

Translation

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## Summary of Consolidated Financial Results for the Nine Months Ended March 31, 2022 (Based on Japanese GAAP)

May 10, 2022

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: May 13, 2022  
 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 nine months ended March 31, 2022 (from July 1, 2021 to March 31, 2022)

(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	%
Nine months ended March 31, 2022	166,031	(3.2)	3,937	(65.6)	5,341	(58.2)	3,296	(60.4)
Nine months ended March 31, 2021	171,570	2.8	11,435	542.0	12,781	312.6	8,335	–

	Earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended March 31, 2022	84.12	–
Nine months ended March 31, 2021	212.70	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2022	195,357	110,118	56.4	2,809.67
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	–	25.00	–		
Year ending June 30, 2022 (Forecast)				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
Full year	238,000	–	10,000	–	11,450	–	7,070	–	180.39

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended March 31, 2022  
(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 March 31, 2022	39,288,000 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 March 31, 2022	95,527 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)

Nine months ended March 31, 2022	39,190,625 shares	Nine months ended March 31, 2021	39,187,433 shares
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**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of June 30, 2021	As of March 31, 2022
<b>Assets</b>		
<b>Current assets</b>		
Cash and deposits	56,948	21,830
Notes and accounts receivable - trade	8,368	8,947
Merchandise and finished goods	61,310	80,396
Other	3,118	5,069
Allowance for doubtful accounts	(74)	(74)
<b>Total current assets</b>	<b>129,670</b>	<b>116,169</b>
<b>Non-current assets</b>		
<b>Property, plant and equipment</b>		
Buildings and structures	78,013	78,883
Accumulated depreciation	(56,730)	(58,091)
Buildings and structures, net	21,282	20,792
Other	33,713	35,669
Accumulated depreciation	(12,120)	(13,095)
Other, net	21,592	22,573
<b>Total property, plant and equipment</b>	<b>42,875</b>	<b>43,365</b>
Intangible assets	4,303	3,782
<b>Investments and other assets</b>		
Guarantee deposits	17,950	19,185
Other	16,073	15,829
Accumulated depreciation	(2,903)	(2,916)
Other, net	13,169	12,913
Allowance for doubtful accounts	(59)	(59)
<b>Total investments and other assets</b>	<b>31,059</b>	<b>32,039</b>
<b>Total non-current assets</b>	<b>78,238</b>	<b>79,187</b>
<b>Total assets</b>	<b>207,909</b>	<b>195,357</b>

(Millions of yen)

	As of June 30, 2021	As of March 31, 2022
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	47,113	50,717
Income taxes payable	4,750	47
Provisions	2,376	818
Other	26,775	19,822
Total current liabilities	81,016	71,405
Non-current liabilities		
Long-term borrowings	9,500	6,000
Provisions	977	946
Retirement benefit liability	76	81
Other	7,532	6,805
Total non-current liabilities	18,085	13,834
Total liabilities	99,102	85,239
<b>Net assets</b>		
Shareholders' equity		
Share capital	15,163	15,163
Capital surplus	21,626	21,626
Retained earnings	73,877	72,928
Treasury shares	(2,482)	(182)
Total shareholders' equity	108,184	109,535
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	125	25
Deferred gains or losses on hedges	–	3
Foreign currency translation adjustment	24	55
Remeasurements of defined benefit plans	472	497
Total accumulated other comprehensive income	622	582
Total net assets	108,807	110,118
<b>Total liabilities and net assets</b>	<b>207,909</b>	<b>195,357</b>

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

**Consolidated statements of income (cumulative)**

(Millions of yen)

	Nine months ended March 31, 2021	Nine months ended March 31, 2022
Net sales	171,570	166,031
Cost of sales	98,767	99,413
Gross profit	72,802	66,618
Selling, general and administrative expenses	61,367	62,680
Operating profit	11,435	3,937
Non-operating income		
Rental income from real estate	763	767
Subsidy income	247	402
Other	902	780
Total non-operating income	1,913	1,950
Non-operating expenses		
Interest expenses	119	83
Rental expenses on real estate	394	361
Other	54	101
Total non-operating expenses	568	546
Ordinary profit	12,781	5,341
Extraordinary income		
Gain on sale of non-current assets	14	44
Compensation for expropriation	–	50
Insurance claim income	60	0
Total extraordinary income	74	95
Extraordinary losses		
Loss on sale and retirement of non-current assets	22	16
Loss on store closings	222	23
Impairment losses	24	26
Other	60	–
Total extraordinary losses	329	65
Profit before income taxes	12,526	5,371
Income taxes - current	4,191	2,074
Total income taxes	4,191	2,074
Profit	8,335	3,296
Profit attributable to owners of parent	8,335	3,296

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

(Millions of yen)

	Nine months ended March 31, 2021	Nine months ended March 31, 2022
Profit	8,335	3,296
Other comprehensive income		
Valuation difference on available-for-sale securities	101	(99)
Deferred gains or losses on hedges	(32)	3
Foreign currency translation adjustment	(12)	31
Remeasurements of defined benefit plans, net of tax	59	24
Total other comprehensive income	115	(39)
Comprehensive income	8,450	3,256
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	8,450	3,256
Comprehensive income attributable to non-controlling interests	–	–