

This English translation of the consolidated financial results were prepared for reference purposes only and is qualified in its entirety by the original Japanese version. The financial information contained in this documents are derived from our unaudited consolidated financial statements appearing in item 2 of attached materials.

February 9, 2021

Consolidated Financial Results for the Nine-Month Period Ended December 31, 2020 [Japanese GAAP]

Listed company name: Resorttrust, Inc.
 Stock exchange listing: Tokyo Stock Exchange, Nagoya Stock Exchange
 Stock code: 4681
 URL: <https://www.resorttrust.co.jp>
 Representative: Ariyoshi Fushimi, President and COO, & Representative Director
 Contact: Katsuyuki Iuchi, Senior Managing Director in charge of operation division (TEL) +81-52-933-6519 and CCO
 Scheduled date for filing of quarterly securities report: February 10, 2021
 Scheduled date for dividend payment: —
 Supplementary documents for interim financial results: Yes
 Interim financial results briefing: Yes (for securities analysts and institutional investors IR conference call)

1. Consolidated Financial Results for the Nine-Month Period Ended December 31, 2020 (from April 1, 2020 to December 31, 2020)

(1) Operating Results (cumulative total)

(Millions of yen, rounded down)

(Percentages indicate changes from the corresponding period of the previous fiscal year.)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent	
		%		%		%		%
Nine-month period ended December 31, 2020	130,572	5.9	15,350	39.1	17,320	50.6	9,669	36.1
Nine-month period ended December 31, 2019	123,339	7.8	11,035	18.0	11,500	15.6	7,104	19.2

Note: Comprehensive income:

Nine-month period ended December 31, 2020: 10,116 million yen (38.5 %)

Nine-month period ended December 31, 2019: 7,304 million yen (46.5 %)

	Net income per share	Diluted net income per share
	Yen	Yen
Nine-month period ended December 31, 2020	90.32	83.20
Nine-month period ended December 31, 2019	66.37	61.09

(2) Financial Position

(Millions of yen, rounded down)

	Total assets	Net assets	Equity ratio
			%
December 31, 2020	431,278	139,554	31.2
March 31, 2020	400,833	132,991	31.9

Reference: Shareholders' equity: December 31, 2020 134,383 million yen

March 31, 2020 127,798 million yen

2. Dividends

	Dividends per share (Yen)				
	First quarter-end	Second quarter-end	Third quarter-end	Year-end	Total
Fiscal year ended March 31, 2020	—	23.00	—	17.00	40.00
Fiscal year ending March 31, 2021	—	15.00	—		
Fiscal year ending March 31, 2021 (Forecast)				10.00	25.00

Note: Revisions of projected dividends most recently announced: None

3. Consolidated results forecast for the fiscal year ending March 31, 2021 (from April 1, 2020 to March 31, 2021)

(Millions of yen, except per share data and percentages)

(Percentages indicate changes from the corresponding period of the previous fiscal year.)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent		Net income per share
		%		%		%		%	Yen
For the fiscal year ending March 31, 2021	165,000	3.7	11,000	(5.6)	13,000	4.2	6,200	(13.1)	57.91

Note: Revisions of consolidated results forecast most recently announced: None

*** Notes**

(1) Changes in significant subsidiaries during the period : None

(Changes in specified subsidiaries accompanying changes in scope of consolidation)

New subsidiaries: company (Company name)

(2) Application of accounting methods specific to interim consolidated financial statements : None

(3) Changes in accounting policies, changes in accounting estimates and restatements

1) Changes in accounting policies in accordance with revision of : None
accounting standards

2) Changes in accounting policies other than item 1) above : None

3) Changes in accounting estimates : None

4) Restatements : None

(4) Number of shares issued (common stock)

1) Number of shares issued at the end of the period (including treasury stock)

As of December 31, 2020 108,520,799 shares

As of March 31, 2020 108,520,799 shares

2) Number of treasury stock at the end of the period

As of December 31, 2020 1,443,202 shares

As of March 31, 2020 1,458,382 shares

3) Average number of shares during the period (cumulative)

As of December 31, 2020 107,069,417 shares

As of December 31, 2019 107,046,386 shares

* **These interim consolidated financial results are outside the scope of interim review procedures by certified public accountants or audit firms.**

* **Explanations and other special notes concerning the appropriate use of consolidated results forecasts**

The forward-looking statements such as result forecasts included in this document are based on the information available to the Company at the time of the announcement and on certain assumptions considered reasonable. Actual results may differ materially from the forecast depending on a range of factors.

