

Consolidated Financial Results for the Year Ended March 31, 2023
(Japanese GAAP) (Unaudited)

May 9, 2023

Nippon Yusen Kabushiki Kaisha (NYK Line)

Securities Code: 9101
Listings: Prime Market of Tokyo Stock Exchanges
URL: <https://www.nyk.com/english/>
Head Office: Tokyo, Japan
Representative: Takaya Soga, President
Contact: Yasuaki Okada, General Manager, IR Group
Tel: +81-3-3284-5151

Ordinary General Meeting of Shareholders: June 21, 2023
Start scheduled date of paying Dividends: June 22, 2023
Submit scheduled date of Financial Report: June 21, 2023
Preparation of Supplementary Explanation Material: Yes
Financial Results Presentation Held: Yes (for Analysts and Institutional Investors)

(Amounts rounded down to the nearest million yen)

1. Consolidated Financial Results for the Year Ended March 31, 2023 (April 1, 2022 to March 31, 2023)

(1) Consolidated Operating Results

(Percentage figures show year on year changes)

	Revenues		Operating profit		Recurring profit		Profit attributable to owners of parent	
	million yen	%	million yen	%	million yen	%	million yen	%
Year ended March 31, 2023	2,616,066	14.7	296,350	10.2	1,109,790	10.6	1,012,523	0.3
Year ended March 31, 2022	2,280,775	41.8	268,939	275.9	1,003,154	365.9	1,009,105	624.8

(Note) Comprehensive income:

Year ended March 31, 2023: ¥1,168,452 million (1.1%), Year ended March 31, 2022: ¥1,156,080 million (548.7%)

	Profit per share	Profit per share—fully diluted	Profit per share ratio in shareholders' equity	Recurring profit/total assets	Operating profit/revenues
	yen	yen	%	%	%
Year ended March 31, 2023	1,993.71	-	48.3	32.4	11.3
Year ended March 31, 2022	1,991.25	-	86.0	38.5	11.8

(Reference) Equity in earnings of unconsolidated subsidiaries and affiliates:

Year ended March 31, 2023: ¥811,957 million, Year ended March 31, 2022: ¥742,645 million

(Note) A 3-for-1 common stock split was conducted with an effective date of October 1, 2022. "Profit per share" and "Profit per share—fully diluted" have been calculated assuming the stock split was conducted at the beginning of the prior consolidated fiscal year.

(2) Consolidated Financial Position

	Total assets	Equity	Shareholders' equity ratio	Equity per share
	million yen	million yen	%	yen
Year ended March 31, 2023	3,776,797	2,524,993	65.6	4,877.55
Year ended March 31, 2022	3,080,023	1,759,073	55.6	3,381.43

(Reference) Shareholders' equity :

Year ended March 31, 2023: ¥2,478,641 million, Year ended March 31, 2022: ¥1,713,713 million

(Note) A 3-for-1 common stock split was conducted with an effective date of October 1, 2022. "Equity per share" have been calculated assuming the stock split was conducted at the beginning of the prior consolidated fiscal year.

(3) Cash Flow

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	million yen	million yen	million yen	million yen
Year ended March 31, 2023	824,853	(252,964)	(581,203)	196,231
Year ended March 31, 2022	507,762	(148,571)	(237,535)	226,694

2. Dividends

Date of record	Dividend per share					Total dividends paid (Full year) million yen	Payout ratio (Consolidated) %	Dividends/ Equity (Consolidated) %
	1 st Quarter	2 nd Quarter	3 rd Quarter	Year-end	Full year			
	yen	yen	yen	yen	yen			
Year ended March 31, 2022	-	200.00	-	1,250.00	1,450.00	245,845	24.3	20.9
Year ended March 31, 2023	-	1,050.00	-	170.00	-	264,489	26.1	12.6
Year ending March 31, 2024 (Forecast)	-	60.00	-	60.00	120.00		30.5	

(Note)

A 3-for-1 common stock split was conducted with an effective date of October 1, 2022. The (forecast) year-end dividend per share for the fiscal year ending March 31, 2023 indicated above is based on the number of shares after the stock split, and the full-year dividend is stated as “-”. Based on the number of shares prior to the stock split, the (forecast) year-end dividend for the fiscal year March 31, 2023 would be ¥510.00 for a full-year dividend of ¥1,560.00 per share.

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

(Percentage figures show year on year changes)

	Revenues		Operating profit		Recurring profit		Profit attributable to owners of parent		Profit per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
Cumulative second quarter ending September 30, 2023	1,210,000	-11.4	75,500	-53.8	112,500	-85.3	115,000	-83.7	226.56
Year ending March 31, 2024	2,300,000	-12.1	128,000	-56.8	200,000	-82.0	200,000	-80.2	393.81

4. Notes

(1) Changes of important subsidiaries in the period: None

(Changes in specified subsidiaries involving change in consolidation scope)

New: None Exclusion: None

(2) Changes in accounting policy, changes in accounting estimates, and restatements

1. Changes in accounting policy in accordance with changes in accounting standard: Yes
2. Changes other than No.1: None
3. Changes in accounting estimates: None
4. Restatements: None

(3) Total issued shares (Ordinary shares)

1. Total issued shares (including treasury stock)	As of March 31, 2023	510,165,294	As of March 31, 2022	510,165,294
2. Number of treasury stock	As of March 31, 2023	1,991,890	As of March 31, 2022	3,363,537
3. Average number of shares	Year ended March 31, 2023	507,858,260	Year ended March 31, 2022	506,769,013

A 3-for-1 common stock split was conducted with an effective date of October 1, 2022. “Total issued shares”, “Number of treasury stock” and “Average number of shares” have been calculated assuming the stock split was conducted at the beginning of the prior consolidated fiscal year.

(Reference)

Non-consolidated Financial Results for the Year Ended March 31, 2023 (April 1, 2022 to March 31, 2023)

(1) Operating Results

(Percentage figures show year on year changes)

	Revenues		Operating profit		Recurring Profit		Profit	
	million yen	%	million yen	%	million yen	%	million yen	%
Year ended March 31, 2023	983,554	26.5	87,031	11.2	628,651	44.8	600,344	23.0
Year ended March 31, 2022	777,239	38.4	78,249	-	434,140	377.3	488,220	-

	Profit per share	Profit per share-fully diluted
	yen	yen
Year ended March 31, 2023	1,182.09	-
Year ended March 31, 2022	963.39	-

(Note) A 3-for-1 common stock split was conducted with an effective date of October 1, 2022. "Profit per share" and "Profit per share-fully diluted" have been calculated assuming the stock split was conducted at the beginning of the previous fiscal year.

