The nine months ended September 30, 2017

(1)Explanation of Results of Operations

Consolidated Income Statement for the nine months ended September 30, 2017 (millions of yen)

	3Q of FY2016 (A)	3Q of FY2017 (B)	Increase/(decrease)	
			Amount(C) (B)-(A)	Percentage (C)/(A)
Sales	7,925	8,619	693	+8.8%
Operating income	1,418	1,470	51	+3.7%
Ordinary income	1,277	1,404	126	+9.9%
Profit attributable to owners of the parent	858	978	120	+14.0%
No. of Tank containers (as of September 30)	6,816	7,198	382	+5.6%
Utilization rate (over 9 months)	70.3%	74.4%	+4.1%	

During the nine months ended September 30, 2017, the Japanese economy saw the industrial production index rise in a wide range of industries, centering on the production and business oriented machinery industry and the transportation equipment industry. As for exports, an increase was seen primarily in automobile and automotive part exports to the U.S., while exports of electronic parts such as semiconductors to Asia also grew thanks to the expansion of demand for smartphones. Regarding the employment situation, the number of people employed continues to be on the rise, attributable to factors such as a high active job opening to applicant ratio. In addition, personal consumption maintained a gradual recovery trend.

Looking at the global economy, in the U.S., the number of employers continues to increase and the unemployment rate remains low, despite some temporary downward pressures such as the rise in gasoline prices and an increase in the number of applications for unemployment benefits due to the impact of the hurricanes. In Europe, while PMI in the service industry rose in September for the first time in five months, the ongoing recovery of PMI in the manufacturing industry appears to have come to a pause. Meanwhile, the unemployment rate in the Eurozone continued to improve and companies' employment forecast has risen to the level before the global financial crisis, following a robust economic recovery. In China, the economy saw signs of a slowdown, as evidenced by a further manifestation of the deceleration of investments in non-current assets, owing to the tightening of fiscal and monetary policies by the government aimed at cooling the economic overheating, and since the improvement of real retail sales had run its course.

Under such circumstances, the Group continued vigorous sales activities, and the volume of export transactions from Japan, import transactions, and domestic transactions handled increased compared to the same period of the previous fiscal year. Accordingly, sales for the nine months ended September 30, 2017 were higher compared to the same period of

the previous fiscal year at ¥8,619 million. In terms of profits, we secured ¥1,470 million of operating income, despite the aggressive capital investments in connection with promotion of new business using gas tank containers, as well as the rising costs for tank containers accompanying the increase in the number of containers held. On the other hand, the decrease of interest expenses to ¥48 million (¥89 million in the same period of the previous fiscal year) through the refinancing arrangements implemented at the end of the previous fiscal year, and the decrease of foreign exchange losses to ¥28 million (¥62 million in the same period of the previous fiscal year), reduced non-operating expenses by ¥64 million and resulted in an ordinary income of ¥1,404 million. As a result, profit attributable to owners of the parent was higher by ¥120 million compared to the same period of the previous fiscal year at ¥978 million.

(2)Explanation of Financial Position

Consolidated Balance Sheet as of September 30, 2017 (millions of yen)

ASSET	FY2016 (A)	3Q of FY2017 (B)	Increase/(decrease)	
			Amount (C) (B)-(A)	Percentage (C)/(A)
Total current assets	3,922	4,134	211	+5.4%
Total non-current assets	10,897	11,316	419	+3.8%
Deferred assets	0	-	(0)	-
Total	**14,819**	**15,450**	**630**	**+4.3%**

LIABILITIES AND SHAREHOLDERS' EQUITY	FY2016 (A)	3Q of FY2017 (B)	Increase/(decrease)	
			Amount (C) (B)-(A)	Percentage (C)/(A)
Total current liabilities	2,884	3,119	234	+8.1%
Total non-current liabilities	4,892	4,686	(206)	(4.2%)
Total liabilities	**7,777**	**7,805**	**28**	**+0.4%**
Shareholders' equity	7,022	7,608	585	+8.3%
Total accumulated other comprehensive income	20	36	16	+83.3%
Total shareholders' equity	**7,042**	**7,645**	**602**	**+8.6%**
Total	**14,819**	**15,450**	**630**	**+4.3%**

Total assets at the end of the third quarter ended September 30, 2017 increased by ¥630 million (4.3% increase) when compared to the end of the previous fiscal year, to ¥15,450 million.

Total current assets rose by ¥211 million (5.4% increase) as compared to the end of the previous fiscal year, to ¥4,134 million. This was primarily due to increases of ¥120 million in accounts receivable-trade and ¥204 million in other current assets, despite a decline of ¥112 million in cash and deposits.

Total non-current assets increased by ¥419 million (3.8% increase) when compared to the end of the previous fiscal year, to ¥11,316 million. This was primarily due to the completion of the Keiyo Rinkai Branch in February and the construction of gas-related facilities, which caused an increase of ¥374 million in buildings and structures (net), as well as increases of ¥30 million in other non-current assets (net) that included construction in progress, ¥43 million in intangible assets and ¥67 million in investments and other assets, despite a decrease of ¥96 million in tank containers (net) owing to depreciation.

Total current liabilities increased by ¥234 million (8.1% increase), as compared to the end of the previous fiscal year, to ¥3,119 million. This was primarily due to increases of ¥180 million in short-term loans payable, ¥158 million in lease obligations and ¥37 million in income taxes payable, despite decreases of ¥128 million in current portion of long-term loans payable and ¥30 million in current portion of bonds payable.

Total non-current liabilities fell by ¥206 million (4.2% decrease), when compared to the end of the previous fiscal year, to ¥4,686 million. This was primarily due to decreases of ¥110 million in long-term loans payable, ¥85 million in lease obligations and ¥14 million in other non-current liabilities.

Total shareholders' equity rose by ¥602 million (8.6% increase) as compared to the end of the previous fiscal year, to ¥7,645 million. This was primarily due to increases of ¥585 million in retained earnings and ¥16 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 February 13, 2017.

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