For other matters relating to the forecasts, please refer to page 5 of the attached materials.

Supplementary documents for interim financial results will be posted on the Company's web site today at

<https://www.resorttrust.co.jp/ir/>.

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1. Qualitative Information on Financial Results for the Nine-Month Period Ended December 31, 2020

(1) Explanation of Operating Results

(i) Overview of operating results for the nine-month period ended December 31, 2020

* As the results should be focused on amid the new coronavirus pandemic, results of the nine-month period ended have been compared with that of the corresponding period previous fiscal year.

(Millions of yen, except percentages)

	Nine-month period ended December 31, 2019 (results)	Nine-month period ended December 31, 2020 (results)	Year-on-year change
Net Sales	123,339	130,572	+5.9%
Operating income	11,035	15,350	+39.1%
Ordinary income	11,500	17,320	+50.6%
Net income attributable to owners of parent	7,104	9,669	+36.1%

During the nine-month period ended December 31, 2020, economic activities continue to decline and many companies have been forced to restrict their business activities due to the new coronavirus pandemic. Japanese economy remains extremely unclear under the circumstances where uncertainty over the duration of the pandemic still remains.

Under this environment, for the nine-month period ended December 31, 2020, voluntary restraints of making nonessential and nonurgent outings and rapid decrease in number of tourists visiting Japan caused by the spread of the new coronavirus infection in Japan had material impacts on the following business activities of the Group: In the Membership business, membership sales activities were restricted and shrunk. In the Hotel and Restaurant business, hotels and other facilities were temporarily closed. In the Medical business, facilities for medical checkup business were temporarily closed and growth of the number of new occupants of senior residence slowed.

In such business environment, from July to December 2020, business activities mainly for “membership system” business continued to be robust. Under the restriction of international travel, such as “Go to Travel Campaign” led by the Japanese government is bringing people back to domestic travel. In addition, due to the increasing needs for high-class resort, rise in health awareness and increasing needs for members only medical service under the situation that many people refrain from taking medical check, sales of high-grade hotel membership, sales of high-priced travel plan and sales of medical membership have turned for the better than anticipated. In September 2020, YOKOHAMA BAYCOURT CLUB and THE KAHARA HOTEL & RESORT YOKOHAMA opened as scheduled, and deferred net sales of hotel membership for the hotels were fully realized.

Even amid the new coronavirus pandemic, such business environment has raised awareness of the strength of the membership business because membership holders continue to use membership hotels steadily and many expected customers were introduced by membership holders. In order to meet the expectations of our membership holders and customers, the Group is carrying out the lifetime strategy that addresses new normal, by renewing its commitment to the “characteristics of the membership system” and strengthening and creating more of connections between people, while implementing the Group’s unique measures against the 3Cs, providing information that makes use of knowledge gained in Medical business, and offering telephone consultations to our membership holders.

As mentioned above, due to the impact of the spread of the new coronavirus infection and the revenue recognition related to new open of membership hotels, net sales amounted to ¥130,572 million, a year-on-year increase of 5.9%, operating income was ¥15,350 million, a year-on-year increase of 39.1%, ordinary income was ¥17,320 million, a year-on-year increase of 50.6%, and net income attributable to owners of parent was ¥9,669 million, a year-on-year increase of 36.1%.

During the six-month period ended September 30, 2020, as for extraordinary income and losses, “loss due to new coronavirus infection” of ¥3,542 million was recorded. As the additional loss was recorded after the period, the loss of ¥3,553 million was recorded during the nine-month period ended December 31, 2020.

Overview of operating results by the reportable segments is as follows.

(ii) Overview of results by segment

【Membership】

(Millions of yen, except percentages)

	Nine-month period ended December 31, 2019 (results)	Nine-month period ended December 31, 2020 (results)	Year-on-year change
Net sales	30,053	55,219	+83.7%
Segment profit (loss)	10,512	19,271	+83.3%

In the Membership business, deferred net sales of hotel membership for YOKOHAMA BAYCOURT CLUB were fully realized due to the beginning of operation in September 2020. In addition, sales of high-grade hotel membership resulted in positive sales due to the increased needs for high-grade hotels membership amid the restriction of international travel. As a result, the Membership segment recorded increase in net sales and segment profit compared with the corresponding period of previous fiscal year.

