

(Translation)

Consolidated Financial Results
for the Six-Month (Interim) Period Ended September 30, 2025
(Japanese GAAP)

November 5, 2025

Company name: Kyushu Railway Company
Stock exchange listings: Tokyo and Fukuoka
Securities code: 9142
URL: <https://www.jrkyushu.co.jp/>
Representative: Yoji Furumiya, President and CEO
Contact: Rie Kanegae, General Manager, Public Relations Department
Tel.: +81-92-474-3677

Scheduled date for filing of interim report: November 7, 2025
Planned date of dividend payment commencement: December 3, 2025
Preparation of supplementary explanations for financial results: Yes
Holding of a briefing on quarterly financial results: Yes (for institutional investors and securities analysts)

(Amounts less than one million yen, except for per share amounts, are omitted.)

1. Consolidated Financial Results for the Six-Month (Interim) Period Ended September 30, 2025
(From April 1, 2025 to September 30, 2025)

(1) Consolidated operating results (Percentages show year-on-year changes.)

	Operating revenue		Operating income		Ordinary income		Net income attributable to owners of the parent	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2025	237,616	14.0	40,887	38.4	41,026	38.7	22,333	(1.4)
September 30, 2024	208,412	9.3	29,535	10.1	29,577	5.4	22,649	(19.1)

(Note) Comprehensive income: Six months ended September 30, 2025: ¥32,147 million [53.7%]
Six months ended September 30, 2024: ¥20,912 million [(39.9%)]

	Net income per share — basic	Net income per share — diluted
Six months ended	Yen	Yen
September 30, 2025	144.93	—
September 30, 2024	144.38	—

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2025	1,172,479	474,110	40.2
As of March 31, 2025	1,140,509	458,620	40.0

(Reference) Shareholders' equity: As of September 30, 2025: ¥471,174 million
As of March 31, 2025: ¥456,507 million

2. Dividends

	Annual dividends				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2025	—	46.50	—	51.50	98.00
Year ending March 31, 2026	—	57.50			
Year ending March 31, 2026 (Forecast)			—	57.50	115.00

(Note) Revisions to the most recently disclosed dividend forecasts: No

3. Consolidated Forecasts for the Fiscal Year Ending March 31, 2026 (April 1, 2025 to March 31, 2026)

(Percentages show year-on-year changes.)

	Operating revenue		Operating income		Ordinary income		Net income attributable to owners of the parent		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	489,100	7.6	73,100	23.9	72,300	21.4	46,000	5.4	298.52

(Note) Revisions to the most recently disclosed financial forecasts: Yes

(Note 2) For details regarding the revision of the consolidated performance forecast, please refer to the “Notice Regarding Revision of the Full-Year Performance Forecast for the Fiscal Year Ending March 31, 2026” released on November 5, 2025.

Notes

(1) Significant changes in the scope of consolidation during the six months ended September 30, 2025: Yes

Newly added: Two companies, including Meijikensetsu Co., Ltd.; excluded: One company, JR Kyushu Linen Co., Ltd.

Note: For details, see “Changes in the Scope of Consolidation or Application of the Equity Method” on page 9 of the Attachments

(2) Application of special accounting treatment in preparing the interim consolidated financial statements: No

(3) Changes in accounting policies, changes in accounting estimates and restatement of revisions

i Changes in accounting policies with revision of accounting standards: No

ii Changes in accounting policies other than the above: No

iii Changes in accounting estimates: No

iv Restatement of revisions: No

(4) Number of shares outstanding (common stock)

i	Number of shares issued and outstanding at end of period (including treasury stock)	As of September 30, 2025	154,649,000 Shares	As of March 31, 2025	157,301,600 Shares
ii	Number of shares of treasury stock at end of period	As of September 30, 2025	959,434 Shares	As of March 31, 2025	1,111,485 Shares
iii	Average number of shares during the period	As of September 30, 2025	154,093,872 Shares	As of September 30, 2024	156,872,699 Shares

Note: The number of shares of treasury stock at the end of the period includes the number of shares of the Company's stock held by the Board Benefit Trust (BBT) (1H FY2026/3, 172,800 shares; FY2025/3, 176,600 shares) and shares of the Company's stock held by the Stock-based Benefit Trust (Employee Shareholders Association Purchase-type) (1H FY2026/3, 786,300 shares, FY2025/3, 934,600 shares). In addition, the number of shares of the Company's stock held by the Board Benefit Trust (BBT) (1H FY2026/3, 175,333 shares; 1H FY2025/3, 176,600 shares) and shares of the Company's stock held by the Stock-based Benefit Trust (Employee Shareholders Association Purchase-type) (1H FY2026/3, 851,867 shares; 1H FY2025/3, 252,133 shares) are included in the treasury stock that is subtracted in the calculation of the average number of shares during the period.

