

# 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 Six Months Ended September 30, 2023 (Based on Japanese GAAP)

November 13, 2023

Company name: Kintetsu Group Holdings Co.,Ltd.  
 Stock exchange listing: Tokyo  
 Stock code: 9041 URL <https://www.kintetsu-g-hd.co.jp/>  
 Representative: President Takashi Tsuji  
 General Manager of Accounting and Finance  
 Inquiries: Naoyuki Isokawa TEL 06-6775-3465  
 Division  
 Scheduled date to file Quarterly Securities Report: November 13, 2023  
 Scheduled date to commence dividend payments: –  
 Preparation of supplementary material on quarterly financial results: Yes  
 Holding of quarterly financial results meeting: Yes (for analysts and institutional investors)

(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

	Operating revenue		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	803,623	29.0	43,060	229.3	40,509	84.8	23,858	(61.1)
Six months ended September 30, 2022	623,066	113.6	13,076	–	21,920	–	61,321	410.9

	Earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2023	125.45	–
Six months ended September 30, 2022	322.43	–

#### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2023	2,405,229	537,051	19.8
As of March 31, 2023	2,424,755	500,262	18.2

### 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	–	0.00	–	50.00	50.00
Year ending March 31, 2024	–	0.00			
Year ending March 31, 2024 (Forecast)			–	50.00	50.00

### 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

	Operating revenue		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	1,643,000	5.3	80,000	19.1	74,000	(0.8)	44,000	(50.4)	231.36

#### 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: Yes
- (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	190,662,061 shares	As of March 31, 2023	190,662,061 shares
--------------------------	--------------------	----------------------	--------------------

Number of treasury shares at the end of the period

As of September 30, 2023	480,895 shares	As of March 31, 2023	482,673 shares
--------------------------	----------------	----------------------	----------------

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

Six months ended September 30, 2023	190,180,372 shares	Six months ended September 30, 2022	190,183,097 shares
-------------------------------------	--------------------	-------------------------------------	--------------------

**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	217,087	235,363
Notes and accounts receivable - trade, and contract assets	224,337	183,840
Securities	5,008	5,589
Merchandise and finished goods	9,638	9,791
Work in process	4,750	4,626
Raw materials and supplies	5,176	5,176
Land and buildings for sale	155,664	163,761
Other	82,640	73,980
Allowance for doubtful accounts	(2,254)	(2,191)
Total current assets	702,048	679,937
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	557,549	549,750
Land	679,139	679,217
Construction in progress	5,379	6,734
Other, net	122,335	127,936
Total property, plant and equipment	1,364,404	1,363,638
Intangible assets		
Goodwill	62,517	60,889
Other	107,399	110,250
Total intangible assets	169,917	171,140
Investments and other assets		
Investment securities	58,827	62,951
Other	129,109	126,925
Allowance for doubtful accounts	(1,750)	(1,494)
Total investments and other assets	186,186	188,382
Total non-current assets	1,720,508	1,723,161
Deferred assets	2,199	2,129
Total assets	2,424,755	2,405,229

(Millions of yen)

	As of March 31, 2023	As of September 30, 2023
Liabilities		
Current liabilities		
Notes and accounts payable - trade	133,461	128,525
Short-term borrowings	273,229	221,731
Commercial papers	45,000	10,000
Current portion of bonds payable	43,137	46,137
Income taxes payable	10,220	14,618
Provision for bonuses	17,281	16,464
Provision for loss on exchanging gift certificates	5,755	5,919
Provision for loss on contract	3,470	559
Other	248,206	243,393
Total current liabilities	779,761	687,349
Non-current liabilities		
Bonds payable	342,054	327,485
Long-term borrowings	575,903	623,939
Retirement benefit liability	12,056	13,580
Other	214,718	215,822
Total non-current liabilities	1,144,732	1,180,828
Total liabilities	1,924,493	1,868,178
Net assets		
Shareholders' equity		
Share capital	126,476	126,476
Capital surplus	54,898	54,341
Retained earnings	161,795	176,085
Treasury shares	(1,164)	(1,162)
Total shareholders' equity	342,006	355,741
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	4,920	8,204
Deferred gains or losses on hedges	(0)	(0)
Revaluation reserve for land	89,899	89,930
Foreign currency translation adjustment	(8,346)	11,631
Remeasurements of defined benefit plans	13,371	11,494
Total accumulated other comprehensive income	99,845	121,261
Non-controlling interests	58,410	60,047
Total net assets	500,262	537,051
Total liabilities and net assets	2,424,755	2,405,229

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

## Consolidated statements of income (cumulative)

(Millions of yen)

