

Translation

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

November 4, 2021

Company name: Alpen Co.,Ltd.  
 Stock exchange listing: Tokyo, Nagoya  
 Stock code: 3028 URL <https://store.alpen-group.jp/corporate>  
 Representative: President Atsushi Mizuno  
 Inquiries: Director and Head of Administration Yasuhiko Mizumaki TEL 052-559-0138  
 Scheduled date to file Quarterly Securities Report: November 12, 2021  
 Scheduled date to commence dividend payments: –  
 Preparation of supplementary material on quarterly financial results: Yes  
 Holding of quarterly financial results meeting: Yes (for institutional investors and analysts)

(Amounts less than one million yen are rounded down)

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

(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 September 30, 2021	52,568	(9.5)	1,088	(76.8)	1,532	(70.1)	850	(74.8)
Three months ended September 30, 2020	58,096	0.7	4,696	681.9	5,131	443.8	3,375	887.5

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended September 30, 2021	21.71	–
Three months ended September 30, 2020	86.15	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of September 30, 2021	194,471	108,705	55.9	2,773.94
As of June 30, 2021	207,909	108,807	52.3	2,776.53

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 June 30, 2021	–	20.00	–	25.00	45.00
Year ending June 30, 2022	–	–	–	–	–
Year ending June 30, 2022 (Forecast)	–	25.00	–	25.00	50.00

3. Forecast of consolidated financial results for the year ending June 30, 2022 (from July 1, 2021 to June 30, 2022)

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 December 31, 2021	124,250	–	10,330	–	11,060	–	7,570	–	193.17
Full year	250,000	–	17,500	–	18,740	–	11,560	–	294.99

4. Notes

- (1) Changes in significant subsidiaries during the three months ended September 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: Yes
- (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 September 30, 2021	40,488,000 shares	As of June 30, 2021	40,488,000 shares
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Number of treasury shares at the end of the period

As of September 30, 2021	1,299,781 shares	As of June 30, 2021	1,299,781 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended September 30, 2021	39,188,219 shares	Three months ended September 30, 2020	39,187,027 shares
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**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of June 30, 2021	As of September 30, 2021
<b>Assets</b>		
Current assets		
Cash and deposits	56,948	37,588
Notes and accounts receivable - trade	8,368	7,507
Merchandise and finished goods	61,310	69,074
Other	3,118	3,148
Allowance for doubtful accounts	(74)	(74)
Total current assets	129,670	117,242
Non-current assets		
Property, plant and equipment		
Buildings and structures	78,013	77,912
Accumulated depreciation	(56,730)	(57,133)
Buildings and structures, net	21,282	20,778
Other	33,713	33,843
Accumulated depreciation	(12,120)	(12,502)
Other, net	21,592	21,340
Total property, plant and equipment	42,875	42,119
Intangible assets	4,303	4,105
Investments and other assets		
Guarantee deposits	17,950	17,933
Other	16,073	16,045
Accumulated depreciation	(2,903)	(2,915)
Other, net	13,169	13,129
Allowance for doubtful accounts	(59)	(59)
Total investments and other assets	31,059	31,003
Total non-current assets	78,238	77,228
Total assets	207,909	194,471

(Millions of yen)

	As of June 30, 2021	As of September 30, 2021
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	47,113	44,282
Provisions	2,376	1,101
Other	31,526	25,172
Total current liabilities	81,016	70,556
Non-current liabilities		
Long-term borrowings	9,500	7,000
Provisions	977	967
Retirement benefit liability	76	80
Other	7,532	7,160
Total non-current liabilities	18,085	15,208
Total liabilities	99,102	85,765
<b>Net assets</b>		
Shareholders' equity		
Share capital	15,163	15,163
Capital surplus	21,626	21,626
Retained earnings	73,877	73,748
Treasury shares	(2,482)	(2,482)
Total shareholders' equity	108,184	108,055
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	125	138
Foreign currency translation adjustment	24	30
Remeasurements of defined benefit plans	472	480
Total accumulated other comprehensive income	622	649
Total net assets	108,807	108,705
<b>Total liabilities and net assets</b>	<b>207,909</b>	<b>194,471</b>

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

### Consolidated statements of income (cumulative)

(Millions of yen)

	Three months ended September 30, 2020	Three months ended September 30, 2021
Net sales	58,096	52,568
Cost of sales	33,334	31,249
Gross profit	24,761	21,319
Selling, general and administrative expenses	20,065	20,231
Operating profit	4,696	1,088
Non-operating income		
Rental income from real estate	254	257
Sponsorship money income	131	44
Other	235	299
Total non-operating income	622	600
Non-operating expenses		
Interest expenses	41	31
Rental expenses on real estate	141	120
Other	4	4
Total non-operating expenses	186	156
Ordinary profit	5,131	1,532
Extraordinary income		
Gain on sale of non-current assets	0	0
Insurance claim income	–	0
Total extraordinary income	0	1
Extraordinary losses		
Loss on sale and retirement of non-current assets	11	0
Loss on store closings	199	–
Other	24	–
Total extraordinary losses	235	0
Profit before income taxes	4,897	1,533
Income taxes - current	1,521	682
Total income taxes	1,521	682
Profit	3,375	850
Profit attributable to non-controlling interests	–	–
Profit attributable to owners of parent	3,375	850

**Consolidated statements of comprehensive income (cumulative)**

(Millions of yen)

	Three months ended September 30, 2020	Three months ended September 30, 2021
Profit	3,375	850
Other comprehensive income		
Valuation difference on available-for-sale securities	4	13
Deferred gains or losses on hedges	(22)	–
Foreign currency translation adjustment	(30)	6
Remeasurements of defined benefit plans, net of tax	19	8
Total other comprehensive income	(29)	27
Comprehensive income	3,346	878
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,346	878
Comprehensive income attributable to non-controlling interests	–	–