

October 29, 2026

Summary of Consolidated Financial Results for the Six Months Ended September 30, 2026 (Under Japanese GAAP)

Company name: Kobe Electric Railway Co.,Ltd.
 Listing: Tokyo Stock Exchange
 Securities code: 9046
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 Scheduled date to file semi-annual securities report: November 12, 2026
 Scheduled date to commence dividend payments: -
 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 six months ended September 30, 2026 (from April 1, 2026 to September 30, 2026)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Operating revenue		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2026	11,535	0.6	1,498	(4.3)	1,281	0.3	857	(2.7)
September 30, 2025	11,465	4.6	1,566	21.5	1,277	18.0	881	12.5

Note: Comprehensive income For the six months ended September 30, 2026: ¥1,141 million [16.7%]
 For the six months ended September 30, 2025: ¥978 million [36.2%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2026	108.42	-
September 30, 2025	111.44	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
September 30, 2026	91,829	26,228	28.6
March 31, 2026	93,493	25,286	27.0

Reference: Equity
 As of September 30, 2026: ¥26,228 million
 As of March 31, 2026: ¥25,286 million

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2026	-	0.00	-	25.00	25.00
Fiscal year ending March 31, 2027	-	0.00			
Fiscal year ending March 31, 2027 (Forecast)			-	25.00	25.00

Note: Revisions to the forecast of cash dividends most recently announced: None

3. Forecast of consolidated financial results for the fiscal year ending March 31, 2027 (from April 1, 2026 to March 31, 2027)

(Percentages indicate year-on-year changes.)

	Operating revenue		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, 2027	23,320	(0.1)	2,410	(0.5)	1,720	(7.6)	1,190	(18.6)	150.41

Note: Revisions to the earnings forecasts most recently announced: None

* **Notes**

- (1) Significant changes in the scope of consolidation during the period: None
- (2) Adoption of accounting treatment specific to the preparation of semi-annual consolidated financial statements: None
- (3) 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

(4) Number of issued shares (common shares)

(i) Total number of issued shares at the end of the period (including treasury shares)

As of September 30, 2026	8,061,566 shares
As of March 31, 2026	8,061,566 shares

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

As of September 30, 2026	150,632 shares
As of March 31, 2026	149,917 shares

(iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2026	7,911,317 shares
Six months ended September 30, 2025	7,912,203 shares

* Semi-annual financial results reports are exempt from review 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 currently available to the Company and on certain assumptions deemed to be reasonable. However, the Company makes no guarantee that these forecasts will be achieved. In addition, actual results may differ from forecasts due to various factors in the future.

Semi-annual consolidated balance sheet

(Millions of yen)

	As of March 31, 2026	As of September 30, 2026
Assets		
Current assets		
Cash and deposits	1,324	1,328
Accounts receivable - trade	1,748	1,668
Short-term loans receivable	45	44
Land and buildings for sale	227	227
Merchandise	125	130
Supplies	527	641
Other	2,453	518
Total current assets	6,452	4,560
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	38,879	38,957
Machinery, equipment and vehicles, net	5,448	5,385
Land	35,601	35,775
Construction in progress	568	164
Other, net	484	438
Total property, plant and equipment	80,983	80,720
Intangible assets		
Other	821	760
Total intangible assets	821	760
Investments and other assets		
Investment securities	2,335	2,842
Long-term loans receivable	133	123
Retirement benefit asset	2,356	2,398
Other	416	429
Allowance for doubtful accounts	(5)	(5)
Total investments and other assets	5,236	5,787
Total non-current assets	87,041	87,269
Total assets	93,493	91,829

	As of March 31, 2026	As of September 30, 2026
Liabilities		
Current liabilities		
Accounts payable - trade	4,404	957
Short-term borrowings	19,994	21,957
Income taxes payable	412	416
Advances received	396	519
Provision for bonuses	54	61
Other	2,679	3,187
Total current liabilities	27,941	27,099
Non-current liabilities		
Long-term borrowings	33,905	31,997
Deferred tax liabilities	883	1,054
Deferred tax liabilities for land revaluation	3,559	3,559
Retirement benefit liability	83	72
Long-term accounts payable - other	319	247
Long-term guarantee deposits	926	943
Other	587	626
Total non-current liabilities	40,265	38,502
Total liabilities	68,207	65,601
Net assets		
Shareholders' equity		
Share capital	11,710	11,710
Retained earnings	11,072	11,732
Treasury shares	(393)	(394)
Total shareholders' equity	22,390	23,048
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,006	1,326
Revaluation reserve for land	1,381	1,381
Remeasurements of defined benefit plans	507	472
Total accumulated other comprehensive income	2,895	3,179
Total net assets	25,286	26,228
Total liabilities and net assets	93,493	91,829

