

## Summary of Consolidated Financial Report for the Six Months Ended September 30, 2023 [under Japanese GAAP] (Unaudited)

English translation from the original Japanese-language document.

Central Japan Railway Company is referred to as the "Company," and the Company and its consolidated subsidiaries are referred to as the "Companies."

October 30, 2023

Company Name	Central Japan Railway Company
Stock Exchange Listings	Tokyo and Nagoya
Code Number	9022
URL	<a href="https://jr-central.co.jp">https://jr-central.co.jp</a>
Representative	Shunsuke Niwa, President and Representative Director
Contact Person	Koji Kumekawa, General Manager of the Public Relations Department (Tel +81-52-564-2549)
Expected Date of Presentation of Quarterly Securities Reports	November 8, 2023
Expected Date of Dividend Payment Commencement	December 1, 2023
Supplementary Information	Attached
Briefing of Financial Results of 2nd Quarter	To be held (for institutional investors and analysts)

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

### 1. Results for the six months ended September 30, 2023

#### (1) Consolidated financial results

	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 2024 2nd Quarter	817,545	28.9	312,092	81.5	278,623	104.4	195,079	101.2
Fiscal 2023 2nd Quarter	634,139	63.9	171,926	—	136,290	—	96,949	—

Note 1. Comprehensive income : Fiscal 2024 2nd Quarter 215,197 million yen, 132.5%. Fiscal 2023 2nd Quarter 92,549 million yen, —%.

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 same period of the previous year.

	Net income per share - basic	Net income per share - diluted
	Yen	Yen
Fiscal 2024 2nd Quarter	198.25	—
Fiscal 2023 2nd Quarter	98.53	—

Note The Company conducted a 5-for-1 stock split of its common stock, with an effective date of October 1, 2023. Net income per share is adjusted to reflect the impact of the stock split as if the stock split had occurred at the beginning of the prior fiscal year.

#### (2) Consolidated financial position

	Total assets	Equity	Net worth ratio
	Millions of yen	Millions of yen	%
Fiscal 2024 2nd Quarter	9,558,549	4,008,200	41.4
Fiscal 2023	9,514,409	3,807,110	39.5

Note Net worth : Fiscal 2024 2nd Quarter 3,958,455 million yen. Fiscal 2023 3,759,255 million yen.

### 2. Cash dividends

	Cash dividends per share				
	1st Quarter	2nd Quarter	3rd Quarter	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal 2023	—	65.00	—	70.00	135.00
Fiscal 2024	—	70.00	—	—	—
Fiscal 2024 (Forecast)	—	—	—	14.00	—

Note 1. Revisions to the previous forecast of cash dividends for Fiscal 2024 : none

2. The Company conducted a 5-for-1 stock split of its common stock, with an effective date of October 1, 2023. Dividends at or before the end of the 2nd Quarter of the fiscal 2024 present the amount prior to the stock split.

### 3. Consolidated forecast for Fiscal 2024 (Year ending March 31, 2024)

	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 2024	1,627,000	16.2	502,000	34.0	433,000	40.8	308,000	40.4	313.01

Note 1. Percentages for operating revenues, operating income, ordinary income, and net income attributable to owners of the parent represent the changes from the previous year.

2. Revisions to the previous consolidated forecast for Fiscal 2024 : revised

3. The Company conducted a 5-for-1 stock split of its common stock, with an effective date of October 1, 2023. Net income per share in the consolidated forecast for Fiscal 2024 is the amount based on the effect of the stock split.

