

Translation

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

August 5, 2022

Company name: The Shibusawa Warehouse Co., Ltd.
 Stock exchange listing: Tokyo
 Stock code: 9304 URL <https://www.shibusawa.co.jp/>
 Representative: PRESIDENT REPRESENTATIVE TAKESHI OSUMI
 DIRECTOR
 SENIOR EXECUTIVE OFFICER
 Inquiries: GENERAL MANAGER MASATOSHI HOSHI TEL 03-5646-7235
 FINACING & ACCOUNTING DIV.
 Scheduled date to file Quarterly Securities Report: August 10, 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

	Operating revenue		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	18,648	7.1	1,070	(2.4)	1,540	17.8	1,079	21.5
Three months ended June 30, 2021	17,405	8.1	1,097	24.1	1,307	21.2	888	6.2

Note: Comprehensive income Three months ended June 30, 2022 ¥1,234 million [4.7%]
 Three months ended June 30, 2021 ¥1,179 million [(10.2)%]

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2022	70.99		–	
Three months ended June 30, 2021	58.42		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of June 30, 2022	108,226	54,279	49.9	3,548.65
As of March 31, 2022	108,991	53,655	48.9	3,507.76

Reference: Equity As of June 30, 2022 ¥53,955 million
 As of March 31, 2022 ¥53,334 million

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	–	30.00	–	40.00	70.00
Year ending March 31, 2023	–	–	–	–	–
Year ending March 31, 2023 (Forecast)	–	40.00	–	40.00	80.00

Note: Revisions to the cash dividend forecasts most recently announced: None

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

	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
Six months ending September 30, 2022	36,600	3.8	2,400	4.8	2,720	7.2	1,900	9.4	124.96
Full year	71,800	0.1	4,600	1.9	5,100	(26.4)	3,200	(39.1)	210.46

Note: Revisions to the financial results forecasts most recently announced: None

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: 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 June 30, 2022	15,217,747 shares	As of March 31, 2022	15,217,747 shares
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Number of treasury shares at the end of the period

As of June 30, 2022	13,128 shares	As of March 31, 2022	13,097 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2022	15,204,619 shares	Three months ended June 30, 2021	15,204,650 shares
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* Quarterly financial results reports are exempt from quarterly review conducted by certified public accountants or an audit corporation.

* Proper use of the forecasts of financial results, and other special matters

(Caution concerning forward-looking statements)

The forward-looking statements, including financial results forecasts, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. These statements do not purport that the Company pledges to realize such statements. Actual performance and other results may differ due to various factors.

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	18,232	17,349
Notes and accounts receivable	12,977	13,249
Securities	3,000	3,000
Other	2,895	2,966
Allowance for doubtful accounts	(10)	(9)
Total current assets	37,094	36,556
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	29,566	29,158
Land	17,752	17,752
Other, net	2,316	2,422
Total property, plant and equipment	49,635	49,334
Intangible assets	1,083	1,044
Investments and other assets		
Investment securities	19,179	19,242
Other	2,002	2,054
Allowance for doubtful accounts	(31)	(31)
Total investments and other assets	21,149	21,265
Total non-current assets	71,868	71,644
Deferred assets	28	25
Total assets	108,991	108,226

(Millions of yen)

	As of March 31, 2022	As of June 30, 2022
Liabilities		
Current liabilities		
Trade notes and accounts payable	6,087	5,712
Short-term borrowings	5,745	5,085
Current portion of bonds payable	–	7,000
Income taxes payable	932	459
Provisions	705	348
Other	2,270	2,729
Total current liabilities	15,740	21,335
Non-current liabilities		
Bonds payable	10,000	3,000
Long-term borrowings	20,140	20,105
Long-term deposits received	5,634	5,726
Retirement benefit liability	2,314	2,298
Other	1,506	1,481
Total non-current liabilities	39,595	32,611
Total liabilities	55,336	53,946
Net assets		
Shareholders' equity		
Share capital	7,847	7,847
Capital surplus	6,391	6,391
Retained earnings	34,304	34,775
Treasury shares	(24)	(24)
Total shareholders' equity	48,518	48,990
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	5,074	4,978
Foreign currency translation adjustment	(258)	(12)
Remeasurements of defined benefit plans	(1)	(0)
Total accumulated other comprehensive income	4,815	4,965
Non-controlling interests	320	324
Total net assets	53,655	54,279
Total liabilities and net assets	108,991	108,226

