

Consolidated Financial Report for
the First Quarter of the Fiscal Year Ending October 31, 2015
(Japanese GAAP)

February 26, 2015

Company name: PARK24 Co., Ltd. Stock listing: TSE
Code number: 4666 URL: <http://www.park24.co.jp>
Representative: Koichi Nishikawa, President
Inquiries: Kenichi Sasaki, Director, General Manager of Corporate Management Department
TEL: +81-3-3213-8900
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Scheduled day of commencing dividend payment: —
Preparation of Supplementary Financial Data for Quarterly Financial Results Yes / None
Information meeting for quarterly financial results to be held Yes / None

(Figures are rounded down to the nearest one million yen)

1. Overview of the First Quarter of Fiscal Year Ending October 31, 2015(November 1, 2014– January 31, 2015)

(1) Operating results for the three months period ended January 31 (Figures in percentages denote the year-on-year change)

	Net sales		Operating profit		Recurring profit		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
2015	43,322	5.6	4,105	(16.7)	4,110	(16.8)	2,591	(19.5)
2014	41,035	11.9	4,929	4.6	4,939	4.7	3,219	14.0

(Note) Comprehensive income: Term ended January 31, 2015: 2,689 million yen (-17.7%)
Term ended January 31, 2014: 3,268 million yen (9.9%)

	Net income per share	Net income per share after dilution
	Yen	Yen
2015	17.85	16.86
2014	22.28	21.01

(2) Financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
Q1 of Fiscal 2015	134,550	56,684	41.8
Fiscal 2014	135,293	60,190	44.2

(Reference) shareholders' equity: Term ended January 31, 2015: 56,275 million yen
Fiscal 2014: 59,790 million yen

2. Dividend status

	Dividend per share				
	End of Q1	End of Q2	End of Q3	End of term	Annual
	Yen	Yen	Yen	Yen	Yen
Fiscal 2014	—	0.00	—	50.00	50.00
Fiscal 2015	—				
Fiscal 2015 (projection)		0.00	—	50.00	50.00

(Note) Revisions to dividend projection published most recently: None

3. Projections of consolidated business results for the term ending October 31, 2015
(from November 1, 2014 to October 31, 2015)

(The full-year percentages indicate the rates of increase or decrease compared with the previous year, the percentages for the first half are comparisons with the same period of the previous year.)

	Net sales		Operating profit		Recurring profit		Net income		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Interim	86,000	6.3	8,200	(5.6)	8,100	(6.6)	5,000	(6.1)	34.40
Full year	180,000	7.8	18,600	6.0	18,500	5.7	11,500	10.7	79.14

(Note) Revisions to consolidated results projection published most recently: None

*Notes

- (1) Changes in important subsidiaries during the term: No
 New: -- company () Eliminated: -- company ()
 (Note) Changes in specified subsidiaries that lead to a change in the scope of consolidation during the term under review

- (2) Adoption of simplified accounting methods and: : special accounting treatment: No
 (Note) Adoption of simplified accounting methods or accounting methods unique to the preparation of quarterly consolidated financial statements

- (3) Changes in accounting principles and procedures and the method of presentation
 1) Changes associated with the revision of accounting principles, etc.: Yes
 2) Change other than 1): No
 3) Changes in accounting estimates: No
 4) Restatement: No
 (Note) For details, please refer to "Changes in accounting policies and changes or restatement of accounting estimates" on p.3 of accompanying materials.

(4) Number of shares issued (common stock)

1) Number of shares issued at the end of the term (including treasury stock)	First quarter ended January 2015:	145,333,104 shares	Fiscal year ended October 2014:	145,171,904 shares
2) Number of treasury stock at the end of the term	First quarter ended January 2015:	977 shares	Fiscal year ended October 2014:	977 shares
3) Average number of shares during the term (consolidated cumulative period)	First quarter ended January 2015:	145,200,040 shares	First quarter ended January 2014:	144,521,377 shares

(* Status of a quarterly review)

This financial summary does not need to undergo a quarterly review under the Financial Instruments and Exchange Act. The quarterly consolidated financial statements have been under review at the time of the announcement of this financial summary.

