



Summary of Consolidated Financial Results for  
the Fiscal Year Ended March 31, 2018 (Japanese GAAP)

May 9, 2018

Company name: Sac's Bar Holdings Inc. Stock exchange: Tokyo Stock Exchange

Code Number: 9990 URL: <http://www.sacs-bar.co.jp>

Representative: Takeshi Kiyama, President and Representative Director

Contact: Yoh Yamada, Managing Director/General Manager, Administration Division

Tel. +81-3-3654-5315

Scheduled date of regular general meeting of shareholders: June 26, 2018

Scheduled date of filing securities report: June 26, 2018

Scheduled date of starting distributing dividends: June 27, 2018

Supplementary materials prepared for financial results: Yes

Results briefing held: Yes (for institutional investors and analysts)

(Millions of yen, rounded down)

1. Consolidated financial results for the fiscal year ended March 31, 2018 (April 1, 2017 – March 31, 2018)

(1) Consolidated operating results (Percentages indicate year-on-year changes)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	(Millions yen)	%	(Millions yen)	%	(Millions yen)	%	(Millions yen)	%
FY2017	55,756	-1.7	3,800	-14.9	3,860	-14.7	2,221	-16.5
FY2016	56,747	-0.4	4,465	-6.3	4,526	-6.6	2,658	-10.9

Note: Comprehensive income: FY2017 JPY2,200 million (-20.7%);  
FY2016 JPY2,775 million (-6.6%)

	Net income per share	Diluted net income per share	ROE	ROA	Operating Income Margin
	(Yen)	(Yen)	%	%	%
FY2017	75.40	–	8.3	9.8	6.8
FY2016	90.25	–	10.6	11.9	7.9

Reference: Equity in net income (losses) of affiliates: FY2017 JPY -- million;  
FY2016 JPY -- million

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	(Millions yen)	(Millions yen)	%	(Yen)
FY2017	40,114	27,634	68.6	934.46
FY2016	38,671	26,235	67.5	886.75

Reference: Shareholders' equity: FY2017 JPY27,526 million; FY2016 JPY26,121 million

(3) Consolidated cash flow

	Cash flow from (used in) operating activities	Cash flow from (used in) investing activities	Cash flow from (used in) financing activities	Cash and cash equivalents at end of year
	(Millions yen)	(Millions yen)	(Millions yen)	(Millions yen)
FY2017	2,568	-939	-1,226	3,846
FY2016	3,002	-1,312	-1,282	3,440

2. Dividends

	Annual dividends per share					Total dividends	Payout ratio (consolidated)	Ratio of dividends to shareholders' equity (consolidated)
	1Q end	2Q end	3Q end	Year- end	Total			
	(Yen)	(Yen)	(Yen)	(Yen)	(Yen)	(Millions yen)	%	%
FY2016	–	0.00	–	27.00	27.00	795	29.9	3.2
FY2017	–	0.00	–	27.00	27.00	795	35.8	3.0
FY2018 (projected)	–	0.00	–	27.00	27.00		34.5	

3. Forecast of Consolidated Operating Results for the fiscal year ending March 31, 2019  
(April 1, 2018 - March 31, 2019)(Percentages indicate changes from the previous fiscal year  
for full-year, and year-on-year changes for quarter.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Net income per share
	(Millions yen)	%	(Millions yen)	%	(Millions yen)	%	(Millions yen)	%	(Yen)
Through 2Q (cumulative)	27,819	1.4	1,925	1.7	1,947	1.5	1,183	1.3	40.18
Full-year	56,524	1.4	3,929	3.4	3,939	2.1	2,304	3.7	78.22

Notes:

- (1) Significant changes in consolidated subsidiaries during the period (changes in specific subsidiaries resulting in changes in the scope of consolidation): None
- (2) Changes in accounting policies, changes in accounting estimates, and revisions and restatements
  - (i) Changes in accounting policies in accordance with changes in accounting standards etc. : None
  - (ii) Changes in accounting policies other than the above: None
  - (iii) Changes in accounting estimates : None
  - (iv) Revisions and restatements : None
- (3) Number of shares issued and outstanding (common stock)
  - (i) Number of shares issued and outstanding as of end of period (including treasury stock):
  - (ii) Treasury stock as of end of period:
  - (iii) Average number of shares issued and outstanding during period:

