

## Consolidated Financial Results for the Three-Month Period Ended June 30, 2008 (Unaudited)

Fiscal 2009 (Year ending March 31, 2009)

"First Quarter" means the three months from April 1 to June 30.

All financial information has been prepared in accordance with accounting principles generally accepted in Japan.

"JR East" refers to East Japan Railway Company on a consolidated basis, or if the context so requires, on a nonconsolidated basis.

English translation from the original Japanese-language document

July 29, 2008

### East Japan Railway Company

Stock Exchange Listings

Tokyo, Osaka, and Nagoya

Securities Code

9020

URL

<http://www.jreast.co.jp/e>

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#### 1. Consolidated Results for the Three-Month Period Ended June 30, 2008 (April 1, 2008—June 30, 2008)

(Amounts less than one million yen, except for per share amounts, are omitted.)

##### (1) Consolidated financial results

	Operating revenues		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
<b>Fiscal 2009, 1st Quarter</b>	<b>660,156</b>	<b>—</b>	<b>119,991</b>	<b>—</b>	<b>94,601</b>	<b>—</b>	<b>63,751</b>	<b>—</b>
Fiscal 2008, 1st Quarter	652,850	1.9	123,196	11.9	94,884	2.9	54,947	0.3

	Earnings per share —basic	Earnings per share —diluted
	Yen	Yen
<b>Fiscal 2009, 1st Quarter</b>	<b>15,953.21</b>	<b>—</b>
Fiscal 2008, 1st Quarter	13,750.07	—

Notes: Percentages for operating revenues, operating income, ordinary income, and net income for the 1st quarter of Fiscal 2008 represent changes compared with the same period ended June 30, 2006.

##### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Shareholders' equity per share
	Millions of yen	Millions of yen	%	Yen
<b>Fiscal 2009, 1st Quarter</b>	<b>6,860,639</b>	<b>1,680,280</b>	<b>24.1</b>	<b>413,965.45</b>
Fiscal 2008	6,942,002	1,622,005	23.0	399,482.72

Reference: Shareholders' equity – Fiscal 2009, 1st Quarter: 1,654,271 million yen, Fiscal 2008: 1,596,398 million yen

#### 2. Dividends (Year ended March 31, 2008 and year ending March 31, 2009)

	Dividends per share				
	1st Quarter	2nd Quarter	3rd Quarter	Year End	Total annual
	Yen	Yen	Yen	Yen	Yen
Fiscal 2008	—	5,000	—	5,000	10,000
<b>Fiscal 2009</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>
(Forecast) Fiscal 2009	—	5,500	—	5,500	11,000

Note: Revision of dividends forecast in the first quarter: No

Dividends per share for (Forecast) Fiscal 2009 do not reflect the stock split. For further details, please see "(Reference) Forecast of Business Results and Dividends Reflecting Stock Split" on page 3.

**3. Forecast for Fiscal 2009 (Year ending March 31, 2009)**  
(Percentages represent changes compared with the previous fiscal year.)

	Operating revenues		Operating income		Ordinary income		Net income		Earnings per share—basic
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
<b>Fiscal 2009, 2nd Quarter</b>	<b>1,365,000</b>	—	<b>258,000</b>	—	<b>201,000</b>	—	<b>117,000</b>	—	<b>29,278.12</b>
<b>Fiscal 2009</b>	<b>2,753,000</b>	<b>1.8</b>	<b>456,000</b>	<b>2.4</b>	<b>343,000</b>	<b>1.9</b>	<b>197,000</b>	<b>3.9</b>	<b>49,297.35</b>

Note: Revision of consolidated results forecast in the first quarter: No  
Forecast of earnings per share - basic for Fiscal 2009 do not reflect the stock split. For further details, please see "(Reference) Forecast of Business Results and Dividends Reflecting Stock Split" on page 3.

**4. Other**

(1) Changes to principal subsidiaries during the period (status changes of specified subsidiaries due to changes in the scope of consolidation) No

(2) Application of simplified accounting treatment or application of special accounting treatment in the preparation of consolidated financial statements for the first quarter: No

(3) Number of outstanding shares (common stock)

i Outstanding shares at period-end (including treasury stock)	1st Quarter, Fiscal 2009	4,000,000 shares	Fiscal 2008	4,000,000 shares
ii Treasury stock at period-end	1st Quarter, Fiscal 2009	3,842 shares	Fiscal 2008	3,837 shares
iii Average number of shares during period	1st Quarter, Fiscal 2009	3,996,161 shares	1st Quarter, Fiscal 2008	3,996,188 shares

**Forward-Looking Statements**

Statements contained in this report with respect to JR East's plans, strategies, and beliefs that are not historical facts are forward-looking statements about the future performance of JR East, which are based on management's assumptions and beliefs in light of the information currently available to it. These forward-looking statements involve known and unknown risks, uncertainties, and other factors that may cause JR East's actual results, performance, or achievements to differ materially from the expectations expressed herein. These factors include, without limitation, (i) JR East's ability to successfully maintain or increase current passenger levels on railway services, (ii) JR East's ability to improve the profitability of railway and other operations, (iii) JR East's ability to expand non-transportation operations, and (iv) general changes in economic conditions and laws, regulations, and government policies in Japan.

