



SUMMARY OF FY2024.3 RESULTS [JAPANESE GAAP] (CONSOLIDATED BASIS)

April 30, 2024

Company name: West Japan Railway Company
Code number: 9021 URL: <https://www.westjr.co.jp>

Stock listings: Tokyo Stock Exchange

President: Kazuaki Hasegawa

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Date for the General Meeting of Shareholders: June 19, 2024 Start of dividend payments: June 20, 2024

Filing of annual security report: June 20, 2024

Supplemental explanatory material prepared: Yes

Results briefing held: Yes

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

1. FY2024.3 Consolidated Results (from April 1, 2023 to March 31, 2024)

(1) Operating results

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

	Operating revenues		Operating income		Recurring profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
FY2024.3	1,635,023	17.2	179,748	114.1	167,382	127.4	98,761	11.6
FY2023.3	1,395,531	35.3	83,970	—	73,619	—	88,528	—

(Note) Comprehensive income: FY2024.3: ¥110,052 million (14.6%); FY2023.3: 95,996 million (—%)

	Profit attributable to owners of parent per share	Profit attributable to owners of parent per share after dilution	Return on equity	Recurring profit-to-total assets ratio	Operating income margin
	Yen	Yen	%	%	%
FY2024.3	405.25	—	9.2	4.5	11.0
FY2023.3	363.26	—	8.8	2.0	6.0

(Reference) Gain on investment by equity method: FY2024.3: ¥1,379 million; FY2023.3: ¥1,099 million

(2) Financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
FY2024.3	3,777,923	1,224,961	29.3	4,537.76
FY2023.3	3,735,507	1,144,309	27.7	4,245.13

(Reference) Total shareholders' equity: FY2024.3: ¥1,105,896 million; FY2023.3: ¥1,034,477 million

(3) Cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of year
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
FY2024.3	318,314	(243,651)	(131,620)	233,218
FY2023.3	273,964	(214,902)	(88,765)	289,893

2. Dividend

	Dividends per share					Total amount of dividends (for the entire fiscal year)	Payout ratio (Consolidated)	Dividends-to-net assets ratio (Consolidated)
	June 30	Sept. 30	Dec. 30	Year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
FY2023.3	—	50.00	—	75.00	125.00	30,476	34.4	3.0
FY2024.3	—	57.50	—	84.50	142.00	34,625	35.0	3.2
FY2025.3 (Forecast)	—	36.00	—	36.00	72.00		35.1	

The Company conducted a 2-for-1 stock split of shares of common stock that became effective on April 1, 2024. Dividends for FY2023.3 and FY2024.3 are pre-stock split dividends. The interim and year-end dividends for FY2025.3 (forecast) are stated taking into account the effect of the stock split.

3. Forecasts for FY2025.3 (from April 1, 2024 to March 31, 2025)

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

Fiscal year	Operating revenues		Operating income		Recurring profit		Profit attributable to owners of parent		Profit 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	205.16

The Company conducted a 2-for-1 stock split of shares of common stock that became effective on April 1, 2024. Profit attributable to owners of parent per share in the consolidated earnings forecast for FY2025.3 takes into account the effect of this stock split.

Notes

- (1) Significant changes in subsidiaries during the subject fiscal year (Transfer of particular subsidiaries following a change in the scope of consolidation): None
- (2) Changes in accounting policies, changes in accounting estimates, restatements
 - 1) Changes based on revision of accounting standards: None
 - 2) Changes other than 1) above: None
 - 3) Changes in Accounting Estimates: None
 - 4) Restatements: None

(3) Number of Shares Outstanding (Common stock)

- 1) Number of shares issued and outstanding (including treasury stock)
- 2) Number of treasury stock
- 3) Average number of shares outstanding for each period (cumulative term)

FY2024.3	244,001,600	FY2023.3	244,001,600
FY2024.3	291,853	FY2023.3	315,970
FY2024.3	243,702,666	FY2023.3	243,708,055

(Reference) SUMMARY OF FY2024.3 RESULTS (NON-CONSOLIDATED BASIS)

1. FY2024.3 Non-Consolidated Results (from April 1, 2023 to March 31, 2024)

(1) Operating results (non-consolidated)

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

	Operating revenues		Operating income		Recurring profit		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
FY2024.3	944,290	19.3	115,446	196.3	108,727	295.5	65,378	10.0
FY2023.3	791,279	37.0	38,960	—	27,492	—	59,437	—

	Profit attributable to owners of parent per share	Profit attributable to owners of parent per share after dilution
FY2024.3	Yen 268.13	Yen —
FY2023.3	Yen 243.76	Yen —

(2) Financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
FY2024.3	3,212,691	762,875	23.7	3,128.61
FY2023.3	3,230,632	724,443	22.4	2,971.29

(Reference) Total shareholders' equity: FY2024.3: ¥762,875 million; FY2023.3: ¥724,443 million

2. FY2025.3 Non-Consolidated Results Forecasts (from April 1, 2024 to March 31, 2025)

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

Fiscal year	Operating revenues		Operating income		Recurring profit		Net income		Profit attributable to owners of parent per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
	992,000	5.1	120,000	3.9	106,500	(2.0)	70,000	7.1	143.54

The Company conducted a 2-for-1 stock split of shares of common stock that became effective on April 1, 2024. Profit attributable to owners of parent per share in the Non-consolidated earnings forecast for FY2025.3 takes into account the effect of this stock split.

* The Summary of FY2024.3 Results has not been audited by certified public accountants or the Accounting Auditor

Notes

1. 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. Actual results, etc., might differ significantly due various factors. Regarding the forecast of financial results, please refer to "Outlook for the Next Fiscal Year" on page 6.
2. Supplementary materials for the financial statements are posted on our homepage. The Company plans to hold a presentation for analysts on May 1, 2024. The Company plans to promptly post the presentation materials on its homepage after the presentation.

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(Reference) FY2024.3 Supplemental Data

1. Business Performance and Analysis of Financial Condition

(1) Analysis of Business Performance

1) Overview of Results for the Subject Period

In the subject period (April 1, 2023 to March 31, 2024), customer usage and consumer spending recovered as the impact faded from COVID-19 while inbound demand was strong.

As a result, operating revenues expanded 17.2% from the previous fiscal year to ¥1,635.0 billion, with operating income expanded 114.1% from the previous fiscal year to ¥179.7 billion, recurring profit expanded 127.4% from the previous fiscal year to ¥167.3 billion, and profit attributable to owners of parent after deduction of income taxes expanded 11.6% from the previous fiscal year to ¥98.7 billion despite the absence of the special taxation treatment in accordance with the business adaptation plan in the previous fiscal year.

