

Summary of Consolidated Financial Report for the Year Ended March 31, 2015 [under Japanese GAAP] (Unaudited)

English translation from the original Japanese-language document

April 28, 2015

Company Name	Central Japan Railway Company
Stock Exchange Listings	Tokyo and Nagoya
Code Number	9022
URL	http://jr-central.co.jp
Representative	Kouei Tsuge, President and Representative Director
Contact Person	Ryo Ejiri, Corporate Officer, General Manager of the Public Relations Department (Tel +81-52-564-2549)
Expected Date of the Annual Shareholders' Meeting	Unfixed
Expected Date of Presentation of Financial Statement Reports	Unfixed
Expected Date of Payment of Dividends	Unfixed
Supplementary Information	Attached
Briefing of Financial Results of Fiscal 2015	To be held

1. Results for the year ended March 31, 2015
(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 2015	1,672,295	1.2	506,598	2.4	428,134	5.9	264,134	3.3
Fiscal 2014	1,652,547	4.2	494,612	16.1	404,260	23.2	255,686	27.9

Note 1. Comprehensive income : Fiscal 2015 268,921 million yen (1.2%). Fiscal 2014 265,650 million yen (22.9%).

2. Percentages for operating revenues, operating income, ordinary income, net income and comprehensive income represent the changes from the previous year.

	Net income per share - basic	Net income per share - diluted	Return on net worth	Ordinary income to total assets	Operating income to operating revenues
	Yen	Yen	%	%	%
Fiscal 2015	1,342.15	-	14.0	8.2	30.3
Fiscal 2014	1,299.23	-	15.7	7.8	29.9

Note Equity in earnings of affiliates : Fiscal 2015 339 million yen. Fiscal 2014 326 million yen.

(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	Equity per share
	Millions of yen	Millions of yen	%	Yen
Fiscal 2015	5,217,982	2,063,967	38.7	10,265.27
Fiscal 2014	5,178,166	1,802,252	33.9	8,911.47

Note Net worth : Fiscal 2015 2,020,196 million yen. Fiscal 2014 1,753,771 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, end of the year
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Fiscal 2015	570,806	△ 263,970	△ 252,279	130,002
Fiscal 2014	540,557	△ 230,454	△ 309,764	75,445

2. Cash dividends

	Cash dividends per share					Total dividends (Fiscal)	Payout ratio (Consolidated)	Dividends on equity ratio (Consolidated)
	1st Quarter	2nd Quarter	3rd Quarter	Year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Fiscal 2014	-	55.00	-	60.00	115.00	22,655	8.9	1.4
Fiscal 2015	-	60.00	-	60.00	120.00	23,640	8.9	1.3
Fiscal 2016 (Forecast)	-	60.00	-	60.00	120.00		7.8	

3. Consolidated forecast for Fiscal 2016 (Year ending March 31, 2016)

	Operating revenues		Operating income		Ordinary income		Net income attributable to owners of the parent		Net income per share - basic
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Fiscal 2016 2nd Quarter (six months)	823,000	0.7	290,000	4.0	258,000	5.2	176,000	5.4	894.31
Fiscal 2016	1,674,000	0.1	515,000	1.7	445,000	3.9	303,000	14.7	1,539.64

Note Percentages for operating revenues, operating income, ordinary income and net income attributable to owners of the parent represent the changes from the corresponding period of the previous year.

※Notes to Consolidated Financial Information

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

(3) Number of common shares outstanding at the end of each year

- ① Number of shares issued and outstanding at the end of each year
 (Including treasury stocks)
 ② Number of treasury stocks at the end of each year
 ③ Average number of shares outstanding for the year

Fiscal 2015	206,000,000 shares	Fiscal 2014	206,000,000 shares
Fiscal 2015	9,200,743 shares	Fiscal 2014	9,200,676 shares
Fiscal 2015	196,799,298 shares	Fiscal 2014	196,799,336 shares

(Reference) Summary of Nonconsolidated Financial Report for the Year Ended March 31, 2015

1. Results for the year ended March 31, 2015

(1) Nonconsolidated 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 2015	1,306,602	2.3	475,403	3.2	397,724	7.0	260,278	8.3
Fiscal 2014	1,277,222	2.6	460,855	15.5	371,805	22.9	240,371	28.0

	Net income per share - basic		Net income per share - diluted	
	Yen	Yen	Yen	Yen
Fiscal 2015	1,321.21	-	-	-
Fiscal 2014	1,220.16	-	-	-

Note Percentages for operating revenues, operating income, ordinary income and net income represent the changes from the previous year.

