



## Financial Results for the Fiscal Year Ended (FYE) 06/20/2022 [Japan GAAP] (Unconsolidated)

08/03/2022

Company Name	JOYFUL HONDA CO., LTD.	Exchange listed on	TSE
Security Code	3191	URL	<a href="https://www.joyfulhonda.com/">https://www.joyfulhonda.com/</a>
Representative	(Title) President & CEO	(Name)	Taketoshi Hosoya
Contact	(Title) Executive Officer General Manager, Administration Group Manager, Business Management Department	(Name)	Takeshi Ouchi (TEL) 029 (822) 2215

Scheduled date of ordinary shareholders' meeting	09/16/2022
Scheduled filing date of the securities report	09/20/2022
Scheduled commencement date of dividends payment	09/01/2022
Preparation of supplementary materials for financial results report	: Yes (To be announced via TDnet and posted on our IR website today)
Convening financial results briefing	: Yes (The meeting will be live-streamed, and later its explanatory video will be posted on our corporate website)

(Amounts rounded down to the nearest million yen)

### 1. Business Results for FYE 06/20/2022 (06/21/2021 – 06/20/2022)

#### (1) Operating Results (Percent represents comparison changes from the previous year)

	Net sales		Operating income		Ordinary income		Profit	
	million yen	%	million yen	%	million yen	%	million yen	%
FYE 06/20/2022	123,555	-	12,238	-	13,224	-	11,098	-
FYE 06/20/2021	132,499	6.1	11,506	25.2	12,773	20.6	8,985	(17.9)

	Profit per share	Profit per share - fully diluted	Profit to shareholders equity	Ordinary income to Assets	Operating income to Net sales
	yen	yen	%	%	%
FYE 06/20/2022	165.00	-	9.7	8.3	9.9
FYE 06/20/2021	129.72	-	8.2	8.0	8.7

(Reference) Equity method investment gain (loss):  
 FYE 06/20/2022 158 million yen  
 FYE 06/20/2021 93 million yen

(Note) The Company has adopted the Accounting Standard for Revenue Recognition and other standards since the beginning of the FYE 06/20/2022. Accordingly, increases or decreases from the actual value prior to the application of the Accounting Standard for Revenue Recognition are omitted.

#### (2) Financial Positions

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	million yen	million yen	%	yen
FYE 06/20/2022	156,431	115,821	74.0	1,751.79
FYE 06/20/2021	160,606	112,684	70.2	1,626.74

(Reference) Shareholders' equity:  
 FYE 06/20/2022 115,821 million yen  
 FYE 06/20/2021 112,684 million yen

#### (3) Cash Flows

	Net cash provided by (used in) operating activities	Net cash provided by (used in) investing activities	Net cash provided by (used in) financing activities	Cash and cash equivalents at the end of the year
	million yen	million yen	million yen	million yen
FYE 06/20/2022	7,844	1,367	(12,225)	42,482
FYE 06/20/2021	12,412	2,074	(6,865)	45,495

## 2. Dividends

	Annual dividends					Amount of annual dividends (Total)	Dividend payout ratio	Ratio of dividends to net assets
	End of 1Q	End of 2Q	End of 3Q	End of the year	Total			
FYE 06/20/2021	yen -	yen 15.50	yen -	yen 18.00	yen 33.50	million yen 2,333	% 25.8	% 2.1
FYE 06/20/2022	-	21.00	-	21.00	42.00	2,793	25.5	2.5
FYE 06/20/2023 (Forecast)	-	23.00	-	23.00	46.00		35.4	

## 3. Projected Business Results for FYE 06/20/2023 (06/21/2022 – 06/20/2023)

(Percentage represents comparison changes from the previous year for the full-year and from the same quarter of the previous year for the quarter)

	Net sales		Operating income		Ordinary income		Profit		Profit per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
1Q + 2Q	64,600	3.9	6,200	(0.3)	6,500	(2.4)	4,500	(2.1)	68.06
Full year	130,000	5.2	11,800	(3.6)	12,400	(6.2)	8,600	(22.5)	130.07

### \*NOTES

#### (1) Change in accounting policies or estimates and retrospective restatements

- |  |   |      |
|--|---|------|
| 1) Change in accounting policies in accordance with revision of accounting standards | : | Yes  |
| 2) Change in accounting policies other than item 1) above                            | : | None |
| 3) Change in accounting estimates  | : | Yes  |
| 4) Retrospective restatements  | : | None |