FY2017	29,859,900 shares	FY2016	29,859,900 shares
FY2017	402,565 shares	FY2016	402,465 shares
FY2017	29,457,413 shares	FY2016	29,457,822 shares

- \* The summary of financial results is not subject to audit performed by a certified public accountant or an auditing firm.
- \* Explanation concerning appropriate use of forecasts of business performance and other notes: Forecasts of business performance and other forward-looking statements in this document are based on information currently available and certain assumptions that the Company considers reasonable at the time of preparation and are not intended as a promise that such forecasts will be achieved. Actual results may differ materially due to various causes. For information including the assumptions of the forecasts of business performance and notes on their use, see "(4) Outlook for the next fiscal year under 1. Outline of Business Performance" on p. 4 of the attached document.

## 1. Outline of Business Performance

### (1) Outline of operating results for this consolidated fiscal year

During this consolidated fiscal year, Japan's economy continued a gentle growing trend that included improved corporate earnings, driven by government economic policies and monetary easing by the Bank of Japan. Meanwhile, the economic prospects still remained uncertain in the overseas markets, reflecting growing concerns about slowdown in the economies of emerging countries along with increasing geo-political risks associated with the East Asia.

In the retail industry, although effects of improving employment and income environments were expected, business environments remained challenging because consumers became more cautious about purchases as wage increases remained at a low level and competition became further intensified within the industry.

Under such conditions, the Sac's Bar Group took aggressive steps to grow its businesses, but as a result in this consolidated fiscal year, net sales declined slightly to JPY55,756 million (down 1.7% YoY), operating income to JPY3,800 million (down 14.9% YoY), and ordinary income to JPY3,860 million (down 14.7% YoY). Profit attributable to owners of parent was JPY2,221 million (down 16.5% YoY) as a result of recording impairment loss of JPY184 million and store closure loss of JPY59 million as extraordinary loss. Return on equity (ROE) on a consolidated basis stood at 8.3%.

Since the Group employs only one reporting segment, it does not present results differentiated by business segment.

Conditions by business section are outlined below. Figures shown below are after elimination of transactions conducted within business sections but before elimination of transactions between business sections.

#### <Retail and Other Businesses>

In the retail business, under the theme of "change", we strived to promote and deliver new products with a high sense of value accommodating customer requirements in response to changes in the times.

Conventionally, we have been focused primarily on the fashion business. Efforts are underway to develop new business opportunities as one of the trials of "change", aggressively responding to customer needs relating to smartphones and other communications tools, health consciousness primarily among seniors, and J-pop culture including cartoons, animation, games and music content.

Most smartphone cases and smart key cases have not been produced in the bag industry, but we will strive to create such products having high quality and a high sense of value by using technology and brand power in the bag industry. At the same time, we have tried to create attractive sales floors by placing related goods, including earphones and batteries, in such floors to cope with the customers' strong demand for smart products.

Given the growing interest in health, primarily among seniors, we have taken active steps to develop products and expand product lineups accommodating consumer demand for health-conscious items including light rucksacks and shoulder bags that people can easily handle without using both hands when walking and hiking, carrying cases with auxiliary functions for use when walking, and electronic cigarette cases.

In the cartoon and animation segments of J-pop culture, Tokyo Derica Co., Ltd. dealt with "Moomin", "SNOOPY", and "Pocket Monster (Pokémon)," having restricted sales channels and playing a central role in the sales of such goods by using their partnerships with the

characters' brand holding companies. As a result, this business has earned a good reputation.

We aimed to achieve sales growth by attracting customers to visit our stores across the country and use our e-commerce services through publicity activities in collaboration with the "SAC'S BAR MAGAZINE" distributed at the store's counter and "SAC'S BAR LOOK BOOK" with the introduction of the "SAC'S BAR App" for smartphone.

