

Translation

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Summary of Consolidated Financial Results for the Three Months Ended June 30, 2021 (Based on Japanese GAAP)

July 29, 2021

Company name: Kansai Super Market Ltd.
 Stock exchange listing: Tokyo
 Stock code: 9919 URL <http://www.kansaisuper.co.jp/>
 Representative: President of Representative Director Koji Fukutani
 Managing Director and General Manager Jun Nakanishi
 Inquiries: of Administrative Planning Office TEL 072-772-0341
 Scheduled date to file Quarterly Securities Report: August 10, 2021
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: No
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the three months ended June 30, 2021 (from April 1, 2021 to June 30, 2021)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Operating revenue		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 June 30, 2021	32,492	–	659	–	739	–	492	–
Three months ended June 30, 2020	32,270	4.8	1,278	220.9	1,364	180.7	917	165.9

Note: Comprehensive income Three months ended June 30, 2021 ¥446 million [–%]
 Three months ended June 30, 2020 ¥1,111 million [264.8%]

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2021	16.43		–	
Three months ended June 30, 2020	30.13		–	

Note: As 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 of the fiscal year ending March 31, 2022, each figure for the three months ended June 30, 2021 is the figure after the application of the said accounting standard, etc., and the percentage changes from the same quarter of the previous year are not stated.

The following presents percentage changes that were calculated based on the hypothetical assumption that the above accounting standard, etc. had been applied from the first quarter of the fiscal year ended March 31, 2021.

Operating revenue: up 2.0%, operating profit: down 48.4%, ordinary profit: down 45.8%, profit attributable to owners of parent: down 46.3%

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2021	54,472	34,742	63.8
As of March 31, 2021	54,720	34,595	63.2

Reference: Equity As of June 30, 2021 ¥34,742 million
 As of March 31, 2021 ¥34,595 million

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 March 31, 2021	–	8.00	–	10.00	18.00
Year ending March 31, 2022	–				
Year ending March 31, 2022 (Forecast)		8.00	–	8.00	16.00

Notes: 1. Revision of cash dividend forecast most recently announced: No

2. Breakdown of year-end dividend for the fiscal year ended March 31, 2021

Ordinary dividend ¥8.00 Special dividend ¥2.00

3. Forecast of consolidated financial results for the year ending March 31, 2022 (from April 1, 2021 to March 31, 2022)

	Percentages indicate year-on-year changes								
	Operating revenue		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
Six months ending September 30, 2021	64,660	–	1,360	–	1,510	–	1,000	–	33.35
Full year	129,090	–	2,820	–	3,110	–	2,020	–	67.36

Notes: 1. Revision of consolidated financial results forecast most recently announced: No

2. As the Company has applied the “Accounting Standard for Revenue Recognition” (ASBJ Statement No. 29), etc. from the beginning of the fiscal year ending March 31, 2022, the above forecasts of the consolidated financial results are the amounts after the application of the said accounting standard, etc., and the percentage changes from the previous fiscal year and the same period of the previous year are not stated.

The following presents percentage changes that were calculated based on the hypothetical assumption that the above accounting standard, etc. had been applied for the fiscal year ended March 31, 2021.

Six months ending September 30, 2021: Operating revenue: up 0.1%, operating profit: down 27.8%, ordinary profit: down 26.6%, profit attributable to owners of parent: down 26.9%

Full year: Operating revenue: up 0.0%, operating profit: up 3.2%, ordinary profit: up 0.8%, profit attributable to owners of parent: up 0.7%

4. Notes

(1) Changes in significant subsidiaries during the three months ended June 30, 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: No

(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: Yes

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 June 30, 2021	31,940,954 shares	As of March 31, 2021	31,940,954 shares
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Number of treasury shares at the end of the period

As of June 30, 2021	1,951,827 shares	As of March 31, 2021	1,951,827 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2021	29,989,127 shares	Three months ended June 30, 2020	30,443,212 shares
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* Quarterly financial results reports are exempt from quarterly reviews conducted by certified public accountants or an audit corporation.

* Proper use of forecasts of financial results, and other special matters

(Caution concerning forward-looking statements)

The forward-looking statements, including earnings forecasts, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. These statements do not purport that the Company pledges to realize such statements. Actual performance and other results may differ materially due to various factors.

