Financial Report for the Second Quarter of the Fiscal Year Ending March 31, 2016 (FY2015) [J-GAAP] (Consolidated)

November 5, 2015

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Company name: Japan Airport Terminal Co., Ltd.
Listed stock exchange: Tokyo, 1st Section
Code number: 9706
URL: http://www.tokyo-airport-bldg.co.jp/
Representative: Isao Takashiro, President
Contact: Yasuhide Yonemoto, Senior Managing Director
Scheduled date of filing securities report: November 13, 2015
Scheduled date of commencing dividend payment: December 7, 2015
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 FY2015 (April 1, 2015 to September 30, 2015)

(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	
First Six Months of	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
FY2015	100,080	21.6	6,578	30.6	7,729	24.8	5,277	33.9
FY2014	82,314	13.5	5,035	65.4	6,193	90.3	3,940	109.5

(Note) Comprehensive income: First six months of FY2015 ¥5,726 million (27.3%) First six months of FY2014 ¥4,498 million (44.6%)

	Net income per share	Diluted net income per share
First Six Months of	Yen	Yen
FY2015	64.97	63.40
FY2014	48.51	-

(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, 2015	214,435	117,249	53.3	1,407.64
As of March 31, 2015	218,229	112,530	50.2	1,349.32

(Reference) Equity capital: As of September 30, 2015 ¥114,341 million As of March 31, 2015 ¥109,603 million

2. Dividends

	Dividends per share				
	Q1-End	Q2-End	Q3-End	Year-End	Annual
	Yen	Yen	Yen	Yen	Yen
FY2014	-	9.00	-	12.00	21.00
FY2015	-	15.00			
FY2015 (Forecast)			-	15.00	30.00

(Note) Revisions to the most recently announced dividends forecast for FY2015: Yes
For the revision of dividends forecast, please refer to the "Announcement of the dividend of retained earnings (interim dividend) and revision of the dividend forecast" (in Japanese only) announced on November 5, 2015.

3. Forecast of Consolidated Financial Results for FY 2015 (April 1, 2015 to March 31, 2016)

(%: 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
Full-year	209,400	20.7	11,700	18.3	13,200	11.4	8,900	33.9	109.57

(Note) Revisions to the most recently announced forecast of consolidated financial results for FY2015: None

* Notes

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

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 5 of the appendix materials "2. Summery (Notes) Information (2) 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

(4) Number of shares outstanding (common stock)

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

As of September 30, 2015	84,476,500 shares	As of March 31, 2015	84,476,500 shares

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

As of September 30, 2015	3,247,362 shares	As of March 31, 2015	3,247,182 shares

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

First six months of FY2015	81,229,222 shares	First six months of FY2014	81,229,761 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.

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

1. 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 precautionary statements regarding the use of the forecasts, please refer to page 4 of the appendix materials "1.Qualitative Information on Consolidated Financial Results for the First Six Months of FY2015 (3) Explanation of Consolidated Financial Forecasts and Other Forward-looking Statements".
2. Earnings announcement is planned to be held on November 13, 2015 for institutional investors and financial analysts. Video of the presentation as well as presentation materials used in the earnings announcement will be promptly posted on the Company's website following the meeting.

Contents of the Appendix Materials

1. Qualitative Information on Consolidated Financial Results for the First Six Months of FY2015 (April 1, 2015 to September 30, 2015)

(1) Explanation of Operating Results

During the first six months of the fiscal year ending March 31, 2016, the Japanese economy experienced a gradual trend of recovery despite some weakness observed. Looking ahead, continuing improvement in employment and income, coupled with various government policies, is expected to support ongoing moderate economic recovery. Nevertheless, with the movement toward normalization in the U.S. monetary policy, the prospect of economic downturns in overseas markets such as Asian emerging countries including China poses a risk that could spill over and weaken the Japanese domestic economy.

The airline industry needs to further strengthen its competitiveness for a number of reasons that are transforming our business environment, including 1) increased competition caused by industry liberalization (open skies agreements) and expansion of routes by low-cost carriers (LCCs), 2) reform of airport management structures aimed at enhancing efficiency by integrating airport land and terminal building operations, 3) discussions aimed at strengthening functions of metropolitan airports, and 4) plans for improving land access to Haneda Airport.

A review of passenger volume during the first six months shows that passengers on domestic flights at Haneda Airport slightly declined compared to the same period during the previous year. However, passenger volume on international flights rose year-on-year at Haneda Airport, Narita International Airport, and Kansai International Airport since these airports saw their record high monthly volume of inbound passengers.