In contrast, during the three-month period ended June 30, 2020, sales activities were restricted especially in the Tokyo metropolitan area and face-to face sales activities that are the advantages of the Group were also restricted due to the spread of the new coronavirus infection. Consequently, volume of membership sales decreased compared with the corresponding period of previous fiscal year. Under such circumstances, forward-looking challenges are continuously taken on by the Group including studying measures for telework and other new sales styles and new sales channels such as via website and business partners.

【Hotel and Restaurant】

(Millions of yen, except percentages)

	Nine-month period ended December 31, 2019 (results)	Nine-month period ended December 31, 2020 (results)	Year-on-year change
Net sales	63,607	45,710	(28.1)%
Segment profit (loss)	2,130	(2,650)	—%

In the Hotel and Restaurant business, facilities were closed temporarily affected by the request to refrain from making nonessential and nonurgent outings resulted from the spread of the new coronavirus infection during the three-month period ended June 30, 2020. In addition, decline in consumer confidence for travel and sightseeing was unavoidable, and hotel occupancy rates were reduced especially by a decline in the usage by corporate employees and groups and for weddings, banquets and conferences. Furthermore, non-membership hotels were particularly hit by a sharp fall in the number of foreign tourists visiting Japan and business travelers.

As a result, the Hotel and Restaurant segment recorded decrease in net sales and segment profit compared with the corresponding period of previous fiscal year.

In contrast, after July 2020, operating situations of hotels are on the track to recovery, and operation of membership facilities has continuously provided our customers with a sense of security. Moreover, customer unit prices are increasing as sales of high-priced plan are in good shape under the situation that the need for travel is increasing stimulated by such as “Go to Travel Campaign” led by the Japanese government.

Under such circumstances, the Group continues to create sustainable value of its business pursuing safe and secure services by implementing the Group’s own measures against the 3Cs that employ knowledge accumulated in Medical business.

【Medical】

(Millions of yen, except percentages)

	Nine-month period ended December 31, 2019 (results)	Nine-month period ended December 31, 2020 (results)	Year-on-year change
Net sales	29,177	29,128	(0.2)%
Segment profit (loss)	4,441	4,193	(5.6)%

In the Medical business, annual membership fees have increased along with the increase in number of members of Grand HIMEDIC Club, a comprehensive medical support club of the Group. In addition, operation of senior residence and medical checkup business, etc. have expanded. Meanwhile, sales activities to solicit members and residents were restricted and facilities for medical checkup business were temporarily closed due to the spread of the new coronavirus infection.

As a result, the Medical segment recorded decrease in net sales and segment profit compared with the corresponding period of previous fiscal year.

In contrast, sales of medical membership resulted in positive sales as membership-based medical care service is gathering attention due to rising health concerns.

Under such circumstances, the Group continue to create cutting-edge medical and nursing services while contributing to synergy creation through provision of information and support for the Group's business.

【Others】

(Millions of yen, except percentages)

	Nine-month period ended December 31, 2019 (results)	Nine-month period ended December 31, 2020 (results)	Year-on-year change
Net sales	499	513	+2.8%
Segment profit (loss)	427	429	+0.4%

“Others” is a business segment that is not included in reportable segments. It includes the businesses of real estate rental and cottage management, etc.

(2) Explanation of Financial Position

(i) Analysis of assets, liabilities and net assets

(Assets)

Total assets as of December 31, 2020 were ¥413,278 million, a 7.6% increase from the end of the previous fiscal year. This was primarily due to decrease of ¥8,626 million in real estate for sale under construction and increases of ¥13,387 million in cash and deposits, ¥3,023 million in operating loans, ¥18,499 million in securities, ¥1,679 million in investment securities and ¥5,335 million in total property and equipment due to new open of hotels, etc. respectively compared with the end of the previous fiscal year.

(Liabilities)

Total liabilities as of December 31, 2020 were ¥291,724 million, an 8.9% increase from the end of the previous fiscal year. This was primarily due to decrease of ¥19,863 million in advances received and increases of ¥17,833 million in current portion of long-term borrowings, ¥14,445 million in long-term borrowings respectively compared with the end of the previous fiscal year.

(Net assets)

Total net assets as of December 31, 2020 were ¥139,554 million, a 4.9% increase from the end of the previous fiscal year. This was primarily due to increase of ¥6,202 million in retained earnings compared with the end of the previous fiscal year.

As a result, the Group achieved equity ratio of 31.2% as of December 31, 2020.

