

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

October 30, 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: November 14, 2023

Planned Date for Start of Dividend Payment: December 4, 2023

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 Second Quarter of the Fiscal Year Ending March 31, 2024 (April 1, 2023 to September 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)	(%)
Six months ended September 30, 2023	284,330	39.3	77,071	102.9	77,745	101.5
Six months ended September 30, 2022	204,043	109.1	37,993	—	38,584	—

Note: Comprehensive income:

Six months ended September 30, 2023: ¥ 61,456 million (111.4%)

Six months ended September 30, 2022: ¥ 29,077 million (—%)

	Profit (Loss) attributable to owners of parent		Earnings per share	Earnings per share (diluted)
	(¥ million)	(%)	(¥)	(¥)
Six months ended September 30, 2023	54,549	106.2	33.30	32.70
Six months ended September 30, 2022	26,459	—	16.16	15.91

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 September 30, 2023	1,265,125	884,564	69.9	539.95
As of March 31, 2023	1,206,419	829,689	68.8	506.50

Reference: Shareholders' equity:

As of September 30, 2023: ¥884,564 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	—	5.00			
Fiscal Year ending March 31, 2024 (Est.)			—	6.00	11.00

Notes

- (1) Revisions to the latest announcement regarding dividend projection: Yes
- (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)	(%)	(¥)
Fiscal Year ending March 31, 2024	594,688	23.1	146,709	31.9	147,364	31.8	105,180	30.3	64.20

Note: Revisions to the latest announcement regarding result projection: Yes

*Notes

- (1) Changes in Major Subsidiaries during the Six Months Ended September 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 stock)	Six months ended September 30, 2023:	1,818,450,800 shares	Year ended March 31, 2023:	1,818,450,800 shares
(b) Number of treasury stock at end of period	Six months ended September 30, 2023:	180,207,655 shares	Year ended March 31, 2023:	180,364,610 shares
(c) Average number of shares outstanding (quarterly cumulative period)	Six months ended September 30, 2023:	1,638,160,702 shares	Six months ended September 30, 2022:	1,637,762,840 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) has 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 Monday, October 30, 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 second quarter (September 30, 2023)
ASSETS		
Current assets		
Cash and deposits	213,234	223,689
Notes and accounts receivable—trade, and contract assets	22,078	30,375
Securities	84,994	104,989
Merchandise and finished goods	13,752	16,523
Work in process	75	446
Raw materials and supplies	9,183	10,327
Other	5,632	6,435
Allowance for doubtful accounts	(10)	(2)
Total current assets	348,941	392,784
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	335,551	328,568
Machinery, equipment and vehicles, net	48,006	45,548
Land	115,890	115,890
Construction in progress	257,669	272,730
Other, net	14,401	14,322
Total property, plant and equipment	771,518	777,058
Intangible assets		
Other	17,492	16,508
Total intangible assets	17,492	16,508
Investments and other assets		
Other	68,562	78,868
Allowance for doubtful accounts	(95)	(95)
Total investments and other assets	68,467	78,773
Total non-current assets	857,477	872,340
Total assets	1,206,419	1,265,125

(Millions of yen)

Items	At the end of the previous fiscal year (March 31, 2023)	At the end of the second quarter (September 30, 2023)
LIABILITIES		
Current liabilities		
Notes and accounts payable—trade	20,305	16,494
Current portion of bonds payable	30,000	60,000
Current portion of long-term borrowings	5,557	5,996
Income taxes payable	18,355	20,753
Other	87,031	87,141
Total current liabilities	161,249	190,386
Non-current liabilities		
Bonds payable	200,000	170,000
Long-term borrowings	5,407	3,997
Provision for share awards	229	228
Retirement benefit liability	4,200	4,487
Other	5,643	11,461
Total non-current liabilities	215,480	190,174
Total liabilities	376,730	380,561
NET ASSETS		
Shareholders' equity		
Share capital	63,201	63,201
Capital surplus	115,628	115,672
Retained earnings	748,481	795,816
Treasury shares	(112,282)	(111,695)
Total shareholders' equity	815,027	862,994
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	13,729	20,775
Remeasurements of defined benefit plans	932	793
Total accumulated other comprehensive income	14,661	21,569
Total net assets	829,689	884,564
Total liabilities and net assets	1,206,419	1,265,125

