

(Note) The dividends forecasts for the year ending March 31, 2021 are not disclosed as our financial forecasts are uncertain at this point, but we will disclose dividends and financial forecasts as soon as they become available.

3. Consolidated Financial Forecasts for the Fiscal Year Ending March 31, 2021 (April 1, 2020 to March 31, 2021)

The consolidated financial forecasts for the year ending March 31, 2021 are not disclosed as it is difficult to reasonably assess the impact of the novel coronavirus at this point. We will disclose them as soon as they become available.

*** Notes**

(1) Changes in significant subsidiaries during the term (Change in specified subsidiaries causing changes in scope of consolidation):
None

(2) Changes in accounting policies, accounting estimates
(a) Changes in accounting policies required by IFRS: Yes
(b) Changes other than (a) above: None
(c) Changes in accounting estimates: None

(3) Number of shares issued (common stock)
(a) Number of shares at the end of the term (Including treasury stock)
As of March 31, 2020: 111,776,714 shares,
As of March 31, 2019: 111,776,714 shares
(b) Number of treasury stock at the end of the term
As of March 31, 2020: 227,790 shares,
As of March 31, 2019: 227,265 shares
(c) Average number of shares during the term
Year ended March 31, 2020: 111,549,164 shares,
Year ended March 31, 2019: 111,549,634 shares

(Note) Summary of Consolidated Financial Results is outside the scope of an audit by certified public accountants or an audit corporation.

(Note) Explanation on the appropriate use of financial forecasts and other important items

- The financial forecasts shown on this report are estimated based on information available as of the issuing date of this report, and therefore the actual results for the future terms may differ from these forecasted figures due to various unknown factors. For the assumptions for forecasts and cautions regarding the use of the forecasts, please refer to "1. Summary of Operating Results, etc." on Page 2.
- The supplementary material on financial results will be posted on the Company's website.

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1. Summary of Operating Results, etc.

(1) Summary of Operating Results for the Fiscal Year Ended March 31, 2020

For the fiscal year ended March 31, 2020, consolidated financial results of the Hitachi Transport System Group (herein called “the Group”) are as follows.

(Million yen)

	Year Ended March 31, 2019	Year Ended March 31, 2020	Y on Y change
Revenues	708,831	672,286	95%
Adjusted operating income	31,192	33,483 [30,507]	107% [98%]
EBIT	36,180	39,607	109%
Net income attributable to stockholders of the parent company	22,786	21,614	95%

* Figures in [] exclude the impact of the adoption of IFRS 16 “Leases.”

Revenues decreased by 5% year-on-year to ¥672,286 million. Adjusted operating income and EBIT increased by 7% and 9% year-on-year to ¥33,483 million and ¥39,607 million, respectively. Net income attributable to stockholders of the parent company decreased by 5% year-on-year to ¥21,614 million.

Results by business segment during the fiscal year are as follows.

【Domestic logistics business】

(Million yen)

	Year Ended March 31, 2019	Year Ended March 31, 2020	Y on Y change
Revenues	432,793	435,311	101%
Segment profit (Adjusted operating income)	22,099	26,063 [23,548]	118% [107%]

Revenues of domestic logistics business increased by 1% year-on-year to ¥435,311 million due to contribution of new projects despite a decrease in handling volume in automobile-related business.

Segment profit increased by 18% year-on-year to ¥26,063 million due to an increase in revenues and improved productivity, and the adoption of IFRS 16 “Leases.”

【Global logistics business】

(Million yen)

	Year Ended March 31, 2019	Year Ended March 31, 2020	Y on Y change
Revenues	255,828	219,761	86%
Segment profit (Adjusted operating income)	7,108	6,502 [6,059]	91% [85%]

Revenues of global logistics business decreased 14% year-on-year to ¥219,761 million due to effects of exclusion of Nisshin Transportation Co., Ltd. from the scope of consolidation and foreign exchange rates.

