

Quarterly consolidated financial statements  
(1) Quarterly consolidated balance sheet

(Millions of yen)

	As of March 31, 2019	As of June 30, 2019
<b>Assets</b>		
Current assets		
Cash and deposits	21,385	15,336
Notes and accounts receivable - trade	31,189	21,556
Securities	809	1,102
Land and buildings for sale	112,710	114,007
Merchandise	1,813	1,755
Other	12,440	13,253
Allowance for doubtful accounts	(267)	(302)
Total current assets	180,080	166,708
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	207,375	205,190
Machinery, equipment and vehicles, net	17,686	17,422
Land	218,789	220,216
Construction in progress	19,272	21,499
Other, net	10,397	9,970
Total property, plant and equipment	473,522	474,300
Intangible assets	9,210	8,919
Investments and other assets		
Investment securities	45,362	45,232
Long-term loans receivable	539	504
Deferred tax assets	9,904	10,131
Retirement benefit asset	1,072	1,111
Other	12,331	12,466
Allowance for doubtful accounts	(272)	(237)
Total investments and other assets	68,937	69,210
Total non-current assets	551,669	552,431
Total assets	731,750	719,140

(Millions of yen)

	As of March 31, 2019	As of June 30, 2019
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	11,544	9,787
Short-term borrowings	96,076	86,778
Current portion of bonds	10,045	10,045
Income taxes payable	5,505	1,764
Advances received	8,439	9,939
Provision for bonuses	2,867	1,431
Provision for loss on unused gift certificate	634	649
Other	43,196	40,046
Total current liabilities	178,310	160,443
Non-current liabilities		
Bonds payable	90,059	90,054
Long-term borrowings	138,164	137,168
Long-term accounts payable - other	442	414
Deferred tax liabilities	9,110	9,056
Deferred tax liabilities for land revaluation	33,047	33,047
Provision for retirement benefits for directors (and other officers)	297	269
Retirement benefit liability	18,360	18,398
Other	25,262	25,151
Total non-current liabilities	314,744	313,561
Total liabilities	493,055	474,004
<b>Net assets</b>		
Shareholders' equity		
Share capital	51,466	51,466
Capital surplus	28,789	28,789
Retained earnings	134,559	141,359
Treasury shares	(21,626)	(21,620)
Total shareholders' equity	193,189	199,994
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	8,191	7,585
Revaluation reserve for land	36,373	36,376
Foreign currency translation adjustment	(20)	11
Remeasurements of defined benefit plans	(2,597)	(2,521)
Total accumulated other comprehensive income	41,946	41,451
Share acquisition rights	75	66
Non-controlling interests	3,484	3,621
Total net assets	238,695	245,135
Total liabilities and net assets	731,750	719,140

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

(Millions of yen)

	Three months ended June 30, 2018	Three months ended June 30, 2019
Operating revenue	78,685	80,331
Operating expenses		
Operating expenses and cost of sales of transportation	58,271	57,904
Selling, general and administrative expenses	10,035	10,219
Total operating expenses	68,306	68,123
Operating profit	10,378	12,207
Non-operating income		
Interest income	14	14
Dividend income	561	545
Miscellaneous income	206	220
Total non-operating income	783	779
Non-operating expenses		
Interest expenses	608	576
Share of loss of entities accounted for using equity method	5	20
Miscellaneous expenses	188	185
Total non-operating expenses	803	782
Ordinary profit	10,358	12,204
Extraordinary income		
Gain on sales of investment securities	–	408
Subsidies	154	155
Gain on sales of non-current assets	92	10
Contribution for construction	15	–
Other	7	110
Total extraordinary income	269	684
Extraordinary losses		
Loss on retirement of non-current assets	92	83
Loss on tax purpose reduction entry of non-current assets	33	20
Total extraordinary losses	125	104
Profit before income taxes	10,502	12,784
Income taxes - current	3,387	4,033
Income taxes - deferred	22	(95)
Total income taxes	3,410	3,938
Profit	7,091	8,846
Profit attributable to non-controlling interests	172	167
Profit attributable to owners of parent	6,919	8,678

Quarterly consolidated statement of comprehensive income (cumulative)

(Millions of yen)

	Three months ended June 30, 2018	Three months ended June 30, 2019
Profit	7,091	8,846
Other comprehensive income		
Valuation difference on available-for-sale securities	579	(608)
Remeasurements of defined benefit plans, net of tax	(7)	75
Share of other comprehensive income of entities accounted for using equity method	(20)	32
Total other comprehensive income	551	(500)
Comprehensive income	7,642	8,345
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	7,470	8,180
Comprehensive income attributable to non- controlling interests	172	164

(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.