

Consolidated Financial Statements for the First Quarter of the Fiscal Year Ending March 31, 2024 (Japanese accounting standards)

July 28, 2023

These financial statements have been prepared for reference only in accordance with accounting principles and practices generally accepted in Japan.

Oriental Land Co., Ltd.

Code number: 4661, Prime Market of the Tokyo Stock Exchange

URL: <https://www.olc.co.jp/en/>

Representative: Kenji Yoshida, Representative Director and President

Contact: Yutaka Yokoyama, Director of Finance/Accounting Department

Planned Date for Submission of the Quarterly Report: August 14, 2023

Planned Date for Start of Dividend Payment: —

Supplementary materials for the quarterly financial statements: Yes

Briefing session on quarterly financial results: Yes (for institutional investors)

Note: All amounts are rounded down to the nearest million yen.

1. Consolidated Results for the First Quarter of the Fiscal Year Ending March 31, 2024 (April 1, 2023 to June 30, 2023)

(1) Consolidated Operating Results (Cumulative total)

(Percentages represent change compared with the same period of the previous fiscal year.)

	Net sales		Operating profit (loss)		Ordinary profit (loss)	
	(¥ million)	(%)	(¥ million)	(%)	(¥ million)	(%)
Three months ended June 30, 2023	140,604	43.2	38,680	126.7	39,058	123.2
Three months ended June 30, 2022	98,166	97.0	17,062	—	17,501	—

Note: Comprehensive income:

Three months ended June 30, 2023: ¥ 37,046 million (181.6%)

Three months ended June 30, 2022: ¥ 13,154 million (—%)

	Profit (Loss) attributable to owners of parent		Earnings per share	Earnings per share (diluted)
	(¥ million)	(%)	(¥)	(¥)
Three months ended June 30, 2023	27,439	126.7	16.75	16.45
Three months ended June 30, 2022	12,105	—	7.39	7.28

Note: On April 1, 2023, Oriental Land Co., Ltd. conducted a 5-for-1 common stock split. Earnings per share and diluted earnings per share have been calculated on the presumption that the stock split was conducted at the beginning of the previous fiscal year.

(2) Consolidated Financial Position

	Total assets (¥ million)	Net assets (¥ million)	Shareholders' equity ratio (%)	Net assets per share (¥)
As of June 30, 2023	1,219,922	859,662	70.5	524.79
As of March 31, 2023	1,206,419	829,689	68.8	506.50

Reference: Shareholders' equity:

As of June 30, 2023: ¥859,662 million

As of March 31, 2023: ¥829,689 million

Note: On April 1, 2023, Oriental Land Co., Ltd. conducted a 5-for-1 common stock split. Net assets per share have been calculated on the presumption that the stock split was conducted at the beginning of the previous fiscal year.

2. Dividends

	Annual dividends (¥)				
	First quarter-end	Second quarter-end	Third quarter-end	Year-end	Total
Fiscal Year ended March 31, 2023	—	18.00	—	22.00	40.00
Fiscal Year ending March 31, 2024	—				
Fiscal Year ending March 31, 2024 (Est.)		4.00	—	5.00	9.00

Notes

- (1) Revisions to the latest announcement regarding dividend projection: None
- (2) On April 1, 2023, the Company conducted a 5-for-1 common stock split. Dividends prior to the end of the fiscal year ended March 31, 2023 are presented in actual value terms on a pre-split basis.

3. Projected Consolidated Results for the Fiscal Year Ending March 31, 2024 (April 1, 2023 to March 31, 2024)

(Percentages represent change compared with the previous fiscal year or the same quarter of the previous fiscal year, as applicable.)

	Net sales		Operating profit (loss)		Ordinary profit (loss)		Profit (Loss) attributable to owners of parent		Earnings per share
	(¥ million)	(%)	(¥ million)	(%)	(¥ million)	(%)	(¥ million)	(%)	(¥)
Six months ending September 30, 2023	257,184	26.0	55,316	45.6	55,672	44.3	38,690	46.2	23.62
Fiscal Year ending March 31, 2024	543,954	12.6	122,169	9.9	122,564	9.6	86,991	7.8	53.10

Notes: Revisions to the latest announcement regarding result projection: None

*Notes

- (1) Changes in Major Subsidiaries during the Three Months Ended June 30, 2023 (Changes in specified subsidiaries due to changes in the scope of consolidation): None
- (2) Application of Special Accounting Methods for Quarterly Consolidated Financial Statements: None
- (3) Changes in Accounting Policies, Changes in Accounting Estimates, or Restatement
 - (a) Changes in accounting policies due to changes in accounting standards: None
 - (b) Changes other than (a) above: None
 - (c) Changes in accounting estimates: None
 - (d) Restatement: None
- (4) Number of Shares Issued and Outstanding (Common stock)