#### (2) Number of outstanding shares (common stock)

1) Number of outstanding shares at the end of the period (including treasury stock)	FYE 06/20/2022	70,010,871 shares	FYE 06/20/2021	103,225,760 shares
2) Number of treasury stock at the end of the period	FYE 06/20/2022	3,894,520 shares	FYE 06/20/2021	33,955,369 shares
3) Average number of shares during the period	FYE 06/20/2022	67,266,942 shares	FYE 06/20/2021	69,266,922 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 descriptions regarding earnings estimates and other forward-looking statements provided in this material have been prepared on the basis of information available up until the date of announcement, and on the assumption that the descriptions may rely on uncertain factors. Therefore, our actual earnings are subject to change.

Financial Statement and Main Notes

(1) Balance Sheets

(Unit: million yen)

	Previous Accounting Year (06/20/2021)	Current Accounting Year (06/20/2022)
<b>Assets</b>		
Current assets		
Cash and deposits	45,533	42,520
Accounts receivable-trade	3,268	-
Accounts receivable - trade, and contract assets	-	3,392
Merchandise	13,767	15,524
Costs on construction contracts in progress	311	400
Raw materials and supplies	272	307
Prepaid expenses	748	710
Other	1,093	1,243
Allowance for doubtful accounts	(2)	(0)
Total current assets	64,993	64,099
Noncurrent assets		
Property, plant and equipment		
Buildings	69,171	70,112
Structures	8,434	8,285
Machinery and equipment	728	649
Vehicles	45	51
Tools, furniture and fixtures	3,901	3,925
Land	56,487	49,702
Leased assets	529	313
Construction in progress	310	5,048
Accumulated depreciation	(53,217)	(54,729)
Total property, plant and equipment	86,391	83,358
Intangible assets		
Leasehold interests in land	1,038	1,232
Software	533	577
Leased assets	1	0
Other	214	122
Total intangible assets	1,789	1,932
Investments and other assets		
Investment securities	2,120	1,596
Stocks of subsidiaries and affiliates	184	184
Investments in capital	0	0
Deferred tax assets	3,688	3,563
Other	1,438	1,695
Total investments and other assets	7,431	7,041
Total noncurrent assets	95,612	92,331
Total assets	160,606	156,431

(Unit: million yen)

	Previous Accounting Year (06/20/2021)	Current Accounting Year (06/20/2020)
<b>Liabilities</b>		
Current liabilities		
Accounts payable-trade	6,925	6,443
Current portion of long-term loans payable	4,401	4,127
Lease obligations	94	51
Accounts payable - other	4,328	3,292
Accrued expenses	792	754
Income taxes payable	2,440	681
Advances received on construction contracts in progress	1,309	1,443
Deposits received	527	513
Unearned revenue	97	102
Provision for bonuses	26	22
Provision for directors' bonuses	42	46
Other	1,298	744
<b>Total current liabilities</b>	<b>22,284</b>	<b>18,224</b>
Noncurrent liabilities		
Long-term loans payable	16,339	12,212
Lease obligations	102	66
Provision for retirement benefits	2,054	2,027
Asset retirement obligations	2,645	3,398
Long-term guarantee deposited	4,355	4,501
Provision for employees' share-based remuneration	66	93
Provision for directors' share-based remuneration	73	86
<b>Total noncurrent liabilities</b>	<b>25,636</b>	<b>22,385</b>
<b>Total liabilities</b>	<b>47,921</b>	<b>40,609</b>
Net assets		
Shareholders' equity		
Capital stock	12,000	12,000
Capital surplus		
Other capital surplus	12,224	-
<b>Total capital surpluses</b>	<b>12,224</b>	<b>-</b>
Retained earnings		
Legal retained earnings	681	946
Other retained earnings		
General reserve	136,330	86,330
Retained earnings brought forward	9,053	22,242
<b>Total retained earnings</b>	<b>146,064</b>	<b>109,519</b>
Treasury stock	(58,734)	(6,463)
<b>Total shareholders' equity</b>	<b>111,554</b>	<b>115,055</b>
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	1,130	765
<b>Total valuation and translation adjustments</b>	<b>1,130</b>	<b>765</b>
<b>Total net assets</b>	<b>112,684</b>	<b>115,821</b>
<b>Total liabilities and net assets</b>	<b>160,606</b>	<b>156,431</b>

## (2) Statement of Income

(Unit: million yen)

