



Kura Sushi

TSE Prime

2695

Industry: Food service, retail

MITA SECURITIES Co., Ltd.

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Aggressive operations continued through 2Q

1H RP progress 71% toward full-year guidance, OP only 11%

On June 8, Kura Sushi (2695, the company) announced 1H FY10/22 (Nov-Apr) results, with sales of 89.312bn yen (+19.7% YoY), OP 323m yen (-24.6% YoY), and RP 3.507bn yen (+196.0% YoY). Subsidy income included in RP was 3.055bn yen (vs. 581m yen in 1H FY10/21). Progress toward the company's full-year guidance (sales 188.869bn yen, OP 2.827bn yen, and RP 4.955bn yen) was 47% for sales, 11% for OP, and 71% for RP. OP was below the company's target for 1H due to the Omicron impact.

2Q (Feb-Apr) OP was -364m yen (vs. -519m yen in 2Q FY10/22; 687m yen in 1Q), and OPM was -0.8%. Sales were down -7.7% QoQ. Gross profit margin was 55.2%, up from 54.2% in 1Q. This was affected by an increasing mix of overseas sales, which have higher gross profit margins. The SG&A-to-sales ratio was 56.1%, significantly higher than the 52.7% in 1Q, apparently due to large advertising costs and a large number of new store openings (12 in 1Q, 14 in 2Q), as well as a QoQ decrease in sales. The operating loss in 2Q may give a negative impression to the stock market, but we believe that there is no need for pessimism as the restaurant industry is picking up momentum due to the recovery in demand.

The company maintained its full-year guidance. There appears to be room for achieving the RP guidance. The recent recovery in demand for food services is a tailwind. At the same time, the soaring costs of food ingredients and utilities are a headwind. We are paying attention to the possibility of price hikes.

Segment earnings

In Japan, 1H sales were 74.995bn yen (+11.8% YoY) and RP was 3.167bn yen (+69.7%YoY). The number of stores was up +8% YoY. Same-store sales were up +6.4% YoY and up +12.1% from the pre-pandemic levels. 2Q RP was 728m yen (+84.3% YoY; -70.2%QoQ). The company successfully attracted customers through major collaborations with "BT21" and "Detective Conan," as well as TV ads, but these appear to have incurred some costs.

In North America, 1H sales were 6.941bn yen (+258.5% YoY) and RP was -356m yen (vs. -1.064bn yen in 1H FY10/22). The number of stores was up +20% YoY. 2Q RP was -214m yen (vs. -399m yen in 2Q FY10/22; -142m yen in 1Q).

In Asia, 1H sales were 7.375bn yen (+31.3% YoY) and RP was 696m yen (+82.2% YoY). The number of stores was up +32% YoY. 2Q RP was 337m yen (+22.1% YoY; -6.1% QoQ).

Store openings on track

The number of stores at the end of 1H was 593 (+26 from end-FY10/21). The breakdown is as follows: 512 stores in Japan (+17), 36 stores in North America (+4), and 45 stores in Asia (+5). The company is on track to meet its plan to open 50 new stores in FY10/22 on a consolidated basis.

Please refer to the report dated October 20, 2021 for the rationale of the rating and target price.

Update

Rating

Buy

Target price (JPY)	5,000
Stock price (JPY) (Jun 8)	3,115
Market cap (JPYbn)	129.0

Key changes

Rating	No
Target price	No
Earnings forecast	No

Stock price (JPY)



Source: Bloomberg Finance LP

Earnings

		10/20	10/21	10/22E	10/23E	10/24E
Sales	JPYbn	135.8	147.6	176.7	198.8	223.4
OP	JPYbn	0.4	-2.7	5.5	8.0	10.6
RP	JPYbn	1.1	3.2	6.2	8.7	11.3
NP	JPYbn	-0.3	1.9	3.9	5.6	7.2
EPS	JPY	-6.6	47.9	98.4	140.4	181.9
BPS	JPY	1,116.1	1,216.4	1,280.4	1,396.8	1,548.7
DPS	JPY	20.0	20.0	24.0	30.0	40.0
PER	x	NA	65.0	31.7	22.2	17.1
PBR	x	2.8	2.6	2.4	2.2	2.0
Div. yield	%	0.6	0.6	0.8	1.0	1.3
ROA	%	-0.3	2.1	4.0	5.2	6.2
ROE	%	-0.6	4.1	7.9	10.5	12.4

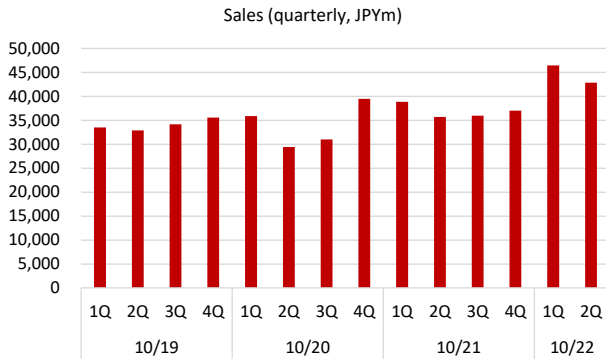
Source: Company data, Mita Securities

Company profile

Kura Sushi is an Osaka-based restaurant company that operates the "Kura Sushi" revolving sushi bar chain nationwide. The company is also active in overseas business and has listed subsidiaries in the US and Taiwan. As of end-October 2021, the company had 567 stores (32 in the US and 40 in Taiwan). Sales in FY10/21 were 147.6bn yen.

