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Consolidated Financial Results for the Nine Months Ended July 31, 2021 [Japanese GAAP]

President and CEO

Division

September 10, 2021

Company name: TBCSCAT Inc. Stock exchange listing: Tokyo Code number: 3974 URL: http://www.tbcscat.jp/ Representative: Nagashima Hideo

Contact: Mori Nobufumi

Phone: 03(5623)9670

Scheduled date of filing quarterly securities report: September 10, 2021 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)

Director and General Manager of Business Administration

1. Consolidated Financial Results for the Nine Months Ended July 31, 2021 (November 01, 2020 to July 31, 2021)

(1) Consolidated Operating Results (% indicates changes from the previous corresponding per						nding period.		
	Net sales		Operating	mofit	Ordinary profit		Profit attributable to	
	INCL Sale	-5	Operating	Join	Orunnary	prom	owners of	parent
Nine months ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
July 31, 2021	1,868	0.0	174	81.8	174	78.3	122	124.8
July 31, 2020	1,868	(6.3)	96	(24.8)	98	(23.3)	54	(37.0)
(Note) Comprehensive income	: Nine mor	nths ended	July 31, 2021:	1	¥	120 million	n [121.4	4%]
	Nine mor	nths ended	July 31, 2020:	1	¥	54 million	n [(37.0))%]

Nine months ended July 31, 2020: ¥

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
July 31, 2021	27.94	-
July 31, 2020	12.55	-

(2) Consolidated Financial Position

		Total assets	Net assets	Capital adequacy ratio
As of		Million yen	Million yen	%
July 31, 2021		3,710	2,319	62.5
October 31, 2020		3,657	2,193	60.0
(Reference) Equity:	As of	July 31, 2021:	¥ 2,3	19 million
	As of	October 31, 2020:	¥ 2,1	93 million

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2. Dividends

		Annual dividends					
	1st quarter-end	Year-end Tota					
	Yen	Yen	Yen	Yen	Yen		
Fiscal year ended October 31, 2020	-	0.00	-	20.00	20.00		
Fiscal year ending October 31, 2021	-	0.00	-				
Fiscal year ending October 31, 2021				7.00	7.00		
(Forecast)				7.00	7.00		

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

(Note) Breakdown of the 3rd quarter dividend for the fiscal year ending October 31, 2021 :

Commemorative dividend	-	yen
Special dividend	-	yen

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

(% indicates changes from the previous corresponding period.)									
	Net sale	20	Operating	profit	Ordinary r	vrofit	Profit attribu	table to	Basic earnings
	INCE Sale	-5	Operating profit		Ordinary profit		owners of	parent	per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	2,647	7.5	160	24.4	160	22.1	95	32.6	21.93

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

* Notes:

(1) Changes in sig	nificant	subsidiaries during the nine months ended July 31, 2021	
(changes in sp	becified a	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 issue	i shares at the end	of the period	(including treasury shares):
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July 31, 2021:	5,460,000 shares
October 31, 2020:	5,460,000 shares

2) Total number of treasury shares at the end of the period:				
July 31, 2021:	1,042,929 shares			
October 31, 2020:	1,125,429 shares			

3) Average number of shares during the period:	
Nine months ended July 31, 2021:	4,378,390 shares
Nine months ended July 31, 2020:	4,334,641 shares

