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Consolidated Financial Results for the Nine Months Ended December 31, 2023 [Japanese GAAP]



February 7, 2024

Company name: Kanagawa Chuo Kotsu Co., Ltd.

Stock exchange listing: Tokyo Stock Exchange

Code number: 9081

URL: <https://www.kanachu.co.jp/>

Representative: Masayuki Imai, Representative Director and President

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Scheduled date of filing quarterly securities report: February 13, 2024

Scheduled date of commencing dividend payments: –

Availability of supplementary explanatory materials on quarterly financial results: Available

Schedule of quarterly financial results briefing session: None

(Amounts of less than one million yen are rounded down.)

1. Consolidated Financial Results for the Nine Months Ended December 31, 2023 (April 1, 2023 - December 31, 2023)

(1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Nine months ended December 31, 2023	87,213	13.4	6,191	48.9	6,469	43.0	3,934	33.3
December 31, 2022	76,876	4.9	4,157	173.8	4,525	55.1	2,951	51.2

(Note) Comprehensive income: Nine months ended December 31, 2023: ¥6,630 million [181.6%]

Nine months ended December 31, 2022: ¥2,354 million [–%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2023	320.65	–
December 31, 2022	240.52	–

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of December 31, 2023	156,040	59,016	34.6
As of March 31, 2023	150,568	52,879	32.0

(Reference) Equity: As of December 31, 2023: ¥54,049 million

As of March 31, 2023: ¥48,235 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2023	–	20.00	–	20.00	40.00
Fiscal year ending March 31, 2024	–	20.00	–		
Fiscal year ending March 31, 2024 (Forecast)				20.00	40.00

(Note) Revision to the forecast for dividends announced most recently: None

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

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
Full year	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
	109,500	5.4	4,790	10.8	4,770	(2.9)	3,040	164.5	247.73

(Note) Revision to the financial results forecast announced most recently: None

*** Notes:**

- (1) Changes in significant subsidiaries during the period under review
 (Changes in specified subsidiaries resulting in changes in scope of consolidation): None
 Newly included: – (), Excluded: – ()
- (2) Accounting methods adopted particularly for the preparation of quarterly consolidated financial statements: None
- (3) Changes in accounting policies, changes in accounting estimates and retrospective restatement
- 1) Changes in accounting policies due to the revision of accounting standards: None
 - 2) Changes in accounting policies other than 1) above: None
 - 3) Changes in accounting estimates: None
 - 4) Retrospective restatement: None
- (4) Total number of issued and outstanding shares (common shares)
- 1) Total number of issued and outstanding shares at the end of the period (including treasury shares):

December 31, 2023:	12,600,000 shares
March 31, 2023:	12,600,000 shares

 - 2) Total number of treasury shares at the end of the period:

December 31, 2023:	328,498 shares
March 31, 2023:	328,383 shares

 - 3) Average number of shares during the period:

Nine months ended December 31, 2023:	12,271,560 shares
Nine months ended December 31, 2022:	12,271,692 shares

* These quarterly consolidated financial results are outside the scope of quarterly review by certified public accountants or an audit firm.

* Explanation of the proper use of financial results forecast and other notes
 (Notes for the forward-looking statements)

The earnings forecasts and other forward-looking statements herein are based on information available to the Company at the time of preparation of this document and certain assumptions deemed reasonable, and actual results may differ significantly from these forecasts due to various factors.

(Means to obtain the supplementary explanatory materials)

The supplementary explanatory materials have been disclosed on the TDnet at a later date.