## **(Reference) Forecast of Business Results and Dividends Reflecting Stock Split**

Based on the approval of a meeting of the Board of Directors on April 28, 2008, and a resolution of the 21st Regular General Meeting of Shareholders, convened on June 24, 2008, approving an amendment to the Articles of Incorporation, JR East plans to implement a stock split at a ratio of 100 shares for each share of common stock with an effective date one day before the date on which the "Law Amending the Partial Revision of the Commercial Code Concerning Transfer of Bonds for Rationalization of Settlements Related to Trade such as Shares (Law No. 88 of 2004)" takes effect. If the said stock split had been implemented at the beginning of the period, forecast of business results and dividends for fiscal 2009 would be as follows.

### **1. Forecast of Business Results for Fiscal 2009 (Year ending March 31, 2009)**

	<b>Earnings per share— basic (Yen)</b>
Fiscal 2009, 2nd Quarter	<b>292.78</b>
Fiscal 2009	<b>492.97</b>

### **2. Forecast of Dividends for Fiscal 2009 (Year ending March 31, 2009)**

	<b>Dividends per share</b>		
	<b>2nd Quarter</b>	<b>Year-end</b>	<b>Total annual</b>
	Yen	Yen	Yen
(Forecast) Fiscal 2009	55.00	55.00	110.00

# Qualitative Information and Financial Statements

(Unless otherwise stated, all comparisons are between the quarter from April 1, 2008, to June 30, 2008, and the quarter from April 1, 2007, to June 30, 2007.)

## 1. Qualitative Information on Consolidated Operating Results

In the first quarter of the fiscal year ending March 31, 2009 (from April 1, 2008, to June 30, 2008) (the first quarter), the Japanese economy remained on a plateau due to weakened corporate earnings stemming from a slowdown in the U.S. economy and crude oil price hikes.

Amid those conditions, East Japan Railway Company, its consolidated subsidiaries, and equity-method affiliated companies (JR East), worked to increase revenues by fully capitalizing on management resources while continuing initiatives to further increase the efficiency of operational management.

In the first quarter, operating revenues increased 1.1%, to ¥660.1 billion. However, higher general expenses and other factors resulted in decreases of 2.6% in operating income, to ¥119.9 billion, and 0.3% in ordinary income, to ¥94.6 billion. Due to such factors as an increase in gains on sales of fixed assets, net income was up 16.0%, to ¥63.7 billion.

### **Business Segment Information**

- In the **Transportation** segment, centered on railway operations, JR East sought to further improve safety while increasing revenues by encouraging use of its Shinkansen network and Tokyo metropolitan area network.

Specifically, JR East created tourist flows within its service area by implementing campaigns for each season targeting specific regional destinations, such as the *Yamanashi Destination Campaign*, and worked to increase membership of the *Otona no Kyujitsu Club* by increasing and improving services for members.

In addition, JR East increased the number of railcars with seats available for reservation and Shinkansen services during the Golden Week spring holiday. However, due to a decline in non-commuter passes revenues for Shinkansen lines resulting from the effect of the Iwate-Miyagi Nairiku Earthquake, the segment recorded decreases of 0.4% in operating revenues, to ¥465.8 billion, and 6.1% in operating income, to ¥90.3 billion.

- In the **Station Space Utilization** segment, JR East continued creating new railway stations for the 21st century under the *Station Renaissance* program by opening new stores and reinvigorating existing stores. In beverage operations, JR East began mail-order sales of *Tanigawa Rempo No Uruoi Tennen Sui* mineral water.

As a result of those initiatives and the effect of beginning operations at *GranSta* (Tokyo) in the previous fiscal year, the segment posted increases of 3.6% in operating revenues, to ¥105.1 billion, and 1.9% in operating income, to ¥9.0 billion.

- In the **Shopping Centers & Office Buildings** segment, JR East began operations at *Granduo Kamata* (Tokyo) and *S-PAL II* (Miyagi) and actively introduced major tenants with the ability to attract customers.

