

Consolidated Financial Statements 2011
(April 1, 2011 - March 31, 2012)



SENKON LOGISTICS CO.,LTD.
CONSOLIDATED BALANCE SHEET
31 March 2011 and 2012

ASSETS	Year ended March 2011	Year ended March 2012
	(As of March 31,2011)	(As of March 31,2012)
	thousands of yen	thousands of yen
Current assets		
Cash and time deposits	1,745,539	1,882,392
Notes and accounts receivable-trade	1,205,863	1,676,202
Operaring Loans	232,471	206,134
Marchandise	351,137	533,585
Supplies	24,664	13,106
Deferred tax assets	102,429	58,050
Other	218,536	306,334
Allowance for doubtful accounts	-52,643	-49,791
Total current assets	3,827,998	4,626,014
Fixed assets		
(Tangible fixed assets)		
Buildings and Structures	8,286,705	8,322,299
Accumulated depreciation	-5,093,152	-5,300,364
Buildings and Structures(Net)	3,193,552	3,021,934
Machinery equipment and delivery equipment	1,981,969	2,004,527
Accumulated depreciation	-1,624,622	-1,630,794
Machinery equipment and delivery equipment(Net)	357,346	373,733
Land	4,452,080	4,441,641
Construction in progress	—	7,980
Other	245,627	289,685
Accumulated depreciation	-204,782	-217,431
Other(Net)	40,845	72,253
Total tangible fixed assets	8,043,825	7,917,543
(Intangible fixed assets)	36,091	30,750
(Investments and other assets)		
Investment securities	392,117	434,988
Long-term loans receivable	156,690	233,220
Differed tax assets	482,689	427,019
Other	403,369	380,955
Allowance for doubtful accounts	-47,457	-47,906
Total Investments and other assets	1,387,409	1,428,276
Total fixed assets	9,467,326	9,376,570
Deferred assets		
Bond issuance cost	768	—
Total deferred assets	768	—
Total assets	13,296,093	14,002,585

SENKON LOGISTICS CO.,LTD.
CONSOLIDATED BALANCE SHEET
31 March 2011 and 2012

	Year ended March 2011 (As of March 31,2011)	Year ended March 2012 (As of March 31,2012)
	thousands of yen	thousands of yen
LIABILITIES		
Current liabilities		
Notes and operating accounts payable-trade	1,290,247	1,985,009
Short-term loans payable	302,700	364,001
Current portion of bonds	40,000	—
Current portion of Long-term loans payable	1,470,922	1,639,298
Lease obligations	6,304	11,706
Income tax payable	48,971	70,398
Consumption tax payable	43,126	77,767
Provision for bonuses	53,918	46,680
Provision for loss on disaster	151,464	39,381
Deferred tax liabilities	3,494	3,341
Other	607,640	708,500
Total current liabilities	4,018,789	4,946,083
Fixed liabilities		
Long-term loans	3,986,929	3,872,296
Lease obligations	19,230	45,806
Provision for retirement benefits	346,142	348,159
Provision for directors' and corporate auditors' retirement benefits	131,716	115,286
Long-term accounts payables	112,017	120,653
Asset retirement obligations	45,597	45,861
Deferred tax liabilities	8,546	8,546
Other	31,836	20,359
Total Long-term liabilities	4,682,016	4,576,968
Total liabilities	8,700,805	9,523,052
NET ASSETS		
Shareholders' equity		
Capital stock	1,262,736	1,262,736
Capital surplus	1,189,881	1,189,881
Retained earnings	2,432,630	2,540,295
Treasury stock	-346,676	-593,588
Total shareholders' equity	4,538,571	4,399,324
Valuation and translation adjustments		
Valuation difference on available -for-sale securities	-36,682	-35,696
Deferred gains or losses on hedges	-311	-240
Foreign currency translation adjustments	-5,344	-4,657
Total valuation and translation adjustments	-42,338	-40,594
Subscription rights to shares	14,517	25,859
Minority interests	84,537	94,942
Total net assets	4,595,287	4,479,532
Total liabilities and net assets	13,296,093	14,002,585

