

Financial Results for the year ended March 31, 2015

May 8, 2015

ROUND ONE corporation

TSE First section

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C.E.O. and President

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Date of Regular General Shareholder's Meeting : June 27, 2015.

Dividend will be paid on after June 29, 2015

Date of presentation expected date of securities report : June 29, 2015.

1. Business Results for the year ended in March 2015. (April 1, 2014 to March 31, 2015)

(1) Operating Results

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

	Sales		Operating Income		Ordinary Income		Net Income	
	¥mn	%	¥mn	%	¥mn	%	¥mn	%
FY2014 (2015/3)	83,905	(0.4)	6,641	(34.2)	6,150	(21.3)	(4,568)	-
FY2013 (2014/3)	84,272	(1.9)	10,088	(12.8)	7,818	(4.9)	(19,681)	-

(Note) Comprehensive income FY2014 : ¥(3,996)mn -% FY2013 : ¥(19,272)mn -%

	Earnings per Share	Net Income per share, fully diluted	Return on Equity	Return on Assets	Operating Income to sales ratio
	¥		%	%	%
FY2014 (2015/3)	(47.95)	-	(8.4)	5.2	7.9
FY2013 (2014/3)	(206.56)	-	(28.9)	4.7	12.0

(Note) Investment gains and losses by the equity method FY 2014 : None , FY 2013 : None

(2) Financial Status

	Total Assets	Net Assets	Shareholder's Equity Ratio	Shareholder's Equity Per Share
	¥mn	¥mn	%	¥
FY2014 (2015/3)	111,588	51,626	46.3	541.88
FY2013 (2014/3)	127,138	57,531	45.3	603.84

(Note) Shareholder's equity FY2014 : ¥51,626mn , FY2013 : ¥57,531mn

(3) Cash Flow

	Cash flow by operating activities	Cash flow by investing activities	Cash flow by financing activities	Cash and cash equivalents at the end of quarter
	¥mn	¥mn	¥mn	¥mn
FY2014 (2015/3)	22,576	592	(20,820)	27,777
FY2013 (2014/3)	20,456	46,611	(66,200)	25,172

2.Dividend Payment

	Annual dividend per share					Total amount of dividend	Dividend payout ratio	Ratio of dividends paid to shareholder's equity
	1Q	2Q	3Q	Term	Annual	(annual)	(Consolidated)	(Consolidated)
	¥	¥	¥	¥	¥	¥mn	%	%
FY2013 (2014/3)	-	10.00	-	10.00	20.00	1,905	-	2.8
FY2014 (2015/3)	-	10.00	-	10.00	20.00	1,905	-	3.5
FY2015(2016/3)(estimate)	-	10.00	-	10.00	20.00		158.7	

(Note) Dividend funds for the FY2014 (2015/3) include capital surplus.

3.Forecasts for the FY2015. (April 1, 2015 to March 31, 2016)

	Sales (Consolidate)		Operating Income (Consolidate)		Ordinary Income (Consolidate)		Net Income (Consolidate)		Earnings per share (Consolidate)
	¥mn	%	¥mn	%	¥mn	%	¥mn	%	¥
1'st half	41,630	(0.5)	3,160	(15.6)	2,750	(19.3)	1,670	(27.6)	17.53
FY2015(2016/3)	85,000	1.3	6,890	3.7	6,150	0.0	1,200	-	12.60

4. Others

- (1) The change of the important subsidiary in FY2014. (Change in consolidation scope in subsidiary.) None
- (2) 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
- (3) 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.

FY2014	95,452,914	FY2013	95,452,914
FY2014	179,876	FY2013	175,416
FY2014	95,275,192	FY2013	95,280,649

(Reference) Non-consolidate business results

1. Business Results for the year ended in March 2015. (April 1, 2014 to March 31, 2015)

(1) Operating Results

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

	Sales		Operating Income		Ordinary Income		Net Income	
	¥mn	%	¥mn	%	¥mn	%	¥mn	%
FY2014 (2015/3)	81,925	(1.3)	4,449	6.4	6,278	(19.8)	(4,440)	-
FY2013 (2014/3)	82,998	(2.6)	4,181	(8.8)	7,831	(5.2)	(19,667)	-

	Earnings per Share	Net Income per share, fully diluted
	¥	
FY2014 (2015/3)	(46.61)	-
FY2013 (2014/3)	(206.42)	-

(2) Financial Status

	Total Assets	Net Assets	Shareholder's Equity Ratio	Shareholder's Equity Per Share
	¥mn	¥mn	%	¥
FY2014 (2015/3)	104,681	51,120	48.8	536.57
FY2013 (2014/3)	117,731	57,469	48.8	603.18

(Note) Shareholder's equity FY2014(2015/3) : ¥51,120mn , FY2013(2014/3) : ¥57,469mn

