

Summary of Consolidated Financial Report for the Three Months Ended June 30, 2018 [under Japanese GAAP] (Unaudited)

English translation from the original Japanese-language document

July 27, 2018

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| Company Name | Central Japan Railway Company |
| Stock Exchange Listings | Tokyo and Nagoya |
| Code Number | 9022 |
| URL | http://jr-central.co.jp |
| Representative | Shin Kaneko, President and Representative Director |
| Contact Person | Shunsuke Niwa, Corporate Officer, General Manager of the Public Relations Department (Tel +81-52-564-2549) |
| Expected Date of Presentation of Quarterly Financial Statement Reports | August 8, 2018 |
| Expected Date of Dividend Payment Commencement | — |
| Supplementary Information | Attached |
| Briefing of Financial Results of 1st Quarter | None |

1. Results for the three months ended June 30, 2018

(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 attributable to owners of the parent | |
|-------------------------|--------------------|-----|------------------|-----|-----------------|-----|---|------|
| | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % |
| Fiscal 2019 1st Quarter | 448,225 | 2.5 | 195,260 | 7.2 | 176,293 | 7.4 | 122,663 | 3.8 |
| Fiscal 2018 1st Quarter | 437,224 | 3.3 | 182,129 | 9.6 | 164,151 | 7.6 | 118,187 | 11.1 |

Note 1. Comprehensive income : Fiscal 2019 1st Quarter 122,718 million yen, (3.9)% Fiscal 2018 1st Quarter 127,684 million yen, 26.2%.

2. Percentages for operating revenues, operating income, ordinary income, net income attributable to owners of the parent and comprehensive income represent the changes from the corresponding three-month period of the previous year.

| | Net income per share - basic | Net income per share - diluted |
|-------------------------|------------------------------|--------------------------------|
| | Yen | Yen |
| Fiscal 2019 1st Quarter | 626.34 | - |
| Fiscal 2018 1st Quarter | 600.55 | - |

(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 2019 1st Quarter | 8,869,455 | 3,194,345 | 35.7 |
| Fiscal 2018 | 8,908,682 | 3,084,739 | 34.3 |

Note Net worth : Fiscal 2019 1st Quarter 3,163,600 million yen. Fiscal 2018 3,055,410 million yen.

2. Cash dividends

| | Cash dividends per share | | | | |
|------------------------|--------------------------|-------------|-------------|----------|--------|
| | 1st Quarter | 2nd Quarter | 3rd Quarter | Year-end | Total |
| | Yen | Yen | Yen | Yen | Yen |
| Fiscal 2018 | - | 70.00 | - | 70.00 | 140.00 |
| Fiscal 2019 | - | - | - | - | - |
| Fiscal 2019 (Forecast) | - | 70.00 | - | 70.00 | 140.00 |

Note Changes in the forecast of cash dividends for Fiscal 2019 : none

3. Consolidated forecast for Fiscal 2019 (Year ending March 31, 2019)

| | 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 2019 2nd Quarter (six months) | 908,000 | 0.9 | 374,000 | 0.6 | 334,000 | 0.2 | 230,000 | 4.1 | 1,174.51 |
| Fiscal 2019 | 1,844,000 | 1.2 | 663,000 | 0.1 | 584,000 | 0.1 | 404,000 | 2.1 | 2,063.05 |

Note 1. 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.

2. Changes in the consolidated forecast for Fiscal 2019 : none

※Notes to Consolidated Financial Information

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

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

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

| | | | |
|-------------------------|--------------------|-------------|--------------------|
| Fiscal 2019 1st Quarter | 206,000,000 shares | Fiscal 2018 | 206,000,000 shares |
|-------------------------|--------------------|-------------|--------------------|

② Number of treasury stocks at the end of period

| | | | |
|-------------------------|-------------------|-------------|-------------------|
| Fiscal 2019 1st Quarter | 10,133,949 shares | Fiscal 2018 | 10,173,749 shares |
|-------------------------|-------------------|-------------|-------------------|

③ Average number of shares outstanding for the period

| | | | |
|-------------------------|--------------------|-------------------------|--------------------|
| Fiscal 2019 1st Quarter | 195,840,884 shares | Fiscal 2018 1st Quarter | 196,799,114 shares |
|-------------------------|--------------------|-------------------------|--------------------|

Note The number of treasury stocks at the end of the period and treasury stocks that are deducted from calculation of the average number of shares outstanding for the period include the Company's shares held by the employee stock ownership plan trust account, as follows.

