

Consolidated Financial Results for the fiscal year ended March 31, 2024

May 8, 2024

## ROUND ONE Corporation

TSE Prime Market

Securities Code : 4680

URL : <https://www.round1-group.co.jp/>

Representative : Masahiko Sugino, President and Chief Executive Officer

Inquiries : Jun Okamoto, Executive Officer and Chief Financial Officer and General Manager of Administration

Scheduled date of annual general meeting of shareholders : June 22, 2024

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Scheduled date to file annual securities report June 24, 2024

Scheduled date to commence dividend payments : June 24, 2024

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

### 1. Consolidated financial results for the fiscal year ended March 2024 (from April 1, 2023 to March 31, 2024)

#### (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	%
Year ended Mar. 2024	159,181	12.1	24,195	43.0	24,316	45.7	15,666	60.9
Year ended Mar. 2023	142,051	47.3	16,921	—	16,690	211.4	9,737	147.3

(Note) Comprehensive income Year ended Mar. 2024 : ¥19,015 million 63.7% Year ended Mar. 2023 : ¥11,616 million 62.4%

	Basic earnings per share	Diluted earnings per share	Return on equity	Ratio of ordinary profit to total assets	Ratio of operating profit to net sales
	Yen	Yen	%	%	%
Year ended Mar. 2024	57.99	57.88	23.9	13.7	15.2
Year ended Mar. 2023	34.03	34.01	16.9	10.2	11.9

(Reference) Share of profit of entities accounted for using equity method Year ended Mar. 2024 : ¥170 million Year ended Mar. 2023 : ¥141 million

(Note) On October 1, 2022, the Company effected a 3-for-1 split of its common stock. Both basic and diluted earnings per share are calculated based on the assumption that the stock split was implemented at the beginning of the year ended Mar. 2023.

#### (2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
Year ended Mar. 2024	185,464	70,537	37.9	260.59
Year ended Mar. 2023	170,623	61,180	35.7	217.30

(Reference) Equity Year ended Mar. 2024 : ¥70,277 million Year ended Mar. 2023 : ¥60,942 million

#### (3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Year ended Mar. 2024	44,632	(15,356)	(22,856)	36,463
Year ended Mar. 2023	35,830	(11,911)	(42,110)	29,106

### 2. Cash dividends

	Annual dividends per share					Total cash dividends	Payout ratio	Ratio of dividends to net assets
	1Q-end	2Q-end	3Q-end	Year-end	Total	(Total)	(Consolidated)	(Consolidated)
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Year ended Mar. 2023	—	12.00	—	4.00	—	2,103	23.5	3.9
Year ended Mar. 2024	2.50	2.50	3.50	3.50	12.00	3,232	20.7	5.0
Year ending Mar. 2025 (Forecast)	4.00	4.00	4.00	4.00	16.00		25.4	

(Note) 1.The Company plans to pay the quarterly dividend for the year ending Mar. 2025 of 4.00 yen per share, an increase of 0.50 yen per share compared with the Year-end for the year ended Mar. 2024.

2.On October 1, 2022, the Company effected a 3-for-1 split of its common stock. Due to the stock split, the total dividend for the year ended Mar. 2023 is not disclosed. If the stock split is considered, the 2Q-end dividend for the year ended Mar. 2023 would be 4.00 yen, the total dividend for the year ended Mar. 2023 would be 8.00 yen.

### 3. Forecasts of consolidated financial results for the fiscal year ending March 2025 (from April 1, 2024 to March 31, 2025)

(% 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	83,030	8.1	11,740	12.0	11,450	8.9	7,760	(0.4)	28.77
Year ending Mar. 2025	171,310	7.6	25,700	6.2	25,060	3.1	17,000	8.5	63.04

※ Notes

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

(3) Number of issued shares (common shares)

① Number of issued shares at the end of the period (including treasury shares)

Year ended Mar. 2024	287,780,142	Year ended Mar. 2023	287,358,642
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② Number of treasury shares at the end of the period

Year ended Mar. 2024	18,092,970	Year ended Mar. 2023	6,902,126
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③ Average number of shares outstanding during the period

Year ended Mar. 2024	270,146,620	Year ended Mar. 2023	286,149,059
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(Note) On October 1, 2022, the Company effected a 3-for-1 split of its common stock.