## 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
- i ) Changes in accounting policies due to revision of accounting standard : none
  - ii ) Other changes in accounting policies : none
  - iii ) Changes in accounting estimates : none
  - iv ) Error corrections : none

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

i ) Number of shares outstanding at the end of the period (Including treasury stocks)	Fiscal 2024 2nd Quarter	1,030,000,000 <sup>shares</sup>	Fiscal 2023	1,030,000,000 <sup>shares</sup>
	Fiscal 2024 2nd Quarter	46,004,310 <sup>shares</sup>	Fiscal 2023	46,004,260 <sup>shares</sup>
ii ) Number of treasury stocks at the end of the period	Fiscal 2024 2nd Quarter	983,995,701 <sup>shares</sup>	Fiscal 2023 2nd Quarter	983,995,745 <sup>shares</sup>
iii ) Average number of shares outstanding for the period	Fiscal 2024 2nd Quarter	983,995,701 <sup>shares</sup>	Fiscal 2023 2nd Quarter	983,995,745 <sup>shares</sup>

Note The Company conducted a 5-for-1 stock split of its common stock, with an effective date of October 1, 2023. The number of common shares issued and outstanding is adjusted to reflect the impact of the stock split as if the stock split had occurred at the beginning of the prior fiscal year.

- (5) Quarterly Consolidated Balance Sheet

Money held in trust for the Chuo Shinkansen construction and Long-term debt for the Chuo Shinkansen construction

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 Companies compute income taxes by multiplying quarterly income before income taxes by the effective tax rate that is reasonably estimated by applying tax effect accounting to the projected annual income before income taxes of the fiscal 2024 including the fiscal 2024 2nd Quarter. In case where the method of computation is remarkably unreasonable, the statutory effective tax rate is used.

- (7) Significant subsequent events

Stock split and partial amendment to the Articles of Incorporation in connection with stock split

At the meeting of the Board of Directors held on August 22, 2023, the Company resolved to implement a stock split and partially amend the Articles of Incorporation in connection with the stock split, with an effective date of October 1, 2023.

- i ) Purpose of stock split

By decreasing the amount per investment unit, the Company intends to create an environment that makes it easier for investors to invest in the Company's shares and expand the investor base.

- ii ) Outline of stock split

1. Method of split

The Company split the shares of common stock owned by the shareholders recorded on the final register of shareholders as of September 30, 2023, at a ratio of five shares for one share.

2. Number of shares increased through stock split

Total number of issued shares before stock split	206,000,000 shares
Number of shares increased through stock split	824,000,000 shares
Total number of issued shares after stock split	1,030,000,000 shares
Total number of authorized shares after stock split	4,120,000,000 shares

3. Schedule of split

Date of public notice of record date	September 14, 2023
Record date	September 30, 2023
Effective date	October 1, 2023

- iii ) Partial amendment to the Articles of Incorporation in connection with stock split

1. Reason for amendment to the Articles of Incorporation

In conjunction with the above stock split, the Company revised the total number of authorized shares set forth in Article 6 of its Articles of Incorporation effective October 1, 2023, pursuant to the provisions of Article 184, Paragraph 2 of the Companies Act.

2. Details of the amendment to the Articles of Incorporation

Details of the amendment are as follows.

(Changes have been denoted by underlining.)

Before amendment	After amendment
Article 6. (Total Number of Authorized Shares) The total number of shares authorized to be issued by the Company shall be <u>eight hundred twenty four million (824,000,000)</u> shares.	Article 6. (Total Number of Authorized Shares) The total number of shares authorized to be issued by the Company shall be <u>four billion one hundred twenty million (4,120,000,000)</u> shares.

3. Schedule for the amendment

Date of resolution by the Board of Directors	August 22, 2023
Effective date	October 1, 2023

**(Reference) Nonconsolidated forecast for Fiscal 2024 (Year ending March 31, 2024)**

	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
Fiscal 2024	1,346,000	17.7	475,000	37.1	406,000	45.6	290,000	43.6	294.42

Note 1. Percentages for operating revenues, operating income, ordinary income, and net income represent the changes from the previous year.

2. Revisions to the previous nonconsolidated forecast for Fiscal 2024 : revised

3. The Company conducted a 5-for-1 stock split of its common stock, with an effective date of October 1, 2023. Net income per share in the nonconsolidated forecast for Fiscal 2024 is the amount based on the effect of the stock split.

