

Translation

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Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2023 (Based on Japanese GAAP)

February 8, 2024

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: February 14, 2024
 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, 2023 (from April 1, 2023 to December 31, 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	%
Nine months ended December 31, 2023	293,633	(0.7)	40,423	69.5	40,578	70.3	31,110	183.7
Nine months ended December 31, 2022	295,648	10.4	23,842	160.9	23,828	192.6	10,967	(31.4)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended December 31, 2023	85.65		–	
Nine months ended December 31, 2022	30.18		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2023	1,276,476	400,264	31.3
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	–	11.00	–		
Year ending March 31, 2024 (Forecast)				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
Full year	412,000	4.3	47,000	76.7	46,000	83.1	73,000	79.2	201.72

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended December 31, 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 December 31, 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 December 31, 2023	10,674,051 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)

Nine months ended December 31, 2023	363,236,755 shares	Nine months ended December 31, 2022	363,372,159 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2023	As of December 31, 2023
Assets		
Current assets		
Cash and deposits	67,604	57,888
Notes and accounts receivable - trade, and contract assets	23,408	24,160
Merchandise and finished goods	2,535	2,594
Land and buildings for sale in lots	36,556	40,312
Work in process	914	2,407
Raw materials and supplies	2,324	2,453
Other	35,707	25,653
Allowance for doubtful accounts	(459)	(519)
Total current assets	168,590	154,950
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	476,195	467,528
Machinery, equipment and vehicles, net	54,543	50,129
Land	440,806	447,315
Construction in progress	29,236	35,989
Other, net	8,665	6,595
Total property, plant and equipment	1,009,447	1,007,557
Intangible assets		
Goodwill	1,100	893
Other	19,965	17,431
Total intangible assets	21,065	18,325
Investments and other assets		
Investment securities	57,407	71,143
Other	25,181	25,126
Allowance for doubtful accounts	(1,715)	(627)
Total investments and other assets	80,873	95,642
Total non-current assets	1,111,385	1,121,525
Total assets	1,279,976	1,276,476

(Millions of yen)

	As of March 31, 2023	As of December 31, 2023
Liabilities		
Current liabilities		
Notes and accounts payable - trade	16,383	17,697
Short-term borrowings	186,884	232,704
Current portion of bonds payable	60,005	–
Income taxes payable	7,458	24,134
Provision for bonuses	7,047	4,002
Allowance for unredeemed gift certificates and others	1,782	1,857
Other provisions	66	50
Asset retirement obligations	264	152
Other	99,045	148,119
Total current liabilities	378,938	428,718
Non-current liabilities		
Bonds payable	157,000	157,000
Long-term borrowings	243,584	193,092
Long-term accounts payable to Japan railway construction, transport and technology agency	52,439	49,217
Retirement benefit liability	9,009	9,351
Asset retirement obligations	1,855	1,854
Other	48,658	36,977
Total non-current liabilities	512,547	447,493
Total liabilities	891,485	876,211
Net assets		
Shareholders' equity		
Share capital	60,359	60,359
Capital surplus	58,089	58,118
Retained earnings	252,402	271,027
Treasury shares	(6,262)	(18,647)
Total shareholders' equity	364,589	370,857
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	17,462	23,911
Revaluation reserve for land	537	537
Remeasurements of defined benefit plans	4,797	4,107
Total accumulated other comprehensive income	22,797	28,556
Non-controlling interests	1,103	850
Total net assets	388,490	400,264
Total liabilities and net assets	1,279,976	1,276,476

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, 2022	Nine months ended December 31, 2023
Operating revenue	295,648	293,633
Operating expenses		
Operating expenses and cost of sales of transportation	211,869	197,260
Selling, general and administrative expenses	59,936	55,949
Total operating expenses	271,805	253,209
Operating profit	23,842	40,423
Non-operating income		
Interest income	13	10
Dividend income	1,296	1,204
Share of profit of entities accounted for using equity method	1,014	1,107
Subsidy income	793	20
Adjustments of property tax	1	772
Miscellaneous income	1,609	2,073
Total non-operating income	4,728	5,188
Non-operating expenses		
Interest expenses	3,406	3,203
Miscellaneous expenses	1,336	1,830
Total non-operating expenses	4,742	5,034
Ordinary profit	23,828	40,578
Extraordinary income		
Gain on sale of non-current assets	1,995	10,115
Contribution received for construction	502	186
Gain on sale of shares of subsidiaries and associates	0	973
Other	347	156
Total extraordinary income	2,846	11,431
Extraordinary losses		
Loss on sale of non-current assets	54	0
Loss on tax purpose reduction entry of non-current assets	469	103
Loss on retirement of non-current assets	1,691	1,961
Impairment losses	122	5,604
Extra retirement payments	2,482	–
Other	1,611	62
Total extraordinary losses	6,431	7,733
Profit before income taxes	20,243	44,275
Income taxes - current	6,108	28,148
Income taxes - deferred	3,111	(15,052)
Total income taxes	9,220	13,095
Profit	11,022	31,179
Profit attributable to non-controlling interests	55	69
Profit attributable to owners of parent	10,967	31,110

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2022	Nine months ended December 31, 2023
Profit	11,022	31,179
Other comprehensive income		
Valuation difference on available-for-sale securities	1,597	6,148
Remeasurements of defined benefit plans, net of tax	(558)	(688)
Share of other comprehensive income of entities accounted for using equity method	180	299
Total other comprehensive income	1,219	5,760
Comprehensive income	12,242	36,940
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	12,187	36,869
Comprehensive income attributable to non-controlling interests	55	70