

Summary of Financial Statements for the Fiscal Year Ended March 31, 2021 (Japan GAAP)

May 14, 2021

GEO HOLDINGS CORPORATION

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Scheduled date of the Annual General Shareholders Meeting: June 29, 2021

Scheduled date to submit annual securities report: June 30, 2021

Scheduled date to start dividend payment: June 30, 2021

Supplementary material on financial results: Yes

Briefing on this annual financial results : Yes

(Amounts less than million yen are discarded.)

1. Consolidated Financial Results for the Fiscal Year Ended March 31, 2021 (from April 1, 2020 to March 31, 2021)

(1) Consolidated operating results

(The percentages indicate the rates of increase or decrease from the previous year.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Fiscal Year ended:	(Millions of yen)	%	(Millions of yen)	%	(Millions of yen)	%	(Millions of yen)	%
March 31, 2021	328,358	7.6	4,311	(57.0)	4,795	(55.5)	(752)	-
March 31, 2020	305,057	4.3	10,022	(36.0)	10,765	(38.9)	3,844	(62.7)

(Note) Comprehensive income: (676 million yen) (- %) for fiscal year ended March 31, 2021
3,809 million yen (decrease of 62.6%) for fiscal year ended March 31, 2020

	Earnings per share	Fully diluted earnings per share	Return on equity	Ratio of ordinary profit to total assets	Ratio of operating profit to net sales
Fiscal Year ended:	(yen)	(yen)	(%)	(%)	(%)
March 31, 2021	(17.75)	-	(1.0)	3.1	1.3
March 31, 2020	89.18	89.03	5.2	7.7	3.3

(Reference) Equity in net income of affiliates: 14 million yen for fiscal year ended March 31, 2021
10 million yen for fiscal year ended March 31, 2020

(2) Consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio	Book value per share
	(Millions of yen)	(Millions of yen)	%	(yen)
As of March 31, 2021	169,738	72,982	42.8	1,711.37
As of March 31, 2020	144,702	75,016	51.6	1,761.32

(Reference) Shareholders' equity: As of March 31, 2021: 72,572 million yen
As of March 31, 2020: 74,678 million yen

(3) Consolidated statement of cash flow

	Cash flow from operating activities	Cash flow from investing activities	Cash flow from financing activities	Cash and cash equivalents at end of period
	(Millions of yen)	(Millions of yen)	(Millions of yen)	(Millions of yen)
Fiscal Year ended:				
March 31, 2021	12,428	(8,225)	14,683	54,576
March 31, 2020	5,108	(11,342)	3,037	35,666

2. Dividends

	Dividend per share (yen)					Total dividend paid	Dividend payout ratio (consolidated)	Ratio of dividends to shareholders' equity
(Record dates)	1st quarter end	2nd quarter end	3rd quarter end	Year-end	Annual	(Millions of yen)	%	%
Fiscal Year ended March 31, 2020	-	17.00	-	17.00	34.00	1,449	38.1	2.0
Fiscal Year ended March 31, 2021	-	17.00	-	17.00	34.00	1,441	-	2.0
Fiscal Year ending March 31, 2022 (Forecast)	-	12.00	-	12.00	24.00		50.9	

3. Consolidated Earnings Forecast for the Fiscal Year Ending March 31, 2022 (from April 1, 2021 to March 31, 2022)

(The percentages indicate the rates of increase or decrease from the previous year.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	(Millions of yen)	%	(Millions of yen)	%	(Millions of yen)	%	(Millions of yen)	%	yen
Full year	320,000	(2.5)	4,000	(7.2)	4,500	(6.2)	2,000	-	47.16

(Note): Since Accounting Standard for Revenue Recognition (Accounting Standards Board of Japan Statement No. 29) and others will be applied from the beginning of the fiscal year ending March 31, 2022, the amounts of consolidated earnings forecast above reflect application of this standard.

