

May 15, 2025

## Consolidated Financial Results for the Fiscal Year Ended March 31, 2025 (Under Japanese GAAP)

Company name: Sanyo Electric Railway  
 Listing: Tokyo Stock Exchange  
 Securities code: 9052  
 URL: <https://www.sanyo-railway.co.jp/>  
 Representative: Kazuhiro Uekado, President and Representative Director  
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 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: None

(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 revenues		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2025	38,489	(1.9)	4,065	(6.0)	4,185	(6.3)	3,031	(2.6)
March 31, 2024	39,220	0.8	4,326	23.9	4,469	17.5	3,110	16.7

Note: Comprehensive income For the fiscal year ended March 31, 2025: ¥3,857 million [(28.6)%]  
 For the fiscal year ended March 31, 2024: ¥5,402 million [61.7%]

	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	136.44	-	5.4	3.5	10.6
March 31, 2024	140.02	-	6.0	4.0	11.0

Reference: Share of profit (loss) of entities accounted for using equity method  
 For the fiscal year ended March 31, 2025: ¥1 million  
 For the fiscal year ended March 31, 2024: ¥1 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	122,690	57,572	46.9	2,591.06
March 31, 2024	114,533	54,377	47.5	2,447.51

Reference: Equity  
 As of March 31, 2025: ¥57,572 million  
 As of March 31, 2024: ¥54,377 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	5,898	(7,808)	3,302	6,812
March 31, 2024	8,507	(10,110)	(1,280)	5,418

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			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Fiscal year ended March 31, 2024	-	15.00	-	15.00	30.00	667	21.4	1.3
Fiscal year ended March 31, 2025	-	15.00	-	20.00	35.00	778	25.7	1.4
Fiscal year ending March 31, 2026 (Forecast)		20.00		20.00	40.00		26.0	

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

(Percentages indicate year-on-year changes.)

	Operating revenues		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Fiscal year ending March 31, 2026	39,893	3.6	3,964	(2.5)	3,836	(8.3)	3,416	12.7	153.76

\* **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: 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, 2025	22,330,598 shares
As of March 31, 2024	22,330,598 shares

- (ii) Number of treasury shares at the end of the period

As of March 31, 2025	111,116 shares
As of March 31, 2024	113,162 shares

- (iii) Average number of shares outstanding during the period

Fiscal year ended March 31, 2025	22,218,839 shares
Fiscal year ended March 31, 2024	22,218,013 shares

Note: The number of treasury shares at the end of the fiscal year includes the Company's shares held by the Equity Grant Trust for Officers as follows.  
The fiscal year ending March 31, 2025: 28,500 Shares the fiscal year ending March 31, 2024: 31,500 Shares

**[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 revenues		Operating profit		Ordinary profit		Profit	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2025	20,326	(4.9)	3,386	(5.5)	3,583	(6.0)	2,598	(3.2)
March 31, 2024	21,373	(2.9)	3,581	18.6	3,811	9.1	2,685	7.1

	Basic earnings per share	Diluted earnings per share
Fiscal year ended	Yen	Yen
March 31, 2025	116.96	-
March 31, 2024	120.88	-

**(2) Non-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	109,397	51,337	46.9	2,310.48
March 31, 2024	101,488	48,455	47.7	2,180.96

Reference: Equity

As of March 31, 2025: ¥51,337 million

As of March 31, 2024: ¥48,455 million

\* Financial results reports are exempt from audit conducted by certified public accountants or an audit firm.

\* Proper use of earnings forecasts, and other special matters

(Cautions on forward-looking statements, etc.)

The forward-looking statements, including forecasts of financial results, contained in these materials are based on information available to the Company and on certain assumptions deemed to be reasonable. Actual financial results may differ from the results anticipated in the statements due to various factors.

For the above earnings forecasts, please refer to "1. Please refer to "Summary of Business Results (3) Future Outlook".

(How to obtain supplementary explanatory materials for financial results)

Supplementary materials for the financial results will be disclosed on TDnet on the same day and will also be available on our website.