(a) Number of shares issued at end of period (including treasury shares)	Three months ended June 30, 2023:	1,818,450,800 shares	Year ended March 31, 2023:	1,818,450,800 shares
(b) Number of treasury shares at end of period	Three months ended June 30, 2023:	180,328,425 shares	Year ended March 31, 2023:	180,364,610 shares
(c) Average number of shares outstanding (quarterly cumulative period)	Three months ended June 30, 2023:	1,638,104,343 shares	Three months ended June 30, 2022:	1,637,693,645 shares

Notes:

- (1) On April 1, 2023, the Company conducted a 5-for-1 common stock split. Number of shares issued and outstanding (common stock) have been calculated on the presumption that the stock split was conducted at the beginning of the previous fiscal year.
- (2) Number of treasury shares includes shares owned by the ESOP trust account of the employee stock plan.

*** The Company's quarterly consolidated financial statements are not subject to quarterly financial review by certified public accountants or an auditing firm.**

* Explanation on the Appropriate Usage of Performance Projections and Other Specific Matters

- The projections and other statements with respect to the future included in this material are based on currently available information and certain assumptions that are judged reasonable by the Company. Please be advised that the Company does not guarantee in any way the achievement of the projections and other goals in this material and that cases may occur where the actual results and other situations differ materially from the projections due to various factors.
- The Company is scheduled to hold a financial results presentation for institutional investors and analysts on Friday, July 28, 2023. Materials used at the presentation and the outline of its Q&A session will be promptly posted on the Company's website following the event.

Quarterly Consolidated Financial Statements and Key Notes

(1) Quarterly Consolidated Balance Sheets

(Millions of yen)

Items	At the end of the previous fiscal year (March 31, 2023)	At the end of the first quarter (June 30, 2023)
ASSETS		
Current assets		
Cash and deposits	213,234	195,493
Notes and accounts receivable—trade, and contract assets	22,078	26,943
Securities	84,994	93,995
Merchandise and finished goods	13,752	16,724
Work in process	75	308
Raw materials and supplies	9,183	9,490
Other	5,632	6,792
Allowance for doubtful accounts	(10)	(2)
Total current assets	348,941	349,745
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	335,551	332,321
Machinery, equipment and vehicles, net	48,006	47,592
Land	115,890	115,890
Construction in progress	257,669	259,919
Other, net	14,401	14,933
Total property, plant and equipment	771,518	770,656
Intangible assets		
Other	17,492	17,004
Total intangible assets	17,492	17,004
Investments and other assets		
Other	68,562	82,612
Allowance for doubtful accounts	(95)	(95)
Total investments and other assets	68,467	82,517
Total non-current assets	857,477	870,177
Total assets	1,206,419	1,219,922

(Millions of yen)

Items	At the end of the previous fiscal year (March 31, 2023)	At the end of the first quarter (June 30, 2023)
LIABILITIES		
Current liabilities		
Notes and accounts payable—trade	20,305	16,721
Current portion of bonds payable	30,000	30,000
Current portion of long-term borrowings	5,557	5,543
Income taxes payable	18,355	9,181
Other	87,031	77,063
Total current liabilities	161,249	138,511
Non-current liabilities		
Bonds payable	200,000	200,000
Long-term borrowings	5,407	5,105
Provision for share awards	229	228
Retirement benefit liability	4,200	4,398
Other	5,643	12,017
Total non-current liabilities	215,480	221,749
Total liabilities	376,730	360,260
NET ASSETS		
Shareholders' equity		
Share capital	63,201	63,201
Capital surplus	115,628	115,628
Retained earnings	748,481	768,706
Treasury shares	(112,282)	(112,142)
Total shareholders' equity	815,027	835,393
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	13,729	23,405
Remeasurements of defined benefit plans	932	862
Total accumulated other comprehensive income	14,661	24,268
Total net assets	829,689	859,662
Total liabilities and net assets	1,206,419	1,219,922

(2) Quarterly Consolidated Statements of (Comprehensive) Income
(Quarterly Consolidated Statements of Income)
Three months ended June 30, 2023

(Millions of yen)

Items	Three months ended June 30, 2022 (April 1, 2022 to June 30, 2022)	Three months ended June 30, 2023 (April 1, 2023 to June 30, 2023)
Net sales	98,166	140,604
Cost of sales	63,070	82,742
Gross profit (loss)	35,095	57,862
Selling, general and administrative expenses	18,032	19,182
Operating profit (loss)	17,062	38,680
Non-operating income		
Interest income	36	32
Dividend income	286	330
Share of profit of entities accounted for using equity method	1	36
Insurance received and insurance dividends	49	55
Subsidy income	* 208	—
Other	200	229
Total non-operating income	782	685
Non-operating expenses		
Interest expenses	90	89
Commission expenses	133	134
Other	118	83
Total non-operating expenses	342	307
Ordinary profit (loss)	17,501	39,058
Profit (Loss) before income taxes	17,501	39,058
Income taxes—current	3,307	9,503
Income taxes—deferred	2,088	2,115
Total income taxes	5,396	11,618
Profit (Loss)	12,105	27,439
Profit (Loss) attributable to owners of parent	12,105	27,439