Segment profit decreased by 9% year-on-year to ¥6,502 million due to a decrease in revenues, incorporation of risks in forwarding business, and the impact of the novel coronavirus.

【Other services (logistics related businesses)】

(Million yen)

	Year Ended March 31, 2019	Year Ended March 31, 2020	Y on Y change
Revenues	20,210	17,214	85%
Segment profit (Adjusted operating income)	1,985	918 [900]	46% [45%]

Revenues of other services decreased by 15% year-on-year to ¥17,214 million due to the effect of exclusion of Hitachi Travel Bureau, Ltd. (currently known as HTB-BCD Travel Limited) from the scope of consolidation.

Segment profit decreased by 54% year-on-year to ¥918 million due to a decrease in revenues.

(2) Summary of Financial Position as of March 31, 2020

Total assets as of March 31, 2020 amounted to ¥879,144 million, an increase of ¥266,609 million compared with the end of the previous fiscal year. Current assets increased by ¥8,746 million due to an increase of ¥30,609 million in cash and cash equivalents despite decreases of ¥17,125 million in trade receivables and contract assets and ¥5,164 million in other current assets. Non-current assets increased by ¥257,863 million due to an increase of ¥288,441 million in right-of-use assets despite a decrease of ¥34,168 million in property, plant and equipment.

Total liabilities as of March 31, 2020 amounted to ¥639,887 million, an increase of ¥256,301 million compared with the end of the previous fiscal year. Current liabilities increased by ¥45,267 million due to increases of ¥33,209 million in lease liabilities and ¥13,000 million in other financial liabilities. Non-current liabilities increased by ¥211,034 million due to an increase of ¥261,031 million in lease liabilities, despite decreases of ¥40,696 million in long-term debt and ¥10,659 million in other financial liabilities.

Total equity as of March 31, 2020 amounted to ¥239,257 million, an increase of ¥10,308 million compared with the end of the previous fiscal year. Total equity attributable to stockholders of the parent company ratio decreased from 36.3% at the end of the previous fiscal year to 26.5%.

(3) Summary of Cash Flows for the Fiscal Year Ended March 31, 2020

Cash and cash equivalents (herein called “cash”) as of March 31, 2020 was ¥139,021 million, an increase of ¥30,609 million from March 31, 2019.

Cash flows from each activity for the year ended March 31, 2020 and their significant components are as follows:

Net cash provided by operating activities was ¥78,204 million, an increase of ¥40,392 million compared with the fiscal year ended March 31, 2019. This is mainly due to an increase in cash from depreciation and amortization of ¥52,815 million and net income of ¥22,485 million.

Net cash used in investing activities was ¥1,162 million, a decrease of ¥12,730 million compared with the fiscal year ended March 31, 2019. This is mainly due to a decrease in cash from purchase of property, plant and equipment and intangible assets of ¥12,709 million, partly offset by an increase in cash from proceeds from sale of property, plant and equipment and intangible assets of ¥13,105 million.

Net cash used in financing activities was ¥45,707 million, an increase of ¥66,811 million compared with the fiscal year ended March 31, 2019. This is mainly due to a decrease in cash from repayments of lease liabilities of ¥37,103 million and dividends paid to stockholders of the parent company of ¥4,686 million.

Effective April 1, 2019, the Group adopted IFRS 16 “Leases” (see page 11 for details).

(4) Outlook for the Future

The spread of the novel coronavirus has been strongly affecting the global economy, raising serious concern over a slowdown in the domestic and global economy. Under such circumstances, because it is difficult to reasonably assess the potential impact of the novel coronavirus at this point, we do not disclose consolidated financial forecasts for the year ending March 31, 2021. We will disclose the forecasts as soon as they become available.

The supplementary material on financial results will be posted on the Company’s website.