Consolidated Balance sheets - 1

(million of yen)

Item	Term	End of Previous Term (as of March 31, 2014)	End of Current Term (as of March 31, 2015)
		Amount	Amount
(Assets)			
1.Current assets			
Cash and deposit		25,172	27,777
Accounts receivable		648	671
Merchandise		358	363
Supplies		763	865
Others		4,097	2,414
Current assets total		31,040	32,092
2.Fixed assets			
Tangible fixed assets			
Buildings and structures		76,120	71,658
Accumulated depreciation		(32,067)	(33,082)
Buildings and structures(Net)		44,053	38,576
Bowling equipment		2,693	3,091
Accumulated depreciation		(1,902)	(2,143)
Bowling equipment(Net)		791	947
Arcade game machine		3,504	3,510
Accumulated depreciation		(3,426)	(3,361)
Arcade game machine(Net)		78	149
Land		10,088	6,634
Lease asset		34,710	30,472
Accumulated depreciation		(17,799)	(17,039)
Lease asset(Net)		16,911	13,433
Others		7,536	8,980
Accumulated depreciation		(6,538)	(6,947)
Others(Net)		997	2,033
Tangible fixed assets total		72,919	61,773
Intangible fixed assets			
Investments and other assets		143	101
Investments in capital		71	51
Deferred tax assets		11,428	5,928
Key money deposited		11,083	11,241
Others		450	399
Investments and other assets total		23,033	17,621
Fixed assets total		96,097	79,496
Total assets		127,138	111,588

Note (1) Figures are rounded down to the nearest million yen.

Consolidated Balance sheets - 2

(million of yen)

Item	Term	End of Previous Term (as of March 31, 2014)	End of Current Term (as of March 31, 2015)
		Amount	Amount
(Liabilities)			
1.Current liabilities			
Account payable		257	337
Short-term loans		660	650
Bonds to be redeemed within one year		670	170
Long-term loans to be repaid within one year		7,459	7,620
Lease obligation		10,069	7,832
Account corporate tax etc.		241	431
Others		5,148	7,143
Current liabilities total		24,506	24,186
Fixed liabilities			
Bonds		1,445	1,275
Long-term loans		26,580	17,377
Officer's retirement allowance		264	285
Lease obligation		9,104	8,531
Asset retirement obligations		6,321	6,439
Key money received		720	570
Others		663	1,296
Fixed liabilities total		45,099	35,775
Liabilities total		69,606	59,961
(Net assets)			
1.Shareholder's equity			
Capital stock		25,021	25,021
Capital surplus		25,496	25,496
Profit reserve		7,249	775
Treasury stock		(323)	(326)
Shareholder's equity total		57,443	50,967
2.Difference from revaluation and exchange rate changes			
Difference for land revaluation		(138)	(138)
Foreign currency translation adjustments		226	798
Accumulated other Comprehensive income		88	659
Net assets total		57,531	51,626
Total liabilities and net assets		127,138	111,588

Note (1) Figures are rounded down to the nearest million yen.

Consolidated Profit & Loss Statements

(million of yen)

	Previous Term	Current Term
	From April 1, 2013 to March 31, 2014	From April 1, 2014 to March 31, 2015
	Amount	Amount
Sales	84,272	83,905
Cost of sales	72,549	75,509
Gross profit	11,723	8,395
Selling, general & administrative expenses	1,634	1,754
Operating income	10,088	6,641
Non-operating income		
Interest and dividend income	62	61
Exchange gain	66	192
Co-sponsor fee	42	232
Others	169	258
	315	745
Non-operating expenses		
Interest expense	2,351	1,093
Others	233	143
	2,585	1,236
Ordinary income	7,818	6,150
Extraordinary gain		
Gain on sales of property, plant and equipment	2,515	204
	2,515	204
Extraordinary loss		
Loss on sales of property, plant and equipment	2,241	0
Loss on disposal of property, plant and equipment	161	631
Impairment loss	31,656	4,597
	34,059	5,230
Pretax net income(loss) for the current term	(23,725)	1,125
Income taxes - current	246	288
Income taxes - differed	(4,290)	5,405
Total income taxes	(4,044)	5,693
Pre-adjustment minority interest income(loss)	(19,681)	(4,568)
Net income(loss)	(19,681)	(4,568)

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

Pre-adjustment minority interest income(loss)	(19,681)	(4,568)
Other comprehensive income		
Foreign currency translation adjustments	111	571
Difference for land revaluation	297	-
Total other comprehensive income	408	571
Comprehensive income	(19,272)	(3,996)
(Detail)		
Comprehensive income attributable to owner of the parent	(19,272)	(3,996)
Comprehensive income attributable to minority interest	-	-

