Consolidated Financial Results for the Three-month Period Ended 30 June 2020 (Japanese GAAP) (Unaudited)

Nagoya Railroad Co., Ltd.

6 August 2020

Stock exchange Listing: Tokyo Nagoya

Securities code: 9048

URL: https://top.meitetsu.co.jp/

Representative: Takashi Ando, President, Director

For further information contact: Yukinaga Furuhashi, Executive Officer and General Manager, Finance and Accounting Dept.

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Scheduled date of filing of quarterly report: 7 August 2020

Scheduled date of dividend payment commencement:

Supplementary explanations of quarterly financial results: Yes

Quarterly financial results presentation meeting: None

1. Consolidated results for the three-month period ended 30 June 2020 (1 April 2020 - 30 June 2020)

(1) Consolidated operating results

(%: year-on-year)

•	On anoting may		Operating income		Ordinaryina	oma	Profit attributable to		
	Operating rev	enues	Operating inc	come	Ordinary inc	ome	owners of the parent		
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	
Three-month period ended 30 June 2020	109,052	(25.7)	(10,250)	_	(8,526)	_	(7,622)	_	
Three-month period ended 30 June 2019	146,680	2.5	12,507	12.1	13,833	14.4	9,208	21.4	

Note: Comprehensive income - for the three-month period ended 30 June 2020 $\{7,937\}$ million [-%]

for the three-month period ended 30 June 2019 ¥6,177 million [(25.1%)]

	Net income per share-basic	Net income per share-diluted
	Yen	Yen
Three-month period ended 30 June 2020	(38.76)	_
Three-month period ended 30 June 2019	46.87	43.75

Note: Net income per share-diluted for the three-month period ended 30 June 2020 is not shown in the above table, because net income per share was loss although there are potential common shares with dilution effects.

(2) Consolidated financial position

(2) Consondated fine	inciai position		
	Total assets	Net assets	Equity ratio
As of	Millions of yen	Millions of yen	%
30 June 2020	1,147,303	424,325	34.0
31 March 2020	1,164,979	438,401	34.7

Reference: Shareholders' equity- as of 30 June 2020 ¥389,837 million as of 31 March 2020 ¥403,771 million

2. Cash dividends

2. Cush dividends									
		Annual dividends							
	1st quarter end	2nd quarter end	3rd quarter end	Fiscal year end	Total				
	Yen	Yen	Yen	Yen	Yen				
Fiscal year ended 31 March 2020	_	0.00	_	25.00	25.00				
Fiscal year ending 31 March 2021	_								
Fiscal year ending 31 March 2021 (forecast)		_	_	_	_				

Note: The dividend forecast for the fiscal year ending 31 March 2021 has not been determined.

^{*} Amounts of less than ¥1 million have been rounded down.

3. Consolidated operating results forecast for the fiscal year ending 31 March 2021

The consolidated operating results forecast for the fiscal year ending 31 March 2021 is undetermined because it is difficult to reasonably calculate the impact of COVID-19 at this time. We will announce it as soon as it becomes possible to disclose the operating results forecast.

Notes

- (1) Changes in significant consolidated subsidiaries during the period (changes in specific consolidated subsidiaries resulting in changes in the scope of consolidation): None
- (2) Application of accounting methods which are exceptional for quarterly consolidated financial statements: None
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of revisions
 - 1) Changes in accounting policies resulting from the revision of the accounting standards: None
 - 2) Changes in accounting policies other than the above: None
 - 3) Changes in accounting estimates: None
 - 4) Restatement of revisions: None

(4) Number of issued shares (Common stock)

(Shares)

Number of issued shares (including treasury stock)	Number of treasury stock
196,700,692	37,205
196,700,692	36,349
	(including treasury stock) 196,700,692

(Shares)

	Average number of shares outstanding during the periods
Three-month period ended 30 June 2020	196,663,953
Three-month period ended 30 June 2019	196,469,584

- * This report is not subject to audit procedures.
- * Explanation for appropriate use of forecasts and other notes
 The operating results forecasts are undetermined because it is difficult to reasonably calculate the impact of COVID-19 at
 this time.

4. Quarterly consolidated financial statements and Main Notes

(1) Quarterly Consolidated Balance Sheets (Unaudited)

