

# Summary of Financial Report for the Year Ended March 31, 2007 (Unaudited)

English translation from the original Japanese-language document

April 26, 2007

Company name	Central Japan Railway Company
Stock Exchange Listings	Tokyo, Osaka and Nagoya
Code Number	9022
URL	http://www.jr-central.co.jp
Representative	Masayuki Matsumoto, President and Representative Director
Contact Person	Katsumi Miyazawa, Director and General Manager of the Public Relations Department (Tel +81-52-564-2549)
Expected Date of the Annual Shareholders' Meeting	Unfixed
Expected Date of Payment of Dividends	Unfixed
Expected Date of Presentation of Financial Statement Reports	Unfixed

## 1. Results for the year ended March 31, 2007

(1) Consolidated financial results (Figures less than one million yen, except for per share amounts, have been rounded down.)

	Operating revenues		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Fiscal 2007	1,491,269	1.6	402,487	0.3	236,654	10.9	137,144	12.0
Fiscal 2006	1,467,650	4.1	403,754	16.1	213,462	49.9	122,437	27.4

	Earnings per share - basic	Earnings per share - diluted	Return on net worth	Ordinary income to total assets	Operating income to operating revenues
	Yen	Yen	%	%	%
Fiscal 2007	69,407.69	-	15.6	4.5	27.0
Fiscal 2006	54,560.69	-	13.4	4.0	27.5

- Note 1. Equity in earnings of affiliated companies: Fiscal 2007 228 million yen. Fiscal 2006 228 million yen.  
 2. Percentages for operating revenues, operating income, ordinary income and net income represent the change from the corresponding period of the previous year.

(2) Consolidated financial position (Figures less than one million yen, except for per share amounts, have been rounded down.)

	Total assets	Equity	Net worth ratio	Equity per share
	Millions of yen	Millions of yen	%	Yen
Fiscal 2007	5,164,581	804,412	15.3	400,896.57
Fiscal 2006	5,309,848	973,669	18.3	434,917.59

Note Net worth : Fiscal 2007 789,746 million yen. Fiscal 2006 - million yen.

(3) Consolidated cash flows (Figures less than one million yen have been rounded down.)

	Net cash provided by operating activities	Net cash used in investing activities	Net cash used in financing activities	Cash and cash equivalents at the end of the period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Fiscal 2007	427,062	218,395	345,430	36,783
Fiscal 2006	477,901	119,641	264,023	172,723

## 2. Cash dividends

Basis	Cash dividends per share			Total dividends (Fiscal)	Payout ratio (Consolidated)	Dividends on equity ratio(Consolidated)
	Interim	Year-end	Total			
	yen	yen	yen	Millions of yen	%	%
Fiscal 2006	3,000.00	3,500.00	6,500.00	14,560	11.9	1.6
Fiscal 2007	3,500.00	4,000.00	7,500.00	14,787	10.8	1.8
Fiscal 2008 (Forecast)	4,000.00	4,000.00	8,000.00		11.8	

## 3. Consolidated forecast for Fiscal 2008 (Year ending March 31, 2008)

	Operating revenues		Operating income		Ordinary income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%
Fiscal 2008 semi-annual	734,000	0.1	226,000	4.8	156,000	10.7
Fiscal 2008	1,494,000	0.2	376,000	6.6	228,000	3.7

	Net income		Earnings per share - basic	
	Millions of yen	%	Yen	
Fiscal 2008 semi-annual	91,000	9.2	46,194.04	
Fiscal 2008	133,000	3.0	67,514.37	

Note Percentages for operating revenues, operating income, ordinary income and net income represent the change from the corresponding period of the previous year.

#### 4. Others

(1) Changes in the number of consolidated subsidiaries : none

(2) Changes in accounting method, procedures and method of disclosure in preparation of consolidated financial statements  
 Changes due to accounting pronouncement: changed  
 Others: none

(3) Number of shares outstanding at the end of each period  
 Number of issued and outstanding at the end of each period (Including treasury stocks)  
 Fiscal 2007 2,240,000 shares. Fiscal 2006 2,240,000 shares.  
 Number of treasury stocks at the end of period  
 Fiscal 2007 270,049 shares. Fiscal 2006 2,018 shares.