(2) Financial Position

	Total assets	Equity	Shareholders' equity ratio	Equity per share
	million yen	million yen	%	yen
Year ended March 31, 2023	1,726,420	884,221	51.2	1,739.97
Year ended March 31, 2022	1,592,888	678,184	42.6	1,338.15

(Reference) Shareholders' equity:

Year ended March 31, 2023: ¥884,221 million, Year ended March 31, 2022: ¥678,184 million

(Note) A 3-for-1 common stock split was conducted with an effective date of October 1, 2022. "Equity per share" have been calculated assuming the stock split was conducted at the beginning of the previous fiscal year.

*This financial report is not subject to the audit procedure.

*Assumption for the forecast of consolidated financial results for the year ending March 31, 2024

Foreign exchange rate: (full year) ¥130.00/US\$

Bunker oil price: (full year) US\$660.00/MT

*Bunker oil price is on average basis for all the major fuel grades including VLSFO.

The above forecast is based on currently available information and assumptions that NYK Line deems to be reasonable.

NYK Line offers no assurance the forecast will be realized. Actual results may differ from the forecast as a result of various factors.

Refer to page 2-7 for assumptions and other matters related to the forecast.

(Methods for obtaining supplementary materials and content of financial results disclosure)

NYK Line is to hold a financial result presentation meeting for analysts and institutional investors. The on-demand audio presentation and presentation material are available on the NYK website.

(<https://www.nyk.com/english/ir/library/result/2022/>)

Index of the Attachments

1. Review of Operating Results and Financial Position	2
(1) Review of Operating Results	2
(2) Review of Change in Financial Position	5
(3) Cash Flows	5
(4) Consolidated Earnings Outlook	6
(5) Basic Policy Concerning Dividends and Planned Dividend Payments	7
2. Basic Approach to Selection of Accounting Standards	7
3. Consolidated Financial Statements	8
(1) Consolidated Balance Sheet	8
(2) Consolidated Statement of Income and Consolidated Statement of Comprehensive Income	10
(3) Consolidated Statement of Changes in Equity	12
(4) Consolidated Statement of Cash Flows	14
(5) Explanatory Notes to Consolidated Financial Statements	16
(Notes Regarding Going Concern Assumption)	16
(Changes in Accounting Policies Due to Revisions of Accounting Standards)	16
(Segment and Other Information)	17
(Information per Share)	21
(Important Subsequent Event)	21
4. Other Information	22
(1) Quarterly Operating Results	22
(2) Change in Number of NYK Fleet	23
(3) Fleet in Operation as of Fiscal Year-End	24
(4) Vessels under Construction as of Fiscal Year-End	25
(5) Aircraft in Operation as of Fiscal Year-End	25
(6) Balance of Interest-Bearing Debt as of Fiscal Year-End	25

1. Review of Operating Results and Financial Position

(1) Review of Operating Results

1) Operating Results for the Fiscal Year 2022

Financial results for the consolidated fiscal accounting year are as follows:

(In billion yen)

	Year Ended March 31, 2022	Year Ended March 31, 2023	Change	Percentage Change
Revenues	2,280.7	2,616.0	335.2	14.7%
Cost and expenses	1,827.3	2,105.9	278.5	15.2%
Selling, general and administrative expenses	184.4	213.7	29.3	15.9%
Operating Profit	268.9	296.3	27.4	10.2%
Recurring Profit	1,003.1	1,109.7	106.6	10.6%
Profit attributable to owners of parent	1,009.1	1,012.5	3.4	0.3%

Average exchange rates	¥112.06/US\$	¥135.07/US\$	Yen down ¥23.01/US\$
Exchange rates at the end of period	¥122.39/US\$	¥133.53/US\$	Yen down ¥11.14/US\$
Average bunker oil prices	US\$531.19/MT	US\$760.72/MT	Price up US\$229.53/MT

Overview

For the current consolidated fiscal year, revenues amounted to ¥2,616.0 billion, operating profit amounted to ¥296.3 billion, recurring profit amounted to ¥1,109.7 billion and profit attributable to owners of parent amounted to ¥1,012.5 billion. Equity in earnings of unconsolidated subsidiaries and affiliates of ¥811.9 billion was recorded as non-operating income. Within this amount, the amount of equity in earnings of affiliates from OCEAN NETWORK EXPRESS PTE. LTD. (ONE) was ¥770.3 billion for the current fiscal year.

(Overview by Business Segment)

(in billion yen)

		Revenues				Recurring profit		
		FY2021	FY2022	Change	Percentage Change	FY2021	FY2022	Change
Liner & Logistics	Liner Trade	190.5	200.7	10.1	5.3%	734.2	791.3	57.1
	Air Cargo Transportation	188.7	218.0	29.3	15.6%	74.0	61.8	-12.2
	Logistics	847.4	862.4	14.9	1.8%	58.7	54.3	-4.4
Bulk Shipping		974.5	1,240.8	266.2	27.3%	139.1	212.1	73.0
Others	Real Estate	4.2	3.3	-0.8	-20.3%	2.1	1.3	-0.7
	Other	170.4	234.5	64.1	37.6%	-1.2	-2.2	-0.9

Liner Trade

In the container shipping market, supply-and-demand conditions remained tight through the middle of the second quarter due to robust transportation demand and supply chain disruptions caused by port congestion. However, from the summer, while transportation demand slowed due to multiple factors including inflation and high inventories in North America, the supply of space increased following the alleviation of port congestion around the world, and as a result, spot freight rates fell. At ONE, profits continued to trend at high levels again this fiscal year as a result of the strong performance during the first half.

In the terminal division, although handling volumes declined compared to the last fiscal year due to the sale of several terminals in North America, ancillary income from container demurrage increased at several terminals and contributed to the bottom line.

As a result of the above, profit increased on higher revenue compared to the last fiscal year in the overall Liner Trade Business.

Air Cargo Transportation

In the Air Cargo Transportation Business, chargeable weight declined compared to the last fiscal year due to the global economic slowdown from the third quarter and weaker demand for shifting some of the maritime cargo to air freight. Freight rates trended at high levels as a result of strong demand for the transportation of semiconductor manufacturing equipment and service agreements concluded under favorable market conditions. In terms of costs, fuel expenses increased.

As a result of the above, profit declined on higher revenue compared to the last fiscal year in the overall Air Cargo Transportation Business.

Logistics

In the air freight forwarding business, it was possible to secure a certain level of profit through the acquisition of spot shipments and reducing costs by revising the agile purchasing activities, but due to the weak cargo volumes, handling volumes and profits levels fell compared to the last fiscal year.

In the ocean freight forwarding business, handling volumes fell compared to the last fiscal year, but it was possible to secure a certain level of profits as a result of the long-term service agreements and efforts to increase sales of ancillary services.

In the contract logistics business, along with the efforts to revise the service prices in line with the soaring labor and energy costs mainly in Europe and the United States, firm demand for general consumer goods continued to drive the overall performance and made it possible to achieve solid results.

