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## Consolidated Financial Results for the Nine Months Ended December 31, 2020 [Japanese GAAP]

February 10, 2021

Company name: VALOR HOLDINGS CO.,LTD.

Stock exchange listing: Tokyo, Nagoya

Code number: 9956

URL: <https://valorholdings.co.jp/>

Representative: Masami Tashiro

President and Representative Director

Contact: Akira Shinohana

Executive Director

Phone: 0574-60-0864

Scheduled date of filing quarterly securities report: February 12, 2021

Scheduled date of commencing dividend payments: -

Availability of supplementary briefing material on quarterly financial results: Yes

Schedule of quarterly financial results briefing session: No

(Amounts of less than one million yen are rounded down)

### 1. Consolidated Financial Results for the Nine Months Ended December 31, 2020 (April 01, 2020 to December 31, 2020)

#### (1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Operating revenues		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Nine months ended December 31, 2020	553,583	8.5	23,210	101.1	25,164	93.9	13,148	108.4
December 31, 2019	510,065	19.1	11,542	(5.6)	12,977	(2.9)	6,309	(21.8)

(Note) Comprehensive income:   
 Nine months ended December 31, 2020: ¥ 18,397 million [ 190.3%]  
 Nine months ended December 31, 2019: ¥ 6,337 million [ (19.9)%]

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
December 31, 2020	244.87	244.78
December 31, 2019	117.51	-

#### (2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
As of	Million yen	Million yen	%
December 31, 2020	420,332	155,826	34.2
March 31, 2020	383,919	140,645	34.1

(Reference) Equity: As of December 31, 2020: ¥ 143,690 million  
 As of March 31, 2020: ¥ 130,748 million

## 2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2020	-	24.00	-	28.00	52.00
Fiscal year ending March 31, 2021	-	25.00	-		
Fiscal year ending March 31, 2021 (Forecast)				28.00	53.00

(Note) Revision to the forecast for dividends announced most recently: No

## 3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2021(April 01, 2020 to March 31, 2021)

(% indicates changes from the previous corresponding period.)

	Operating revenues		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	710,000	4.7	24,000	54.7	26,000	54.0	11,000	69.8	204.86

(Note) Revision to the financial results forecast announced most recently: No

### \* Notes:

(1) Changes in significant subsidiaries during the nine months ended December 31, 2020  
(changes in specified subsidiaries resulting in changes in scope of consolidation): No

(2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements: No

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatement

1) Changes in accounting policies due to the revision of accounting standards: No

2) Changes in accounting policies other than 1) above: No

3) Changes in accounting estimates: No

4) Retrospective restatement: No

(4) Total number of issued shares (common shares)

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

December 31, 2020: 53,987,499 shares

March 31, 2020: 53,987,499 shares

2) Total number of treasury shares at the end of the period:

December 31, 2020: 291,212 shares

March 31, 2020: 293,255 shares

3) Average number of shares during the period:

Nine months ended December 31, 2020: 53,695,544 shares

Nine months ended December 31, 2019: 53,694,274 shares

Quarterly Consolidated Financial Statements  
Quarterly Consolidated Balance Sheets

(Million yen)

	As of March 31,2020	As of December 31,2020
<b>Assets</b>		
Current assets		
Cash and deposits	24,687	39,171
Notes and accounts receivable - trade	12,779	16,611
Merchandise and finished goods	51,284	57,791
Raw materials and supplies	891	1,218
Other	14,932	13,786
Allowance for doubtful accounts	(10)	(11)
Total current assets	104,565	128,567
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	132,628	139,833
Land	51,636	52,287
Other, net	25,167	27,040
Total property, plant and equipment	209,431	219,160
Intangible assets		
Goodwill	1,390	1,682
Other	14,316	14,273
Total intangible assets	15,706	15,956
Investments and other assets		
Guarantee deposits	32,102	31,945
Other	22,453	25,093
Allowance for doubtful accounts	(341)	(391)
Total investments and other assets	54,215	56,648
Total non-current assets	279,353	291,765
Total assets	383,919	420,332

