The nine months ended September 30, 2016

(1) Explanation of Results of Operations

Consolidated Income Statement for the nine months ended September 30, 2016 (millions of yen)

	3Q of FY2015 (A)	3Q of FY2016 (B)	Increase/(decrease)	
			Amount(C) (B)-(A)	Percentage (C)/(A)
Sales	8,203	7,925	(277)	(3.4%)
Operating income	1,559	1,418	(141)	(9.1%)
Ordinary income	1,485	1,277	(208)	(14.0%)
Profit attributable to owners of parent	967	858	(109)	(11.3%)
No. of Tankcontainers (as of September 30)	6,008	6,816	+808	+13.4%
Utilization rate (over 9 months)	74.0%	70.3%	(3.7%)	

During the nine months ended September 30, 2016, the Japanese economy was sluggish. Although private consumption was recovering backed by an improvement in employment and the slowing down of price increase, deteriorating corporate earnings as a result of a strong yen and deceleration of emerging economies contributed to this stagnation. Apart from these, in late June, the UK citizens voted to leave the European Union, causing a temporary sharp appreciation of the yen in foreign exchange markets. The outlook for the Japanese economy is therefore uncertain given the concerns about the downward pressure on the economy.

In the U.S., although consumer sentiment was steady thanks to the sustained improvements in the employment and income level, deterioration was seen in production figures and business confidence. In Europe, uncertainty in the political and economic situation heightened, however, although there were concerns over the impact of UK's decision to leave the European Union following the UK referendum in June, no major impacts have been observed so far. In China, despite an ongoing economic slowdown, growth rate in the higher 6% range was maintained.

Under such circumstances, the Group conducted vigorous sales activities, such as export transactions from Japan, import transactions, domestic transactions and third-country trade (which does not transit through Japan) all increased compared to the same period of the previous fiscal year.

During the third quarter, the turbulent foreign exchange market resulted in a strong yen hovering between ¥100 to ¥104 against the U.S. dollar, exceeding the Company's projection at ¥105. Nevertheless, with the Group's intensive sales activities, we were able to substantially increase our transaction volume, and managed to secure ¥7,925 million in sales for the nine months ended September 30, 2016.

In terms of profits, we secured ¥1,418 million of operating income. This is thanks to the entire Group working as one to advance sales promotion activities both in and outside Japan, given the circumstance in the first half in which we had to revise the budget, despite increased depreciation and amortization due to investments made in domestic facilities for future development. Regarding ordinary income, although foreign exchange losses of ¥62 million (foreign exchange gains of ¥76 million in the same period last year) due to yen appreciation were recorded, ordinary income was ¥1,277 million, and ¥858 million of profit attributable to owners of parent was recorded.

As a result of the foregoing, as of September 30, 2016, the achievement rates of the results projections were 76.7% in sales, 90.6% in operating income, 91.9 % in ordinary income, and 90.9% in profit attributable to owners of parent.

(2) Explanation of Financial Position

Consolidated Balance Sheet as of September 30, 2016 (millions of yen)

ASSET	FY2015 (A)	3Q of FY2016 (B)	Increase/(decrease)	
			Amount (C) (B)-(A)	Percentage (C)/(A)
Total current assets	4,147	3,582	(565)	(13.6%)
Total non-current assets	10,822	10,917	+94	+0. 9%
Deferred assets	1	0	(0)	(71.0%)
Total	**14,971**	**14,500**	**(471)**	**(3.2%)**

LIABILITIES AND SHAREHOLDERS' EQUITY	FY2015 (A)	3Q of FY2016 (B)	Increase/(decrease)	
			Amount (C) (B)-(A)	Percentage (C)/(A)
Total current liabilities	3,256	2,993	(262)	(8.1%)
Total non-current liabilities	5,359	4,809	(549)	(10.3%)
Total liabilities	**8,616**	**7,803**	**(812)**	(9.4%)
Shareholders' equity	6,283	6,801	+517	+8.2%
Total accumulated other comprehensive income	72	(104)	(176)	(245.5%)
Total Shareholders' equity	**6,355**	**6,696**	**+341**	**+5.4%**
Total	**14,971**	**14,500**	**(471)**	**(3.2%)**

Total assets at the end of the third quarter ended September 30, 2016 decreased by ¥ 471 million (3.2% decrease) when compared to the end of the previous fiscal year, to ¥14,500 million.

Total current assets fell by ¥565 million (13.6% decrease) as compared to the end of the previous fiscal year, to ¥3,582 million. This was primarily due to declines of ¥135 million in cash and deposits, ¥168 million in accounts receivable-trade, and ¥262 million in other current assets.

Total non-current assets increased by ¥94 million (0.9% increase) when compared to the end of the previous fiscal year, to ¥10,917 million. This was primarily due to an increase of ¥80 million in property, plant and equipment attributable to the construction of company dormitory and other factors.

Total current liabilities decreased by ¥262 million (8.1% decrease), as compared to the end of the previous fiscal year, to ¥2,993 million. This was primarily due to decreases of ¥122 million in accounts payable-trade, ¥29 million in current portion of long-term loans payable, ¥40 million in current portion of bonds payable, and ¥317 million in income taxes payable, despite an increase of ¥236 million in short-term loans payable.

Total non-current liabilities fell by ¥549 million (10.3% decrease), when compared to the end of the previous fiscal year, to ¥4,809 million. This was primarily due to decreases of ¥30 million in bonds payable and ¥536 million in long-term loans payable, against an increase of ¥38 million in lease obligations.

Total shareholders' equity rose by ¥341 million (5.4% increase), as compared to the end of the previous fiscal year, to ¥6,696 million. This was primarily due to an increase of ¥517 million in retained earnings, against a decline of ¥176 million in foreign currency translation adjustment.

(3)Explanation of Consolidated Results Projections and Other Future Forecast Information

The consolidated results projections remain unchanged from the figures announced on August 12, 2016.

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