Under these circumstances, in FY 2015, the last year of the medium-term business plan (FY 2013 through FY 2015), the Japan Airport Terminal (JAT) Group is working on our strategic priorities including: 1) Responding to the internationalization of Haneda Airport, 2) Laying the groundwork to ensure the future of the airport's operation, 3) Improving the profitability of group businesses and 4) Strengthening human resources and organizational capabilities.

In duty-free business, we were able to take advantage of a growing number of travelers visiting Japan from abroad, by improving average purchase prices and increasing customers from China and Southeast Asian countries. These marketing efforts led to a significant revenue increase at a pace that surpassed the growth rate of passenger volume, which greatly contributed to financial results for the first half in the current fiscal year. Furthermore, a new company that was established last year to develop duty-free business in a city center location is proceeding with preparations to open a new shop (Japan Duty Free Ginza) within this year.

At Haneda Airport, "Mercedes me Tokyo HANEDA", complete with restaurant, café and lounge, opened at Terminal 2 in July 2015, which is designed to promote its brand information as the first model of this kind in Asia. Also, "Tokyo Food Products" was renovated and its layout was changed from previous face-to-face shops into the one that allows customers to take products in their hands, in order to improve customer convenience as well as profitability. Furthermore, a renovation project began at the domestic passenger terminal in February 2015. Various renovations have been underway to enhance customer convenience, comfort and functionality of the airport, including new escalators leading to a terrace (South and North) on the 3rd floor of Terminal 1, improvements in signage aimed at better meeting the needs of international customers, as well as introduction of step-less passenger boarding bridges (PBB) at Terminal 1.

Moreover, we signed a basic agreement with CYBERDYNE Inc. on introduction of next-generation robots in the Haneda Airport passenger terminals as part of our efforts to create new value and improve the quality of convenience for customers.

As a result, consolidated operating revenues for the cumulative first half (April 1, 2015 – September 30, 2015) rose 21.6% compared with the same period of the previous year to ¥100,080 million. Operating income rose to ¥6,578 million (up 30.6% year-on-year), ordinary income to ¥7,729 million (up 24.8% year-on-year) and net income (attributable to owners of the parent) to ¥5,277 million (up 33.9% year-on-year).

May 2015 marked the 60th anniversary of Haneda Airport's passenger terminal. For the second year in a row, we had the honor of being recognized as meeting global best standard and earning 5-Star Airport status in the Global Airport Ranking conducted by Skytrax in the UK. In a bid to further enhance our reputation, we will work cooperatively as an entire airport to move together in our preparations for the 2020 Tokyo Olympics and Paralympics Games. With the highest priority placed on airport customers, we will ensure the safety of the airport and will provide services that offer exceptional customer convenience, comfort, and functionality. Aiming to be the world's best passenger terminal and to earn the long-term trust of customers, we are committed to contributing to the advancement of air transportation.

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

[Facilities Management]

Rental revenue fell slightly from the same period during the previous year due to a decrease in percentage rent revenue generated from tenants at Haneda's domestic passenger terminal.

Revenue from facility user charges fell slightly from the same period during the previous year because a decline in domestic passenger volume caused a fall in user charges revenue for domestic terminal facilities.

Other revenues increased from the same period during the previous year because of an increase in revenue from outsourcing business at Haneda's international terminal and the addition of revenue from "Royal Park Hotel THE Haneda" which opened in September 2014.

As a result, operating revenues from facilities management operations increased to ¥25,961 million (up 3.7% year-on-year). Operating income for the segment was ¥3,280 million (up 1.0% year-on-year) due to an increase in maintenance and other costs.

[Merchandise Sales]

Significant year-on-year growth in inbound visitors to Japan due to the weakening of the Yen and the easing of visa requirements for Southeast Asian countries boosted sales at international terminal stores and other (wholesale) revenues.

Sales at international terminal stores increased significantly from the same period during the previous year because of the improvement in average purchase prices and an increase in the sales of luxury brands as a result of marketing efforts targeting inbound travelers from China and Southeast Asian countries.

Other revenues (wholesale) also rose considerably year-on-year due to an increase in the wholesaling of products to stores at Haneda Airport, Narita Airport, Kansai Airport, Central Japan International Airport, as well as to other airports.

Sales at domestic terminal stores exceeded those of the same period during the previous year due to addition of revenue from two shops of "Isetan Haneda Store" that opened last year despite decline in domestic passenger volume.

