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November 4, 2021

Summary of Consolidated Financial Results for the Six Months Ended September 30, 2021 (Under Japanese GAAP)

Company name: Keio Corporation
 Listing: Tokyo Stock Exchange
 Securities code: 9008
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 Scheduled date to file quarterly securities report: November 12, 2021
 Scheduled date to commence dividend payments: November 30, 2021
 Preparation of supplementary material on quarterly financial results: Yes
 Holding of quarterly financial results briefing: 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, 2021 (from April 1, 2021 to September 30, 2021)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Operating revenues		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, 2021	137,866	(0.3)	(1,337)	—	816	—	(1,070)	—
September 30, 2020	138,249	(36.5)	(16,481)	—	(15,891)	—	(13,515)	—

Note: Comprehensive income For the six months ended September 30, 2021: ¥(851) million [—%]
 For the six months ended September 30, 2020: ¥(16,596) million [—%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2021	(8.77)	—
September 30, 2020	(110.69)	—

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
September 30, 2021	897,490	339,539	37.8
March 31, 2021	912,624	344,395	37.7

Reference: Shareholders' equity
 As of September 30, 2021: ¥339,554 million
 As of March 31, 2021: ¥344,346 million

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2021	—	20.00	—	20.00	40.00
Fiscal year ending March 31, 2022	—	20.00			
Fiscal year ending March 31, 2022 (Forecast)			—	20.00	40.00

Note: Revisions to the forecast of cash dividends most recently announced: Yes

3. Forecast of consolidated financial results for the year ending March 31, 2022 (from April 1, 2021 to March 31, 2022)

(Percentages indicate year-on-year changes.)

	Operating revenues		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	305,000	(3.3)	400	—	3,500	—	1,800	—	14.74

Note: Revisions to the forecast of consolidated financial results most recently announced : Yes

*** Notes**

- (1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: Yes
- (3) Changes in accounting policies, changes in accounting estimates, and restatement
- (i) Changes in accounting policies due to revisions to accounting standards and other regulations: Yes
 - (ii) Changes in accounting policies due to other reasons: No
 - (iii) Changes in accounting estimates: No
 - (iv) Restatement: No

(4) Number of issued shares (common shares)

- (i) Total number of issued shares at the end of the period (including treasury shares)

As of September 30, 2021	128,550,830 shares
As of March 31, 2021	128,550,830 shares

- (ii) Number of treasury shares at the end of the period

As of September 30, 2021	6,450,171 shares
As of March 31, 2021	6,451,097 shares

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

Six months ended September 30, 2021	122,100,007 shares
Six months ended September 30, 2020	122,101,225 shares

Note: The number of the Company's shares held by the Officer Compensation Trust Account included within the number of treasury shares is as follows:

2Q FYE March 2022: 56,300 shares FYE March 2021: 57,900 shares

* Quarterly financial results reports are exempt from quarterly review conducted by certified public accountants or an audit corporation.

* Proper use of earnings forecasts, and other special matters

The earnings forecasts and outlines on future performance noted in these materials include projections based on certain forecasts/assumptions made at the time of publication.

Actual performance may differ from forecast figures due to various factors.

Quarterly consolidated financial statements

Consolidated balance sheets

(Millions of yen)

	As of March 31, 2021	As of September 30, 2021
Assets		
Current assets		
Cash and deposits	76,772	77,580
Notes and accounts receivable-trade	38,009	—
Notes and accounts receivable-trade and contract assets	—	26,172
Merchandise and finished goods	11,965	14,856
Work in process	21,387	21,037
Raw materials and supplies	2,289	2,255
Other	8,612	7,264
Allowance for doubtful accounts	(13)	(14)
Total current assets	159,022	149,152
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	332,049	326,230
Land	235,322	235,949
Construction in progress	46,673	52,095
Other, net	42,671	39,275
Total property, plant and equipment	656,717	653,549
Intangible assets	14,736	14,286
Investments and other assets		
Investment securities	50,251	49,812
Other	32,028	30,814
Allowance for doubtful accounts	(132)	(125)
Total investments and other assets	82,147	80,501
Total non-current assets	753,601	748,338
Total assets	912,624	897,490

(Millions of yen)

	As of March 31, 2021	As of September 30, 2021
Liabilities		
Current liabilities		
Notes and accounts payable-trade	16,043	12,375
Short-term borrowings	66,193	67,256
Current portion of bonds	20,000	—
Commercial papers	30,004	50,013
Income taxes payable	2,493	4,641
Provisions	3,956	5,563
Other	83,098	76,725
Total current liabilities	221,791	216,576
Non-current liabilities		
Bonds payable	150,000	150,000
Long-term borrowings	133,412	128,262
Retirement benefit liability	22,930	22,915
Other	40,095	40,197
Total non-current liabilities	346,438	341,375
Total liabilities	568,229	557,951
Net assets		
Shareholders' equity		
Share capital	59,023	59,023
Capital surplus	42,187	42,187
Retained earnings	252,952	247,874
Treasury shares	(19,740)	(19,735)
Total shareholders' equity	334,422	329,350
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	7,681	8,403
Foreign currency translation adjustment	4	4
Remeasurements of defined benefit plans	2,237	1,796
Total accumulated other comprehensive income	9,923	10,204
Non-controlling interests	48	(15)
Total net assets	344,395	339,539
Total liabilities and net assets	912,624	897,490

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

Quarterly consolidated statements of income (cumulative)

	(Millions of yen)	
	Six months ended September 30, 2020	Six months ended September 30, 2021
Operating revenues	138,249	137,866
Operating expenses		
Operating expenses and cost of sales of transportation	130,952	116,215
Selling, general and administrative expenses	23,777	22,989
Total operating expenses	154,730	139,204
Operating loss	(16,481)	(1,337)
Non-operating income		
Interest income	9	10
Dividend income	688	578
Subsidy income etc	1,680	2,944
Other	360	338
Total non-operating income	2,738	3,872
Non-operating expenses		
Interest expenses	1,553	1,480
Share of loss of entities accounted for using equity method	252	128
Other	342	109
Total non-operating expenses	2,148	1,717
Ordinary profit (loss)	(15,891)	816
Extraordinary income		
Gain on sales of non-current assets	89	2,185
Contribution for construction	222	144
Other	5,530	307
Total extraordinary income	5,841	2,638
Extraordinary losses		
Loss on retirement of non-current assets	323	225
Loss on valuation of investment securities	144	96
Loss on tax purpose reduction entry of non-current assets	221	72
Other	365	40
Total extraordinary losses	1,055	435
Profit (loss) before income taxes	(11,104)	3,019
Income taxes	2,519	4,152
Loss	(13,623)	(1,132)
Loss attributable to non-controlling interests	(108)	(61)
Loss attributable to owners of parent	(13,515)	(1,070)

Quarterly consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Six months ended September 30, 2020	Six months ended September 30, 2021
Loss	(13,623)	(1,132)
Other comprehensive income		
Valuation difference on available-for-sale securities	(2,428)	722
Remeasurements of defined benefit plans, net of tax	(544)	(441)
Share of other comprehensive income of entities accounted for using equity method	(1)	(0)
Total other comprehensive income	(2,973)	281
Comprehensive income	(16,596)	(851)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(16,488)	(789)
Comprehensive income attributable to non-controlling interests	(108)	(61)