

Translation

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Summary of Consolidated Financial Results for the Six Months Ended September 30, 2021 (Based on Japanese GAAP)

October 28, 2021

Company name: HAMAKYOREX CO., LTD.
 Stock exchange listing: Tokyo
 Stock code: 9037 URL <https://www.hamakyorex.co.jp>
 Representative: President Hidenori Osuka
 Inquiries: Executive officer Yoshiyuki Takeuchi TEL 053 (444) 0054
 Scheduled date to file Quarterly Securities Report: November 10, 2021
 Scheduled date to commence dividend payments: December 1, 2021
 Preparation of supplementary material on quarterly financial results: Yes
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the six months ended September 30, 2021 (from April 1, 2021 to September 30, 2021)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended September 30, 2021	61,267	6.2	5,504	12.5	5,764	12.8	3,389	7.5
Six months ended September 30, 2020	57,675	(4.4)	4,894	(3.6)	5,111	(4.1)	3,154	2.7

	Earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2021	180.40	—
Six months ended September 30, 2020	167.47	—

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2021	132,180	78,235	51.9
As of March 31, 2021	129,295	75,318	51.1

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2021	—	35.00	—	40.00	75.00
Year ending March 31, 2022	—	40.00	—	—	—
Year ending March 31, 2022 (Forecast)	—	—	—	40.00	80.00

3. Forecast of consolidated financial results for the year ending March 31, 2022 (from April 1, 2021 to March 31, 2022)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	125,000	5.2	11,000	4.1	11,500	5.4	6,750	5.0	358.83

4. Notes

- (1) Changes in significant subsidiaries during the six months ended September 30, 2021
(changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: No
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
- Changes in accounting policies due to revisions to accounting standards and other regulations: Yes
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: No
- Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

Total number of issued shares at the end of the period (including treasury shares)

As of September 30, 2021	19,012,000 shares	As of March 31, 2021	19,012,000 shares
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Number of treasury shares at the end of the period

As of September 30, 2021	224,751 shares	As of March 31, 2021	224,680 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2021	18,787,284 shares	Six months ended September 30, 2020	18,834,003 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2021	As of September 30, 2021
Assets		
Current assets		
Cash and deposits	15,732	17,385
Notes and accounts receivable - trade	15,076	–
Notes and accounts receivable - trade, and contract assets	–	14,555
Merchandise	2	2
Supplies	191	207
Other	2,750	2,777
Allowance for doubtful accounts	(37)	(35)
Total current assets	33,715	34,892
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	30,052	33,039
Land	44,564	44,495
Other, net	11,488	10,401
Total property, plant and equipment	86,105	87,936
Intangible assets	2,888	2,774
Investments and other assets	6,586	6,576
Total non-current assets	95,579	97,287
Total assets	129,295	132,180
Liabilities		
Current liabilities		
Notes and accounts payable - trade	6,965	6,603
Short-term borrowings	17,214	16,985
Income taxes payable	2,211	1,951
Provision for bonuses	1,219	1,240
Reserve for loss on dissolution of employee's pension fund	49	49
Other	7,823	8,101
Total current liabilities	35,482	34,930
Non-current liabilities		
Long-term borrowings	5,586	6,289
Retirement benefit liability	5,928	5,925
Reserve for loss on dissolution of employee's pension fund	125	101
Other	6,852	6,697
Total non-current liabilities	18,493	19,013
Total liabilities	53,976	53,944
Net assets		
Shareholders' equity		
Share capital	6,547	6,547
Capital surplus	6,445	6,445
Retained earnings	53,478	56,070
Treasury shares	(643)	(643)
Total shareholders' equity	65,827	68,419
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	270	256
Remeasurements of defined benefit plans	(66)	(53)
Total accumulated other comprehensive income	204	202
Non-controlling interests	9,287	9,613
Total net assets	75,318	78,235
Total liabilities and net assets	129,295	132,180

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Six months ended September 30, 2020	Six months ended September 30, 2021
Operating revenue	57,675	61,267
Operating costs	51,177	53,964
Operating gross profit	6,498	7,302
Selling, general and administrative expenses		
Provision of allowance for doubtful accounts	(4)	(0)
Remuneration for directors (and other officers)	366	403
Salaries and allowances	352	425
Provision for bonuses	66	67
Retirement benefit expenses	18	21
Other	804	880
Total selling, general and administrative expenses	1,603	1,798
Operating profit	4,894	5,504
Non-operating income		
Interest income	0	0
Dividend income	31	39
Gain on sale of non-current assets	34	57
Subsidy income	12	21
Electricity sale income	223	220
Miscellaneous income	152	156
Total non-operating income	456	496
Non-operating expenses		
Interest expenses	75	72
Cost of electricity sales	115	113
Miscellaneous losses	49	50
Total non-operating expenses	239	236
Ordinary profit	5,111	5,764
Extraordinary income		
Subsidy income related to COVID-19	213	–
Gain on sale of investment securities	158	–
Total extraordinary income	371	–
Extraordinary losses		
Loss related to COVID-19	189	–
Loss on transfer and closing of logistics center	–	16
Total extraordinary losses	189	16
Profit before income taxes	5,293	5,748
Income taxes - current	1,729	1,832
Income taxes - deferred	(14)	35
Total income taxes	1,714	1,867
Profit	3,579	3,880
Profit attributable to		
Profit attributable to owners of parent	3,154	3,389
Profit attributable to non-controlling interests	425	491

(Millions of yen)

	Six months ended September 30, 2020	Six months ended September 30, 2021
Other comprehensive income		
Valuation difference on available-for-sale securities	13	(24)
Remeasurements of defined benefit plans, net of tax	28	15
Total other comprehensive income	41	(8)
Comprehensive income	3,620	3,872
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,183	3,387
Comprehensive income attributable to non-controlling interests	436	484