

Consolidated Financial Results for the Fiscal Year Ended 31 March 2020 (Japanese GAAP) (Unaudited)

Nagoya Railroad Co., Ltd.

25 May 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.
 Tel: +81-52-588-0846

Scheduled date of ordinary shareholders meeting: 25 June 2020
 Scheduled date of dividend payment commencement: 26 June 2020
 Scheduled date of filing of annual securities report: 26 June 2020
 Supplementary explanations of financial results: Yes
 Financial results presentation meeting: None

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

1. Consolidated results for the fiscal year ended 31 March 2020

(1 April 2019 - 31 March 2020)

(1) Consolidated operating results (%: year-on-year)

	Operating revenues		Operating income		Ordinary income		Profit attributable to owners of the parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Fiscal year ended 31 March 2020	622,916	0.1	47,363	(4.2)	49,288	(4.5)	28,879	(5.2)
Fiscal year ended 31 March 2019	622,567	2.9	49,455	5.3	51,599	6.2	30,457	6.2

Note: Comprehensive income - for the fiscal year ended 31 March 2020 ¥18,380 million [(34.4%)]
 for the fiscal year ended 31 March 2019 ¥28,037 million [(28.1%)]

	Net income per share-basic	Net income per share-diluted	Return on equity	Return on assets	Operating income ratio
	Yen	Yen	%	%	%
Fiscal year ended 31 March 2020	146.89	137.21	7.2	4.3	7.6
Fiscal year ended 31 March 2019	158.90	144.71	8.1	4.6	7.9

Reference: Equity in earnings of affiliates- for the fiscal year ended 31 March 2020 ¥2,562 million
 for the fiscal year ended 31 March 2019 ¥2,708 million

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share-basic
As of	Millions of yen	Millions of yen	%	yen
31 March 2020	1,164,979	438,401	34.7	2,053.10
31 March 2019	1,141,409	425,027	34.4	2,002.39

Reference: Shareholders' equity- as of 31 March 2020 ¥403,771 million
 as of 31 March 2019 ¥393,026 million

(3) Consolidated cash flows

	Net cash provided by (used in) operating activities	Net cash provided by (used in) investing activities	Net cash provided by (used in) financing activities	Cash and cash equivalents at end of year
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Fiscal year ended 31 March 2020	70,247	(62,527)	(898)	32,011
Fiscal year ended 31 March 2019	67,404	(48,287)	(24,803)	25,192

2. Cash 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 2019	—	0.00	—	27.50	27.50
Fiscal year ended 31 March 2020	—	0.00	—	25.00	25.00
Fiscal year ending 31 March 2021 (forecast)	—	—	—	—	—

	Total cash dividends (Annual)	Payout ratio (Consolidated)	Dividend on net assets (Consolidated)
	Millions of yen	%	%
Fiscal year ended 31 March 2019	5,398	17.3	1.4
Fiscal year ended 31 March 2020	4,917	17.0	1.2
Fiscal year ending 31 March 2021 (forecast)		—	

Note: Special dividends of ¥2.50 have been included in cash dividends for the fiscal year ended 31 March 2019.

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

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

The consolidated operating results forecast for the fiscal year ended 31 March 2021 is undetermined because it is difficult to reasonably calculate the impact of the novel coronavirus 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 year (changes in specific consolidated subsidiaries resulting in changes in the scope of consolidation): None

(2) 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: Yes

4) Restatement of revisions: None

(3) Number of issued shares (Common stock)

(Shares)

	Number of issued shares (including treasury stock)	Number of treasury stock
As of 31 March 2020	196,700,692	36,349
31 March 2019	196,306,458	27,784

(Shares)

	Average number of shares outstanding during the periods
Fiscal year ended 31 March 2020	196,606,065
Fiscal year ended 31 March 2019	191,673,083

(Reference) Overview of the non-consolidated financial results

1. Non-consolidated results for the fiscal year ended 31 March 2020

(1 April 2019 - 31 March 2020)

(1) Non-consolidated operating results

(%: year-on-year)

	Operating revenues		Operating income		Ordinary income		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Fiscal year ended 31 March 2020	109,742	(0.1)	21,767	(5.2)	26,819	(3.6)	18,180	(15.6)
Fiscal year ended 31 March 2019	109,815	1.8	22,950	5.7	27,815	4.9	21,530	15.5

	Net income per share-basic	Net income per share-diluted
	Yen	Yen
Fiscal year ended 31 March 2020	92.46	86.37
Fiscal year ended 31 March 2019	112.31	102.28

(2) Non-consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share-basic
	Millions of yen	Millions of yen	%	yen
As of 31 March 2020	810,084	294,500	36.4	1,497.30
31 March 2019	795,713	291,036	36.6	1,482.60

Reference: Shareholders' equity- as of 31 March 2020 ¥294,500 million
as of 31 March 2019 ¥291,036 million

2. Non-consolidated operating results forecast for the fiscal year ending 31 March 2021

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

* 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 the novel coronavirus at this time.

