

Consolidated Semi-Annual Balance Sheets (Unaudited)

EAST JAPAN RAILWAY COMPANY AND SUBSIDIARIES
September 30, 2001 and 2002

	Millions of Yen		Millions of U.S. Dollars (Note 1)
	2001	2002	2002
Assets			
Current Assets:			
Cash and cash equivalents (Note 2)	¥ 229,859	¥ 146,092	\$ 1,188
Receivables:			
Accounts receivable—trade and other receivables	139,263	148,920	1,211
Allowance for doubtful accounts	(962)	(1,290)	(11)
	138,301	147,630	1,200
Inventories	41,881	40,413	329
Real estate for sale (Note 6)	24,180	19,503	159
Deferred income taxes	40,525	50,126	408
Other current assets	36,322	29,972	242
Total current assets	511,068	433,736	3,526
Investments:			
Unconsolidated subsidiaries and affiliated companies	139,012	37,936	308
Other	93,502	119,195	969
	232,514	157,131	1,277
Property, Plant and Equipment:			
Buildings and fixtures	6,479,613	6,624,042	53,854
Machinery, rolling stock and vehicles	2,110,037	2,133,113	17,342
Land	2,258,204	2,197,002	17,862
Construction in progress	117,625	142,999	1,163
Other	124,715	137,011	1,114
	11,090,194	11,234,167	91,335
Less accumulated depreciation	4,974,376	5,168,506	42,021
Net property, plant and equipment	6,115,818	6,065,661	49,314
Other Assets:			
Long-term deferred income taxes	94,287	103,122	838
Consolidation difference	—	4,503	37
Other	134,591	132,178	1,076
	228,878	239,803	1,951
	¥7,088,278	¥6,896,331	\$56,068

See accompanying notes.

	Millions of Yen		Millions of U.S. Dollars (Note 1)
	2001	2002	2002
Liabilities and Shareholders' Equity			
Current Liabilities:			
Short-term bank loans	¥ 1,186	¥ 13,580	\$ 110
Current portion of long-term debt	200,339	354,895	2,885
Current portion of long-term liabilities incurred			
for purchase of railway facilities	111,858	132,686	1,079
Prepaid railway fares received	113,895	119,406	971
Payables	366,760	325,187	2,644
Accrued income taxes	50,137	78,288	636
Accrued expenses and other current liabilities	190,479	184,885	1,504
Total current liabilities	1,034,654	1,208,927	9,829
Long-Term Debt	2,023,047	1,674,119	13,611
Long-Term Liabilities Incurred for Purchase			
of Railway Facilities	2,238,260	2,128,621	17,306
Accrued Severance and Retirement Benefits	511,874	558,612	4,542
Deposits Received for Guarantees	237,667	222,376	1,808
Long-Term Deferred Tax Liabilities	3,275	5,721	47
Other Long-Term Liabilities	83,586	84,547	686
Consolidation Difference	757	—	—
Minority Interests	29,209	34,463	280
Contingent Liabilities (Note 4)			
Shareholders' Equity:			
Common stock:			
Authorized—16,000,000 shares;			
Issued, 2001 and 2002—4,000,000 shares;			
Outstanding, 2001—4,000,000 shares and			
2002—3,999,235 shares	200,000	200,000	1,626
Capital surplus:			
Additional paid-in capital	96,600	96,600	786
Total capital surplus	96,600	96,600	786
Retained earnings	646,389	660,378	5,369
Net unrealized holding gains (losses) on securities	(17,040)	22,418	182
Treasury stock, at cost, 765 shares in 2002 (Note 5)	—	(451)	(4)
Total shareholders' equity	925,949	978,945	7,959
	<u>¥7,088,278</u>	<u>¥6,896,331</u>	<u>\$56,068</u>