

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, 2024 (Based on Japanese GAAP)

August 7, 2024

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
 GENERAL MANAGER
 Inquiries: FINACING & ACCOUNTING DIV. SATORU IKEDA TEL 03-5646-7235
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on financial results: No
 Holding of financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the three months ended June 30, 2024 (from April 1, 2024 to June 30, 2024)

(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, 2024	19,470	5.9	1,263	32.6	1,690	29.3	1,629	90.5
Three months ended June 30, 2023	18,381	(1.4)	952	(11.0)	1,307	(15.2)	855	(20.7)

Note: Comprehensive income Three months ended June 30, 2024 ¥2,250 million [33.9%]
 Three months ended June 30, 2023 ¥1,681 million [36.2%]

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2024	109.96		–	
Three months ended June 30, 2023	56.47		–	

(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, 2024	114,723	61,998	53.3	4,215.29
As of March 31, 2024	112,772	62,627	54.7	4,074.00

Reference: Equity As of June 30, 2024 ¥61,095 million
 As of March 31, 2024 ¥61,736 million

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended March 31, 2024	–	45.00	–	55.00	100.00
Year ending March 31, 2025	–				
Year ending March 31, 2025 (Forecast)		55.00	–	55.00	110.00

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

3. Forecast of consolidated financial results for the year ending March 31, 2025 (from April 1, 2024 to March 31, 2025)

	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, 2024	39,000	5.1	2,500	16.3	2,900	10.1	2,100	19.8	138.58
Full year	78,000	6.2	4,700	10.0	5,300	4.1	4,100	10.0	270.56

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

4. Notes

- (1) Significant changes in the scope of consolidation during the three months ended June 30, 2024: 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: 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 June 30, 2024	15,217,747 shares	As of March 31, 2024	15,217,747 shares
---------------------	-------------------	----------------------	-------------------

Number of treasury shares at the end of the period

As of June 30, 2024	723,859 shares	As of March 31, 2024	63,859 shares
---------------------	----------------	----------------------	---------------

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

Three months ended June 30, 2024	14,823,888 shares	Three months ended June 30, 2023	15,152,182 shares
----------------------------------	-------------------	----------------------------------	-------------------

Note: The Company has introduced a share-based remuneration plan (Board Benefit Trust) for Directors (excluding outside Directors) using a trust, and the Company's shares held by the trust account are included in the number of treasury shares that were excluded when calculating the average number of shares during the period. (50,500 shares in the three months ended June 30, 2024 and 52,300 shares in the three months ended June 30, 2023)

* Review of the Japanese-language originals of the attached quarterly consolidated financial statements by certified public accountants or an audit corporation: None

* 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, 2024	As of June 30, 2024
Assets		
Current assets		
Cash and deposits	12,477	12,237
Notes and accounts receivable	13,330	13,879
Other	2,649	3,551
Allowance for doubtful accounts	(3)	(3)
Total current assets	28,453	29,664
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	28,138	27,747
Land	22,963	22,963
Construction in progress	3,244	3,452
Other, net	1,715	2,338
Total property, plant and equipment	56,061	56,500
Intangible assets	956	956
Investments and other assets		
Investment securities	25,384	25,675
Other	1,936	1,945
Allowance for doubtful accounts	(31)	(31)
Total investments and other assets	27,289	27,589
Total non-current assets	84,307	85,047
Deferred assets	11	11
Total assets	112,772	114,723

(Millions of yen)

	As of March 31, 2024	As of June 30, 2024
Liabilities		
Current liabilities		
Trade notes and accounts payable	5,769	5,828
Short-term borrowings	4,823	7,200
Current portion of bonds payable	28	28
Income taxes payable	834	803
Provisions	772	369
Other	4,601	5,896
Total current liabilities	16,828	20,126
Non-current liabilities		
Bonds payable	3,074	3,074
Long-term borrowings	19,298	18,340
Long-term deposits received	5,857	5,864
Retirement benefit liability	2,275	2,276
Other	2,812	3,043
Total non-current liabilities	33,316	32,598
Total liabilities	50,145	52,725
Net assets		
Shareholders' equity		
Share capital	7,847	7,847
Capital surplus	6,446	6,446
Retained earnings	39,207	40,001
Treasury shares	(131)	(2,171)
Total shareholders' equity	53,369	52,124
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	7,782	8,066
Foreign currency translation adjustment	559	881
Remeasurements of defined benefit plans	25	24
Total accumulated other comprehensive income	8,366	8,971
Non-controlling interests	890	902
Total net assets	62,627	61,998
Total liabilities and net assets	112,772	114,723