ASSETS Current assets Cash and deposits 27,702 33,672 Trade notes and accounts receivable 56,644 42,385 Short-term loans receivable 2,084 57,716 Merchandise and finished goods 9,019 9,229 Work in process 1,641 1,484 Raw materials and supplies 4,269 4,370 Others 22,184 19,376 Allowance for doubtful accounts (208) (205) Total current assets 189,143 170,119 Non-current assets 221,184 19,376 Property and equipment 297,403 295,858 Machinery, equipment and vehicles, net 86,005 83,995 Land 367,748 368,237 Lease assets, net 9,679 11,032 Construction in progress 62,158 64,746 Other properties, net 8,776 8,480 Total property and equipment 8,776 8,480 Total property and equipment 9,679 1,102 <th></th> <th>Millions</th> <th>of yen</th>		Millions	of yen
Current assets 27,702 33,672 Trade notes and accounts receivable 56,644 42,385 Short-term loans receivable 2,084 2,089 Land and buildings for sale 65,804 57,716 Merchandise and finished goods 9,019 9,229 Work in process 1,641 1,484 Raw materials and supplies 4,269 4,370 Others 22,184 19,376 Allowance for doubtful accounts (208) (205) Total current assets 189,143 170,119 Non-current assets 189,143 170,119 Non-current assets 297,403 295,858 Machinery, equipment 297,403 295,858 Machinery, equipment and vehicles, net 96,79 11,032 Land 367,748 368,237 Leas assets, net 9,679 11,032 Construction in progress 62,158 64,746 Other properties, net 8,776 8,480 Total property and equipment 831,771 832,350		31 March 2020	30 June 2020
Cash and deposits 27,702 33,672 Trade notes and accounts receivable 56,644 42,385 Short-term loans receivable 2,084 2,089 Land and buildings for sale 65,804 57,716 Merchandise and finished goods 9,019 9,229 Work in process 1,641 1,484 Raw materials and supplies 4,269 4,370 Others 22,184 19,376 Allowance for doubtful accounts (208) (205) Total current assets 189,143 170,119 Non-current assets 297,403 295,858 Machinery, equipment 297,403 295,858 Machinery, equipment and vehicles, net 86,005 83,995 Land 367,748 368,237 Lease assets, net 9,679 11,032 Construction in progress 62,158 64,746 Other properties, net 8,776 8,480 Total property and equipment 31,211 1,122 Intangible assets 5,586 5,500	ASSETS		
Trade notes and accounts receivable 56,644 42,385 Short-term loans receivable 2,084 2,089 Land and buildings for sale 65,804 57,716 Merchandise and finished goods 9,019 9,229 Work in process 1,641 1,484 Raw materials and supplies 4,269 4,370 Others 22,184 19,376 Allowance for doubtful accounts (208) (205) Total current assets 189,143 170,119 Non-current assets 189,143 170,119 Non-current assets 89,43 205) Total current assets 88,005 83,955 Machinery, equipment 86,005 83,955 Land 367,748 368,237 Lease assets, net 9,679 11,032 Construction in progress 62,158 64,746 Other properties, net 8,776 8,480 Total property and equipment 831,771 832,350 Intaggible assets 1,211 1,122 Lease assets </td <td>Current assets</td> <td></td> <td></td>	Current assets		
Short-term loans receivable 2,084 2,089 Land and buildings for sale 65,804 57,716 Merchandise and finished goods 9,019 9,229 Work in process 1,641 1,484 Raw materials and supplies 4,269 4,370 Others 22,184 19,376 Allowance for doubtful accounts (208) (205) Total current assets 189,143 170,119 Non-current assets 297,403 295,858 Machinery adequipment 86,005 83,995 Machinery, equipment and vehicles, net 86,005 83,995 Land 367,748 368,237 Lease assets, net 9,679 11,032 Construction in progress 62,158 64,746 Other properties, net 8,776 8,480 Total property and equipment 831,771 832,350 Intangible assets 5,586 5,500 Goodwill 1,211 1,122 Lease assets 119 105 Other intangible assets	Cash and deposits	27,702	33,672
Land and buildings for sale 65,804 57,716 Merchandise and finished goods 9,019 9,229 Work in process 1,641 1,484 Raw materials and supplies 4,269 4,370 Others 22,184 19,376 Allowance for doubtful accounts (208) (205) Total current assets 189,143 170,119 Non-current assets 189,143 170,119 Non-current assets 189,143 170,119 Non-current assets 297,403 295,858 Machinery, equipment 86,005 83,995 Land 367,748 368,237 Lease assets, net 9,679 11,032 Construction in progress 62,158 64,746 Other properties, net 831,771 832,350 Intagible assets 5,500 8,480 Total property and equipment 831,771 832,350 Intagible assets 1,211 1,122 Lease assets 119 105 Other intangible assets 3,085	Trade notes and accounts receivable	56,644	42,385
Merchandise and finished goods 9,019 9,229 Work in process 1,641 1,484 Raw materials and supplies 4,269 4,370 Others 22,184 19,376 Allowance for doubtful accounts (208) (205) Total current assets 189,143 170,119 Non-current assets 189,143 170,119 Non-current assets 297,403 295,858 Machinery, equipment 86,005 83,995 Land 367,748 368,237 Lease assets, net 9,679 11,032 Construction in progress 62,158 64,746 Other properties, net 8,776 8,480 Total property and equipment 831,771 832,350 Intangible assets 5,586 5,500 Goodwill 1,211 1,122 Lease assets 119 105 Other intangible assets 19,647 Investments and other assets 110,002 9,647 Investments and other assets 98,625 96,218<	Short-term loans receivable	2,084	2,089
Work in process 1,641 1,484 Raw materials and supplies 4,269 4,370 Others 22,184 19,376 Allowance for doubtful accounts (208) (205) Total current assets 189,143 170,119 Non-current assets 297,403 295,858 Property and equipment 86,005 83,995 Land 367,748 368,237 Lease assets, net 9,679 11,032 Construction in progress 62,158 64,746 Other properties, net 8,776 8,480 Total property and equipment 831,771 832,350 Intangible assets 5,586 5,500 Goodwill 1,211 1,122 Lease assets 119 105 Other intangible assets 3,085 2,919 Total intangible assets 10,002 9,647 Investments and other assets 11,002 9,647 Investments and other assets 18,665 22,270 Others 16,607 16,5	Land and buildings for sale	65,804	57,716
Raw materials and supplies 4,269 4,370 Others 22,184 19,376 Allowance for doubtful accounts (208) (205) Total current assets 189,143 170,119 Non-current assets 189,143 170,119 Non-current assets 297,403 295,858 Property and equipment 86,005 83,995 Land 367,748 368,237 Lease assets, net 9,679 11,032 Construction in progress 62,158 64,746 Other properties, net 8,776 8,480 Total property and equipment 831,771 832,350 Intangible assets 5,586 5,500 Goodwill 1,211 1,122 Lease assets 119 105 Other intangible assets 110,002 9,647 Investments and other assets 10,002 9,647 Investments securities 98,625 96,218 Long-term loans receivable 549 529 Deferred tax assets 16,607	Merchandise and finished goods	9,019	9,229
Others 22,184 19,376 Allowance for doubtful accounts (208) (205) Total current assets 189,143 170,119 Non-current assets 189,143 170,119 Property and equipment 2 189,143 170,119 Buildings and structures, net 297,403 295,858 88 Machinery, equipment and vehicles, net 86,005 83,995 Land 367,748 368,237 Lease assets, net 9,679 11,032 Construction in progress 62,158 64,746 Other properties, net 8,776 8,480 Total property and equipment 831,771 832,350 Intangible assets 5,586 5,500 Goodwill 1,211 1,122 Lease assets 119 105 Other intangible assets 3,085 2,919 Total intangible assets 10,002 9,647 Investments and other assets 19,002 9,647 Investments securities 98,625 96,218 <t< td=""><td>Work in process</td><td>1,641</td><td>1,484</td></t<>	Work in process	1,641	1,484
Allowance for doubtful accounts (208) (205) Total current assets 189,143 170,119 Non-current assets 189,143 170,119 Property and equipment 297,403 295,858 Machinery, equipment and vehicles, net 86,005 83,995 Land 367,748 368,237 Lease assets, net 9,679 11,032 Construction in progress 62,158 64,746 Other properties, net 8,776 8,480 Total property and equipment 831,771 832,350 Intangible assets 5,586 5,500 Goodwill 1,211 1,122 Lease assets 119 105 Other intangible assets 3,085 2,919 Total intangible assets 10,002 9,647 Investments and other assets 10,002 9,647 Investments securities 98,625 96,218 Long-term loans receivable 549 529 Deferred tax assets 16,607 16,549 Allowance for doubtful	Raw materials and supplies	4,269	4,370
Total current assets 189,143 170,119 Non-current assets 297,403 295,858 Property and equipment 86,005 83,995 Buildings and structures, net 86,005 83,995 Land 367,748 368,237 Lease assets, net 9,679 11,032 Construction in progress 62,158 64,746 Other properties, net 8,776 8,480 Total property and equipment 831,771 832,350 Intangible assets 5,586 5,500 Goodwill 1,211 1,122 Lease assets 119 105 Other intangible assets 3,085 2,919 Total intangible assets 10,002 9,647 Investments and other assets 10,002 9,647 Investment securities 98,625 96,218 Long-term loans receivable 549 529 Deferred tax assets 18,665 22,270 Others 16,607 16,549 Allowance for doubtful accounts (385) <td>Others</td> <td>22,184</td> <td>19,376</td>	Others	22,184	19,376
Non-current assets Property and equipment 297,403 295,858 Buildings and structures, net 86,005 83,995 Land 367,748 368,237 Lease assets, net 9,679 11,032 Construction in progress 62,158 64,746 Other properties, net 8,776 8,480 Total property and equipment 831,771 832,350 Intangible assets 5,586 5,500 Goodwill 1,211 1,122 Lease assets 119 105 Other intangible assets 3,085 2,919 Total intangible assets 10,002 9,647 Investments and other assets 10,002 9,647 Investment securities 98,625 96,218 Long-term loans receivable 549 529 Deferred tax assets 18,665 22,270 Others 16,607 16,549 Allowance for doubtful accounts (385) (381) Total investments and other assets 134,062 135,186 </td <td>Allowance for doubtful accounts</td> <td>(208)</td> <td>(205)</td>	Allowance for doubtful accounts	(208)	(205)
