

CONSOLIDATED STATEMENTS OF INCOME

For the years ended March 31, 2015 and 2016

	Millions of yen		Thousands of U.S. dollars (Note 1)
	2015	2016	2016
Revenue from operations	¥518,715	¥529,812	\$4,709,023
Operating expenses:			
Operating expenses and cost of sales of transportation Notes 7 (1)(2)	386,253	391,682	3,481,311
Selling, general and administrative expenses Notes 7 (1)(3)	82,604	85,195	757,224
Total operating expenses	468,857	476,877	4,238,535
Operating income	49,858	52,935	470,488
Non-operating income:			
Interest income	26	21	185
Dividends income	1,277	1,399	12,440
Equity in earnings of affiliates	1,064	1,087	9,662
Miscellaneous income	2,143	1,968	17,492
Total non-operating income	4,510	4,475	39,779
Non-operating expenses:			
Interest expenses	8,358	7,898	70,201
Compensation for transfer	169	1,873	16,645
Miscellaneous expenses	1,743	1,944	17,274
Total non-operating expenses	10,270	11,715	104,120
Ordinary income	44,098	45,695	406,147
Extraordinary income:			
Gain on sale of property and equipment Note 7 (4)	310	155	1,378
Construction costs allotted to and received from others	2,881	1,425	12,664
Reversal of special reserve for expansion of railway transport facilities	4,700	—	—
Gain on sales of investment securities	130	1,373	12,200
Other	1,429	506	4,498
Total extraordinary income	9,450	3,459	30,740
Extraordinary losses:			
Loss on sale of property and equipment Note 7 (5)	586	88	781
Loss on deduction of property and equipment	2,600	1,390	12,351
Loss on disposal of property and equipment	1,916	2,545	22,621
Loss on impairment of fixed assets Note 7 (6)	844	2,450	21,780
Other	343	105	936
Total extraordinary losses	6,289	6,578	58,469
Income before income taxes	47,259	42,576	378,418
Income taxes:			
Current income taxes	15,276	12,967	115,251
Deferred income taxes	1,448	1,525	13,557
Total income taxes	16,724	14,492	128,808
Net income	30,535	28,084	249,610
Net income attributable to non-controlling interests	388	586	5,207
Net income attributable to owners of the parent	¥ 30,147	¥ 27,498	\$ 244,403

See accompanying Notes to Consolidated Financial Statements.