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## Consolidated Financial Results for the Six Months Ended September 30, 2022 [Japanese GAAP]



October 24, 2022

Company name: Kanagawa Chuo Kotsu Co., Ltd.

Stock exchange listing: Tokyo Stock Exchange

Code number: 9081

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

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Scheduled date of filing quarterly securities report: November 11, 2022

Scheduled date of commencing dividend payments: November 22, 2022

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 Six Months Ended September 30, 2022 (April 1, 2022 - September 30, 2022)

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

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Six months ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
September 30, 2022	50,091	4.2	2,520	534.1	2,720	135.0	1,937	182.8
September 30, 2021	48,058	14.1	397	—	1,157	—	685	—

(Note) Comprehensive income: Six months ended September 30, 2022: ¥1,332 million [—%]

Six months ended September 30, 2021: ¥(489) million [—%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2022	157.90	—
September 30, 2021	55.84	—

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of September 30, 2022	147,737	54,244	33.6
As of March 31, 2022	146,906	53,160	33.2

(Reference) Equity: As of September 30, 2022: ¥49,688 million

As of March 31, 2022: ¥48,741 million

## 2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
Fiscal year ended March 31, 2022	Yen —	Yen 20.00	Yen —	Yen 20.00	Yen 40.00
Fiscal year ending March 31, 2023	—	20.00			
Fiscal year ending March 31, 2023 (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, 2023 (April 1, 2022 - March 31, 2023)

(% 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 100,600	% 2.9	Million yen 4,780	% 373.8	Million yen 4,750	% 83.6	Million yen 3,690	Yen 300.69

(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):  
September 30, 2022: 12,600,000 shares  
March 31, 2022: 12,600,000 shares  
2) Total number of treasury shares at the end of the period:  
September 30, 2022: 328,335 shares  
March 31, 2022: 328,243 shares  
3) Average number of shares during the period:  
Six months ended September 30, 2022: 12,271,724 shares  
Six months ended September 30, 2021: 12,271,957 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, 2022	As of September 30, 2022
<b>Assets</b>		
Current assets		
Cash and deposits	3,604	3,541
Notes and accounts receivable - trade, and contract assets	7,910	8,352
Merchandise and finished goods	3,509	5,006
Work in process	62	71
Raw materials and supplies	464	607
Other	2,914	2,648
Allowance for doubtful accounts	(34)	(29)
Total current assets	18,431	20,198
Non-current assets		
Property, plant and equipment		
Buildings and structures	90,744	91,333
Vehicles	39,921	39,846
Land	62,072	64,023
Other	23,608	23,979
Accumulated depreciation	(107,799)	(110,229)
Total property, plant and equipment	108,547	108,952
Intangible assets	840	862
Investments and other assets		
Investment securities	15,921	15,093
Other	3,171	2,642
Allowance for doubtful accounts	(6)	(12)
Total investments and other assets	19,086	17,723
Total non-current assets	128,475	127,538
Total assets	146,906	147,737
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	5,479	6,118
Short-term borrowings	10,220	12,048
Income taxes payable	643	579
Provision for bonuses	1,972	1,719
Other	13,732	15,380
Total current liabilities	32,047	35,846
Non-current liabilities		
Bonds payable	20,000	20,000
Long-term borrowings	21,423	18,847
Provision for retirement benefits for directors (and other officers)	2	2
Retirement benefit liability	3,878	3,828
Other	16,393	14,968
Total non-current liabilities	61,698	57,646
Total liabilities	93,746	93,493

(Million yen)

	As of March 31, 2022	As of September 30, 2022
Net assets		
Shareholders' equity		
Share capital	3,160	3,160
Capital surplus	723	723
Retained earnings	40,771	42,463
Treasury shares	(937)	(938)
Total shareholders' equity	43,717	45,409
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	4,601	4,035
Deferred gains or losses on hedges	311	142
Remeasurements of defined benefit plans	109	100
Total accumulated other comprehensive income	5,023	4,278
Non-controlling interests	4,419	4,556
Total net assets	53,160	54,244
Total liabilities and net assets	146,906	147,737

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

### Quarterly Consolidated Statements of Income

For the six months ended September 30

(Million yen)

