February 8, 2019

Kintetsu World Express, Inc.

Notice of Recording
Share of Loss of Entities Accounted for Using Equity Method

Kintetsu World Express, Inc. ("KWE") today announced that it has recorded its share of loss of entities accounted for using equity method as follows for the first nine months of the fiscal year ending March 31, 2019 (from April 1, 2018 to December 31, 2018).

1. Details of Share of Loss of Entities Accounted for Using Equity Method

Changan Minsheng APLL Logistics Co., Ltd. ("CMAL"), an affiliate accounted for using equity method of APL Logistics Ltd, a consolidated subsidiary of KWE, is engaged mainly in finished cars transportation in China. As CMAL is not expected to generate forecasted earnings due to a decrease in automobile production in the Chinese market, KWE recorded impairment loss of ¥2,050 million as its share of loss of entities accounted for using equity method for the first nine months of the fiscal year ending March 31, 2019.

2. Impact on Earnings

The aforementioned recording of share of loss of entities accounted for using equity method is reflected in "Financial Results for the First Nine Months of the Fiscal Year Ending March 31, 2019 [J-GAAP] (Consolidated)" released today.

The consolidated earnings forecast for the fiscal year ending March 31, 2019 remains unchanged at this point from that announced on November 8, 2018.

(Note) Cautionary Statement concerning Earnings Forecast

The forecast above is based on information currently available. Actual performance may differ from the above forecast due to various factors.

End