

[TRANSLATION]

[Supplemental Material 1]

Summary of the Consolidated Financial Results for the Six Months Ended September 30, 2013

October 29, 2013
Central Japan Railway Company

- **Transportation revenues of the Central Japan Railway Company (the “Company”) increased due to the steady increase in use of the Company’s services for business as well as tourism. The Company’s overall operating revenues on a consolidated basis also increased due to an increase in revenues of the group companies.**
- **Despite an increase in depreciation and amortization associated with restarting of running tests at the Yamanashi Maglev Test Line, operating expenses decreased due to a substantial decrease in non-personnel expenses because the Company ended the accumulation of provision reserves and initiated the reversal of the provision reserves for the large scale renovation of the Shinkansen infrastructure, etc. As a result, the Company recorded increases in revenues and profits** (operating income, ordinary income and net income).
- **The Company will revise upward the forecasted results of revenues and profits for the fiscal year ending March 31, 2014 to reflect the actual results for the six months ended September 30, 2013.** The Company will seek, in the entire group, to enhance its management vitality through working towards growing the earning capability and pursuing efficiency and cost reduction in the operation of its business at all levels including capital investments, while prioritizing the maintenance of safe and reliable transportation.

1. Summary of Consolidated Results for the Six Months Ended September 30, 2013

(1) Operating revenues (814.7 billion yen; a 24.9 billion yen or a 3.2% increase)

- The Company's **transportation revenues increased by 20.0 billion yen (3.4%) to 601.7 billion yen in the six months ended September 30, 2013, as compared with the six months ended September 30, 2012.**
 - As for the Tokaido Shinkansen, the Company promoted its efforts to expand the number of members and the use of the Express Reservation service and the PLUS EX service, in which customers can use their existing credit cards for the online reservation service and the IC boarding service. The Company also worked on tourism campaigns that focused on various areas, such as the Grand Shrine of Ise which is gaining popularity due to the special ceremony, Shikinen Sengu, which takes place once every twenty years. The Company sought to enhance transportation services by introducing new rolling stock, the N700A, and promoting modifications of the Series N700 in order to reflect features of the N700A.
 - As for the conventional lines, in March 2013, the Company commenced the service of nation-wide mutual use of TOICA with IC cards of other transport operators in order to further improve the convenience of using transportation.
 - As a result, transportation revenues from the Tokaido Shinkansen increased by 19.4 billion yen (3.7%) to 550.8 billion yen in the six months ended September 30, 2013, as compared with the six months ended September 30, 2012. Transportation revenues from the conventional lines increased by 0.6 billion yen (1.3%) to 50.8 billion yen in the six months ended September 30, 2013, as compared with the six months ended September 30, 2012. Total transportation revenues increased by 20.0 billion yen (3.4%) to 601.7 billion yen in the six months ended September 30, 2013, as compared with the six months ended September 30, 2012.
- As for the non-railway business, the Company worked towards the enhancement of existing businesses, and steadily carried on with projects, such as the construction of a new building (the "Nagoya Station New Building Project"). Mainly due to an increase in sales at NIPPON SHARYO, LTD. and at JR Nagoya Takashimaya, operating revenues of the group companies increased by 18.7 billion yen (10.9%) to 191.3 billion yen in the six months ended September 30, 2013, as compared with the six months ended September 30, 2012.

(2) Operating expenses (526.5 billion yen; a 19.5 billion yen or a 3.6% decrease)

- Depreciation and amortization increased due to the restarting of running tests at the Maglev Test Line in August in addition to an increase in the cost of sales at the group companies, such as NIPPON SHARYO, LTD.
- On the other hand, overall operating expenses decreased due to a substantial decrease in non-personnel expenses because the Company ended the accumulation of provision reserves for the large scale renovation and initiated the reversal of the provision reserves.

