

Summary of Consolidated Financial Report for the Six Months Ended September 30, 2011 [under Japanese GAAP] (Unaudited)

English translation from the original Japanese-language document

October 31, 2011

Company Name	Central Japan Railway Company
Stock Exchange Listings	Tokyo, Osaka and Nagoya
Code Number	9022
URL	http://ir-central.co.jp
Representative	Yoshiomi Yamada, President and Representative Director
Contact Person	Katsumi Miyazawa, Executive Director and General Manager of the Public Relations Department (Tel +81-52-564-2549)
Expected Date of Presentation of Quarterly Financial Statement Reports	November 9, 2011
Expected Date of Payment of Dividends	December 1, 2011
Supplementary Information	attached on the original Japanese-language document
Briefing of Financial Results of 2nd Quarter	held

1. Results for the six months ended September 30, 2011

(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 2012 2nd Quarter	722,402	△ 3.5	195,615	△ 1.9	138,767	△ 4.2	83,172	△ 5.7
Fiscal 2011 2nd Quarter	748,287	2.4	199,383	13.0	144,840	22.6	88,200	26.6

Note Comprehensive income : Fiscal 2012 2nd Quarter 80,378 million yen (△ 1.5%). Fiscal 2011 2nd Quarter 81,632 million yen (- %).

	Income per share - basic	Income per share - diluted
	Yen	Yen
Fiscal 2012 2nd Quarter	42,262.78	-
Fiscal 2011 2nd Quarter	44,815.57	-

Note Percentages for operating revenues, operating income, ordinary income and net income represent the change from the corresponding six-months 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
	Millions of yen	Millions of yen	%
Fiscal 2012 2nd Quarter	5,206,944	1,316,669	24.5
Fiscal 2011	5,252,993	1,246,154	23.0

Reference Net worth : Fiscal 2012 2nd Quarter 1,277,178 million yen. Fiscal 2011 1,206,645 million yen.

2. Cash dividends

	Cash dividends per share				
	1st Quarter	2nd Quarter	3rd Quarter	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal 2011	-	4,500.00	-	4,500.00	9,000.00
Fiscal 2012	-	4,500.00	-	-	-
Fiscal 2012 (Forecast)	-	-	-	4,500.00	9,000.00

Note Changes in the forecast of cash dividends for Fiscal 2012 : none

3. Consolidated forecast for Fiscal 2012 (Year ending March 31, 2012)

	Operating revenues		Operating income		Ordinary income		Net income		Income per share - basic
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Fiscal 2012	1,490,000	△ 0.9	344,000	△ 1.5	238,000	4.1	142,000	6.1	72,154.69

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. Changes in the consolidated forecast for Fiscal 2012 : changed

4. Others

(1) Changes in scope of significant consolidated subsidiaries : none

(2) Adoption of simplified accounting methods or accounting methods used specifically for quarterly consolidated financial statements : adopted
(Tax expense is calculated using estimated effective tax rate.)

(3) Changes in accounting policies, changes in accounting estimates and restatement

① Changes in accounting policies due to accounting pronouncement : none

② Other changes in accounting policies : none

③ Changes in accounting estimates : none

④ Restatement : none

(4) Number of common shares outstanding at the end of each period

① Number of shares issued and outstanding at the end of each period
(Including treasury stocks)

② Number of treasury stocks at the end of each period

③ Average number of shares outstanding for the period

Fiscal 2012 2nd Quarter	2,150,000 shares	Fiscal 2011	2,150,000 shares
Fiscal 2012 2nd Quarter	182,006 shares	Fiscal 2011	182,006 shares
Fiscal 2012 2nd Quarter	1,967,994 shares	Fiscal 2011 2nd Quarter	1,968,069 shares

(Reference) Non-Consolidated forecast for Fiscal 2012 (Year ending March 31, 2012)

	Operating revenues		Operating income		Ordinary income		Net income		Income per share - basic
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Fiscal 2012	1,170,000	△ 0.2	321,000	△ 1.4	218,000	5.0	132,000	7.3	67,004.74

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

2. Changes in the non-consolidated forecast for Fiscal 2012 : changed

Note 1. This consolidated financial information is not subject to quarterly review in accordance with the Japanese Financial Instruments and Exchange Act.
Quarterly review procedures on the consolidated financial statements for the six-months period ended September 30, 2011 have not been completed at the time of disclosure of this consolidated financial information.

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.
The above forecast has been changed from previous forecast at July 27, 2011.