For the average number of shares outstanding during the period, the Company took the stock split into consideration.

(Reference) Overview of non-consolidated financial results

Non-consolidated financial results for the fiscal year ended in March 2024 (from April 1, 2023 to March 31, 2024)

(1) Non-consolidated operating results

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Year ended Mar. 2024	97,991	9.1	13,732	108.7	16,899	55.3	9,853	133.4
Year ended Mar. 2023	89,808	40.9	6,580	—	10,881	148.3	4,221	19.3

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Year ended Mar. 2024	36.48	36.40
Year ended Mar. 2023	14.75	14.75

(Note) On October 1, 2022, the Company effected a 3-for-1 split of its common stock. Both basic and diluted earnings per share are calculated based on the assumption that the stock split was implemented at the beginning of the year ended Mar. 2023.

(2) Non-consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
Year ended Mar. 2024	116,414	56,915	48.7	210.08
Year ended Mar. 2023	115,729	56,696	48.8	201.31

(Reference) Equity Year ended Mar. 2024 : ¥56,656 million Year ended Mar. 2023 : ¥56,459 million

※ Financial results reports are exempt from audit 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.

# Consolidated Balance sheet - 1

(Millions of yen)

	End of Previous Term (As of March 31, 2023)	End of Current Term (As of March 31, 2024)
<b>Assets</b>		
Current assets		
Cash and deposits	29,106	36,463
Accounts receivable	1,679	2,721
Merchandise	429	440
Supplies	3,374	3,939
Other	4,149	4,630
Total current assets	38,739	48,196
Non-current assets		
Property, plant and equipment		
Buildings and structures	94,648	100,196
Accumulated depreciation	(52,459)	(57,852)
Buildings and structures, net	42,188	42,344
Bowling equipment	8,777	9,650
Accumulated depreciation	(6,172)	(7,037)
Bowling equipment, net	2,605	2,612
Amusement equipments	25,792	32,131
Accumulated depreciation	(14,452)	(18,666)
Amusement equipments, net	11,339	13,464
Land	5,712	5,603
Leased assets	32,255	34,410
Accumulated depreciation	(14,610)	(18,147)
Leased assets, net	17,644	16,262
Right-of-use assets	31,635	33,912
Accumulated depreciation	(706)	(1,074)
Right-of-use assets, net	30,929	32,838
Other	21,472	29,542
Accumulated depreciation	(15,353)	(18,028)
Other, net	6,119	11,513
Total property, plant and equipment	116,539	124,639
Intangible assets	763	865
Investments and other assets		
Deferred tax assets	4,216	1,490
Guarantee deposits	8,693	8,651
Other	1,672	1,621
Total investments and other assets	14,581	11,763
Total non-current assets	131,883	137,268
Total assets	170,623	185,464

## Consolidated Balance sheet - 2

(Millions of yen)

	End of Previous Term (As of March 31, 2023)	End of Current Term (As of March 31, 2024)
<b>Liabilities</b>		
Current liabilities		
Accounts payable	394	417
Short-term borrowings	800	700
Current portion of bonds payable	342	342
Current portion of long-term borrowings	6,102	6,059
Lease obligations	14,599	16,418
Income taxes payable	612	4,226
Contract liabilities	2,488	4,767
Provision for redemption points	1,849	—
Other	10,638	11,874
Total current liabilities	37,828	44,807
Non-current liabilities		
Bonds payable	628	285
Long-term borrowings	15,696	14,850
Lease obligations	44,789	44,988
Asset retirement obligations	6,794	6,740
Long-term guarantee deposits	347	348
Other	3,358	2,905
Total non-current liabilities	71,614	70,118
Total liabilities	109,442	114,926
<b>Net assets</b>		
Shareholders' equity		
Share capital	25,326	25,454
Capital surplus	26,002	26,130
Retained earnings	7,506	19,738
Treasury shares	(3,503)	(10,004)
Total shareholders' equity	55,331	61,318
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	7	13
Deferred gains or losses on hedges	(0)	2
Revaluation reserve for land	(138)	(138)
Foreign currency translation adjustment	5,742	9,083
Total accumulated other comprehensive income	5,610	8,959
Share acquisition rights	237	259
Non-controlling interests	0	0
Total net assets	61,180	70,537
Total liabilities and net assets	170,623	185,464