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, 2023	Three months ended June 30, 2024
Operating revenue		
Warehousing fee income	2,248	2,426
Stevedoring income	1,802	1,920
Handling income	3,770	3,597
Transportation income	7,983	8,650
Godown Rental income	587	646
Real estate income	1,426	1,458
Other	562	769
Total operating revenue	18,381	19,470
Operating costs		
Stevedoring cost	11,525	12,265
Building rent	1,085	1,136
Salaries and allowances	1,084	1,063
Depreciation	675	635
Other	2,032	2,121
Total operating costs	16,403	17,222
Operating gross profit	1,977	2,247
Selling, general and administrative expenses	1,024	984
Operating profit	952	1,263
Non-operating income		
Interest income	17	32
Dividend income	307	383
Share of profit of entities accounted for using equity method	54	23
Other	39	27
Total non-operating income	419	466
Non-operating expenses		
Interest expenses	35	27
Restoration cost	15	–
Other	14	11
Total non-operating expenses	64	39
Ordinary profit	1,307	1,690
Extraordinary income		
Gain on sale of investment securities	–	756
Total extraordinary income	–	756
Extraordinary losses		
Loss on disposal of non-current assets	32	–
Total extraordinary losses	32	–
Profit before income taxes	1,274	2,446
Income taxes	402	801
Profit	871	1,645
Profit attributable to non-controlling interests	16	15
Profit attributable to owners of parent	855	1,629

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
Profit	871	1,645
Other comprehensive income		
Valuation difference on available-for-sale securities	784	285
Foreign currency translation adjustment	7	238
Remeasurements of defined benefit plans, net of tax	(0)	(0)
Share of other comprehensive income of entities accounted for using equity method	17	82
Total other comprehensive income	809	605
Comprehensive income	1,681	2,250
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,652	2,234
Comprehensive income attributable to non-controlling interests	29	16

Consolidated statements of cash flows

(Millions of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
Cash flows from operating activities		
Profit before income taxes	1,274	2,446
Depreciation	710	672
Increase (decrease) in allowance for doubtful accounts	(0)	(0)
Increase (decrease) in retirement benefit liability	(36)	0
Interest and dividend income	(324)	(415)
Interest expenses	35	27
Share of loss (profit) of entities accounted for using equity method	(54)	(23)
Loss (gain) on sale of investment securities	–	(756)
Loss (gain) on sale of non-current assets	(4)	(3)
Loss on retirement of non-current assets	0	1
Decrease (increase) in trade receivables	89	(525)
Increase (decrease) in trade payables	(261)	41
Other, net	(390)	(710)
Subtotal	1,037	757
Interest and dividends received	313	466
Interest paid	(50)	(39)
Income taxes paid	(784)	(790)
Net cash provided by (used in) operating activities	515	393
Cash flows from investing activities		
Payments into time deposits	(118)	(51)
Proceeds from withdrawal of time deposits	138	65
Purchase of property, plant and equipment	(261)	(217)
Proceeds from sale of property, plant and equipment	12	5
Purchase of intangible assets	(22)	(48)
Purchase of investment securities	(7)	(4)
Proceeds from sale and redemption of investment securities	–	890
Other, net	0	0
Net cash provided by (used in) investing activities	(260)	640
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	48	2,038
Repayments of long-term borrowings	(770)	(618)
Redemption of bonds	(7,000)	–
Purchase of treasury shares	(0)	(2,039)
Dividends paid	(684)	(836)
Dividends paid to non-controlling interests	(3)	(3)
Repayments of lease liabilities	(27)	(16)
Net cash provided by (used in) financing activities	(8,438)	(1,476)
Effect of exchange rate change on cash and cash equivalents	6	35
Net increase (decrease) in cash and cash equivalents	(8,176)	(406)
Cash and cash equivalents at beginning of period	22,324	9,547
Cash and cash equivalents at end of period	14,148	9,141