In accordance with the JR-West Group Long-Term Vision 2032 and Mid-Term Management Plan 2025, we will continue to place top priority on improving railway safety, take measures to generate demand by steadily grasping external condition, and steadily implement business structure reforms. In addition, we will maximize the effects of the opening of the Hokuriku Shinkansen line between Kanazawa and Tsurugak, and continuously work in cooperation with local people to accelerate the recovery and reconstruction of the region in response to the 2024 Noto Peninsula earthquake.

2) Results by Business Segment

a. Mobility Business

With consideration for the train accident on the Fukuchiyama Line on April 25, 2005, JR-West will continue to make concerted efforts to face with sincerity all persons affected by the accident. In addition, based on the JR-West Group Railway Safety Think-and-Act Plan 2027, which was launched in April of last year, we will deepen our approach to safety so that we will work to improve safety with a strong awareness of “mindset of putting customers first and meeting their expectations,” working to foster an organizational culture.

In the subject fiscal year, as a measure to enhance platform safety, we continued to advance the installation of platform gates at frequently used stations on conventional lines, and use of these gates has commenced on certain platforms at Sannomiya Station and Nishi-Akashi Station. In addition, some platforms at Kyobashi Station have been improved to reduce level differences and gaps between platforms and trains, and Ashiya Station, Shin-Osaka Station and other stations have started to use platform safety screens. To further maintain and improve safety, we have begun testing a system that automatically detects passengers approaching trains from the side camera images and notifies drivers.

As countermeasures against intensifying natural disasters, we continued to implement heavy rain countermeasures, such as the reinforcement of slopes and the use of radar to track the amount of rainfall for use in regulating train operation when it is raining. With regard to earthquake countermeasures on the Sanyo Shinkansen, we expanded the installation of derailment prevention guards and the implementation of earthquake resistance reinforcement measures across the entire Sanyo Shinkansen line, and have steady progress with the aim of completing the main countermeasures by the end of FY2028.3. On conventional lines, we reinforced the earthquake resistance of buildings and elevated bridges, making steady progress in line with our plans.

Furthermore, in order to reduce environmental impact, we have promoted initiatives to reduce CO2 emissions by introducing renewable energy for railway operations, and have started to consider

the use of hydrogen (the establishment of comprehensive hydrogen stations utilizing railway assets such as stations, hydrogen transportation and related activities via pipelines utilizing gravel around a railroad track).

The main specific measures for creating demand and creating new value during the subject fiscal year were as follows.

- Launch of co-working space etc. reservation platform “+PLACE” service (April)
- Sale of Saikoro Tickets (May, August, and December)
- Launch of ICOCA for Apple Pay service (June)
- Completion of demonstration tests for self-driving and convoy driving with BRT and development project (July), and implementation of demonstration tests on public roads (November to February)
- Sale of Digital Pass, a special Hyogo Destination Campaign product (June)
- Release of the KANSAI MaaS, Japan's first wide-area MaaS app in cooperation with railway operators (September)
- Introduction of new EX services (EX Travel Destination Reservation service, EX Travel Pack, and service that allows customers to make Shinkansen reservations one year in advance) (October)
- Expansion of seat service (introduction of Rapid Service Ure-Seat on the Yamatoji Line and Osaka Higashi Line (October), start of commuter Limited Express Rakuraku Yamato operations (March)
- Made all seats designated as reserved on Tokaido and Sanyo Shinkansen the “Nozomi” during the year-end and New Year holiday (December to January)
- Initiatives to support Hokuriku in light of the 2024 Noto Peninsula earthquake (relaxation of usage conditions and special pricing for the Hokuriku Odekake Tabiwa Pass (February), and a campaign at stations in Hokuriku) (from March)
- Launch of “My Teiki” online commuter pass application service (March)

In addition to the above, we worked to expand our business based on the technologies and know-how of the Group.

In the mobility segment, operating revenues increased 18.3% year on year to ¥986.4 billion and operating income grew 244.3% to ¥114.4 billion, due to an increase in usage as railway demand recovered and strong demand from foreign tourists.

b. Retail Business

In the retail business, we opened our first Starbucks store (JR Kyoto Station West Exit Store) under a license agreement with Starbucks Coffee Japan, Ltd. in October. In November, we opened the Osaka-Kansai Expo official store in Eki Marche Shin-Osaka. In March, in conjunction with the opening of the Hokuriku Shinkansen line between Kanazawa and Tsuruga, we opened new station shops at six newly developed stations between Komatsu Station and Tsuruga Station.

Looking at the VIA INN brand of accommodation-oriented hotels included in the retail segment, VIA INN PRIME SAPPORO-ODORI “Suzuran no Yu” was opened in September.

In the retail segment, operating revenues expanded 18.7% year on year to ¥197.0 billion and operating income expanded 138.1% year on year to ¥13.0 billion due to the strong utilization of convenience stores, souvenir shops, and VIA INN, progress in business structural reforms, and other factors.

c. Real Estate Business

In the shopping center business, which is part of the real estate business segment, we updated

LUCUA Osaka, Kyoto Porta, Tennoji MIO, and other shopping centers by enhancing store lineups and content. In March, we opened CURU-F Fukui Station, a shopping center at Fukui Station to coincide with the opening of the Hokuriku Shinkansen between Kanazawa and Tsuruga. In addition the aboveground facility at Osaka Station (Umekita area) was named “Umekita Green Place” with preparations underway for its opening in spring 2025.

In real estate sales and leasing operations, we started operations of JR West Private REIT, Inc. in September to strengthen business in the real estate asset management field. In October, JR-West Real Estate Management Co., Ltd. was established to strengthen the management and operation of real estate. In addition, we worked to acquire and sell profit-generating real estate and strengthen our overseas real estate business.

In the hotel business, we proceeded with preparations for the opening of THE OSAKA STATION HOTEL, Autograph Collection and decided to name the hotel to be opened in the new Hiroshima Station Building “Hotel Granvia Hiroshima Southgate”.

In the real estate segment, operating revenues expanded 6.2% year on year to ¥217.7 billion and operating income expanded 17.5% year on year to ¥40.6 billion. This was due mainly to strong utilization of shopping centers and hotels.

d. Travel and Regional Solutions

In the tourism business, part of the travel and regional solutions segment, we started sales of “JR Raku Pack Red Balloon” in a partnership with “Rakuten Travel”, which is operated by Rakuten Group, Inc. (January).