(* Statement regarding the proper use of financial forecasts and other special remarks)

Forward-looking statements such as the forecasts for operating results contained in this material are based on currently available information that the Company has obtained and certain assumptions that the Company deems reasonable, and therefore, actual results may differ materially from the forecasts due to various factors. For assumptions used for the forecasts and cautions for the use of forecasts, please refer to "1. Qualitative Information on Results for the First Quarter, (3) Information on the future outlook, including consolidated business performance forecasts" on page 3 of accompanying materials.

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1. Qualitative Information on Results for the First Quarter

(1) Details of operating results

During the first quarter of the consolidated fiscal year under review (from November 1, 2014 to January 31, 2015), the Japanese economy saw improvement in business sentiment and recovery in production, especially at large manufacturers. However, the outlook remained uncertain, given increases in prices of imported raw materials due to the weak yen and the tardiness of recovery in personal spending after the consumption tax hike.

In this environment, the Group sought to achieve a comfortable automobile society by expanding its network of convenient parking facilities and mobility services. Meanwhile, the Group strove to win over drivers by introducing new series and enhancing its points program. As a result, in the first quarter under review, the Group posted net sales of 43,322 million yen (up 5.6% year on year), operating profit of 4,105 million yen (down 16.7%) and recurring profit of 4,110 million yen (down 16.8%). Net income stood at 2,591 million yen (down 19.5%).

Results by business segment are as follows:

Parking Business

The Group promoted improvement in productivity and profitability in development and dominance in each area by developing the area-based system, where the development and management of parking facilities in an area is carried out as one unit, into an area-oriented system and by reinforcing its system for capturing demand for the contracted operation of parking facilities from government and medical corporations.

As a result, the numbers of Times parking facilities and parking spaces managed at the end of the first quarter under review were 14,279, up 2.0% from the end of the previous fiscal year, and 484,863, up 3.0%, respectively. The total number of parking facilities managed, including monthly parking and facility management services, rose 1.9% from the end of the previous fiscal year, to 15,716, and the total number of parking spaces managed increased 2.5%, to 590,090. Sales in this segment (including intersegment sales) stood at 32,617 million yen (increasing 2.4% year on year), and operating profit was 5,533 million yen (down 19.5%).

Mobility Business

The Group made progress in creating a user-friendly environment chiefly by introducing a new service, PitGo, where car sharing service members can rent a car by performing a procedure on the Web in advance and holding their membership card over a scanner at rent-a-car premises, and by introducing a card for corporate customers that can be used not only for car sharing services but also for the adjustment of fees for parking facilities. In addition, the Group reduced hours of down time by enhancing its vehicle maintenance functions.

As a result, the total number of vehicles in the Mobility Business segment at the end of the first quarter under review rose 0.2% from the end of the previous fiscal year, to 36,398 (of which, the number of vehicles for the car sharing service was 10,645). Net sales in the segment (including intersegment sales) reached 10,747 million yen (increasing 16.7% year on year), and operating profit was 219 million yen (compared with an operating loss of 261 million yen a year earlier).

(2) Details of financial position

1) Assets, liabilities and net assets

Total assets at the end of the first quarter under review declined 743 million yen from the end of the previous fiscal year, to 134,550 million yen. While "Other," including accounts receivable-other, in current assets increased 452 million, cash and deposits and machinery, equipment and vehicles (net) decreased 814 million yen and 784 million yen, respectively.

Total liabilities increased 2,762 million yen, to 77,866 million yen. Major contributing factors included increases of 4,342 million yen in long- and short-term loans payable and 2,075 million yen in "Other," including deposits received, in current liabilities, and decreases of 2,511 million yen in income taxes payable and 1,195 million yen in provision for retirement benefits associated with a revision to accounting standards.

Net assets fell 3,506 million yen, to 56,684 million yen as a result of dividend payments of 7,258 million yen, which more than offset an increase of 881 million yen in retained earnings at the beginning of the fiscal year associated with a revision to accounting standards for retirement benefits, which is also mentioned in the above paragraph about liabilities, and net income of 2,591 million yen.