We opened new stores in various types of retail facilities, centered on new large shopping centers but also including railway-station buildings, fashion centers, and shopping centers serving smaller markets. In addition, we made progress on opening multiple stores in large retail facilities, where we opened 31 stores during the year. A breakdown by region shows that three of these are located in the Hokkaido-Tohoku region, fourteen in the Kanto region, six in the Chubu region, four in the Kinki region, three in the Chugoku-Shikoku region, and one in the Kyushu region. In addition to the main shop brands of "SAC'S BAR", "GRAN SAC'S", and "LAPAX", we opened stores under the "Booth by FILTERS", "effy's closet", and the "kissora". We also launched "Amatone Accesso'rio" and "Beau Atout" as accessory brand shops. Concurrently, we opened two "ekissora" shops derived from the category of "kissora" shops located inside railway-station buildings.

Meanwhile, we closed 31 unprofitable stores, so that our total number of stores at the end of this fiscal year stood at 655 stores, which remained unchanged from a year earlier.

A look at net sales by product type shows that sales of handbags increased by 8.6% YoY to JPY9,198 million, reflecting strong sales of private brand products including "kissora", "effy", "SALON de RUBAN", "FREELANCE", and "Ficce, Brave". Sales of imported bags were largely unchanged from last year, increasing only by 1.8% YoY to JPY4,239 million. Sales of casual bags slowed to a decrease of 20.7% YoY (to JPY5,165 million) due to a significant decrease in sales of tie-up brand products targeting F1 consumers (women aged 20-34). Among wallets and accessories, sales of wallets somewhat decreased by 1.0% YoY due to a decrease in sales of tie-up brand products targeting F1 consumers, which was partially offset by the contribution in sales of products related to smartphones. Sales of accessories decreased from last year, falling by 5.2% YoY due to the poor sales of seasonal line items for autumn and winter. Total sales of wallets and accessories fell by 2.2% YoY to JPY14,506 million. Meanwhile, sales of men's bags fell by 0.2% YoY to JPY12,547 million, remaining almost the same as the previous year, and sales of travel bags fell by 8.3% YoY to JPY6,543 million due to a slowdown in sales of large-scale carry cases.

The existing-store sales remained at a low level, representing 96.2% of sales for the previous fiscal year, largely due to a decrease in sales of casual bags.

As a result, net sales in these businesses totaled JPY52,645 million (down 2.2% YoY).

On the other hand, gross margins on handbags have improved thanks to expansion of sales of private-brand products and manufacturer-collaboration products. However, the ratio of gross profit to sales as a whole was limited to 48.0%, which remained unchanged from the previous fiscal year, due to decline in gross margin on imported bags, men's/travel bags. Meanwhile, the selling, general and administrative expenses ratio increased by a 1.0 percentage point YoY to 41.6% because the existing-store sales remained slow despite their efforts to reduce expenses.

#### <Manufacturing, Wholesaling Businesses>

In the manufacturing and wholesaling businesses, we strived to grow sales by enhancing initiatives together with our business partners in addition to focusing on product development, while aiming to achieve growth in sales of "Lo jel" brand products in the unfavorable environment where the sales of large-scale suitcases were sluggish.

As a result, net sales in these businesses remained strong, totaling JPY3,628 million (up 4.5% YoY), but the ratio of gross profit to sales dropped by 1.8 percentage point YoY to 37.7% mainly due to depreciation of the yen compared with the previous year.

(2) Outline of financial position for this fiscal year

(Assets)

Current assets increased by JPY1,257 million from the end of the previous consolidated fiscal year, to JPY22,459 million. This was due mainly to factors such as a JPY405 million increase in cash and deposits, a JPY589 million increase in notes and accounts receivable-trade, and a JPY200 million increase in merchandise and finished goods.

Non-current assets rose by JPY185 million from the end of the previous consolidated fiscal year, to JPY17,655 million. This was due mainly to factors such as an increase of JPY345 million in property, plant and equipment, partially offset by a JPY157 million in lease and guarantee deposits.

As a result of the above factors, total assets at the end of this consolidated fiscal year were up JPY1,443 million from the end of the previous consolidated financial year to JPY40,114 million.

