



Financial Report for the Second Quarter of the Fiscal Year Ending March 31, 2013 (FY2012) [J-GAAP] (Consolidated)

November 7, 2012

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 Scheduled date of filing securities report: November 14, 2012
 Scheduled date of commencing dividend payment: December 10, 2012
 Supplementary materials on financial results (yes/no) Yes
 Holding of quarterly earnings announcement (yes/no) Yes (for financial analysts and institutional investors)

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

1. Consolidated Financial Results for the First Six Months of FY2012 (April 1, 2012 to September 30, 2012)

(1) Consolidated Business Results (Cumulative) (%: Change from the same period of the previous year)

First Six Months of	Operating revenues		Operating income (loss)		Ordinary income (loss)		Net income (loss)	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
FY2012	69,694	11.4	2,577	-	2,550	-	1,244	-
FY2011	62,587	(3.8)	(237)	-	(780)	-	(903)	-

(Note) Comprehensive income (loss): First six months of FY2012 ¥689 million (-%) First six months of FY2011 ¥(1,680) million (-%)

First Six Months of	Net income (loss) per share	Diluted net income per share
	Yen	Yen
FY2012	15.32	-
FY2011	(11.21)	-

(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 September 30, 2012	191,132	99,810	51.4	1,209.62
As of March 31, 2012	189,165	99,433	51.7	1,204.93

(Reference) Equity capital: As of September 30, 2012 ¥98,259 million As of March 31, 2012 ¥97,878 million

2. Dividends

	Dividends per share				
	Q1-End	Q2-End	Q3-End	Year-End	Annual
	Yen	Yen	Yen	Yen	Yen
FY2011	-	3.50	-	3.50	7.00
FY2012	-	3.50	-	-	-
FY2012 (Forecast)	-	-	-	3.50	7.00

(Note) Revisions to the most recently announced dividends forecast for FY2012: None

3. Forecast of Consolidated Financial Results for FY 2012 (April 1, 2012 to March 31, 2013)

(%: Change from the previous year)

Full-year	Operating revenues		Operating income		Ordinary income		Net income		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
	136,800	5.7	3,800	333.1	3,200	-	1,400	-	17.23

(Note) Revisions to the most recently announced forecast of consolidated financial results for FY2012: Yes

*** Notes**

(1) Significant changes in subsidiaries during the period under review (changes in specified subsidiaries involving changes in scope of consolidation): None

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

Note: For details, please refer to page 4 of the appendix materials “2. Summary (Notes) Information (2) Adoption of Special Accounting Methods for Preparation of the 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: Yes

4) Restatement of revisions: None

Note: These changes stated above correspond to Article 10-5 of the Ordinance on Terminology, Forms and Preparation Methods of Quarterly Consolidated Financial Statements. For details, please refer to page 4 of the appendix materials “2. Summary (Notes) Information (3) Changes in accounting policies, accounting estimates, and restatement of revisions”.

(4) Number of shares outstanding (common stock)

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

As of September 30, 2012	84,476,500 shares	As of March 31, 2012	84,476,500 shares
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2) Number of treasury stock at the period-end:

As of September 30, 2012	3,244,897 shares	As of March 31, 2012	3,244,814 shares
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3) Average number of shares outstanding (quarterly consolidated cumulative period):

First six months of FY2012	81,231,651 shares	First six months of FY2011	80,571,439 shares
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*** 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.

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

1. The forecast of business results reported herein were 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. Actual results may differ significantly from forecasts due to various factors.

2. For matters related to financial forecast mentioned above, please refer to page 3 of the appendix materials “1. Qualitative Information on Consolidated Financial Results for the First Six Months of FY2012 (3) Qualitative Information on Forecast of Consolidated Financial Results”.

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1. Qualitative Information on Consolidated Financial Results for the First Six Months of FY2012 (April 1, 2012 to September 30, 2012)

(1) Qualitative Information on Consolidated Business Results

During the first six months of the fiscal year ending March 31, 2013, the Japanese economy initially showed modest recovery supported by reconstruction demand related to the Great East Japan Earthquake; however it started to weaken due primarily to the global economic slowdown. Economic outlook remains uncertain amid risks of a further downswing of the global economy.