## Consolidated Income Statement

(Millions of yen)

	Previous Term (From April 1, 2022 to March 31, 2023)	Current Term (From April 1, 2023 to March 31, 2024)
Net sales	142,051	159,181
Cost of sales	120,687	129,628
Gross profit	21,364	29,553
Selling, general and administrative expenses	4,442	5,357
Operating profit	16,921	24,195
Non-operating income		
Interest and dividend income	25	45
Foreign exchange gains	139	298
Share of profit of entities accounted for using equity method	141	170
Insurance claim income	71	174
Other	421	250
Total non-operating income	798	939
Non-operating expenses		
Interest expenses	818	635
Other	211	183
Total non-operating expenses	1,029	818
Ordinary profit	16,690	24,316
Extraordinary income		
Gain on sale of shares of subsidiaries and associates	—	159
Gain on reversal of share acquisition rights	84	8
Compensation income	—	721
Total extraordinary income	84	889
Extraordinary losses		
Loss on retirement of non-current assets	406	360
Impairment losses	1,329	1,732
Total extraordinary losses	1,736	2,092
Profit before income taxes	15,038	23,113
Income taxes - current	977	4,614
Income taxes - deferred	4,324	2,832
Total income taxes	5,302	7,447
Profit	9,736	15,666
Loss attributable to non-controlling interests	(0)	(0)
Profit attributable to owners of parent	9,737	15,666

## Consolidated Statement of Comprehensive income

(Millions of yen)

	Previous Term (From April 1, 2022 to March 31, 2023)	Current Term (From April 1, 2023 to March 31, 2024)
Profit	9,736	15,666
Other comprehensive income		
Foreign currency translation adjustment	1,840	3,395
Share of other comprehensive income of entities accounted for using equity method	40	(47)
Total other comprehensive income	1,880	3,348
Comprehensive income	11,616	19,015
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	11,617	19,015
Comprehensive income attributable to non-controlling interests	(0)	(0)

# Consolidated Statement of changes in Shareholders' Equity - 1

Previous Term (From April 1,2022 to March 31,2023)

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	25,021	25,697	(126)	(2)	50,590
Changes during period					
Dividends of surplus			(2,103)		(2,103)
Profit attributable to owners of parent			9,737		9,737
Purchase of treasury shares				(3,501)	(3,501)
Issuance of new shares - exercise of share acquisition rights	305	305			610
Change in scope of consolidation					—
Net changes in items other than shareholders' equity					—
Total changes during period	305	305	7,633	(3,501)	4,741
Balance at end of period	25,326	26,002	7,506	(3,503)	55,331

	Accumulated other comprehensive income					Share acquisition rights	Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Foreign currency translation adjustment	Total accumulated other comprehensive income			
Balance at beginning of period	0	0	(138)	3,867	3,730	282	0	54,603
Changes during period								
Dividends of surplus					—			(2,103)
Profit attributable to owners of parent					—			9,737
Purchase of treasury shares					—			(3,501)
Issuance of new shares - exercise of share acquisition rights					—			610
Change in scope of consolidation					—			—
Net changes in items other than shareholders' equity	6	(1)		1,874	1,880	(44)	(0)	1,835
Total changes during period	6	(1)	—	1,874	1,880	(44)	(0)	6,577
Balance at end of period	7	(0)	(138)	5,742	5,610	237	0	61,180