(2) Quarterly Consolidated Statements of (Comprehensive) Income
(Quarterly Consolidated Statements of Income)
Six months ended September 30, 2023

(Millions of yen)

Items	Six months ended September 30, 2022 (April 1, 2022 to September 30, 2022)	Six months ended September 30, 2023 (April 1, 2023 to September 30, 2023)
Net sales	204,043	284,330
Cost of sales	130,490	167,923
Gross profit (loss)	73,553	116,407
Selling, general and administrative expenses	35,559	39,335
Operating profit (loss)	37,993	77,071
Non-operating income		
Interest income	54	66
Dividend income	287	331
Share of profit of entities accounted for using equity method	—	169
Insurance received and insurance dividends	258	288
Subsidy income	* 194	—
Other	483	434
Total non-operating income	1,279	1,289
Non-operating expenses		
Interest expenses	180	178
Share of loss of entities accounted for using equity method	25	—
Commission expenses	268	268
Other	213	168
Total non-operating expenses	687	615
Ordinary profit (loss)	38,584	77,745
Profit (Loss) before income taxes	38,584	77,745
Income taxes—current	6,368	20,226
Income taxes—deferred	5,756	2,969
Total income taxes	12,125	23,196
Profit (Loss)	26,459	54,549
Profit (Loss) attributable to owners of parent	26,459	54,549

(Quarterly Consolidated Statements of Comprehensive Income)
Six months ended September 30, 2023

(Millions of yen)

Items	Six months ended September 30, 2022 (April 1, 2022 to September 30, 2022)	Six months ended September 30, 2023 (April 1, 2023 to September 30, 2023)
Profit (Loss)	26,459	54,549
Other comprehensive income		
Valuation difference on available-for-sale securities	2,768	7,045
Deferred gains or losses on hedges	(38)	—
Remeasurements of defined benefit plans, net of tax	(112)	(138)
Total other comprehensive income	2,618	6,907
Comprehensive income	29,077	61,456
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	29,077	61,456
Comprehensive income attributable to non-controlling interests	—	—

(3) Notes Regarding the Consolidated Financial Statements for the Second 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. Six months ended September 30, 2022 (April 1, 2022 to September 30, 2022)

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	81,757	—	81,757	—	81,757	—	81,757
Merchandise	51,191	—	51,191	—	51,191	—	51,191
Food and beverages	28,645	—	28,645	—	28,645	—	28,645
Other revenue	3,005	—	3,005	—	3,005	—	3,005
Hotel	—	33,842	33,842	—	33,842	—	33,842
Other	—	—	—	5,600	5,600	—	5,600
Revenues from external customers	164,600	33,842	198,443	5,600	204,043	—	204,043
Transactions with other segments	4,176	328	4,505	1,995	6,501	(6,501)	—
Total	168,777	34,170	202,948	7,596	210,544	(6,501)	204,043
Segment profit (loss)	31,343	6,943	38,287	(428)	37,858	134	37,993

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 134 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. Six months ended September 30, 2023 (April 1, 2023 to September 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	110,655	—	110,655	—	110,655	—	110,655
Merchandise	77,968	—	77,968	—	77,968	—	77,968
Food and beverages	40,953	—	40,953	—	40,953	—	40,953
Other revenue	4,366	—	4,366	—	4,366	—	4,366
Hotel	—	42,804	42,804	—	42,804	—	42,804
Other	—	—	—	7,581	7,581	—	7,581
Revenues from external customers	233,944	42,804	276,749	7,581	284,330	—	284,330
Transactions with other segments	5,188	363	5,552	1,910	7,463	(7,463)	—
Total	239,133	43,168	282,301	9,492	291,793	(7,463)	284,330
Segment profit (loss)	62,947	13,384	76,331	538	76,870	201	77,071

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 201 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