(2) Nonconsolidated 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	Millions of yen	Millions of yen	%	Yen	Yen	
Fiscal 2015	5,013,460	1,931,097	1,931,097	1,661,326	38.5	9,802.48	8,433.09	
Fiscal 2014	4,986,057	1,661,326	1,661,326	1,661,326	33.3	8,433.09	8,433.09	

Reference Net worth : Fiscal 2015 1,931,097 million yen. Fiscal 2014 1,661,326 million yen.

2. Nonconsolidated forecast for Fiscal 2016 (Year ending March 31, 2016)

	Operating revenues		Operating income		Ordinary income		Net income		Net income per share - basic	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen	Yen
Fiscal 2016 2nd Quarter (six months)	645,000	0.1	278,000	4.9	246,000	6.3	170,000	5.1	862.94	862.94
Fiscal 2016	1,307,000	0.0	487,000	2.4	418,000	5.1	288,000	10.7	1,461.92	1,461.92

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

- Note 1. This consolidated financial information is not subject to audit procedures in accordance with the Japanese Financial Instruments and Exchange Act.
 The audit procedures on the consolidated financial statements for the year ended March 31, 2015 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.
 3. English supplemental information will be announced on our website later.

Supplementary information for the notes to consolidated financial information

Changes in accounting policies, changes in accounting estimates and error corrections

Effective the fiscal year beginning on April 1, 2014, the company adopted main clause of paragraph (35) of Accounting Standard for Retirement Benefits, and paragraph (67) of Guidance on Accounting Standard for Retirement Benefits.

In accordance with the accounting standard and guidance for retirement benefits above, the company changed the method of determining projected benefit obligations and service costs, and revised the method of attributing expected benefit to periods from the straight-line basis to the plan's benefit formula basis, and that of determining discount rate. In accordance with transitional treatment stipulated in paragraph (37) of Accounting Standard for Retirement Benefits, the company recorded the cumulative effect of the change in the method of determining projected benefit obligations and service costs in retained earnings as of April 1, 2014.

As a result, retained earnings as of April 1, 2014 increased by 17,450 million yen, and the effect on the consolidated statement of income for the fiscal year ended March 31, 2015 was immaterial.

CONSOLIDATED BALANCE SHEET (Unaudited)

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

Millions of yen		
	As of March 31, 2014	As of March 31, 2015
ASSETS		
Current assets:		
Cash and deposit	92,639	151,397
Notes and accounts receivable-trade	58,024	57,224
Railway fares receivables	41,006	33,732
Inventories	36,650	38,636
Deferred tax assets	27,592	26,708
Short-term loans receivable	30,083	90,022
Other	27,895	34,483
Allowance for doubtful accounts	△ 39	△ 22
Total current assets	313,853	432,183
Noncurrent assets:		
Property, plant and equipment		
Buildings and structures, net	1,678,360	1,597,975
Machinery, rolling stock and vehicles, net	314,032	282,805
Land	2,358,060	2,356,186
Construction in progress	132,900	169,240
Other, net	31,265	28,530
Total property, plant and equipment	4,514,619	4,434,739
Intangible assets	23,787	24,470
Investments and other assets		
Investment securities	128,543	149,158
Asset for retirement benefits	2,276	5,929
Deferred tax assets	171,225	149,077
Other	23,953	27,552
Allowance for doubtful accounts	△ 92	△ 5,129
Total investments and other assets	325,905	326,587
Total noncurrent assets	4,864,313	4,785,798
Total assets	5,178,166	5,217,982

CONSOLIDATED BALANCE SHEET (Unaudited)