In the coastal transportation business, soaring feeder freight rates had a positive impact.

As a result of the above, profit decreased on higher revenue compared to the last fiscal year in the overall Logistics Business.

Bulk Shipping

In the automotive transportation division, the impact of the global semiconductor shortage and COVID-19 on automobile production volumes gradually receded, and transportation volumes increased compared to the last fiscal year. Although schedule disruptions occurred on some voyages due to port congestion and rough weather at sea, vessel utilization increased as a result of optimized vessel deployment plans and vessel operations, and the business flexibly responded to customer requests. In the auto logistics business, following the recovery in finished car volumes, handling volumes increased in each country. Also, the business companies in each country worked to increase profitability by acquiring new business and investing in their businesses.

In the dry bulk business division, the Capesize market rose to unseasonably high levels from the end of April, but it subsequently fell as concerns about an economic slowdown became more pronounced. In the Panamax segment, the market remained at levels exceeding the same period in the previous year until May but declined thereafter in line with the deterioration in the Capesize market. The Handymax and Handy segments mirrored the weakness in the Panamax segment, and for the full year, all segments trended at lower levels compared to the last fiscal year. Within this business environment, along with the transportation contracts acquired through opportunistic efforts under favorable market conditions, the efforts to reduce the risk of market volatility through the use of futures contracts supported the business results. Also, efforts were made to reduce costs through efficient operations.

In the energy business division, the VLCC (Very Large Crude Carrier) market rapidly recovered from the prolonged downturn in July, and after peaking in late November, although a period of major volatility ensued, the market trended at overall firm levels from the summer. In the petrochemical tanker market, the trade patterns changed due to the impact of the situation in Russia and Ukraine, and the longer shipping distances caused supply-and-demand conditions to tighten. In the VLGC (Very Large LPG Carrier) segment, supply-and-demand conditions tightened due to increased long-distance shipments from the United States to Asia, firm exports from the Middle East and the impact of congestion at the Panama Canal and the destination at the end of the year. For the full year, the tanker market overall trended at levels greatly exceeding the last fiscal year. In the LNG carrier segment, the results were steady based on support from the long-term contracts that generate stable earnings. Also, in the offshore business, FPSO (Floating Production, Storage and Offloading), drill ships and shuttle tankers performed generally as expected.

As a result of the above, profit increased on higher revenue compared to the last fiscal year in the overall Bulk Shipping Business.

Also, in the energy business division, an extraordinary loss was recorded in relation to LNG transportation involving projects such as the Sakhalin 2 project in response to the situation in Russia and Ukraine.

Real Estate and Other Businesses

In the Real Estate Business, profit decreased on lower revenue compared to the last fiscal year following the partial transfer of shares of a subsidiary in the fiscal year.

In Other Business Services, the bunker fuel sales business was strong, and the marine equipment supplies sales business was firm. In the cruise business, the number of cruises conducted was limited due to the response to the electrical equipment failure and impact of a COVID-19 infection involving a crew member. As a result, although revenue increased in the Other Business Services segment compared to last year, a loss was recorded.

(2) Review of Change in Financial Position

As of the end of the current consolidated fiscal year, assets amounted to ¥3,776.7 billion, an increase of ¥696.7 billion compared to the end of the previous consolidated fiscal year due to factors including an increase in tangible non-current assets, mainly vessels, and an increase in investment securities after recording the profit from ONE and other equity method affiliates. Interest bearing debt decreased by ¥114.2 billion to ¥694.0 billion due to factors including a decrease in bonds payable and loans payable compared to the end of the previous consolidated fiscal year, and total liabilities amounted to ¥1,251.8 billion, a decrease of ¥69.1 billion compared to the end of the previous consolidated fiscal year. Under consolidated equity, retained earnings increased by ¥622.6 billion and shareholders' equity, which is the aggregate of shareholders' capital and accumulated other comprehensive income, amounted to ¥2,478.6 billion. This amount combined with the non-controlling interests of ¥46.3 billion brought total equity to ¥2,524.9 billion. Based on this result, the debt-to-equity ratio (D/E ratio) came to 0.28, and the equity ratio was 65.6%.

(3) Cash Flows

The balance of cash and cash equivalents as of the end of the current consolidated fiscal year was ¥196.2 billion, an increase of ¥30.4 billion compared to the end of the previous consolidated fiscal year. Cash flow from operating activities was ¥824.8 billion (compared to ¥507.7 billion at the end of the previous fiscal year) as a result of the profit before income taxes of ¥1,083.4 billion, non-cash depreciation and amortization of ¥121.6 billion, equity in earnings of unconsolidated subsidiaries and affiliates outflow of ¥811.9 billion and interest and dividend income of ¥457.2 billion. Cash flow from investing activities was an outflow of ¥252.9 billion (compared to an outflow of ¥148.5 billion at the end of the previous fiscal year) as a result of the acquisition and sale of non-current assets, mainly vessels. Cash flow from financing activities was an outflow of ¥581.2 billion (compared to an outflow of ¥237.5 billion at the end of the previous fiscal year) due to the repayment of loans payable and leases liabilities, redemption of bonds payable and payment of the dividend.

(4) Consolidated Earnings Outlook

In the Liner Trade Business, the forecast for the container shipping division takes into account the spot and annual contract freight rate levels as the soaring markets settle down and also focuses on the impact of the global economic trends, elimination of excess inventory in consumer regions and other factors on transportation demand.

In the Air Cargo Transportation Business, a certain memorandum of understanding (the “Basic Agreement”) has been concluded on March 7, 2023 with ANA HOLDINGS INC. (“ANAHD”) regarding the transfer of all shares of the consolidated subsidiary Nippon Cargo Airlines Co., Ltd. to ANAHD, and the forecast is based on the contents of the Basic Agreement.

In the Logistics Business, although handling volumes are forecast to increase in both the air freight forwarding business and ocean freight forwarding business compared to the current fiscal year (ending March 31, 2023), profit levels are expected to decline. In the contract logistics business, although handling volumes will likely decline in Europe, the drop in profit levels is expected to be limited as a result of the progress made to date in adjusting the prices and stable performance of the business in North America.

In the Bulk Shipping Business, transportation volumes are forecast to be generally unchanged in the automotive business division compared to the current fiscal year as the impact of the global semiconductor shortage on production volumes further recedes.

In the dry bulk business division, the market for Handymax and smaller vessels is expected to settle down from the strong levels during the current fiscal year.

In the energy business division, the VLCC (Very Large Crude Carrier) market is expected to be firm, while the VLGC (Very Large LPG Carrier) market will likely soften compared to the current fiscal year following an increase in the supply of tonnage. Also, earnings in the LNG carrier and offshore businesses are expected to be firm on support from stable medium to long-term contracts.

