

Translation

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Summary of Consolidated Financial Results for the Six Months Ended September 30, 2024 (Based on Japanese GAAP)

November 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 file Semi-annual Securities Report: November 11, 2024
 Scheduled date to commence dividend payments: December 2, 2024
 Preparation of supplementary material on financial results: Yes
 Holding of financial results meeting: Yes (for institutional investors and analysts)

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the six months ended September 30, 2024 (from April 1, 2024 to September 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	%
Six months ended September 30, 2024	39,589	6.7	2,678	24.7	3,131	18.9	2,645	51.0
Six months ended September 30, 2023	37,094	(5.7)	2,148	(12.4)	2,634	(13.7)	1,752	(27.8)

Note: Comprehensive income Six months ended September 30, 2024 ¥3,424 million [(1.8)%]
 Six months ended September 30, 2023 ¥3,487 million [18.6%]

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Six months ended September 30, 2024	180.20		-	
Six months ended September 30, 2023	115.67		-	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of September 30, 2024	113,068	63,172	55.0	4,294.41
As of March 31, 2024	112,772	62,627	54.7	4,074.00

Reference: Equity As of September 30, 2024 ¥62,242 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	Yen	Yen	Yen	Yen
Year ended March 31, 2024	-	45.00	-	55.00	100.00
Year ending March 31, 2025	-	60.00	-	-	-
Year ending March 31, 2025 (Forecast)	-	-	-	60.00	120.00

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)

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	78,000	6.2	4,700	10.0	5,400	6.1	4,500	20.7	310.48

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

4. Notes

- (1) Significant changes in the scope of consolidation during the six months ended September 30, 2024: No
- (2) Application of special accounting methods for preparing semi-annual 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 September 30, 2024	15,217,747 shares	As of March 31, 2024	15,217,747 shares
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Number of treasury shares at the end of the period

As of September 30, 2024	723,888 shares	As of March 31, 2024	63,859 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, 2024	14,682,447 shares	Six months ended September 30, 2023	15,152,791 shares
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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 six months ended September 30, 2024 and 51,700 shares in the six months ended September 30, 2023)

* Semi-annual financial results reports are exempt from 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.

Semi-annual consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2024	As of September 30, 2024
Assets		
Current assets		
Cash and deposits	12,477	11,495
Notes and accounts receivable	13,330	14,188
Other	2,649	2,868
Allowance for doubtful accounts	(3)	(3)
Total current assets	28,453	28,548
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	28,138	27,423
Land	22,963	22,963
Construction in progress	3,244	3,431
Other, net	1,715	2,242
Total property, plant and equipment	56,061	56,060
Intangible assets	956	966
Investments and other assets		
Investment securities	25,384	25,520
Other	1,936	1,992
Allowance for doubtful accounts	(31)	(31)
Total investments and other assets	27,289	27,481
Total non-current assets	84,307	84,508
Deferred assets	11	10
Total assets	112,772	113,068

(Millions of yen)

	As of March 31, 2024	As of September 30, 2024
Liabilities		
Current liabilities		
Trade notes and accounts payable	5,769	5,615
Short-term borrowings	4,823	7,192
Current portion of bonds payable	28	28
Income taxes payable	834	1,249
Provisions	772	739
Other	4,601	3,082
Total current liabilities	16,828	17,907
Non-current liabilities		
Bonds payable	3,074	3,060
Long-term borrowings	19,298	17,840
Long-term deposits received	5,857	5,863
Retirement benefit liability	2,275	2,256
Other	2,812	2,967
Total non-current liabilities	33,316	31,988
Total liabilities	50,145	49,895
Net assets		
Shareholders' equity		
Share capital	7,847	7,847
Capital surplus	6,446	6,446
Retained earnings	39,207	41,017
Treasury shares	(131)	(2,171)
Total shareholders' equity	53,369	53,140
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	7,782	7,865
Foreign currency translation adjustment	559	1,214
Remeasurements of defined benefit plans	25	23
Total accumulated other comprehensive income	8,366	9,102
Non-controlling interests	890	929
Total net assets	62,627	63,172
Total liabilities and net assets	112,772	113,068

