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April 30, 2024

## Consolidated Financial Results for the Fiscal Year Ended March 31, 2024 (Under Japanese GAAP)

Company name: Nankai Electric Railway Co., Ltd.  
 Listing: Tokyo Stock Exchange  
 Securities code: 9044  
 URL: <https://www.nankai.co.jp/>  
 Representative: Nobuyuki Okajima, Representative Director and President  
 Inquiries: Toshiyuki Takeda, Chief Manager, Finance & Accounting Department  
 Telephone: +81-06-6644-7145  
 Scheduled date of annual general meeting of shareholders: June 21, 2024  
 Scheduled date to commence dividend payments: June 24, 2024  
 Scheduled date to file annual securities report: June 21, 2024  
 Preparation of supplementary material on financial results: Yes  
 Holding of financial results briefing: Yes (for institutional investors and analysts)

(Yen amounts are rounded down to millions, unless otherwise noted.)

### 1. Consolidated financial results for the fiscal year ended March 31, 2024 (from April 1, 2023 to March 31, 2024)

#### (1) Consolidated operating results

(Percentages indicate year-on-year changes.)

Fiscal year ended	Operating revenue		Operating income		Ordinary income		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2024	241,594	9.2	30,820	46.6	29,312	54.6	23,926	63.6
March 31, 2023	221,280	9.7	21,023	72.5	18,965	91.0	14,623	263.6

Note: Comprehensive income  
 For the fiscal year ended March 31, 2024: ¥ 35,377 million [ 109.7 %]  
 For the fiscal year ended March 31, 2023: ¥ 16,870 million [ 201.6 %]

Fiscal year ended	Basic earnings per share	Diluted earnings per share	Return on equity	Ratio of ordinary profit to total assets	Ratio of operating profit to net sales
	Yen	Yen	%	%	%
March 31, 2024	211.31	—	8.6	3.1	12.8
March 31, 2023	129.13	—	5.7	2.0	9.5

Reference: Share of profit (loss) of entities accounted for using equity method

For the fiscal year ended March 31, 2024: ¥ — million  
 For the fiscal year ended March 31, 2023: ¥ — million

#### (2) Consolidated financial position

As of	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
March 31, 2024	950,650	307,102	30.8	2,583.93
March 31, 2023	935,113	274,586	27.9	2,306.15

Reference: Equity  
 As of March 31, 2024: ¥ 292,581 million  
 As of March 31, 2023: ¥ 261,121 million

#### (3) Consolidated cash flows

Fiscal year ended	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2024	62,223	(10,528)	(46,832)	42,402
March 31, 2023	39,086	(26,305)	(11,341)	37,540

### 2. Cash dividends

Fiscal year ended	Annual dividends per share					Total cash dividends (Total)	Payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total			
March 31, 2023	—	0.00	—	25.00	25.00	2,833	19.4	1.1
March 31, 2024	—	0.00	—	35.00	35.00	3,966	16.6	1.4
March 31, 2025 (Forecast)	—	17.50	—	17.50	35.00		22.1	

3. Forecast of consolidated financial results for the year ending March 31, 2025 (from April 1, 2024 to March 31, 2025)

(Percentages indicate year-on-year changes.)

	Operating revenue		Operating income		Ordinary income		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2024	126,800	7.8	16,200	13.8	15,100	13.8	8,900	0.4	78.60
Full year	259,100	7.2	31,000	0.6	28,700	(2.1)	17,900	(25.2)	158.08

\* Notes

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): None

(2) Changes in accounting policies, changes in accounting estimates, and restatement

- (i) Changes in accounting policies due to revisions to accounting standards and other regulations: None
- (ii) Changes in accounting policies due to other reasons: None
- (iii) Changes in accounting estimates: None
- (iv) Restatement: None

(3) Number of issued shares (common shares)

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

As of March 31, 2024	113,402,446 shares	As of March 31, 2023	113,402,446 shares
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(ii) Number of treasury shares at the end of the period

As of March 31, 2024	171,350 shares	As of March 31, 2023	174,018 shares
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(iii) Average number of shares outstanding during the period

Fiscal year ended March 31, 2024	113,231,093 shares	Fiscal year ended March 31, 2023	113,248,371 shares
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[Reference] Overview of non-consolidated financial results

1. Non-consolidated financial results for the fiscal year ended March 31, 2024 (from April 1, 2023 to March 31, 2024)

(1) Non-consolidated operating results

(Percentages indicate year-on-year changes.)