As a result of those initiatives and the effect of beginning operations at the first phase of *GranTokyo North Tower* and *GranTokyo South Tower* in the previous fiscal year, the segment achieved increases of 9.3% in operating revenues, to ¥56.8 billion, and 7.3% in operating income, to ¥17.8 billion.

- In the **Other Services** segment, advertising and publicity operations advanced sales of transportation advertising centered on advertising in railway stations and advertisement videos in railcars. In other services operations, JR East worked to increase sales of IC-compatible equipment and began operations at the *Jexer Fitness Club Metropolitan Ikebukuro* (Tokyo).

As a result of those initiatives and the effect of beginning operations at the *Hotel Metropolitan Marunouchi* (Tokyo) in the previous fiscal year, the segment saw increases of 1.9% in operating revenues, to ¥117.7 billion, and 65.7% in operating income, to ¥2.3 billion.

## 2. Qualitative Information on Consolidated Financial Position

Regarding cash flows during the first quarter, net cash provided by operating activities rose ¥47.8 billion, to ¥103.7 billion, which was mainly attributable to an increase in income before income taxes and a decrease in income taxes paid.

Net cash used in investing activities was down ¥14.9 billion, to ¥121.0 billion, which was principally due to a decrease in payments for purchases of fixed assets and an increase in proceeds from sales of fixed assets.

Net cash provided by financing activities decreased ¥58.3 billion, to ¥11.4 billion, which was primarily related to a decline in cash inflows from the issuance of bonds.

Further, cash and cash equivalents at the end of the first quarter decreased ¥5.4 billion from the end of the previous fiscal year, as of March 31, 2008, to ¥76.6 billion.

In addition, total long-term debt at the end of the first quarter was ¥ 3,601.4 billion.

## 3. Qualitative Information on Consolidated Performance Outlook

Regarding current forecasts of consolidated performance, JR East has not changed the performance forecasts for the end of the second quarter of the fiscal year and the full fiscal year that it announced on April 28, 2008.

# Consolidated Balance Sheet (Unaudited)

EAST JAPAN RAILWAY COMPANY AND SUBSIDIARIES

	Millions of Yen	
	Fiscal 2009 1st Quarter (As of June 30, 2008)	Fiscal 2008 (As of March 31, 2008)
<b>ASSETS</b>		
<b>Current Assets</b> .....	<b>¥ 474,561</b>	¥ 507,958
Cash and time deposits .....	<b>76,814</b>	82,267
Notes and accounts receivable-trade .....	<b>225,500</b>	248,059
Fares receivable .....	<b>23,323</b>	31,798
Short-term loans receivable .....	<b>20,475</b>	20,641
Securities .....	<b>79</b>	89
Real estate for sale .....	<b>5,441</b>	5,508
Inventories .....	<b>45,911</b>	35,003
Deferred income taxes .....	<b>36,905</b>	54,328
Other .....	<b>42,540</b>	32,756
Allowance for doubtful accounts .....	<b>(2,431)</b>	(2,495)
<b>Fixed Assets</b> .....	<b>6,385,976</b>	6,433,931
Property, plant and equipment, net of accumulated depreciation ..	<b>5,781,330</b>	5,838,014
Buildings and fixtures .....	<b>2,940,929</b>	2,963,402
Machinery, rolling stock and vehicles .....	<b>623,101</b>	638,261
Land .....	<b>2,004,257</b>	2,012,448
Construction in progress .....	<b>178,509</b>	176,956
Other .....	<b>34,532</b>	46,946
Intangible assets .....	<b>128,119</b>	131,231
Investments and other assets .....	<b>476,525</b>	464,685
Investments in securities .....	<b>198,750</b>	175,928
Long-term loans receivable .....	<b>1,660</b>	1,560
Long-term deferred income taxes .....	<b>229,241</b>	235,416
Other .....	<b>48,293</b>	53,215
Allowance for doubtful accounts .....	<b>(1,420)</b>	(1,435)
<b>Deferred Assets</b> .....	<b>102</b>	113
<b>Total Assets</b> .....	<b>¥6,860,639</b>	¥6,942,002

Note: Amounts less than one million yen are omitted.

