



Consolidated Financial Results for the Three Months Ended June 30, 2022 [Japanese GAAP]

August 05, 2022

Company name: Qol Holdings Co., Ltd.
 Stock exchange listing: Tokyo
 Code number: 3034
 URL: <https://www.qolhd.co.jp/eng/>
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 Scheduled date of filing quarterly securities report: August 12, 2022
 Scheduled date of commencing dividend payments: -
 Availability of supplementary briefing material on quarterly financial results: Yes
 Schedule of quarterly financial results briefing session: No

(Amounts of less than one million yen are rounded down)

1. Consolidated Financial Results for the Three Months Ended June 30, 2022 (April 01, 2022 to June 30, 2022)

(1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Three months ended June 30, 2022	40,550	0.5	1,658	(9.3)	1,760	(7.1)	1,001	(3.0)
June 30, 2021	40,350	3.0	1,827	214.5	1,895	216.6	1,033	361.4

(Note) Comprehensive income: Three months ended June 30, 2022: ¥ 1,002 million [(2.5) %]
 Three months ended June 30, 2021: ¥ 1,027 million [589.2%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2022	27.18	-
June 30, 2021	28.21	-

(Note)

EBITDA (Operating profit + Depreciation + Amortization of goodwill)	As of June 30, 2022:	¥ 2,832 million
	As of June 30, 2021:	¥ 2,961 million
Net income before Amortization of goodwill (Profit attributable to owners of parent + Amortization of goodwill)	As of June 30, 2022:	¥ 1,797 million
	As of June 30, 2021:	¥ 1,807 million
EPS before Amortization of goodwill (Profit before Amortization of goodwill / Average number of shares during the period)	As of June 30, 2022:	¥ 48.77
	As of June 30, 2021:	¥ 49.35

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
	Million yen	Million yen	%
As of June 30, 2022	98,114	44,450	45.3
March 31, 2022	95,984	43,881	45.7

(Reference) Equity: As of June 30, 2022: ¥ 44,406 million
 As of March 31, 2022: ¥ 43,835 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2022	-	14.00	-	14.00	28.00
Fiscal year ending March 31, 2023	-				
Fiscal year ending March 31, 2023 (Forecast)		15.00	-	17.00	32.00

(Note) Revision to the forecast for dividends announced most recently: No
 Year-end dividend for the fiscal year 2022 includes an ordinary dividend of ¥15.00 and commemorative dividend of ¥2.00 for the 30th anniversary of founding.

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2023(April 01, 2022 to March 31, 2023)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Six months ended September 30, 2022	85,000	3.9	5,000	19.7	5,000	17.0	3,000	22.2	81.38
Full year	180,000	8.3	12,000	21.8	12,000	18.9	6,500	18.4	176.31

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

* Notes:

(1) Changes in significant subsidiaries during the three months ended June 30, 2022
 (changes in specified subsidiaries resulting in changes in scope of consolidation): No

(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 issued shares at the end of the period (including treasury shares):
 June 30, 2022: 38,902,785 shares
 March 31, 2022: 38,902,785 shares

2) Total number of treasury shares at the end of the period:
 June 30, 2022: 1,993,309 shares
 March 31, 2022: 2,057,109 shares

3) Average number of shares during the period:
 Three months ended June 30, 2022: 36,866,188 shares
 Three months ended June 30, 2021: 36,625,807 shares

(Note) Treasury stock includes shares owned by the exclusive trust account of the Company's Employee Stock Ownership Association.

Quarterly Consolidated Financial Statements
Quarterly Consolidated Balance Sheets

(Million yen)

	As of March 31,2022	As of June 30,2022
Assets		
Current assets		
Cash and deposits	16,685	18,409
Notes and accounts receivable - trade, and contract assets	17,382	14,796
Merchandise and finished goods	5,254	7,395
Work in process	210	182
Supplies	118	131
Other	2,648	4,208
Allowance for doubtful accounts	(2)	(2)
Total current assets	42,296	45,122
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	6,315	6,593
Tools, furniture and fixtures, net	1,364	1,422
Land	4,893	4,890
Other, net	272	245
Total property, plant and equipment	12,846	13,151
Intangible assets		
Goodwill	32,339	31,682
Software	624	622
Other	273	264
Total intangible assets	33,238	32,569
Investments and other assets		
Investment securities	152	156
Leasehold and guarantee deposits	3,793	3,816
Deferred tax assets	2,021	1,673
Other	1,642	1,633
Allowance for doubtful accounts	(12)	(12)
Total investments and other assets	7,598	7,266
Total non-current assets	53,682	52,988
Deferred assets		
Bond issuance costs	4	3
Total deferred assets	4	3
Total assets	95,984	98,114

(Million yen)

	As of March 31,2022	As of June 30,2022
Liabilities		
Current liabilities		
Accounts payable - trade	18,382	23,972
Current portion of bonds payable	808	808
Current portion of long-term borrowings	7,914	7,379
Income taxes payable	2,800	411
Provision for bonuses	2,326	1,339
Other	3,229	4,879
Total current liabilities	35,460	38,790
Non-current liabilities		
Bonds payable	608	398
Long-term borrowings	13,952	12,181
Deferred tax liabilities	303	303
Provision for retirement benefits for directors (and other officers)	29	30
Retirement benefit liability	640	648
Asset retirement obligations	853	1,077
Other	254	234
Total non-current liabilities	16,642	14,873
Total liabilities	52,103	53,664
Net assets		
Shareholders' equity		
Share capital	5,786	5,786
Capital surplus	11,276	11,276
Retained earnings	29,798	30,272
Treasury shares	(3,012)	(2,917)
Total shareholders' equity	43,849	44,418
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	(14)	(12)
Total accumulated other comprehensive income	(14)	(12)
Non-controlling interests	45	43
Total net assets	43,881	44,450
Total liabilities and net assets	95,984	98,114

Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income (For the three months)

(Million yen)

	For the three months ended June 30,2021	For the three months ended June 30,2022
Net sales	40,350	40,550
Cost of sales	35,305	35,455
Gross profit	5,044	5,095
Selling, general and administrative expenses	3,217	3,436
Operating profit	1,827	1,658
Non-operating income		
Rental income from buildings	8	10
Commission income	14	28
Subsidy income	3	0
Guarantee commission received	14	14
Other	65	87
Total non-operating income	106	141
Non-operating expenses		
Interest expenses	26	20
Other	11	19
Total non-operating expenses	38	39
Ordinary profit	1,895	1,760
Extraordinary income		
Gain on sale of non-current assets	0	0
Total extraordinary income	0	0
Extraordinary losses		
Loss on retirement of non-current assets	9	5
Loss on valuation of shares of subsidiaries	49	-
Total extraordinary losses	58	5
Profit before income taxes	1,837	1,755
Income Taxes	806	755
Profit	1,031	999
Loss attributable to non-controlling interests	(1)	(2)
Profit attributable to owners of parent	1,033	1,001

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

(Million yen)

	For the three months ended June 30,2021	For the three months ended June 30,2022
Profit	1,031	999
Other comprehensive income		
Valuation difference on available-for-sale securities	(3)	2
Total other comprehensive income	(3)	2
Comprehensive income	1,027	1,002
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,029	1,004
Comprehensive income attributable to non-controlling interests	(1)	(2)