(Millions of yen)

156,655

3,038

469,174

## **Consolidated Statement of Financial Position**

Hitachi Transport System, Ltd. and subsidiaries

(Millions of yen)

Assets	As of March 31, 2022	As of March 31, 2021
Current assets		
Cash and cash equivalents	¥ 94,907	¥ 104,815
Trade receivables and contract assets	131,862	123,681
Inventories	1,363	1,083
Other financial assets	10,580	4,378
Other current assets	10,758	13,393
Total current assets	249,470	247,350
Non-current assets		
Investments accounted for using the equity method	6,762	6,372
Property, plant and equipment	169,290	159,981
Right-of-use assets	281,265	288,030
Goodwill	25,881	25,228
Intangible assets	21,270	23,824
Deferred tax assets	14,022	11,732
Other financial assets	17,259	18,459
Other non-current assets	6,659	6,960
Total non-current assets	542,408	540,586
Total assets	¥ 791,878	¥ 787,936

As of March 31, As of March 31, 2022 2021

173,141

2,955

440,524

Trade payables ¥ 54,561 ¥ 51,733 Short-term debt 1,114 2,152 Current portion of long-term debt · 20,092 10,320 Lease liabilities 31,926 30,600 5,385 6,089 Income tax payable Other financial liabilities 22,019 24,202 Other current liabilities 38,044 31,559

Non-current liabilities Long-term debt 120,386 140,303 251,343 261,220 Lease liabilities ... Retirement and severance benefits 39,436 37,071 Deferred tax liabilities 7,969 7,467 Other financial liabilities 18,435 20,075

**Total liabilities** 613,665 625,829

Equity Equity attributable to stockholders of the

Liabilities

**Current liabilities** 

Total current liabilities

Other non-current liabilities

Total non-current liabilities

Equity attributable to stockholders of the parent company		
Common stock	16,803	16,803
Retained earnings	145,026	236,311
Accumulated other comprehensive income	9,162	1,861
Treasury stock, at cost	(821)	(99,817)
Total equity attributable to stockholders of the parent company	170,170	155,158

Non-controlling interests 8,043 6,949 Total equity 178,213 162,107 Total liabilities and equity ¥ 791,878 ¥ 787,936 Hitachi Transport System, Ltd. and subsidiaries

**Consolidated Statement of Profit or Loss** 

Cash and cash equivalents at end of year

		(Millions of yen)
	2022	2021
Revenues	¥ 743,612	¥ 652,380
Cost of sales	(649,000)	(566,582)
Gross profit	94,612	85,798
Selling, general and administrative expenses	(55,916)	(49,087)
Adjusted operating income	38,696	36,711
Other income	2,071	10,787
Other expenses	(10,029)	(6,448)
Operating income	30,738	41,050
Financial income	76	413
Financial expenses	(1,888)	(44)
Share of profits of investments accounted for using the equity method	491	3,010
EBIT (Earnings before interest and taxes)	29,417	44,429
Interest income	1,299	1,197
Interest expenses	(6,085)	(6,492)
Income before income taxes	24,631	39,134
Income taxes	(10,009)	(15,180)
Net income	¥ 14,622	¥ 23,954
Net income attributable to:		
Stockholders of the parent company	13,513	22,873
Non-controlling interests ·····	1,109	1,081
		(yen)
	2022	2021
Earnings per share attributable to stockholders of the parent company		
Basic	¥ 161.47	¥ 240.02
Diluted	-	

## **Consolidated Statement of Comprehensive Income**

Hitachi Transport System, Ltd. and subsidiaries

		(Millions of yen
	2022	2021
Net income	¥ 14,622	¥ 23,954
Other comprehensive income (OCI)		
Items not to be reclassified into net income		
Net changes in financial assets measured at fair value through OCI	(747)	475
Remeasurements of defined benefit plans	52	213
Share of OCI of investments accounted for using the equity method	(1)	18
Total items not to be reclassified into net income	(696)	706
Items that can be reclassified into net income		
Foreign currency translation adjustments	8,133	6,274
Net changes in cash flow hedges	8	2
Share of OCI of investments accounted for using the equity method	118	20
Total items that can be reclassified into net income	8,259	6,296
Other comprehensive income (OCI)	7,563	7,002
Comprehensive income	¥ 22,185	¥ 30,956
Comprehensive income attributable to:		
Stockholders of the parent company	20,516	29,211
Non-controlling interests	1,669	1,745

