



Financial Report for the Second Quarter of the Fiscal Year Ending March 31, 2012 (FY2011) [J-GAAP] (Consolidated)

November 9, 2011

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Listed company name: Japan Airport Terminal Co., Ltd.	Listing exchange: Tokyo, 1st Section
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Scheduled date of securities report submission: November 14, 2011	
Scheduled date of dividend payment commencement: December 12, 2011	
Preparation of quarterly earnings presentation material (yes/no): No	
Holding of quarterly earnings announcement (yes/no): Yes (for financial analysts and institutional investors)	

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

1. Consolidated Financial Results for the First Six Months of FY2011 (April 1, 2011 to September 30, 2011)

(1) Consolidated Business Results (Cumulative)

(Percentage figures indicate the rates of changes from the same period of the previous fiscal year.)

	Operating revenues		Operating income (loss)		Ordinary income (loss)		Net income (loss)	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
First Six Months of FY2011	62,587	(3.8)	(237)	—	(780)	—	(903)	—
FY2010	65,078	8.1	3,389	44.7	3,161	37.6	1,271	(1.7)

Note: Comprehensive income (loss) First six months of FY2011: -¥1,680 million (— %)

First six months of FY2010: -¥84 million (— %)

	Net income (loss) per share	Diluted net income per share
First Six Months of	Yen	Yen
FY2011	(11.21)	—
FY2010	15.82	—

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of September 30, 2011	193,687	101,405	51.4	1,226.59
As of March 31, 2011	199,045	102,562	50.6	1,252.82

Reference: Equity capital As of September 30, 2011: ¥99,638 million As of March 31, 2011: ¥100,709 million

2. Dividends

	Annual dividends				
	First quarter-end	Second quarter-end	Third quarter-end	Year-end	Annual
	Yen	Yen	Yen	Yen	Yen
FY2010	—	3.50	—	3.50	7.00
FY2011	—	3.50			
FY2011(forecast)			—	3.50	7.00

Note: Revisions to the most recently announced dividends forecast for FY2011 during the period: Yes

For the revision of dividends forecast, please refer to the "Notification of Revised Distribution of Surplus and Dividend Forecast" released on November 9, 2011 (in Japanese only).

3. Forecast of Consolidated Financial Results for the FY2011 (April 1, 2011 to March 31, 2012)

(Percentage figures indicate the rates of changes from the previous fiscal year)

	Operating revenues		Operating income		Ordinary loss		Net loss		Net loss per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full-year	131,700	(2.3)	500	(88.1)	(800)	—	(1,300)	—	(16.07)

Note: Revisions to the most recently announced forecast of consolidated financial results for FY2011 during the period: None

4. Other Information

(1) Changes in significant subsidiaries during the period under review (Changes in specific subsidiaries involving changes in scope of consolidation): None

Note: This refers to changes in specified subsidiaries resulting in change of scope of consolidation during the quarter.

(2) Adoption of specific methods for preparation of the quarterly consolidated financial statements: Yes

Note: For details, please refer to “(2) Adoption of Specific Accounting Methods for Preparation of the Quarterly Consolidated Financial Statements of Summery (Other) Information” on page 4 of the attached document.

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

1) Changes in accounting policies due to revisions of accounting standards, etc.: None

2) Changes in accounting policies other than 1) above: None

3) Changes in accounting estimates: None

4) Restatement of revisions: None

(4) Number of shares outstanding (common stock)

1) Number of shares outstanding as of the period-end (including treasury stock)	As of September 30, 2011:	84,476,500 shares	As of March 31, 2011:	84,476,500 shares
2) Number of treasury stock as of the period-end	As of September 30, 2011:	3,244,774 shares	As of March 31, 2011:	4,089,744 shares
3) Average number of shares outstanding (quarterly consolidated cumulative period)	First six months of FY2011:	80,571,439 shares	First six months of FY2010:	80,387,002 shares

* Implementation status of quarterly review procedures

The quarterly review procedure based on the Financial Instruments and Exchange Act does not apply to this Financial Report, and the quarterly review procedure based on the Financial Instruments and Exchange Act had not been completed as of the release of this Financial Report.

* Presentation regarding the proper use of financial forecast and other special remarks

1. The statement about the future including the financial forecast in this document was made based on information available and deemed reasonable at the time the material was released and actual earnings may differ from the forecast due to various factors.