Notes

- (1) Changes in important subsidiaries during the fiscal year ended March 31, 2021 (changes in Specified Subsidiaries accompanying a change in the scope of consolidation): None
- (2) Changes in accounting principles or changes in accounting estimates or retrospective restatements.
 - 1) Changes in accounting principles due to amendments to accounting standards, etc.: None
 - 2) Changes in accounting principles other than 1): None
 - 3) Changes in estimates used for accounting: None
 - 4) Retrospective restatements: None
- (3) Number of shares outstanding (common stock)
 - 1) Number of shares outstanding (including treasury stock):

As of March 31, 2021	42,405,952 shares
As of March 31, 2020	43,929,488 shares
 - 2) Number of treasury shares:

As of March 31, 2021	- shares
As of March 31, 2020	1,530,536 shares
 - 3) Average number of outstanding shares:

During the fiscal year ended March 31, 2021	42,401,900 shares
During the fiscal year ended March 31, 2020	43,107,452 shares

(Reference) Unconsolidated Results for the Fiscal Year Ended March 31, 2021
(from April 1, 2020 to March 31, 2021)

(1) Unconsolidated operating results

(The percentages indicate the rate of increase or decrease from the previous year.)

	Net sales		Operating profit		Ordinary profit		Profit	
Fiscal Year ended:	(Millions of yen)	%	(Millions of yen)	%	(Millions of yen)	%	(Millions of yen)	%
March 31, 2021	11,136	24.0	1,146	(3.6)	(388)	-	5,051	-
March 31, 2020	8,981	11.1	1,189	(2.3)	413	(79.1)	(1,282)	-

	Earnings per share	Fully diluted earnings per share
Fiscal Year Ended:	(yen)	(yen)
March 31, 2021	119.14	118.95
March 31, 2020	(29.74)	-

(2) Unconsolidated financial position

	Total assets	Net assets	Shareholders' equity ratio	Shareholders' equity per share
	(Millions of yen)	(Millions of yen)	%	(yen)
As of March 31, 2021	95,469	26,527	27.4	615.88
As of March 31, 2020	73,831	22,743	30.3	528.43

(Reference) Shareholders' equity: As of March 31, 2021 26,116 million yen
As of March 31, 2020 22,404 million yen

<Reason for the difference in unconsolidated results between the current and previous fiscal year>

For the current fiscal year, the Company's unconsolidated net sales increased from the previous fiscal year due to increase in commissions from subsidiaries received by the Company. On the other hand, the Company's unconsolidated ordinary profit decreased from the previous fiscal year due to provision for allowance for doubtful accounts to subsidiaries. Profit increased from the previous fiscal year from accounting extraordinary profit (gain on extinguishment of tie-in shares) due to reorganization of subsidiaries conducted during the current fiscal year.

*This summary is not subject to the audit procedures by a certified public accountant or audit corporation.

*Explanation regarding appropriate use of financial forecasts and other special remarks

The forward-looking statements included in this summary such as financial forecasts are based on currently available information and certain assumptions, which we deem to be reasonable as of the date of this summary. There is no guarantee that the Company will achieve those targets. Actual results may differ significantly from

these forecasts due to various factors. Please see “1. Overview of Results of Operations, etc.,” “(1) Overview of Operating Results” on page 2 of the Attachments for the basis of forecasts and notes on reliance on forecasts.

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1. Overview of Results of Operations, etc.

(1) Overview of Operating Results

(i) Results for the current fiscal year

For the Company's current fiscal year, the Japan's economy was stagnant from the effects of global spread of COVID-19 infection, and declaration of the state of emergency and requests made by local governments to prevent the spread of COVID-19, which greatly affected personal consumption and employment. Although Japan's economy showed signs of temporary recovery following the lifting of the state of emergency, the re-spreading of infections has caused personal consumption to remain uncertain.

