

Translation

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Summary of Consolidated Financial Results for the Three Months Ended June 30, 2020 (Based on Japanese GAAP)

August 12, 2020

Company name: COPRO-HOLDINGS. Co., Ltd.
 Stock exchange listing: Tokyo, Nagoya
 Stock code: 7059 URL <https://www.copro-h.co.jp/>
 Representative: Chief Executive Office Kosuke Kiyokawa
 Inquiries: Director of Administrative Division Hiroshi Kuramochi TEL 052-589-3066
 Scheduled date to file Quarterly Securities Report: August 12, 2020
 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, 2020 (from April 1, 2020 to June 30, 2020)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		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, 2020	3,606	19.3	198	(33.6)	198	(33.2)	188	2.0
Three months ended June 30, 2019	3,023	–	298	–	297	–	184	–

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2020	40.03		39.38	
Three months ended June 30, 2019	39.27		38.56	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2020	7,874	5,488	69.7
As of March 31, 2020	8,030	5,487	68.3

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended March 31, 2020	–	20.00	–	40.00	60.00
Year ending March 31, 2021	–	–	–	–	–
Year ending March 31, 2021 (Forecast)	–	20.00	–	50.00	70.00

3. Forecast of consolidated financial results for the year ending March 31, 2021 (from April 1, 2020 to March 31, 2021)

Percentages indicate year-on-year changes

	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
Six months ending September 30, 2020	7,237	17.2	408	(39.0)	408	(38.9)	332	(23.9)	70.47
Full year	15,398	17.3	1,670	4.9	1,669	5.3	1,148	6.0	243.71

4. Notes

(1) Changes in significant subsidiaries during the three months ended June 30, 2020
 (changes in specified subsidiaries resulting in the change in scope of consolidation): Yes
 New companies: 1 company (Company name) COPRO GLOBALS PTE. LTD.

(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: No

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, 2020	5,000,000 shares	As of March 31, 2020	5,000,000 shares
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Number of treasury shares at the end of the period

As of June 30, 2020	285,026 shares	As of March 31, 2020	286,000 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, 2020	4,714,089 shares	Three months ended June 30, 2019	4,710,000 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Thousands of yen)

	As of March 31, 2020	As of June 30, 2020
Assets		
Current assets		
Cash and deposits	4,831,545	4,678,714
Accounts receivable - trade	1,856,412	1,873,896
Other	210,153	200,614
Allowance for doubtful accounts	(438)	(446)
Total current assets	6,897,672	6,752,779
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	270,645	376,187
Construction in progress	40,665	–
Other, net	60,480	83,353
Total property, plant and equipment	371,790	459,540
Intangible assets		
Leased assets	28,206	23,098
Other	84,861	93,531
Total intangible assets	113,067	116,630
Investments and other assets		
Deferred tax assets	130,309	98,983
Other	517,681	446,328
Total investments and other assets	647,990	545,312
Total non-current assets	1,132,849	1,121,483
Total assets	8,030,522	7,874,262
Liabilities		
Current liabilities		
Current portion of bonds payable	160,000	160,000
Lease obligations	26,290	26,396
Accounts payable - other	1,145,106	1,244,109
Income taxes payable	310,079	43,301
Accrued consumption taxes	428,522	315,082
Provision for bonuses	120,910	145,199
Asset retirement obligations	7,608	–
Other	181,170	271,008
Total current liabilities	2,379,689	2,205,097
Non-current liabilities		
Bonds payable	70,000	70,000
Lease obligations	16,242	9,603
Asset retirement obligations	76,623	100,762
Total non-current liabilities	162,866	180,365
Total liabilities	2,542,555	2,385,463
Net assets		
Shareholders' equity		
Share capital	30,000	30,000
Capital surplus	1,172,858	1,173,608
Retained earnings	4,286,538	4,286,675
Treasury shares	(1,430)	(1,484)
Total shareholders' equity	5,487,966	5,488,798
Total net assets	5,487,966	5,488,798
Total liabilities and net assets	8,030,522	7,874,262

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, 2019	Three months ended June 30, 2020
Net sales	3,023,588	3,606,779
Cost of sales	2,019,279	2,645,584
Gross profit	1,004,309	961,194
Selling, general and administrative expenses	705,720	762,978
Operating profit	298,588	198,216
Non-operating income		
Rental income	285	285
Settlement received	30	668
Other	14	23
Total non-operating income	329	976
Non-operating expenses		
Interest expenses	742	225
Guarantee commission	715	272
Depreciation	187	187
Other	54	54
Total non-operating expenses	1,699	739
Ordinary profit	297,218	198,453
Extraordinary income		
Surrender value of insurance policies	–	90,676
Total extraordinary income	–	90,676
Extraordinary losses		
Loss on retirement of non-current assets	11,427	203
Total extraordinary losses	11,427	203
Profit before income taxes	285,791	288,925
Income taxes - current	107,107	68,903
Income taxes - deferred	(6,265)	31,325
Total income taxes	100,841	100,229
Profit	184,949	188,696
Profit attributable to owners of parent	184,949	188,696

Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Three months ended June 30, 2019	Three months ended June 30, 2020
Profit	184,949	188,696
Comprehensive income	184,949	188,696
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	184,949	188,696