



Summary of Financial Results for the Third Quarter of the Fiscal Year Ending March 31, 2022 [Consolidated] (From April 1, 2021 to December 31, 2021) [under IFRS]

February 10, 2022

Company name:	Reło Group, Inc.	Listed Exchange:	Tokyo Stock Exchange, First Section
Security code.:	8876	URL:	https://www.relo.jp/
Representative:	Kenichi Nakamura, President and Representative Director		
Contact:	Yasushi Kadota, Senior Managing Director	TEL:	03-5312-8704
Scheduled Date to Submit the Quarterly Securities Report:	February 14, 2022		
Scheduled Date to Start Distributing Dividends:	-		
Supplemental documents for the financial results provided:	Non		
Results briefing for the period under review provided:	Yes (for institutional investors and securities analysts)		

(Millions of yen, rounded down)

1. Consolidated Financial Results for the Thrid Quarter of Fiscal Year Ending March 31, 2022 (From April 1, 2021 to December 31, 2021)

(1) Consolidated Operating Results (Total) (% figures represent change from the same period of the previous fiscal year)

	Revenue		Operating Profit		Profit before income taxes		Profit attributable to owners of the parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Nine months ended December 31, 2021	116,003	1.5	12,044	29.3	13,272	35.7	9,103	48.5
Nine months ended December 31, 2020	114,304	—	9,317	—	9,779	—	6,131	—
	Basic earnings per share		Diluted earnings per share					
	Yen		Yen					
Nine months ended December 31, 2021	59.91		59.84					
Nine months ended December 31, 2020	40.56		38.79					

(2) Consolidated Financial Positions

	Total Assets	Total equity	Equity attributable to owners of parent	Equity ratio attributable to owners of parent
	Millions of yen	Millions of yen	Millions of yen	%
As of December 31, 2021	278,546	48,675	48,113	17.3
As of March 31, 2021	287,628	38,437	38,506	13.4

2. Dividends

	Dividends per Share				
	1st quarter End	2nd quarter End	3rd quarter End	Fiscal Year End	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2021	—	0.00	—	19.00	19.00
Fiscal year ended March 31, 2022	—	0.00	—	—	—
Fiscal year ending March 31, 2022 (forecast)	—	—	—	22.00	22.00

(Note) Correction from the dividend forecast, which is published in the most recent: None

3. Projected Consolidated Results for the Fiscal Year Ending March 31, 2022 (From April 1, 2021 to March 31, 2022)

(% figures represent change from the same period of the previous fiscal year)

	Revenue		Operating Profit		Profit before income taxes		Profit attributable to owners of the parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Year ending March 31, 2022	165,000	-	17,000	-	19,000	-	11,400	-	74.75

(Note) 1. Correction from the consolidated forecast, which is published in the most recent: None

2. The Company has optionally adopted International Financial Reporting Standards "IFRS" from the First Quarter of Fiscal Year Ending March 31, 2022, and the above forecast of consolidated financial results are made in accordance with IFRS. Therefore, the changes (%) from the results for the fiscal year ended March 31, 2021 when the Company was applying Japanese GAAP are not shown.

*Notes

(1) Changes in significant subsidiaries during the Fiscal Year (Changes in specified subsidiaries associated with changes in the scope of consolidation): None

Newly consolidated: -
Excluded: -

(2) Changes in Accounting Policies, Changes in Accounting Estimates and Restatements:

1. Changes in accounting policies required by IFRS: None
2. Changes in accounting policies other than 1): None
3. Changes in accounting estimates: None

(3) Number of Shares Issued and Outstanding (Common stock)

1. Number of shares issued at the end of period (including treasury stock)
2. Number of treasury stock at the end of period
3. Average number of shares during the period

As of December 31, 2021	152,951,200 shares	As of March 31, 2021	152,951,200 shares
As of December 31, 2021	78,137 shares	As of March 31, 2021	1,682,237 shares
3rd Quarter of FY2022/3	151,962,157 shares	3rd Quarter of FY2021/3	151,154,918 shares

* Statement concerning the Status of Financial Audit Procedures

This Summary of Consolidated Financial Results is not subject to audit procedures under the Financial Instruments and Exchange Act. At the time of disclosing this document, audit procedures specified in the Financial Instruments and Exchange Act have not been completed.