# Consolidated Balance Sheet (Unaudited)

EAST JAPAN RAILWAY COMPANY AND SUBSIDIARIES

	Millions of Yen	
	Fiscal 2009 1st Quarter (As of June 30, 2008)	Fiscal 2008 (As of March 31, 2008)
<b>LIABILITIES</b>		
<b>Current Liabilities</b> .....	<b>¥1,065,010</b>	¥1,260,493
Notes and accounts payable-trade .....	<b>38,956</b>	48,287
Short-term loans and current portion of long-term loans .....	<b>162,249</b>	171,801
Current portion of bonds .....	<b>100,000</b>	100,000
Current portion of long-term liabilities incurred for purchase of railway facilities .....	<b>139,706</b>	139,698
Payables .....	<b>153,206</b>	337,699
Accrued consumption tax .....	<b>8,815</b>	4,616
Accrued income taxes .....	<b>30,181</b>	59,992
Fare deposits received with regard to railway connecting services .....	<b>13,716</b>	16,100
Prepaid railway fares received .....	<b>97,005</b>	89,400
Allowance for bonuses to employees .....	<b>40,532</b>	73,910
Other .....	<b>280,639</b>	218,985
<b>Long-Term Liabilities</b> .....	<b>4,115,349</b>	4,059,503
Bonds .....	<b>1,294,404</b>	1,244,404
Long-term loans .....	<b>616,309</b>	622,588
Long-term liabilities incurred for purchase of railway facilities .....	<b>1,317,653</b>	1,317,661
Long-term deferred tax liabilities .....	<b>2,136</b>	2,010
Employees' severance and retirement benefits .....	<b>625,201</b>	617,085
Other .....	<b>259,643</b>	255,752
<b>Total Liabilities</b> .....	<b>¥5,180,359</b>	¥5,319,996
<b>NET ASSETS</b>		
<b>Shareholders' Equity</b> .....	<b>¥1,617,153</b>	¥1,573,039
Common stock .....	<b>200,000</b>	200,000
Capital surplus .....	<b>96,728</b>	96,728
Retained earnings .....	<b>1,323,059</b>	1,278,942
Treasury stock, at cost .....	<b>(2,635)</b>	(2,630)
<b>Valuation and Translation Adjustments</b> .....	<b>37,118</b>	23,358
Net unrealized holding gains on securities .....	<b>36,708</b>	24,372
Net deferred gains (losses) on derivatives under hedge accounting .....	<b>409</b>	(1,014)
<b>Minority Interests</b> .....	<b>26,008</b>	25,607
<b>Total Net Assets</b> .....	<b>1,680,280</b>	1,622,005
<b>Total Liabilities and Net Assets</b> .....	<b>¥6,860,639</b>	¥6,942,002

Note: Amounts less than one million yen are omitted.

# Consolidated Statement of Income (Unaudited)

EAST JAPAN RAILWAY COMPANY AND SUBSIDIARIES

	Millions of Yen
	Fiscal 2009 1st Quarter (Three months ended June 30, 2008)
<b>Operating Revenues</b> .....	<b>¥660,156</b>
<b>Operating Expenses</b> .....	<b>540,165</b>
Transportation, other services and cost of sales.....	<b>415,530</b>
Selling, general and administrative expenses.....	<b>124,634</b>
<b>Operating Income</b> .....	<b>119,991</b>
<b>Non-Operating Income</b> .....	<b>5,691</b>
Interest.....	<b>82</b>
dividend income.....	<b>2,231</b>
Equity in net income of affiliated companies.....	<b>375</b>
Other.....	<b>3,002</b>
<b>Non-Operating Expenses</b> .....	<b>31,081</b>
Interest expense.....	<b>30,234</b>
Other.....	<b>846</b>
<b>Ordinary Income</b> .....	<b>94,601</b>
<b>Extraordinary Gains</b> .....	<b>22,273</b>
Gains on sales of fixed assets.....	<b>14,769</b>
Construction grants received.....	<b>6,970</b>
Other.....	<b>533</b>
<b>Extraordinary Losses</b> .....	<b>8,866</b>
Losses on reduction entry for construction grants.....	<b>6,686</b>
Other.....	<b>2,179</b>
<b>Income before Income Taxes</b> .....	<b>108,009</b>
<b>Income Taxes</b> .....	<b>43,833</b>
Current.....	<b>28,803</b>
Deferred.....	<b>15,030</b>
<b>Minority Interests in Net Income of Consolidated Subsidiaries</b> ....	<b>423</b>
<b>Net Income</b> .....	<b>¥ 63,751</b>

Note: Amounts less than one million yen are omitted.