(Liabilities)

Current liabilities increased by JPY1,515 million from the end of the previous consolidated fiscal year, to JPY9,068 million. This was due mainly to factors such as an increase of JPY1,600 million in current portion of bonds, partially offset by a decrease of JPY225 million in income tax payable.

Non-current liabilities decreased by JPY1,472 million from the end of the previous consolidated fiscal year, to JPY3,410 million. This was due mainly to factors such as a decrease of JPY1,500 million in bonds payable, partially offset by a JPY85 million increase in net defined benefit liability.

As a result of the above factors, total liabilities at the end of this consolidated fiscal year were up JPY43 million from the end of the previous consolidated financial year to JPY12,479 million.

(Net Assets)

Net assets at the end of this consolidated fiscal year were up JPY1,399 million from the end of the previous consolidated financial year to JPY27,634 million. This mainly reflected an increase of JPY2,221 million in net income attributable to owners of parent, partially offset by dividend payment of JPY795 million from surplus.

(3) Outline of cash flows for this consolidated fiscal year

The balance of cash and cash equivalents at the end of this consolidated fiscal year totaled JPY3,846 million, up JPY405 million from the end of the previous consolidated financial year. The conditions of each type of cash flow in this consolidated fiscal year are summarized below.

(Cash flows from operating activities)

Cash flow from operating activities totaled JPY2,568 million, down JPY433 million from the previous consolidated financial year.

The main positive factor was the recording of JPY3,541 million in profit before income taxes, while the main negative factors were an increase of JPY589 million in notes and accounts receivable-trade and payment of JPY1,534 million in income taxes.

(Cash flows from investing activities)

Investing activities use of JPY939 million was JPY373 million less than that for the previous consolidated financial year.

The main negative factor was capital investment of JPY894 million for purposes such as opening new stores and remodeling.

(Cash flows from financing activities)

Financing activities use of JPY1,226 million was JPY55 million less than that for the previous consolidated financial year.

The main negative factors were payment of JPY794 million in dividends and JPY484 million in repayments of lease obligations.

(4) Outlook for the next fiscal year

Japan's economy is expected to continue a gentle growing trend owing to the domestic factors including improvements of corporate earnings, employment and income conditions. Meanwhile, it is expected that personal consumption will not see a solid recovery because an attitude of cautiousness toward expenditures is likely to continue among consumers in view of sluggish growth for a household income with uncertainties about the future.

Under such circumstances, the Group will take active steps to bring about the evolution of real stores, e-commerce services and products under the theme of "change".

We aim to achieve further development for over 600 stores, which represent the Company's competitive edge. For the purpose of achieving further enhancement in product lineups and growth in sales, we will actively promote openings for large-sized stores, expanding sales floors of each store from 70 tsubo to around 100 tsubo in size when we open new stores or undertake store renovations. Furthermore, we will launch "real store EC" services in the fall of this year, which will make it possible for customers to place an order for out-of-stock merchandise on a tablet PC at the store. The ordered product will either be delivered to the customer at home, or made available for purchase at the store.

The E-commerce market is expected to grow further in the coming years. However, e-commerce revenue for the Group represents only 2.5% of total revenue. We will take active steps to bring about the evolution of e-commerce, in pursuit of rapid growth in sales for this area of business with high growth potential. We will make consistent efforts with agility, including acquisition and expansion of capable manpower, enhancement of product lineups, and improvements made to the management system in the field of e-commerce.

We will respond to the changing customer needs and new requirements by delivering evolutionary products to the market. We will make efforts to develop and provide products capable of responding to a range of changing customer needs, including those related to evolving casual fashion, small-sized ladies' bags and wallets, smartphones, business rucksacks, and carrying cases.

We launched "SAC'S BAR DEPOT", a large distribution warehouse in Togane, Chiba Prefecture in April, 2018. We will use this facility strategically in order to achieve the three "evolutions" mentioned earlier, seeking to enhance product lineups, identify fast-moving products, and establish centralized inventory control systems for physical retail facilities and e-commerce services, while pursuing a means to control distribution costs.

In addition, we are making efforts to use "SAC'S BAR App", which introduced sales point system in the current fiscal year achieving over 250,000 downloads on a cumulative basis, to send various types of information to customers, seeking to achieve growth in sales while attracting customers to retail shops across the country and e-commerce services.

