



Translation

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Summary of Consolidated Financial Results for the Six Months Ended September 30, 2021 (Based on Japanese GAAP)

November 10, 2021

Company name: FUKUYAMA TRANSPORTING CO.,LTD
 Stock exchange listing: Tokyo
 Stock code: 9075 URL <http://www.fukutsu.co.jp>
 Representative: PRESIDENT & C.E.O SHIGEHIRO KOMARU
 CORPORATE OFFICER
 Inquiries: GENERAL MANAGER OF ACCOUNTING YOSHIHIRO SATO TEL 084-924-2000
 AND FINANCE DEPARTMENT
 Scheduled date to file Quarterly Securities Report: November 11, 2021
 Scheduled date to commence dividend payments: December 3, 2021
 Preparation of supplementary material on quarterly financial results: Yes
 Holding of quarterly financial results meeting: Yes (for institutional investors and analysts)

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the six months ended September 30, 2021 (from April 1, 2021 to September 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 | % |
| Six months ended September 30, 2021 | 141,999 | 2.6 | 10,958 | 15.6 | 11,279 | 12.3 | 7,569 | 13.6 |
| Six months ended September 30, 2020 | 138,431 | (4.5) | 9,476 | (15.5) | 10,042 | (14.3) | 6,663 | (8.3) |

| | Earnings per share | | Diluted earnings per share | |
|-------------------------------------|--------------------|--|----------------------------|--|
| | Yen | | Yen | |
| Six months ended September 30, 2021 | 171.83 | | - | |
| Six months ended September 30, 2020 | 135.68 | | - | |

(2) Consolidated financial position

| | Total assets | Net assets | Equity ratio | Net assets per share |
|--------------------------|-----------------|-----------------|--------------|----------------------|
| | Millions of yen | Millions of yen | % | Yen |
| As of September 30, 2021 | 473,612 | 247,139 | 51.4 | 6,015.11 |
| As of March 31, 2021 | 471,923 | 273,378 | 57.1 | 5,519.91 |

2. Cash dividends

| | Annual dividends per share | | | | |
|---------------------------------------|----------------------------|-----------------|-----------------|-----------------|-------|
| | 1st quarter-end | 2nd quarter-end | 3rd quarter-end | Fiscal year-end | Total |
| | Yen | | | | |
| Year ended March 31, 2021 | - | 25.00 | - | 25.00 | 50.00 |
| Year ending March 31, 2022 | - | 30.00 | - | - | - |
| Year ending March 31, 2022 (Forecast) | - | - | - | 25.00 | 55.00 |

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 |
| Full year | 289,500 | - | 21,300 | 0.7 | 21,900 | (2.5) | 15,600 | 1.8 | 368.98 |

4. Notes

- (1) Changes in significant subsidiaries during the six months ended September 30, 2021
(changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (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 September 30, 2021 | 55,770,363 shares | As of March 31, 2021 | 55,770,363 shares |
|--------------------------|-------------------|----------------------|-------------------|

Number of treasury shares at the end of the period

| | | | |
|--------------------------|-------------------|----------------------|------------------|
| As of September 30, 2021 | 15,299,056 shares | As of March 31, 2021 | 6,934,610 shares |
|--------------------------|-------------------|----------------------|------------------|

Average number of shares during the period (cumulative from the beginning of the fiscal year)

| | | | |
|-------------------------------------|-------------------|-------------------------------------|-------------------|
| Six months ended September 30, 2021 | 44,055,942 shares | Six months ended September 30, 2020 | 49,113,162 shares |
|-------------------------------------|-------------------|-------------------------------------|-------------------|

Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

| | As of March 31, 2021 | As of September 30, 2021 |
|--|----------------------|--------------------------|
| Assets | | |
| Current assets | | |
| Cash and deposits | 37,027 | 38,872 |
| Notes and accounts receivable - trade | 40,730 | 36,958 |
| Other | 3,483 | 3,745 |
| Allowance for doubtful accounts | (141) | (137) |
| Total current assets | 81,100 | 79,438 |
| Non-current assets | | |
| Property, plant and equipment | | |
| Buildings and structures | 254,506 | 255,333 |
| Accumulated depreciation | (164,143) | (166,582) |
| Buildings and structures, net | 90,363 | 88,751 |
| Machinery, equipment and vehicles | 110,888 | 111,815 |
| Accumulated depreciation | (88,401) | (91,504) |
| Machinery, equipment and vehicles, net | 22,487 | 20,310 |
| Tools, furniture and fixtures | 15,107 | 15,307 |
| Accumulated depreciation | (12,283) | (12,429) |
| Tools, furniture and fixtures, net | 2,823 | 2,877 |
| Land | 210,681 | 211,127 |
| Construction in progress | 2,666 | 6,193 |
| Total property, plant and equipment | 329,022 | 329,260 |
| Intangible assets | | |
| Other | 4,778 | 4,643 |
| Total intangible assets | 4,778 | 4,643 |
| Investments and other assets | | |
| Investment securities | 50,379 | 53,540 |
| Deferred tax assets | 3,723 | 3,806 |
| Other | 3,061 | 3,050 |
| Allowance for doubtful accounts | (142) | (127) |
| Total investments and other assets | 57,022 | 60,270 |
| Total non-current assets | 390,822 | 394,174 |
| Total assets | 471,923 | 473,612 |

(Millions of yen)

| | As of March 31, 2021 | As of September 30, 2021 |
|---|----------------------|--------------------------|
| Liabilities | | |
| Current liabilities | | |
| Notes and accounts payable - trade | 15,552 | 15,102 |
| Short-term borrowings | 10,784 | 10,799 |
| Current portion of long-term borrowings | 13,465 | 17,962 |
| Lease obligations | 26 | 26 |
| Income taxes payable | 4,813 | 3,358 |
| Accrued consumption taxes | 4,018 | 2,983 |
| Provision for bonuses | 4,792 | 4,268 |
| Other | 17,755 | 13,616 |
| Total current liabilities | 71,208 | 68,119 |
| Non-current liabilities | | |
| Long-term borrowings | 68,402 | 97,880 |
| Lease obligations | 25 | 12 |
| Deferred tax liabilities | 9,895 | 11,226 |
| Deferred tax liabilities for land revaluation | 23,685 | 23,685 |
| Retirement benefit liability | 23,856 | 24,027 |
| Provision for loss on business of subsidiaries and associates | 59 | 55 |
| Asset retirement obligations | 481 | 483 |
| Other | 932 | 983 |
| Total non-current liabilities | 127,336 | 158,353 |
| Total liabilities | 198,545 | 226,473 |
| Net assets | | |
| Shareholders' equity | | |
| Share capital | 30,310 | 30,310 |
| Capital surplus | 39,264 | 39,488 |
| Retained earnings | 167,956 | 173,273 |
| Treasury shares | (21,784) | (55,652) |
| Total shareholders' equity | 215,746 | 187,419 |
| Accumulated other comprehensive income | | |
| Valuation difference on available-for-sale securities | 20,375 | 22,381 |
| Revaluation reserve for land | 34,405 | 34,405 |
| Foreign currency translation adjustment | (7) | 33 |
| Remeasurements of defined benefit plans | (951) | (801) |
| Total accumulated other comprehensive income | 53,822 | 56,019 |
| Non-controlling interests | 3,809 | 3,700 |
| Total net assets | 273,378 | 247,139 |
| Total liabilities and net assets | 471,923 | 473,612 |

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

(Millions of yen)