(3) Operating income (288.1 billion yen; a 44.5 billion yen or an 18.3% increase)

(4) Non-operating income/loss (-42.2 billion yen; a 16.6 billion yen improvement)

- Non-operating expenses decreased due to a decrease in interest expenses as well as a decrease in losses in respect of early repayment of long-term debt and payables, etc.
- The balance of long-term debt and payables decreased by 64.6 billion yen to 2,575.3 billion yen as of September 30, 2013, as compared with March 31, 2013.

(5) Ordinary income (245.9 billion yen; a 61.1 billion yen or a 33.1% increase)

(6) Net income (159.5 billion yen; a 45.3 billion yen or a 39.7% increase)

2. Forecasted Results of Operations for the fiscal year ending March 31, 2014

- Reflecting actual results for the six months ended September 30, 2013, **the Company will revise the forecasted results for the fiscal year ending March 31, 2014 as follows – operating revenues: 1,621.0 billion yen (2.3% increase compared with the fiscal year ended March 31, 2013), operating income: 444.0 billion yen (4.2% increase compared with the fiscal year ended March 31, 2013), ordinary income: 356.0 billion yen (8.5% increase compared with the fiscal year ended March 31, 2013), net income: 229.0 billion yen (14.5% increase compared with the fiscal year ended March 31, 2013).**
- **The Company will also revise the estimated amount of reduction of long-term debt and payables to 185.0 billion yen** and estimates the balance of long-term debt and payables at March 31, 2014 at 2,454.9 billion yen.

3. Interim Dividends and Forecasted Year-end Dividends for the fiscal year ending March 31, 2014 (of the Company)

- Interim dividends: 55 yen per share (as forecasted at the beginning of this fiscal year; an increase of 5 yen as compared with the interim period of the fiscal year ended March 31, 2013)
- Forecasted year-end dividends: 55 yen per share
(As of the effective date, October 1, 2012, the Company split 1 share of common stock into 100 shares; accordingly, the Company compares interim dividends as if the shares were split as of September 30, 2012.)

Comparison of Passenger-kilometers and Transportation Revenues
for the Six Months Ended September 30, 2013

(Unit: Millions of passenger-kilometers, billions of yen, %)

			For the Six Months Ended September 30, 2012	For the Six Months Ended September 30, 2013	Increase (Decrease)	%	(Reference) From July to September, 2013	
								Vs. the Same Period of Fiscal 2013 (%)
Passenger-kilometers	Shinkansen	Commuter	715	724	9	101.3	359	102.2
		Others	22,664	23,496	832	103.7	12,084	104.1
		Subtotal	23,379	24,221	841	103.6	12,443	104.1
	Conventional lines	Commuter	2,829	2,850	21	100.7	1,399	101.2
		Others	1,793	1,821	27	101.5	946	101.9
		Subtotal	4,622	4,671	49	101.1	2,344	101.5
	Subtotal	Commuter	3,544	3,575	30	100.9	1,758	101.4
		Others	24,458	25,317	860	103.5	13,030	104.0
		Subtotal	28,002	28,892	890	103.2	14,787	103.7
Transportation revenues	Shinkansen	Commuter	8.4	8.5	0.1	101.6	4.2	101.8
		Others	522.9	542.2	19.2	103.7	278.9	104.1
		Subtotal	531.4	550.8	19.4	103.7	283.2	104.1
	Conventional lines	Commuter	17.3	17.3	0.0	100.3	8.6	100.8
		Others	32.8	33.4	0.5	101.8	17.3	102.1
		Subtotal	50.2	50.8	0.6	101.3	26.0	101.6
	Subtotal	Commuter	25.7	25.9	0.1	100.7	12.9	101.1
		Others	555.8	575.7	19.8	103.6	296.3	104.0
		Subtotal	581.6	601.7	20.0	103.4	309.2	103.9
	Total (including parcel fare)			581.6	601.7	20.0	103.4	309.2

- (Notes)
1. The above table contains non-consolidated passenger-kilometers and transportation revenues of the Company.
 2. Any fraction in passenger-kilometers that is less than the unit indicated is rounded to the nearest unit.
 3. Any fraction in transportation revenues that is less than a tenth of the unit indicated is rounded down.