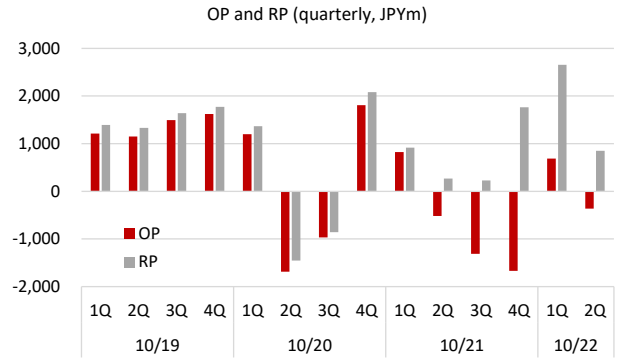
Quarterly results for Kura Sushi

Figure: Sales (JPYm)



Source: Company data, Mita Securities

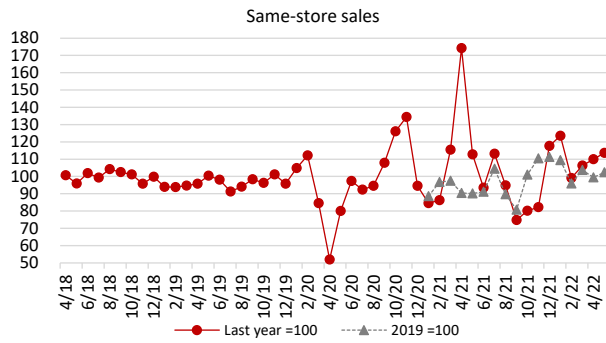
Figure: Operating profit and recurring profit (JPYm)



Source: Company data, Mita Securities

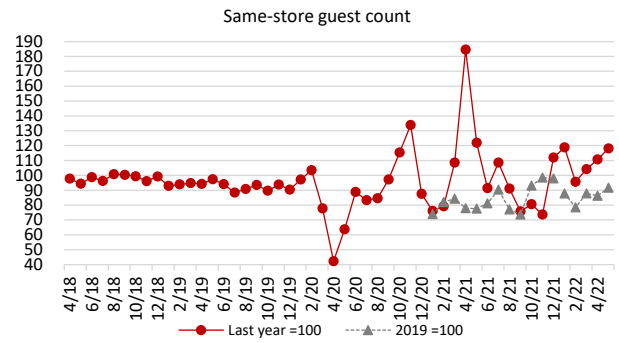
Monthly data for Kura Sushi

Figure: Same-store sales (%)



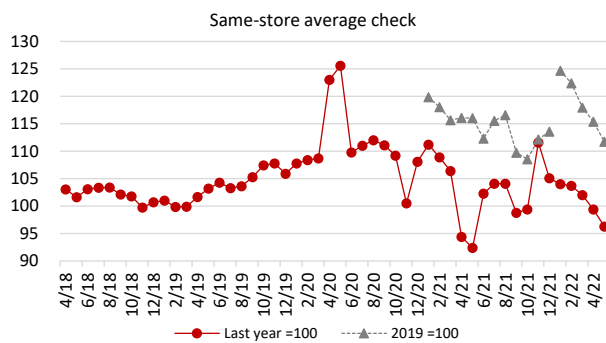
Source: Company data, Mita Securities

Figure: Same-store guest count (%)



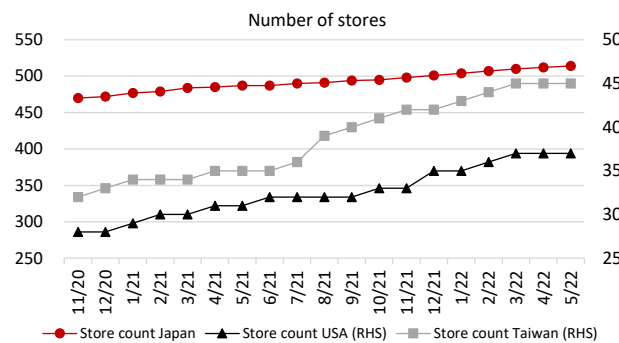
Source: Company data, Mita Securities

Figure: Same-store average check (%)



