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Consolidated Financial Results for the Three Months Ended June 30, 2024 [Japanese GAAP]

August 6, 2024

Company name: Keikyu Corporation
Listing: Tokyo
Securities code: 9006
URL: https://www.keikyu.co.jp
Representative: Yukihiro Kawamata President & Representative Director
Inquiries: President & Representative Director Toshiaki Mori
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Scheduled date to commence dividend payments: -
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: Yes

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated Financial Results for the Three Months Ended June 30, 2024 (April 1, 2024 to June 30, 2024)

(1) Consolidated Operating Results (Percentages indicate year-on-year changes.)

	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, 2024	72,860	17.4	8,709	58.2	8,523	57.6	6,895	85.3
June 30, 2023	62,041	4.2	5,505	185.0	5,408	210.2	3,721	(55.4)

(Note) Comprehensive income: Three months ended June 30, 2024: ¥ 4,582 million [(31.1) %]
Three months ended June 30, 2023: ¥ 6,646 million [(32.4) %]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2024	25.09	-
June 30, 2023	13.52	-

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
As of	Millions of yen	Millions of yen	%
June 30, 2024	1,034,800	358,873	34.4
March 31, 2024	1,086,902	357,697	32.7

(Reference) Equity: As of June 30, 2024: ¥ 356,172 million
As of March 31, 2024: ¥ 355,121 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, 2024	-	7.00	-	8.00	15.00
Fiscal year ending March 31, 2025	-				
Fiscal year ending March 31, 2025 (Forecast)		8.00	-	8.00	16.00

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

(Note) Breakdown of the 1st quarter dividend for the fiscal year ending March 31, 2025 :

Commemorative dividend - yen

Special dividend - yen

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2025(April 1, 2024 to March 31, 2025)

(Percentages indicate year-on-year changes.)

	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, 2024	139,000	8.6	15,300	10.8	14,200	4.2	8,400	(8.8)	30.51
Full year	305,400	8.8	30,000	7.0	27,800	(2.1)	16,800	(79.9)	61.03

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

* Notes:

(1) Significant changes in the scope of consolidation during the period: None

Newly included: - (Company name:)

Excluded: - (Company name:)

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: None

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

1) Changes in accounting policies due to revisions to accounting standards and other regulations: Yes

2) Changes in accounting policies due to other reasons: None

3) Changes in accounting estimates: None

4) Restatement: None

(4) Number of issued shares (common shares)

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

June 30, 2024: 275,760,547 shares

March 31, 2024: 275,760,547 shares

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

June 30, 2024: 1,468,146 shares

March 31, 2024: 471,485 shares

3) Average number of shares outstanding during the period:

Three months ended June 30, 2024: 274,790,731 shares

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

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: None

* Proper use of earnings forecasts, and other special matters

Quarterly Consolidated Financial Statements

Quarterly Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2024	As of June 30, 2024
Assets		
Current assets		
Cash and deposits	149,223	94,647
Notes and accounts receivable - trade, and contract assets	16,037	12,255
Merchandise and finished goods	2,031	2,173
Land and buildings for sale in lots	65,451	72,099
Work in process	711	1,213
Raw materials and supplies	291	285
Other	8,427	6,975
Allowance for doubtful accounts	(16)	(16)
Total current assets	242,157	189,633
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	297,923	313,972
Machinery, equipment and vehicles, net	35,154	34,655
Land	168,371	166,713
Construction in progress	172,666	156,928
Other, net	5,934	5,856
Total property, plant and equipment	680,050	678,126
Intangible assets	8,194	9,199
Investments and other assets		
Investment securities	103,100	104,526
Long-term loans receivable	667	660
Deferred tax assets	7,092	6,917
Retirement benefit asset	25,338	25,033
Other	20,571	20,970
Allowance for doubtful accounts	(268)	(269)
Total investments and other assets	156,500	157,839
Total non-current assets	844,745	845,166
Total assets	1,086,902	1,034,800

(Millions of yen)

	As of March 31, 2024	As of June 30, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	39,206	14,305
Short-term borrowings	133,256	132,599
Income taxes payable	36,068	874
Advances received	16,377	17,374
Provision for bonuses	1,676	1,334
Provision for bonuses for directors (and other officers)	59	-
Provision for loss on construction contracts	983	934
Other	31,838	31,281
Total current liabilities	259,468	198,705
Non-current liabilities		
Bonds payable	125,000	125,000
Long-term borrowings	229,117	224,590
Deferred tax liabilities	4,969	3,385
Provision for retirement benefits for directors (and other officers)	273	239
Retirement benefit liability	11,487	11,515
Long-term deferred contribution for construction	81,266	95,209
Reserve for dismantling costs	4,109	4,109
Other	13,512	13,171
Total non-current liabilities	469,735	477,221
Total liabilities	729,204	675,926
Net assets		
Shareholders' equity		
Share capital	43,738	43,738
Capital surplus	44,158	44,158
Retained earnings	245,348	250,040
Treasury shares	(809)	(2,009)
Total shareholders' equity	332,436	335,928
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	13,769	11,465
Foreign currency translation adjustment	613	747
Remeasurements of defined benefit plans	8,301	8,031
Total accumulated other comprehensive income	22,684	20,244
Non-controlling interests	2,576	2,701
Total net assets	357,697	358,873
Total liabilities and net assets	1,086,902	1,034,800

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, 2023	For the three months ended June 30, 2024
Operating revenue	62,041	72,860
Operating expenses		
Operating expenses and cost of sales of transportation	46,819	53,803
Selling, general and administrative expenses	9,715	10,346
Total operating expenses	56,535	64,150
Operating profit	5,505	8,709
Non-operating income		
Interest income	20	86
Dividend income	247	221
Share of profit of entities accounted for using equity method	174	170
Subsidy income	295	10
Other	178	362
Total non-operating income	916	851
Non-operating expenses		
Interest expenses	910	1,002
Other	104	35
Total non-operating expenses	1,014	1,037
Ordinary profit	5,408	8,523
Extraordinary income		
Contribution received for construction	38	167
Gain on sale of non-current assets	12	6
Other	0	0
Total extraordinary income	51	174
Extraordinary losses		
Loss on retirement of non-current assets	32	895
Loss on sale of businesses	-	390
Loss on tax purpose reduction entry of non-current assets	38	167
Other	42	0
Total extraordinary losses	113	1,454
Profit before income taxes	5,346	7,244
Income taxes - current	933	590
Income taxes - deferred	663	(279)
Total income taxes	1,597	310
Profit	3,748	6,933
Profit attributable to non-controlling interests	27	38
Profit attributable to owners of parent	3,721	6,895

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

(Millions of yen)

	For the three months ended June 30, 2023	For the three months ended June 30, 2024
Profit	3,748	6,933
Other comprehensive income		
Valuation difference on available-for-sale securities	2,846	(2,303)
Foreign currency translation adjustment	218	223
Remeasurements of defined benefit plans, net of tax	(167)	(270)
Total other comprehensive income	2,897	(2,350)
Comprehensive income	6,646	4,582
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	6,531	4,454
Comprehensive income attributable to non-controlling interests	115	127