In the solutions business, as part of our efforts to solve local social issues, we entered into a capital and business alliance with Total Brain Care Inc. for the realization of a lifelong working society.

In the travel and regional segment, operating revenues expanded 26.4% year on year to ¥206.0 billion and operating income expanded 29.1% year on year to ¥7.8 billion due to recovery in travel demand, being entrusted with projects, etc. to attract visitors, etc. in each region, and other factors.

2) Analysis of Financial Condition

1) Assets, Liabilities and Net Assets

Total assets at the end of the subject fiscal year amounted to ¥3,777.9 billion, an increase of ¥42.4 billion from the end of the previous fiscal year. This was due mainly to an increase in fixed assets.

Total liabilities amounted to ¥2,552.9 billion, a decrease of ¥38.2 billion from the end of the previous fiscal year. This was due mainly to a decrease in bonds payable.

Total net assets amounted to ¥1,224.9 billion, an increase of ¥80.6 billion from the end of the previous fiscal year. This was due mainly to an increase in retained earnings.

2) Cash Flows

Looking at cash flows from operating activities, due to growth in income before income taxes and other factors, net cash provided by operating activities was ¥318.3 billion, compared with net cash provided by operating activities of ¥273.9 billion last year.

In cash flows from investing activities, due to an increase in expenditures for the acquisition of fixed assets, net cash used in investing activities was ¥243.6 billion, compared with ¥214.9 billion a year ago.

Looking at cash flows from financing activities, net cash used in financing activities was ¥131.6 billion, compared with ¥88.7 billion a year ago, owing in part to the repayment of debt.

As a result, cash and cash equivalents at the end of the period was down ¥56.6 billion year on year, to ¥233.2 billion.

(Reference) Cash Flow Indicators

		FY2020.3	FY2021.3	FY2022.3	FY2023.3	FY2024.3
Equity ratio	(%)	34.1	24.5	26.2	27.7	29.3
Equity ratio, based on market value	(%)	43.2	33.7	33.5	35.6	40.5
Interest-bearing debt to cash flow ratio	(Times)	4.3	—	—	6.1	4.9
Interest coverage ratio	(Times)	8.3	—	—	4.1	9.0

Notes: Equity ratio: shareholders' equity / total assets

Market-based rate of equity ratio: total market capitalization / total assets

Interest-bearing debt to cash flow ratio: interest-bearing debt / cash flows

Interest coverage ratio: (operating income + interest & dividend income) / interest expense

- All of the figures in the above table were calculated on a consolidated basis.
- Total market capitalization was calculated by multiplying the closing stock price at the end of the term by the total amount of outstanding stock at the end of the term (excluding treasury stock).
- Cash flow is defined as operating cash flow.
- The interest-bearing debt to cash flow ratio and interest coverage ratio for FY2021.3 and FY2022.3 are not presented because operating cash flow was negative and an operating loss was recorded.

(2) Future Outlook

1) Outlook for the Next Fiscal Year

For FY2025.3, although we expect revenues to increase as the impact from the pandemic subsides, the business environment remains challenging with rising commodity prices, an unclear outlook for international affairs and changes in social behavior brought about by the pandemic.

Taking this into consideration, we will accelerate the challenge of doing business in the post-COVID era by promoting the expansion of the life design field while maximizing the effects of the opening of large-scale projects such as the Hokuriku Shinkansen Kanazawa-Tsuruga extension and the development of the area on the west side of Osaka Station.

The JR-West Group has been working to realize its Long-Term Vision 2032, which was created for the next decade, by improving railway safety, revitalizing major businesses and restructuring the key strategies laid out in the JR-West Group Medium-Term Management Plan 2025, which also coincides with the Osaka/Kansai Expo and Updating of the JR-West Group Medium-Term Management Plan 2025, which we announced today. We will steadily promote these key strategies, including the further development of real estate and urban development, the development of diverse services through digital strategies, and the creation of new businesses.

With consideration for the above, at this point the results forecasts for FY2025.3 are as follows.

Operating revenues:	¥1,718.0 billion (up 5.1% YoY)
Operating income:	¥170.0 billion (down 5.4% YoY)
Recurring profit:	¥155.5 billion (down 7.1% YoY)
Profit attributable to owners of parent	¥100.0 billion (up 1.3% YoY)

Note: Forecasts are based on certain assumptions considered reasonable at the time of this announcement, and are subject to change.

2) Basic Policy Regarding Distribution of Earnings, and Dividends for the Subject and Next Fiscal Years

JR-West considers it important to provide stable shareholder returns over the long term.

During the Medium-Term Management Plan 2025 that was announced in April 2023, JR-West Group shall implement a steady dividend based on a dividend payout ratio of at least 35% and an opportunistic capital policy, in line with its basic policy of sustainably improving corporate value and shareholder value with long-term stability in shareholder returns.

Based on this policy and performance this fiscal year, the Company plans to increase the dividend forecast of ¥62.50 per share announced in January to ¥84.50 per share, a ¥22 increase. As a result, the Company plans an annual dividend of ¥142 per share, including the ¥57.50 per share that it already distributed.

The Updating of the JR-West Group Medium-Term Management Plan 2025 does not change our basic policy regarding dividends.

Based on that policy, the Company plans to pay a full-year dividend of ¥72 per share for the next fiscal year taking into account the stock split that became effective on April 1, 2024.

(3) Basic Perspective on the Choice of Accounting Standards

The JR-West Group employs Japanese accounting standards and has no plans to adopt IFRS for the foreseeable future. However, we will consider this adoption, taking into consideration such factors as future trends in Japanese accounting standards.

