



Supplementary Information

Consolidated Semi-Annual Balance Sheet

EAST JAPAN RAILWAY COMPANY AND SUBSIDIARIES
September 30, 1999

Assets

Current Assets:

Cash and cash equivalents
Receivables
Inventories and real estate for sale
Other current assets

Total current assets

Investments

Property, Plant and Equipment

Other Assets

Liabilities and Shareholders' Equity

Current Liabilities:

Short-term bank loans
Current portion of long-term debt
Current portion of long-term liabilities incurred for purchase of
Prepaid railway fares received
Other payables
Accrued income taxes
Accrued and other current liabilities

Total current liabilities

Long-Term Debt

Long-Term Liabilities Incurred for Purchase of Railway Facilities

Accrued Severance and Retirement Benefits

Other Long-Term Liabilities

Minority Interests

Shareholders' Equity:

Common stock, ¥50,000 par value:

Authorized – 16,000,000 shares; issued and outstanding –
Additional paid-in capital

Retained earnings

Total shareholders' equity

See accompanying notes.

Consolidated Semi-Annual Statement of Income

EAST JAPAN RAILWAY COMPANY AND SUBSIDIARIES
Six months ended September 30, 1999

Operating Revenues

Operating Expenses

Operating Income

Other Expense

Income Before Income Taxes

Income Taxes:

Current

Deferred

Minority Interests in Net Income of Consolidated Subsidiaries

Net Income

See accompanying notes.

(Unaudited)

	Millions of Yen	Millions of U.S. Dollars (Note 2)
	1999	1999
	¥ 224,786	\$ 2,101
	126,390	1,181
	100,013	935
	49,997	467
	501,186	4,684
	244,903	2,289
	6,345,899	59,307
	181,245	1,694
	<u>¥7,273,233</u>	<u>\$67,974</u>
	¥ 20,861	\$ 195
	225,120	2,104
railway facilities	113,935	1,065
	120,862	1,130
	245,697	2,296
	50,238	470
	274,174	2,561
	1,050,887	9,821
	2,073,250	19,376
	2,458,414	22,976
	441,501	4,126
	371,413	3,472
	25,608	239
4,000,000 shares	200,000	1,869
	96,600	903
	555,560	5,192
	852,160	7,964
	<u>¥7,273,233</u>	<u>\$67,974</u>

me (Unaudited)

	Millions of Yen	Millions of U.S. Dollars (Note 2)
	1999	1999
	¥1,245,824	\$11,643
	1,055,225	9,862
	190,599	1,781
	(98,012)	(916)
	92,587	865
	50,821	475
	(10,333)	(97)
	742	7
	<u>¥ 51,357</u>	<u>\$ 480</u>

Consolidated Semi-Annual Statement of Shareholders' Equity

EAST JAPAN RAILWAY COMPANY AND SUBSIDIARIES
Six months ended September 30, 1999

Balance at March 31, 1999	.....
Cumulative effect of adopting tax effect accounting	.....
Addition of consolidated subsidiaries	.....
Addition of an equity-method affiliated company	.....
Increase of equity in an equity-method affiliated company	.....
Net income	.....
Cash dividends (¥2,500 per share)	.....
Bonuses to directors and corporate auditors	.....
Balance at September 30, 1999	.....

Balance at March 31, 1999	.....
Cumulative effect of adopting tax effect accounting	.....
Addition of consolidated subsidiaries	.....
Addition of an equity-method affiliated company	.....
Increase of equity in an equity-method affiliated company	.....
Net income	.....
Cash dividends (\$23.36 per share)	.....
Bonuses to directors and corporate auditors	.....
Balance at September 30, 1999	.....

See accompanying notes.

Consolidated Semi-Annual Statement of Cash Flows

EAST JAPAN RAILWAY COMPANY AND SUBSIDIARIES
Six months ended September 30, 1999

Cash Flows From Operating Activities:	
Income before income taxes	.....
Depreciation	.....
Interest expense	.....
Construction grants received	.....
Loss from disposition and provision for cost reduction of fixed assets	.....
Decrease in receivables	.....
Decrease in payables	.....
Other	.....
Sub-total	.....
Payments of interest	.....
Payments of income taxes	.....
Net cash provided by operating activities	.....
Cash Flows From Investing Activities:	
Payments for purchases of fixed assets	.....
Proceeds from construction grants	.....
Other	.....
Net cash used in investing activities	.....
Cash Flows From Financing Activities:	
Proceeds from long-term debt	.....
Payments of long-term debt and liabilities incurred for purchase of securities	.....
Cash dividends paid by the Company	.....
Other	.....
Net cash used in financing activities	.....
Net Decrease in Cash and Cash Equivalents	.....
Cash and Cash Equivalents at Beginning of Year	.....
Net Increase due to Addition of Consolidated Subsidiaries	.....
Cash and Cash Equivalents on September 30	.....