In such an environment, our group has continued to make various efforts such as to shorten business hours at stores, requiring employees to wear masks and disinfect with alcohol in observance of the guidelines from the relevant authorities, and providing our products and services in our aim to "offer joy to your everyday life" by paying sufficient attention to the safety of customers and employees.

As a result, sales for the current fiscal year resulted in 328,358 million yen (7.6% increase from the previous fiscal year), operating profit resulted in 4,311 million yen (57.0% decrease from the previous fiscal year), ordinary profit resulted in 4,795 million yen (55.5% decrease from the previous fiscal year), and loss attributable to owners of parent resulted in 752 million yen (where this was profit attributable to owners of parent of 3,844 million yen in the previous fiscal year).

For media store operating in the name of GEO Shop, for the rental business in which its main merchandise is rental videos such as DVD, while there arose a demand from the public staying home due to voluntary restraint on going out to prevent the spread of the COVID-19 during the first quarter, the falling rate in sales for rental for the full year worsened from the previous fiscal year. However, sales for new (media) merchandise in which the main merchandise are game device and game software grew significantly due to demand from the public staying home and hit titles.

In reuse stores mainly led by 2nd STREET, sales were impacted by voluntary restraint on going out. However, we have continued opening stores as planned based on our expectation that there will be a solid demand for reuse merchandise due to the consumers' orientation to save money and safeguard their daily lives.

The results for major merchandise are as follows.

		Fiscal Year ended March 31, 2021 (Millions of yen)	Increase from the previous fiscal year
Rental		50,727	87.5%
Reuse goods	Media	53,889	96.1%
	Non-media	76,845	116.0%
New goods (media)		102,902	122.3%

The group's stores and facilities as at the end of the current fiscal year are as follows.
() show increase or decrease from the end of the previous fiscal year.

	Directly-managed stores		Distributors		FC stores		Total	
	Increase (decrease)		Increase (decrease)		Increase (decrease)		Increase (decrease)	
Total number of GEO group stores and facilities	1,757	29	101	4	98	(15)	1,956	18
Media	1,020	(33)	101	4	46	(14)	1,167	(43)
GEO mobile (mobile dedicated stores)	19	(6)					19	(6)
Reuse	674	56			52	(1)	726	55
OKURA TOKYO	15	8					15	8
Warehouse	11	(2)					11	(2)
Off price store	10	5					10	5
Others	27	(5)					27	(5)

Notes:

1. The numbers of stores are counted based on each store name.
2. The stores that sell and purchase home game related items and rent DVDs are counted as media stores (store names: GEO, GEO mobile, GEO SPEED).
3. GEO mobile means mobile store that does not operate within a media store.
4. The stores in Japan that sell and purchase clothing and home appliances and other items are counted as reuse stores (store names: 2nd STREET, Super 2nd STREET, 2nd Outdoor, Jumble Store, etc.).
5. OKURA TOKYO and off price store operating under the name of Luck・Rack CLEARANCE MARKET, which were counted as "Others" in the previous fiscal year, are separately indicated from this fiscal year.

(ii) Future forecast

As business environment for the group, the downtrend for rental market is expected to continue. In the business of packaged copyrighted works including game software, sales through downloading without involving retail stores is expected to increase, and it is necessary to take measures to respond to this change.

As forecast for fiscal year ending March 31, 2022, it is anticipated that the effect of COVID-19 will continue but will weaken due to progress in vaccination. It is anticipated that personal consumption will be affected throughout the fiscal year ending March 31, 2022 from the consumers' voluntary restraint on going out, although this effect is anticipated to weaken.

In media stores, it is anticipated that the demand from the public staying home will cease for new (media) merchandise game-related items which achieved solid sales during the current fiscal year. It is also anticipated that the falling rate of sales for rental, the market of which is continuing to shrink, will worsen.

In reuse stores, we will aim to achieve low-cost operation by reinforcing store management. Simultaneously, we will continue opening stores in order to achieve operating 800 stores by the end of the fiscal year ending March 31, 2023.

