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April 30, 2025

Consolidated Financial Results for the Fiscal Year Ended March 31, 2025 (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
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 Telephone: +81-06-6644-7145
 Scheduled date of annual general meeting of shareholders: June 18, 2025
 Scheduled date to commence dividend payments: June 19, 2025
 Scheduled date to file annual securities report: June 17, 2025
 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, 2025 (from April 1, 2024 to March 31, 2025)

(1) Consolidated operating results (Percentages indicate year-on-year changes.)

	Operating revenue		Operating income		Ordinary income		Profit attributable to owners of parent	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2025	260,787	7.9	34,655	12.4	35,572	21.4	22,496	(6.0)
March 31, 2024	241,594	9.2	30,820	46.6	29,312	54.6	23,926	63.6

Note: Comprehensive income
 For the fiscal year ended March 31, 2025: ¥ 25,533 million [(27.8) %]
 For the fiscal year ended March 31, 2024: ¥ 35,377 million [109.7 %]

	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
Fiscal year ended	Yen	Yen	%	%	%
March 31, 2025	198.69	—	7.5	3.7	13.3
March 31, 2024	211.31	—	8.6	3.1	12.8

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

For the fiscal year ended March 31, 2025: ¥ — million
 For the fiscal year ended March 31, 2024: ¥ — million

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
March 31, 2025	976,877	328,225	31.9	2,748.60
March 31, 2024	950,650	307,102	30.8	2,583.93

Reference: Equity
 As of March 31, 2025: ¥ 311,215 million
 As of March 31, 2024: ¥ 292,581 million

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2025	43,813	(39,299)	(4,785)	42,131
March 31, 2024	62,223	(10,528)	(46,832)	42,402

2. Cash dividends

	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			
Fiscal year ended	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
March 31, 2024	—	0.00	—	35.00	35.00	3,966	16.6	1.4
Fiscal year ended March 31, 2025	—	17.50	—	22.50	40.00	4,532	20.1	1.5
Fiscal year ending March 31, 2026 (Forecast)	—	20.00	—	20.00	40.00		24.0	

3. Forecast of consolidated financial results for the year ending March 31, 2026 (from April 1, 2025 to March 31, 2026)

(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, 2025	124,600	0.8	17,000	(6.9)	15,700	(20.8)	11,100	(11.6)	98.03
Full year	266,700	2.3	32,600	(5.9)	29,600	(16.8)	18,900	(16.0)	166.92

* Notes

(1) Significant changes in the scope of consolidation during the period: 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: Yes
- (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, 2025	113,402,446 shares	As of March 31, 2024	113,402,446 shares
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(ii) Number of treasury shares at the end of the period

As of March 31, 2025	175,306 shares	As of March 31, 2024	171,350 shares
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(iii) Average number of shares outstanding during the period

Fiscal year ended March 31, 2025	113,229,203 shares	Fiscal year ended March 31, 2024	113,231,093 shares
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[Reference] Overview of non-consolidated financial results

1. Non-consolidated financial results for the fiscal year ended March 31, 2025 (from April 1, 2024 to March 31, 2025)

(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, 2025	113,196	3.6	21,544	17.9	24,289	36.7	17,598	1.6
March 31, 2024	109,277	18.7	18,270	78.5	17,765	116.5	17,321	115.0

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Fiscal year ended March 31, 2025	155.42	—
March 31, 2024	152.97	—

(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, 2025	856,410	230,399	26.9	2,034.84
March 31, 2024	842,701	218,705	26.0	1,931.49

Reference: Equity As of March 31, 2025: ¥ 230,399 million
As of March 31, 2024: ¥ 218,705 million

2. Forecast of non-consolidated financial results for the year ending March 31, 2026 (from April 1, 2025 to March 31, 2026)

(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	126,000	11.3	22,100	2.6	19,100	(21.4)	30,500	73.3	269.37

Consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2024	As of March 31, 2025
Assets		
Current assets		
Cash and deposits	43,286	42,849
Notes and accounts receivable - trade, and contract assets	23,009	35,670
Merchandise and finished goods	21,163	23,403
Work in process	557	644
Raw materials and supplies	3,300	3,394
Other	14,096	14,364
Allowance for doubtful accounts	(59)	(127)
Total current assets	105,354	120,200
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	340,717	336,352
Machinery, equipment and vehicles, net	28,742	30,748
Land	353,198	356,068
Construction in progress	34,337	31,643
Other, net	6,000	6,889
Total property, plant and equipment	762,996	761,701
Intangible assets	10,265	13,742
Investments and other assets		
Investment securities	53,524	60,055
Long-term loans receivable	263	113
Retirement benefit asset	4,709	6,928
Deferred tax assets	2,767	2,877
Other	11,396	11,662
Allowance for doubtful accounts	(627)	(403)
Total investments and other assets	72,033	81,234
Total non-current assets	845,296	856,677
Total assets	950,650	976,877

(Millions of yen)

	As of March 31, 2024	As of March 31, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	17,244	23,493
Short-term borrowings	80,524	77,361
Current portion of bonds payable	10,000	20,000
Income taxes payable	7,615	5,055
Provision for bonuses	3,040	3,438
Other	63,577	59,772
Total current liabilities	182,002	189,121
Non-current liabilities		
Bonds payable	120,000	110,000
Long-term borrowings	220,455	225,589
Deferred tax liabilities	48,461	52,265
Deferred tax liabilities for land revaluation	18,626	19,084
Retirement benefit liability	18,962	17,472
Other	35,039	35,118
Total non-current liabilities	461,545	459,530
Total liabilities	643,548	648,652
Net assets		
Shareholders' equity		
Share capital	72,983	72,983
Capital surplus	28,153	28,185
Retained earnings	134,531	151,074
Treasury shares	(463)	(473)
Total shareholders' equity	235,205	251,770
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	21,043	21,653
Revaluation reserve for land	34,733	34,275
Remeasurements of defined benefit plans	1,598	3,516
Total accumulated other comprehensive income	57,375	59,445
Non-controlling interests	14,520	17,010
Total net assets	307,102	328,225
Total liabilities and net assets	950,650	976,877

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, 2024	Fiscal year ended March 31, 2025
Operating revenue	241,594	260,787
Operating expenses		
Operating expenses and cost of sales of transportation	203,705	218,109
Selling, general and administrative expenses	7,068	8,022
Total operating expenses	210,774	226,132
Operating income	30,820	34,655
Non-operating income		
Interest income	26	32
Dividend income	1,192	3,796
Miscellaneous income	1,242	992
Total non-operating income	2,461	4,821
Non-operating expenses		
Interest expenses	3,300	3,232
Miscellaneous expenses	669	671
Total non-operating expenses	3,970	3,903
Ordinary income	29,312	35,572
Extraordinary income		
Contribution received for construction	800	9,548
Gain on sale of non-current assets	7,274	68
Other	162	1,126
Total extraordinary income	8,236	10,744
Extraordinary losses		
Tax purpose reduction entry of contribution for construction	779	9,541
Loss on retirement of non-current assets	347	1,489
Provision for special account for unsettled advanced	1,813	—
Other	815	1,049
Total extraordinary losses	3,755	12,080
Profit before income taxes	33,793	34,236
Income taxes - current	8,514	8,451
Income taxes - deferred	720	2,290
Total income taxes	9,235	10,741
Profit	24,558	23,495
Profit attributable to non-controlling interests	631	998
Profit attributable to owners of parent	23,926	22,496

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Profit	24,558	23,495
Other comprehensive income		
Valuation difference on available-for-sale securities	9,629	635
Deferred gains or losses on hedges	0	—
Revaluation reserve for land	—	(462)
Remeasurements of defined benefit plans, net of tax	1,189	1,865
Total other comprehensive income	10,819	2,038
Comprehensive income	35,377	25,533
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	34,280	24,561
Comprehensive income attributable to non-controlling interests	1,097	971

Consolidated statements of changes in equity

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

Fiscal year ended March 31, 2025

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	72,983	28,153	134,531	(463)	235,205
Changes during period					
Dividends of surplus			(5,949)		(5,949)
Profit attributable to owners of parent			22,496		22,496
Reversal of revaluation reserve for land			(4)		(4)
Purchase of treasury shares				(11)	(11)
Disposal of treasury shares		(0)		0	0
Change in ownership interest of parent due to transactions with non-controlling interests		32			32
Net changes in items other than shareholders' equity					
Total changes during period	—	31	16,542	(10)	16,564
Balance at end of period	72,983	28,185	151,074	(473)	251,770