Note 1. 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.

3. English supplementary information will be announced on our website later.

**QUARTERLY CONSOLIDATED BALANCE SHEET (Unaudited)**

	Millions of yen	
	Fiscal 2023 (As of March 31, 2023)	Fiscal 2024 2nd Quarter (As of September 30, 2023)
<b>ASSETS</b>		
<b>Current assets:</b>		
Cash and deposits	674,640	503,527
Money held in trust for the Chuo Shinkansen construction	1,585,282	1,442,120
Notes, accounts receivable-trade and contract assets	66,275	63,126
Railway fares receivables	74,809	81,120
Marketable securities	177,500	193,700
Inventories	37,337	41,978
Other	96,534	175,070
Allowance for doubtful accounts	(95)	(85)
Total current assets	2,712,285	2,500,558
<b>Noncurrent assets:</b>		
<b>Property, plant and equipment</b>		
Buildings and structures, net	1,313,282	1,279,979
Machinery, rolling stock and vehicles, net	316,718	305,447
Land	2,367,843	2,367,915
Construction in progress	1,571,185	1,658,243
Other, net	43,571	37,626
Total property, plant and equipment	5,612,601	5,649,211
<b>Intangible assets</b>	159,401	162,379
<b>Investments and other assets</b>		
Investment securities	630,801	569,028
Deferred tax assets	217,495	211,385
Other	182,310	466,457
Allowance for doubtful accounts	(487)	(472)
Total investments and other assets	1,030,120	1,246,399
Total noncurrent assets	6,802,124	7,057,990
<b>Total assets</b>	<b>9,514,409</b>	<b>9,558,549</b>

	Millions of yen	
	Fiscal 2023 (As of March 31, 2023)	Fiscal 2024 2nd Quarter (As of September 30, 2023)
<b>LIABILITIES</b>		
<b>Current liabilities:</b>		
Notes and accounts payable-trade	79,533	62,731
Short-term loans payable	27,341	31,823
Current portion of bonds payable	139,002	—
Current portion of long-term loans payable	47,692	48,592
Current portion of long-term accounts payable-railway facilities	6,937	7,152
Income taxes payable	44,216	85,868
Provision for bonuses	26,811	28,629
Other	357,917	283,714
<b>Total current liabilities</b>	<b>729,452</b>	<b>548,512</b>
<b>Noncurrent liabilities:</b>		
Bonds payable	769,801	769,821
Long-term loans payable	473,390	498,890
Long-term debt for the Chuo Shinkansen construction	3,000,000	3,000,000
Long-term accounts payable-railway facilities	513,050	509,420
Liability for retirement benefits	182,801	184,536
Other	38,802	39,167
<b>Total noncurrent liabilities</b>	<b>4,977,846</b>	<b>5,001,836</b>
<b>Total liabilities</b>	<b>5,707,299</b>	<b>5,550,349</b>
<b>EQUITY</b>		
<b>Shareholders' equity:</b>		
Common stock	112,000	112,000
Capital surplus	53,474	53,810
Retained earnings	3,643,142	3,824,431
Treasury stock	(103,159)	(103,159)
<b>Total shareholders' equity</b>	<b>3,705,456</b>	<b>3,887,082</b>
<b>Accumulated other comprehensive income:</b>		
Unrealized gain on available-for-sale securities	49,517	67,984
Remeasurements of defined benefit plans	4,280	3,389
<b>Total accumulated other comprehensive income</b>	<b>53,798</b>	<b>71,373</b>
<b>Noncontrolling interests</b>	<b>47,855</b>	<b>49,744</b>
<b>Total equity</b>	<b>3,807,110</b>	<b>4,008,200</b>
<b>Total liabilities and equity</b>	<b>9,514,409</b>	<b>9,558,549</b>