Semi-annual consolidated statement of income

(Millions of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Operating revenue	11,465	11,535
Operating expenses		
Operating expenses and cost of sales of transportation	8,513	8,692
Selling, general and administrative expenses	1,386	1,344
Total operating expenses	9,899	10,037
Operating profit	1,566	1,498
Non-operating income		
Interest income	1	2
Dividend income	27	32
Gain on sale of securities	27	90
Gain on sale of goods	2	56
Miscellaneous income	12	22
Total non-operating income	72	205
Non-operating expenses		
Interest expenses	335	409
Miscellaneous expenses	26	12
Total non-operating expenses	361	421
Ordinary profit	1,277	1,281
Extraordinary income		
Contribution received for construction	29	2
Total extraordinary income	29	2
Extraordinary losses		
Tax purpose reduction entry of contribution for construction	29	2
Total extraordinary losses	29	2
Profit before income taxes	1,277	1,281
Income taxes - current	360	382
Income taxes - deferred	35	41
Total income taxes	395	424
Profit	881	857
Profit attributable to owners of parent	881	857

Semi-annual consolidated statement of comprehensive income

(Millions of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Profit	881	857
Other comprehensive income		
Valuation difference on available-for-sale securities	126	319
Deferred gains or losses on hedges	0	-
Remeasurements of defined benefit plans, net of tax	(29)	(35)
Total other comprehensive income	96	283
Comprehensive income	978	1,141
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	978	1,141
Comprehensive income attributable to non-controlling interests	-	-

(Notes on segment information, etc.)
Segment Information

I. Previous interim consolidated accounting period (from April 1, 2025 to September 30, 2025)
Information on operating revenue and the amount of profit or loss for each reportable segment

(Millions of yen)

	Reportable segments				Other (Note) 1	Total	Reconciling items (Note) 2	Interim Consolidated Statements of Income (Note)3
	Transportation	Real Estate	Distribution	Total				
Operating revenue								
(1) Sales revenue to external customers	7,032	918	2,638	10,589	876	11,465	-	11,465
(2) Internal operating revenue or transfers between segments	7	95	7	110	563	674	(674)	-
Total	7,040	1,013	2,646	10,700	1,440	12,140	(674)	11,465
Segment profit (loss)	1,161	394	17	1,574	(19)	1,554	11	1,566

Note: 1. The "Other" category is a business segment that is not included in the reportable segments and includes the childcare business, the health business, and the construction business.

2. Segment profit or loss adjustment of ¥11 million is primarily intersegment transactions.

3. Segment profit or loss is adjusted for operating income in the interim consolidated statements of income.

II. The Interim Consolidated Accounting Period (April 1, 2026 to September 30, 2026)
Information on operating revenue and the amount of profit or loss for each reportable segment

(Millions of yen)

	Reportable segments				Other (Note) 1	Total	Reconciling items (Note) 2	Interim Consolidated Statements of Income (Note)3
	Transportation	Real Estate	Distribution	Total				
Operating revenue								
(1) Sales revenue to external customers	7,126	1,061	2,639	10,828	707	11,535	-	11,535
(2) Internal operating revenue or transfers between segments	4	73	8	86	582	669	(669)	-
Total	7,131	1,135	2,648	10,915	1,289	12,204	(669)	11,535
Segment profit (loss)	1,041	465	13	1,520	(36)	1,484	13	1,498

Note: 1. The "Other" category is a business segment that is not included in the reportable segments and includes the childcare business, the health business, and the construction business.

2. Segment profit or loss adjustment of ¥13 million is primarily intersegment transactions.

3. Segment profit or loss is adjusted for operating income in the interim consolidated statements of income.