We will improve the ratio of gross profit to sales by developing the private-brand products and the manufacturer-collaboration products proactively, introducing such products to stores, increasing sales, and by negotiating improvement of purchase terms and conditions, etc. with the suppliers.

As for the retail and other businesses in the next consolidated fiscal year, under the plan including establishment of new commercial facilities, we will open 25 new stores and close 20 stores during the term. The sales amount in the existing stores is expected to be 100.9% compared with this fiscal year. Also, the ratio of gross profit to sales is expected to improve by 0.3 percentage points. As for manufacturing and wholesaling businesses, the sales amount is expected to be 103.0% compared with this fiscal year.

Carnival Company Inc., a wholly owned retail subsidiary of accessories, will be added to the consolidated accounts in the next fiscal year. Its impact on the consolidated financial results will be negligible because its business is small in size.

As a result, we project the following consolidated business performance for the Group: net sales of JPY56,524 million (up 1.4% YoY), operating income of JPY3,929 million (up 3.4% YoY), ordinary income of JPY3,939 million (up 2.1% YoY), and net income attributable to owners of the parent of JPY2,304 million (up 3.7% YoY).

## 2. Basic concept on selection of accounting policies

Since at present the Group is not active overseas but does business in Japan only, for now we apply Japanese GAAP. We intend to consider application of International Financial Reporting Standards (IFRS) in the future while taking into consideration trends in our percentage of foreign shareholders and application of IFRS standards by other companies in Japan.

### 3. Consolidated Financial Statements and Important Remarks

#### (1) Consolidated Balance Sheet

(Unit: JPY thousands)

	Previous consolidated fiscal year (March 31, 2017)	This consolidated fiscal year (March 31, 2018)
<b>Assets</b>		
<b>Current assets</b>		
Cash and deposits	3,468,323	3,873,941
Notes and accounts receivable-trade	4,123,013	4,712,775
Merchandise and finished goods	13,142,771	13,343,619
Raw materials and supplies	83,413	42,648
Deferred tax assets	261,013	237,479
Other	123,768	249,107
<b>Total current assets</b>	<b>21,202,305</b>	<b>22,459,572</b>
<b>Non-current assets</b>		
<b>Property, plant and equipment</b>		
Building and structures	5,057,900	5,160,796
Accumulated depreciation	-2,681,290	-2,788,111
Buildings and structures (net)	2,376,610	2,372,684
Land	1,921,930	1,921,930
Leased assets	2,938,203	3,137,358
Accumulated depreciation	-1,930,800	-2,143,468
Leased assets (net)	1,007,403	993,890
Other	1,681,634	2,096,421
Accumulated depreciation	-1,204,727	-1,256,837
Other (net)	476,906	839,584
<b>Total property, plant and equipment</b>	<b>5,782,850</b>	<b>6,128,089</b>
<b>Intangible assets</b>	<b>49,683</b>	<b>37,336</b>
<b>Investments and other assets</b>		
Investment securities	3,293,202	3,300,793
Net defined benefit asset	123,235	117,356
Deferred tax assets	603,091	635,248
Lease and guarantee deposits	6,969,792	6,812,009
Other	714,653	722,998
Allowance for doubtful accounts	-57,324	-98,689
Allowance for investment loss	-10,000	-
<b>Total investments and other assets</b>	<b>11,636,651</b>	<b>11,489,717</b>
<b>Total non-current assets</b>	<b>17,469,185</b>	<b>17,655,143</b>
<b>Total assets</b>	<b>38,671,491</b>	<b>40,114,715</b>
<b>Liabilities</b>		
<b>Current liabilities</b>		
Notes and accounts payable-trade	3,836,271	3,710,827
Short-term loans payable	20,000	-
Current portion of bonds	-	1,600,000
Lease obligations	408,253	450,452
Income tax payable	791,067	565,346
Provision for bonuses	373,338	353,189
Provision for directors' bonuses	42,850	52,800
Provision for shareholder benefit program	19,000	20,000
Other	2,062,330	2,316,293
<b>Total current liabilities</b>	<b>7,553,111</b>	<b>9,068,910</b>
<b>Non-current liabilities</b>		
Bonds payable	1,700,000	200,000
Lease obligations	816,198	777,538
Provision for directors' retirement benefits	122,406	129,762
Net defined benefit liability	997,696	1,083,364
Deferred tax liabilities	28,651	28,416
Asset retirement obligations	678,983	694,694
Other	539,371	497,112
<b>Total non-current liabilities</b>	<b>4,883,307</b>	<b>3,410,889</b>
<b>Total liabilities</b>	<b>12,436,419</b>	<b>12,479,799</b>