Based on the above forecast, profit is expected to decline on lower revenue in the following consolidated fiscal year (ending March 31, 2024).

(Notes) From the fiscal year ending March 31, 2024, the “automotive transportation division” is renamed as “automotive business division”.

(in billion yen)

	Revenues	Operating Profit	Recurring Profit	Profit attributable to owners of parent
Fiscal year Ending March 31, 2024 (Forecast)	2,300.0	128.0	200.0	200.0
Fiscal year Ended March 31, 2023 (Actual)	2,616.0	296.3	1,109.7	1,012.5
Change	-316.0	-168.3	-909.7	-812.5

Assumptions for forecasts:

(Full year) Foreign exchange rate: ¥130/US\$, Bunker oil price*: US\$660.00/MT

*Bunker oil price is on average basis for all the major fuel grades including VLSFO.

(5) Basic Policy Concerning Dividends and Planned Dividend Payments

We have designated the stable return of profits to shareholders as one of the most important management priorities, and through the current fiscal year (ending March 31, 2023), the distribution of profits has been decided after comprehensively taking into consideration the business forecast and other factors and generally targeting a consolidated payout ratio of 25%. Based on this basic policy, an interim dividend of ¥1,050 per share was issued. Also, concerning the year-end dividend, following factors including the 3-for-1 common stock split conducted with a record date of September 30, 2022 and effective date of October 1, 2022, it was planned to issue a dividend of ¥160 per share, but we now plan to increase the dividend by ¥10 to ¥170 per share. Concerning the full-year dividend, it is not possible to simply add the interim and year-end dividends together due to the stock split, but the full-year dividend is planned to be ¥1,560 per share based on the number of shares prior to the stock split and ¥520 per share based on the number of shares after the stock split.

For the upcoming fiscal year (ending March 31, 2024), based on the shareholder return policy in the new medium-term management plan announced on March 10, 2023, along with raising the consolidated payout ratio to 30%, the minimum annual dividend per share has been set at ¥100. At the current time, we plan to issue an interim dividend of ¥60 and year-end dividend of ¥60 for a full-year dividend of ¥120 per share. Also, during the two years from FY2023 through FY2024, we plan to acquire a total of approximately ¥200 billion worth of treasury stock. Both the interim dividend and year-end dividend for the upcoming fiscal year (ending March 31, 2024) are based on the number of shares prior to the acquisition of treasury stock.

2. Basic Approach to Selection of Accounting Standards

We currently apply Japanese generally accepted accounting principles to the consolidated financial statements of the NYK Group. We constantly examine application of the optimal accounting standards with a view toward the future while paying due attention to trends surrounding the various accounting standards available to us for selection.

3. Consolidated Financial Statements

(1) Consolidated Balance Sheet

(Millions of yen)

	As of March 31, 2022	As of March 31, 2023
Assets		
Current assets		
Cash and deposits	233,019	204,817
Notes and operating accounts receivable-trade and contract assets	359,158	337,702
Inventories	57,029	57,593
Deferred and prepaid expenses	24,152	30,897
Other	94,937	91,693
Allowance for doubtful accounts	(3,433)	(2,562)
Total current assets	764,863	720,142
Non-current assets		
Vessels, property, plant and equipment		
Vessels, net	577,147	637,257
Buildings and structures, net	105,494	143,069
Aircraft, net	103,683	98,573
Machinery, equipment, and vehicles, net	27,548	32,311
Furniture and fixtures, net	5,979	7,536
Land	72,722	89,882
Construction in progress	65,834	126,324
Other, net	5,867	8,795
Total vessels, property, plant and equipment	964,277	1,143,751
Intangible assets		
Leasehold right	5,117	5,365
Software	6,135	8,390
Goodwill	8,711	13,712
Other	3,637	13,923
Total intangible assets	23,602	41,392
Investments and other assets		
Investment securities	1,146,438	1,688,380
Long-term loans receivable	27,503	27,642
Net defined benefit asset	85,644	88,404
Deferred tax assets	10,571	9,120
Other	62,099	62,947
Allowance for doubtful accounts	(5,236)	(5,174)
Total investments and other assets	1,327,019	1,871,320
Total non-current assets	2,314,899	3,056,464
Deferred assets	259	190
Total assets	3,080,023	3,776,797

(Millions of yen)

	As of March 31, 2022	As of March 31, 2023
Liabilities		
Current liabilities		
Notes and operating accounts payable - trade	218,650	206,153
Current portion of bonds payable	30,000	10,000
Short-term loans payable	130,919	73,581
Leases liabilities	23,818	26,412
Income taxes payable	25,097	17,914
Contract liabilities	39,792	50,562
Provision for bonuses	23,188	20,736
Provision for directors' bonuses	517	617
Provision for stock payment	1,270	241
Provision for losses related to contracts	134	146
Other	79,895	92,668
Total current liabilities	573,282	499,034
Non-current liabilities		
Bonds payable	97,000	87,000
Long-term loans payable	447,069	422,691
Lease liabilities	79,493	74,406
Deferred tax liabilities	57,446	71,676
Net defined benefit liability	15,907	15,302
Provision for directors' retirement benefits	819	862
Provision for stock payment	—	54
Provision for periodic dry docking of vessels	16,347	20,892
Provision for losses related to contracts	18,074	8,883
Provision for related to business restructuring	407	256
Other	15,102	50,741
Total non-current liabilities	747,667	752,769
Total liabilities	1,320,949	1,251,803
Equity		
Shareholders' capital		
Common stock	144,319	144,319
Capital surplus	44,314	44,897
Retained earnings	1,396,300	2,018,915
Treasury stock	(3,428)	(3,793)
Total shareholders' capital	1,581,506	2,204,338
Accumulated other comprehensive income (loss)		
Unrealized gain (loss) on available-for-sale securities	32,136	32,909
Deferred gain (loss) on hedges	(15,452)	6,583
Foreign currency translation adjustments	85,785	207,437
Remeasurements of defined benefit plans	29,737	27,371
Total accumulated other comprehensive income (loss)	132,207	274,302
Non-controlling interests	45,359	46,352
Total equity	1,759,073	2,524,993
Total liabilities and equity	3,080,023	3,776,797

(2) Consolidated Statement of Income and Consolidated Statement of Comprehensive Income
(Consolidated Statement of Income)

(Millions of yen)