## Consolidated balance sheet

(Millions of yen)

	As of March 31, 2024	As of March 31, 2025
Assets		
Current assets		
Cash and deposits	5,776	8,856
Notes and accounts receivable - trade, and contract assets	3,358	3,753
Merchandise and finished goods	1,009	959
Land and buildings for sale in lots	4,030	3,909
Other	1,427	1,662
Allowance for doubtful accounts	(2)	(2)
Total current assets	15,599	19,139
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	41,481	42,824
Machinery, equipment and vehicles, net	10,481	10,919
Land	30,695	31,707
Construction in progress	961	960
Other, net	671	679
Total property, plant and equipment	84,291	87,091
Intangible assets	694	743
Investments and other assets		
Investment securities	9,583	11,281
Long-term loans receivable	46	42
Retirement benefit asset	3,183	3,301
Deferred tax assets	175	223
Other	974	882
Allowance for doubtful accounts	(15)	(13)
Total investments and other assets	13,948	15,717
Total non-current assets	98,934	103,551
Total assets	114,533	122,690

	As of March 31, 2024	As of March 31, 2025
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	4,486	5,598
Short-term borrowings	5,652	5,972
Income taxes payable	945	496
Provision for bonuses	565	555
Provision for bonuses for directors (and other officers)	34	32
Other	7,725	7,445
Total current liabilities	19,409	20,101
Non-current liabilities		
Bonds payable	6,000	6,000
Long-term borrowings	27,536	31,203
Deferred tax liabilities	3,014	3,606
Retirement benefit liability	1,331	1,380
Long-term deferred contribution for construction	34	69
Leasehold and guarantee deposits received	2,581	2,521
Other	248	235
Total non-current liabilities	40,746	45,016
Total liabilities	60,156	65,118
Net assets		
Shareholders' equity		
Share capital	10,090	10,090
Capital surplus	7,057	7,057
Retained earnings	32,255	34,619
Treasury shares	(201)	(196)
Total shareholders' equity	49,202	51,571
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	4,147	5,086
Remeasurements of defined benefit plans	1,027	914
Total accumulated other comprehensive income	5,175	6,000
Total net assets	54,377	57,572
Total liabilities and net assets	114,533	122,690

# Consolidated statement of income

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Operating revenue	39,220	38,489
Operating expenses		
Operating expenses and cost of sales of transportation	29,618	29,131
Selling, general and administrative expenses	5,275	5,292
Total operating expenses	34,893	34,423
Operating profit	4,326	4,065
Non-operating income		
Interest income	1	3
Dividend income	204	276
Gain on adjustment of accounts payable	42	42
Share of profit of entities accounted for using equity method	1	1
Miscellaneous income	218	193
Total non-operating income	467	517
Non-operating expenses		
Interest expenses	265	341
Loss on adjustment of account payable	44	40
Miscellaneous expenses	14	14
Total non-operating expenses	324	396
Ordinary profit	4,469	4,185
Extraordinary income		
Contribution received for construction	-	206
Gain on sale of investment securities	-	37
Gain on compensation income for expropriation	-	36
Gain on sale of non-current assets	0	19
Subsidy income	59	18
Total extraordinary income	60	319
Extraordinary losses		
Tax purpose reduction entry of contribution for construction	-	206
Reduction entry of land compensation income for expropriation	-	36
Loss on retirement of non-current assets	7	23
Loss on reduction of non current assets with subsidy income	59	18
Loss on sale of non-current assets	33	-
Total extraordinary losses	99	286
Profit before income taxes	4,430	4,219
Income taxes - current	1,365	1,095
Income taxes - deferred	(46)	91
Total income taxes	1,319	1,187
Profit	3,110	3,031
Profit attributable to owners of parent	3,110	3,031

## Consolidated statement of comprehensive income

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Profit	3,110	3,031
Other comprehensive income		
Valuation difference on available-for-sale securities	1,978	938
Remeasurements of defined benefit plans, net of tax	313	(112)
Total other comprehensive income	2,291	825
Comprehensive income	5,402	3,857
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	5,402	3,857
Comprehensive income attributable to non-controlling interests	-	-

## Consolidated statement of changes in equity

Fiscal year ended March 31, 2024

(Millions of yen)