As a result, operating revenues from merchandise sales operations increased to ¥66,846 million (up 31.6% year-on-year) and operating income rose to ¥5,523 million (up 41.0% year-on-year) driven by increased gross profits primarily in the duty-free goods business.

[Food and Beverage]

Sales from food and beverage operations increased from the same period during the previous year as a result of new shops developed at Haneda's domestic and international passenger terminals.

Sales from in-flight meals rose from the same period during the previous year since foreign carriers, our clients in this business, increased their flights and we also acquired a new client.

Other revenues increased due to an increase in outsourcing business operated in expanded spaces at Haneda's international passenger terminal.

As a result, operating revenues from food and beverage operations increased by 8.5% year-on-year to ¥9,837 million. Operating income for the segment was ¥299 million (up 436.9% year-on-year) due to various cost savings in labor cost and procurement.

(Challenges that the Company Faces)

During the term under review, there were no significant changes in the challenges facing the Company.

The airline industry needs to further strengthen its competitiveness for a number of reasons that are transforming our business environment, including 1) increased competition caused by industry liberalization and expansion of routes by LCCs, 2) reform of airport management structures aimed at enhancing efficiency by integrating airport land and terminal building operations, 3) discussions aimed at strengthening functions of metropolitan airports, and 4) plans for improving land access to Haneda Airport.

The JAT Group has a basic management philosophy to achieve harmony between society and business. Under this philosophy, our theme of the medium-term business plan (FY 2013 through FY 2015) is "Facilitate the Ongoing Evolution of Haneda Airport and Strengthen its Business Foundation to Ensure the Future Success of the Airport`s Operation." Based on this medium-term business plan, JAT Group is working on our strategic priorities including: 1) Responding to the internationalization of Haneda Airport, 2) Laying the groundwork to ensure the future of the airport's operation, 3) Improving the profitability of group businesses and 4) Strengthening human resources and organizational capabilities.

In the near-term, we will continue to take measures to take advantage of growing trend of inbound tourists and further improve profitability by achieving higher average purchase prices. Furthermore, we endeavor to enhance the attractiveness of terminal buildings though capital expenditures. Through these group-wide efforts, we aim to offer superior convenience, comfort and functionality of passenger terminals and enhance JAT Group's corporate value by steadily adapting to changes in business environments.

The JAT Group will continue to strengthen its collaboration with airline companies and contribute to enhance the function of metropolitan airports by working closely with airline companies.

(2) Explanation of Financial Position

[Assets]

Current assets decreased by ¥987 million from the previous fiscal year end to ¥68,493 million, primarily due to a decrease in cash and deposits by ¥18,921 million, despite an increase in marketable securities by ¥16,002 million and in merchandise and finished products by ¥1,004 million.

Fixed assets decreased ¥2,807 million from the previous fiscal year end to ¥145,941 million, primarily due to a decline in tangible fixed assets by ¥3,744 million resulting from the progress of depreciation, despite the increase of investment securities by ¥1,180 million.

As a result, total assets decreased by ¥3,794 million from the previous fiscal year end to ¥214,435 million.

[Liabilities]

Current liabilities decreased by ¥2,803 million from the previous fiscal year end to ¥35,226 million, primarily because other current liabilities decreased by ¥1,344 million and short-term loans payable decreased by ¥1,180 million.

Fixed liabilities decreased by ¥5,710 million from the previous fiscal year end to ¥61,958 million, primarily because long-term loans payable decreased by ¥5,206 million.

As a result, total liabilities decreased by ¥8,514 million from the previous fiscal year end to ¥97,185 million.

[Net assets]

Total net assets increased by ¥4,719 million to ¥117,249 million primarily because retained earnings increased by ¥4,302 million and valuation difference on available-for-sale securities increased by ¥268 million.

As a result, equity ratio was 53.3% (compared to 50.2% at the previous fiscal year end).

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

Consolidated revenue and profits (operating income, ordinary income and net income (attributable to owners of the parent)) for the first half surpassed forecasts driven by robust revenue from duty free business due to significant growth of inbound travelers to Japan.

We expect full-year consolidated results to surpass original forecasts reflecting favorable results in the first half, though maintenance costs will likely increase in the second half due to capital expenditure.

Accordingly, full-year consolidated forecasts that were previously announced on May 8, 2015 have been revised as disclosed in “Announcement of revision of the consolidated forecasts” (in Japanese only) on October 28, 2015.

