

**Translation**

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## Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2023 (Based on Japanese GAAP)

February 6, 2024

Company name: Kobe Electric Railway Co.,Ltd.  
 Stock exchange listing: Tokyo  
 Stock code: 9046 URL <https://www.shintetsu.co.jp/>  
 Representative: President and Representative Director Nobuhiko Terada  
 Inquiries: Manager of Corporate Planning Department Yoshiyuki Sakamoto TEL 078-576-8671  
 Scheduled date to file Quarterly Securities Report: February 14, 2024  
 Scheduled date to commence dividend payments: –  
 Preparation of supplementary material on quarterly financial results: Yes  
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

## 1. Consolidated financial results for the nine months ended December 31, 2023 (from April 1, 2023 to December 31, 2023)

## (1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Operating revenue		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Nine months ended December 31, 2023	16,492	3.7	1,802	15.7	1,467	18.2	1,151	17.2
Nine months ended December 31, 2022	15,907	3.7	1,558	23.0	1,241	29.3	982	32.2

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended December 31, 2023	143.28		–	
Nine months ended December 31, 2022	122.30		–	

## (2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2023	89,083	22,539	25.3
As of March 31, 2023	90,804	21,243	23.4

## 2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended March 31, 2023	–	0.00	–	0.00	0.00
Year ending March 31, 2024	–	0.00	–		
Year ending March 31, 2024 (Forecast)				10.00	10.00

## 3. Forecast of consolidated financial results for the year ending March 31, 2024 (from April 1, 2023 to March 31, 2024)

Percentages indicate year-on-year changes

	Operating revenue		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	22,130	3.8	1,510	8.6	1,000	0.2	700	3.6	87.11

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended December 31, 2023  
(changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: No
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
- Changes in accounting policies due to revisions to accounting standards and other regulations: No
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: No
- Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

Total number of issued shares at the end of the period (including treasury shares)

As of December 31, 2023	8,061,566 shares	As of March 31, 2023	8,061,566 shares
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Number of treasury shares at the end of the period

As of December 31, 2023	26,699 shares	As of March 31, 2023	25,598 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2023	8,035,442 shares	Nine months ended December 31, 2022	8,036,681 shares
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**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of March 31, 2023	As of December 31, 2023
<b>Assets</b>		
Current assets		
Cash and deposits	1,443	1,516
Accounts receivable - trade	1,097	1,172
Short-term loans receivable	66	89
Land and buildings for sale	274	234
Merchandise	123	121
Supplies	418	507
Other	2,246	1,128
Total current assets	5,670	4,770
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	40,523	39,744
Machinery, equipment and vehicles, net	5,121	4,726
Land	34,912	35,069
Construction in progress	126	238
Other, net	546	489
Total property, plant and equipment	81,230	80,266
Intangible assets		
Other	576	518
Total intangible assets	576	518
Investments and other assets		
Investment securities	1,217	1,463
Long-term loans receivable	285	212
Retirement benefit asset	1,405	1,456
Other	435	411
Allowance for doubtful accounts	(17)	(17)
Total investments and other assets	3,326	3,526
Total non-current assets	85,133	84,312
Total assets	90,804	89,083
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	2,206	817
Short-term borrowings	18,463	17,059
Income taxes payable	130	183
Advances received	819	1,363
Provision for bonuses	51	21
Other	3,012	3,179
Total current liabilities	24,683	22,625
Non-current liabilities		
Long-term borrowings	38,686	37,923
Deferred tax liabilities	224	368
Deferred tax liabilities for land revaluation	3,471	3,471
Retirement benefit liability	112	113
Long-term accounts payable - other	773	539
Long-term guarantee deposits	933	926
Other	676	575
Total non-current liabilities	44,877	43,918
Total liabilities	69,560	66,543

(Millions of yen)

	As of March 31, 2023	As of December 31, 2023
Net assets		
Shareholders' equity		
Share capital	11,710	11,710
Retained earnings	7,650	8,802
Treasury shares	(91)	(94)
Total shareholders' equity	19,270	20,418
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	333	494
Deferred gains or losses on hedges	0	0
Revaluation reserve for land	1,503	1,503
Remeasurements of defined benefit plans	136	123
Total accumulated other comprehensive income	1,973	2,121
Total net assets	21,243	22,539
Total liabilities and net assets	90,804	89,083

**Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)**

**Consolidated statements of income (cumulative)**

(Millions of yen)

	Nine months ended December 31, 2022	Nine months ended December 31, 2023
Operating revenue	15,907	16,492
Operating expenses		
Operating expenses and cost of sales of transportation	12,445	12,765
Selling, general and administrative expenses	1,903	1,924
Total operating expenses	14,349	14,690
Operating profit	1,558	1,802
Non-operating income		
Interest income	0	0
Dividend income	31	34
Miscellaneous income	126	78
Total non-operating income	158	113
Non-operating expenses		
Interest expenses	421	425
Miscellaneous expenses	53	23
Total non-operating expenses	475	448
Ordinary profit	1,241	1,467
Extraordinary income		
Contribution received for construction	12	122
Total extraordinary income	12	122
Extraordinary losses		
Tax purpose reduction entry of contribution for construction	12	122
Total extraordinary losses	12	122
Profit before income taxes	1,241	1,467
Income taxes - current	166	204
Income taxes - deferred	92	111
Total income taxes	258	315
Profit	982	1,151
Profit attributable to owners of parent	982	1,151

**Consolidated statements of comprehensive income (cumulative)**

(Millions of yen)

	Nine months ended December 31, 2022	Nine months ended December 31, 2023
Profit	982	1,151
Other comprehensive income		
Valuation difference on available-for-sale securities	98	160
Deferred gains or losses on hedges	(0)	(0)
Remeasurements of defined benefit plans, net of tax	(15)	(13)
Total other comprehensive income	81	147
Comprehensive income	1,064	1,299
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,064	1,299
Comprehensive income attributable to non-controlling interests	–	–