QUARTERLY CONSOLIDATED BALANCE SHEETS (Unaudited)

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

	Millions of yen	
	As of March 31, 2011	As of September 30, 2011
ASSETS		
Current assets:		
Cash and deposit	113,468	78,832
Notes and accounts receivable-trade	43,193	39,207
Railway fares receivables	21,956	25,944
Inventories	26,461	33,496
Deferred tax assets	24,285	24,118
Other	79,545	72,032
Allowance for doubtful accounts	△ 90	△ 63
Total current assets	308,819	273,567
Noncurrent assets:		
Property, plant and equipment		
Buildings and structures, net	1,713,797	1,668,484
Machinery, rolling stock and vehicles, net	305,541	303,215
Land	2,363,882	2,363,870
Construction in progress	191,189	239,055
Other, net	39,834	34,174
Total property, plant and equipment	4,614,246	4,608,800
Intangible assets	19,651	22,001
Investments and other assets		
Investment securities	102,292	93,311
Deferred tax assets	191,157	193,196
Other	16,970	16,209
Allowance for doubtful accounts	△ 143	△ 141
Total investments and other assets	310,276	302,575
Total noncurrent assets	4,944,173	4,933,377
Total assets	5,252,993	5,206,944

QUARTERLY CONSOLIDATED BALANCE SHEETS (Unaudited)

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

	Millions of yen	
	As of March 31, 2011	As of September 30, 2011
LIABILITIES		
Current liabilities:		
Notes and accounts payable-trade	60,807	48,505
Short-term loans payable	24,697	25,359
Current portion of bonds payable	-	34,500
Current portion of long-term loans payable	129,413	115,190
Current portion of long-term accounts payable-railway facilities	110,009	112,296
Income taxes payable	61,248	56,378
Provision for bonuses	25,942	26,416
Other	211,705	173,777
Total current liabilities	623,824	592,425
Noncurrent liabilities:		
Bonds payable	1,103,583	1,060,088
Long-term loans payable	525,239	526,295
Long-term accounts payable-railway facilities	1,177,065	1,120,331
Provision for large scale renovation of the Shinkansen infrastructure	283,333	300,000
Provision for retirement benefits	204,441	205,278
Other	89,351	85,854
Total noncurrent liabilities	3,383,014	3,297,849
Total liabilities	4,006,839	3,890,274
EQUITY		
Shareholders' equity:		
Common stock	112,000	112,000
Capital surplus	53,500	53,500
Retained earnings	1,242,335	1,316,643
Treasury stock	△ 205,367	△ 205,367
Total shareholders' equity	1,202,468	1,276,776
Accumulated other comprehensive income		
Unrealized gain on available-for-sale securities	4,178	438
Deferred gain (loss) on hedges	△ 1	△ 36
Total accumulated other comprehensive income	4,177	401
Minority interests	39,509	39,491
Total equity	1,246,154	1,316,669
Total liabilities and equity	5,252,993	5,206,944

QUARTERLY CONSOLIDATED STATEMENTS OF INCOME (Unaudited)

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

	Millions of yen	
	For the six months ended September 30, 2010	For the six months ended September 30, 2011
Operating revenues	748,287	722,402
Operating expenses:		
Transportation, other services and cost of sales	470,066	449,711
Selling, general and administrative expenses	78,837	77,075
Total operating expenses	548,903	526,786
Operating income	199,383	195,615
Non-operating income:		
Interest income	117	80
Dividends income	966	1,040
Insurance income	120	107
Other	1,865	1,583
Total non-operating income	3,069	2,811
Non-operating expenses:		
Interest expense	18,259	17,800
Interest on long-term accounts payable-railway facilities	37,110	32,872
Other	2,242	8,987
Total non-operating expenses	57,613	59,659
Ordinary income	144,840	138,767
Extraordinary gain:		
Contribution for construction	163	885
Gain on negative goodwill	-	632
Other	66	449
Total extraordinary gain	230	1,966
Extraordinary loss:		
Loss on reduction of noncurrent assets	168	877
Loss on retirement of noncurrent assets	572	577
Other	215	220
Total extraordinary loss	957	1,676
Income before income taxes and minority interests	144,112	139,057
Income taxes	55,245	54,970
Net Income before minority interests	88,867	84,087
Minority interests in net income	667	914
Net income	88,200	83,172

QUARTERLY CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (Unaudited)

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

	Millions of yen	
	For the six months ended September 30, 2010	For the six months ended September 30, 2011
Net income before minority interests	88,867	84,087
Other comprehensive income:		
Unrealized loss on available-for-sale securities	△ 7,202	△ 3,635
Deferred gain (loss) on hedges	△ 3	△ 69
Share of other comprehensive income in affiliates	△ 29	△ 4
Total other comprehensive income	<u>△ 7,234</u>	<u>△ 3,708</u>
Comprehensive income	<u>81,632</u>	<u>80,378</u>
(breakdown)		
Total comprehensive income attributable to		
Owners of the parent	81,077	79,397
Minority interest	<u>555</u>	<u>980</u>