Company name: Sac's Bar Holdings Inc. (9990)  
Summary of Consolidated Financial Results for the Fiscal Year Ended March 31, 2017 (Japanese GAAP)

	Previous consolidated fiscal year (March 31, 2017)	This consolidated fiscal year (March 31, 2018)
<b>Net assets</b>		
Shareholders' equity		
Capital stock	2,986,400	2,986,400
Capital surplus	4,569,597	4,569,597
Retained earnings	18,505,036	19,930,731
Treasury stock	-109,579	-109,708
<b>Total shareholders' equity</b>	<b>25,951,455</b>	<b>27,377,021</b>
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	180,471	192,683
Remeasurements of defined benefit plans	-10,667	-42,983
<b>Total accumulated other comprehensive income</b>	<b>169,804</b>	<b>149,699</b>
Subscription rights to shares	113,813	108,195
<b>Total net assets</b>	<b>26,235,072</b>	<b>27,634,916</b>
<b>Total liabilities and net assets</b>	<b>38,671,491</b>	<b>40,114,715</b>

(2) Consolidated Income Statement and Consolidated Statement of Comprehensive Income

Consolidated Income Statement

	(Unit: JPY thousands)	
	Previous consolidated fiscal year (April 1, 2016 - March 31, 2017)	This consolidated fiscal year (April 1, 2017 - March 31, 2018)
Net sales	56,747,103	55,756,135
Cost of sales	29,538,183	29,134,579
Gross profit	27,208,919	26,621,555
Selling, general and administrative expenses	22,743,595	22,821,482
Operating income	4,465,323	3,800,073
Non-operating income		
Interest income	64,359	64,771
Dividends income	6,668	8,613
Insurance income	1,494	3,571
Commission fees	13,353	11,241
Compensation income	8,323	7,403
Other	23,738	19,128
Total non-operating income	117,936	114,730
Non-operating expenses		
Interest expenses	45,744	43,032
Guarantee commission	5,076	5,239
Other	6,076	5,967
Total non-operating expenses	56,898	54,238
Ordinary income	4,526,362	3,860,564
Extraordinary profits		
Gain on reversal of stock acquisition rights	-	5,617
Total extraordinary profit	-	5,617
Extraordinary losses		
Loss on retirement of non-current assets	32,075	39,419
Loss on closing of stores	42,509	59,094
Impairment loss	179,259	184,651
Provision of allowance for doubtful accounts of subsidiaries and affiliates	57,324	41,364
Provision of allowance for investment loss	10,000	-
Total extraordinary loss	321,168	324,530
Profit before income taxes	4,205,193	3,541,652
Income taxes-current	1,558,592	1,320,592
Income taxes-deferred	-12,060	14
Total income taxes	1,546,531	1,320,606
Net income	2,658,662	2,221,045
Net income attributable to owners of the parent	2,658,662	2,221,045

Company name: Sac's Bar Holdings Inc. (9990)  
Summary of Consolidated Financial Results for the Fiscal Year Ended March 31, 2017 (Japanese GAAP)

Consolidated Statement of Comprehensive Income

(Unit: JPY thousands)

	Previous consolidated fiscal year (April 1, 2016 - March 31, 2017)	This consolidated fiscal year (April 1, 2017 - March 31, 2018)
Net income	2,658,662	2,221,045
Other comprehensive income		
Valuation difference on available-for-sale securities	88,525	12,212
Remeasurements of defined benefit plans	28,532	-32,316
Total other comprehensive income	117,057	-20,104
Comprehensive income	2,775,719	2,200,941
(Breakdown)		
Comprehensive income attributable to owners of parent	2,775,719	2,200,941
Comprehensive income attributable to non-controlling interests	-	-