(Million yen)

	As of March 31,2020	As of December 31,2020
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	51,400	58,419
Short-term borrowings	47,339	42,771
Commercial papers	-	10,000
Current portion of bonds payable	20	10,010
Income taxes payable	3,659	5,827
Provision for bonuses	3,143	2,051
Provisions	2,458	2,494
Asset retirement obligations	91	37
Other	33,673	40,143
Total current liabilities	141,786	171,755
Non-current liabilities		
Bonds payable	10,010	5
Long-term borrowings	53,489	53,896
Provisions	627	660
Retirement benefit liability	4,743	5,148
Asset retirement obligations	12,703	13,313
Other	19,911	19,726
Total non-current liabilities	101,486	92,750
Total liabilities	243,273	264,506
Net assets		
Shareholders' equity		
Share capital	13,609	13,609
Capital surplus	20,076	20,054
Retained earnings	99,256	109,554
Treasury shares	(566)	(561)
Total shareholders' equity	132,375	142,657
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	(1,865)	859
Deferred gains or losses on hedges	0	-
Foreign currency translation adjustment	273	201
Remeasurements of defined benefit plans	(34)	(27)
Total accumulated other comprehensive income	(1,627)	1,032
Share acquisition rights	142	134
Non-controlling interests	9,754	12,002
Total net assets	140,645	155,826
Total liabilities and net assets	383,919	420,332

Quarterly Consolidated Statements of Income and Comprehensive Income  
Quarterly Consolidated Statements of Income (For the nine months)

(Million yen)

	For the nine months ended December 31,2019	For the nine months ended December 31,2020
Net sales	493,338	535,450
Cost of sales	366,006	393,160
Gross profit	127,331	142,289
Operating revenue	16,727	18,132
Operating gross profit	144,059	160,422
Selling, general and administrative expenses	132,516	137,212
Operating profit	11,542	23,210
Non-operating income		
Interest income	99	98
Dividend income	144	99
Share of profit of entities accounted for using equity method	34	48
Administrative service fee income	1,074	1,200
Rental income	617	647
Other	911	1,269
Total non-operating income	2,882	3,363
Non-operating expenses		
Interest expenses	662	645
Rental costs on real estate	514	524
Other	269	239
Total non-operating expenses	1,447	1,409
Ordinary profit	12,977	25,164
Extraordinary income		
Gain on sales of non-current assets	5	45
Gain on sales of investment securities	2	42
Gain on bargain purchase	40	17
Penalty income	133	165
Subsidy income	229	171
Other	37	141
Total extraordinary income	449	583
Extraordinary losses		
Loss on sales of non-current assets	3	22
Loss on retirement of non-current assets	82	184
Impairment loss	583	337
Loss on store closings	132	2
Loss on disaster	388	-
Loss on voluntarily close	-	702
Other	402	168
Total extraordinary losses	1,593	1,417
Profit before income taxes	11,833	24,329
Income taxes - current	4,537	8,791
Income taxes - deferred	223	(187)
Total income taxes	4,760	8,604
Profit	7,073	15,725
Profit attributable to non-controlling interests	763	2,577
Profit attributable to owners of parent	6,309	13,148

Quarterly Consolidated Statements of Comprehensive Income (For the nine months)

(Million yen)

	For the nine months ended December 31,2019	For the nine months ended December 31,2020
Profit	7,073	15,725
Other comprehensive income		
Valuation difference on available-for-sale securities	(780)	2,761
Deferred gains or losses on hedges	(0)	(0)
Foreign currency translation adjustment	34	(93)
Remeasurements of defined benefit plans, net of tax	11	3
Share of other comprehensive income of entities accounted for using equity method	(0)	0
Total other comprehensive income	(735)	2,671
Comprehensive income	6,337	18,397
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	5,550	15,808
Comprehensive income attributable to non-controlling interests	787	2,589