2. Summary (Notes) Information

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

Not Applicable

(2) 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 half 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)

(Application of accounting standard for business combinations)

From the first quarter ended June 30, 2015, the Company has applied the "Accounting Standard for Business Combinations" (ASBJ Statement No. 21 of September 13, 2013, hereinafter "Business Combinations Accounting Standard") , the "Accounting Standard for Consolidated Financial Statements" (ASBJ Statement No.22 of September 13, 2013, hereinafter "Consolidation Accounting Standard") and the "Accounting Standard for Business Divestitures" (ASBJ Statement No.7, September 13, 2013, hereinafter "Business Divestitures Accounting Standard") and other standards. With this application, the Company has started to record as capital surplus, the difference arising from changes of the Company's equity ownership interest in subsidiaries in which it continues to control, and to book acquisition-related costs as expenses for the fiscal year in which the transaction took place. With regard to business combinations executed on or after April 1, 2015, the Company has started to reflect the adjustments to the allocation of acquisition cost as a result of the finalization of provisional accounting treatment in the quarterly consolidated financial statements in which the business combination is executed. The Company has also changed the presentation method of quarterly net income, etc., and the presentation from minority interests to non-controlling interests. To reflect the changes in the presentation of the consolidated financial statements, the consolidated financial statements for the cumulative quarterly period ended September 30, 2014 and for the fiscal year ended March 31, 2015 have been reclassified.

With the application of the Business Combinations Accounting Standard, the Company has followed the transitional treatment set forth in Article 58-2 (4) of the Business Combination Accounting Standard, Article 44-5 (4) of the Consolidation Accounting Standard and Article 57-4 (4) of the Business Divestitures Accounting Standard, the Company has applied these standards from the beginning of the quarterly period under review.

There is no impact of these changes to the consolidated financial results for the period under review.

3. Quarterly Consolidated Financial Statements

(1) Quarterly Consolidated Balance Sheets

(Millions of yen)

	FY2014 (As of March 31, 2015)	First Six Months of FY2015 (As of September 30, 2015)
ASSETS		
Current assets		
Cash and deposits	46,974	28,053
Accounts receivable	14,383	14,786
Marketable securities	-	16,002
Merchandise and finished products	5,485	6,489
Raw materials and stored goods	122	118
Deferred tax assets	1,158	1,168
Other current assets	1,529	1,886
Allowance for doubtful accounts	(174)	(11)
Total current assets	69,480	68,493
Fixed assets		
Tangible fixed assets		
Buildings and structures	272,828	273,341
Accumulated depreciation and impairment loss	(181,513)	(185,570)
Buildings and structures (net)	91,314	87,770
Machinery, equipment and vehicles	10,417	10,388
Accumulated depreciation and impairment loss	(8,567)	(8,643)
Machinery, equipment and vehicles (net)	1,849	1,744
Land	10,466	10,466
Lease assets	2,938	2,722
Accumulated depreciation and impairment loss	(1,966)	(1,832)
Lease assets (net)	971	889
Construction in progress	203	76
Other tangible fixed assets	26,734	27,408
Accumulated depreciation and impairment loss	(22,086)	(22,647)
Other tangible fixed assets (net)	4,647	4,760
Total tangible fixed assets	109,453	105,709
Intangible fixed assets	1,416	1,400
Investments and other assets		
Investment securities	22,994	24,175
Long-term loans receivable	6,664	6,666
Deferred tax assets	5,290	5,121
Net defined benefit assets	197	245
Other investments	2,731	2,622
Total investments and other assets	37,878	38,831
Total fixed assets	148,748	145,941
TOTAL ASSETS	218,229	214,435

(Millions of yen)

	FY2014 (As of March 31, 2015)	First Six Months of FY2015 (As of September 30, 2015)
LIABILITIES		
Current liabilities		
Accounts payable	7,238	7,552
Short-term loans payable	11,402	10,222
Income taxes payable	3,233	2,540
Allowance for employees' bonuses	1,165	1,347
Allowance for directors' bonuses	196	114
Other current liabilities	14,793	13,449
Total current liabilities	38,029	35,226
Fixed liabilities		
Bonds with stock acquisition rights	30,148	30,135
Long-term loans payable	28,328	23,122
Lease obligations	655	685
Net defined benefit liabilities	4,409	4,028
Asset retirement obligations	456	460
Other fixed liabilities	3,672	3,527
Total fixed liabilities	67,669	61,958
TOTAL LIABILITIES	105,699	97,185
NET ASSETS		
Shareholders' equity		
Common stock	17,489	17,489
Capital surplus	21,309	21,309
Retained earnings	73,252	77,555
Treasury stock	(3,242)	(3,244)
Total shareholders' equity	108,808	113,110
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	4,405	4,673
Deferred gains (losses) on hedges	(2,816)	(2,754)
Foreign currency translation adjustment	56	57
Remeasurements of defined benefit plans	(850)	(746)
Total accumulated other comprehensive income	795	1,230
Non-controlling interests	2,926	2,908
TOTAL NET ASSETS	112,530	117,249
TOTAL LIABILITIES AND NET ASSETS	218,229	214,435

