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## Financial Report for the First Quarter of the Fiscal Year Ending March 31, 2025 (FY2024) [J-GAAP] (Consolidated)

August 7, 2024

Company name: Japan Airport Terminal Co., Ltd. (“the Company”) Listed stock exchange: Tokyo, Prime Market  
 Code number: 9706 URL: <https://www.tokyo-airport-bldg.co.jp/company/en/>  
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 Scheduled date of commencing dividend payment: —  
 Supplementary materials on financial results (yes/no) No  
 Holding of quarterly investors’ meeting (yes/no) No

(Figures are rounded down to the nearest million yen.)

### 1. Consolidated Financial Results for the First Three Months of FY2024 (April 1, 2024 to June 30, 2024)

#### (1) Consolidated Business Results (Cumulative)

(%: Change from the same period of the previous year)

	Operating revenues		Operating income		Ordinary income		Net income attributable to owners of the parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
First Three Months of FY2024	65,337	42.0	10,926	97.9	10,712	113.6	6,131	73.5
FY2023	45,996	137.4	5,520	-	5,014	-	3,534	-

(Note) Comprehensive income: First three months of FY2024 ¥8,117 million (85.2%) First three months of FY2023 ¥4,382 million (-%)

	Net income per share	Diluted net income per share
	Yen	Yen
First Three Months of FY2024	65.83	-
FY2023	37.95	-

#### (2) Consolidated Financial Position

	Total assets	Net assets	Equity capital to total assets	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of June 30, 2024	458,270	170,242	37.1	1,825.99
As of March 31, 2024	460,423	166,036	36.5	1,805.67

(Reference) Equity capital: As of June 30, 2024 ¥170,065 million As of March 31, 2024 ¥168,172 million

### 2. Dividends

	Dividends per share				
	Q1-End	Q2-End	Q3-End	Year-End	Annual
	Yen	Yen	Yen	Yen	Yen
FY2023	-	25.00	-	42.00	67.00
FY2024	-	-	-	-	-
FY2024 (Forecast)	-	31.00	-	31.00	62.00

(Note 1) Revisions to the most recently announced dividends forecast for FY2024: None

(Note 2) Breakdown of Year-end dividend for FY2023

Ordinary dividend: 37.00 yen / Commemorative dividend for 70<sup>th</sup> Anniversary of the Company’s Founding: 5.00 yen

### 3. Forecast of Consolidated Financial Results for FY 2024 (April 1, 2024 to March 31, 2025)

(%: Change from the same period of the previous year)

	Operating revenues		Operating income		Ordinary income		Net income attributable to owners of the parent		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
First half	135,000	34.8	21,700	60.6	20,900	67.4	12,100	47.0	129.92
Full-year	264,500	21.6	33,400	13.1	31,000	13.9	18,900	(1.8)	202.93

- (Note) 1. Revisions to the most recently announced forecast of consolidated financial results for FY2024: Yes  
2. With respect to the revisions to the forecast, please see “Notice Regarding Revision of Consolidated Earnings Forecasts” announced on August 7.

#### \* Notes

(1) Significant changes in subsidiaries during the period under review (changes in specified subsidiaries involving changes in scope of consolidation): No

New: None Excluded: None

(2) Adoption of special accounting methods for preparation of quarterly consolidated financial statements: Yes

(Note) For details, please refer to page 13 of the appendix materials “2. Quarterly Consolidated Financial Statements and Notes (3) Notes on Quarterly Consolidated Financial Statements: Adoption of Special Accounting Methods for Preparation of Quarterly Consolidated Financial Statements”.

(3) Changes in accounting policies, accounting estimates, and restatement of revisions

- 1) Changes in accounting policies due to revisions of accounting standards, etc.: Yes
- 2) Changes in accounting policies other than 1) above: None
- 3) Changes in accounting estimates: None
- 4) Restatement of revisions: None

(Note) For details, please refer to page 13 of the appendix materials “2. Quarterly Consolidated Financial Statements and Notes (3) Notes on Quarterly Consolidated Financial Statements: Changes in Accounting Policies”.

