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April 30, 2025

## Consolidated Financial Results for the Fiscal Year Ended March 31, 2025 (Under Japanese GAAP)

Company name: NS UNITED KAIUN KAISHA, LTD.  
 Listing: Tokyo Stock Exchange (TSE) Prime Market  
 Securities code: 9110 URL: <https://www.nsuship.co.jp>  
 Representative: Kazuma Yamanaka, President and Representative Director  
 Inquiries: Hirokazu Sone, Group Manager, Finance and Accounting Group Phone: 81-3-6895-6407  
 Scheduled date of annual general meeting of shareholders: June 25, 2025  
 Scheduled date to commence dividend payments: June 26, 2025  
 Scheduled date to file annual securities report: June 20, 2025  
 Preparation of supplementary material on financial results: Yes  
 Holding of financial results briefing: No

(Amounts are rounded to the nearest million yen.)

### 1. Consolidated financial results for the fiscal year ended March 31, 2025 (from April 1, 2024 to March 31, 2025)

#### (1) Consolidated Operating Results

(Percentages indicate year-on-year changes.)

	Revenues		Operating Profit		Ordinary Profit		Profit Attributable to Owners of Parent	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2025	247,408	6.1	20,224	(6.4)	19,015	(14.3)	18,621	3.5
March 31, 2024	233,100	(7.1)	21,601	(33.5)	22,185	(33.7)	17,986	(34.8)

(Note) Comprehensive Income

For the fiscal year ended March 31, 2025: 19,399 million yen 4.0%

For the fiscal year ended March 31, 2024: 18,661 million yen (32.6%)

	Profit per Share	Diluted Profit per Share	Return on Equity	Ratio of Ordinary Profit to Total Assets	Ratio of Operating Profit to Revenues
Fiscal year ended	Yen	Yen	%	%	%
March 31, 2025	790.18	—	11.9	6.6	8.2
March 31, 2024	763.20	—	12.5	7.9	9.3

(Reference) Share of Profit of Entities Accounted for Using Equity Method

For the fiscal year ended March 31, 2025: 17 million yen

For the fiscal year ended March 31, 2024: 28 million yen

#### (2) Consolidated Financial Position

	Total Assets	Net Assets	Equity Ratio	Net Assets per Share
As of	Millions of yen	Millions of yen	%	Yen
March 31, 2025	287,948	162,738	56.5	6,905.75
March 31, 2024	286,344	149,584	52.2	6,347.53

(Reference) Equity

As of March 31, 2025: 162,738 million yen

As of March 31, 2024: 149,584 million yen

### (3) Consolidated Cash Flows

	Cash Flows from Operating Activities	Cash Flows from Investing Activities	Cash Flows from Financing Activities	Cash and Cash Equivalents at end of Period
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2025	34,851	(8,246)	(17,811)	55,784
March 31, 2024	31,015	(13,059)	(12,067)	47,069

### 2. Cash Dividends

	Annual Dividends per Share					Total Cash Dividends (Total)	Payout Ratio (Consolidated)	Ratio of Dividends to Net Assets (Consolidated)
	1 <sup>st</sup> Quarter	2 <sup>nd</sup> Quarter	3 <sup>rd</sup> Quarter	Year-end	For Full Year			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Fiscal year ended March 31, 2024	—	80.00	—	150.00	230.00	5,420	30.1	3.8
Fiscal year ended March 31, 2025	—	115.00	—	125.00	240.00	5,656	30.4	3.6
Fiscal year ending March 31, 2026 (Forecast)	—	90.00	—	—	—		—	

(Note) The Company's Articles of Incorporation stipulate that the second quarter-end and the fiscal year-end are dividend record dates. At present, the forecast amount of year-end dividend and the amount of annual dividends for the fiscal year ending March 31, 2026 have yet to be determined.

### 3. Forecast of Consolidated Financial Results for Fiscal Year Ending March 31, 2026 (from April 1, 2025 to March 31, 2026)

(Percentages indicate year-on-year changes.)

