

Disclaimer: This document is an English translation of the original document in Japanese and has been prepared solely for reference purposes. In the event of any discrepancy between this English translation and the original in Japanese, the original shall prevail in all respects.

Consolidated Financial Results for the Three Months Ended June 30, 2023 [Japanese GAAP]



July 27, 2023

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

Contact: Daisuke Murayama, IR Manager, Corporate Strategy Department

Phone: +81-463-22-8894

Scheduled date of filing quarterly securities report: August 10, 2023

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 Three Months Ended June 30, 2023 (April 1, 2023 - June 30, 2023)

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

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Three months ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
June 30, 2023	27,468	11.1	1,772	22.3	2,017	18.8	1,539	10.6
June 30, 2022	24,722	4.4	1,448	893.7	1,698	134.1	1,392	191.0

(Note) Comprehensive income: Three months ended June 30, 2023: ¥2,927 million [247.8%]

Three months ended June 30, 2022: ¥841 million [–%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2023	125.46	–
June 30, 2022	113.47	–

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of June 30, 2023	152,433	55,559	33.3
As of March 31, 2023	150,568	52,879	32.0

(Reference) Equity: As of June 30, 2023: ¥50,776 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
Fiscal year ended March 31, 2023	Yen —	Yen 20.00	Yen —	Yen 20.00	Yen 40.00
Fiscal year ending March 31, 2024	—				
Fiscal year ending March 31, 2024 (Forecast)		20.00	—	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
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
First half	53,100	6.0	2,050	(18.7)	2,060	(24.3)	1,250	(35.5)	101.86
Full year	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):
June 30, 2023: 12,600,000 shares
March 31, 2023: 12,600,000 shares
2) Total number of treasury shares at the end of the period:
June 30, 2023: 328,383 shares
March 31, 2023: 328,383 shares
3) Average number of shares during the period:
Three months ended June 30, 2023: 12,271,617 shares
Three months ended June 30, 2022: 12,271,745 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 June 30, 2023
Assets		
Current assets		
Cash and deposits	2,829	2,870
Notes and accounts receivable - trade, and contract assets	9,499	8,992
Merchandise and finished goods	9,165	10,897
Work in process	74	41
Raw materials and supplies	527	523
Other	3,139	2,829
Allowance for doubtful accounts	(29)	(32)
Total current assets	25,205	26,121
Non-current assets		
Property, plant and equipment		
Buildings and structures	93,558	93,579
Vehicles	39,841	39,952
Land	62,818	62,841
Other	22,051	21,615
Accumulated depreciation	(111,111)	(111,875)
Total property, plant and equipment	107,158	106,114
Intangible assets	932	905
Investments and other assets		
Investment securities	14,649	16,444
Other	2,637	2,860
Allowance for doubtful accounts	(14)	(13)
Total investments and other assets	17,271	19,291
Total non-current assets	125,363	126,311
Total assets	150,568	152,433
Liabilities		
Current liabilities		
Notes and accounts payable - trade	7,474	5,483
Short-term borrowings	18,079	17,815
Income taxes payable	856	764
Provision for bonuses	2,230	3,446
Other	14,811	16,240
Total current liabilities	43,452	43,751
Non-current liabilities		
Bonds payable	20,000	20,000
Long-term borrowings	16,471	15,583
Provision for retirement benefits for directors (and other officers)	2	2
Retirement benefit liability	3,797	3,777
Other	13,965	13,759
Total non-current liabilities	54,236	53,122
Total liabilities	97,689	96,874

(Million yen)

	As of March 31, 2023	As of June 30, 2023
Net assets		
Shareholders' equity		
Share capital	3,160	3,160
Capital surplus	723	723
Retained earnings	41,429	42,723
Treasury shares	(938)	(938)
Total shareholders' equity	44,375	45,669
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3,768	5,018
Remeasurements of defined benefit plans	91	88
Total accumulated other comprehensive income	3,860	5,106
Non-controlling interests	4,643	4,783
Total net assets	52,879	55,559
Total liabilities and net assets	150,568	152,433

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income

For the three months ended June 30

(Million yen)

	For the three months ended June 30, 2022	For the three months ended June 30, 2023
Net sales		
Operating revenue- passenger automobile	12,487	13,162
Sales in real estate business	1,751	1,343
Sales in other businesses	10,483	12,962
Total net sales	24,722	27,468
Cost of sales		
Traffic expenses- passenger automobile	10,771	11,219
Cost of sales in real estate business	825	457
Cost of sales in other businesses	8,453	10,702
Total cost of sales	20,050	22,379
Gross profit	4,672	5,088
Selling, general and administrative expenses		
Selling expenses	2,058	2,103
General and administrative expenses	1,165	1,212
Total selling, general and administrative expenses	3,223	3,316
Operating profit	1,448	1,772
Non-operating income		
Dividend income	169	219
Subsidy income	143	101
Other	43	32
Total non-operating income	357	352
Non-operating expenses		
Interest expenses	85	81
Other	21	26
Total non-operating expenses	107	107
Ordinary profit	1,698	2,017
Extraordinary income		
Gain on sale of non-current assets	1	0
Subsidy income	–	36
Compensation income	0	–
Total extraordinary income	2	37
Extraordinary losses		
Loss on retirement of non-current assets	17	64
Loss on tax purpose reduction entry of non-current assets	–	35
Other	1	0
Total extraordinary losses	19	101
Profit before income taxes	1,681	1,954
Income taxes - current	612	804
Income taxes - deferred	(389)	(507)
Total income taxes	223	297
Profit	1,458	1,656
Profit attributable to non-controlling interests	66	116
Profit attributable to owners of parent	1,392	1,539

Quarterly Consolidated Statements of Comprehensive Income

For the three months ended June 30

(Million yen)

	For the three months ended June 30, 2022	For the three months ended June 30, 2023
Profit	1,458	1,656
Other comprehensive income		
Valuation difference on available-for-sale securities	(603)	1,274
Deferred gains or losses on hedges	(9)	—
Remeasurements of defined benefit plans, net of tax	(4)	(2)
Total other comprehensive income	(616)	1,271
Comprehensive income	841	2,927
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	767	2,785
Comprehensive income attributable to non-controlling interests	74	142