	For the six months ended September 30, 2021	For the six months ended September 30, 2022
Net sales		
Operating revenue-general passenger automobile traffic	22,138	24,691
Sales in real estate business	3,760	3,055
Sales in other businesses	22,159	22,344
Total net sales	48,058	50,091
Cost of sales		
Traffic expenses-general passenger automobile traffic	21,694	21,731
Cost of sales in real estate business	1,754	1,270
Cost of sales in other businesses	17,825	18,066
Total cost of sales	41,274	41,068
Gross profit	6,783	9,023
Selling, general and administrative expenses		
Selling expenses	4,204	4,279
General and administrative expenses	2,181	2,223
Total selling, general and administrative expenses	6,386	6,502
Operating profit	397	2,520
Non-operating income		
Dividend income	164	176
Subsidy income	739	145
Other	75	93
Total non-operating income	979	416
Non-operating expenses		
Interest expenses	180	171
Other	38	44
Total non-operating expenses	219	215
Ordinary profit	1,157	2,720
Extraordinary income		
Gain on sale of non-current assets	105	2
Subsidy income	80	—
Compensation income	71	0
Total extraordinary income	258	3
Extraordinary losses		
Loss on retirement of non-current assets	149	29
Loss on tax purpose reduction entry of non-current assets	79	—
Impairment losses	28	10
Other	17	1
Total extraordinary losses	275	41
Profit before income taxes	1,140	2,683
Income taxes - current	366	582
Income taxes - deferred	(76)	29
Total income taxes	289	612
Profit	851	2,070
Profit attributable to non-controlling interests	166	132
Profit attributable to owners of parent	685	1,937

Quarterly Consolidated Statements of Comprehensive Income

For the six months ended September 30

(Million yen)

	For the six months ended September 30, 2021	For the six months ended September 30, 2022
Profit	851	2,070
Other comprehensive income		
Valuation difference on available-for-sale securities	(1,440)	(560)
Deferred gains or losses on hedges	102	(168)
Remeasurements of defined benefit plans, net of tax	(4)	(8)
Total other comprehensive income	(1,341)	(738)
Comprehensive income	(489)	1,332
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(667)	1,192
Comprehensive income attributable to non-controlling interests	177	139

## (3) Quarterly Consolidated Statements of Cash Flows

(Million yen)

	For the six months ended September 30, 2021	For the six months ended September 30, 2022
Cash flows from operating activities		
Profit before income taxes	1,140	2,683
Depreciation	3,297	3,012
Increase (decrease) in provision for bonuses	(312)	(252)
Increase (decrease) in allowance for doubtful accounts	(9)	0
Increase (decrease) in retirement benefit liability	(80)	(57)
Interest and dividend income	(166)	(177)
Interest expenses	180	171
Share of loss (profit) of entities accounted for using equity method	11	20
Loss (gain) on sale and retirement of non-current assets	(52)	(0)
Loss on tax purpose reduction entry of non-current assets	79	—
Decrease (increase) in trade receivables	784	(442)
Decrease (increase) in inventories	377	(1,616)
Increase (decrease) in trade payables	(1,650)	639
Increase (decrease) in accrued consumption taxes	769	(497)
Increase (decrease) in guarantee deposits received	(93)	(102)
Other, net	2,490	2,558
Subtotal	6,767	5,939
Interest and dividends received	174	184
Interest paid	(159)	(150)
Proceeds from insurance income	473	—
Income taxes paid	(330)	(588)
Net cash provided by (used in) operating activities	6,924	5,384
Cash flows from investing activities		
Payments into time deposits	(100)	(100)
Proceeds from withdrawal of time deposits	100	100
Purchase of non-current assets	(3,527)	(3,657)
Proceeds from sale of non-current assets	347	2
Payments for asset retirement obligations	(23)	—
Purchase of investment securities	(1)	(1)
Proceeds from sale of investment securities	1	—
Proceeds from redemption of investment securities	—	2
Short-term loan advances	(2)	(2)
Proceeds from collection of short-term loans receivable	0	—
Long-term loan advances	(1)	(1)
Proceeds from collection of long-term loans receivable	1	0
Net cash provided by (used in) investing activities	(3,206)	(3,658)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(3,107)	1,606
Repayments of lease liabilities	(833)	(792)
Proceeds from long-term borrowings	3,600	—
Repayments of long-term borrowings	(1,399)	(2,354)
Purchase of treasury shares	(0)	(0)
Purchase of shares of subsidiaries not resulting in change in scope of consolidation	(37)	—
Dividends paid	(244)	(245)
Dividends paid to non-controlling interests	(2)	(2)
Net cash provided by (used in) financing activities	(2,026)	(1,789)
Net increase (decrease) in cash and cash equivalents	1,691	(63)
Cash and cash equivalents at beginning of period	2,614	3,404
Cash and cash equivalents at end of period	4,306	3,341