	Revenues		Operating Profit		Ordinary Profit		Profit Attributable to Owners of Parent		Profit per Share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
First half	101,000	(21.5)	6,000	(48.7)	5,000	(50.5)	8,000	(12.6)	339.48
For full year	201,000	(18.8)	13,000	(35.7)	10,000	(47.4)	14,000	(24.8)	594.09

#### Notes:

- (1) Significant changes in the scope of consolidation during the period: None
- (2) Changes in accounting policies, changes in accounting estimates, and restatement
  - i. Changes in accounting policies due to revisions to accounting standards and other regulations: Yes
  - ii. Changes in accounting policies due to other reasons: None
  - iii. Changes in accounting estimates: None
  - iv. Restatement: None
- (3) Number of issued shares (common shares)
  - i. Total number of issued shares at the end of the period (including treasury shares)
    - As of March 31, 2025: 23,970,679 shares
    - As of March 31, 2024: 23,970,679 shares
  - ii. Number of treasury shares at the end of the period
    - As of March 31, 2025: 405,034 shares
    - As of March 31, 2024: 404,939 shares
  - iii. Average number of shares outstanding during the period
    - Fiscal year ended March 31, 2025: 23,565,705 shares
    - Fiscal year ended March, 31 2024: 23,565,881 shares

[Reference] Overview of Non-Consolidated Financial Results

Non-consolidated Financial Results for the Fiscal Year Ended March 31, 2025 (from April 1, 2024 to March 31, 2025)

(1) Non-consolidated Operating Results

(Percentages indicate year-on-year changes.)

	Revenues		Operating Profit		Ordinary Profit		Profit	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2025	216,437	5.8	14,630	(17.3)	16,011	(22.2)	15,077	(9.7)
March 31, 2024	204,617	(8.8)	17,680	(43.6)	20,580	(48.7)	16,691	(48.5)

	Profit per share	Diluted Profit per Share
Fiscal year ended	Yen	Yen
March 31, 2025	639.80	—
March 31, 2024	708.26	—

(2) Non-consolidated Financial Position

	Total Assets	Net Assets	Equity Ratio	Net Assets per Share
As of	Millions of yen	Millions of yen	%	Yen
March 31, 2025	192,660	146,586	76.1	6,220.35
March 31, 2024	182,255	137,292	75.3	5,825.92

(Reference)	Equity
	As of March 31, 2025: 146,586 million yen
	As of March 31, 2024: 137,292 million yen

\* Financial results reports are exempt from audit conducted by certified public accountants or an audit firm.

\* Proper use of financial results forecast and other special matters

The forward-looking statements including the financial results forecast contained herein are based on information currently available to the Company, as well as certain assumptions deemed reasonable by the Company. As such, the Company does not intend to guarantee the achievement of the forecast. In addition, actual results may differ significantly from the forecast due to various factors. For preconditions for the financial results forecast and precautions when using the financial results forecast, please see “1. Overview of Financial Results (1) Overview of Operating Results.”

(Supplementary material on financial results)

Supplementary material for financial results will be posted on the Company’s website, April 30, 2025.

# 1. Overview of Financial Results

## (1) Overview of Operating Results

### 1) Overview of the fiscal year ended March 31, 2025

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025	Amount Change (Percentage change)	
Revenues	233,100	247,408	14,308	6.1%
Operating Profit	21,601	20,224	(1,377)	(6.4)%
Ordinary Profit	22,185	19,015	(3,171)	(14.3)%
Profit Attributable to Owners of Parent	17,986	18,621	636	3.5%

Exchange rate (¥/US\$) (12 months average)	143.67	152.83	9.16	6.4%
Bunker price* (US\$/MT) (12 months average)	555	564	8	1.5%

\*Average price for all the major fuel grades

Consolidated results for the fiscal year ended March 31, 2025, revenues were 247,408 million yen (up 14,308 million yen year-on-year), operating profit was 20,224 million yen (down 1,377 million yen year-on-year), ordinary profit was 19,015 million yen (down 3,171 million yen year-on-year). Profit attributable to owners of parent was 18,621 million yen (up 636 million yen year-on-year).

During the fiscal year under review, the global economy was relatively robust, particularly in the United States, as monetary policy in each country entered a phase of interest rate cuts in response to the easing of prolonged inflation. On the other hand, unstable political situations in Europe and the prolonged real estate recession in China exerted downward pressure. In our company, despite the impact of an increase of burden from foreign-currency-based costs due to the depreciation of the yen, profit attributable to owners of parent increased year on year, partly due to the recording of gains on the sales of some old vessels as originally planned.

