



# SUMMARY OF THE FIRST HALF (INTERIM) OF THE FISCAL YEAR ENDING MARCH 31, 2025

## [JAPANESE GAAP] (CONSOLIDATED BASIS)

November 1, 2024

Company name: West Japan Railway Company

Stock listings: Tokyo Stock Exchange

Code number: 9021 URL <https://www.westjr.co.jp>

Representative: Kazuaki Hasegawa, President and Representative Director

For further information, please contact: Shinkan Minagawa, General Manager, Corporate Communications Division

Planned submission date of interim report: November 8, 2024 Start of dividend payments: November 28, 2024

Supplemental explanatory material prepared (for the quarter): Yes

Results briefing held (for the quarter): Yes

(Figures less than ¥1 million have been omitted.)

### 1. Results for the Six Months Ended September 30, 2024 (Interim) (from April 1, 2024 to September 30, 2024)

(1) Operating results (cumulative total) (Percentages indicate year-on-year increase/(decrease))

	Operating revenues		Operating income		Recurring income		Income attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2024	811,386	5.4	104,790	(1.4)	98,596	0.1	69,711	3.8
September 30, 2023	769,902	24.8	106,292	214.0	98,458	255.4	67,143	4.1

(Note) Comprehensive income: September 30, 2024 69,994 Millions of yen (3.7% declined)

September 30, 2023 72,652 Millions of yen (9.0%)

	Income attributable to owners of parent per share	Income attributable to owners of parent per share after dilution
	Yen	Yen
September 30, 2024	145.58	—
September 30, 2023	137.76	—

Note: The Company conducted a 2-for-1 stock split of shares of common stock that became effective on April 1, 2024.

Income attributable to owners of parent per share is calculated assuming this stock split was conducted at the beginning of the fiscal year ended March 31, 2024.

### (2) Financial position

	Total Assets	Net Assets	Equity ratio
	Millions of yen	Millions of yen	%
September 30, 2024	3,600,646	1,226,494	30.7
FY2024.3	3,780,073	1,227,111	29.3

(Reference) Total shareholders' equity: September 30, 2024 1,106,596 Millions of yen FY2024.3 1,108,046 Millions of yen

(Note) "Accounting Standard for Current Income Taxes" (ASBJ Statement No. 27, October 28, 2022) and other standards have been applied from the beginning of the first half of the current fiscal year, and the figures for the fiscal year ended March 31, 2024 have been retroactively applied.

### 2. Dividend

	Dividends per share				
	June 30	Sept. 30	Dec. 30	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
FY2024.3	—	57.50	—	84.50	142.00
FY2025.3	—	37.00			
FY2025.3 (Forecast)			—	37.00	74.00

(Note) 1. Revision of dividends forecast for this period: Yes

2. The Company conducted a 2-for-1 stock split of shares of common stock that became effective on April 1, 2024. Dividends for FY2024.3 are pre-stock split dividends.

3. Please refer to the "Notice Regarding Distribution of Capital Surplus (Interim Dividends) and Revision of Dividends Forecast for FY2025.3" released today (November 1, 2024) for details on the revisions to the dividend forecast.

3. Forecasts for Fiscal Year ending March 31, 2025 (from April 1, 2024 to March 31, 2025)

(Percentages indicate year-on-year increase/(decrease))

Fiscal year	Operating revenues		Operating income		Recurring income		Income attributable to owners of parent		Income attributable to owners of parent per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
	1,718,000	5.1	170,000	(5.4)	155,500	(7.1)	100,000	1.3	210.67

(Note) 1. Revision of earnings forecast for this period: None

2. 'Income attributable to owners of parent per share (EPS)' in the Forecasts for Fiscal Year ending March 31, 2025 takes into account the acquisition of treasury stock during the current interim consolidated fiscal year and the cancellation of treasury stock resolved at the Board of Directors meeting held on November 1, 2024.

Notes

(1) Significant changes in the scope of consolidation during the subject period: None

(2) Adoption of special accounting policy for financial reporting: None

(3) Changes in accounting policies, changes in accounting estimates, restatements

- 1) Changes based on revision of accounting standards: Yes
- 2) Changes other than 1) above: None
- 3) Changes in accounting estimates: None
- 4) Restatements: None

(Note) For details, please refer to "(4) Notes to Consolidated Financial Statements (Notes to Changes in Accounting Policies)" of "2. Consolidated Financial Statements" on page 8 of the Attached Materials section.