In the same manner, we will aim to achieve growth over the long run by exploring new retail format by opening new off price stores, and by enhancing recognition of our EC business and digital contents business that are growing.

From the above, as forecast for consolidated results for fiscal year ending March 31, 2022, we project sales of 320,000 million yen (2.5% decrease from the previous fiscal year), operating profit of 4,000 million yen (7.2% decrease from the previous fiscal year), ordinary profit of 4,500 million yen (6.2% decrease from the previous fiscal year), and profit attributable to owners of parent of 2,000 million yen (where this was loss attributable to owners of parent of 752 million yen in the previous fiscal year).

(2) Overview of consolidated financial position

(i) Current assets

Current assets as of the end of the current fiscal year was 113,687 million yen, which increased 24,028 million yen from 89,658 million yen as of the end of the previous fiscal year. The main factors for this increase were an increase of 19,266 million yen in cash and deposits and an increase of 4,032 million yen in merchandise.

(ii) Non-current assets

Non-current assets as of the end of the current fiscal year was 56,050 million yen, which increased 1,006 million yen from 55,044 million yen as of the end of the previous fiscal year. The main factor for this increase was an increase of 975 million yen in deferred tax assets.

(iii) Current liabilities

Current liabilities as of the end of the current fiscal year was 41,038 million yen, which increased 6,804 million yen from 34,233 million yen as of the end of the previous fiscal year. The main factors for this increase were an increase of 4,068 million yen in accounts payable-trade and an increase of 4,332 million yen in other, while short-term borrowings decreased 5,000 million yen.

(iv) Non-current liabilities

Non-current liabilities as of the end of the current fiscal year was 55,717 million yen, which increased 20,263 million yen from 35,453 million yen as of the end of the previous fiscal year. The main factor for this increase was an increase of 19,987 million yen in long-term borrowings.

(v) Net assets

Net assets as of the end of the current fiscal year was 72,982 million yen, which decreased 2,033 million yen from 75,016 million yen as of the end of the previous fiscal year. The main factors for this decrease was a decrease in retained earnings due to payment of 1,441 million yen as dividend of surplus.

(3) Cash Flows

Cash and cash equivalents ("cash") at the end of the current fiscal year increased by 18,909 million yen from the end of the previous fiscal year and resulted in 54,576 million yen.

The situations of each cash flow and their main factors for the current fiscal year are as follows.

(Cash flows from operating activities)

As a result of operating activities, cash increased 12,428 million yen (where this increased 5,108 million yen in the previous fiscal year).

The main factors for this increase were increases in inventories of 3,986 million yen, expenditure of 4,004 million yen due to purchase of rental assets, profit before income taxes of 2,144 million yen, depreciation of 5,289 million yen, rental assets depreciation of 4,710 million yen, increase in trade payables of 4,069 million yen and increase in accrued consumption taxes of 3,735 million yen.

(Cash flows from investing activities)

As a result of investing activities, cash decreased 8,225 million yen (where this decreased 11,342 million yen in the previous fiscal year).

The main factor for this decrease was expenditures of 5,783 million yen from purchasing property, plant and equipment.

(Cash flows from financing activities)

As a result of financing activities, cash increased 14,683 million yen (where this increased 3,037 million yen in the previous fiscal year).

The main factor for this increase was income from long-term borrowings of 25,000 million yen, while there were net decrease in short-term borrowings of 5,000 million yen and expenditures of 3,737 million yen from repaying on long-term borrowings.

(4) Basic policy in distributing profits and dividends for the current and next fiscal year

One of the Company's top management priorities is to return profit to shareholders. For this purpose, the Company will continue to endeavor to establish a sound managerial base and improve profitability. The Company's policy is to pay dividends that reflect the performance and the Company currently pays dividends twice a year at interim and year-end as dividend of surplus.

The shareholders meeting decides the dividend of surplus for the year-end dividend, and the board of directors decides this for the interim dividend.