4. Consolidated financial statements

(1) Consolidated Balance Sheets (Unaudited)

	Millions of yen	
	31 March 2019	31 March 2020
ASSETS		
Current assets		
Cash and deposits	20,870	27,702
Trade notes and accounts receivable	63,297	56,644
Short-term loans receivable	2,425	2,084
Land and buildings for sale	61,670	65,804
Merchandise and finished goods	9,074	9,019
Work in process	904	1,641
Raw materials and supplies	4,000	4,269
Others	20,635	22,184
Allowance for doubtful accounts	(212)	(208)
Total current assets	182,665	189,143
Non-current assets		
Property and equipment		
Buildings and structures, net	292,470	297,403
Machinery, equipment and vehicles, net	85,311	86,005
Land	362,296	367,748
Lease assets, net	10,449	9,679
Construction in progress	46,168	62,158
Other properties, net	8,231	8,776
Total property and equipment	804,926	831,771
Intangible assets		
Right of using facilities	6,060	5,586
Goodwill	1,567	1,211
Lease assets	171	119
Other intangible assets	2,979	3,085
Total intangible assets	10,779	10,002
Investments and other assets		
Investment securities	112,082	98,625
Long-term loans receivable	605	549
Deferred tax assets	14,900	18,665
Others	15,845	16,607
Allowance for doubtful accounts	(395)	(385)
Total investments and other assets	143,038	134,062
Total non-current assets	958,744	975,836
Total assets	1,141,409	1,164,979

(1) Consolidated Balance Sheets (Unaudited)

	Millions of yen	
	31 March 2019	31 March 2020
LIABILITIES AND NET ASSETS		
Liabilities		
Current liabilities		
Trade notes and accounts payable	77,694	77,526
Short-term loans payable	52,763	45,995
Current portion of bonds payable	10,000	10,000
Lease obligations	2,470	1,932
Income taxes payable	7,277	8,180
Deposits received from employees	19,440	19,949
Provision for bonuses	5,935	6,091
Provision for loss on liquidation	478	1,088
Allowance for loss on collection of gift certificates outstanding	1,827	1,838
Others	82,073	90,185
Total current liabilities	<u>259,960</u>	<u>262,787</u>
Non-current liabilities		
Bonds payable	165,880	175,100
Long-term loans payable	158,299	161,514
Lease obligations	9,118	8,884
Deferred tax liabilities	4,068	3,116
Deferred tax liabilities for land revaluation	56,571	56,110
Accrued retirement benefits for directors	1,363	1,344
Provision for loss on liquidation	10,009	4,403
Allowance for loss on collection of gift certificates outstanding	393	380
Employee retirement benefit liability	31,406	32,514
Others	19,311	20,422
Total non-current liabilities	<u>456,421</u>	<u>463,790</u>
Total liabilities	<u>716,381</u>	<u>726,577</u>
Net assets		
Shareholders' equity		
Common stock	100,778	101,158
Capital surplus	34,939	35,266
Retained earnings	142,912	167,207
Treasury stock	(30)	(59)
Total shareholders' equity	<u>278,600</u>	<u>303,572</u>
Accumulated other comprehensive income		
Net unrealised gains on available-for-sale securities	25,224	13,012
Deferred gains and losses on hedges	81	(617)
Land revaluation increment	88,052	87,227
Foreign currency translation adjustments	(24)	(27)
Retirement benefit adjustments	1,092	603
Total accumulated other comprehensive income	<u>114,426</u>	<u>100,198</u>
Non-controlling interests	<u>32,001</u>	<u>34,630</u>
Total net assets	<u>425,027</u>	<u>438,401</u>
Total liabilities and net assets	<u>1,141,409</u>	<u>1,164,979</u>