(Reference) Summary of Non-Consolidated Financial Report for the Year Ended March 31, 2007

##### 1. Results for the year ended March 31, 2007

(1) Non-Consolidated financial results (Figures less than one million yen, except for per share amounts, have been rounded down.)

	Operating revenues		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Fiscal 2007	1,212,314	1.1	380,823	0.8	216,730	10.9	130,141	12.1
Fiscal 2006	1,199,616	4.4	383,753	15.9	195,383	52.7	116,080	28.1

	Earnings per share - basic		Earnings per share - diluted	
	Yen	Yen	Yen	Yen
Fiscal 2007	65,794.51	-	-	-
Fiscal 2006	51,673.80	-	-	-

Note Percentages for operating revenues, operating income, ordinary income and net income represent the change from the corresponding period of the previous year.

(2) Non-consolidated financial position (Figures less than one million yen, except for per share amounts, have been rounded down.)

	Total assets	Equity	Net worth ratio	Equity per share
	Millions of yen	Millions of yen	%	Yen
Fiscal 2007	5,003,499	762,381	15.2	386,598.00
Fiscal 2006	5,156,062	953,256	18.5	425,413.20

(Reference) Net worth : Fiscal 2007 762,381 million yen. Fiscal 2006 - million yen.

##### 2. Non-consolidated forecast for Fiscal 2008 (Year ending March 31, 2008)

	Operating revenues		Operating income		Ordinary income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%
Fiscal 2008 semi-annual	603,000	0.0	219,000	5.9	150,000	13.2
Fiscal 2008	1,216,000	0.3	357,000	6.3	211,000	2.6

	Net income		Earnings per share - basic	
	Millions of yen	%	Yen	Yen
Fiscal 2008 semi-annual	90,000	13.6	45,638.32	
Fiscal 2008	127,000	2.4	64,400.74	

Note 1. Percentages for operating revenues, operating income, ordinary income and net income represent the change from the corresponding period of the previous year.

2. The above forward-looking statements in this report are based on estimates, assumptions that reflect information available as of the day of release of this report. The accuracy of forecasts above, therefore, is inherently uncertain because it is affected by future economic trends and environment.

## CONSOLIDATED BALANCE SHEETS (unaudited)

(Figures less than one million yen have been rounded down)

	Millions of yen		
	As of March 31, 2006	As of March 31, 2007	Increase (Decrease)
<b>ASSETS</b>			
<b>Current assets:</b>			
Cash and time deposit	70,430	32,921	37,508
Trade notes receivables	22,947	24,822	1,874
Railway fares receivables	16,081	34,278	18,197
Land and buildings held for sale	4,225	3,390	834
Inventories	12,300	14,811	2,511
Deferred tax assets	22,009	20,918	1,090
Short-term loan receivables	101,635	7,366	94,268
Other current assets	27,188	35,062	7,874
Allowance for doubtful accounts	19	7	11
Total current assets	276,798	173,565	103,232
<b>Fixed assets:</b>			
<b>Property and equipment</b>			
Buildings and structures	2,093,704	1,978,433	115,270
Machinery, rolling stock and vehicles	203,410	207,986	4,576
Land	2,344,445	2,343,449	996
Construction in progress	93,547	120,114	26,566
Other property and equipment	30,866	46,028	15,162
Total property and equipment	4,765,973	4,696,012	69,961
Intangible fixed assets	14,308	11,741	2,567
<b>Investments and other assets</b>			
Investment securities	91,882	117,747	25,864
Deferred tax assets	149,179	152,237	3,058
Other investments and other assets	11,906	13,470	1,563
Allowance for doubtful accounts	200	193	7
Total investments and other assets	252,768	283,262	30,493
Total fixed assets	5,033,050	4,991,015	42,034
<b>Total assets</b>	<b>5,309,848</b>	<b>5,164,581</b>	<b>145,267</b>

## CONSOLIDATED BALANCE SHEETS (unaudited)

(Figures less than one million yen have been rounded down)

