

Translation

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Summary of Consolidated Financial Results for the Three Months Ended January 31, 2022 (Based on Japanese GAAP)

March 9, 2022

Company name: Kura Sushi, Inc.
 Stock exchange listing: Tokyo
 Stock code: 2695 URL <https://www.kurasushi.co.jp/>
 Representative: President Kunihiro Tanaka
 Director & General Manager Accounting Kyoichi Tsuda TEL 072-493-6189
 Division
 Inquiries: Division
 Scheduled date to file Quarterly Securities Report: March 11, 2022
 Scheduled date to commence dividend payments: –
 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 January 31, 2022 (from November 1, 2021 to January 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	%
Three months ended January 31, 2022	46,452	19.5	687	(22.4)	2,656	189.8	1,708	190.4
Three months ended January 31, 2021	38,879	8.3	885	(26.0)	916	(32.9)	588	(38.6)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended January 31, 2022	43.07		43.05	
Three months ended January 31, 2021	14.88		14.87	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of January 31, 2022	100,873	56,172	49.0
As of October 31, 2021	98,989	54,657	48.7

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 October 31, 2021	–	0.00	–	20.00	20.00
Year ending October 31, 2022	–				
Year ending October 31, 2022 (Forecast)		0.00	–	20.00	20.00

3. Forecast of consolidated financial results for the year ending October 31, 2022 (from November 1, 2021 to October 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
Full year	188,869	28.0	2,827	–	4,955	56.1	2,878	51.4	72.63

4. Notes

- (1) Changes in significant subsidiaries during the three months ended January 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: 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 January 31, 2022	41,399,600 shares	As of October 31, 2021	41,399,600 shares
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Number of treasury shares at the end of the period

As of January 31, 2022	1,745,263 shares	As of October 31, 2021	1,743,030 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended January 31, 2022	39,655,017 shares	Three months ended January 31, 2021	39,545,976 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of October 31, 2021	As of January 31, 2022
Assets		
Current assets		
Cash and deposits	18,748	18,882
Accounts receivable - trade	3,554	4,232
Raw materials and supplies	1,798	1,730
Other	5,363	3,539
Total current assets	29,464	28,385
Non-current assets		
Property, plant and equipment		
Buildings, net	25,259	26,533
Right of use assets, net	14,791	15,412
Other, net	16,692	17,904
Total property, plant and equipment	56,744	59,850
Intangible assets	899	937
Investments and other assets		
Long-term loans receivable	4,380	4,378
Guarantee deposits	6,132	6,228
Other	1,367	1,092
Total investments and other assets	11,881	11,699
Total non-current assets	69,525	72,487
Total assets	98,989	100,873
Liabilities		
Current liabilities		
Accounts payable - trade	6,086	6,855
Short-term borrowings	805	832
Accounts payable - other	6,885	7,279
Income taxes payable	2,676	819
Other	6,742	6,793
Total current liabilities	23,195	22,580
Non-current liabilities		
Lease obligations	18,149	19,012
Asset retirement obligations	2,371	2,455
Other	616	652
Total non-current liabilities	21,136	22,120
Total liabilities	44,332	44,700

(Millions of yen)

	As of October 31, 2021	As of January 31, 2022
Net assets		
Shareholders' equity		
Share capital	2,005	2,005
Capital surplus	7,622	7,622
Retained earnings	40,313	41,228
Treasury shares	(2,139)	(2,139)
Total shareholders' equity	47,802	48,717
Accumulated other comprehensive income		
Foreign currency translation adjustment	435	728
Total accumulated other comprehensive income	435	728
Share acquisition rights	354	421
Non-controlling interests	6,065	6,305
Total net assets	54,657	56,172
Total liabilities and net assets	98,989	100,873

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

Consolidated statements of income (cumulative)

(Millions of yen)

	Three months ended January 31, 2021	Three months ended January 31, 2022
Net sales	38,879	46,452
Cost of sales	17,455	21,271
Gross profit	21,423	25,180
Selling, general and administrative expenses	20,537	24,492
Operating profit	885	687
Non-operating income		
Interest income	12	13
Commission income	48	41
Miscellaneous income	31	30
Foreign exchange gains	25	19
Subsidy income	–	1,917
Total non-operating income	118	2,022
Non-operating expenses		
Interest expenses	33	50
Miscellaneous losses	54	3
Total non-operating expenses	87	54
Ordinary profit	916	2,656
Extraordinary losses		
Loss on retirement of non-current assets	25	11
Total extraordinary losses	25	11
Profit before income taxes	891	2,644
Income taxes - current	511	676
Income taxes - deferred	34	235
Total income taxes	545	912
Profit	345	1,732
Profit (loss) attributable to non-controlling interests	(243)	24
Profit attributable to owners of parent	588	1,708

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Three months ended January 31, 2021	Three months ended January 31, 2022
Profit	345	1,732
Other comprehensive income		
Foreign currency translation adjustment	(26)	505
Total other comprehensive income	(26)	505
Comprehensive income	319	2,238
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	575	2,001
Comprehensive income attributable to non-controlling interests	(256)	237