	Previous Accounting Year (From 06/21/2020 to 06/20/2021)	Current Accounting Year (From 06/21/2021 to 06/20/2022)
Net sales	132,499	123,555
Cost of sales	90,652	83,554
Gross profit	41,846	40,000
Operating revenue		
Rent income of real estate	4,793	4,909
Income from service fees	445	394
Other	187	195
Total operating revenue	5,426	5,499
Operating gross profit	47,272	45,500
Selling, general and administrative expenses	35,766	33,261
Operating income	11,506	12,238
Non-operating income		
Interest income	39	3
Dividends income	237	55
Commission fee	389	357
Rental income from buildings	9	8
Rental income from land	114	119
Rental income	122	195
Other	474	373
Total non-operating income	1,387	1,113
Non-operating expenses		
Interest expenses	38	31
Commission fee	65	84
Other	16	10
Total non-operating expenses	120	126
Ordinary income	12,773	13,224
Extraordinary income		
Gain on sales of noncurrent assets	0	827
Compensation income	5	-
Gain on sales of shares of subsidiaries and associates	523	-
Gain on sales of investment securities	214	-
Gain on reversal of asset retirement obligations	30	-
Total extraordinary income	774	827
Extraordinary loss		
Loss on retirement of noncurrent assets	80	69
Loss on sales of non-current assets	-	65
Impairment loss	72	-
Loss on sales of investment securities	495	-
Other	0	-
Total extraordinary loss	649	135
Profit before income taxes	12,898	13,916
Income taxes-current	4,020	2,546
Income taxes-deferred	(106)	271
Total income taxes	3,913	2,817
Profit	8,985	11,098

## (3) Statements of Changes in Net Assets

Previous Accounting Year (From 06/21/2020 to 06/20/2021)

(Unit: million yen)

	Shareholders' equity				
	Capital stock	Capital surplus		Retained earnings	
		Other capital surplus	Total capital surpluses	Legal retained earnings	Other retained earnings
				General reserve	
Balance at the beginning of this period	12,000	12,232	12,232	451	128,330
Changes of items during the period					
Provision of legal retained earnings			-	229	
Provision of general reserve			-		8,000
Dividends from surplus			-		
Profit			-		
Purchase of treasury stock			-		
Disposal of treasury stock		(8)	(8)		
Net changes of items other than shareholders' equity			-		
Total changes of items during the period	-	(8)	(8)	229	8,000
Balance at the end of this period	12,000	12,224	12,224	681	136,330

	Shareholders' equity				Valuation and translation adjustments	Total net assets
	Retained earnings		Treasury stock	Total shareholders' equity	Valuation difference on available-for-sale securities	
	Other retained earnings	Total retained earnings				
	Retained earnings brought forward					
Balance at the beginning of this period	10,596	139,377	(58,751)	104,859	1,358	106,218
Changes of items during the period						
Provision of legal retained earnings	(229)	-		-		-
Provision of general reserve	(8,000)	-		-		-
Dividends from surplus	(2,298)	(2,298)		(2,298)		(2,298)
Profit	8,985	8,985		8,985		8,985
Purchase of treasury stock		-	(30)	(30)		(30)
Disposal of treasury stock		-	47	38		38
Net changes of items other than shareholders' equity		-		-	(228)	(228)
Total changes of items during the period	(1,543)	6,686	17	6,695	(228)	6,466
Balance at the end of this period	9,053	146,064	(58,734)	111,554	1,130	112,684

Current Accounting Year (From 06/21/2021 to 06/20/2022)

(Unit: million yen)

	Shareholders' equity				
	Capital stock	Capital surplus		Retained earnings	
		Other capital surplus	Total capital surpluses	Legal retained earnings	Other retained earnings
					General reserve
Balance at the beginning of this period	12,000	12,224	12,224	681	136,330
Cumulative effects of changes in accounting policies			-		
Restated balance	12,000	12,224	12,224	681	136,330
Changes of items during the period					
Provision of legal retained earnings			-	265	
Provision of general reserve			-		
Reversal of general reserve			-		(50,000)
Dividends from surplus			-		
Profit			-		
Purchase of treasury stock			-		
Disposal of treasury stock			-		
Cancellation of treasury stock		(12,224)	(12,224)		
Net changes of items other than shareholders' equity			-		
Total changes of items during the period	-	(12,224)	(12,224)	265	(50,000)
Balance for the end of this period	12,000	-	-	946	86,330

