(Translation)

Consolidated Financial Results for the Six-Month (Interim) Period Ended September 30, 2026 (Japanese GAAP)

November 4, 2026

Company name: Kyushu Railway Company
Stock exchange listings: Tokyo and Fukuoka
Securities code: 9142
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Scheduled date for filing of interim report: November 6, 2026
Scheduled date of dividend payment commencement: December 3, 2026
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, 2026 (From April 1, 2026 to September 30, 2026)

(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, 2026	246,458	3.7	36,274	(11.3)	35,175	(14.3)	21,484	(3.8)
September 30, 2025	237,616	14.0	40,887	38.4	41,026	38.7	22,333	(1.4)

(Note) Comprehensive income: Six months ended September 30, 2026: ¥20,245 million [(37.0%)]
Six months ended September 30, 2025: ¥32,147 million [53.7%]

	Net income per share — basic	Net income per share — diluted
Six months ended	Yen	Yen
September 30, 2026	139.58	—
September 30, 2025	144.93	—

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2026	1,263,761	506,919	40.0
As of March 31, 2026	1,222,430	494,870	40.4

(Reference) Shareholders' equity: As of September 30, 2026: ¥505,982 million
As of March 31, 2026: ¥493,928 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, 2026	—	57.50	—	57.50	115.00
Year ending March 31, 2027	—	60.50			
Year ending March 31, 2027 (Forecast)			—	60.50	121.00

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

3. Consolidated Forecasts for the Fiscal Year Ending March 31, 2027 (April 1, 2026 to March 31, 2027)

(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	520,500	4.0	75,000	1.3	70,900	(4.2)	47,000	3.4	305.35

(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 the Amount of Damage Caused by the '2026 Kumamoto Earthquake' and Revision of the Full-Year Performance Forecast" released on November 4, 2026.

Notes

(1) Significant changes in the scope of consolidation during the six months ended September 30, 2026: Yes
Newly added: One company, Taniguchi Manufacturing Co., Ltd.; excluded: Two companies, including Nurubon Inc,
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 issued and outstanding (common stock)

i	Number of shares issued and outstanding at end of period (including treasury stock)	As of September 30, 2026	154,649,000 Shares	As of March 31, 2026	154,649,000 Shares
ii	Number of shares of treasury stock at end of period	As of September 30, 2026	649,194 Shares	As of March 31, 2026	815,134 Shares
iii	Average number of shares during the period	As of September 30, 2026	153,923,506 Shares	As of September 30, 2025	154,093,872 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 FY2027/3: 167,000 shares; FY2026/3: 172,800 shares) and the number of shares held by the Stock-based Benefit Trust (Employee Shareholders Association Purchase-type) (1H FY2027/3: 481,800 shares; FY2026/3: 642,000 shares). In addition, in calculating the average number of shares during the period, treasury stock includes shares held by the BBT (1H FY2027/3: 170,867 shares; 1H FY2026/3: 175,333 shares) and shares held by the Stock-based Benefit Trust (Employee Shareholders Association Purchase-type) (1H FY2027/3: 554,283 shares; 1H FY2026/3: 851,867 shares).

* 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 interim 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 5, 2026 (Thursday).
The presentation materials used for this briefing will be posted on TDnet and the Company's website.

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1. Qualitative Information on Consolidated Financial Performance

Consolidated operating revenues for the interim consolidated accounting period increased for the sixth consecutive period, mainly reflecting higher revenues in the real estate leasing and hotel businesses. On the other hand, railway passenger transportation revenues declined due in part to the impact of the "2026 Kumamoto Earthquake," while consolidated operating income and ordinary income decreased for the first time in six periods and interim net income attributable to owners of the parent decreased for the third consecutive period.

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

(Millions of Yen)

	Operating revenue			Operating income/loss			EBITDA (Note 2)		
	1H FY2027/3	YoY		1H FY2027/3	YoY		1H FY2027/3	YoY	
Transportation	91,028	(1,193)	(1.3%)	13,669	(4,863)	(26.2%)	21,760	(3,952)	(15.4%)
Real Estate and Hotels	80,016	3,354	4.4%	17,788	(88)	(0.5%)	27,111	127	0.5%
Real estate lease	42,363	2,395	6.0%	10,723	423	4.1%	18,226	688	3.9%
Real estate sale	20,846	(50)	(0.2%)	3,746	(835)	(18.2%)	3,752	(835)	(18.2%)
Hotel	16,807	1,009	6.4%	3,317	324	10.8%	5,132	273	5.6%
Retail and Restaurant	37,242	2,551	7.4%	2,035	(13)	(0.7%)	2,836	88	3.2%
Construction	46,891	6,247	15.4%	1,096	408	59.4%	1,796	484	36.9%
Business Services	40,541	1,193	3.0%	2,286	(36)	(1.6%)	3,742	80	2.2%
Total	295,720	12,153	4.3%	36,876	(4,593)	(11.1%)	57,248	(3,171)	(5.2%)
Adjustment (Note 1)	(49,261)	(3,311)	—	(601)	(19)	—	(808)	(24)	—
Amount on the consolidated financial statements	246,458	8,842	3.7%	36,274	(4,612)	(11.3%)	56,439	(3,195)	(5.4%)

(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, FY2027.3," which is scheduled to be posted on TDnet and the Company's website on Thursday, November 5, 2026.

