

[REFERENCE TRANSLATION]

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In case of any discrepancy between this translation and the Japanese original, the latter shall prevail.

Consolidated Financial Results for the Nine Months Ended December 31, 2015 (Japanese GAAP)

Company name Japan Airlines Co., Ltd
Stock Listing Tokyo Stock Exchange
Code No. 9201 **URL:** <http://www.jal.com> January 29, 2016
Representative Yoshiharu Ueki, President
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 Scheduled date for filing of quarterly report: February 1, 2016
 Scheduled date for dividend payment: Not Applicable
 Supplementary explanations of quarterly financial results: Yes
 Presentation for the quarterly financial results: Yes (for institutional investors and analysts)

(Amounts are rounded down to the nearest million yen unless otherwise indicated)

**1. Consolidated Financial Results for the Nine Months Ended December 31, 2015
(April 1, 2015 to December 31, 2015)**
(1) Consolidated Operating Results (Cumulative)

	Operating Revenues		Operating Income		Ordinary Income		Net Income attributable to owners of the parent	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
Nine Months ended December 31, 2015	1,023,412	0.1	170,017	23.0	170,477	24.0	143,685	20.1
Nine Months ended December 31, 2014	1,022,389	3.3	138,252	0.5	137,463	4.8	119,684	(3.1)

*Comprehensive income for the period April 1, 2015 - December 31, 2015: 134,875 Millions of Yen (+17.6%)
April 1, 2014 - December 31, 2014: 114,682 Millions of Yen (-17.6%)

	Net income per share	Diluted net income per share
Nine Months ended December 31, 2015	Yen 396.37	Yen -
Nine Months ended December 31, 2014	Yen 330.06	Yen -

Note) JAL undertook a two-for-one stock split of its common shares as of October 1, 2014. As a result, net income per share is calculated on the assumption that the stock split was undertaken at the beginning of the previous consolidated fiscal year.

(2) Consolidated Financial Position

	Total Assets	Net Assets	Equity ratio (%)	Net Asset Per share
As of December 31, 2015	Millions of Yen 1,545,772	Millions of Yen 894,659	56.2	Yen 2,396.08
As of March 31, 2015	Millions of Yen 1,473,354	Millions of Yen 800,751	52.7	Yen 2,142.00

Reference) Shareholder's equity As of December 31, 2015: 868,579 Millions of Yen, As of March 31, 2015: 776,475 Millions of Yen

2. Dividends

	Dividends per Share				
	1st Quarter End	2nd Quarter End	3rd Quarter End	Fiscal Year End	Total
Year Ended March 31, 2015	Yen -	Yen -	Yen -	Yen 104.00	Yen 104.00
Year Ending March 31, 2016	-	-	-	-	-
Year Ending March 31, 2016 (Forecast)	-	-	-	119.00	119.00

Note: Revisions to the most recently disclosed dividend forecasts: Yes

3. Consolidated Financial Forecast for the Fiscal Year Ending March 31, 2016

(Percentage compared to prior year)

	Operating Revenues		Operating Income		Ordinary Income		Net Income attributable to owners of the parent		Net income per share
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Yen
Entire Fiscal Year	1,347,000	0.2	204,000	13.5	202,000	15.2	172,000	15.4	474.48

Note) Revisions to the most recently disclosed earnings forecasts: None

Notes

- (1) Changes in significant consolidated subsidiaries during the Nine Months ended December 31, 2015: None
(2) Application of accounting methods which are exceptional for quarterly consolidated financial statements: None
(3) Changes in accounting policies, accounting estimates and restatement of corrections

- 1) Changes in accounting policies resulting from the revision of the accounting standards and other regulations:

None

- 2) Changes in accounting policies other than 1): None

- 3) Changes in accounting estimates: None

- 4) Restatement of corrections: None

- (4) Number of shares issued (common stock)

- (a) Total number of shares issued at the end of the period (including treasury stock)

As of December 31, 2015 : 362,704,000

As of March 31, 2015 : 362,704,000

- (b) Number of treasury stock at the end of the period

As of December 31, 2015 : 203,395

As of March 31, 2015 : 203,395

- (c) Average number of shares outstanding

During the Nine Months ended December 31, 2015 362,500,605

During the Nine Months ended December 31, 2014 362,609,259

Note) JAL undertook a two-for-one stock split of its common shares as of October 1, 2014. As a result, total number of shares issued at the end of the period and number of treasury stock at the end of the period, average number of shares outstanding is calculated on the assumption that the stock split was undertaken at the beginning of the previous consolidated fiscal year.

