

Translation

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Summary of Non-Consolidated Financial Results for the Year Ended March 31, 2021 (Based on Japanese GAAP)

May 13, 2021

Company name: FURYU CORPORATION
 Stock exchange listing: Tokyo
 Stock code: 6238 URL <https://www.furyu.jp>
 Representative: President Takashi Mishima
 Inquiries: Manager Finance&Accounting Department Taku Fujimura TEL 03(5728)1761
 Scheduled date of ordinary general meeting of shareholders: June 22, 2021
 Scheduled date to file Securities Report: June 22, 2021
 Scheduled date to commence dividend payments: June 7, 2021
 Preparation of supplementary material on financial results: Yes
 Holding of financial results meeting: Yes

(Amounts less than one million yen are rounded down)

1. Non-Consolidated financial results for the year ended March 31, 2021 (from April 1, 2020 to March 31, 2021)

(1) Non-Consolidated operating results

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	%
Year ended March 31, 2021	24,777	△9.7	2,736	△24.8	2,716	△25.7	1,844	△38.9
Year ended March 31, 2020	27,431	3.9	3,637	△3.9	3,656	△3.8	3,020	58.9

	Earnings per share	Diluted earnings per share	Profit/equity	Ordinary profit/total assets	Operating profit/net sales
	Yen	Yen	%	%	%
Year ended March 31, 2021	67.42	—	9.5	11.3	11.0
Year ended March 31, 2020	108.54	—	16.4	15.2	13.3

(2) Non-Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2021	24,012	19,764	82.3	722.38
As of March 31, 2020	24,024	18,994	79.1	694.22

(3) Non-Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Year ended March 31, 2021	2,795	△2,146	△1,100	12,255
Year ended March 31, 2020	2,952	△1,854	△1,857	12,706

2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Dividend payout ratio (Non-Consolidated)	Ratio of dividends to net assets (Non-Consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Year ended March 31, 2020	—	0.00	—	40.00	40.00	1,094	36.9	6.0
Year ended March 31, 2021	—	0.00	—	36.00	36.00	984	53.4	5.1
Year ending March 31, 2022 (Forecast)	—	0.00	—	37.00	37.00		46.0	

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

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit		Earnings per share
Full Year	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
	32,000	29.2	3,200	17.0	3,200	17.8	2,200	19.3	80.41

※ Notes

(1) 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

(2) Number of issued shares (common shares)

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

As of March 31, 2021	28,296,000 shares	As of March 31, 2020	28,296,000 shares
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Number of treasury shares at the end of the period

As of March 31, 2021	935,731 shares	As of March 31, 2020	935,672 shares
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Average number of shares during the period

Year ended March 31, 2021	27,360,294 shares	Year ended March 31, 2020	27,829,472 shares
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Non-Consolidated financial statements
Non-Consolidated balance sheets

(Thousands of yen)

	As of March 31, 2020	As of March 31, 2021
Assets		
Current assets		
Cash and deposits	12,706,286	12,255,623
Accounts receivable - trade	3,375,546	4,005,112
Electronically recorded monetary claims - operating	941,552	652,823
Merchandise and finished goods	1,357,304	1,396,117
Work in process	8,247	18,191
Raw materials and supplies	227,278	395,784
Advance payments to suppliers	302,257	370,890
Prepaid expenses	265,736	271,381
Accounts receivable - other	431,060	38,344
Other	251,578	175,903
Allowance for doubtful accounts	△3,565	△6,329
Total current assets	19,863,283	19,573,842
Non-current assets		
Property, plant and equipment		
Buildings, net	263,862	220,405
Tools, furniture and fixtures, net	173,462	126,626
Leased assets, net	1,794,203	1,951,751
Assets for rent	801	—
Other, net	115,596	275,726
Total property, plant and equipment	2,347,925	2,574,510
Intangible assets		
Software	158,996	147,251
Other	94,798	344,953
Total intangible assets	253,795	492,205
Investments and other assets		
Investment securities	49,967	25,303
Distressed receivables	19,256	28,031
Long-term prepaid expenses	43,399	48,562
Prepaid pension costs	86,324	31,673
Leasehold and guarantee deposits	443,446	443,761
Deferred tax assets	925,851	811,998
Other	10,975	10,975
Allowance for doubtful accounts	△19,256	△28,031
Total investments and other assets	1,559,965	1,372,273
Total non-current assets	4,161,685	4,438,988
Total assets	24,024,969	24,012,831