Source: Company data, Mita Securities

Figure: Number of stores



Source: Company data, Mita Securities

Monthly data for food service companies

Figure: Monthly data for food service companies

Companies covered by Mita Securities

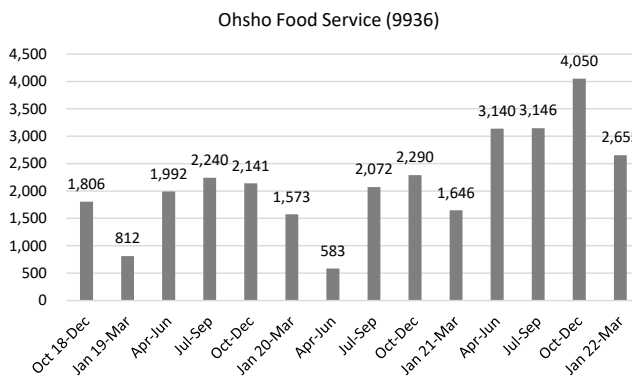
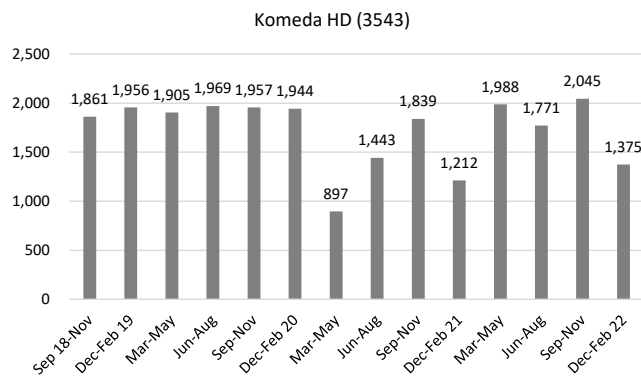
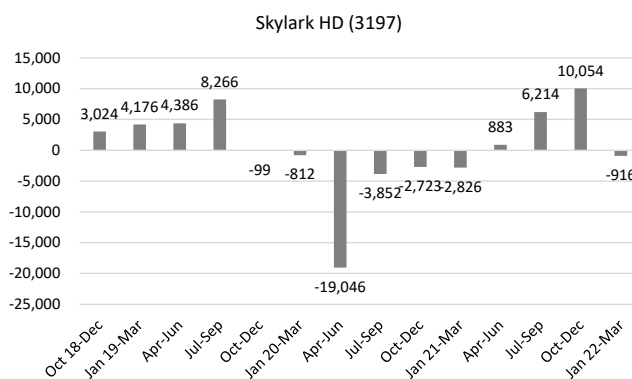
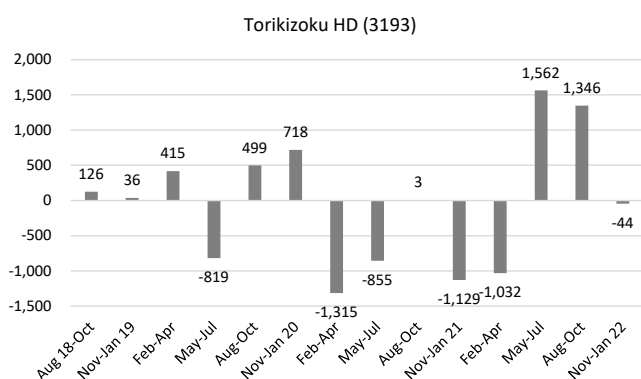
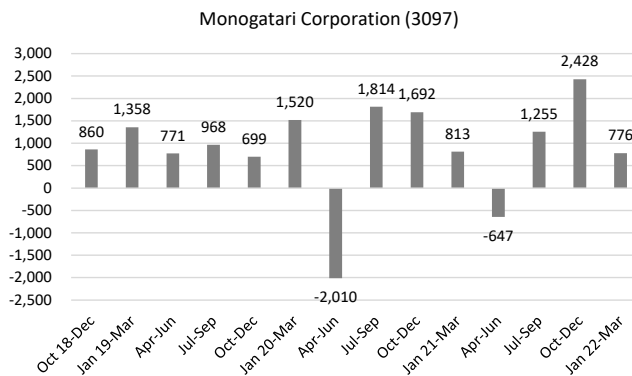
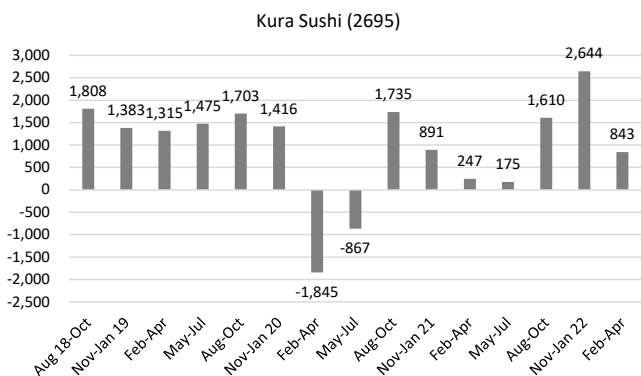
Ticker	Company name		4/20	5/20	6/20	7/20	8/20	9/20	10/20	11/20	12/20	1/21	2/21	3/21	4/21	5/21	6/21	7/21	8/21	9/21	10/21	11/21	12/21	1/22	2/22	3/22	4/22	5/22
2695	Kura Sushi	vs. prev yr	51.9	80.0	97.4	92.3	94.6	107.9	126.1	134.4	94.6	84.5	86.2	115.4	174.2	112.7	93.5	113.1	94.8	74.8	80.1	82.2	117.6	123.5	99.1	106.3	110.0	113.6
		vs. pre-COVID										88.6	96.7	97.5	90.4	90.2	91.1	104.4	89.7	80.7	101.0	110.5	111.2	109.4	95.8	103.7	99.5	102.4
3097	Monogatari Corporation	vs. prev yr	13.8	48.6	96.1	104.0	92.2	97.3	109.3	114.0	93.9	77.1	68.2	86.9	600.4	160.4	76.9	91.7	81.6	80.8	102.6	95.2	113.9	125.0	102.9	108.1	123.9	
		vs. pre-COVID										81.2	85.7	84.5	82.9	78.0	73.9	95.4	75.2	78.6	112.1	108.5	107.0	101.5	88.2	91.3	102.7	
		Yakiniku division	vs. prev yr	14.9	50.3	103.3	111.5	97.6	101.6	116.7	123.3	99.2	80.1	66.8	84.7	577.0	163.1	74.0	91.5	84.8	90.3	108.6	97.0	118.7	129.9	103.6	109.4	124.8
		vs. pre-COVID										85.2	91.9	87.8	86.0	82.0	76.4	102.0	82.8	91.7	126.7	119.6	117.8	110.7	95.2	96.1	107.3	
		Ramen division	vs. prev yr	14.3	54.1	90.8	93.7	88.3	94.5	99.7	96.7	91.6	82.2	76.4	87.9	546.9	148.9	82.9	95.4	82.1	76.3	96.1	100.0	111.3	115.2	113.8	112.6	123.2
		vs. pre-COVID											86.0	82.3	79.5	78.2	80.6	75.3	89.4	72.5	72.1	95.8	96.7	102.0	99.1	93.6	89.6	96.4
Yuzuan division	vs. prev yr	10.9	42.6	83.7	96.1	84.9	91.0	101.2	106.6	89.4	71.1	69.1	94.3	697.3	162.7	81.6	90.7	71.4	65.8	94.3	85.6	100.4	116.8	90.4	101.6	120.0		
vs. pre-COVID											73.7	74.4	79.9	76.0	69.3	68.3	87.2	60.6	59.9	95.4	91.2	89.8	86.0	67.2	81.2	91.2		
3193	Torikizoku HD	vs. prev yr	3.9	12.1	73.2	76.8	59.1	77.2	93.1	81.3	51.9	28.1	32.7	55.4	948.7	41.5	18.0	38.9	16.6	8.8	66.7	92.7	155.0	200.1	112.8	126.7	208.7	1,648.4
vs. pre-COVID											30.2	34.7	46.5	37.0	5.0	13.2	29.9	9.8	6.8	62.1	75.4	80.4	60.4	39.1	58.9	77.2	83.2	
3197	Skylark HD	vs. prev yr	41.8	52.2	69.4	73.6	73.2	78.3	88.4	85.1	78.1	66.5	70.9	93.7	164.6	128.6	92.5	100.3	83.3	79.4	92.9	95.3	114.4	115.8	93.0	99.0	110.6	122.0
vs. pre-COVID											65.3	70.7	70.9	70.0	67.1	64.7	74.7	61.5	62.5	82.5	81.0	89.8	75.5	65.7	71.0	77.4	81.7	
3543	Komeda HD	vs. prev yr	53.1	71.3	85.5	89.9	92.5	101.0	101.6	96.0	95.2	89.2	93.8	109.5	188.1	134.0	108.2	119.7	98.7	89.6	104.0	105.9	104.2	109.4	97.2	103.0	103.7	
vs. pre-COVID											90.8	105.9	99.0	99.9	95.6	92.8	107.9	91.6	90.7	105.8	101.8	102.6	99.3	102.9	102.2	103.6		
9936	Ohsho Food Service	vs. prev yr	78.3	88.2	93.5	93.9	95.8	94.6	100.7	97.5	96.1	88.8	89.5	98.5	121.2	103.7	102.4	104.6	91.4	90.6	101.9	100.6	105.4	107.2	108.5	105.8	106.0	117.6
vs. pre-COVID											97.6	99.6	92.5	94.9	91.5	95.7	98.2	87.6	85.7	102.6	98.1	101.3	104.6	108.1	97.9	100.6	107.6	