* This summary of interim financial results is not subject to audits by certified public accountants or accounting auditors.

* Explanation of Appropriate Uses of Performance Forecasts and Other Important Items:

Performance forecasts and other forward-looking statements appearing in this document are based on currently available information and specific assumptions deemed rational, and are not assurances that the Company will achieve these forecasts. Actual performance can vary greatly depending on various factors such as fluctuations in interest rates, fluctuations in share prices, changes in exchange rates, fluctuations in the value of assets, changes in the economic and financial environment, changes in the conditions of competition, occurrences of large-scale and other disasters, and changes in regulations.

Supplementary quarterly materials are attached to this summary of interim consolidated financial results.

A financial results briefing for institutional investors and securities analysts is scheduled to be held on November 6, 2025 (Thursday). The presentation materials used for this briefing will be posted on TDnet and the Company's website.

Contents of Accompanying Materials

1. Operating Results Overview	2
2. Interim Consolidated Financial Statements and Major Notes	3
(1) Interim Consolidated Balance Sheets.....	3
(2) Interim Consolidated Income Statements and Interim Consolidated Comprehensive Income Statements	5
Interim Consolidated Income Statements	5
Interim Consolidated Comprehensive Income Statements	6
(3) Interim Consolidated Statements of Cash Flows	7
(4) Notes to Interim Consolidated Financial Statements.....	9
(Notes on Going Concern Assumption)	9
(Changes in the Scope of Consolidation or Application of the Equity Method).....	9
(Notes on Significant Changes in the Value of Shareholders' Equity)	9
(Additional Information)	9
(Notes on Segment Information, etc.)	10

1. Operating Results Overview

Consolidated operating revenue for the six months under review increased for the fifth consecutive period, driven by higher railway transportation revenue and growth in revenue from the sale of real estate. As a result, consolidated operating income and consolidated ordinary income also rose for the fifth consecutive period. However, due to the booking of a loss associated with the cancellation of the project utilizing the space above the tracks at Hakata Station, net income attributable to owners of the parent declined for the second consecutive period.

The Group's business performance by segment is as follows.

(Millions of Yen)

	Operating revenue			Operating income/loss			EBITDA (Note 2)		
	1H FY2026/3	YoY		1H FY2026/3	YoY		1H FY2026/3	YoY	
Transportation	92,222	10,050	12.2%	18,533	6,244	50.8%	25,713	6,960	37.1%
Real Estate and Hotels	76,662	15,494	25.3%	17,876	4,717	35.9%	26,984	4,902	22.2%
Real estate lease	39,968	2,301	6.1%	10,300	1,062	11.5%	17,537	1,079	6.6%
Real estate sale	20,896	12,422	146.6%	4,582	3,688	412.6%	4,587	3,686	408.8%
Hotel	15,798	770	5.1%	2,993	(33)	(1.1%)	4,858	136	2.9%
Retail and Restaurant	34,690	2,263	7.0%	2,049	175	9.4%	2,747	172	6.7%
Construction	40,644	4,070	11.1%	687	447	186.5%	1,312	463	54.6%
Business Services	39,347	2,665	7.3%	2,323	330	16.6%	3,661	102	2.9%
Total	283,566	34,544	13.9%	41,469	11,915	40.3%	60,419	12,602	26.4%
Adjustment (Note 1)	(45,950)	(5,341)	—	(582)	(563)	—	(784)	(570)	—
Amount on the consolidated financial statements	237,616	29,203	14.0%	40,887	11,351	38.4%	59,635	12,031	25.3%

(Notes) 1. Adjustments reflect the elimination of intersegment transactions.