	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	21,043	—	34,733	1,598	57,375	14,520	307,102
Changes during period							
Dividends of surplus							(5,949)
Profit attributable to owners of parent							22,496
Reversal of revaluation reserve for land							(4)
Purchase of treasury shares							(11)
Disposal of treasury shares							0
Change in ownership interest of parent due to transactions with non-controlling interests							32
Net changes in items other than shareholders' equity	609	—	(457)	1,917	2,069	2,489	4,558
Total changes during period	609	—	(457)	1,917	2,069	2,489	21,123
Balance at end of period	21,653	—	34,275	3,516	59,445	17,010	328,225

Consolidated statements of cash flows

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Cash flows from operating activities		
Profit before income taxes	33,793	34,236
Depreciation	27,477	28,240
Impairment losses	253	—
Amortization of goodwill	230	339
Increase (decrease) in provision for bonuses	204	374
Increase (decrease) in retirement benefit liability	(689)	(976)
Increase (decrease) in allowance for doubtful accounts	46	(156)
Interest and dividend income	(1,219)	(3,828)
Interest expenses	3,300	3,232
Loss on retirement of non-current assets	691	912
Reduction entry of land contribution for construction	779	9,541
Contribution received for construction	(800)	(9,548)
Decrease (increase) in trade receivables	(321)	(10,464)
Decrease (increase) in inventories	4,694	(3,141)
Increase (decrease) in trade payables	2,251	5,439
Loss on valuation of inventories	133	761
Increase (decrease) in accrued consumption taxes	684	(624)
Loss (gain) on sale of non-current assets	(7,286)	(214)
Provision for special account for unsettled advanced	1,813	—
Other, net	351	(205)
Subtotal	66,391	53,921
Interest and dividends received	1,219	3,829
Interest paid	(3,285)	(3,211)
Income taxes paid	(3,001)	(10,828)
Income taxes refund	900	102
Net cash provided by (used in) operating activities	62,223	43,813

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Cash flows from investing activities		
Purchase of non-current assets	(30,393)	(36,344)
Proceeds from sale of non-current assets	15,292	1,949
Proceeds from contribution received for construction	7,703	6,204
Purchase of investment securities	(2,574)	(7,677)
Proceeds from sale and redemption of investment securities	—	2,498
Purchase of shares of subsidiaries resulting in change in scope of consolidation	—	(5,334)
Other, net	(557)	(594)
Net cash provided by (used in) investing activities	(10,528)	(39,299)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(2,400)	3,460
Proceeds from long-term borrowings	19,980	36,820
Repayments of long-term borrowings	(51,115)	(38,629)
Proceeds from issuance of bonds	—	9,931
Redemption of bonds	(10,000)	(10,000)
Dividends paid	(2,813)	(5,912)
Other, net	(484)	(455)
Net cash provided by (used in) financing activities	(46,832)	(4,785)
Net increase (decrease) in cash and cash equivalents	4,862	(271)
Cash and cash equivalents at beginning of period	37,540	42,402
Cash and cash equivalents at end of period	42,402	42,131

Segment information

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

Fiscal year ended March 31, 2025

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	111,531	47,842	28,271	32,091	40,781	268	260,787	—	260,787
Transactions with other segments	1,207	1,244	608	13,453	13,249	3,426	33,188	(33,188)	—
Total	112,738	49,087	28,879	45,545	54,030	3,694	293,975	(33,188)	260,787
Operating income	13,261	12,365	3,657	3,344	2,459	88	35,176	(521)	34,655
Assets	391,277	372,755	60,341	59,352	37,916	619	922,263	54,614	976,877
Other items									
Depreciation	16,324	7,478	3,970	1,320	92	15	29,202	(962)	28,240
Increase in property, plant and equipment and intangible assets	18,164	7,950	1,886	2,398	186	3	30,590	—	30,590