(4) Number of shares outstanding (common stock)

1) Number of shares issued and outstanding (including treasury stock):

September 30, 2024	488,003,200	FY2024.3	488,003,200
September 30, 2024	17,522,054	FY2024.3	583,706
September 30, 2024	478,846,470	September 30, 2023	487,391,088

2) Number of treasury stock:

3) Average number of shares outstanding for each period (interim):

Note: The Company conducted a 2-for-1 stock split of shares of common stock that became effective on April 1, 2024.

Number of shares issued and outstanding, number of treasury stock, and average number of shares outstanding for each period are calculated assuming this stock split was conducted at the beginning of the fiscal year ended March 31, 2024.

\* Summary of the first half (interim) of the fiscal year ending March 31, 2025, has not been reviewed by certified public accountants or the Accounting Auditor

Notes

- The forward-looking statements in this document, including forecasts, etc., are based on information available to the Company at the time of this document's release and on certain assumptions considered reasonable. For earnings forecasts, please refer to "Supplemental Data (Results for 6 months ended September 30, 2024)".
- Supplementary materials for the financial statements are posted on our homepage. The Company plans to hold a presentation for analysts on November 1, 2024. The Company plans to promptly post the presentation materials on its homepage after the presentation.

## Table of Contents - Attached Materials

1. Overview of Business Performance and Other Results .....	2
2. Consolidated Financial Statements .....	3
(1) Consolidated Balance Sheets .....	3
(2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income ...	5
(3) Consolidated Statements of Cash Flows .....	7
(4) Notes to Consolidated Financial Statements .....	8
(Notes to Changes in Accounting Policies) .....	8
(Note in the Event of Major Change in Shareholders' Equity) .....	8
(Note on Assumptions for Going Concern) .....	8
(Notes on Material Subsequent Events) .....	8

Reference: Supplemental Data (Results for 6 months ended September 30, 2024)

## **1. Overview of Business Performance and Other Results**

Overview of Business Performance and Other Results for the first half of the current fiscal year is provided in the “Supplemental Data (Results for 6 months ended September 30, 2024),” which was disclosed on TD-net and the Company’s website on the same day.

## 2. Consolidated Financial Statements

### (1) Consolidated Balance Sheets

(Millions of yen)

	March 31, 2024	September 30, 2024
<b>Assets</b>		
Current assets		
Cash and deposits	233,465	115,767
Notes and accounts receivable-trade	58,437	37,881
Railway fares receivable	52,676	48,041
Accounts receivables	114,129	69,988
Securities	—	5
Inventories	160,631	191,431
Other	82,161	75,321
Less allowance for doubtful accounts	(537)	(549)
<b>Current assets total</b>	<b>700,963</b>	<b>537,887</b>
Non-current assets		
Property, plant and equipment		
Buildings and structures (net value)	1,236,295	1,257,472
Machinery and transport equipment (net value)	414,075	412,032
Land	806,288	810,362
Construction in progress	122,667	98,483
Other property, plant and equipment (net value)	54,097	54,839
<b>Property, plant and equipment total</b>	<b>2,633,423</b>	<b>2,633,191</b>
Intangible fixed assets	46,490	51,741
Investments and other assets		
Investments in securities	127,931	131,899
Net defined benefit asset	4,564	4,580
Deferred tax assets	209,312	186,695
Other	60,497	57,805
Less allowance for doubtful accounts	(3,306)	(3,156)
<b>Total investments and other assets</b>	<b>398,999</b>	<b>377,825</b>
<b>Total non-current assets</b>	<b>3,078,913</b>	<b>3,062,758</b>
Deferred assets		
Share issuance cost	196	—
<b>Total deferred assets</b>	<b>196</b>	<b>—</b>
<b>Total assets</b>	<b>3,780,073</b>	<b>3,600,646</b>

(Millions of yen)