(4) Consolidated Financial Statements**1) Consolidated Balance Sheets**

(Millions of yen)

	March 31, 2023	March 31, 2024
Assets		
Current assets		
Cash and deposits	290,138	233,465
Notes and accounts receivable-trade	43,886	58,437
Railway fares receivable	41,472	52,676
Accounts receivables	115,535	114,129
Securities	36	—
Inventories	153,234	160,631
Other	73,844	82,161
Less allowance for doubtful accounts	(1,616)	(537)
Current assets total	716,532	700,963
Non-current assets		
Property, plant and equipment		
Buildings and structures (net value)	1,230,595	1,236,295
Machinery and transport equipment (net value)	399,001	414,075
Land	782,965	806,288
Construction in progress	117,193	122,667
Other property, plant and equipment (net value)	51,447	54,097
Property, plant and equipment total	2,581,205	2,633,423
Intangible fixed assets	49,254	46,490
Investments and other assets		
Investments in securities	101,980	127,931
Net defined benefit asset	3,173	4,564
Deferred tax assets	232,895	207,161
Other	53,558	60,497
Less allowance for doubtful accounts	(3,761)	(3,306)
Total investments and other assets	387,846	396,848
Total non-current assets	3,018,306	3,076,763
Deferred assets		
Share issuance cost	668	196
Total deferred assets	668	196
Total assets	3,735,507	3,777,923

(Millions of yen)

	March 31, 2023	March 31, 2024
Liabilities		
Current liabilities		
Notes and accounts payable-trade	66,020	59,894
Short-term loans payable	17,483	19,298
Current portion of bonds	100,000	60,000
Current portion of long-term debt	39,553	77,130
Current portion of long-term payables for acquisition of railway properties	1,245	1,327
Accounts payable	122,108	163,458
Accrued consumption tax	23,451	25,326
Accrued income tax	13,600	13,422
Inter-line fares received	2,240	4,147
Deposits received	119,536	131,092
Prepaid railway fares received	37,244	38,339
Advances received	44,052	37,512
Allowance for bonuses	29,540	36,251
Allowance for loss on disaster	396	2,575
Allowance for point program	706	143
Other current liabilities	41,283	40,254
Total current liabilities	658,464	710,175
Non-current liabilities		
Bonds	859,992	799,994
Long-term debt	557,482	519,855
Long-term payables for acquisition of railway properties	97,436	96,108
Deferred tax liabilities	1,474	1,807
Allowance for large scale renovation of Shinkansen infrastructure	29,166	33,333
Allowance for environmental safety measures	3,414	2,255
Allowance for loss on liquidation of railway belts	15,794	30,292
Accrued retirement benefits	223,318	211,647
Other long-term liabilities	144,653	147,491
Total non-current liabilities	1,932,733	1,842,786
Total liabilities	2,591,198	2,552,961
Net assets		
Shareholders' equity		
Common stock	226,136	226,136
Capital surplus	183,904	183,939
Retained earnings	626,108	692,468
Treasury stock	(1,378)	(1,262)
Total shareholders' equity	1,034,772	1,101,282
Accumulated other comprehensive income		
Net unrealized holding gain on securities	1,061	6,569
Deferred gains or losses on hedges	(9)	130
Remeasurements of defined benefit plans	(1,347)	(2,087)
Total accumulated other comprehensive income	(295)	4,613
Non-controlling interests	109,832	119,064
Total net assets	1,144,309	1,224,961
Total liabilities and net assets	3,735,507	3,777,923

2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income

Consolidated Statements of Income

(Millions of yen)

	March 31, 2023	March 31, 2024
Operating revenues	1,395,531	1,635,023
Operating expenses		
Transportation, other services and cost of sales	1,126,833	1,239,576
Selling, general and administrative expenses	184,727	215,698
Total operating expenses	1,311,560	1,455,275
Operating income	83,970	179,748
Non-operating revenues		
Interest income	41	57
Dividend income	997	879
Dividends income of insurance	1,546	1,549
Transfer from administrative fee of contracted construction	1,646	1,472
Equity in earnings of affiliates	1,099	1,379
Reversal of allowance for doubtful account	1,708	998
Other	6,137	3,639
Non-operating expenses	13,177	9,977
Non-operating expenses		
Interest expenses	20,816	20,101
Other	2,711	2,241
Total non-operating expenses	23,528	22,343
Recurring income (loss)	73,619	167,382
Extraordinary profits		
Gain on sales of noncurrent assets	7,262	4,066
Gain on contribution for construction	65,983	17,105
Compensation income for expropriation	1,406	4,514
Other	1,787	5,218
Total extraordinary profits	76,440	30,904
Extraordinary losses		
Loss on deduction of contributions received for construction from acquisition costs of property, plant and equipment	63,493	16,310
Loss on reduction for expropriation	1,405	4,370
Provision for loss on liquidation of railway belts	—	15,000
Other	12,287	17,424
Total extraordinary losses	77,186	53,105
Profit (loss) before income taxes	72,873	145,182
Income taxes- Current	14,429	17,102
Income taxes- Deferred	(35,426)	23,700
Total income taxes	(20,997)	40,803
Net income	93,871	104,379
Profit attributable to non-controlling interests	5,342	5,617
Profit attributable to owners of parent	88,528	98,761

Consolidated Statements of Comprehensive Income

(Millions of yen)

	March 31, 2023	March 31, 2024
Net income	93,871	104,379
Other comprehensive income		
Valuation difference on available-for-sale securities	2,442	5,794
Deferred gains or losses on hedges	(12)	143
Remeasurements of defined benefit plans	(275)	(373)
Share of other comprehensive income of associates accounted for using equity method	(29)	109
Total other comprehensive income	2,125	5,673
Comprehensive Income (Loss)	95,996	110,052
Comprehensive income attributable to		
Owners of the parent	90,635	103,670
Non-controlling interests	5,361	6,382

3) Consolidated Statements of Changes in Net Assets

Year ended March 31, 2023

(Millions of yen)

	Shareholders' equity				
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total
Balance at beginning of current period	226,136	183,812	561,874	(482)	971,341
Change in the fiscal year					
Dividends from surplus			(24,390)		(24,390)
Profit attributable to owners of parent			88,528		88,528
Change of scope of consolidation			—		—
Increase by merger		(62)	97		34
Purchase of treasury stock				(963)	(963)
Disposal of treasury shares		0		68	69
Purchase of shares of consolidated subsidiaries		153			153
Net changes of items other than shareholders' equity					
Total	—	91	64,234	(895)	63,430
Balance at end of current period	226,136	183,904	626,108	(1,378)	1,034,772

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Net unrealized holding gain on securities	Deferred gains or losses on hedges	Remeasurements of defined benefit plans	Total		
Balance at beginning of current period	(1,270)	—	(1,131)	(2,402)	105,272	1,074,211
Change in the fiscal year						
Dividends from surplus						(24,390)
Profit attributable to owners of parent						88,528
Change of scope of consolidation						—
Increase by merger						34
Purchase of treasury stock						(963)
Disposal of treasury shares						69
Purchase of shares of consolidated subsidiaries						153
Net changes of items other than shareholders' equity	2,332	(9)	(215)	2,106	4,559	6,666
Total	2,332	(9)	(215)	2,106	4,559	70,097
Balance at end of current period	1,061	(9)	(1,347)	(295)	109,832	1,144,309

