

November 7, 2014

**ROUND ONE corporation**

TSE First section

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

C.E.O. and President

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Date of presentation expected date of 2'nd Quarter securities report : November 13, 2014. Dividend will be paid on after: December 2, 2014

1. Business Results for the quarter ended in September 2014. ( From April 1, 2014 to September 30, 2014 )

(1) Operating Results

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

	Sales		Operating Income		Ordinary Income		Net Income	
	¥mn	%	¥mn	%	¥mn	%	¥mn	%
2'nd Quarter 2014.	41,849	(0.1)	3,745	(23.7)	3,407	(5.7)	2,305	—
2'nd Quarter 2013.	41,871	(3.2)	4,908	(17.7)	3,612	(5.2)	(10,740)	—

(Note) Comprehensive income 2'nd Quarter 2014 : ¥2,483mn -% 2'nd Quarter 2013 : ¥(10,405)mn -%

	Earnings per Share	Net Income per share, fully diluted
	¥	¥
2'nd Quarter 2014.	24.20	—
2'nd Quarter 2013.	(112.72)	—

(2) Financial Status

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

	Total Assets	Net Assets	Shareholder's Equity Ratio	Shareholder's Equity Per Share
	¥mn	¥mn	%	¥
2'nd Quarter 2014.	124,929	59,061	47.3	619.90
Term 2013	127,138	57,531	45.3	603.84

(Note) Shareholder's equity 2'nd Quarter 2014. : ¥59,061mn , Term 2013. : ¥57,531mn

2.Dividend Payment

	Dividend per share				
	1'st Q	2'nd Q	3'rd Q	year end	annual
	¥	¥	¥	¥	¥
Term 2013	—	10.0	—	10.0	20.0
Term 2014	—	10.0			
Term 2014 (estimate)			—	10.0	20.0

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

3.Forecasts for the Term 2014. ( April 1, 2014 to March 31, 2015 )

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

	Sales (Consolidate)		Operating Income (Consolidate)		Ordinary Income (Consolidate)		Net Income (Consolidate)		Earnings per share (Consolidate)
	¥mn	%	¥mn	%	¥mn	%	¥mn	%	¥
Term	85,500	1.5	8,800	(12.8)	8,000	2.3	4,500	—	47.23

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

Note

(1) The change of the important subsidiary in this Quarter. (Change in consolidation scope in subsidiary.)

None

(2) Apply to simple accounting method and special accounting method make a Quarter report.

None

(3) Change in accounting method, accounting principle, how to disclose, and others to make the consolidated financial statements.

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.

End of 2Q	95,452,914	FY2013	95,452,914
End of 2Q	177,516	FY2013	175,416
End of 2Q	95,276,296	FY2013 2Q	95,281,978

※ Considering review procedures

- This Consolidated Earnings Report is not subject to the review procedures under the Financial Instruments and Exchange Law. At the time of disclosure of this Consolidated Earnings Report financial statement review procedures under the Financial Instrument and Exchange Law are incompleted.

※ 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.
- Future events may cause the actual results to be significantly different from the forecasts.

## Quarterly Consolidated Financial Statements Balance sheets - 1

(million of yen)

	End of Previous Term (as of March 31, 2014)	End of 2'nd quarter (as of September 30, 2014)
<b>Assets</b>		
<b>Current assets</b>		
Cash and deposit	25,172	28,987
Accounts receivable	648	361
Merchandise	358	364
Supplies	763	969
Others	4,097	2,203
<b>Current assets total</b>	<b>31,040</b>	<b>32,885</b>
<b>Fixed assets</b>		
Tangible fixed assets		
Buildings and structures	76,120	73,937
Accumulated depreciation	(32,067)	(32,267)
Buildings and structures(Net)	44,053	41,670
Land	10,088	8,215
Lease asset	34,710	36,172
Accumulated depreciation	(17,799)	(19,635)
Lease asset(Net)	16,911	16,536
Others	13,734	15,309
Accumulated depreciation	(11,867)	(12,080)
Others(Net)	1,867	3,229
<b>Tangible fixed assets total</b>	<b>72,919</b>	<b>69,651</b>
<b>Intangible fixed asset</b>	<b>143</b>	<b>124</b>
Investments and other assets		
Deferred tax assets	11,428	10,520
Others	11,605	11,747
<b>Investments and other assets total</b>	<b>23,033</b>	<b>22,268</b>
<b>Fixed assets total</b>	<b>96,097</b>	<b>92,044</b>
<b>Total assets</b>	<b>127,138</b>	<b>124,929</b>