Comparative Quarterly Statements of Income (Consolidated)

(Unit: Billions of yen, %)

Classifications	For the Six Months Ended September 30, 2012	For the Six Months Ended September 30, 2013	Increase (Decrease)	%
Operating revenues	789.8	814.7	24.9	103.2
Transportation	619.2	625.5	6.3	101.0
Merchandise and other	98.9	101.8	2.8	102.9
Real estate	18.8	19.6	0.8	104.5
Other	52.7	67.7	14.9	128.3
Operating expenses	546.1	526.5	(19.5)	96.4
Operating income	243.6	288.1	44.5	118.3
Non-operating income (loss)	(58.9)	(42.2)	16.6	71.7
Non-operating income	2.3	2.3	(0.0)	99.5
Non-operating expenses	61.2	44.6	(16.6)	72.8
Ordinary income	184.7	245.9	61.1	133.1
Extraordinary gain (loss)	0.0	0.0	(0.0)	84.7
Extraordinary gain	3.8	1.5	(2.2)	41.1
Extraordinary loss	3.7	1.4	(2.2)	40.1
Income before income taxes and minority interests	184.8	246.0	61.1	133.1
Income taxes	69.3	84.5	15.2	121.9
Net income before minority interests (loss)	115.5	161.4	45.9	139.8
Minority interests in net income	1.3	1.9	0.6	146.9
Net income	114.2	159.5	45.3	139.7
Comprehensive income	111.0	169.6	58.5	152.7

- (Notes)
- Any fraction less than a tenth of the unit indicated is rounded down.
 - The breakdown of operating revenues is based on the amount of sales to external customers, according to reportable segments.

Operating Income/Loss According to Reportable Segments

(Unit: Billions of yen, %)

Classifications	Segments	For the Six Months Ended September 30, 2012	For the Six Months Ended September 30, 2013	Increase (Decrease)	%
Operating revenues	Transportation	624.7	631.1	6.3	101.0
	Merchandise and other	103.0	105.3	2.2	102.2
	Real estate	31.9	32.9	0.9	103.1
	Other	95.2	106.9	11.6	112.2
	Reconciliations	(65.2)	(61.5)	3.7	94.3
	Total	789.8	814.7	24.9	103.2
Segment profit (Operating income)	Transportation	230.2	272.9	42.6	118.5
	Merchandise and other	3.3	3.8	0.4	113.4
	Real estate	7.7	7.7	0.0	100.4
	Other	1.8	2.2	0.3	119.2
	Reconciliations	0.4	1.4	0.9	332.6
	Total	243.6	288.1	44.5	118.3

- (Notes)
- Any fraction less than a tenth of the unit indicated is rounded down.
 - Operating revenues include the amount of sales to other reportable segments as well as the amount of sales to external customers.
 - Rows entitled "Reconciliations" show amounts that are off-set among reportable segments.

Comparative Quarterly Balance Sheets (Consolidated)

(Unit: Billions of yen)

Classifications	As of March 31, 2013	As of September 30, 2013	Increase (Decrease)
Current assets	282.0	329.3	47.3
Noncurrent assets	4,949.1	4,914.3	(34.7)
Property, plant and equipment • Intangible assets	4,642.6	4,589.0	(53.6)
Investments and other assets	306.4	325.3	18.9
Total assets	5,231.1	5,243.6	12.5
Current liabilities	657.4	587.1	(70.3)
Noncurrent liabilities	3,015.6	2,940.0	(75.6)
Total liabilities	3,673.1	3,527.2	(145.9)
[Long-term debt and payables]	2,639.9	2,575.3	(64.6)
Total equity	1,557.9	1,716.4	158.5
Total liabilities and equity	5,231.1	5,243.6	12.5

(Note) Any fraction less than a tenth of the unit indicated is rounded down.

