

Translation

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Summary of Consolidated Financial Results for the Six Months Ended September 30, 2024 (Based on Japanese GAAP)

October 30, 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 Hiroshi Iba
 Inquiries: Manager of Corporate Planning Yoshiyuki Sakamoto TEL 078-576-8671
 Department, Corporate officer
 Scheduled date to file Semi-annual Securities Report: November 12, 2024
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on financial results: Yes
 Holding of financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the six months ended September 30, 2024 (from April 1, 2024 to September 30, 2024)

(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	%
Six months ended September 30, 2024	10,965	0.4	1,289	11.4	1,082	17.4	783	3.8
Six months ended September 30, 2023	10,924	5.7	1,157	21.9	922	24.3	754	28.2

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Six months ended September 30, 2024	97.47		–	
Six months ended September 30, 2023	93.94		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2024	89,413	23,578	26.4
As of March 31, 2024	90,451	22,942	25.4

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, 2024	–	0.00	–	10.00	10.00
Year ending March 31, 2025	–	0.00			
Year ending March 31, 2025 (Forecast)			–	10.00	10.00

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 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	21,640	(3.0)	1,750	(5.9)	1,240	(8.7)	900	(12.1)	112.01

4. Notes

(1) Significant changes in the scope of consolidation during the six months ended September 30, 2024: No

(2) Application of special accounting methods for preparing semi-annual 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 September 30, 2024	8,061,566 shares	As of March 31, 2024	8,061,566 shares
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Number of treasury shares at the end of the period

As of September 30, 2024	27,751 shares	As of March 31, 2024	26,871 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2024	8,034,370 shares	Six months ended September 30, 2023	8,035,616 shares
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Semi-annual consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2024	As of September 30, 2024
Assets		
Current assets		
Cash and deposits	1,468	1,361
Accounts receivable - trade	1,333	1,293
Short-term loans receivable	87	45
Land and buildings for sale	230	230
Merchandise	110	115
Supplies	447	506
Other	1,621	1,337
Total current assets	5,299	4,890
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	39,807	39,066
Machinery, equipment and vehicles, net	4,832	4,633
Land	35,019	35,222
Construction in progress	106	231
Other, net	498	456
Total property, plant and equipment	80,264	79,610
Intangible assets		
Other	688	635
Total intangible assets	688	635
Investments and other assets		
Investment securities	1,579	1,625
Long-term loans receivable	195	181
Retirement benefit asset	2,030	2,071
Other	409	415
Allowance for doubtful accounts	(17)	(17)
Total investments and other assets	4,197	4,276
Total non-current assets	85,151	84,522
Total assets	90,451	89,413
Liabilities		
Current liabilities		
Accounts payable - trade	2,446	838
Short-term borrowings	17,803	16,772
Income taxes payable	174	337
Advances received	794	999
Provision for bonuses	53	61
Other	2,953	2,918
Total current liabilities	24,226	21,927
Non-current liabilities		
Long-term borrowings	37,079	37,834
Deferred tax liabilities	593	621
Deferred tax liabilities for land revaluation	3,461	3,461
Retirement benefit liability	105	107
Long-term accounts payable - other	539	402
Long-term guarantee deposits	927	926
Other	575	552
Total non-current liabilities	43,282	43,906
Total liabilities	67,508	65,834

(Millions of yen)

	As of March 31, 2024	As of September 30, 2024
Net assets		
Shareholders' equity		
Share capital	11,710	11,710
Retained earnings	8,697	9,400
Treasury shares	(95)	(97)
Total shareholders' equity	20,313	21,013
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	642	604
Deferred gains or losses on hedges	0	0
Revaluation reserve for land	1,480	1,480
Remeasurements of defined benefit plans	506	480
Total accumulated other comprehensive income	2,629	2,564
Total net assets	22,942	23,578
Total liabilities and net assets	90,451	89,413

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

Consolidated statements of income (cumulative)

(Millions of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Operating revenue	10,924	10,965
Operating expenses		
Operating expenses and cost of sales of transportation	8,478	8,401
Selling, general and administrative expenses	1,288	1,274
Total operating expenses	9,767	9,676
Operating profit	1,157	1,289
Non-operating income		
Interest income	0	0
Dividend income	20	22
Gain on sale of securities	4	33
Miscellaneous income	40	46
Total non-operating income	66	103
Non-operating expenses		
Interest expenses	283	293
Miscellaneous expenses	17	16
Total non-operating expenses	300	310
Ordinary profit	922	1,082
Extraordinary income		
Gain on exchange of non-current assets	–	425
Contribution received for construction	118	7
Total extraordinary income	118	432
Extraordinary losses		
Tax purpose reduction entry of contribution for construction	118	432
Total extraordinary losses	118	432
Profit before income taxes	922	1,082
Income taxes - current	146	257
Income taxes - deferred	21	41
Total income taxes	167	298
Profit	754	783
Profit attributable to owners of parent	754	783

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Profit	754	783
Other comprehensive income		
Valuation difference on available-for-sale securities	197	(38)
Deferred gains or losses on hedges	(0)	(0)
Remeasurements of defined benefit plans, net of tax	(8)	(26)
Total other comprehensive income	189	(64)
Comprehensive income	943	718
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	943	718
Comprehensive income attributable to non-controlling interests	–	–