

Translation

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Summary of Consolidated Financial Results for the Three Months Ended May 31, 2021 (Based on Japanese GAAP)

July 6, 2021

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 Tessei Uechi
 Inquiries: Director Taku Toyoda TEL 098(898)2230
 Scheduled date to file Quarterly Securities Report: July 14, 2021
 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, 2021 (from March 1, 2021 to May 31, 2021)

(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, 2021	50,857	4.5	2,429	32.5	2,620	33.3	1,740	27.4
Three months ended May 31, 2020	48,651	1.6	1,833	(45.3)	1,965	(43.7)	1,366	(37.7)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended May 31, 2021	54.45		–	
Three months ended May 31, 2020	42.75		–	

(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, 2021	165,404	131,006	77.3	4,000.36
As of February 28, 2021	174,574	131,138	73.3	4,001.24

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, 2021	–	0.00	–	55.00	55.00
Year ending February 28, 2022	–	–	–	–	–
Year ending February 28, 2022 (Forecast)	–	0.00	–	55.00	55.00

3. Forecast of consolidated financial results for the year ending February 28, 2022 (from March 1, 2021 to February 28, 2022)

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, 2021	106,600	3.5	5,757	16.6	5,994	15.9	3,976	18.5	124.40
Full year	208,022	2.6	10,474	14.5	10,850	13.6	7,227	19.0	226.12

4. Notes

- (1) Changes in significant subsidiaries during the three months ended May 31, 2021
 (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 May 31, 2021	31,981,654 shares	As of February 28, 2021	31,981,654 shares
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Number of treasury shares at the end of the period

As of May 31, 2021	18,478 shares	As of February 28, 2021	18,478 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended May 31, 2021	31,963,176 shares	Three months ended May 31, 2020	31,963,190 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of February 28, 2021	As of May 31, 2021
Assets		
Current assets		
Cash and deposits	40,124	28,759
Accounts receivable - trade	5,046	6,974
Merchandise and finished goods	12,892	13,508
Raw materials and supplies	307	330
Other	2,255	2,271
Total current assets	60,626	51,845
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	63,117	61,943
Land	35,015	35,015
Construction in progress	1,028	1,445
Other, net	3,674	3,588
Total property, plant and equipment	102,836	101,992
Intangible assets	771	767
Investments and other assets	10,340	10,799
Total non-current assets	113,948	113,559
Total assets	174,574	165,404
Liabilities		
Current liabilities		
Accounts payable - trade	16,282	10,996
Short-term borrowings	–	300
Income taxes payable	1,999	1,251
Provision for bonuses	1,330	2,310
allowance for loss on collecting gift tickets	93	95
Other	16,732	12,375
Total current liabilities	36,439	27,330
Non-current liabilities		
Retirement benefit liability	2,103	2,148
Asset retirement obligations	559	562
Other	4,333	4,356
Total non-current liabilities	6,997	7,067
Total liabilities	43,436	34,397

(Millions of yen)

	As of February 28, 2021	As of May 31, 2021
Net assets		
Shareholders' equity		
Share capital	3,723	3,723
Capital surplus	3,686	3,686
Retained earnings	120,419	120,401
Treasury shares	(27)	(27)
Total shareholders' equity	127,801	127,783
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	113	101
Remeasurements of defined benefit plans	(22)	(21)
Total accumulated other comprehensive income	91	80
Non-controlling interests	3,245	3,142
Total net assets	131,138	131,006
Total liabilities and net assets	174,574	165,404

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, 2020	Three months ended May 31, 2021
Net sales	45,634	47,372
Cost of sales	31,663	32,554
Gross profit	13,971	14,818
Operating revenue	3,016	3,485
Operating gross profit	16,987	18,303
Selling, general and administrative expenses	15,154	15,873
Operating profit	1,833	2,429
Non-operating income		
Interest income	4	2
Dividend income	10	4
Gain on adjustment of account payable	63	72
Subsidy income	–	103
Other	69	62
Total non-operating income	147	244
Non-operating expenses		
Interest expenses	–	6
allowance for loss on collecting gift tickets putting in	12	14
Other	2	31
Total non-operating expenses	15	53
Ordinary profit	1,965	2,620
Extraordinary losses		
Loss on retirement of non-current assets	–	5
Total extraordinary losses	–	5
Profit before income taxes	1,965	2,615
Income taxes - current	999	1,299
Income taxes - deferred	(413)	(498)
Total income taxes	585	801
Profit	1,379	1,813
Profit attributable to non-controlling interests	13	73
Profit attributable to owners of parent	1,366	1,740

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Three months ended May 31, 2020	Three months ended May 31, 2021
Profit	1,379	1,813
Other comprehensive income		
Valuation difference on available-for-sale securities	21	(12)
Remeasurements of defined benefit plans, net of tax	2	1
Total other comprehensive income	24	(10)
Comprehensive income	1,404	1,802
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,390	1,729
Comprehensive income attributable to non-controlling interests	13	73