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

	Millions of yen	
	As of March 31, 2014	As of March 31, 2015
LIABILITIES		
Current liabilities:		
Notes and accounts payable-trade	66,019	69,282
Short-term loans payable	24,754	31,368
Current portion of bonds payable	85,000	35,000
Current portion of long-term loans payable	128,026	104,879
Current portion of long-term accounts payable-railway facilities	96,505	86,073
Accounts payable-other	103,585	114,211
Income taxes payable	84,472	71,528
Advances received	57,703	48,673
Deposits received	14,065	18,779
Provision for bonuses	27,319	27,715
Other	24,073	51,355
Total current liabilities	711,526	658,868
Noncurrent liabilities:		
Bonds payable	797,988	732,326
Long-term loans payable	503,907	548,627
Long-term accounts payable-railway facilities	759,382	643,611
Provision for large scale renovation of the Shinkansen infrastructure	315,000	280,000
Liability for retirement benefits	212,969	205,501
Other	75,139	85,079
Total noncurrent liabilities	2,664,387	2,495,146
Total liabilities	3,375,913	3,154,015
EQUITY		
Shareholders' equity:		
Common stock	112,000	112,000
Capital surplus	53,500	53,500
Retained earnings	1,669,462	1,927,407
Treasury stock	△ 103,155	△ 103,156
Total shareholders' equity	1,731,806	1,989,750
Accumulated other comprehensive income:		
Unrealized gain on available-for-sale securities	21,493	38,663
Deferred (loss) gain on hedges	5	△ 24
Remeasurements of defined benefit plans	465	△ 8,192
Total accumulated other comprehensive income	21,964	30,446
Minority interests	48,481	43,770
Total equity	1,802,252	2,063,967
Total liabilities and equity	5,178,166	5,217,982

CONSOLIDATED STATEMENT OF INCOME (Unaudited)

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

	Millions of yen	
	For the year ended March 31, 2014	For the year ended March 31, 2015
Operating revenues	1,652,547	1,672,295
Operating expenses:		
Transportation, other services and cost of sales	979,083	983,074
Selling, general and administrative expenses	178,851	182,622
Total operating expenses	1,157,935	1,165,696
Operating income	494,612	506,598
Non-operating income:		
Interest income	152	229
Dividends income	1,834	2,058
Equity in earnings of affiliates	326	339
Insurance income	2,838	3,866
Gain on acquisition of scraps	544	1,295
Other	2,213	2,342
Total non-operating income	7,909	10,132
Non-operating expenses:		
Interest expense	27,950	25,488
Interest on long-term accounts payable-railway facilities	52,375	46,784
Loss on redemption of bonds	13,357	13,676
Other	4,578	2,646
Total non-operating expenses	98,261	88,595
Ordinary income	404,260	428,134
Extraordinary gain:		
Contribution for construction	1,284	2,221
Gain on sales of noncurrent assets	3,538	1,973
Other	501	262
Total extraordinary gain	5,323	4,457
Extraordinary loss:		
Loss on reduction of noncurrent assets	1,854	3,545
Loss on retirement of noncurrent assets	2,354	2,252
Loss on sales of noncurrent assets	1,151	578
Write down of an investment in an unconsolidated subsidiary	-	5,648
Provision for loss on business of an unconsolidated subsidiary	-	10,712
Provision for doubtful account of an unconsolidated subsidiary	-	5,035
Loss on liquidation of an unconsolidated subsidiary	886	-
Other	599	121
Total extraordinary loss	6,846	27,893
Income before income taxes and minority interests	402,738	404,698
Income taxes-current	143,576	135,387
Income taxes-deferred	△ 906	12,547
Income taxes	142,670	147,934
Net Income before minority interests	260,068	256,763
Minority interests in net (loss) income	4,381	△ 7,370
Net income	255,686	264,134

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (Unaudited)

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

	Millions of yen	
	For the year ended March 31, 2014	For the year ended March 31, 2015
Net income before minority interests	260,068	256,763
Other comprehensive income:		
Unrealized gain on available-for-sale securities	5,581	18,741
Deferred loss on hedges	△ 25	△ 59
Remeasurements of defined benefit plans	-	△ 6,725
Share of other comprehensive income in affiliates	25	201
Total other comprehensive income	5,582	12,157
Comprehensive income	265,650	268,921
(breakdown)		
Total comprehensive income attributable to		
Owners of the parent	261,659	272,616
Minority interests	3,991	△ 3,694

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (Unaudited)

For the year ended March 31, 2014

(Millions of yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at the beginning of current year	112,000	53,500	1,435,445	△ 103,155	1,497,790
Cumulative effects of changes in accounting policies					—
Beginning balance after cumulative effects of changes in accounting policies	112,000	53,500	1,435,445	△ 103,155	1,497,790
Changes of items during the year					
Dividends from surplus			△ 21,670		△ 21,670
Net income			255,686		255,686
Purchases of treasury stock				△ 0	△ 0
Net changes of items other than shareholders' equity					
Total changes of items during the year	—	—	234,016	△ 0	234,015
Balance at the end of current year	112,000	53,500	1,669,462	△ 103,155	1,731,806