QUARTERLY CONSOLIDATED STATEMENTS OF CASH FLOWS (Unaudited)

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

	Millions of yen	
	For the six months ended September 30, 2010	For the six months ended September 30, 2011
Net cash provided by operating activities		
Income before income taxes and minority interests	144,112	139,057
Depreciation and amortization	125,538	122,931
Increase (decrease) in provision for large scale renovation of the Shinkansen infrastructure	16,666	16,666
Increase (decrease) in provision for retirement benefits	451	837
Interest and dividends income	△ 1,084	△ 1,120
Interest expense	55,370	50,672
Proceeds from contribution for construction	△ 163	△ 885
Loss on reduction of noncurrent assets	168	877
Loss on retirement of noncurrent assets	5,626	4,035
Decrease (increase) in trade receivables	8,871	56
Decrease (increase) in inventories	3,643	△ 6,745
Increase (decrease) in trade payables	△ 17,705	△ 12,301
Other	△ 1,785	△ 6,767
Subtotal	<u>339,711</u>	<u>307,314</u>
Interest and dividends income received	1,072	1,109
Interest expense paid	△ 56,247	△ 51,061
Income taxes paid	△ 27,634	△ 60,065
Net cash provided by operating activities	<u>256,901</u>	<u>197,297</u>
Net cash used in investing activities		
Placement of time deposits	△ 25,001	△ 40,000
Withdrawal from time deposits	-	45,000
Purchases of marketable securities	△ 40,000	△ 40,000
Purchases of property, plant and equipment	△ 124,538	△ 147,190
Proceeds from contribution for construction	5,126	2,057
Purchases of intangible assets	△ 3,378	△ 4,001
Other	△ 149	2,312
Net cash used in investing activities	<u>△ 187,940</u>	<u>△ 181,823</u>
Net cash used in financing activities		
Net increase (decrease) in short-term loans payable	521	662
Proceeds from long-term loans payable	27,100	48,600
Repayment of long-term loans payable	△ 65,750	△ 61,766
Proceeds from issuance of bonds	65,000	20,000
Redemption of bonds	-	△ 29,000
Payments for long-term accounts payable-railway facilities	△ 55,287	△ 54,446
Cash dividends paid	△ 8,885	△ 8,865
Cash dividends paid to minority shareholders	△ 177	△ 257
Other	△ 3,477	△ 5,116
Net cash used in financing activities	<u>△ 40,955</u>	<u>△ 90,190</u>
Net increase (decrease) in cash and cash equivalents	<u>28,005</u>	<u>△ 74,716</u>
Cash and cash equivalents, beginning of period	<u>79,708</u>	<u>115,521</u>
Cash and cash equivalents, end of period	<u>107,713</u>	<u>40,805</u>

SEGMENT INFORMATION (Unaudited)

I Fiscal 2011 2nd Quarter (For the six months ended September 30, 2010)

Information about operating revenues and profit

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

	Millions of yen						
	Transportation	Merchandise and Other	Real Estate	Other	Total	Reconciliations	Consolidated
Operating revenues :							
External customers	581,380	91,467	20,873	54,567	748,287	—	748,287
Intersegment transactions or transfers	5,952	3,483	12,810	50,882	73,129	△ 73,129	—
Total	587,332	94,950	33,684	105,450	821,417	△ 73,129	748,287
Segment profit	190,350	2,389	5,774	2,861	201,377	△ 1,993	199,383

Note 1. Other includes business in hotel, travel, advertising, rolling stock production and construction which are not included in reporting segments.

2. The reconciliations amount of △1,993 million yen for segment profit is the elimination of intersegment transactions.

3. Segment profit is reconciled to operating income in the quarterly consolidated statements of income.

II Fiscal 2012 2nd Quarter (For the six months ended September 30, 2011)

Information about operating revenues and profit

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

	Millions of yen						
	Transportation	Merchandise and Other	Real Estate	Other	Total	Reconciliations	Consolidated
Operating revenues :							
External customers	564,898	94,207	18,407	44,889	722,402	—	722,402
Intersegment transactions or transfers	5,651	3,876	12,555	49,759	71,841	△ 71,841	—
Total	570,549	98,083	30,962	94,648	794,244	△ 71,841	722,402
Segment profit	184,460	2,309	7,101	3,282	197,153	△ 1,538	195,615

Note 1. Other includes business in hotel, travel, advertising, rolling stock production and construction which are not included in reporting segments.

2. The reconciliations amount of △1,538 million yen for segment profit is the elimination of intersegment transactions.

3. Segment profit is reconciled to operating income in the quarterly consolidated statements of income.