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Consolidated Financial Results for the Nine Months Ended October 31, 2020 [Japanese GAAP]

December 10, 2020

Company name: TOHO Co.,Ltd.
Stock exchange listing: Tokyo
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: December 11, 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 Nine Months Ended October 31, 2020 (February 01, 2020 to October 31, 2020)

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

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Nine months ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
October 31, 2020	135,957	(19.8)	(3,084)	-	(2,233)	-	(3,020)	-
October 31, 2019	169,437	6.4	680	(22.0)	726	(25.8)	42	(91.8)

(Note) Comprehensive income: Nine months ended October 31, 2020: ¥ (3,680) million [-%]
Nine months ended October 31, 2019: ¥ (263) million [-%]

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
October 31, 2020	(280.82)	-
October 31, 2019	3.95	-

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
As of	Million yen	Million yen	%
October 31, 2020	88,538	19,832	21.8
January 31, 2020	90,745	24,613	26.2

(Reference) Equity: As of October 31, 2020: ¥ 19,274 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	-	0.00	-		
Fiscal year ending January 31, 2021 (Forecast)				-	-

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

(Note) For the forecast of dividends per share for the fiscal year ending January 2021, it remains undetermined at this moment.

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
Full year	185,000	(20.0)	(3,900)	-	(2,900)	-	(4,100)	-	(381.14)

(Note) Revision to the financial results forecast announced most recently: Yes

* Notes:

(1) Changes in significant subsidiaries during the nine months ended October 31, 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):

October 31, 2020: 11,012,166 shares

January 31, 2020: 11,012,166 shares

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

October 31, 2020: 255,175 shares

January 31, 2020: 254,968 shares

3) Average number of shares during the period:

Nine months ended October 31, 2020: 10,757,095 shares

Nine months ended October 31, 2019: 10,757,275 shares

Quarterly Consolidated Financial Statements

Quarterly Consolidated Balance Sheets

(Million yen)

	As of January 31,2020	As of October 31,2020
Assets		
Current assets		
Cash and deposits	6,940	7,676
Notes and accounts receivable - trade	18,761	18,033
Merchandise and finished goods	12,181	10,899
Raw materials and supplies	39	42
Other	3,691	3,625
Allowance for doubtful accounts	(86)	(66)
Total current assets	41,529	40,211
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	10,316	9,563
Land	15,649	15,759
Other, net	3,991	4,420
Total property, plant and equipment	29,957	29,743
Intangible assets		
Goodwill	7,072	6,844
Other	1,119	963
Total intangible assets	8,191	7,807
Investments and other assets		
Investment securities	2,426	1,937
Shares of subsidiaries and associates	468	439
Leasehold deposits	4,091	3,902
Retirement benefit asset	3,108	3,206
Other	1,127	1,464
Allowance for doubtful accounts	(155)	(175)
Total investments and other assets	11,066	10,775
Total non-current assets	49,216	48,326
Total assets	90,745	88,538

(Million yen)

	As of January 31,2020	As of October 31,2020
Liabilities		
Current liabilities		
Notes and accounts payable - trade	27,333	23,711
Short-term borrowings	9,594	11,550
Income taxes payable	795	254
Provision for bonuses	489	659
Other provisions	262	274
Other	3,499	4,268
Total current liabilities	41,973	40,719
Non-current liabilities		
Long-term borrowings	20,291	24,116
Provisions	6	7
Retirement benefit liability	600	627
Asset retirement obligations	778	804
Other	2,481	2,430
Total non-current liabilities	24,158	27,986
Total liabilities	66,132	68,705
Net assets		
Shareholders' equity		
Share capital	5,344	5,344
Capital surplus	5,089	4,539
Retained earnings	13,273	9,983
Treasury shares	(638)	(639)
Total shareholders' equity	23,068	19,228
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	568	368
Deferred gains or losses on hedges	(1)	(0)
Foreign currency translation adjustment	(185)	(594)
Remeasurements of defined benefit plans	357	273
Total accumulated other comprehensive income	738	46
Non-controlling interests	806	557
Total net assets	24,613	19,832
Total liabilities and net assets	90,745	88,538

Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income (For the nine months)

(Million yen)

	For the nine months ended October 31,2019	For the nine months ended October 31,2020
Net sales	169,437	135,957
Cost of sales	137,268	109,365
Gross profit	32,169	26,592
Selling, general and administrative expenses	31,489	29,677
Operating profit (loss)	680	(3,084)
Non-operating income		
Interest income	4	6
Dividend income	30	22
Share of profit of entities accounted for using equity method	9	-
Subsidies for employment adjustment	-	668
Other	157	320
Total non-operating income	200	1,017
Non-operating expenses		
Interest expenses	86	84
Share of loss of entities accounted for using equity method	-	21
Other financial expenses	17	14
Other	50	46
Total non-operating expenses	154	166
Ordinary profit (loss)	726	(2,233)
Extraordinary income		
Gain on sales of non-current assets	7	9
Gain on bargain purchase	241	-
Other	-	1
Total extraordinary income	249	11
Extraordinary losses		
Loss on sales of non-current assets	2	10
Impairment loss	-	596
Loss on retirement of non-current assets	46	209
Loss on valuation of investment securities	-	203
Loss on store closings	-	67
Loss on step acquisitions	95	-
Loss related to COVID	-	51
Other	28	-
Total extraordinary losses	172	1,139
Profit (loss) before income taxes	803	(3,361)
Income taxes	724	(373)
Profit (loss)	79	(2,987)
Profit attributable to non-controlling interests	36	33
Profit (loss) attributable to owners of parent	42	(3,020)

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

(Million yen)

	For the nine months ended October 31,2019	For the nine months ended October 31,2020
Profit (loss)	79	(2,987)
Other comprehensive income		
Valuation difference on available-for-sale securities	23	(195)
Deferred gains or losses on hedges	1	1
Foreign currency translation adjustment	(258)	(411)
Remeasurements of defined benefit plans, net of tax	(109)	(85)
Total other comprehensive income	(343)	(692)
Comprehensive income	(263)	(3,680)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(296)	(3,713)
Comprehensive income attributable to non-controlling interests	32	33