(4) Number of shares outstanding (common stock)

1) Number of shares outstanding at the period-end (including treasury stock):

As of June 30, 2024 93,145,400 shares As of March 31, 2024 93,145,400 shares

2) Number of treasury stock at the period-end:

As of June 30, 2024 9,359 shares As of March 31, 2024 9,339 shares

3) Average number of shares outstanding (quarterly consolidated cumulative period):

First quarter of FY2024 93,136,047 shares First quarter of FY2023 93,136,302 shares

**\* Review of attached quarterly consolidated financial report by certified public accountants or auditing firms: No**

#### \* Statements regarding the proper use of financial forecast and other special remarks

##### Notes on the use of forward-looking statements

The forecast of the business results reported herein was prepared based on information the Company had in its possession as of the time this report was prepared and on certain assumptions judged to be reasonable. The Company makes no guarantee that these figures will be achieved. Actual results may differ significantly from forecasts due to various factors. For the assumptions used in financial forecasts and other points, please refer to page 6 of the appendix materials “1. Qualitative Information on Consolidated Financial Results for the First Three Months of FY2024 (3) Explanation of Consolidated Financial Forecasts and Other Forward-looking Statements”.

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## 1. Qualitative Information on Consolidated Financial Results for the First Three Months of FY2024 (April 1, 2024 to June 30, 2024)

### (1) Explanation of Operating Results

During the first three months of the fiscal year ending March 31, 2025 (“FY2024”), although a standstill is observed recently, the Japanese economy showed a gradual recovery. Looking ahead, it is expected that the gradual recovery trend will continue, resulting from the effects of various policies, while situation around labor and income improves. However, there is a risk that a downturn in overseas economies, such as the impact of continued high-interest rate levels in the U.S. and Europe and continued stagnation in the real estate market in China, will put downward pressure on the Japanese economy. Moreover, it is necessary to pay sufficient attention to price increases, situation surrounding the Middle East region, volatility in the financial and capital markets among other factors.

In terms of our business environment, while the termination of various travel support policies implemented in the previous year and high prices have had an impact on demand for domestic travel, the number of foreign visitors to Japan has reached a record high and consumption by those foreign visitors is expanding. For domestic flights, the number of passengers at Haneda Airport slightly decreased from the previous year, but for international flights, the number of passengers increased by approximately 30% from the previous year and is doing well. This is due to increased and restored flights from the summer timetable starting from the end of March. The increase this year is also because the border control measures related to COVID-19 were still in place in the previous year until before the Golden Week which suppressed the number of passengers.

Under these circumstances, to achieve the long-term vision, “To Be a World Best Airport”, the JAT Group is steadily implementing various measures outlined in the Medium-Term Business Plan.

In terms of facilities, to accommodate further increase in international flights swing operations have begun at some spots in Terminal 2, switching between domestic and international flights depending on the time of day starting from the summer timetable at the end of March this year. Moreover, we are steadily pushing forward investment plans for the future, including the construction of connection between the satellite building on the north side of Terminal 2 and the main terminal building and the construction of the satellite building on the north side of Terminal 1. Construction of the satellite building on the north side of Terminal 1 began in May and its operation is scheduled to commence in the summer of 2026. The use of various environmental technologies, such as adopting hybrid structure of wood/steel and introducing wood for some building materials in addition to solar panels and high-performance exterior insulation are planned to reduce the environmental impact throughout the building’s life cycle. Furthermore, in terms of operations, we introduced the “RBAS” ramp bus dispatch system in April in cooperation with airlines and Airport Transport Service Co., Ltd. By streamlining ramp bus operations, we will contribute to improved convenience for customers and stable on-time performance for the airlines. We will continue to work with all concerned parties to improve efficiency in various areas of terminal operations while utilizing digital technology.

