

Summary of Consolidated Financial Report for the Three Months Ended June 30, 2013 [under Japanese GAAP] (Unaudited)

English translation from the original Japanese-language document

July 30, 2013

Company Name	Central Japan Railway Company
Stock Exchange Listings	Tokyo 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 Financial Statement Reports	August 7, 2013
Expected Date of Payment of Dividends	—
Supplementary Information	attached
Briefing of Financial Results of 1st Quarter	none

1. Results for the three months ended June 30, 2013
(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 2014 1st Quarter	394,720	3.7	147,802	21.2	128,484	29.0	83,682	36.3
Fiscal 2013 1st Quarter	380,691	11.6	121,949	40.4	99,596	58.4	61,406	65.9

Note 1. Comprehensive income : Fiscal 2014 1st Quarter 88,431 million yen (51.7%). Fiscal 2013 1st Quarter 58,278 million yen (61.7%).

2. Percentages for operating revenues, operating income, ordinary income, net income and comprehensive income represent the change from the corresponding three-month period of the previous year.

	Income per share - basic		Income per share - diluted	
	Yen	Yen	Yen	Yen
Fiscal 2014 1st Quarter	425.22	—	—	—
Fiscal 2013 1st Quarter	312.03	—	—	—

Note The company 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, the company represent income per share - basic as if the shares split as of April 1, 2012.

(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 2014 1st Quarter	5,174,988	1,635,310	30.7
Fiscal 2013	5,231,104	1,557,972	28.9

Note Net worth : Fiscal 2014 1st Quarter 1,590,256 million yen. Fiscal 2013 1,513,317 million yen.

2. Cash dividends

	Cash dividends per share				
	1st Quarter	2nd Quarter	3rd Quarter	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal 2013	—	5,000.00	—	55.00	—
Fiscal 2014	—	—	—	—	—
Fiscal 2014 (Forecast)	—	55.00	—	55.00	110.00

Note 1. Changes in the forecast of cash dividends for Fiscal 2014 : none

2. The company 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, the company represent without reflecting the stock split.

3. Consolidated forecast for Fiscal 2014 (Year ending March 31, 2014)

	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 2014 2nd Quarter (six months)	793,000	0.4	266,000	9.2	225,000	21.8	145,000	26.9	736.79
	1,598,000	0.8	427,000	0.2	347,000	5.8	222,000	11.0	1,128.05

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 2014 : none

※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 restatement
- ①Changes in accounting policies due to revision of accounting standard : none
- ②Other changes in accounting policies : none
- ③Changes in accounting estimates : none
- 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 2014 1st Quarter	206,000,000 shares	Fiscal 2013	206,000,000 shares
Fiscal 2014 1st Quarter	9,200,676 shares	Fiscal 2013	9,200,620 shares
Fiscal 2014 1st Quarter	196,799,374 shares	Fiscal 2013 1st Quarter	196,799,380 shares

②Number of treasury stocks at the end of each period

③Average number of shares outstanding for the period

Note The company 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, the company represent number of common shares outstanding as if the shares split as of April 1, 2012.

- 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 three-month period ended June 30, 2013 have not been completed at the time of announcement of this consolidated financial information.
2. The 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. This forecast has not been changed from the previous forecast at April 30, 2013.
3. English supplemental information will be disclosed 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.

QUARTERLY CONSOLIDATED BALANCE SHEET (Unaudited)

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

	Millions of yen	
	As of March 31, 2013	As of June 30, 2013
ASSETS		
Current assets:		
Cash and deposit	59,838	47,634
Notes and accounts receivable-trade	45,091	41,773
Railway fares receivables	29,680	26,259
Inventories	50,610	50,129
Deferred tax assets	26,717	25,989
Other	70,106	48,945
Allowance for doubtful accounts	△ 40	△ 35
Total current assets	282,003	240,696
Noncurrent assets:		
Property, plant and equipment		
Buildings and structures, net	1,615,239	1,589,054
Machinery, rolling stock and vehicles, net	274,684	267,713
Land	2,359,272	2,359,095
Construction in progress	340,608	356,442
Other, net	30,838	28,480
Total property, plant and equipment	4,620,643	4,600,787
Intangible assets	22,046	22,092
Investments and other assets		
Investment securities	115,146	121,044
Deferred tax assets	174,813	172,864
Other	16,564	17,615
Allowance for doubtful accounts	△ 113	△ 111
Total investments and other assets	306,410	311,412
Total noncurrent assets	4,949,101	4,934,291
Total assets	5,231,104	5,174,988

QUARTERLY CONSOLIDATED BALANCE SHEET (Unaudited)