Purchase of property, plant and equipment and intangible assets 760 3,814 Proceeds from sale of property, plant and equipment and intangible assets 760 3,814 Proceeds from sale of investments in associates 14 87,183 Purchase of subsidiaries' shares 16,049 (572) Other 757 622 Net cash (used in) provided by investing activities (24,877) 69,779  Cash flows from financing activities:  Decrease in short-term debt, net (1,165) (1,575) Repayments of long-term debt (10,329) (10,409) Repayments of lease liabilities (33,758) (36,648) Proceeds from sale of shares of consolidated subsidiaries to non-controlling interests 114 Acquisition of shares of consolidated subsidiaries from non-controlling interests (1,792) (7,541) Dividends paid (4,696) (4,299) Dividends paid (10,000) Dividends paid (10,000) Other (10,000) Oth			(Millions of ye	
Net income		2022	2021	
Adjustments to reconcile net income to net cash provided by operating activities  Depreciation and amortization	Cash flows from operating activities:			
Depreciation and amortization	Net income	¥ 14,622	¥ 23,954	
Impairment losses	Adjustments to reconcile net income to net cash provided by operating activities			
Income taxes	Depreciation and amortization	50,828	52,159	
Share of profits of investments accounted for using the equity method	Impairment losses	4	1,339	
Share of profits of investments accounted for using the equity method	Income taxes ·····	10,009	15,180	
Loss by fire	Share of profits of investments accounted for using the equity method	(491)		
Insurance proceeds   (429) (50)			_	
Gain on sale of investments in associates	•		(50)	
Gains on sale of property, plant and equipment         (219)         (2,769)           Interest and dividends income         (1,375)         (1,270)           Interest expenses         (6,085)         6,492           (Increase) decrease in trade receivables and contract assets         (3,816)         (4,366)           (Increase) decrease in inventories         (256)         77           Increase (decrease) in retirement and severance benefits         2,283         1,976           Changes in other assets and other liabilities         (11,733)         (5,203)           Other         1,743         996           Subtotal         76,825         83,644           Interest and dividends received         1,571         4,145           Interest paid         (5,987)         (6,399)           Fire-related payments         (501)         -           Insurance proceeds received         429         50           Insurance proceeds received         429         50           Income taxes paid         (7,202)         (26,131)           Net cash provided by operating activities         (20,359)         (19,792)           Proceeds from sale of investments in associates         20,359         (19,792)           Proceeds from sale of investments in associates         14 </td <td>·</td> <td>( .=&gt;)</td> <td></td>	·	( .=>)		
Interest and dividends income		(219)		
Interest expenses (4,922 (Increase) decrease in trade receivables and contract assets (3,816) (4,366) (77 (14,366) (17,76				
(Increase) decrease in trade receivables and contract assets (2,3816) (4,366) (Increase) decrease) in trade receivables and contract assets (256) 77 (256) 73,084 (256) 173,084 (256) 173,084 (256) 173,084 (256) 173,084 (256) 173,084 (256) 173,084 (256) 173,084 (256) 173,084 (256) 174,093 (256) 17				
(Increase) decrease in inventories         (256)         77           Increase (decrease) in trade payables         2,276         3,084           Increase (decrease) in retirement and severance benefits         2,283         1,976           Changes in other assets and other liabilities         (11,733)         (5,203)           Other         1,743         996           Subtotal         76,825         83,644           Interest and dividends received         1,571         4,145           Interest paid         (5,987)         (6,399)           Fire-related payments         (501)         -           Insurance proceeds received         429         50           Income taxes paid         (7,202)         (26,131)           Net cash provided by operating activities         65,135         55,309           Cash flows from investing activities         20,359)         (19,792)           Proceeds from sale of property, plant and equipment and intangible assets         760         3,814           Proceeds from sale of investments in associates         14         87,183           Purchase of subsidiaries's shares         10,476         (4,476)           Payments into time deposits         66,049         (572)           Other         757         622	·			
