



Financial Results for 2Q of the Fiscal Year Ending (FYE) 06/20/2021

[Japan GAAP] (Unconsolidated)

02/02/2021

Company Name	JOYFUL HONDA CO., LTD.	Exchange listed on	TSE-1
Security Code	3191	URL	http://www.joyfulhonda.com/
Representative	(Title) Representative Director, President & CEO	(Name)	Taketoshi Hosoya
Contact	(Title) Director, Senior Executive Officer, General Manager, Administration Group	(Name)	Ikuo Hirayama (TEL) 029 (822) 2215
Scheduled date for submission of quarterly report	02/02/2021	Scheduled commencement date of dividend payment	03/10/2021

Preparation of supplementary materials for quarterly report : Yes (Briefing materials to be posted on corporate website)

Convening quarterly results briefing : Yes (Briefing video to be posted on corporate website)

(Amounts rounded down to the nearest million yen)

1. Business Results for 2Q of FYE 06/20/2021 (06/21/2020 - 12/20/2020)

(1) Quarterly Operating Results

(Percentages represent year-on-year changes)

	Net sales		Operating income		Ordinary income		Profit	
	million yen	%	million yen	%	million yen	%	million yen	%
2Q of FYE 06/20/2021	67,140	-	5,736	-	6,238	-	4,047	-
2Q of FYE 06/20/2020	-	-	-	-	-	-	-	-

	Profit per share	Profit per share - fully diluted
	yen	yen
2Q of FYE 06/20/2021	58.44	-
2Q of FYE 06/20/2020	-	-

(Note) The Company prepared quarterly consolidated financial statements in the second quarter of the fiscal year ended June 20, 2020. Accordingly, (cumulative) business results for the second quarter of the fiscal year ended June 20, 2020 and the comparison change from the same quarter of the previous year are omitted.

(2) Financial Positions

	Total assets	Net assets	Shareholders' equity ratio
	million yen	million yen	%
2Q of FYE 06/20/2021	159,387	108,910	68.3
FYE 06/20/2020	157,766	106,218	67.3

(Reference) Shareholders' equity: 2Q of FYE 06/20/2021 108,910 million yen
 FYE 06/20/2020 106,218 million yen

2. Dividends

	Annual dividends				
	End of 1Q	End of 2Q	End of 3Q	End of the year	Total
	yen	yen	yen	yen	yen
FYE 06/20/2020	-	13.00	-	17.50	30.50
FYE 06/20/2021	-	15.50	-	-	-
FYE 06/20/2021 (forecast)	-	-	-	17.00	32.50

(Note) Modification of the dividends forecast released most recently: Yes

3. Projected Business Results for FYE 06/20/2021 (06/21/2020 - 06/20/2021)

(Percentages represent year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit		Profit per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
Full year	132,200	5.8	11,000	19.7	11,900	12.3	7,900	-27.8	114.05

(Note) Modification of the business results forecast released most recently: Yes

* NOTES

- (1) Adoption of special accounting treatment used in preparation of the quarterly financial statements : None
- (2) Change in accounting policies or estimates and retrospective restatements
- 1) Change in accounting policies in accordance with revision of accounting standards : None
 - 2) Change in accounting policies other than item 1) above : None
 - 3) Change in accounting estimates : None
 - 4) Retrospective restatements : None

(3) Number of outstanding shares (common stock)

1) Number of outstanding shares at the end of the period (including treasury shares)	2Q of FYE 06/20/2021	103,225,760 shares	FYE 06/20/2020	103,225,760 shares
2) Number of treasury shares at the end of the period	2Q of FYE 06/20/2021	33,958,449 shares	FYE 06/20/2020	33,959,986 shares
3) Average number of shares during the period (cumulative for all quarters)	2Q of FYE 06/20/2021	69,266,238 shares	2Q of FYE 06/20/2020	69,244,323 shares

* The financial results fall outside the scope of the review by a certified public accountant or an audit corporation.

* Explanation for appropriate use of operating results forecasts and other special notes

The financial results forecasts and other figures contained herein concerning the future are based on current information in possession of the company pertaining thereto, and on certain presumptions that are assessed as rational; however, this information does not constitute a commitment to achieve the relevant figures. The actual results may vary greatly due to various factors. For the conditions that are a prerequisite to the earnings forecast and the way to use the forecasts, please refer to “(3) Explanation about future forecast information such as earnings forecasts” in "1. Qualitative information on the current quarterly results” on page 4 of the attached document.

Quarterly Financial Statement and Main Notes

(1) Quarterly Balance Sheets

(Unit: million yen)

	Previous Accounting Year (06/20/2020)	Current 2Q Accounting Period (12/20/2020)
Assets		
Current assets		
Cash and deposits	38,906	42,348
Accounts receivable-trade	3,059	3,445
Merchandise	14,165	16,311
Costs on construction contracts in progress	302	413
Raw materials and supplies	59	66
Other	1,504	1,057
Allowance for doubtful accounts	(1)	(1)
Total current assets	57,996	63,641
Noncurrent assets		
Property, plant and equipment		
Buildings	68,551	68,979
Structures	8,384	8,415
Machinery and equipment	739	731
Vehicles	41	42
Tools, furniture and fixtures	3,849	3,943
Land	56,105	56,105
Leased assets	761	634
Construction in progress	219	266
Accumulated depreciation	(51,289)	(52,301)
Total property, plant and equipment	87,363	86,816
Intangible assets		
Leasehold interests in land	1,014	1,017
Software	517	549
Other	181	147
Total intangible assets	1,714	1,715
Investments and other assets		
Investment securities	5,482	2,250
Stocks of subsidiaries and affiliates	261	261
Deferred tax assets	3,481	3,224
Other	1,466	1,477
Total investments and other assets	10,691	7,213
Total noncurrent assets	99,769	95,745
Total assets	157,766	159,387