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

	Millions of yen	
	1 April 2018 -31 March 2019	1 April 2019 -31 March 2020
Operating revenues	622,567	622,916
Operating expenses		
Transportation, other services and cost of sales	519,200	520,579
Selling, general and administrative expenses	53,911	54,974
Total operating expenses	573,112	575,553
Operating income	49,455	47,363
Non-operating income		
Interest income	27	25
Dividend income	1,646	1,889
Equity in net earnings of affiliates	2,708	2,562
Miscellaneous income	1,982	1,907
Total non-operating income	6,364	6,384
Non-operating expenses		
Interest expenses	3,442	3,245
Provision for loss on liquidation	-	553
Miscellaneous expenses	777	660
Total non-operating expenses	4,220	4,459
Ordinary income	51,599	49,288
Extraordinary income		
Gain on sales of fixed assets	1,484	800
Gain on contributions for construction	1,387	2,018
Gain on sales of investment securities	486	1,038
Reversal of provision for loss on liquidation	-	4,816
Gain on bargain purchase	1,078	-
Others	576	614
Total extraordinary income	5,013	9,287
Extraordinary losses		
Loss on sales of fixed assets	5,793	1,700
Impairment loss on fixed assets	1,487	6,338
Loss on disposition of fixed assets	540	1,019
Loss on sales of investment securities	5	-
Loss on valuation of investment securities	0	37
Provision for loss on liquidation	809	276
Loss on reduction of property and equipment	1,228	1,770
Others	627	95
Total extraordinary losses	10,492	11,238
Profit before income taxes	46,120	47,337
Income taxes-current	14,498	14,987
Income taxes-deferred	(365)	375
Total income taxes	14,132	15,363
Profit	31,987	31,974
Profit attributable to:		
Non-controlling interests	1,530	3,094
Owners of the parent	30,457	28,879

Consolidated Statements of Comprehensive Income (Unaudited)

	Millions of yen	
	1 April 2018 -31 March 2019	1 April 2019 -31 March 2020
Profit	31,987	31,974
Other comprehensive income		
Net unrealised gains and losses on available-for-sale securities	(3,550)	(11,741)
Deferred gains and losses on hedges	(43)	(713)
Land revaluation increment	(164)	-
Foreign currency translation adjustments	(7)	(3)
Retirement benefit adjustments	49	(509)
Share of other comprehensive income of affiliates accounted for using the equity method	(234)	(626)
Total other comprehensive income	(3,950)	(13,593)
Comprehensive income	28,037	18,380
Comprehensive income attributable to:		
Owners of the parent	26,567	15,476
Non-controlling interests	1,469	2,903

(3) Consolidated Statements of Changes in Net Assets (Unaudited)
Fiscal year ended 31 March 2019

(Millions of yen)

	Shareholders' equity				
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at the fiscal year start	95,148	29,269	117,153	(29)	241,542
Changes of items during the year					
Issuance of new shares	5,630	5,630			11,260
Cash dividends			(5,237)		(5,237)
Profit attributable to owners of the parent			30,457		30,457
Purchase of treasury stock				(61)	(61)
Disposal of treasury stock		(18)		59	41
Reversal for land revaluation increment			481		481
Transfer from retained earnings to capital surplus		18	(18)		-
Change in the fiscal year of consolidated subsidiaries			76		76
Change in treasury shares arising from change in equity in entities accounted for using equity method				-	-
Change in ownership interest of parent related to transactions with non-controlling interests		39			39
Net changes in items other than shareholders' equity for the year					
Total changes of items during the year	5,630	5,669	25,759	(1)	37,057
Balance at the fiscal year end	100,778	34,939	142,912	(30)	278,600

	Accumulated other comprehensive income						Non-controlling interests	Total net assets
	Net unrealised gains on available-for-sale securities	Deferred gains and losses on hedges	Land revaluation increment	Foreign currency translation adjustments	Retirement benefit adjustments	Total accumulated other comprehensive income		
Balance at the fiscal year start	28,922	120	88,697	(17)	1,073	118,796	29,216	389,555
Changes of items during the year								
Issuance of new shares								11,260
Cash dividends								(5,237)
Profit attributable to owners of the parent								30,457
Purchase of treasury stock								(61)
Disposal of treasury stock								41
Reversal for land revaluation increment								481
Transfer from retained earnings to capital surplus								-
Change in the fiscal year of consolidated subsidiaries								76
Change in treasury shares arising from change in equity in entities accounted for using equity method								-
Change in ownership interest of parent related to transactions with non-controlling interests								39
Net changes in items other than shareholders' equity for the year	(3,697)	(38)	(645)	(7)	18	(4,370)	2,785	(1,585)
Total changes of items during the year	(3,697)	(38)	(645)	(7)	18	(4,370)	2,785	35,471
Balance at the fiscal year end	25,224	81	88,052	(24)	1,092	114,426	32,001	425,027