In the international shipping business, as for Cape size bulk carriers (180,000 DWT type), the market remained firm in the first half supported by steady shipments of iron ore and bauxite from West Africa. In the second half, however, the market dropped and temporarily fell below \$10,000 per day, affected by adverse weather conditions in main loading ports of iron ore. The market for Panamax or smaller-sized vessels (20,000-80,000 DWT type) was also firm in the first half. On the other hand, the market was sluggish in the second half, due to a decrease in transportation demand for grain to China and an increase in tonnage supply against the background of easing restriction on passage through Panama Canal. As for VLGCs (Very Large Gas Carriers) market, although there was a temporarily drop in the second half, the market remained generally firm, supported by steady cargo shipments.

In the coastal shipping business, with respect to dry bulk, transportation volume of steel-related cargoes declined because of the weak demand in the construction sector and automobile sector, and increased import of steel products from China at low prices. Cement and electric utility-related cargo transportation volumes were also weak due to sluggish demand and adverse weather conditions, while biomass-related cargo volume remained firm due to changes in market condition. As for the tankers, both LNG and LPG transportation were affected by declining demand. As a result of our effort to operate vessels more efficiently, LPG transportation increased while LNG transportation declined.

Under these circumstances, the coastal shipping business posted higher revenues and profits compared to the previous fiscal year due in part to the effect of the operation of newly delivered vessels.

Marine transportation services comprise almost the entire business of the Company's group, with the international shipping business accounting for approximately 90% of consolidated revenues and the coastal shipping business accounting for approximately 10%.

## 2) Outlook for the fiscal year ending March 31, 2026

As for the business environment in the fiscal year ending March 31, 2026, it is currently difficult to predict how the U.S. government's economic policies including tariffs and the responses of various countries will affect transportation demand and trade patterns. In terms of cargo movements, although there are concerns about a slowdown in transportation demand for coal, overall transportation demand for dry bulk cargoes including iron ore and bauxite is expected to remain firm. As for tonnage supply, delivery of new vessels for the time being is expected to be relatively low in historical terms, especially in large vessels, as shipowners are carefully assessing environmental regulations and which next-generation fuels will be mainstream. The company will conduct business operations paying close attention to possible business risks in the future.

The outlook of the Group's consolidated results for the fiscal year ending March 31, 2026 is as follows: revenues of 201,000 million yen, operating profit of 13,000 million yen, ordinary profit of 10,000 million yen, and profit attributable to owners of parent of 14,000 million yen. This forecast is based on the forecast exchange rate of 140 yen to a U.S. dollar and the average bunker price (all grades) of 483 U.S. dollars per ton.

## (2) Overview of Financial Position

### 1) Overview of assets, liabilities, and net assets

Total assets as of March 31, 2025 amounted to 287,948 million yen, up 1,605 million yen from the end of the previous fiscal year. Of this amount, current assets increased by 9,242 million yen mainly due to an increase in cash and deposits and securities. Non-current assets decreased 7,637 million yen mainly due to a decrease in vessels.

Total liabilities decreased 11,550 million yen to 125,210 million yen. Current liabilities decreased 7,610 million yen mainly due to a decrease in short-term borrowings. Non-current liabilities decreased 3,940 million yen mainly due to a decrease in long-term borrowings.

Total net assets increased 13,154 million yen from the end of the previous fiscal year to 162,738 million yen, mainly due to an increase in retained earnings resulting from profit attributable to owners of parent, net of dividends paid.

### 2) Overview of cash flows

Net cash provided by operating activities amounted to 34,851 million yen, an increase of 3,835 million yen from the previous fiscal year. The main items were profit before income taxes and depreciation.

Net cash used in investing activities amounted to 8,246 million yen (compared to 13,059 million yen for the previous fiscal year). The main items were purchase of vessels amounting to 18,464 million yen.

Net cash used in financing activities amounted to 17,811 million yen (compared to 12,067 million yen for the previous fiscal year). This was mainly due to a net outflow of 11,341 million yen, the difference between proceeds from long-term borrowings and repayments of long-term borrowings.

Cash and cash equivalents at the end of the fiscal year, after taking into account effect of exchange rate change on cash and cash equivalents, amounted to 55,784 million yen, an increase of 8,716 million yen from the end of the previous fiscal year.