Year ended March 31, 2024

(Millions of yen)

	Shareholders' equity				
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total
Balance at beginning of current period	226,136	183,904	626,108	(1,378)	1,034,772
Change in the fiscal year					
Dividends from surplus			(32,306)		(32,306)
Profit attributable to owners of parent			98,761		98,761
Change of scope of consolidation			(96)		(96)
Increase by merger		—	1		1
Purchase of treasury stock				(1)	(1)
Disposal of treasury shares		30		117	147
Purchase of shares of consolidated subsidiaries		5			5
Net changes of items other than shareholders' equity					
Total	—	35	66,359	115	66,510
Balance at end of current period	226,136	183,939	692,468	(1,262)	1,101,282

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Net unrealized holding gain on securities	Deferred gains or losses on hedges	Remeasurements of defined benefit plans	Total		
Balance at beginning of current period	1,061	(9)	(1,347)	(295)	109,832	1,144,309
Change in the fiscal year						
Dividends from surplus						(32,306)
Profit attributable to owners of parent						98,761
Change of scope of consolidation						(96)
Increase by merger						1
Purchase of treasury stock						(1)
Disposal of treasury shares						147
Purchase of shares of consolidated subsidiaries						5
Net changes of items other than shareholders' equity	5,508	140	(740)	4,908	9,232	14,141
Total	5,508	140	(740)	4,908	9,232	80,652
Balance at end of current period	6,569	130	(2,087)	4,613	119,064	1,224,961

4) Consolidated Statements of Cash Flows

(Millions of yen)

	March 31, 2023	March 31, 2024
Cash flows from operating activities		
Profit before income taxes	72,873	145,182
Depreciation and Amortization	159,655	163,322
Loss on deduction of contributions received for construction from acquisition costs of property, plant and equipment	63,493	16,310
Loss on disposal of property, plant and equipment	5,228	5,601
Loss (Gain) on sale of property, plant and equipment	(7,184)	(3,594)
Increase (decrease) in net defined benefit liability	(15,416)	(13,459)
Increase (decrease) in allowance for doubtful accounts	(147)	(1,533)
Increase (decrease) in provision for bonuses	6,055	6,705
Increase (decrease) in allowance for the large-scale renovation of Shinkansen infrastructure	4,166	4,166
Increase (decrease) in other provision	(4,089)	14,806
Interest and dividend income	(1,039)	(937)
Interest expenses	20,816	20,101
Equity in earnings of affiliates	(1,099)	(1,379)
Proceeds from contribution for construction	(65,983)	(17,105)
Decrease (increase) in notes and accounts receivable-trade	(37,305)	(9,117)
Decrease (increase) in inventories	(3,364)	(6,492)
Increase (decrease) in accounts payable-trade	55,335	24,688
Increase (decrease) in accrued consumption taxes	15,073	1,837
Other	37,883	5,500
Subtotal	304,952	354,603
Interest and dividends income received	1,033	934
Interest paid	(20,633)	(19,939)
Income taxes paid	(11,388)	(17,283)
Cash flows from operating activities	273,964	318,314
Cash flows from investing activities		
Purchase of non-current assets	(246,013)	(249,352)
Proceeds from sales of non-current assets	11,389	4,964
Contributions received for constructions	28,920	23,325
Increase in investments in securities	(2,375)	(22,327)
Proceeds from sales of investment securities	700	1,422
Net decrease (increase) in loans receivable	(1,304)	3,561
Other	(6,218)	(5,245)
Cash flows from investing activities	(214,902)	(243,651)

(Millions of yen)

	March 31, 2023	March 31, 2024
Cash flows from financing activities		
Change in short-term loans	1,217	1,508
Proceeds from long-term loans	18,600	39,500
Repayment of long-term debt	(71,572)	(39,550)
Proceeds from issuance of bonds	10,000	—
Redemption of bonds	(25,000)	(100,000)
Repayment of long-term payables for acquisition of railway properties	(1,167)	(1,245)
Purchase of treasury stock	(963)	(1)
Cash dividends paid	(24,400)	(32,290)
Dividends paid to non-controlling interests	(235)	(300)
Other	4,756	759
Net cash used in financing activities	(88,765)	(131,620)
Change in cash and cash equivalents, net	(29,703)	(56,956)
Cash and cash equivalents at beginning of period	319,596	289,893
Increase in cash and cash equivalents from newly consolidated subsidiary	—	282
Cash and cash equivalents at the end of the period	289,893	233,218

5) Note on Assumptions for Going Concern

Not applicable

6) Notes to Consolidated Financial Statements

(Segment Information)

1. Forecasts for Reportable Segments

The JR-West Group's reportable segments allow it to acquire financial data separated into the various components of the corporate group. The scope of the segments is reviewed on a regular basis in order to allow the Board of Directors to determine the allocation of management resources, and evaluate earnings performance.

The Group is mainly engaged in the mobility, retail, real estate, and travel and regional solutions segments. These segments are managed by JR-West and its Group companies based on the classification of each segment, which comprise the Company and its Group companies, by type.

As a result, the Group consists of four business segments (mobility, retail, real estate, and travel and regional solutions) that it reports on. In the mobility segment, the Company is engaged in passenger transportation, mainly railroad operations, station operations, cleaning and maintenance, construction, machinery and equipment installation, rolling stock and other equipment installation, and electrical engineering. As for the retail segment, we are engaged in the retail/restaurant business, department store business, and goods wholesale business. In the real estate segment, the Company is engaged in the real estate sales and leasing business, shopping center operation business, and hotel business. And in the travel and regional solutions segment, we are engaged in the travel and regional solution business.

(1) Matters related to changes in reportable segments

In order to steadily promote the restructuring of our business portfolio in order to realize Long-Term Vision 2032, we have changed some of our segment classifications and their aggregation methods from the beginning of the current fiscal year, in conjunction with the establishment of the railway company (internal). Therefore, the previous segment classifications "transportation," "retail," "real estate," and "other businesses" have been changed to "mobility," "retail," "real estate," "travel and regional solutions," and "other."

The segment information for the previous consolidated fiscal year has been prepared based on the new segment classification.