2. For matters related to financial forecast mentioned above, please refer to page 3 of the attached document “(3) Qualitative Information on Forecast of Consolidated Financial Results of 1. Qualitative Information on Consolidated Financial Results for the First Six Months of FY2011 (April 1, 2011 to September 30, 2011)”.

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1. Qualitative Information on Consolidated Financial Results for the First Six Months of FY2011 (April 1, 2011 to September 30, 2011)

(1) Qualitative Information on Consolidated Business Results

During the first six months of the fiscal year ending March 31, 2012, the Japanese economy continued to be plagued by severe conditions, including declines in corporate earnings, due to the impacts of the Great East Japan Earthquake and other factors. Nevertheless, an upturn in consumer spending and other signs of recovery were also seen. As for the future, though it is expected that economic conditions will continue to improve, there are still risks that factors such as impacts of the nuclear disaster, downturns in overseas economies, and exchange rate or stock price fluctuations could result in another downturn.

In the airline industry, post-disaster passenger volume on both domestic and international flights at the beginning of the year was down significantly, compared to the same period of the previous year, but the sizes of the negative margins have gradually narrowed. Looking at international passenger volume at Tokyo International Airport (Haneda) alone, the commencement of regular international flights following the opening of Runway D in October of last year pushed the first-quarter figure well beyond that for the same period of the previous year.

Now in the second year of its medium-term business plan (FY2010 – FY2012), the Japan Airport Terminal (JAT) Group has steadily implemented renovation plans for the domestic Terminal 1 building and pursued efforts to expand both its consigned services and wholesaling of merchandise at the new international passenger terminal building. At the same time, we have also actively worked to invigorate commercial facilities and cut store operation, utility, and other expenses wherever possible.

In a new initiative, we have embarked on overseas business development efforts, including the opening of a retail store in China's Chengdu Shuangliu International Airport (Chengdu, Sichuan Province). In addition, we have not only constructed a boat landing on the left bank of the Tama River to promote tourism in connection with the internationalization of Haneda Airport and serve disaster prevention purposes, but also entered into capital and business alliance agreements with JALUX Inc. and Sojitz Corporation to enhance the provision of services and goods to users of Haneda Airport.

Business results for the first six months reflected an earnings decline that was anticipated in the medium-term business plan and resulted from factors like an increase in depreciation expenses related to Haneda Airport's domestic Terminal 2 expansion (south side of the main building). Earnings, however, were also hurt by a decline in rent revenue following the returns of leased offices in Haneda Airport's domestic passenger terminal building by airline companies, an increase in fees for temporary usage of national government property, and post-disaster declines in domestic and international passenger volume.

As a result, consolidated operating revenues for the current six months fell 3.8% compared with the same period of the previous year, to ¥62,587 million. Operating loss was ¥237 million (compared to an operating income of ¥3,389 million for the same period of the previous year). Ordinary loss was ¥780 million (compared to an ordinary income of ¥3,161 million for the same period of the previous year). Net loss was ¥930 million (compared to a net income of ¥1,271 million for the same period of the previous year).

The following is earnings by segment. It should be noted that figures for operating income (loss) are equivalent to those of segment income (loss).

[Facilities Management]

Rent revenue, even with the negative impact of return of leased offices in Haneda Airport's domestic Terminal 1 building by airline companies, ended the first three months slightly ahead of the figure for the same period of the previous year because of developments like the expansion of leasable space following the opening of the domestic Terminal 2 expansion (south side of the main building).

Facility user charges revenue benefited from an increase in user charges revenues for domestic terminal facilities, following a rate revision for domestic passenger facilities, however, following the closing of the former international terminal building, total facility user charges revenue came in below the figure for the same period of the previous year.

Other revenues greatly surpassed the figure for the same period of the previous year because of higher revenues from facility maintenance and other consigned services related to the new international passenger terminal building.

As a result, operating revenues from the facilities management operations increased 5.6% compared with the same period of the previous year to ¥22,101 million. Operating income decreased 82.5% to ¥348 million, due to factors like a temporary increase in fees for usage of national government property and an increase in depreciation expenses related to the opening of Haneda Airport's domestic Terminal 2 expansion (south side of the main building).