* Adoption of International Financial Reporting Standards (IFRS)

The Company has adopted International Financial Reporting Standards (IFRS) from the first quarter of the fiscal year ending March 31, 2022. Presentation of figures in the consolidated financial statements for the period of the previous year also conforms to IFRS.

* Statement regarding the proper use of financial forecasts and other specific remarks

The forward-looking statements such as forecasts contained in this document are based on the information currently available to the company and certain assumptions which are regarded as reasonable. Actual results may differ from these forecasts due to various factors.

This translation is to be used solely as a reference and the consolidated financial statements in this release are unaudited.

Consolidated Financial Statements
 (1) Consolidated Statements of Financial Position

(Millions of yen)

	IFRS transition date		
	As of April 1, 2020	As of March 31, 2021	As of December 31, 2021
Assets			
Current assets			
Cash and cash equivalents	33,580	49,208	43,650
Trade and other receivables	91,149	87,410	80,722
Inventories	7,655	5,301	5,183
Other financial assets	6,157	6,533	6,134
Other current assets	5,754	6,167	4,372
Total current assets	144,296	154,620	140,063
Non-current assets			
Property, plant and equipment	20,776	22,524	15,237
Right-of-use assets	20,770	19,803	18,914
Goodwill	15,316	15,373	17,385
Intangible assets	17,280	18,292	19,487
Investment property	11,055	9,584	19,240
Investments accounted for using the equity method	12,234	13,352	13,959
Other financial assets	18,607	18,485	19,179
Deferred tax assets	14,302	14,772	14,357
Other non-current assets	915	818	719
Total non-current assets	131,260	133,008	138,482
Total assets	275,556	287,628	278,546

Consolidated Financial Statements
 (1) Consolidated Statements of Financial Position

(Millions of yen)

	IFRS transition date		
	As of April 1, 2020	As of March 31, 2021	As of December 31, 2021
Liabilities and equity			
Liabilities			
Current liabilities			
Trade and other payables	11,020	11,601	10,586
Bonds and borrowings	55,652	25,271	21,179
Lease liabilities	37,849	41,311	36,753
Income taxes payable	3,484	3,097	1,370
Contract liabilities	6,545	6,721	5,142
Other financial liabilities	12,553	17,695	18,035
Provisions	349	297	7
Other current liabilities	12,273	8,675	7,779
Total current liabilities	139,729	114,670	100,855
Non-current liabilities			
Bonds and borrowings	50,247	78,043	72,880
Lease liabilities	17,718	17,053	15,657
Contract Liabilities	19,774	20,281	21,108
Other financial liabilities	7,786	7,972	8,206
Provisions	6,154	6,829	6,950
Deferred tax liabilities	3,462	3,451	3,558
Other current liabilities	719	888	652
Total non-current liabilities	105,863	134,520	129,014
Total liabilities	245,592	249,191	229,870
Equity			
Share capital	2,667	2,667	2,667
Capital surplus	565	428	—
Retained earnings	25,585	30,886	35,042
Treasury shares	(2,666)	(3,250)	(112)
Other components of equity	3,802	7,775	10,516
Equity attributable to owners of parent	29,954	38,506	48,113
Non-controlling interests	9	(69)	562
Total equity	29,964	38,437	48,675
Total liabilities and equity	275,556	287,628	278,546

Consolidated Financial Statements

(2) Consolidated Statements of Income and Consolidated Statement of Comprehensive Income

(Millions of yen)

	Nine months ended December 31, 2020	Nine months ended December 31, 2021
Revenue	114,304	116,003
Cost of sales	69,965	67,425
Gross profit	44,338	48,577
Selling, general and administrative expenses	35,716	38,132
Other income	1,037	1,761
Other expenses	342	161
Operating profit	9,317	12,044
Finance income	65	31
Finance costs	1,561	530
Share of profit of investments accounted for using equity	1,958	1,725
Profit before income taxes	9,779	13,272
income tax expense	3,577	3,801
Profit	6,202	9,470
Profit attributable to		
Owners of the parent	6,131	9,103
Non-controlling interests	71	366
Profit	6,202	9,470
Earnings per share		
Basic earnings per share (Yen)	40.56	59.91
Diluted earnings per share (Yen)	38.79	59.84