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

Consolidated statements of income (cumulative)

(Millions of yen)

	Three months ended June 30, 2021	Three months ended June 30, 2022
Operating revenue		
Warehousing fee income	2,198	2,137
Stevedoring income	1,806	1,808
Handling income	3,546	4,593
Transportation income	7,903	8,032
Godown Rental income	465	507
Real estate income	1,421	1,496
Other	64	73
Total operating revenue	17,405	18,648
Operating costs		
Stevedoring cost	10,946	12,089
Building rent	980	980
Salaries and allowances	938	962
Depreciation	751	683
Other	1,832	1,945
Total operating costs	15,449	16,661
Operating gross profit	1,956	1,986
Selling, general and administrative expenses	859	916
Operating profit	1,097	1,070
Non-operating income		
Interest income	7	3
Dividend income	206	318
Share of profit of entities accounted for using equity method	0	128
Other	44	64
Total non-operating income	259	514
Non-operating expenses		
Interest expenses	36	34
Other	13	10
Total non-operating expenses	49	44
Ordinary profit	1,307	1,540
Profit before income taxes	1,307	1,540
Income taxes	413	459
Profit	894	1,081
Profit attributable to non-controlling interests	6	2
Profit attributable to owners of parent	888	1,079

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Three months ended June 30, 2021	Three months ended June 30, 2022
Profit	894	1,081
Other comprehensive income		
Valuation difference on available-for-sale securities	39	(96)
Foreign currency translation adjustment	165	172
Remeasurements of defined benefit plans, net of tax	1	0
Share of other comprehensive income of entities accounted for using equity method	77	76
Total other comprehensive income	284	153
Comprehensive income	1,179	1,234
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,173	1,229
Comprehensive income attributable to non-controlling interests	6	5

Consolidated statements of cash flows

(Millions of yen)

	Three months ended June 30, 2021	Three months ended June 30, 2022
Cash flows from operating activities		
Profit before income taxes	1,307	1,540
Depreciation	796	719
Increase (decrease) in allowance for doubtful accounts	(0)	(0)
Increase (decrease) in retirement benefit liability	(38)	(15)
Interest and dividend income	(214)	(322)
Interest expenses	36	34
Share of loss (profit) of entities accounted for using equity method	(0)	(128)
Loss (gain) on sale of non-current assets	(7)	(0)
Loss on retirement of non-current assets	0	0
Decrease (increase) in trade receivables	(471)	(235)
Increase (decrease) in trade payables	(247)	(408)
Other, net	(1,004)	(74)
Subtotal	156	1,108
Interest and dividends received	227	325
Interest paid	(48)	(49)
Income taxes paid	(638)	(888)
Net cash provided by (used in) operating activities	(304)	495
Cash flows from investing activities		
Proceeds from withdrawal of time deposits	1,464	–
Purchase of property, plant and equipment	(223)	(183)
Proceeds from sale of property, plant and equipment	8	1
Purchase of intangible assets	(70)	(22)
Purchase of investment securities	(2)	(4)
Other, net	0	0
Net cash provided by (used in) investing activities	1,175	(208)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(28)	6
Proceeds from long-term borrowings	5,000	500
Repayments of long-term borrowings	(6,802)	(1,202)
Dividends paid	(395)	(608)
Dividends paid to non-controlling interests	(1)	(1)
Repayments of lease liabilities	(9)	(29)
Other, net	–	(0)
Net cash provided by (used in) financing activities	(2,236)	(1,335)
Effect of exchange rate change on cash and cash equivalents	32	102
Net increase (decrease) in cash and cash equivalents	(1,333)	(946)
Cash and cash equivalents at beginning of period	18,450	20,146
Increase (decrease) in cash and cash equivalents resulting from change in scope of consolidation	157	–
Cash and cash equivalents at end of period	17,274	19,199