(Thousands of yen)

	As of March 31, 2020	As of March 31, 2021
Liabilities		
Current liabilities		
Accounts payable - trade	540,992	641,403
Electronically recorded obligations - operating	1,645,094	769,062
Lease obligations	334,401	6,136
Accounts payable - other	525,335	503,594
Accrued expenses	1,201,679	1,347,234
Income taxes payable	45,000	506,000
Accrued consumption taxes	114,448	77,051
Other	617,314	391,098
Total current liabilities	5,024,266	4,241,582
Non-current liabilities		
Other	6,629	6,629
Total non-current liabilities	6,629	6,629
Total liabilities	5,030,896	4,248,212
Net assets		
Shareholders' equity		
Share capital	1,639,216	1,639,216
Capital surplus		
Legal capital surplus	1,639,216	1,639,216
Total capital surplus	1,639,216	1,639,216
Retained earnings		
Other retained earnings		
Retained earnings brought forward	16,720,712	17,470,810
Total retained earnings	16,720,712	17,470,810
Treasury shares	△1,000,275	△1,000,345
Total shareholders' equity	18,998,868	19,748,896
Valuation and translation adjustments		
Deferred gains or losses on hedges	△4,796	15,722
Total valuation and translation adjustments	△4,796	15,722
Total net assets	18,994,072	19,764,619
Total liabilities and net assets	24,024,969	24,012,831

Non-Consolidated statements of income

(Thousands of yen)

	Fiscal year ended March 31, 2020	Fiscal year ended March 31, 2021
Net sales	27,431,578	24,777,265
Cost of sales		
Beginning merchandise inventory	1,198,889	1,592,830
Cost of purchased goods	13,129,697	11,758,861
Total	14,328,586	13,351,691
Ending merchandise inventory	1,592,830	1,810,093
Cost of sales	12,735,756	11,541,598
Gross profit	14,695,822	13,235,667
Selling, general and administrative expenses	11,057,843	10,499,616
Operating profit	3,637,978	2,736,050
Non-operating income		
Consulting fee income	1,950	—
Gain on investments in investment partnerships	34,690	—
Compensation income	12,109	—
Gain on adjustment of other accounts payable	2,871	14,394
Subsidy income	—	3,302
Miscellaneous income	800	2,196
Other	175	84
Total non-operating income	52,597	19,979
Non-operating expenses		
Interest expenses	240	109
Foreign exchange losses	22,698	38,436
Loss on investments in investment partnerships	—	524
Commission expenses	6,572	—
Other	4,433	20
Total non-operating expenses	33,944	39,090
Ordinary profit	3,656,632	2,716,938
Extraordinary income		
Gain on sale of non-current assets	737	99
Gain on extinguishment of tie-in shares	223,251	—
Total extraordinary income	223,989	99
Extraordinary losses		
Loss on sale and retirement of non-current assets	32,152	7,602
Impairment losses	—	38,156
Loss on valuation of shares of subsidiaries and associates	92,943	—
Total extraordinary losses	125,096	45,758
Profit before income taxes	3,755,525	2,671,279
Income taxes - current	564,344	721,971
Income taxes - deferred	170,648	104,797
Total income taxes	734,993	826,768
Profit	3,020,531	1,844,510

Non-Consolidated statements of changes in equity

Fiscal year ended March 31, 2020

(Thousands of yen)

(Thousands of yen)

	Shareholders' equity						
	Share capital	Capital surplus		Retained earnings		Treasury shares	Total shareholders' equity
		Legal capital surplus	Total capital surplus	Other retained earnings	Total retained earnings		
				Retained earnings brought forward			
Balance at beginning of period	1,639,216	1,639,216	1,639,216	14,549,050	14,549,050	△314	17,827,168
Changes during period							
Dividends of surplus				△848,870	△848,870		△848,870
Profit				3,020,531	3,020,531		3,020,531
Purchase of treasury shares						△999,961	△999,961
Net changes in items other than shareholders' equity							
Total changes during period	—	—	—	2,171,661	2,171,661	△999,961	1,171,700
Balance at end of period	1,639,216	1,639,216	1,639,216	16,720,712	16,720,712	△1,000,275	18,998,868