	Fiscal year ended March 31, 2022	Fiscal year ended March 31, 2023
Revenues	2,280,775	2,616,066
Cost and expenses	1,827,342	2,105,915
Gross profit	453,433	510,150
Selling, general and administrative expenses	184,493	213,799
Operating profit	268,939	296,350
Non-operating income		
Interest income	2,127	4,320
Dividend income	6,279	12,224
Equity in earnings of unconsolidated subsidiaries and affiliates	742,645	811,957
Foreign exchange gains	11,384	—
Other	4,012	7,638
Total non-operating income	766,449	836,141
Non-operating expenses		
Interest expenses	12,279	15,388
Foreign exchange losses	—	3,182
Other	19,955	4,132
Total non-operating expenses	32,234	22,702
Recurring profit	1,003,154	1,109,790
Extraordinary income		
Gain on sale of non-current assets	19,575	7,355
Gain on step acquisitions	7	1,485
Other	31,877	4,512
Total extraordinary income	51,460	13,352
Extraordinary losses		
Loss on sales of non-current assets	56	46
Impairment loss	2,810	27,951
Loss on liquidation of subsidiaries and associates	20	4,477
Loss on cancellation of leased aircrafts	8,048	—
Other	6,362	7,225
Total extraordinary losses	17,298	39,701
Profit before income taxes	1,037,315	1,083,441
Income taxes - current	42,459	45,189
Income taxes - deferred	(22,961)	12,900
Total income taxes	19,498	58,089
Profit	1,017,817	1,025,352
Profit attributable to non-controlling interests	8,711	12,828
Profit attributable to owners of parent	1,009,105	1,012,523

(Consolidated Statement of Comprehensive Income)

(Millions of yen)

	Fiscal year ended March 31, 2022	Fiscal year ended March 31, 2023
Profit	1,017,817	1,025,352
Other comprehensive income		
Unrealized gain (loss) on available-for-sale securities	10,107	706
Deferred gain (loss) on hedges	6,346	(3,509)
Foreign currency translation adjustments	14,892	21,743
Remeasurements of defined benefit plans	15,943	(2,262)
Share of other comprehensive income of associates accounted for using equity method	90,974	126,422
Total other comprehensive income	138,263	143,099
Comprehensive income	1,156,080	1,168,452
(Breakdown)		
Comprehensive income attributable to owners of parent	1,145,934	1,154,618
Comprehensive income attributable to non-controlling interests	10,146	13,834

(3) Consolidated Statement of Changes in Equity

(Year ended March 31, 2022)

(In million yen)

	Shareholders' capital				
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' capital
Balance at the beginning of current period	144,319	44,214	444,801	(3,381)	629,954
Cumulative effects of changes accounting policies			6,467		6,467
Restated balance	144,319	44,214	451,268	(3,381)	636,422
Changes of items during the period					
Dividends of surplus			(64,430)		(64,430)
Profit attributable to owners of parent			1,009,105		1,009,105
Purchase of treasury stock				(231)	(231)
Disposal of treasury stock		0		183	183
Change in equity of parent related to transactions with non-controlling shareholders		99			99
Change in scope of consolidation			380		380
Other			(22)	(0)	(22)
Net change of items other than shareholders' capital					
Total changes of items during the period	—	99	945,031	(47)	945,083
Balance at the end of current period	144,319	44,314	1,396,300	(3,428)	1,581,506

	Accumulated other comprehensive income					Non-controlling interests	Total equity
	Unrealized gain (loss) on available-for-sale securities	Deferred gain (loss) on hedges	Foreign currency translation adjustments	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at the beginning of current period	22,004	(29,187)	(11,365)	13,927	(4,621)	42,078	667,411
Cumulative effects of changes in accounting policies							6,467
Restated balance	22,004	(29,187)	(11,365)	13,927	(4,621)	42,078	673,879
Changes of items during the period							
Dividends of surplus							(64,430)
Profit attributable to owners of parent							1,009,105
Purchase of treasury stock							(231)
Disposal of treasury stock							183
Change in equity of parent related to transactions with non-controlling shareholders							99
Change in scope of consolidation							380
Other							(22)
Net change of items other than shareholders' capital	10,132	13,735	97,150	15,810	136,829	3,281	140,110
Total changes of items during the period	10,132	13,735	97,150	15,810	136,829	3,281	1,085,194
Balance at the end of current period	32,136	(15,452)	85,785	29,737	132,207	45,359	1,759,073

(Year ended March 31,2023)

(In million yen)

	Shareholders' capital				
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' capital
Balance at the beginning of current period	144,319	44,314	1,396,300	(3,428)	1,581,506
Changes of items during the period					
Dividends of surplus			(389,957)		(389,957)
Profit attributable to owners of parent			1,012,523		1,012,523
Purchase of treasury stock				(1,537)	(1,537)
Disposal of treasury stock		1		1,173	1,174
Change in equity of parent related to transactions with non-controlling shareholders		703			703
Change in scope of consolidation			11		11
Other		(122)	37		(85)
Net change of items other than shareholders' capital					
Total changes of items during the period	—	582	622,614	(364)	622,832
Balance at the end of current period	144,319	44,897	2,018,915	(3,793)	2,204,338

	Accumulated other comprehensive income					Non-controlling interests	Total equity
	Unrealized gain (loss) on available-for-sale securities	Deferred gain (loss) on hedges	Foreign currency translation adjustments	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at the beginning of current period	32,136	(15,452)	85,785	29,737	132,207	45,359	1,759,073
Changes of items during the period							
Dividends of surplus							(389,957)
Profit attributable to owners of parent							1,012,523
Purchase of treasury stock							(1,537)
Disposal of treasury stock							1,174
Change in equity of parent related to transactions with non-controlling shareholders							703
Change in scope of consolidation							11
Other							(85)
Net change of items other than shareholders' capital	773	22,035	121,652	(2,365)	142,094	993	143,087
Total changes of items during the period	773	22,035	121,652	(2,365)	142,094	993	765,920
Balance at the end of current period	32,909	6,583	207,437	27,371	274,302	46,352	2,524,993

(4) Consolidated Statement of Cash Flows

(Millions of yen)

	Fiscal year ended March 31, 2022	Fiscal year ended March 31, 2023
Net cash provided by (used in) operating activities		
Profit before income taxes	1,037,315	1,083,441
Depreciation and amortization	101,596	121,658
Impairment loss	2,810	27,951
Loss (gain) on sales and retirement of vessels, property, plant and equipment and intangible assets	(19,090)	(6,925)
Loss (gain) on sales of short-term and long-term investment securities	(29,301)	(1,341)
Loss (gain) on valuation of short-term and long- term investment securities	929	482
Equity in (earnings) losses of unconsolidated subsidiaries and affiliates	(742,645)	(811,957)
Interest and dividend income	(8,407)	(16,544)
Interest expenses	12,279	15,388
Foreign exchange losses (gains)	(8,487)	607
Decrease (increase) in notes and accounts receivable-trade and contract assets	(69,664)	35,645
Decrease (increase) in inventories	(20,207)	(236)
Increase (decrease) in notes and accounts payable - trade	37,378	(20,282)
Other, net	(36,590)	2,385
Subtotal	257,917	430,272
Interest and dividend income received	288,052	457,209
Interest expenses paid	(11,795)	(14,444)
Income taxes (paid) refund	(26,411)	(48,183)
Net cash provided by (used in) operating activities	507,762	824,853
Net cash provided by (used in) investing activities		
Proceeds from sale and redemption of securities	147	—
Purchase of vessels, property, plant and equipment and intangible assets	(192,726)	(198,360)
Proceeds from sales of vessels, property, plant and equipment and intangible assets	35,435	29,009
Purchase of investment securities	(18,022)	(57,423)
Proceeds from sales and redemption of investment securities	10,155	9,957
Purchase of investments in subsidiaries resulting in change in scope of consolidation	(0)	(23,055)
Proceeds from purchase of shares of subsidiaries resulting in change in scope of consolidation	—	7,286
Payments for sales of investments in subsidiaries resulting in change in scope of consolidation	(56)	—
Proceeds from sales of shares of subsidiaries resulting in change in scope of consolidation	36,013	2,919
Payments of loans receivable	(13,608)	(7,040)
Collection of loans receivable	10,044	8,333
Other, net	(15,954)	(24,592)
Net cash provided by (used in) investing activities	(148,571)	(252,964)