**QUARTERLY CONSOLIDATED STATEMENT OF OPERATIONS (Unaudited)**

	Millions of yen	
	Fiscal 2023 2nd Quarter (For the six months ended September 30, 2022)	Fiscal 2024 2nd Quarter (For the six months ended September 30, 2023)
<b>Operating revenues</b>	634,139	817,545
<b>Operating expenses:</b>		
Transportation, other services and cost of sales	380,597	417,124
Selling, general and administrative expenses	81,615	88,329
Total operating expenses	462,212	505,453
<b>Operating income</b>	<b>171,926</b>	<b>312,092</b>
<b>Non-operating income:</b>		
Interest income	1,071	1,285
Dividend income	2,526	2,512
Insurance income	101	99
Gain on sales of investment securities	190	2,666
Other	2,078	1,322
Total non-operating income	5,968	7,887
<b>Non-operating expenses:</b>		
Interest expense	22,470	22,580
Interest on long-term accounts payable-railway facilities	17,115	16,914
Other	2,018	1,861
Total non-operating expenses	41,604	41,356
<b>Ordinary income</b>	<b>136,290</b>	<b>278,623</b>
<b>Extraordinary gain:</b>		
Contribution for construction	364	325
Gain on sales of noncurrent assets	150	103
Other	17	26
Total extraordinary gain	533	455
<b>Extraordinary loss:</b>		
Loss on reduction of noncurrent assets	228	278
Loss on retirement of noncurrent assets	603	753
Other	36	60
Total extraordinary loss	868	1,091
<b>Income before income taxes</b>	<b>135,955</b>	<b>277,988</b>
Income taxes	38,405	81,440
Net income	97,549	196,547
Net income attributable to noncontrolling interests	600	1,468
<b>Net income attributable to owners of the parent</b>	<b>96,949</b>	<b>195,079</b>

**QUARTERLY CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (Unaudited)**

	Millions of yen	
	Fiscal 2023 2nd Quarter (For the six months ended September 30, 2022)	Fiscal 2024 2nd Quarter (For the six months ended September 30, 2023)
<b>Net income</b>	97,549	196,547
<b>Other comprehensive income (loss):</b>		
Unrealized gain (loss) on available-for-sale securities	(4,198)	19,482
Deferred gain on hedges	0	—
Remeasurements of defined benefit plans	(776)	(945)
Share of other comprehensive income (loss) in affiliates	(26)	113
Total other comprehensive income (loss)	(5,000)	18,649
<b>Comprehensive income</b>	<b>92,549</b>	<b>215,197</b>
(breakdown)		
<b>Total comprehensive income attributable to</b>		
Owners of the parent	91,913	212,655
Noncontrolling interests	636	2,542

QUARTERLY CONSOLIDATED STATEMENT OF CASH FLOWS (Unaudited)