# Consolidated Statement of Cash Flows (Unaudited)

EAST JAPAN RAILWAY COMPANY AND SUBSIDIARIES

	Millions of Yen
	Fiscal 2009, 1st Quarter (Three months ended June 30, 2008)
<b>Cash Flows from Operating Activities</b>	
Income before income taxes.....	¥108,009
Depreciation.....	82,581
Amortization of long-term prepaid expense.....	1,267
Net change in employees' severance and retirement benefits.....	8,111
Interest and dividend income.....	(2,314)
Interest expense.....	30,234
Construction grants received.....	(6,970)
Losses from disposition of fixed assets.....	3,604
Losses from provision for cost reduction of fixed assets.....	6,686
Net change in major receivables.....	31,245
Net change in major payables.....	(65,023)
Other.....	(32,351)
Sub-total.....	165,081
Proceeds from interest and dividends.....	2,363
Payments of interest.....	(6,457)
Payments of income taxes.....	(57,223)
<b>Net cash provided by operating activities.....</b>	<b>103,763</b>
<b>Cash Flows from Investing Activities</b>	
Payments for purchases of fixed assets.....	(166,319)
Proceeds from sales of fixed assets.....	23,836
Proceeds from construction grants.....	23,631
Payments for purchases of investments in securities.....	(1,215)
Other.....	(1,012)
<b>Net cash used in investing activities.....</b>	<b>(121,080)</b>
<b>Cash Flows from Financing Activities</b>	
Payments of long-term loans.....	(7,350)
Proceeds from issuance of bonds.....	49,982
Cash dividends paid.....	(19,984)
Other.....	(11,168)
<b>Net cash provided by financing activities.....</b>	<b>11,477</b>
<b>Net Change in Cash and Cash Equivalents.....</b>	<b>(5,838)</b>
<b>Cash and Cash Equivalents at Beginning of the Period.....</b>	<b>82,058</b>
<b>Increase due to Addition of Consolidated</b>	
<b>Subsidiaries and Other.....</b>	<b>382</b>
<b>Cash and Cash Equivalents at End of the Period.....</b>	<b>¥ 76,601</b>

Note: Amounts less than one million yen are omitted.



## Segment Information (Unaudited)

### Segment Information by Business Activities

Three months ended June 30, 2008	Millions of Yen						Elimination and/or Corporate	Consolidated
	Transportation	Station Space Utilization	Shopping Centers & Office Buildings	Other Services	Total			
Operating Revenues								
Outside customers .....	¥451,308	¥101,032	¥54,564	¥ 53,251	¥660,156	¥ —	¥660,156	
Inside group .....	14,542	4,145	2,270	64,466	85,424	(85,424)	—	
<b>Total .....</b>	<b>465,850</b>	<b>105,177</b>	<b>56,834</b>	<b>117,717</b>	<b>745,580</b>	<b>(85,424)</b>	<b>660,156</b>	
Costs and Expenses .....	375,529	96,171	38,978	115,339	626,018	(85,853)	540,165	
<b>Operating Income .....</b>	<b>¥ 90,321</b>	<b>¥ 9,006</b>	<b>¥17,856</b>	<b>¥ 2,377</b>	<b>¥119,561</b>	<b>¥ 429</b>	<b>¥119,991</b>	

Notes: 1. Amounts less than one million yen are omitted.

2. Classification of business

JR East's businesses are classified by the segmentation used for management purpose so that the actual situation of JR East's business diversification is clearly and appropriately disclosed.

3. The main activities of each business segment are as follows:

Transportation:	Passenger transportation mainly by passenger railway
Station Space Utilization:	Retail sales, food and convenience stores, etc., which utilize space at the stations
Shopping Centers & Office Buildings:	Operation of shopping centers other than Station space utilization business, and leasing of office buildings, etc.
Other Services:	Advertising and publicity, hotel operations, wholesale, truck delivery, cleaning, information processing, credit card business, and other services

**(Reference)**  
**Consolidated Statement of Income** (Unaudited)  
EAST JAPAN RAILWAY COMPANY AND SUBSIDIARIES

	Millions of Yen
	Fiscal 2008 1st Quarter (Three months ended June 30, 2007)
<b>Operating Revenues</b> .....	<b>¥652,850</b>
<b>Operating Expenses</b> .....	<b>529,653</b>
Transportation, other services and cost of sales.....	<b>409,026</b>
Selling, general and administrative expenses.....	<b>120,627</b>
<b>Operating Income</b> .....	<b>123,196</b>
<b>Non-Operating Income</b> .....	<b>4,250</b>
Interest and dividend income.....	<b>1,911</b>
Equity in net income of affiliated companies.....	<b>275</b>
Other.....	<b>2,064</b>
<b>Non-Operating Expenses</b> .....	<b>32,562</b>
Interest expense.....	<b>31,657</b>
Other.....	<b>905</b>
<b>Ordinary Income</b> .....	<b>94,884</b>
<b>Extraordinary Gains</b> .....	<b>6,617</b>
Construction grants received.....	<b>3,944</b>
Other.....	<b>2,672</b>
<b>Extraordinary Losses</b> .....	<b>6,616</b>
Losses on reduction entry for construction grants.....	<b>3,939</b>
Other.....	<b>2,677</b>
<b>Income before Income Taxes</b> .....	<b>94,886</b>
<b>Income Taxes</b>	
Current.....	<b>19,794</b>
Deferred.....	<b>19,578</b>
<b>Minority Interests in Net Income of Consolidated Subsidiaries</b> ....	<b>565</b>
<b>Net Income</b> .....	<b>¥ 54,947</b>

Note: Amounts less than one million yen are omitted.