2. Consolidated EBITDA = operating income + depreciation (after elimination of intersegment transactions, excluding the cost of depreciation related to lease assets held for the purpose of subleasing),
segment EBITDA = segment operating income + segment depreciation (before elimination of intersegment transactions, excluding the cost of depreciation related to lease assets held for the purpose of subleasing)

For further details, please refer to the “Financial Results Presentation Materials for the Second Quarter, FY2026.3,” which is scheduled to be posted on TDnet and the Company's website on Thursday, November 6, 2025.

2. Interim Consolidated Financial Statements and Major Notes

(1) Interim Consolidated Balance Sheets

(Millions of Yen)

	FY 2025/3 (As of March 31, 2025)	1H FY2026/3 (As of September 30, 2025)
ASSETS		
Current assets		
Cash and time deposits	35,057	37,119
Notes and accounts receivable—trade, and contract assets	58,152	45,160
Fares receivable	3,235	3,583
Securities	11,027	25,220
Merchandise and finished goods	20,533	11,269
Work in process	47,995	72,765
Raw materials and supplies	10,871	13,269
Other	27,371	22,234
Allowance for doubtful accounts	(98)	(83)
Total current assets	214,146	230,539
Non-current assets		
Property, plant and equipment		
Buildings and fixtures (net)	410,184	400,312
Machinery, rolling stock and vehicles (net)	77,236	77,934
Land	218,266	216,580
Lease assets (net)	22,058	21,841
Construction in progress	27,182	42,820
Other (net)	11,677	11,185
Net property, plant and equipment	766,606	770,674
Intangible assets	5,427	6,089
Investments and other assets		
Investment securities	53,217	66,054
Deferred tax assets	41,039	35,598
Net defined benefit assets	1,277	1,328
Other	61,226	64,526
Allowance for doubtful accounts	(2,431)	(2,331)
Total investments and other assets	154,329	165,176
Total non-current assets	926,362	941,939
Total assets	1,140,509	1,172,479

(Millions of Yen)

	FY 2025/3 (As of March 31, 2025)	1H FY2026/3 (As of September 30, 2025)
LIABILITIES		
Current liabilities		
Notes and accounts payable-trade	32,336	18,357
Short-term loans	2,495	2,341
Commercial papers	25,000	15,000
Current portion of bonds	5,000	5,000
Current portion of long-term loans	32,065	31,686
Payables	48,268	36,129
Accrued income taxes	9,355	7,590
Fare deposits received with regard to railway connecting services	3,265	3,196
Railway fares received in advance	9,241	9,124
Accrued bonuses	11,276	10,348
Other	34,401	49,691
Total current liabilities	212,706	188,466
Non-current liabilities		
Corporate bonds	180,000	195,000
Long-term loans	178,760	209,036
Allowance for safety and environmental measures	595	595
Allowance for disaster-damage losses	2,629	4,044
Net defined benefit liabilities	44,324	45,385
Asset retirement obligations	2,875	2,872
Other	59,997	52,968
Total non-current liabilities	469,181	509,903
Total liabilities	681,888	698,369
NET ASSETS		
Shareholders' equity		
Common stock	16,000	16,000
Capital surplus	226,063	216,063
Retained earnings	211,021	225,261
Treasury stock	(4,311)	(3,705)
Total shareholders' equity	448,773	453,619
Accumulated other comprehensive income		
Unrealized gain on available-for-sale securities	8,075	17,701
Foreign currency translation adjustments	(178)	(144)
Remeasurements of defined benefit plans	(163)	(1)
Total accumulated other comprehensive income	7,733	17,555
Non-controlling interests	2,113	2,935
Total net assets	458,620	474,110
TOTAL LIABILITIES AND NET ASSETS	1,140,509	1,172,479

(2) Interim Consolidated Income Statements and Interim Consolidated Comprehensive Income Statements
(Interim Consolidated Income Statements)

(Millions of Yen)

