

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

February 10, 2022

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 : February 14, 2022

Scheduled date to commence dividend payments : None

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

1. Consolidated financial results for the nine months ended March 2022 (from April 1, 2021 to December 31, 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	%
Nine months ended Mar. 2022	66,578	65.8	(4,715)	—	186	—	1,097	—
Mar. 2021	40,165	(47.9)	(18,141)	—	(18,498)	—	(16,483)	—

(Note) Comprehensive income Nine months ended Mar. 2022 : ¥2,334 million —% Nine months ended Mar. 2021 : ¥(17,642) million —%

	Basic earnings per share	Diluted earnings per share
Nine months ended Mar. 2022	Yen 11.77	Yen —
Mar. 2021	(185.30)	—

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
Nine months ended Mar. 2022	161,620	49,745	30.6	518.62
Year ended Mar. 2021	150,576	40,892	27.0	458.60

(Reference) Equity Nine months ended Mar. 2022 : ¥49,502 million Year ended Mar. 2021 : ¥40,677 million

2. Cash dividends

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

	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
Year ending Mar. 2022	95,870	57.2	(1,910)	—	5,030	—	4,810	—	51.60

(Note) Revisions to the forecast of consolidated financial results most recently announced : Yes

※ 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)

Nine 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

Nine months ended Mar. 2022	1,115
Year ended Mar. 2021	6,753,635

③ Average number of shares outstanding during the period

Nine months ended Mar. 2022	93,217,553
Nine months ended Mar. 2021	88,956,208

※ 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 Third Quarter (As of December 31, 2021)
Assets		
Current assets		
Cash and deposits	44,851	50,479
Accounts receivable	810	1,155
Merchandise	378	410
Supplies	2,439	2,995
Other	5,538	3,767
Total current assets	54,019	58,808
Non-current assets		
Property, plant and equipment		
Buildings and structures	84,439	88,451
Accumulated depreciation	(44,351)	(46,919)
Buildings and structures, net	40,088	41,532
Land	5,736	5,736
Leased assets	28,355	27,383
Accumulated depreciation	(13,657)	(13,416)
Leased assets, net	14,697	13,967
Right-of-use assets	2,015	4,864
Accumulated depreciation	(135)	(420)
Right-of-use assets, net	1,880	4,444
Other	41,268	46,448
Accumulated depreciation	(24,414)	(28,164)
Other, net	16,853	18,283
Total property, plant and equipment	79,257	83,964
Intangible assets	799	769
Investments and other assets		
Deferred tax assets	7,490	7,963
Guarantee deposits	8,749	8,626
Other	259	1,487
Total investments and other assets	16,499	18,077
Total non-current assets	96,556	102,811
Total assets	150,576	161,620

Quarterly Consolidated Balance sheet - 2

(Millions of yen)

	End of Previous Term (As of March 31, 2021)	End of Third Quarter (As of December 31, 2021)
Liabilities		
Current liabilities		
Accounts payable	254	284
Short-term borrowings	700	700
Current portion of bonds payable	1,192	342
Current portion of long-term borrowings	6,461	6,285
Lease obligations	7,427	7,619
Income taxes payable	13	417
Other	8,208	12,306
Total current liabilities	24,258	27,957
Non-current liabilities		
Bonds payable	1,314	971
Long-term borrowings	57,565	52,769
Lease obligations	9,506	12,307
Asset retirement obligations	6,730	6,815
Other	10,309	11,053
Total non-current liabilities	85,425	83,917
Total liabilities	109,683	111,875
Net assets		
Shareholders' equity		
Share capital	25,021	25,021
Capital surplus	22,638	25,697
Retained earnings	(2,155)	(2,967)
Treasury shares	(5,342)	(1)
Total shareholders' equity	40,161	47,749
Accumulated other comprehensive income		
Revaluation reserve for land	(138)	(138)
Foreign currency translation adjustment	654	1,891
Total accumulated other comprehensive income	515	1,752
Share acquisition rights	215	241
Non-controlling interests	0	0
Total net assets	40,892	49,745
Total liabilities and net assets	150,576	161,620

Quarterly Consolidated Income Statement

(Millions of yen)

	Previous Term (From April 1, 2020 to December 31, 2020)	Current Term (From April 1, 2021 to December 31, 2021)
Net sales	40,165	66,578
Cost of sales	56,071	68,561
Gross loss	(15,905)	(1,982)
Selling, general and administrative expenses	2,236	2,732
Operating loss	(18,141)	(4,715)
Non-operating income		
Interest and dividend income	11	9
Subsidy income	462	5,716
Other	230	349
Total non-operating income	705	6,076
Non-operating expenses		
Interest expenses	507	685
Share of loss of entities accounted for using equity method	39	14
Share issuance costs	—	338
Other	515	135
Total non-operating expenses	1,062	1,174
Ordinary profit (loss)	(18,498)	186
Extraordinary income		
Penalty income	—	907
Gain on reversal of share acquisition rights	—	2
Total extraordinary income	—	909
Extraordinary losses		
Loss on retirement of non-current assets	23	64
Impairment losses	1,885	145
Total extraordinary losses	1,909	210
Profit (loss) before income taxes	(20,408)	885
Income taxes - current	163	152
Income taxes - deferred	(4,087)	(364)
Total income taxes	(3,924)	(211)
Profit (loss)	(16,483)	1,096
Loss attributable to non-controlling interests	(0)	(0)
Profit (loss) attributable to owners of parent	(16,483)	1,097

Quarterly Consolidated Statement of Comprehensive income

(Millions of yen)

	Previous Term (From April 1, 2020 to December 31, 2020)	Current Term (From April 1, 2021 to December 31, 2021)
Profit (loss)	(16,483)	1,096
Other comprehensive income		
Foreign currency translation adjustment	(1,158)	1,237
Total other comprehensive income	(1,158)	1,237
Comprehensive income	(17,642)	2,334
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(17,642)	2,334
Comprehensive income attributable to non-controlling interests	(0)	(0)