

Consolidated Statement of Income

Year Ended March 31, 2018

	Millions of Yen		Thousands of U.S. Dollars (Note 1)
	2018	2017	2018
OPERATING REVENUES	¥1,538,813	¥1,466,852	\$14,484,313
OPERATING COSTS AND EXPENSES:			
Operating costs	1,452,485	1,385,492	13,671,742
Selling, general and administrative expenses	50,642	46,475	476,675
Total operating costs and expenses	1,503,127	1,431,967	14,148,417
Operating profit	35,686	34,885	335,896
OTHER INCOME (EXPENSES):			
Interest and dividend income	981	847	9,232
Interest expense	(272)	(430)	(2,556)
Loss on sales and disposal of property, plant and equipment—net	(1,042)	(66)	(9,806)
Loss on impairment of long-lived assets (Note 6)	(3,241)	(1,284)	(30,507)
Gain on sales of marketable and investment securities (Note 5)	1,639	600	15,428
Loss on valuation of investment securities (Note 5)	(1)	(1)	(9)
Loss on valuation of investment in unconsolidated subsidiaries and affiliates	(55)	(209)	(514)
Share of loss of entities accounted for using equity method	(1,355)	(799)	(12,758)
Provision of allowance for investment loss of unconsolidated subsidiaries	(127)		(1,193)
Provision of allowance for doubtful accounts	(136)		(1,284)
Disaster recovery expenses for the Kumamoto Earthquake		(886)	
Other—net	1,046	381	9,850
Other expenses—net	(2,563)	(1,847)	(24,117)
PROFIT BEFORE INCOME TAXES	33,123	33,038	311,779
INCOME TAXES (Note 11):			
Current	14,622	22,094	137,628
Deferred	(187)	(7,421)	(1,755)
Total income taxes	14,435	14,673	135,873
PROFIT	18,688	18,365	175,906
PROFIT ATTRIBUTABLE TO NON-CONTROLLING INTERESTS	456	311	4,296
PROFIT ATTRIBUTABLE TO OWNERS OF PARENT	¥ 18,232	¥ 18,054	\$ 171,610

	Yen		U.S. Dollars (Note 1)
	2018	2017	2018
PER SHARE OF COMMON STOCK (Notes 2.r and 16):			
Basic earnings	¥46.24	¥45.37	\$0.44
Cash dividends applicable to the year	27.00	27.00	0.25

See notes to consolidated financial statements.