	Shareholders' equity				Valuation and translation adjustments	Total net assets
	Retained earnings		Treasury stock	Total shareholders' equity	Valuation difference on available-for-sale securities	
	Other retained earnings	Total retained earnings				
	Retained earnings brought forward					
Balance at the beginning of this period	9,053	146,064	(58,734)	111,554	1,130	112,684
Cumulative effects of changes in accounting policies	27	27		27		27
Restated balance	9,080	146,092	(58,734)	111,582	1,130	112,712
Changes of items during the period						
Provision of legal retained earnings	(265)	-		-		-
Provision of general reserve		-		-		-
Reversal of general reserve	50,000	-		-		-
Dividends from surplus	(2,650)	(2,650)		(2,650)		(2,650)
Profit	11,098	11,098		11,098		11,098
Purchase of treasury stock		-	(4,999)	(4,999)		(4,999)
Disposal of treasury stock		-	25	25		25
Cancellation of treasury stock	(45,021)	(45,021)	57,245	-		-
Net changes of items other than shareholders' equity		-		-	(364)	(364)
Total changes of items during the period	13,161	(36,573)	52,270	3,473	(364)	3,109
Balance for the end of this period	22,242	109,519	(6,463)	115,055	765	115,821

## (4) Statements of Cash Flows

(Unit: million yen)

	Previous Accounting Year (From 06/21/2020 to 06/20/2021)	Current Accounting Year (From 06/21/2021 to 06/20/2022)
Net cash provided by (used in) operating activities		
Profit before income taxes	12,898	13,916
Depreciation and amortization	2,805	2,696
Impairment loss	72	-
Insurance claim income	(16)	(5)
Compensation income	(5)	-
Increase (decrease) in allowance for doubtful accounts	0	(1)
Increase (decrease) in provision for bonuses	(196)	(4)
Increase (decrease) in provision for directors' bonuses	-	3
Increase (decrease) in provision for employees' share-based remuneration	27	27
Increase (decrease) in provision for directors' share-based remuneration	38	36
Increase (decrease) in provision for retirement benefits	200	(27)
Increase (decrease) in provision for losses of affiliates and subsidiaries	(36)	-
Interest and dividends income	(276)	(59)
Interest expenses	38	31
Commission fee	-	84
Loss (gain) on sales of investment securities	281	-
Loss (gain) on sale of affiliated companies	(523)	-
Gain on reversal of asset retirement obligations	(30)	-
Loss on retirement of noncurrent assets	80	69
Loss (gain) on sales of noncurrent assets	0	(761)
Decrease (increase) in notes and accounts receivable-trade	(208)	(124)
Decrease (increase) in inventories	175	(1,881)
Increase (decrease) in notes and accounts payable-trade	(430)	(482)
Increase (decrease) in accrued consumption taxes	111	(773)
Other	1,083	(672)
Subtotal	16,088	12,073
Interest and dividends income received	286	59
Interest expenses paid	(38)	(31)
Proceeds from insurance income	16	5
Proceeds from compensation	5	-
Income taxes paid	(3,946)	(4,262)
Net cash provided by (used in) operating activities	12,412	7,844
Net cash provided by (used in) investing activities		
Proceeds from withdrawal of time deposits	1,000	-
Purchase of property, plant and equipment	(1,858)	(5,557)
Proceeds from sales of property, plant and equipment	0	7,610
Payments for retirement of property, plant and equipment	(76)	(59)
Purchase of intangible assets	(330)	(341)
Proceeds from sales of investment securities	2,751	-
Proceeds from sale of affiliated companies	600	-
Other	(12)	(284)
Net cash provided by (used in) investing activities	2,074	1,367



	Previous Accounting Year (From 06/21/2020 to 06/20/2021)	Current Accounting Year (From 06/21/2021 to 06/20/2022)
Net cash provided by (used in) financing activities		
Repayments of long-term loans payable	(4,397)	(4,401)
Purchase of treasury stock	(30)	(5,084)
Proceeds from sales of treasury shares	29	-
Repayments of lease obligations	(170)	(89)
Cash dividends paid	(2,298)	(2,650)
Net cash provided by (used in) financing activities	(6,865)	(12,225)
Net increase (decrease) in cash and cash equivalents	7,620	(3,013)
Cash and cash equivalents at the beginning of the year	37,875	45,495
Cash and cash equivalents at the end of the year	45,495	42,482