	(Millions of yen)	
	Fiscal year ended March 31, 2022	Fiscal year ended March 31, 2023
Net cash provided by (used in) financing activities		
Net increase (decrease) in short-term loans payable	(1,905)	(4,450)
Proceeds from long-term loans payable	18,423	16,663
Repayments of long-term loans payable	(160,671)	(135,545)
Proceeds from issuance of bonds	19,892	—
Redemption of bonds	(25,000)	(30,000)
Repayments of leases liabilities	(20,389)	(24,226)
Proceeds from stock issuance to non-controlling shareholders	5,983	987
Purchase of treasury stock	(231)	(1,537)
Proceeds from sales of treasury stock	290	2,950
Cash dividends paid to shareholders	(64,430)	(389,957)
Cash dividends paid to non-controlling interests	(5,283)	(12,001)
Payments from changes in ownership interests in subsidiaries that do not result in change in scope of consolidation	(60)	(108)
Other, net	(4,155)	(3,976)
Net cash provided by (used in) financing activities	(237,535)	(581,203)
Effect of exchange rate change on cash and cash equivalents	1,445	(22,836)
Net increase (decrease) in cash and cash equivalents	123,100	(32,150)
Cash and cash equivalents at beginning of period	103,593	226,694
Increase (decrease) in cash and cash equivalents resulting from change in scope of consolidation	—	898
Increase in cash and cash equivalents resulting from merger with unconsolidated subsidiaries	8	614
Increase (decrease) in beginning balance of cash and cash equivalents resulting from change in fiscal period of consolidated subsidiaries	—	173
Decrease in cash and cash equivalents resulting from share exchanges	(7)	—
Cash and cash equivalents at end of period	226,694	196,231

(5) Explanatory Notes to Consolidated Financial Statements

(Notes Regarding Going Concern Assumption)

Not applicable

(Changes in Accounting Policies Due to Revisions of Accounting Standards)

(Adoption of the Accounting Standards Update 2016-02 “Leases”)

At affiliates preparing their financial statements in accordance with US GAAP, the Accounting Standards Update (ASU) 2016-02 “Leases” has been adopted from the current consolidated fiscal year. Under this new policy, the lessee is required to record nearly all leases as assets and liabilities in the quarterly consolidated balance sheet.

As a result of adopting this accounting standard, the starting balances at the beginning of the current consolidated fiscal year have increased mainly by 19,889 million yen for Buildings and structures, 20,305 million yen for Land, 9,574 million yen for Other current liabilities and 31,074 million yen for Other non-current liabilities. The impact on retained earnings is minor.

Also, the impact on the consolidated statement of income for the current consolidated fiscal year is minor.

(Adoption of the Implementation Guidance on Accounting Standard for Fair Value Measurement)

The Implementation Guidance on Accounting Standard for Fair Value Measurement (ASBJ Guidance No. 31 issued on June 17, 2021; hereinafter “Implementation Guidance for the Fair Value Measurement Accounting Standard”) has been applied from the start of the current consolidated fiscal year, and in accordance with the transitional arrangements set forth in Article 27-2 of the Implementation Guidance for the Fair Value Measurement Accounting Standard, the new accounting policy set forth in the Implementation Guidance for the Fair Value Measurement Accounting Standard will be permanently adopted.

The adoption of this implementation guidance will have no impact on the consolidated financial statements.

(Additional information)

(Conclusion of a memorandum of understanding regarding the transfer of shares of a consolidated subsidiary)

In March of this year, a memorandum of understanding was concluded with ANA HOLDINGS INC. (ANAHD) regarding transfer of all shares of the consolidated subsidiary Nippon Cargo Airlines Company, Limited to ANAHD.

(Segment and Other Information)

(Segment Information)

1. Outline of reportable segments

The Company's reportable segments allow financial data to be obtained separately for the NYK Group's business domains. This data is periodically reviewed by the Company's management in order to effectively allocate operational resources and evaluate business performance.

The NYK Group operates comprehensive logistics businesses covering maritime, land, and air transportation on a global scale. These operations are categorized under six reportable segments: Liner Trade, Air Cargo Transportation, Logistics, Bulk Shipping, Real Estate, and Other. The main operations and services of each reportable segment are listed as follows.

Reportable segment	Major operation and services in each segment:
Liner Trade	Ocean cargo shipping, ship owning and chartering, shipping agency, container terminals business, harbor transport services, tugboat operation
Air Cargo Transportation	Air cargo transport
Logistics	Warehouse operation, cargo transport/handling business, coastal cargo shipping
Bulk Shipping	Ocean cargo shipping, ship owning and chartering, shipping agency
Real Estate	Rental, management and sale of real estate properties
Other	Ownership and operation of passenger ships, wholesaling of ship machinery and furniture, other services related to transport, information- processing business, wholesaling of oil products, others

2. Method for calculating revenues, profits and losses, assets, and other financial items of reportable segments. The profits and losses recorded under reportable segments are based on recurring profits or losses. Intra-segment revenues and transfers are primarily based on third-party transaction prices.