Pursuant to the above basic policy, an interim dividend of 17 yen per share was paid and a year-end dividend of 17 yen is scheduled to be paid.

The Company paid dividends as follows over the recent five (5) years.

(per share in yen)

	Fiscal Year ended				
	March 31, 2017	March 31, 2018	March 31, 2019	March 31, 2020	March 31, 2021
Interim	17	17	17	17	17
Year-end	17	17	17	17	17
Total	34	34	34	34	34

As dividends for the fiscal year ending March 31, 2022, the Company is scheduled to pay an interim dividend of 12 yen per share and a year-end dividend of 12 yen per share, which results in an annual dividend of 24 yen per share. These dividends are based on the Company's projection of a stagnant performance and the Company's decision to lay top priority on securing liquidity at hand and enhancing its financial position.

2. The GEO Group Companies

The GEO group is comprised of GEO HOLDINGS CORPORATION, 33 subsidiaries, and two affiliates. The group mainly operates stores that rent, purchase and sell used goods, and sell new goods of mainly packaged software to the general public (the “media shop”), and stores that sell and purchase used clothes, accessories and home electronics and others (the “reuse shop”).

In addition, the group is also advancing into the wholesale business of these merchandise, and operation of on-line services and EC sites.

The group companies and their businesses

(As of March 31, 2021)

Type of company	Business	Operating Company
Holding company	Planning and administration of group management	GEO HOLDINGS CORPORATION (the Company)
Operating companies	Support operation of media shop and reuse shop	GEO CORPORATION
	Operation of media shop	GEO STORE CORPORATION
	Operation of reuse shop	2ND STREET CORPORATION OKURA Co., Ltd.
	Others	GEO WAREHOUSE CORPORATION OKURA HOLDINGS CORPORATION OHKURA Co., Ltd. Gramolux Inc. Chelsea International Co., Ltd. World mobile corporation EISYS, inc. GEO NETWORKS CORPORATION GEO INTERACTIVE CORPORATION GEO payment service corporation GEO CONSULTING CORPORATION BUNZO CORPORATION GEO CLEAR CORPORATION GEO RETAIL CORPORATION GEO BUSINESS SUPPORT Co., Ltd. 2nd STREET USA, Inc. 2nd STREET TRADING MALAYSIA SDN. BHD. 2nd STREET TAIWAN CO., LTD. OOKURA INVESTMENTS Ltd. and five others

A company accounted for by the equity-method:
T&G Inc.

A subsidiary excluded from the scope of consolidation (not accounted for by the equity method):
Voga inc. (and four others)

An affiliate not accounted for by the equity method:
Kabushiki Kaisha Nihon Auction Kyokai

3. Basic idea in selection of the accounting standards

With respect to accounting standards, we apply the Japanese accounting standards to enable comparison with competitors in the same industry in Japan.

4. Consolidated Financial Statements

(1) Consolidated Balance Sheet

	(Millions of yen)	
	As of March 31, 2020	As of March 31, 2021
Assets		
Current assets		
Cash and deposits	32,598	51,865
Notes and accounts receivable - trade	10,080	10,873
Merchandise	38,186	42,218
Other	8,901	8,827
Allowance for doubtful accounts	(108)	(97)
Total current assets	89,658	113,687
Non-current assets		
Property, plant and equipment		
Rental assets	79,673	72,735
Accumulated depreciation	(76,370)	(70,237)
Rental assets, net	3,303	2,497
Buildings and structures	44,856	45,708
Accumulated depreciation	(31,208)	(31,768)
Buildings and structures, net	13,647	13,940
Land	5,183	5,104
Other	32,025	33,357
Accumulated depreciation	(24,627)	(26,721)
Other, net	7,397	6,635
Total property, plant and equipment	29,532	28,177
Intangible assets	1,885	2,349
Investments and other assets		
Investment securities	1,292	1,766
Long-term loans receivable	1,678	1,718
Leasehold and guarantee deposits	16,490	16,987
Deferred tax assets	3,869	4,845
Other	1,250	1,194
Allowance for doubtful accounts	(955)	(986)
Total investments and other assets	23,626	25,524
Total non-current assets	55,044	56,050
Total assets	144,702	169,738