[Merchandise Sales]

Efforts were made to increase sales at domestic terminal stores by, for example, opening new directly managed stores

in the domestic Terminal 2 expansion (south side of the main building) at Haneda Airport. They were not enough, however, to overcome negative impacts like the decrease in domestic passenger volume following the earthquake. Sales, therefore, came in below the figure for the same period of the previous year.

Similarly, sales at international terminal stores, despite benefiting from openings of directly managed stores in Haneda Airport's new international terminal building, were not sufficient to overcome the closings of directly managed stores in the former international terminal building, nor the consequences of the Great East Japan Earthquake and nuclear disaster and the effects of rapid yen appreciation, which caused a decline in foreign visitors to Japan. Sales, therefore, fell significantly below the level for the same period of the previous year.

Other sales, benefiting from factors like the wholesaling of products to stores in the new international passenger terminal building, exceeded the previous year's figure.

As a result, operating revenues from merchandise sales operations decreased 9.0% to ¥34,953 million and operating income fell 43.6% to ¥2,005 million compared with the same period of the previous year respectively.

[Food and Beverage]

Sales from food and beverage operations were helped by the openings of new directly managed stores in Haneda Airport's domestic Terminal 2 expansion (south side of the main building) and new international passenger terminal building, but those positive contributions were not enough to offset the impact of lower domestic passenger volume, and sales for the current period declined largely compared with the same period of the previous year.

Sales from in-flight meals also fell as foreign carriers canceled flights one after another in response to the earthquake and nuclear accident.

Other sales, however, substantially surpassed the figure for the same period of the previous year by a wide margin on the strength of consigned service of managing food and beverage facilities in the new international passenger terminal building.

As a result, operating revenues from food and beverage operations fell 6.8% compared with the same period of the previous year to ¥7,658 million. The failure of operating expenses to decline in line with revenues resulted in an operating loss of ¥516 million (compared to an operating profit of ¥20 million for the same period of the previous year). the operating loss up to ¥516 million (compared to an operating income of ¥20 million for the same period of the previous year).

(2) Qualitative Information on Consolidated Financial Position

[Assets, liabilities and net assets]

Total assets decreased ¥5,358 million from the previous fiscal year end to ¥193,687 million mainly because cash and time deposits and other current assets decreased.

Total liabilities decreased ¥4,200 million to ¥92,282 million mainly because long-term loans payable decreased.

Total net assets decreased ¥1,157 million to ¥101,405 million mainly because retained earnings decreased.

Accordingly, the equity ratio came to 51.4%.

(3) Qualitative Information on Forecast of Consolidated Financial Results

As for the JAT Group's consolidated results for the first six months, domestic and international passenger figures, which were expected to decline significantly due to the impacts of the Great East Japan Earthquake, recovered more quickly than the initial forecast. As a result, its operating revenues surpassed the previously announced forecast, and actual operating, ordinary, and quarterly losses improved much greater than expected.

Entering the second half of the fiscal year under review, we are expecting that repairing expenses will increase as part of capital investments have been postponed from the first half. However, with an outlook for ongoing recovery in passenger volume, we are looking for full-year operating revenues to beat initial forecasts and are expecting that operating, ordinary, and net income (loss) results will be much better than previously forecast.

That said, however, there are lingering concerns regarding the impacts of the nuclear disaster, concerns for economic slowdowns overseas, risks of exchange rate or stock price fluctuations leading to an economic downturn, and potential unexpected delays in the recovery of foreign visitor numbers.

As for the outlook for full-year consolidated results, updates have been made as discussed in the "Notification of Revised Forecast of Consolidated Financial Results" released on November 2, 2011(in Japanese only).

The dividend forecast has been revised in view of the updated full-year consolidated results outlook. For details, please refer to the "Notification of Revised Distribution of Surplus and Dividend Forecast" released on November 9, 2011(in Japanese only).

2. Summary (Other) Information

(1) Changes in Significant Subsidiaries during the Period under Review

There is nothing to report.

(2) Adoption of Specific Accounting Methods for Preparation of the Quarterly Consolidated Financial Statements

Calculation of tax expenses

Tax expenses are calculated by making a reasonable estimation of the effective tax rate on income before taxes for the current fiscal year including the second quarter after the application of deferred tax accounting and applying the estimated effective tax rate to quarterly income before taxes.

