



Consolidated Financial Results for the Three Months Ended June 30, 2020 [Japanese GAAP]

July 28, 2020

Company name: Keihanshin Building Co., Ltd.
 Stock exchange listing: Tokyo
 Code number: 8818
 URL: <http://www.keihanshin.co.jp/english/>
 Representative: Koichi Minami, President
 Contact: Toshiki Tabuchi, Operating Officer, General Manager (Accounting Dept)
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 Scheduled date of filing quarterly securities report: July 31, 2020
 Scheduled date of commencing dividend payments: -
 Availability of supplementary briefing material on quarterly financial results: No
 Schedule of quarterly financial results briefing session: No

(Amounts of less than one million yen are rounded down)

1. Consolidated Financial Results for the Three Months Ended June 30, 2020 (April 01, 2020 to June 30, 2020)

(1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Three months ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
June 30, 2020	3,781	(1.3)	1,510	2.1	1,551	1.7	1,635	63.9
June 30, 2019	3,832	3.8	1,479	3.1	1,524	3.6	998	(17.2)

(Note) Comprehensive income: Three months ended June 30, 2020: ¥ 3,430million [188.8 %]
 Three months ended June 30, 2019: ¥ 1,187million [(44.0) %]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2020	31.48	31.36
June 30, 2019	18.95	18.89

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
As of	Million yen	Million yen	%
June 30, 2020	139,248	67,012	48.0
March 31, 2020	136,605	64,377	47.0

(Reference) Equity: As of June 30, 2020: ¥ 66,892 million
 As of March 31, 2020: ¥ 64,256 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2020	-	11.50	-	15.50	27.00
Fiscal year ending March 31, 2021	-				
Fiscal year ending March 31, 2021 (Forecast)		13.50	-	13.50	27.00

(Note) Revision to the forecast for dividends announced most recently: No

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2021(April 01, 2020 to March 31, 2021)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	15,300	(0.1)	5,400	(0.3)	5,100	(2.2)	4,000	2.1	76.95

(Note) Revision to the financial results forecast announced most recently: No

* Notes:

- (1) Changes in significant subsidiaries during the three months ended June 30, 2020
(changes in specified subsidiaries resulting in changes in scope of consolidation): No
- (2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements: No
- (3) Changes in accounting policies, changes in accounting estimates and retrospective restatement
 - 1) Changes in accounting policies due to the revision of accounting standards: No
 - 2) Changes in accounting policies other than 1) above: No
 - 3) Changes in accounting estimates: No
 - 4) Retrospective restatement: No
- (4) Total number of issued shares (common shares)
 - 1) Total number of issued shares at the end of the period (including treasury shares):
 - June 30, 2020: 52,184,498 shares
 - March 31, 2020: 52,882,298 shares
 - 2) Total number of treasury shares at the end of the period:
 - June 30, 2020: 202,437 shares
 - March 31, 2020: 916,057 shares
 - 3) Average number of shares during the period:
 - Three months ended June 30, 2020: 51,968,634 shares
 - Three months ended June 30, 2019: 52,688,698 shares

* This summary is not subject to quarterly review procedures by a certified public accountant or audit firm.

* Appropriate use of business forecasts; other special items

Information described in this document, such as projections, is prepared based on available information at the time of the release of this document and certain assumptions that the Company judged as rational. Actual results may be significantly different due to various factors.

