly Consolidated Balance sheet - 2

(Millions of yen)

	End of Previous Term (As of March 31, 2021)	End of First Quarter (As of June 30, 2021)
Liabilities		
Current liabilities		
Accounts payable	254	103
Short-term borrowings	700	700
Current portion of bonds payable	1,192	780
Current portion of long-term borrowings	6,461	6,360
Lease obligations	7,427	7,424
Income taxes payable	13	153
Other	8,208	7,850
Total current liabilities	24,258	23,374
Non-current liabilities		
Bonds payable	1,314	1,142
Long-term borrowings	57,565	56,014
Lease obligations	9,506	11,757
Asset retirement obligations	6,730	6,784
Other	10,309	10,870
Total non-current liabilities	85,425	86,570
Total liabilities	109,683	109,944
Net assets		
Shareholders' equity		
Share capital	25,021	25,021
Capital surplus	22,638	22,638
Retained earnings	(2,155)	(7,035)
Treasury shares	(5,342)	(5,342)
Total shareholders' equity	40,161	35,281
Accumulated other comprehensive income		
Revaluation reserve for land	(138)	(138)
Foreign currency translation adjustment	654	677
Total accumulated other comprehensive income	515	539
Share acquisition rights	215	215
Non-controlling interests	0	0
Total net assets	40,892	36,035
Total liabilities and net assets	150,576	145,980

Quarterly Consolidated Income Statement

(Millions of yen)

	Previous Term (From April 1, 2020 to June 30, 2020)	Current Term (From April 1, 2021 to June 30, 2021)
Net sales	5,630	18,243
Cost of sales	15,995	20,966
Gross loss	(10,364)	(2,722)
Selling, general and administrative expenses	685	849
Operating loss	(11,050)	(3,572)
Non-operating income		
Interest and dividend income	1	3
Subsidy income	103	228
Other	73	77
Total non-operating income	178	308
Non-operating expenses		
Interest expenses	153	238
Share of loss of entities accounted for using equity method	23	3
Other	3	70
Total non-operating expenses	180	312
Ordinary loss	(11,052)	(3,575)
Extraordinary losses		
Loss on retirement of non-current assets	16	27
Total extraordinary losses	16	27
Loss before income taxes	(11,069)	(3,602)
Income taxes - current	32	30
Income taxes - deferred	(2,542)	292
Total income taxes	(2,509)	323
Loss	(8,559)	(3,925)
Loss attributable to non-controlling interests	(0)	(0)
Loss attributable to owners of parent	(8,559)	(3,925)

Quarterly Consolidated Statement of Comprehensive income

(Millions of yen)

	Previous Term (From April 1, 2020 to June 30, 2020)	Current Term (From April 1, 2021 to June 30, 2021)
Loss	(8,559)	(3,925)
Other comprehensive income		
Foreign currency translation adjustment	(181)	23
Total other comprehensive income	(181)	23
Comprehensive income	(8,741)	(3,902)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(8,741)	(3,902)
Comprehensive income attributable to non-controlling interests	(0)	(0)