Indication of quarterly review procedure implementation status

These quarterly financial results are not subject to the quarterly review requirements as provided in the Financial Instruments and Exchange Act. The review of quarterly consolidated financial statements as provided in the Financial Instruments and Exchange Act had not been completed as of the date of these Consolidated Financial Results for the Nine Months Ended December 31, 2015.

Explanation for appropriate use of forecasts and other notes

Remarks on the description on future forecast

The forward-looking statements such as operational forecasts contained in this statements summary are based on information currently available to the Company and certain assumptions which are regarded as legitimate. Actual results may differ from such forward-looking statements for a variety of reasons. Please refer to "Qualitative Information concerning Financial Results for the Third Quarter of FY2015" in the Attachment for the assumptions used and other notes.

* The Company will hold a presentation for institutional investors and analysts on January 29, 2016. Documents distributed at the presentation are scheduled to be posted on our website on the same day.

Attachment

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1. Qualitative Information concerning Financial Results for the Third Quarter of FY2015

(1) Explanation of Operating Results

During the reporting period of consolidated financial results for the first nine months of the fiscal year (April 1 to December 31, 2015)(hereinafter referred to as the “third quarter”), Japan’s economy continued to recover moderately, though weakness was seen in some areas. Consumer spending generally remained robust. Overseas economies recovered in general with some exceptions, such as Asian emerging economies as China, where weakness was observed. On the other hand, the number of foreign visitors to Japan increased significantly by 47.1% year-on-year to 19,737 thousand in total from January to December 2015. Fuel prices, which greatly affect our fuel purchasing costs, international passenger revenue and international cargo revenue, declined from the previous year, but the Japanese yen remained weaker against the U.S. dollar. Under these economic conditions, JAL Group strived to increase a sense of profitability amongst its employees through JAL Philosophy and the amoeba management system, realize greater management efficiencies, provide the finest service to its customers anchored in its strong commitment to flight safety, and thus achieve the targets in the JAL Group Medium Term Management Plan Rolling 2015 announced on February 18, 2015.

As a result, operating revenues in the third quarter was 1,023.4 billion yen. (up 0.1% year-on-year), operating expense was 853.3 billion yen (down 3.5% year-on-year), and consequently, operating income came to 170.0 billion yen (up 23.0% year-on-year), ordinary income was 170.4 billion yen (up 24.0% year-on-year), and net income attributable to owners of the parent was 143.6 billion yen (up 20.1% year-on-year)

Air Transportation Segment

Operating revenues increased by 1.5% year-on-year to 923.2 billion yen and operating income increased by 25.6% year-on-year to 155.5 billion yen. (Operating revenues and operating income are before elimination of transactions between segments.)

Details are provided below.

a. International operations

	Nine Months ended December 31,2014	Nine Months ended December 31,2015	% or points compared to year before
Revenue from passenger operations (millions of Yen)	345,998	345,993	100.0%
Revenue passengers carried (number of passengers)	5,808,410	6,066,893	104.5%
Revenue passenger km (RPK) (1,000 passenger-km)	27,102,677	28,750,907	106.1%
Available seat km (ASK) (thousands)	35,946,185	36,347,802	101.1%
Revenue passenger-load factor (L/F) (%)	75.4	79.1	3.7
Revenue from Cargo Operations (millions of Yen)	44,301	42,479	95.9%
Revenue cargo ton-km (RCTK) (thousands)	1,288,988	1,319,060	102.3%

In international passenger operations, passenger traffic increased as a result of capturing the robust demand from inbound travelers especially on North America, China and Southeast Asia routes.

In route operations, we launched four weekly services between Narita and Dallas/Fort Worth on November 30, 2015 using the newly revamped 787-8 called JAL SKY SUITE 787. Load factors have been high and flight frequency will be increased to daily services from March 20, 2016. Dallas/Fort Worth Airport is the main hub of our joint business partner, American Airlines (AA). By using AA's extensive network across the U.S. and Central and South America, customers are sure to enjoy their travels with greater convenience. From October 25, 2015, we started services between Haneda and Shanghai (Pudong) and between Haneda and Guangzhou, increased flight frequency between Haneda and Beijing, and thus expanded our network between Haneda and China.