Increase (decrease) in trade payables	(**************************************			
Increase (decrease) in retirement and severance benefits				
Changes in other assets and other liabilities         (11,733)         (5,203)           Other         1,743         996           Subtotal         76,825         83,644           Interest and dividends received         1,571         4,145           Interest paid         (5,987)         (6,399)           Fire-related payments         (501)         –           Insurance proceeds received         429         50           Income taxes paid         (7,202)         (26,131)           Net cash provided by operating activities         65,135         55,309           Cash flows from investing activities:         (20,359)         (19,792)           Purchase of property, plant and equipment and intangible assets         760         3,814           Proceeds from sale of property, plant and equipment and intangible assets         760         3,814           Proceeds from sale of investments in associates         14         87,183           Purchase of subsidiaries' shares         (6,049)         (572)           Other         (6,049)         (572)           Other         757         622           Net cash (used in) provided by investing activities         (24,877)         69,779           Cash flows from financing activities         (1,165)         (		•		
Other         1,743         996           Subtotal         76,825         83,644           Interest and dividends received         1,571         4,145           Interest paid         (5,987)         (6,399)           Fire-related payments         (501)         -           Insurance proceeds received         429         50           Income taxes paid         (7,202)         (26,131)           Net cash provided by operating activities         65,135         55,309           Cash flows from investing activities:         (20,359)         (19,792)           Proceeds from sale of property, plant and equipment and intangible assets         760         3,814           Proceeds from sale of property, plant and equipment and intangible assets         760         3,814           Proceeds from sale of investments in associates         14         87,183           Proceeds from sale of investments in associates         14         87,183           Purchase of subsidiaries' shares         (6,049)         (572)           Other         757         622           Net cash (used in) provided by investing activities         (24,877)         69,779           Cash flows from financing activities         (1,165)         (1,575)           Repayments of long-term debt				
Subtotal 76,825 83,644 Interest and dividends received 1,571 4,145 Interest paid (5,987) (6,399) (6,399) Fire-related payments (5,987) (6,399) (501) - Insurance proceeds received 429 50 Income taxes paid (7,202) (26,131) Net cash provided by operating activities 55,309 (7,202) (26,131) Net cash provided by operating activities (20,355) (19,792) Proceeds from investing activities:  Purchase of property, plant and equipment and intangible assets 760 3,814 Proceeds from sale of property, plant and equipment and intangible assets 760 3,814 Proceeds from sale of investments in associates 14 87,183 Purchase of subsidiaries' shares 5 14 87,183 (6,049) (572) Other 6 757 622 Net cash (used in) provided by investing activities (6,049) (572) Other 757 622 Net cash (used in) provided by investing activities (1,165) (1,575) Repayments of long-term debt (10,329) (10,40	-			
Interest and dividends received	2 2.12			
Interest paid   (5,987) (6,399)		76,825	83,644	
Fire-related payments   C501		1,571	4,145	
