

Quarterly consolidated financial statements  
(1) Quarterly consolidated balance sheet

(Millions of yen)

	As of March 31, 2020	As of June 30, 2020
<b>Assets</b>		
Current assets		
Cash and deposits	14,918	28,114
Notes and accounts receivable - trade	21,947	17,820
Securities	2,178	1,882
Land and buildings for sale	123,881	130,509
Merchandise	1,836	1,653
Other	12,617	12,287
Allowance for doubtful accounts	(364)	(470)
Total current assets	177,016	191,797
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	222,247	220,021
Machinery, equipment and vehicles, net	17,412	17,082
Land	223,746	223,746
Construction in progress	5,477	7,398
Other, net	10,166	9,952
Total property, plant and equipment	479,049	478,201
Intangible assets	8,576	8,276
Investments and other assets		
Investment securities	44,680	43,540
Long-term loans receivable	411	404
Deferred tax assets	10,163	12,780
Retirement benefit asset	598	622
Other	12,614	12,992
Allowance for doubtful accounts	(286)	(276)
Total investments and other assets	68,182	70,064
Total non-current assets	555,808	556,542
Total assets	732,824	748,340

(Millions of yen)

	As of March 31, 2020	As of June 30, 2020
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	9,450	8,645
Short-term borrowings	75,224	75,995
Short-term bonds payable	7,999	14,498
Current portion of bonds payable	20,039	20,034
Income taxes payable	4,187	1,973
Advances received	6,293	11,514
Provision for bonuses	2,971	1,281
Provision for loss on unused gift certificate	702	732
Other	40,827	37,200
Total current liabilities	167,695	171,877
Non-current liabilities		
Bonds payable	80,000	80,000
Long-term borrowings	143,869	161,367
Long-term accounts payable - other	369	338
Deferred tax liabilities	8,825	8,096
Deferred tax liabilities for land revaluation	33,046	33,046
Provision for retirement benefits for directors (and other officers)	228	211
Retirement benefit liability	19,093	18,953
Other	25,636	26,686
Total non-current liabilities	311,069	328,700
Total liabilities	478,765	500,577
Net assets		
Shareholders' equity		
Share capital	51,466	51,466
Capital surplus	28,792	28,792
Retained earnings	150,926	145,647
Treasury shares	(21,640)	(21,643)
Total shareholders' equity	209,545	204,262
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	6,648	5,746
Revaluation reserve for land	36,375	36,375
Foreign currency translation adjustment	71	(71)
Remeasurements of defined benefit plans	(2,904)	(2,747)
Total accumulated other comprehensive income	40,191	39,302
Share acquisition rights	110	110
Non-controlling interests	4,212	4,087
Total net assets	254,058	247,763
Total liabilities and net assets	732,824	748,340

(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, 2019	Three months ended June 30, 2020
Operating revenue	80,331	44,136
Operating expenses		
Operating expenses and cost of sales of transportation	57,904	40,323
Selling, general and administrative expenses	10,219	9,434
Total operating expenses	68,123	49,757
Operating profit (loss)	12,207	(5,620)
Non-operating income		
Interest income	14	11
Dividend income	545	322
Miscellaneous income	220	261
Total non-operating income	779	595
Non-operating expenses		
Interest expenses	576	513
Share of loss of entities accounted for using equity method	20	2
Miscellaneous expenses	185	396
Total non-operating expenses	782	912
Ordinary profit (loss)	12,204	(5,937)
Extraordinary income		
Gain on sales of investment securities	408	2,127
Subsidies	155	173
Contribution for construction	-	2
Gain on sales of non-current assets	10	1
Other	110	-
Total extraordinary income	684	2,304
Extraordinary losses		
Loss on COVID-19	-	947
Loss on retirement of non-current assets	83	41
Loss on tax purpose reduction entry of non-current assets	20	4
Total extraordinary losses	104	992
Profit (loss) before income taxes	12,784	(4,625)
Income taxes - current	4,033	1,917
Income taxes - deferred	(95)	(3,033)
Total income taxes	3,938	(1,116)
Profit (loss)	8,846	(3,509)
Profit (loss) attributable to non-controlling interests	167	(105)
Profit (loss) attributable to owners of parent	8,678	(3,403)

Quarterly consolidated statement of comprehensive income (cumulative)

(Millions of yen)

	Three months ended June 30, 2019	Three months ended June 30, 2020
Profit (loss)	8,846	(3,509)
Other comprehensive income		
Valuation difference on available-for-sale securities	(608)	(895)
Remeasurements of defined benefit plans, net of tax	75	157
Share of other comprehensive income of entities accounted for using equity method	32	(143)
Total other comprehensive income	(500)	(881)
Comprehensive income	8,345	(4,391)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	8,180	(4,292)
Comprehensive income attributable to non- controlling interests	164	(98)

(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.

*Additional information*

(Accounting estimates associated with the impact of the spread of novel coronavirus disease (COVID-19))

There are no significant changes in the assumptions about when the impact of the spread of COVID-19 will cease and other factors, which are stated in the annual securities report for the previous fiscal year.