(3) Explanation of Consolidated Results Forecasts

The Company has announced its consolidated results forecasts for the fiscal year ending March 31, 2021 on November 10, 2020.

Consolidated results forecast for the fiscal year ending March 31, 2021 (from April 1, 2020 to March 31, 2021) is as follows.

(Millions of yen, except percentages)

	For the fiscal year ended March 31, 2020 (results)	For the fiscal year ending March 31, 2021 (plan)	Change	For the fiscal year ending March 31, 2021 (previous forecasts as of August 7)
Net sales	159,145	165,000	+3.7%	158,000
Operating income	11,652	11,000	(5.6)%	6,300
Ordinary income	12,476	13,000	+4.2%	7,800
Net income attributable to owners of parent	7,135	6,200	(13.1)%	3,200

As for the forecast of consolidated financial results for the fiscal year ending March 31, 2021, due to the spread of the new coronavirus infection, during the period from April to June 2020, membership sales activities shrank. In the Hotel and Restaurant business, facilities were temporarily closed. In the Medical business, facilities for medical checkup business were temporarily closed and growth of the number of new occupants of senior residence slowed. Furthermore, business activities of the Group have been significantly affected by decline in consumption caused by rapid decrease in number of tourists visiting Japan, restrictions on Japanese people's movements across prefectures and voluntary restraints of making nonessential and nonurgent outings. The Group's business results after the period from July to September 2020 were adversely affected continuously by the new coronavirus infection. Meanwhile, sales of hotel membership for YOKOHAMA BAYCOURT CLUB, opened in September 2020, grew higher than initially anticipated, and deferred net sales of hotel membership for the hotel were fully realized when the hotel opened. In contrast, initial expenses to open new hotels including THE KAHARA HOTEL & RESORT YOKOHAMA, the Group's first non-membership luxury hotel in Japan, opened at the same time as YOKOHAMA BAYCOURT CLUB, were incurred. Furthermore, emergency economic measures led by the Japanese government stimulated Japanese people's movements across prefectures and business activities of the Group recovered gradually. As for the cash flow management, the Group was completely prepared for continuing stable and safe business assuming that the impact on cash flow management would last until nine-month period ended December 31, 2020. The Group revised upwards its forecast of consolidated financial results for the fiscal year ending March 31, 2021 and released on November 10, 2020, under the condition of the Group's continuous effort to accurately identify increasing needs for "leisure" and "health" revealed during the spread of new coronavirus infection. The second state of emergency was declared on January 7 for Tokyo and some prefectures caused by the rising infection numbers. This led us to expect our business operation will have to be partially reduced and use of our facilities will shrink. Although outlook for future results has grown more uncertain as a result, significant changes are not expected to the already disclosed full-year results forecasts at this point.

In consideration of the above situations, the Group's current forecast of consolidated financial results for the fiscal year ending March 31, 2021 is as follows. Net sales are expected to amount to ¥165,000 million, a year-on-year increase of 3.7%, operating income is expected to be ¥11,000 million, a year-on-year decrease of 5.6%, ordinary income is expected to be ¥13,000 million, a year-on-year increase of 4.2%, and net income attributable to owners of parent is expected to be ¥6,200 million, a year-on-year decrease of 13.1%.

In order to continue stable returns under the basic dividend policy, projected interim dividend per share most recently announced was ¥10. However, considering the current situation of financial results, revised interim dividend per share is ¥15, an increase of ¥5 from the forecast most recently announced, and projected year-end dividend per share is ¥10 (forecast). Therefore, revised projected total annual dividends per share is ¥25 (forecast).