2. Method of Calculating Amounts of Operating Revenues, Earnings (or Losses), Assets and Other Items for Reportable Segments

The method of accounting for reported business segments is based on the accounting principles and procedures employed in preparing the consolidated financial statements. Transactions between reportable segments constitute transactions between consolidated companies, and are based on such factors as market prices.

3. Operating Revenues and Earnings (or Loss) by Reportable Segment, Information Regarding Amounts of Assets and Other Items

March 31, 2023

(Millions of yen)

	Mobility Segment	Retail Segment	Real Estate Segment	Travel and Regional Solutions Segment	Other (Note 1)	Total	Eliminations and intergroup (Note 2)	Consolidated (Note 3)
Operating revenue:								
Operating revenues from third parties	833,761	165,907	204,936	162,933	27,991	1,395,531	—	1,395,531
Intergroup operating revenues and transfers	39,856	5,013	16,531	1,959	54,546	117,908	(117,908)	—
Total operating revenues	873,618	170,921	221,467	164,893	82,538	1,513,439	(117,908)	1,395,531
Segment income or loss	33,249	5,493	34,577	6,080	4,538	83,939	31	83,970
Segment assets	2,249,537	106,468	807,473	75,152	62,844	3,301,475	434,031	3,735,507
Other items:								
Depreciation and amortization	124,953	5,618	29,816	442	1,457	162,288	(2,632)	159,655
Investment in affiliates accounted for by equity method	39,721	—	—	—	7,553	47,274	—	47,274
Increase in property, plant and equipment and intangible assets	173,938	3,847	56,196	678	957	235,617	—	235,617

- The "Other Businesses" category is a business segment not included in reportable segments. It includes such operations as advertising.
- Adjustments are as follows:
 - The segment income adjustment of ¥31 million is the elimination of intersegment transactions.
 - The segment assets adjustment of ¥434,031 million reflects ¥508,687 million in companywide assets not attributed to any segment, minus ¥74,655 million in the elimination of intersegment credits and debts.
 - The depreciation and amortization adjustment of minus ¥2,632 million is the elimination of intersegment transactions.
- Segment income is adjusted to the operating income figure on the Consolidated Statements of Income.

March 31, 2024

(Millions of yen)

	Mobility Segment	Retail Segment	Real Estate Segment	Travel and Regional Solutions Segment	Other (Note 1)	Total	Eliminations and intergroup (Note 2)	Consolidated (Note 3)
Operating revenue:								
Operating revenues from third parties	986,434	197,000	217,741	206,000	27,846	1,635,023	—	1,635,023
Intergroup operating revenues and transfers	50,964	4,743	17,169	3,235	59,697	135,810	(135,810)	—
Total operating revenues	1,037,399	201,744	234,910	209,235	87,544	1,770,833	(135,810)	1,635,023
Segment income or loss	114,473	13,076	40,642	7,846	4,231	180,270	(521)	179,748
Segment assets	2,302,147	111,660	883,829	70,119	70,384	3,438,141	339,781	3,777,923
Other items:								
Depreciation and amortization	128,768	5,591	29,765	461	1,375	165,962	(2,639)	163,322
Investment in affiliates accounted for by equity method	41,940	—	—	—	8,140	50,081	—	50,081
Increase in property, plant and equipment and intangible assets	171,967	6,360	86,203	777	2,128	267,437	—	267,437

- The "Other Businesses" category is a business segment not included in reportable segments. It includes such operations as advertising.
- Adjustments are as follows:
 - The segment income adjustment of minus ¥521 million is the elimination of intersegment transactions.
 - The segment assets adjustment of ¥339,781 million reflects ¥421,547 million in companywide assets not attributed to any segment, minus ¥81,766 million in the elimination of intersegment credits and debts.
 - The depreciation and amortization adjustment of minus ¥2,639 million is the elimination of intersegment transactions.
- Segment income is adjusted to the operating income figure on the Consolidated Statements of Income.

(Per Share Information)

Net assets per share (yen)	March 31, 2023	March 31, 2024
	4,245.13	4,537.76
Profit attributable to owners of parent per share (yen)	March 31, 2023	March 31, 2024
	363.26	405.25

(Note) 1. Diluted net income per share for the subject fiscal year is not presented because there are no dilutive shares.

2. The basis for calculating net income per share or net loss per share is as follows.

	March 31, 2023	March 31, 2024
Profit (loss) attributable to owners of parent (Millions of yen)	88,528	98,761
Profit (loss) attributable to owners of parent applicable to common shares (Millions of yen)	88,528	98,761
Average number of shares outstanding for each period (Thousands of shares)	243,708	243,702

(Material Subsequent Events)**1. Stock Split and Partial Amendments to Articles of Incorporation Regarding Stock Splits**

At the Board of Directors meeting held on October 31, 2023, JR-West conducted a stock split and made partial amendments the Articles of Incorporation with regards to stock splits that became effective on April 1, 2024.

(1) Purpose of Stock Split

The purpose of the stock split is to broaden the investor base by making it easier for investors to invest in JR West by lowering the price per investment unit for its shares.

(2) Summary of Stock Split

a. Method of stock split

JR West shall conduct a stock split at a ratio of two shares for every one share of common stock held by shareholders recorded on the final shareholder registry as of March 31, 2024 (Sunday).

b. Number of shares to be increased by stock split

Total number of issued shares before the stock split	244,001,600 shares
Number of shares to be increased by this stock split	244,001,600 shares
Total number of issued shares after the stock split	488,003,200 shares
Total number of issuable shares after the stock split	1,600,000,000 shares

c. Schedule of the Stock Split

Public notice of record date	Friday, March 15, 2024
Record date	Sunday, March 31, 2024
Effective date	Monday, April 1, 2024

d. Per-share information and impact

Per-share information assuming this stock split was conducted at the beginning of the previous consolidated fiscal year is as follows.

	Year ended March 31, 2023	Year ended March 31, 2024
Profit attributable to owners of parent per share (yen)	181.63	202.63
Profit attributable to owners of parent per share after dilution	—	—

(3) Partial Amendments to the Articles of Incorporation Regarding Stock Splits

a. Reason for the amendments

In accordance with this stock split, pursuant to provisions in Article 184, Paragraph 2 of the Companies Act, the total number of issuable shares in Article 6 of the Company's Articles of Incorporation will be amended effective April 1, 2024.

b. Amendments

The proposed amendments are as follows. (Underlined text indicates changes.)