Fiscal year ended 31 March 2020

(Millions of yen)

	Shareholders' equity				
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at the fiscal year start	100,778	34,939	142,912	(30)	278,600
Changes of items during the year					
Issuance of new shares	380	380			760
Cash dividends			(5,398)		(5,398)
Profit attributable to owners of the parent			28,879		28,879
Purchase of treasury stock				(61)	(61)
Disposal of treasury stock		(11)		32	21
Reversal for land revaluation increment			824		824
Transfer from retained earnings to capital surplus		11	(11)		-
Change in the fiscal year of consolidated subsidiaries			-		-
Change in treasury shares arising from change in equity in entities accounted for using equity method				(0)	(0)
Change in ownership interest of parent related to transactions with non-controlling interests		(53)			(53)
Net changes in items other than shareholders' equity for the year					
Total changes of items during the year	380	326	24,295	(28)	24,972
Balance at the fiscal year end	101,158	35,266	167,207	(59)	303,572

	Accumulated other comprehensive income						Non-controlling interests	Total net assets
	Net unrealised gains on available-for-sale securities	Deferred gains and losses on hedges	Land revaluation increment	Foreign currency translation adjustments	Retirement benefit adjustments	Total accumulated other comprehensive income		
Balance at the fiscal year start	25,224	81	88,052	(24)	1,092	114,426	32,001	425,027
Changes of items during the year								
Issuance of new shares								760
Cash dividends								(5,398)
Profit attributable to owners of the parent								28,879
Purchase of treasury stock								(61)
Disposal of treasury stock								21
Reversal for land revaluation increment								824
Transfer from retained earnings to capital surplus								-
Change in the fiscal year of consolidated subsidiaries								-
Change in treasury shares arising from change in equity in entities accounted for using equity method								(0)
Change in ownership interest of parent related to transactions with non-controlling interests								(53)
Net changes in items other than shareholders' equity for the year	(12,211)	(698)	(824)	(3)	(489)	(14,227)	2,628	(11,598)
Total changes of items during the year	(12,211)	(698)	(824)	(3)	(489)	(14,227)	2,628	13,373
Balance at the fiscal year end	13,012	(617)	87,227	(27)	603	100,198	34,630	438,401

(4) Consolidated Statements of Cash Flows (Unaudited)

	Millions of yen	
	1 April 2018 -31 March 2019	1 April 2019 -31 March 2020
Cash flows from operating activities:		
Profit before income taxes	46,120	47,337
Depreciation	40,258	41,239
Impairment loss on fixed assets	1,487	6,338
Gain on bargain purchase	(1,078)	—
Amortisation of goodwill	326	356
Increase (decrease) in allowance for doubtful accounts	(133)	(13)
Increase (decrease) in provision for bonuses	155	157
Increase (decrease) in provision for loss on liquidation	(911)	(4,995)
Increase (decrease) in other provision	(57)	(250)
Increase (decrease) in employee retirement benefit liability	758	392
Interest and dividend income	(1,674)	(1,914)
Interest expense	3,442	3,245
Share of (gain) loss of entities accounted for using equity method	(2,708)	(2,562)
Loss (gain) on sale of fixed assets	4,309	900
Loss on disposition of fixed assets	598	1,048
Loss (gain) on valuation of investment securities	0	37
Loss (gain) on sales of investment securities	(481)	(1,038)
Gain on contributions for construction	(1,387)	(2,018)
Decrease (increase) in trade notes and accounts receivable	(5,896)	6,952
Decrease (increase) in inventories	(508)	52
Increase (decrease) in trade notes and accounts payable	5,200	(7,089)
Others, net	(2,718)	(2,960)
Subtotal	<u>85,103</u>	<u>85,215</u>
Interest and dividends received	2,266	2,597
Interest paid	(3,461)	(3,250)
Income taxes paid	(16,504)	(14,314)
Net cash provided by (used in) operating activities	<u>67,404</u>	<u>70,247</u>

