



Translation

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## Summary of Consolidated Financial Results for the Year Ended March 31, 2023 (Based on Japanese GAAP)

May 15, 2023

Company name: FUKUYAMA TRANSPORTING CO.,LTD  
 Stock exchange listing: Tokyo  
 Stock code: 9075 URL <https://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 of ordinary general meeting of shareholders: June 23, 2023  
 Scheduled date to file Securities Report: June 26, 2023  
 Scheduled date to commence dividend payments: June 2, 2023  
 Preparation of supplementary material on financial results: Yes  
 Holding of financial results meeting: Yes (for institutional investors and analysts)

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the year ended March 31, 2023 (from April 1, 2022 to March 31, 2023)

(1) Consolidated operating results

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	%
Year ended March 31, 2023	293,358	0.7	21,375	(3.2)	22,985	(0.9)	20,791	24.0
Year ended March 31, 2022	291,266	2.0	22,091	4.5	23,196	3.2	16,763	9.4

	Earnings per share	Diluted earnings per share	Profit attributable to owners of parent/equity	Ordinary profit/total assets	Operating profit/net sales
	Yen	Yen	%	%	%
Year ended March 31, 2023	513.72	–	8.0	4.8	7.3
Year ended March 31, 2022	395.34	–	6.4	4.9	7.6

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2023	477,015	270,381	55.9	6,589.57
As of March 31, 2022	478,147	256,304	52.8	6,239.96

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Year ended March 31, 2023	31,018	(7,696)	(18,577)	43,524
Year ended March 31, 2022	32,139	(16,777)	(12,520)	38,722

2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Dividend payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Year ended March 31, 2022	–	30.00	–	30.00	60.00	2,437	15.2	1.0
Year ended March 31, 2023	–	35.00	–	35.00	70.00	2,843	13.6	1.1
Year ending March 31, 2024 (Forecast)	–	35.00	–	35.00	70.00		20.4	

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

	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, 2023	143,500	(1.3)	8,600	(26.4)	9,400	(23.9)	6,100	(24.3)	151.32
Full year	295,600	0.8	19,300	(9.7)	21,000	(8.6)	13,900	(33.1)	343.68

4. Notes

(1) Changes in significant subsidiaries during the year ended March 31, 2023

(changes in specified subsidiaries resulting in the change in scope of consolidation):

No

(2) 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

(3) Number of issued shares (common shares)

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

As of March 31, 2023	50,770,363 shares	As of March 31, 2022	55,770,363 shares
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Number of treasury shares at the end of the period

As of March 31, 2023	10,297,078 shares	As of March 31, 2022	15,298,467 shares
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Average number of shares during the period

Year ended March 31, 2023	40,472,436 shares	Year ended March 31, 2022	42,401,618 shares
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**Consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of March 31, 2022	As of March 31, 2023
Assets		
Current assets		
Cash and deposits	39,869	44,892
Notes and accounts receivable - trade	39,681	39,038
Other	4,648	4,546
Allowance for doubtful accounts	(99)	(48)
Total current assets	84,099	88,429
Non-current assets		
Property, plant and equipment		
Buildings and structures	262,842	263,695
Accumulated depreciation	(169,062)	(174,092)
Buildings and structures, net	93,779	89,602
Machinery, equipment and vehicles	114,216	113,986
Accumulated depreciation	(95,647)	(97,990)
Machinery, equipment and vehicles, net	18,568	15,995
Tools, furniture and fixtures	16,096	16,220
Accumulated depreciation	(12,676)	(12,944)
Tools, furniture and fixtures, net	3,419	3,275
Land	210,838	211,720
Construction in progress	756	8,746
Total property, plant and equipment	327,363	329,341
Intangible assets		
Other	4,761	4,454
Total intangible assets	4,761	4,454
Investments and other assets		
Investment securities	54,936	47,515
Deferred tax assets	3,975	4,511
Other	3,186	2,937
Allowance for doubtful accounts	(176)	(175)
Total investments and other assets	61,922	54,789
Total non-current assets	394,047	388,585
Total assets	478,147	477,015

(Millions of yen)

