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**Consolidated Financial Results
for the 1st Quarter of FY2016
(Supplementary Material)**

 **Hitachi Transport System, Ltd.**

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1. Financial Results by Group

[Unit : 100 Million yen]

			FY2015	FY2016				
			1Q (Result)	1Q (Result)	Year on year		Full year (Plan)	
					% change	change		
Revenues	Organic *1	Domestic Logistics	813	833	103%	21	-	
		Global Logistics	Overseas	492	384	78%	-108	-
			Forwarding and Others	41	116	283%	75	-
			Total	533	500	94%	-33	-
		Other Services*2	52	47	90%	-5	-	
	Subtotal		1,398	1,380	99%	-18	5,930	
	VANTEC Group	Domestic Logistics	182	172	94%	-10	-	
		Global Logistics	Overseas	64	75	116%	10	-
			Forwarding and Others	99	1	1%	-98	-
			Total	163	75	46%	-88	-
	Subtotal		346	248	72%	-98	1,070	
	Consolidated Adjustment		-46	-23	-	24	-150	
	Total (Figures on "Summary of Financial Results")	Domestic Logistics	991	998	101%	7	4,090	
		Global Logistics	Overseas	532	451	85%	-81	-
			Forwarding and Others	123	111	90%	-12	-
Total			655	561	86%	-94	2,550	
Other Services*2		51	46	91%	-5	210		
Total		1,697	1,605	95%	-92	6,850		
Adjusted Operating Income	Organic *1	Domestic Logistics	42.1	47.4	113%	5.4	-	
		Global Logistics	Overseas	10.2	13.0	128%	2.8	-
			Forwarding and Others	0.1	1.0	1225%	0.9	-
			Total	10.2	14.0	136%	3.7	-
		Other Services*2	3.0	1.5	51%	-1.5	-	
	Subtotal		55.3	62.9	114%	7.6	250.0	
	VANTEC Group	Domestic Logistics	7.4	4.9	67%	-2.4	-	
		Global Logistics	Overseas	3.6	2.0	57%	-1.6	-
			Forwarding and Others	-0.1	0.0	-	0.1	-
			Total	3.6	2.0	57%	-1.5	-
	Subtotal		10.9	7.0	64%	-3.9	40.0	
	Amortization of Customer-related intangible assets of VANTEC Group etc		-4.6	-2.6	-	2.0	-10.0	
	Total (Figures on "Summary of Financial Results")	Domestic Logistics	47.3	50.2	106%	2.9	195.0	
		Global Logistics	Overseas	12.4	14.5	118%	2.2	-
			Forwarding and Others	-1.1	1.0	-	2.1	-
Total			11.3	15.5	137%	4.2	62.0	
Other Services*2		3.0	1.5	51%	-1.5	23.0		
Total		61.6	67.2	109%	5.7	280.0		
Earnings before interest and tax (EBIT)		60.5	65.1	108%	4.6	310.0		
Net income attributable to stockholders of the parent company		28.8	32.9	114%	4.0	185.0		

*1.Hitachi Transport System Group, excluding VANTEC Group.

*2."Other Services" includes information system development, service, sale and maintenance of motor vehicles, and travel agency service.

2. Breakdown of Increases and Decreases in Revenues

[Unit : 100 Million yen]

	New order	Increase and Decrease, etc	Effects in foreign exchange rates	Total
1Q of FY2016	49	-77	-64	-92

3. Overseas Business

[Unit: 100 Million yen]

		FY2015		FY2016					
		1Q		1Q					
		Revenues	Adjusted Operating Income	Revenues	Year on year		Adjusted Operating Income	Year on year	
% change	change				% change	change			
Overseas	North America	93	2.8	86	93%	-7	2.9	106%	0.2
	Europe*1	157	5.5	153	98%	-4	9.3	168%	3.8
	Asia (excluding China)	116	6.2	91	78%	-26	4.7	76%	-1.5
	China	183	2.4	122	67%	-60	1.0	41%	-1.4
	Oceania and Others	8	0.8	7	83%	-1	0.5	66%	-0.3
	Elimination of intra-company transactions, etc.*2	-25	-5.2	-8	-	16	-3.9	-	1.4
Total		532	12.4	451	85%	-81	14.5	118%	2.2

*1.Turkey is treated as Europe.

*2.Amortization of Customer-related intangible assets of VANTEC Group is included in "Elimination of intra-company transactions, etc".

•Figures indicate revenues and adjusted operating income of overseas subsidiaries.

•Until 2Q of FY2015, the subsidiary of CDS Group in North America which was integrated into North America Group was included in China. From 3Q of FY2015, it is included in North America.

4. Major Operating Expenses

[Unit: 100 Million yen]

	FY2015	FY2016	
	1Q	1Q	Year on year
Subcontract Expenses	869.9	803.8	-66.1
Personnel Expenses	408.7	397.1	-11.6
Rent Expenses	120.0	123.1	3.2
Depreciation Expenses	47.5	47.7	0.2

5. The trend of Major Order / Startup

[Unit: Project]

		FY2015	FY2016	
		1Q	1Q	Year on year
Startup	Domestic	1	4	3
	Global	3	1	-2
	Total	4	5	1
Orders	Domestic	2	1	-1
	Global	3	1	-2
	Total	5	2	-3

•Until FY2015, the figures of the trend of Major Order/Start up were counted the projects with existing customers that results in increase and decrease in revenues such as relocation. From FY2016, the figures are counted projects that contribute to net increase such as new customers and new locations.

•Figures indicate 10 million yen/month or larger projects.