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, 2023	Six months ended September 30, 2024
Operating revenue		
Warehousing fee income	4,542	4,899
Stevedoring income	3,602	3,932
Handling income	7,500	7,418
Land Transportation income	16,241	17,480
Godown Rental income	1,181	1,298
Real estate rent	2,856	3,026
Other	1,168	1,532
Total operating revenue	37,094	39,589
Operating costs		
Stevedoring cost	23,227	24,859
Building rent	2,151	2,305
Salaries and allowances	2,156	2,125
Depreciation	1,344	1,277
Other	4,065	4,357
Total operating costs	32,944	34,925
Operating gross profit	4,149	4,664
Selling, general and administrative expenses	2,000	1,985
Operating profit	2,148	2,678
Non-operating income		
Interest income	46	72
Dividend income	359	420
Share of profit of entities accounted for using equity method	123	51
Other	61	49
Total non-operating income	591	593
Non-operating expenses		
Interest expenses	66	59
Donations	0	53
Other	38	27
Total non-operating expenses	105	140
Ordinary profit	2,634	3,131
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	2,601	3,887
Income taxes	811	1,207
Profit	1,789	2,680
Profit attributable to non-controlling interests	36	34
Profit attributable to owners of parent	1,752	2,645

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Profit	1,789	2,680
Other comprehensive income		
Valuation difference on available-for-sale securities	1,250	96
Foreign currency translation adjustment	285	497
Remeasurements of defined benefit plans, net of tax	(0)	(1)
Share of other comprehensive income of entities accounted for using equity method	162	152
Total other comprehensive income	1,698	744
Comprehensive income	3,487	3,424
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,415	3,381
Comprehensive income attributable to non-controlling interests	71	43

Consolidated statements of cash flows

(Millions of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Cash flows from operating activities		
Profit before income taxes	2,601	3,887
Depreciation	1,415	1,353
Increase (decrease) in allowance for doubtful accounts	(2)	0
Increase (decrease) in retirement benefit liability	(87)	(19)
Interest and dividend income	(406)	(492)
Interest expenses	66	59
Share of loss (profit) of entities accounted for using equity method	(123)	(51)
Loss (gain) on sale of investment securities	–	(756)
Loss (gain) on sale of non-current assets	(6)	(9)
Loss on retirement of non-current assets	1	1
Decrease (increase) in trade receivables	(637)	(807)
Increase (decrease) in trade payables	(104)	(190)
Other, net	176	25
Subtotal	2,893	3,001
Interest and dividends received	541	590
Interest paid	(71)	(60)
Income taxes paid	(802)	(799)
Net cash provided by (used in) operating activities	2,561	2,731
Cash flows from investing activities		
Payments into time deposits	(2,309)	(2,555)
Proceeds from withdrawal of time deposits	2,384	2,391
Purchase of property, plant and equipment	(4,071)	(2,920)
Proceeds from sale of property, plant and equipment	22	10
Purchase of intangible assets	(43)	(86)
Purchase of investment securities	(22)	(22)
Proceeds from sale and redemption of investment securities	–	890
Other, net	0	0
Net cash provided by (used in) investing activities	(4,039)	(2,291)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(136)	2,266
Proceeds from long-term borrowings	100	–
Repayments of long-term borrowings	(1,570)	(1,355)
Redemption of bonds	(7,014)	(14)
Purchase of treasury shares	(0)	(2,039)
Dividends paid	(683)	(835)
Dividends paid to non-controlling interests	(3)	(3)
Repayments of lease liabilities	(62)	(42)
Other, net	(3)	–
Net cash provided by (used in) financing activities	(9,374)	(2,023)
Effect of exchange rate change on cash and cash equivalents	27	61
Net increase (decrease) in cash and cash equivalents	(10,825)	(1,521)
Cash and cash equivalents at beginning of period	22,324	9,547
Cash and cash equivalents at end of period	11,499	8,026