| | Six months ended September 30, 2020 | Six months ended September 30, 2021 |
|---|--|--|
| Net sales | 138,431 | 141,999 |
| Cost of sales | 125,280 | 127,283 |
| Gross profit | 13,150 | 14,716 |
| Selling, general and administrative expenses | 3,674 | 3,758 |
| Operating profit | 9,476 | 10,958 |
| Non-operating income | | |
| Dividend income | 627 | 596 |
| Subsidy income | 34 | 316 |
| Other | 202 | 164 |
| Total non-operating income | 864 | 1,077 |
| Non-operating expenses | | |
| Interest expenses | 108 | 149 |
| Expenditures related to natural disaster | 134 | 66 |
| Commission for syndicated loans | – | 340 |
| Other | 54 | 200 |
| Total non-operating expenses | 298 | 756 |
| Ordinary profit | 10,042 | 11,279 |
| Extraordinary income | | |
| Gain on sale of non-current assets | 31 | 40 |
| Gain on sale of investment securities | 346 | 3 |
| Reversal of provision for loss on business of subsidiaries and associates | 32 | 4 |
| Total extraordinary income | 410 | 47 |
| Extraordinary losses | | |
| Loss on sale of non-current assets | 5 | 0 |
| Loss on retirement of non-current assets | 119 | 123 |
| Loss on valuation of investment securities | 276 | – |
| Provision of allowance for doubtful accounts | 9 | – |
| Total extraordinary losses | 410 | 123 |
| Profit before income taxes | 10,042 | 11,202 |
| Income taxes - current | 3,201 | 2,953 |
| Income taxes - deferred | 133 | 558 |
| Total income taxes | 3,335 | 3,512 |
| Profit | 6,706 | 7,690 |
| Profit attributable to | | |
| Profit attributable to owners of parent | 6,663 | 7,569 |
| Profit attributable to non-controlling interests | 42 | 120 |
| Other comprehensive income | | |
| Valuation difference on available-for-sale securities | 3,251 | 1,999 |
| Foreign currency translation adjustment | (30) | 56 |
| Remeasurements of defined benefit plans, net of tax | 99 | 150 |
| Total other comprehensive income | 3,320 | 2,206 |
| Comprehensive income | 10,027 | 9,896 |
| Comprehensive income attributable to | | |
| Comprehensive income attributable to owners of parent | 9,928 | 9,767 |
| Comprehensive income attributable to non-controlling interests | 98 | 129 |

Consolidated statements of cash flows

(Millions of yen)

| | Six months ended September 30, 2020 | Six months ended September 30, 2021 |
|---|--|--|
| Cash flows from operating activities | | |
| Profit before income taxes | 10,042 | 11,202 |
| Depreciation | 7,560 | 8,249 |
| Increase (decrease) in provisions | (635) | (545) |
| Increase (decrease) in retirement benefit liability | 217 | 395 |
| Increase (decrease) in accrued expenses | 136 | (517) |
| Increase (decrease) in accrued consumption taxes | (496) | (1,034) |
| Loss (gain) on sale of investment securities | (346) | (3) |
| Other, net | 95 | 844 |
| Subtotal | 16,573 | 18,591 |
| Interest paid | (108) | (128) |
| Interest and dividends received | 629 | 601 |
| Income taxes paid | (3,235) | (4,418) |
| Proceeds from compensation for expropriation | 9 | – |
| Net cash provided by (used in) operating activities | 13,869 | 14,646 |
| Cash flows from investing activities | | |
| Purchase of property, plant and equipment | (9,635) | (10,799) |
| Proceeds from sale of property, plant and equipment | 66 | 60 |
| Purchase of investment securities | (85) | (111) |
| Proceeds from sale of investment securities | 760 | 4 |
| Payments into time deposits | (763) | (745) |
| Proceeds from withdrawal of time deposits | 771 | 741 |
| Other, net | (706) | (416) |
| Net cash provided by (used in) investing activities | (9,591) | (11,268) |
| Cash flows from financing activities | | |
| Proceeds from borrowings | 40,810 | 93,585 |
| Repayments of borrowings | (35,914) | (59,635) |
| Dividends paid | (1,248) | (1,233) |
| Purchase of treasury shares | (2,223) | (33,870) |
| Other, net | (1) | (446) |
| Net cash provided by (used in) financing activities | 1,423 | (1,600) |
| Effect of exchange rate change on cash and cash equivalents | (30) | 56 |
| Net increase (decrease) in cash and cash equivalents | 5,670 | 1,834 |
| Cash and cash equivalents at beginning of period | 24,926 | 35,769 |
| Cash and cash equivalents at end of period | 30,597 | 37,603 |