In the airline industry, passenger volume on both domestic and international flights increased from the same period of the previous year, rebounding from the significant decline seen in FY 2011 following the Great East Japan Earthquake. On the other hand, there is a growing concern over the impact of Senkaku Islands dispute on the passenger forecast for international flights. Additionally, the airline industry needs to further strengthen its cost competitiveness and adapt to the changing environment for a number of reasons, including industry liberalization (open skies agreements), intensifying competition triggered by the entry of low-cost carriers (LCC), and the ongoing review concerning airport management aimed to enhance efficiency, to attract more users and to improve profitability.

Under these circumstances, the Japan Airport Terminal (JAT) Group has strived to respond to the changing environment as a member of airline industry. We have placed top priorities on decreasing vacant rental space, strengthening food business, reviewing costs for operating terminal buildings and exploring new revenue sources in order to improve profitability. As part of our efforts to decrease vacant space and to explore new revenue sources, we opened a compact hotel "First Cabin Haneda Terminal 1", which has consistently achieved high occupancy rate. We also continued efforts to review procurements and store operation to improve profitability of food and beverage business.

As a result, consolidated operating revenues for the first six months (April 1, 2012 - September 30, 2012) rose 11.4% compared with the same period of the previous year to ¥69,694 million due primarily to a rebound of passenger numbers from the significant drop in FY 2011 following the Great East Japan Earthquake and the effects of measures we took last year to revitalize sales as part of the renovation project of domestic passenger terminal 1 at Haneda airport. Operating income increased to ¥2,577 million (compared to an operating loss of ¥237 million for the same period of the previous year) due to cost reduction efforts, decrease in depreciation and absence of one-time expense recorded in the previous year. Ordinary income totaled ¥2,550 million (compared to an ordinary loss of ¥780 million for the same period of the previous year). Net income was ¥1,244 million (compared to a net loss of ¥903 million for the same period of the previous year.)

The following is a breakdown of earnings by segment. Note that the figures for operating income (loss) are equivalent to those for segment income (loss).

[Facilities Management]

Rent revenue decreased from the same period of the previous year, largely due to a negative impact from the reduction in the amount of office space leased by airlines in the domestic passenger terminal building at Haneda airport.

Facility user charges revenue surpassed the figure for the same period of the previous year because user charges revenue for domestic terminal facilities increased following a continued recovery of passenger volume that had once declined after the Great East Japan Earthquake.

Other revenues showed improvements from the same period of the previous year due to a number of factors, such as increases in parking revenue and airport lounge revenue following a recovery of the passenger volume and opening of "First Cabin Haneda Terminal 1", a compact hotel at the passenger terminal 1.

As a result, operating revenues from the facilities management operations increased to ¥22,604 million (up 2.3% year-on-year). Operating income for the segment was ¥2,008 million (up 476.8% year-on-year) due to a decrease in maintenance expense recorded in the same period of the last year related to the renovation of passenger terminal building 1, decline in depreciation expenses and other factors.

[Merchandise Sales]

Sales at domestic terminal stores exceeded those of the same period of the previous year due to a number of factors including recovery of passenger numbers, opening of new directly managed stores in the departure gate lounge in domestic Terminal 1, and sales promotion of products originally developed for Haneda Airport.

Sales at international terminal stores greatly surpassed the figure for the same period of the previous year. The increase was due to a continued recovery of passenger volume, active sales promotion in Narita International Airport such as original campaign and wagon sales as well as development of new directly managed stores at Kansai International Airport.

Other revenues also increased as compared with the figure for the same period of the previous year due to an increase in wholesale of products to stores at the international passenger terminal building and to the other airports.

As a result, operating revenues from the merchandise sales operations increased to ¥40,913 million (up 17.1% year-on-year) and operating income to ¥2,513 million (up 25.3% year-on-year).

[Food and Beverage]

Sales from food and beverage operations increased from the same period of the previous year. The increase was attributable to a continued recovery of passenger volume, opening of new stores as well as proactive sales and marketing activities for customer acquisition.