(Reference) Cash flow indicators on a consolidated basis

	Fiscal year ended March 31, 2022	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Equity ratio (%)	43.0	49.8	52.2	56.5
Equity ratio at market value (%)	36.1	35.2	37.9	32.8
Ratio of interest-bearing debt to cash flows (year)	3.8	2.3	3.1	2.4
Interest coverage ratio (times)	24.4	36.7	19.6	20.5

Equity ratio: Equity / Total assets

Equity ratio at market value: Market capitalization / Total assets

Ratio of interest-bearing debt to cash flows: Interest-bearing debt / Cash flows

Interest coverage ratio: Cash flows / Interest expenses

(Notes) 1. The consolidated financial figures constitute the basis for calculating these indicators.

2. Market capitalization is calculated based on the number of shares issued excluding treasury shares.

3. The cash flows are based on cash flows from operating activities.

4. Interest-bearing debt includes all debts recorded on the consolidated balance sheets on which interest is paid.

(3) Basic Policy on Profit Distribution and Dividends for the Fiscal Year Ended March 31, 2025 and for the Fiscal Year Ending March 31, 2026

The Company regards the return of profits to shareholders as one of its most important management policies. The Company's basic policy is to maintain sustainable dividend distribution in accordance with the Company's performance based on a dividend payout ratio of 30% of consolidated business results, while securing internal reserves necessary to achieve stable corporate growth and to respond to changes in the business environment in the future.

For the fiscal year ended March 31, 2025, the Company paid an interim dividend of 115 yen per share. The Company intends to pay a year-end dividend of 125 yen per share, resulting in total cash dividends of 240 yen for the full year. For the fiscal year ending March 31, 2026, the Company plans to pay an interim dividend of 90 yen per share. As for the year-end dividend, the Company will promptly disclose the projected dividend amount as soon as it becomes available.

2. Basic Policy on Selection of Accounting Standards

The Group prepares its consolidated financial statements in conformity with the generally accepted accounting principles in Japan (Japanese GAAP) in order to ensure comparability of consolidated financial statements over time and comparability among companies.

With regard to adoption of the International Financial Reporting Standards (IFRS), the Group intends to make an appropriate response, taking into consideration situations in Japan and abroad.

### 3. Consolidated Financial Statements and Principal Notes

#### (1) Consolidated Balance Sheet

(Millions of yen)

	As of March 31, 2024	As of March 31, 2025
<b>Assets</b>		
Current assets		
Cash and deposits	37,069	40,793
Trade receivables and contract assets	35,648	35,155
Securities	10,000	14,991
Inventories	13,929	13,775
Prepaid expenses	5,840	5,988
Other current assets	4,450	5,481
Allowance for doubtful accounts	(6)	(11)
Total current assets	106,930	116,172
Non-current assets		
Property, plant and equipment		
Vessels, net	164,057	145,085
Buildings, net	259	57
Land	397	2
Construction in progress	1,912	13,535
Other tangible fixed assets, net	304	280
Total property, plant and equipment	166,929	158,959
Intangible assets	1,351	1,562
Investments and other assets		
Investment securities	5,642	5,506
Long-term loans receivable	9	8
Deferred tax assets	3,255	3,363
Retirement benefit asset	1,673	1,429
Other long-term assets	555	950
Total investments and other assets	11,134	11,257
Total non-current assets	179,414	171,777
Total assets	286,344	287,948

	As of March 31, 2024	As of March 31, 2025
<b>Liabilities</b>		
Current liabilities		
Trade notes and accounts payable	14,538	14,091
Short-term borrowings	21,278	14,579
Accounts payable - other	881	133
Accrued expenses	309	240
Income taxes payable	1,850	1,180
Contract liabilities	6,075	5,466
Provision for bonuses	699	797
Provision for bonuses for directors (and other officers)	80	92
Other current liabilities	6,719	8,242
Total current liabilities	52,430	44,820
Non-current liabilities		
Long-term borrowings	75,817	70,737
Deferred tax liabilities	971	1,561
Provision for special repairs	7,379	7,900
Retirement benefit liability	163	192
Total non-current liabilities	84,330	80,390
Total liabilities	136,759	125,210
<b>Net assets</b>		
Shareholders' equity		
Share capital	10,300	10,300
Capital surplus	17,181	17,181
Retained earnings	121,150	133,527
Treasury shares	(998)	(999)
Total shareholders' equity	147,633	160,009
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	2,445	2,217
Deferred gains or losses on hedges	(194)	927
Foreign currency translation adjustment	(226)	(136)
Remeasurements of defined benefit plans	(75)	(279)
Total accumulated other comprehensive income	1,951	2,729
Total net assets	149,584	162,738
Total liabilities and net assets	286,344	287,948