## Consolidated Statement of Cash Flows (Unaudited)

EAST JAPAN RAILWAY COMPANY AND SUBSIDIARIES

	Millions of Yen
	Fiscal 2008, 1st Quarter (Three months ended June 30, 2007)
<b>Cash Flows from Operating Activities</b>	
Income before income taxes.....	¥ 94,886
Depreciation.....	79,982
Amortization of long-term prepaid expense.....	1,200
Net change in employees' severance and retirement benefits.....	4,852
Interest and dividend income.....	(1,911)
Interest expense.....	31,657
Construction grants received.....	(3,944)
Losses from disposition and provision for cost reduction of fixed assets.....	7,414
Net change in major receivables.....	28,615
Net change in major payables.....	(75,880)
Other.....	(29,399)
Sub-total.....	137,472
Proceeds from interest and dividends.....	2,076
Payments of interest.....	(4,850)
Payments of income taxes.....	(78,825)
<b>Net cash provided by operating activities.....</b>	<b>55,873</b>
<b>Cash Flows from Investing Activities</b>	
Payments for purchases of fixed assets.....	(178,769)
Proceeds from sales of fixed assets.....	4,252
Proceeds from construction grants.....	27,701
Payments for purchases of investments in securities.....	(3,092)
Other.....	13,838
<b>Net cash used in investing activities.....</b>	<b>(136,069)</b>
<b>Cash Flows from Financing Activities</b>	
Proceeds from issuance of bonds.....	98,327
Payments of long-term liabilities.....	(8,631)
Payments for acquisition of treasury stock.....	(12)
Cash dividends paid.....	(17,986)
Other.....	(1,822)
<b>Net cash provided by financing activities.....</b>	<b>69,874</b>
<b>Net Change in Cash and Cash Equivalents.....</b>	<b>(10,321)</b>
<b>Cash and Cash Equivalents at Beginning of the period.....</b>	<b>86,980</b>
<b>Increase due to Addition of Consolidated</b>	
<b>Subsidiaries and Other.....</b>	<b>673</b>
<b>Cash and Cash Equivalents at End of the Period.....</b>	<b>¥ 77,331</b>

Note: Amounts less than one million yen are omitted.

## Segment Information (Unaudited)

### Segment Information by Business Activities

Three months ended June 30, 2007	Millions of Yen						Elimination and/or Corporate	Consolidated
	Transportation	Station Space Utilization	Shopping Centers & Office Buildings	Other Services	Total			
Operating Revenues								
Outside customers .....	¥453,023	¥ 97,596	¥49,967	¥ 52,263	¥652,850	¥ —	¥652,850	
Inside group .....	14,536	3,966	2,049	63,307	83,860	(83,860)	—	
Total .....	467,559	101,563	52,017	115,570	736,711	(83,860)	652,850	
Costs and Expenses .....	371,338	92,725	35,375	114,135	613,575	(83,921)	529,653	
Operating Income .....	¥ 96,221	¥ 8,837	¥16,641	¥ 1,434	¥123,135	¥ 60	¥123,196	

Notes: 1. Amounts less than one million yen are omitted.

2. Classification of business

JR East's businesses are classified by the segmentation used for management purpose so that the actual situation of JR East's business diversification is clearly and appropriately disclosed.

3. The main activities of each business segment are as follows:

Transportation:	Passenger transportation mainly by passenger railway
Station Space Utilization:	Retail sales, food and convenience stores, etc., which utilize space at the stations
Shopping Centers & Office Buildings:	Operation of shopping centers other than Station space utilization business, and leasing of office buildings, etc.
Other Services:	Advertising and publicity, hotel operations, wholesale, truck delivery, cleaning, information processing, credit card business, and other services