	Accumulated other comprehensive income				Minority interests	Total equity
	Unrealized gain available-for-sale securities	Deferred gain on hedges	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at the beginning of current year	15,508	18	—	15,526	44,654	1,557,972
Cumulative effects of changes in accounting policies						—
Beginning balance after cumulative effects of changes in accounting policies	15,508	18	—	15,526	44,654	1,557,972
Changes of items during the year						
Dividends from surplus						△ 21,670
Net income						255,686
Purchases of treasury stock						△ 0
Net changes of items other than shareholders' equity	5,985	△ 12	465	6,437	3,827	10,264
Total changes of items during the year	5,985	△ 12	465	6,437	3,827	244,280
Balance at the end of current year	21,493	5	465	21,964	48,481	1,802,252

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (Unaudited)

For the year ended March 31, 2015

(Millions of yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at the beginning of current year	112,000	53,500	1,669,462	△ 103,155	1,731,806
Cumulative effects of changes in accounting policies			17,450		17,450
Beginning balance after cumulative effects of changes in accounting policies	112,000	53,500	1,686,913	△ 103,155	1,749,257
Changes of items during the year					
Dividends from surplus			△ 23,640		△ 23,640
Net income			264,134		264,134
Purchases of treasury stock				△ 1	△ 1
Net changes of items other than shareholders' equity					
Total changes of items during the year	—	—	240,494	△ 1	240,492
Balance at the end of current year	112,000	53,500	1,927,407	△ 103,156	1,989,750

	Accumulated other comprehensive income				Minority interests	Total equity
	Unrealized gain available-for-sale securities	Deferred (loss) gain on hedges	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at the beginning of current year	21,493	5	465	21,964	48,481	1,802,252
Cumulative effects of changes in accounting policies					△ 580	16,869
Beginning balance after cumulative effects of changes in accounting policies	21,493	5	465	21,964	47,900	1,819,122
Changes of items during the year						
Dividends from surplus						△ 23,640
Net income						264,134
Purchases of treasury stock						△ 1
Net changes of items other than shareholders' equity	17,169	△ 30	△ 8,657	8,482	△ 4,130	4,351
Total changes of items during the year	17,169	△ 30	△ 8,657	8,482	△ 4,130	244,844
Balance at the end of current year	38,663	△ 24	△ 8,192	30,446	43,770	2,063,967

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, 2014	For the year ended March 31, 2015
Operating activities:		
Income before income taxes and minority interests	402,738	404,698
Depreciation and amortization	276,269	271,568
Decrease in provision for large scale renovation of the Shinkansen infrastructure	△ 35,000	△ 35,000
Increase in liability for retirement benefits	4,143	4,561
Interest and dividends income	△ 1,987	△ 2,287
Interest expense	80,325	72,272
Equity in earnings of affiliates	△ 326	△ 339
Proceeds from contribution for construction	△ 1,284	△ 2,221
Loss on reduction of noncurrent assets	1,854	3,545
Loss on retirement of noncurrent assets	15,104	10,001
Gain on sales of noncurrent assets	△ 2,386	△ 1,395
Decrease (increase) in trade receivables	△ 24,259	8,052
(Increase) decrease in inventories	14,763	△ 518
Increase (decrease) in trade payables	△ 3,807	3,262
Increase in accounts payable-other	2,204	3,391
(Decrease) increase in advances received	8,503	△ 11,752
Other	22,372	61,732
Subtotal	<u>759,230</u>	<u>789,571</u>
Interest and dividends income received	1,911	2,215
Interest expense paid	△ 81,070	△ 72,683
Income taxes paid	△ 139,513	△ 148,296
Net cash provided by operating activities	<u>540,557</u>	<u>570,806</u>
Investing activities:		
Placement of time deposits	△ 95,000	△ 279,000
Withdrawal of time deposits	65,002	215,010
Purchases of marketable securities	△ 35,000	△ 50,000
Proceeds from redemption of marketable securities	35,000	50,000
Purchases of property, plant and equipment	△ 202,118	△ 197,469
Proceeds from contribution for construction	3,825	4,929
Purchases of intangible assets	△ 5,750	△ 5,158
Purchases of investment securities	△ 108	△ 203
Proceeds from sales of investment securities	902	434
Other	2,792	△ 2,512
Net cash used in investing activities	<u>△ 230,454</u>	<u>△ 263,970</u>
Financing activities:		
Net increase (decrease) in short-term loans payable	△ 1,889	6,581
Proceeds from long-term loans payable	124,600	149,600
Repayment of long-term loans payable	△ 121,828	△ 128,026
Proceeds from issuance of bonds	65,000	110,000
Redemption of bonds	△ 198,122	△ 225,672
Payments for long-term accounts payable-railway facilities	△ 138,848	△ 126,202
Cash dividends paid	△ 21,670	△ 23,640
Cash dividends paid to minority shareholders	△ 434	△ 434
Other	△ 16,572	△ 14,483
Net cash used in financing activities	<u>△ 309,764</u>	<u>△ 252,279</u>
Net increase in cash and cash equivalents	<u>338</u>	<u>54,556</u>
Cash and cash equivalents, beginning of year	<u>75,106</u>	<u>75,445</u>
Cash and cash equivalents, end of year	<u>75,445</u>	<u>130,002</u>