	Operating revenue		Operating income		Ordinary income		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Fiscal year ended March 31, 2024	109,277	18.7	18,270	78.5	17,765	116.5	17,321	115.0
March 31, 2023	92,065	12.3	10,233	193.0	8,204	—	8,057	—

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Fiscal year ended March 31, 2024	152.97	—
March 31, 2023	71.15	—

(2) Non-consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2024	842,701	218,705	26.0	1,931.49
March 31, 2023	833,281	198,710	23.8	1,754.95

Reference: Equity As of March 31, 2024: ¥ 218,705 million  
As of March 31, 2023: ¥ 198,710 million

2. Forecast of non-consolidated financial results for the year ending March 31, 2025 (from April 1, 2024 to March 31, 2025)

(Percentages indicate year-on-year changes.)

	Operating revenue		Operating income		Ordinary income		Profit		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	111,300	1.9	19,200	5.1	19,000	7.0	13,800	(20.3)	121.87

Consolidated financial statements  
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2023	As of March 31, 2024
<b>Assets</b>		
Current assets		
Cash and deposits	38,409	43,286
Notes and accounts receivable - trade, and contract assets	23,904	23,009
Merchandise and finished goods	23,089	21,163
Work in process	586	557
Raw materials and supplies	3,017	3,300
Other	14,710	14,096
Allowance for doubtful accounts	△102	△59
Total current assets	103,616	105,354
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	351,213	340,717
Machinery, equipment and vehicles, net	25,004	28,742
Land	359,470	353,198
Construction in progress	28,219	34,337
Other, net	4,812	6,000
Total property, plant and equipment	768,721	762,996
Intangible assets	9,544	10,265
Investments and other assets		
Investment securities	37,581	53,524
Long-term loans receivable	236	263
Retirement benefit asset	2,072	4,709
Deferred tax assets	3,190	2,767
Other	10,689	11,396
Allowance for doubtful accounts	△538	△627
Total investments and other assets	53,231	72,033
Total non-current assets	831,497	845,296
<b>Total assets</b>	<b>935,113</b>	<b>950,650</b>

(Millions of yen)

	As of March 31, 2023	As of March 31, 2024
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	19,453	17,244
Short-term borrowings	94,776	80,524
Current portion of bonds payable	10,000	10,000
Income taxes payable	1,658	7,615
Provision for bonuses	2,836	3,040
Other	47,803	63,577
Total current liabilities	176,529	182,002
Non-current liabilities		
Bonds payable	130,000	120,000
Long-term borrowings	239,738	220,455
Deferred tax liabilities	43,457	48,461
Deferred tax liabilities for land revaluation	18,708	18,626
Retirement benefit liability	18,719	18,962
Other	33,373	35,039
Total non-current liabilities	483,997	461,545
Total liabilities	660,526	643,548
<b>Net assets</b>		
Shareholders' equity		
Share capital	72,983	72,983
Capital surplus	28,145	28,153
Retained earnings	113,688	134,531
Treasury shares	△468	△463
Total shareholders' equity	214,348	235,205
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	11,773	21,043
Deferred gains or losses on hedges	△0	—
Revaluation reserve for land	34,484	34,733
Remeasurements of defined benefit plans	515	1,598
Total accumulated other comprehensive income	46,772	57,375
Non-controlling interests	13,465	14,520
Total net assets	274,586	307,102
Total liabilities and net assets	935,113	950,650

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

Consolidated statements of income (cumulative)