3. Quarterly Consolidated Financial Statements

(1) Quarterly Consolidated Balance Sheets

(Millions of yen)

	FY2010 (As of March 31, 2011)	First Six Months of FY2011 (As of September 30, 2011)
ASSETS		
Current assets		
Cash and time deposits	21,869	19,539
Accounts receivable	8,070	8,816
Marketable securities	559	259
Merchandise and finished products	3,402	3,117
Raw materials and stored goods	144	142
Deferred tax assets	1,269	1,286
Other current assets	5,143	1,956
Allowance for doubtful accounts	(49)	(52)
Total current assets	40,410	35,066
Fixed assets		
Tangible fixed assets		
Buildings and structures	257,308	262,177
Accumulated depreciation and impairment loss	(145,224)	(150,493)
Buildings and structures, net	112,084	111,683
Machines, devices and vehicles	10,295	10,306
Accumulated depreciation and impairment loss	(8,770)	(8,939)
Machines, devices and vehicles, net	1,524	1,367
Land	10,575	10,575
Lease assets	2,466	2,466
Accumulated depreciation and impairment loss	(169)	(377)
Lease assets, net	2,297	2,089
Construction in progress	2,287	1,415
Other fixed assets	22,680	23,773
Accumulated depreciation and impairment loss	(17,540)	(18,360)
Other fixed assets, net	5,139	5,412
Total tangible fixed assets	133,909	132,543
Intangible fixed assets	1,804	1,945
Investments and other assets		
Investment securities	5,993	6,836
Long-term loans receivable	6,623	6,476
Deferred tax assets	8,371	8,641
Other investments	1,933	2,177
Total investments and other assets	22,921	24,131
Total fixed assets	158,634	158,620
TOTAL ASSETS	199,045	193,687

(Millions of yen)

	FY2010 (As of March 31, 2011)	First Six Months of FY2011 (As of September 30, 2011)
LIABILITIES		
Current liabilities		
Accounts payable	4,736	4,808
Short-term loans payable	11,338	9,862
Income taxes payable	912	612
Allowance for employees' bonuses	908	839
Allowance for directors' bonuses	100	—
Asset retirement obligations	156	4
Other current liabilities	10,201	14,423
Total current liabilities	28,354	30,550
Fixed liabilities		
Long-term loans payable	54,416	49,670
Allowance for employees' retirement benefits	4,980	4,812
Lease liabilities	2,535	2,316
Asset retirement obligations	261	348
Other fixed liabilities	5,935	4,584
Total fixed liabilities	68,128	61,731
TOTAL LIABILITIES	96,483	92,282
NET ASSETS		
Shareholders' equity		
Common stock	17,489	17,489
Capital surplus	21,309	21,309
Retained earnings	67,010	65,814
Treasury stock	(4,081)	(3,238)
Total shareholders' equity	101,727	101,375
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	881	837
Deferred gains (losses) on hedges	(1,898)	(2,574)
Foreign currency translation adjustment	—	(0)
Total accumulated other comprehensive income	(1,017)	(1,737)
Minority interests	1,852	1,766
TOTAL NET ASSETS	102,562	101,405
TOTAL LIABILITIES AND NET ASSETS	199,045	193,687

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

Quarterly Consolidated Statements of Income

(Millions of yen)

	First Six Months of FY2010 (from April 1, 2010 to September 30, 2010)	First Six Months of FY2011 (from April 1, 2011 to September 30, 2011)
Operating revenues		
Rent revenue	7,053	7,129
Facility user charges revenue	8,222	7,608
Other revenues	4,617	6,851
Sale of merchandise	38,053	34,605
Sale of food and beverage	7,130	6,391
Total operating revenues	65,078	62,587
Cost of sales		
Cost of sales of merchandise	28,013	26,154
Cost of sales of food and beverage	4,417	4,193
Total cost of sales	32,430	30,348
Gross profit	32,647	32,239
Selling, general and administrative expenses		
Salaries and wages	3,445	3,595
Provision for employees' bonuses	915	788
Provision for directors' bonuses	60	—
Expenses for retirement benefits	426	463
Rent expenses	3,542	3,819
Outsourcing and commission	4,069	6,396
Depreciation expenses	5,858	6,685
Other costs and expenses	10,940	10,726
Total selling, general and administrative expenses	29,258	32,476
Operating income (loss)	3,389	(237)
Non-operating income		
Interest income	50	152
Dividends income	41	44
Miscellaneous income	495	579
Total non-operating income	587	776
Non-operating expenses		
Interest expenses	505	553
Equity in losses of affiliates	30	715
Miscellaneous expenses	278	50
Total non-operating expenses	815	1,319
Ordinary income (loss)	3,161	(780)
Extraordinary income		
Gain on sales of investment securities	—	26
Total extraordinary income	—	26