	Millions of yen		
	As of March 31, 2006	As of March 31, 2007	Increase (Decrease)
<b>LIABILITIES</b>			
Current liabilities:			
Trade notes payables	49,790	60,792	11,001
Short-term bonds	-	44,999	44,999
Short-term borrowings	14,987	19,525	4,537
Current portion of long-term debt	116,892	113,382	3,509
Current portion of long-term payables	186,336	116,697	69,638
Accounts payables	95,017	112,988	17,971
Accrued consumption taxes	8,703	6,969	1,734
Accrued income taxes	64,085	50,442	13,643
Advances received	78,175	77,408	767
Deposits	13,413	13,794	381
Accrued bonuses	22,507	24,148	1,641
Other current liabilities	17,076	17,201	125
Total current liabilities	666,988	658,351	8,636
Long-term liabilities:			
Bonds	415,000	564,952	149,952
Long-term debt	557,484	616,185	58,701
Long-term payables	2,269,879	2,087,373	182,505
Allowance for large scale renovation of the Shinkansen infrastructure	116,666	150,000	33,333
Liabilities for employees' retirement benefits	224,106	214,613	9,492
Other long-term liabilities	70,930	68,693	2,237
Total long-term liabilities	3,654,066	3,701,817	47,750
Total liabilities	4,321,054	4,360,169	39,114

## CONSOLIDATED BALANCE SHEETS (unaudited)

(Figures less than one million yen have been rounded down)

	Millions of yen		
	As of March 31, 2006	As of March 31, 2007	Increase (Decrease)
Minority interests			
Minority interests	15,124	-	-
Shareholders' equity			
Common stock	112,000	-	-
Capital surplus	53,500	-	-
Retained earnings	783,703	-	-
Unrealized gain on available-for-sale securities	25,420	-	-
Treasury stock	954	-	-
Total shareholders' equity	973,669	-	-
Total liabilities, minority interests and shareholders' equity	5,309,848	-	-
Equity			
Shareholders' equity			
Common stock	-	112,000	-
Capital surplus	-	53,588	-
Retained earnings	-	905,776	-
Treasury stock	-	309,151	-
Total shareholders' equity	-	762,213	-
Valuation and translation adjustments			
Unrealized gain on available-for-sale securities	-	27,532	-
Total valuation and translation adjustments	-	27,532	-
Minority interests	-	14,665	-
Total equity	-	804,412	-
Total liabilities and equity	-	5,164,581	-

## CONSOLIDATED STATEMENTS OF INCOME (unaudited)

(Figures less than one million yen have been rounded down)

	Millions of yen		
	For the year ended March 31, 2006	For the year ended March 31, 2007	Increase (Decrease)
Operating revenues	1,467,650	1,491,269	23,619
Operating expenses:	1,063,895	1,088,782	24,886
Transportation, other services and cost of sales	904,713	922,109	17,396
Selling, general and administrative expenses	159,181	166,672	7,490
Operating income	403,754	402,487	1,267
Nonoperating revenues:	6,745	9,979	3,233
Interest income	54	203	149
Dividend income	504	670	166
Equity in earnings of affiliates	228	228	0
Insurance proceeds from group term insurance and others	3,587	5,986	2,398
Other	2,370	2,888	518
Nonoperating expenses:	197,037	175,812	21,224
Interest expense	25,937	28,867	2,930
Interest on long-term payables	135,154	121,525	13,628
Loss on debt assumption	33,507	23,465	10,042
Other	2,438	1,954	483
Ordinary income	213,462	236,654	23,191
Extraordinary gains:	4,158	19,173	15,014
Contributions for the construction of railway facilities received	3,140	15,017	11,877
Gain on sales of property and equipment	457	3,393	2,935
Gain on sales of investment securities	6	-	6
Other	554	762	208
Extraordinary losses:	11,059	22,786	11,726
Advanced depreciation for construction grants	3,007	16,772	13,764
Loss on disposals of property and equipment	3,595	3,711	116
Loss from sales of fixed assets	1,251	147	1,104
Impairment loss on fixed assets	2,450	1,276	1,174
Other	755	878	123
Income before income taxes and minority interests	206,561	233,040	26,479
Income taxes-current	97,809	97,823	14
Income taxes-deferred	15,312	3,344	11,967
Minority interests in earnings of consolidated subsidiaries	1,627	1,417	210
Net income	122,437	137,144	14,707

