

CONSOLIDATED STATEMENTS OF INCOME

For the years ended March 31, 2014 and 2015

	Millions of yen		Thousands of U.S. dollars (Note 1)
	2014	2015	2015
Revenue from operations	¥523,187	¥518,715	\$4,320,466
Operating expenses:			
Operating expenses and cost of sales of transportation Note 6 (1)(2)	392,086	386,253	3,217,167
Selling, general and administrative expenses Note 6 (1)(3)	81,724	82,604	688,022
Total operating expenses	473,810	468,857	3,905,189
Operating income	49,377	49,858	415,277
Non-operating income:			
Interest income	22	26	213
Dividends income	1,180	1,277	10,636
Equity in earnings of affiliates	882	1,064	8,865
Miscellaneous income	2,107	2,143	17,847
Total non-operating income	4,191	4,510	37,561
Non-operating expenses:			
Interest expenses	9,343	8,358	69,614
Miscellaneous expenses	2,163	1,912	15,924
Total non-operating expenses	11,506	10,270	85,538
Ordinary income	42,062	44,098	367,300
Extraordinary income:			
Gain on sale of property and equipment Note 6 (4)	382	310	2,582
Construction costs allotted to and received from others	3,785	2,881	23,998
Reversal of special reserve for expansion of railway transport facilities	4,700	4,700	39,147
Gain on sales of subsidiaries and affiliates' stocks	—	1,150	9,579
Other	351	409	3,400
Total extraordinary income	9,218	9,450	78,706
Extraordinary losses:			
Loss on sale of property and equipment Note 6 (5)	5,208	586	4,884
Loss on deduction of property and equipment	3,785	2,600	21,657
Loss on disposal of property and equipment	2,343	1,916	15,959
Loss on impairment of fixed assets Note 6 (6)	846	844	7,034
Other	95	343	2,847
Total extraordinary losses	12,277	6,289	52,381
Income before income taxes and minority interests	39,003	47,259	393,625
Income taxes:			
Current income taxes	15,434	15,276	127,230
Deferred income taxes	(1,796)	1,448	12,062
Total income taxes	13,638	16,724	139,292
Income before minority interests	25,365	30,535	254,333
Minority interests in income of consolidated subsidiaries	316	388	3,231
Net income	¥ 25,049	¥ 30,147	\$ 251,102

See accompanying Notes to Consolidated Financial Statements.