

Summary of Consolidated Financial Report for the Six Months Ended September 30, 2012 [under Japanese GAAP] (Unaudited)

English translation from the original Japanese-language document

October 29, 2012

Company Name	Central Japan Railway Company
Stock Exchange Listings	Tokyo, Osaka and Nagoya
Code Number	9022
URL	http://jr-central.co.jp
Representative	Yoshiomi Yamada, President and Representative Director
Contact Person	Ryo Ejiri, General Manager of the Public Relations Department (Tel +81-52-564-2549)
Expected Date of Presentation of Quarterly Financial Statement Reports	November 7, 2012
Expected Date of Payment of Dividends	December 3, 2012
Supplementary Information	attached
Briefing of Financial Results of 2nd Quarter	held

1. Results for the six months ended September 30, 2012
(1) Consolidated financial results (Figures less than one million yen, except for per share information, 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 2013 2nd Quarter	789,813	9.3	243,673	24.6	184,773	33.2	114,242	37.4
Fiscal 2012 2nd Quarter	722,402	△ 3.5	195,615	△ 1.9	138,767	△ 4.2	83,172	△ 5.7

Note 1. Comprehensive income : Fiscal 2013 2nd Quarter 111,056 million yen (38.2%). Fiscal 2012 2nd Quarter 80,378 million yen (△1.5%).
 2. Percentages for operating revenues, operating income, ordinary income and net income represent the change from the corresponding six-months periods of the previous year.

	Income per share - basic	Income per share - diluted
	Yen	Yen
Fiscal 2013 2nd Quarter	580.50	-
Fiscal 2012 2nd Quarter	422.63	-

Note We determined to split one common share to 100 shares and implement the share unit system, by which 100 shares turn to a share unit, effective as of October 1, 2012. Accordingly, we represent income per share - basic as if the shares split as of April 1, 2011.

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

	Total assets	Equity	Net worth ratio
	Millions of yen	Millions of yen	%
Fiscal 2013 2nd Quarter	5,167,026	1,463,099	27.5
Fiscal 2012	5,214,038	1,363,251	25.3

Reference Net worth : Fiscal 2013 2nd Quarter 1,421,811 million yen. Fiscal 2012 1,321,654 million yen.

2. Cash dividends

	Cash dividends per share				
	1st Quarter	2nd Quarter	3rd Quarter	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal 2012	-	4,500.00	-	5,000.00	9,500.00
Fiscal 2013	-	5,000.00			
Fiscal 2013 (Forecast)			-	50.00	-

Note 1. Changes in the forecast of cash dividends for Fiscal 2013: none
 2. We determined to split one common share to 100 shares and implement the share unit system, by which 100 shares turn to a share unit, effective as of October 1, 2012. As for cash dividends per share before Fiscal 2013 2nd Quarter, we represent without reflecting the stock split.

3. Consolidated forecast for Fiscal 2013 (Year ending March 31, 2013)

	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 2013	1,580,000	4.8	407,000	9.3	306,000	16.0	187,000	40.8	950.21

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 2013: changed
 3. We determined to split one common share to 100 shares and implement the share unit system, by which 100 shares turn to a share unit, effective as of October 1, 2012. Accordingly, we represent income per share - basic reflecting the stock split.

※Note

- (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
 (3)Changes in accounting policies, changes in accounting estimates and error corrections
 ①Changes in accounting policies due to revision of accounting standard : changed
 ②Other changes in accounting policies : none
 ③Changes in accounting estimates : changed
 ④Error corrections : none

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

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

Fiscal 2013 2nd Quarter	206,000,000 shares	Fiscal 2012	215,000,000 shares
Fiscal 2013 2nd Quarter	9,200,620 shares	Fiscal 2012	18,200,620 shares
Fiscal 2013 2nd Quarter	196,799,380 shares	Fiscal 2012 2nd Quarter	196,799,380 shares

②Number of treasury stocks at the end of each period

③Average number of shares outstanding for the period

Note We determined to split one common share to 100 shares and implement the share unit system, by which 100 shares turn to a share unit, effective as of October 1, 2012. Accordingly, we represent number of common shares outstanding as if the shares split as of April 1, 2011.

(Reference) Non-Consolidated forecast for Fiscal 2013 (Year ending March 31, 2013)

	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 2013	1,230,000	3.8	380,000	10.0	281,000	17.2	177,000	46.5	898.47

- 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 non-consolidated forecast for Fiscal 2013 : changed
 3. We determined to split one common share to 100 shares and implement the share unit system, by which 100 shares turn to a share unit, effective as of October 1, 2012. Accordingly, we represent income per share - basic reflecting the stock split.

- 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, 2012 have not been completed at the time of announcement of this consolidated financial information.
 2. The above forward-looking statements in this report are based on estimates and 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 April 26, 2012.
 3. English supplemental information will be announced on our website later.

