

Translation

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purposes. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

Summary of Consolidated Financial Results for the Three Months Ended May 31, 2022 (Based on Japanese GAAP)

July 5, 2022

Company name: SAN-A CO., LTD.
 Stock exchange listing: Tokyo
 Stock code: 2659 URL <https://www.san-a.co.jp>
 Representative: President, Chief Executive Officer Kentaro Arashiro
 Inquiries: Executive Director Taku Toyoda TEL 098(898)2230
 Scheduled date to file Quarterly Securities Report: July 14, 2022
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: No
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the three months ended May 31, 2022 (from March 1, 2022 to May 31, 2022)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Operating revenue		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended May 31, 2022	51,195	0.7	2,540	4.6	2,647	1.0	1,696	(2.5)
Three months ended May 31, 2021	50,857	4.5	2,429	32.5	2,620	33.3	1,740	27.4

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended May 31, 2022	54.92		–	
Three months ended May 31, 2021	54.45		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of May 31, 2022	167,655	131,232	76.4	4,144.83
As of February 28, 2022	165,551	131,712	77.6	4,160.04

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended February 28, 2022	–	0.00	–	60.00	60.00
Year ending February 28, 2023	–	–	–	–	–
Year ending February 28, 2023 (Forecast)	–	0.00	–	60.00	60.00

3. Forecast of consolidated financial results for the year ending February 28, 2023 (from March 1, 2022 to February 28, 2023)

Percentages indicate year-on-year changes

	Operating revenue		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending August 31, 2022	106,202	3.2	5,076	16.8	5,269	10.2	3,470	8.8	112.32
Full year	211,021	3.3	10,124	21.5	10,421	2.7	6,956	4.4	225.17

4. Notes

- (1) Changes in significant subsidiaries during the three months ended May 31, 2022
 (changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: No
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
- Changes in accounting policies due to revisions to accounting standards and other regulations: Yes
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: No
- Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

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

As of May 31, 2022	31,981,654 shares	As of February 28, 2022	31,981,654 shares
--------------------	-------------------	-------------------------	-------------------

Number of treasury shares at the end of the period

As of May 31, 2022	1,085,559 shares	As of February 28, 2022	1,085,510 shares
--------------------	------------------	-------------------------	------------------

Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended May 31, 2022	30,896,108 shares	Three months ended May 31, 2021	31,963,176 shares
---------------------------------	-------------------	---------------------------------	-------------------

Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of February 28, 2022	As of May 31, 2022
Assets		
Current assets		
Cash and deposits	31,595	32,095
Accounts receivable - trade	5,569	6,780
Merchandise and finished goods	12,751	13,529
Raw materials and supplies	357	321
Other	2,426	2,385
Total current assets	52,700	55,113
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	58,829	57,504
Land	35,092	35,196
Construction in progress	3,738	4,586
Other, net	3,314	3,250
Total property, plant and equipment	100,975	100,538
Intangible assets	817	804
Investments and other assets	11,058	11,199
Total non-current assets	112,850	112,542
Total assets	165,551	167,655
Liabilities		
Current liabilities		
Accounts payable - trade	9,460	11,236
Short-term borrowings	–	350
Income taxes payable	2,365	1,257
Provision for bonuses	1,391	2,376
allowance for loss on collecting gift tickets	111	–
Other	13,414	14,049
Total current liabilities	26,742	29,269
Non-current liabilities		
Retirement benefit liability	2,258	2,298
Asset retirement obligations	583	586
Other	4,253	4,268
Total non-current liabilities	7,096	7,153
Total liabilities	33,839	36,423

(Millions of yen)

	As of February 28, 2022	As of May 31, 2022
Net assets		
Shareholders' equity		
Share capital	3,723	3,723
Capital surplus	3,710	3,710
Retained earnings	125,322	124,887
Treasury shares	(4,312)	(4,312)
Total shareholders' equity	128,443	128,008
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	100	68
Remeasurements of defined benefit plans	(15)	(18)
Total accumulated other comprehensive income	85	50
Non-controlling interests	3,183	3,173
Total net assets	131,712	131,232
Total liabilities and net assets	165,551	167,655

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Millions of yen)

	Three months ended May 31, 2021	Three months ended May 31, 2022
Net sales	47,372	47,480
Cost of sales	32,554	32,645
Gross profit	14,818	14,834
Operating revenue	3,485	3,715
Operating gross profit	18,303	18,550
Selling, general and administrative expenses	15,873	16,010
Operating profit	2,429	2,540
Non-operating income		
Interest income	2	2
Dividend income	4	4
Gain on adjustment of account payable	72	56
Other	165	57
Total non-operating income	244	120
Non-operating expenses		
Interest expenses	6	6
allowance for loss on collecting gift tickets putting in	14	–
Other	31	7
Total non-operating expenses	53	13
Ordinary profit	2,620	2,647
Extraordinary losses		
Loss on retirement of non-current assets	5	48
Impairment losses	–	9
Total extraordinary losses	5	57
Profit before income taxes	2,615	2,589
Income taxes - current	1,299	1,143
Income taxes - deferred	(498)	(314)
Total income taxes	801	829
Profit	1,813	1,760
Profit attributable to non-controlling interests	73	63
Profit attributable to owners of parent	1,740	1,696

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Three months ended May 31, 2021	Three months ended May 31, 2022
Profit	1,813	1,760
Other comprehensive income		
Valuation difference on available-for-sale securities	(12)	(31)
Remeasurements of defined benefit plans, net of tax	1	(3)
Total other comprehensive income	(10)	(34)
Comprehensive income	1,802	1,725
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,729	1,662
Comprehensive income attributable to non-controlling interests	73	63