

Translation

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Summary of Consolidated Financial Results for the Three Months Ended June 30, 2023 (Based on Japanese GAAP)

July 28, 2023

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 Satoru Suzuki TEL 03(3349)2526
 Scheduled date to file Quarterly Securities Report: August 14, 2023
 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 three months ended June 30, 2023 (from April 1, 2023 to June 30, 2023)

(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	%
Three months ended June 30, 2023	100,527	9.9	14,620	101.6	15,392	77.6	10,855	94.1
Three months ended June 30, 2022	91,469	3.5	7,252	132.4	8,665	138.4	5,593	(23.8)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2023	29.87		–	
Three months ended June 30, 2022	15.39		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2023	1,344,095	394,513	29.3
As of March 31, 2023	1,279,976	388,490	30.3

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended March 31, 2023	–	0.00	–	21.00	21.00
Year ending March 31, 2024	–	–	–	–	–
Year ending March 31, 2024 (Forecast)	–	11.00	–	11.00	22.00

3. Forecast of consolidated financial results for the year ending March 31, 2024 (from April 1, 2023 to March 31, 2024)

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
Six months ending September 30, 2023	187,900	(1.1)	16,700	15.1	15,900	7.9	53,000	425.5	145.85
Full year	400,000	1.2	35,000	31.6	32,700	30.2	62,800	54.2	172.82

4. Notes

- (1) Changes in significant subsidiaries during the three months ended June 30, 2023
 (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: No
- 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 June 30, 2023	368,497,717 shares	As of March 31, 2023	368,497,717 shares
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Number of treasury shares at the end of the period

As of June 30, 2023	5,119,048 shares	As of March 31, 2023	5,118,555 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2023	363,379,046 shares	Three months ended June 30, 2022	363,364,930 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2023	As of June 30, 2023
Assets		
Current assets		
Cash and deposits	67,604	127,018
Notes and accounts receivable - trade, and contract assets	23,408	23,178
Merchandise and finished goods	2,535	2,634
Land and buildings for sale in lots	36,556	35,335
Work in process	914	1,514
Raw materials and supplies	2,324	2,456
Other	35,707	35,788
Allowance for doubtful accounts	(459)	(474)
Total current assets	168,590	227,451
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	476,195	470,689
Machinery, equipment and vehicles, net	54,543	52,763
Land	440,806	441,605
Construction in progress	29,236	30,657
Other, net	8,665	7,827
Total property, plant and equipment	1,009,447	1,003,543
Intangible assets		
Goodwill	1,100	1,031
Other	19,965	19,384
Total intangible assets	21,065	20,416
Investments and other assets		
Investment securities	57,407	64,913
Other	25,181	28,809
Allowance for doubtful accounts	(1,715)	(1,038)
Total investments and other assets	80,873	92,684
Total non-current assets	1,111,385	1,116,644
Total assets	1,279,976	1,344,095

(Millions of yen)

	As of March 31, 2023	As of June 30, 2023
Liabilities		
Current liabilities		
Notes and accounts payable - trade	16,383	14,786
Short-term borrowings	186,884	216,762
Current portion of bonds payable	60,005	60,005
Income taxes payable	7,458	19,681
Provision for bonuses	7,047	7,482
Provision for redemption of gift certificates	1,782	1,809
Other provisions	66	59
Asset retirement obligations	264	264
Other	99,045	148,794
Total current liabilities	378,938	469,645
Non-current liabilities		
Bonds payable	157,000	157,000
Long-term borrowings	243,584	218,848
Long-term accounts payable to Japan railway construction, transport and technology agency	52,439	52,439
Retirement benefit liability	9,009	9,237
Asset retirement obligations	1,855	1,874
Other	48,658	40,537
Total non-current liabilities	512,547	479,936
Total liabilities	891,485	949,582
Net assets		
Shareholders' equity		
Share capital	60,359	60,359
Capital surplus	58,089	58,089
Retained earnings	252,402	254,807
Treasury shares	(6,262)	(6,263)
Total shareholders' equity	364,589	366,993
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	17,462	21,278
Revaluation reserve for land	537	537
Remeasurements of defined benefit plans	4,797	4,569
Total accumulated other comprehensive income	22,797	26,386
Non-controlling interests	1,103	1,133
Total net assets	388,490	394,513
Total liabilities and net assets	1,279,976	1,344,095

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

Consolidated statements of income (cumulative)

(Millions of yen)

	Three months ended June 30, 2022	Three months ended June 30, 2023
Operating revenue	91,469	100,527
Operating expenses		
Operating expenses and cost of sales of transportation	64,687	67,470
Selling, general and administrative expenses	19,529	18,435
Total operating expenses	84,216	85,906
Operating profit	7,252	14,620
Non-operating income		
Interest income	4	3
Dividend income	835	603
Share of profit of entities accounted for using equity method	595	538
Subsidy income	549	1
Miscellaneous income	896	1,309
Total non-operating income	2,880	2,457
Non-operating expenses		
Interest expenses	1,122	1,073
Miscellaneous expenses	345	611
Total non-operating expenses	1,468	1,684
Ordinary profit	8,665	15,392
Extraordinary income		
Gain on sale of non-current assets	204	6
Contribution received for construction	483	119
Gain on sale of shares of subsidiaries and associates	–	728
Other	82	105
Total extraordinary income	770	960
Extraordinary losses		
Loss on sale of non-current assets	26	0
Loss on tax purpose reduction entry of non-current assets	449	42
Loss on retirement of non-current assets	248	1,200
Other	287	10
Total extraordinary losses	1,012	1,253
Profit before income taxes	8,423	15,099
Income taxes - current	2,477	19,359
Income taxes - deferred	321	(15,154)
Total income taxes	2,799	4,205
Profit	5,624	10,894
Profit attributable to non-controlling interests	30	38
Profit attributable to owners of parent	5,593	10,855

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Three months ended June 30, 2022	Three months ended June 30, 2023
Profit	5,624	10,894
Other comprehensive income		
Valuation difference on available-for-sale securities	390	3,656
Remeasurements of defined benefit plans, net of tax	(351)	(227)
Share of other comprehensive income of entities accounted for using equity method	30	160
Total other comprehensive income	69	3,589
Comprehensive income	5,693	14,483
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	5,663	14,444
Comprehensive income attributable to non-controlling interests	30	39