Supplementary information for the Note of Summary

- (1)Adoption of simplified accounting methods or accounting methods used specifically for quarterly consolidated financial statements
 Computation of income taxes
 The company computed income taxes by multiplying quarterly net income before income taxes by estimated effective rate, which is applicable to annual tax provision to annual net income before income taxes of the current year.
 (2)Changes in accounting policies, changes in accounting estimates and error corrections
 Changes in accounting policies : Depreciation method of property, plant and equipment
 Property, plant and equipment acquired on and after April 1, 2012 are mainly depreciated by the declining-balance method in accordance with the revised corporate tax law, which is effective for fiscal years beginning on and after April 1, 2012.
 The effect of this change was immaterial.

QUARTERLY CONSOLIDATED BALANCE SHEET (Unaudited)

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

	Millions of yen	
	As of March 31, 2012	As of September 30, 2012
ASSETS		
Current assets:		
Cash and deposit	81,151	63,782
Notes and accounts receivable-trade	46,648	43,389
Railway fares receivables	36,761	26,907
Inventories	33,378	44,731
Deferred tax assets	23,886	24,018
Other	67,672	64,870
Allowance for doubtful accounts	△ 23	△ 30
Total current assets	289,476	267,669
Noncurrent assets:		
Property, plant and equipment		
Buildings and structures, net	1,662,872	1,614,598
Machinery, rolling stock and vehicles, net	308,278	277,029
Land	2,362,553	2,362,483
Construction in progress	251,686	316,625
Other, net	31,306	28,345
Total property, plant and equipment	4,616,696	4,599,082
Intangible assets	22,035	21,327
Investments and other assets		
Investment securities	98,793	89,109
Deferred tax assets	171,322	172,752
Other	15,862	17,233
Allowance for doubtful accounts	△ 148	△ 148
Total investments and other assets	285,829	278,947
Total noncurrent assets	4,924,561	4,899,357
Total assets	5,214,038	5,167,026

QUARTERLY CONSOLIDATED BALANCE SHEET (Unaudited)

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

	Millions of yen	
	As of March 31, 2012	As of September 30, 2012
LIABILITIES		
Current liabilities:		
Notes and accounts payable-trade	63,973	57,466
Short-term loans payable	25,325	26,535
Current portion of bonds payable	55,000	55,500
Current portion of long-term loans payable	110,777	103,027
Current portion of long-term accounts payable-railway facilities	108,418	110,686
Income taxes payable	62,506	69,723
Provision for bonuses	26,195	26,597
Other	204,078	175,237
Total current liabilities	656,277	624,775
Noncurrent liabilities:		
Bonds payable	1,028,094	942,294
Long-term loans payable	529,162	538,068
Long-term accounts payable-railway facilities	1,035,307	979,386
Provision for large scale renovation of the Shinkansen infrastructure	316,666	333,333
Provision for retirement benefits	205,195	207,237
Other	80,083	78,831
Total noncurrent liabilities	3,194,509	3,079,152
Total liabilities	3,850,786	3,703,927
EQUITY		
Shareholders' equity:		
Common stock	112,000	112,000
Capital surplus	53,500	53,500
Retained earnings	1,357,387	1,359,566
Treasury stock	△ 205,367	△ 103,155
Total shareholders' equity	1,317,519	1,421,911
Accumulated other comprehensive income		
Unrealized gain on available-for-sale securities	4,117	△ 80
Deferred gain (loss) on hedges	17	△ 19
Total accumulated other comprehensive income	4,135	△ 100
Minority interests	41,597	41,287
Total equity	1,363,251	1,463,099
Total liabilities and equity	5,214,038	5,167,026

QUARTERLY CONSOLIDATED STATEMENT OF INCOME (Unaudited)

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

	Millions of yen	
	For the six months ended September 30, 2011	For the six months ended September 30, 2012
Operating revenues	722,402	789,813
Operating expenses:		
Transportation, other services and cost of sales	449,711	467,418
Selling, general and administrative expenses	77,075	78,720
Total operating expenses	<u>526,786</u>	<u>546,139</u>
Operating income	195,615	243,673
Non-operating income:		
Interest income	80	70
Dividends income	1,040	974
Insurance income	107	303
Other	1,583	1,046
Total non-operating income	<u>2,811</u>	<u>2,395</u>
Non-operating expenses:		
Interest expense	17,800	15,792
Interest on long-term accounts payable-railway facilities	32,872	30,061
Other	8,987	15,441
Total non-operating expenses	<u>59,659</u>	<u>61,295</u>
Ordinary income	138,767	184,773
Extraordinary gain:		
Contribution for construction	885	2,676
Other	1,081	1,148
Total extraordinary gain	<u>1,966</u>	<u>3,824</u>
Extraordinary loss:		
Loss on reduction of noncurrent assets	877	2,556
Loss on retirement of noncurrent assets	577	738
Other	220	443
Total extraordinary loss	<u>1,676</u>	<u>3,738</u>
Income before income taxes and minority interests	139,057	184,859
Income taxes	54,970	69,312
Net Income before minority interests	84,087	115,546
Minority interests in net income	914	1,304
Net income	83,172	114,242

QUARTERLY CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (Unaudited)