	March 31, 2024	September 30, 2024
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable-trade	59,894	40,657
Short-term loans payable	19,298	21,964
Current portion of bonds	60,000	65,500
Current portion of long-term debt	77,130	88,612
Current portion of long-term payables for acquisition of railway properties	1,327	1,371
Accounts payable	163,458	84,895
Accrued consumption tax	25,326	9,375
Accrued income tax	13,422	11,149
Prepaid railway fares received	38,339	44,303
Advances received	37,512	59,633
Allowance for bonuses	36,251	34,952
Allowance for loss on disaster	2,575	1,349
Other	175,637	154,930
Total current liabilities	710,175	618,696
Non-current liabilities		
Bonds	799,994	744,995
Long-term debt	519,855	498,355
Long-term payables for acquisition of railway properties	96,108	95,411
Deferred tax liabilities	1,807	1,412
Allowance for large scale renovation of Shinkansen infrastructure	33,333	35,416
Allowance for environmental safety measures	2,255	2,219
Allowance for loss on liquidation of railway belts	30,292	30,076
Accrued retirement benefits	211,647	196,988
Other	147,491	150,579
Total non-current liabilities	1,842,786	1,755,455
Total liabilities	2,552,961	2,374,151
<b>Net assets</b>		
Shareholders' equity		
Common stock	226,136	226,136
Capital surplus	183,939	183,939
Retained earnings	694,619	743,726
Treasury stock	(1,262)	(51,092)
Total shareholders' equity	1,103,433	1,102,709
Accumulated other comprehensive income		
Net unrealized holding gain on securities	6,569	6,229
Deferred gains or losses on hedges	130	194
Remeasurements of defined benefit plans	(2,087)	(2,537)
Total other comprehensive income	4,613	3,886
Non-controlling interests	119,064	119,898
Total net assets	1,227,111	1,226,494
Total liabilities and net assets	3,780,073	3,600,646

**(2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income**  
**Consolidated Statements of Income**  
Six months ended September 30

(Millions of yen)

	2023	2024
Operating revenues	769,902	811,386
Operating expenses		
Transportation, other services and cost of sales	565,071	592,904
Selling, general and administrative expenses	98,538	113,691
Total operating expenses	663,610	706,595
Operating income	106,292	104,790
Non-operating revenues		
Interest income	28	27
Dividend income	442	641
Transfer from administrative fee of contracted construction	66	107
Equity in earnings of affiliates	1,038	1,423
Other	1,552	1,806
Total non-operating revenues	3,129	4,007
Non-operating expenses		
Interest expenses	10,178	9,683
Other	785	517
Total non-operating expenses	10,963	10,201
Recurring income	98,458	98,596
Extraordinary income		
Gain on sales of noncurrent assets	102	1,997
Gain on contribution for construction	4,015	6,137
Compensation income for expropriation	142	10
Other	1,232	532
Total extraordinary income	5,493	8,678
Extraordinary losses		
Loss on deduction of contributions received for construction from acquisition costs of property, plant and equipment	3,852	3,440
Loss on reduction for expropriation	142	9
Other	1,799	2,633
Total extraordinary losses	5,793	6,083
Income before income taxes	98,158	101,191
Income taxes- Current	8,110	7,767
Income taxes- Deferred	20,336	22,601
Total income taxes	28,446	30,369
Income	69,712	70,822
Income attributable to non-controlling interests	2,568	1,110
Income attributable to owners of parent	67,143	69,711

**Consolidated Statements of Comprehensive Income**  
Six months ended September 30

(Millions of yen)

	2023	2024
Income	69,712	70,822
Other comprehensive income		
Valuation difference on available-for-sale securities	3,333	(381)
Deferred gains or losses on hedges	68	86
Remeasurements of defined benefit plans	(462)	(527)
Share of other comprehensive income of associates accounted for using equity method	0	(6)
Total other comprehensive income	2,940	(828)
Comprehensive income	72,652	69,994
Breakdown of comprehensive income		
Comprehensive income attributable to owners of the parent	69,821	68,984
Comprehensive income attributable to non-controlling interests	2,831	1,009



### (3) Consolidated Statements of Cash Flows

Six months ended September 30

(Millions of yen)