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

	Millions of yen	
	As of March 31, 2013	As of June 30, 2013
LIABILITIES		
Current liabilities:		
Notes and accounts payable-trade	69,827	52,916
Short-term loans payable	26,643	32,708
Current portion of bonds payable	55,000	20,000
Current portion of long-term loans payable	102,828	101,716
Current portion of long-term accounts payable-railway facilities	103,450	103,450
Income taxes payable	80,273	44,409
Provision for bonuses	26,802	15,726
Other	192,674	157,201
Total current liabilities	657,498	528,130
Noncurrent liabilities:		
Bonds payable	961,100	971,002
Long-term loans payable	526,334	520,786
Long-term accounts payable-railway facilities	891,285	891,285
Provision for large scale renovation of the Shinkansen infrastructure	350,000	341,250
Provision for retirement benefits	209,736	211,048
Other	77,176	76,175
Total noncurrent liabilities	3,015,632	3,011,547
Total liabilities	3,673,131	3,539,678
EQUITY		
Shareholders' equity:		
Common stock	112,000	112,000
Capital surplus	53,500	53,500
Retained earnings	1,435,445	1,508,292
Treasury stock	△ 103,155	△ 103,155
Total shareholders' equity	1,497,790	1,570,637
Accumulated other comprehensive income:		
Unrealized gain on available-for-sale securities	15,508	19,617
Deferred gain on hedges	18	2
Total accumulated other comprehensive income	15,526	19,619
Minority interests	44,654	45,053
Total equity	1,557,972	1,635,310
Total liabilities and equity	5,231,104	5,174,988

QUARTERLY CONSOLIDATED STATEMENT OF INCOME (Unaudited)

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

	Millions of yen	
	For the three months ended June 30, 2012	For the three months ended June 30, 2013
Operating revenues	380,691	394,720
Operating expenses:		
Transportation, other services and cost of sales	218,669	204,830
Selling, general and administrative expenses	40,072	42,087
Total operating expenses	<u>258,741</u>	<u>246,917</u>
Operating income	121,949	147,802
Non-operating income:		
Interest income	37	25
Dividends income	951	964
Insurance income	67	113
Other	522	567
Total non-operating income	<u>1,579</u>	<u>1,671</u>
Non-operating expenses:		
Interest expense	8,043	7,069
Interest on long-term accounts payable-railway facilities	15,034	13,364
Other	854	554
Total non-operating expenses	<u>23,932</u>	<u>20,989</u>
Ordinary income	99,596	128,484
Extraordinary gain:		
Contribution for construction	109	286
Gain on sales of noncurrent assets	356	819
Other	3	137
Total extraordinary gain	<u>469</u>	<u>1,244</u>
Extraordinary loss:		
Loss on reduction of noncurrent assets	9	274
Loss on retirement of noncurrent assets	215	211
Other	66	20
Total extraordinary loss	<u>292</u>	<u>505</u>
Income before income taxes and minority interests	99,774	129,222
Income taxes	37,623	44,564
Net Income before minority interests	62,151	84,658
Minority interests in net income	744	975
Net income	61,406	83,682

QUARTERLY CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (Unaudited)

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

	Millions of yen	
	For the three months ended June 30, 2012	For the three months ended June 30, 2013
Net income before minority interests	62,151	84,658
Other comprehensive income:		
Unrealized gain (loss) on available-for-sale securities	△ 3,777	3,805
Deferred loss on hedges	△ 83	△ 32
Share of other comprehensive income in affiliates	△ 11	△ 0
Total other comprehensive income	<u>△ 3,872</u>	<u>3,773</u>
Comprehensive income	<u>58,278</u>	<u>88,431</u>
(breakdown)		
Total comprehensive income attributable to		
Owners of the parent	57,751	87,774
Minority interests	<u>526</u>	<u>656</u>

SEGMENT INFORMATION (Unaudited)

I Fiscal 2013 1st quarter (For the three months ended June 30, 2012)

Information about operating revenues and profit (loss)

(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	298,269	49,650	9,329	23,442	380,691	—	380,691
Intersegment transactions or transfers	2,742	2,268	6,288	15,346	26,645	△ 26,645	—
Total	301,011	51,919	15,617	38,788	407,336	△ 26,645	380,691
Segment profit	114,769	1,631	4,006	626	121,035	914	121,949

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

2. The reconciliations amount of 914 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 2014 1st quarter (For the three months ended June 30, 2013)

Information about operating revenues and profit (loss)

(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	304,011	50,379	9,554	30,774	394,720	—	394,720
Intersegment transactions or transfers	2,759	1,830	6,502	15,780	26,873	△ 26,873	—
Total	306,771	52,209	16,056	46,555	421,593	△ 26,873	394,720
Segment profit (loss)	140,675	1,965	4,192	△ 353	146,480	1,321	147,802

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

2. The reconciliations amount of 1,321 million yen for segment profit (loss) is the elimination of intersegment transactions.

3. Segment profit (loss) is reconciled to operating income in the quarterly consolidated statement of income.