



# Summary of Consolidated Financial Results for the Three Months Ended May 31, 2021(Q1 FY2022) (Based on Japanese GAAP)

July 14, 2021

Company name: ABC-MART, INC.  
 Stock exchange listing: Tokyo  
 Stock code: 2670 URL <https://www.abc-mart.co.jp/ir/>  
 Representative: President and Representative Director Minoru Noguchi  
 Inquiries: Director, Corporate Planning Office Manager Jo Kojima TEL 03-3476-5452  
 Scheduled date to file Quarterly Securities Report: July 15, 2021  
 Scheduled date to commence dividend payments: –  
 Preparation of supplementary material on quarterly financial results: Yes  
 Holding of quarterly financial results meeting: Yes (for institutional investors and analysts)

(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

	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 May 31, 2021	62,625	43.6	8,305	255.7	8,653	211.4	5,373	407.7
Three months ended May 31, 2020	43,609	(41.6)	2,334	(83.7)	2,778	(80.8)	1,058	(89.2)

(Note) Comprehensive income:

Three months ended May 2021 9,366 million yen (883.2%)      Three months ended May 2020 952 million yen (△89.9%)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended May 31, 2021	65.10		–	
Three months ended May 31, 2020	12.82		–	

The quarterly consolidated financial statements for the first quarter of the previous fiscal year have been reclassified. For details, please refer to the attached document.

### (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	317,813	281,294	88.1	3,390.35
As of February 28, 2021	317,832	278,943	87.3	3,363.55

(Reference) Shareholders' Equity:

As of May 31, 2021 279,836 million yen      As of February 28, 2021 277,624 million yen

## 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 February 28, 2021	–	85.00	–	85.00	170.00
Year ending February 28, 2022	–				
Year ending February 28, 2022 (Forecast)		85.00	–	85.00	170.00

(None) Revisions to dividend forecasts published most recently: None

## 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

	Net sales		Operating profit		Ordinary profit		Profit		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending August 31, 2021	123,900	21.3	13,300	55.8	13,650	48.5	8,910	60.8	107.95
Full year	259,700	17.9	30,400	55.8	31,100	46.1	20,930	8.9	253.58

(None) Revisions to financial forecasts published most recently: None

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: Yes
- (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	82,539,646 shares	As of February 28, 2021	82,539,646 shares
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Number of treasury shares at the end of the period

As of May 31, 2021	470 shares	As of February 28, 2021	470 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	82,539,176 shares	Three months ended May 31, 2020	82,539,176 shares
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**THIS QUARTERLY CONSOLIDATED FINANCIAL RESULTS STATEMENT IS EXEMPT FROM THE QUARTERLY REVIEW PROCEDURES.**

**FORWARD LOOKING STATEMENTS AND OTHER SPECIAL ITEMS**

The forecast for the year ending February 28, 2022 is based on ABC-MART, INC.'s hypotheses, plans and estimates at the date of publication. It is possible that some uncertain factors will cause the Company's future performance to differ significantly from the contents of forecast.

**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	138,669	129,155
Notes and accounts receivable - trade	10,275	13,012
Securities	7,957	8,228
Inventories	63,356	68,398
Other	4,997	4,406
Allowance for doubtful accounts	(34)	(47)
Total current assets	225,222	223,154
Non-current assets		
Property, plant and equipment		
Buildings and structures	33,283	34,292
Accumulated depreciation	(17,900)	(18,160)
Buildings and structures, net	15,382	16,132
Tools, furniture and fixtures	16,091	16,806
Accumulated depreciation	(11,092)	(11,732)
Tools, furniture and fixtures, net	4,998	5,074
Land	17,078	17,114
Construction in progress	221	452
Other	457	462
Accumulated depreciation	(391)	(399)
Other, net	66	62
Total property, plant and equipment	37,748	38,835
Intangible assets		
Trademark right	740	679
Goodwill	1,199	1,084
Other	3,126	3,455
Total intangible assets	5,066	5,220
Investments and other assets		
Investment securities	17,161	18,344
Shares of subsidiaries and associates	2,563	2,563
Long-term loans receivable	1,495	1,474
Leasehold and guarantee deposits	25,453	25,889
Retirement benefit asset	–	3
Deferred tax assets	2,523	1,721
Other	613	623
Allowance for doubtful accounts	(16)	(16)
Total investments and other assets	49,795	50,603
Total non-current assets	92,610	94,659
Total assets	317,832	317,813

