

Translation

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Summary of Consolidated Financial Results for the Six Months Ended September 30, 2023 (Based on Japanese GAAP)

October 27, 2023

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, 2023
 Scheduled date to commence dividend payments: December 1, 2023
 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, 2023 (from April 1, 2023 to September 30, 2023)

(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, 2023	67,363	3.7	5,640	0.2	6,063	(0.4)	3,755	2.5
Six months ended September 30, 2022	64,962	6.0	5,628	2.2	6,090	5.7	3,664	8.1

	Earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2023	200.00	–
Six months ended September 30, 2022	195.03	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2023	151,151	91,450	53.1
As of March 31, 2023	143,038	88,149	54.1

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, 2023	–	45.00	–	50.00	95.00
Year ending March 31, 2024	–	55.00			
Year ending March 31, 2024 (Forecast)			–	55.00	110.00

3. Forecast of consolidated financial results for the year ending March 31, 2024 (from April 1, 2023 to March 31, 2024)

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	139,000	5.4	12,100	4.8	12,800	4.0	7,700	4.0	409.85

4. Notes

- (1) Changes in significant subsidiaries during the six months ended September 30, 2023
(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 September 30, 2023	19,012,000 shares	As of March 31, 2023	19,012,000 shares
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Number of treasury shares at the end of the period

As of September 30, 2023	258,922 shares	As of March 31, 2023	224,789 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, 2023	18,779,674 shares	Six months ended September 30, 2022	18,787,234 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2023	As of September 30, 2023
Assets		
Current assets		
Cash and deposits	25,238	24,335
Notes and accounts receivable - trade, and contract assets	15,652	17,062
Merchandise	3	55
Supplies	137	137
Other	4,513	5,106
Allowance for doubtful accounts	(35)	(42)
Total current assets	45,509	46,654
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	32,638	33,150
Land	45,984	49,302
Other, net	9,121	11,453
Total property, plant and equipment	87,744	93,906
Intangible assets	2,654	2,965
Investments and other assets	7,129	7,625
Total non-current assets	97,528	104,497
Total assets	143,038	151,151
Liabilities		
Current liabilities		
Notes and accounts payable - trade	7,371	7,744
Short-term borrowings	17,031	17,671
Income taxes payable	2,339	2,152
Provision for bonuses	1,351	1,475
Reserve for loss on dissolution of employee's pension fund	49	49
Other	8,452	10,099
Total current liabilities	36,595	39,192
Non-current liabilities		
Long-term borrowings	4,669	6,920
Retirement benefit liability	5,868	6,046
Reserve for loss on dissolution of employee's pension fund	27	6
Other	7,727	7,535
Total non-current liabilities	18,292	20,508
Total liabilities	54,888	59,701
Net assets		
Shareholders' equity		
Share capital	6,547	6,547
Capital surplus	6,445	6,445
Retained earnings	64,756	67,573
Treasury shares	(643)	(783)
Total shareholders' equity	77,105	79,782
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	266	442
Remeasurements of defined benefit plans	7	19
Total accumulated other comprehensive income	273	461
Non-controlling interests	10,770	11,206
Total net assets	88,149	91,450
Total liabilities and net assets	143,038	151,151

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

(Millions of yen)

	Six months ended September 30, 2022	Six months ended September 30, 2023
Operating revenue	64,962	67,363
Operating costs	57,313	59,355
Operating gross profit	7,649	8,007
Selling, general and administrative expenses		
Provision of allowance for doubtful accounts	1	1
Remuneration for directors (and other officers)	427	442
Salaries and allowances	456	521
Provision for bonuses	66	78
Retirement benefit expenses	33	13
Other	1,035	1,309
Total selling, general and administrative expenses	2,021	2,366
Operating profit	5,628	5,640
Non-operating income		
Interest income	0	0
Dividend income	44	65
Gain on sale of non-current assets	97	84
Subsidy income	74	36
Electricity sale income	223	227
Miscellaneous income	249	232
Total non-operating income	689	647
Non-operating expenses		
Interest expenses	71	68
Cost of electricity sales	110	108
Miscellaneous losses	45	46
Total non-operating expenses	227	224
Ordinary profit	6,090	6,063
Extraordinary income		
Gain on bargain purchase	105	131
Total extraordinary income	105	131
Extraordinary losses		
Loss on transfer and closing of logistics center	10	–
Loss on valuation of shares of subsidiaries and associates	76	–
Settlement payments	–	14
Total extraordinary losses	87	14
Profit before income taxes	6,109	6,180
Income taxes - current	1,958	1,992
Income taxes - deferred	(13)	18
Total income taxes	1,945	2,010
Profit	4,164	4,169
Profit attributable to		
Profit attributable to owners of parent	3,664	3,755
Profit attributable to non-controlling interests	499	414
Other comprehensive income		
Valuation difference on available-for-sale securities	(24)	192
Remeasurements of defined benefit plans, net of tax	19	11
Total other comprehensive income	(5)	203
Comprehensive income	4,158	4,373
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,654	3,943
Comprehensive income attributable to non-controlling interests	503	430