	2023	2024
<b>Cash flows from operating activities</b>		
Income before income taxes	98,158	101,191
Depreciation and Amortization	79,818	81,902
Loss on deduction of contributions received for construction from acquisition costs of property, plant and equipment	3,852	3,440
Loss on disposal of property, plant and equipment	1,396	1,071
Loss (Gain) on sale of property, plant and equipment	(92)	(1,955)
Increase (decrease) in net defined benefit liability	(18,080)	(15,290)
Increase (decrease) in allowance for doubtful accounts	(1,003)	(138)
Increase (decrease) in provision for bonuses	(633)	(1,298)
Increase (decrease) in allowance for the large-scale renovation of Shinkansen infrastructure	2,083	2,083
Increase (decrease) in other provision	(1,141)	(1,535)
Interest and dividend income	(471)	(669)
Interest expenses	10,178	9,683
Equity in earnings of affiliates	(1,038)	(1,423)
Proceeds from contribution for construction	(4,015)	(6,137)
Decrease (increase) in notes and accounts receivable-trade	48,552	56,125
Decrease (increase) in inventories	(25,466)	(29,223)
Increase (decrease) in accounts payable-trade	(33,337)	(72,548)
Increase (decrease) in accrued consumption taxes	(7,913)	(15,950)
Other	(2,300)	7,167
Subtotal	148,543	116,495
Interest and dividends income received	461	652
Interest paid	(10,132)	(9,596)
Income taxes paid	(10,924)	(9,459)
<b>Cash flows from operating activities</b>	<b>127,947</b>	<b>98,092</b>
<b>Cash flows from investing activities</b>		
Purchase of non-current assets	(98,998)	(112,557)
Proceeds from sales of non-current assets	287	17,446
Contributions received for constructions	18,891	11,612
Increase in investments in securities	(12,519)	(2,895)
Proceeds from sales of investment securities	1,319	32
Net decrease (increase) in loans receivable	1,190	108
Other	(1,439)	(113)
<b>Cash flows from investing activities</b>	<b>(91,268)</b>	<b>(86,367)</b>
<b>Cash flows from financing activities</b>		
Change in short-term loans	2,316	2,653
Proceeds from long-term loans	—	20,000
Repayment of long-term debt	(15,023)	(30,017)
Redemption of bonds	(90,000)	(50,000)
Repayment of long-term payables for acquisition of railway properties	(612)	(653)
Purchase of treasury stock	(0)	(50,002)
Cash dividends paid	(18,265)	(20,578)
Dividends paid to non-controlling interests	(300)	(152)
Other	(2,480)	(672)
<b>Cash flows from financing activities</b>	<b>(124,366)</b>	<b>(129,422)</b>
Change in cash and cash equivalents, net	(87,686)	(117,696)
Cash and cash equivalents at beginning of period	289,893	233,218
Increase in cash and cash equivalents from newly consolidated subsidiary	282	—
<b>Cash and cash equivalents at the end of the interim</b>	<b>202,488</b>	<b>115,521</b>

#### **(4) Notes to Consolidated Financial Statements**

##### **(Notes to Changes in Accounting Policies)**

(Application of the Accounting Standard for Current Income Taxes)

The Accounting Standard for Current Income Taxes (ASBJ Statement No.27, October 28, 2022; hereinafter referred to as the “Revised Accounting Standard 2022”), etc. have been adopted from the beginning of the second quarter ended September 30, 2024. The amendment to categories in which current income taxes should be recorded (taxes on other comprehensive income) follows the transitional treatment prescribed in the proviso of paragraph 20-3 of the Revised Accounting Standard 2022 and the transitional treatment prescribed in the proviso (2) of paragraph 65-2 of the Implementation Guidance on Tax Effect Accounting (ASBJ Guidance No.28, October 28, 2022; hereinafter referred to as the “Revised Implementation Guidance 2022”). This change in accounting policies has no impact on the interim consolidated financial statements.

For the amendment related to the revised accounting treatment for consolidated financial statements when gains or losses on sale of shares in subsidiaries resulting from transactions between consolidated companies were deferred for tax purposes, the Revised Implementation Guidance 2022 has been adopted from the beginning of the second quarter ended September 30, 2024. This change in accounting policies was applied retrospectively. Hence, the interim consolidated financial statements for the same interim of the prior fiscal year and the consolidated financial statements for the prior fiscal year have been modified retrospectively.

As a result, compared to before the retrospective application, deferred tax assets for the previous consolidated fiscal year increased by ¥2,150 million. Furthermore, due to the cumulative effect being reflected in the beginning net assets of the previous consolidated fiscal year, the beginning balance of retained earnings increased by ¥2,150 million.

##### **(Note in the Event of Major Change in Shareholders’ Equity)**

The Company implemented a share buyback of 16,993,400 shares through open stock market purchases until September 30, 2024, based on the resolution adopted at the meeting of the Board of Directors held on April 30, 2024.

Through this acquisition, etc., the value of the Company’s treasury shares increased ¥49,830 million during the first half of the current fiscal year to ¥51,092 million at the end of the first half of the current fiscal year.

##### **(Note on Assumptions for Going Concern)**

Not applicable

##### **(Notes on Material Subsequent Events)**

(Cancellation of treasury stock)

West Japan Railway Company, at a meeting of its Board of Directors held on November 1, 2024, determined the cancellation of treasury stock in accordance with Article 178 of the Companies Act of Japan.

(1) Reason for cancellation of Treasury Stock	To enhance shareholder return and improve capital efficiency
(2) Class of shares to be cancelled	Common stock of the company
(3) Number of shares to be cancelled	16,993,400 shares (3.5% of the number of shares outstanding before the cancellation)
(4) Planned date of cancellation	November 15, 2024

Reference: Total number of issued shares after the cancellation will be 471,009,800 shares.