On the product side, we progressively introduced JAL SKY SUITE aircraft, installed with fully-flat seats in Business Class with unrestricted aisle access and "New Spacious Economy" seats offering more space than the standard economy seating. As of December 31, 2015, JAL SKY SUITE aircraft are operating on 19 routes, principally on Europe, North America, Southeast Asia and Honolulu routes. For the passenger's enjoyment, we are improving our inflight entertainment and will increase the number of film, video, audio, etc. programs (for IFE systems MAGIC V and VI) to over 300 by the end of January 2016.

Sales-wise, to communicate Japan's appeal to more international visitors and make travel with JAL Group more convenient, JAL Guide to Japan, our tourist information site on JAL's website, is now available in 7 languages. A smartphone site has also been opened, providing informative and useful contents.

In January 2016, JAL was recognized by FlightStats, a U.S. global flight tracker which analyzes on-time arrival rates of airlines, etc., as the best performing airline for on time arrivals of domestic and international flights from January to December 2015 in the Major Airlines category. Furthermore, JAL placed first in the Asia-Pacific Major Airlines category, and also the Alliance category as a **oneworld** alliance member. As a result, JAL ranked first in all three applicable categories and became a triple crown winner for the fourth time after 2010(※), 2012 and 2013.

(※) In 2010, the Alliance category was not established. JAL was winner in the Asia Regional Airlines category (does not exist currently).

JAL will continue to embrace the challenge of meeting customer needs, increasing convenience and comfort, and delivering a refreshing, inspirational travel experience.

As a result of the above, the capacity of international flights in the third quarter when measured in Available Seat Kilometers (ASK) increased by 1.1% year-on-year, demand when measured in Revenue Passenger Kilometers (RPK) increased by 6.1% year-on-year, the Load Factor (L/F) was 79.1%, up 3.7 percentage points year-on-year, and international passenger revenue came to 345.9 billion yen, down 0.0% from the previous year.

In international cargo operations, although overall exports and imports declined from the year before, we captured transit shipments efficiently through revenue management in order to secure stable shipments and maximize revenues. On the product side, we continued to promote sales of “J TEMP^o,” a temperature-controlled transport service using special equipment, and “J SOLUTIONS PHARMA,” a specialized transport service for pharmaceuticals. As a result, cargo volume for the reporting period when measured in Revenue Cargo Ton Kilometers (RCTK) increased by 2.3% year-on-year and revenue was 42.4 billion yen, down 4.1% year-on-year due to a decrease in fuel surcharge, etc.

In international mail operations, we secured shipments close to last year’s levels by capturing robust demand for mail orders. As a result, the volume of international mail handled during the reporting period in terms of Revenue Mail Ton Kilometers (RMTK) decreased by 1.3% year-on-year, and international mail revenue increased by 0.5% to 8.0 billion yen.

b. Domestic operations

	Nine Months ended December 31, 2014	Nine Months ended December 31, 2015	% or points compared to year before
Revenues from passenger operations (millions of Yen)	373,036	384,172	103.0%
Revenue passengers carried (number of passengers)	24,056,027	24,377,334	101.3%
Revenue passenger km (RPK) (1,000 passenger-km)	18,242,740	18,469,219	101.2%
Available seat km (ASK) (thousands)	27,458,144	27,166,199	98.9%
Revenue passenger-load factor (L/F) (%)	66.4	68.0	1.5
Revenue from Cargo Operations (millions of Yen)	18,800	17,983	95.7%
Revenue cargo ton-km (RCTK) (thousands)	274,927	279,724	101.7%

In domestic passenger operations, we strived to boost demand and strike a balance between demand and supply in order to increase our profitability.

In route operations, we operated seasonal services again this fiscal year on six of the regional routes that had been suspended. From April, we started code-sharing with Amakusa Airlines on three routes; Amakusa - Fukuoka, Amakusa - Kumamoto and Kumamoto - Osaka (Itami), to increase convenience for customers and contribute to regional economic development.

Product-wise, services by JAL SKY NEXT with retrofitted cabins, launched in FY2014, were progressively expanded to Osaka (Itami) routes as well as Tokyo (Haneda) routes. We received favorable customer reviews about the new cabin offerings, such as genuine leather seats, more legroom (around the knees) and JAL SKY Wi-Fi, an inflight Internet service.