	Millions of yen	
	Fiscal 2023 2nd Quarter (For the six months ended September 30, 2022)	Fiscal 2024 2nd Quarter (For the six months ended September 30, 2023)
<b>Operating activities:</b>		
Income before income taxes	135,955	277,988
Depreciation and amortization	106,069	106,241
Decrease in provision for large-scale renovation of the Shinkansen infrastructure	(17,500)	—
Increase in liability for retirement benefits	135	534
Interest and dividend income	(3,597)	(3,798)
Interest expense	39,585	39,495
Proceeds from contribution for construction	(364)	(325)
Loss on reduction of noncurrent assets	228	278
Loss on retirement of noncurrent assets	1,754	1,379
Increase in trade receivables	(13,966)	(2,259)
(Increase) decrease in inventories	830	(4,386)
Decrease in trade payables	(15,163)	(16,801)
Other	(27,828)	(55,045)
Subtotal	206,138	343,299
Interest and dividend income received	3,588	3,564
Interest expense paid	(39,446)	(39,404)
Income taxes paid	(3,755)	(38,226)
<b>Net cash provided by operating activities</b>	<b>166,524</b>	<b>269,233</b>
<b>Investing activities:</b>		
Payments into time deposits	(16,000)	(22,300)
Proceeds from withdrawal of time deposits	16,000	22,300
Proceeds from cancellation of money held in trust for the Chuo Shinkansen construction	136,357	143,162
Payments for money held in trust	—	(336,700)
Purchases of marketable securities	(35,700)	(29,100)
Proceeds from redemption of marketable securities	35,700	29,100
Purchases of property, plant and equipment	(239,803)	(196,899)
Proceeds from contribution received for construction	1,896	2,458
Purchases of intangible assets	(3,527)	(5,724)
Purchases of investment securities	(500)	(3,000)
Proceeds from sales and redemption of investment securities	26,763	73,617
Other	1,339	3,452
<b>Net cash used in investing activities</b>	<b>(77,474)</b>	<b>(319,633)</b>
<b>Financing activities:</b>		
Net increase in short-term loans payable	697	4,482
Proceeds from issuance of short-term bonds	200,000	—
Redemption of short-term bonds	(200,000)	—
Proceeds from long-term loans payable	34,800	37,900
Repayment of long-term loans payable	(35,199)	(11,500)
Proceeds from issuance of bonds	10,000	—
Redemption of bonds	—	(139,007)
Payments for long-term accounts payable-railway facilities	(3,215)	(3,416)
Purchases of treasury stock	—	(0)
Cash dividends paid	(12,805)	(13,790)
Cash dividends paid to noncontrolling interests	(90)	(153)
Other	2,978	700
<b>Net cash used in financing activities</b>	<b>(2,835)</b>	<b>(124,784)</b>
<b>Net (decrease) increase in cash and cash equivalents</b>	<b>86,214</b>	<b>(175,185)</b>
<b>Cash and cash equivalents, beginning of the fiscal year</b>	<b>619,460</b>	<b>710,526</b>
<b>Cash and cash equivalents, end of the period</b>	<b>705,674</b>	<b>535,340</b>



**SEGMENT INFORMATION (Unaudited)**

Fiscal 2023 2nd Quarter (For the six months ended September 30, 2022)

## Information about operating revenues and profit (loss)

(Millions of yen)

	Transportation	Merchandise and Other	Real Estate	Other (Note 1)	Total	Reconciliations (Note 2)	Consolidated (Note 3)
<b>Operating revenues:</b>							
External customers	509,424	59,940	21,615	43,158	634,139	—	634,139
Intersegment transactions or transfers	5,093	3,732	15,721	59,903	84,451	(84,451)	—
Total	514,518	63,672	37,337	103,062	718,590	(84,451)	634,139
<b>Segment profit (loss)</b>	160,547	2,643	9,867	(469)	172,588	(662)	171,926

- Note 1. "Other" includes business of hotel, travel, advertising, rolling stock production, construction, etc., which are not included in any reportable segment.  
 2. "Reconciliations" amount of (662) 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 operations.

Fiscal 2024 2nd Quarter (For the six months ended September 30, 2023)

## Information about operating revenues and profit (loss)

(Millions of yen)

	Transportation	Merchandise and Other	Real Estate	Other (Note 1)	Total	Reconciliations (Note 2)	Consolidated (Note 3)
<b>Operating revenues:</b>							
External customers	666,218	73,811	24,501	53,014	817,545	—	817,545
Intersegment transactions or transfers	5,478	3,414	16,620	57,261	82,773	(82,773)	—
Total	671,696	77,225	41,122	110,275	900,319	(82,773)	817,545
<b>Segment profit</b>	289,818	5,890	12,016	4,747	312,473	(381)	312,092

- Note 1. "Other" includes business of hotel, travel, advertising, rolling stock production, construction, etc., which are not included in any reportable segment.  
 2. "Reconciliations" amount of (381) 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 operations.