Millions of yen

	1 April 2018 -31 March 2019	1 April 2019 -31 March 2020
Cash flows from investing activities:		
Purchases of fixed assets	(56,632)	(75,343)
Proceeds from sales of fixed assets	2,551	2,550
Purchases of investment securities	(810)	(2,524)
Proceeds from sales and redemptions of investment securities	588	1,329
Purchases of shares of subsidiaries resulting in change in scope of consolidation	(614)	—
Payments for sales of shares of subsidiaries resulting in change in scope of consolidation	—	(31)
Payments of short-term loans receivable	(23)	(26)
Proceeds from collection of short-term loans receivable	638	586
Payments of long-term loans receivable	(53)	(43)
Proceeds from collection of long-term loans receivable	24	32
Proceeds from contribution received for construction	6,163	11,529
Others, net	(119)	(586)
Net cash provided by (used in) investing activities	(48,287)	(62,527)
Cash flows from financing activities:		
Net increase (decrease) in short-term borrowings	(1,263)	3,264
Proceeds from long-term debt	17,731	25,714
Repayment of long-term debt	(33,331)	(32,033)
Issuance of bonds	19,882	19,881
Redemption of bonds	(20,000)	(10,000)
Purchases of shares of subsidiaries resulting in no change in scope of consolidation	(168)	(20)
Repayments of lease obligations	(2,116)	(1,939)
Proceeds from sales of treasury stock	1	1
Purchase of treasury stock	(61)	(61)
Dividends paid to non-controlling shareholders	(242)	(306)
Dividends paid to shareholders	(5,235)	(5,398)
Net cash provided by (used in) financing activities	(24,803)	(898)
Effect of exchange rate changes on cash and cash equivalents	(4)	(2)
Net increase (decrease) in cash and cash equivalents	(5,691)	6,819
Cash and cash equivalents at beginning of year	30,854	25,192
Increase (decrease) in cash and cash equivalents resulting from change in the fiscal period of consolidated subsidiaries	28	—
Cash and cash equivalents at end of year	25,192	32,011

(5) Notes to Consolidated Statements (Unaudited)

Notes on going concern assumption: None

Changes in accounting estimates

(Provision for loss on liquidation)

The Company recorded a provision for loss on liquidation in preparation for the expense for demolition of buildings, associated with the redevelopment of the Meitetsu Nagoya Station area, but has changed the estimate following the progress of the redevelopment plan review. As a result of this change, profit before income taxes for the fiscal year ended 31 March 2020 increased by ¥ 4,816 million.

Segment information

(1) General information about reportable segments

The reportable segments of the Company are those units for which separate financial statements can be obtained among the constituent units of the Company and which are regularly examined by the Board of Directors to determine the allocation of management resources and to assess business performance.

The Group is engaged in diversified business activities involving traffic, transport, real estate, leisure, distribution, aviation services, equipment maintenance and others. On the basis of the above activities, the Company's reportable segments are "Traffic," "Transport," "Real Estate," "Leisure and Services," "Distribution" and "Aviation Services."

The business descriptions of the reportable segments are as follows:

- Traffic: business related to railroads, buses and taxis
- Transport: business related to trucking and maritime transportation
- Real Estate: real estate development, real estate leasing and building maintenance
- Leisure and Services: business related to hotels, restaurants, tourist facilities and travel
- Distribution: department store operations and distributions of other merchandise sales
- Aviation Services: business related to general aviation and flight catering

(2) Basis of measurement for reportable segment operating revenues, profit or loss, assets and other material items

Reportable segment income figures are on an operating income basis. Intersegment sales and transfers are based on prevailing market prices.

(3) Information about reportable segment operating revenues, profit or loss, assets and other material items

Information about reportable segments as of and for the fiscal year ended 31 March 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	165,432	136,424	81,491	52,001	129,303	27,570	30,345	622,567	—	622,567
Intersegment sales/transfer	2,228	438	10,522	1,418	12,928	—	17,667	45,204	(45,204)	—
Total	167,660	136,863	92,013	53,419	142,231	27,570	48,012	667,772	(45,204)	622,567
Segment income	24,379	5,968	11,404	1,796	1,185	2,803	1,627	49,165	290	49,455
Segment assets	489,775	115,565	301,598	34,289	48,740	24,483	54,522	1,068,974	72,434	1,141,409
Other items										
Depreciation	18,520	6,174	6,276	1,132	2,081	2,925	3,570	40,681	(423)	40,258
Amortisation of goodwill	—	—	322	—	—	—	4	326	—	326
Impairment loss on fixed assets	29	0	1,306	109	22	—	19	1,487	—	1,487
Increase in property and equipment and intangible assets	19,110	12,727	13,140	1,275	571	3,034	4,974	54,834	—	54,834

*1) “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) Adjustment is as follows

(1) Segment income adjustment amounting to ¥290 million was treated as intersegment elimination.

