

The third quarter Results for the year ended March 31, 2020

February 7, 2020

## ROUND ONE corporation

TSE First section

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

C.E.O. and President

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Expected date of submission of this report : February 10, 2020.

Expected date of dividend payment : —

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

### 1. Business Results for the year ended in December 2019. ( April 1, 2019 to December 31, 2019 )

#### (1) Operating Results

( % is percentage change comparing to previous term.)

	Sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	¥mn	%	¥mn	%	¥mn	%	¥mn	%
3'rd Quarter 2019.	77,046	7.2	5,744	9.3	5,557	10.3	3,531	7.7
3'rd Quarter 2018.	71,896	4.6	5,254	0.1	5,040	1.3	3,278	7.8

(Note) Comprehensive income 3'rd Quarter 2019 : ¥3,331mn (12.7)% 3'rd Quarter 2018 : ¥3,818mn 22.3%

	Earnings per share	Net income per share, fully diluted
	¥	
3'rd Quarter 2019.	37.07	—
3'rd Quarter 2018.	34.41	—

#### (2) Financial Status

	Total assets	Net assets	Equity ratio	Net assets per share
	¥mn	¥mn	%	¥
3'rd Quarter 2019.	123,626	64,084	51.7	670.95
FY2018 (2019/3)	117,346	62,604	53.3	655.99

(Note) Shareholder's equity 3'rd Quarter 2019 : ¥63,914mn FY2018 : ¥62,490mn

### 2.Dividend Payment

	Annual dividend per share				
	1Q	2Q	3Q	Term	Annual
	¥	¥	¥	¥	¥
FY2018 (2019/3)	—	10.00	—	10.00	20.00
FY2019 (2020/3)	—	10.00	—		
FY2019(2020/3)(estimate)				10.00	20.00

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

### 3.Consolidated forecasts FY2019. ( April 1, 2019 to March 31, 2020 )

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

	Sales		Operating Income		Ordinary Income		Profit attributable to owners of parent		Earnings per share
	¥mn	%	¥mn	%	¥mn	%	¥mn	%	¥
FY2019(2020/3)	107,640	6.2	11,810	3.2	11,600	3.4	6,420	(10.3)	67.39

(Note) Revision to the latest forecast of business results: None

Note

- (1) The change of the important subsidiary during the term. (Change in consolidation scope in subsidiary.) None
- (2) Accounting methods particularly implemented for quarterly consolidated financial statements. None
- (3) Change in accounting policy, accounting estimate, and retrospective restatement.
- 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.

3Q 2019	95,452,914	FY2018	95,452,914
3Q 2019	192,575	FY2018	191,240
3Q 2019	95,260,956	3Q 2018	95,262,719

※ This report is not included in the scope of auditor's quarterly review.

※ 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, 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

(million of yen)

Item	Term	End of Previous Term (as of March 31, 2019)	End of 3'rd quarter (as of December 31, 2019)
		Amount	Amount
<b>( Assets )</b>			
<b>Current assets</b>			
Cash and deposits		22,524	21,318
Accounts receivable		1,182	1,086
Merchandises		429	486
Supplies		2,105	2,564
Other		2,429	4,740
<b>Current assets total</b>		<b>28,671</b>	<b>30,194</b>
<b>Non-current assets</b>			
Property, plant and equipment			
Buildings and structures		78,669	82,144
Accumulated depreciation		(38,121)	(39,932)
Buildings and structures(Net)		40,547	42,211
Land		5,736	5,736
Leased assets		30,990	31,524
Accumulated depreciation		(12,968)	(13,604)
Leased assets(Net)		18,021	17,920
Other		27,422	33,945
Accumulated depreciation		(17,822)	(20,023)
Other(Net)		9,600	13,921
<b>Property, plant and equipment total</b>		<b>73,905</b>	<b>79,790</b>
<b>Intangible assets</b>		<b>690</b>	<b>732</b>
<b>Investments and other assets</b>			
Deferred tax assets		4,571	3,647
Guarantee deposits		9,323	8,907
Other		182	352
<b>Investments and other assets total</b>		<b>14,078</b>	<b>12,907</b>
<b>Non-current assets total</b>		<b>88,674</b>	<b>93,431</b>
<b>Total assets</b>		<b>117,346</b>	<b>123,626</b>