[URL] <https://www.hitachi-transportssystem.com/en/ir/library/presentations/>

2. Basic Stance on Accounting Standard Selection

The Group adopted IFRS voluntarily for its consolidated financial statements contained in the Annual Securities Report for the fiscal year ended March 31, 2015, with the aim to respond to globalization, establish the unified performance evaluation criteria of the Group, standardize operations and improve management efficiency.

3. Consolidated Financial Statements and Major Notes

(1) Consolidated Statement of Financial Position

(Million yen)

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

(Million yen)

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

(2) Consolidated Statement of Profit or Loss and Comprehensive Income

Consolidated Statement of Profit or Loss

(Million yen)

	Year ended March 31, 2019 (April 1, 2018 to March 31, 2019)	Year ended March 31, 2020 (April 1, 2019 to March 31, 2020)
Revenues	708,831	672,286
Cost of sales	(626,458)	(588,078)
Gross profit	82,373	84,208
Selling, general and administrative expenses	(51,181)	(50,725)
Adjusted operating income	31,192	33,483
Other income	3,850	10,579
Other expenses	(4,689)	(9,706)
Operating income	30,353	34,356
Financial income	450	88
Financial expenses	(1,042)	(1,701)
Share of profits of investments accounted for using the equity method	6,419	6,864
Earnings before interest and taxes	36,180	39,607
Interest income	1,075	1,186
Interest expenses	(2,009)	(6,964)
Income before income taxes	35,246	33,829
Income taxes	(11,233)	(11,344)
Net income	24,013	22,485
Attributable to:		
Stockholders of the parent company	22,786	21,614
Non-controlling interests	1,227	871

	Year ended March 31, 2019 (April 1, 2018 to March 31, 2019)	Year ended March 31, 2020 (April 1, 2019 to March 31, 2020)
Earnings per share attributable to stockholders of the parent company		
Basic	¥204.27	¥193.76
Diluted	—	—

Consolidated Statement of Comprehensive Income

(Million yen)

	Year ended March 31, 2019 (April 1, 2018 to March 31, 2019)	Year ended March 31, 2020 (April 1, 2019 to March 31, 2020)
Net income	24,013	22,485
Other comprehensive income (OCI)		
Items not to be reclassified into net income		
Net changes in financial assets measured at fair value through OCI	(300)	(49)
Remeasurements of defined benefit plans	(191)	284
Share of OCI of investments accounted for using the equity method	(14)	(93)
Total items not to be reclassified into net income	(505)	142
Items that can be reclassified into net income		
Foreign currency translation adjustments	(1,121)	(4,344)
Net changes in cash flow hedges	(2)	4
Share of OCI of investments accounted for using the equity method	(108)	(21)
Total items that can be reclassified into net income	(1,231)	(4,361)
Other comprehensive income (OCI)	(1,736)	(4,219)
Comprehensive income	22,277	18,266
Attributable to:		
Stockholders of the parent company	21,178	17,878
Non-controlling interests	1,099	388

(3) Consolidated Statement of Changes in Equity

(Million yen)

Year ended March 31, 2019 (April 1, 2018 to March 31, 2019)							
					Total equity attributable to stockholders of the parent company	Non-controlling interests	Total equity
	Common stock	Retained earnings	Accumulated other comprehensive income	Treasury stock, at cost			
Balance at beginning of year	16,803	186,373	1,333	(181)	204,328	3,963	208,291
Cumulative effects of changes in accounting policies		25			25		25
Restated balance	16,803	186,398	1,333	(181)	204,353	3,963	208,316
Changes in equity							
Net income		22,786			22,786	1,227	24,013
Other comprehensive income			(1,608)		(1,608)	(128)	(1,736)
Transactions with non-controlling interests		115	(4)		111	2,130	2,241
Dividends		(4,127)			(4,127)	(171)	(4,298)
Transfer to retained earnings		99	(99)		—		—
Acquisition and sales of treasury stock				(1)	(1)		(1)
Changes in liabilities for written put options over non-controlling interests		974	(142)		832	(418)	414
Total changes in equity	—	19,847	(1,853)	(1)	17,993	2,640	20,633
Balance at end of year	16,803	206,245	(520)	(182)	222,346	6,603	228,949