	First Six Months of FY2010 (from April 1, 2010 to September 30, 2010)	First Six Months of FY2011 (from April 1, 2011 to September 30, 2011)
Extraordinary loss		
Loss on valuation of investment securities	52	—
Loss on adjustment for changes of accounting standard for asset retirement obligations	765	—
Loss on disaster	—	46
Total extraordinary loss	817	46
Quarterly income (loss) before income taxes and minority interests	2,343	(800)
Income taxes — current	1,074	159
Quarterly income (loss) before minority interests	1,269	(960)
Minority interests in loss	(2)	(57)
Quarterly net income (loss)	1,271	(903)

Quarterly Consolidated Statements of Comprehensive Income

(Millions of yen)

	First Six Months of FY2010 (from April 1, 2010 to September 30, 2010)	First Six Months of FY2011 (from April 1, 2011 to September 30, 2011)
Quarterly income (loss) before minority interests	1,269	(960)
Other comprehensive income		
Valuation difference on available-for-sale securities	(5)	(43)
Deferred gains (losses) on hedges	5	0
Foreign currency translation adjustment	—	(0)
Share of other comprehensive income of associates accounted for using equity method	(1,354)	(676)
Total other comprehensive income	(1,353)	(719)
Comprehensive income (loss)	(84)	(1,680)
Comprehensive income (loss) attributable to owners of the parent	(82)	(1,622)
Comprehensive income (loss) attributable to minority interests	(2)	(57)

(3) Notes to the Premise of a Going Concern

There is nothing to report.

(4) Segment Information, etc.

I. First six months of FY2010 (April 1, 2010 to September 30, 2010)

1. Operating revenues, income or loss by reportable segment

(Millions of yen)

	Reportable segments				Adjustments Note 1	Carrying amount on quarterly consolidated statements of income Note 2
	Facilities Management	Merchandise Sales	Food and Beverage	Total		
Operating revenues						
Sales to external customers	19,791	38,156	7,130	65,078	—	65,078
Intersegment sales and transfers	1,128	273	1,088	2,490	(2,490)	—
Total	20,919	38,430	8,218	67,568	(2,490)	65,078
Segment income	1,994	3,555	20	5,570	(2,181)	3,389

Notes: 1. Adjustments to the segment income include ¥2,182 million of administration expenses for the parent company's administration divisions, etc. at head office which are not allocated to each of the reportable segments.

2. Segment income (loss) is adjusted for operating income described in Quarterly Consolidated Statements of Income.

2. Impairment of fixed assets or goodwill by reportable segments

There is nothing to report.

II. First six months of FY2011 (April 1, 2011 to September 30, 2011)

1. Operating revenues, income or loss by reportable segment

(Millions of yen)

	Reportable segments				Adjustments Note 1	Carrying amount on quarterly consolidated statements of income Note 2
	Facilities Management	Merchandise Sales	Food and Beverage	Total		
Operating revenues						
Sales to external customers	21,090	34,695	6,801	62,587	—	62,587
Intersegment sales and transfers	1,010	258	856	2,124	(2,124)	—
Total	22,101	34,953	7,658	64,712	(2,124)	62,587
Segment income (loss)	348	2,005	(516)	1,837	(2,074)	(237)

Notes: 1. Adjustments to the segment income (loss) include ¥2,075 million of administration expenses for the parent company's administration divisions, etc. at head office which are not allocated to each of the reportable segments.

2. Segment income (loss) is adjusted for operating loss described in Quarterly Consolidated Statements of Income.

2. Impairment of fixed assets or goodwill by reportable segments

There is nothing to report.

(5) Notes to a Significant Change in Shareholders' Equity

There is nothing to report.