	As of March 31, 2022	As of March 31, 2023
<b>Liabilities</b>		
<b>Current liabilities</b>		
Notes and accounts payable - trade	16,180	15,950
Short-term borrowings	10,675	10,700
Current portion of long-term borrowings	34,738	21,673
Lease liabilities	79	147
Income taxes payable	4,030	7,196
Accrued consumption taxes	2,947	3,149
Provision for bonuses	5,317	5,070
Other	14,859	14,658
<b>Total current liabilities</b>	<b>88,828</b>	<b>78,546</b>
<b>Non-current liabilities</b>		
Long-term borrowings	71,602	68,748
Lease liabilities	100	210
Deferred tax liabilities	12,196	9,840
Deferred tax liabilities for land revaluation	23,573	23,573
Retirement benefit liability	24,063	24,141
Provision for loss on business of subsidiaries and associates	26	3
Asset retirement obligations	486	490
Other	965	1,078
<b>Total non-current liabilities</b>	<b>133,014</b>	<b>128,087</b>
<b>Total liabilities</b>	<b>221,843</b>	<b>206,633</b>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Share capital	30,310	30,310
Capital surplus	39,488	37,634
Retained earnings	181,503	183,483
Treasury shares	(55,650)	(37,465)
<b>Total shareholders' equity</b>	<b>195,651</b>	<b>213,962</b>
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities	23,466	19,184
Revaluation reserve for land	34,150	34,150
Foreign currency translation adjustment	71	86
Remeasurements of defined benefit plans	(798)	(683)
<b>Total accumulated other comprehensive income</b>	<b>56,891</b>	<b>52,738</b>
<b>Non-controlling interests</b>	<b>3,761</b>	<b>3,680</b>
<b>Total net assets</b>	<b>256,304</b>	<b>270,381</b>
<b>Total liabilities and net assets</b>	<b>478,147</b>	<b>477,015</b>

## Consolidated statements of income and consolidated statements of comprehensive income

(Millions of yen)

	Fiscal year ended March 31, 2022	Fiscal year ended March 31, 2023
Net sales	291,266	293,358
Cost of sales	260,863	263,549
Gross profit	30,403	29,809
Selling, general and administrative expenses		
Personnel expenses	3,916	3,922
Retirement benefit expenses	171	233
Provision for bonuses	201	186
Depreciation	485	672
Taxes and dues	1,267	1,522
Facility expenses	176	232
Other	2,465	2,084
Provision of allowance for doubtful accounts	7	0
Total selling, general and administrative expenses	8,311	8,434
Operating profit	22,091	21,375
Non-operating income		
Interest income	8	5
Dividend income	1,095	1,166
Insurance claim income	80	62
Subsidy income	502	390
Other	358	473
Total non-operating income	2,044	2,098
Non-operating expenses		
Interest expenses	314	302
Expenditures related to natural disaster	97	55
Commission for syndicated loans	340	–
Settlement payments	0	75
Other	188	54
Total non-operating expenses	940	488
Ordinary profit	23,196	22,985

(Millions of yen)

	Fiscal year ended March 31, 2022	Fiscal year ended March 31, 2023
Extraordinary income		
Gain on sale of non-current assets	57	100
Compensation for expropriation	2,057	—
Gain on sale of investment securities	52	8,784
Reversal of provision for loss on business of subsidiaries and associates	33	23
Total extraordinary income	2,199	8,907
Extraordinary losses		
Loss on sale of non-current assets	0	2
Loss on retirement of non-current assets	237	680
Loss on valuation of investment securities	211	190
Provision of allowance for doubtful accounts	7	6
Other	—	61
Total extraordinary losses	456	941
Profit before income taxes	24,939	30,951
Income taxes - current	7,287	10,792
Income taxes - deferred	677	(702)
Total income taxes	7,965	10,090
Profit	16,973	20,861
Profit attributable to		
Profit attributable to owners of parent	16,763	20,791
Profit attributable to non-controlling interests	210	70
Other comprehensive income		
Valuation difference on available-for-sale securities	3,038	(4,268)
Foreign currency translation adjustment	111	57
Remeasurements of defined benefit plans, net of tax	153	114
Total other comprehensive income	3,304	(4,095)
Comprehensive income	20,278	16,766
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	20,087	16,638
Comprehensive income attributable to non-controlling interests	190	127

## Consolidated statements of changes in equity

Fiscal year ended March 31, 2022

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	30,310	39,264	167,956	(21,784)	215,746
Cumulative effects of changes in accounting policies			(1,028)		(1,028)
Restated balance	30,310	39,264	166,928	(21,784)	214,718
Changes during period					
Dividends of surplus			(2,443)		(2,443)
Profit attributable to owners of parent			16,763		16,763
Purchase of treasury shares				(33,871)	(33,871)
Disposal of treasury shares				5	5
Change in ownership interest of parent due to transactions with non-controlling interests		224			224
Reversal of revaluation reserve for land			254		254
Net changes in items other than shareholders' equity					
Total changes during period	-	224	14,574	(33,865)	(19,066)
Balance at end of period	30,310	39,488	181,503	(55,650)	195,651