(2) Consolidated Statement of Income and Consolidated Statement of Comprehensive Income  
(Consolidated Statements of Income)

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Revenues		
Shipping business revenue and other operating revenue	233,100	247,408
Cost and expenses		
Shipping business expenses and other operating expenses	204,079	219,423
Gross profit	29,022	27,986
General and administrative expenses	7,420	7,762
Operating profit	21,601	20,224
Non-operating income		
Interest income	12	45
Dividend income	237	225
Share of profit of entities accounted for using equity method	28	17
Foreign exchange gains	1,907	144
Gain on derivatives	123	283
Other	212	30
Total non-operating income	2,518	744
Non-operating expenses		
Interest expenses	1,585	1,678
Loss on derivatives	339	225
Other	10	50
Total non-operating expenses	1,934	1,953
Ordinary profit	22,185	19,015
Extraordinary income		
Gain on sales of non-current assets	251	2,539
Gain on sales of investment securities	59	187
Total extraordinary income	310	2,725
Profit before income taxes	22,496	21,740
Income taxes - current	3,684	2,923
Income taxes for prior periods	989	—
Income taxes - deferred	(163)	196
Total income taxes	4,510	3,119
Profit	17,986	18,621
Profit attributable to owners of parent	17,986	18,621

(Consolidated Statement of Comprehensive Income)

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Profit	17,986	18,621
Other comprehensive income		
Valuation difference on available-for-sale securities	675	(228)
Deferred gains or losses on hedges	207	1,121
Foreign currency translation adjustment	(237)	26
Remeasurements of defined benefit plans, net of tax	(13)	(205)
Share of other comprehensive income of entities accounted for using equity method	44	64
Total other comprehensive income	675	778
Comprehensive income	18,661	19,399
Comprehensive income attributable to owners of parent	18,661	19,399

## (3) Consolidated Statement of Changes in Net Assets

Fiscal year ended March 31, 2024

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at the beginning of the period	10,300	17,181	109,646	(997)	136,129
Changes during the period					
Dividends of surplus			(6,481)		(6,481)
Profit attributable to owners of parent			17,986		17,986
Purchase of treasury shares				(1)	(1)
Net changes in items other than shareholders' equity					
Total changes during the period	—	—	11,505	(1)	11,504
Balance at the end of the period	10,300	17,181	121,150	(998)	147,633

	Accumulated other comprehensive income					Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income	
Balance at the beginning of the period	1,770	(401)	(32)	(62)	1,276	137,405
Changes during the period						
Dividends of surplus						(6,481)
Profit attributable to owners of parent						17,986
Purchase of treasury shares						(1)
Net changes in items other than shareholders' equity	675	207	(194)	(13)	675	675
Total changes during the period	675	207	(194)	(13)	675	12,179
Balance at the end of the period	2,445	(194)	(226)	(75)	1,951	149,584

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at the beginning of the period	10,300	17,181	121,150	(998)	147,633
Changes during the period					
Dividends of surplus			(6,245)		(6,245)
Profit attributable to owners of parent			18,621		18,621
Purchase of treasury shares				(0)	(0)
Net changes in items other than shareholders' equity					
Total changes during the period	—	—	12,376	(0)	12,376
Balance at the end of the period	10,300	17,181	133,527	(999)	160,009

	Accumulated other comprehensive income					Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income	
Balance at the beginning of the period	2,445	(194)	(226)	(75)	1,951	149,584
Changes during the period						
Dividends of surplus						(6,245)
Profit attributable to owners of parent						18,621
Purchase of treasury shares						(0)
Net changes in items other than shareholders' equity	(228)	1,121	90	(205)	778	778
Total changes during the period	(228)	1,121	90	(205)	778	13,154
Balance at the end of the period	2,217	927	(136)	(279)	2,729	162,738