Consolidated Statements of Shareholders Equity

Previous Term (From April 1, 2013 to March 31, 2014)

(million of yen)

	Shareholders' equity				Shareholders' equity total
	Capital stock	Capital surplus	Profit reserve	Treasury stock	
Balance as of term beginning	25,021	25,496	29,321	(319)	79,519
Change in current term					
Dividends of profit reserve			(1,905)		(1,905)
Net income (loss)			(19,681)		(19,681)
Purchase of treasury stock				(4)	(4)
Reversal of difference for land revaluation			(485)		(485)
Change in current term without capital stock items					
Change in current term total	-	-	(22,071)	(4)	(22,076)
Balance as of term ending	25,021	25,496	7,249	(323)	57,443

	Accumulated other Comprehensive income			Net assets total
	Difference for land revaluation	Foreign currency translation adjustment	Total accumulated other Comprehensive income	
Balance as of term beginning	(921)	115	(805)	78,714
Change in current term				
Dividends of profit reserve				(1,905)
Net income (loss)				(19,681)
Purchase of treasury stock				(4)
Reversal of difference for land revaluation				(485)
Change in current term without capital stock items	782	111	894	894
Change in current term total	782	111	894	(21,182)
Balance as of term ending	(138)	226	88	57,531

Consolidated Statements of Shareholders Equity

Current Term (From April 1,2014 to March 31,2015)

(million of yen)

	Shareholders' equity				Shareholders' equity total
	Capital stock	Capital surplus	Profit reserve	Treasury stock	
Balance as of term beginning	25,021	25,496	7,249	(323)	57,443
Change in current term					
Dividends of profit reserve			(1,905)		(1,905)
Net income (loss)			(4,568)		(4,568)
Purchase of treasury stock				(3)	(3)
Change in current term without capital stock items					
Change in current term total	-	-	(6,473)	(3)	(6,476)
Balance as of term ending	25,021	25,496	775	(326)	50,967

	Accumulated other Comprehensive income			Net assets total
	Difference for land revaluation	Foreign currency translation adjustment	Total accumulated other Comprehensive income	
Balance as of term beginning	(138)	226	88	57,531
Change in current term				
Dividends of profit reserve				(1,905)
Net income (loss)				(4,568)
Purchase of treasury stock				(3)
Change in current term without capital stock items		571	571	571
Change in current term total	-	571	571	(5,905)
Balance as of term ending	(138)	798	659	51,626

Consolidated Statements of Cash Flow

(million of yen)

	Previous Term	Current Term
	From April 1, 2013 to March 31, 2014	From April 1, 2014 to March 31, 2015
	Amount	Amount
Cash flow from operating activities		
Net income(loss) before taxes	(23,725)	1,125
Depreciation expenses	15,928	12,956
Impairment loss	31,656	4,597
Increase in officer's retirement allowance	20	21
Interest and dividend received	(62)	(61)
Interest paid	2,351	1,093
Fixed assets sales loss(gain)	(274)	(204)
Fixed assets disposal losses	161	631
Decrease(increase) in accounts receivables	(41)	(18)
Decrease(increase) in inventory	66	(102)
Increase(decrease) in account payable	60	70
Others	(902)	2,010
Subtotal	25,239	22,121
Interest and dividends received	35	36
Interest paid	(2,457)	(1,109)
Corporate taxes refund	426	2,272
Corporate taxes paid	(2,787)	(744)
Total cash flow from operating activities	20,456	22,576
Cash flow from investing activities		
Decrease in cash and deposit (non-exempt properties)	1,050	-
Payment for acquisition of fixed asset investment	(3,752)	(4,818)
Proceeds from sales of fixed asset	50,841	5,550
Payment for key money deposit	(2,001)	(514)
Proceeds from collection of key money deposit	403	383
Others	70	(8)
Total cash flow from investing activities	46,611	592
Cash flow from financing activities		
Increase(decrease) in short-term loan	144	(10)
Payment for lease obligation	(10,877)	(10,461)
Proceeds from long-term loans	15,000	860
Payment for long-term loans (non-exempt properties)	(7,061)	-
Payment for long-term loans	(57,784)	(9,901)
Proceeds for bond issue	1,700	-
Payment for bond redemption	(5,411)	(670)
Repayments deposits received	-	(30)
Proceeds deposits received	-	1,300
Payment for acquisition treasury stock	(4)	(3)
Dividend payments	(1,905)	(1,905)
Total cash flow from financing activities	(66,200)	(20,820)
Effect of exchange rate changes on cash and cash equivalent	30	256
Increase(decrease) in cash and cash equivalents	898	2,604
Cash and cash equivalents at beginning of term	24,274	25,172
Cash and cash equivalents at end of Interim	25,172	27,777

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