Quarterly Consolidated Financial Statements

Quarterly Consolidated Balance Sheets

		(Thousand yen)
	As of October 31,2020	As of July 31,2021
Assets		
Current assets		
Cash and deposits	1,574,769	1,651,083
Accounts receivable - trade	236,320	223,310
Merchandise	24,171	42,012
Work in process	51,426	54,630
Other	55,931	32,536
Allowance for doubtful accounts	(280)	(283
Total current assets	1,942,340	2,003,290
Non-current assets		
Property, plant and equipment		
Buildings and structures	1,885,064	1,889,052
Accumulated depreciation	(1,038,304)	(1,062,240
Buildings and structures, net	846,759	826,803
Land	342,737	319,248
Other	162,255	160,229
Accumulated depreciation	(134,445)	(134,809
Other, net	27,809	25,420
Total property, plant and equipment	1,217,307	1,171,474
Intangible assets		
Software	95,715	73,038
Software in progress	126,443	179,054
Goodwill	81,509	70,394
Other	1,668	842
Total intangible assets	305,336	323,329
Investments and other assets		
Deferred tax assets	145,052	136,200
Other	63,800	93,252
Allowance for doubtful accounts	(16,790)	(16,753
Total investments and other assets	192,062	212,705
Total non-current assets	1,714,706	1,707,509
Total assets	3,657,046	3,710,800

	As of October 31,2020	As of July 31,2021
Liabilities		
Current liabilities		
Accounts payable - trade	49,197	55,853
Short-term borrowings	200,000	200,000
Current portion of long-term borrowings	83,680	85,680
Accrued expenses	138,081	147,642
Provision for bonuses	70,763	40,020
Income taxes payable	24,693	33,226
Provision for loss on order received	11,354	13,387
Other	96,344	108,124
Total current liabilities	674,115	683,935
 Non-current liabilities		
Long-term borrowings	389,560	325,300
Provision for retirement benefits for directors (and other officers)	41,315	18,365
Retirement benefit liability	325,689	331,437
Other	32,408	32,114
Total non-current liabilities	788,973	707,216
Total liabilities	1,463,088	1,391,152
Net assets		
Shareholders' equity		
Share capital	200,000	200,000
Capital surplus	277,158	297,529
Retained earnings	1,904,461	1,997,915
Treasury shares	(187,662)	(173,906
Total shareholders' equity	2,193,957	2,321,539
Accumulated other comprehensive income		
Valuation difference on available-for-sale	-	(1,891
Total accumulated other comprehensive income		(1,891
Total net assets	2,193,957	2,319,648
Total liabilities and net assets	3,657,046	3,710,800

(Thousand yen)

Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income (For the nine months)

For the nine months ended July 31,2020Net sales1,868,941Cost of sales1,105,023Gross profit763,918Selling, general and administrative expenses667,840Operating profit96,078Non-operating income7	For the nine months ended July 31,2021
Cost of sales1,105,023Gross profit763,918Selling, general and administrative expenses667,840Operating profit96,078Non-operating income1	
Gross profit763,918Selling, general and administrative expenses667,840Operating profit96,078Non-operating income96,078	1,868,979
Selling, general and administrative expenses667,840Operating profit96,078Non-operating income96,078	1,071,141
Operating profit 96,078 Non-operating income 96,078	797,837
Non-operating income	623,132
· ·	174,704
Interest income 7	
	6
Dividend income 7	7
Gain on sales of investment securities 1,046	25
Facility rental fee 1,424	1,396
Subsidy income 1,000	973
Other 1,138	786
Total non-operating income4,625	3,195
Non-operating expenses	
Interest expenses 2,204	2,689
Other 456	423
Total non-operating expenses2,661	3,113
Ordinary profit 98,042	174,787
Extraordinary income	
Grant income 14,524	32,555
Gain on sales of non-current assets -	7,641
Total extraordinary income 14,524	40,196
Extraordinary losses	
Loss on COVID19 21,245	39,906
Loss on sales of non-current assets -	28
Loss on retirement of non-current assets 24	132
Total extraordinary losses 21,269	40,067
Profit before income taxes 91,297	174,916
Income taxes - current 24,723	42,891
Income taxes - deferred 12,153	9,674
Total income taxes36,876	52,565
Profit 54,420	122,351
Profit attributable to non-controlling interests -	-
Profit attributable to owners of parent 54,420	122,351

		(Thousand yen)
	For the nine months ended July 31,2020	For the nine months ended July 31,2021
Profit	54,420	122,351
Other comprehensive income		
Valuation difference on available-for-sale securities	-	(1,891)
Total other comprehensive income	-	(1,891)
Comprehensive income	54,420	120,460
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	54,420	120,460

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