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Revaluation reserve for land	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	20,375	34,405	(7)	(951)	53,822	3,809	273,378
Cumulative effects of changes in accounting policies							(1,028)
Restated balance	20,375	34,405	(7)	(951)	53,822	3,809	272,349
Changes during period							
Dividends of surplus							(2,443)
Profit attributable to owners of parent							16,763
Purchase of treasury shares							(33,871)
Disposal of treasury shares							5
Change in ownership interest of parent due to transactions with non-controlling interests							224
Reversal of revaluation reserve for land							254
Net changes in items other than shareholders' equity	3,090	(254)	79	153	3,069	(47)	3,021
Total changes during period	3,090	(254)	79	153	3,069	(47)	(16,045)
Balance at end of period	23,466	34,150	71	(798)	56,891	3,761	256,304

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	30,310	39,488	181,503	(55,650)	195,651
Changes during period					
Dividends of surplus			(2,640)		(2,640)
Profit attributable to owners of parent			20,791		20,791
Purchase of treasury shares				(3)	(3)
Disposal of treasury shares		(0)		9	9
Cancellation of treasury shares		(2,008)	(16,170)	18,179	–
Change in ownership interest of parent due to transactions with non-controlling interests		154			154
Net changes in items other than shareholders' equity					
Total changes during period	–	(1,854)	1,980	18,185	18,311
Balance at end of period	30,310	37,634	183,483	(37,465)	213,962

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Revaluation reserve for land	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	23,466	34,150	71	(798)	56,891	3,761	256,304
Changes during period							
Dividends of surplus							(2,640)
Profit attributable to owners of parent							20,791
Purchase of treasury shares							(3)
Disposal of treasury shares							9
Cancellation of treasury shares							–
Change in ownership interest of parent due to transactions with non-controlling interests							154
Net changes in items other than shareholders' equity	(4,282)	–	14	114	(4,152)	(81)	(4,234)
Total changes during period	(4,282)	–	14	114	(4,152)	(81)	14,077
Balance at end of period	19,184	34,150	86	(683)	52,738	3,680	270,381



## Consolidated statements of cash flows

(Millions of yen)

	Fiscal year ended March 31, 2022	Fiscal year ended March 31, 2023
Cash flows from operating activities		
Profit before income taxes	24,939	30,951
Depreciation	17,169	15,097
Increase (decrease) in provisions	484	(322)
Increase (decrease) in retirement benefit liability	437	249
Interest and dividend income	(1,103)	(1,172)
Interest expenses	314	302
Loss (gain) on sale of investment securities	(52)	(8,774)
Loss (gain) on valuation of investment securities	211	190
Loss (gain) on sale of property, plant and equipment	(56)	(98)
Compensation for expropriation	(2,057)	–
Decrease (increase) in trade receivables	1,049	643
Decrease (increase) in inventories	(157)	134
Increase (decrease) in trade payables	(37)	(1,114)
Increase (decrease) in accrued expenses	162	(121)
Increase (decrease) in accrued consumption taxes	(1,070)	201
Other, net	(785)	871
Subtotal	39,447	37,040
Interest and dividends received	1,103	1,172
Proceeds from insurance income	80	62
Interest paid	(300)	(311)
Income taxes paid	(8,191)	(7,694)
Proceeds from compensation for expropriation	–	749
Net cash provided by (used in) operating activities	32,139	31,018
Cash flows from investing activities		
Purchase of property, plant and equipment	(15,657)	(15,767)
Proceeds from sale of property, plant and equipment	59	14
Purchase of intangible assets	(888)	(584)
Purchase of investment securities	(122)	(45)
Proceeds from sale of investment securities	66	9,523
Purchase of shares of subsidiaries resulting in change in scope of consolidation	–	(229)
Payments into time deposits	(1,018)	(1,196)
Proceeds from withdrawal of time deposits	1,114	1,011
Other, net	(331)	(424)
Net cash provided by (used in) investing activities	(16,777)	(7,696)
Cash flows from financing activities		
Proceeds from short-term borrowings	77,047	42,787
Repayments of short-term borrowings	(77,184)	(42,787)
Proceeds from long-term borrowings	47,435	28,750
Repayments of long-term borrowings	(23,011)	(44,765)
Repayments of lease liabilities	(26)	(63)
Dividends paid	(2,443)	(2,640)
Purchase of treasury shares	(33,871)	(3)
Other, net	(466)	145
Net cash provided by (used in) financing activities	(12,520)	(18,577)
Effect of exchange rate change on cash and cash equivalents	111	57
Net increase (decrease) in cash and cash equivalents	2,953	4,802
Cash and cash equivalents at beginning of period	35,769	38,722
Cash and cash equivalents at end of period	38,722	43,524