

Translation

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

August 2, 2024

Company name: Hankyu Hanshin Holdings, Inc.
 Stock exchange listing: Tokyo
 Stock code: 9042 URL <https://www.hankyu-hanshin.co.jp/>
 Representative: President and Representative Director Yasuo Shimada
 Inquiries: Accounting Manager of the Group Planning Hideo Nobumoto TEL 06-6373-5013
 Division
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on financial results: Yes
 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	261,933	6.7	34,058	0.9	42,518	15.4	34,458	37.3
Three months ended June 30, 2023	245,524	7.2	33,750	38.2	36,831	43.0	25,098	49.2

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2024	143.57	143.18
Three months ended June 30, 2023	104.25	104.22

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2024	3,062,626	1,099,697	32.9
As of March 31, 2024	3,052,930	1,070,432	32.1

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	–	25.00	–	30.00	55.00
Year ending March 31, 2025	–				
Year ending March 31, 2025 (Forecast)		30.00	–	30.00	60.00

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	1,075,000	7.8	105,800	0.1	103,000	(5.9)	70,000	3.2	292.92

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: No
- (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	254,281,385 shares	As of March 31, 2024	254,281,385 shares
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Number of treasury shares at the end of the period

As of June 30, 2024	14,611,669 shares	As of March 31, 2024	14,080,117 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, 2024	240,014,544 shares	Three months ended June 30, 2023	240,766,279 shares
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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	59,610	62,953
Notes and accounts receivable - trade	103,386	83,177
Land and buildings for sale	269,789	293,771
Merchandise and finished goods	3,586	3,723
Work in process	2,922	5,088
Raw materials and supplies	6,486	6,464
Other	68,546	64,677
Allowance for doubtful accounts	(960)	(919)
Total current assets	513,368	518,936
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	631,352	633,616
Machinery, equipment and vehicles, net	60,323	60,760
Land	1,030,054	1,031,834
Construction in progress	260,688	266,658
Other, net	26,808	26,750
Total property, plant and equipment	2,009,227	2,019,620
Intangible assets	36,316	36,255
Investments and other assets		
Investment securities	404,266	397,153
Deferred tax assets	7,510	7,947
Retirement benefit asset	27,184	27,257
Other	55,267	55,657
Allowance for doubtful accounts	(211)	(201)
Total investments and other assets	494,017	487,814
Total non-current assets	2,539,561	2,543,690
Total assets	3,052,930	3,062,626

(Millions of yen)

	As of March 31, 2024	As of June 30, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	43,190	39,526
Accrued expenses	22,935	21,215
Short-term borrowings	189,854	197,054
Commercial papers	–	25,000
Current portion of bonds payable	15,000	15,000
Lease liabilities	4,130	4,097
Income taxes payable	15,290	10,484
Provision for bonuses	5,304	3,893
Other	211,287	173,605
Total current liabilities	506,992	489,877
Non-current liabilities		
Long-term borrowings	705,773	700,991
Bonds payable	250,000	250,000
Lease liabilities	9,402	9,405
Deferred tax liabilities	181,199	179,771
Deferred tax liabilities for land revaluation	5,141	5,141
Retirement benefit liability	61,682	61,677
Long-term deferred contribution for construction	128,188	132,541
Other	134,117	133,521
Total non-current liabilities	1,475,505	1,473,051
Total liabilities	1,982,497	1,962,928
Net assets		
Shareholders' equity		
Share capital	99,474	99,474
Capital surplus	147,301	147,058
Retained earnings	735,430	762,617
Treasury shares	(51,891)	(53,963)
Total shareholders' equity	930,315	955,186
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	29,533	28,691
Deferred gains or losses on hedges	329	966
Revaluation reserve for land	5,545	5,541
Foreign currency translation adjustment	5,805	9,550
Remeasurements of defined benefit plans	7,269	7,186
Total accumulated other comprehensive income	48,483	51,936
Non-controlling interests	91,634	92,575
Total net assets	1,070,432	1,099,697
Total liabilities and net assets	3,052,930	3,062,626

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	245,524	261,933
Operating expenses		
Operating expenses and cost of sales of transportation	204,312	219,908
Selling, general and administrative expenses	7,461	7,966
Total operating expenses	211,774	227,874
Operating profit	33,750	34,058
Non-operating income		
Interest income	157	250
Dividend income	578	481
Share of profit of entities accounted for using equity method	4,579	10,577
Miscellaneous income	917	858
Total non-operating income	6,232	12,167
Non-operating expenses		
Interest expenses	2,547	2,771
Miscellaneous expenses	603	936
Total non-operating expenses	3,150	3,707
Ordinary profit	36,831	42,518
Extraordinary income		
Contribution received for construction	563	143
Gain on sale of non-current assets	10	261
Other	76	71
Total extraordinary income	650	476
Extraordinary losses		
Loss on tax purpose reduction entry of non-current assets	547	137
Loss on sale of shares of subsidiaries and associates	–	424
Other	94	243
Total extraordinary losses	642	805
Profit before income taxes	36,839	42,189
Income taxes - current	6,638	10,716
Income taxes - deferred	4,235	(3,558)
Total income taxes	10,873	7,157
Profit	25,965	35,031
Profit attributable to non-controlling interests	866	572
Profit attributable to owners of parent	25,098	34,458

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
Profit	25,965	35,031
Other comprehensive income		
Valuation difference on available-for-sale securities	2,689	2,566
Deferred gains or losses on hedges	625	635
Foreign currency translation adjustment	2,566	5,110
Remeasurements of defined benefit plans, net of tax	(177)	(240)
Share of other comprehensive income of entities accounted for using equity method	3,023	(2,097)
Total other comprehensive income	8,728	5,975
Comprehensive income	34,694	41,006
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	31,971	37,817
Comprehensive income attributable to non-controlling interests	2,722	3,189

Supplementary information

1. Consolidated financial results for the first quarter of the year ending March 31, 2025

Consolidated Statements of Income (Summary)

(Millions of yen)

	Q1 FY2025 Results ①	Q1 FY2024 Results ②	Change =①-②
Operating revenue	261,933	245,524	16,408
Operating profit [Business profit※]	34,058 [34,390]	33,750 [34,118]	308 [271]
Ordinary profit	42,518	36,831	5,686
Profit attributable to owners of parent	34,458	25,098	9,360

※ Business profit=Operating profit+Equity-method gains/losses associated with overseas investments

Consolidated Statements of Income (Breakdown for each business segment)

(Millions of yen)

	Operating revenue			Operating profit [Business profit※]		
	Q1 FY2025 Results ①	Q1 FY2024 Results ②	Change =①-②	Q1 FY2025 Results ①	Q1 FY2024 Results ②	Change =①-②
Urban Transportation	52,312	49,606	2,706	10,805	9,784	1,020
Real Estate	73,866	69,593	4,273	13,217 [13,549]	11,116 [11,484]	2,101 [2,064]
Entertainment	26,153	23,836	2,316	7,959	8,246	(286)
Information and Communication Technology	14,230	13,032	1,198	471	176	295
Travel	69,854	61,265	8,589	3,711	5,009	(1,297)
International Transportation	23,978	25,835	(1,856)	(750)	522	(1,273)
Other	11,740	10,619	1,120	238	71	166
Adjustment	(10,205)	(8,264)	(1,940)	(1,595)	(1,176)	(418)

※ Business profit=Operating profit+Equity-method gains/losses associated with overseas investments