2. Interim Consolidated Financial Statements and Primary Notes

(1) Interim Consolidated Balance Sheets

	(Millions of yen)	
	As of March 31, 2020	As of December 31, 2020
Assets		
Current assets		
Cash and deposits	21,164	34,551
Notes and accounts receivable - trade	8,233	9,976
Operating loans	53,549	56,573
Securities	499	18,998
Merchandise	1,167	1,029
Real estate for sale	22,077	18,753
Raw materials and supplies	1,014	1,401
Real estate for sale under construction	12,357	3,730
Other	6,232	5,302
Allowance for doubtful accounts	(1,000)	(1,074)
Total current assets	125,296	149,242
Non-current assets		
Property and equipment		
Buildings and structures, net	103,562	119,407
Machinery, equipment and vehicles, net	2,621	2,478
Golf courses	7,634	7,635
Land	44,886	49,242
Leased assets, net	13,721	12,920
Construction in progress	16,885	2,379
Other, net	4,436	5,018
Total property and equipment	193,748	199,084
Intangible assets		
Goodwill	3,094	2,648
Software	4,969	4,404
Other	2,516	2,393
Total intangible assets	10,580	9,447
Investments and other assets		
Investment securities	36,016	37,695
Investments in unconsolidated subsidiaries and associated companies	1,368	1,328
Long-term loans	5,743	6,348
Employees' retirement benefit asset	235	—
Deferred tax assets	8,918	8,759
Other	19,536	19,850
Allowance for doubtful accounts	(611)	(477)
Total investments and other assets	71,208	73,504
Total non-current assets	275,537	282,035
Total assets	400,833	431,278

(Millions of yen)

	As of March 31, 2020	As of December 31, 2020
Liabilities		
Current liabilities		
Notes and accounts payable - trade	1,117	1,696
Short-term borrowings	—	1,314
Current portion of long-term borrowings	8,107	25,941
Current portion of bonds	150	150
Current portion of bonds with share acquisition rights	—	29,738
Lease obligations	1,212	1,176
Accounts payable - other	6,861	6,934
Income taxes payable	1,785	4,567
Accrued consumption taxes	1,929	1,772
Advances received	22,028	2,165
Unearned revenue	17,002	21,939
Allowance for loss on guarantees	52	50
Provision for point card certificates	588	1,171
Other	6,356	7,117
Total current liabilities	67,192	105,736
Non-current liabilities		
Bonds	300	225
Bonds with stock acquisition rights	29,770	—
Long-term borrowings	31,016	45,461
Lease obligations	13,538	12,712
Deferred tax liabilities	376	391
Accrued severance indemnities for directors	2,099	2,149
Provision for shares benefit	1,803	1,989
Employees' retirement benefit liability	2,231	2,543
Long-term guarantee deposits received	31,870	31,065
Amortizable long-term guarantee deposits received	69,898	71,380
Other	17,744	18,067
Total non-current liabilities	200,649	185,987
Total liabilities	267,842	291,724
Net assets		
Shareholders' equity		
Common stock	19,590	19,590
Capital surplus	21,767	21,701
Retained earnings	88,294	94,496
Treasury stock	(1,802)	(1,787)
Total shareholders' equity	127,849	134,000
Accumulated other comprehensive income		
Net unrealized gain on available-for-sale securities	(450)	724
Foreign currency translation adjustments	728	(114)
Retirement benefit adjustment	(328)	(227)
Total accumulated other comprehensive income	(50)	382
Stock acquisition rights	313	313
Non-controlling interests	4,878	4,857
Total net assets	132,991	139,554
Total liabilities and net assets	400,833	431,278

(2) Interim Consolidated Statements of Income and Comprehensive Income
Interim Consolidated Statements of Income

	(Millions of yen)	
	Nine-month period ended December 31, 2019	Nine-month period ended December 31, 2020
Net sales	123,339	130,572
Cost of sales	19,366	31,492
Gross profit	103,972	99,080
Selling, general, and administrative expenses		
Salaries and bonuses	35,606	32,665
Provision for accrued severance indemnities for directors	80	50
Repair and maintenance	3,177	2,248
Provision of allowance for doubtful accounts	108	85
Utilities expenses	4,426	3,445
Depreciation	7,318	6,835
Other	42,219	38,397
Total selling, general, and administrative expenses	92,937	83,729
Operating income	11,035	15,350
Non-operating income		
Interest income	993	792
Dividend income	60	60
Share of profit of entities accounted for using equity method	12	—
Reversal of allowance for doubtful accounts	139	141
Reversal of allowance for loss on guarantees	1	1
Subsidy income	44	1,664
Other	171	194
Total non-operating income	1,424	2,855
Non-operating expenses		
Interest expense	446	335
Share of loss of entities accounted for using equity method	—	37
Nondeductible consumption taxes	293	315
Foreign exchange losses	114	34
Other	105	163
Total non-operating expenses	960	885
Ordinary income	11,500	17,320

(Millions of yen)