See accompanying notes.

holders' Equity (Unaudited)

Numbers of Shares of Common Stock (Thousands)	Millions of Yen		
	Common Stock	Additional Paid-in Capital	Retained Earnings
4,000	¥200,000	¥96,600	¥470,280
			21,647
			9,180
			944
			12,580
			51,357
			(10,000)
			(428)
4,000	¥200,000	¥96,600	¥555,560

	Millions of U.S. Dollars (Note 2)		
	Common Stock	Additional Paid-in Capital	Retained Earnings
	\$1,869	\$903	\$4,395
			202
			86
			9
			117
			480
			(93)
			(4)
	\$1,869	\$903	\$5,192

h Flows (Unaudited)

	Millions of Yen	Millions of U.S. Dollars (Note 2)
	1999	1999
	¥ 92,587	\$ 865
	161,012	1,505
	111,651	1,043
	(17,519)	(164)
assets	11,993	112
	19,771	185
	(44,248)	(414)
	2,967	29
	338,214	3,161
	(109,273)	(1,021)
	(2,952)	(28)
	225,989	2,112
	(167,599)	(1,566)
	26,852	251
	(3,745)	(35)
	(144,492)	(1,350)
	39,718	371
of railway facilities	(100,312)	(937)
	(10,000)	(93)
	(27,748)	(260)
	(98,342)	(919)
	(16,845)	(157)
	237,860	2,223
	3,771	35
	¥ 224,786	\$ 2,101

Segment Information (Unaudited)

Six months ended September 30, 1999

	Transportation	Merchandise sales
Operating revenues:		
Outside customers	¥901,339	¥191,030
Inside group	31,739	27,262
	933,078	218,292
Costs and expenses	763,646	215,896
Operating income	¥169,432	¥ 2,396

	Transportation	Merchandise sales
Operating revenues:		
Outside customers	\$8,424	\$1,785
Inside group	296	255
	8,720	2,040
Costs and expenses	7,137	2,018
Operating income	\$1,583	\$ 22

See accompanying notes.

Notes to Consolidated Semi-Annual Financial

1. Disclosure of Consolidated Financial Information

The accounting standards to be used by companies to which the Securities and Exchange Law is applicable are to be significantly revised beginning with the fiscal year ending March 31, 2000. East Japan Railway Company (the "Company") is required to produce consolidated financial statements including consolidated statements of cash flows in accordance with the revised accounting standards mentioned above. Consolidated interim financial statements are required to be disclosed beginning with the fiscal year ending March 31, 2001. In advance of this requirement, the Company disclosed consolidated interim financial information for the current interim period. Excluding certain items, this consolidated interim financial information was produced in accordance with the revised accounting standards. (Refer to nonconsolidated semi-annual financial statements, the related notes, the consolidated financial statements and the related notes included in the Annual Report of the Company for the year ended March 31, 1999.)

2. Basis of the Consolidated Financial Statements

The Company and its consolidated subsidiaries (together the "Companies") maintain their books of account in accordance with the Japanese Commercial Code and accounting principles generally accepted in Japan, which are different from the accounting and disclosure requirements of International Accounting Standards.

Millions of Yen

Real estate leasing	Other services	Elimination and/or corporate	Consolidated
¥71,213	¥ 82,242	¥ –	¥1,245,824
5,441	68,467	(132,909)	–
76,654	150,709	(132,909)	1,245,824
60,616	148,131	(133,064)	1,055,225
¥16,038	¥ 2,578	¥ 155	¥ 190,599

Millions of U.S. Dollars (Note 2)

Real estate leasing	Other services	Elimination and/or corporate	Consolidated
\$666	\$ 768	\$ –	\$11,643
50	640	(1,241)	–
716	1,408	(1,241)	11,643
566	1,384	(1,243)	9,862
\$150	\$ 24	\$ 2	\$ 1,781

Statements (Unaudited)

The consolidated semi-annual financial statements are stated in Japanese yen. The translations of the Japanese yen amounts into U.S. dollars are included solely for the convenience of the reader, using the prevailing exchange rate at September 30, 1999, which was ¥107 to U.S. \$1.00. The convenience translations should not be construed as representations that the Japanese yen amounts have been, could have been, or could in the future be, converted into U.S. dollars at this or any other rate of exchange.

3. Consolidation

The number of consolidated subsidiaries was 95, 14 more than in the prior fiscal year. The number of equity-method affiliated companies was 2, 1 more than in the prior fiscal year. This increase resulted from the adoption of the “effective control and influence standard” which is applicable to determine consolidated subsidiaries beginning with the fiscal year ending March 31, 2000.

4. Tax Effect Accounting

The Companies have adopted tax effect accounting beginning with the interim period ended September 30, 1999. (Refer to the notes to the nonconsolidated semi-annual financial statements.)

5. Statement of Cash Flows

The consolidated semi-annual statement of cash flows was prepared in accordance with the revised accounting standards mentioned above. These forms and method of presentation differ from those of the consolidated statements of cash flows which had been disclosed in the Annual Report of the Company.