Property and equipment 297,403 295,858 Machinery, equipment and vehicles, net 86,005 83,995 Land 367,748 368,237 Lease assets, net 9,679 11,032 Construction in progress 62,158 64,746 Other properties, net 8,776 8,480 Total property and equipment 831,771 832,350 Intangible assets 8 5,586 5,500 Goodwill 1,211 1,122 Lease assets 119 105 Other intangible assets 3,085 2,919 Total intangible assets 10,002 9,647 Investments and other assets 10,002 9,647 Investments securities 98,625 96,218 Long-term loans receivable 549 529 Deferred tax assets 18,665 22,270 Others 16,607 16,549 Allowance for doubtful accounts (385) (381) Total investments and other assets 134,062 135,186 Tot	Total current assets	189,143	170,119
Buildings and structures, net 297,403 295,858 Machinery, equipment and vehicles, net 86,005 83,995 Land 367,748 368,237 Lease assets, net 9,679 11,032 Construction in progress 62,158 64,746 Other properties, net 8,776 8,480 Total property and equipment 831,771 832,350 Intangible assets 5,586 5,500 Goodwill 1,211 1,122 Lease assets 119 105 Other intangible assets 3,085 2,919 Total intangible assets 10,002 9,647 Investments and other assets 10,002 9,647 Investments securities 98,625 96,218 Long-term loans receivable 549 529 Deferred tax assets 18,665 22,270 Others 16,607 16,549 Allowance for doubtful accounts (385) (381) Total investments and other assets 134,062 135,186 Total non-curre	Non-current assets		
Machinery, equipment and vehicles, net 86,005 83,995 Land 367,748 368,237 Lease assets, net 9,679 11,032 Construction in progress 62,158 64,746 Other properties, net 8,776 8,480 Total property and equipment 831,771 832,350 Intangible assets 5,586 5,500 Goodwill 1,211 1,122 Lease assets 119 105 Other intangible assets 3,085 2,919 Total intangible assets 10,002 9,647 Investments and other assets 10,002 9,647 Investment securities 98,625 96,218 Long-term loans receivable 549 529 Deferred tax assets 18,665 22,270 Others 16,607 16,549 Allowance for doubtful accounts (385) (381) Total investments and other assets 134,062 135,186 Total non-current assets 975,836 977,184	Property and equipment		
Land 367,748 368,237 Lease assets, net 9,679 11,032 Construction in progress 62,158 64,746 Other properties, net 8,776 8,480 Total property and equipment 831,771 832,350 Intangible assets 5,586 5,500 Goodwill 1,211 1,122 Lease assets 119 105 Other intangible assets 3,085 2,919 Total intangible assets 10,002 9,647 Investments and other assets 10,002 9,647 Investments securities 98,625 96,218 Long-term loans receivable 549 529 Deferred tax assets 18,665 22,270 Others 16,607 16,549 Allowance for doubtful accounts (385) (381) Total investments and other assets 134,062 135,186 Total non-current assets 975,836 977,184	Buildings and structures, net	297,403	295,858
Lease assets, net 9,679 11,032 Construction in progress 62,158 64,746 Other properties, net 8,776 8,480 Total property and equipment 831,771 832,350 Intangible assets 8 5,586 5,500 Goodwill 1,211 1,122 Lease assets 119 105 Other intangible assets 3,085 2,919 Total intangible assets 10,002 9,647 Investments and other assets 98,625 96,218 Long-term loans receivable 549 529 Deferred tax assets 18,665 22,270 Others 16,607 16,549 Allowance for doubtful accounts (385) (381) Total investments and other assets 134,062 135,186 Total non-current assets 975,836 977,184	Machinery, equipment and vehicles, net	86,005	83,995
Construction in progress 62,158 64,746 Other properties, net 8,776 8,480 Total property and equipment 831,771 832,350 Intangible assets 831,771 832,350 Right-of-use facilities 5,586 5,500 Goodwill 1,211 1,122 Lease assets 119 105 Other intangible assets 3,085 2,919 Total intangible assets 10,002 9,647 Investments and other assets 98,625 96,218 Long-term loans receivable 549 529 Deferred tax assets 18,665 22,270 Others 16,607 16,549 Allowance for doubtful accounts (385) (381) Total investments and other assets 134,062 135,186 Total non-current assets 975,836 977,184	Land	367,748	368,237
Other properties, net 8,776 8,480 Total property and equipment 831,771 832,350 Intangible assets 831,771 832,350 Right-of-use facilities 5,586 5,500 Goodwill 1,211 1,122 Lease assets 119 105 Other intangible assets 3,085 2,919 Total intangible assets 10,002 9,647 Investments and other assets 98,625 96,218 Long-term loans receivable 549 529 Deferred tax assets 18,665 22,270 Others 16,607 16,549 Allowance for doubtful accounts (385) (381) Total investments and other assets 134,062 135,186 Total non-current assets 975,836 977,184	Lease assets, net	9,679	11,032
Total property and equipment 831,771 832,350 Intangible assets \$5,586 5,500 Right-of-use facilities 5,586 5,500 Goodwill 1,211 1,122 Lease assets 119 105 Other intangible assets 3,085 2,919 Total intangible assets 10,002 9,647 Investments and other assets 98,625 96,218 Long-term loans receivable 549 529 Deferred tax assets 18,665 22,270 Others 16,607 16,549 Allowance for doubtful accounts (385) (381) Total investments and other assets 134,062 135,186 Total non-current assets 975,836 977,184	Construction in progress	62,158	64,746
Intangible assets 5,586 5,500 Goodwill 1,211 1,122 Lease assets 119 105 Other intangible assets 3,085 2,919 Total intangible assets 10,002 9,647 Investments and other assets 98,625 96,218 Long-term loans receivable 549 529 Deferred tax assets 18,665 22,270 Others 16,607 16,549 Allowance for doubtful accounts (385) (381) Total investments and other assets 134,062 135,186 Total non-current assets 975,836 977,184	Other properties, net	8,776	8,480
Right-of-use facilities 5,586 5,500 Goodwill 1,211 1,122 Lease assets 119 105 Other intangible assets 3,085 2,919 Total intangible assets 10,002 9,647 Investments and other assets 98,625 96,218 Long-term loans receivable 549 529 Deferred tax assets 18,665 22,270 Others 16,607 16,549 Allowance for doubtful accounts (385) (381) Total investments and other assets 134,062 135,186 Total non-current assets 975,836 977,184	Total property and equipment	831,771	832,350
Goodwill 1,211 1,122 Lease assets 119 105 Other intangible assets 3,085 2,919 Total intangible assets 10,002 9,647 Investments and other assets 88,625 96,218 Long-term loans receivable 549 529 Deferred tax assets 18,665 22,270 Others 16,607 16,549 Allowance for doubtful accounts (385) (381) Total investments and other assets 134,062 135,186 Total non-current assets 975,836 977,184	Intangible assets		
Lease assets 119 105 Other intangible assets 3,085 2,919 Total intangible assets 10,002 9,647 Investments and other assets 98,625 96,218 Long-term loans receivable 549 529 Deferred tax assets 18,665 22,270 Others 16,607 16,549 Allowance for doubtful accounts (385) (381) Total investments and other assets 134,062 135,186 Total non-current assets 975,836 977,184	Right-of-use facilities	5,586	5,500
Other intangible assets 3,085 2,919 Total intangible assets 10,002 9,647 Investments and other assets 98,625 96,218 Long-term loans receivable 549 529 Deferred tax assets 18,665 22,270 Others 16,607 16,549 Allowance for doubtful accounts (385) (381) Total investments and other assets 134,062 135,186 Total non-current assets 975,836 977,184	Goodwill	1,211	1,122
Total intangible assets 10,002 9,647 Investments and other assets 98,625 96,218 Investment securities 98,625 96,218 Long-term loans receivable 549 529 Deferred tax assets 18,665 22,270 Others 16,607 16,549 Allowance for doubtful accounts (385) (381) Total investments and other assets 134,062 135,186 Total non-current assets 975,836 977,184	Lease assets	119	105
Investments and other assets 98,625 96,218 Long-term loans receivable 549 529 Deferred tax assets 18,665 22,270 Others 16,607 16,549 Allowance for doubtful accounts (385) (381) Total investments and other assets 134,062 135,186 Total non-current assets 975,836 977,184	Other intangible assets	3,085	2,919
Investment securities 98,625 96,218 Long-term loans receivable 549 529 Deferred tax assets 18,665 22,270 Others 16,607 16,549 Allowance for doubtful accounts (385) (381) Total investments and other assets 134,062 135,186 Total non-current assets 975,836 977,184	Total intangible assets	10,002	9,647
Long-term loans receivable 549 529 Deferred tax assets 18,665 22,270 Others 16,607 16,549 Allowance for doubtful accounts (385) (381) Total investments and other assets 134,062 135,186 Total non-current assets 975,836 977,184	Investments and other assets		
Deferred tax assets 18,665 22,270 Others 16,607 16,549 Allowance for doubtful accounts (385) (381) Total investments and other assets 134,062 135,186 Total non-current assets 975,836 977,184	Investment securities	98,625	96,218
Others 16,607 16,549 Allowance for doubtful accounts (385) (381) Total investments and other assets 134,062 135,186 Total non-current assets 975,836 977,184	Long-term loans receivable	549	529
Allowance for doubtful accounts (385) (381) Total investments and other assets 134,062 135,186 Total non-current assets 975,836 977,184	Deferred tax assets	18,665	22,270
Total investments and other assets 134,062 135,186 Total non-current assets 975,836 977,184	Others	16,607	16,549
Total non-current assets 975,836 977,184	Allowance for doubtful accounts	(385)	(381)
	Total investments and other assets	134,062	135,186
Total assets 1,164,979 1,147,303	Total non-current assets	975,836	977,184
	Total assets	1,164,979	1,147,303