In terms of sales, to capture strong demand of foreign visitors, we changed the layout of duty-free stores and added POS cash registers to eliminate waiting lines at the cash registers, as well as secured ample product inventory and held in-store promotions of popular merchandise. In Terminal 3, in addition to the sequential renovation of duty-free stores, “CHAYA VEGAN FRIENDLY TOKYO,” which offers vegan pizza and authentic Neapolitan-style pizza, opened in the “TOKYO SKY KITCHEN” food court in the area after passport control. In the EC business, we renewed the official e-commerce site “HANEDA Shopping” in May and launched a new service “TORIYOSE,” which allows customers to purchase carefully selected special products from various regions of Japan, in addition to offering Haneda Airport exclusive products such as “in-flight meals from around the world” to expand earnings.

In terms of management foundation, we are continuing to work on improving the labor efficiency in addition to the compensation and benefits. Moreover, through strengthening various training programs for professional development, internal branding project called “Plus One Promotion” and other initiatives, we aim talents who “Think by oneself and take on challenges” to excel and aim to foster a corporate culture in which diverse workforce promote each other’s growth. Our digital transformation strategy (“DX”) promotes DX from two perspectives: “offensive DX,” which uses the power of digital technology to drive business transformation, and “defensive DX,” which streamlines existing operations. By implementing such strategy, we pursue transformation and evolution through the use of digital technology, including data-driven management and operational efficiency improvement.

With respect to our sustainability efforts, we are promoting initiatives to realize a carbon neutral society, such as concluding a partnership agreement for a collaborative study with ENEOS Corporation to jointly study the use of CO<sub>2</sub>-free hydrogen at Haneda Airport, and an initial agreement with Euglena Co., Ltd. to commercialize the supply and sale of SAF (Sustainable Aviation Fuel) to airlines at Haneda Airport.

As a result of the above, with respect to the consolidated financial results for the first three months of fiscal year ending March 31, 2025, operating revenues was ¥65,337 million (an increase of 42.0% year-on-year).

Operating expenses increased due to increase in sales and expansion of terminal operations, but the increase in sales at international terminal stores among other factor was the driving force and as a result, operating income was ¥10,926 million (an increase of 97.9% year-on-year), ordinary income was ¥10,712 million (an increase of 113.6% year-on-year) and quarterly net income attributable to owners of the parent was ¥6,131 million (an increase of 73.5% year-on-year).

(Millions of yen)			
Operating Results	First Three Months of FY2023 (ended June 30, 2023)	First Three Months of FY2024 (ended June 30, 2024)	Year-on-Year (%)
Operating revenues	45,996	65,337	42.0
[Facilities Management]	20,550	24,691	20.2
[Merchandise Sales]	22,207	36,767	65.6
[Food and Beverage]	3,239	3,879	19.7
Operating income	5,520	10,926	97.9
Ordinary income	5,014	10,712	113.6
Quarterly net income attributable to owners of the parent	3,534	6,131	73.5

Haneda Airport Passenger Terminal was awarded the world's highest standard "5-star Airport" rating for the tenth consecutive year in the "World Airport Star Rating" conducted by SKYTRAX of the United Kingdom. In the "WORLD AIRPORT AWARDS 2024", we were awarded first place in the "World's Cleanest Airports" (for the ninth consecutive year), "World's Best Domestic Airports" (for the twelfth consecutive year), and "World's Best PRM\* / Accessible Facilities" (for the sixth consecutive year). In addition, Haneda Airport was ranked third in the "Best Airports in Asia", a comprehensive evaluation of airports in Asia and fourth in the "World's Best Airports", a comprehensive evaluation of airports.

(\* PRM: Persons with Reduced Mobility which means the elderly, person with disability or injury.)

The JAT Group will continue to strive to improve convenience, comfort, and functionality while establishing absolute safety at the passenger terminal, which is a social infrastructure, and to contribute to the continuous creation of value at Haneda Airport and the further growth of air transportation, thereby enhancing our corporate value.

