

Quarterly consolidated financial statements  
(1) Quarterly consolidated balance sheet

(Millions of yen)

	As of March 31, 2016	As of December 31, 2016
<b>Assets</b>		
Current assets		
Cash and deposits	25,072	17,414
Notes and accounts receivable - trade	23,702	20,829
Securities	2,188	84
Land and buildings for sale	100,742	110,224
Merchandise	1,976	2,189
Deferred tax assets	2,533	2,321
Other	12,565	13,498
Allowance for doubtful accounts	(270)	(362)
<b>Total current assets</b>	<b>168,510</b>	<b>166,198</b>
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	198,994	194,315
Machinery, equipment and vehicles, net	13,466	15,385
Land	213,810	219,285
Construction in progress	6,076	7,932
Other, net	8,898	8,604
<b>Total property, plant and equipment</b>	<b>441,247</b>	<b>445,523</b>
Intangible assets	8,245	7,874
Investments and other assets		
Investment securities	39,959	37,783
Long-term loans receivable	388	370
Deferred tax assets	2,208	7,151
Net defined benefit asset	21	179
Other	9,811	10,509
Allowance for doubtful accounts	(59)	(65)
<b>Total investments and other assets</b>	<b>52,329</b>	<b>55,929</b>
<b>Total non-current assets</b>	<b>501,822</b>	<b>509,328</b>
<b>Total assets</b>	<b>670,333</b>	<b>675,527</b>

(Millions of yen)

	As of March 31, 2016	As of December 31, 2016
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	10,775	12,601
Short-term loans payable	68,780	67,844
Short-term bonds payable	5,000	2,500
Current portion of bonds	10,245	117
Income taxes payable	5,619	3,320
Deferred tax liabilities	1	-
Advances received	8,011	9,040
Provision for bonuses	2,667	1,642
Provision for loss on unused gift certificate	407	429
Other	40,829	35,201
Total current liabilities	152,337	132,697
Non-current liabilities		
Bonds payable	80,257	90,219
Long-term loans payable	161,430	160,198
Long-term accounts payable - other	654	775
Deferred tax liabilities	7,944	11,243
Deferred tax liabilities for land revaluation	31,087	33,175
Provision for directors' retirement benefits	447	437
Net defined benefit liability	18,933	20,576
Other	25,448	25,261
Total non-current liabilities	326,204	341,888
Total liabilities	478,542	474,585
<b>Net assets</b>		
Shareholders' equity		
Capital stock	51,466	51,466
Capital surplus	28,794	28,782
Retained earnings	79,103	95,955
Treasury shares	(17,199)	(21,573)
Total shareholders' equity	142,165	154,631
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	12,221	11,421
Revaluation reserve for land	37,557	35,600
Remeasurements of defined benefit plans	(2,815)	(3,746)
Total accumulated other comprehensive income	46,962	43,276
Subscription rights to shares	-	27
Non-controlling interests	2,662	3,005
Total net assets	191,790	200,941
Total liabilities and net assets	670,333	675,527

(2) Quarterly consolidated statement of income and quarterly consolidated statement of comprehensive income  
 Quarterly consolidated statement of income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2015	Nine months ended December 31, 2016
Operating revenue	216,979	212,293
Operating expenses		
Operating expenses and cost of sales of transportation	169,154	158,641
Selling, general and administrative expenses	20,531	27,881
Total operating expenses	189,686	186,522
Operating income	27,293	25,770
Non-operating income		
Interest income	29	41
Dividend income	742	781
Share of profit of entities accounted for using equity method	29	-
Miscellaneous income	814	712
Total non-operating income	1,616	1,535
Non-operating expenses		
Interest expenses	2,723	2,129
Share of loss of entities accounted for using equity method	-	15
Miscellaneous expenses	1,147	676
Total non-operating expenses	3,870	2,821
Ordinary income	25,038	24,484
Extraordinary income		
Gain on sales of investment securities	348	2,609
Compensation income	-	602
Subsidy	543	486
Gain on sales of non-current assets	330	138
Contribution for construction	68	121
Gain on bargain purchase	4,709	-
Other	49	8
Total extraordinary income	6,049	3,965
Extraordinary losses		
Loss on retirement of non-current assets	680	620
Loss on reduction of non-current assets	217	215
Special retirement expenses	-	26
Impairment loss	8	4
Loss on step acquisitions	2,119	-
Other	17	30
Total extraordinary losses	3,042	896
Profit before income taxes	28,045	27,553
Income taxes - current	7,440	7,820
Income taxes - deferred	764	(843)
Total income taxes	8,205	6,976
Profit	19,840	20,577
Profit attributable to non-controlling interests	319	361
Profit attributable to owners of parent	19,520	20,215

Quarterly consolidated statement of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2015	Nine months ended December 31, 2016
Profit	19,840	20,577
Other comprehensive income		
Valuation difference on available-for-sale securities	657	(786)
Revaluation reserve for land	-	(2,087)
Remeasurements of defined benefit plans, net of tax	363	(930)
Total other comprehensive income	1,021	(3,804)
Comprehensive income	20,861	16,772
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	20,544	16,398
Comprehensive income attributable to non-controlling interests	316	374

(3) Notes on quarterly consolidated financial statements

*Notes on premise of going concern*

No items to report.

*Notes on significant changes in the amount of shareholders' equity*

No items to report.

*Segment information, etc.*

Segment information

I. Nine months ended December 31, 2015 (from April 1, 2015 to December 31, 2015)

1. Information on operating revenue and profit (loss) by reportable segment

(Millions of yen)

	Transportation	Real estate	Retail distribution	Leisure and service	Others	Total	Adjustments (Note 1)	Amount on the quarterly consolidated statement of income (Note 2)
Operating revenue								
Operating revenue from external customers	69,836	47,175	74,347	24,819	800	216,979	–	216,979
Inter-segment operating revenue or transfer	1,006	9,078	298	26	515	10,926	(10,926)	–
Total	70,842	56,253	74,646	24,846	1,315	227,905	(10,926)	216,979
Segment profit (loss)	9,952	10,152	2,159	5,009	(8)	27,264	28	27,293

Notes: 1. "Adjustments" to "Segment profit (loss)" represents elimination between inter-segment transactions.  
2. Segment profit (loss) is adjusted to operating income in the quarterly consolidated statement of income.

II. Nine months ended December 31, 2016 (from April 1, 2016 to December 31, 2016)

1. Information on operating revenue and profit (loss) by reportable segment

(Millions of yen)

	Transportation	Real estate	Retail distribution	Leisure and service	Others	Total	Adjustments (Note 1)	Amount on the quarterly consolidated statement of income (Note 2)
Operating revenue								
Operating revenue from external customers	69,820	43,656	73,889	24,068	857	212,292	1	212,293
Inter-segment operating revenue or transfer	1,595	9,827	278	40	507	12,250	(12,250)	–
Total	71,415	53,483	74,168	24,109	1,365	224,542	(12,249)	212,293
Segment profit	9,606	8,952	2,090	4,594	102	25,346	424	25,770

Notes: 1. "Adjustments" to "Segment profit" represents elimination between inter-segment transactions and profit (loss) of the Company not allocated to any reportable segment.  
2. Segment profit is adjusted to operating income in the quarterly consolidated statement of income.