	Nine-month period ended December 31, 2019	Nine-month period ended December 31, 2020
Extraordinary income		
Gain on sales of non-current assets	—	2
Gain on sales of investment securities	147	—
Gain on sales of shares of subsidiaries and associates	—	0
Subsidy income	—	1,497
Total extraordinary income	147	1,499
Extraordinary losses		
Loss on sales of non-current assets	—	0
Loss on retirement of non-current assets	19	24
Impairment loss	—	50
Loss on sales of investment securities	144	—
Severance indemnities for directors	30	—
Loss due to new coronavirus infection	—	3,553
Other	0	228
Total extraordinary losses	195	3,856
Income before income taxes	11,452	14,964
Income taxes - current	3,212	5,670
Income taxes - deferred	934	(388)
Total income taxes	4,146	5,281
Net Income	7,306	9,682
Net income attributable to non-controlling interests	201	12
Net income attributable to owners of parent	7,104	9,669

Interim Consolidated Statements of Comprehensive Income

	(Millions of yen)	
	Nine-month period ended December 31, 2019	Nine-month period ended December 31, 2020
Net income	7,306	9,682
Other comprehensive income:		
Net changes in unrealized gain on available-for-sale securities	437	1,175
Foreign currency translation adjustments	(509)	(842)
Retirement benefit adjustment	71	101
Total other comprehensive income	(1)	433
Comprehensive income	7,304	10,116
(Breakdown)		
Comprehensive income attributable to owners of the parent	7,102	10,103
Comprehensive income attributable to non-controlling interests	202	13

(4) Notes to Interim Consolidated Financial Statements

(Going Concern Assumption)

Not applicable.

(Significant Changes in the Amount of Shareholders' Equity)

Not applicable.

(Segment Information, etc.)

[Segment Information]

I For the nine-month period ended December 31, 2019 (from April 1, 2019 to December 31, 2019)

1. Net Sales and Income by the Reportable Segments

(Millions of yen)

	Reportable Segment				Others (*1)	Total
	Membership	Hotel and Restaurant	Medical	Total		
Net sales:						
Sales to external customers	30,053	63,607	29,177	122,839	499	123,339
Intersegment sales or transfers	23	1,461	274	1,759	1,229	2,988
Total	30,077	65,069	29,451	124,598	1,729	126,327
Segment profit (loss)	10,512	2,130	4,441	17,083	427	17,511

Note *1: "Others" is a business segment that is not included in reportable segments. It includes the businesses of real estate rental and cottage management, etc.

2. Differences between the totals of reportable segments and the same under the interim consolidated financial statements

(Millions of yen)

Segment profit:	Amount
Reportable segment total	17,083
Others	427
Corporate expenses (*1)	(6,475)
Operating income in the interim consolidated statements of income	11,035

Note *1: Corporate expenses mainly consist of general and administrative expenses not attributable to reportable segments.

3. Loss on impairment of non-current assets or certain information on goodwill for each reportable segment

(Significant Changes in the Amount of Goodwill)

In the Medical business segment, the Company recognized goodwill in connection with the fact that Trust Garden, Inc., a subsidiary of the Company, acquired the shares of Senior Life Company Ltd., making Senior Life Company Ltd. its subsidiary.

Increase in the amount of goodwill due to the above event was ¥47 million for the nine-month period ended December 31, 2019.

II For the nine-month period ended December 31, 2020 (from April 1, 2020 to December 31, 2020)

1. Net Sales and Income by the Reportable Segments

(Millions of yen)

	Reportable Segment				Others (*1)	Total
	Membership	Hotel and Restaurant	Medical	Total		
Net sales:						
Sales to external customers	55,219	45,710	29,128	130,058	513	130,572
Intersegment sales or transfers	24	1,853	170	2,047	1,588	3,636
Total	55,244	47,564	29,298	132,106	2,102	134,209
Segment profit (loss)	19,271	(2,650)	4,193	20,815	429	21,244

Note *1: "Others" is a business segment that is not included in reportable segments. It includes the businesses of real estate rental and cottage management, etc.

2. Differences between the totals of reportable segments and the same under the interim consolidated financial statements

(Millions of yen)

Segment profit:	Amount
Reportable segment total	20,815
Others	429
Corporate expenses (*1)	(5,893)
Operating income in the interim consolidated statements of income	15,350

Note *1: Corporate expenses mainly consist of general and administrative expenses not attributable to reportable segments.

3. Loss on impairment of non-current assets or certain information on goodwill for each reportable segment

(Significant loss on impairment of non-current assets)

In the Hotel and Restaurant business segment, the Company recognized ¥50 million of impairment loss in connection with the resolution for closure of its facilities for the nine-month period ended December 31, 2020.