	Valuation and translation adjustments		Total net assets
	Deferred gains or losses on hedges	Total valuation and translation adjustments	
Balance at beginning of period	△5,561	△5,561	17,821,606
Changes during period			
Dividends of surplus			△848,870
Profit			3,020,531
Purchase of treasury shares			△999,961
Net changes in items other than shareholders' equity	765	765	765
Total changes during period	765	765	1,172,466
Balance at end of period	△4,796	△4,796	18,994,072

Fiscal year ended March 31, 2021

(Thousands of yen)

(Thousands of yen)

	Shareholders' equity						
	Share capital	Capital surplus		Retained earnings		Treasury shares	Total shareholders' equity
		Legal capital surplus	Total capital surplus	Other retained earnings	Total retained earnings		
				Retained earnings brought forward			
Balance at beginning of period	1,639,216	1,639,216	1,639,216	16,720,712	16,720,712	△1,000,275	18,998,868
Changes during period							
Dividends of surplus				△1,094,413	△1,094,413		△1,094,413
Profit				1,844,510	1,844,510		1,844,510
Purchase of treasury shares						△69	△69
Net changes in items other than shareholders' equity							
Total changes during period	—	—	—	750,097	750,097	△69	750,027
Balance at end of period	1,639,216	1,639,216	1,639,216	17,470,810	17,470,810	△1,000,345	19,748,896

	Valuation and translation adjustments		Total net assets
	Deferred gains or losses on hedges	Total valuation and translation adjustments	
Balance at beginning of period	△4,796	△4,796	18,994,072
Changes during period			
Dividends of surplus			△1,094,413
Profit			1,844,510
Purchase of treasury shares			△69
Net changes in items other than shareholders' equity	20,518	20,518	20,518
Total changes during period	20,518	20,518	770,546
Balance at end of period	15,722	15,722	19,764,619

Non-Consolidated statements of cash flows

(Thousands of yen)

	Fiscal year ended March 31, 2020	Fiscal year ended March 31, 2021
Cash flows from operating activities		
Profit before income taxes	3,755,525	2,671,279
Depreciation	1,607,082	1,650,452
Impairment losses	—	38,156
Increase (decrease) in allowance for doubtful accounts	6,068	11,538
Increase (decrease) in provision for retirement benefits	83,296	—
contribution of securities to retirement benefit trust	△900,000	—
Interest and dividend income	△33	△5
Interest expenses	240	109
Foreign exchange losses (gains)	△1,399	△1,245
Loss (gain) on sale and retirement of non-current assets	31,414	7,502
Loss (gain) on extinguishment of tie-in shares	△223,251	—
Loss on valuation of shares of subsidiaries and associates	92,943	—
Decrease (increase) in trade receivables	508,616	△340,836
Decrease (increase) in inventories	△374,361	△217,262
Decrease (increase) in accounts receivable - other	4,775	△11,272
Decrease (increase) in advance payments to suppliers	△86,212	△68,632
Increase (decrease) in trade payables	△152,123	△775,621
Increase (decrease) in accounts payable - other	△98,464	△9,455
Increase (decrease) in accrued expenses	132,953	145,555
Other, net	△27,692	△84,651
Subtotal	4,359,377	3,015,610
Interest and dividends received	33	5
Interest paid	△240	△109
Income taxes paid	△1,406,807	△263,401
Income taxes refund	—	42,898
Net cash provided by (used in) operating activities	2,952,362	2,795,002
Cash flows from investing activities		
Purchase of property, plant and equipment	△1,569,955	△1,825,354
Proceeds from sale of property, plant and equipment	2,487	1,746
Purchase of intangible assets	△261,551	△314,614
Payments of guarantee deposits	△112,682	△38,441
Other, net	86,770	30,208
Net cash provided by (used in) investing activities	△1,854,930	△2,146,456
Cash flows from financing activities		
Proceeds from sale and leaseback transactions	1,229,646	1,915,785
Repayments of lease obligations	△1,238,379	△1,921,756
Purchase of treasury shares	△999,961	△69
Dividends paid	△848,870	△1,094,413
Net cash provided by (used in) financing activities	△1,857,564	△1,100,454
Effect of exchange rate change on cash and cash equivalents	1,399	1,245
Net increase (decrease) in cash and cash equivalents	△758,732	△450,662
Cash and cash equivalents at beginning of period	12,776,079	12,706,286
Increase in cash and cash equivalents resulting from merger of consolidated subsidiaries	688,939	—
Cash and cash equivalents at end of period	12,706,286	12,255,623