(Million yen)

Year ended March 31, 2020 (April 1, 2019 to March 31, 2020)							
					Total equity attributable to stockholders of the parent company	Non-controlling interests	Total equity
	Common stock	Retained earnings	Accumulated other comprehensive income	Treasury stock, at cost			
Balance at beginning of year	16,803	206,245	(520)	(182)	222,346	6,603	228,949
Changes in equity							
Net income		21,614			21,614	871	22,485
Other comprehensive income			(3,736)		(3,736)	(483)	(4,219)
Transactions with non-controlling interests		(6)	(1)		(7)	209	202
Dividends		(4,686)			(4,686)	(180)	(4,866)
Transfer to retained earnings		147	(147)		—		—
Acquisition and sales of treasury stock				(2)	(2)		(2)
Changes in liabilities for written put options over non-controlling interests		(2,485)	(183)		(2,668)	(624)	(3,292)
Total changes in equity	—	14,584	(4,067)	(2)	10,515	(207)	10,308
Balance at end of year	16,803	220,829	(4,587)	(184)	232,861	6,396	239,257

(4) Consolidated Statement of Cash Flows

(Million yen)

	Year ended March 31, 2019 (April 1, 2018 to March 31, 2019)	Year ended March 31, 2020 (April 1, 2019 to March 31, 2020)
Cash flows from operating activities		
Net income	24,013	22,485
Adjustments to reconcile net income to net cash provided by operating activities		
Depreciation and amortization	19,059	52,815
Impairment losses	2,045	4,169
Share of profits of investments accounted for using the equity method	(6,419)	(6,864)
Gain on business reorganization	(3,134)	(1,244)
Income taxes	11,233	11,344
Increase in retirement and severance benefits	225	2,741
Interest and dividends income	(1,482)	(1,267)
Interest expenses	2,009	6,964
Gain on sale of property, plant and equipment	(44)	(8,371)
Decrease in trade receivables and contract assets	449	16,692
Decrease in inventories	389	60
Increase in trade payables	816	(8,303)
Decrease in other assets and liabilities	(1,286)	(3,256)
Other	17	1,145
Subtotal	47,890	89,110
Interest and dividends received	3,937	3,896
Interest paid	(1,912)	(6,880)
Income taxes paid	(12,103)	(7,922)
Net cash provided by operating activities	37,812	78,204
Cash flows from investing activities		
Purchase of property, plant and equipment and intangible assets	(14,948)	(12,709)
Proceeds from sale of property, plant and equipment and intangible assets	1,491	13,105
Collection of short-term loans receivable	3,900	—
Acquisition of subsidiary's shares	—	(666)
Decrease by a loss of control of a subsidiary	(4,466)	(384)
Other	131	(508)
Net cash used in investing activities	(13,892)	(1,162)

	Year ended March 31, 2019 (April 1, 2018 to March 31, 2019)	Year ended March 31, 2020 (April 1, 2019 to March 31, 2020)
Cash flows from financing activities		
Decrease in short-term debt, net	(4,775)	(2,075)
Proceeds from long-term debt	49,749	—
Repayments of long-term debt	(11,490)	(739)
Repayments of lease liabilities	(4,964)	(37,103)
Proceeds from sale of shares of consolidated subsidiaries to non-controlling interests	2,528	—
Purchase of shares of consolidated subsidiaries from non-controlling interests	(4,963)	(199)
Dividends paid to stockholders of the parent company	(4,127)	(4,686)
Dividends paid to non-controlling interests	(151)	(180)
Other	(703)	(725)
Net cash provided by (used in) financing activities	21,104	(45,707)
Effect of exchange rate changes on cash and cash equivalents	(109)	(726)
Net increase in cash and cash equivalents	44,915	30,609
Cash and cash equivalents at beginning of year	63,497	108,412
Cash and cash equivalents at end of year	108,412	139,021

(5) Notes to Consolidated Financial Statements

(Notes on Going Concern Assumption)

None

(Changes in Accounting Policies)

Effective April 1, 2019, the Group adopted the following standard in accordance with the transition method and reviewed part of the accounting treatments.

