

Translation

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

September 6, 2022

Company name: Kura Sushi, Inc.
 Stock exchange listing: Tokyo
 Stock code: 2695 URL <https://www.kurasushi.co.jp/>
 Representative: President Kunihiko Tanaka
 Director & General Manager Accounting Kyoichi Tsuda TEL 072-493-6189
 Division
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 Scheduled date to file Quarterly Securities Report: September 9, 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 nine months ended July 31, 2022 (from November 1, 2021 to July 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 July 31, 2022	134,756	21.8	(382)	–	2,989	111.6	1,711	121.0
Nine months ended July 31, 2021	110,647	14.7	(817)	–	1,412	–	774	–

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended July 31, 2022	43.14		43.02	
Nine months ended July 31, 2021	19.55		19.52	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of July 31, 2022	109,217	58,359	46.3
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				
Year ended October 31, 2021	–	0.00	–	20.00	20.00
Year ending October 31, 2022	–	0.00	–		
Year ending October 31, 2022 (Forecast)				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	182,477	23.6	(902)	–	2,567	(19.1)	884	(53.5)	22.26

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended July 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
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|--|-----|
| 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 July 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 July 31, 2022	1,714,657 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)

Nine months ended July 31, 2022	39,676,330 shares	Nine months ended July 31, 2021	39,610,310 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of October 31, 2021	As of July 31, 2022
Assets		
Current assets		
Cash and deposits	18,748	16,486
Accounts receivable - trade	3,554	4,723
Raw materials and supplies	1,798	2,523
Other	5,363	2,904
Total current assets	29,464	26,638
Non-current assets		
Property, plant and equipment		
Buildings, net	25,259	29,732
Right of use assets, net	14,791	19,820
Other, net	16,692	19,404
Total property, plant and equipment	56,744	68,957
Intangible assets	899	1,203
Investments and other assets		
Long-term loans receivable	4,380	4,469
Guarantee deposits	6,132	6,464
Other	1,367	1,483
Total investments and other assets	11,881	12,417
Total non-current assets	69,525	82,578
Total assets	98,989	109,217
Liabilities		
Current liabilities		
Accounts payable - trade	6,086	7,876
Short-term borrowings	805	920
Accounts payable - other	6,885	7,434
Income taxes payable	2,676	109
Other	6,742	7,599
Total current liabilities	23,195	23,940
Non-current liabilities		
Lease obligations	18,149	23,036
Asset retirement obligations	2,371	2,665
Other	616	1,214
Total non-current liabilities	21,136	26,916
Total liabilities	44,332	50,857
Net assets		
Shareholders' equity		
Share capital	2,005	2,005
Capital surplus	7,622	7,710
Retained earnings	40,313	41,202
Treasury shares	(2,139)	(2,095)
Total shareholders' equity	47,802	48,822
Accumulated other comprehensive income		
Foreign currency translation adjustment	435	1,739
Total accumulated other comprehensive income	435	1,739
Share acquisition rights	354	640
Non-controlling interests	6,065	7,156
Total net assets	54,657	58,359
Total liabilities and net assets	98,989	109,217

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

Consolidated statements of income (cumulative)

(Millions of yen)

	Nine months ended July 31, 2021	Nine months ended July 31, 2022
Net sales	110,647	134,756
Cost of sales	50,034	61,177
Gross profit	60,612	73,578
Selling, general and administrative expenses	61,429	73,961
Operating loss	(817)	(382)
Non-operating income		
Interest income	37	41
Commission income	180	125
Foreign exchange gains	144	190
Subsidy income	1,979	3,094
Miscellaneous income	70	101
Total non-operating income	2,411	3,552
Non-operating expenses		
Interest expenses	116	163
Miscellaneous losses	65	17
Total non-operating expenses	181	180
Ordinary profit	1,412	2,989
Extraordinary losses		
Loss on retirement of non-current assets	99	27
Impairment losses	–	18
Total extraordinary losses	99	46
Profit before income taxes	1,313	2,943
Income taxes - current	881	828
Income taxes - deferred	30	330
Total income taxes	912	1,158
Profit	401	1,784
Profit (loss) attributable to non-controlling interests	(373)	72
Profit attributable to owners of parent	774	1,711

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended July 31, 2021	Nine months ended July 31, 2022
Profit	401	1,784
Other comprehensive income		
Foreign currency translation adjustment	549	2,269
Total other comprehensive income	549	2,269
Comprehensive income	950	4,054
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,135	3,015
Comprehensive income attributable to non-controlling interests	(184)	1,038