Companies not covered by Mita Securities

Ticker	Company name		4/20	5/20	6/20	7/20	8/20	9/20	10/20	11/20	12/20	1/21	2/21	3/21	4/21	5/21	6/21	7/21	8/21	9/21	10/21	11/21	12/21	1/22	2/22	3/22	4/22	5/22
2702	McDonald's HD Japan	vs. prev yr	106.5	115.2	96.8	101.0	112.4	106.3	110.7	109.6	107.2	118.7	101.0	107.5	109.2	105.7	114.7	121.0	105.3	114.7	113.4	105.4	102.4	101.2	115.3	112.6	111.3	105.1
vs. pre-COVID											121.8	115.8	107.4	116.3	121.8	111.0	122.2	118.4	121.9	125.5	115.5	109.8	123.2	133.6	120.9	129.4	128.0	
3053	Pepper Food Service (Ikinari Steak)	vs. prev yr	37.4	49.4	57.6	64.0	62.0	67.1	74.6	71.1	67.6	64.6	71.5	86.9	144.7	157.4	80.5	81.2	79.9	76.3	84.3	98.2	104.4	106.3	92.1	95.5	102.1	
vs. pre-COVID											43.0	43.8	44.4	54.1	77.8	46.4	52.0	49.5	51.2	62.9	69.8	70.6	45.7	40.4	42.4	55.3		
3085	Arland Service HD (Katsuya)	vs. prev yr	89.6	97.7	96.4	106.9	103.2	94.7	101.7	104.7	100.6	100.2	99.0	100.9	114.1	104.8	101.2	106.8	95.2	99.8	102.7	103.4	104.2	105.8	101.9	110.4	101.7	111.3
vs. pre-COVID											104.5	105.2	95.4	102.2	102.4	97.6	114.2	98.2	94.5	104.4	108.3	104.8	110.6	107.2	105.4	104.0	114.0	
3087	Doutor Nichires HD (Doutor Coffee Shop)	vs. prev yr	35.9	36.5	67.0	68.8	69.3	71.8	79.6	76.2	77.2	68.4	73.5	97.4	204.6	192.3	113.5	112.8	96.3	95.9	102.0	109.2	110.6	117.6	106.6	105.8	108.2	
vs. pre-COVID											68.8	70.7	75.9	73.5	70.2	76.2	77.9	67.0	69.1	81.4	83.5	85.7	80.9	73.3	80.3	79.5		
3397	Toridoll HD	vs. prev yr	50.0	63.2	83.6	85.5	88.4	86.2	94.6	93.4	87.0	79.1	78.4	99.5	184.8	147.6	108.3	113.5	94.5	103.2	101.7	106.2	113.3	104.0	109.4	119.7	137.7	
vs. pre-COVID											84.2	85.4	84.3	92.4	93.3	90.5	97.0	83.5	89.0	96.4	95.0	92.4	95.4	88.8	92.2	110.6	128.5	
	Marugame Seimen	vs. prev yr	50.3	63.6	85.2	86.2	90.0	86.5	94.4	83.8	88.0	78.0	82.0	99.5	184.0	147.9	109.1	115.4	94.7	105.6	102.4	104.8	112.0	104.1	110.4	105.6	114.5	
vs. pre-COVID											84.3	90.2	86.1	92.6	94.1	93.0	99.5	85.2	91.3	96.7	85.0	92.2	94.4	93.9	95.0	97.7	107.7	
3563	Food & Life Companies (Sushiro)	vs. prev yr	55.6	81.4	97.9	96.5	87.7	97.1	104.3	94.7	98.7	95.1	99.9	120.0	178.0	112.6	95.3	103.5	96.4	90.0	94.0	96.3	100.1	96.0	93.6	93.5	105.3	107.8
vs. pre-COVID											101.8	111.9	103.6	99.0	91.7	93.3	99.9	84.5	87.4	98.0	91.2	98.8	97.7	104.7	96.8	104.2	98.8	
7550	Zensho HD (Sukiya)	vs. prev yr	88.1	90.8	91.3	102.7	98.8	98.4	104.9	100.5	101.3	99.8	92.1	104.6	114.2	118.1	108.9	108.7	100.5	103.0	105.4	104.6	118.2	110.9	111.4	111.4	108.3	106.3
vs. pre-COVID											101.7	101.3	96.4	100.6	107.2	99.4	111.6	99.3	101.4	110.6	105.1	119.7	112.8	112.9	107.4	109.0	114.0	
7581	Salzeriya	vs. prev yr	38.6	47.8	66.5	72.9	71.5	77.3	90.1	84.0	75.2	62.0	67.1	91.3	192.3	139.7	98.9	101.1	83.4	76.7	98.7	104.6	115.8	125.3	109.1	117.0	124.4	138.8
vs. pre-COVID											65.2	71.5	71.7	74.2	66.8	65.8	73.7	59.6	59.3	88.9	87.1	81.6	78.0	83.9	92.3	92.7		
7611	Hiday Hidak	vs. prev yr	49.3	48.0	65.8	73.9	75.7	80.7	87.0	82.3	77.9	55.7	54.3	70.5	118.3	99.3	78.9	74.2	62.6	62.2	81.6	95.4	103.5	129.2	110.2	118.1	132.8	171.8
vs. pre-COVID											56.1	56.9	57.8	58.3	47.7	51.9	54.8	47.4	50.2	71.0	78.5	80.6	72.5	62.7	68.3	77.5	81.9	
7630	Ichibanya	vs. prev yr	74.0	79.5	85.1	89.3	91.4	89.2	96.2	89.8	91.0	84.2	80.9	91.3	118.7	110.0	95.8	96.0	89.0	88.8	95.5	97.4	103.3	106.7	96.6	99.5	99.0	103.9
vs. pre-COVID											84.5	82.9	82.4	87.8	87.5	81.5	85.7	81.3	79.2	91.9	87.5	94.0	90.1	80.1	81.9	87.0	90.9	
8153	Mos Food Services	vs. prev yr	103.7	112.2	106.2	106.6	102.9	100.3	107.7	123.5	114.2	108.9	110.0	109.3	112.6	120.5	111.0	113.4	111.5	117.3	115.1	97.5	98.5	113.7	97.6	101.5	107.4	94.0
vs. pre-COVID											118.4	127.5	110.3	116.8	135.2	117.9	120.9	114.7	117.7	124.0	120.4	112.5	134.6	124.4	111.9	125.4	127.1	
8179	Royal HD																											

