

Translation

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## Summary of Consolidated Financial Results for the Three Months Ended June 30, 2021 (Based on Japanese GAAP)

August 11, 2021

Company name: Konoike Transport Co.,Ltd.  
 Stock exchange listing: Tokyo  
 Stock code: 9025 URL <https://www.konoike.net/>  
 Representative: Representative Director, Chairman, President and Chief Executive Officer Tadahiko Konoike  
 Executive Officer, Executive General  
 Inquiries: Manager of Finance/Accounting Division Kazuo Ofuchi TEL 06-6227-4600  
 Scheduled date to file Quarterly Securities Report: August 11, 2021  
 Scheduled date to commence dividend payments: –  
 Preparation of supplementary material on quarterly financial results: Yes  
 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, 2021 (from April 1, 2021 to June 30, 2021)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2021	71,909	1.5	3,065	284.4	3,515	148.0	2,733	175.1
Three months ended June 30, 2020	70,848	(8.7)	797	(76.4)	1,417	(59.0)	993	(56.3)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2021	52.01		51.73	
Three months ended June 30, 2020	18.93		18.84	

(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, 2021	262,380	107,140	39.8	1,985.57
As of March 31, 2021	258,798	104,798	39.2	1,934.62

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, 2021	–	9.00	–	11.00	20.00
Year ending March 31, 2022	–	–	–	–	–
Year ending March 31, 2022 (Forecast)	–	11.00	–	11.00	22.00

3. Forecast of consolidated financial results for the year ending March 31, 2022 (from April 1, 2021 to March 31, 2022)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		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, 2021	142,000	(2.6)	5,000	215.2	5,400	24.3	3,600	28.0	68.58
Full year	280,000	(4.2)	6,500	62.6	6,800	(27.6)	4,600	(4.9)	87.63

4. Notes

- (1) Changes in significant subsidiaries during the three months ended June 30, 2021  
(changes in specified subsidiaries resulting in the change in scope of consolidation): Yes
- (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, 2021	56,952,442 shares	As of March 31, 2021	56,952,442 shares
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Number of treasury shares at the end of the period

As of June 30, 2021	4,392,771 shares	As of March 31, 2021	4,459,211 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2021	52,556,020 shares	Three months ended June 30, 2020	52,492,737 shares
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**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of March 31, 2021	As of June 30, 2021
Assets		
Current assets		
Cash and deposits	63,397	63,550
Notes and accounts receivable - trade	55,032	–
Notes and accounts receivable - trade, and contract assets	–	56,554
Costs on uncompleted works	85	176
Supplies	1,552	1,558
Other	3,519	4,148
Allowance for doubtful accounts	(385)	(348)
Total current assets	123,202	125,640
Non-current assets		
Property, plant and equipment		
Buildings and structures	114,967	115,890
Accumulated depreciation	(71,327)	(72,465)
Buildings and structures, net	43,639	43,424
Machinery, equipment and vehicles	48,949	48,994
Accumulated depreciation	(40,123)	(40,201)
Machinery, equipment and vehicles, net	8,825	8,792
Land	41,908	42,122
Leased assets	7,769	7,626
Accumulated depreciation	(3,828)	(3,749)
Leased assets, net	3,941	3,877
Construction in progress	3,118	4,604
Other	8,991	8,937
Accumulated depreciation	(7,480)	(7,424)
Other, net	1,511	1,512
Total property, plant and equipment	102,946	104,335
Intangible assets		
Goodwill	2,080	1,988
Other	4,183	4,236
Total intangible assets	6,264	6,225
Investments and other assets		
Investment securities	13,296	12,171
Long-term loans receivable	398	394
Deferred tax assets	5,382	6,388
Retirement benefit asset	193	201
Other	7,280	7,185
Allowance for doubtful accounts	(165)	(162)
Total investments and other assets	26,385	26,179
Total non-current assets	135,595	136,740
Total assets	258,798	262,380

(Millions of yen)

	As of March 31, 2021	As of June 30, 2021
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	14,446	13,633
Short-term borrowings	7,883	7,298
Current portion of bonds payable	10,000	10,000
Current portion of long-term borrowings	1,697	627
Provision for bonuses for directors (and other officers)	126	48
Accrued expenses	11,277	14,522
Income taxes payable	2,374	1,977
Other	11,668	12,365
Total current liabilities	59,473	60,473
Non-current liabilities		
Bonds payable	55,000	55,000
Long-term borrowings	10,176	11,187
Lease obligations	2,235	2,218
Deferred tax liabilities	601	571
Deferred tax liabilities for land revaluation	1,293	1,293
Retirement benefit liability	21,092	21,335
Provision for directors' retirement benefits	138	135
Long-term accounts payable - other	1,542	641
Other	2,443	2,382
Total non-current liabilities	94,525	94,765
Total liabilities	153,999	155,239
<b>Net assets</b>		
Shareholders' equity		
Share capital	1,723	1,723
Capital surplus	1,908	1,908
Retained earnings	107,728	109,872
Treasury shares	(7,288)	(7,179)
Total shareholders' equity	104,072	106,325
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	4,277	3,655
Revaluation reserve for land	(5,030)	(5,030)
Foreign currency translation adjustment	(510)	586
Remeasurements of defined benefit plans	(1,253)	(1,175)
Total accumulated other comprehensive income	(2,517)	(1,964)
Share acquisition rights	459	372
Non-controlling interests	2,784	2,407
Total net assets	104,798	107,140
Total liabilities and net assets	258,798	262,380

**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, 2020	Three months ended June 30, 2021
Net sales	70,848	71,909
Cost of sales	66,363	65,163
Gross profit	4,485	6,745
Selling, general and administrative expenses	3,687	3,680
Operating profit	797	3,065
Non-operating income		
Interest income	29	11
Dividend income	89	95
Rental income	36	36
Subsidies for employment adjustment	526	452
Other	125	76
Total non-operating income	806	673
Non-operating expenses		
Interest expenses	52	75
Share of loss of entities accounted for using equity method	56	83
Loss on valuation of investment securities	0	–
Foreign exchange losses	41	25
Other	36	38
Total non-operating expenses	186	223
Ordinary profit	1,417	3,515
Extraordinary income		
Gain on sale of non-current assets	28	21
Gain on sale of investment securities	–	380
Total extraordinary income	28	402
Extraordinary losses		
Loss on sale and retirement of non-current assets	17	37
Loss on sale of investment securities	–	9
Loss on valuation of investment securities	–	9
Loss on sale of shares of subsidiaries	–	8
Other	0	12
Total extraordinary losses	17	77
Profit before income taxes	1,428	3,840
Income taxes - current	1,902	1,930
Income taxes - deferred	(1,396)	(789)
Total income taxes	506	1,140
Profit	922	2,700
Loss attributable to non-controlling interests	(71)	(33)
Profit attributable to owners of parent	993	2,733

**Consolidated statements of comprehensive income (cumulative)**

(Millions of yen)

	Three months ended June 30, 2020	Three months ended June 30, 2021
Profit	922	2,700
Other comprehensive income		
Valuation difference on available-for-sale securities	984	(622)
Foreign currency translation adjustment	(464)	1,009
Remeasurements of defined benefit plans, net of tax	1,058	78
Share of other comprehensive income of entities accounted for using equity method	(11)	110
Total other comprehensive income	1,566	575
Comprehensive income	2,488	3,275
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,638	3,287
Comprehensive income attributable to non-controlling interests	(149)	(11)