Quarterly Consolidated Financial Statements

(1) Quarterly Consolidated Balance Sheets

(Million yen)

	As of March 31, 2023	As of December 31, 2023
Assets		
Current assets		
Cash and deposits	2,829	3,391
Notes and accounts receivable - trade, and contract assets	9,499	10,012
Merchandise and finished goods	9,165	12,631
Work in process	74	52
Raw materials and supplies	527	602
Other	3,139	2,518
Allowance for doubtful accounts	(29)	(38)
Total current assets	25,205	29,171
Non-current assets		
Property, plant and equipment		
Buildings and structures	93,558	93,474
Vehicles	39,841	40,117
Land	62,818	62,828
Other	22,051	20,749
Accumulated depreciation	(111,111)	(111,605)
Total property, plant and equipment	107,158	105,564
Intangible assets	932	947
Investments and other assets		
Investment securities	14,649	17,915
Other	2,637	2,454
Allowance for doubtful accounts	(14)	(13)
Total investments and other assets	17,271	20,356
Total non-current assets	125,363	126,868
Total assets	150,568	156,040
Liabilities		
Current liabilities		
Notes and accounts payable - trade	7,474	8,377
Short-term borrowings	18,079	17,771
Current portion of bonds payable	-	5,000
Income taxes payable	856	614
Provision for bonuses	2,230	877
Other	14,811	16,686
Total current liabilities	43,452	49,327
Non-current liabilities		
Bonds payable	20,000	15,000
Long-term borrowings	16,471	14,607
Provision for retirement benefits for directors (and other officers)	2	2
Retirement benefit liability	3,797	3,693
Other	13,965	14,392
Total non-current liabilities	54,236	47,696
Total liabilities	97,689	97,023

(Million yen)

	As of March 31, 2023	As of December 31, 2023
Net assets		
Shareholders' equity		
Share capital	3,160	3,160
Capital surplus	723	723
Retained earnings	41,429	44,873
Treasury shares	(938)	(938)
Total shareholders' equity	44,375	47,819
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3,768	6,148
Remeasurements of defined benefit plans	91	81
Total accumulated other comprehensive income	3,860	6,230
Non-controlling interests	4,643	4,966
Total net assets	52,879	59,016
Total liabilities and net assets	150,568	156,040

(2) Quarterly Consolidated Statements of Income and Comprehensive Income
Quarterly Consolidated Statements of Income
For the nine months ended December 31

(Million yen)

	For the nine months ended December 31, 2022	For the nine months ended December 31, 2023
Net sales		
Operating revenue-passenger automobile	37,249	41,312
Sales in real estate business	4,320	4,478
Sales in other businesses	35,306	41,422
Total net sales	76,876	87,213
Cost of sales		
Traffic expenses-passenger automobile	32,338	34,616
Cost of sales in real estate business	1,732	1,796
Cost of sales in other businesses	28,749	34,512
Total cost of sales	62,820	70,926
Gross profit	14,055	16,287
Selling, general and administrative expenses		
Selling expenses	6,553	6,530
General and administrative expenses	3,345	3,565
Total selling, general and administrative expenses	9,898	10,095
Operating profit	4,157	6,191
Non-operating income		
Dividend income	282	393
Subsidy income	294	115
Other	91	109
Total non-operating income	669	619
Non-operating expenses		
Interest expenses	255	241
Other	45	99
Total non-operating expenses	301	341
Ordinary profit	4,525	6,469
Extraordinary income		
Gain on sale of non-current assets	3	24
Subsidy income	0	36
Other	1	16
Total extraordinary income	6	77
Extraordinary losses		
Loss on retirement of non-current assets	209	442
Loss on tax purpose reduction entry of non-current assets	1	44
Impairment losses	42	128
Other	1	51
Total extraordinary losses	254	667
Profit before income taxes	4,276	5,879
Income taxes - current	782	1,217
Income taxes - deferred	374	436
Total income taxes	1,157	1,653
Profit	3,118	4,226
Profit attributable to non-controlling interests	167	291
Profit attributable to owners of parent	2,951	3,934

Quarterly Consolidated Statements of Comprehensive Income

For the nine months ended December 31

(Million yen)

	For the nine months ended December 31, 2022	For the nine months ended December 31, 2023
Profit	3,118	4,226
Other comprehensive income		
Valuation difference on available-for-sale securities	(496)	2,411
Deferred gains or losses on hedges	(255)	–
Remeasurements of defined benefit plans, net of tax	(12)	(8)
Total other comprehensive income	(764)	2,403
Comprehensive income	2,354	6,630
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,178	6,305
Comprehensive income attributable to non-controlling interests	176	325