Insurance proceeds received   429   50   (7,202)   (26,131)     Income taxes paid   (7,202)   (26,131)     Income taxes provided by operating activities     Income taxes provided by operating activities:    Purchase of property, plant and equipment and intangible assets   (20,359)   (19,792)     Proceeds from sale of property, plant and equipment and intangible assets   760   3,814     Proceeds from sale of investments in associates   14   87,183     Purchase of subsidiaries' shares   - (1,476)     Payments into time deposits   (6,049)   (572)     Other   757   622     Net cash (used in) provided by investing activities   (24,877)   69,779     Cash flows from financing activities:   (1,165)   (1,575)     Repayments of long-term debt, net   (1,165)   (1,575)     Repayments of lease liabilities   (10,329)   (10,409)     Repayments of lease liabilities   (10,329)   (10,409)     Repayments of lease liabilities   (1,792)   (7,541)     Dividends paid   (4,696)   (4,299)     Dividends paid to non-constrolling interests   (1,792)   (7,541)     Dividends paid to non-controlling interests   (1,792)   (7,541)     Acquisition of treasury stock   (1)   (99,633)     Other   (596)   (944)     Net cash used in financing activities   (52,511)   (161,056)     Effect of exchange rate changes on cash and cash equivalents   (9,908)   (34,206)     Cash and cash equivalents at beginning of year   104,815   139,021	Interest paid	(5,987)	(6,399)	
Income taxes paid (7,202) (26,131)  Net cash provided by operating activities 65,135 55,309  Cash flows from investing activities:  Purchase of property, plant and equipment and intangible assets 760 3,814  Proceeds from sale of property, plant and equipment and intangible assets 760 3,814  Proceeds from sale of investments in associates 14 87,183  Purchase of subsidiaries' shares - (1,476)  Payments into time deposits (6,049) (572)  Other 757 622  Net cash (used in) provided by investing activities (24,877) 69,779  Cash flows from financing activities:  Decrease in short-term debt, net (1,165) (1,575)  Repayments of long-term debt (10,329) (10,409)  Repayments of lease liabilities (33,758) (36,648)  Proceeds from sale of shares of consolidated subsidiaries to non-controlling interests 114  Acquisition of shares of consolidated subsidiaries from non-controlling interests (1,792) (7,541)  Dividends paid (4,696) (4,299)  Dividends paid to non-controlling interests (1,74) (121)  Acquisition of treasury stock (1) (99,633)  Other (596) (944)  Net cash used in financing activities (9,908) (34,206)  Cash and cash equivalents at beginning of year 104,815 139,021	Fire-related payments	(501)	_	
Acash flows from investing activities:  Purchase of property, plant and equipment and intangible assets (20,359) (19,792) Proceeds from sale of property, plant and equipment and intangible assets 760 3,814 Proceeds from sale of investments in associates 14 87,183 Purchase of subsidiaries' shares - (1,476) Payments into time deposits (6,049) (572) Other 757 622 Net cash (used in) provided by investing activities (24,877) 69,779  Cash flows from financing activities:  Decrease in short-term debt, net (10,329) (10,409) Repayments of lease liabilities (33,758) (36,648) Proceeds from sale of shares of consolidated subsidiaries to non-controlling interests - 114 Acquisition of shares of consolidated subsidiaries from non-controlling interests (1,792) (7,541) Dividends paid (4,696) (4,299) Dividends paid to non-controlling interests (174) (121) Acquisition of treasury stock (19,9633) Other (596) (944) Net cash used in financing activities (52,511) (161,056) Effect of exchange rate changes on cash and cash equivalents (9,908) (34,206) Cash and cash equivalents at beginning of year 104,815 139,021	Insurance proceeds received	429	50	
Purchase of property, plant and equipment and intangible assets 760 3,814 Proceeds from sale of investments in associates 14 87,183 Purchase of subsidiaries' shares 14,476) Payments into time deposits (6,049) (572) Other 757 622 Net cash (used in) provided by investing activities (10,329) (10,409) Repayments of lease liabilities (10,329) (10,409) Repayments of lease liabilities (10,329) (10,409) Repayments of lease liabilities (10,329) (10,409) Proceeds from sale of shares of consolidated subsidiaries to non-controlling interests (1,792) (7,541) Dividends paid (4,696) (4,299) Dividends paid to non-controlling interests (11,1056) (1,575) Determined (11,1056) (1,575) Repayments of lease (11,1056) (1,575) Repa	Income taxes paid ·····	(7,202)	(26,131)	