(Millions of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Operating revenue	221,280	241,594
Operating expenses		
Operating expenses and cost of sales of transportation	193,533	203,705
Selling, general and administrative expenses	6,723	7,068
Total operating expenses	200,257	210,774
Operating income	21,023	30,820
Non-operating income		
Interest income	25	26
Dividend income	1,003	1,192
Miscellaneous income	1,235	1,242
Total non-operating income	2,264	2,461
Non-operating expenses		
Interest expenses	3,494	3,300
Miscellaneous expenses	827	669
Total non-operating expenses	4,322	3,970
Ordinary income	18,965	29,312
Extraordinary income		
Gain on sale of non-current assets	548	7,274
Contribution received for construction	619	800
Compensation for expropriation	805	—
Cooperation money income	545	—
Other	491	162
Total extraordinary income	3,009	8,236
Extraordinary losses		
Provision for special account for unsettled advanced	—	1,813
Tax purpose reduction entry of contribution for construction	578	779
Loss on retirement of non-current assets	994	347
Impairment losses	366	253
Other	661	561
Total extraordinary losses	2,600	3,755
Profit before income taxes	19,374	33,793
Income taxes - current	2,441	8,514
Income taxes - deferred	1,554	720
Total income taxes	3,996	9,235
Profit	15,377	24,558
Profit attributable to non-controlling interests	754	631
Profit attributable to owners of parent	14,623	23,926

## Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Profit	15,377	24,558
Other comprehensive income		
Valuation difference on available-for-sale securities	2,033	9,629
Deferred gains or losses on hedges	△0	0
Remeasurements of defined benefit plans, net of tax	△540	1,189
Total other comprehensive income	1,492	10,819
Comprehensive income	16,870	35,377
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	16,075	34,280
Comprehensive income attributable to non-controlling interests	795	1,097

## Consolidated statements of changes in equity

Fiscal year ended March 31, 2023

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	72,983	28,139	101,931	△336	202,717
Changes during period					
Dividends of surplus			△2,833		△2,833
Profit attributable to owners of parent			14,623		14,623
Reversal of revaluation reserve for land			△33		△33
Purchase of treasury shares				△143	△143
Disposal of treasury shares		0		11	11
Change in ownership interest of parent due to transactions with non-controlling interests		6			6
Net changes in items other than shareholders' equity					
Total changes during period	—	6	11,756	△132	11,630
Balance at end of period	72,983	28,145	113,688	△468	214,348

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	9,801	—	34,451	1,034	45,287	12,711	260,716
Changes during period							
Dividends of surplus							△2,833
Profit attributable to owners of parent							14,623
Reversal of revaluation reserve for land							△33
Purchase of treasury shares							△143
Disposal of treasury shares							11
Change in ownership interest of parent due to transactions with non-controlling interests							6
Net changes in items other than shareholders' equity	1,971	△0	33	△518	1,485	754	2,239
Total changes during period	1,971	△0	33	△518	1,485	754	13,870
Balance at end of period	11,773	△0	34,484	515	46,772	13,465	274,586

Fiscal year ended March 31, 2024

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	72,983	28,145	113,688	△468	214,348
Changes during period					
Dividends of surplus			△2,833		△2,833
Profit attributable to owners of parent			23,926		23,926
Reversal of revaluation reserve for land			△249		△249
Purchase of treasury shares				△14	△14
Disposal of treasury shares		0		20	20
Change in ownership interest of parent due to transactions with non-controlling interests		7			7
Net changes in items other than shareholders' equity					
Total changes during period	—	7	20,843	5	20,857
Balance at end of period	72,983	28,153	134,531	△463	235,205

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	11,773	△0	34,484	515	46,772	13,465	274,586
Changes during period							
Dividends of surplus							△2,833
Profit attributable to owners of parent							23,926
Reversal of revaluation reserve for land							△249
Purchase of treasury shares							△14
Disposal of treasury shares							20
Change in ownership interest of parent due to transactions with non-controlling interests							7
Net changes in items other than shareholders' equity	9,270	0	249	1,082	10,603	1,055	11,658
Total changes during period	9,270	0	249	1,082	10,603	1,055	32,515
Balance at end of period	21,043	—	34,733	1,598	57,375	14,520	307,102