(1) Quarterly Consolidated Balance Sheets (Unaudited)

(1) Quarterly Consolidated Balance Sheets (Unaudited)	Millions	of ven
	31 March 2020	30 June 2020
LIABILITIES AND NET ASSETS		
Liabilities		
Current liabilities		
Trade notes and accounts payable	77,526	48,022
Short-term loans payable	45,995	57,170
Current portion of bonds payable	10,000	25,000
Lease obligations	1,932	1,940
Income taxes payable	8,180	2,298
Deposits received from employees	19,949	20,378
Provision for bonuses	6,091	2,466
Provision for loss on liquidation	1,088	527
Allowance for loss on collection of gift certificates outstanding	1,838	1,836
Others	90,185	100,849
Total current liabilities	262,787	260,490
Non-current liabilities		
Bonds payable	175,100	170,100
Long-term loans payable	161,514	164,264
Lease obligations	8,884	10,438
Deferred tax liabilities	3,116	2,665
Deferred tax liabilities for land revaluation	56,110	56,105
Accrued retirement benefits for directors	1,344	1,318
Provision for loss on liquidation	4,403	4,273
Allowance for loss on collection of gift certificates outstanding	380	372
Employee retirement benefit liability	32,514	32,982
Others	20,422	19,966
Total non-current liabilities	463,790	462,487
Total liabilities	726,577	722,978
Net assets		. = =,, , , e
Shareholders' equity		
Common stock	101,158	101,158
Capital surplus	35,266	35,305
Retained earnings	167,207	153,907
Treasury stock	(59)	(62)
Total shareholders' equity	303,572	290,308
Accumulated other comprehensive income		2,0,000
Net unrealised gains on available-for-sale securities	13,012	12,136
Deferred gains and losses on hedges	(617)	(388)
Land revaluation increment	87,227	87,216
Foreign currency translation adjustments	(27)	(29)
Retirement benefit adjustments	603	594
Total accumulated other comprehensive income	100,198	99,529
Non-controlling interests	34,630	34,487
Total net assets	438,401	424,325
Total liabilities and net assets	1,164,979	1,147,303
1 otal matmittes and net assets	1,104,7/9	1,147,303