## CONSOLIDATED STATEMENT OF RETAINED EARNINGS (unaudited)

(Figures less than one million yen have been rounded down)

	Millions of yen
	For the year ended March 31, 2006
<b>Capital surplus</b>	
Capital surplus at beginning of period	53,500
Capital surplus at end of period	53,500
<b>Retained earnings</b>	
Retained earnings at beginning of period	674,990
Increase in retained earnings	122,437
Net income	122,437
Appropriations of retained earnings	13,724
Cash dividends	13,440
Directors' bonuses	284
(Including corporate auditors' bonuses )	( 27 )
Retained earnings at end of period	783,703

## CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY (unaudited)

Fiscal 2007 (For the year ended March 31, 2007)

(Figures less than one million yen have been rounded down)

	Millions of yen							
	Shareholders' equity					Valuation and translation adjustments	Minority interests	Total equity
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity	Unrealized gain on available-for-sale securities		
As of March 31, 2006	112,000	53,500	783,703	954	948,248	25,420	15,124	988,793
Increase(Decrease) during the year ended March 31, 2007								
Cash dividends			14,739		14,739			14,739
Directors' bonuses			331		331			331
Net income			137,144		137,144			137,144
Repurchase of treasury stock				308,988	308,988			308,988
Disposal of treasury stock		88		819	908			908
Decrease in equity of affiliates accounted for under the equity method				27	27			27
Increase(Decrease) from the previous year, net						2,112	459	1,653
Total increase(decrease) during the year ended March 31, 2007	-	88	122,073	308,196	186,034	2,112	459	184,381
As of March 31, 2007	112,000	53,588	905,776	309,151	762,213	27,532	14,665	804,412



## CONSOLIDATED STATEMENT OF CASH FLOWS (unaudited)

(Figures less than one million yen have been rounded down)

	Millions of yen		
	For the year ended March 31, 2006	For the year ended March 31, 2007	Increase (Decrease)
<b>Operating activities</b>			
Income before income taxes and minority interests	206,561	233,040	26,479
Depreciation and amortization	234,854	215,225	19,628
Impairment loss on fixed assets	2,450	1,276	1,174
Increase in allowance for large scale renovation of the Shinkansen infrastructure	33,333	33,333	-
Decrease in provision for employees' retirement benefits	4,945	9,656	4,710
Interest and dividend income	558	874	315
Interest expense	161,091	150,393	10,698
Equity in earnings of affiliates	228	228	0
Contributions for the construction of railway facilities received	3,140	15,017	11,877
Gain on sales of investment securities	6	-	6
Loss on disposals of property and equipment	23,512	56,740	33,228
Loss on sales of property and equipment	1,251	147	1,104
Increase in trade receivables	2,758	19,733	16,975
Increase in inventories	213	845	631
Increase in trade payables	5,708	10,810	5,102
Increase in payables	12,153	9,779	2,373
Increase in advances received	755	481	273
Other-net	47,883	23,133	24,749
Sub-total	717,705	688,007	29,697
Interest and dividend received	584	899	315
Interest paid	163,200	150,785	12,415
Income taxes-paid	77,186	111,059	33,872
Net cash provided by operating activities	477,901	427,062	50,839
<b>Investing activities</b>			
Purchases of property and equipment	126,656	201,648	74,992
Receipts of contributions for the construction of railway facilities	11,029	13,768	2,738
Purchases of intangible fixed assets	1,440	1,909	468
Purchases of investment securities	4,148	22,003	17,855
Proceeds from sales of investment securities	111	11	99
Other-net	1,462	6,613	8,076
Net cash used in investing activities	119,641	218,395	98,754
<b>Financing activities</b>			
Increase in short-term borrowings	1,266	4,537	3,271
Increase in short-term bonds	-	44,999	44,999
Proceeds from long-term debt	90,000	171,900	81,900
Repayments of long-term debt	98,129	116,932	18,803
Proceeds from issuance of bonds	80,000	149,951	69,951
Repayments of long-term payables	289,893	252,144	37,749
Repurchases of treasury stock	-	308,988	308,988
Cash dividends paid	13,440	14,739	1,299
Payment of cash dividends to minority interests	12	11	0
Other-net	33,815	24,001	9,814
Net cash used in financing activities	264,023	345,430	81,406
Net increase (decrease) in cash and cash equivalents	94,236	136,763	231,000
Cash and cash equivalents, beginning of the period	78,486	172,723	94,236
Cash and cash equivalents increased by merger of a consolidated subsidiary with an unconsolidated subsidiary	-	824	824
Cash and cash equivalents, end of the period	172,723	36,783	135,939