	Shareholders' equity					Accumulated other comprehensive income			Total net assets
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities	Remeasurements of defined benefit plans	Total accumulated other comprehensive income	
Balance at beginning of period	10,090	7,057	29,812	(198)	46,761	2,169	713	2,883	49,644
Dividends of surplus			(667)		(667)				(667)
Profit attributable to owners of parent			3,110		3,110				3,110
Purchase of treasury shares				(2)	(2)				(2)
Disposal of treasury shares		0		0	0				0
Net changes in items other than shareholders' equity						1,978	313	2,291	2,291
Total changes during period	-	0	2,443	(2)	2,441	1,978	313	2,291	4,732
Balance at end of period	10,090	7,057	32,255	(201)	49,202	4,147	1,027	5,175	54,377

## Consolidated statement of changes in equity

Fiscal year ended March 31, 2025

(Millions of yen)

	Shareholders' equity					Accumulated other comprehensive income			Total net assets
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities	Remeasurements of defined benefit plans	Total accumulated other comprehensive income	
Balance at beginning of period	10,090	7,057	32,255	(201)	49,202	4,147	1,027	5,175	54,377
Dividends of surplus			(667)		(667)				(667)
Profit attributable to owners of parent			3,031		3,031				3,031
Purchase of treasury shares				(1)	(1)				(1)
Disposal of treasury shares				6	6				6
Net changes in items other than shareholders' equity						938	(112)	825	825
Total changes during period	-	-	2,364	4	2,368	938	(112)	825	3,194
Balance at end of period	10,090	7,057	34,619	(196)	51,571	5,086	914	6,000	57,572



# Consolidated statement 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	4,430	4,219
Depreciation	3,688	3,757
Decrease (increase) in retirement benefit asset	(141)	(141)
Increase (decrease) in retirement benefit liability	(38)	(89)
Increase (decrease) in provision for bonuses	17	(9)
Increase (decrease) in provision for bonuses for directors (and other officers)	8	(1)
Share of loss (profit) of entities accounted for using equity method	(1)	(1)
Interest and dividend income	(205)	(280)
Interest expenses	265	341
Loss on retirement of property, plant and equipment	99	108
Loss (gain) on sale of property, plant and equipment	32	(19)
Decrease (increase) in trade receivables	(30)	(430)
Decrease (increase) in inventories	2,050	117
Increase (decrease) in trade payables	325	138
Decrease (increase) in other current assets	362	(183)
Increase (decrease) in other current liabilities	(1,183)	20
Increase (decrease) in other non-current liabilities	(302)	(57)
Other, net	345	177
Subtotal	9,724	7,666
Interest and dividends received	205	280
Interest paid	(260)	(330)
Income taxes refund (paid)	(1,161)	(1,717)
Net cash provided by (used in) operating activities	8,507	5,898
Cash flows from investing activities		
Payments into time deposits	(300)	(2,000)
Proceeds from withdrawal of time deposits	10	313
Purchase of property, plant and equipment	(9,609)	(6,573)
Proceeds from sale of property, plant and equipment	1	301
Purchase of investment securities	(303)	(302)
Decrease(Increase) in long-term prepaid expenses	(45)	(6)
Purchase of investments and other assets	(138)	(8)
Proceeds from decrease in investments and other assets	8	52
Proceeds from long-term deferred contribution received for construction	318	379
Other, net	(52)	35
Net cash provided by (used in) investing activities	(10,110)	(7,808)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(2,100)	-
Proceeds from long-term borrowings	6,820	9,340
Repayments of long-term borrowings	(5,302)	(5,352)
Dividends paid	(667)	(667)
Other, net	(30)	(16)
Net cash provided by (used in) financing activities	(1,280)	3,302
Net increase (decrease) in cash and cash equivalents	(2,883)	1,393
Cash and cash equivalents at beginning of period	8,301	5,418
Cash and cash equivalents at end of period	5,418	6,812

(Notes on segment information, etc.)

Segment Information

1. Overview of Reporting Segments

The Group's reporting segments are defined as those of the Group's constituent units for which segregated financial information is available.

The Board of Directors is subject to periodic review in order to determine the allocation of management resources and evaluate performance

It is a thing.