(2) Quarterly Consolidated Statements of Income and Consolidated Statements of Comprehensive Income (Unaudited) Quarterly Consolidated Statements of Income

Operating revenues 1 April 2019 -30 June 2019 -30 June 2020 -30 June 2019 Operating expenses 146,680 109,052 -30 June 2020 -30 Jun		Millions	of yen
Operating revenues 30 June 2019 30 June 2020 Operating expenses 120,509 107,857 Transportation, other services and cost of sales 120,509 107,857 Selling, general and administrative expenses 134,173 119,303 Operating expenses 134,173 119,303 Operating income (loss) 12,507 (10,250) Non-operating income 7 4 Dividend income 7 4,717 Equity in net earnings of affiliates 5.99 377 Subsidies for employment adjustment - 1,155 Miscellaneous income 486 404 Total non-operating income 2,30 2,600 Miscellaneous expenses 834 798 Miscellaneous expenses 834 798 Miscellaneous expenses 834 798 Miscellaneous expenses 834 798 Ordinary income (loss) 13,833 (8,520) Otal properating expenses 84 14 Otal income tases of fixed asets 81 11		1 April 2019	1 April 2020
Operating evenues 146,680 109,052 Operating expenses 120,590 107,857 Selling, general and administrative expenses 13,582 11,446 Total operating expenses 134,173 119,303 Operating income (loss) 12,507 (10,250) Non-operating income 7 4 Dividend income 1,287 717 Equity in net earnings of affiliates 549 377 Subsidies for employment adjustment - 1,156 Miscellaneous income 486 404 Total non-operating income 2,330 2,660 Non-operating expenses 834 798 Interest expenses 834 798 Miscellaneous expenses 1,004 936 Ordinary income (loss) 13,833 8,520 Extraordinary income (loss) 13,833 8,520 Extraordinary income 1,004 936 Ordinary income (loss) 81 115 Gain on sales of fixed assets 81 115 Gain on sal		-	-
Transportation, other services and cost of sales 120,590 107,857 Selling, general and administrative expenses 13,582 11,446 Total operating expenses 134,173 119,303 Operating income 12,507 (10,250) Non-operating income 7 4 Interest income 7 4 Dividend income 1,287 717 Equity in net earnings of affiliates 549 377 Subsidies for employment adjustment 549 377 Miscellaneous income 486 404 Total non-operating expenses 834 798 Interest expenses 834 798 Interest expenses 169 137 Ordinary income (loss) 33,833 8,526 Extraordinary income 81 115 Gain on sales of fixed assets 81 115 Gain on sales of investment securities 20 497 Others 60 126 Total extraordinary income 71 1,172 Extraordinary losses	Operating revenues		
Selling, general and administrative expenses 13,582 11,446 Total operating expenses 134,173 119,303 Operating income (loss) 12,507 (0.250) Non-operating income 7 4 Dividend income 1,287 717 Equity in net earnings of affiliates 549 377 Subsidies for employment adjustment - 1,156 Miscellaneous income 486 404 Total non-operating income 2,330 2,660 Non-operating expenses 834 798 Interest expenses 834 798 Miscellaneous expenses 1,004 936 Ordinary income (loss) 13,833 (8,520) Extraordinary income 81 115 Gain on sales of fixed assets 81 115 Gain on sales of investment securities 81 120 Others 76 120 Others 76 12 Total extraordinary income 71 12 Loss on sales of fixed assets	Operating expenses		
Total operating expenses 134,173 119,302 Operating income (loss) 12,507 (10,2507) Non-operating income 7 4 Interest income 7 4 Dividend income 1,287 717 Equity in net earnings of affiliates 549 377 Subsidies for employment adjustment - 1,156 Miscellaneous income 486 404 Total non-operating income 2,330 2,660 Non-operating expenses 169 137 Interest expenses 169 137 Otal non-operating expenses 1,004 936 Ordinary income (loss) 13,833 8,520 Extraordinary income 81 115 Gain on sales of fixed assets 81 115 Gain on sales of investment securities 81 115 Others 60 126 Otal extraordinary income 71 1,72 Extraordinary losses 3 15 Loss on sales of fixed assets 3 1	Transportation, other services and cost of sales	120,590	107,857
Operating income (loss) 12,507 (10,250) Non-operating income 7 4 Interest income 7 4 Dividend income 1,287 717 Equity in net earnings of affiliates 549 377 Subsidies for employment adjustment 486 404 Miscellaneous income 486 404 Total non-operating income 2,330 2,660 Non-operating expenses 834 798 Interest expenses 884 798 Miscellaneous expenses 169 137 Total non-operating expenses 1,004 936 Ordinary income (loss) 3,833 8,526 Extraordinary income 81 115 Gain on sales of fixed assets 3 15 Total extraordinary income 714 1,172 Extraordinary losses 3	Selling, general and administrative expenses	13,582	11,446
Non-operating income 7 4 Interest income 7 4 Dividend income 1,287 717 Equity in net earnings of affiliates 549 377 Subsidies for employment adjustment - 1,156 Miscellaneous income 486 404 Total non-operating income 2,330 2,660 Non-operating expenses 169 137 Interest expenses 169 137 Miscellaneous expenses 169 137 Total non-operating expenses 1,004 936 Ordinary income (loss) 13,833 8,526 Extraordinary income 81 115 Gain on sales of fixed assets 81 115 Gain on sales of investment securities 42 437 Others 60 126 Total extraordinary income 3 15 Extraordinary income 714 1,172 Extraordinary losses 3 15 Inpairment loss on fixed assets 3 15	Total operating expenses	134,173	119,303
Interest income 7 4 Dividend income 1,287 717 Equity in net earnings of affiliates 549 377 Subsidies for employment adjustment - 1,156 Miscellaneous income 486 404 Total non-operating income 2,330 2,600 Non-operating expenses 169 137 Interest expenses 169 137 Miscellaneous expenses 169 137 Total non-operating expenses 1,004 936 Ordinary income (loss) 3,833 8,526 Extraordinary income 81 115 Gain on sales of fixed assets 81 115 Gain on sales of investment securities 120 497 Others 60 126 Total extraordinary income 714 1,172 Extraordinary income 714 1,172 Extraordinary losses 3 15 Loss on sales of fixed assets 3 15 Impairment loss on fixed assets 2 16 <td>Operating income (loss)</td> <td>12,507</td> <td>(10,250)</td>	Operating income (loss)	12,507	(10,250)
Dividend income 1,287 717 Equity in net earnings of affiliates 549 377 Subsidies for employment adjustment - 1,156 Miscellaneous income 486 404 Total non-operating income 2,330 2,660 Non-operating expenses 834 798 Interest expenses 834 798 Miscellaneous expenses 169 137 Total non-operating expenses 1,004 936 Ordinary income (loss) 13,833 (8,526) Extraordinary income 81 115 Gain on sales of fixed assets 81 115 Gain on sales of fixed assets 120 497 Others 60 126 Total extraordinary income 714 1,172 Extraordinary income 714 1,172 Extraordinary income 22 16 Loss on sales of fixed assets 3 15 Impairment loss on fixed assets 2 2 Loss on valuation of investment securities 36	Non-operating income		_
Equity in net earnings of affiliates 549 377 Subsidies for employment adjustment - 1,156 Miscellaneous income 486 404 Total non-operating income 2,330 2,660 Non-operating expenses - 1,004 7,00 Interest expenses 834 798 7,00	Interest income	7	4