Quarterly Consolidated Financial Statements

Quarterly Consolidated Balance Sheets

(Thousand yen)

	As of March 31,2020	As of June 30,2020
Assets		
Current assets		
Cash and deposits	13,205,088	12,209,144
Notes and accounts receivable - trade	408,750	428,132
Other	129,071	389,533
Total current assets	13,742,910	13,026,810
Non-current assets		
Property, plant and equipment		
Buildings and structures	67,041,896	66,346,841
Accumulated depreciation	(38,143,867)	(38,007,865)
Buildings and structures, net	28,898,029	28,338,975
Land	52,664,231	52,291,930
Buildings in trust	3,343,060	3,343,060
Accumulated depreciation	(1,250,372)	(1,292,362)
Buildings in trust, net	2,092,687	2,050,697
Land in trust	11,038,280	11,038,280
Construction in progress	12,614,237	14,376,024
Other	811,357	808,852
Accumulated depreciation	(658,187)	(665,646)
Other, net	153,170	143,206
Total property, plant and equipment	107,460,636	108,239,114
Intangible assets	116,323	111,099
Investments and other assets		
Investment securities	12,629,349	15,227,945
Other	2,655,894	2,643,981
Total investments and other assets	15,285,244	17,871,926
Total non-current assets	122,862,203	126,222,140
Total assets	136,605,113	139,248,951

(Thousand yen)

	As of March 31,2020	As of June 30,2020
Liabilities		
Current liabilities		
Notes and accounts payable - trade	8,356	-
Short-term borrowings	4,146,000	4,078,000
Income taxes payable	1,013,600	615,109
Provisions	32,972	-
Other	3,177,760	3,150,423
Total current liabilities	8,378,689	7,843,533
Non-current liabilities		
Bonds payable	40,000,000	40,000,000
Long-term borrowings	14,255,950	13,878,325
Retirement benefit liability	75,349	66,693
Asset retirement obligations	114,198	114,291
Other	9,403,170	10,334,012
Total non-current liabilities	63,848,668	64,393,322
Total liabilities	72,227,357	72,236,855
Net assets		
Shareholders' equity		
Share capital	9,827,611	9,827,611
Capital surplus	9,199,840	9,199,840
Retained earnings	45,281,222	45,023,316
Treasury shares	(1,200,452)	(265,292)
Total shareholders' equity	63,108,221	63,785,475
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	5,844,230	7,639,150
Revaluation reserve for land	(4,696,213)	(4,532,546)
Total accumulated other comprehensive income	1,148,016	3,106,604
Share acquisition rights	121,518	120,015
Total net assets	64,377,755	67,012,095
Total liabilities and net assets	136,605,113	139,248,951

Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income (For the three months)

(Thousand yen)

	For the three months ended June 30,2019	For the three months ended June 30,2020
Net sales	3,832,702	3,781,977
Cost of sales	2,009,899	1,922,427
Gross profit	1,822,802	1,859,550
Selling, general and administrative expenses	343,647	348,840
Operating profit	1,479,155	1,510,710
Non-operating income		
Interest income	402	254
Dividend income	159,882	152,469
Other	2,393	3,181
Total non-operating income	162,679	155,904
Non-operating expenses		
Interest expenses	40,105	39,599
Interest on bonds	74,546	73,168
Other	2,673	2,715
Total non-operating expenses	117,325	115,483
Ordinary profit	1,524,509	1,551,131
Extraordinary income		
Gain on sales of non-current assets	-	803,932
Total extraordinary income	-	803,932
Extraordinary losses		
Loss on retirement of non-current assets	42	67
Loss on valuation of investment securities	60,996	-
Total extraordinary losses	61,038	67
Profit before income taxes	1,463,470	2,354,996
Income taxes - current	414,429	602,903
Income taxes - deferred	50,770	116,197
Total income taxes	465,200	719,100
Profit	998,270	1,635,896
Profit attributable to owners of parent	998,270	1,635,896

Quarterly Consolidated Statements of Comprehensive Income (For the three months)

(Thousand yen)

	For the three months ended June 30,2019	For the three months ended June 30,2020
Profit	998,270	1,635,896
Other comprehensive income		
Valuation difference on available-for-sale securities	189,622	1,794,920
Total other comprehensive income	189,622	1,794,920
Comprehensive income	1,187,892	3,430,817
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,187,892	3,430,817
Comprehensive income attributable to non-controlling interests	-	-