

Translation

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purposes. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

Summary of Consolidated Financial Results for the Three Months Ended June 30, 2022 (Based on Japanese GAAP)

July 28, 2022

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: August 9, 2022
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: No
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the three months ended June 30, 2022 (from April 1, 2022 to June 30, 2022)

(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	%
Three months ended June 30, 2022	32,547	6.3	2,888	(0.9)	3,172	3.3	1,958	8.8
Three months ended June 30, 2021	30,611	6.9	2,914	23.1	3,071	23.3	1,800	17.0

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2022	104.27	–
Three months ended June 30, 2021	95.81	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2022	139,108	82,836	52.3
As of March 31, 2022	135,672	81,592	52.7

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, 2022	–	40.00	–	45.00	85.00
Year ending March 31, 2023	–	–	–	–	–
Year ending March 31, 2023 (Forecast)	–	45.00	–	45.00	90.00

3. Forecast of consolidated financial results for the year ending March 31, 2023 (from April 1, 2022 to March 31, 2023)

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	132,000	5.5	11,900	7.1	12,400	3.7	7,300	2.6	388.56

4. Notes

- (1) Changes in significant subsidiaries during the three months ended June 30, 2022
 (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: No
- 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 June 30, 2022	19,012,000 shares	As of March 31, 2022	19,012,000 shares
---------------------	-------------------	----------------------	-------------------

Number of treasury shares at the end of the period

As of June 30, 2022	224,751 shares	As of March 31, 2022	224,751 shares
---------------------	----------------	----------------------	----------------

Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2022	18,787,249 shares	Three months ended June 30, 2021	18,787,296 shares
----------------------------------	-------------------	----------------------------------	-------------------

Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2022	As of June 30, 2022
Assets		
Current assets		
Cash and deposits	19,604	20,548
Notes and accounts receivable - trade, and contract assets	15,118	15,701
Merchandise	2	2
Supplies	182	171
Other	3,570	3,806
Allowance for doubtful accounts	(33)	(37)
Total current assets	38,445	40,192
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	32,086	31,857
Land	45,040	46,078
Other, net	10,706	10,879
Total property, plant and equipment	87,832	88,815
Intangible assets	2,938	2,889
Investments and other assets	6,456	7,210
Total non-current assets	97,227	98,915
Total assets	135,672	139,108
Liabilities		
Current liabilities		
Notes and accounts payable - trade	7,316	7,361
Short-term borrowings	16,831	17,173
Income taxes payable	1,803	1,158
Provision for bonuses	1,288	898
Reserve for loss on dissolution of employee's pension fund	49	49
Other	8,354	9,934
Total current liabilities	35,644	36,576
Non-current liabilities		
Long-term borrowings	5,866	6,239
Retirement benefit liability	5,862	5,924
Reserve for loss on dissolution of employee's pension fund	76	64
Other	6,629	7,467
Total non-current liabilities	18,435	19,695
Total liabilities	54,079	56,271
Net assets		
Shareholders' equity		
Share capital	6,547	6,547
Capital surplus	6,445	6,445
Retained earnings	59,046	60,160
Treasury shares	(643)	(643)
Total shareholders' equity	71,395	72,509
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	216	222
Remeasurements of defined benefit plans	(54)	(46)
Total accumulated other comprehensive income	162	176
Non-controlling interests	10,034	10,151
Total net assets	81,592	82,836
Total liabilities and net assets	135,672	139,108

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

(Millions of yen)

	Three months ended June 30, 2021	Three months ended June 30, 2022
Operating revenue	30,611	32,547
Operating costs	26,784	28,633
Operating gross profit	3,827	3,913
Selling, general and administrative expenses		
Provision of allowance for doubtful accounts	1	1
Remuneration for directors (and other officers)	202	219
Salaries and allowances	214	229
Provision for bonuses	34	34
Retirement benefit expenses	9	13
Other	450	526
Total selling, general and administrative expenses	912	1,025
Operating profit	2,914	2,888
Non-operating income		
Interest income	0	0
Dividend income	36	40
Gain on sale of non-current assets	24	64
Subsidy income	6	69
Electricity sale income	117	114
Miscellaneous income	82	113
Total non-operating income	268	402
Non-operating expenses		
Interest expenses	36	35
Cost of electricity sales	56	55
Miscellaneous losses	18	27
Total non-operating expenses	110	117
Ordinary profit	3,071	3,172
Extraordinary income		
Gain on bargain purchase	–	105
Total extraordinary income	–	105
Extraordinary losses		
Loss on transfer and closing of logistics center	16	–
Total extraordinary losses	16	–
Profit before income taxes	3,055	3,278
Income taxes - current	1,066	1,157
Income taxes - deferred	(85)	(111)
Total income taxes	980	1,045
Profit	2,075	2,233
Profit attributable to		
Profit attributable to owners of parent	1,800	1,958
Profit attributable to non-controlling interests	275	274
Other comprehensive income		
Valuation difference on available-for-sale securities	(54)	7
Remeasurements of defined benefit plans, net of tax	7	9
Total other comprehensive income	(46)	17
Comprehensive income	2,028	2,250
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,757	1,972
Comprehensive income attributable to non-controlling interests	270	277