

Translation

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

August 12, 2021

Company name: TRUST CO.,LTD.
 Stock exchange listing: Tokyo
 Stock code: 3347 URL <http://www.trust-ltd.co.jp>
 Representative: CEO Kenji Kawamura
 Inquiries: Director Kazuharu Yanaka TEL 052-219-9058
 Scheduled date to file Quarterly Securities Report: August 12, 2021
 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, 2021 (from April 1, 2021 to June 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 June 30, 2021	5,893	59.2	232	–	210	–	91	–
Three months ended June 30, 2020	3,702	(24.9)	(291)	–	(295)	–	(178)	–

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2021	3.53		–	
Three months ended June 30, 2020	(6.91)		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of June 30, 2021	28,981	10,479	23.9	267.28
As of March 31, 2021	28,998	10,427	23.7	265.21

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, 2021	–	2.00	–	2.00	4.00
Year ending March 31, 2022	–	–	–	–	–
Year ending March 31, 2022 (Forecast)	–	2.00	–	2.00	4.00

3. Forecast of consolidated financial results for the year ending March 31, 2022 (from April 1, 2021 to March 31, 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 September 30, 2021	11,617	35.0	754	863.8	698	936.1	186	–	7.19
Full year	24,336	21.2	1,611	205.3	1,495	176.2	407	722.1	15.73

4. Notes

- (1) Changes in significant subsidiaries during the three months ended June 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: 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: 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 June 30, 2021	28,150,000 shares	As of March 31, 2021	28,150,000 shares
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Number of treasury shares at the end of the period

As of June 30, 2021	2,273,100 shares	As of March 31, 2021	2,273,100 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, 2021	25,876,900 shares	Three months ended June 30, 2020	25,876,900 shares
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Quarterly consolidated financial statements

Consolidated balance sheets

(Thousands of yen)

	As of March 31, 2021	As of June 30, 2021
Assets		
Current assets		
Cash and deposits	718,268	733,595
Notes and accounts receivable - trade	2,589,934	–
Notes and accounts receivable - trade, and contract assets	–	2,718,472
Lease receivables and investments in leases	7,310,716	7,084,573
Merchandise and finished goods	1,965,323	2,121,877
Work in process	665	600
Raw materials and supplies	28,114	37,736
Other	768,166	963,883
Allowance for doubtful accounts	(192,630)	(191,724)
Total current assets	13,188,557	13,469,015
Non-current assets		
Property, plant and equipment		
Machinery, equipment and vehicles, net	2,795,467	2,649,353
Leased assets, net	6,682,992	6,536,685
Land	3,500,983	3,500,983
Other, net	1,900,488	1,864,241
Total property, plant and equipment	14,879,932	14,551,264
Intangible assets		
Goodwill	57,477	56,302
Other	57,180	63,763
Total intangible assets	114,657	120,066
Investments and other assets		
Other	856,999	882,500
Allowance for doubtful accounts	(41,456)	(41,427)
Total investments and other assets	815,543	841,073
Total non-current assets	15,810,133	15,512,404
Total assets	28,998,691	28,981,420
Liabilities		
Current liabilities		
Notes and accounts payable - trade	610,767	421,034
Short-term borrowings	2,450,000	2,900,000
Current portion of long-term borrowings	9,996	10,016
Lease obligations	9,550,341	9,099,836
Income taxes payable	6,896	72,221
Provision for bonuses	122,792	64,889
Other	1,253,485	1,467,840
Total current liabilities	14,004,279	14,035,838
Non-current liabilities		
Long-term borrowings	2,519	–
Lease obligations	4,413,068	4,307,971
Provision for retirement benefits for directors (and other officers)	10,135	10,619
Asset retirement obligations	71,526	71,614
Other	69,778	76,234
Total non-current liabilities	4,567,028	4,466,440
Total liabilities	18,571,308	18,502,278

(Thousands of yen)

	As of March 31, 2021	As of June 30, 2021
Net assets		
Shareholders' equity		
Share capital	1,349,000	1,349,000
Capital surplus	1,174,800	1,174,800
Retained earnings	4,985,721	5,025,290
Treasury shares	(618,209)	(618,209)
Total shareholders' equity	6,891,312	6,930,881
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	18,562	23,684
Foreign currency translation adjustment	(47,088)	(38,098)
Total accumulated other comprehensive income	(28,525)	(14,413)
Non-controlling interests	3,564,596	3,562,673
Total net assets	10,427,383	10,479,141
Total liabilities and net assets	28,998,691	28,981,420

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, 2020	Three months ended June 30, 2021
Net sales	3,702,164	5,893,334
Cost of sales	2,946,170	4,500,665
Gross profit	755,994	1,392,669
Selling, general and administrative expenses	1,047,046	1,160,468
Operating profit (loss)	(291,052)	232,200
Non-operating income		
Interest income	2,454	2,296
Dividend income	600	1,292
Compensation income	107	-
Subsidy income	5,811	-
Foreign exchange gains	-	2,928
Other	8,129	3,221
Total non-operating income	17,102	9,739
Non-operating expenses		
Interest expenses	19,665	28,778
Foreign exchange losses	190	-
Other	1,777	2,981
Total non-operating expenses	21,634	31,759
Ordinary profit (loss)	(295,584)	210,179
Extraordinary income		
Gain on sale of investment securities	11,582	-
Total extraordinary income	11,582	-
Extraordinary losses		
Loss on retirement of non-current assets	59	65
Total extraordinary losses	59	65
Profit (loss) before income taxes	(284,061)	210,114
Income taxes - current	2,653	91,468
Income taxes - deferred	(47,666)	(19,202)
Total income taxes	(45,013)	72,266
Profit (loss)	(239,047)	137,848
Profit (loss) attributable to non-controlling interests	(60,274)	46,525
Profit (loss) attributable to owners of parent	(178,773)	91,322

Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Three months ended June 30, 2020	Three months ended June 30, 2021
Profit (loss)	(239,047)	137,848
Other comprehensive income		
Valuation difference on available-for-sale securities	7,138	4,999
Foreign currency translation adjustment	5,140	8,990
Total other comprehensive income	12,279	13,990
Comprehensive income	(226,768)	151,838
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(166,582)	105,434
Comprehensive income attributable to non-controlling interests	(60,185)	46,404