Translation

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Summary of Consolidated Financial Results for the Three Months Ended June 30, 2015 (Based on Japanese GAAP)

August 10, 2015

Company name: Konoike Transport Co.,Ltd.
Stock exchange listing: Tokyo
Stock code: 9025 URL http://www.konoike.net/
Representative: Executive Director and President Tadahiko Konoike
Inquiries: Executive Officer,General Manager Finance / Accounting Division Mitsuhiro Nakatani TEL 06-6271-4600
Scheduled date to file Quarterly Securities Report: August 13, 2015
Scheduled date to commence dividend payments: –
Preparation of supplementary material on quarterly financial results: No
Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the three months ended June 30, 2015 (from April 1, 2015 to June 30, 2015)

(1) Consolidated operating results (cumulative) Percentages indicate year-on-year changes

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2015	62,004	4.6	2,831	14.7	2,886	13.6	1,631	12.7
Three months ended June 30, 2014	59,252	4.3	2,468	23.1	2,540	19.3	1,448	9.9

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2015	28.68	–
Three months ended June 30, 2014	25.45	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of June 30, 2015	192,106	86,008	43.8	1,479.29
As of March 31, 2015	192,841	84,742	43.0	1,457.39

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2015	–	22.50	–	22.50	45.00
Year ending March 31, 2016	–				
Year ending March 31, 2016 (Forecast)		16.50	–	16.50	33.00

3. Forecast of consolidated financial results for the year ending March 31, 2016 (from April 1, 2015 to March 31, 2016)

Percentages indicate year-on-year changes

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2015	126,700	4.6	5,200	1.6	5,100	(1.6)	3,000	1.1	52.72
Full year	253,000	3.3	10,500	12.2	10,400	8.4	6,300	15.8	110.72

4. Notes

(1) Changes in significant subsidiaries during the three months ended June 30, 2015 (changes in specified subsidiaries resulting in the change in scope of consolidation): No

(2) Application of special accounting methods for preparing quarterly consolidated financial statements: No

(3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements

Changes in accounting policies due to revisions to accounting standards and other regulations:	Yes
Changes in accounting policies due to other reasons:	No
Changes in accounting estimates:	No
Restatement of prior period financial statements:	No

(4) Number of issued shares (common shares)

Total number of issued shares at the end of the period (including treasury shares)

As of June 30, 2015	56,899,202 shares	As of March 31, 2015	56,899,202 shares

Number of treasury shares at the end of the period

As of June 30, 2015	240 shares	As of March 31, 2015	36 shares

Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2015	56,898,983 shares	Three months ended June 30, 2014	56,899,166 shares

Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2015	As of June 30, 2015
Assets		
Current assets		
Cash and deposits	26,746	23,131
Notes and accounts receivable - trade	41,603	42,710
Costs on uncompleted works	84	136
Supplies	973	1,019
Deferred tax assets	2,386	2,823
Other	3,214	3,613
Allowance for doubtful accounts	(89)	(82)
Total current assets	74,919	73,350
Non-current assets		
Property, plant and equipment		
Buildings and structures	96,821	96,973
Accumulated depreciation	(58,918)	(59,697)
Buildings and structures, net	37,902	37,276
Machinery, equipment and vehicles	45,554	45,698
Accumulated depreciation	(38,557)	(38,691)
Machinery, equipment and vehicles, net	6,996	7,007
Land	41,140	41,263
Leased assets	3,598	3,726
Accumulated depreciation	(1,231)	(1,269)
Leased assets, net	2,366	2,456
Construction in progress	6,378	7,093
Other	6,671	6,721
Accumulated depreciation	(5,704)	(5,759)
Other, net	966	962
Total property, plant and equipment	95,752	96,059
Intangible assets	4,021	3,953
Investments and other assets		
Investment securities	10,193	10,850
Long-term loans receivable	352	373
Deferred tax assets	2,626	2,510
Net defined benefit asset	41	45
Other	5,113	5,142
Allowance for doubtful accounts	(177)	(179)
Total investments and other assets	18,148	18,742
Total non-current assets	117,921	118,755
Total assets	192,841	192,106

(Millions of yen)

	As of March 31, 2015	As of June 30, 2015
Liabilities		
Current liabilities		
Notes and accounts payable - trade	13,917	13,554
Short-term loans payable	2,788	2,870
Current portion of long-term loans payable	5,344	5,694
Accrued expenses	9,052	11,211
Income taxes payable	2,279	1,697
Other	15,382	11,968
Total current liabilities	48,764	46,995
Non-current liabilities		
Bonds payable	20,000	20,000
Long-term loans payable	14,236	13,811
Lease obligations	2,009	2,088
Deferred tax liabilities	558	588
Deferred tax liabilities for land revaluation	2,119	2,119
Net defined benefit liability	16,278	16,417
Provision for directors' retirement benefits	1,978	96
Allowance for loss dissolution of employees' pension fund	122	122
Long-term accounts payable - other	364	2,198
Other	1,665	1,658
Total non-current liabilities	59,334	59,102
Total liabilities	108,099	106,098
Net assets		
Shareholders' equity		
Capital stock	1,688	1,688
Capital surplus	755	755
Retained earnings	81,784	82,776
Treasury shares	(0)	(0)
Total shareholders' equity	84,228	85,220
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3,258	3,488
Revaluation reserve for land	(4,570)	(4,570)
Foreign currency translation adjustment	2,259	2,219
Remeasurements of defined benefit plans	(2,251)	(2,187)
Total accumulated other comprehensive income	(1,304)	(1,049)
Non-controlling interests	1,818	1,837
Total net assets	84,742	86,008
Total liabilities and net assets	192,841	192,106

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Millions of yen)

	Three months ended June 30, 2014	Three months ended June 30, 2015
Net sales	59,252	62,004
Cost of sales	53,947	56,008
Gross profit	5,305	5,995
Selling, general and administrative expenses	2,837	3,164
Operating income	2,468	2,831
Non-operating income		
Interest income	23	27
Dividend income	73	82
Other	97	49
Total non-operating income	194	158
Non-operating expenses		
Interest expenses	100	84
Other	22	18
Total non-operating expenses	122	103
Ordinary income	2,540	2,886
Extraordinary income		
Gain on sales of non-current assets	14	27
Other	–	3
Total extraordinary income	14	30
Extraordinary losses		
Loss on sales and retirement of non-current assets	18	14
Total extraordinary losses	18	14
Income before income taxes and minority interests	2,536	2,902
Income taxes - current	1,665	1,679
Income taxes - deferred	(607)	(438)
Total income taxes	1,057	1,240
Profit	1,478	1,661
Profit attributable to non-controlling interests	30	29
Profit attributable to owners of parent	1,448	1,631

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Three months ended June 30, 2014	Three months ended June 30, 2015
Profit	1,478	1,661
Other comprehensive income		
Valuation difference on available-for-sale securities	360	232
Foreign currency translation adjustment	(299)	(40)
Remeasurements of defined benefit plans, net of tax	66	64
Total other comprehensive income	127	256
Comprehensive income	1,606	1,917
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,591	1,886
Comprehensive income attributable to non-controlling interests	15	31