Existing Articles of Incorporation	After amendment
(Total number of issuable shares) Article 6 The total number of issuable shares of the Company shall be <u>eight hundred million (800,000,000)</u> shares.	(Total number of issuable shares) Article 6 The total number of issuable shares of the Company shall be <u>one billion, six hundred million (1,600,000,000)</u> shares.

c. Schedule

Effective date of the amendment April 1, 2024

2. Purchase of Treasury Stock

West Japan Railway Company, at a meeting of its Board of Directors held on April 30, 2024, determined matters concerning the acquisition by the company of its own shares in accordance with Article 156 of the Companies Act of Japan, applicable pursuant to Article 165, paragraph 3 of the said Law.

(1) Reason for acquisition of own shares

To enhance shareholder return and improve capital efficiency

(2) Class of shares to be acquired

Common shares

(3) Total number of shares to be acquired

(Not exceeding) 20 million shares

(Ratio thereof to the total number of issued shares (excluding treasury stock): 4.1%)

(4) Aggregate acquisition price of shares

(Not exceeding) ¥50 billion

(5) Acquisition period

From May 1, 2024 to September 20, 2024

(Additional Information)

JR-West's contribution to Johana Line and Himi Line Railway Operations Redevelopment Plan

On February 8, 2024, the Minister of Land, Infrastructure, Transport and Tourism approved the Johana Line and Himi Line Railway Operations Redevelopment Plan based on the Regional Transportation Act, which was submitted in December 2023 for the Johana Line (Takaoka-Johana) and Himi Line (Takaoka-Himi) sections operated by JR-West.

This plan changes the operator of the Johana Line and Himi Line from JR-West to Ainokaze Toyama Railway, and as the plan clearly states, JR-West will contribute ¥15.0 billion as funds necessary for the implementation of the plan. As a result, the Company has recorded ¥15.0 billion as an extraordinary loss (provision for loss on line reorganization) in the current consolidated fiscal year.

(5) Non-Consolidated Financial Statements**1) Balance Sheets**

(Millions of yen)

	March 31, 2023	March 31, 2024
Assets		
Current assets		
Cash and deposits	278,234	211,827
Railway fares receivable	41,167	52,921
Accounts receivables	52,525	71,067
Unearned revenues	6,094	6,331
Short-term loans receivable	53,277	60,397
Stockpiles	19,030	20,575
Prepaid expenses	2,855	3,231
Other current assets	36,742	41,265
Less allowance for doubtful accounts	(271)	(202)
Current assets total	489,657	467,416
Non-current assets		
Non-current assets for railway operations		
Property, plant and equipment	5,149,172	5,149,977
Total depreciation and amortization	(3,380,002)	(3,380,197)
Property, plant and equipment (net value)	1,769,170	1,769,780
Intangible fixed assets	26,846	23,895
Total	1,796,016	1,793,675
Non-current assets of related businesses		
Property, plant and equipment	95,962	97,351
Total depreciation and amortization	(28,618)	(29,530)
Property, plant and equipment (net value)	67,344	67,820
Intangible fixed assets	3	294
Total	67,347	68,115
Non-current assets related to each business		
Property, plant and equipment	134,055	140,396
Total depreciation and amortization	(70,899)	(70,216)
Property, plant and equipment (net value)	63,155	70,180
Intangible fixed assets	16,804	15,189
Total	79,960	85,370
Construction in progress		
Transportation operations	56,280	53,771
Related businesses	1,906	4,354
Related to each business	7,011	5,701
Total	65,198	63,827
Investments and other assets		
Investments in securities	27,049	34,738
Shares of affiliated companies	269,072	275,330
Long-term loans receivable	13,027	12,757
Long-term loans receivable from affiliated companies	212,389	221,180
Long-term prepaid expenses	12,397	14,317
Deferred tax assets	200,573	172,840
Other investments, etc.	5,111	4,621
Less allowance for doubtful accounts	(7,837)	(1,696)
Total investments and other assets	731,782	734,089
Total non-current assets	2,740,306	2,745,077

(Millions of yen)

	March 31, 2023	March 31, 2024
Deferred assets		
Share issuance cost	668	196
Total deferred assets	668	196
Total assets	3,230,632	3,212,691

(Millions of yen)

	March 31, 2023	March 31, 2024
Liabilities		
Current liabilities		
Short-term loans payable	245,169	262,670
Current portion of bonds	100,000	60,000
Current portion of long-term debt	39,500	77,100
Current portion of long-term payables for acquisition of railway properties	1,245	1,327
Accounts payable	168,302	185,849
Unpaid expenses	20,956	19,065
Accrued consumption tax	16,965	17,047
Accrued income tax	3,236	2,918
Inter-line fares received	1,990	3,822
Deposits received	42,277	48,177
Prepaid railway fares received	37,091	38,162
Advances received	37,782	30,909
Deferred revenue	501	525
Allowance for bonuses	18,325	22,731
Allowance for loss on disaster	396	1,881
Other current liabilities	1,544	1,049
Total current liabilities	735,287	773,239
Non-current liabilities		
Bonds	859,992	799,994
Long-term debt	557,455	519,855
Long-term payables for acquisition of railway properties	97,436	96,108
Allowance for large scale renovation of Shinkansen infrastructure	29,166	33,333
Defined benefit allowance	190,914	177,273
Allowance for environmental safety measures	3,414	2,255
Allowance for loss on liquidation of railway belts	15,794	30,292
Asset retirement obligations	2,281	1,916
Other long-term liabilities	14,445	15,547
Total non-current liabilities	1,770,901	1,676,576
Total liabilities	2,506,188	2,449,815

(Millions of yen)

	March 31, 2023	March 31, 2024
Net assets		
Shareholders' equity		
Common stock	226,136	226,136
Capital surplus		
Capital reserves	181,136	181,136
Other capital surplus	0	30
Total capital surplus	181,137	181,167
Retained earnings		
Earnings reserves	11,327	11,327
Other earnings surplus		
Reserve for reduction entry of non-current assets	24,391	24,732
Retained earnings brought forward	282,950	315,681
Total retained earnings	318,669	351,741
Treasury stock	(900)	(784)
Total shareholders' equity	725,043	758,260
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	(600)	4,477
Deferred gains or losses on hedges	—	137
Total valuation and translation adjustments	(600)	4,614
Total net assets	724,443	762,875
Total liabilities and net assets	3,230,632	3,212,691

2) Statements of Income

March 31, 2023

(Millions of yen)