Sales-wise, we introduced new 75 day advance purchase fares called "Ultra Sakitoku," and increased flights available at discount fares in high season, such as Golden Week in spring and Obon in summer. These flights were in great demand for flying home or vacationing. We also expanded eligible sectors of advance purchase connection fares in order to promote regional exchanges and regional revitalization. In December 2015, we introduced a new domestic fare called "Japan Explorer Pass," aiming to attract inbound traffic to regional Japan. While providing information on attractions in Japan on JAL Guide to Japan on JAL's website, we are creating opportunities for foreign visitors to travel around Japan.

"JAL Dynamic Package", which enables customers to create their own package of flights and accommodation, etc., underwent an overall renewal of its computer and smartphone sites to enhance visibility, user-friendliness and operability, and offer more options and a wider variety of arrangements to suit the customers' needs.

Taking part in the project to revitalize regional Japan through the joint efforts of central and local governments, we launched regional revitalization promotions using "Furusato discounts (*)" from June 2015 to do our part in inspiring more customers to see different parts of Japan.

(※) A common name used for creating travel products, which deduct a certain amount through a subsidy as part of "Urgent Assistance Grant for Regional Citizens, Daily Life, etc."

In airport services, we introduced "JAL Express Tag Service" at Haneda Airport domestic counters in March 2015 aimed to

save time to check in baggage, under the concept of “JAL Smart Style” to provide simple, convenient and speedy services.

At Itami Airport, we set up “JAL Power Stations” in May 2015 for recharging smartphones, computers and other mobile devices free of charge before boarding to relieve worries of battery charge. In July 2015, we launched a smartphone app service at Haneda Airport, providing waiting times at security checkpoints so that customers can speed through the boarding gate stress-free.

As a result of the above, capacity of domestic flights during the reporting period decreased by 1.1% year-on-year when measured in Available Seat Kilometers (ASK), demand increased by 1.2% in terms of Revenue Passenger Kilometers (RPK), while the load factor (L/F) increased by 1.5 percentage points year-on-year to 68.0%. Domestic passenger revenue increased by 3.0% year-on-year to 384.1 billion yen.

In domestic cargo operations, we secured shipments exceeding the previous year through aggressive sales, despite the decrease in JAL’s capacity. Cargo volume for the reporting period when measured in Revenue Cargo Ton Kilometers (RCTK) increased by 1.7% year-on-year, but revenue decreased by 4.3% due to changes in the route structure and such.

Components of Revenues from the Air Transportation Segment are as follows

	Nine Months ended December 31,2014 Millions of Yen	Percentage contribution to total (%)	Nine Months ended December 31,2015 Millions of Yen	Percentage contribution to total (%)	% compared to year before
International:					
Passenger operations	345,998	38.0	345,993	37.5	100.0
Cargo operations	44,301	4.9	42,479	4.6	95.9
Mail-service operations	7,998	0.9	8,041	0.9	100.5
Luggage operations	504	0.1	638	0.1	126.5
Sub-total	398,802	43.8	397,153	43.0	99.6
Domestic:					
Passenger operations	373,036	41.0	384,172	41.6	103.0
Cargo operations	18,800	2.1	17,983	1.9	95.7
Mail-service operations	2,528	0.3	2,703	0.3	106.9
Luggage operations	209	0.0	217	0.0	103.6
Sub-total	394,576	43.4	405,076	43.9	102.7
Total revenues of international and domestic operations	793,378	87.2	802,229	86.9	101.1
Other revenues	116,577	12.8	121,000	13.1	103.8
Total revenues	909,956	100.0	923,230	100.0	101.5

Note) Amounts are rounded down to the nearest million yen, percentages are round off to the first decimal place.

Consolidated Traffic Results

	Nine Months ended December 31,2014	Nine Months ended December 31,2015	% or points compared to year before
INTERNATIONAL			
Revenue passengers carried (number of passengers)	5,808,410	6,066,893	104.5%
Revenue passenger km (1,000 passenger-km)	27,102,677	28,750,907	106.1%
Available seat km (thousands)	35,946,185	36,347,802	101.1%
Revenue passenger-load factor (%)	75.4	79.1	3.7
Revenue cargo ton-km (thousands)	1,288,988	1,319,060	102.3%
Mail ton-km (thousands)	175,734	173,461	98.7%
DOMESTIC			
Revenue passengers carried (number of passengers)	24,056,027	24,377,334	101.3%
Revenue passenger-km (1,000 passenger-km)	18,242,740	18,469,219	101.2%
Available seat km (thousands)	27,458,144	27,166,199	98.9%
Revenue passenger-load factor (%)	66.4	68.0	1.5
Revenue cargo ton-km (thousands)	274,927	279,724	101.7%
Mail ton-km (thousands)	18,693	19,401	103.8%
TOTAL			
Revenue passengers carried (number of passengers)	29,864,437	30,444,227	101.9%
Revenue passenger-km (1,000 passenger-km)	45,345,417	47,220,126	104.1%
Available seat km (thousands)	63,404,329	63,514,001	100.2%
Revenue passenger-load factor (%)	71.5	74.3	2.8
Revenue cargo ton km (thousands)	1,563,915	1,598,784	102.2%
Mail ton km (thousands)	194,427	192,862	99.2%