(Millions of yen)

	As of March 31, 2020	As of March 31, 2021
Liabilities		
Current liabilities		
Accounts payable - trade	11,039	15,108
Short-term borrowings	5,000	-
Current portion of long-term borrowings	3,737	5,012
Income taxes payable	1,268	3,619
Provision for bonuses	2,155	1,933
Other	11,032	15,365
Total current liabilities	34,233	41,038
Non-current liabilities		
Long-term borrowings	25,956	45,943
Lease obligations	1,250	1,179
Deferred tax liabilities	44	66
Asset retirement obligations	6,505	6,669
Other	1,695	1,858
Total non-current liabilities	35,453	55,717
Total liabilities	69,686	96,755
Net assets		
Shareholders' equity		
Share capital	8,969	8,975
Capital surplus	3,382	3,388
Retained earnings	64,218	60,024
Treasury shares	(1,999)	-
Total shareholders' equity	74,569	72,388
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	113	199
Deferred gains or losses on hedges	(3)	(1)
Foreign currency translation adjustment	(0)	(14)
Total accumulated other comprehensive income	108	184
Share acquisition rights	338	410
Total net assets	75,016	72,982
Total liabilities and net assets	144,702	169,738

(2) Consolidated Income Statement and Statement of Comprehensive Income

Consolidated Income Statement

(Millions of yen)

	Fiscal year ended March 31, 2020	Fiscal year ended March 31, 2021
Net sales	305,057	328,358
Cost of sales	181,257	203,134
Gross profit	123,800	125,223
Selling, general and administrative expenses	113,778	120,911
Operating profit	10,022	4,311
Non-operating income		
Interest and dividend income	35	62
Rental income from real estate	685	742
Subsidy income	125	194
Insurance claim income	140	260
Other	612	507
Total non-operating income	1,598	1,767
Non-operating expenses		
Interest expenses	153	230
Rental expenses on real estate	385	493
Loss on retirement of non-current assets	58	153
Other	257	406
Total non-operating expenses	855	1,284
Ordinary profit	10,765	4,795
Extraordinary losses		
Impairment losses	2,770	1,932
Loss on withdrawal from business	-	554
Loss on valuation of shares of subsidiaries and associates	-	158
Other	10	4
Total extraordinary losses	2,781	2,650
Profit before income taxes	7,983	2,144
Income taxes - current	4,079	3,890
Income taxes - deferred	59	(993)
Total income taxes	4,139	2,896
Profit (loss)	3,844	(752)
Profit (loss) attributable to owners of parent	3,844	(752)

Statement of Comprehensive Income

	(Millions of yen)	
	Fiscal year ended March 31, 2020	Fiscal year ended March 31, 2021
Profit (loss)	3,844	(752)
Other comprehensive income		
Valuation difference on available-for-sale securities	(34)	86
Deferred gains or losses on hedges	3	2
Foreign currency translation adjustment	(3)	(13)
Total other comprehensive income	(34)	75
Comprehensive income	3,809	(676)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,809	(676)

(3) Consolidated Statements of Change in Net Assets

(For the fiscal year ended March 31, 2020)

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	8,944	3,357	61,891	(0)	74,193
Changes during period					
Issuance of new shares - exercise of share acquisition rights	24	24			49
Dividends of surplus			(1,474)		(1,474)
Profit attributable to owners of parent			3,844		3,844
Purchase of treasury shares				(1,999)	(1,999)
Cancellation of treasury shares					-
Change in scope of consolidation			(43)		(43)
Net changes in items other than shareholders' equity					
Total changes during period	24	24	2,326	(1,999)	376
Balance at end of period	8,969	3,382	64,218	(1,999)	74,569