2) Cash flow condition

Cash and cash equivalents at the end of the first quarter of the consolidated fiscal year under review decreased 814 million yen from the end of the previous consolidated fiscal year, to 14,878 million yen.

The cash-flow situation by category for the first quarter was as follows:

(Net cash from operating activities)

Net cash generated by operating activities increased 2,002 million yen from a year ago, to 7,933 million yen. The major reason for the increase was the total of depreciation and amortization and income before income taxes and minority interests of 8,943 million yen. The main negative factor was income taxes paid of 3,468 million yen.

(Net cash from investing activities)

Net cash used in investing activities was 5,068 million yen (cash outflows increased 609 million yen from a year ago). This figure primarily reflects purchases of property, plant and equipment of 4,045 million yen associated with the opening of Times parking facilities and the acquisition of vehicles for service, and the purchase of long-term prepaid expenses of 759 million yen.

(Net cash from financing activities)

Net cash used in financial activities was 3,687 million yen (cash outflows increased 943 million yen from a year ago), attributable primarily to dividend payments of 7,261 million yen and the repayment of long-term loans payable of 307 million yen, offsetting a net increase in short-term loans payable of 4,500 million yen and proceeds from long-term loans payable of 150 million yen and from issuance of common stock of 140 million yen..

(3) Information on the future outlook, including consolidated business performance forecasts

The consolidated earnings forecasts for the fiscal year ending October 31, 2015 have not been changed from the figures announced on December 15, 2014 in the Consolidated Financial Report for the Fiscal Year Ended October 2014

2. Matters Related to Summary Information (Notes)

(1) Changes of important subsidiaries during the term

Not applicable

(2) Application of special accounting methods in the preparation of quarterly consolidated financial statements

Not applicable

(3) Changes in accounting policies and changes or restatement of accounting estimates

From the end of the fiscal year under review, the Accounting Standard for Retirement Benefits (ASBJ Statement No. 26 on May 17, 2012) and the Guideline on Accounting Standard for Retirement Benefits (ASBJ Guideline No. 25 on May 17, 2012; hereinafter the "Guideline on Retirement Benefits") are applied (excluding the provisions set forth in the main text of Paragraph 35 of the Accounting Standard for Retirement Benefits and Paragraph 67 of the Guidance on Retirement Benefits). With their application, the amount obtained by subtracting plan assets from retirement benefit obligations is recorded as net defined benefit liability, and unrecognized actuarial gains and losses are recorded as net defined benefit liability.

As the application of the Accounting Standard for Retirement Benefits, etc. follows the transitional treatment as provided for in Paragraph 37 of the Accounting Standard for Retirement Benefits, we made an adjustment to retained earnings for the amount affected by the change to the computation method for retirement benefit obligations and service costs at the beginning of the first quarter under review.

As a result, at the beginning of the first quarter under review, net defined benefit liability decreased 1,195 million yen, while net defined benefit asset and retained earnings rose 172 million yen and 881 million yen, respectively. The effect of the application of the Accounting Standard for Retirement Benefits, etc. on operating income, recurring income and income before income taxes and minority interests in the first quarter under review is minor.

3. Quaterly Consolidated Financial Statements

(1) Quaterly consolidated balance sheets

(Unit: million yen)

	As of October 31, 2014 Fiscal 2014 Summary	As of January 31, 2015 Q1 of Fiscal 2015
Assets		
Current assets:		
Cash and deposits	15,709	14,894
Notes and accounts receivable-trade	7,313	7,393
Inventories	767	803
Other	11,432	11,884
Allowance for doubtful accounts	(74)	(72)
Total current assets	35,148	34,905
Noncurrent assets:		
Property, plant and equipment:		
Buildings and structures, net	12,124	12,225
Machinery, equipment and vehicles, net	28,175	27,390
Land	24,303	24,303
Lease assets, net	13,705	13,864
Other, net	4,196	4,352
Total property, plant and equipment	82,505	82,137
Intangible assets:		
Goodwill	693	655
Other	1,461	1,501
Total intangible assets	2,155	2,157
Investments and other assets	15,484	15,350
Total noncurrent assets	100,145	99,645
Total assets	135,293	134,550
Liabilities		
Current liabilities:		
Notes and accounts payable-trade	617	1,138
Short-term loans payable	6,235	10,583
Income taxes payable	3,725	1,214
Provision for bonuses	1,289	685
Provision	84	36
Other	20,322	22,397
Total current liabilities	32,274	36,057
Noncurrent liabilities:		
Bonds with subscription rights to shares	21,000	21,000
Long-term loans payable	7,287	7,281
Provision for retirement benefits	1,195	—
Provision Asset retirement obligations	4,247	4,320
Other	9,097	9,207
Total noncurrent liabilities	42,828	41,808
Total liabilities	75,103	77,866