1. Revenue passenger kilometer (RPK) is the number of fare-paying passengers multiplied by the distance flown (km). Available seat kilometer (ASK) is the number of available seats multiplied by the distance flown (km). Revenue cargo ton kilometer (RCTK) is the amount of cargo (ton) transported multiplied by the distance flown (km).
2. The distance flown between two points, used for calculations of RPK, ASK and RCTK above is based on the great-circle distance and according to statistical data from IATA (International Air Transport Association) and ICAO (International Civil Aviation Organization).
3. International operations: Japan Airlines Co., Ltd, Hokkaido Air System Co., Ltd.
 Domestic operations : Japan Airlines Co., Ltd, Japan Transocean Air Co., Ltd, , Japan Air Commuter Co., Ltd, J Air Co., Ltd, Ryukyu Air Commuter Co., Ltd., Hokkaido Air System Co., Ltd.
 However, in the year-earlier period,
 International operations: Japan Airlines Co., Ltd,
 Domestic operations : Japan Airlines Co., Ltd, Japan Transocean Air Co., Ltd, JAL Express Co., Ltd, (absorbed by JAL in October 2014) Japan Air Commuter Co., Ltd, J Air Co., Ltd, Ryukyu Air Commuter Co., Ltd. Hokkaido Air System Co., Ltd. (becomes a consolidated subsidiary in October 2014)
4. Figures have been truncated and percentages are rounded off to the first decimal place.

Other businesses

In other business operations, we strived to increase convenience for customers and enhance JAL Group's corporate value. The financial results of two major companies in this segment are as follows.

JALPAK Co., Ltd. added products during the year to meet demand trends and promoted "JAL Dynamic Packages" in a timely manner to maximize revenues. The number of customers traveling overseas decreased by 12.1% year-on-year to 187,000 due to rising prices owing to the weaker yen and a decline in leisure demand following the terrorist attacks in Paris. Domestically, it served 1,819,000 customers, up 6.2% from the year before, owing to strong sales of "JAL Dynamic Package". As a result, operating revenue (before elimination of consolidated transactions) increased by 1.0% year-on-year to 133.2 billion yen.

JAL Card Co., Ltd. started member registration activities using tablet devices at major airports and continued effective online campaigns and direct mail advertising. It also strived to improve brand recognition through TV commercials, publicity, and sales promotions at sports events. As a result, the number of members increased by approximately 70,000 to 3,105,000 from the end of March 2015. Trading volume remained high, as a result of conducting many campaigns to capture top tier card members and encourage current members to switch to top tier status cards, and increasing partner shops to promote card usage. As a result, operating revenue (before elimination of consolidated transactions) increased by 4.8% year-on-year to 15.2 billion yen.

(2) Explanation of Financial Conditions

Assets, liabilities and net assets

Total assets at the end of the third quarter increased by 72.4 billion yen from the end of the previous fiscal year to 1,545.7 billion yen, primarily due to purchases of aircraft and advance payments for aircraft.

Liabilities decreased by 21.4 billion yen from the end of the previous fiscal year to 651.1 billion yen due to a reduction of interest-bearing debts.

Though paying of dividends to shareholders decreased net assets, we posted a quarterly net income attributable to owners of the parent, resulting in net assets of 894.6 billion yen, up 93.9 billion yen from the amount reported at the end of the previous fiscal year.

For details, please refer to “3. Consolidated Financial Statements (1) Consolidated Balance Sheets”.