3. Information on revenues, profit (loss), assets, and other items by reportable segments

Year ended March 31, 2022 (April 1, 2021 – March 31, 2022)

(In million yen)

	Liner & Logistics			Bulk Shipping	Others		Total	Adjustment	Consolidated Total
	Liner Trade	Air Cargo Transportation	Logistics		Real Estate	Other			
Revenues									
Revenues from customer	185,931	178,411	845,279	974,284	4,095	92,772	2,280,775	–	2,280,775
Inter-segment revenues	4,620	10,320	2,213	271	111	77,632	95,169	(95,169)	–
Revenues	190,552	188,731	847,492	974,556	4,207	170,405	2,375,944	(95,169)	2,280,775
Segment profit (loss)	734,245	74,068	58,727	139,100	2,127	(1,231)	1,007,038	(3,884)	1,003,154
Segment assets	945,345	141,904	418,931	1,497,120	27,764	221,454	3,252,520	(172,497)	3,080,023
Other items									
Depreciation and amortization	9,818	5,651	21,003	63,356	702	1,109	101,643	(46)	101,596
Amortization of goodwill or (negative goodwill)	45	–	859	846	–	–	1,750	–	1,750
Interest income	60	107	213	1,659	90	942	3,073	(946)	2,127
Interest expenses	2,561	568	1,683	8,212	19	113	13,158	(879)	12,279
Equity in earnings (losses) of unconsolidated subsidiaries and affiliates	715,990	–	(103)	30,412	198	(3,856)	742,642	3	742,645
The amount of investment in associates accounted for by the equity method	757,825	–	2,198	269,832	2,459	420	1,032,735	(2,009)	1,030,726
Increase in vessels, property, plant and equipment and intangible assets	4,296	74,471	8,214	118,653	83	687	206,407	(1,266)	205,140

(Note) Adjustments of segment income (loss) are internal exchanges or transfer to other amount among segments 59 million yen and other corporate expenses -3,943 million yen. The general and administrative expenses and non-operating expenses which do not belong to any single segment are treated as other corporate expenses. Details of the amount for adjustments of segment assets are receivables or assets related to internal exchange among segments of -290,074 million yen and corporate assets of 117,577 million yen. Corporate assets are mainly surplus funds invested in cash and deposits.

Year ended March 31, 2023 (April 1, 2022 – March 31, 2023)

(In million yen)

	Liner & Logistics			Bulk Shipping	Others		Total	Adjustment	Consolidated Total
	Liner Trade	Air Cargo Transportation	Logistics		Real Estate	Other			
Revenues									
Revenues from customer	195,265	206,785	858,644	1,240,166	3,352	111,851	2,616,066	—	2,616,066
Inter-segment revenues	5,439	11,310	3,802	649	—	122,661	143,863	(143,863)	—
Revenues	200,705	218,095	862,446	1,240,816	3,352	234,512	2,759,929	(143,863)	2,616,066
Segment profit (loss)	791,397	61,849	54,306	212,152	1,330	(2,203)	1,118,834	(9,044)	1,109,790
Segment assets	1,379,232	135,103	473,901	1,754,550	26,562	247,344	4,016,695	(239,897)	3,776,797
Other items									
Depreciation and amortization	9,771	9,427	25,130	75,506	534	1,331	121,702	(43)	121,658
Amortization of goodwill or (negative goodwill)	—	—	916	839	—	—	1,755	—	1,755
Interest income	421	9	1,469	3,885	65	6,896	12,747	(8,426)	4,320
Interest expenses	2,701	716	2,053	15,950	—	2,341	23,763	(8,374)	15,388
Equity in earnings (losses) of unconsolidated subsidiaries and affiliates	771,925	—	(27)	42,226	131	(2,303)	811,953	4	811,957
The amount of investment in associates accounted for by the equity method	1,177,198	—	2,228	351,833	2,586	508	1,534,355	(2,004)	1,532,350
Increase in vessels, property, plant and equipment and intangible assets	5,718	4,903	13,169	175,440	741	1,158	201,133	(2,267)	198,865

(Note) Adjustments of segment income (loss) are internal exchanges or transfer to other amount among segments 19 million yen and other corporate expenses -9,063 million yen. The general and administrative expenses and non-operating expenses which do not belong to any single segment are treated as other corporate expenses. Details of the amount for adjustments of segment assets are receivables or assets related to internal exchange among segments of -335,927 million yen and corporate assets of 96,029 million yen. Corporate assets are mainly surplus funds invested in cash and deposits.

【Information regarding Impairment Losses on Non-current Assets by Reportable Segment】

Year ended March 31, 2022 (April 1, 2021 – March 31, 2022)

(In million yen)

	Liner Trade	Air Cargo Transportation	Logistics	Bulk Shipping	Real Estate	Other	Elimination or Corporate	Total
Impairment loss	75	—	902	1,832	—	—	—	2,810

Year ended March 31, 2023 (April 1, 2022 – March 31, 2023)

(In million yen)

	Liner Trade	Air Cargo Transportation	Logistics	Bulk Shipping	Real Estate	Other	Elimination or Corporate	Total
Impairment loss	—	—	1,781	25,108	29	1,031	—	27,951

【Information regarding Outstanding Goodwill by Reportable Segment】

Year ended March 31, 2022 (April 1, 2021 – March 31, 2022)

(In million yen)

	Liner Trade	Air Cargo Transportation	Logistics	Bulk Shipping	Real Estate	Other	Elimination or Corporate	Total
Amount of goodwill (negative goodwill) at the end of current period	49	—	3,674	4,987	—	—	—	8,711

(Note) We have omitted disclosure of goodwill amortization because this is disclosed in segment information.

Year ended March 31, 2023 (April 1, 2022 – March 31, 2023)

(In million yen)

	Liner Trade	Air Cargo Transportation	Logistics	Bulk Shipping	Real Estate	Other	Elimination or Corporate	Total
Amount of goodwill (negative goodwill) at the end of current period	—	—	9,555	4,156	—	—	—	13,712

(Note) We have omitted disclosure of goodwill amortization because this is disclosed in segment information.

【Information regarding Gain on Negative Goodwill by Reportable Segment】

Not applicable

(Information per Share)

	Year ended March 31, 2022	Year ended March 31, 2023
Equity per share (yen)	3,381.43	4,877.55
Profit per share attributable to owners of parent (yen)	1,991.25	1,993.71

(Notes)

1. Profit per share – fully diluted is not stated because no dilutive securities exist.
2. A 3-for-1 common stock split was conducted on October 1, 2022. In relation to this, “Equity per share” and “Profit per share” have been calculated assuming this stock split was conducted at the start of the previous consolidated fiscal year.
3. The base on equity per share is summarized in the following table.