Overview by Segment

The following is a breakdown of earnings / (loss) by segment. Note that the figures for operating revenues of each segment include intersegment sales and the figures for operating income / (loss) are equivalent to those for segment income / (loss).

## [Facilities Management]

Operating Results	(Millions of yen)		
	First Three Months of FY2023 (ended June 30, 2023)	First Three Months of FY2024 (ended June 30, 2024)	Year-on-Year (%)
Sales to external customers	20,550	24,691	20.2
Rent revenue	4,846	5,081	4.9
Facility user charges revenue	11,699	14,086	20.4
Other revenues	4,005	5,522	37.9
Intersegment sales and transfers	729	799	9.5
<b>Total of Operating Revenues</b>	<b>21,280</b>	<b>25,490</b>	<b>19.8</b>
<b>Segment income</b>	<b>4,151</b>	<b>5,287</b>	<b>27.4</b>

Rent revenue increased from the previous year primarily due to the increase in rent income on a percentage basis.

Revenue from facility user charges increased from the previous year primarily due to the increase in revenue from passenger service facility charge (“PSFC”) for international flights despite the decrease in revenue from PSFC for domestic flights.

Other revenues increased from the previous year primarily due to the increase in revenue from directly managed foreign exchange store, paid lounge sales and revenue from advertisement within terminal buildings.

On the expense side, the costs for terminal maintenance and management, such as outsourcing and commission costs and rent expenses have increased in line with the increase in passenger volume and price increases.

As a result, operating revenues from facilities management operations was ¥25,490 million (an increase of 19.8% year-on-year). Operating income for the segment was ¥5,287 million (an increase of 27.4% year-on-year).

## [Merchandise Sales]

Operating Results	(Millions of yen)		
	First Three Months of FY2023 (ended June 30, 2023)	First Three Months of FY2024 (ended June 30, 2024)	Year-on-Year (%)
Sales to external customers	22,207	36,767	65.6
Sales at domestic terminal stores	3,014	3,207	6.4
Sales at international terminal stores	13,571	24,739	82.3
Other revenues	5,621	8,821	56.9
Intersegment sales and transfers	316	416	31.4
<b>Total of Operating Revenues</b>	<b>22,524</b>	<b>37,184</b>	<b>65.1</b>
<b>Segment income</b>	<b>3,710</b>	<b>8,034</b>	<b>116.5</b>

Sales at domestic terminal stores increased from the previous year despite the decrease in the number of domestic passengers from the previous year. This is due to increase in the number of stores following the opening of the Haneda Sanchokukan in December 2023 and increase in the number of customers and unit purchase price as a result of measures such as the hosting of events and changes in merchandising.

Sales at international terminal stores increased significantly from the previous year due to increase in the number of international passengers at Haneda Airport, Narita Airport, and other airports, as well as increase in the number of customers and unit purchase price at duty free stores. The unit purchase price at duty-free stores at Haneda Airport improved by more than 20% from the same period of last year, due to the impact of the depreciation of yen and a significant increase in the number of Chinese passengers, which had been slow to recover in the previous year. In addition, due to the normalization of store operating hours, the number of purchasing customers increased faster than the rate of increase in the number of passengers.

Other revenues increased from the previous year because of the increase in revenue for the wholesaling business due to the increase in passengers for international flights at other airports.

On the expense side, cost of goods sold, outsourcing and commission expenses, and rent paid to other airport stores have increased in line with the increase in sales.

As a result, operating revenues from merchandise sales operations was ¥37,184million (an increase of 65.1% year-on-year) and operating income for the segment was ¥8,034 million (an increase of 116.5% year-on-year).

## [Food and Beverage]

Operating Results	(Millions of yen)		
	First Three Months of FY2023 (ended June 30, 2023)	First Three Months of FY2024 (ended June 30, 2024)	Year-on-Year (%)
Sales to external customers	3,239	3,879	19.7
Sales from food and beverage stores	1,654	1,981	19.7
Sales from in-flight meals	1,309	1,604	22.5
Other revenues	274	293	6.9
Intersegment sales and transfers	156	216	38.5
Total of Operating Revenues	3,395	4,095	20.6
Segment income/(loss)	(131)	31	-

Sales from food and beverage operations increased from the previous year primarily due to normalization of restaurant operations that were closed or shortened in the previous year.

