

Consolidated Balance Sheets

March 31, 2005, 2004 and 2003

West Japan Railway Company

	Millions of yen 2005	Millions of yen 2004	Millions of yen 2003	Millions of U.S. dollars (Note 1) 2005
ASSETS				
Current Assets:				
Cash (Notes 3 and 11)	¥ 62,901	¥ 71,317	¥ 90,016	\$ 587
Marketable securities (Note 4)	2	12	2	0
Notes and accounts receivable:				
Unconsolidated subsidiaries and affiliates	2,788	1,641	1,906	26
Trade	72,411	63,901	59,708	676
Less allowance for doubtful accounts	(308)	(352)	(520)	(2)
Inventories (Note 6)	15,696	16,241	13,988	146
Income taxes refundable (Note 14)	48	55	546	0
Deferred income taxes (Note 14)	19,079	25,436	20,153	178
Prepaid expenses and other current assets (Note 5)	41,500	24,111	28,273	387
Total Current Assets	214,120	202,366	214,075	2,001
Investments:				
Unconsolidated subsidiaries and affiliates (Note 7)	36,927	35,921	34,508	345
Other securities (Notes 4 and 11)	16,767	20,267	21,349	156
	53,695	56,188	55,858	501
Property, Plant and Equipment (Notes 8, 9, 10, 11 and 12):				
Land	662,910	678,705	681,118	6,195
Buildings and structures	2,614,754	2,606,402	2,597,507	24,436
Machinery, equipment and vehicles	976,969	954,744	906,619	9,130
Tools, furniture and fixtures	79,684	96,419	90,323	744
Construction in progress	69,296	67,705	86,083	647
	4,403,613	4,403,978	4,361,652	41,155
Less accumulated depreciation	(2,420,952)	(2,362,251)	(2,297,365)	(22,625)
Property, Plant and Equipment, Net	1,982,660	2,041,726	2,064,287	18,529
Deferred Income Taxes (Note 14)	73,014	65,030	61,394	682
Other Assets	40,831	45,047	37,098	381
Total Assets	¥2,364,322	¥2,410,358	¥2,432,713	\$22,096

	Millions of yen	Millions of yen	Millions of yen	Millions of U.S. dollars (Note 1)
	2005	2004	2003	2005
LIABILITIES, MINORITY INTERESTS AND SHAREHOLDERS' EQUITY				
Current Liabilities:				
Short-term loans (Notes 10 and 11)	¥ 13,420	¥ 9,943	¥ 4,138	\$ 125
Current portion of long-term debt (Notes 10 and 11)	30,888	59,273	55,927	288
Current portion of long-term payables (Note 12)	38,623	37,723	35,488	360
Notes and accounts payable:				
Unconsolidated subsidiaries and affiliates	4,356	3,534	3,277	40
Trade	126,566	123,784	127,130	1,182
Prepaid railway fares received	30,434	30,080	28,576	284
Deposits and advances received	159,232	156,169	167,940	1,488
Accrued expenses	62,587	60,601	57,554	584
Accrued income taxes (Note 14)	21,307	29,293	24,254	199
Accrued repair costs for elevated railroads of the Sanyo Shinkansen Line (Note 8)	—	—	3,616	—
Allowance for loss on guarantees	—	—	100	—
Allowance for loss on business reorganization (Note 1 (12))	—	20,660	—	—
Other current liabilities	9,848	13,876	9,952	92
Total Current Liabilities	497,263	544,942	517,956	4,647
Long-Term Debt (Notes 10 and 11)	512,362	503,351	533,524	4,788
Long-Term Payables (Note 12)	499,794	538,197	575,774	4,670
Long-Term Accrued Rail Usage Charges (Note 1 (8))	—	—	46,817	—
Accrued Retirement Benefits (Note 16)	199,779	208,934	181,763	1,867
Deferred Income Taxes (Note 14)	76	977	1,360	0
Other Long-Term Liabilities (Note 11)	105,211	110,594	113,629	983
Minority Interests	25,476	23,598	21,330	238
Contingent Liabilities (Note 18)				
Shareholders' Equity (Notes 17 and 22):				
Common stock:				
Authorized—8,000,000 shares;				
Issued and outstanding—2,000,000 shares	100,000	100,000	100,000	934
Capital surplus	55,000	55,000	55,000	514
Retained earnings	365,303	319,491	281,695	3,414
Net unrealized holding gain on securities	4,381	5,597	4,188	40
Less treasury stock, at cost—885 shares at March 31, 2005, 2004 and 2003	(327)	(327)	(327)	(3)
Total Shareholders' Equity	524,357	479,762	440,556	4,900
Total Liabilities, Minority Interests and Shareholders' Equity	¥2,364,322	¥2,410,358	¥2,432,713	\$22,096

See accompanying notes to consolidated financial statements.