	1H FY2025/3 (Six months ended September 30, 2024)	1H FY2026/3 (Six months ended September 30, 2025)
OPERATING REVENUE	208,412	237,616
OPERATING EXPENSE		
Transportation, other services and cost of sales	117,960	132,256
Selling, general and administrative expense	60,916	64,471
Total operating expense	178,876	196,728
OPERATING INCOME	29,535	40,887
NON-OPERATING INCOME		
Interest income	56	91
Dividend income	523	625
Gain on assets held in trust	643	796
Other	668	808
Total non-operating income	1,891	2,323
NON-OPERATING EXPENSE		
Interest expense	1,452	2,020
Other	398	164
Total non-operating expense	1,850	2,185
ORDINARY INCOME	29,577	41,026
EXTRAORDINARY GAINS		
Construction grants received	487	364
Gain on sales of shares of fixed assets	240	1,256
Other	208	118
Total extraordinary gains	936	1,739
EXTRAORDINARY LOSSES		
Loss on reduction of noncurrent assets	467	359
Loss on project withdrawal	—	8,702
Provision for loss on disaster	—	1,418
Disaster-damage losses	—	54
Other	216	587
Total extraordinary losses	683	11,122
INCOME BEFORE INCOME TAXES	29,830	31,643
INCOME TAXES -Current	1,083	6,650
INCOME TAXES -Deferred	6,104	2,667
TOTAL INCOME TAXES	7,187	9,317
NET INCOME	22,642	22,326
NET INCOME (LOSS) ATTRIBUTABLE TO NON- CONTROLLING INTERESTS	(7)	(7)
NET INCOME ATTRIBUTABLE TO OWNERS OF THE PARENT	22,649	22,333

(Interim Consolidated Comprehensive Income Statements)

(Millions of Yen)

	1H FY2025/3 (Six months ended September 30, 2024)	1H FY2026/3 (Six months ended September 30, 2025)
INTERIM NET INCOME	22,642	22,326
OTHER COMPREHENSIVE INCOME		
Unrealized gain on available-for-sale securities	(1,955)	9,624
Foreign currency translation adjustments	(36)	34
Remeasurements of defined benefit plans	262	162
Share of other comprehensive income of affiliates accounted for by the equity method	(0)	0
Total other comprehensive income	(1,730)	9,821
COMPREHENSIVE INCOME	20,912	32,147
TOTAL COMPREHENSIVE INCOME		
ATTRIBUTABLE TO:		
Owners of the parent	20,921	32,155
Non-controlling interests	(9)	(8)

(3) Interim Consolidated Statements of Cash Flows

(Millions of Yen)

	1H FY2025/3 (Six months ended September 30, 2024)	1H FY2026/3 (Six months ended September 30, 2025)
CASH FLOWS FROM OPERATING ACTIVITIES		
Income before income taxes	29,830	31,643
Depreciation	18,765	19,528
Losses from provision for cost reduction of fixed assets	467	359
Loss on project withdrawal	—	8,702
Provision for loss on disaster	—	1,418
Disaster-damage losses	—	54
Net change in allowance for doubtful accounts	122	(115)
Net change in net defined benefit liabilities	1,097	1,217
Interest and dividend income	(579)	(717)
Interest expense	1,452	2,020
Construction grants received	(487)	(364)
Gain on assets held in trust	(643)	(796)
Net change in trade receivables	18,529	13,100
Net change in inventories	(4,361)	(11,658)
Net change in trade payables	(7,203)	(14,266)
Losses (gains) on sales of fixed assets	(240)	(1,256)
Other	(1,742)	473
Sub-total	55,005	49,343
Proceeds from interest and dividends	551	684
Payments of interest	(1,291)	(1,651)
Proceeds from gain on assets held in trust	639	791
Payments of disaster-damage losses	(629)	(107)
Income taxes refunded (paid)	539	(8,540)
Net cash provided by operating activities	54,814	40,520
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for purchases of fixed assets	(54,888)	(42,325)
Proceeds from sales of property, plant and equipment	287	1,435
Purchases of investment securities	(2,100)	(5,620)
Proceeds from construction grants	3,304	4,579
Other	(310)	(158)
Net cash used in investing activities	(53,707)	(42,089)

(Millions of Yen)

	1H FY2025/3 (Six months ended September 30, 2024)	1H FY2026/3 (Six months ended September 30, 2025)
CASH FLOWS FROM FINANCING ACTIVITIES		
Net change in short-term loans	35	(44)
Net change in commercial papers	(30,000)	(10,000)
Proceeds from long-term loans payable	21,869	38,500
Repayments of long-term loans	(7,167)	(7,635)
Repayments of long-term liabilities	(128)	—
Proceeds from issuance of bonds	20,000	15,000
Payments for redemption of bonds	(255)	—
Proceeds from deposits and guarantees	1,276	1,228
Redemption of deposits and guarantees	(223)	(408)
Cash dividends paid	(14,629)	(8,101)
Purchase of treasury stocks	(4,367)	(10,000)
Proceeds from sales of treasury stocks	58	605
Other	(2,461)	(1,830)
Net cash used in financing activities	(15,993)	17,314
TRANSLATION DIFFERENCES FOR CASH AND CASH EQUIVALENTS	75	4
NET CHANGE IN CASH AND CASH EQUIVALENTS	(14,810)	15,749
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	61,907	45,799
INCREASE IN CASH AND CASH EQUIVALENTS FROM NEWLY CONSOLIDATED SUBSIDIARIES	1,416	193
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	48,512	61,742

