

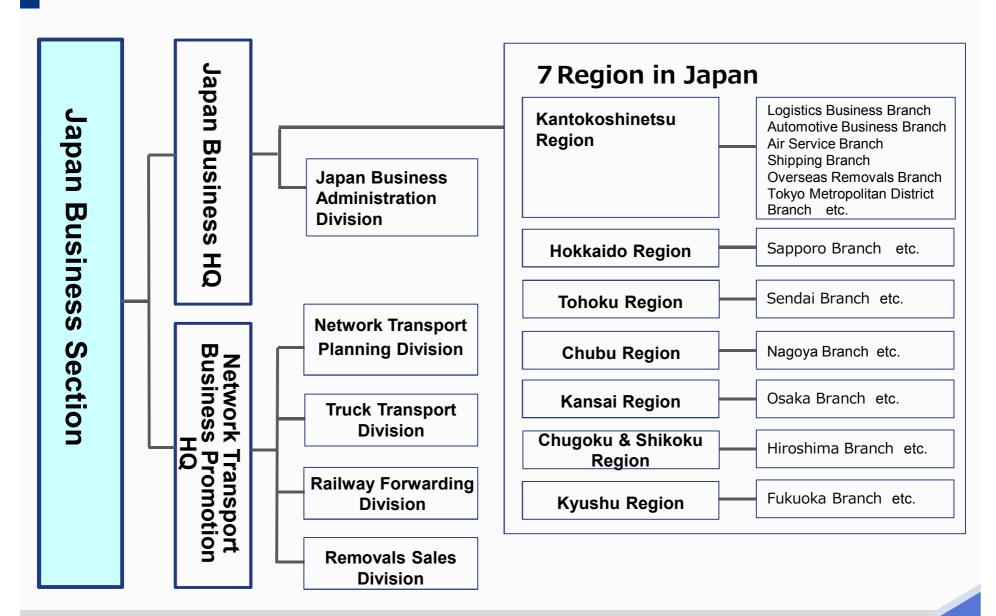
# **IR Meetings Materials**

Susumu Akita, Executive Vice President, COO and Representative Director

June 11, 2019 Nippon Express Co., Ltd.



## Organizational chart of Japan Business Section



### Measures for the "Strategy to enhance domestic businesses in Japan"



### **Measures**

- Further reorganization of Japanese domestic branches and appropriate allocation of personnel
- Automation and simplification of office work (2)
- (3)Labor-saving operations and automation
- Continuously revising service price (4)
- Strengthen moving business (5)
- Productivity improvements in Small-lot shipment business (6)
- Restructuring of Operation sub-agents (7)



# Further reorganization of Japanese domestic branches and Appropriate allocation of personnel

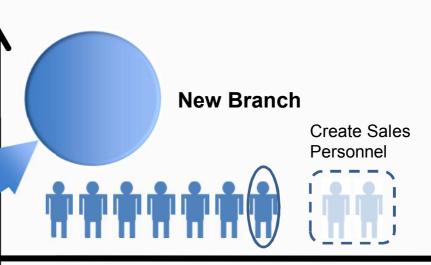




Average Monthly Sales

Staff in Branch Operations Support Department

Integration



Smaller branches

**Branch A** 

**###** 

**Branch C** 

**Branch B** 



Number of branch support staff

- (1) Integrate branches of a certain size or smaller
- (2) Assign the appropriate number of personnel to Support Department of the Branch (Enhance governance)
- (3) Create sales personnel through the integration

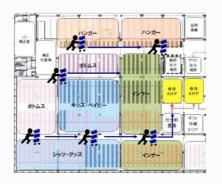
Reduce number of branches and enhance management system



# **Automation by Technology** and Simplification of any work

- Automation by Technology and Simplification of any work. Implement to the other branches.
- Consider from the level of semi-automation
- Promote RPA at the work site level

# Increase efficiencies by Labor





Automation by Technology





## **Strengthen Moving Business**

### **Increasing Moving Capabilities**

- Increase operation capabilities on weekends
- Adjust weekday orders
- Improve quality by standard manual













# We Find the Way NIPPON EXPRESS

# Improved Productivity of Small-lot shipment business

Sales Promotion the cargo which increase loading efficiency



Increase Service Price for large or unusual cargo size (Not palletized)



Selection and sorting of cargo style to improve profitability

Enhance collaboration throughout the Group companies





# Continuously Revising Service Price and Branch Operational Company Restructuring

#### **Restructuring of Operation sub-Agents**

- Adjust to work-style reforms (working hours, equal pay for equal work)
- Evaluate by each companies (Enhanced, integrate)

#### **Continuously Revising Service Price**

- Continued shortage of labor
- Focus on continued efforts to increase Service Price





The information contained in this document is not intended to solicit the purchase or sale of the Company's shares.

Views, forecasts, and other forward-looking statements contained in this document are based on the Company's assumptions, judgements and beliefs in light of the information currently available to it. Information is not guaranteed and is subject to change without prior notice.

Please note that neither the Company nor the providers of this information shall be liable for any damages resulting from the use of information contained in this document.