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November 6, 2023

Summary of Consolidated Financial Results for the Six Months Ended September 30, 2023 (Under Japanese GAAP)

Company name: Keio Corporation
 Listing: Tokyo Stock Exchange
 Securities code: 9008
 URL: <https://www.keio.co.jp/>
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 Scheduled date to file quarterly securities report: November 14, 2023
 Scheduled date to commence dividend payments: November 30, 2023
 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, 2023 (from April 1, 2023 to September 30, 2023)

(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, 2023	184,058	15.9	23,908	153.9	23,581	146.4	17,214	305.3
September 30, 2022	158,826	15.2	9,416	—	9,572	—	4,247	—

Note: Comprehensive income For the six months ended September 30, 2023: ¥ 27,965 million [728.8%]
 For the six months ended September 30, 2022: ¥ 3,374 million [—%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended		
September 30, 2023	140.98	—
September 30, 2022	34.79	—

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
	Millions of yen	Millions of yen	%
As of			
September 30, 2023	987,581	377,067	38.2
March 31, 2023	955,233	351,566	36.8

Reference: Shareholders' equity
 As of September 30, 2023: ¥ 377,092 million
 As of March 31, 2023: ¥ 351,591 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, 2023	—	20.00	—	20.00	40.00
Fiscal year ending March 31, 2024	—	22.50			
Fiscal year ending March 31, 2024 (Forecast)			—	22.50	45.00

Note: Revisions to the forecast of cash dividends most recently announced: No

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 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	393,000	13.2	36,000	67.6	35,200	61.7	25,200	92.2	206.37

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: No
 - (ii) Changes in accounting policies due to other reasons: No
 - (iii) Changes in accounting estimates: Yes
 - (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, 2023	128,550,830 shares
As of March 31, 2023	128,550,830 shares

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

As of September 30, 2023	6,441,390 shares
As of March 31, 2023	6,440,445 shares

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

Six months ended September 30, 2023	122,109,825 shares
Six months ended September 30, 2022	122,101,224 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 2024: 43,400 shares FYE March 2023: 43,400 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, 2023	As of September 30, 2023
Assets		
Current assets		
Cash and deposits	71,030	79,296
Notes and accounts receivable-trade and contract assets	45,298	38,641
Merchandise and finished goods	17,096	23,533
Work in process	40,777	45,286
Raw materials and supplies	2,345	2,469
Other	6,359	7,223
Allowance for doubtful accounts	(13)	(39)
Total current assets	182,894	196,411
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	320,606	325,270
Land	239,423	239,466
Construction in progress	72,003	77,768
Other, net	37,555	35,692
Total property, plant and equipment	669,590	678,199
Intangible assets	19,500	20,395
Investments and other assets		
Investment securities	55,917	68,097
Other	27,482	24,618
Allowance for doubtful accounts	(151)	(140)
Total investments and other assets	83,248	92,576
Total non-current assets	772,338	791,170
Total assets	955,233	987,581

(Millions of yen)

	As of March 31, 2023	As of September 30, 2023
Liabilities		
Current liabilities		
Notes and accounts payable-trade	18,633	15,895
Short-term borrowings	81,616	83,652
Income taxes payable	3,288	6,002
Provisions	4,229	6,861
Other	111,646	100,722
Total current liabilities	219,414	213,134
Non-current liabilities		
Bonds payable	170,000	170,000
Long-term borrowings	151,036	155,733
Retirement benefit liability	21,983	18,221
Asset retirement obligations	4,460	15,193
Other	36,771	38,231
Total non-current liabilities	384,251	397,379
Total liabilities	603,666	610,514
Net assets		
Shareholders' equity		
Share capital	59,023	59,023
Capital surplus	42,187	42,187
Retained earnings	260,315	275,087
Treasury shares	(19,673)	(19,678)
Total shareholders' equity	341,853	356,620
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	9,031	17,239
Deferred gains or losses on hedge	—	(16)
Foreign currency translation adjustment	11	16
Remeasurements of defined benefit plans	694	3,232
Total accumulated other comprehensive income	9,738	20,471
Non-controlling interests	(24)	(24)
Total net assets	351,566	377,067
Total liabilities and net assets	955,233	987,581

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, 2022	Six months ended September 30, 2023
Operating revenues	158,826	184,058
Operating expenses		
Operating expenses and cost of sales of transportation	125,999	135,667
Selling, general and administrative expenses	23,409	24,482
Total operating expenses	149,409	160,150
Operating profit	9,416	23,908
Non-operating income		
Interest income	9	9
Dividend income	562	673
Share of profit of entities accounted for using equity method	—	101
Other	1,252	542
Total non-operating income	1,824	1,325
Non-operating expenses		
Interest expenses	1,420	1,579
Share of loss of entities accounted for using equity method	89	—
Other	158	73
Total non-operating expenses	1,668	1,652
Ordinary profit	9,572	23,581
Extraordinary income		
Gain on sales of non-current assets	93	148
Contribution for construction	462	89
Other	98	—
Total extraordinary income	654	238
Extraordinary losses		
Loss on retirement of non-current assets	318	147
Compensation for tenants closing	87	82
Loss on tax purpose reduction entry of non-current assets	447	50
Other	138	25
Total extraordinary losses	991	305
Profit before income taxes	9,235	23,514
Income taxes	5,000	6,283
Profit	4,235	17,231
Profit (loss) attributable to non-controlling interests	(12)	16
Profit attributable to owners of parent	4,247	17,214

Quarterly Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Six months ended September 30, 2022	Six months ended September 30, 2023
Profit	4,235	17,231
Other comprehensive income		
Valuation difference on available-for-sale securities	(572)	8,206
Deferred gains or losses on hedge	–	(16)
Remeasurements of defined benefit plans, net of tax	(295)	2,537
Share of other comprehensive income of entities accounted for using equity method	6	5
Total other comprehensive income	(860)	10,733
Comprehensive income	3,374	27,965
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,386	27,948
Comprehensive income attributable to non-controlling interests	(12)	16