

Translation

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## Summary of Consolidated Financial Results for the Three Months Ended June 30, 2023 (Based on Japanese GAAP)

August 1, 2023

Company name: Hankyu Hanshin Holdings, Inc.  
 Stock exchange listing: Tokyo  
 Stock code: 9042 URL <https://www.hankyu-hanshin.co.jp/>  
 Representative: President and Representative Director Yasuo Shimada  
 Inquiries: Accounting Manager of the Group Planning Kazutoshi Funao TEL 06-6373-5013  
 Division  
 Scheduled date to file Quarterly Securities Report: August 10, 2023  
 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, 2023 (from April 1, 2023 to June 30, 2023)

#### (1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Operating revenue		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, 2023	245,524	7.2	33,750	38.2	36,831	43.0	25,098	49.2
Three months ended June 30, 2022	228,993	50.7	24,425	412.9	25,763	455.3	16,826	425.1

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2023	104.25		104.22	
Three months ended June 30, 2022	69.84		69.83	

#### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2023	2,862,004	1,013,961	32.5
As of March 31, 2023	2,865,410	980,940	31.6

### 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, 2023	–	25.00	–	25.00	50.00
Year ending March 31, 2024	–				
Year ending March 31, 2024 (Forecast)		25.00	–	25.00	50.00

### 3. Forecast of consolidated financial results for the year ending March 31, 2024 (from April 1, 2023 to March 31, 2024)

Percentages indicate year-on-year changes

	Operating revenue		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	1,000,000	3.3	87,700	(1.8)	87,000	(1.6)	52,000	10.7	216.22

4. Notes

- (1) Changes in significant subsidiaries during the three months ended June 30, 2023  
(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: No
- 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, 2023	254,281,385 shares	As of March 31, 2023	254,281,385 shares
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Number of treasury shares at the end of the period

As of June 30, 2023	13,828,124 shares	As of March 31, 2023	13,377,821 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, 2023	240,766,279 shares	Three months ended June 30, 2022	240,945,286 shares
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**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of March 31, 2023	As of June 30, 2023
<b>Assets</b>		
Current assets		
Cash and deposits	42,876	46,012
Notes and accounts receivable - trade	120,067	81,240
Land and buildings for sale	193,607	194,048
Merchandise and finished goods	2,897	3,160
Work in process	2,461	3,967
Raw materials and supplies	5,790	6,032
Other	61,237	63,690
Allowance for doubtful accounts	(856)	(892)
Total current assets	428,082	397,258
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	633,990	634,000
Machinery, equipment and vehicles, net	57,804	55,462
Land	1,010,609	1,000,940
Construction in progress	252,908	273,826
Other, net	25,678	25,645
Total property, plant and equipment	1,980,991	1,989,876
Intangible assets		
Goodwill	7,334	6,754
Other	28,155	27,575
Total intangible assets	35,489	34,329
Investments and other assets		
Investment securities	342,659	361,434
Deferred tax assets	7,272	7,224
Retirement benefit asset	18,590	18,670
Other	52,583	53,493
Allowance for doubtful accounts	(258)	(283)
Total investments and other assets	420,846	440,538
Total non-current assets	2,437,328	2,464,745
Total assets	2,865,410	2,862,004

(Millions of yen)

	As of March 31, 2023	As of June 30, 2023
<b>Liabilities</b>		
<b>Current liabilities</b>		
Notes and accounts payable - trade	42,024	36,470
Accrued expenses	23,182	19,122
Short-term borrowings	187,982	192,116
Commercial papers	10,000	–
Current portion of bonds payable	30,000	30,000
Lease liabilities	4,251	4,206
Income taxes payable	10,029	6,062
Provision for bonuses	4,337	3,206
Other	187,877	154,279
<b>Total current liabilities</b>	<b>499,684</b>	<b>445,465</b>
<b>Non-current liabilities</b>		
Long-term borrowings	634,613	633,640
Bonds payable	230,000	230,000
Lease liabilities	9,503	9,815
Deferred tax liabilities	181,831	187,979
Deferred tax liabilities for land revaluation	5,182	5,182
Retirement benefit liability	61,916	61,936
Long-term deferred contribution for construction	132,580	143,857
Other	129,156	130,163
<b>Total non-current liabilities</b>	<b>1,384,785</b>	<b>1,402,576</b>
<b>Total liabilities</b>	<b>1,884,470</b>	<b>1,848,042</b>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Share capital	99,474	99,474
Capital surplus	147,343	147,263
Retained earnings	680,040	698,223
Treasury shares	(48,748)	(50,774)
<b>Total shareholders' equity</b>	<b>878,110</b>	<b>894,186</b>
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities	20,930	25,692
Deferred gains or losses on hedges	(78)	594
Revaluation reserve for land	5,499	5,499
Foreign currency translation adjustment	908	4,015
Remeasurements of defined benefit plans	1,433	1,344
<b>Total accumulated other comprehensive income</b>	<b>28,692</b>	<b>37,146</b>
<b>Non-controlling interests</b>	<b>74,137</b>	<b>82,628</b>
<b>Total net assets</b>	<b>980,940</b>	<b>1,013,961</b>
<b>Total liabilities and net assets</b>	<b>2,865,410</b>	<b>2,862,004</b>