Comparative Quarterly Statements of Cash Flows (Consolidated)

(Unit: Billions of yen)

Classifications	For the Six Months Ended September 30, 2012	For the Six Months Ended September 30, 2013	Increase (Decrease)
Net cash provided by operating activities	269.4	252.5	(16.8)
Income before income taxes and minority interests	184.8	246.0	61.1
Depreciation and amortization	114.8	121.6	6.7
(Decrease) increase in provision for large scale renovation of the Shinkansen infrastructure	16.6	(17.5)	(34.1)
Income taxes paid	(61.4)	(78.5)	(17.0)
Other	14.4	(19.0)	(33.5)
Net cash used in investing activities	(127.8)	(171.0)	(43.2)
Purchases of property, plant, equipment and intangible assets	(131.7)	(113.5)	18.1
Net fund management	5.0	(59.9)	(64.9)
Other	(1.0)	2.5	3.6
Net cash used in financing activities	(158.1)	(78.7)	79.4
Proceeds from issuance of bonds and long-term loans payable	78.7	83.5	4.8
Repayment of long-term debt and payables	(216.5)	(148.1)	68.3
Other	(20.3)	(14.0)	6.2
Net increase (decrease) in cash and cash equivalents	(16.5)	2.7	19.3
Cash and cash equivalents, beginning of the period	84.6	75.1	(9.5)
Cash and cash equivalents, end of the period	68.1	77.8	9.7

(Note) Any fraction less than a tenth of the unit indicated is rounded down.

Comparative Quarterly Statements of Income (Non-consolidated)

(Unit: Billions of yen, %)

Classifications	For the Six Months Ended September 30, 2012	For the Six Months Ended September 30, 2013	Increase (Decrease)	%
Operating revenues	625.8	631.7	5.9	101.0
Transportation revenues	581.6	601.7	20.0	103.4
Other services	44.1	30.0	(14.0)	68.1
Operating expenses	393.5	357.5	(35.9)	90.9
Personnel expenses	85.9	87.1	1.2	101.4
Non-personnel expenses	184.5	140.9	(43.6)	76.4
Taxes other than income taxes	16.5	16.3	(0.2)	98.6
Depreciation and amortization	106.4	113.1	6.6	106.3
Operating income	232.2	274.2	41.9	118.0
Non-operating income(loss)	(57.9)	(41.5)	16.3	71.8
Non-operating income	2.7	2.7	0.0	100.6
Non-operating expenses	60.6	44.3	(16.3)	73.1
Ordinary income	174.3	232.6	58.2	133.4
Extraordinary gain(loss)	(0.0)	(0.0)	(0.0)	516.7
Extraordinary gain	2.6	0.5	(2.1)	19.1
Extraordinary loss	2.6	0.5	(2.0)	22.5
Income before income taxes	174.3	232.5	58.1	133.4
Income taxes	65.1	79.3	14.1	121.7
Net income	109.1	153.2	44.0	140.4

(Note) Any fraction less than a tenth of the unit indicated is rounded down.

Forecasted Results of Operations for the Fiscal Year Ending March 31, 2014 (Consolidated)

(Unit: Billions of yen, %)

Classifications	For the Year Ended March 31, 2013 (Actual Results) A	For the Year Ending March 31, 2014 (Previous Forecast) B	For the Year Ending March 31, 2014 (Current Forecast) C	Previous Forecast vs. Current Forecast		For the Year Ended March 31, 2013 (Actual Results) vs. For the Year Ending March 31, 2014 (Current Forecast)	
				Increase (Decrease) C-B	% C/B	Increase (Decrease) C-A	% C/A
Operating revenues	1,585.3	1,598.0	1,621.0	23.0	101.4	35.6	102.3
[Company's transportation]	1,169.1	1,172.1	1,190.6	18.5	101.6	21.5	101.8
Operating expenses	1,159.1	1,171.0	1,177.0	6.0	100.5	17.8	101.5
Operating income	426.1	427.0	444.0	17.0	104.0	17.8	104.2
Ordinary income	328.0	347.0	356.0	9.0	102.6	27.9	108.5
Net income	199.9	222.0	229.0	7.0	103.2	29.0	114.5

(Note) Any fraction less than a tenth of the unit indicated is rounded down.