(4) Notes to Interim Consolidated Financial Statements

(Notes on Going Concern Assumption)

None

(Changes in the Scope of Consolidation or Application of the Equity Method)

Meijikensetsu Co., Ltd. and Showatecs Co., Ltd. have been included in the scope of consolidation from the first half of FY2026.3 due to their increased materiality.

JR Kyushu Linen Co., Ltd. has been excluded from the scope of consolidation from the first half of FY2026.3 following its absorption-type merger into JR Kyushu Service Support Co., Ltd., the surviving company.

(Notes on Significant Changes in the Value of Shareholders' Equity)

None

(Additional Information)

(Damage caused by the "Heavy Rains Beginning August 6, 2025")

In August 2025, heavy rainfall occurred across parts of Kyushu, causing damage such as mudslides and embankment collapses on the Nippo Main Line, Hisatsu Line, and other lines. Of the restoration-related costs stemming from this event, those incurred during the first half of FY2026.3, have been recorded under "loss on disaster." Additionally, estimated costs expected to be incurred after the first half of FY2026.3 onward have been reasonably calculated and recorded as "provision for loss on disaster" under extraordinary losses during the first half of FY2026.3.

(Cancellation of Treasury Stock)

At a meeting of the Board of Directors held on September 2, 2025, the Company resolved to cancel treasury stock pursuant to Article 178 of the Companies Act.

1. Reason for the cancellation: To enhance shareholder returns and improve capital efficiency
2. Type of shares cancelled: Common stock of the Company
3. Total number of shares cancelled: 2,652,600 shares
(Equivalent to 1.69% of total shares outstanding before cancellation)
4. Effective date of cancellation: September 9, 2025

As a result, during the first half of FY2026.3, "treasury stock" and "capital surplus" under net assets in the consolidated balance sheet each decreased by ¥9,999 million.

(Notes on segment information, etc.)

(Segment information)

1H FY2025/3 (from April 1 to September 30, 2024)

1. Information Related to Operating Revenue and Income (Loss) by Segment

(Millions of Yen)

	Reportable Segment					Total	Adjustment (Note 1)	Interim Consolidated Statements of Income (Note 2)
	Transportation	Real Estate and Hotels	Retail and Restaurant	Construction	Business Services			
Operating Revenue								
Outside Customers	79,710	58,772	32,237	17,316	20,375	208,412	—	208,412
Inside Group	2,460	2,395	189	19,256	16,306	40,609	(40,609)	—
Total	82,171	61,167	32,427	36,573	36,681	249,021	(40,609)	208,412
Segment income	12,288	13,158	1,874	239	1,992	29,554	(18)	29,535

(Notes) 1. The ¥(18) million deduction from segment income (loss) reflects the elimination of intersegment transactions.

2. Segment income (loss) has been adjusted for the operating income figure on the interim consolidated income statements.

1H FY2026/3 (from April 1 to September 30, 2025)

1. Information Related to Operating Revenue and Income (Loss) by Segment

(Millions of Yen)

	Reportable Segment					Total	Adjustment (Note 1)	Interim Consolidated Statements of Income (Note 2)
	Transportation	Real Estate and Hotels	Retail and Restaurant	Construction	Business Services			
Operating Revenue								
Outside Customers	89,704	74,154	34,487	18,421	20,847	237,616	—	237,616
Inside Group	2,517	2,507	202	22,222	18,499	45,950	(45,950)	—
Total	92,222	76,662	34,690	40,644	39,347	283,566	(45,950)	237,616
Segment income	18,533	17,876	2,049	687	2,323	41,469	(582)	40,887

(Notes) 1. The ¥(582) million deduction from segment income (loss) reflects the elimination of intersegment transactions.

2. Segment income (loss) has been adjusted for the operating income figure on the interim consolidated income statements.