Sales from in-flight meals increased from the previous year due to increase in passenger volume of the foreign carriers at Haneda Airport and Narita Airport.

As a result, operating revenues from food and beverage operations was ¥4,095 million (an increase of 20.6% year-on-year). Despite the decrease in number of passengers for domestic flights and the increase in labor costs, operating income for the segment was ¥31 million (compared to operating loss of ¥131 million during the same period of the previous year).

(2) Explanation of Financial Position

[Assets]

Current assets increased by ¥2,282 million from the previous fiscal year end to ¥123,038 million primarily because of the increase in accounts receivable with respect to sale of merchandise. Fixed assets decreased by ¥4,435 million from the previous fiscal year end to ¥335,231 million primarily due to depreciation. As a result, total assets decreased by ¥2,153 million from the previous fiscal year end to ¥458,270 million.

[Liabilities]

Total liabilities decreased by ¥6,358 million from the previous fiscal year end to ¥288,028 million primarily due to the payment of income taxes payable.

[Net Assets]

Total net assets increased by ¥4,205 million from the previous fiscal year end to ¥170,242 million primarily due to the increase in quarterly net income attributable to owners of the parent despite the payment of dividends. As a result, the equity ratio was 37.1% (compared to 36.5% at the previous fiscal year end).



## (3) Explanation of Consolidated Financial Forecasts and Other Forward-looking Statements

During the first quarter (April-June) of the fiscal year ending March 31, 2025, the number of passengers at Haneda Airport fell below the forecast for domestic flights, but the number of passengers for international flights exceeded the forecast. As for the consolidated financial results, revenue from facility user charges among other was higher than expected. In addition, with respect to merchandise sales, sales at international terminal stores significantly exceeded the forecast primarily due to the elimination of lines at checkout counters, the securing of ample inventories, and the implementation of in-store events, and the depreciation of the yen in the foreign exchange market. As a result, operating revenues and operating income both exceeded the forecast.

In addition, both passenger volume and merchandise sales have continued to show the same trend as in the first quarter, and consolidated financial results for the second quarter (July-September) are also expected to exceed the forecast.

Therefore, we have decided to revise the consolidated financial forecasts for the first half and full year announced on May 10, 2024, taking into account the first quarter results and current situation.

Looking ahead, while international passenger volume is expected to remain strong, we will continue to closely monitor the business environment as uncertainty is possible due to fluctuations in foreign exchange rates, as well as the impact of price increases in a wide range of goods and services.

We will announce the dividend forecast after our review of the financial results for the first half.

## Revisions to consolidated earnings forecasts for the first half of FY2024 (April 1, 2024-September 30, 2024)

(Millions of yen)

	Operating revenues	Operating income	Ordinary income	Net income attributable to owners of the parent	Net income / per share (Yen)
Previous Forecasts (A)	124,300	15,400	14,200	8,700	93.41
Forecasts on Aug. 7 (B)	135,000	21,700	20,900	12,100	129.92
Change (B-A)	10,700	6,300	6,700	3,400	
Change (%)	8.6	40.9	47.2	39.1	
Reference: The first half of FY 2023 results	100,148	13,508	12,481	8,234	88.41

## Revisions to consolidated earnings forecasts for FY2024 (April 1, 2024-March 31, 2025)

(Millions of yen)

	Operating revenues	Operating income	Ordinary income	Net income attributable to owners of the parent	Net income / per share (Yen)
Previous Forecasts (A)	253,800	27,100	24,300	15,500	166.42
Forecasts on Aug. 7 (B)	264,500	33,400	31,000	18,900	202.93
Change (B-A)	10,700	6,300	6,700	3,400	
Change (%)	4.2	23.2	27.6	21.9	
Reference: FY 2023 results	217,578	29,527	27,225	19,255	206.75

