

Quarterly consolidated financial statements  
(1) Quarterly consolidated balance sheet

(Millions of yen)

	As of March 31, 2017	As of December 31, 2017
<b>Assets</b>		
Current assets		
Cash and deposits	18,372	23,174
Notes and accounts receivable - trade	25,760	22,500
Securities	70	51
Land and buildings for sale	99,541	115,168
Merchandise	1,878	2,160
Deferred tax assets	2,670	2,564
Other	9,970	13,751
Allowance for doubtful accounts	(609)	(257)
<b>Total current assets</b>	<b>157,655</b>	<b>179,112</b>
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	198,409	194,074
Machinery, equipment and vehicles, net	16,575	16,341
Land	222,847	221,925
Construction in progress	10,623	11,029
Other, net	8,464	8,410
<b>Total property, plant and equipment</b>	<b>456,920</b>	<b>451,781</b>
Intangible assets	8,044	9,212
Investments and other assets		
Investment securities	38,229	40,769
Long-term loans receivable	682	713
Deferred tax assets	7,209	6,870
Net defined benefit asset	266	449
Other	10,843	11,185
Allowance for doubtful accounts	(219)	(174)
<b>Total investments and other assets</b>	<b>57,011</b>	<b>59,814</b>
<b>Total non-current assets</b>	<b>521,976</b>	<b>520,808</b>
<b>Total assets</b>	<b>679,631</b>	<b>699,920</b>

(Millions of yen)

	As of March 31, 2017	As of December 31, 2017
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	11,248	13,716
Short-term loans payable	65,363	71,774
Current portion of bonds	45	10,045
Income taxes payable	5,990	1,379
Advances received	6,979	10,207
Provision for bonuses	2,630	1,755
Provision for loss on unused gift certificate	508	550
Other	43,450	35,877
Total current liabilities	136,217	145,307
Non-current liabilities		
Bonds payable	90,191	80,153
Long-term loans payable	158,938	164,940
Long-term accounts payable - other	685	615
Deferred tax liabilities	11,236	12,000
Deferred tax liabilities for land revaluation	33,168	33,137
Provision for directors' retirement benefits	437	349
Net defined benefit liability	20,011	19,255
Other	25,289	23,577
Total non-current liabilities	339,959	334,030
Total liabilities	476,176	479,337
<b>Net assets</b>		
Shareholders' equity		
Capital stock	51,466	51,466
Capital surplus	28,782	28,786
Retained earnings	98,392	112,893
Treasury shares	(21,580)	(21,597)
Total shareholders' equity	157,060	171,549
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	11,266	12,576
Revaluation reserve for land	35,584	36,088
Foreign currency translation adjustment	(2)	(8)
Remeasurements of defined benefit plans	(3,338)	(2,903)
Total accumulated other comprehensive income	43,509	45,752
Subscription rights to shares	27	44
Non-controlling interests	2,857	3,235
Total net assets	203,455	220,582
Total liabilities and net assets	679,631	699,920

(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, 2016	Nine months ended December 31, 2017
Operating revenue	212,293	222,993
Operating expenses		
Operating expenses and cost of sales of transportation	158,641	168,009
Selling, general and administrative expenses	27,881	30,487
Total operating expenses	186,522	198,497
Operating profit	25,770	24,496
Non-operating income		
Interest income	41	50
Dividend income	781	782
Miscellaneous income	712	689
Total non-operating income	1,535	1,521
Non-operating expenses		
Interest expenses	2,129	1,927
Share of loss of entities accounted for using equity method	15	43
Miscellaneous expenses	676	760
Total non-operating expenses	2,821	2,731
Ordinary profit	24,484	23,287
Extraordinary income		
Gain on sales of shares of subsidiaries and associates	–	3,164
Subsidy	486	400
Gain on sales of non-current assets	138	261
Gain on sales of investment securities	2,609	0
Compensation income	602	–
Contribution for construction	121	–
Other	8	254
Total extraordinary income	3,965	4,081
Extraordinary losses		
Loss on retirement of non-current assets	620	302
Compensation for damage	–	152
Loss on reduction of non-current assets	215	24
Special retirement expenses	26	–
Impairment loss	4	–
Other	30	8
Total extraordinary losses	896	488
Profit before income taxes	27,553	26,880
Income taxes - current	7,820	7,742
Income taxes - deferred	(843)	532
Total income taxes	6,976	8,274
Profit	20,577	18,605
Profit attributable to non-controlling interests	361	383
Profit attributable to owners of parent	20,215	18,222

Quarterly consolidated statement of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2016	Nine months ended December 31, 2017
Profit	20,577	18,605
Other comprehensive income		
Valuation difference on available-for-sale securities	(786)	1,341
Revaluation reserve for land	(2,087)	–
Remeasurements of defined benefit plans, net of tax	(930)	435
Share of other comprehensive income of entities accounted for using equity method	–	(6)
Total other comprehensive income	(3,804)	1,770
Comprehensive income	16,772	20,375
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	16,398	19,960
Comprehensive income attributable to non- controlling interests	374	415

(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, 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 profit in the quarterly consolidated statement of income.

II. Nine months ended December 31, 2017 (from April 1, 2017 to December 31, 2017)

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	68,291	54,285	75,621	23,936	856	222,991	2	222,993
Inter-segment operating revenue or transfer	1,649	9,797	348	280	529	12,604	(12,604)	–
Total	69,941	64,082	75,969	24,216	1,385	235,595	(12,602)	222,993
Segment profit	9,065	9,346	2,120	4,551	29	25,113	(616)	24,496

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 profit in the quarterly consolidated statement of income.