Standard	Name	Outline of new or revised standard
IFRS 16	Leases	Revision of definition of lease and lessees' accounting treatment

In accordance with the transition method, the Group did not adopt IFRS 16 “Leases” retrospectively to its consolidated financial statements for fiscal year ended March 31, 2019. In adopting the new standard, the Group applied the practical expedients that do not require entities to reassess whether existing contracts are a lease or contain a lease at the date of initial adoption. Lessees adopted IFRS 16.C5 (b), under which comparative figures are not restated and the cumulative effect of initially adopting the standard is recognized on the date of the initial adoption (April 1, 2019). The weighted average incremental borrowing rate of the Group used to measure lease liabilities at the date of initial adoption is 1.9%. The table below shows a reconciliation of non-cancellable operating lease contracts accounted for under IAS 17 as of March 31, 2019 to lease liabilities recognized on the consolidated statement of financial position at the date of initial application.

	(Million yen)
Non-cancellable operating lease contracts (as of March 31, 2019)	97,068
Finance lease obligations (as of March 31, 2019)	35,270
Review of estimates for option to extend the lease	184,156
Lease liabilities (as of April 1, 2019)	316,494

As a result of the adoption of IFRS 16, the Group recognized right-of-use assets of ¥277,222 million and lease liabilities of ¥281,224 million at the date of initial adoption.

The Group adopted IFRS 16 to leases classified as operating lease under IAS 17 using the following practical expedients:

- apply a single discount rate to a portfolio of leases with reasonably similar characteristics;
- rely on an assessment of leases as to whether they are onerous contracts under IAS 37 “Provisions, Contingent Liabilities and Contingent Assets” immediately before the date of initial adoption as an alternative to performing an impairment review; and
- exclude initial direct costs in the measurement of the right-of-use assets at the date of initial adoption.

As a result of the adoption of IFRS 16, on the consolidated statement of financial position, finance lease assets, which were previously included in “property, plant and equipment,” are now separately reported as “right-of-use assets,” and lease obligations, which were included in “current portion of long-term debt” and “long-term debt,” are now separately reported as “lease liabilities.” On the condensed consolidated statement of cash flows, lease payments of operating lease were previously included in cash flows from operating activities, but adjustments mainly related to depreciation of right-of-use assets are now included in cash flows from operating activities and payments of lease liabilities are now included in cash flows from financing activities, and accordingly, net cash provided by operating activities and net cash used in financing activities increased, compared to those under IAS 17.

(Notes to Consolidated Statement of Profit or Loss)

1. Other income

(Million yen)

	Year Ended March 31, 2019 (April 1, 2018 to March 31, 2019)	Year Ended March 31, 2020 (April 1, 2019 to March 31, 2020)
Net gain on sales of fixed assets	196	8,621
Net gain on business reorganization	3,134	1,244
Other	520	714
Total	3,850	10,579

1) Net gain on sales of fixed assets

Net gain on sales of fixed assets for the year ended March 31, 2020 consists mostly of a gain recognized in the sale of land held for business use by the Company and its certain consolidated subsidiaries for the purpose of improving asset efficiency.

2) Net gain on business reorganization

Net gain on business reorganization for the year ended March 31, 2019 was recognized in connection with a share exchange with our subsidiary Nisshin Transportation Co., Ltd. as the wholly-owned subsidiary and AIT Corporation as the wholly-owning parent company, which resulted in a loss of control of Nisshin Transportation Co., Ltd. and its subsidiaries.