## (4) Consolidated Statements of Cash Flows

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Cash flows from operating activities		
Profit before income taxes	22,496	21,740
Depreciation	18,115	18,094
Increase (decrease) in allowance for doubtful accounts	(8)	5
Increase (decrease) in provision for bonuses	(59)	98
Increase (decrease) in provision for bonuses for directors (and other officers)	21	12
Increase (decrease) in provision for special repairs	822	533
Increase(decrease) in net defined benefit liability and decrease(increase) in net defined benefit asset	(34)	(14)
Interest and dividend income	(248)	(270)
Interest expenses	1,585	1,678
Foreign exchange losses (gains)	(912)	75
Share of loss (profit) of entities accounted for using equity method	(28)	(17)
Loss (gain) on sale of property, plant and equipment and intangible assets	(251)	(2,539)
Loss (gain) on sale of investment securities	(59)	(187)
Decrease (increase) in trade receivables	(3,351)	493
Decrease (increase) in inventories	(543)	153
Increase (decrease) in trade payables	778	(444)
Increase (decrease) in accounts payable - other	111	(94)
Other, net	824	613
Subtotal	39,260	39,929
Interest and dividends received	248	270
Interest paid	(1,583)	(1,704)
Income taxes paid	(6,910)	(3,644)
Net cash provided by (used in) operating activities	31,015	34,851
Cash flows from investing activities		
Purchase of vessels	(13,110)	(18,464)
Proceeds from sales of vessels	310	9,600
Purchase of other fixed assets	(202)	(76)
Proceeds from sales of other fixed assets	16	1,053
Purchase of investment securities	(262)	(174)
Proceeds from sales and redemption of investment securities	139	268
Other, net	50	(452)
Net cash provided by (used in) investing activities	(13,059)	(8,246)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(70)	(230)
Proceeds from long-term borrowings	14,526	5,946
Repayments of long-term borrowings	(20,053)	(17,287)
Purchase of treasury shares	(1)	(0)
Dividends paid	(6,468)	(6,240)
Net cash provided by (used in) financing activities	(12,067)	(17,811)
Effect of exchange rate change on cash and cash equivalents	915	(78)
Net increase (decrease) in cash and cash equivalents	6,805	8,716
Cash and cash equivalents at beginning of period	40,264	47,069
Cash and cash equivalents at end of period	47,069	55,784

(5) Notes to Consolidated Financial Statements

(Going Concern Assumption)

Not applicable

(Notes to Changes of Accounting Policies)

(Application of the Accounting Standard for Current Income Taxes)

The Accounting Standard for Current Income Taxes (ASBJ Statement No.27, October 28, 2022; hereinafter referred to as the “Revised Accounting Standard 2022”), etc. have been adopted from the beginning of the fiscal year ended March 31, 2025.

The amendment to categories in which current income taxes should be recorded (taxes on other comprehensive income) follows the transitional treatment prescribed in the proviso of paragraph 20-3 of the Revised Accounting Standard 2022 and the transitional treatment prescribed in the proviso (2) of paragraph 65-2 of the Implementation Guidance on Tax Effect Accounting (ASBJ Guidance No.28, October 28, 2022; hereinafter referred to as the “Revised Implementation Guidance 2022”). This change in accounting policies has no impact on the annual consolidated financial statements.

For the amendment related to the revised accounting treatment for consolidated financial statements when gains or losses on sale of shares in subsidiaries resulting from transactions between consolidated companies were deferred for tax purposes, the Revised Implementation Guidance 2022 has been adopted from the beginning of the fiscal year ended March 31, 2025. This change in accounting policies was applied retrospectively. Hence, the consolidated financial statements for the prior fiscal year have been modified retrospectively. This change in accounting policies has no impact on the consolidated financial statements for the prior fiscal year.

(Segment Information)

1. Overview of reportable segments

The Company's reportable segments are the Group's constituent units for which discrete financial information is available and which are periodically reviewed by the Board of Directors for the purpose of deciding the allocation of management resources and evaluating the business performance.

The Group conducts business activities mainly in marine transportation services, and the reportable segments are classified based on operational regions of vessels. The two reportable segments are the international shipping business and the coastal shipping business.

