

**Translation**

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## Summary of Consolidated Financial Results for the Three Months Ended June 30, 2023 (Based on Japanese GAAP)

July 31, 2023

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: August 10, 2023  
 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 three months ended June 30, 2023 (from April 1, 2023 to June 30, 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	%
Three months ended June 30, 2023	5,471	4.1	675	8.5	570	1.8	474	3.5
Three months ended June 30, 2022	5,258	7.2	622	72.8	560	136.3	458	141.1

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2023	59.10		–	
Three months ended June 30, 2022	57.11		–	

#### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2023	89,147	21,800	24.5
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	–	–	–	–	–
Year ending March 31, 2024 (Forecast)	–	0.00	–	0.00	0.00

### 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	22,100	3.7	1,430	2.8	870	(12.8)	620	(8.3)	77.15

4. Notes

- (1) Changes in significant subsidiaries during the three months ended June 30, 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 June 30, 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 June 30, 2023	25,843 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)

Three months ended June 30, 2023	8,035,865 shares	Three months ended June 30, 2022	8,036,970 shares
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**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of March 31, 2023	As of June 30, 2023
<b>Assets</b>		
Current assets		
Cash and deposits	1,443	1,270
Accounts receivable - trade	1,097	1,103
Short-term loans receivable	66	83
Land and buildings for sale	274	234
Merchandise	123	126
Supplies	418	487
Other	2,246	1,065
Total current assets	5,670	4,371
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	40,523	40,261
Machinery, equipment and vehicles, net	5,121	4,974
Land	34,912	34,913
Construction in progress	126	137
Other, net	546	528
Total property, plant and equipment	81,230	80,815
Intangible assets		
Other	576	555
Total intangible assets	576	555
Investments and other assets		
Investment securities	1,217	1,323
Long-term loans receivable	285	240
Retirement benefit asset	1,405	1,422
Other	435	436
Allowance for doubtful accounts	(17)	(17)
Total investments and other assets	3,326	3,405
Total non-current assets	85,133	84,776
Total assets	90,804	89,147
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	2,206	675
Short-term borrowings	18,463	19,042
Income taxes payable	130	124
Advances received	819	1,163
Provision for bonuses	51	97
Other	3,012	3,137
Total current liabilities	24,683	24,241
Non-current liabilities		
Long-term borrowings	38,686	37,037
Deferred tax liabilities	224	231
Deferred tax liabilities for land revaluation	3,471	3,471
Retirement benefit liability	112	113
Long-term accounts payable - other	773	688
Long-term guarantee deposits	933	924
Other	676	638
Total non-current liabilities	44,877	43,105
Total liabilities	69,560	67,347

(Millions of yen)

	As of March 31, 2023	As of June 30, 2023
Net assets		
Shareholders' equity		
Share capital	11,710	11,710
Retained earnings	7,650	8,125
Treasury shares	(91)	(92)
Total shareholders' equity	19,270	19,744
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	333	419
Deferred gains or losses on hedges	0	0
Revaluation reserve for land	1,503	1,503
Remeasurements of defined benefit plans	136	132
Total accumulated other comprehensive income	1,973	2,055
Total net assets	21,243	21,800
Total liabilities and net assets	90,804	89,147

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

**Consolidated statements of income (cumulative)**

(Millions of yen)

	Three months ended June 30, 2022	Three months ended June 30, 2023
Operating revenue	5,258	5,471
Operating expenses		
Operating expenses and cost of sales of transportation	4,008	4,151
Selling, general and administrative expenses	627	644
Total operating expenses	4,636	4,795
Operating profit	622	675
Non-operating income		
Interest income	0	0
Dividend income	18	20
Compensation for damage income	–	17
Miscellaneous income	76	6
Total non-operating income	94	44
Non-operating expenses		
Interest expenses	141	142
Miscellaneous expenses	15	6
Total non-operating expenses	156	149
Ordinary profit	560	570
Extraordinary income		
Contribution received for construction	12	–
Total extraordinary income	12	–
Extraordinary losses		
Tax purpose reduction entry of contribution for construction	12	–
Total extraordinary losses	12	–
Profit before income taxes	560	570
Income taxes - current	104	106
Income taxes - deferred	(3)	(10)
Total income taxes	101	95
Profit	458	474
Profit attributable to owners of parent	458	474

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

(Millions of yen)

	Three months ended June 30, 2022	Three months ended June 30, 2023
Profit	458	474
Other comprehensive income		
Valuation difference on available-for-sale securities	5	86
Deferred gains or losses on hedges	(0)	(0)
Remeasurements of defined benefit plans, net of tax	(5)	(4)
Total other comprehensive income	0	82
Comprehensive income	459	557
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	459	557
Comprehensive income attributable to non-controlling interests	–	–