

# Consolidated Financial Statements

The 2nd Business term

from April 1, 2018

to March 31, 2019

Ocean Network Express Holdings, Ltd.

Consolidated balance sheet

as of March 31, 2019

(Unit : Thousands of Yen)

Account	Amount	Account	Amount
(Assets)		(Liabilities)	
Current Assets	381,368,786	Current liabilities	174,924,676
Cash and deposits	207,439,604	Accounts payable - trade	120,323,591
Accounts receivables - trade	129,325,864	Advances received	48,986,926
Short-term loans receivable	974,719	Other	5,614,157
Inventories	28,990,436	Non-current liabilities	6,780,092
Other	14,756,321	Other	6,780,092
Allowance for doubtful accounts	△ 118,161	Total liabilities	181,704,768
Non-current assets	41,852,901	(Net assets)	
Property, plant and equipment	13,120,416	Shareholders' equity	61,406
Machinery and equipment	6,370,391	Capital stock	50,000
Other	6,750,025	Capital surplus	71,754
Intangible assets	16,160,688	Retained earnings	△ 60,348
Software	15,795,321	Accumulated other comprehensive income	511,497
Other	365,366	Foreign currency translation adjustment	511,029
Investments and other assets	12,571,796	Deferred gains or losses on hedges	486
Investment securities	2,227,230	Remeasurements of defined benefit plans	△ 19
Other	10,344,566	Non-controlling interests	240,944,015
		Total net assets	241,516,918
Total assets	423,221,687	Total liabilities and net assets	423,221,687

Consolidated statement of income  
from April 1, 2018 to March 31, 2019

(Unit : Thousands of Yen)

Account	Amount	
Sales		1,263,848,779
Cost of sales		1,253,672,213
Gross Profit		10,176,566
Selling, general and administrative expenses		78,370,404
Operating loss (△)		△ 68,193,837
Non-operating income		
Interest & Dividend income	4,600,165	
Foreign exchange gain	252,014	
Other	1,683,423	6,535,603
Non-operating expenses		
Interest expenses	414,616	
Other	243,673	658,289
Ordinary loss (△)		△ 62,316,524
Loss before income taxes (△)		△ 62,316,524
Income taxes - current	4,858,704	
Income taxes - deferred	△ 206,906	4,651,798
Loss (△)		△ 66,968,322
Loss attributable to non-controlling interests (△)		△ 66,979,641
Profit attributable to owners of parent		11,319

Consolidated statement of changes in equity  
from April 1, 2018 to March 31, 2019

(Unit : Thousands of Yen)

	Shareholders' equity				Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Capital stock	Capital surplus	Retained earnings	Total shareholders' equity	Foreign currency translation adjustment	Deferred gains or losses on hedges	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of current period	50,000	50,000	△ 94,392	5,607	507,646	0	0	507,646	61,365,250	61,878,504
Changes of items during period	0	0	0	0	0	0	0	0	0	0
Profit (△loss) attributable to owners of parent	0	0	11,319	11,319	0	0	0	0	0	11,319
Change in scope of consolidation	0	0	22,724	22,724	0	0	0	0	0	22,724
Change in ownership interest of parent due to transactions with non-controlling interests	0	21,754	0	21,754	0	0	0	0	0	21,754
Net changes of items other than shareholders' equity	0	0	0	0	3,383	486	△ 19	3,851	179,578,764	179,582,615
Total changes of items during period	0	21,754	34,043	55,798	3,383	486	△ 19	3,851	179,578,764	179,638,414
Balance at end of current period	50,000	71,754	△ 60,348	61,406	511,029	486	△ 19	511,497	240,944,015	241,516,918