

Consolidated Financial Statements for Fiscal 2015 (Year Ended March 31, 2015)

[Consolidated Balance Sheets]

(Millions of Yen)

	Fiscal 2015		Fiscal 2015
[ASSETS]		[LIABILITIES]	
Current Assets	855,785	Current Liabilities	1,340,078
Cash and time deposits	76,341	Notes and accounts payable-trade	49,850
Notes and accounts receivable-trade	422,432	Short-term loans and current portion of long-term loans	118,220
Fares receivable	40,014	Current portion of bonds	55,000
Short-term loans receivable	6,515	Current portion of long-term liabilities incurred for purchase of railway facilities	106,730
Securities	169,000	Payables	458,979
Real estate for sale	1,099	Accrued consumption taxes	41,836
Inventories	52,856	Accrued income taxes	51,772
Deferred income taxes	43,635	Fare deposits received with regard to railway connecting services	20,694
Other	45,557	Prepaid railway fares received	103,438
Allowance for doubtful accounts	△ 1,666	Allowance for bonuses to employees	71,226
Fixed Assets	6,749,903	Allowance for earthquake-damage losses	3,522
Property, plant and equipment, net of accumulated depreciation	6,089,000	Other	258,805
Buildings and fixtures (net)	3,043,240	Long-Term Liabilities	3,960,636
Machinery, rolling stock and vehicles (net)	736,600	Bonds	1,709,853
Land	1,991,792	Long-term loans	874,921
Construction in progress	254,958	Long-term liabilities incurred for purchase of railway facilities	438,475
Other (net)	62,407	Long-term deferred tax liabilities	4,073
Intangible assets	126,085	Allowance for earthquake-damage losses	1,236
Investments and other assets	534,817	Net defined benefit liability	16,547
Investments in securities	246,551	Other	701,730
Long-term loans receivable	2,992	Total Liabilities	5,300,714
Long-term deferred income taxes	218,974	NET ASSETS	
Net defined benefit asset	410	Shareholders' Equity	2,207,795
Other	66,615	Common stock	200,000
Allowance for doubtful accounts	△ 726	Capital surplus	96,833
Deferred Assets	1	Retained earnings	1,915,382
Deferred business commencement expenses	—	Treasury stock, at cost	△ 4,420
Deferred development expenses	1	Accumulated Other Comprehensive Income	77,862
		Net unrealized holding gains (losses) on securities	68,415
		Net deferred gains (losses) on derivatives under hedge accounting	2,532
		Revaluation reserve for land	△ 483
		Remeasurements of defined benefit plans	7,398
		Minority Interests	19,317
		Total Net Assets	2,304,976
Total Assets	7,605,690	Total Liabilities and Net Assets	7,605,690

[Consolidated Statements of Income]

(Millions of Yen)

	Fiscal 2015
Operating Revenues	2,756,165
Operating Expenses	2,328,643
Transportation, other services and cost of sales	1,806,181
Selling, general and administrative expenses	522,462
Operating Income	427,521
Non-Operating Income	20,858
Interest income	152
Dividend income	3,602
Gains on sales of equipment	1,438
Insurance proceeds and dividends	8,203
Equity in net income of affiliated companies	3,134
Other	4,326
Non-Operating Expenses	86,403
Interest expense	81,961
Losses on sales of equipment	350
Other	4,090
Ordinary Income	361,977
Extraordinary Gains	66,703
Gains on sales of fixed assets	1,211
Construction grants received	59,205
Other	6,285
Extraordinary Losses	113,379
Losses on sales of fixed assets	2,088
Losses from disposition of fixed assets	3,957
Losses on reduction entry for construction grants	54,253
Impairment losses on fixed assets	12,738
Provision for allowance for partial transfer costs of railway operation	16,616
Other	23,725
Income before Income Taxes	315,300
Income Taxes	107,540
Current	26,202
Deferred	133,742
Income before Minority Interests	181,558
Minority Interests in Net Income of Consolidated Subsidiaries	1,160
Net Income	180,397

[Consolidated Statements of Cash Flows]

(Millions of Yen)

	Fiscal 2015
Cash Flows from Operating Activities	622,762
Income before income taxes	315,300
Depreciation	353,250
Impairment losses on fixed assets	12,738
Amortization of long-term prepaid expense	8,243
Net change in net defined benefit liability	△ 24,100
Interest and dividend income	△ 3,421
Interest expense	81,961
Construction grants received	△ 59,205
Insurance proceeds related to earthquake	△ 3,361
Losses from disposition of fixed assets	37,602
Losses from provision for cost reduction of fixed assets	54,253
Provision for allowance for partial transfer costs of railway operation	16,616
Net change in major receivables	△ 3,898
Net change in major payables	△ 28,181
Other	56,068
Sub-total	813,867
Proceeds from interest and dividends	4,160
Payments of interest	△ 82,204
Insurance proceeds related to earthquake	3,361
Payments of earthquake-damage losses	△ 3,060
Payments of income taxes	△ 113,362
Cash Flows from Investing Activities	△ 476,844
Payments for purchases of fixed assets	△ 503,746
Proceeds from sales of fixed assets	1,039
Proceeds from construction grants	33,749
Payments for purchases of investments in securities	△ 4,158
Proceeds from sales of investment in securities	4,729
Other	△ 8,457
Cash Flows from Financing Activities	△ 86,636
Proceeds from long-term loans	182,500
Payments of long-term loans	△ 123,006
Proceeds from issuance of bonds	120,000
Payments for redemption of bonds	△ 75,000
Payments of liabilities incurred for purchase of railway facilities	△ 121,209
Payments for acquisition of treasury stock	△ 11,319
Cash dividends paid	△ 47,271
Other	△ 11,329
Net Change in Cash and Cash Equivalents	59,281
Cash and Cash Equivalents at Beginning of the Year	186,057
Decrease in Cash and Cash Equivalents Resulting from Exclusion of Subsidiaries from Consolidation	△ 597
Increase in Cash and Cash Equivalents due to Merger	429
Cash and Cash Equivalents at End of the Year	245,170