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June 30, 2022

## Non-consolidated Financial Results for the Three Months Ended May 31, 2022 (Under Japanese GAAP)

Company name: Keiyo Co., Ltd.  
 Listing: Tokyo Stock Exchange  
 Securities code: 8168  
 URL: <https://www.keiyo.co.jp>  
 Representative: Koji Jitsukawa, President  
 Inquiries: Keiichi Kitamura, Director, General Manager of Administration Division, Supervising General Manager of Corporate Planning Department, and General Manager of Public Relations Department  
 Telephone: +81-43-255-1111  
 Scheduled date to file quarterly securities report: July 8, 2022  
 Scheduled date to commence dividend payments: —  
 Preparation of supplementary material on quarterly financial results: None  
 Holding of quarterly financial results briefing: None

(Yen amounts are rounded down to millions, unless otherwise noted.)

### 1. Non-consolidated financial results for the three months ended May 31, 2022, (from March 1, 2022 to May 31, 2022)

#### (1) Non-consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended								
May 31, 2022	26,110	(8.0)	1,745	(15.0)	1,902	(12.5)	1,791	26.3
May 31, 2021	28,381	(8.7)	2,052	(23.1)	2,174	(21.9)	1,418	(21.4)

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended		
May 31, 2022	30.03	—
May 31, 2021	21.77	—

Note: The Company has applied the “Accounting Standard for Revenue Recognition” (ASBJ Statement No. 29, March 31, 2020), etc., from the beginning of the first quarter ended May 31, 2022. The percentages indicating year-on-year changes are based on the figures for the first quarter ended in May 2022 because the impact of the application of these accounting standards is minor. In addition, the Company has changed its presentation method from the current fiscal year, and the figures and year-on-year changes after reclassification for the first quarter ended May 31, 2022 reflect this change.

#### (2) Non-consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
	Millions of yen	Millions of yen	%
As of			
May 31, 2022	82,451	43,125	52.3
February 28, 2022	76,875	42,643	55.5

Reference: Equity

As of May 31, 2022: ¥43,125 million  
 As of February 28, 2022: ¥42,643 million

Note: The Company has applied the “Accounting Standard for Revenue Recognition” (ASBJ Statement No. 29, March 31, 2020), etc., from the beginning of the first quarter ended May 31, 2022. Accordingly, the amounts of three months ended May 31, 2022 above reflect application of this standard.

## 2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended February 28, 2022	—	6.25	—	6.25	12.50
Fiscal year ending February 28, 2023	—				
Fiscal year ending February 28, 2023 (Forecast)		7.25	—	7.25	14.50

Note: Revisions to the forecast of cash dividends most recently announced: None

## 3. Forecasts of non-consolidated financial results for the fiscal year ending February 28, 2023 (from March 1, 2022 to February 28, 2023)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending August 31, 2022	53,100	(2.6)	3,750	7.0	3,900	4.5	2,600	9.8	43.57
Full year	100,000	(2.0)	6,000	16.8	6,300	14.7	3,900	3.3	65.35

Note: 1. Revisions to the forecast most recently announced: None

2. The Company has applied the “Accounting Standard for Revenue Recognition” (ASBJ Statement No. 29, March 31, 2020), etc., from the beginning of the first quarter ended May 31, 2022. The year-on-year percentage changes comparing in the above-mentioned financial forecasts are based on the second quarter ending August 31, 2022 and the previous fiscal year’s figures because the impact of the application of these accounting standards is minor. In addition, the Company has changed its presentation method from the current fiscal year, and the percentages indicating year-on-year changes is calculated using the figures after the retrospective application.

