Note:This document is a translation of a part of the original Japanese version and provided for reference purposes only. In the event of any discrepancy between the Japanese original and this English translation, the Japanese original shall prevail.

Consolidated Financial Results for the Three Months Ended April 30, 2020 [Japanese GAAP]

June 10, 2020

Company name: TOHO Co.,Ltd.
Stock exchange listing: Tokyo,Fukuoka
Code number: 8142
URL: https://www.to-ho.co.jp
Representative: Hiroyuki Koga Representative Director & President
Contact: Toshiaki Sato Executive Director
Phone: 078-845-2431
Scheduled date of filing quarterly securities report: June 12, 2020
Scheduled date of commencing dividend payments: -
Availability of supplementary briefing material on quarterly financial results: No
Schedule of quarterly financial results briefing session: No

(Amounts of less than one million yen are rounded down)

1. Consolidated Financial Results for the Three Months Ended April 30, 2020 (February 01, 2020 to April 30, 2020)

(1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Three months ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
April 30, 2020	45,372	(17.7)	(1,243)	-	(1,208)	-	(1,018)	-
April 30, 2019	55,143	4.9	361	(13.4)	402	(8.0)	275	161.9

(Note) Comprehensive income: Three months ended April 30, 2020: ¥ (1,836) million [-%]
Three months ended April 30, 2019: ¥ 334 million [-%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
April 30, 2020	(94.66)	-
April 30, 2019	25.59	-

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
As of	Million yen	Million yen	%
April 30, 2020	86,686	22,478	25.0
January 31, 2020	90,745	24,613	26.2

(Reference) Equity: As of April 30, 2020: ¥ 21,696 million
As of January 31, 2020: ¥ 23,807 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended January 31, 2020	-	25.00	-	25.00	50.00
Fiscal year ending January 31, 2021	-				
Fiscal year ending January 31, 2021 (Forecast)		-	-	-	-

(Note) Revision to the forecast for dividends announced most recently: No

(Note) The dividend for the fiscal year ending January 31, 2021 is undetermined at this point.

3. Consolidated Financial Results Forecast for the Fiscal Year Ending January 31, 2021(February 01, 2020 to January 31, 2021)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Six months ended July 31, 2020	-	-	-	-	-	-	-	-	-
Full year	-	-	-	-	-	-	-	-	-

(Note) Revision to the financial results forecast announced most recently: No

(Note) At this point, it is difficult to assess the impact of the coronavirus outbreak on our group and to reasonably make any business forecast. Accordingly, our forecast of consolidated results for the fiscal year ending January 31, 2021 is undetermined and will be announced as soon as the details become available.

* Notes:

(1) Changes in significant subsidiaries during the three months ended April 30, 2020 (changes in specified subsidiaries resulting in changes in scope of consolidation): No

New - (Company name:)

Exclusion: - (Company name:)

(2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements: No

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatement

1) Changes in accounting policies due to the revision of accounting standards: No

2) Changes in accounting policies other than 1) above: No

3) Changes in accounting estimates: No

4) Retrospective restatement: No

(4) Total number of issued shares (common shares)

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

April 30, 2020: 11,012,166 shares

January 31, 2020: 11,012,166 shares

2) Total number of treasury shares at the end of the period:

April 30, 2020: 255,028 shares

January 31, 2020: 254,968 shares

3) Average number of shares during the period:

Three months ended April 30, 2020: 10,757,165 shares

Three months ended April 30, 2019: 10,757,303 shares

Quarterly Consolidated Financial Statements

Quarterly Consolidated Balance Sheets

(Million yen)

	As of January 31,2020	As of April 30,2020
Assets		
Current assets		
Cash and deposits	6,940	10,876
Notes and accounts receivable - trade	18,761	11,186
Merchandise and finished goods	12,181	12,510
Raw materials and supplies	39	36
Other	3,691	3,349
Allowance for doubtful accounts	(86)	(62)
Total current assets	41,529	37,897
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	10,316	10,210
Land	15,649	15,649
Other, net	3,991	3,852
Total property, plant and equipment	29,957	29,712
Intangible assets		
Goodwill	7,072	7,264
Other	1,119	1,089
Total intangible assets	8,191	8,354
Investments and other assets		
Investment securities	2,426	1,903
Shares of subsidiaries and associates	468	454
Leasehold deposits	4,091	4,078
Retirement benefit asset	3,108	3,159
Other	1,127	1,299
Allowance for doubtful accounts	(155)	(173)
Total investments and other assets	11,066	10,721
Total non-current assets	49,216	48,789
Total assets	90,745	86,686

(Million yen)

	As of January 31,2020	As of April 30,2020
Liabilities		
Current liabilities		
Notes and accounts payable - trade	27,333	19,983
Short-term borrowings	9,594	13,567
Income taxes payable	795	176
Provision for bonuses	489	1,078
Other provisions	262	253
Other	3,499	3,486
Total current liabilities	41,973	38,546
Non-current liabilities		
Long-term borrowings	20,291	22,390
Provisions	6	6
Retirement benefit liability	600	607
Asset retirement obligations	778	807
Other	2,481	1,850
Total non-current liabilities	24,158	25,661
Total liabilities	66,132	64,208
Net assets		
Shareholders' equity		
Share capital	5,344	5,344
Capital surplus	5,089	5,089
Retained earnings	13,273	11,986
Treasury shares	(638)	(639)
Total shareholders' equity	23,068	21,781
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	568	226
Deferred gains or losses on hedges	(1)	(1)
Foreign currency translation adjustment	(185)	(639)
Remeasurements of defined benefit plans	357	329
Total accumulated other comprehensive income	738	(84)
Non-controlling interests	806	781
Total net assets	24,613	22,478
Total liabilities and net assets	90,745	86,686

Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income (For the three months)

(Million yen)

	For the three months ended April 30,2019	For the three months ended April 30,2020
Net sales	55,143	45,372
Cost of sales	44,613	36,399
Gross profit	10,530	8,972
Selling, general and administrative expenses	10,168	10,216
Operating profit (loss)	361	(1,243)
Non-operating income		
Interest income	1	1
Dividend income	2	3
Share of profit of entities accounted for using equity method	18	-
Other financial revenue	-	9
Other	54	59
Total non-operating income	77	74
Non-operating expenses		
Interest expenses	22	25
Share of loss of entities accounted for using equity method	-	6
Other financial expenses	0	-
Other	14	7
Total non-operating expenses	37	39
Ordinary profit (loss)	402	(1,208)
Extraordinary income		
Gain on sales of non-current assets	0	4
Gain on bargain purchase	241	-
Total extraordinary income	242	4
Extraordinary losses		
Loss on retirement of non-current assets	20	29
Loss on step acquisitions	95	-
Loss related to COVID	-	21
Other	0	17
Total extraordinary losses	115	67
Profit (loss) before income taxes	530	(1,272)
Income taxes	251	(260)
Profit (loss)	278	(1,011)
Profit attributable to non-controlling interests	3	6
Profit (loss) attributable to owners of parent	275	(1,018)

Quarterly Consolidated Statements of Comprehensive Income (For the three months)

(Million yen)

	For the three months ended April 30,2019	For the three months ended April 30,2020
Profit (loss)	278	(1,011)
Other comprehensive income		
Valuation difference on available-for-sale securities	1	(341)
Deferred gains or losses on hedges	0	0
Foreign currency translation adjustment	89	(455)
Remeasurements of defined benefit plans, net of tax	(36)	(28)
Total other comprehensive income	55	(825)
Comprehensive income	334	(1,836)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	332	(1,841)
Comprehensive income attributable to non-controlling interests	2	5