(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 FY2014 (from April 1, 2014 to September 30, 2014)	First Six Months of FY2015 (from April 1, 2015 to September 30, 2015)
Operating revenues		
Rent revenue	6,457	6,441
Facility user charges revenue	8,942	8,899
Other revenues	9,215	10,489
Sale of merchandise	50,436	66,494
Sale of food and beverage	7,263	7,755
Total operating revenue	82,314	100,080
Cost of sales		
Cost of sales of merchandise	37,271	49,415
Cost of sales of food and beverage	4,621	5,053
Total cost of sales	41,893	54,469
Gross profit	40,421	45,611
Selling, general and administrative expenses		
Salaries and wages	3,709	3,984
Provision for employees’ bonuses	1,072	1,274
Provision for directors’ bonuses	96	112
Expenses for retirement benefits	496	465
Rent expenses	4,890	6,100
Outsourcing and commission	8,382	9,706
Depreciation expenses	5,847	5,525
Other costs and expenses	10,890	11,864
Total selling, general and administrative expenses	35,386	39,033
Operating income	5,035	6,578
Non-operating income		
Interest income	218	325
Dividends income	154	186
Equity in earnings of affiliates	705	798
Miscellaneous income	542	271
Total non-operating income	1,620	1,581
Non-operating expenses		
Interest expenses	400	293
Loss on retirement of fixed assets	37	110
Miscellaneous expenses	23	25
Total non-operating expenses	462	429
Ordinary income	6,193	7,729

(Millions of yen)

	First Six Months of FY2014 (from April 1, 2014 to September 30, 2014)	First Six Months of FY2015 (from April 1, 2015 to September 30, 2015)
Extraordinary loss		
Loss on sales of shares of subsidiaries and associates	22	-
Loss on valuation of other investments	-	4
Total extraordinary loss	22	4
Quarterly income before income taxes and non-controlling interests	6,170	7,725
Income taxes – current	2,218	2,447
Quarterly income	3,951	5,278
Quarterly net income attributable to non-controlling interests	10	1
Quarterly net income attributable to owners of the parent	3,940	5,277

Quarterly Consolidated Statements of Comprehensive Income

(Millions of yen)

	First Six Months of FY2014 (from April 1, 2014 to September 30, 2014)	First Six Months of FY2015 (from April 1, 2015 to September 30, 2015)
Quarterly income	3,951	5,278
Other comprehensive income		
Valuation difference on available-for-sale securities	657	271
Foreign currency translation adjustment	(5)	0
Remeasurements of defined benefit plans	123	100
Share of other comprehensive income of associates accounted for using equity method	(228)	75
Total other comprehensive income	547	447
Comprehensive income	4,498	5,726
Comprehensive income attributable to:		
Comprehensive income attributable to owners of the parent	4,481	5,713
Comprehensive income attributable to non-controlling interests	17	13

(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

(Segment Information, etc.)

Segment Information

I. First six months of FY2014 (from April 1, 2014 to September 30, 2014)

1. Sales and income 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	24,001	50,436	7,876	82,314	-	82,314
Intersegment sales and transfers	1,030	342	1,193	2,566	(2,566)	-
Total	25,031	50,779	9,069	84,881	(2,566)	82,314
Segment income	3,249	3,918	55	7,223	(2,188)	5,035

(Notes) 1. Adjustments to the segment income include ¥2,190 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

II. First six months of FY2015 (from April 1, 2015 to September 30, 2015)

1. Sales and income 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	25,027	66,498	8,554	100,080	-	100,080
Intersegment sales and transfers	934	347	1,282	2,563	(2,563)	-
Total	25,961	66,846	9,837	102,644	(2,563)	100,080
Segment income	3,280	5,523	299	9,104	(2,526)	6,578

(Notes) 1. Adjustments to the segment income include ¥2,528 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