## Consolidated statements of cash flows

(Millions of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
<b>Cash flows from operating activities</b>		
Profit before income taxes	19,374	33,793
Depreciation	27,619	27,477
Impairment losses	366	253
Amortization of goodwill	230	230
Increase (decrease) in provision for bonuses	238	204
Increase (decrease) in retirement benefit liability	△298	△689
Increase (decrease) in allowance for doubtful accounts	130	46
Interest and dividend income	△1,028	△1,219
Interest expenses	3,494	3,300
Loss on retirement of non-current assets	838	691
Reduction entry of land contribution for construction	578	779
Contribution received for construction	△619	△800
Decrease (increase) in trade receivables	△2,985	△321
Decrease (increase) in inventories	△2,853	4,694
Increase (decrease) in trade payables	2,099	2,251
Loss on valuation of inventories	182	133
Increase (decrease) in accrued consumption taxes	△994	684
Loss (gain) on sale of non-current assets	△358	△7,286
Provision for special account for unsettled advanced	—	1,813
Other, net	△989	351
Subtotal	45,025	66,391
Interest and dividends received	1,007	1,219
Interest paid	△3,511	△3,285
Income taxes paid	△3,731	△3,001
Income taxes refund	296	900
Net cash provided by (used in) operating activities	39,086	62,223

(Millions of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Cash flows from investing activities		
Purchase of non-current assets	△32,948	△30,393
Proceeds from sale of non-current assets	1,503	15,292
Proceeds from contribution received for construction	6,048	7,703
Purchase of investment securities	△198	△2,574
Other, net	△709	△557
Net cash provided by (used in) investing activities	△26,305	△10,528
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	△540	△2,400
Proceeds from long-term borrowings	22,470	19,980
Repayments of long-term borrowings	△39,902	△51,115
Proceeds from issuance of bonds	9,941	—
Redemption of bonds	—	△10,000
Dividends paid	△2,827	△2,813
Other, net	△483	△484
Net cash provided by (used in) financing activities	△11,341	△46,832
Net increase (decrease) in cash and cash equivalents	1,439	4,862
Cash and cash equivalents at beginning of period	36,101	37,540
Cash and cash equivalents at end of period	37,540	42,402

## Segment information

Fiscal year ended March 31, 2023

Information on operating revenue and operating income or loss by reported segment

(Millions of yen)

	Transportation	Real Estate	Distribution	Leisure and Services	Construction	Other	Total	Adjustment	Consolidated
Sales									
Revenues from external customers	94,427	43,505	23,060	27,927	32,164	195	221,280	—	221,280
Transactions with other segments	1,105	1,121	547	11,924	11,497	2,768	28,964	△28,964	—
Total	95,532	44,627	23,607	39,851	43,662	2,963	250,245	△28,964	221,280
Operating income	1,152	12,570	1,710	3,550	1,889	175	21,049	△25	21,023
Assets	376,720	390,637	63,863	43,728	29,250	596	904,796	30,316	935,113
Other items									
Depreciation	15,317	7,862	3,940	1,288	123	11	28,545	△925	27,619
Impairment losses	366	—	—	—	—	—	366	—	366
Increase in property, plant and equipment and intangible assets	13,781	11,006	1,711	1,300	69	3	27,872	—	27,872

Fiscal year ended March 31, 2024

Information on operating revenue and operating income or loss by reported segment

(Millions of yen)

	Transportation	Real Estate	Distribution	Leisure and Services	Construction	Other	Total	Adjustment	Consolidated
Sales									
Revenues from external customers	100,616	51,908	26,132	29,595	33,128	212	241,594	—	241,594
Transactions with other segments	1,200	1,232	627	13,508	11,664	3,876	32,109	△32,109	—
Total	101,817	53,140	26,760	43,104	44,792	4,089	273,704	△32,109	241,594
Operating income	8,126	14,720	2,661	3,402	1,794	179	30,883	△62	30,820
Assets	390,839	372,461	62,864	50,915	26,124	578	903,783	46,866	950,650
Other items									
Depreciation	15,423	7,729	3,937	1,266	67	10	28,433	△956	27,477
Impairment losses	—	253	—	—	—	—	253	—	253
Increase in property, plant and equipment and intangible assets	16,370	3,480	3,953	1,903	35	42	25,787	—	25,787