

# Consolidated Statement of Income

Year Ended March 31, 2020

	Millions of Yen		Thousands of U.S. Dollars (Note 1)
	2020	2019	2020
<b>OPERATING REVENUES</b>	<b>¥1,630,147</b>	¥1,625,315	<b>\$14,978,836</b>
<b>OPERATING COSTS AND EXPENSES:</b>			
Operating costs	1,526,103	1,513,988	14,022,813
Selling, general and administrative expenses	59,343	52,981	545,281
Total operating costs and expenses	1,585,446	1,566,969	14,568,094
Operating profit	44,701	58,346	410,742
<b>OTHER INCOME (EXPENSES):</b>			
Interest and dividend income	1,096	1,036	10,068
Interest expense	(422)	(276)	(3,881)
Gain (loss) on sales and disposal of property, plant and equipment—net	7,528	(300)	69,174
Loss on impairment of long-lived assets (Note 7)	(991)	(2,087)	(9,100)
Gain on sales of marketable and investment securities (Note 6)	1,300	37	11,942
Loss on valuation of investment securities (Note 6)	(140)	(39)	(1,285)
Loss on valuation of investment in unconsolidated subsidiaries and affiliates	(2,207)	(1,357)	(20,282)
Share of loss of entities accounted for using equity method	(4,169)	(4,873)	(38,304)
Compensation for delay damages		1,776	
Loss on liquidation of business	(1,207)		(11,087)
Other—net	(908)	(5)	(8,346)
Other expenses—net	(120)	(6,088)	(1,101)
<b>PROFIT BEFORE INCOME TAXES</b>	<b>44,581</b>	52,258	<b>409,641</b>
<b>INCOME TAXES</b> (Note 12):			
Current	23,026	24,651	211,573
Deferred	(1,347)	1,657	(12,374)
Total income taxes	21,679	26,308	199,199
<b>PROFIT</b>	<b>22,902</b>	25,950	<b>210,442</b>
<b>PROFIT ATTRIBUTABLE TO NON-CONTROLLING INTERESTS</b>	<b>578</b>	268	<b>5,315</b>
<b>PROFIT ATTRIBUTABLE TO OWNERS OF PARENT</b>	<b>¥ 22,324</b>	¥ 25,682	<b>\$ 205,127</b>

	Yen		U.S. Dollars (Note 1)
	2020	2019	2020
<b>PER SHARE OF COMMON STOCK</b> (Notes 2.q and 16):			
Basic earnings	¥56.78	¥65.14	\$0.52
Cash dividends applicable to the year	41.00	28.00	0.38

See notes to consolidated financial statements.