	Accumulated other comprehensive income				Share acquisition rights	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Total accumulated other comprehensive income		
Balance at beginning of period	147	(7)	2	142	272	74,609
Changes during period						
Issuance of new shares - exercise of share acquisition rights						49
Dividends of surplus						(1,474)
Profit attributable to owners of parent						3,844
Purchase of treasury shares						(1,999)
Cancellation of treasury shares						-
Change in scope of consolidation						(43)
Net changes in items other than shareholders' equity	(34)	3	(3)	(34)	65	30
Total changes during period	(34)	3	(3)	(34)	65	406
Balance at end of period	113	(3)	(0)	108	338	75,016

(For the fiscal year ended March 31, 2021)

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	8,969	3,382	64,218	(1,999)	74,569
Changes during period					
Issuance of new shares - exercise of share acquisition rights	6	6			12
Dividends of surplus			(1,441)		(1,441)
Profit (loss) attributable to owners of parent			(752)		(752)
Purchase of treasury shares					-
Cancellation of treasury shares			(1,999)	1,999	-
Net changes in items other than shareholders' equity					
Total changes during period	6	6	(4,194)	1,999	(2,181)
Balance at end of period	8,975	3,388	60,024	-	72,388

	Accumulated other comprehensive income				Share acquisition rights	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Total accumulated other comprehensive income		
Balance at beginning of period	113	(3)	(0)	108	338	75,016
Changes during period						
Issuance of new shares - exercise of share acquisition rights						12
Dividends of surplus						(1,441)
Profit (loss) attributable to owners of parent						(752)
Purchase of treasury shares						-
Cancellation of treasury shares						-
Net changes in items other than shareholders' equity	86	2	(13)	75	72	148
Total changes during period	86	2	(13)	75	72	(2,033)
Balance at end of period	199	(1)	(14)	184	410	72,982

(4) Consolidated Statements of Cash Flows

	(Millions of yen)	
	Fiscal year ended March 31, 2020	Fiscal year ended March 31, 2021
Cash flows from operating activities		
Profit before income taxes	7,983	2,144
Depreciation	4,992	5,289
Rental assets depreciation	5,544	4,710
Impairment losses	2,770	1,932
Amortization of goodwill	286	56
Interest and dividend income	(35)	(62)
Interest expenses	153	230
Decrease (increase) in trade receivables	(1,685)	(787)
Decrease (increase) in inventories	(438)	(3,986)
Purchase of Rental assets	(5,099)	(4,004)
Increase (decrease) in trade payables	(1,712)	4,069
Loss on withdrawal from business	-	554
Increase (decrease) in accounts payable - other, and accrued expenses	(741)	790
Increase (decrease) in accrued consumption taxes	43	3,735
Other, net	(790)	235
Subtotal	11,271	14,909
Interest and dividends received	18	47
Interest paid	(153)	(230)
Income taxes paid	(6,026)	(1,859)
Payment for loss on withdrawal from business	-	(437)
Net cash provided by (used in) operating activities	5,108	12,428
Cash flows from investing activities		
Purchase of property, plant and equipment	(7,014)	(5,783)
Purchase of intangible assets	(770)	(1,391)
Loan advances	(686)	(228)
Purchase of shares of subsidiaries resulting in change in scope of consolidation	(2,040)	-
Other, net	(829)	(822)
Net cash provided by (used in) investing activities	(11,342)	(8,225)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	2,850	(5,000)
Proceeds from long-term borrowings	8,500	25,000
Repayments of long-term borrowings	(4,610)	(3,737)
Dividends paid	(1,470)	(1,443)
Purchase of treasury shares	(1,999)	-
Other, net	(231)	(135)
Net cash provided by (used in) financing activities	3,037	14,683
Effect of exchange rate change on cash and cash equivalents	5	23
Net increase (decrease) in cash and cash equivalents	(3,189)	18,909
Cash and cash equivalents at beginning of period	38,774	35,666
Increase in cash and cash equivalents resulting from inclusion of subsidiaries in consolidation	81	-
Cash and cash equivalents at end of period	35,666	54,576

(5) Notes to consolidated financial statements

(Going concern assumptions)

None

(Segment information)

[Segment information]

For the previous fiscal year (from April 1, 2019 to March 31, 2020) and the current fiscal year (from April 1, 2020 to March 31, 2021):

Description is omitted because the group reports only through one segment, i.e., retail services.