Subsidies for employment adjustment - 1,156 Miscellaneous income 486 404 Total non-operating income 2,330 2,660 Non-operating expenses 834 798 Miscellaneous expenses 169 137 Total non-operating expenses 1,004 936 Ordinary income (loss) 13,833 (8,526) Extraordinary income 81 115 Gain on sales of fixed assets 81 115 Gain on sales of investment securities 120 497 Others 60 126 Total extraordinary income 714 1,172 Extraordinary losses 3 15 Loss on sales of fixed assets 3 15 Loss on valuation of investment securities 3 15 Loss on reduction of property and equipment of investment securities 4 6 6	Dividend income	1,287	717
Miscellaneous income 486 404 Total non-operating income 2,330 2,660 Non-operating expenses 834 798 Interest expenses 834 798 Miscellaneous expenses 169 137 Total non-operating expenses 1,004 936 Ordinary income (loss) 13,833 (8,526) Extraordinary income 81 115 Gain on sales of fixed assets 81 115 Gain on contributions for construction 452 433 Gain on sales of investment securities 120 497 Others 60 126 Total extraordinary income 714 1,172 Extraordinary losses 3 15 Loss on sales of fixed assets 3 15 Impairment loss on fixed assets 22 16 Loss on valuation of investment securities 94 62 Loss on reduction of property and equipment 397 372 Others 524 2,111 Profit (loss) before income taxes	Equity in net earnings of affiliates	549	377
Total non-operating income 2,330 2,660 Non-operating expenses 834 798 Miscellaneous expenses 169 137 Total non-operating expenses 1,004 936 Ordinary income (loss) 13,833 (8,526) Extraordinary income 81 115 Gain on sales of fixed assets 81 115 Gain on sales of investment securities 120 497 Others 60 126 Total extraordinary income 714 1,172 Extraordinary losses 3 15 Loss on sales of fixed assets 3 15 Impairment loss on fixed assets 22 16 Loss on disposition of fixed assets 22 16 Loss on valuation of investment securities 94 62 Loss on reduction of property and equipment 397 372 Others 524 2,111 Profit (loss) before income taxes 14,024 9,465 Income taxes – current 3,739 1,436 Income taxe	Subsidies for employment adjustment	-	1,156
Non-operating expenses 834 798 Miscellaneous expenses 169 137 Total non-operating expenses 1,004 936 Ordinary income (loss) 13,833 (8,526) Extraordinary income 81 115 Gain on sales of fixed assets 81 115 Gain on contributions for construction 452 433 Gain on sales of investment securities 120 497 Others 60 126 Total extraordinary income 714 1,172 Extraordinary losses 3 15 Loss on sales of fixed assets 3 15 Impairment loss on fixed assets 22 16 Loss on valuation of investment securities 94 62 Loss on valuation of investment securities - 948 Loss on reduction of property and equipment 397 372 Others 6 697 Total extraordinary losses 524 2,111 Profit (loss) before income taxes 14,024 (9,465)	Miscellaneous income	486	404
Interest expenses 834 798 Miscellaneous expenses 169 137 Total non-operating expenses 1,004 936 Ordinary income (loss) 13,833 (8,526) Extraordinary income 81 115 Gain on sales of fixed assets 81 115 Gain on contributions for construction 452 433 Gain on sales of investment securities 120 497 Others 60 126 Total extraordinary income 714 1,172 Extraordinary losses 3 15 Loss on sales of fixed assets 3 15 Impairment loss on fixed assets 3 15 Loss on alse of fixed assets 3 15 Loss on valuation of investment securities 3 6 Loss on valuation of property and equipment 397 372 Others 6 697 Total extraordinary losses 524 2,111 Profit (loss) before income taxes 14,024 9,465 Income taxes – curren	Total non-operating income	2,330	2,660
Miscellaneous expenses 169 137 Total non-operating expenses 1,004 936 Ordinary income (loss) 13,833 (8,526) Extraordinary income 81 115 Gain on sales of fixed assets 81 115 Gain on contributions for construction 452 433 Gain on sales of investment securities 60 126 Others 60 126 Total extraordinary income 714 1,172 Extraordinary losses 3 15 Loss on sales of fixed assets 3 15 Impairment loss on fixed assets 22 16 Loss on disposition of fixed assets 94 62 Loss on valuation of investment securities - 948 Loss on reduction of property and equipment 397 372 Others 6 697 Total extraordinary losses 524 2,111 Profit (loss) before income taxes 14,024 9,455 Income taxes – current 3,739 1,436 In	Non-operating expenses		
Total non-operating expenses 1,004 936 Ordinary income (loss) 13,833 (8,526) Extraordinary income 81 115 Gain on sales of fixed assets 81 115 Gain on contributions for construction 452 433 Gain on sales of investment securities 120 497 Others 60 126 Total extraordinary income 714 1,172 Extraordinary losses 3 15 Loss on sales of fixed assets 3 15 Impairment loss on fixed assets 22 16 Loss on disposition of fixed assets 22 16 Loss on valuation of investment securities - 948 Loss on reduction of property and equipment 397 372 Others 6 697 Total extraordinary losses 524 2,111 Profit (loss) before income taxes 14,024 09,465 Income taxes – current 3,739 1,436 Income taxes – deferred 386 0,3470	Interest expenses	834	798
Ordinary income (loss) 13,833 (8,526) Extraordinary income 81 115 Gain on sales of fixed assets 81 115 Gain on contributions for construction 452 433 Gain on sales of investment securities 120 497 Others 60 126 Total extraordinary income 714 1,172 Extraordinary losses 3 15 Loss on sales of fixed assets 3 15 Impairment loss on fixed assets 22 16 Loss on disposition of fixed assets 94 62 Loss on valuation of investment securities - 948 Loss on reduction of property and equipment 397 372 Others 6 697 Total extraordinary losses 524 2,111 Profit (loss) before income taxes 14,024 09,465 Income taxes – current 3,739 1,436 Income taxes – deferred 386 0,3470 Total income taxes 4,126 (2,034) Pr	Miscellaneous expenses	169	137
Extraordinary income 81 115 Gain on sales of fixed assets 81 115 Gain on contributions for construction 452 433 Gain on sales of investment securities 120 497 Others 60 126 Total extraordinary income 714 1,172 Extraordinary losses 3 15 Loss on sales of fixed assets 3 15 Impairment loss on fixed assets 22 16 Loss on disposition of fixed assets 94 62 Loss on valuation of investment securities - 948 Loss on reduction of property and equipment 397 372 Others 6 697 Total extraordinary losses 524 2,111 Profit (loss) before income taxes 14,024 (9,465) Income taxes – current 3,739 1,436 Income taxes – deferred 386 (3,470) Total income taxes 4,126 (2,034) Profit (loss) attributable to: 9,898 (7,431)	Total non-operating expenses	1,004	936
Gain on sales of fixed assets 81 115 Gain on contributions for construction 452 433 Gain on sales of investment securities 120 497 Others 60 126 Total extraordinary income 714 1,172 Extraordinary losses 8 1 Loss on sales of fixed assets 3 15 Impairment loss on fixed assets 22 16 Loss on disposition of fixed assets 94 62 Loss on valuation of investment securities - 948 Loss on reduction of property and equipment 397 372 Others 6 697 Total extraordinary losses 524 2,111 Profit (loss) before income taxes 14,024 (9,465) Income taxes – current 3,739 1,436 Income taxes – deferred 386 (3,470) Total income taxes 4,126 (2,034) Profit (loss) attributable to: 9,898 (7,431) Profit (loss) attributable to: 689 191 <td>Ordinary income (loss)</td> <td>13,833</td> <td>(8,526)</td>	Ordinary income (loss)	13,833	(8,526)