Net gain on business reorganization for the year ended March 31, 2020 was recognized in connection with the transfer of 70% of shares of our consolidated subsidiary Hitachi Travel Bureau Ltd. to BCD Travel Asia B.V., which resulted in a loss of control of Hitachi Travel Bureau, Ltd. and its subsidiaries.

2. Other expenses

(Million yen)

	Year Ended March 31, 2019 (April 1, 2018 to March 31, 2019)	Year Ended March 31, 2020 (April 1, 2019 to March 31, 2020)
Net loss on sales of fixed assets	(152)	(250)
Net loss on disposal of fixed assets	(361)	(487)
Impairment losses	(2,045)	(4,169)
Loss on revision of retirement benefit plan	—	(3,180)
Business structural reform expenses	(828)	(666)
Other	(1,303)	(954)
Total	(4,689)	(9,706)

1) Impairment losses

For the year ended March 31, 2019, the Group recognized impairment losses of ¥1,251 million for goodwill mainly in the global logistics business of VANTEC CORPORATION because future cash flows originally assumed in the business plans could no longer be expected and their net carrying amounts were written down to the recoverable amounts. The recoverable amounts were calculated based on value in use by discounting future cash flows at a pretax discount rate (10.2%). The impairment losses are included in global logistics business.

For the year ended March 31, 2020, the Group recognized impairment losses of ¥2,313 million for goodwill and ¥1,438 million for customer-related assets mainly in the global logistics business of VANTEC CORPORATION because future cash flows assumed in the year ended March 31, 2019 could no longer be expected and their net carrying amounts were written down to the recoverable

amounts. Impairment losses were recognized for the total outstanding balance of goodwill and unamortized customer-related assets in the global logistics business of VANTEC CORPORATION in the year ended March 31, 2020. The recoverable amounts were calculated based on value in use by discounting future cash flows at a pretax discount rate (10.0%). The impairment losses are included in global logistics business.

2) Loss on revision of retirement benefit plan

Loss on revision of retirement benefit plan for the year ended March 31, 2020 was recognized as certain domestic consolidated subsidiaries revised their defined benefit plans and the resulting increase in the present value of defined benefit obligations was recognized as past service costs.

3) Business structural reform expenses

Business structural reform expenses for the year ended March 31, 2019 consist of special severance payments of ¥517 million and office relocation expense of ¥311 million. Business structural reform expenses for the year ended March 31, 2020 consist mainly of special severance payments of ¥565 million.

3. Financial income

(Million yen)

	Year Ended March 31, 2019 (April 1, 2018 to March 31, 2019)	Year Ended March 31, 2020 (April 1, 2019 to March 31, 2020)
Dividends income	407	81
Other	43	7
Total	450	88

4. Financial expenses

(Million yen)

	Year Ended March 31, 2019 (April 1, 2018 to March 31, 2019)	Year Ended March 31, 2020 (April 1, 2019 to March 31, 2020)
Exchange loss	(1,042)	(1,666)
Other	—	(35)
Total	(1,042)	(1,701)

(Segment Information)

The business segments of the Group are business units for which the Group is able to obtain separate financial information and for which operating performance is evaluated regularly by the Executive Committee of the Company, the highest decision-making authority, to decide on the allocation of management resources and assess performance.

The Company's operations are divided into domestic logistics business, global logistics business and other service businesses. Consolidated subsidiaries conduct their business as autonomous business units and their operations are periodically reviewed by the Executive Committee of the Company. Each subsidiary develops comprehensive strategies and conducts business activities.

Consequently, business segments of the Group consist of the Company's businesses mentioned above and other services provided by consolidated subsidiaries. The Group's reportable segments have been designated as domestic logistics and global logistics in order to provide appropriate information about the business activities and the business environment, by combining a number of business segments that are similar in terms of economic and service characteristics.

