

7/Aug/2001

Company Name: West Japan Railway Company

Representative: Shojiro NAN-YA, President

(Code: 9021 Stock Exchange at Tokyo, Osaka, Nagoya and Fukuoka)

## The Revision to the Business Prospects for FY2002 ending on 31<sup>st</sup> March 2002

### I. Revised Prospects for the first half of FY2002

From 1<sup>st</sup> April 2001 to 30<sup>th</sup> September 2001

#### 1. Consolidated

	Sales	Recurring Profit	(JPY million) Net Income
Prospects informed on 18 <sup>th</sup> May 2001 (A)	595,000	40,000	52,500
Revised Prospects (B)	595,000	40,000	28,500
Change (C=B-A)	-	-	-24,000
Change (C/A)	-	-	-45.7%
Results for the first half of FY3/2001	593,874	39,296	21,070

#### 2. Non-Consolidated

	Sales	Recurring Profit	(JPY million) Net Income
Prospects informed on 18 <sup>th</sup> May 2001 (A)	444,000	35,000	50,000
Revised Prospects (B)	444,000	35,000	26,000
Change (C=B-A)	-	-	-24,000
Change (C/A)	-	-	-48.0%
Results for the first half of FY3/2001	442,974	34,396	19,080

## II. Revised Prospects for FY2002

From 1<sup>st</sup> April 2001 to 31<sup>st</sup> March 2002

### 1. Consolidated

	Sales	Recurring Profit	(JPY million) Net Income
Prospects informed on 18 <sup>th</sup> May 2001 (A)	1,191,000	56,000	60,500
Revised Prospects (B)	1,191,000	56,000	36,100
Change (C=B-A)	-	-	-24,400
Change (C/A)	-	-	-40.3%
Results for FY3/2001	1,195,516	56,059	30,961

### 2. Non-Consolidated

	Sales	Recurring Profit	(JPY million) Net Income
Prospects informed on 18 <sup>th</sup> May 2001 (A)	873,800	45,000	56,400
Revised Prospects (B)	873,800	45,000	32,000
Change (C=B-A)	-	-	-24,400
Change (C/A)	-	-	-43.3%
Results for FY3/2001	881,486	43,442	25,985

## III. Reasons for the Revision

With the announcement on May 18, 2001 of the financial results for FY2001 ending March 2001, West Japan Railway Company ("JR-West") also announced the business prospects for the first half of FY 3/2002 (April 1 to Sept. 30, 2001) and for the entire FY 3/2002 (April 1, 2001 to March 31, 2002).

Later, on June 15, JR-West requested that part of the expenses JR-West paid for the inspections, repairs, etc., related to the concrete structures on the Sanyo Shinkansen Line be covered by the companies that handled the initial construction of the structures. The amount that the companies covered was, therefore, recorded as an extraordinary income of 1.2 billion yen for the current fiscal year. Also, JR-West spent 4.2 billion yen on recovery operations following the Geiyo earthquake of March 24. Based on a proposal from the "Sanyo Shinkansen Concrete Structures Study Committee", 15.8 billion yen was secured for repairs (the amount of work performed during this fiscal year and the estimated reserve amount needed for work in subsequent years), and this amount was recorded as an extraordinary loss.

Also, a debt transfer loss of 23.1 billion yen accrued as a result of the practical prematurity redemption of long-term debts utilizing sales of shares in Japan Telecom Co., Ltd., and it was recorded as an extraordinary loss. JR-West is, therefore, announcing revisions to the estimated business prospects.