Purchase of property, plant and equipment and intangible assets 760 3,814  Proceeds from sale of property, plant and equipment and intangible assets 760 3,814  Proceeds from sale of investments in associates 760 3,814  Proceeds from sale of investments in associates 760 3,814  Purchase of subsidiaries' shares 7 14 87,183  Purchase of subsidiaries' shares 7 14 (1,476)  Payments into time deposits 7 622  Net cash (used in) provided by investing activities 7 622  Net cash (used in) provided by investing activities 7 (24,877) 69,779  Cash flows from financing activities:  Decrease in short-term debt, net 7 (1,165) (1,575)  Repayments of long-term debt (10,329) (10,409)  Repayments of lease liabilities (33,758) (36,648)  Proceeds from sale of shares of consolidated subsidiaries to non-controlling interests 7 114  Acquisition of shares of consolidated subsidiaries from non-controlling interests 7 (1,792) (7,541)  Dividends paid (4,696) (4,299)  Dividends paid to non-controlling interests (1,792) (7,541)  Acquisition of treasury stock (1) (99,633)  Other (596) (944)  Net cash used in financing activities (52,511) (161,056)  Ceffect of exchange rate changes on cash and cash equivalents (9,908) (34,206)  Cash and cash equivalents at beginning of year 104,815 139,021	Net cash provided by operating activities	65,135	55,309	
Purchase of property, plant and equipment and intangible assets 760 3,814  Proceeds from sale of property, plant and equipment and intangible assets 760 3,814  Proceeds from sale of investments in associates 760 3,814  Proceeds from sale of investments in associates 760 3,814  Purchase of subsidiaries' shares 7 14 87,183  Purchase of subsidiaries' shares 7 14 (1,476)  Payments into time deposits 7 622  Net cash (used in) provided by investing activities 7 622  Net cash (used in) provided by investing activities 7 (24,877) 69,779  Cash flows from financing activities:  Decrease in short-term debt, net 7 (1,165) (1,575)  Repayments of long-term debt (10,329) (10,409)  Repayments of lease liabilities (33,758) (36,648)  Proceeds from sale of shares of consolidated subsidiaries to non-controlling interests 7 114  Acquisition of shares of consolidated subsidiaries from non-controlling interests 7 (1,792) (7,541)  Dividends paid (4,696) (4,299)  Dividends paid to non-controlling interests (1,792) (7,541)  Acquisition of treasury stock (1) (99,633)  Other (596) (944)  Net cash used in financing activities (52,511) (161,056)  Ceffect of exchange rate changes on cash and cash equivalents (9,908) (34,206)  Cash and cash equivalents at beginning of year 104,815 139,021				
Proceeds from sale of property, plant and equipment and intangible assets	-	(20.250)	(10.702)	
Proceeds from sale of investments in associates				
Purchase of subsidiaries' shares — — — — — — — — — — — — — — — — — — —	· · · · · · · · · · · · · · · · · · ·			
Payments into time deposits (6,049) (572) Other 757 622 Net cash (used in) provided by investing activities (24,877) 69,779  Cash flows from financing activities:  Decrease in short-term debt, net (1,165) (1,575) Repayments of long-term debt (10,329) (10,409) Repayments of lease liabilities (33,758) (36,648) Proceeds from sale of shares of consolidated subsidiaries to non-controlling interests - 114 Acquisition of shares of consolidated subsidiaries from non-controlling interests (1,792) (7,541) Dividends paid (4,696) (4,299) Dividends paid to non-controlling interests (174) (121) Acquisition of treasury stock (19,696) (944) Net cash used in financing activities (52,511) (161,056) Effect of exchange rate changes on cash and cash equivalents (9,908) (34,206) Cash and cash equivalents at beginning of year 104,815 139,021		14		
Other		-		
Net cash (used in) provided by investing activities (24,877) 69,779  Cash flows from financing activities:  Decrease in short-term debt, net (1,575) Repayments of long-term debt (10,329) (10,409) Repayments of lease liabilities (33,758) (36,648) Proceeds from sale of shares of consolidated subsidiaries to non-controlling interests (1,792) (7,541) Dividends paid (4,696) (4,299) Dividends paid to non-controlling interests (174) (121) Acquisition of treasury stock (1) (99,633) Other (596) (944) Net cash used in financing activities (52,511) (161,056) Effect of exchange rate changes on cash and cash equivalents (9,908) (34,206) Cash and cash equivalents at beginning of year 104,815 139,021				
Decrease in short-term debt, net	2 11 12			
Decrease in short-term debt, net	Net cash (used in) provided by investing activities	(24,877)	69,779	
Decrease in short-term debt, net	Cash flows from financing activities:			
Repayments of long-term debt (10,329) (10,409) Repayments of lease liabilities (33,758) (36,648) Proceeds from sale of shares of consolidated subsidiaries to non-controlling interests (1,792) (7,541) Dividends paid (4,696) (4,299) Dividends paid to non-controlling interests (174) (121) Acquisition of treasury stock (1) (99,633) Other (596) (944) Net cash used in financing activities (52,511) (161,056) Effect of exchange rate changes on cash and cash equivalents (9,908) (34,206) Cash and cash equivalents at beginning of year (10,409)	-	(1.165)	(1 575)	