## SEGMENT INFORMATION

### 1. Industrial Segment Information

Fiscal 2006 (For the year ended March 31, 2006)

(Figures less than one million yen have been rounded down)

	Millions of Yen						
	Transportation	Merchandise and Other	Real Estate	Other Services	Total	Eliminations or Corporate	Consolidated
Operating revenues:							
Outside customers	1,187,944	183,103	38,046	58,556	1,467,650	-	1,467,650
Inter company	11,857	7,603	20,186	86,518	126,165	(126,165)	-
Total	1,199,802	190,706	58,232	145,074	1,593,815	(126,165)	1,467,650
Operating expenses	819,819	183,197	45,766	141,117	1,189,900	(126,005)	1,063,895
Operating income	379,983	7,509	12,466	3,956	403,915	(160)	403,754
Assets, depreciation and amortization and impairment loss on fixed assets and capital expenditures:							
Assets	4,956,400	65,723	293,191	93,203	5,398,518	(88,670)	5,309,848
Depreciation and amortization	219,799	2,519	10,644	1,891	234,854	-	234,854
Impairment loss on fixed assets	2,450	-	-	-	2,450	-	2,450
Capital expenditures	112,319	2,845	14,731	2,527	132,423	-	132,423

Fiscal 2007 (For the year ended March 31, 2007)

(Figures less than one million yen have been rounded down)

	Millions of Yen						
	Transportation	Merchandise and Other	Real Estate	Other Services	Total	Eliminations or Corporate	Consolidated
Operating revenues:							
Outside customers	1,200,353	187,197	41,895	61,823	1,491,269	-	1,491,269
Inter company	11,714	8,643	20,703	97,670	138,732	(138,732)	-
Total	1,212,067	195,840	62,599	159,494	1,630,002	(138,732)	1,491,269
Operating expenses	834,527	188,278	48,857	155,294	1,226,957	(138,175)	1,088,782
Operating income	377,539	7,562	13,741	4,200	403,044	(556)	402,487
Assets, depreciation and amortization and impairment loss on fixed assets and capital expenditures:							
Assets	4,875,275	71,308	287,667	109,370	5,343,621	(179,040)	5,164,581
Depreciation and amortization	199,661	2,875	10,651	2,036	215,225	-	215,225
Impairment loss on fixed assets	-	24	1,252	-	1,276	-	1,276
Capital expenditures	182,517	7,485	21,429	2,494	213,927	-	213,927

#### Notes 1. Method of segmentation by industry

Considering the Japan Standard Industry Classification, the Company classified industry segments in order to clearly illustrate its diversification of managements.

#### 2. Main activities of each business segment

Transportation: railway, bus

Merchandise and other: department store, wholesale, retail sales, food service

Real estate: real estate rental business

Other services: hotel, travel, advertising, construction and other business

#### 3. The principal all-company assets included within the elimination or corporate item are parent company's surplus funds (short-term loan receivables) and long-term funds (investment securities).

Fiscal 2006: 159,703 million yen

Fiscal 2007: 86,240 million yen

### 2. Geographic Segment Information

As the group has not operated abroad during fiscal 2006 and 2007, this item was not required to be disclosed.

### 3. Overseas Sales

As there were no overseas sales in fiscal 2006 and 2007, this item was not required to be disclosed.