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

## Quarterly Consolidated Financial Statements Balance sheets - 2

(million of yen)

	End of Previous Term (as of March 31, 2014)	End of 2 <sup>nd</sup> quarter (as of September 30, 2014)
<b>Liabilities</b>		
<b>Current liabilities</b>		
Account payable	257	245
Short-term loans	660	700
Bonds to be redeemed within one year	670	420
Long-term loans to be repaid within one year	7,459	8,413
Lease obligation	10,069	8,714
Account corporate tax etc.	241	271
Others	5,148	5,542
<b>Current liabilities total</b>	<b>24,506</b>	<b>24,307</b>
<b>Fixed liabilities</b>		
Bonds	1,445	1,360
Long-term loans	26,580	22,465
Officer's retirement allowance	264	275
Lease obligation	9,104	9,945
Asset retirement obligations	6,321	6,338
Others	1,384	1,176
<b>Fixed liabilities total</b>	<b>45,099</b>	<b>41,560</b>
<b>Liabilities total</b>	<b>69,606</b>	<b>65,868</b>
<b>Net assets</b>		
<b>Shareholder's equity</b>		
Capital stock	25,021	25,021
Capital reserve	25,496	25,496
Profit reserve	7,249	8,602
Treasury stock	(323)	(324)
<b>Shareholder's equity total</b>	<b>57,443</b>	<b>58,795</b>
<b>Difference from revaluation and exchange rate changes</b>		
Difference for land revaluation	(138)	(138)
Foreign currency translation adjustments	226	404
<b>Accumulated other Comprehensive income</b>	<b>88</b>	<b>266</b>
<b>Net assets total</b>	<b>57,531</b>	<b>59,061</b>
<b>Total liabilities and net assets</b>	<b>127,138</b>	<b>124,929</b>

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

## Quarterly Consolidated Profit & Loss Statements

(million of yen)

	Previous 2'nd quarter		Current 2'nd quarter	
	From April 1, 2013 to September 30, 2013		From April 1, 2014 to September 30, 2014	
Sales	41,871		41,849	
Cost of sales	36,155		37,295	
Gross profit	5,716		4,554	
Selling, general & administrative expenses	807		809	
<b>Operating income</b>	4,908		3,745	
<b>Non-operating income</b>				
Interest and dividend income	26		21	
Exchange gain	23		99	
Reward for sales cooperation	—		114	
Others	50		81	
Non-operating income total	100		317	
<b>Non-operating expenses</b>				
Interest expense	1,295		594	
Others	100		59	
Non-operating expenses total	1,396		654	
<b>Ordinary income</b>	3,612		3,407	
<b>Extraordinary gain</b>				
Gain on sales of property, plant and equipment	490		148	
Extraordinary income total	490		148	
<b>Extraordinary loss</b>				
Loss on sales of property, plant and equipment	—		0	
Loss on disposal of property, plant and equipment	41		212	
Impairment loss	21,274		—	
Extraordinary loss total	21,316		212	
<b>Pretax net income(loss) for the current term</b>	(17,212)		3,343	
Income taxes - current	953		138	
Income taxes - differed	(7,426)		898	
Total income taxes	(6,472)		1,037	
Income(loss) before minority interests	(10,740)		2,305	
<b>Net income(loss)</b>	(10,740)		2,305	

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

## Quarterly Consolidated Statement of Comprehensive income

(million of yen)

	Previous 2'nd quarter From April 1, 2013 to September 30, 2013	Current 2'nd quarter From April 1, 2014 to September 30, 2014
<b>Income(loss) before minority interests</b>	(10,740)	2,305
<b>Other comprehensive income</b>		
Difference for land revaluation	297	—
Foreign currency translation adjustments	37	177
<b>Total other comprehensive income</b>	334	177
<b>Quarterly comprehensive income</b>	(10,405)	2,483
(Detail)		
Quarterly comprehensive income related to parent company shareholders	(10,405)	2,483
Quarterly comprehensive income related to minority interest	—	—

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