

Translation

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purposes. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2024 (Based on Japanese GAAP)

February 3, 2025

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
 Manager of Corporate Planning
 Inquiries: Department, Corporate officer Yoshiyuki Sakamoto TEL 078-576-8671
 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 nine months ended December 31, 2024 (from April 1, 2024 to December 31, 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	%
Nine months ended December 31, 2024	16,569	0.5	2,020	12.1	1,715	16.9	1,230	6.9
Nine months ended December 31, 2023	16,492	3.7	1,802	15.7	1,467	18.2	1,151	17.2

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended December 31, 2024	153.17		–	
Nine months ended December 31, 2023	143.28		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2024	89,211	24,123	27.0
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)				20.00	20.00

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	22,060	(1.1)	1,880	1.1	1,430	5.3	1,030	0.6	128.19

4. Notes

(1) Significant changes in the scope of consolidation during the nine months ended December 31, 2024: 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, 2024	8,061,566 shares	As of March 31, 2024	8,061,566 shares
-------------------------	------------------	----------------------	------------------

Number of treasury shares at the end of the period

As of December 31, 2024	28,044 shares	As of March 31, 2024	26,871 shares
-------------------------	---------------	----------------------	---------------

Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2024	8,034,150 shares	Nine months ended December 31, 2023	8,035,442 shares
-------------------------------------	------------------	-------------------------------------	------------------

Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2024	As of December 31, 2024
Assets		
Current assets		
Cash and deposits	1,468	1,671
Accounts receivable - trade	1,333	1,393
Short-term loans receivable	87	38
Land and buildings for sale	230	230
Merchandise	110	125
Supplies	447	545
Other	1,621	719
Total current assets	5,299	4,724
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	39,807	38,931
Machinery, equipment and vehicles, net	4,832	4,499
Land	35,019	35,258
Construction in progress	106	353
Other, net	498	446
Total property, plant and equipment	80,264	79,489
Intangible assets		
Other	688	608
Total intangible assets	688	608
Investments and other assets		
Investment securities	1,579	1,686
Long-term loans receivable	195	177
Retirement benefit asset	2,030	2,090
Other	409	452
Allowance for doubtful accounts	(17)	(17)
Total investments and other assets	4,197	4,389
Total non-current assets	85,151	84,487
Total assets	90,451	89,211
Liabilities		
Current liabilities		
Accounts payable - trade	2,446	1,130
Short-term borrowings	17,803	16,568
Income taxes payable	174	365
Advances received	794	325
Provision for bonuses	53	19
Other	2,953	3,072
Total current liabilities	24,226	21,481
Non-current liabilities		
Long-term borrowings	37,079	37,543
Deferred tax liabilities	593	713
Deferred tax liabilities for land revaluation	3,461	3,461
Retirement benefit liability	105	96
Long-term accounts payable - other	539	362
Long-term guarantee deposits	927	910
Other	575	517
Total non-current liabilities	43,282	43,605
Total liabilities	67,508	65,087

(Millions of yen)

	As of March 31, 2024	As of December 31, 2024
Net assets		
Shareholders' equity		
Share capital	11,710	11,710
Retained earnings	8,697	9,848
Treasury shares	(95)	(98)
Total shareholders' equity	20,313	21,460
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	642	715
Deferred gains or losses on hedges	0	0
Revaluation reserve for land	1,480	1,480
Remeasurements of defined benefit plans	506	467
Total accumulated other comprehensive income	2,629	2,662
Total net assets	22,942	24,123
Total liabilities and net assets	90,451	89,211

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, 2023	Nine months ended December 31, 2024
Operating revenue	16,492	16,569
Operating expenses		
Operating expenses and cost of sales of transportation	12,765	12,621
Selling, general and administrative expenses	1,924	1,927
Total operating expenses	14,690	14,548
Operating profit	1,802	2,020
Non-operating income		
Interest income	0	0
Dividend income	34	38
Gain on sale of securities	6	36
Gain on sale of goods	3	42
Miscellaneous income	69	54
Total non-operating income	113	172
Non-operating expenses		
Interest expenses	425	448
Miscellaneous expenses	23	28
Total non-operating expenses	448	477
Ordinary profit	1,467	1,715
Extraordinary income		
Gain on exchange of non-current assets	–	425
Contribution received for construction	122	116
Total extraordinary income	122	541
Extraordinary losses		
Tax purpose reduction entry of contribution for construction	122	541
Total extraordinary losses	122	541
Profit before income taxes	1,467	1,715
Income taxes - current	204	373
Income taxes - deferred	111	111
Total income taxes	315	485
Profit	1,151	1,230
Profit attributable to owners of parent	1,151	1,230

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Profit	1,151	1,230
Other comprehensive income		
Valuation difference on available-for-sale securities	160	72
Deferred gains or losses on hedges	(0)	(0)
Remeasurements of defined benefit plans, net of tax	(13)	(39)
Total other comprehensive income	147	33
Comprehensive income	1,299	1,264
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,299	1,264
Comprehensive income attributable to non-controlling interests	–	–