**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, 2022	Three months ended June 30, 2023
Operating revenue	228,993	245,524
Operating expenses		
Operating expenses and cost of sales of transportation	197,116	204,312
Selling, general and administrative expenses	7,452	7,461
Total operating expenses	204,568	211,774
Operating profit	24,425	33,750
Non-operating income		
Interest income	55	157
Dividend income	498	578
Share of profit of entities accounted for using equity method	2,771	4,579
Miscellaneous income	605	917
Total non-operating income	3,931	6,232
Non-operating expenses		
Interest expenses	2,081	2,547
Miscellaneous expenses	510	603
Total non-operating expenses	2,592	3,150
Ordinary profit	25,763	36,831
Extraordinary income		
Contribution received for construction	284	563
Other	556	86
Total extraordinary income	840	650
Extraordinary losses		
Loss on tax purpose reduction entry of non-current assets	280	547
Other	564	94
Total extraordinary losses	845	642
Profit before income taxes	25,759	36,839
Income taxes - current	4,814	6,638
Income taxes - deferred	3,270	4,235
Total income taxes	8,085	10,873
Profit	17,674	25,965
Profit attributable to non-controlling interests	847	866
Profit attributable to owners of parent	16,826	25,098

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

(Millions of yen)

	Three months ended June 30, 2022	Three months ended June 30, 2023
Profit	17,674	25,965
Other comprehensive income		
Valuation difference on available-for-sale securities	1,401	2,689
Deferred gains or losses on hedges	36	625
Foreign currency translation adjustment	1,802	2,566
Remeasurements of defined benefit plans, net of tax	(140)	(177)
Share of other comprehensive income of entities accounted for using equity method	774	3,023
Total other comprehensive income	3,873	8,728
Comprehensive income	21,548	34,694
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	19,652	31,971
Comprehensive income attributable to non-controlling interests	1,895	2,722

## Supplementary information

### 1. Consolidated financial results for the first quarter of the year ending March 31, 2024

#### Consolidated Statements of Income (Summary)

(Millions of yen)

	Q1 FY2024 Results ①	Q1 FY2023 Results ②	Change =①-②
Operating revenue	245,524	228,993	16,530
Operating profit [Business profit※]	33,750 [34,118]	24,425 [24,425]	9,325 [9,693]
Ordinary profit	36,831	25,763	11,067
Profit attributable to owners of parent	25,098	16,826	8,272

※ Business profit=Operating profit+Equity-method gains/losses associated with overseas investments

Note: Starting in the year ending March 2024, we included a new performance indicator: business profit.

Business profit shows more precisely the progress of our efforts to grow overseas businesses, such as those in the Real Estate segment.

#### Consolidated Statements of Income (Breakdown for each business segment)

(Millions of yen)

	Operating revenue			Operating profit [Business profit※]		
	Q1 FY2024 Results ①	Q1 FY2023 Results ②	Change =①-②	Q1 FY2024 Results ①	Q1 FY2023 Results ②	Change =①-②
Urban Transportation	49,606	45,655	3,950	9,784	6,832	2,951
Real Estate	69,593	60,841	8,752	11,116 [11,484]	5,300 [5,300]	5,816 [6,184]
Entertainment	23,836	22,898	938	8,246	7,832	413
Information and Communication Technology	13,032	12,530	501	176	258	(81)
Travel	61,265	41,338	19,926	5,009	3,554	1,454
International Transportation	25,835	43,698	(17,863)	522	1,911	(1,389)
Other	10,619	9,955	663	71	(2)	74
Adjustment	(8,264)	(7,924)	(340)	(1,176)	(1,262)	85

※ Business profit=Operating profit+Equity-method gains/losses associated with overseas investments

Note: For Q1 FY2024, in segments other than Real Estate, business profit = operating profit.