



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

February 8, 2012

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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: February 14, 2012	
Scheduled date of dividend payment commencement: —	
Preparation of quarterly earnings presentation material (yes/no): No	
Holding of quarterly earnings announcement (yes/no): No	

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

1. Consolidated Financial Results for the First Nine Months of FY2011 (April 1, 2011 to December 31, 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		Ordinary income (loss)		Net income (loss)	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
First Nine Months of FY2011	97,210	(4.2)	791	(80.3)	(57)	—	(1,718)	—
FY2010	101,520	10.9	4,011	(3.8)	3,247	(20.5)	1,139	(41.6)

Note: Comprehensive income (loss) First nine months of FY2011: -¥2,732 million (— %)

First nine months of FY2010: ¥48 million (— %)

	Net income (loss) per share	Diluted net income (loss) per share
	Yen	Yen
First Nine Months of FY2011	(21.27)	—
FY2010	14.17	—

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of December 31, 2011	191,929	100,068	51.2	1,210.60
As of March 31, 2011	199,045	102,562	50.6	1,252.82

Reference: Equity capital As of December 31, 2011: ¥98,339 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: None

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)	—	(2,400)	—	(29.67)

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 December 31, 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 December 31, 2011:	3,244,804 shares	As of March 31, 2011:	4,089,744 shares
3) Average number of shares outstanding (quarterly consolidated cumulative period)	First nine months of FY2011:	80,792,329 shares	First nine months of FY2010:	80,386,967 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 Nine Months of FY2011 (April 1, 2011 to December 31, 2011)”.

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1. Qualitative Information on Consolidated Financial Results for the First Nine Months of FY2011 (April 1, 2011 to December 31, 2011)

(1) Qualitative Information on Consolidated Business Results

During the first nine months of the fiscal year ending March 31, 2012, the Japanese economy slowly recovered from the severe conditions caused by the Great East Japan Earthquake and other developments. However, with the European debt crisis and other factors causing overseas economic slowdowns and exchange rate havoc, the future, including the risk of an economic downturn, remains clouded.

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. International passenger volume at Tokyo International Airport (Haneda) is showing significant year-on-year increases on the strength of regular international flights following the opening of Runway D in October 2010 and looks to be headed for solid growth even after a year has passed.

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. The Group has also held events in its commercial facilities, actively undertaken product development and other initiatives aimed at invigorating business activity, and worked to cut expenses wherever possible.

New endeavors included renovation of duty-free stores operated by the Company at Narita International Airport to give them greater customer appeal with refined and luxurious designs, the creation of mobile-device Google maps of individual floors of Haneda Airport's domestic passenger terminal building, and the launch of free WiFi services to offer even greater convenience in passenger terminal buildings. We also actively moved forward with overseas business development, exemplified by the opening of an airport retail store and a restaurant in the city of Chengdu, Sichuan Province, China.

For the first nine months of the fiscal year, the Company's business results suffered negative impacts in the form of lower rent revenue following returns of office space previously leased by airlines in Haneda Airport's domestic passenger terminal building and increases in depreciation expenses related to Haneda Airport's domestic Terminal 2 expansion (south side of the main building).

As a result, consolidated operating revenues for the first nine months of the fiscal year had declined 4.2% compared with the same period of the previous year, to ¥97,210 million. Operating income decreased 80.3%, to ¥791 million, with an ordinary loss of ¥57 million (compared to ordinary income of ¥3,247 million for the same period of the previous year). The latter was due to an increase in equity in losses of affiliates. The reversal of deferred tax assets after the official announcement of laws related to the lowering of corporate tax rates, and other factors, resulted in the reporting of a quarterly net loss of ¥1,718 million (compared to net income of ¥1,139 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 has been helped by the increase in leasable space following the opening of the domestic Terminal 2 expansion (south side of the main building) in October 2010. However, returns of leased offices from airlines in Haneda Airport's domestic Terminal 1 building beginning in December 2010 held overall rent revenue below the figure for the same period of the previous year.

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 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 2.1% compared with the same period of the previous year to ¥33,567 million. Operating income decreased 58.6% to ¥1,006 million, due to factors like an increase in depreciation expenses related to 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.

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.

It should be noted, however, that a recovery in air passenger volume, active sponsorship of disaster-recovery support and other events, and sales promotions aimed at getting Japanese international travelers to shop at international terminal stores, have helped to reduce sales declines at both domestic and international terminal stores.

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 7.8% to ¥55,179 million and operating income fell 30.5% to ¥3,514 million compared with the same period of the previous year.