**\* Notes**

(1) Adoption of accounting treatment specific to the preparation of quarterly non-consolidated financial statements: None

(2) Changes in accounting policies, changes in accounting estimates, and restatement

(i) Changes in accounting policies due to revisions to accounting standards and other regulations: Yes

(ii) Changes in accounting policies due to other reasons: None

(iii) Changes in accounting estimates: None

(iv) Restatement: None

(3) Number of issued shares (common shares)

(i) Total number of issued shares at the end of the period (including treasury shares)

As of May 31, 2022	65,140,184 shares
As of February 28, 2022	65,140,184 shares

(ii) Number of treasury shares at the end of the period

As of May 31, 2022	5,463,665 shares
As of February 28, 2022	5,463,627 shares

(iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Three months ended May 31, 2022	59,676,525 shares
Three months ended May 31, 2021	65,136,112 shares

\* Quarterly financial results reports are exempt from quarterly review conducted by certified public accountants or an audit corporation.

# 1. Quarterly Non-consolidated Financial Statements

(1) Quarterly Balance sheets

(Millions of yen)

	As of February 28,2022	As of May 31,2022
<b>Assets</b>		
Current assets		
Cash and deposits	1,757	6,210
Notes and accounts receivable - trade	866	-
Notes and accounts receivable trade and contract assets	-	1,362
Merchandise	25,226	26,025
Other	2,426	2,206
Total current assets	30,276	35,805
Non-current assets		
Property, plant and equipment		
Buildings	24,683	24,589
Land	13,394	13,394
Other	14,229	14,300
Accumulated depreciation	(28,430)	(28,523)
Total property, plant and equipment	23,877	23,760
Intangible assets		
	1,809	1,826
Investments and other assets		
Investment securities	12,367	11,074
Guarantee deposits	7,162	7,080
Other	1,698	3,220
Allowance for doubtful accounts	(231)	(231)
Allowance for investment loss	(86)	(86)
Total investments and other assets	20,911	21,058
Total non-current assets	46,598	46,646
Total assets	76,875	82,451
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	9,097	12,624
Current portion of long-term borrowings	2,345	2,345
Income taxes payable	374	679
Provision for loss on store closings	2	325
Provision for loss on disaster	-	47
Asset retirement obligations	17	29
Other	4,304	5,245
Total current liabilities	16,142	21,296
Non-current liabilities		
Long-term borrowings	10,892	10,845
Provision for retirement benefits	4,998	5,023
Asset retirement obligations	652	642
Other	1,545	1,518
Total non-current liabilities	18,089	18,029
Total liabilities	34,231	39,326
<b>Net assets</b>		
Shareholders' equity		
Share capital	16,505	16,505
Capital surplus	13,953	13,953
Retained earnings	13,161	14,580
Treasury shares	(4,670)	(4,670)
Total shareholders' equity	38,949	40,368
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	3,693	2,756
Total valuation and translation adjustments	3,693	2,756
Total net assets	42,643	43,125
Total liabilities and net assets	76,875	82,451

## (2) Quarterly Statements of income

(Millions of yen)

	Three months ended May 31,2021	Three months ended May 31,2022
Net sales of good	28,381	26,110
Cost of goods sales	18,105	16,501
Gross profit	10,275	9,609
Operating revenue	262	273
Gross operating revenue	10,537	9,883
Selling, general and administrative expenses	8,485	8,138
Operating profit	2,052	1,745
Non-operating income		
Interest income	4	3
Dividend income	73	116
Other	72	60
Total non-operating income	151	179
Non-operating expenses		
Interest expenses	17	17
Other	11	5
Total non-operating expenses	29	22
Ordinary profit	2,174	1,902
Extraordinary income		
Gain on sale of non-current assets	0	17
Contribution for construction	-	17
Other	-	4
Total extraordinary income	0	39
Extraordinary losses		
Loss on retirement of non-current assets	3	16
Loss on store closings	139	348
Loss on abandonment of goods	-	256
Other	14	60
Total extraordinary losses	157	682
Profit before income taxes	2,017	1,259
Income taxes - current	606	581
Income taxes - deferred	(7)	(1,113)
Total income taxes	598	(532)
Profit	1,418	1,791