	As of October 31, 2014 Fiscal 2014 Summary	As of January 31, 2015 Q1 of Fiscal 2015
Net Assets		
Shareholders' equity:		
Capital stock	8,219	8,305
Capital surplus	9,972	10,058
Retained earnings	42,842	39,056
Treasury stock	(1)	(1)
Total shareholders' equity	61,032	57,419
Other accumulated comprehensive income:		
Valuation difference on available-for-sale securities	97	112
Revaluation reserve for land	(1,052)	(1,052)
Foreign currency translation adjustments	13	73
Remeasurements of defined benefit plans	(300)	(276)
Total other accumulated comprehensive income	(1,241)	(1,143)
Subscription rights to shares	399	408
Total net assets	60,190	56,684
Total liabilities and net assets	135,293	134,550

(2) Quaterly consolidated statements of profit and loss and comprehensive income
(Consolidated profit and loss statement)
(First quarter of Fiscal 2015)

(Unit: million yen)

	From November 1, 2013 to January 31, 2014 Q1 of Fiscal 2014	From November 1, 2014 to January 31, 2015 Q1 of Fiscal 2015
Net sales:	41,035	43,322
Cost of sales	29,654	32,628
Gross profit	11,381	10,694
Selling, general and administrative expenses	6,451	6,588
Operating income	4,929	4,105
Non-operating income:		
Interest income	0	0
Dividend income	1	2
Equity in earnings of affiliates	4	—
Penalty income charged to customers for cancellation of parking facilities	18	13
Void ticket	38	37
Foreign exchange gains	16	40
Other	26	15
Total non-operating income	107	109
Non-operating expenses:		
Interest expenses	30	15
Share of loss of entities accounted for using equity method-NOE	-	22
Expense incurred for evacuation of parking facilities	58	61
Other	8	4
Total non-operating expenses	97	104
Recurring income	4,939	4,110
Extraordinary loss:		
Loss on valuation of investment securities-EL	—	8
Total extraordinary loss	—	8
Income before income taxes and minority interests	4,939	4,102
Income taxes-current	1,596	1,162
Income taxes-deferred	123	347
Total income taxes	1,719	1,510
Income before minority interests	3,219	2,591
Net income	3,219	2,591

(Consolidated statement of comprehensive income)
(First quarter of Fiscal 2015)

(Unit: million yen)

	From November 1, 2013 to January 31, 2014 Q1 of Fiscal 2014	From November 1, 2014 to January 31, 2015 Q1 of Fiscal 2015
Income before minority interests	3,219	2,591
Other comprehensive income		
Valuation difference on available-for-sale securities	22	14
Foreign currency translation adjustments	5	20
Remeasurements of defined benefit plans, net of tax	—	23
Share of other comprehensive income of associates accounted for using equity method	20	38
Total other comprehensive income	48	98
Comprehensive income	3,268	2,689
(Breakdown)		
Comprehensive income attributable to owners of the parent	3,268	2,689

(3) Quarterly consolidated statements of cash flow

(Unit: million yen)