## Consolidated Principal Indicators

	Fiscal 2008, 1st Quarter (Three months ended June 30, 2007) (A)	Fiscal 2008 (Year ended March 31, 2008) (B)	Fiscal 2009, 1st Quarter (Three months ended June 30, 2008) (C)	Increase (Decrease)		Fiscal 2011 (Year ending March 31, 2011) Note 1
				(C)-(A)	(C)-(B)	
Cash flows from operating activities (Billions of yen).....	55.8	475.6	<b>103.7</b>	47.8	—	Note 2
Ratio of operating income to average assets (ROA) [%] .....	1.8	6.4	<b>1.7</b>	(0.1)	—	7.0
Return on average equity (ROE) [%] .....	3.6	12.3	<b>3.9</b>	0.3	—	
Equity ratio [%].....	22.3	23.0	<b>24.1</b>	1.8	1.1	
Shareholders' equity [Billions of yen].....	1,531.9	1,596.3	<b>1,654.2</b>	122.2	57.8	Note 3
Total long-term debt [Billions of yen] .....	3,725.9	3,558.7	<b>3,601.4</b>	(124.4)	42.6	
Average interest rates [%].....	3.41	3.41	<b>3.38</b>	(0.03)	(0.04)	
Net interest expense [Billions of yen].....	(29.7)	(122.9)	<b>(27.9)</b>	1.8	—	
Earnings per share [Yen] .....	13,750.07	47,463.57	<b>15,953.21</b>	2,203.14	—	
Shareholders' equity per share [Yen] .....	383,363.59	399,482.72	<b>413,965.45</b>	30,601.86	14,482.73	Note 3
Free cash flows (FCF) [Billions of yen] .....	(80.1)	74.8	<b>(17.3)</b>	62.8	—	
Capital expenditures [Billions of yen].....	45.6	417.1	<b>49.0</b>	3.3	—	
Transportation.....	27.2	269.5	<b>33.4</b>	6.2	—	
Non-transportation .....	18.4	147.5	<b>15.6</b>	(2.8)	—	

Notes: 1. Goals in the group management vision ("JR East 2020 Vision — Challenge —")  
2. Cumulative total of ¥1,800.0 billion for the three-year period from April 1, 2008 to March 31, 2011  
3. Shareholders' equity equals total net assets less minority interests.

### Forward-Looking Statements

Statements contained in this report with respect to JR East's plans, strategies, and beliefs that are not historical facts are forward-looking statements about the future performance of JR East, which are based on management's assumptions and beliefs in light of the information currently available to it. These forward-looking statements involve known and unknown risks, uncertainties, and other factors that may cause JR East's actual results, performance, or achievements to differ materially from the expectations expressed herein. These factors include, without limitation, (i) JR East's ability to successfully maintain or increase current passenger levels on railway services, (ii) JR East's ability to improve the profitability of railway and other operations, (iii) JR East's ability to expand non-transportation operations, and (iv) general changes in economic conditions and laws, regulations, and government policies in Japan.

## Consolidated Business Forecast for Six-month Period Ending September 30, 2008

	Billions of Yen			
	Actual	Forecast	Change	
	Fiscal 2008	Six-month Period	Increase	%
	Semi-Annual	Ending September	(Decrease)	
(Six months ended	30,2008	(B)-(A)	(B)/(A)x100	
September 30,2007)	(B)			
(A)				
Operating Revenues .....	1,334.6	<b>1,365.0</b>	30.3	102.3
Operating Income .....	259.2	<b>258.0</b>	(1.2)	99.5
Ordinary Income .....	201.0	<b>201.0</b>	(0.0)	100.0
Net Income.....	112.4	<b>117.0</b>	4.5	104.0

## Consolidated Business Forecast for Fiscal 2009

	Billions of Yen			
	Actual	Forecast	Change	
	Fiscal 2008	Fiscal 2009	Increase	%
	(A)	(B)	(Decrease)	
(B)-(A)	(B)/(A)x100			
<b>Operating Revenues</b> .....	2,703.5	<b>2,753.0</b>	49.4	101.8
Transportation.....	1,857.7	<b>1,872.0</b>	14.2	100.8
Station Space Utilization .....	404.0	<b>421.0</b>	16.9	104.2
Shopping Centers & Office Buildings.....	205.3	<b>224.0</b>	18.6	109.1
Other Services .....	236.4	<b>236.0</b>	(0.4)	99.8
<b>Operating Income</b> .....	445.1	<b>456.0</b>	10.8	102.4
Transportation.....	331.8	<b>335.0</b>	3.1	101.0
Station Space Utilization .....	36.2	<b>39.0</b>	2.7	107.5
Shopping Centers & Office Buildings.....	59.8	<b>66.0</b>	6.1	110.3
Other Services .....	17.3	<b>17.0</b>	(0.3)	98.2
Elimination and/or corporate.....	(0.0)	<b>(1.0)</b>	(0.9)	1,710.1
<b>Ordinary Income</b> .....	336.5	<b>343.0</b>	6.4	101.9
<b>Net Income</b> .....	189.6	<b>197.0</b>	7.3	103.9