## 2. Quarterly Consolidated Financial Statements and Notes

## (1) Quarterly Consolidated Balance Sheets

	(Millions of yen)	
	FY2023 (As of March 31, 2024)	First Three Months of FY2024 (As of June 30, 2024)
<b>ASSETS</b>		
Current assets		
Cash and deposits	65,395	84,754
Accounts receivable	22,935	24,776
Securities	20,000	-
Merchandise and finished products	7,850	8,270
Raw materials and stored goods	357	345
Other current assets	4,335	5,027
Allowance for doubtful accounts	(118)	(135)
Total current assets	120,756	123,038
Fixed assets		
Tangible fixed assets		
Buildings and structures	567,151	567,265
Accumulated depreciation and impairment loss	(362,651)	(367,433)
Buildings and structures (net)	204,499	199,832
Machinery, equipment and vehicles	35,199	35,177
Accumulated depreciation and impairment loss	(23,255)	(23,707)
Machinery, equipment and vehicles (net)	11,944	11,469
Land	12,907	12,907
Lease assets	3,663	3,683
Accumulated depreciation and impairment loss	(2,497)	(2,607)
Lease assets (net)	1,165	1,076
Construction in progress	29,513	30,414
Other tangible fixed assets	70,862	71,210
Accumulated depreciation and impairment loss	(60,960)	(61,634)
Other tangible fixed assets (net)	9,901	9,576
Total tangible fixed assets	269,932	265,276
Intangible fixed assets		
Leasehold right	27,826	27,365
Other intangible fixed assets	3,415	3,501
Total intangible fixed assets	31,242	30,867
Investments and other assets		
Investment securities	22,248	22,198
Deferred tax assets	10,919	11,339
Net defined benefit assets	1,841	1,878
Other investments	3,682	3,871
Allowance for doubtful accounts	(199)	(199)
Total investments and other assets	38,492	39,088
Total fixed assets	339,667	335,231
<b>TOTAL ASSETS</b>	<b>460,423</b>	<b>458,270</b>

	(Millions of yen)	
	FY2023 (As of March 31, 2024)	First Three Months of FY2024 (As of June 30, 2024)
<b>LIABILITIES</b>		
Current liabilities		
Accounts payable	11,908	12,881
Short-term loans payable	16,615	16,962
Current portion of bonds	10,000	10,000
Accrued expenses	12,657	14,355
Income taxes payable	4,582	2,427
Allowance for employees' bonuses	2,279	1,088
Allowance for directors' bonuses	282	73
Other current liabilities	12,268	8,730
Total current liabilities	70,594	66,518
Fixed liabilities		
Bonds	44,988	44,949
Long-term loans payable	155,398	153,398
Lease obligations	811	734
Deferred tax liabilities	11,879	11,753
Allowance for directors' retirement benefits	31	-
Net defined benefit liabilities	4,208	4,325
Asset retirement obligations	636	638
Other fixed liabilities	5,837	5,710
Total fixed liabilities	223,792	221,509
<b>TOTAL LIABILITIES</b>	<b>294,386</b>	<b>288,028</b>
<b>NET ASSETS</b>		
Shareholders' equity		
Common stock	38,126	38,126
Capital surplus	54,160	54,160
Retained earnings	72,379	74,599
Treasury stock	(13)	(13)
Total shareholders' equity	164,652	166,872
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3,018	2,660
Deferred gains or losses on hedges	(445)	(414)
Foreign currency translation adjustment	152	180
Remeasurements of defined benefit plans	794	767
Total accumulated other comprehensive income	3,520	3,192
Non-controlling interests	(2,135)	176
<b>TOTAL NET ASSETS</b>	<b>166,036</b>	<b>170,242</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>460,423</b>	<b>458,270</b>