	March 31, 2024	
Operating revenues - railway		
Operating revenues		
Passenger transportation	694,543	840,596
Trackage revenue	4,578	4,713
Miscellaneous income of transportation	65,102	70,491
Total operating revenues	764,223	915,801
Operating expenses		
Transportation operating expenses	546,203	600,436
General and administrative expenses	34,928	50,155
Taxes	33,946	35,645
Depreciation and Amortization	123,053	126,874
Total Operating expenses	738,132	813,112
Operating income from railway	26,091	102,689
Operating revenues - related businesses		
Operating revenues		
Real estate lease revenues	18,063	18,321
Merchandise revenues	19	50
Miscellaneous revenues	8,972	10,116
Total operating income from related businesses	27,055	28,489
Operating expenses		
Cost of sales	92	108
Selling, general and administrative expenses	9,474	10,599
Taxes	3,472	3,837
Depreciation and Amortization	1,146	1,186
Total operating expenses for related businesses	14,185	15,731
Operating income from related businesses	12,869	12,757
Operating income from all businesses	38,960	115,446
Non-operating revenues		
Interest income	789	1,171
Dividend income	1,577	1,830
Dividends income of insurance	1,546	1,549
Transfer from administrative fee of contracted construction	1,646	1,472
Reversal of allowance for doubtful account	1,679	6,218
Employment adjustment subsidy	918	-
Miscellaneous revenues	3,114	2,534
Non-operating expenses:	11,272	14,777
Non-operating expenses		
Interest expenses	11,224	10,996
Interest on bonds	9,501	9,115
Bond issuance cost	32	-
Miscellaneous expenses	1,982	1,385
Total non-operating expenses	22,740	21,496
Recurring profit:	27,492	108,727

(Millions of yen)

	March 31, 2023	March 31, 2024
Extraordinary profit		
Gain on sales of noncurrent assets	8,743	4,102
Gain on contribution for construction	65,983	17,105
Compensation income for expropriation	1,379	4,135
Other	467	1,008
Total extraordinary profits	76,573	26,352
Extraordinary loss		
Loss on deduction of contributions received for construction from acquisition costs of property, plant and equipment	64,216	16,693
Loss on reduction for expropriation	1,379	3,992
Provision for loss on liquidation of railway belts	—	15,000
Other	9,799	8,267
Total extraordinary losses	75,395	43,953
Profit (loss) before income taxes	28,671	91,126
Income taxes- Current	291	287
Income taxes- Deferred	(31,058)	25,460
Total income taxes	(30,766)	25,748
Net income	59,437	65,378

3) Non-Consolidated Statements of Changes in Net Assets

March 31, 2023

(Millions of yen)

	Shareholders' equity						
	Common stock	Capital surplus			Retained earnings		
		Capital reserves	Other capital surplus	Total capital surplus	Earnings reserves	Other earnings surplus	
						Reserve for reduction entry of non-current assets	General reserve
Balance at beginning of current period	226,136	181,136	—	181,136	11,327	25,194	240,000
Change in the fiscal year							
Dividends from surplus							
Net income							
Provision of reserve for advanced depreciation of non-current assets						—	
Reversal of reserve for advanced depreciation of non-current assets						(802)	
Reversal of general reserve							(240,000)
Purchase of treasury stock							
Disposal of treasury shares			0	0			
Net changes of items other than shareholders' equity							
Total	—	—	0	0	—	(802)	(240,000)
Balance at end of current period	226,136	181,136	0	181,137	11,327	24,391	—

	Shareholders' equity				Valuation and translation adjustments			Total net assets
	Retained earnings		Treasury stock	Total	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Total valuation and translation adjustments	
	Other earnings surplus	Total retained earnings						
	Retained earnings brought forward							
Balance at beginning of current period	7,101	283,622	(4)	690,891	(2,412)	—	(2,412)	688,478
Change in the fiscal year								
Dividends from surplus	(24,390)	(24,390)		(24,390)				(24,390)
Net income	59,437	59,437		59,437				59,437
Provision of reserve for advanced depreciation of non-current assets	—	—		—				—
Reversal of reserve for advanced depreciation of non-current assets	802	—		—				—
Reversal of general reserve	240,000	—		—				—
Purchase of treasury stock			(963)	(963)				(963)
Disposal of treasury shares			68	69				69
Net changes of items other than shareholders' equity					1,812	—	1,812	1,812
Total	275,849	35,047	(895)	34,152	1,812	—	1,812	35,965
Balance at end of current period	282,950	318,669	(900)	725,043	(600)	—	(600)	724,443

March 31, 2024

(Millions of yen)

	Shareholders' equity						
	Common stock	Capital surplus			Retained earnings		
		Capital reserves	Other capital surplus	Total capital surplus	Earnings reserves	Other earnings surplus	
						Reserve for reduction entry of non-current assets	General reserve
Balance at beginning of current period	226,136	181,136	0	181,137	11,327	24,391	—
Change in the fiscal year							
Dividends from surplus							
Net income							
Provision of reserve for advanced depreciation of non-current assets						1,698	
Reversal of reserve for advanced depreciation of non-current assets						(1,357)	
Reversal of general reserve							—
Purchase of treasury stock							
Disposal of treasury shares			30	30			
Net changes of items other than shareholders' equity							
Total	—	—	30	30	—	340	—
Balance at end of current period	226,136	181,136	30	181,167	11,327	24,732	—

	Shareholders' equity				Valuation and translation adjustments			Total net assets
	Retained earnings		Treasury stock	Total	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Total valuation and translation adjustments	
	Other earnings surplus	Total retained earnings						
	Retained earnings brought forward							
Balance at beginning of current period	282,950	318,669	(900)	725,043	(600)	—	(600)	724,443
Change in the fiscal year								
Dividends from surplus	(32,306)	(32,306)		(32,306)				(32,306)
Net income	65,378	65,378		65,378				65,378
Provision of reserve for advanced depreciation of non-current assets	(1,698)	—		—				—
Reversal of reserve for advanced depreciation of non-current assets	1,357	—		—				—
Reversal of general reserve	—	—		—				—
Purchase of treasury stock			(1)	(1)				(1)
Disposal of treasury shares			117	147				147
Net changes of items other than shareholders' equity					5,077	137	5,214	5,214
Total	32,730	33,071	115	33,217	5,077	137	5,214	38,431
Balance at end of current period	315,681	351,741	(784)	758,260	4,477	137	4,614	762,875