	As of March 31, 2022	As of March 31, 2023
Total equity (million yen)	1,759,073	2,524,993
Amount deducting from total equity (million yen)	45,359	46,352
(Non-controlling interests) (million yen)	(45,359)	(46,352)
Equity related to ordinary shares (million yen)	1,713,713	2,478,641
Number of shares of ordinary shares used as basis for calculation of equity per share (Thousands of shares)	506,801	508,173

4. The base on profit per share attributable to owners of parent is summarized in the following table.

	Year ended March 31, 2022	Year ended March 31, 2023
Profit (loss) attributable to owners of parent (million yen)	1,009,105	1,012,523
Amount not attributable to ordinary shares (million yen)	—	—
Profit (loss) attributable to owners of parent related to ordinary shares (million yen)	1,009,105	1,012,523
Weighted average number of shares outstanding (thousands of shares)	506,769	507,858

(Notes) When calculating equity per share, the shares held by the performance-based stock remuneration BIP trust are included in the number of treasury stock deducted from the total issued shares. Also, when calculating profit per share, the shares held by the BIP trust are included in the treasury stock deducted when calculating the “Average number of shares”. The number of treasury stock deducted when calculating equity per share was 1,836,000 shares in the previous consolidated fiscal year and 450,000 shares in the current consolidated fiscal year. Also, the average number of treasury stock deducted when calculating profit per share was 1,883,000 shares in the previous fiscal year and 771,000 shares in the current fiscal year.

(Important Subsequent Event)

Not applicable

4. Other Information

(1) Quarterly Operating Results

Year ending March 31, 2023

(In million yen)

	Apr 1, 2022 – Jun 30, 2022 1Q	Jul 1, 2022 – Sep 30, 2022 2Q	Oct 1, 2022 – Dec 31, 2022 3Q	Jan 1, 2023 – Mar 31, 2023 4Q
Revenues	673,050	692,827	684,320	565,867
Operating profit (loss)	89,174	74,162	86,067	46,946
Recurring profit (loss)	377,726	387,603	240,635	103,824
Profit (loss) attributable to owners of parent for the quarter	343,377	362,681	214,313	92,151
Total assets	3,504,816	3,938,103	3,754,637	3,776,797
Equity	2,028,845	2,487,650	2,441,785	2,524,993

Year ended March 31, 2022

(In million yen)

	Apr 1, 2021 – Jun 30, 2021 1Q	Jul 1, 2021 – Sep 30, 2021 2Q	Oct 1, 2021 – Dec 31, 2021 3Q	Jan 1, 2022 – Mar 31, 2022 4Q
Revenues	504,611	546,769	624,577	604,816
Operating profit (loss)	53,000	64,932	80,059	70,946
Recurring profit (loss)	153,620	243,626	301,081	304,826
Profit (loss) attributable to owners of parent for the quarter	151,093	260,225	280,897	316,888
Total assets	2,238,803	2,395,332	2,723,315	3,080,023
Equity	805,345	1,074,175	1,347,791	1,759,073

(Note) The above operating results (revenues, operating profit (loss), recurring profit (loss) and profit (loss) attributable to owners of parent) are based on the results for the first quarter and the cumulative results for the first six, nine and twelve months, and are computed by taking the difference between the two adjacent periods.

(2) Change in Number of NYK Fleet

Following are change in the fleet owned or co-owned by the Company and its consolidated subsidiaries.
(The tonnage figures include other companies' ownership for co-owned vessels)

Business segment	Type of vessel	Decrease during the period		Increase during the period	
		Number of vessels	1000 Kt	Number of vessels	1000 Kt
Bulk Shipping	Bulk Carriers (Capesize)	1	181	1	181
	Bulk Carriers (Panamaxsize)	3	247	2	171
	Wood Chip Carriers	2	142	4	234
	Car Carriers	-	-	4	81
	Tankers	3	395	4	471
	LNG Carriers	-	-	4	322
	Multi-purpose Carriers	2	29	-	-
Total		11	995	19	1,462

(3) Fleet in Operation as of Fiscal Year-End

Following are the fleet owned (or co-owned) or chartered by the Company and its consolidated subsidiaries.

(The tonnage figures include other companies' ownership for co-owned vessels)

Business Segment	Type of vessel	Classification	Year ended March 31, 2022		Year ended March 31, 2023		Change	
			Number of vessels	1000 Kt (dwt)	Number of vessels	1000 Kt (dwt)	Number of vessels	1000 Kt (dwt)
Liner Trade	Containerships	Owned	26	1,665	26	1,665	-	-
		Chartered	29	3,039	28	2,973	(1)	(65)
		Total	55	4,704	54	4,638	(1)	(65)
Bulk Shipping	Bulk Carriers (Capesize)	Owned	20	3,923	20	3,923	-	-
		Chartered	91	17,860	98	19,188	7	1,327
		Total	111	21,784	118	23,112	7	1,327
	Bulk Carriers (Panamaxsize)	Owned	34	3,031	33	2,955	(1)	(75)
		Chartered	56	4,761	60	5,186	4	425
		Total	90	7,792	93	8,142	3	349
	Bulk Carriers (Handysize)	Owned	51	2,505	51	2,505	-	-
		Chartered	93	4,603	75	3,844	(18)	(759)
		Total	144	7,109	126	6,349	(18)	(759)
	Wood Chip Carriers	Owned	11	574	13	667	2	92
		Chartered	26	1,438	23	1,263	(3)	(175)
		Total	37	2,013	36	1,930	(1)	(83)
	Car Carriers	Owned	38	727	42	808	4	81
		Chartered	70	1,299	69	1,279	(1)	(20)
		Total	108	2,026	111	2,087	3	60
	Tankers	Owned	31	5,866	32	5,942	1	76
		Chartered	18	2,982	16	2,382	(2)	(600)
		Total	49	8,848	48	8,324	(1)	(524)
	LNG Carriers	Owned	16	1,202	20	1,525	4	322
		Chartered	3	224	3	224	-	-
		Total	19	1,427	23	1,750	4	322
Multi-purpose Carriers	Owned	23	418	21	388	(2)	(29)	
	Chartered	22	317	26	378	4	61	
	Total	45	735	47	767	2	31	
Total	Owned	250	19,915	258	20,382	8	467	
	Chartered	408	36,527	398	36,719	(10)	192	
	Total	658	56,442	656	57,102	(2)	659	

(4) Vessels under Construction as of Fiscal Year-End

The vessels under construction possessed by the company and consolidated companies are as follows.

Business segment	Type of vessel	Number of vessels	1000 Kt
Bulk Shipping	Bulk Carriers (Capesize)	6	1,228
	Bulk Carriers (Panamaxsize)	3	285
	Car Carriers	9	174
	Tankers	3	165
	LNG Carriers	14	1,049
Total		35	2,903

(5) Aircraft in Operation as of Fiscal Year-End

	Year ended March 31, 2022		Year ended March 31, 2023		Change	
	Number of aircraft	Maximum take-off weight (t)	Number of aircraft	Maximum take-off weight (t)	Number of aircraft	Maximum take-off weight (t)
Aircraft	8	3,581	8	3,581	-	-

(6) Balance of Interest-Bearing Debt as of Fiscal Year-End

(In million yen)

	Year ended March 31, 2022	Year ended March 31, 2023	Change
Loans	577,988	496,273	(81,715)
Corporate bonds	127,000	97,000	(30,000)
Leases liabilities	103,311	100,818	(2,492)
Total	808,299	694,091	(114,208)