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

## Consolidated Balance sheet - 2

(million of yen)

Item	Term	End of Previous Term (as of March 31, 2019)	End of 3'rd quarter (as of December 31, 2019)
		Amount	Amount
<b>( Liabilities )</b>			
<b>Current liabilities</b>			
Accounts payable		350	361
Short-term loans payable		1,441	2,865
Current portion of bonds		825	1,167
Current portion of long-term loans payable		2,899	3,088
Lease obligations		9,497	8,241
Income taxes payable etc.		1,208	178
Other		8,865	9,939
<b>Current liabilities total</b>		<b>25,088</b>	<b>25,843</b>
<b>Non-current liabilities</b>			
Bonds payable		1,675	2,507
Long-term loans payable		6,675	7,094
Lease obligations		9,568	9,694
Asset retirement obligations		6,099	6,104
Other		5,634	8,298
<b>Non-current liabilities total</b>		<b>29,653</b>	<b>33,698</b>
<b>Liabilities total</b>		<b>54,741</b>	<b>59,541</b>
<b>(Net assets)</b>			
<b>Shareholder's equity</b>			
Capital stock		25,021	25,021
Capital surplus		22,638	22,638
Retained earnings		14,767	16,394
Treasury shares		(337)	(339)
<b>Shareholder's equity total</b>		<b>62,089</b>	<b>63,713</b>
<b>Accumulated other comprehensive income</b>			
Revaluation reserve for land		(138)	(138)
Foreign currency translation adjustment		539	339
<b>Accumulated other comprehensive income total</b>		<b>400</b>	<b>200</b>
<b>Share acquisition rights</b>		<b>114</b>	<b>169</b>
<b>Non-controlling interests</b>		<b>—</b>	<b>0</b>
<b>Net assets total</b>		<b>62,604</b>	<b>64,084</b>
<b>Total liabilities and net assets</b>		<b>117,346</b>	<b>123,626</b>

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

## Consolidated Income Statement

(million of yen)

	Previous 3'rd quarter From April 1, 2018 to December 31, 2018	Current 3'rd quarter From April 1, 2019 to December 31, 2019
	Amount	Amount
Net sales	71,896	77,046
Cost of sales	64,429	68,758
Gross profit	7,466	8,287
Selling, general and administrative expenses	2,212	2,543
<b>Operating income</b>	<b>5,254</b>	<b>5,744</b>
<b>Non-operating income</b>		
Interest and dividend income	13	10
Outsourcing service income	34	42
Insurance claim income	7	51
Sale promotion premium income	35	43
Other	96	75
<b>Non-operating income total</b>	<b>188</b>	<b>222</b>
<b>Non-operating expenses</b>		
Interest expenses	346	359
Equity method investment loss	—	7
Other	56	42
<b>Non-operating expenses total</b>	<b>402</b>	<b>409</b>
<b>Ordinary income</b>	<b>5,040</b>	<b>5,557</b>
<b>Extraordinary losses</b>		
Loss on retirement of non-current assets	336	325
Loss on sales of non-current assets	75	—
<b>Extraordinary losses total</b>	<b>411</b>	<b>325</b>
<b>Pretax net income for the current term</b>	<b>4,628</b>	<b>5,232</b>
Income taxes - current	478	707
Income taxes - deferred	871	993
Total income taxes	1,349	1,700
Profit	3,278	3,531
<b>Net loss attributable to non-controlling interests</b>	<b>—</b>	<b>(0)</b>
<b>Profit attributable to owners of parent</b>	<b>3,278</b>	<b>3,531</b>

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

## Quarterly Consolidated Statement of Comprehensive income

(million of yen)

	Previous 3'rd quarter From April 1, 2018 to December 31, 2018	Current 3'rd quarter From April 1, 2019 to December 31, 2019
<b>Profit</b>	3,278	3,531
Other comprehensive income		
Foreign currency translation adjustment	539	(199)
Total other comprehensive income	539	(199)
<b>Quarterly comprehensive income</b>	3,818	3,331
(Detail)		
Comprehensive income attributable to owner of the parent	3,818	3,331
Comprehensive income attributable to non-controlling interests	—	(0)

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