

Translation

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Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2021 (Based on Japanese GAAP)

February 9, 2022

Company name: Odakyu Electric Railway Co.,Ltd.
 Stock exchange listing: Tokyo
 Stock code: 9007 URL <https://www.odakyu.jp/>
 Representative: President & CEO Koji Hoshino
 Inquiries: Office Manager, IR Office Toru Ishiguro TEL 03(3349)2526
 Scheduled date to file Quarterly Securities Report: February 14, 2022
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: Yes
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the nine months ended December 31, 2021 (from April 1, 2021 to December 31, 2021)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Operating revenue		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Nine months ended December 31, 2021	267,732	–	9,137	–	8,144	–	15,985	–
Nine months ended December 31, 2020	273,302	(30.5)	(17,678)	–	(22,156)	–	(19,010)	–

	Earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2021	44.02	–
Nine months ended December 31, 2020	(52.35)	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2021	1,294,909	353,424	27.1
As of March 31, 2021	1,326,996	352,456	26.4

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2021	–	0.00	–	10.00	10.00
Year ending March 31, 2022	–	0.00	–		
Year ending March 31, 2022 (Forecast)				10.00	10.00

3. Forecast of consolidated financial results for the year ending March 31, 2022 (from April 1, 2021 to March 31, 2022)

Percentages indicate year-on-year changes

	Operating revenue		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	365,400	–	5,400	–	4,300	–	10,000	–	27.53

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended December 31, 2021
(changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: No
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
- Changes in accounting policies due to revisions to accounting standards and other regulations: Yes
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: No
- Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

Total number of issued shares at the end of the period (including treasury shares)

As of December 31, 2021	368,497,717 shares	As of March 31, 2021	368,497,717 shares
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Number of treasury shares at the end of the period

As of December 31, 2021	5,313,634 shares	As of March 31, 2021	5,327,705 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2021	363,176,872 shares	Nine months ended December 31, 2020	363,166,807 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2021	As of December 31, 2021
Assets		
Current assets		
Cash and deposits	49,397	44,209
Notes and accounts receivable - trade	20,134	–
Notes and accounts receivable - trade, and contract assets	–	23,509
Merchandise and finished goods	5,770	5,434
Land and buildings for sale in lots	29,817	25,889
Work in process	1,002	1,756
Raw materials and supplies	2,282	2,429
Other	38,647	37,913
Allowance for doubtful accounts	(358)	(488)
Total current assets	146,692	140,654
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	484,778	478,588
Machinery, equipment and vehicles, net	57,323	57,261
Land	472,084	474,613
Construction in progress	33,167	33,933
Other, net	11,742	10,156
Total property, plant and equipment	1,059,096	1,054,553
Intangible assets		
Goodwill	1,654	1,444
Other	21,890	19,973
Total intangible assets	23,544	21,418
Investments and other assets		
Investment securities	74,325	55,714
Other	24,696	23,945
Allowance for doubtful accounts	(1,359)	(1,377)
Total investments and other assets	97,662	78,282
Total non-current assets	1,180,304	1,154,255
Total assets	1,326,996	1,294,909

(Millions of yen)

	As of March 31, 2021	As of December 31, 2021
Liabilities		
Current liabilities		
Notes and accounts payable - trade	19,664	20,876
Short-term borrowings	182,428	186,470
Current portion of bonds payable	20,010	30,010
Income taxes payable	6,311	6,776
Provision for bonuses	6,868	3,855
Allowance for unredeemed gift certificates and others	1,582	1,714
Provision for loss on disaster	89	21
Other provisions	84	108
Other	102,666	90,324
Total current liabilities	339,704	340,158
Non-current liabilities		
Bonds payable	247,015	227,010
Long-term borrowings	253,720	249,886
Long-term accounts payable to Japan railway construction, transport and technology agency	70,603	62,152
Retirement benefit liability	13,600	13,940
Asset retirement obligations	1,688	1,672
Other	48,207	46,663
Total non-current liabilities	634,835	601,325
Total liabilities	974,539	941,484
Net assets		
Shareholders' equity		
Share capital	60,359	60,359
Capital surplus	57,900	57,900
Retained earnings	207,852	219,365
Treasury shares	(6,503)	(6,470)
Total shareholders' equity	319,609	331,155
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	26,479	16,336
Revaluation reserve for land	548	537
Remeasurements of defined benefit plans	3,241	2,798
Total accumulated other comprehensive income	30,269	19,673
Non-controlling interests	2,578	2,595
Total net assets	352,456	353,424
Total liabilities and net assets	1,326,996	1,294,909

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2020	Nine months ended December 31, 2021
Operating revenue	273,302	267,732
Operating expenses		
Operating expenses and cost of sales of transportation	232,012	200,681
Selling, general and administrative expenses	58,967	57,912
Total operating expenses	290,980	258,594
Operating profit (loss)	(17,678)	9,137
Non-operating income		
Interest income	15	18
Dividend income	1,571	1,341
Share of profit of entities accounted for using equity method	–	415
Miscellaneous income	1,506	2,418
Total non-operating income	3,093	4,195
Non-operating expenses		
Interest expenses	4,119	3,659
Share of loss of entities accounted for using equity method	2,224	–
Miscellaneous expenses	1,227	1,529
Total non-operating expenses	7,571	5,188
Ordinary profit (loss)	(22,156)	8,144
Extraordinary income		
Gain on sale of non-current assets	351	3,185
Contribution for construction	407	776
Gain on sale of investment securities	3,784	11,881
Subsidy income	2,852	4,564
Other	167	501
Total extraordinary income	7,563	20,909
Extraordinary losses		
Loss on sale of non-current assets	124	21
Loss on tax purpose reduction entry of non-current assets	368	725
Loss on retirement of non-current assets	415	411
Extra retirement payments	–	670
Non-recurring loss	2,587	–
Other	232	225
Total extraordinary losses	3,729	2,053
Profit (loss) before income taxes	(18,323)	27,000
Income taxes - current	842	7,226
Income taxes - deferred	204	3,762
Total income taxes	1,046	10,988
Profit (loss)	(19,370)	16,011
Profit (loss) attributable to non-controlling interests	(359)	25
Profit (loss) attributable to owners of parent	(19,010)	15,985

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2020	Nine months ended December 31, 2021
Profit (loss)	(19,370)	16,011
Other comprehensive income		
Valuation difference on available-for-sale securities	(1,224)	(10,094)
Revaluation reserve for land	–	(10)
Remeasurements of defined benefit plans, net of tax	100	(441)
Share of other comprehensive income of entities accounted for using equity method	95	(49)
Total other comprehensive income	(1,028)	(10,595)
Comprehensive income	(20,398)	5,416
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(20,039)	5,389
Comprehensive income attributable to non-controlling interests	(358)	26