Cash Flows

Cash Flows from Operating Activities

As a result of addition/subtraction of non-cash items, such as depreciation and amortization costs and debts/credits relating to operating activities to/from 172.3 billion yen in net income before income taxes and non-controlling interests for the third quarter, cash flow from operating activities (inflow) came to 223.9 billion yen. (an increase of 39.5 billion yen from the first third quarters of the previous consolidated fiscal year)

Cash Flow from Investing activities

Cash flow from investing activities (outflow) came to 193.3 billion yen (an increase of 38.5 billion yen from the first third quarters of the previous consolidated fiscal year), primarily due to expenditures to acquire fixed assets and deposits in time deposit accounts.

Cash Flows from Financing Activities

Cash flow from financing activities (outflow) came to 62.3 billion yen (a decrease of 0.0 billion yen from the first third quarters of the previous consolidated fiscal year) as a result of paying interest-bearing debts and dividends.

As a result of the above, the balance of cash and cash equivalents at the end of the consolidated accounting period of the third quarter decreased by 32.3 billion yen from the end of the previous consolidated accounting year to 86.9 billion yen.

(3) Explanations of Forecast of Consolidated Financial Results

The consolidated earnings forecast remains the same as the full-year forecast announced in “Consolidated Financial Results for the Six Months Ended September 30, 2015” on October 30, 2015.

We intend to pay 25% of net income attributable to owners of the parent after adjusting income tax deferred to our shareholders as dividends. According to our full-year consolidated earnings forecast, we expect to pay a year-end dividend of 119 yen per share.

2. Regarding Summary Information (Notes)

(1) Changes in the Scope of Consolidation

None

(2) Application of Special Accounting Treatment

None

(3) Changes in Accounting Policies and Estimates

None

3. Consolidated Financial Statements

(1) Consolidated Balance Sheets as of March 31, 2015 and as of December 31, 2015

(Millions of Yen)

Account	FY2014 As of March 31, 2015	FY2015 As of December 31, 2015
(Assets)		
Current assets		
Cash and time deposits	364,988	365,515
Notes and accounts receivable-trade	142,150	134,687
Flight equipment spare parts and supplies	19,754	20,367
Other	89,379	82,441
Allowance for doubtful accounts	(817)	(710)
Total current assets	615,455	602,301
Fixed assets		
Tangible fixed assets, net		
Flight equipment	491,295	543,525
Other tangible fixed assets	147,962	172,928
Total tangible fixed assets	639,258	716,453
Intangible fixed assets	63,174	75,270
Investments and other assets	155,466	151,747
Total fixed assets	857,899	943,471
Total assets	1,473,354	1,545,772
(Liabilities)		
Current liabilities		
Accounts payable-trade	144,846	143,120
Short-term borrowings	106	2,981
Current portion of long-term loans payable	7,807	8,336
Lease payable	25,123	14,856
Accounts payable-installment purchase	174	177
Reserve for loss from business of subsidiaries	3,889	3,889
Other	191,126	196,987
Total current liabilities	373,074	370,348
Non-current liabilities		
Long-term loans payable	43,809	40,060
Lease payable	22,548	12,582
Long-term accounts payable-installment purchase	1,025	892
Liability for retirement benefits	191,635	184,341
Reserve for loss on antitrust litigation	5,858	5,706
Other non-current liabilities	34,651	37,181
Total non-current liabilities	299,528	280,764
Total liabilities	672,603	651,113
(Net Assets)		
Shareholders' equity		
Common stock	181,352	181,352
Capital surplus	183,042	183,042
Retained earnings	421,137	527,122
Treasury stock	(538)	(538)
Total shareholders' equity	784,992	890,978
Accumulated other comprehensive income		
Net unrealized gains on other securities	24,334	20,311
Deferred gain (loss) on hedges	(15,612)	(26,519)
Foreign currency translation adjustments	(4,101)	(4,043)
Accumulated adjustments for retirement benefits	(13,136)	(12,146)
Total accumulated other comprehensive income	(8,516)	(22,398)
Non-controlling interests	24,275	26,079
Total net assets	800,751	894,659
Total liabilities and net assets	1,473,354	1,545,772

(2) Consolidated Statement of Income and Comprehensive Income

(Millions of Yen)