## (2) Quarterly Consolidated Statements of Income and Quarterly Consolidated Statements of Comprehensive Income

## Quarterly Consolidated Statements of Income

	(Millions of yen)	
	First Three Months of FY2023 (from April 1, 2023 to June 30, 2023)	First Three Months of FY2024 (from April 1, 2024 to June 30, 2024)
Operating revenues		
Rent revenue	4,846	5,081
Facility user charges revenue	11,699	14,086
Other revenues	4,106	5,716
Sale of merchandise	22,179	36,718
Sale of food and beverage	3,165	3,733
Total operating revenues	45,996	65,337
Cost of sales		
Cost of sales of merchandise	12,978	21,301
Cost of sales of food and beverage	1,791	2,129
Total cost of sales	14,770	23,430
Gross profit	31,226	41,906
Selling, general and administrative expenses		
Salaries and wages	2,654	3,074
Provision for employees' bonuses	766	1,051
Expenses for retirement benefits	182	141
Provision for directors' bonuses	47	65
Rent expenses	2,722	3,983
Outsourcing and commission	4,905	7,221
Depreciation expenses	6,971	6,886
Other costs and expenses	7,456	8,554
Total selling, general and administrative expenses	25,706	30,980
Operating income	5,520	10,926
Non-operating income		
Interest income	5	47
Dividends income	39	333
Equity in earnings of affiliates	32	45
Miscellaneous income	200	252
Total non-operating income	278	678
Non-operating expenses		
Interest expenses	753	819
Loss on retirement of fixed assets	13	47
Miscellaneous expenses	18	26
Total non-operating expenses	784	893
Ordinary income	5,014	10,712

	(Millions of yen)	
	First Three Months of FY2023 (from April 1, 2023 to June 30, 2023)	First Three Months of FY2024 (from April 1, 2024 to June 30, 2024)
Extraordinary gains		
National subsidies	117	87
Other extraordinary gains	20	-
Total extraordinary gains	138	87
Extraordinary loss		
Loss on reduction entry of fixed assets	104	84
Loss on valuation of investment securities	-	500
Total extraordinary loss	104	584
Quarterly income before income taxes and non-controlling interests	5,048	10,215
Income taxes – current	1,213	1,810
Quarterly income	3,834	8,404
Quarterly net income attributable to non-controlling interests	299	2,273
Quarterly net income attributable to owners of the parent	3,534	6,131

## Quarterly Consolidated Statements of Comprehensive Income

	(Millions of yen)	
	First Three Months of FY2023 (from April 1, 2023 to June 30, 2023)	First Three Months of FY2024 (from April 1, 2024 to June 30, 2024)
Quarterly income	3,834	8,404
Other comprehensive income		
Valuation difference on available-for-sale securities	697	(364)
Deferred gains (losses) on hedges	(146)	73
Foreign currency translation adjustment	4	27
Remeasurements of defined benefit plans	(5)	(22)
Share of other comprehensive income of associates accounted for using equity method	(2)	(0)
Total other comprehensive income	547	(287)
Comprehensive income	4,382	8,117
Comprehensive income attributable to:		
Comprehensive income attributable to owners of the parent	4,156	5,804
Comprehensive income attributable to non-controlling interests	225	2,313

## (3) Notes on Quarterly Consolidated Financial Statements

(Notes on the Premise of a Going Concern)

Not applicable

(Notes on a Significant Change in Shareholders' Equity)

Not applicable

(Adoption of Special Accounting Methods for Preparation of Quarterly Consolidated Financial Statements)

*Calculation of tax expenses*

The effective tax rate on income before taxes for the consolidated fiscal year including the first quarter after the application of tax effect accounting is reasonably estimated, and that estimated rate is applied to quarterly income before taxes to calculate estimated tax expenses. However, in cases where the use of such an estimated effective tax rate would result in a significant lack of rationality, the statutory effective tax rate is applied.