Pre-tax profits for food service companies covered by Mita Securities

Figure: Quarterly pre-tax profit for food service companies (JPYm)



Source: Companies' data, Mita Securities

Comparison of valuations with peers

Figure: Comparison of valuations for food service companies

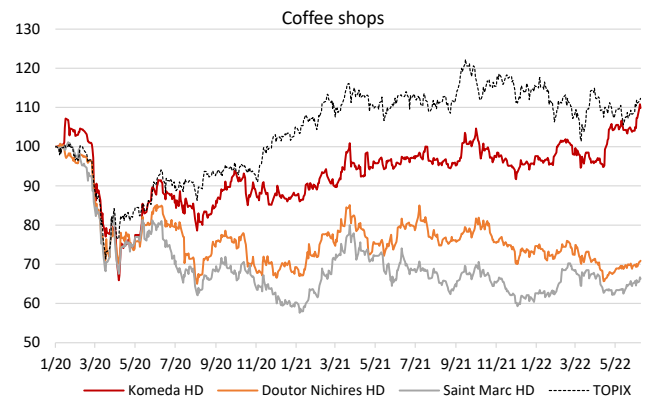
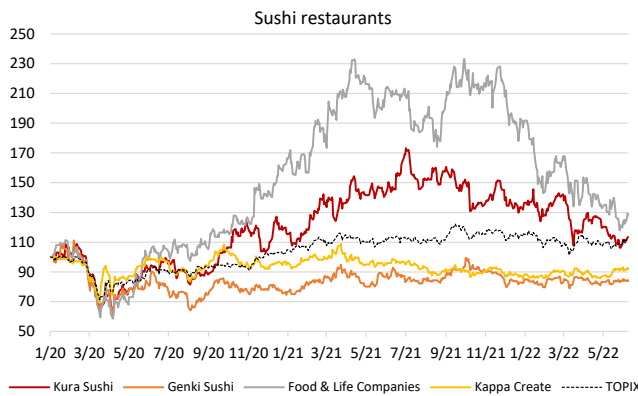
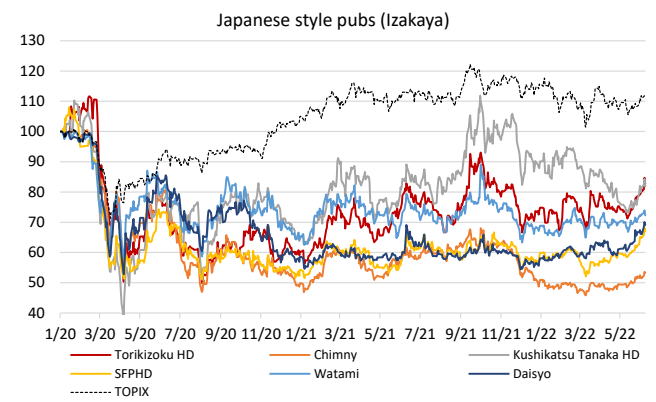
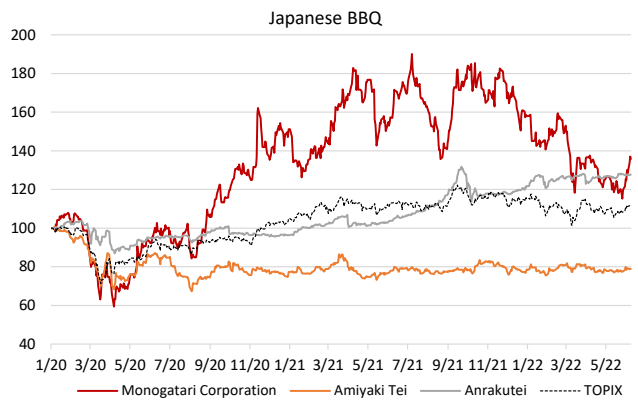
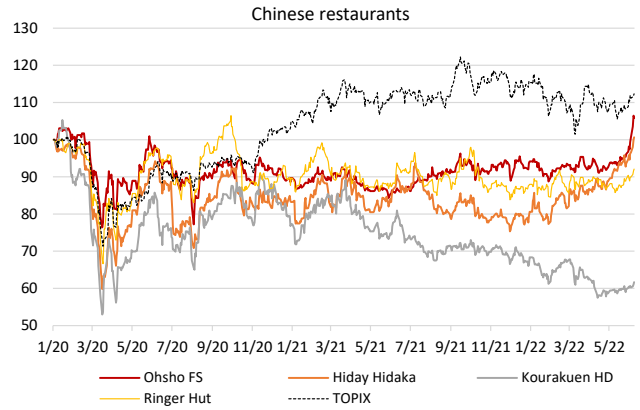
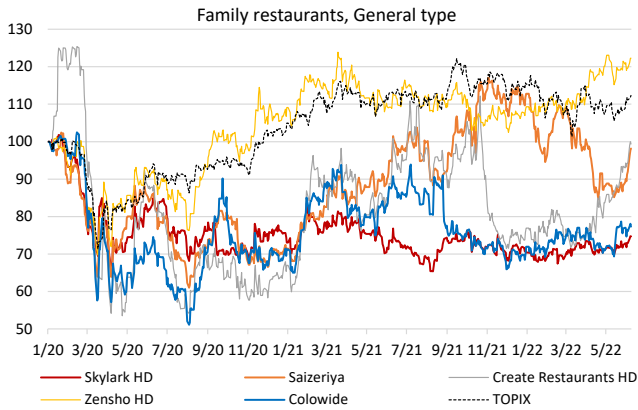
Company name	Ticker	PX 7-Jun	Mkt cap JPYbn	Net D/E Last	Sales YoY LTM	EBITDA Mn LTM	ROE LTM	ROE Cur E	ROE Nxt E	PER LTM	PER Cur E	PER Nxt E	PBR Last	EV/EBITDA Cur E	EV/Sales Cur E	Div yield Cur E	1M Chg	3M Chg	1YR Chg
KURA SUSHI INC (TP 5,000 Buy)	2695	3,045	126.1	0.1	11.8	2.3	6.4	8.0	10.0	40.0	30.6	22.0	2.4	12.2	0.7	0.7	-0.8	-9.9	-21.5
MCDONALD'S HOLDINGS CO JAPAN	2702	5,020	667.5	-0.3	11.7	13.9	13.1	11.0	10.6	27.5	29.3	27.5	3.5	12.0	1.8	0.8	-1.6	1.8	0.2
OTOYA HOLDINGS CO LTD	2705	2,910	21.1	-0.6	16.7	9.2	207.2	NA	NA	11.7	NA	NA	62.1	NA	NA	NA	2.5	0.9	3.1
FUJIO FOOD GROUP INC	2752	1,388	62.2	1.7	0.7	-11.4	8.6	15.9	NA	174.4	74.2	42.7	13.3	NA	2.2	0.0	3.4	9.8	0.2
AMIYAKI TEI CO LTD	2753	2,945	20.2	-0.2	-2.6	-13.9	3.1	2.7	NA	32.1	36.7	20.4	1.0	NA	0.4	1.0	0.8	1.7	0.4
HIRAMATSU INC	2764	203	15.2	1.7	47.2	-17.8	-57.6	NA	NA	NA	NA	NA	2.7	NA	NA	NA	4.6	5.7	-12.9
PEPPER FOOD SERVICE CO LTD	3053	419	16.5	-0.1	NA	-9.2	31.1	NA	NA	22.4	NA	NA	5.2	NA	NA	NA	12.9	25.1	-24.0
CHOSHIMARU CO LTD	3075	1,107	16.1	-0.8	0.7	9.9	13.8	NA	NA	15.0	NA	NA	1.9	NA	NA	0.5	-4.2	-0.4	-0.2
ARCLAND SERVICE HOLDINGS CO	3085	2,132	70.6	-0.7	9.8	7.8	9.7	13.2	12.6	31.1	20.2	19.8	3.0	9.6	1.2	1.4	-1.4	0.4	-7.9
DOUTOR NICHIRETSU HOLDINGS CO	3087	1,534	70.0	-0.3	13.8	6.7	1.3	0.9	2.1	55.5	58.4	31.6	0.7	5.8	0.3	1.7	1.9	0.7	-11.4
BRONCO BILLY CO LTD	3091	2,483	37.4	-0.3	6.5	15.3	6.0	NA	NA	35.8	NA	NA	2.1	NA	NA	0.7	6.4	18.7	0.5
MONOGATARI CORP (TP 9,100 Buy)	3097	5,780	70.0	0.1	15.5	11.6	12.8	15.8	16.4	26.0	19.6	20.0	3.2	12.4	1.0	1.2	9.3	6.8	-17.5
CHIMNEY CO LTD	3178	1,248	24.1	0.4	-23.6	5.6	21.4	NA	NA	19.6	NA	NA	3.7	NA	NA	NA	7.4	17.1	-9.1