The Group focuses on the transportation industry, including the railway business, and the distribution business, including the department store business, and is engaged in real estate, cash registers, etc.

We are engaged in a variety of businesses that lead to the revitalization of the railway line, such as services and services.

The Group is comprised of segments by type of business based on the above business contents, and is based on the category of Transportation

Five reporting segments: "Industry," "Distribution," "Real Estate," "Leisure and Services," and "Other Business"

And it is.

The business contents of each business segment in each reporting segment are as follows.

Transportation ..... We operate trains, buses, taxis, etc.

Distribution ..... We are engaged in the sale of products mainly in the department store business.

Real Estate ..... We lease and sell buildings and land.

Leisure & Hospitality ..... We are engaged in the restaurant business.

Other Businesses..... Supporting company operations such as maintenance, maintenance, and construction of equipment, worker dispatch business, etc.

We are engaged in the business of doing so.

2. Method of calculating the amount of operating revenue, profit or loss, assets and other items for each reporting segment

Profit in the reporting segment is a figure based on operating income. In addition, internal revenues and transfers between segments is based on the prevailing market price.

3. Information on the amount of operating revenue, profit or loss, assets and other items for each reported segment

The previous fiscal year (April 1, 2023 to March 31, 2024)

(in millions of yen)

	Reportable segments						Adjustment amount (Note 1)	Consolidated Financial Statements(Note 2)
	Transportation	Retailing	Real estate business	Leisure services	Other Businesses	Total		
Operating revenue								
(1) Operating revenue to external customers	19,085	9,626	6,972	2,207	1,328	39,220	-	39,220
(2) Internal operating revenue or transfers between segments	377	40	305	52	1,899	2,676	(2,676)	-
Total	19,462	9,667	7,278	2,260	3,228	41,897	(2,676)	39,220
Segment Profit	1,126	409	2,439	196	122	4,293	32	4,326
Segment Assets	49,750	12,418	35,297	798	2,141	100,404	14,128	114,533
Other items								
Depreciation	2,423	331	846	65	21	3,688	-	3,688
Increase in property, plant and equipment and intangible assets	2,802	903	5,242	112	22	9,085	-	9,085

Note: 1. The amount of adjustment is as follows.

(1) The amount of adjustment for segment profit is the elimination of inter-segment transactions.

(2) Adjustments to segment assets include 21,111 million yen in company-wide assets that have not been allocated to each reporting segment, and the amount of transactions canceled between segments.

Last year, it was (6,982) million yen. The Company's main assets are the Company's cash and deposits, investment securities, etc.

2. Segment profit is adjusted to operating income in the consolidated statements of income.

3. Depreciation includes amortization of long-term prepaid expenses.

The current fiscal year (April 1, 2024 to March 31, 2025)

(in millions of yen)

	Reportable segments						Adjustment amount (Note 1)	Consolidated Financial Statements(Note 2)
	Transportation	Retailing	Real estate business	Leisure services	Other Businesses	Total		
Operating revenue								
(1) Operating revenue to external customers	20,027	9,455	5,459	2,234	1,312	38,489	-	38,489
(2) Internal operating revenue or transfers between segments	392	46	249	62	1,960	2,710	(2,710)	-
Total	20,420	9,501	5,708	2,297	3,272	41,200	(2,710)	38,489
Segment Profit	1,272	350	2,117	171	151	4,064	0	4,065
Segment Assets	51,879	12,372	36,754	847	2,195	104,050	18,640	122,690
Other items								
Depreciation	2,378	350	937	70	20	3,757	-	3,757
Increase in property, plant and equipment and intangible assets	4,759	75	2,456	143	24	7,458	-	7,458

Note: 1. The amount of adjustment is as follows.

(1) The amount of adjustment for segment profit is the elimination of inter-segment transactions.

(2) Adjustments to segment assets include 25,628 million yen in company-wide assets that have not been allocated to each reporting segment, and the elimination of inter-segment transactions.

Last year, it was (6,988) million yen. The Company's main assets are the Company's cash and deposits, investment securities, etc.

2. Segment profit is adjusted to operating income in the consolidated statements of income.

3. Depreciation includes amortization of long-term prepaid expenses.