(Changes in Accounting Policies)

*Adoption of Accounting Standard for Current Income Taxes*

The Company has adopted Accounting Standard for Current Income Taxes (Accounting Standards Board of Japan (ASBJ) Statement No. 27, October 28, 2022; hereinafter referred to as the "Revised Accounting Standard 2022") and relevant revised ASBJ regulations from beginning of the first quarter of the fiscal year ending March 31, 2025. The amendment to categories in which current income taxes should be recorded (taxes on other comprehensive income) follows the transitional treatment prescribed in the proviso of paragraph 20-3 of the Revised Accounting Standard 2022 and the transitional treatment prescribed in the proviso (2) of paragraph 65-2 of the Implementation Guidance on Tax Effect Accounting (ASBJ Guidance No. 28, October 28, 2022; hereinafter referred to as the "Revised Implementation Guidance 2022"). There is no impact of this change on the consolidated financial statements for the first quarter of the current fiscal year.

For the amendment related to the revised accounting treatment for consolidated financial statements when gains or losses on sale of shares in subsidiaries resulting from transactions between consolidated companies were deferred for tax purposes, the Revised Implementation Guidance 2022 has been adopted from beginning of the first quarter of the current fiscal year. This change in accounting policies is applied retrospectively, and quarterly consolidated financial statements and consolidated financial statements for the previous year are after retrospective application. This change in accounting policies has no impact on the quarterly consolidated financial statements for the same quarter of the previous fiscal year and the consolidated financial statements for the previous fiscal year.

(Notes on Quarterly Consolidate Statements of Cash Flows)

Quarterly consolidated statements of cash flows for the first three months of the fiscal year ending March 31, 2025 have not been prepared. Depreciation and amortization (including amortization related to intangible assets) for the first three months of the current fiscal year is as follows:

	(Millions of Yen)	
	First Three Months of FY2023 (from April 1, 2023 to June 30, 2023)	First Three Months of FY2024 (from April 1, 2024 to June 30, 2024)
Depreciation	6,988	6,902

## (Segment Information)

## Segment Information

## I. First three months of FY2023 (from April 1, 2023 to June 30, 2023)

## 1. Sales and income (loss) by reportable segment

(Millions of yen)

	Reportable segments				Adjustments Note 1	Quarterly consolidated financial statements Note 2
	Facilities Management	Merchandise Sales	Food and Beverage	Total		
Operating revenues						
Sales to external customers	20,550	22,207	3,239	45,996	-	45,996
Intersegment sales and transfers	729	316	156	1,203	(1,203)	-
Total	21,280	22,524	3,395	47,200	(1,203)	45,996
Segment income/(loss)	4,151	3,710	(131)	7,730	(2,209)	5,520

(Notes) 1. Adjustments to the segment income include ¥2,218 million of administration expenses for administration divisions at parent company's head office and some of the subsidiaries which are not allocated to each of the reportable segments.

2. Segment income is adjusted with operating income recorded in the Quarterly Consolidated Statements of Income.

## 2. Information on impairment loss on fixed assets and goodwill, etc., by reportable segment

Not applicable

## II. First three months of FY2024 (from April 1, 2024 to June 30, 2024)

## 1. Sales and income by reportable segment

(Millions of yen)

	Reportable segments				Adjustments Note 1	Quarterly consolidated financial statements Note 2
	Facilities Management	Merchandise Sales	Food and Beverage	Total		
Operating revenues						
Sales to external customers	24,691	36,767	3,879	65,337	-	65,337
Intersegment sales and transfers	799	416	216	1,432	(1,432)	-
Total	25,490	37,184	4,095	66,770	(1,432)	65,337
Segment income	5,287	8,034	31	13,353	(2,427)	10,926

(Notes) 1. Adjustments to the segment income include ¥2,429 million of administration expenses for administration divisions at parent company's head office and some of the subsidiaries which are not allocated to each of the reportable segments.

2. Segment income is adjusted with operating income recorded in the Quarterly Consolidated Statements of Income.

## 2. Information on impairment loss on fixed assets and goodwill, etc., by reportable segment

Not applicable