

Summary of Financial Results for the First Quarter Ended May 31, 2020 [IFRS] (Consolidated)

July 14, 2020

Company **create restaurants holdings inc.** Listed on the TSE
 Stock Code 3387 URL: <https://www.createrestaurants.com>
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 Expected date of filing of quarterly report: July 14, 2020 Expected starting date of dividend payment: -
 Preparation of quarterly supplementary financial document: Yes
 Quarterly results briefing: None

(Rounded down to million yen)

1. Consolidated business results for the three months ended May 2020 (March 1, 2020 through May 31, 2020)

(1) Consolidated results of operations (% change from the previous corresponding period)

	Revenue		Operating profit		Profit before taxes		Profit for the period		Profit attributable to owners of parent		Total comprehensive profit for the period	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Three months ended May 2020	11,812	-63.0	-7,728	-	-7,949	-	-7,920	-	-7,304	-	-8,114	-
Three months ended May 2019	31,950	6.0	2,824	61.7	2,798	65.9	1,783	67.3	1,539	79.7	1,749	63.8

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended May 2020	-39.11	-39.11
Three months ended May 2019	8.24	8.24

(Reference) Adjusted EBITDA: Three months ended May 2020: -3,320 million yen (-%)

Three months ended May 2019: 6,460 million yen (100.4%)

(Note 1) "Basic earnings per share" and "Diluted earnings per share" are calculated based on "Profit attributable to owners of parent."

(Note 2) As for the diluted earnings per share for the three months ended May 2020, dilutive shares have no dilution effect because the exercise of stock options issued by consolidated subsidiary decreases quarterly loss per share.

(Note 3) As of March 1, 2020, the Company conducted a 2-for-1 stock split. Therefore, "Basic earnings per share" and "Diluted earnings per share" have been calculated on the assumption that the stock split was conducted at the beginning of the previous fiscal year.

(Note 4) Adjusted EBITDA is disclosed as useful comparative information on the business performance of the Group. For definitions and calculation methods of Adjusted EBITDA, please refer to "1. Qualitative Information on Results for the Current Quarter (1) Qualitative information on the consolidated financial results" on page 2 of the attached document.

(2) Consolidated financial position

	Total assets	Total equity	Equity attributable to owners of parent	Ratio of equity attributable to owners of parent
	Million yen	Million yen	Million yen	%
As of May 2020	169,383	16,106	8,821	5.2
As of Feb 2020	149,997	24,188	16,289	10.9

2. Dividends

	Annual dividend				
	End of 1Q	End of 2Q	End of 3Q	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended Feb 2020	-	6.00	-	0.00	6.00
Year ending Feb 2021	-				
Year ending Feb 2021 (forecast)		-	-	-	-

(Note) Revisions to dividend forecast for the current quarter: None

3. Forecast of consolidated business results for the fiscal year ending February 2021

(March 1, 2020 through February 28, 2021)

(% change from the previous corresponding period)

	Revenue		Operating profit		Profit before taxes		Profit for the year		Profit attributable to owners of parent		Basic profit per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Year ending Feb 2021	106,000	-23.9	-6,200	-	-7,000	-	-7,300	-	-6,900	-	-36.94

(Note) Revisions to business forecast for the current quarter: Yes

(Reference) Adjusted EBITDA: Year ending February 2021 (Forecast): 11,000 million yen (56.4%)

*Notes

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries accompanying changes in the scope of consolidation): None

(2) Changes in accounting policies, accounting estimates and restatement

- ① Changes in accounting policies required under IFRS: : Yes
- ② Changes in accounting policies due to reasons other than ① : None
- ③ Changes in accounting estimates : None

(3) Shares outstanding (common stock)

① Number of shares outstanding at the end of period (treasury stock included)

As of May 2020 189,445,284 shares

As of February 2020 189,445,284 shares

② Treasury stock at the end of period

As of May 2020 2,664,150 shares

As of February 2020 2,664,750 shares

③ Average number of stock during period (quarterly cumulative period)

Three months ended May 2020 186,780,618 shares

Three months ended May 2019 186,778,886 shares

(Note 1) Treasury stock to be deducted for the calculation of the number of treasury stock at the end of the period and the average number of stock during period (quarterly cumulative period) include the Company's shares held by the Japan Trustee Services Bank, Ltd. (trust account) as a trust asset related to the Employee Incentive Plan "Trust-type ESOP for Employees."

(Note 2) As of March 1, 2020, the Company conducted a 2-for-1 stock split. Therefore, the number of shares has been calculated on the assumption that the stock split was conducted at the beginning of the fiscal year ended February 2019.

***Quarterly financial summary is not subject to the quarterly review procedures by certified public accountants or auditing firms.**

*Explanation regarding appropriate use of business forecasts and other special instructions

(1) Our Group adopts International Financial Reporting Standards ("IFRS").

(2) Forecasts regarding future performance in this material are based on information currently available to the company and certain assumptions that the company deems to be reasonable at the time this report was prepared. Actual results may differ significantly from the forecasts due to various factors. Please refer to page 3 of the attached document for the precautions for using the prerequisites for business forecasts.

calculation of the average number of shares during the period. (Previous first quarter: 1,999,847 shares, current first quarter: 1,998,115 shares)

2. Diluted loss per share for the first quarter of the current fiscal year are not dilutive because stock options issued by consolidated subsidiaries are exercised to reduce quarterly loss per share.
3. As of March 1, 2020, the Company conducted a 2-for-1 stock split. Therefore, "Basic profit (loss) per share" and "Diluted profit (loss) per share" have been calculated on the assumption that the stock split was conducted at the beginning of the previous fiscal year.

(Significant subsequent events)

None