

Translation

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

October 31, 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
 Accounting Manager of the Group Planning Hideo Nobumoto
 Inquiries: Division TEL 06-6373-5013
 Scheduled date to file Semi-annual Securities Report: November 12, 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	534,656	10.1	66,797	3.9	70,867	5.9	50,878	13.4
Six months ended September 30, 2023	485,644	4.0	64,320	31.9	66,930	35.2	44,873	44.5

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Six months ended September 30, 2024	212.36		212.12	
Six months ended September 30, 2023	186.47		186.43	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2024	3,129,208	1,115,769	32.6
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	—	30.00			
Year ending March 31, 2025 (Forecast)			—	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	1,100,000	10.3	105,800	0.1	103,000	(5.9)	70,000	3.3	292.70

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: 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 September 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 September 30, 2024	15,631,024 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)

Six months ended September 30, 2024	239,582,326 shares	Six months ended September 30, 2023	240,642,485 shares
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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	59,610	55,903
Notes and accounts receivable - trade	103,386	90,930
Land and buildings for sale	269,789	307,889
Merchandise and finished goods	3,586	3,646
Work in process	2,922	5,816
Raw materials and supplies	6,486	6,415
Other	68,546	60,204
Allowance for doubtful accounts	(960)	(850)
Total current assets	513,368	529,956
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	631,352	641,476
Machinery, equipment and vehicles, net	60,323	63,124
Land	1,030,054	1,033,645
Construction in progress	260,688	265,552
Other, net	26,808	26,862
Total property, plant and equipment	2,009,227	2,030,661
Intangible assets	36,316	36,543
Investments and other assets		
Investment securities	404,266	439,024
Deferred tax assets	7,510	7,884
Retirement benefit asset	27,184	27,252
Other	55,267	58,090
Allowance for doubtful accounts	(211)	(203)
Total investments and other assets	494,017	532,048
Total non-current assets	2,539,561	2,599,252
Total assets	3,052,930	3,129,208

(Millions of yen)

	As of March 31, 2024	As of September 30, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	43,190	39,580
Accrued expenses	22,935	17,573
Short-term borrowings	189,854	175,136
Commercial papers	—	25,000
Current portion of bonds payable	15,000	10,000
Lease liabilities	4,130	3,772
Income taxes payable	15,290	20,192
Provision for bonuses	5,304	6,141
Other	211,287	174,881
Total current liabilities	506,992	472,279
Non-current liabilities		
Long-term borrowings	705,773	740,454
Bonds payable	250,000	280,000
Lease liabilities	9,402	9,422
Deferred tax liabilities	181,199	178,239
Deferred tax liabilities for land revaluation	5,141	5,141
Retirement benefit liability	61,682	61,308
Long-term deferred contribution for construction	128,188	132,594
Other	134,117	133,999
Total non-current liabilities	1,475,505	1,541,160
Total liabilities	1,982,497	2,013,439
Net assets		
Shareholders' equity		
Share capital	99,474	99,474
Capital surplus	147,301	147,057
Retained earnings	735,430	779,140
Treasury shares	(51,891)	(58,788)
Total shareholders' equity	930,315	966,884
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	29,533	27,974
Deferred gains or losses on hedges	329	(456)
Revaluation reserve for land	5,545	5,534
Foreign currency translation adjustment	5,805	13,578
Remeasurements of defined benefit plans	7,269	6,944
Total accumulated other comprehensive income	48,483	53,575
Non-controlling interests	91,634	95,309
Total net assets	1,070,432	1,115,769
Total liabilities and net assets	3,052,930	3,129,208

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	485,644	534,656
Operating expenses		
Operating expenses and cost of sales of transportation	406,052	452,201
Selling, general and administrative expenses	15,271	15,657
Total operating expenses	421,324	467,858
Operating profit	64,320	66,797
Non-operating income		
Interest income	353	565
Dividend income	610	506
Share of profit of entities accounted for using equity method	6,791	10,495
Miscellaneous income	1,378	837
Total non-operating income	9,133	12,405
Non-operating expenses		
Interest expenses	5,183	5,683
Miscellaneous expenses	1,339	2,652
Total non-operating expenses	6,523	8,335
Ordinary profit	66,930	70,867
Extraordinary income		
Contribution received for construction	1,063	203
Gain on sale of businesses	—	1,136
Other	102	480
Total extraordinary income	1,165	1,820
Extraordinary losses		
Loss on tax purpose reduction entry of non-current assets	1,043	263
Loss on change in equity	—	2,036
Other	415	1,261
Total extraordinary losses	1,459	3,561
Profit before income taxes	66,636	69,127
Income taxes - current	12,340	20,667
Income taxes - deferred	7,537	(3,756)
Total income taxes	19,877	16,910
Profit	46,759	52,216
Profit attributable to non-controlling interests	1,885	1,338
Profit attributable to owners of parent	44,873	50,878

