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Consolidated Financial Results for the Three Months Ended June 30, 2023 [Japanese GAAP]

August 4, 2023

Company name: Keikyu Corporation
Stock exchange listing: Tokyo
Code number: 9006
URL: https://www.keikyu.co.jp
Representative: Yukihiro Kawamata President & Representative Director
Contact: President & Representative Director Shinichi Akiyama
Phone: +81-45-225-9390
Scheduled date of filing quarterly securities report: August 8, 2023
Scheduled date of commencing dividend payments: -
Availability of supplementary briefing material on quarterly financial results: Yes
Schedule of quarterly financial results briefing session: Yes

(Amounts of less than one million yen are rounded down.)

1. Consolidated Financial Results for the Three Months Ended June 30, 2023 (April 1, 2023 to June 30, 2023)

(1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Three months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
June 30, 2023	62,041	4.2	5,505	185.0	5,408	210.2	3,721	(55.4)
June 30, 2022	59,512	12.9	1,931	-	1,743	-	8,343	(3.5)

(Note) Comprehensive income: Three months ended June 30, 2023: ¥ 6,646 million [(32.4) %]
Three months ended June 30, 2022: ¥ 9,829 million [30.1%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2023	13.52	-
June 30, 2022	30.31	-

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
As of	Millions of yen	Millions of yen	%
June 30, 2023	921,262	278,442	30.0
March 31, 2023	935,420	273,452	29.0

(Reference) Equity: As of June 30, 2023: ¥ 275,964 million
As of March 31, 2023: ¥ 271,085 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2023	-	5.00	-	6.00	11.00
Fiscal year ending March 31, 2024	-				
Fiscal year ending March 31, 2024 (Forecast)		6.00	-	6.00	12.00

(Note) Revision to the forecast for dividends announced most recently: No

(Note) Breakdown of the 1st quarter dividend for the fiscal year ending March 31, 2024 :

Commemorative dividend - yen

Special dividend - yen

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2024(April 1, 2023 to March 31, 2024)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2023	126,100	4.7	8,800	60.6	7,000	51.1	4,600	(63.3)	16.71
Full year	296,300	17.1	23,000	112.6	20,000	63.5	17,000	7.5	61.76

(Note) Revision to the financial results forecast announced most recently: No

* Notes:

(1) Changes in significant subsidiaries during the three months ended June 30, 2023 (changes in specified subsidiaries resulting in changes in scope of consolidation): No

New - (Company name:)

Exclusion: - (Company name:)

(2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements: No

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatement

1) Changes in accounting policies due to the revision of accounting standards: No

2) Changes in accounting policies other than 1) above: No

3) Changes in accounting estimates: No

4) Retrospective restatement: No

(4) Total number of issued shares (common shares)

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

June 30, 2023: 275,760,547 shares

March 31, 2023: 275,760,547 shares

2) Number of treasury shares at the end of the period:

June 30, 2023: 479,459 shares

March 31, 2023: 479,005 shares

3) Average number of shares outstanding during the period:

Three months ended June 30, 2023: 275,281,315 shares

Three months ended June 30, 2022: 275,278,464 shares

Quarterly Consolidated Financial Statements

Quarterly Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2023	As of June 30, 2023
Assets		
Current assets		
Cash and deposits	57,119	38,791
Notes and accounts receivable - trade, and contract assets	14,181	11,732
Merchandise and finished goods	2,008	2,221
Land and buildings for sale in lots	54,802	54,478
Work in process	896	1,962
Raw materials and supplies	312	309
Other	5,535	6,819
Allowance for doubtful accounts	(128)	(129)
Total current assets	134,727	116,187
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	313,521	311,594
Machinery, equipment and vehicles, net	35,069	33,970
Land	175,259	178,139
Construction in progress	114,416	115,772
Other, net	6,519	6,261
Total property, plant and equipment	644,786	645,738
Intangible assets	8,300	8,300
Investments and other assets		
Investment securities	84,591	88,411
Long-term loans receivable	714	703
Deferred tax assets	6,525	6,485
Retirement benefit asset	35,086	34,905
Other	20,842	20,684
Allowance for doubtful accounts	(155)	(154)
Total investments and other assets	147,605	151,036
Total non-current assets	800,692	805,075
Total assets	935,420	921,262