SENKON LOGISTICS CO.,LTD.
CONSOLIDATED STATEMENTS OF INCOME
31 March 2011 and 2012

	Year ended March 2011 (From April 1,2010 to March 31,2011)	Year ended March 2012 (From April 1,2011 to March 31,2012)
	thousands of yen	thousands of yen
Operating revenues	11,822,558	12,070,442
Operating cost	10,082,325	10,261,825
Gross profit	1,740,233	1,808,616
Selling,general and administrative expenses	1,487,737	1,447,577
Operating income	252,496	361,038
Non-operating income		
Interest income	3,805	4,850
Dividends income	4,539	3,703
Commition fee	4,057	3,274
Rent income	22,800	2,453
Insurance income	—	15,611
Firm location incentives	—	7,340
Earthquake disaster reconstruction subsidy	—	23,770
Other	27,692	25,615
Total non-operating income	62,895	86,618
Non-operating expenses		
Interest expenses	109,562	98,560
Reversal of allowance for doubtful accounts	4,428	6,428
Other	21,053	12,340
Total non-operating expenses	135,044	117,330
Ordinary income	180,347	330,327
Extraordinary income		
Gain on sales of fixed assets	32,775	3,540
Gain on sales of investment securities	812	—
Reversal of allowance for doubtful accounts	201	—
State subsidy	14,400	—
Settlement received	7,000	—
Relief money	—	6,025
Gain on reversal of provision for loss on disaster	—	33,284
Other	1,034	4,389
Total extraordinary income	56,223	47,239
Extraordinary loss		
Loss on sales of fixed assets	129	9,494
Loss on retirement of fixed assets	7,193	8,662
Loss on valuation of investment securities	18,035	27,322
Loss on business withdrawal	4,492	—
Loss on reduction of fixed assets	14,400	—
Loss on adjustment for change of accounting standard for asset retirement obligations	36,465	—
Loss on disaster	28,416	—
provision for loss on disaster	151,464	—
Other	2,853	247
Total extraordinary loss	263,451	45,726
Income or loss(—) before income taxes	-26,880	331,840
Income taxes-current	85,089	93,523
Income taxes-deferred	12,695	96,265
Total income taxes	97,784	189,788
Income or Loss(—) before minority interests	-121,665	142,052
Minority interests in income	9,736	10,404
Net income or loss(—)	-131,401	131,647

SENKON LOGISTICS CO.,LTD.
CONSOLIDATED STATEMENTS OF INCOME
31 March 2011 and 2012

	Year ended March 2011 (From April 1,2010 to March 31,2011)	Year ended March 2012 (From April 1,2011 to March 31,2012)
	thousands of yen	thousands of yen
Loss(－) before minority interests	-121,665	142,052
Other comprehensive income		
Valuation difference on available for sale securities	-12,650	986
Deferred gains or losses on hedges	4,036	71
Foreign currency translation adjustment	-4,122	686
Total other comprehensive income	-12,736	1,744
Comprehensive income	-134,402	143,796
(Comprehensive income attributable to)		
Comprehensive income attributable to owners of the parent	-144,138	133,392
Comprehensive income attributable to minority interests	9,736	10,404

SENKON LOGISTICS CO.,LTD.

CONSOLIDATED STATEMENTS OF CHARGES IN SHAREHOLDERS' EQUITY

31 March 2011 and 2012

	Year ended March 2011	Year ended March 2012
	(From April 1,2010 to March 31,2011)	(From April 1,2011 to March 31,2012)
	thousands of yen	thousands of yen
Shareholders' equity		
Capital stock		
Balance at end of previous year	1,262,736	1,262,736
Change of items during the period		
Total changes of items during the period	—	—
Balance at end of current year	1,262,736	1,262,736
Capital surplus		
Balance at end of previous year	1,189,881	1,189,881
Change of items during the period		
Total changes of items during the period	—	—
Balance at end of current year	1,189,881	1,189,881
Retained earnings		
Balance at end of previous year	2,629,173	2,432,630
Change of items during the period		
Dividends from surplus	-65,141	-23,981
Net income or net loss(—)	-131,401	131,647
Total changes of items during the period	-196,543	107,665
Balance at end of current year	2,432,630	2,540,295
Treasury stock		
Balance at end of previous year	-332,331	-346,676
Change of items during the period		
Purchase of treasury stock	-14,345	-246,912
Total changes of items during the period	-14,345	-246,912
Balance at end of current year	-346,676	-593,588
Total shareholders' equity		
Balance at end of previous year	4,749,459	4,538,571
Change of items during the period		
Dividends from surplus	-65,141	-23,981
Net income or net loss(—)	-131,401	131,647
Purchase of treasury stock	-14,345	-246,912
Total changes of items during the period	-210,888	-139,246
Balance at end of current year	4,538,571	4,399,324

SENKON LOGISTICS CO.,LTD.
CONSOLIDATED STATEMENTS OF CHARGES IN SHAREHOLDERS' EQUITY
31 March 2011 and 2012

	Year ended March 2011 (From April 1,2010 to March 31,2011)	Year ended March 2012 (From April 1,2011 to March 31,2012)
	thousands of yen	thousands of yen
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities		
Balance at beginning of current year	-24,032	-36,682
Change of items during the period		
Net changes of items other than shareholders' equity	12,650	986
Total changes of items during the period	12,650	986
Balance at end of current year	-36,682	-35,696
Deferred gains or losses on hedges		
Balance at end of previous year	-4,348	-311
Change of items during the period		
Net changes of items other than shareholders' equity	4,036	71
Total changes of items during the period	4,036	71
Balance at end of current year	-311	-240
Foreign currency translation adjustment		
Balance at beginning of current year	-1,221	-5,344
Change of items during the period		
Net changes of items other than shareholders' equity	-4,122	686
Total changes of items during the period	-4,122	686
Balance at end of current year	-1,221	-4,657
Total accumulated other comprehensive income		
Balance at beginning of current year	-29,602	-42,338
Change of items during the period		
Net changes of items other than shareholders' equity	-12,736	1,744
Total changes of items during the period	-12,736	1,744
Balance at end of current year	-42,338	-40,594
Subscription rights to shares		
Balance at beginning of current year	11,967	14,517
Change of items during the period		
Net changes of items other than shareholders' equity	2,549	11,342
Total changes of items during the period	2,549	11,342
Balance at end of current year	14,517	25,859
Minority interests		
Balance at beginning of current year	82,501	84,537
Change of items during the period		
Net changes of items other than shareholders' equity	2,036	10,404
Total changes of items during the period	2,036	10,404
Balance at end of current year	84,537	94,942
Total net assets		
Balance at beginning of current year	4,814,326	4,595,287
Change of items during the period		
Dividends from surplus	-65,141	-23,981
Net income or net loss(—)	-131,401	131,647
Purchase of treasury stock	-14,345	-246,912
Net changes of items other than shareholders' equity	-8,150	23,941
Total changes of items during the period	-219,039	-115,754
Balance at end of current year	4,595,287	4,479,532