TORIKIZOKU HOLDINGS CO LTD (TP 2,100 Hold)	3193	1,980	23.0	0.6	NA	NA	NA	1.4	11.4	NA	163.6	35.9	3.8	NA	1.1	0.0	12.2	22.0	2.9
HOTLAND CO LTD	3196	1,337	28.8	0.3	6.7	6.4	23.8	14.8	NA	14.6	21.1	22.0	3.1	NA	0.9	0.4	-2.4	7.5	-4.5
SKYLARK HOLDINGS CO LTD (TP 1,600 Hold)	3197	1,606	365.4	1.1	0.1	23.6	7.4	2.6	2.6	35.4	82.8	76.9	2.2	7.7	1.5	0.4	4.1	7.5	3.0
SFP HOLDINGS CO LTD	3198	1,580	40.7	-0.4	-40.3	26.4	15.1	13.1	NA	23.3	22.6	29.1	3.3	NA	1.5	1.3	12.6	26.8	8.1
CREATE RESTAURANTS HOLDINGS	3387	939	199.8	2.1	5.2	26.5	29.0	9.6	NA	29.1	47.0	37.3	8.3	NA	2.3	0.6	17.5	37.9	2.2
SAINT MARC HOLDINGS CO LTD	3395	1,553	35.4	-0.3	8.5	-8.0	-13.7	3.7	4.8	NA	27.6	22.7	1.0	6.3	0.5	2.8	4.2	2.7	-7.7
TORIDOLL HOLDINGS CORP	3397	2,295	201.2	1.3	13.8	29.2	21.5	6.2	6.0	23.1	41.4	32.4	3.9	10.1	1.8	0.3	0.3	4.3	28.3
KOMEDA HOLDINGS CO LTD (TP 3,000 Buy)	3543	2,329	107.5	1.1	15.5	26.3	13.6	13.5	13.8	22.9	20.1	18.4	2.9	15.6	4.1	2.4	4.3	16.1	14.1
KUSHIKATSU TANAKA HOLDINGS C	3547	1,837	17.3	1.6	-11.4	-20.8	16.1	36.7	38.0	73.1	31.4	26.7	11.2	368.8	1.6	0.8	9.5	-0.8	-1.8
CHIKARANOMOTO HOLDINGS CO LT	3561	738	20.0	0.6	17.3	10.3	36.1	NA	NA	21.7	NA	NA	5.2	NA	NA	NA	25.5	33.2	13.0
FOOD & LIFE COMPANIES LTD	3563	2,951	342.5	2.2	21.4	14.1	17.7	16.5	20.1	31.2	32.0	22.5	5.2	12.3	1.7	0.8	-1.4	-10.2	-38.2
ATOM CORP	7412	774	149.8	0.0	-3.4	8.0	3.5	NA	NA	516.7	NA	NA	18.3	NA	NA	NA	5.2	1.2	-1.9
KAPPA CREATE CO LTD	7421	1,405	69.4	-0.1	3.6	3.9	6.5	NA	NA	94.2	NA	NA	6.0	NA	NA	NA	5.6	5.7	-5.3
WATAMI CO LTD	7522	952	40.6	1.0	5.8	-8.8	-23.6	NA	NA	NA	NA	NA	2.7	NA	NA	NA	3.1	11.3	-5.8
ZENSHO HOLDINGS CO LTD	7550	3,050	472.3	1.8	10.7	4.7	14.7	9.5	9.5	33.5	45.2	35.8	4.5	14.5	0.9	0.7	1.0	12.6	10.1
KOURAKUEN HOLDINGS CORP	7554	1,300	21.8	1.3	-5.8	10.8	11.0	NA	NA	52.3	NA	NA	5.4	NA	NA	NA	3.3	0.2	-21.8
ANRAKUTEI CO LTD	7562	#N/A	N/A	13.9	1.5	-11.5	-7.2	10.4	NA	NA	NA	NA	2.9	NA	NA	NA	0.8	2.4	22.0
SAIZERIYA CO LTD	7581	2,642	138.1	-0.2	17.8	6.9	8.7	8.5	6.9	17.5	17.3	21.8	1.4	8.2	0.8	0.7	11.2	-2.1	0.6
HIDAY HIDAHA CORP	7611	2,087	79.6	-0.4	-10.7	-9.8	7.1	NA	NA	50.2	NA	NA	3.5	NA	NA	1.1	9.2	19.3	13.9
COLOWIDE CO LTD	7616	1,783	154.9	1.9	4.4	14.1	3.7	NA	NA	153.8	NA	NA	4.4	NA	NA	NA	8.5	5.3	-13.2