	From November 1, 2013 to January 31, 2014 Q1 of Fiscal 2014	From November 1, 2014 to January 31, 2015 Q1 of Fiscal 2015
Net cash provided by (used in) operating activities:		
Income before income taxes and minority interests	4,939	4,102
Depreciation and amortization	4,243	4,841
Increase (decrease) in provision for retirement benefits	(15)	—
Increase (decrease) in provision for directors' retirement benefits	(278)	—
Interest and dividends income	(2)	(2)
Interest expenses	30	15
Decrease (increase) in notes and accounts receivable-trade	282	(79)
Decrease (increase) in inventory	777	882
Increase (decrease) in notes and accounts payable-trade	25	520
Decrease (increase) in accounts receivable-other	(117)	324
Decrease (increase) in prepaid expenses	387	435
Increase (decrease) in accounts payable-other	127	(317)
Increase (decrease) in notes payable-facilities	(154)	308
Others, net	(138)	376
Subtotal	10,108	11,407
Interest and dividends income received	2	2
Interest expenses paid	(25)	(8)
Income taxes paid	(4,154)	(3,468)
Net cash provided by (used in) operating activities	5,931	7,933
Net cash provided by (used in) investment activities:		
Purchase of property, plant and equipment	(3,625)	(4,045)
Proceeds from sales of property, plant and equipment	11	1
Purchase of intangible assets	(92)	(152)
Purchase of long-term prepaid expenses	(665)	(759)
Others, net	(86)	(112)
Net cash provided by (used in) investment activities	(4,459)	(5,068)
Net cash provided by (used in) financing activities:		
Net increase (decrease) in short-term loans payable	2,350	4,500
Proceeds from long-term loans payable	1,400	150
Repayment of long-term loans payable	(303)	(307)
Repayments of lease obligations	(860)	(909)
Proceeds from issuance of common stock	759	140
Purchase of treasury stock	(309)	—
Cash dividends paid	(5,780)	(7,261)
Net cash provided by (used in) financing activities	(2,743)	(3,687)
Effect of exchange rate change on cash and cash equivalents	3	8
Net increase (decrease) in cash and cash equivalents	(1,268)	(814)
Cash and cash equivalents at beginning of period	15,310	15,693
Cash and cash equivalents at end of period	14,042	14,878

(4) Notes to Quaterly Consolidated Financials Statements

[Note on going concern assumptions]

Not applicable.

[Segment information]

I. First quarter of fiscal 2014 (from November 1, 2013 to January 31, 2014)

Information on sales and profits or losses by reported segment

(Unit: million yen)

	Reported segments			Adjustment (Note) 1	Amount on consolidated profit and loss statement (Note) 2
	Parking Business	Mobility Business	Total		
Sales					
Sales to external customers	31,835	9,200	41,035	-	41,035
Internal sales or amount of transfer between segments	32	9	41	(41)	-
Total	31,867	9,209	41,077	(41)	41,035
Segment profit (loss)	6,872	(261)	6,611	(1,681)	4,929

(Note) 1 An adjustment of minus ¥1,681 million in segment profit (loss) includes an amortization of goodwill of minus ¥89 million, and Company-wide expenses of ¥1,592 million. Company-wide expenses are mainly expenses that do not belong to either of the reported segments. Those expenses are relating to the administration division, including the general affairs department.

2 Segment profit (loss) is adjusted in accordance with operating income in the consolidated profit and loss statement.

II. First quarter of fiscal 2015 (from November 1, 2014 to January 31, 2015)

Information on sales and profits or losses by reported segment

(Unit: million yen)

	Reported segments			Adjustment (Note) 1	Amount on consolidated profit and loss statement (Note) 2
	Parking Business	Mobility Business	Total		
Sales					
Sales to external customers	32,597	10,724	43,322	—	43,322
Internal sales or amount of transfer between segments	20	22	42	(42)	—
Total	32,617	10,747	43,365	(42)	43,322
Segment profit (loss)	5,533	219	5,753	(1,647)	4,105

(Note) 1 An adjustment of minus ¥1,647 million in segment profit (loss) includes an amortization of goodwill of minus ¥38 million, and Company-wide expenses of ¥1,609 million. Company-wide expenses are mainly expenses that do not belong to either of the reported segments. Those expenses are relating to the administration division, including the general affairs department.

2 Segment profit (loss) is adjusted in accordance with operating income in the consolidated profit and loss statement.

[Note when there is a considerable change in the amount of shareholders' equity.]

Not applicable.