Number of treasury stocks at the end of period : Fiscal 2019 1st Quarter 933,100 shares. Fiscal 2018 972,900 shares.

Average number of shares outstanding for the period : Fiscal 2019 1st Quarter 958,267 shares. Fiscal 2018 1st Quarter - shares.

(5) Quarterly Consolidated Balance Sheet

The Company has received loans from the Japan Railway Construction, Transport and Technology Agency for promoting the construction of the Chuo Shinkansen, and the money is placed in the trust fund to segregate it from other money.

(6) 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 income before income taxes by estimated effective rate, which is applicable to annual tax provision to annual income before income taxes of the current year.

- Note 1. Quarterly consolidated financial information is not subject to audit procedures.
 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 26, 2018.
 3. English supplementary information will be announced on our website later.

QUARTERLY CONSOLIDATED BALANCE SHEET (Unaudited)

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

| | Millions of yen | |
|--|----------------------|---------------------|
| | As of March 31, 2018 | As of June 30, 2018 |
| ASSETS | | |
| Current assets: | | |
| Cash and deposits | 469,863 | 581,913 |
| Money held in trust for the Chuo Shinkansen construction | 2,840,931 | 2,737,011 |
| Notes and accounts receivable-trade | 55,774 | 46,404 |
| Railway fares receivables | 46,246 | 42,580 |
| Marketable securities | 308,500 | 158,700 |
| Inventories | 38,116 | 46,806 |
| Other | 45,349 | 45,672 |
| Allowance for doubtful accounts | (13) | (11) |
| Total current assets | 3,804,768 | 3,659,078 |
| Noncurrent assets: | | |
| Property, plant and equipment | | |
| Buildings and structures, net | 1,499,397 | 1,474,017 |
| Machinery, rolling stock and vehicles, net | 252,386 | 241,570 |
| Land | 2,354,570 | 2,354,681 |
| Construction in progress | 401,234 | 451,441 |
| Other, net | 37,142 | 34,551 |
| Total property, plant and equipment | 4,544,732 | 4,556,263 |
| Intangible assets | 55,659 | 55,628 |
| Investments and other assets | | |
| Investment securities | 306,937 | 401,708 |
| Deferred tax assets | 166,438 | 166,657 |
| Other | 35,610 | 35,778 |
| Allowance for doubtful accounts | (5,463) | (5,659) |
| Total investments and other assets | 503,522 | 598,485 |
| Total noncurrent assets | 5,103,914 | 5,210,377 |
| Total assets | 8,908,682 | 8,869,455 |

QUARTERLY CONSOLIDATED BALANCE SHEET (Unaudited)

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

| | Millions of yen | |
|--|----------------------|---------------------|
| | As of March 31, 2018 | As of June 30, 2018 |
| LIABILITIES | | |
| Current liabilities: | | |
| Notes and accounts payable-trade | 81,240 | 57,968 |
| Short-term loans payable | 27,509 | 27,316 |
| Current portion of long-term loans payable | 82,047 | 81,853 |
| Current portion of long-term debt of the employee stock ownership plan trust | 5,400 | 5,400 |
| Current portion of long-term accounts payable-railway facilities | 5,126 | 5,126 |
| Income taxes payable | 109,783 | 54,432 |
| Provision for bonuses | 28,218 | 16,303 |
| Other | 263,498 | 217,224 |
| Total current liabilities | 602,823 | 465,625 |
| Noncurrent liabilities: | | |
| Bonds payable | 734,295 | 734,305 |
| Long-term loans payable | 490,838 | 490,632 |
| Long-term debt for the Chuo Shinkansen construction | 3,000,000 | 3,000,000 |
| Long-term debt of the employee stock ownership plan trust | 15,100 | 13,300 |
| Long-term accounts payable-railway facilities | 543,897 | 543,897 |
| Provision for large-scale renovation of the Shinkansen infrastructure | 175,000 | 166,250 |
| Liability for retirement benefits | 201,006 | 199,935 |
| Other | 60,980 | 61,163 |
| Total noncurrent liabilities | 5,221,118 | 5,209,484 |
| Total liabilities | 5,823,942 | 5,675,109 |
| EQUITY | | |
| Shareholders' equity: | | |
| Common stock | 112,000 | 112,000 |
| Capital surplus | 53,498 | 53,497 |
| Retained earnings | 2,976,434 | 3,085,307 |
| Treasury stock | (121,687) | (120,929) |
| Total shareholders' equity | 3,020,245 | 3,129,876 |
| Accumulated other comprehensive income: | | |
| Unrealized gain on available-for-sale securities | 38,011 | 35,762 |
| Deferred loss on hedges | (3) | (0) |
| Remeasurements of defined benefit plans | (2,842) | (2,039) |
| Total accumulated other comprehensive income | 35,164 | 33,723 |
| Noncontrolling interests | 29,329 | 30,745 |
| Total equity | 3,084,739 | 3,194,345 |
| Total liabilities and equity | 8,908,682 | 8,869,455 |

