

News Release

February 14, 2019
Hitachi Transport System, Ltd.

Announcement Regarding Amendment to Annual Securities Reports and Summary of Consolidated Financial Results

Hitachi Transport System, Ltd. (TSE: 9086) (President and CEO: Yasuo Nakatani; “Hitachi Transport System”) hereby announces that it filed amendment reports to the following Annual Securities Reports filed in the past to the Kanto Local Finance Bureau and also amended the Summary of Consolidated Financial Results.

We would like to express our sincere apologies for causing trouble and concern for our shareholders and investors as well as suppliers and other stakeholders.

1. Background and reasons of the amendment

Hitachi Transport System prepares its consolidated financial statements in accordance with the International Financial Reporting Standards (IFRS) from FY2014 (April 1, 2014 to March 31, 2015) and released Summary of Consolidated Financial Results for the Fiscal Year Ended March 31, 2015 under IFRS in June 23, 2015 in addition to those under Japan GAAP.

As we performed closing procedures for the condensed quarterly consolidated financial statements for the third quarter ended December 31, 2018, our independent auditor pointed out that certain accounting treatments for M&A, etc. were not in compliance with IFRS. In response to such finding, we re-examined the accounting treatments in question and determined to amend the consolidated financial statements under IFRS for the periods since FY2014, on which our independent auditor issued unqualified audit opinions. In specific, in accordance with Paragraph 23 of International Accounting Standard (IAS) 32, we made adjustments to recognize financial liabilities for written put options over non-controlling interests and deduct the corresponding amounts from equity.

The impact of the amendment is described in Appendix. There is no impact on the consolidated statement of profit or loss.

2. Annual Securities Reports and Quarterly Reports to which Amendment Reports were filed

(1) Annual Securities Reports

FY2014 (April 1, 2014 to March 31, 2015)

FY2015 (April 1, 2015 to March 31, 2016)

FY2016 (April 1, 2016 to March 31, 2017)

FY2017 (April 1, 2017 to March 31, 2018)

(2) Quarterly Reports

1st quarter of FY2016 (April 1, 2016 to June 30, 2016)

2nd quarter of FY2016 (July 1, 2016 to September 30, 2016)

3rd quarter of FY2016 (October 1, 2016 to December 31, 2016)

1st quarter of FY2017 (April 1, 2017 to June 30, 2017)

2nd quarter of FY2017 (July 1, 2017 to September 30, 2017)

3rd quarter of FY2017 (October 1, 2017 to December 31, 2017)

1st quarter of FY2018 (April 1, 2018 to June 30, 2018)

2nd quarter of FY2018 (July 1, 2018 to September 30, 2018)

3. Summary of Consolidated Financial Results for Fiscal Years and Quarterly Periods subject to amendments

(1) Summary of Consolidated Financial Results for Fiscal Years

Summary of Consolidated Financial Results [IFRS] for the Fiscal Year Ended March 31, 2015

Summary of Consolidated Financial Results [IFRS] for the Fiscal Year Ended March 31, 2016

Summary of Consolidated Financial Results [IFRS] for the Fiscal Year Ended March 31, 2017

Summary of Consolidated Financial Results [IFRS] for the Fiscal Year Ended March 31, 2018

(2) Summary of Consolidated Financial Results for Quarterly Periods

Summary of Consolidated Financial Results [IFRS] for the First Quarter Ended June 30, 2016

Summary of Consolidated Financial Results [IFRS] for the Second Quarter Ended September 30, 2016

Summary of Consolidated Financial Results [IFRS] for the Third Quarter Ended December 31, 2016

Summary of Consolidated Financial Results [IFRS] for the First Quarter Ended June 30, 2017

Summary of Consolidated Financial Results [IFRS] for the Second Quarter Ended September 30, 2017

Summary of Consolidated Financial Results [IFRS] for the Third Quarter Ended December 31, 2017

Summary of Consolidated Financial Results [IFRS] for the First Quarter Ended June 30, 2018

Summary of Consolidated Financial Results [IFRS] for the Second Quarter Ended September 30, 2018

Summary of Consolidated Financial Results [IFRS] for the Third Quarter Ended December 31, 2018

End

(Appendix)

Impact of the amendment to the financial results for prior years
(Consolidated Statement of Financial Position)

(Million yen)

Fiscal Year	Item	Before the amendment	After the amendment	Impacts
FY2014 (Fiscal year ended March 31, 2015)	Total liabilities	262,631	282,660	20,029
	Total equity	196,755	176,726	(20,029)
	Total assets	459,386	459,386	-
FY2015 (Fiscal year ended March 31, 2016)	Total liabilities	262,107	285,847	23,740
	Total equity	202,292	178,552	(23,740)
	Total assets	464,399	464,399	-
1st quarter of FY2016	Total liabilities	317,939	339,403	21,464
	Total equity	197,048	175,584	(21,464)
	Total assets	514,987	514,987	-
2nd quarter of FY2016	Total liabilities	320,381	339,763	19,382
	Total equity	199,575	180,193	(19,382)
	Total assets	519,956	519,956	-
3rd quarter of FY2016	Total liabilities	327,669	348,881	21,212
	Total equity	213,301	192,089	(21,212)
	Total assets	540,970	540,970	-
FY2016 (Fiscal year ended March 31, 2017)	Total liabilities	336,005	359,005	23,000
	Total equity	213,919	190,919	(23,000)
	Total assets	549,924	549,924	-
1st quarter of FY2017	Total liabilities	323,639	347,894	24,255
	Total equity	219,285	195,030	(24,255)
	Total assets	542,924	542,924	-
2nd quarter of FY2017	Total liabilities	332,341	351,937	19,596
	Total equity	218,338	198,742	(19,596)
	Total assets	550,679	550,679	-
3rd quarter of FY2017	Total liabilities	331,674	351,555	19,881
	Total equity	224,100	204,219	(19,881)
	Total assets	555,774	555,774	-
FY2017 (Fiscal year ended March 31, 2018)	Total liabilities	338,182	356,612	18,430
	Total equity	226,721	208,291	(18,430)
	Total assets	564,903	564,903	-
1st quarter of FY2018	Total liabilities	329,267	346,171	16,904
	Total equity	228,535	211,631	(16,904)
	Total assets	557,802	557,802	-
2nd quarter of FY2018	Total liabilities	371,554	388,999	17,445
	Total equity	233,261	215,816	(17,445)
	Total assets	604,815	604,815	-
3rd quarter of FY2018	Total liabilities	364,430	377,649	13,219
	Total equity	234,264	221,045	(13,219)
	Total assets	598,694	598,694	-

* Consolidated statement of changes in equity was also amended. Please refer to “Partial Amendment to Summary of Consolidated Financial Results [IFRS] for the Third Quarter Ended December 31, 2018 (amendment/amendment of numerical data)” for details. There are no impacts on the consolidated statement of profit or loss and cash flows.