In the international shipping business, the Group conducts business activities such as transportation of materials including iron ore, coal, steel products, and nonferrous metal ores by bulk carriers; transportation of LPG by tankers; and vessel leasing. In the coastal shipping business, the Group conducts business activities such as transportation of materials including steel products, limestone, and cement by bulk carriers in domestic water areas; transportation of LPG, LNG, and other petroleum products by tankers; and vessel leasing.

2. Calculation method of the amounts of revenues, profit or loss, assets and other items by reportable segment

The reported method of accounting for business segments is in accordance with the accounting policies adopted to prepare the consolidated financial statements.

Segment profit consists of figures based on operating income. Intersegment revenues and transfers are based on the current market prices.

3. Information on the amounts of revenues, profit or loss, assets and other items by reportable segment, and information on disaggregation of revenue

Fiscal year ended March 31, 2024

(Millions of yen)

	Reportable segment			Others (Note 1)	Total	Adjustments (Note 2) (Note 3)	Consolidated Total (Note 4)
	International shipping business	Coastal shipping business	Total				
Revenues							
Revenues from contracts with customers	204,336	28,764	233,100	—	233,100	—	233,100
Revenues from external customers	204,336	28,764	233,100	—	233,100	—	233,100
Transactions with other segments	—	4	4	410	414	(414)	—
Total	204,336	28,769	233,104	410	233,514	(414)	233,100
Segment profit or loss	18,656	2,936	21,592	2	21,594	7	21,601
Segment assets	251,725	34,453	286,178	223	286,400	(57)	286,344
Other items							
Depreciation	16,005	2,105	18,111	4	18,115	—	18,115
Investment in equity- method affiliates	568	—	568	—	568	—	568
Increase in property, plant and equipment and intangible assets	10,077	3,341	13,418	4	13,422	—	13,422

(Notes) 1. The "Others" segment includes information services and other services.

2. The adjustment of 7 million yen for segment profit is elimination of intersegment transactions.

3. The adjustment of (57) million yen for segment assets is elimination of intersegment transactions.

4. Segment profit or loss is reconciled to operating income recorded in the consolidated statement of income.

	Reportable segment			Others (Note 1)	Total	Adjustments (Note 2) (Note 3)	Consolidated Total (Note 4)
	International shipping business	Coastal shipping business	Total				
Revenues							
Revenues from contracts with customers	216,152	31,256	247,408	—	247,408	—	247,408
Revenues from external customers	216,152	31,256	247,408	—	247,408	—	247,408
Intersegment sales or transfers	—	5	5	391	396	(396)	—
Total	216,152	31,261	247,413	391	247,804	(396)	247,408
Segment profit or loss	16,277	3,960	20,237	(21)	20,216	8	20,224
Segment assets	252,805	34,981	287,785	217	288,002	(54)	287,948
Other items							
Depreciation	15,995	2,095	18,090	4	18,094	—	18,094
Investment in equity- method affiliates	649	—	649	—	649	—	649
Increase in property, plant and equipment and intangible assets	17,736	913	18,649	—	18,649	—	18,649

(Notes) 1. The “Others” segment includes information services and other services.

2. The adjustment of 8 million yen for segment profit is elimination of intersegment transactions.

3. The adjustment of (54) million yen for segment assets is elimination of intersegment transactions.

4. Segment profit or loss is reconciled to operating income recorded in the consolidated statement of income.

(Per Share Information)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Net assets per share	6,347.53 yen	6,905.75 yen
Profit per share	763.20 yen	790.18 yen

(Notes) 1. Diluted profit per share is not stated as there are no residual securities.

2. The basis for calculation of profit per share is as follows:

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Profit attributable to owners of parent (Millions of yen)	17,986	18,621
Amounts not attributable to shareholders of common stock (Millions of yen)	—	—
Profit attributable to owners of parent pertaining to common stock (Millions of yen)	17,986	18,621
Average number of shares outstanding during the period (Shares)	23,565,881	23,565,705

(Significant Subsequent Events)

One of the consolidated subsidiaries of the Company sold a vessel to an overseas third-party corporation in April 24, 2025. Consequently, approximately 4,700 million yen is expected to be appropriated as a gain on sales of non-current assets.