(3) Consolidated Statement of Changes in Equity

Previous consolidated fiscal year (April 1, 2016 - March 31, 2017)

(Unit: JPY thousands)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at beginning of current period	2,986,400	4,569,597	16,641,740	-108,909	24,088,828
Changes during period					
Dividends from surplus			-795,365		-795,365
Net income attributable to owners of parent			2,658,662		2,658,662
Purchase of treasury stock				-670	-670
Net changes of items other than shareholders' equity					
Total changes during period	-	-	1,863,296	-670	1,862,626
Balance at end of current period	2,986,400	4,569,597	18,505,036	-109,579	25,951,455

	Accumulated other comprehensive income			Subscription rights to shares	Total net assets
	Valuation difference on available-for-sale securities	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of current period	91,945	-39,199	52,746	68,190	24,209,765
Changes during period					
Dividends from surplus					-795,365
Net income attributable to owners of parent					2,658,662
Purchase of treasury stock					-670
Net changes of items other than shareholders' equity	88,525	28,532	117,057	45,622	162,680
Total changes during period	88,525	28,532	117,057	45,622	2,025,306
Balance at end of current period	180,471	-10,667	169,804	113,813	26,235,072

Company name: Sac's Bar Holdings Inc. (9990)  
Summary of Consolidated Financial Results for the Fiscal Year Ended March 31, 2017 (Japanese GAAP)

This consolidated fiscal year (April 1, 2017 - March 31, 2018)

(Unit: JPY thousands)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at beginning of current period	2,986,400	4,569,597	18,505,036	-109,579	25,951,455
Changes during period					
Dividends from surplus			-795,350		-795,350
Net income attributable to owners of parent			2,221,045		2,221,045
Purchase of treasury stock				-128	-128
Net changes of items other than shareholders' equity					
Total changes during period	-	-	1,425,694	-128	1,425,566
Balance at end of current period	2,986,400	4,569,597	19,930,731	-109,708	27,377,021

	Accumulated other comprehensive income			Subscription rights to shares	Total net assets
	Valuation difference on available-for-sale securities	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of current period	180,471	-10,667	169,804	113,813	26,235,072
Changes during period					
Dividends from surplus					-795,350
Net income attributable to owners of parent					2,221,045
Purchase of treasury stock					-128
Net changes of items other than shareholders' equity	12,212	-32,316	-20,104	-5,617	-25,722
Total changes during period	12,212	-32,316	-20,104	-5,617	1,399,844
Balance at end of current period	192,683	-42,983	149,699	108,195	27,634,916

Company name: Sac's Bar Holdings Inc. (9990)  
Summary of Consolidated Financial Results for the Fiscal Year Ended March 31, 2017 (Japanese GAAP)

(4) Consolidated Cash Flow Statement

(Unit: JPY thousands)