[Related information]

For the previous fiscal year (from April 1, 2019 to March 31, 2020) and the current fiscal year (from April 1, 2020 to March 31, 2021):

1. Information based on products and services:
Description is omitted because the group reports only through one segment, i.e., retail services.
2. Information based on region:
 - (1) Net sales:
Description is omitted because net sales towards outside customers in Japan exceed 90% of the net sales indicated in the consolidated income statement.
 - (2) Property, plant and equipment:
Description is omitted because the amount of property, plant and equipment in Japan exceed 90% of the amount of property plant and equipment indicated in the consolidated balance sheet.

[Information on impairment loss on fixed assets for each reporting segment]

For the previous fiscal year (from April 1, 2019 to March 31, 2020) and the current fiscal year (from April 1, 2020 to March 31, 2021):

Description is omitted because the group reports only through one segment, i.e., retail services.

[Information on amortization and unamortized balance of goodwill for each reporting segment]

For the previous fiscal year (from April 1, 2019 to March 31, 2020) and the current fiscal year (from April 1, 2020 to March 31, 2021):

Description is omitted because the group reports only through one segment, i.e., retail services.

[Information on gain on negative goodwill for each reporting segment]

For the previous fiscal year (from April 1, 2019 to March 31, 2020) and the current fiscal year (from April 1, 2020 to March 31, 2021):

Description is omitted because the group reports only through one segment, i.e., retail services.

(Per share information (in yen))

	Fiscal Year ended March 31, 2020	Fiscal Year ended March 31, 2021
Shareholders' equity per share	1,761.32	1,711.37
Earnings (loss) per share	89.18	(17.75)
Fully diluted earnings per share	89.03	-

(Notes)

1. The fully diluted earnings per share for the current fiscal year, even though dilutive shares exist, is not indicated because this resulted in a loss per share.
2. The basis for calculating the shareholders' equity per share is as follows.

(Millions of yen except share information)

	Fiscal Year ended March 31, 2020	Fiscal Year ended March 31, 2021
Total net assets	75,016	72,982
Amount to be deducted from total net assets	338	410
(Stock acquisition rights in the above)	(338)	(410)
Net assets at the end of the fiscal year attributable to common shares	74,678	72,572
Number of common shares at the end of the fiscal year used for calculating the shareholders' equity per share	42,398,952	42,405,952

3. The basis for calculating the earnings (loss) per share and fully diluted earnings per share is as follows.

(Millions of yen except share information)

	Fiscal Year ended March 31, 2020	Fiscal Year ended March 31, 2021
Earnings per share		
Profit (loss) attributable to owners of parent	3,844	(752)
Amount not attributable to common shareholders	-	-
Profit (loss) attributable to owners of parent for common shares	3,844	(752)
Average number of shares outstanding during the fiscal year	43,107,452	42,401,900
Fully diluted earnings per share		
Adjustments to profit attributable to owners of parent	-	-
Increase in the number of common shares	73,699	-
(Subscription rights to shares included in the above as number of shares)	(73,699)	(-)
Description of potential shares that were not included in calculating the fully diluted earnings per share due to them having no dilutive effect	1,681,000 shares subject to the Company's stock options (for the 10th (2015), 11th (2016), 12th (2017), 13th (2018) and 14th (2019) stock acquisition rights)	-

(Subsequent events after the current period)

None