(Millions of yen)

	As of March 31, 2023	As of June 30, 2023
Liabilities		
Current liabilities		
Notes and accounts payable - trade	27,560	13,426
Short-term borrowings	122,733	122,177
Current portion of bonds payable	30,000	20,000
Income taxes payable	3,765	950
Advances received	6,832	12,134
Provision for bonuses	1,584	1,278
Provision for bonuses for directors (and other officers)	68	-
Other provisions	105	15
Other	30,126	30,957
Total current liabilities	222,775	200,939
Non-current liabilities		
Bonds payable	105,000	105,000
Long-term borrowings	229,717	222,994
Deferred tax liabilities	5,011	6,823
Provision for retirement benefits for directors (and other officers)	284	229
Retirement benefit liability	11,341	11,490
Long-term deferred contribution for construction	69,294	76,706
Reserve for dismantling costs	4,109	4,109
Other	14,434	14,527
Total non-current liabilities	439,192	441,880
Total liabilities	661,968	642,820
Net assets		
Shareholders' equity		
Share capital	43,738	43,738
Capital surplus	44,158	44,158
Retained earnings	165,164	167,233
Treasury shares	(821)	(821)
Total shareholders' equity	252,240	254,308
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	7,758	10,605
Foreign currency translation adjustment	385	516
Remeasurements of defined benefit plans	10,701	10,533
Total accumulated other comprehensive income	18,845	21,655
Non-controlling interests	2,366	2,477
Total net assets	273,452	278,442
Total liabilities and net assets	935,420	921,262

Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income (For the three months)

(Millions of yen)

	For the three months ended June 30, 2022	For the three months ended June 30, 2023
Operating revenue	59,512	62,041
Operating expenses		
Operating expenses and cost of sales of transportation	48,089	46,819
Selling, general and administrative expenses	9,491	9,715
Total operating expenses	57,580	56,535
Operating profit	1,931	5,505
Non-operating income		
Interest income	15	20
Dividend income	242	247
Share of profit of entities accounted for using equity method	166	174
Subsidy income	99	295
Gain on sale of investment securities	62	-
Other	291	178
Total non-operating income	877	916
Non-operating expenses		
Interest expenses	924	910
Other	141	104
Total non-operating expenses	1,066	1,014
Ordinary profit	1,743	5,408
Extraordinary income		
Contribution received for construction	744	38
Gain on sale of non-current assets	9,479	12
Other	-	0
Total extraordinary income	10,223	51
Extraordinary losses		
Loss on tax purpose reduction entry of non-current assets	744	38
Loss on retirement of non-current assets	35	32
Other	2	42
Total extraordinary losses	782	113
Profit before income taxes	11,184	5,346
Income taxes - current	1,830	933
Income taxes - deferred	981	663
Total income taxes	2,811	1,597
Profit	8,372	3,748
Profit attributable to non-controlling interests	29	27
Profit attributable to owners of parent	8,343	3,721

Quarterly Consolidated Statements of Comprehensive Income (For the three months)

(Millions of yen)

	For the three months ended June 30, 2022	For the three months ended June 30, 2023
Profit	8,372	3,748
Other comprehensive income		
Valuation difference on available-for-sale securities	1,144	2,846
Foreign currency translation adjustment	274	218
Remeasurements of defined benefit plans, net of tax	38	(167)
Total other comprehensive income	1,456	2,897
Comprehensive income	9,829	6,646
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	9,690	6,531
Comprehensive income attributable to non-controlling interests	139	115