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Consolidated Financial Results for the Nine Months Ended December 31, 2022 [Japanese GAAP]

February 7, 2023

Company name: Kanagawa Chuo Kotsu Co., Ltd.
Stock exchange listing: Tokyo Stock Exchange
Code number: 9081
URL: https://www.kanachu.co.jp/
Representative: Yasunori Hori, Representative Director and President
Contact: Daisuke Murayama, IR Manager, Corporate Strategy Department
Phone: +81-463-22-8894
Scheduled date of filing quarterly securities report: February 13, 2023
Scheduled date of commencing dividend payments: –
Availability of supplementary explanatory materials on quarterly financial results: Available
Schedule of quarterly financial results briefing session: None

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

1. Consolidated Financial Results for the Nine Months Ended December 31, 2022 (April 1, 2022 - December 31, 2022)

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

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Nine months ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
December 31, 2022	76,876	4.9	4,157	173.8	4,525	55.1	2,951	51.2
December 31, 2021	73,268	8.8	1,518	–	2,918	–	1,951	–

(Note) Comprehensive income: Nine months ended December 31, 2022: ¥2,354 million [–%]
Nine months ended December 31, 2021: ¥(1,030) million [–%]

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
December 31, 2022	240.52	–
December 31, 2021	159.03	–

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of December 31, 2022	148,964	55,021	33.9
As of March 31, 2022	146,906	53,160	33.2

(Reference) Equity: As of December 31, 2022: ¥50,428 million
As of March 31, 2022: ¥48,741 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, 2022	–	20.00	–	20.00	40.00
Fiscal year ending March 31, 2023	–	20.00	–		
Fiscal year ending March 31, 2023 (Forecast)				20.00	40.00

(Note) Revision to the forecast for dividends announced most recently: None

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2023 (April 1, 2022 - March 31, 2023)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	100,600	2.9	4,780	373.8	4,750	83.6	3,690	100.7	300.69

(Note) Revision to the financial results forecast announced most recently: None

*** Notes:**

(1) Changes in significant subsidiaries during the period under review
(Changes in specified subsidiaries resulting in changes in scope of consolidation): None
Newly included: – ( ), Excluded: – ( )

(2) Accounting methods adopted particularly for the preparation of quarterly consolidated financial statements: None

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatement
1) Changes in accounting policies due to the revision of accounting standards: None
2) Changes in accounting policies other than 1) above: None
3) Changes in accounting estimates: None
4) Retrospective restatement: None

(4) Total number of issued and outstanding shares (common shares)
1) Total number of issued and outstanding shares at the end of the period (including treasury shares):

December 31, 2022:	12,600,000 shares
March 31, 2022:	12,600,000 shares

2) Total number of treasury shares at the end of the period:

December 31, 2022:	328,383 shares
March 31, 2022:	328,243 shares

3) Average number of shares during the period:

Nine months ended December 31, 2022:	12,271,692 shares
Nine months ended December 31, 2021:	12,271,936 shares

* These quarterly consolidated financial results are outside the scope of quarterly review by certified public accountants or an audit firm.

* Explanation of the proper use of financial results forecast and other notes
(Notes for the forward-looking statements)
The earnings forecasts and other forward-looking statements herein are based on information available to the Company at the time of preparation of this document and certain assumptions deemed reasonable, and actual results may differ significantly from these forecasts due to various factors.

(Means to obtain the supplementary explanatory materials)
The supplementary explanatory materials have been disclosed on the TDnet at a later date.