[Food and Beverage]

In restaurants operations, aggressive development of directly managed stores in Haneda Airport's domestic Terminal 2 expansion (south side of the main building) and new international passenger terminal building positively contributed to sales, but were still outweighed by the decline in domestic passenger volume, and other negative factors, which held sales below the level for the same period of the previous year.

Although sales of in-flight meals to new foreign carriers in Haneda Airport increased, overall sales from in-flight meals fell because foreign carriers decreased flights in Narita Airport in response to the earthquake and nuclear accident.

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

In total, operating revenues from food and beverage operation declined 7.8% compared with the same period of the previous year, to ¥11,727 million. The operating loss grew to ¥642 million (compared to ¥183 million for the same period of the previous year). Drastic structural reforms and store strategy reformulation are underway.

(2) Qualitative Information on Consolidated Financial Position

[Assets, liabilities and net assets]

Total assets decreased ¥7,116 million from the previous fiscal year end to ¥191,929 million mainly because tangible fixed assets associated with depreciation expenses and other current assets decreased.

Total liabilities decreased ¥4,622 million to ¥91,860 million mainly because long-term loans payable decreased.

Total net assets decreased ¥2,493 million to ¥100,068 million mainly because retained earnings decreased.

Accordingly, the equity ratio came to 51.2%.

(3) Qualitative Information on Forecast of Consolidated Financial Results

For the fourth quarter, it is expected that renovation expenses will be recorded for work on Haneda Airport's domestic passenger terminal building postponed from the third quarter. However, with the anticipated continuation of the recovery in air passenger volume seen through the end of the third quarter, full-year results are expected to reflect steady improvement. At this time, there are no changes to the Forecast of Consolidated Financial Results announced on December 27, 2011.

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 third 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 Nine Months of FY2011 (As of December 31, 2011)
ASSETS		
Current assets		
Cash and time deposits	21,869	21,574
Accounts receivable	8,070	9,402
Marketable securities	559	10
Merchandise and finished products	3,402	3,698
Raw materials and stored goods	144	185
Deferred tax assets	1,269	1,255
Other current assets	5,143	2,114
Allowance for doubtful accounts	(49)	(53)
Total current assets	40,410	38,186
Fixed assets		
Tangible fixed assets		
Buildings and structures	257,308	262,381
Accumulated depreciation and impairment loss	(145,224)	(153,142)
Buildings and structures, net	112,084	109,239
Machines, devices and vehicles	10,295	10,307
Accumulated depreciation and impairment loss	(8,770)	(9,036)
Machines, devices and vehicles, net	1,524	1,271
Land	10,575	10,575
Lease assets	2,466	2,466
Accumulated depreciation and impairment loss	(169)	(481)
Lease assets, net	2,297	1,985
Construction in progress	2,287	1,281
Other fixed assets	22,680	23,766
Accumulated depreciation and impairment loss	(17,540)	18,706
Other fixed assets, net	5,139	5,060
Total tangible fixed assets	133,909	129,412
Intangible fixed assets	1,804	1,911
Investments and other assets		
Investment securities	5,993	6,657
Long-term loans receivable	6,623	5,990
Deferred tax assets	8,371	7,628
Other investments	1,933	2,159
Allowance for doubtful accounts	—	(18)
Total investments and other assets	22,921	22,418
Total fixed assets	158,634	153,742
TOTAL ASSETS	199,045	191,929

(Millions of yen)

	FY2010 (As of March 31, 2011)	First Nine Months of FY2011 (As of December 31, 2011)
LIABILITIES		
Current liabilities		
Accounts payable	4,736	5,818
Short-term loans payable	11,338	9,612
Income taxes payable	912	458
Allowance for employees' bonuses	908	404
Allowance for directors' bonuses	100	—
Asset retirement obligations	156	—
Other current liabilities	10,201	10,017
Total current liabilities	28,354	26,310
Fixed liabilities		
Long-term loans payable	54,416	53,606
Allowance for employees' retirement benefits	4,980	4,897
Lease liabilities	2,535	2,177
Asset retirement obligations	261	354
Other fixed liabilities	5,935	4,515
Total fixed liabilities	68,128	65,550
TOTAL LIABILITIES	96,483	91,860
NET ASSETS		
Shareholders' equity		
Common stock	17,489	17,489
Capital surplus	21,309	21,309
Retained earnings	67,010	64,714
Treasury stock	(4,081)	(3,238)
Total shareholders' equity	101,727	100,275
Accumulated other comprehensive income (loss)		
Valuation difference on available-for-sale securities	881	820
Deferred gains (losses) on hedges	(1,898)	(2,753)
Foreign currency translation adjustment	—	(3)
Total accumulated other comprehensive income (loss)	(1,017)	(1,936)
Minority interests	1,852	1,729
TOTAL NET ASSETS	102,562	100,068
TOTAL LIABILITIES AND NET ASSETS	199,045	191,929