	Previous consolidated fiscal year (April 1, 2016 - March 31, 2017)	This consolidated fiscal year (April 1, 2017 - March 31, 2018)
<b>Cash flows from operating activities</b>		
Income before income taxes	4,205,193	3,541,652
Depreciation	960,763	941,162
Impairment loss	179,259	184,651
Increase (decrease) in allowance for doubtful accounts	57,324	41,364
Increase (decrease) in allowance for investment loss	10,000	-
Increase (decrease) in provision for bonuses	-4,552	-20,148
Increase (decrease) in provision for directors' bonuses	19,850	9,950
Increase (decrease) in provision for directors' retirement benefits	8,100	7,356
Increase (decrease) in liability for employees' retirement benefits	52,377	85,667
Interest and dividends income	-71,027	-73,385
Interest expenses	45,744	43,032
Bond issuance cost	1,109	2,259
Loss on retirement of non-current assets	32,075	39,419
Decrease (increase) in notes and accounts receivable-trade	-103,352	-589,761
Decrease (increase) in inventories	-596,998	-160,082
Increase (decrease) in notes and accounts payable-trade	-279,025	-125,444
Increase (decrease) in accrued consumption taxes	-159,934	-11,252
Other	266,180	156,361
Subtotal	4,623,088	4,072,801
Interest and dividends income received	66,198	73,385
Interest expenses paid	-45,747	-43,027
Income tax paid	-1,740,051	-1,534,293
Income tax refunded	98,567	44
Net cash provided by (used in) operating activities	3,002,056	2,568,911
<b>Cash flows from investment activities</b>		
Purchase of property, plant and equipment and intangible assets	-1,223,632	-894,157
Payments for retirement of property, plant and equipment	-39,132	-44,899
Payments of loans receivable from subsidiaries and associates	-100,000	-
Proceeds from withdrawal of time deposits	50,000	-
Net cash provided by (used in) investment activities	-1,312,765	-939,056
<b>Cash flows from financing activities</b>		
Repayment of long-term loans payable	-30,000	-20,000
Increase in accounts payable-installment purchase	226,817	259,773
Decrease in accounts payable-installment purchase	-258,094	-284,118
Repayments of lease obligations	-424,411	-484,850
Proceeds from issuance of bonds	98,890	97,740
Redemption of bonds	-100,000	-
Purchase of treasury stock	-670	-128
Cash dividends paid	-794,578	-794,478
Net cash provided by (used in) financing activities	-1,282,046	-1,226,062

Company name: Sac's Bar Holdings Inc. (9990)  
 Summary of Consolidated Financial Results for the Fiscal Year Ended March 31, 2017 (Japanese GAAP)

Effect of exchange rate change on cash and cash equivalents	-780	1,824
Net increase (decrease) in cash and cash equivalents	406,464	405,617
Cash and cash equivalents at beginning of current period	3,034,159	3,440,623
Cash and cash equivalents at end of current period	3,440,623	3,846,241

(5) Notes on consolidated financial statements

(Notes on going-concern assumption)  
Not applicable

(Segment information and others)  
(Segment information)

Since the Group employs only one reporting segment, it does not present results differentiated by business segment.

(Per-share information)

	Previous consolidated fiscal year (April 1, 2016 - March 31, 2017)	This consolidated fiscal year (April 1, 2017 - March 31, 2018)
Net assets per share	JPY886.75	JPY934.46
Net income per share	JPY90.25	JPY75.40
Diluted net income per share	-	-

Notes:

- The bases for calculating net income per share and diluted net income per share are shown below. Diluted net income per share is not shown because although there were potential dilutive securities, there was no dilutive effect.

	Previous consolidated fiscal year (April 1, 2016 - March 31, 2017)	This consolidated fiscal year (April 1, 2017 - March 31, 2018)
Net income per share		
Net income attributable to owners of the parent (JPY thousands)	2,658,662	2,221,045
Amount not attributable to owners of common stock (JPY thousands)	-	-
Net income attributable to owners of the parent on common stock (JPY thousands)	2,658,662	2,221,045
Average shares of common stock outstanding during the period (shares)	29,457,822	29,457,413
Diluted net income per share		
Increase in common stock (shares)	-	-
(Subscription rights to shares [shares] included in above)	(-)	(-)
Summary of information on potential dilutive securities not included in the basis for calculating diluted net income per share since there is no dilutive effect	Subscription rights to shares Date of special resolution of general meeting of shareholders: June 26, 2014 (226,900 shares of common stock)	Subscription rights to shares Date of special resolution of general meeting of shareholders: June 26, 2014 (215,700 shares of common stock)

- The bases for calculating net assets per share are shown below.

	Previous consolidated fiscal year (March 31, 2017)	This consolidated fiscal year (March 31, 2018)
Total net assets (JPY thousands)	26,235,072	27,634,916
Deductions from total assets (JPY thousands)	113,813	108,195
(Subscription rights to shares [JPY thousands] included in above)	(113,813)	(108,195)
Total net assets attributable to common stock at end of period (JPY thousands)	26,121,259	27,526,721
Common stock (shares) at end of period used in calculating net assets per share	29,457,435	29,457,335

(Notes on significant post-balance sheet events)

Not applicable