



■ Transportation Operations
■ Sales of Goods and Food Services
■ Real Estate Business
■ Other Businesses
 (Prior to elimination of intersegment transactions)

Transportation Operations

JR-West's railway operations cover the western part of Honshu and extend to the northern tip of Kyushu—encompassing 18 prefectures—and provide service to 43 million people, or more than 30% of Japan's total population. JR-West's Transportation Operations comprise passenger transportation for this network.

In fiscal 2006, ended March 31, 2006, consolidated operating revenues, inclusive of intersegment transactions, edged up 0.6% year on year, to ¥850.8 billion, while operating income decreased 1.4%, to ¥98.0 billion.

Sales of Goods and Food Services

JR-West's Sales of Goods and Food Services segment targets railway customers, offering a variety of shops and services, including convenience stores, food and beverage establishments, and the JR Kyoto Isetan department store, which are all located in and around station buildings.

In fiscal 2006, consolidated operating revenues, inclusive of intersegment transactions, rose 5.0% year on year, to ¥244.4 billion, with operating income up 13.7%, to ¥5.9 billion.

Real Estate Business

JR-West's Real Estate Business seeks to effectively utilize its real estate holdings in and around stations, operating shopping centers and rental sites in addition to undertaking the development of station buildings and the space under elevated tracks.

In fiscal 2006, consolidated operating revenues, inclusive of intersegment transactions, increased 6.8% year on year, to ¥75.7 billion, with operating income up 8.3%, to ¥20.5 billion.

Other Businesses

JR-West's Other Businesses segment comprises Nippon Travel Agency, the Hotel Granvia Kyoto and other hotel businesses, advertising agency business, maintenance and engineering services, and other services that seek to support railway operations.

In fiscal 2006, consolidated operating revenues, inclusive of intersegment transactions, rose 8.0% year on year, to ¥280.2 billion, with operating income up 12.5%, to ¥11.4 billion.