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

Quarterly Consolidated Statements of Income

(Millions of yen)

	First Nine Months of FY2010 (from April 1, 2010 to December 31, 2010)	First Nine Months of FY2011 (from April 1, 2011 to December 31, 2011)
Operating revenues		
Rent revenue	10,797	10,679
Facility user charges revenue	12,072	11,648
Other revenues	8,558	10,455
Sale of merchandise	59,241	54,637
Sale of food and beverage	10,850	9,790
Total operating revenues	101,520	97,210
Cost of sales		
Cost of sales of merchandise	44,097	41,487
Cost of sales of food and beverage	6,828	6,329
Total cost of sales	50,926	47,817
Gross profit	50,594	49,393
Selling, general and administrative expenses		
Salaries and wages	6,161	6,123
Provision for employees' bonuses	464	396
Provision for directors' bonuses	90	—
Expenses for retirement benefits	637	677
Rent expenses	5,656	5,694
Outsourcing and commission	7,634	9,778
Depreciation expenses	9,531	10,272
Other costs and expenses	16,406	15,659
Total selling, general and administrative expenses	46,582	48,601
Operating income	4,011	791
Non-operating income		
Interest income	116	228
Dividends income	71	76
Miscellaneous income	700	780
Total non-operating income	888	1,086
Non-operating expenses		
Interest expenses	768	808
Equity in losses of affiliates	489	1,016
Miscellaneous expenses	395	111
Total non-operating expenses	1,653	1,935
Ordinary income (loss)	3,247	(57)

	First Nine Months of FY2010 (from April 1, 2010 to December 31, 2010)	First Nine Months of FY2011 (from April 1, 2011 to December 31, 2011)
Extraordinary income		
Gain on sales of investment securities	—	26
Total extraordinary income	—	26
Extraordinary loss		
Loss on valuation of investment securities	45	—
Loss on valuation of other investments	26	4
Provision of allowance for doubtful accounts	—	18
Loss on adjustment for changes of accounting standard for asset retirement obligations	765	—
Loss on disaster	—	47
Total extraordinary loss	837	70
Quarterly income (loss) before income taxes and minority interests	2,409	(101)
Income taxes — current	1,290	1,711
Quarterly income (loss) before minority interests	1,119	(1,813)
Minority interests in loss	(20)	(94)
Quarterly net income (loss)	1,139	(1,718)

Quarterly Consolidated Statements of Comprehensive Income

(Millions of yen)

	First Nine Months of FY2010 (from April 1, 2010 to December 31, 2010)	First Nine Months of FY2011 (from April 1, 2011 to December 31, 2011)
Quarterly income (loss) before minority interests	1,119	(1,813)
Other comprehensive income (loss)		
Valuation difference on available-for-sale securities	(3)	(61)
Deferred gains (losses) on hedges	5	0
Foreign currency translation adjustment	—	(3)
Share of other comprehensive income of associates accounted for using equity method	(1,072)	(855)
Total other comprehensive income (loss)	(1,070)	(919)
Comprehensive income (loss)	48	(2,732)
Comprehensive income (loss) attributable to owners of the parent	68	(2,637)
Comprehensive income (loss) attributable to minority interests	(19)	(95)

(3) Notes to the Premise of a Going Concern

There is nothing to report.

(4) Segment Information, etc.

I. First nine months of FY2010 (April 1, 2010 to December 31, 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	31,059	59,397	11,063	101,520	—	101,520
Intersegment sales and transfers	1,803	462	1,649	3,915	(3,915)	—
Total	32,862	59,859	12,713	105,435	(3,915)	101,520
Segment income (loss)	2,428	5,060	(183)	7,306	(3,924)	4,011

Notes: 1. Adjustments to the segment income (loss) include ¥3,295 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 nine months of FY2011 (April 1, 2011 to December 31, 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	32,027	54,777	10,406	97,210	—	97,210
Intersegment sales and transfers	1,540	401	1,321	3,263	(3,263)	—
Total	33,567	55,179	11,727	100,474	(3,263)	97,210
Segment income (loss)	1,006	3,514	(642)	3,878	(3,086)	791

Notes: 1. Adjustments to the segment income (loss) include ¥3,087 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.

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

There is nothing to report.