Sales from in-flight meals also rose as foreign carriers resumed flights that had been cancelled primarily as a consequence of the earthquake and subsequent nuclear accident.

Other revenues also increased from the same period of the previous year due largely to an increase of outsourcing business operated at airline lounges at international passenger terminal and other factors.

As a result, operating revenues from food and beverage operations rose 12.2% year-on-year to ¥8,592 million. Operating income for the segment turned into a profit of ¥109 million (compared to an operating loss of ¥516 million for the same period of the previous year).

(2) Qualitative Information on Consolidated Financial Position

[Assets, liabilities and net assets]

Total assets increased ¥1,967 million from the previous fiscal year end to ¥191,132 million, with the increase in investment securities offsetting the decline in tangible fixed assets with the progress of depreciation.

Total liabilities increased ¥1,590 million from the previous fiscal year end to ¥91,321 million primarily because long-term loans payable increased.

Total net assets increased ¥376 million from the previous fiscal year end to ¥99,810 million primarily because retained earnings increased.

As a result, equity ratio was 51.4%.

(3) Qualitative Information on Forecast of Consolidated Financial Results

Consolidated financial results for the first six months surpassed the previously announced forecast both in terms of revenue and profits. Revenue improved because international passenger numbers progressed steadily at higher-than-expected level. Profits exceeded forecast primarily because part of the capital expenditure originally scheduled in the first half of the fiscal year has been postponed to the second half and because equity in losses of affiliates was smaller than expected.

Entering the second half of the fiscal year under review, there is a concern that the negative impacts of Senkaku Islands dispute on passenger volume can affect our results. We also expect that costs will increase as part of capital expenditure has been postponed from the first half. As a result, we are looking for full-year consolidated results to remain largely as originally forecast.

Full-year consolidated results and non-consolidated results announced on May 9, 2012 are revised as follows.

Revision of Forecast of Consolidated Financial Results for FY 2012 (April 1, 2012 to March 31, 2013)

	Operating revenues (Million yen)	Operating income (Million yen)	Ordinary income (Million yen)	Net income (loss) (Million yen)	Net income (loss) per share (Yen)
Forecast announced previously (A)	135,000	3,800	3,000	1,400	17.23
Revised forecast (B)	136,800	3,800	3,200	1,400	17.23
Change (B-A)	1,800	-	200	-	-
Change (%)	1.3	-	6.7	-	-
Reference: Results for previous year (April 1, 2011 to March 31, 2012)	129,391	877	176	(2,614)	(32.32)

Reference)**Revision of Forecast of Non-Consolidated Financial Results for FY 2012 (April 1, 2012 to March 31, 2013)**

	Operating revenues (Million yen)	Ordinary income (loss) (Million yen)	Net income (loss) (Million yen)	Net income (loss) per share (Yen)
Forecast announced previously (A)	110,900	2,300	1,300	16.00
Revised forecast (B)	111,700	2,400	1,400	17.23
Change (B-A)	800	100	100	-
Change (%)	0.7	4.3	7.7	-
Reference: Results for previous year (April 1, 2011 to March 31, 2012)	106,764	(321)	(1,086)	(13.43)

2. Summary (Notes) Information**(1) Significant Changes in Subsidiaries during the Period under Review**

None

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

The effective tax rate on income before taxes for the consolidated fiscal year including the first quarter after the application of deferred tax accounting is reasonably estimated, and that estimated rate is applied to net income for the quarterly period to calculate estimated tax expenses.

(3) Changes in Accounting Policies, Accounting Estimates, and Restatement of Revisions**Changes in Accounting Policies****(Change in Depreciation Method)**

In accordance with amendments to the Corporate Tax Law, the Company and its domestic consolidated subsidiaries have changed depreciation method from the first quarter of the fiscal year for tangible fixed assets acquired on or after April 1, 2012 to the method based on the revised Corporate Tax Law.

With this change, operating income, ordinary income and income before income taxes and minority interests all increased by ¥34 million for the period under review (April 1, 2012 to September 30, 2012) as compared with the case under the previous method.