(Unit: million yen)

	Previous Accounting Year (06/20/2020)	Current 2Q Accounting Period (12/20/2020)
Liabilities		
Current liabilities		
Accounts payable-trade	7,356	9,812
Current portion of long-term loans payable	4,397	4,397
Lease obligations	177	138
Income taxes payable	2,378	1,685
Advances received on construction contracts in progress	951	1,236
Provision for bonuses	223	538
Provision for directors' bonuses	42	21
Other	6,189	4,901
Total current liabilities	21,717	22,731
Noncurrent liabilities		
Long-term loans payable	20,741	18,542
Lease obligations	179	135
Provision for retirement benefits	1,854	1,944
Asset retirement obligations	2,571	2,589
Long-term guarantee deposited	4,371	4,353
Provision for loss of subsidiaries and associates	36	36
Provision for employees' share-based remuneration	40	69
Provision for directors' share-based remuneration	36	74
Total noncurrent liabilities	29,831	27,745
Total liabilities	51,548	50,477
Net assets		
Shareholders' equity		
Capital stock	12,000	12,000
Capital surplus		
Other capital surplus	12,232	12,232
Total capital surpluses	12,232	12,232
Retained earnings		
Legal retained earnings	451	573
Other retained earnings		
General reserve	128,330	136,330
Retained earnings brought forward	10,596	5,303
Total retained earnings	139,377	142,206
Treasury stock	(58,751)	(58,749)
Total shareholders' equity	104,859	107,690
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	1,358	1,220
Total valuation and translation adjustments	1,358	1,220
Total net assets	106,218	108,910
Total liabilities and net assets	157,766	159,387

(2) Quarterly Statement of Income

2Q

(Unit: million yen)

	Current 2Q (From 06/21/2020 to 12/20/2020)
Net sales	67,140
Cost of sales	46,271
Gross profit	20,868
Operating revenue	
Rent income of real estate	2,366
Income from service fees	229
Other	73
Total operating revenue	2,669
Operating gross profit	23,538
Selling, general and administrative expenses	17,801
Operating income	5,736
Non-operating income	
Interest income	39
Dividends income	15
Commission fee	199
Other	272
Total non-operating income	526
Non-operating expenses	
Interest expenses	20
Other	4
Total non-operating expenses	24
Ordinary income	6,238
Extraordinary income	
Gain on sales of noncurrent assets	0
Gain on sales of investment securities	214
Total extraordinary income	214
Extraordinary loss	
Loss on retirement of noncurrent assets	63
Loss on sales of investment securities	495
Other	0
Total extraordinary loss	559
Profit before income taxes	5,893
Income taxes-current	1,528
Income taxes-deferred	317
Total income taxes	1,846
Profit	4,047

(3) Quarterly statements of cash flows

(Unit: million yen)

	Current Cumulative 2Q (From 06/21/2020 to 12/20/2020)
Net cash provided by (used in) operating activities	
Profit (loss) before income taxes	5,893
Depreciation	1,387
Insurance claim income	(4)
Increase (decrease) in allowance for doubtful accounts	0
Increase (decrease) in provision for bonuses	314
Increase (decrease) in provision for directors' bonuses	(21)
Increase (decrease) in provision for employees' share-based remuneration	28
Increase (decrease) in employees' stock benefit allowance	39
Increase (decrease) in provision for retirement benefits	90
Interest and dividend income	(54)
Interest expenses	20
Loss (gain) on sales of investment securities	281
Loss on retirement of non-current assets	63
Loss (gain) on sales of non-current assets	(0)
Decrease (increase) in trade receivables	(385)
Decrease (increase) in inventories	(2,264)
Increase (decrease) in trade payables	2,455
Increase (decrease) in accrued consumption taxes	(529)
Other	91
Subtotal	7,407
Interest and dividends received	63
Interest paid	(20)
Proceeds from insurance income	4
Income taxes paid	(2,205)
Net cash provided by (used in) operating activities	5,249
Net cash provided by (used in) investing activities	
Proceeds from withdrawal of time deposits	1,000
Purchase of property, plant and equipment	(828)
Proceeds from sales of property, plant and equipment	0
Payments for retirement of property, plant and equipment	(53)
Purchase of intangible assets	(142)
Proceeds from sales of investment securities	2,751
Other	(30)
Net cash provided by (used in) investing activities	2,697
Net cash provided by (used in) financing activities	
Repayments of long-term borrowings	(2,198)
Purchase of treasury shares	(0)
Repayments of lease obligations	(94)
Dividends paid	(1,219)
Net cash provided by (used in) financing activities	(3,512)
Net increase (decrease) in cash and cash equivalents	4,435
Cash and cash equivalents at beginning of period	37,875
Cash and cash equivalents at end of period	42,310