Consolidated Financial Statements

(2) Consolidated Statements of Income and Consolidated Statement of Comprehensive Income

(Millions of yen)

	Nine months ended December 31, 2020	Nine months ended December 31, 2021
Profit	6,202	9,470
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Financial assets measured at fair value through other comprehensive income	120	68
Share of other comprehensive income of investments accounted for using the equity method	(0)	(1)
Total	119	66
Items that may be reclassified subsequently to profit or loss	(336)	1,959
Exchange differences on translation of foreign operations	(17)	58
Total	(354)	2,017
Other comprehensive income	(234)	2,084
Comprehensive income	5,968	11,554
Comprehensive income attributable to:		
Owners of the parent	5,888	11,180
Non-controlling interests	79	374
Comprehensive income	5,968	11,554

Consolidated Financial Statements

(3) Consolidated Statements of Changes in Equity
 (From April 1, 2020 to December 31, 2020)

(Millions of yen)

	Equity attributable to owners of the parent					Total	Non-controlling interests	Total equity
	Share capital	Capital surplus	Retained earnings	Treasury shares	Other components of equity			
Balance at April 1, 2020	2,667	565	25,585	(2,666)	3,802	29,954	9	29,964
Profit	—	—	6,131	—	—	6,131	71	6,202
Other comprehensive income	—	—	—	—	(242)	(242)	8	(234)
Total comprehensive income	—	—	6,131	—	(242)	5,888	79	5,968
Acquisition of treasury shares	—	—	—	(1,440)	—	(1,440)	—	(1,440)
Disposal of treasury shares	—	(129)	—	645	—	516	—	516
Transfer of loss on disposal of treasury	—	129	(129)	—	—	—	—	—
Cash dividend paid	—	—	(4,393)	—	—	(4,393)	(49)	(4,443)
Share-based payment transactions	—	—	—	—	1,988	1,988	—	1,988
Cumulative effect of accounting change	—	(137)	—	—	(1)	(138)	(23)	(161)
Other	—	—	38	—	(37)	0	12	13
Total transactions with owners of the parent	—	(137)	(4,484)	(794)	1,949	(3,466)	(60)	(3,527)
Balance at September 30, 2020	2,667	428	27,233	(3,460)	5,508	32,376	28	32,405

Consolidated Financial Statements

(3) Consolidated Statements of Changes in Equity
 (From April 1, 2021 to December 31, 2021)

(Millions of yen)

	Equity attributable to owners of the parent					Total	Non-controlling interests	Total equity
	Share capital	Capital surplus	Retained earnings	Treasury shares	Other components of equity			
Balance at April 1, 2021	2,667	428	30,886	(3,250)	7,775	38,506	(69)	38,437
Profit	—	—	9,103	—	—	9,103	366	9,470
Other comprehensive income	—	—	—	—	2,076	2,076	8	2,084
Total comprehensive income	—	—	9,103	—	2,076	11,180	374	11,554
Acquisition of treasury shares	—	—	—	—	—	—	—	—
Disposal of treasury shares	—	(2,386)	—	3,138	—	855	—	855
Transfer of loss on disposal of treasury	—	2,065	(2,065)	—	—	—	—	—
Cash dividend paid	—	—	(2,880)	—	—	(2,880)	(27)	(2,907)
Share-based payment transactions	—	103	—	—	658	658	—	658
Cumulative effect of accounting change	—	(202)	—	—	0	(201)	289	87
Other	—	(8)	(1)	—	4	(5)	(4)	(10)
Total transactions with owners of the parent	—	(428)	(4,947)	3,138	664	(1,573)	257	(1,316)
Balance at September 30, 2021	2,667	—	35,042	(112)	10,516	48,113	562	48,675