(Quarterly Consolidated Statements of Comprehensive Income)
Three months ended June 30, 2023

(Millions of yen)

Items	Three months ended June 30, 2022 (April 1, 2022 to June 30, 2022)	Three months ended June 30, 2023 (April 1, 2023 to June 30, 2023)
Profit (Loss)	12,105	27,439
Other comprehensive income		
Valuation difference on available-for-sale securities	1,066	9,675
Deferred gains or losses on hedges	38	—
Remeasurements of defined benefit plans, net of tax	(56)	(69)
Total other comprehensive income	1,049	9,606
Comprehensive income	13,154	37,046
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	13,154	37,046
Comprehensive income attributable to non-controlling interests	—	—

(3) Notes Regarding the Consolidated Financial Statements for the First Quarter Under Review

Notes Regarding Going Concern Assumption: None

Notes Regarding the Occurrence of Significant Changes in Amount of Shareholders' Equity: None

Matters Concerning Consolidated Statements of Income

* Subsidy income

This is the income from the subsidies for cooperation paid by local governments for the reduction of operating hours in an effort to prevent the spread of COVID-19.

Segment Information

1. Three months ended June 30, 2022 (April 1, 2022 to June 30, 2022)

A. Net Sales and Profit (Loss) by Reportable Segment and Breakdown of Revenue

	Reportable Segments			Other Business *1	Total	Adjustment *2	Amount stated on the Quarterly Consolidated Statements of Income*3
	Theme Park	Hotel	Total				
Net sales							
Attractions and shows	40,316	—	40,316	—	40,316	—	40,316
Merchandise	24,167	—	24,167	—	24,167	—	24,167
Food and beverages	13,887	—	13,887	—	13,887	—	13,887
Other revenue	1,481	—	1,481	—	1,481	—	1,481
Hotel	—	15,608	15,608	—	15,608	—	15,608
Other	—	—	—	2,704	2,704	—	2,704
Revenues from external customers	79,852	15,608	95,461	2,704	98,166	—	98,166
Transactions with other segments	1,968	168	2,136	953	3,089	(3,089)	—
Total	81,820	15,776	97,597	3,658	101,255	(3,089)	98,166
Segment profit (loss)	15,471	1,678	17,150	(158)	16,992	70	17,062

Notes: 1. The "Other Business" segment, which includes the Ikspiari, monorail, and employee cafeteria businesses, etc., is not a reportable segment.

2. The segment profit (loss) adjustment amount of 70 million yen is the result of elimination of intersegment transactions.

3. The segment profit (loss) is adjusted to be recorded as operating profit (loss) in the Quarterly Consolidated Statements of Income.

B. Information regarding impairment loss on fixed assets and goodwill by reportable segment: None

2. Three months ended June 30, 2023 (April 1, 2023 to June 30, 2023)

A. Net Sales and Profit (Loss) by Reportable Segment and Breakdown of Revenue

(Millions of yen)

	Reportable Segments			Other Business *1	Total	Adjustment *2	Amount stated on the Quarterly Consolidated Statements of Income*3
	Theme Park	Hotel	Total				
Net sales							
Attractions and shows	54,392	—	54,392	—	54,392	—	54,392
Merchandise	39,634	—	39,634	—	39,634	—	39,634
Food and beverages	20,512	—	20,512	—	20,512	—	20,512
Other revenue	1,988	—	1,988	—	1,988	—	1,988
Hotel	—	20,360	20,360	—	20,360	—	20,360
Other	—	—	—	3,716	3,716	—	3,716
Revenues from external customers	116,527	20,360	136,888	3,716	140,604	—	140,604
Transactions with other segments	2,584	184	2,769	929	3,698	(3,698)	—
Total	119,112	20,544	139,657	4,646	144,303	(3,698)	140,604
Segment profit (loss)	32,463	5,951	38,414	175	38,590	90	38,680

Notes: 1. The “Other Business” segment, which includes the Ikspiari, monorail, and employee cafeteria businesses, etc., is not a reportable segment.

2. The segment profit (loss) adjustment amount of 90 million yen is the result of elimination of intersegment transactions.

3. The segment profit (loss) is adjusted to be recorded as operating profit (loss) in the Quarterly Consolidated Statements of Income.

B. Information regarding impairment loss on fixed assets and goodwill by reportable segment: None