Gain on contributions for construction 452 433 Gain on sales of investment securities 120 497 Others 60 126 Total extraordinary income 714 1,172 Extraordinary losses 8 15 Loss on sales of fixed assets 3 15 Impairment loss on fixed assets 22 16 Loss on disposition of fixed assets 94 62 Loss on valuation of investment securities - 948 Loss on reduction of property and equipment 397 372 Others 6 697 Total extraordinary losses 524 2,111 Profit (loss) before income taxes 14,024 (9,465) Income taxes – current 3,739 1,436 Income taxes – deferred 386 (3,470) Total income taxes 4,126 (2,034) Profit (loss) attributable to: 9,898 (7,431) Profit (loss) attributable to: 0 191 Non-controlling interests 689 191	Extraordinary income		
Gain on sales of investment securities 120 497 Others 60 126 Total extraordinary income 714 1,172 Extraordinary losses 8 15 Loss on sales of fixed assets 3 15 Impairment loss on fixed assets 22 16 Loss on disposition of fixed assets 94 62 Loss on valuation of investment securities - 948 Loss on reduction of property and equipment 397 372 Others 6 697 Total extraordinary losses 524 2,111 Profit (loss) before income taxes 14,024 (9,465) Income taxes – current 3,739 1,436 Income taxes – deferred 386 (3,470) Total income taxes 4,126 (2,034) Profit (loss) attributable to: 9,898 (7,431) Profit (loss) attributable to: 689 191	Gain on sales of fixed assets	81	115
Others 60 126 Total extraordinary income 714 1,172 Extraordinary losses 3 15 Loss on sales of fixed assets 3 15 Impairment loss on fixed assets 22 16 Loss on disposition of fixed assets 94 62 Loss on valuation of investment securities - 948 Loss on reduction of property and equipment 397 372 Others 6 697 Total extraordinary losses 524 2,111 Profit (loss) before income taxes 14,024 (9,465) Income taxes – current 3739 1,436 Income taxes – deferred 386 (3,470) Total income taxes 4,126 (2,034) Profit (loss) 9,898 (7,431) Profit (loss) attributable to: 689 191	Gain on contributions for construction	452	433
Total extraordinary income 714 1,172 Extraordinary losses 3 15 Loss on sales of fixed assets 3 15 Impairment loss on fixed assets 22 16 Loss on disposition of fixed assets 94 62 Loss on valuation of investment securities - 948 Loss on reduction of property and equipment 397 372 Others 6 697 Total extraordinary losses 524 2,111 Profit (loss) before income taxes 14,024 (9,465) Income taxes – current 3,739 1,436 Income taxes – deferred 386 (3,470) Total income taxes 4,126 (2,034) Profit (loss) 9,898 (7,431) Profit (loss) attributable to: Non-controlling interests 689 191	Gain on sales of investment securities	120	497
Extraordinary losses 3 15 Loss on sales of fixed assets 32 16 Impairment loss on fixed assets 22 16 Loss on disposition of fixed assets 94 62 Loss on valuation of investment securities - 948 Loss on reduction of property and equipment 397 372 Others 6 697 Total extraordinary losses 524 2,111 Profit (loss) before income taxes 14,024 (9,465) Income taxes – current 3,739 1,436 Income taxes – deferred 386 (3,470) Total income taxes 4,126 (2,034) Profit (loss) 9,898 (7,431) Profit (loss) attributable to: 0 689 191	Others	60	126
Loss on sales of fixed assets 3 15 Impairment loss on fixed assets 22 16 Loss on disposition of fixed assets 94 62 Loss on valuation of investment securities - 948 Loss on reduction of property and equipment 397 372 Others 6 697 Total extraordinary losses 524 2,111 Profit (loss) before income taxes 14,024 (9,465) Income taxes – current 3,739 1,436 Income taxes – deferred 386 (3,470) Total income taxes 4,126 (2,034) Profit (loss) 9,898 (7,431) Profit (loss) attributable to: 0 0 Non-controlling interests 689 191	Total extraordinary income	714	1,172
Impairment loss on fixed assets 22 16 Loss on disposition of fixed assets 94 62 Loss on valuation of investment securities - 948 Loss on reduction of property and equipment 397 372 Others 6 697 Total extraordinary losses 524 2,111 Profit (loss) before income taxes 14,024 (9,465) Income taxes – current 3,739 1,436 Income taxes – deferred 386 (3,470) Total income taxes 4,126 (2,034) Profit (loss) 9,898 (7,431) Profit (loss) attributable to: 689 191	Extraordinary losses		
Loss on disposition of fixed assets 94 62 Loss on valuation of investment securities - 948 Loss on reduction of property and equipment 397 372 Others 6 697 Total extraordinary losses 524 2,111 Profit (loss) before income taxes 14,024 (9,465) Income taxes – current 3,739 1,436 Income taxes – deferred 386 (3,470) Total income taxes 4,126 (2,034) Profit (loss) 9,898 (7,431) Profit (loss) attributable to: 689 191	Loss on sales of fixed assets	3	15
Loss on valuation of investment securities - 948 Loss on reduction of property and equipment 397 372 Others 6 697 Total extraordinary losses 524 2,111 Profit (loss) before income taxes 14,024 (9,465) Income taxes – current 3,739 1,436 Income taxes – deferred 386 (3,470) Total income taxes 4,126 (2,034) Profit (loss) 9,898 (7,431) Profit (loss) attributable to: 689 191	Impairment loss on fixed assets	22	16
Loss on reduction of property and equipment 397 372 Others 6 697 Total extraordinary losses 524 2,111 Profit (loss) before income taxes 14,024 (9,465) Income taxes – current 3,739 1,436 Income taxes – deferred 386 (3,470) Total income taxes 4,126 (2,034) Profit (loss) 9,898 (7,431) Profit (loss) attributable to: 689 191	Loss on disposition of fixed assets	94	62
Others 6 697 Total extraordinary losses 524 2,111 Profit (loss) before income taxes 14,024 (9,465) Income taxes – current 3,739 1,436 Income taxes – deferred 386 (3,470) Total income taxes 4,126 (2,034) Profit (loss) 9,898 (7,431) Profit (loss) attributable to: 689 191	Loss on valuation of investment securities	-	948
Total extraordinary losses 524 2,111 Profit (loss) before income taxes 14,024 (9,465) Income taxes – current 3,739 1,436 Income taxes – deferred 386 (3,470) Total income taxes 4,126 (2,034) Profit (loss) 9,898 (7,431) Profit (loss) attributable to: 689 191	Loss on reduction of property and equipment	397	372
Profit (loss) before income taxes 14,024 (9,465) Income taxes – current 3,739 1,436 Income taxes – deferred 386 (3,470) Total income taxes 4,126 (2,034) Profit (loss) 9,898 (7,431) Profit (loss) attributable to: 689 191	Others	6	697
Income taxes – current 3,739 1,436 Income taxes – deferred 386 (3,470) Total income taxes 4,126 (2,034) Profit (loss) 9,898 (7,431) Profit (loss) attributable to: 689 191	Total extraordinary losses	524	2,111
Income taxes – deferred 386 (3,470) Total income taxes 4,126 (2,034) Profit (loss) 9,898 (7,431) Profit (loss) attributable to: Non-controlling interests	Profit (loss) before income taxes	14,024	(9,465)
Total income taxes 4,126 (2,034) Profit (loss) 9,898 (7,431) Profit (loss) attributable to: Non-controlling interests 689 191	Income taxes – current	3,739	1,436
Profit (loss) 9,898 (7,431) Profit (loss) attributable to: Non-controlling interests 689 191	Income taxes – deferred	386	(3,470)
Profit (loss) attributable to: Non-controlling interests 689 191	Total income taxes	4,126	(2,034)
Non-controlling interests 689 191	Profit (loss)	9,898	(7,431)
	Profit (loss) attributable to:		
Owners of the parent 9,208 (7,622)	Non-controlling interests	689	191
	Owners of the parent	9,208	(7,622)