Forecasted Results According to Reportable Segments

(Unit: Billions of yen, %)

Classifications	For the Year Ended March 31, 2013 (Actual Results) A	For the Year Ending March 31, 2014 (Previous Forecast) B	For the Year Ending March 31, 2014 (Current Forecast) C	Previous Forecast vs. Current Forecast		For the Year Ended March 31, 2013 (Actual Results) vs. For the Year Ending March 31, 2014 (Current Forecast)		
				Increase (Decrease) C-B	% C/B	Increase (Decrease) C-A	% C/A	
Operating revenues	Transportation	1,243.0	1,232.3	1,251.5	19.2	101.6	8.4	100.7
	Merchandise and other	209.5	210.8	218.9	8.1	103.8	9.3	104.5
	Real estate	64.9	66.1	66.1	-	100.0	1.1	101.7
	Other	233.1	242.2	243.8	1.6	100.7	10.6	104.6
	Reconciliations	(165.5)	(153.4)	(159.3)	(5.9)	103.8	6.2	96.2
	Total	1,585.3	1,598.0	1,621.0	23.0	101.4	35.6	102.3
Segment profit (Operating income)	Transportation	396.1	399.9	414.1	14.2	103.6	17.9	104.5
	Merchandise and other	7.2	6.5	7.1	0.6	109.2	(0.1)	97.8
	Real estate	12.7	14.3	14.4	0.1	100.7	1.6	113.1
	Other	9.4	7.3	8.3	1.0	113.7	(1.1)	87.6
	Reconciliations	0.5	(1.0)	0.1	1.1	-	(0.4)	19.2
	Total	426.1	427.0	444.0	17.0	104.0	17.8	104.2

- (Notes)
- Any fraction less than a tenth of the unit indicated is rounded down.
 - Operating revenues include the amount of sales to other reportable segments as well as the amount of sales to external customers.
 - Rows entitled "Reconciliations" show amounts that are off-set among reportable segments.

Forecasted Results of Operations for Fiscal Year Ending March 31, 2014 (Non-Consolidated)

(Unit: Billions of yen, %)

Classifications	For the Year Ended March 31, 2013 (Actual Results) A	For the Year Ending March 31, 2014 (Previous Forecast) B	For the Year Ending March 31, 2014 (Current Forecast) C	Previous Forecast vs. Current Forecast		For the Year Ended March 31, 2013 (Actual Results) vs. For the Year Ending March 31, 2014 (Current Forecast)	
				Increase (Decrease) C-B	% C/B	Increase (Decrease) C-A	% C/A
Operating revenues	1,245.0	1,234.0	1,253.0	19.0	101.5	7.9	100.6
[Transportation revenues]	1,169.1	1,172.1	1,190.6	18.5	101.6	21.5	101.8
Operating expenses	845.9	831.0	836.0	5.0	100.6	(9.9)	98.8
Operating income	399.1	403.0	417.0	14.0	103.5	17.8	104.5
Ordinary income	302.4	325.0	331.0	6.0	101.8	28.5	109.5
Net income	187.8	213.0	218.0	5.0	102.3	30.1	116.1

(Note) Any fraction less than a tenth of the unit indicated is rounded down.

Estimated Reduction in Long-term Debt and Payables (Consolidated / Non-Consolidated)

(Unit: Billions of yen)

Classifications	As of March 31, 2013 (Actual Results) A	As of March 31, 2014 (Previous Estimation) B	As of March 31, 2014 (Current Estimation) C	Estimated Annual Amount of Decrease		
				For the Year Ended March 31, 2013 (Actual Results)	For the Year Ending March 31, 2014 (Previous Estimation) B-A	For the Year Ending March 31, 2014 (Current Estimation) C-A
Balance of long-term debt and payables (consolidated)	2,639.9	2,494.9	2,454.9	(226.7)	(145.0)	(185.0)
Balance of long-term debt and payables (non-consolidated)	2,614.9	2,474.9	2,434.9	(214.1)	(140.0)	(180.0)

(Note) Any fraction less than a tenth of the unit indicated is rounded down.