SEGMENT INFORMATION (Unaudited)

1. Description of reportable segments

The companies' reportable segments are those for which separately financial information is available and regularly reported to the board of directors in order to determine how to allocate the resources and evaluate the performance among the companies.

The companies are composed of segments by nature of products and services, and three reportable segments: Transportation, Merchandise and Other, and Real Estate, are disclosed.

The Transportation segment manages the companies' railway operations, such as the Tokaido Shinkansen and conventional railway operations in the Tokai area, and bus operations. The Merchandise and Other segment includes a department store in JR central towers and retail sales in trains and stations.

The Real estate segment includes real estate leasing business, such as station building leasing, and real estate sales in lots.

2. Methods of measurement for the amounts of Operating Revenues, Profit, Assets, Liabilities and Other items for each reportable segment

Reportable segment profit represents operating income. Intersegment transactions or transfers prices are based upon the arm's length transactions.

3. Information about Operating Revenues, Profit, Assets, Liabilities and Other items is as follows.

Fiscal 2014 (For the year ended March 31, 2014)

(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	1,264,827	212,907	39,182	135,630	1,652,547	—	1,652,547
Intersegment transactions or transfers	11,291	7,891	28,239	114,982	162,405	△ 162,405	—
Total	1,276,119	220,798	67,422	250,613	1,814,953	△ 162,405	1,652,547
Segment profit	460,130	8,221	13,832	10,581	492,765	1,847	494,612
Segment assets	4,749,578	92,155	323,578	217,708	5,383,020	△ 204,853	5,178,166
Other							
Depreciation and amortization	255,180	3,286	13,504	4,298	276,269	—	276,269
Amounts of investments in equity in affiliates	7,700	—	—	—	7,700	—	7,700
Increase in property, plant and equipment and intangible assets	179,856	4,621	11,665	4,050	200,194	—	200,194

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

2. Reconciliations are as follows:

(1) The reconciliations amount of 1,847 million yen for segment profit is the elimination of intersegment transactions.

(2) The reconciliations amount of △204,853 million yen for segment assets includes corporate assets of 158,436 million yen and elimination of Intersegment balances of △363,290 million yen. Corporate assets, which are not allocated to reportable segments, principally consist of investment securities and short-term loans receivable.

The elimination of intersegment transactions is related to intersegment receivables.

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

Fiscal 2015 (For the year ended March 31, 2015)

(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	1,294,050	225,038	39,349	113,857	1,672,295	—	1,672,295
Intersegment transactions or transfers	11,641	8,818	27,237	125,114	172,812	△ 172,812	—
Total	1,305,691	233,856	66,587	238,971	1,845,107	△ 172,812	1,672,295
Segment profit	472,017	8,935	16,616	8,281	505,851	746	506,598
Segment assets	4,631,213	99,620	332,606	219,910	5,283,351	△ 65,369	5,217,982
Other							
Depreciation and amortization	251,092	3,383	13,148	3,944	271,568	—	271,568
Amounts of investments in equity in affiliates	8,332	—	—	—	8,332	—	8,332
Increase in property, plant and equipment and intangible assets	191,252	6,143	14,051	3,084	214,531	—	214,531

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

2. Reconciliations are as follows:

(1) The reconciliations amount of 746 million yen for segment profit is the elimination of intersegment transactions.

(2) The reconciliations amount of △65,369 million yen for segment assets includes corporate assets of 303,610 million yen and elimination of Intersegment balances of △368,979 million yen. Corporate assets, which are not allocated to reportable segments, principally consist of investment securities and short-term loans receivable.

The elimination of intersegment transactions is related to intersegment receivables.

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