(2) Segment assets adjustment amounting to ¥72,434 million consisted of unallocated general corporate assets amounting to ¥105,414 million, net of intersegment elimination of ¥32,980 million. Such general corporate assets consisted mainly of cash, deposits and investment securities.

(3) Depreciation adjustment amounting to ¥(423) million was treated as intersegment elimination.

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

Information about reportable segments as of and for the fiscal year ended 31 March 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	161,214	137,798	90,372	48,806	127,608	27,251	29,866	622,916	—	622,916
Intersegment sales/transfer	2,330	421	10,497	1,331	12,930	—	22,257	49,769	(49,769)	—
Total	163,544	138,220	100,869	50,137	140,538	27,251	52,123	672,686	(49,769)	622,916
Segment income	21,577	5,342	14,309	611	330	2,616	2,854	47,642	(279)	47,363
Segment assets	504,719	118,032	305,528	38,488	47,213	24,986	66,112	1,105,081	59,897	1,164,979
Other items										
Depreciation	18,577	6,873	6,483	1,120	2,384	2,689	3,547	41,676	(437)	41,239
Amortisation of goodwill	—	—	351	—	—	—	5	356	—	356
Impairment loss on fixed assets	817	247	3,212	251	1,484	—	324	6,338	—	6,338
Increase in property and equipment and intangible assets	24,706	10,566	19,897	3,548	2,239	5,827	6,499	73,286	—	73,286

*1) “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) Adjustment is as follows

(1) Segment income adjustment amounting to ¥(279) million was treated as intersegment elimination.

(2) Segment assets adjustment amounting to ¥59,897 million consisted of unallocated general corporate assets amounting to ¥92,864 million, net of intersegment elimination of ¥32,966 million. Such general corporate assets consisted mainly of cash, deposits and investment securities.

(3) Depreciation adjustment amounting to ¥(437) million was treated as intersegment elimination.

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

Per share information

	1 April 2018 -31 March 2019	1 April 2019 -31 March 2020
Net assets per share-basic	2,002.39 yen	2,053.10 yen
Net income per share-basic	158.90 yen	146.89 yen
Net income per share-diluted	144.71 yen	137.21 yen

(1)The basis for calculating of net income per share basic and diluted was as follows.

	1 April 2018 -31 March 2019	1 April 2019 -31 March 2020
Net income per share-basic		
Profit attributable to owners of the parent (Millions of yen)	30,457	28,879
Profit not attributable to common shareholders (Millions of yen)	-	-
Profit attributable to owners of the parent related to common stock (Millions of yen)	30,457	28,879
Average number of shares outstanding during the periods (share)	191,673,083	196,606,065
Net income per share-diluted		
Adjustments to profit attributable to owners of the parent (Millions of yen)	-	-
[Of the above, interest expenses after deducting the portion of payments equivalent to income taxes (Millions of yen)]	[-]	[-]
Increase in the number of common stock (share)	18,805,906	13,864,683
[Of the above, convertible bond (share)]	[18,805,906]	[13,864,683]
Descriptions of potentially dilutive common stock with an anti-dilutive effect that was not included in the computation of net income per share-diluted	-	-

(2)The basis for calculating of net assets per share-basic was as follows.

	As of 31 March 2019	As of 31 March 2020
Total net assets (Millions of yen)	425,027	438,401
Amounts deducted from total net assets (Millions of yen)	32,001	34,630
[Of the above, non-controlling interests (Millions of yen)]	[32,001]	[34,630]
Net assets related to common stock (Millions of yen)	393,026	403,771
Number of common stock used for the calculation of net assets per share (share)	196,278,674	196,664,343

Subsequent events

Based on the resolution of the Board of Directors of the Company on 23 March 2020, the Company issued the 60th Series Unsecured Straight Bonds as shown below.

1. Bond name: 60th Series Unsecured Straight Bonds
2. Total amount of issue: ¥10 billion
3. Issue value: ¥100 per face value of ¥100
4. Coupon: 0.780 % per annum
5. Issue date: 30 April 2020
6. Maturity date: 27 April 2040
7. Use of proceeds: Redemption of bonds