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

February 12, 2021

Company name: Restar Holdings Corporation

Stock exchange listing: Tokyo

Code number: 3156

URL: <https://www.restargp.com/>

Representative: Rintaro Miyoshi

Representative Director

Contact: Hirofumi Kitao

General Manager of Accounting Department

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Scheduled date of filing quarterly securities report: February 15, 2021

Scheduled date of commencing dividend payments: -

Availability of supplementary briefing material on quarterly financial results: Yes

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 December 31, 2020 (April 01, 2020 to December 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	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Nine months ended December 31, 2020	234,827	(20.3)	4,884	(3.5)	4,346	(40.0)	7,267	25.8
December 31, 2019	294,618	85.8	5,063	31.7	7,240	94.2	5,779	100.7

(Note) Comprehensive income:
 Nine months ended December 31, 2020: ¥ 8,111 million [51.1%]
 Nine months ended December 31, 2019: ¥ 5,369 million [317.6%]

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
December 31, 2020	241.70	-
December 31, 2019	192.20	-

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
As of	Million yen	Million yen	%
December 31, 2020	186,733	79,263	40.8
March 31, 2020	197,053	73,768	35.7

(Reference) Equity: As of December 31, 2020: ¥ 76,144 million
 As of March 31, 2020: ¥ 70,384 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 March 31, 2020	-	35.00	-	45.00	80.00
Fiscal year ending March 31, 2021	-	35.00	-		
Fiscal year ending March 31, 2021 (Forecast)				50.00	85.00

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

(Note) Breakdown of the year-end dividend for the fiscal year ending March 31, 2021 :

Ordinary dividend	35.00 yen
Special dividend	15.00 yen

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2021(April 01, 2020 to March 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	350,000	(7.8)	6,000	(9.6)	6,000	(33.5)	8,000	39.8	266.02

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

* Notes:

(1) Changes in significant subsidiaries during the nine months ended December 31, 2020

(changes in specified subsidiaries resulting in changes in scope of consolidation): No

(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):

December 31, 2020: 30,072,643 shares

March 31, 2020: 30,072,643 shares

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

December 31, 2020: 4,141 shares

March 31, 2020: 4,005 shares

3) Average number of shares during the period:

Nine months ended December 31, 2020: 30,068,595 shares

Nine months ended December 31, 2019: 30,068,762 shares

Quarterly Consolidated Financial Statements
Quarterly Consolidated Balance Sheets

(Million yen)

	As of March 31,2020	As of December 31,2020
Assets		
Current assets		
Cash and deposits	21,195	38,848
Notes and accounts receivable - trade	66,491	55,788
Electronically recorded monetary claims - operating	5,286	5,338
Merchandise and finished goods	32,885	27,869
Work in process	1,552	1,641
Raw materials and supplies	1,134	990
Other	6,119	8,201
Allowance for doubtful accounts	(727)	(682)
Total current assets	133,937	137,996
Non-current assets		
Property, plant and equipment		
Leased assets	14,401	15,088
Accumulated depreciation	(4,665)	(5,483)
Leased assets, net	9,735	9,604
Other	10,707	13,642
Total property, plant and equipment	20,442	23,246
Intangible assets		
Goodwill	7,400	6,995
Other	5,928	5,391
Total intangible assets	13,329	12,386
Investments and other assets		
Investment securities	22,186	4,450
Bad debts	9,493	9,040
Other	7,962	9,518
Allowance for doubtful accounts	(10,299)	(9,905)
Total investments and other assets	29,343	13,104
Total non-current assets	63,116	48,737
Total assets	197,053	186,733

(Million yen)

	As of March 31,2020	As of December 31,2020
Liabilities		
Current liabilities		
Notes and accounts payable - trade	42,826	38,635
Short-term borrowings	50,083	39,630
Current portion of long-term borrowings	411	2,342
Income taxes payable	1,079	711
Provision for bonuses	694	424
Other	8,336	7,599
Total current liabilities	103,432	89,343
Non-current liabilities		
Long-term borrowings	4,765	2,870
Lease obligations	9,603	8,940
Retirement benefit liability	329	200
Other	5,153	6,114
Total non-current liabilities	19,852	18,125
Total liabilities	123,285	107,469
Net assets		
Shareholders' equity		
Share capital	4,383	4,383
Capital surplus	35,453	35,453
Retained earnings	28,949	33,859
Treasury shares	(7)	(7)
Total shareholders' equity	68,779	73,689
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	252	548
Deferred gains or losses on hedges	(51)	(89)
Foreign currency translation adjustment	1,498	2,023
Remeasurements of defined benefit plans	(94)	(26)
Total accumulated other comprehensive income	1,604	2,455
Non-controlling interests	3,384	3,119
Total net assets	73,768	79,263
Total liabilities and net assets	197,053	186,733

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

(Million yen)

	For the nine months ended December 31,2019	For the nine months ended December 31,2020
Net sales	294,618	234,827
Cost of sales	275,189	215,664
Gross profit	19,428	19,163
Selling, general and administrative expenses	14,364	14,279
Operating profit	5,063	4,884
Non-operating income		
Interest income	92	33
Dividend income	43	40
Foreign exchange gains	97	-
Share of profit of entities accounted for using equity method	3,101	204
Other	383	238
Total non-operating income	3,718	517
Non-operating expenses		
Interest expenses	1,206	588
Foreign exchange losses	-	173
Other	334	292
Total non-operating expenses	1,541	1,054
Ordinary profit	7,240	4,346
Extraordinary income		
Gain on sales of investment securities	50	3,865
Gain on step acquisitions	-	18
Total extraordinary income	50	3,884
Extraordinary losses		
Early retirement costs	86	-
Loss on termination of retirement benefit plan	-	222
Total extraordinary losses	86	222
Profit before income taxes	7,205	8,009
Income taxes	1,488	911
Profit	5,716	7,097
Loss attributable to non-controlling interests	(62)	(170)
Profit attributable to owners of parent	5,779	7,267

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

(Million yen)

	For the nine months ended December 31,2019	For the nine months ended December 31,2020
Profit	5,716	7,097
Other comprehensive income		
Valuation difference on available-for-sale securities	(88)	298
Deferred gains or losses on hedges	(18)	141
Foreign currency translation adjustment	(263)	488
Remeasurements of defined benefit plans, net of tax	4	52
Share of other comprehensive income of entities accounted for using equity method	19	32
Total other comprehensive income	(347)	1,013
Comprehensive income	5,369	8,111
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	5,431	8,297
Comprehensive income attributable to non-controlling interests	(62)	(186)