Account	Nine Months ended December 31, 2014	Nine Months ended December 31, 2015
Operating revenues	1,022,389	1,023,412
Cost of operating revenues	751,631	710,221
Gross operating profit	270,757	313,191
Selling, general and administrative expenses	132,505	143,174
Operating income	138,252	170,017
Non-operating income		
Interest income and dividend income	1,628	2,101
Gain on sales of flight equipment	3,079	3,720
Foreign exchange gains	2,570	-
Other	1,423	1,721
Total non-operating income	8,701	7,542
Non-operating expenses		
Interest expense	1,287	834
Loss on disposal of flight equipment	4,265	2,721
Foreign exchange losses	-	1,757
Share of loss of associates accounted for using the equity method	1,902	-
Other	2,035	1,769
Total non-operating expenses	9,490	7,083
Ordinary income	137,463	170,477
Extraordinary gains		
Settlement of facility restitution	-	2,201
Gain from compensation	846	1,172
Other	335	287
Total extraordinary gains	1,181	3,661
Extraordinary losses		
Loss on impairment of fixed assets	713	1,474
Lease penalties	658	-
Other	395	317
Total extraordinary losses	1,767	1,791
Income before income taxes and non-controlling interests	136,876	172,346
Income taxes	13,375	23,588
Net income	123,501	148,757
Breakdown		
Net income attributable to owners of the parent	119,684	143,685
Net income attributable to non-controlling interests	3,817	5,072
Other comprehensive income		
Net unrealized gains (losses) on other securities, net of taxes	8,187	(3,989)
Deferred gain (loss) on hedges, net of taxes	(19,545)	(10,816)
Foreign currency translation adjustments	759	51
Adjustments for retirement benefits	1,578	988
Share of other comprehensive income of associates accounted for using the equity method	199	(116)
Total other comprehensive income	(8,819)	(13,882)
Comprehensive income	114,682	134,875
Breakdown		
Comprehensive income attributable to owners of the parent	110,690	129,804
Comprehensive income attributable to non-controlling interests	3,391	5,071

(3) Consolidated Statement of Cash Flows - Summary

(Millions of Yen)

	Nine months ended December 31,2014	Nine months ended December 31,2015
I . Operating activities (※1)	184,443	223,999
II . Investing activities	(154,870)	(193,393)
III . Financing activities	(62,465)	(62,392)
IV . Cash and cash equivalents at end of period	123,576	86,950
※1 Depreciation and amortization	64,758	65,808

Relationship between the amount of accounts that are in the consolidated balance sheet and cash and cash equivalents

(Millions of Yen)

	FY2014 April 1, 2014 to December 31, 2014	FY2015 April 1, 2015 to December 31, 2015
Cash and time deposits	327,313	365,515
Time deposits with a maturity of more than three months	(203,737)	(278,565)
Cash and cash equivalents	123,576	86,950

(4)Notes of Consolidated Financial Statements

Going Concern Assumptions

None

Explanatory Note in case of Remarkable Changes in Shareholders' Equity

None

Segment Information, etc.

Segment information

a. Consolidated financial results for the Third quarter of FY2014 (April 1, 2014 to December 31, 2014)

1) Information concerning amount of operating revenue and profits or losses by reporting segment

(millions of yen)

	Reporting segment	Others (Note 1)	Total	Adjustment (Note 2)	Consolidated (Note 3)
	Air transportation				
Revenue					
1. Revenue from external customers	819,151	203,237	1,022,389	-	1,022,389
2. Intersegment revenue or transfer	90,804	24,913	115,718	(115,718)	-
Total	909,956	228,151	1,138,107	(115,718)	1,022,389
Segment profit	123,898	14,479	138,378	(125)	138,252

Note) 1. "Others" refer to business segments that are not included in the reporting segment, such as travel services, etc.

2. Adjustment includes intersegment elimination.

3. Segment profit has been adjusted with operating income on the Consolidated Statement of Income and Comprehensive Income.

b. Consolidated financial results for the Third quarter of FY2015 (April 1, 2015 to December 31, 2015)

1) Information concerning amount of operating revenue and profits or losses by reporting segment

(millions of yen)

	Reporting segment	Others (Note 1)	Total	Adjustment (Note 2)	Consolidated (Note 3)
	Air transportation				
Revenue					
1. Revenue from external customers	835,172	188,240	1,023,412	-	1,023,412
2. Intersegment revenue or transfer	88,057	21,423	109,480	(109,480)	-
Total	923,230	209,663	1,132,893	(109,480)	1,023,412
Segment profit	155,564	14,552	170,116	(99)	170,017

Note) 1. "Others" refer to business segments that are not included in the reporting segment, such as travel services, etc.

2. Adjustment includes intersegment elimination.

3. Segment profit has been adjusted with operating income on the Consolidated Statement of Income and Comprehensive Income.

Significant Subsequent Event

None