3. Quarterly Consolidated Financial Statements

(1) Quarterly Consolidated Balance Sheets

	(Millions of yen)	
	FY2011 (As of March 31, 2012)	First Six Months of FY2012 (As of September 30, 2012)
ASSETS		
Current assets		
Cash and deposits	20,886	18,521
Accounts receivable	9,532	9,791
Merchandise and finished products	3,288	4,287
Raw materials and stored goods	155	158
Deferred tax assets	1,283	1,287
Other current assets	1,653	3,081
Allowance for doubtful accounts	(38)	(14)
Total current assets	36,760	37,113
Fixed assets		
Tangible fixed assets		
Buildings and structures	262,735	264,089
Accumulated depreciation and impairment loss	(156,293)	(160,636)
Buildings and structures (net)	106,442	103,453
Machinery, equipment and vehicles	10,408	10,248
Accumulated depreciation and impairment loss	(9,181)	(8,052)
Machinery, equipment and vehicles (net)	1,227	2,195
Land	10,476	10,476
Lease assets	2,525	2,534
Accumulated depreciation and impairment loss	(587)	(802)
Lease assets (net)	1,937	1,732
Construction in progress	3,107	3,821
Other tangible fixed assets	23,925	24,100
Accumulated depreciation and impairment loss	(19,203)	(19,691)
Other tangible fixed assets (net)	4,721	4,408
Total tangible fixed assets	127,912	126,088
Intangible fixed assets	2,303	2,079
Investments and other assets		
Investment securities	6,954	10,120
Long-term loans receivable	6,315	6,671
Deferred tax assets	6,615	6,573
Other investments	2,322	2,485
Allowance for doubtful accounts	(18)	—
Total investments and other assets	22,188	25,850
Total fixed assets	152,404	154,019
TOTAL ASSETS	189,165	191,132

	(Millions of yen)	
	FY2011 (As of March 31, 2012)	First Six Months of FY2012 (As of September 30, 2012)
LIABILITIES		
Current liabilities		
Accounts payable	5,203	4,990
Short-term loans payable	9,612	10,112
Income taxes payable	422	1,202
Allowance for employees' bonuses	800	948
Allowance for directors' bonuses	—	65
Asset retirement obligations	178	140
Other current liabilities	10,767	11,069
Total current liabilities	26,985	28,529
Fixed liabilities		
Long-term loans payable	50,924	51,560
Allowance for employees' retirement benefits	4,863	4,699
Lease obligations	2,186	1,860
Asset retirement obligations	277	440
Other fixed liabilities	4,494	4,231
Total fixed liabilities	62,745	62,792
TOTAL LIABILITIES	89,731	91,321
NET ASSETS		
Shareholders' equity		
Common stock	17,489	17,489
Capital surplus	21,309	21,309
Retained earnings	63,818	64,779
Treasury stock	(3,238)	(3,238)
Total shareholders' equity	99,379	100,339
Accumulated other comprehensive income (loss)		
Valuation difference on available-for-sale securities	1,003	898
Deferred gains (losses) on hedges	(2,503)	(2,979)
Foreign currency translation adjustment	(1)	0
Total accumulated other comprehensive income (loss)	(1,500)	(2,080)
Minority interests	1,555	1,551
TOTAL NET ASSETS	99,433	99,810
TOTAL LIABILITIES AND NET ASSETS	189,165	191,132

