SRE Holdings

Consolidated Financial Results for the Fiscal Year Ended March 31, 2021 (JGAAP)

May 14, 2021

Company name: SRE Holdings Corporation
Stock exchange listing: Tokyo
Stock code: 2980
URL: https://sre-group.co.jp/
Representative: Kazuo Nishiyama, Representative Director and President
Contact: Osamu Mashiko, Executive Officer, CFO and General Manager, Corporate Headquarters
TEL: +81-3-6274-6550

Scheduled date of Annual General Meeting of Shareholders: June 14, 2021
Scheduled date of dividend payment –
Scheduled date to submit the Securities Report (*Yukashoken Hokokusho*): June 15, 2021
Earnings Supplementary Explanatory Documents: Yes
Holding of financial results presentation meeting: Yes (for institutional investors, analysts)

(Figures of less than one million are rounded down.)

1. Consolidated Results for the Fiscal Year Ended March 31, 2021 (April 1, 2020 – March 31, 2021)

(1) Consolidated operating results (% shows the year-on-year change)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Year ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
March 31, 2021	7,339	90.6	1,056	41.5	1,023	42.6	667	40.9
March 31, 2020	3,850	32.9	746	75.2	717	64.9	473	82.4

(Note) Comprehensive income: Year ended March 31, 2021: ¥667 million (40.9%)
Year ended March 31, 2020: ¥473 million (82.4%)

	Basic profit per share	Diluted profit per share	Return on equity	Ratio of ordinary profit to total assets	Operating profit margin
Year ended	Yen	Yen	%	%	%
March 31, 2021	43.81	42.16	8.9	10.0	14.4
March 31, 2020	33.50	32.10	9.2	11.8	19.4

(Reference) Share of profit (loss) of entities accounted for using equity method
Year ended March 31, 2021: ¥5 million Year ended March 31, 2020: ¥15 million

(Notes) 1. The Company conducted a 3-for-1 share split on August 20, 2019. “Basic profit per share” and “Diluted profit per share” have, therefore, been calculated on the assumption that the share split was conducted at the beginning of the fiscal year ended March 31, 2020.
2. Since the Company listed its shares on the Mothers market of the Tokyo Stock Exchange on December 19, 2019, “Diluted profit per share” for the fiscal year ended March 31, 2020 is calculated by deeming the average share price from the date of initial listing to March 31, 2020 as the average share price during the period.

(2) Consolidated financial condition

	Total assets	Net assets	Equity ratio	Net assets per share
As of	Million yen	Million yen	%	Yen
March 31, 2021	12,341	7,879	63.5	510.95
March 31, 2020	8,054	7,090	88.0	468.06

(Reference) Equity capital: As of March 31, 2021: ¥7,842 million As of March 31, 2020: ¥7,085 million

(Note) The Company conducted a 3-for-1 share split on August 20, 2019. “Basic profit per share” and “Net assets per share” have, therefore, been calculated on the assumption that the share split was conducted at the beginning of the fiscal year ended March 31, 2020.

(3) Consolidated cash flow position

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Ending balance of cash and cash equivalents
Year ended	Million yen	Million yen	Million yen	Million yen
March 31, 2021	(3,566)	(253)	3,275	2,637
March 31, 2020	(2,348)	(351)	3,398	3,182

2. Dividends

	Annual dividend per share					Total dividends (Annual)	Payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	End of first quarter	End of second quarter	End of third quarter	Year end	Total			
Year ended	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
March 31, 2020	–	0.00	–	0.00	0.00	–	–	–
March 31, 2021	–	0.00	–	0.00	0.00	–	–	–
Year ending March 31, 2022 (forecast)	–	0.00	–	0.00	0.00		–	

3. Consolidated Financial Forecasts for the Fiscal Year Ending March 31, 2022 (April 1, 2021 to March 31, 2022)

(% shows the year-on-year change)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic profit per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	11,800	60.8	1,350	27.8	1,280	25.1	835	25.2	54.40

(Note) For details, please refer to “1. Overview of Operating Results and Financial Condition (4) Outlook” on page 7 of the Accompanying Materials.

* Notes

(1) Changes in significant subsidiaries during the fiscal year ended March 31, 2021 (changes of specified subsidiaries with change of the scope of consolidation): No

(2) Changes in accounting principles, changes in accounting estimates, and retrospective restatements
(i) Changes in accounting principles accompanying the amendment of accounting standards: None
(ii) Changes in accounting policies other than (i): None
(iii) Changes in accounting estimates: None
(iv) Restatement: None

(3) Number of issued shares (common shares)
(i) Number of shares outstanding at end of the period (including treasury shares)
Year ended March 31, 2021 15,348,151 shares Year ended March 31, 2020 15,138,200 shares
(ii) Number of treasury shares at end of the period
Year ended March 31, 2021 31 shares Year ended March 31, 2020 – shares
(iii) Average number of shares during the period
Year ended March 31, 2021 15,224,158 shares Year ended March 31, 2020 14,131,614 shares
(Note) The Company conducted a 3-for-1 share split on August 20, 2019. “Number of shares outstanding at end of the period (including treasury shares)” and “Average number of shares during the period” have, therefore, been calculated on the assumption that the share split was conducted at the beginning of the fiscal year ended March 31, 2020.

(Reference) Overview of non-consolidated financial results

Non-consolidated results for the fiscal year ended March 31, 2021 (April 1, 2020 - March 31, 2021)

(1) Non-consolidated operating results

(% shows the year-on-year change)

	Net sales		Operating profit		Ordinary profit		Profit	
Year ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
March 31, 2021	6,926	98.9	705	63.5	666	72.6	420	66.2
March 31, 2020	3,482	22.0	431	13.2	386	1.6	252	14.5

	Basic profit per share	Diluted profit per share
Year ended	Yen	Yen
March 31, 2021	27.59	26.55
March 31, 2020	17.88	17.13

(Note) 1. The Company conducted a 3-for-1 share split on August 20, 2019. “Basic profit per share” and “Diluted profit per share” have, therefore, been calculated on the assumption that the share split was conducted at the beginning of the fiscal year ended March 31, 2020.

(2) Non-consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
As of	Million yen	Million yen	%	Yen
March 31, 2021	11,700	7,351	62.5	476.49
March 31, 2020	7,609	6,809	89.4	449.44

(Reference) Equity capital: As of March 31, 2021: ¥7,313 million As of March 31, 2020: ¥6,803 million

* The results are not subject to an audit by a certified public accountant or an auditing firm.

* Explanation concerning the appropriate use of financial result forecasts and other special notes

(Note on forward-looking statements)

Forward-looking statements such as results forecasts provided in this document are prepared based on currently available information and assumptions that are deemed reasonable, but the Company does not intend to guarantee their achievement. A variety of factors could cause actual results to differ materially from forecasts. For details about the assumptions in the financial forecasts and other related matters, please see “1. Overview of Operating Results and Financial Condition (4) Outlook” on page 7 of the Accompanying Materials.

(Availability of earnings supplementary explanatory documents and information on earnings results briefings)

The Company plans to hold a briefing on financial results (online conference) for institutional investors and analysts on May 17, 2021 (Monday). The Company plans to disclose the supplementary explanatory documents used on the day of the financial results briefing via TDnet on May 14 (Friday) as well as publishing them on the Company’s website.