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, 2017 | For the three months ended June 30, 2018 |
| Operating revenues | 437,224 | 448,225 |
| Operating expenses: | | |
| Transportation, other services and cost of sales | 208,533 | 207,341 |
| Selling, general and administrative expenses | 46,560 | 45,623 |
| Total operating expenses | 255,094 | 252,965 |
| Operating income | 182,129 | 195,260 |
| Non-operating income: | | |
| Interest income | 3 | 230 |
| Dividend income | 1,296 | 1,477 |
| Insurance income | 127 | 54 |
| Other | 442 | 864 |
| Total non-operating income | 1,870 | 2,626 |
| Non-operating expenses: | | |
| Interest expense | 8,727 | 11,281 |
| Interest on long-term accounts payable-railway facilities | 8,980 | 8,904 |
| Other | 2,140 | 1,408 |
| Total non-operating expenses | 19,848 | 21,594 |
| Ordinary income | 164,151 | 176,293 |
| Extraordinary gain: | | |
| Contribution for construction | 90 | 132 |
| Other | 9,456 | 33 |
| Total extraordinary gain | 9,547 | 166 |
| Extraordinary loss: | | |
| Loss on reduction of noncurrent assets | 32 | 131 |
| Loss on retirement of noncurrent assets | 543 | 259 |
| Other | 115 | 120 |
| Total extraordinary loss | 691 | 511 |
| Income before income taxes | 173,007 | 175,948 |
| Income taxes | 51,360 | 52,109 |
| Net income | 121,647 | 123,838 |
| Net income attributable to noncontrolling interests | 3,459 | 1,174 |
| Net income attributable to owners of the parent | 118,187 | 122,663 |

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, 2017 | For the three months ended June 30, 2018 |
| Net income | 121,647 | 123,838 |
| Other comprehensive income: | | |
| Unrealized (loss) gain on available-for-sale securities | 5,161 | (1,926) |
| Deferred gain on hedges | 0 | 7 |
| Remeasurements of defined benefit plans | 812 | 752 |
| Share of other comprehensive income in affiliates | 62 | 46 |
| Total other comprehensive (loss) income | 6,037 | (1,120) |
| Comprehensive income | 127,684 | 122,718 |
| (breakdown) | | |
| Total comprehensive income attributable to | | |
| Owners of the parent | 123,858 | 121,222 |
| Noncontrolling interests | 3,825 | 1,495 |

SEGMENT INFORMATION (Unaudited)

I Fiscal 2018 1st Quarter (For the three months ended June 30, 2017)

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 | 343,415 | 58,297 | 10,684 | 24,826 | 437,224 | — | 437,224 |
| Intersegment transactions or transfers | 2,946 | 3,702 | 7,583 | 22,634 | 36,865 | (36,865) | — |
| Total | 346,362 | 61,999 | 18,267 | 47,460 | 474,089 | (36,865) | 437,224 |
| Segment profit | 176,430 | 1,638 | 3,910 | 66 | 182,046 | 82 | 182,129 |

- 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 82 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 2019 1st Quarter (For the three months ended June 30, 2018)

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 | 351,392 | 60,305 | 11,218 | 25,309 | 448,225 | — | 448,225 |
| Intersegment transactions or transfers | 3,000 | 2,933 | 7,770 | 18,919 | 32,623 | (32,623) | — |
| Total | 354,392 | 63,238 | 18,989 | 44,228 | 480,849 | (32,623) | 448,225 |
| Segment profit | 186,062 | 1,910 | 5,107 | 2,176 | 195,256 | 3 | 195,260 |

- 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 3 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.