Repayments of lease liabilities (33,758) (36,648)  Proceeds from sale of shares of consolidated subsidiaries to non-controlling interests (1,792) (7,541)  Dividends paid (4,696) (4,299)  Dividends paid to non-controlling interests (174) (121)  Acquisition of treasury stock (199,633)  Other (596) (944)  Net cash used in financing activities (52,511) (161,056)  Effect of exchange rate changes on cash and cash equivalents (9,908) (34,206)  Cash and cash equivalents at beginning of year (104,6815) (139,021)				
Proceeds from sale of shares of consolidated subsidiaries to non-controlling interests — 114 Acquisition of shares of consolidated subsidiaries from non-controlling interests — (1,792) (7,541) Dividends paid — (4,696) (4,299) Dividends paid to non-controlling interests — (174) (121) Acquisition of treasury stock — (1) (99,633) Other — (596) (944) Net cash used in financing activities — (52,511) (161,056) Effect of exchange rate changes on cash and cash equivalents — 2,345 1,762 Net increase (decrease) in cash and cash equivalents — (9,908) (34,206) Cash and cash equivalents at beginning of year — 104,815 139,021	1 / 9			
Acquisition of shares of consolidated subsidiaries from non-controlling interests (1,792) (7,541)  Dividends paid (4,696) (4,299)  Dividends paid to non-controlling interests (174) (121)  Acquisition of treasury stock (1) (99,633)  Other (596) (944)  Net cash used in financing activities (52,511) (161,056)  Effect of exchange rate changes on cash and cash equivalents (2,345) (1,762)  Net increase (decrease) in cash and cash equivalents (9,908) (34,206)  Cash and cash equivalents at beginning of year 104,815 139,021		(55,156)	, , ,	
Dividends paid       (4,696)       (4,299)         Dividends paid to non-controlling interests       (174)       (121)         Acquisition of treasury stock       (1)       (99,633)         Other       (596)       (944)         Net cash used in financing activities       (52,511)       (161,056)         Effect of exchange rate changes on cash and cash equivalents       2,345       1,762         Net increase (decrease) in cash and cash equivalents       (9,908)       (34,206)         Cash and cash equivalents at beginning of year       104,815       139,021		(1 702)		
Dividends paid to non-controlling interests (174) (121)  Acquisition of treasury stock (199,633)  Other (596) (944)  Net cash used in financing activities (52,511) (161,056)  Effect of exchange rate changes on cash and cash equivalents 2,345 1,762  Net increase (decrease) in cash and cash equivalents (9,908) (34,206)  Cash and cash equivalents at beginning of year 104,815 139,021				
Acquisition of treasury stock       (1)       (99,633)         Other       (596)       (944)         Net cash used in financing activities       (52,511)       (161,056)         Effect of exchange rate changes on cash and cash equivalents       2,345       1,762         Net increase (decrease) in cash and cash equivalents       (9,908)       (34,206)         Cash and cash equivalents at beginning of year       104,815       139,021				
Other(596)(944)Net cash used in financing activities(52,511)(161,056)Effect of exchange rate changes on cash and cash equivalents2,3451,762Net increase (decrease) in cash and cash equivalents(9,908)(34,206)Cash and cash equivalents at beginning of year104,815139,021				
Net cash used in financing activities (52,511) (161,056)  Effect of exchange rate changes on cash and cash equivalents 2,345 1,762  Net increase (decrease) in cash and cash equivalents (9,908) (34,206)  Cash and cash equivalents at beginning of year 104,815 139,021				
Tiffect of exchange rate changes on cash and cash equivalents 2,345 1,762  Net increase (decrease) in cash and cash equivalents (9,908) (34,206)  Cash and cash equivalents at beginning of year 104,815 139,021				
Net increase (decrease) in cash and cash equivalents (9,908) (34,206) Cash and cash equivalents at beginning of year 104,815 139,021				
Cash and cash equivalents at beginning of year 104,815 139,021		·		
· · · · · · · · · · · · · · · · · · ·	·			
	Cash and cash equivalents at beginning of year			

¥ 104,815

Hitachi Transport System, Ltd. Integrated Report 2022