## Consolidated Statement of changes in Shareholders' Equity - 2

Current Term (From April 1,2023 to March 31,2024)

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	25,326	26,002	7,506	(3,503)	55,331
Changes during period					
Dividends of surplus			(3,410)		(3,410)
Profit attributable to owners of parent			15,666		15,666
Purchase of treasury shares				(6,501)	(6,501)
Issuance of new shares - exercise of share acquisition rights	127	127			255
Change in scope of consolidation			(23)		(23)
Net changes in items other than shareholders' equity					—
Total changes during period	127	127	12,232	(6,501)	5,986
Balance at end of period	25,454	26,130	19,738	(10,004)	61,318

	Accumulated other comprehensive income					Share acquisition rights	Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Foreign currency translation adjustment	Total accumulated other comprehensive income			
Balance at beginning of period	7	(0)	(138)	5,742	5,610	237	0	61,180
Changes during period								
Dividends of surplus					—			(3,410)
Profit attributable to owners of parent					—			15,666
Purchase of treasury shares					—			(6,501)
Issuance of new shares - exercise of share acquisition rights					—			255
Change in scope of consolidation				23	23			—
Net changes in items other than shareholders' equity	6	2		3,316	3,325	21	(0)	3,346
Total changes during period	6	2	—	3,340	3,348	21	(0)	9,356
Balance at end of period	13	2	(138)	9,083	8,959	259	0	70,537

# Consolidated Statement of Cash Flow

(Millions of yen)

	Previous Term (From April 1, 2022 to March 31, 2023)	Current Term (From April 1, 2023 to March 31, 2024)
<b>Cash flows from operating activities</b>		
Profit before income taxes	15,038	23,113
Depreciation	19,823	21,062
Impairment losses	1,329	1,732
Interest and dividend income	(25)	(45)
Interest expenses	818	635
Loss on retirement of non-current assets	406	360
Loss (gain) on sale of shares of subsidiaries and associates	—	(159)
Share of loss (profit) of entities accounted for using equity method	(141)	(170)
Subsidy income	(213)	—
Compensation income	—	(721)
Decrease (increase) in trade receivables	(604)	(972)
Decrease (increase) in inventories	(617)	(318)
Increase (decrease) in trade payables	147	17
Increase (decrease) in contract liabilities	236	1,883
Increase (decrease) in accrued consumption taxes	1,346	40
Other, net	286	(752)
Subtotal	37,833	45,705
Interest and dividends received	51	78
Interest paid	(827)	(640)
Subsidies received	213	—
Proceeds from compensation	—	505
Income taxes refund	7	127
Income taxes paid	(1,448)	(1,143)
Net cash provided by (used in) operating activities	35,830	44,632
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(11,830)	(15,566)
Payments for asset retirement obligations	—	(109)
Proceeds from sale of shares of subsidiaries and associates	—	270
Payments of guarantee deposits	(150)	(141)
Proceeds from refund of guarantee deposits	69	191
Net cash provided by (used in) investing activities	(11,911)	(15,356)
<b>Cash flows from financing activities</b>		
Net increase (decrease) in short-term borrowings	100	(100)
Repayments of lease obligations	(11,051)	(11,813)
Proceeds from long-term borrowings	—	7,700
Repayments of long-term borrowings	(25,696)	(8,588)
Redemption of bonds	(342)	(342)
Proceeds from deposits received	—	4
Proceeds from exercise of employee share options	485	195
Proceeds from share issuance to non-controlling shareholders	0	0
Purchase of treasury shares	(3,501)	(6,501)
Dividends paid	(2,103)	(3,410)
Net cash provided by (used in) financing activities	(42,110)	(22,856)
Effect of exchange rate change on cash and cash equivalents	982	951
Net increase (decrease) in cash and cash equivalents	(17,209)	7,371
Cash and cash equivalents at beginning of period	46,316	29,106
Decrease in cash and cash equivalents resulting from exclusion of subsidiaries from consolidation	—	(14)
Cash and cash equivalents at end of period	29,106	36,463