Quarterly Consolidated Statements of Comprehensive Income (Unaudited)

Quarterly Consolidated Statements of Comprehensive mediae (Chaudi	icu)	
	Millions	of yen
	1 April 2019	1 April 2020
	-30 June 2019	-30 June 2020
Profit (loss)	9,898	(7,431)
Other comprehensive income		
Net unrealised gains and losses on available-for-sale securities	(3,476)	(782)
Deferred gains and losses on hedges	(87)	236
Foreign currency translation adjustments	0	(1)
Retirement benefit adjustments	(16)	1
Share of other comprehensive income of affiliates accounted for using the equity method	(141)	41
Total other comprehensive income	(3,720)	(505)
Comprehensive income	6,177	(7,937)
Comprehensive income attributable to:		
Owners of the parent	5,540	(8,187)
Non-controlling interests	637	250

(3) Notes to Quarterly Consolidated Statements (Unaudited)

Notes on going concern assumption: None

Notes on significant changes in shareholders' equity: None

Additional Information

(Accounting estimate for the impact of COVID-19)

It is difficult to accurately predict how COVID-19 will spread in the future or when the pandemic will come to an end. However, the Company estimates future cash flows for the impairment of fixed assets, the recoverability of deferred tax assets and other matters assuming that during the fiscal year ending 31 March 2021, economic activities would be limited under certain restrictions, but that the situation will gradually normalize over a certain period of time, potentially from June 2020 onwards.

Segment information

Information about reportable segments for the three-month period ended 30 June 2019 was as follows.

	Traffic	Transport	Real Estate	Leisure and Service	Distribution	Aviation Services	Others (*1)	Total	Adjustment (*2)	Quarterly consolidated financial statements (*3)
Operating revenues:										
External customers	41,959	34,162	16,092	12,524	31,721	5,479	4,740	146,680	_	146,680
Intersegment sales/transfer	547	86	2,638	357	3,374	_	4,543	11,547	(11,547)	_
Total	42,506	34,249	18,730	12,882	35,095	5,479	9,283	158,227	(11,547)	146,680
Segment income	8,045	1,541	2,221	210	235	116	8	12,380	127	12,507

^{*1) &}quot;Others" is a business segment that is not considered a reportable segment. It includes the business of equipment maintenance, information processing, insurance agency and others.

Information about reportable segments for the three-month period ended 30 June 2020 was as follows.

	Traffic	Transport	Real Estate	Leisure and Service	Distribution	Aviation Services	Others (*1)	Total	Adjustment (*2)	Quarterly consolidated financial statements (*3)
Operating revenues:										
External customers	21,000	30,030	26,805	2,350	19,621	4,411	4,832	109,052	_	109,052
Intersegment sales/transfer	523	71	2,463	83	2,141	-	4,424	9,709	(9,709)	_
Total	21,523	30,102	29,269	2,434	21,763	4,411	9,256	118,762	(9,709)	109,052
Segment income (loss)	(8,638)	(390)	5,617	(5,125)	(1,294)	(216)	(49)	(10,097)	(152)	(10,250)

^{*1) &}quot;Others" is a business segment that is not considered a reportable segment. It includes the business of equipment maintenance, information processing, insurance agency and others.

^{*2)} Segment income adjustment amounting to ¥127 million was treated as intersegment elimination.

^{*3)} Segment income was reconciled to operating income in the accompanying quarterly consolidated statements of income.

^{*2)} Segment income (loss) adjustment amounting to ¥(152) million was treated as intersegment elimination.

^{*3)} Segment income (loss) was reconciled to operating loss in the accompanying quarterly consolidated statements of income.