Quarterly consolidated financial statements
Consolidated balance sheets

(Thousands of yen)

	As of March 31, 2021	As of June 30, 2021
Assets		
Current assets		
Cash and deposits	6,879,294	6,886,226
Accounts receivable - trade	1,748,865	1,804,345
Merchandise	2,454,843	2,552,741
Supplies	64,324	59,287
Other	1,462,862	1,456,467
Total current assets	12,610,189	12,759,068
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	9,832,726	9,895,276
Land	21,072,924	21,072,924
Other, net	2,627,651	2,503,632
Total property, plant and equipment	33,533,302	33,471,833
Intangible assets	439,304	450,027
Investments and other assets		
Guarantee deposits	4,374,895	4,269,688
Retirement benefit asset	970,782	978,017
Other	2,791,702	2,543,667
Total investments and other assets	8,137,380	7,791,373
Total non-current assets	42,109,987	41,713,234
Total assets	54,720,176	54,472,302

(Thousands of yen)

	As of March 31, 2021	As of June 30, 2021
Liabilities		
Current liabilities		
Accounts payable - trade	7,585,272	7,929,247
Current portion of long-term borrowings	1,204,000	1,204,000
Income taxes payable	631,937	190,406
Provision for bonuses	1,026,856	409,660
Other	4,829,715	5,485,068
Total current liabilities	15,277,782	15,218,383
Non-current liabilities		
Long-term borrowings	1,314,000	1,064,000
Retirement benefit liability	876,446	891,069
Asset retirement obligations	517,599	518,589
Other	2,138,395	2,037,795
Total non-current liabilities	4,846,441	4,511,454
Total liabilities	20,124,223	19,729,837
Net assets		
Shareholders' equity		
Share capital	9,862,933	9,862,933
Capital surplus	10,906,837	10,906,837
Retained earnings	15,551,557	15,743,893
Treasury shares	(1,860,954)	(1,860,954)
Total shareholders' equity	34,460,374	34,652,710
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	253,416	203,944
Remeasurements of defined benefit plans	(117,838)	(114,190)
Total accumulated other comprehensive income	135,578	89,754
Total net assets	34,595,953	34,742,464
Total liabilities and net assets	54,720,176	54,472,302

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Thousands of yen)

	Three months ended June 30, 2020	Three months ended June 30, 2021
Net sales	31,773,281	31,987,014
Cost of sales	23,723,162	24,526,008
Gross profit	8,050,118	7,461,005
Operating revenue	497,588	505,434
Operating gross profit	8,547,706	7,966,440
Selling, general and administrative expenses	7,269,138	7,307,252
Operating profit	1,278,567	659,187
Non-operating income		
Interest income	1,592	1,572
Dividend income	11,037	11,632
Share of profit of entities accounted for using equity method	3,493	–
Commission income	48,676	48,870
Other	35,101	33,506
Total non-operating income	99,902	95,582
Non-operating expenses		
Interest expenses	6,188	4,051
Share of loss of entities accounted for using equity method	–	582
Cost of stock administration	5,557	7,527
Other	1,783	2,889
Total non-operating expenses	13,529	15,051
Ordinary profit	1,364,940	739,719
Extraordinary losses		
Loss on sale and retirement of non-current assets	7,764	884
Total extraordinary losses	7,764	884
Profit before income taxes	1,357,175	738,835
Income taxes - current	176,635	56,641
Income taxes - deferred	263,407	189,618
Total income taxes	440,042	246,260
Profit	917,133	492,574
Profit attributable to non-controlling interests	–	–
Profit attributable to owners of parent	917,133	492,574

Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Three months ended June 30, 2020	Three months ended June 30, 2021
Profit	917,133	492,574
Other comprehensive income		
Valuation difference on available-for-sale securities	193,574	(49,387)
Remeasurements of defined benefit plans, net of tax	136	3,647
Share of other comprehensive income of entities accounted for using equity method	636	(84)
Total other comprehensive income	194,347	(45,824)
Comprehensive income	1,111,480	446,750
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,111,480	446,750
Comprehensive income attributable to non-controlling interests	—	—