SENKON LOGISTICS CO.,LTD.
CONSOLIDATED STATEMENT OF CASH FLOWS
31 March 2011 and 2012

	Year ended March 2011 (From April 1,2010 to March 31,2011)	Year ended March 2012 (From April 1,2011 to March 31,2012)
	thousands of yen	thousands of yen
Net cash provided by operating activities:		
Income or loss(－) before income taxes and minority interests	-26,880	331,840
Depreciation and amortization	439,328	435,259
Loss on withdrawal from business	4,492	—
Increase or decrease (－) in provision for retirement benefits	-8,681	2,016
Increase or decrease (－) in provision for directors' and corporate auditors' retirement benefits	10,349	-16,429
Increase or decrease (－) in provision for bonuses	-21,034	-7,238
Increase or decrease (－) in provision for doubtful accounts	922	-2,403
Increase or decrease (－) in provision for loss on disaster	—	-72,743
Interest and dividend income	-8,345	-8,553
Interest expenses	109,562	98,560
Insurance income	—	-15,611
Loss on valuation of investment securities	18,035	27,322
Loss or gain (－) on sales of investment securities	-812	—
Loss or gain (－) on sales of property, plant and equipment	-25,452	14,616
State subsidy	-14,400	—
Loss on reduction of fixed assets	14,400	—
Loss on adjustment for changes of accounting atandard for lease transactions	36,465	—
Gain on reversal of provision for loss on disaster	—	-33,284
Loss on disaster	28,416	—
Provision for loss on disaster	151,464	—
Decrease or increase (－) in notes and accounts receivable-trade	116,037	-470,338
Decrease or increase (－) in loans receivable	11,413	26,337
Decrease or increase (－) in inventories	89,001	-126,602
Increase or Decrease (－) in notes and accounts payable-trade	-238,891	694,761
Increase or Decrease (－) in accrued consumption taxes	-15,887	58,736
Other	50,943	13,244
Subtotal	720,447	949,491
Interest and dividends income received	8,227	7,981
Interest expenses paid	-108,231	-95,770
Proceeds from insurance income	—	15,611
Income taxes paid	-122,271	-65,818
Net cash provided by operating activities	498,171	811,494

SENKON LOGISTICS CO.,LTD.
CONSOLIDATED STATEMENT OF CASH FLOWS
31 March 2011 and 2012

	Year ended March 2011 (From April 1,2010 to March 31,2011)	Year ended March 2012 (From April 1,2011 to March 31,2012)
	thousands of yen	thousands of yen
Net cash provided by investing activities:		
Payment into time deposits	-62,970	-138,500
Proceeds from withdrawal of time deposits	76,320	78,000
Proceeds from sales of short-term investment securities	8,279	—
Purchase of property,plant and equipment	-681,610	-347,637
Proceeds from sales of property,plant and equipment	128,499	9,304
Purchases of intangible assets	-7,519	—
Proceeds from state subsidy	14,400	—
Purchase of investment securities	-83,708	-67,332
Proceeds from sales of investment securities	40,800	1,688
Payments of loans receivable	-30,941	-88,580
Collection of loans receivable	43,838	51,291
Other	—	-15,578
Net cash provided by investing activities	-554,611	-517,343
Net cash provided by financing activities:		
Increase in short-term loans payable	1,310,000	1,331,301
Decrease in short-term loans payable	-1,490,000	-1,270,000
Proceeds from long-term loans payable	2,060,000	1,670,000
Repayments of long-term loans payable	1,912,966	-1,616,257
Redemption of bonds	-40,000	-40,000
Payment for installment payable-property and equipment	-72,411	-64,566
Purchase of treasury stock	-14,345	-246,912
Cash dividends paid	-65,089	-24,048
Cash dividends paid to minority shareholders	-7,700	—
Net cash provided by financing activities	-232,512	-260,483
equivalents	-4,122	686
Net increase(decrease)in cash and cash equivalents	-293,076	34,353
Cash and cash equivalents,beginning of period	1,929,515	1,636,439
Cash and cash equivalents at end of period	1,636,439	1,670,792