

Translation

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## Summary of Consolidated Financial Results for the Three Months Ended June 30, 2021 (Based on Japanese GAAP)

July 30, 2021

Company name: TOSHO CO., LTD.  
 Stock exchange listing: Tokyo, Nagoya  
 Stock code: 8920 URL <http://www.to-sho.net/>  
 Representative: President Yuichiro Kutsuna  
 Inquiries: Managing Director Naoya Kuwazoe TEL 0566-79-3111  
 Scheduled date to file Quarterly Securities Report: August 5, 2021  
 Scheduled date to commence dividend payments: –  
 Preparation of supplementary material on quarterly financial results: No  
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the three months ended June 30, 2021 (from April 1, 2021 to June 30, 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	%
Three months ended June 30, 2021	4,757	62.7	308	–	324	–	177	–
Three months ended June 30, 2020	2,923	(59.1)	(74)	–	(85)	–	(497)	–

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2021	4.63		–	
Three months ended June 30, 2020	(12.98)		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2021	75,786	37,547	45.8
As of March 31, 2021	77,100	37,448	44.9

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended March 31, 2021	–	0.00	–	2.00	2.00
Year ending March 31, 2022	–	–	–	–	–
Year ending March 31, 2022 (Forecast)	–	1.00	–	3.00	4.00

3. Forecast of consolidated financial results for the year ending March 31, 2022 (from April 1, 2021 to March 31, 2022)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2021	9,800	23.4	630	37.0	630	23.7	330	–	8.61
Full year	20,500	16.3	2,000	85.2	2,000	73.9	1,000	359.1	26.10

4. Notes

- (1) Changes in significant subsidiaries during the three months ended June 30, 2021  
(changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: No
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
- Changes in accounting policies due to revisions to accounting standards and other regulations: Yes
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: No
- Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

Total number of issued shares at the end of the period (including treasury shares)

As of June 30, 2021	38,315,000 shares	As of March 31, 2021	38,315,000 shares
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Number of treasury shares at the end of the period

As of June 30, 2021	8,886 shares	As of March 31, 2021	8,841 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2021	38,306,146 shares	Three months ended June 30, 2020	38,306,219 shares
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**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Thousands of yen)

	As of March 31, 2021	As of June 30, 2021
Assets		
Current assets		
Cash and deposits	21,900,125	21,349,004
Accounts receivable - trade	278,302	247,164
Trade accounts receivable	114,346	97,911
Merchandise	1,666	1,968
Supplies	55,276	47,113
Other	624,892	472,309
Total current assets	22,974,610	22,215,472
Non-current assets		
Property, plant and equipment		
Buildings and structures	55,829,072	56,424,064
Accumulated depreciation	(18,844,060)	(19,320,029)
Buildings and structures, net	36,985,011	37,104,035
Machinery, equipment and vehicles	1,936,053	1,954,853
Accumulated depreciation	(1,087,898)	(1,121,972)
Machinery, equipment and vehicles, net	848,154	832,880
Tools, furniture and fixtures	1,511,556	1,516,214
Accumulated depreciation	(1,192,889)	(1,220,204)
Tools, furniture and fixtures, net	318,667	296,009
Land	7,037,648	7,039,427
Leased assets	4,805,097	4,911,215
Accumulated depreciation	(1,082,966)	(1,161,152)
Leased assets, net	3,722,131	3,750,062
Construction in progress	764,721	142,010
Total property, plant and equipment	49,676,334	49,164,426
Intangible assets	176,349	168,202
Investments and other assets		
Deferred tax assets	740,851	720,219
Other	3,517,905	3,505,077
Allowance for doubtful accounts	(11,760)	(11,760)
Total investments and other assets	4,246,997	4,213,537
Total non-current assets	54,099,681	53,546,165
Deferred assets		
Bond issuance costs	26,058	24,733
Total deferred assets	26,058	24,733
Total assets	77,100,350	75,786,371

(Thousands of yen)

	As of March 31, 2021	As of June 30, 2021
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	184	714
Current portion of bonds payable	81,000	—
Current portion of long-term borrowings	5,491,856	5,423,964
Income taxes payable	189,018	146,521
Other	2,478,832	2,671,231
Total current liabilities	8,240,892	8,242,431
Non-current liabilities		
Bonds payable	5,000,000	5,000,000
Long-term borrowings	18,829,137	17,495,285
Lease obligations	3,493,277	3,356,468
Provision for retirement benefits for directors (and other officers)	936,300	943,330
Retirement benefit liability	91,858	96,015
Asset retirement obligations	2,853,674	2,897,901
Other	207,131	207,455
Total non-current liabilities	31,411,379	29,996,456
Total liabilities	39,652,271	38,238,887
<b>Net assets</b>		
Shareholders' equity		
Share capital	1,580,817	1,580,817
Capital surplus	2,295,403	2,295,403
Retained earnings	30,750,745	30,851,599
Treasury shares	(7,807)	(7,891)
Total shareholders' equity	34,619,159	34,719,929
Accumulated other comprehensive income		
Remeasurements of defined benefit plans	985	1,030
Total accumulated other comprehensive income	985	1,030
Non-controlling interests	2,827,934	2,826,524
Total net assets	37,448,079	37,547,484
Total liabilities and net assets	77,100,350	75,786,371

**Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)**

**Consolidated statements of income (cumulative)**

(Thousands of yen)

	Three months ended June 30, 2020	Three months ended June 30, 2021
Net sales	2,923,511	4,757,674
Cost of sales	2,540,976	4,071,436
Gross profit	382,534	686,238
Selling, general and administrative expenses		
Remuneration for directors (and other officers)	83,903	87,935
Salaries and bonuses	129,517	95,038
Retirement benefit expenses	1,886	1,441
Other	241,610	193,133
Total selling, general and administrative expenses	456,916	377,548
Operating profit (loss)	(74,382)	308,689
Non-operating income		
Interest income	613	511
Dividend income	2	2
Commission income	15,325	27,108
Subsidy income	34,551	28,570
Miscellaneous income	7,517	9,800
Total non-operating income	58,009	65,992
Non-operating expenses		
Interest expenses	35,935	41,587
Miscellaneous losses	32,979	8,313
Total non-operating expenses	68,915	49,901
Ordinary profit (loss)	(85,288)	324,780
Extraordinary income		
Subsidies for employment adjustment	166,596	3,947
Subsidy income	–	49,400
Total extraordinary income	166,596	53,347
Extraordinary losses		
Loss on store closing down	843,597	48,805
Other	–	5,250
Total extraordinary losses	843,597	54,055
Profit (loss) before income taxes	(762,289)	324,072
Income taxes - current	21,634	120,708
Income taxes - deferred	(226,540)	20,612
Total income taxes	(204,906)	141,320
Profit (loss)	(557,383)	182,751
Profit (loss) attributable to non-controlling interests	(60,096)	5,285
Profit (loss) attributable to owners of parent	(497,287)	177,466

**Consolidated statements of comprehensive income (cumulative)**

(Thousands of yen)

	Three months ended June 30, 2020	Three months ended June 30, 2021
Profit (loss)	(557,383)	182,751
Other comprehensive income		
Remeasurements of defined benefit plans, net of tax	265	45
Total other comprehensive income	265	45
Comprehensive income	(557,117)	182,797
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(497,021)	177,512
Comprehensive income attributable to non-controlling interests	(60,096)	5,285