(Millions of yen)

	As of February 28, 2021	As of May 31, 2021
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	14,468	16,291
Short-term borrowings	1,232	1,481
Income taxes payable	8,720	3,109
Provision for bonuses	996	1,737
Provisions	237	199
Asset retirement obligations	152	177
Notes payable - facilities	782	1,386
Other	10,554	10,260
Total current liabilities	37,145	34,644
Non-current liabilities		
Retirement benefit liability	552	700
Asset retirement obligations	359	352
Other	831	821
Total non-current liabilities	1,743	1,875
Total liabilities	38,888	36,519
<b>Net assets</b>		
Shareholders' equity		
Share capital	19,972	19,972
Capital surplus	24,043	24,043
Retained earnings	224,811	223,169
Treasury shares	(2)	(2)
Total shareholders' equity	268,825	267,183
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	2,229	4,071
Foreign currency translation adjustment	6,569	8,581
Total accumulated other comprehensive income	8,799	12,653
Non-controlling interests	1,318	1,457
Total net assets	278,943	281,294
Total liabilities and net assets	317,832	317,813

**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	43,609	62,625
Cost of sales	21,110	29,601
Gross profit	22,498	33,024
Selling, general and administrative expenses		
Packing and transportation costs	775	964
Advertising expenses	1,413	1,701
Storage costs	784	752
Remuneration, salaries and allowances for directors (and other officers)	5,288	6,499
Bonuses	–	0
Provision for bonuses	710	777
Retirement benefit expenses	119	193
Legal and other welfare expenses	1,049	951
Rent expenses on land and buildings	5,019	6,692
Depreciation	1,115	1,273
Utilities expenses	428	461
Commission expenses	1,273	1,724
Taxes and dues	373	401
Amortization of goodwill	195	190
Other	1,616	2,135
Total selling, general and administrative expenses	20,164	24,719
Operating profit	2,334	8,305
Non-operating income		
Interest income	30	18
Dividend income	222	25
Foreign exchange gains	–	108
Rent Income for house	238	266
Advertising medium income	8	8
Other	115	76
Total non-operating income	615	503
Non-operating expenses		
Interest expenses	1	0
Foreign exchange losses	42	–
Rental expenses	114	144
Other	11	10
Total non-operating expenses	170	154
Ordinary profit	2,778	8,653

(Millions of yen)

	Three months ended May 31, 2020	Three months ended May 31, 2021
Extraordinary income		
Gain on sales of non-current assets	1	–
Gain on sales of investment securities	–	74
Employment adjustment subsidies for covid19	–	0
Total extraordinary income	1	75
Extraordinary losses		
Loss on retirement of non-current assets	33	59
Impairment loss	3	25
Loss due to covid19	998	103
Total extraordinary losses	1,035	188
Profit before income taxes	1,744	8,540
Income taxes - current	686	3,111
Income taxes - deferred	(56)	(9)
Total income taxes	630	3,102
Profit	1,114	5,437
Profit attributable to non-controlling interests	56	64
Profit attributable to owners of parent	1,058	5,373

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

(Millions of yen)

	Three months ended May 31, 2020	Three months ended May 31, 2021
Profit	1,114	5,437
Other comprehensive income		
Valuation difference on available-for-sale securities	1,969	1,841
Foreign currency translation adjustment	(2,131)	2,086
Total other comprehensive income	(162)	3,928
Comprehensive income	952	9,366
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	909	9,227
Comprehensive income attributable to non-controlling interests	42	138