	Six months ended September 30, 2022	Six months ended September 30, 2023
Operating revenue	623,066	803,623
Operating expenses		
Operating expenses and cost of sales of transportation	534,348	649,675
Selling, general and administrative expenses	75,642	110,888
Total operating expenses	609,990	760,563
Operating profit	13,076	43,060
Non-operating income		
Interest income	247	1,620
Dividend income	452	541
Share of profit of entities accounted for using equity method	7,747	982
Subsidies for employment adjustment	948	—
Foreign exchange gains	3,663	30
Other	2,080	2,300
Total non-operating income	15,139	5,476
Non-operating expenses		
Interest expenses	4,014	4,874
Other	2,281	3,152
Total non-operating expenses	6,296	8,027
Ordinary profit	21,920	40,509
Extraordinary income		
Contribution received for construction	2,566	1,420
Gain on sale of non-current assets	25	16
Gain on step acquisitions	47,536	—
Other	437	296
Total extraordinary income	50,565	1,733
Extraordinary losses		
Tax purpose reduction entry of contribution for construction	2,563	1,420
Loss on sale of non-current assets	22	365
Loss on retirement of non-current assets	517	348
Impairment losses	22	82
Special survey costs, etc.	—	551
Other	391	433
Total extraordinary losses	3,517	3,202
Profit before income taxes	68,968	39,039
Income taxes	6,948	13,130
Profit	62,019	25,908
Profit attributable to non-controlling interests	698	2,050
Profit attributable to owners of parent	61,321	23,858

**Consolidated statements of comprehensive income (cumulative)**

(Millions of yen)

	Six months ended September 30, 2022	Six months ended September 30, 2023
Profit	62,019	25,908
Other comprehensive income		
Valuation difference on available-for-sale securities	(335)	3,389
Deferred gains or losses on hedges	0	–
Foreign currency translation adjustment	4,375	21,456
Remeasurements of defined benefit plans, net of tax	(1,714)	(1,922)
Share of other comprehensive income of entities accounted for using equity method	(3,832)	91
Total other comprehensive income	(1,506)	23,015
Comprehensive income	60,512	48,924
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	59,748	45,244
Comprehensive income attributable to non-controlling interests	763	3,679

## Consolidated statements of cash flows

(Millions of yen)

	Six months ended September 30, 2022	Six months ended September 30, 2023
Cash flows from operating activities		
Profit before income taxes	68,968	39,039
Depreciation	27,779	35,619
Amortization of goodwill	816	1,627
Reduction entry of land contribution for construction	2,563	1,420
Impairment losses	22	82
Contribution received for construction	(2,566)	(1,420)
Loss (gain) on sale of non-current assets	(2)	349
Loss (gain) on sale of securities	(344)	(30)
Increase (decrease) in retirement benefit liability	(3,090)	(555)
Interest and dividend income	(700)	(2,162)
Interest expenses	4,014	4,874
Subsidies for employment adjustment	(948)	–
Share of loss (profit) of entities accounted for using equity method	(7,747)	(982)
Loss (gain) on step acquisitions	(47,536)	–
Decrease (increase) in trade receivables and contract assets	13,042	50,406
Decrease (increase) in inventories	(925)	(8,560)
Increase (decrease) in trade payables	(6,000)	(11,185)
Other, net	38,846	(6,819)
Subtotal	86,190	101,702
Interest and dividends received	3,443	2,081
Interest paid	(4,098)	(4,641)
Proceeds from subsidies for employment adjustment	1,194	–
Income taxes refund (paid)	(9,143)	(1,519)
Net cash provided by (used in) operating activities	77,586	97,622
Cash flows from investing activities		
Purchase of short-term and long-term investment securities	(530)	(4,355)
Proceeds from sale and redemption of short-term and long-term investment securities	421	11,196
Purchase of shares of subsidiaries resulting in change in scope of consolidation	(19,183)	–
Proceeds from purchase of shares of subsidiaries resulting in change in scope of consolidation	–	49
Purchase of property, plant and equipment and intangible assets	(15,626)	(28,367)
Proceeds from sale of property, plant and equipment and intangible assets	164	146
Proceeds from contribution received for construction	2,566	1,420
Other, net	1,773	(1,402)
Net cash provided by (used in) investing activities	(30,414)	(21,312)

(Millions of yen)

	Six months ended September 30, 2022	Six months ended September 30, 2023
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	124,719	(51,050)
Proceeds from long-term borrowings	61,150	114,300
Repayments of long-term borrowings	(62,174)	(66,956)
Net increase (decrease) in commercial papers	(15,000)	(35,000)
Proceeds from issuance of bonds	—	29,817
Redemption of bonds	(1,184)	(41,568)
Dividends paid	(4,762)	(9,524)
Dividends paid to non-controlling interests	(570)	(966)
Repayments of lease liabilities	(4,551)	(8,898)
Other, net	(1,687)	(1,284)
Net cash provided by (used in) financing activities	95,938	(71,132)
Effect of exchange rate change on cash and cash equivalents	1,470	10,621
Net increase (decrease) in cash and cash equivalents	144,580	15,798
Cash and cash equivalents at beginning of period	75,765	208,188
Increase (decrease) in cash and cash equivalents	(21)	—
Increase (decrease) in cash and cash equivalents resulting from change in scope of consolidation	—	5
Cash and cash equivalents at end of period	220,324	223,992