Quarterly Consolidated Financial Statements

(1) Quarterly Consolidated Balance Sheets

(Million yen)

	As of March 31, 2022	As of December 31, 2022
Assets		
Current assets		
Cash and deposits	3,604	2,850
Notes and accounts receivable - trade, and contract assets	7,910	8,817
Merchandise and finished goods	3,509	6,619
Work in process	62	76
Raw materials and supplies	464	592
Other	2,914	2,949
Allowance for doubtful accounts	(34)	(30)
Total current assets	18,431	21,873
Non-current assets		
Property, plant and equipment		
Buildings and structures	90,744	90,531
Vehicles	39,921	39,766
Land	62,072	64,023
Other	23,608	24,762
Accumulated depreciation	(107,799)	(110,607)
Total property, plant and equipment	108,547	108,477
Intangible assets	840	911
Investments and other assets		
Investment securities	15,921	15,142
Other	3,171	2,574
Allowance for doubtful accounts	(6)	(14)
Total investments and other assets	19,086	17,702
Total non-current assets	128,475	127,091
Total assets	146,906	148,964
Liabilities		
Current liabilities		
Notes and accounts payable - trade	5,479	6,482
Short-term borrowings	10,220	14,002
Income taxes payable	643	351
Provision for bonuses	1,972	775
Other	13,732	15,755
Total current liabilities	32,047	37,367
Non-current liabilities		
Bonds payable	20,000	20,000
Long-term borrowings	21,423	17,959
Provision for retirement benefits for directors (and other officers)	2	2
Retirement benefit liability	3,878	3,830
Other	16,393	14,782
Total non-current liabilities	61,698	56,575
Total liabilities	93,746	93,943

(Million yen)

	As of March 31, 2022	As of December 31, 2022
Net assets		
Shareholders' equity		
Share capital	3,160	3,160
Capital surplus	723	723
Retained earnings	40,771	43,232
Treasury shares	(937)	(938)
Total shareholders' equity	43,717	46,177
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	4,601	4,098
Deferred gains or losses on hedges	311	56
Remeasurements of defined benefit plans	109	95
Total accumulated other comprehensive income	5,023	4,251
Non-controlling interests	4,419	4,592
Total net assets	53,160	55,021
Total liabilities and net assets	146,906	148,964

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income

For the nine months ended December 31

(Million yen)

	For the nine months ended December 31, 2021	For the nine months ended December 31, 2022
Net sales		
Operating revenue-general passenger automobile traffic	34,232	37,249
Sales in real estate business	5,770	4,320
Sales in other businesses	33,266	35,306
Total net sales	73,268	76,876
Cost of sales		
Traffic expenses-general passenger automobile traffic	32,590	32,338
Cost of sales in real estate business	2,791	1,732
Cost of sales in other businesses	26,608	28,749
Total cost of sales	61,990	62,820
Gross profit	11,277	14,055
Selling, general and administrative expenses		
Selling expenses	6,449	6,553
General and administrative expenses	3,309	3,345
Total selling, general and administrative expenses	9,759	9,898
Operating profit	1,518	4,157
Non-operating income		
Dividend income	254	282
Subsidy income	1,323	294
Other	127	91
Total non-operating income	1,706	669
Non-operating expenses		
Interest expenses	269	255
Other	36	45
Total non-operating expenses	305	301
Ordinary profit	2,918	4,525
Extraordinary income		
Gain on sale of non-current assets	323	3
Subsidy income	80	0
Other	72	1
Total extraordinary income	476	6
Extraordinary losses		
Loss on retirement of non-current assets	314	209
Loss on tax purpose reduction entry of non-current assets	80	1
Impairment losses	35	42
Other	38	1
Total extraordinary losses	468	254
Profit before income taxes	2,926	4,276
Income taxes - current	502	782
Income taxes - deferred	231	374
Total income taxes	733	1,157
Profit	2,192	3,118
Profit attributable to non-controlling interests	241	167
Profit attributable to owners of parent	1,951	2,951

Quarterly Consolidated Statements of Comprehensive Income

For the nine months ended December 31

(Million yen)

	For the nine months ended December 31, 2021	For the nine months ended December 31, 2022
Profit	2,192	3,118
Other comprehensive income		
Valuation difference on available-for-sale securities	(3,325)	(496)
Deferred gains or losses on hedges	107	(255)
Remeasurements of defined benefit plans, net of tax	(6)	(12)
Total other comprehensive income	(3,223)	(764)
Comprehensive income	(1,030)	2,354
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(1,259)	2,178
Comprehensive income attributable to non-controlling interests	228	176