(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 FY2011 (from April 1, 2011 to September 30, 2011)	First Six Months of FY2012 (from April 1, 2012 to September 30, 2012)
Operating revenues		
Rent revenue	7,129	6,906
Facility user charges revenue	7,608	7,885
Other revenues	6,851	7,247
Sale of merchandise	34,605	40,521
Sale of food and beverage	6,391	7,133
Total operating revenue	62,587	69,694
Cost of sales		
Cost of sales of merchandise	26,154	30,165
Cost of sales of food and beverage	4,193	4,411
Total cost of sales	30,348	34,576
Gross profit	32,239	35,117
Selling, general and administrative expenses		
Salaries and wages	3,595	3,643
Provision for employees' bonuses	788	909
Provision for directors' bonuses	—	65
Expenses for retirement benefits	463	436
Rent expenses	3,819	4,324
Outsourcing and commission	6,396	6,924
Depreciation expenses	6,685	6,341
Other costs and expenses	10,726	9,894
Total selling, general and administrative expenses	32,476	32,540
Operating income (loss)	(237)	2,577
Non-operating income		
Interest income	152	152
Dividends income	44	80
Contributions in aid of construction	17	200
Miscellaneous income	562	515
Total non-operating income	776	948
Non-operating expenses		
Interest expenses	553	510
Equity in losses of affiliates	715	398
Miscellaneous expenses	50	66
Total non-operating expenses	1,319	975
Ordinary income (loss)	(780)	2,550

	(Millions of yen)	
	First Six Months of FY2011 (from April 1, 2011 to September 30, 2011)	First Six Months of FY2012 (from April 1, 2012 to September 30, 2012)
Extraordinary income		
Gain on sales of investment securities	26	—
Total extraordinary income	26	—
Extraordinary loss		
Loss on valuation of investment securities	—	119
Loss on disaster	46	—
Total extraordinary loss	46	119
Quarterly income (loss) before income taxes and minority interests	(800)	2,431
Income taxes – current	159	1,160
Quarterly income (loss) before minority interests	(960)	1,270
Minority interests income (loss)	(57)	26
Quarterly net income (loss)	(903)	1,244

Quarterly Consolidated Statements of Comprehensive Income

	(Millions of yen)	
	First Six Months of FY2012 (from April 1, 2011 to September 30, 2011)	First Six Months of FY2012 (from April 1, 2012 to September 30, 2012)
Quarterly Income (loss) before minority interests	(960)	1,270
Other comprehensive income		
Valuation difference on available-for-sale securities	(43)	(107)
Deferred gains (losses) on hedges	0	—
Foreign currency translation adjustment	(0)	2
Share of other comprehensive income of associates accounted for using equity method	(676)	(475)
Total other comprehensive income	(719)	(581)
Comprehensive income (loss)	(1,680)	689
Comprehensive income (loss) attributable to:		
Comprehensive income (loss) attributable to owners of the parent	(1,622)	665
Comprehensive income (loss) attributable to minority interests	(57)	23

(3) Notes on the Premise of a Going Concern

Not applicable

(4) Notes on a Significant Change in Shareholders' Equity

Not applicable

(5) Segment Information, etc.

(Segment Information)

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

1. Sales and income (loss) by reportable segment

(Millions of yen)

	Reportable segments				Adjustments Note 1	Quarterly consolidated financial statements Note2
	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 and others at head office which are not allocated to each of the reportable segments.

2. Segment income (loss) is adjusted with operating loss 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 six months of FY2012 (from April 1, 2012 to September 30, 2012)

1. Sales and income (loss) by reportable segment

(Millions of yen)

	Reportable segments				Adjustments Note1	Quarterly consolidated financial statements Note2
	Facilities Management	Merchandise Sales	Food and Beverage	Total		
Operating revenues						
Sales to external customers	21,563	40,590	7,540	69,694	—	69,694
Intersegment sales and transfers	1,041	322	1,052	2,416	(2,416)	—
Total	22,604	40,913	8,592	72,110	(2,416)	69,694
Segment income (loss)	2,008	2,513	109	4,632	(2,054)	2,577

(Notes) 1. Adjustments to the segment income (loss) include ¥2,055 million of administration expenses for the parent company's administration divisions and others at head office 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

3. Changes in reportable segments, etc.

(Change in depreciation method)

In accordance with amendments of Corporation Tax Law, the Company and its domestic consolidated subsidiaries have changed the depreciation method from the first quarter of the fiscal year for tangible fixed assets acquired on or after April 1, 2012 to the method based on the revised Corporate Tax Law.

With this change, segment income for facilities management business and merchandised sales business increased by ¥24 million and ¥9 million, respectively, for the first six months of FY2012 as compared with the case under the previous method.