UKAI CO LTD	7621	3,120	17.5	1.5	4.8	-5.1	-28.3	NA	NA	NA	NA	NA	6.4	NA	NA	NA	3.7	4.5	1.6
GLOBAL-DINING INC	7625	308	3.2	0.1	60.0	9.7	30.8	NA	NA	3.8	NA	NA	1.0	NA	NA	NA	10.0	11.2	-36.2
ICHIBANYA CO LTD	7630	4,920	157.1	-0.5	1.8	10.3	9.7	NA	NA	53.7	40.8	38.3	5.2	NA	2.7	1.6	0.8	5.2	1.2
ASAKUMA CO LTD	7678	1,540	8.3	-0.6	-17.8	-7.1	2.6	NA	NA	136.4	NA	NA	3.4	NA	NA	NA	0.5	-3.1	-0.7
MOS FOOD SERVICES INC	8153	3,055	97.8	-0.3	9.0	10.2	7.3	5.1	NA	27.5	37.3	35.9	1.9	NA	1.0	0.9	3.2	2.3	-1.5
KISOJI CO LTD	8160	2,197	62.6	-0.2	18.4	-7.7	0.9	NA	NA	87.4	NA	NA	2.2	NA	NA	NA	6.9	9.9	-8.6
SRS HOLDINGS CO LTD	8163	873	35.4	0.0	-1.9	8.8	13.2	NA	NA	20.3	NA	NA	2.5	NA	NA	NA	6.5	6.3	6.1
ROYAL HOLDINGS CO LTD	8179	2,252	110.4	1.1	16.8	0.5	-5.0	1.3	5.4	NA	322.5	45.6	3.2	19.1	1.5	0.2	7.0	24.0	-2.3
RINGER HUT CO LTD	8200	2,343	61.1	0.5	-0.4	-1.3	8.5	NA	NA	63.1	122.7	83.5	4.9	NA	1.8	0.4	6.3	6.1	0.1
GIFT HOLDINGS INC	9279	2,197	21.9	0.0	22.2	10.2	37.9	32.3	NA	15.2	12.1	13.5	4.9	NA	1.3	1.1	1.1	9.7	-7.6
GENKI SUSHI CO LTD	9828	2,510	22.3	0.4	16.6	4.9	15.2	NA	NA	16.7	NA	NA	2.4	NA	NA	NA	-0.9	5.2	-7.0
GOURMET KINEYA CO LTD	9850	1,036	23.7	1.2	5.0	11.8	6.0	NA	NA	46.3	NA	NA	2.7	NA	NA	NA	1.9	2.2	7.1
GINZA RENOIIR CO LTD	9853	822	5.1	-0.2	9.2	-12.6	10.2	NA	NA	14.6	NA	NA	1.4	NA	NA	NA	0.4	-1.6	-1.0
YOSHINOYA HOLDINGS CO LTD	9861	2,526	164.5	0.2	-9.8	14.0	18.5	6.3	4.8	20.1	63.0	61.3	3.4	16.5	1.0	0.5	6.1	7.3	21.0
KFC HOLDINGS JAPAN LTD	9873	2,800	62.8	-0.8	8.8	7.3	18.1	NA	NA	13.7	20.3	20.6	2.3	NA	0.4	1.8	-3.6	-1.7	1.6
MATSUYAFOODS HOLDINGS CO LTD	9887	3,855	73.5	0.2	0.1	-3.6	2.7	NA	NA	66.5	NA	NA	1.8	NA	NA	NA	1.0	8.9	8.7
SAGAMI HOLDINGS CORP	9900	1,178	35.7	-0.4	4.9	-3.9	9.0	NA	NA	29.4	NA	NA	2.4	NA	NA	NA	4.8	2.9	11.7
OHSHO FOOD SERVICE CORP (TP 7,200 Buy)	9936	6,880	160.2	-0.4	5.2	11.2	15.7	9.1	7.7	14.7	22.8	21.6	2.2	15.3	1.5	1.7	12.6	16.0	22.4
JOYFULL CO LTD	9942	814	26.0	4.9	-6.9	-6.4	63.6	NA	NA	9.9	NA	NA	4.8	NA	NA	NA	3.7	7.0	8.5
DAISYO CORP	9979	1,171	24.8	0.9	-10.9	12.3	-7.3	NA	NA	NA	NA	NA	2.2	NA	NA	NA	10.4	18.8	6.8
Average				0.5	5.7	4.8	13.8	10.7	10.8	51.6	54.2	32.8	5.0	34.2	1.4	1.0	4.9	8.0	-0.9
Median				0.1	5.2	7.1	10.0	9.3	9.5	29.1	32.0	27.5	3.2	12.3	1.3	0.8	4.1	5.7	0.2

