

Translation

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## Summary of Consolidated Financial Results for the Three Months Ended June 30, 2020 (Based on Japanese GAAP)

August 6, 2020

Company name: Br. Holdings Corporation  
 Stock exchange listing: Tokyo  
 Stock code: 1726 URL <https://www.brhd.co.jp>  
 Representative: President Kimiyasu Fujita  
 Director, General Manager, Administration  
 Inquiries: Division Takeshi Amatsu TEL 082-261-2860  
 Scheduled date to file Quarterly Securities Report: August 11, 2020  
 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 June 30, 2020 (from April 1, 2020 to June 30, 2020)

#### (1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		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 June 30, 2020	8,815	39.2	497	409.5	492	420.4	305	765.1
Three months ended June 30, 2019	6,335	31.1	97	(37.4)	94	(39.2)	35	(63.1)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2020	7.90		7.82	
Three months ended June 30, 2019	0.90		0.89	

#### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of June 30, 2020	28,466	6,979	24.2	177.67
As of March 31, 2020	26,398	6,871	25.6	174.86

### 2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2020	–	4.00	–	5.00	9.00
Year ending March 31, 2021	–	–	–	–	–
Year ending March 31, 2021 (Forecast)	–	5.00	–	5.00	10.00

### 3. Forecast of consolidated financial results for the year ending March 31, 2021 (from April 1, 2020 to March 31, 2021)

Percentages indicate year-on-year changes

	Net sales		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
Full year	36,000	3.5	2,250	4.2	2,150	2.5	1,400	3.8	35.76

4. Notes

- (1) Changes in significant subsidiaries during the three months ended June 30, 2020  
 (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: No
- 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 June 30, 2020	39,700,000 shares	As of March 31, 2020	39,700,000 shares
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Number of treasury shares at the end of the period

As of June 30, 2020	995,796 shares	As of March 31, 2020	995,796 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2020	38,704,204 shares	Three months ended June 30, 2019	39,234,851 shares
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**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of March 31, 2020	As of June 30, 2020
Assets		
Current assets		
Cash and deposits	2,732	4,254
Notes receivable, accounts receivable from completed construction contracts and other	13,907	13,100
Costs on construction contracts in progress	1,416	1,521
Merchandise and finished goods	1,876	2,074
Work in process	168	128
Raw materials and supplies	157	207
Accounts receivable - other	489	1,497
Other	35	55
Total current assets	20,784	22,839
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	2,272	2,257
Land	2,081	2,081
Other, net	588	593
Total property, plant and equipment	4,943	4,932
Intangible assets	74	68
Investments and other assets		
Investment securities	387	382
Deferred tax assets	83	118
Other	150	149
Allowance for doubtful accounts	(25)	(25)
Total investments and other assets	596	625
Total non-current assets	5,614	5,626
Total assets	26,398	28,466

(Millions of yen)

	As of March 31, 2020	As of June 30, 2020
<b>Liabilities</b>		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	4,756	5,089
Electronically recorded obligations - operating	2,763	2,903
Short-term borrowings	3,800	4,000
Current portion of long-term borrowings	1,000	1,300
Income taxes payable	337	160
Advances received on construction contracts in progress	1,425	2,390
Provision for bonuses	–	146
Provision for warranties for completed construction	35	35
Other	1,235	1,829
Total current liabilities	15,353	17,855
Non-current liabilities		
Long-term borrowings	4,050	3,500
Other	123	131
Total non-current liabilities	4,173	3,631
Total liabilities	19,527	21,486
<b>Net assets</b>		
Shareholders' equity		
Share capital	1,317	1,317
Capital surplus	951	951
Retained earnings	4,826	4,938
Treasury shares	(395)	(395)
Total shareholders' equity	6,699	6,811
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	68	64
Total accumulated other comprehensive income	68	64
Share acquisition rights	103	103
Total net assets	6,871	6,979
Total liabilities and net assets	26,398	28,466

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

**Consolidated statements of income (cumulative)**

(Millions of yen)

	Three months ended June 30, 2019	Three months ended June 30, 2020
Net sales	6,335	8,815
Cost of sales	5,651	7,751
Gross profit	683	1,064
Selling, general and administrative expenses	585	566
Operating profit	97	497
Non-operating income		
Interest and dividend income	3	3
Gain on sales of scraps	5	2
Insurance claim income	–	4
Other	7	5
Total non-operating income	15	16
Non-operating expenses		
Interest expenses	6	10
Constraction guarantee fee	10	12
Other	1	0
Total non-operating expenses	19	22
Ordinary profit	94	492
Profit before income taxes	94	492
Income taxes - current	81	220
Income taxes - deferred	(22)	(33)
Total income taxes	59	186
Profit	35	305
Profit attributable to owners of parent	35	305

## Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Three months ended June 30, 2019	Three months ended June 30, 2020
Profit	35	305
Other comprehensive income		
Valuation difference on available-for-sale securities	(44)	(3)
Total other comprehensive income	(44)	(3)
Comprehensive income	(8)	302
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(8)	302
Comprehensive income attributable to non-controlling interests	—	—