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

	Millions of yen	
	For the six months ended September 30, 2011	For the six months ended September 30, 2012
Net income before minority interests	84,087	115,546
Other comprehensive income:		
Unrealized loss on available-for-sale securities	△ 3,635	△ 4,408
Deferred gain (loss) on hedges	△ 69	△ 72
Share of other comprehensive income in affiliates	△ 4	△ 9
Total other comprehensive income	<u>△ 3,708</u>	<u>△ 4,490</u>
Comprehensive income	<u>80,378</u>	<u>111,056</u>
(breakdown)		
Total comprehensive income attributable to		
Owners of the parent	79,397	110,006
Minority interests	<u>980</u>	<u>1,049</u>

CONSOLIDATED STATEMENT OF CASH FLOWS (Unaudited)

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

	Millions of yen	
	For the six months ended September 30, 2011	For the six months ended September 30, 2012
Net cash provided by operating activities		
Income before income taxes and minority interests	139,057	184,859
Depreciation and amortization	122,931	114,879
Increase (decrease) in provision for large scale renovation of the Shinkansen infrastructure	16,666	16,666
Increase (decrease) in provision for retirement benefits	837	2,033
Interest and dividends income	△ 1,120	△ 1,045
Interest expense	50,672	45,854
Proceeds from contribution for construction	△ 885	△ 2,676
Loss on reduction of noncurrent assets	877	2,556
Loss on retirement of noncurrent assets	4,035	4,625
Decrease (increase) in trade receivables	56	13,276
Decrease (increase) in inventories	△ 6,745	△ 11,051
Increase (decrease) in trade payables	△ 12,301	△ 6,622
Other	△ 6,767	12,713
Subtotal	<u>307,314</u>	<u>376,070</u>
Interest and dividends income received	1,109	1,024
Interest expense paid	△ 51,061	△ 46,189
Income taxes paid	△ 60,065	△ 61,480
Net cash provided by operating activities	<u>197,297</u>	<u>269,425</u>
Net cash used in investing activities		
Placement of time deposits	△ 40,000	-
Withdrawal from time deposits	45,000	30,000
Purchases of marketable securities	△ 40,000	△ 25,000
Purchases of property, plant and equipment	△ 147,190	△ 129,428
Proceeds from contribution for construction	2,057	1,342
Purchases of intangible assets	△ 4,001	△ 2,345
Other	2,312	△ 2,394
Net cash used in investing activities	<u>△ 181,823</u>	<u>△ 127,824</u>
Net cash used in financing activities		
Net increase (decrease) in short-term loans payable	662	1,575
Proceeds from long-term loans payable	48,600	48,700
Repayment of long-term loans payable	△ 61,766	△ 47,543
Proceeds from issuance of bonds	20,000	30,000
Redemption of bonds	△ 29,000	△ 115,305
Payments for long-term accounts payable-railway facilities	△ 54,446	△ 53,652
Cash dividends paid	△ 8,865	△ 9,850
Cash dividends paid to minority shareholders	△ 257	△ 257
Other	△ 5,116	△ 11,833
Net cash used in financing activities	<u>△ 90,190</u>	<u>△ 158,166</u>
Net increase (decrease) in cash and cash equivalents	<u>△ 74,716</u>	<u>△ 16,565</u>
Cash and cash equivalents, beginning of period	115,521	84,692
Cash and cash equivalents increased by merger with an unconsolidated subsidiary	-	43
Cash and cash equivalents, end of period	<u>40,805</u>	<u>68,170</u>

RETIREMENT OF TREASURY STOCK

On April 26, 2012, the Board of Directors resolved to retire the treasury stock. Based on the resolution, on May 7, 2012, we retired 90,000 shares of treasury stock and reduced retained earnings by applicable book amount of 102,212 million yen.

SEGMENT INFORMATION (Unaudited)

I 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, construction and etc. which are not included in reportable 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 statement of income.

II Fiscal 2013 2nd Quarter (For the six months ended September 30, 2012)

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	619,228	98,975	18,835	52,773	789,813	—	789,813
Intersegment transactions or transfers	5,557	4,108	13,104	42,496	65,266	△ 65,266	—
Total	624,785	103,083	31,940	95,270	855,080	△ 65,266	789,813
Segment profit	230,271	3,362	7,763	1,853	243,250	423	243,673

- Note
1. Other includes business in hotel, travel, advertising, rolling stock production, construction and etc. which are not included in reportable segments.
 2. The reconciliations amount of 423 million yen for segment profit is the elimination of intersegment transactions.
 3. Segment profit is reconciled to operating income in the quarterly consolidated statement of income.

SUBSEQUENT EVENTS

Security listing regulations of each stock exchange revised in April 2012 have mandated listed companies, which the number of shares per unit shares is other than 100 or 1,000, shall change number of shares per unit share to 100. On April 26, 2012, the Board of Directors resolved the implementation of share unit system effective as of October 1, 2012, and on June 22, 2012, the change of incorporation at the 25th shareholders' meeting, splitting one common share to 100 shares and turning 100 shares to a share unit was approved.

Given the shares split as of April 1, 2011, income per share – basic would be as follows:

	Fiscal 2012 2nd Quarter	Fiscal 2013 2nd Quarter
	yen	yen
Income per share – basic	422.63	580.50

Note Income per share – diluted is not presented as we do not have any dilutive securities.