Source: Bloomberg Finance LP data, Mita Securities

Note: Forecasts are based on Bloomberg consensus. Shading indicates stocks covered by Mita Securities

Stock price trends for food service companies

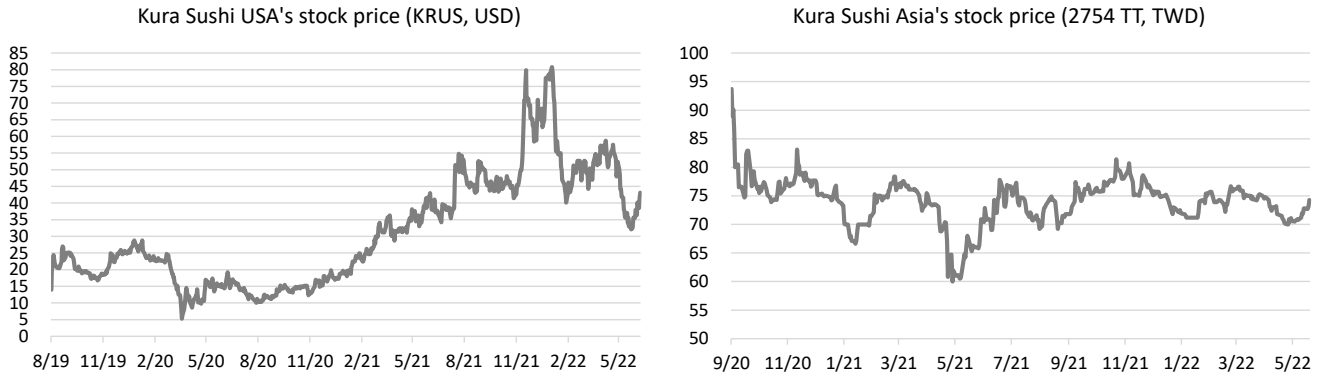
Figure: Stock price trends for food service companies



Source: Bloomberg Finance LP data, Mita Securities Note: Indexed to 100 at the end of 2019

Stock price trends for overseas subsidiaries

Figure: Stock price trends for overseas subsidiaries



Source: Bloomberg Finance LP data, Mita Securities

APPENDIX

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The target price and ratings are based on our views for the next 12 months or so.

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