Reference: Earnings per share – Fiscal 2009: ¥49,297.35

## Consolidated Capital Expenditures Plan for Fiscal 2009

	Billions of Yen			
	Actual	Plans for	Change	
	Fiscal 2008	Fiscal 2009	Increase	%
	(A)	(B)	(Decrease)	
(B)-(A)	(B)/(A)x100			
<b>Capital Expenditures</b> .....	417.1	<b>444.0</b>	26.8	106.4
Transportation.....	269.5	<b>315.0</b>	45.4	116.9
Non-transportation .....	147.5	<b>129.0</b>	(18.5)	87.4

### Forward-Looking Statements

Statements contained in this report with respect to JR East's plans, strategies, and beliefs that are not historical facts are forward-looking statements about the future performance of JR East, which are based on management's assumptions and beliefs in light of the information currently available to it. These forward-looking statements involve known and unknown risks, uncertainties, and other factors that may cause JR East's actual results, performance, or achievements to differ materially from the expectations expressed herein. These factors include, without limitation, (i) JR East's ability to successfully maintain or increase current passenger levels on railway services, (ii) JR East's ability to improve the profitability of railway and other operations, (iii) JR East's ability to expand non-transportation operations, and (iv) general changes in economic conditions and laws, regulations, and government policies in Japan.

## Passenger Kilometers and Passenger Revenues of Parent Company

	Passenger Kilometers				Revenues from Passenger Tickets			
	Millions		%		Billions of yen		%	
	Fiscal 2008, 1st Quarter (Three months ended June 30, 2007)	Fiscal 2009, 1st Quarter (Three months ended June 30, 2008)	Change Increase (Decrease)	(B)/(A)x100	Fiscal 2008, 1st Quarter (Three months ended June 30, 2007)	Fiscal 2009, 1st Quarter (Three months ended June 30, 2008)	Change Increase (Decrease)	(D)/(C)x100
(A)	(B)	(B)-(A)	(B)/(A)x100	(C)	(D)	(D)-(C)	(D)/(C)x100	
<b>Shinkansen Network</b>								
Commuter Passes .....	430	<b>432</b>	2	100.5	5.7	<b>5.8</b>	0.0	101.2
Other .....	4,352	<b>4,197</b>	(154)	96.4	110.5	<b>108.8</b>	(1.6)	98.5
Total .....	4,782	<b>4,630</b>	(152)	96.8	116.3	<b>114.7</b>	(1.5)	98.6
<b>Conventional Lines</b>								
<i>Kanto Area Network</i>								
Commuter Passes	17,964	<b>17,962</b>	(2)	100.0	114.7	<b>116.0</b>	1.2	101.1
Other .....	8,534	<b>8,512</b>	(22)	99.7	173.4	<b>172.5</b>	(0.9)	99.5
Total .....	26,499	<b>26,474</b>	(24)	99.9	288.2	<b>288.5</b>	0.3	100.1
<i>Other Network</i>								
Commuter Passes .....	907	<b>906</b>	(1)	99.8	5.0	<b>5.1</b>	0.0	101.5
Other .....	819	<b>783</b>	(36)	95.5	15.8	<b>15.4</b>	(0.4)	97.1
Total .....	1,727	<b>1,689</b>	(38)	97.8	20.9	<b>20.5</b>	(0.3)	98.1
<i>Total</i>								
Commuter Passes .....	18,872	<b>18,868</b>	(4)	100.0	119.8	<b>121.1</b>	1.3	101.1
Other .....	9,354	<b>9,295</b>	(58)	99.4	189.3	<b>187.9</b>	(1.4)	99.3
Total .....	28,227	<b>28,164</b>	(62)	99.8	309.1	<b>309.1</b>	(0.0)	100.0
<b>Total</b>								
Commuter Passes .....	19,303	<b>19,301</b>	(1)	100.0	125.6	<b>127.0</b>	1.4	101.1
Other .....	13,706	<b>13,492</b>	(213)	98.4	299.8	<b>296.8</b>	(3.0)	99.0
Total .....	33,009	<b>32,794</b>	(215)	99.3	425.4	<b>423.8</b>	(1.6)	99.6

Notes:1. Amounts less than one million passenger kilometers and 100 million yen are omitted.

2. The Kanto Area Network encompasses the area encompassed under the previous classification of the Tokyo Metropolitan Area Network (Tokyo Branch Office, Yokohama Branch Office, Hachioji Branch Office, and Omiya Branch Office) and the areas covered by Takasaki Branch Office, Mito Branch Office, and Chiba Branch Office.