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Consolidated Financial Results for the Nine Months Ended October 31, 2019 [Japanese GAAP]

December 10, 2019

Company name: TOHO Co.,Ltd.
Stock exchange listing: Tokyo,Fukuoka
Code number: 8142
URL: <https://www.to-ho.co.jp>
Representative: Hiroyuki Koga
Contact: Toshiaki Sato
Phone: 078-845-2431

Representative Director & President
Executive Director

Scheduled date of filing quarterly securities report: December 12, 2019
Scheduled date of commencing dividend payments: -
Availability of supplementary briefing material on quarterly financial results: No
Schedule of quarterly financial results briefing session: No

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

1. Consolidated Financial Results for the Nine Months Ended October 31, 2019 (February 01, 2019 to October 31, 2019)

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

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Nine months ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
October 31, 2019	169,437	6.4	680	(22.0)	726	(25.8)	42	(91.8)
October 31, 2018	159,194	3.7	871	(23.4)	978	(16.8)	516	(7.1)

(Note) Comprehensive income: Nine months ended October 31, 2019: ¥ (263) million [-%]
Nine months ended October 31, 2018: ¥ 387 million [(17.4)%]

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
October 31, 2019	3.95	-
October 31, 2018	48.01	-

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
As of	Million yen	Million yen	%
October 31, 2019	94,246	23,816	24.4
January 31, 2019	89,257	24,471	26.7

(Reference) Equity: As of October 31, 2019: ¥ 23,019 million
As of January 31, 2019: ¥ 23,853 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 January 31, 2019	-	25.00	-	25.00	50.00
Fiscal year ending January 31, 2020	-	25.00	-		
Fiscal year ending January 31, 2020 (Forecast)				25.00	50.00

(Note) Revision to the forecast for dividends announced most recently: No

3. Consolidated Financial Results Forecast for the Fiscal Year Ending January 31, 2020 (February 01, 2019 to January 31, 2020)

(% 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
Full year	230,000	5.7	1,400	(14.5)	1,450	(17.3)	550	(35.3)	51.13

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

* Notes:

(1) Changes in significant subsidiaries during the nine months ended October 31, 2019

(changes in specified subsidiaries resulting in changes in scope of consolidation): No

New - (Company name:)

Exclusion: - (Company name:)

(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):

October 31, 2019: 11,012,166 shares

January 31, 2019: 11,012,166 shares

2) Total number of treasury shares at the end of the period:

October 31, 2019: 254,920 shares

January 31, 2019: 254,832 shares

3) Average number of shares during the period:

Nine months ended October 31, 2019: 10,757,275 shares

Nine months ended October 31, 2018: 10,757,383 shares

Quarterly Consolidated Financial Statements
Quarterly Consolidated Balance Sheets

(Million yen)

	As of January 31,2019	As of October 31,2019
Assets		
Current assets		
Cash and deposits	7,336	9,356
Notes and accounts receivable - trade	17,585	19,073
Merchandise and finished goods	11,716	12,844
Raw materials and supplies	38	47
Other	2,882	3,459
Allowance for doubtful accounts	(58)	(77)
Total current assets	39,500	44,704
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	10,609	10,396
Land	15,489	15,650
Other, net	3,331	4,136
Total property, plant and equipment	29,430	30,183
Intangible assets		
Goodwill	7,652	7,111
Other	1,243	1,164
Total intangible assets	8,895	8,276
Investments and other assets		
Investment securities	2,218	2,296
Shares of subsidiaries and associates	1,038	470
Lease deposits	4,189	4,148
Net defined benefit asset	2,967	3,052
Other	1,182	1,282
Allowance for doubtful accounts	(165)	(166)
Total investments and other assets	11,431	11,082
Total non-current assets	49,757	49,542
Total assets	89,257	94,246

(Million yen)

	As of January 31,2019	As of October 31,2019
Liabilities		
Current liabilities		
Notes and accounts payable - trade	26,076	27,831
Short-term loans payable	10,051	10,125
Income taxes payable	451	615
Provision for bonuses	435	1,115
Other provision	251	281
Other	3,311	3,866
Total current liabilities	40,577	43,836
Non-current liabilities		
Long-term loans payable	20,975	22,872
Provision	9	7
Net defined benefit liability	567	591
Asset retirement obligations	696	776
Other	1,959	2,346
Total non-current liabilities	24,208	26,593
Total liabilities	64,785	70,430
Net assets		
Shareholders' equity		
Capital stock	5,344	5,344
Capital surplus	5,089	5,089
Retained earnings	13,336	12,840
Treasury shares	(638)	(638)
Total shareholders' equity	23,131	22,636
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	458	481
Deferred gains or losses on hedges	(4)	(3)
Foreign currency translation adjustment	(213)	(469)
Remeasurements of defined benefit plans	481	374
Total accumulated other comprehensive income	722	383
Non-controlling interests	617	796
Total net assets	24,471	23,816
Total liabilities and net assets	89,257	94,246

Quarterly Consolidated Statements of Income and Comprehensive Income
Quarterly Consolidated Statements of Income (For the nine months)

(Million yen)

	For the nine months ended October 31,2018	For the nine months ended October 31,2019
Net sales	159,194	169,437
Cost of sales	128,331	137,268
Gross profit	30,863	32,169
Selling, general and administrative expenses	29,991	31,489
Operating profit	871	680
Non-operating income		
Interest income	1	4
Dividend income	22	30
Share of profit of entities accounted for using equity method	-	9
Other financial revenue	41	-
Other	172	157
Total non-operating income	238	200
Non-operating expenses		
Interest expenses	70	86
Share of loss of entities accounted for using equity method	27	-
Other financial expenses	-	17
Other	33	50
Total non-operating expenses	131	154
Ordinary profit	978	726
Extraordinary income		
Gain on sales of non-current assets	534	7
Gain on bargain purchase	-	241
Total extraordinary income	534	249
Extraordinary losses		
Loss on sales of non-current assets	0	2
Loss on retirement of non-current assets	102	46
Loss on closing of stores	136	-
Loss on step acquisitions	-	95
Other	22	28
Total extraordinary losses	261	172
Profit before income taxes	1,250	803
Income taxes	681	724
Profit	569	79
Profit attributable to non-controlling interests	53	36
Profit attributable to owners of parent	516	42

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

(Million yen)

	For the nine months ended October 31,2018	For the nine months ended October 31,2019
Profit	569	79
Other comprehensive income		
Valuation difference on available-for-sale securities	(11)	23
Deferred gains or losses on hedges	3	1
Foreign currency translation adjustment	(46)	(258)
Remeasurements of defined benefit plans, net of tax	(125)	(109)
Share of other comprehensive income of entities accounted for using equity method	(2)	-
Total other comprehensive income	(182)	(343)
Comprehensive income	387	(263)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	339	(296)
Comprehensive income attributable to non-controlling interests	47	32