For domestic logistics, the Group provides comprehensive logistics services that include the establishment of a logistics system, control of information, inventories and sales orders, value-added services, distribution center operation, factory logistics, and transportation and delivery. For global logistics, the Group provides comprehensive logistics services that include customs clearance and international intermodal transportation by land, sea and air.

Profit (loss) in reportable segments is based on adjusted operating income. Intersegment transactions are those that take place between companies and are based on market prices. The Executive Committee of the Company does not use the information on assets and liabilities allocated to business segments.

For the year ended March 31, 2019 (April 1, 2018 to March 31, 2019)

(Million yen)

	Reportable segment			Other services ¹	Total	Adjustments and eliminations ²	Amount recorded in consolidated financial statements
	Domestic logistics	Global logistics	Subtotal				
Revenues							
Revenues from outside customers	432,793	255,828	688,621	20,210	708,831	—	708,831
Revenues from intersegment transactions or transfers	—	—	—	12,025	12,025	(12,025)	—
Total	432,793	255,828	688,621	32,235	720,856	(12,025)	708,831
Segment profit	22,099	7,108	29,207	1,985	31,192	—	31,192
Other income							3,850
Other expenses							(4,689)
Financial income							450
Financial expenses							(1,042)
Share of profits of investments accounted for using the equity method							6,419
Interest income							1,075
Interest expenses							(2,009)
Income before income taxes							35,246
Others							
Depreciation and Amortization	8,859	7,887	16,746	2,313	19,059	—	19,059
Impairment losses	29	2,016	2,045	—	2,045	—	2,045

Note: 1. "Other services" includes information system development, service, sale and maintenance of motor vehicles, and travel agency service, which are excluded from the reportable segments.

2. Company-wide expenses which do not belong to any business segment such as corporate general administration expenses incurred in the parent company are allocated to each business segment in accordance with a rational basis.

For the year ended March 31, 2020 (April 1, 2019 to March 31, 2020)

(Million yen)

	Reportable segment			Other services ¹	Total	Adjustments and eliminations ²	Amount recorded in consolidated financial statements
	Domestic logistics	Global logistics	Subtotal				
Revenues							
Revenues from outside customers	435,311	219,761	655,072	17,214	672,286	—	672,286
Revenues from intersegment transactions or transfers	—	—	—	13,953	13,953	(13,953)	—
Total	435,311	219,761	655,072	31,167	686,239	(13,953)	672,286
Segment profit	26,063	6,502	32,565	918	33,483	—	33,483
Other income							10,579
Other expenses							(9,706)
Financial income							88
Financial expenses							(1,701)
Share of profits of investments accounted for using the equity method							6,864
Interest income							1,186
Interest expenses							(6,964)
Income before income taxes							33,829
Others							
Depreciation and Amortization	36,599	11,952	48,551	4,264	52,815	—	52,815
Impairment losses	323	3,846	4,169	—	4,169	—	4,169

Note: 1. "Other services" includes information system development, service, sale and maintenance of motor vehicles, and travel agency service, which are excluded from the reportable segments.

2. Company-wide expenses which do not belong to any business segment such as corporate general administration expenses incurred in the parent company are allocated to each business segment in accordance with a rational basis.

(Per Share Information)

The basis for computations of basic earnings per share (EPS) attributable to stockholders of the parent company for the years ended March 31, 2019 and 2020 is as follows.

	Year Ended March 31, 2019 (April 1, 2018 to March 31, 2019)	Year Ended March 31, 2020 (April 1, 2019 to March 31, 2020)
Net income attributable to stockholders of the parent company (Million yen)	22,786	21,614
Weighted average number of common stock (Thousand shares)	111,550	111,549
Basic EPS attributable to stockholders of the parent company (Yen)	204.27	193.76

(Note) Diluted EPS attributable to stockholders of the parent company is not presented as there are no dilutive shares.

(Significant Subsequent Events)

Not applicable