

# Consolidated Statement of Financial Position

Hitachi Transport System, Ltd. and subsidiaries

(Millions of yen)

	As of March 31, 2020	As of March 31, 2019
<b>Assets</b>		
<b>Current assets</b>		
Cash and cash equivalents	¥ 139,021	¥ 108,412
Trade receivables and contract assets	115,419	132,544
Inventories	1,066	1,145
Other financial assets	5,102	4,597
Other current assets	6,801	11,965
Total current assets	267,409	258,663
<b>Non-current assets</b>		
Investments accounted for using the equity method	89,271	84,009
Property, plant and equipment	148,232	182,400
Right-of-use assets	288,441	–
Goodwill	24,112	26,212
Intangible assets	24,397	28,556
Deferred tax assets	10,123	8,083
Other financial assets	21,274	18,241
Other non-current assets	5,885	6,371
Total non-current assets	611,735	353,872
<b>Total assets</b>	¥ 879,144	¥ 612,535

	As of March 31, 2020	As of March 31, 2019
<b>Liabilities</b>		
<b>Current liabilities</b>		
Trade payables	¥ 45,410	¥ 54,253
Short-term debt	3,546	5,850
Current portion of long-term debt	10,416	5,662
Lease liabilities	33,209	–
Income tax payable	8,232	3,362
Other financial liabilities	37,886	24,886
Other current liabilities	29,062	28,481
Total current liabilities	167,761	122,494
<b>Non-current liabilities</b>		
Long-term debt	150,502	191,198
Lease liabilities	261,031	–
Retirement and severance benefits	34,825	32,083
Deferred tax liabilities	10,123	10,712
Other financial liabilities	12,299	22,958
Other non-current liabilities	3,346	4,141
Total non-current liabilities	472,126	261,092
<b>Total liabilities</b>	639,887	383,586
<b>Equity</b>		
<b>Equity attributable to stockholders of the parent company</b>		
Common stock	16,803	16,803
Retained earnings	220,829	206,245
Accumulated other comprehensive income	(4,587)	(520)
Treasury stock, at cost	(184)	(182)
Total equity attributable to stockholders of the parent company	232,861	222,346
<b>Non-controlling interests</b>	6,396	6,603
<b>Total equity</b>	239,257	228,949
<b>Total liabilities and equity</b>	¥ 879,144	¥ 612,535

## Consolidated Statement of Profit or Loss

Hitachi Transport System, Ltd. and subsidiaries

	(Millions of yen)	
	2020	2019
<b>Revenues</b>	¥ 672,286	¥ 708,831
<b>Cost of sales</b>	(588,078)	(626,458)
Gross profit	84,208	82,373
<b>Selling, general and administrative expenses</b>	(50,725)	(51,181)
Adjusted operating income	33,483	31,192
<b>Other income</b>	10,579	3,850
<b>Other expenses</b>	(9,706)	(4,689)
Operating income	34,356	30,353
<b>Financial income</b>	88	450
<b>Financial expenses</b>	(1,701)	(1,042)
<b>Share of profits of investments accounted for using the equity method</b>	6,864	6,419
EBIT (Earnings before interest and taxes)	39,607	36,180
<b>Interest income</b>	1,186	1,075
<b>Interest expenses</b>	(6,964)	(2,009)
Income before income taxes	33,829	35,246
<b>Income taxes</b>	(11,344)	(11,233)
Net income	¥ 22,485	¥ 24,013
<b>Net income attributable to:</b>		
Stockholders of the parent company	21,614	22,786
Non-controlling interests	871	1,227
	(yen)	
	2020	2019
<b>Earnings per share attributable to stockholders of the parent company</b>		
Basic	¥ 193.76	¥ 204.27
Diluted	-	-

## Consolidated Statement of Comprehensive Income

Hitachi Transport System, Ltd. and subsidiaries

	(Millions of yen)	
	2020	2019
Net income	22,485	24,013
Other comprehensive income (OCI)		
Items not to be reclassified into net income		
Net changes in financial assets measured at fair value through OCI	(49)	(300)
Remeasurements of defined benefit plans	284	(191)
Share of OCI of investments accounted for using the equity method	(93)	(14)
Total items not to be reclassified into net income	142	(505)
Items that can be reclassified into net income		
Foreign currency translation adjustments	(4,344)	(1,121)
Net changes in cash flow hedges	4	(2)
Share of OCI of investments accounted for using the equity method	(21)	(108)
Total items that can be reclassified into net income	(4,361)	(1,231)
Other comprehensive income (OCI)	(4,219)	(1,736)
Comprehensive income	18,266	22,277
Comprehensive income attributable to:		
Stockholders of the parent company	17,878	21,178
Non-controlling interests	388	1,099

## Consolidated Statement of Cash Flows

Hitachi Transport System, Ltd. and subsidiaries

	(Millions of yen)	
	2020	2019
<b>Cash flows from operating activities:</b>		
Net income	¥ 22,485	¥ 24,013
Adjustments to reconcile net income to net cash provided by operating activities		
Depreciation and amortization	52,815	19,059
Impairment losses	4,169	2,045
Share of profits of investments accounted for using the equity method	(6,864)	(6,419)
Gain on business reorganization	(1,244)	(3,134)
Income taxes	11,344	11,233
Increase (decrease) in retirement and severance benefits	2,741	225
Interest and dividends income	(1,267)	(1,482)
Interest expenses	6,964	2,009
(Gains) losses on sale of property, plant and equipment	(8,371)	(44)
(Increase) decrease in trade receivables and contract assets	16,692	449
(Increase) decrease in inventories	60	389
Increase (decrease) in trade payables	(8,303)	816
Increase (decrease) in other assets and other liabilities	(3,256)	(1,286)
Other	1,145	17
Subtotal	89,110	47,890
Interest and dividends received	3,896	3,937
Interest paid	(6,880)	(1,912)
Income taxes paid	(7,922)	(12,103)
Net cash provided by operating activities	78,204	37,812
<b>Cash flows from investing activities:</b>		
Purchase of property, plant and equipment and intangible assets	(12,709)	(14,948)
Proceeds from sale of property, plant and equipment and intangible assets	13,105	1,491
Collection of short-term loan receivable	-	3,900
Purchase of subsidiaries' shares	(666)	-
Decrease due to a loss of control of subsidiaries	(384)	(4,466)
Other	(508)	131
Net cash used in investing activities	(1,162)	(13,892)
<b>Cash flows from financing activities:</b>		
Increase (decrease) in short-term debt, net	(2,075)	(4,775)
Proceeds from long-term debt	-	49,749
Repayments of long-term debt	(739)	(11,490)
Repayments of lease liabilities	(37,103)	(4,964)
Proceeds from sale of shares of consolidated subsidiaries to non-controlling interests	-	2,528
Purchase of shares of consolidated subsidiaries from non-controlling interests	(199)	(4,963)
Dividends paid to stockholders of the parent company	(4,686)	(4,127)
Dividends paid to non-controlling interests	(180)	(151)
Other	(725)	(703)
Net cash provided by (used in) financing activities	(45,707)	21,104
<b>Effect of exchange rate changes on cash and cash equivalents</b>	(726)	(109)
<b>Net increase in cash and cash equivalents</b>	30,609	44,915
<b>Cash and cash equivalents at beginning of year</b>	108,412	63,497
<b>Cash and cash equivalents at end of year</b>	¥ 139,021	¥ 108,412