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Profit	46,759	52,216
Other comprehensive income		
Valuation difference on available-for-sale securities	4,106	1,080
Deferred gains or losses on hedges	558	(788)
Foreign currency translation adjustment	9,485	9,877
Remeasurements of defined benefit plans, net of tax	(314)	(561)
Share of other comprehensive income of entities accounted for using equity method	4,836	(8)
Total other comprehensive income	18,671	9,599
Comprehensive income	65,430	61,815
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	57,554	55,877
Comprehensive income attributable to non-controlling interests	7,876	5,938

Supplementary information

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

Consolidated Statements of Income (Summary)

(Millions of yen)

	H1 FY2025 Results ①	H1 FY2024 Results ②	Change =①-②
Operating revenue	534,656	485,644	49,011
Operating profit [Business profit※]	66,797 [67,483]	64,320 [65,069]	2,477 [2,413]
Ordinary profit	70,867	66,930	3,937
Profit attributable to owners of parent	50,878	44,873	6,004

※ 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※]		
	H1 FY2025 Results ①	H1 FY2024 Results ②	Change =①-②	H1 FY2025 Results ①	H1 FY2024 Results ②	Change =①-②
Urban Transportation	104,273	99,819	4,453	19,642	18,651	990
Real Estate	163,014	142,381	20,633	29,080 [29,766]	22,436 [23,186]	6,644 [6,580]
Entertainment	50,989	49,440	1,549	14,943	16,642	(1,699)
Information and Communication Technology	30,435	28,373	2,061	2,049	1,922	127
Travel	131,088	111,038	20,049	4,798	5,956	(1,157)
International Transportation	49,827	50,050	(222)	(1,652)	708	(2,360)
Other	26,158	22,483	3,675	1,108	534	574
Adjustment	(21,131)	(17,941)	(3,189)	(3,173)	(2,532)	(640)

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

2. Forecast of consolidated financial results for the year ending March 31, 2025

Consolidated Statements of Income (Summary)

(Billions of yen)

	FY2025 Forecasts ①	FY2025 Forecasts (As of May) ②	Change =①-②	FY2024 Results ③	Change =①-③
Operating revenue	1,100.0	1,075.0	25.0	997.6	102.4
Operating profit [Business profit※]	105.8 [107.0]	105.8 [107.0]	— [—]	105.7 [108.3]	0.1 [(1.3)]
Ordinary profit	103.0	103.0	—	109.4	(6.4)
Profit attributable to owners of parent	70.0	70.0	—	67.8	2.2

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

Consolidated Statements of Income (Breakdown for each business segment)

(Billions of yen)

Upper row: Operating revenue Lower row: Operating profit [Business profit※]	FY2025 Forecasts ①	FY2025 Forecasts (As of May) ②	Change =①-②	FY2024 Results ③	Change =①-③
Urban Transportation	208.6	207.7	0.9	203.3	5.3
	34.1	32.6	1.5	34.3	(0.2)
Real Estate	372.2	381.1	(8.9)	318.3	53.9
	56.3 [57.5]	53.0 [54.2]	3.3 [3.3]	49.8 [52.4]	6.5 [5.1]
Entertainment	79.5	77.0	2.5	82.6	(3.1)
	10.3	8.8	1.5	14.1	(3.8)
Information and Communication Technology	70.1	70.1	—	64.6	5.5
	6.7	6.7	—	6.1	0.6
Travel	255.0	220.0	35.0	216.9	38.1
	3.6	3.0	0.6	5.0	(1.4)
International Transportation	100.5	100.5	—	100.3	0.2
	(2.0)	1.2	(3.2)	0.2	(2.2)

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