2. Interim Consolidated Financial Statements and Major Notes

(1) Interim Consolidated Balance Sheets

(Millions of Yen)

	FY 2026/3 (As of March 31, 2026)	1H FY2027/3 (As of September 30, 2026)
ASSETS		
Current assets		
Cash and time deposits	36,775	25,235
Notes and accounts receivable–trade, and contract assets	59,968	44,059
Fares receivable	4,297	3,799
Securities	8,199	20,716
Merchandise and finished goods	20,005	34,406
Work in process	70,494	105,615
Raw materials and supplies	12,292	15,893
Other	35,785	30,243
Allowance for doubtful accounts	(90)	(78)
Total current assets	247,728	279,891
Non-current assets		
Property, plant and equipment		
Buildings and fixtures (net)	426,483	422,760
Machinery, rolling stock and vehicles (net)	80,948	79,734
Land	222,653	223,554
Leased assets (net)	23,158	23,075
Construction in progress	27,645	37,414
Other (net)	13,504	13,130
Total property, plant and equipment	794,394	799,669
Intangible assets	6,931	8,319
Investments and other assets		
Investment securities	73,047	79,683
Deferred tax assets	34,850	36,162
Net defined benefit assets	1,878	1,939
Other	66,485	60,891
Allowance for doubtful accounts	(2,886)	(2,796)
Total investments and other assets	173,375	175,881
Total non-current assets	974,701	983,869
Total assets	1,222,430	1,263,761

(Millions of Yen)

	FY 2026/3 (As of March 31, 2026)	1H FY2027/3 (As of September 30, 2026)
LIABILITIES		
Current liabilities		
Notes and accounts payable–trade	30,659	20,272
Short-term loans	152	284
Current portion of long-term loans	45,318	52,017
Payables	48,846	37,065
Accrued income taxes	10,935	7,545
Fare deposits received with regard to railway connecting services	3,149	6,498
Railway fares received in advance	8,629	9,278
Accrued bonuses	13,045	10,843
Other	43,868	47,707
Total current liabilities	204,603	191,513
Non-current liabilities		
Corporate bonds	230,000	250,000
Long-term loans	192,451	204,330
Allowance for safety and environmental measures	592	592
Allowance for disaster-damage losses	3,819	12,362
Net defined benefit liabilities	39,137	39,326
Asset retirement obligations	2,884	2,957
Other	54,071	55,760
Total non-current liabilities	522,956	565,328
Total liabilities	727,560	756,841
NET ASSETS		
Shareholders' equity		
Common stock	16,000	16,000
Capital surplus	215,968	215,968
Retained earnings	239,504	252,133
Treasury stock	(3,127)	(2,467)
Total shareholders' equity	468,344	481,633
Accumulated other comprehensive income		
Unrealized gain on available-for-sale securities	20,457	19,259
Foreign currency translation adjustments	(234)	(206)
Remeasurements of defined benefit plans	5,361	5,295
Total accumulated other comprehensive income	25,583	24,348
Non-controlling interests	941	937
Total net assets	494,870	506,919
TOTAL LIABILITIES AND NET ASSETS	1,222,430	1,263,761

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

(Interim Consolidated Income Statements)

(Millions of Yen)

	1H FY2026/3 (Six months ended September 30, 2025)	1H FY2027/3 (Six months ended September 30, 2026)
OPERATING REVENUES	237,616	246,458
OPERATING EXPENSES		
Transportation, other services and cost of sales	132,256	140,838
Selling, general and administrative expense	64,471	69,344
Total operating expense	196,728	210,183
OPERATING INCOME	40,887	36,274
NON-OPERATING INCOME		
Interest income	91	220
Dividend income	625	783
Gain on assets held in trust	796	741
Other	808	384
Total non-operating income	2,323	2,129
NON-OPERATING EXPENSES		
Interest expense	2,020	2,951
Other	164	278
Total non-operating expense	2,185	3,229
ORDINARY INCOME	41,026	35,175
EXTRAORDINARY GAINS		
Construction grants received	364	172
Gain on sale of investment securities	—	418
Other	1,374	759
Total extraordinary gains	1,739	1,350
EXTRAORDINARY LOSSES		
Loss on reduction of noncurrent assets	359	169
Provision for loss on disaster	1,418	8,832
Disaster-damage losses	54	167
Project withdrawal losses	8,702	—
Other	587	305
Total extraordinary losses	11,122	9,475
INCOME BEFORE INCOME TAXES	31,643	27,050
INCOME TAXES -Current	6,650	6,737
INCOME TAXES -Deferred	2,667	(1,171)
TOTAL INCOME TAXES	9,317	5,566
NET INCOME	22,326	21,483
NET INCOME (LOSS) ATTRIBUTABLE TO NON-CONTROLLING INTERESTS	(7)	(0)
NET INCOME ATTRIBUTABLE TO OWNERS OF THE PARENT	22,333	21,484

(Interim Consolidated Comprehensive Income Statements)

(Millions of Yen)

	1H FY2026/3 (Six months ended September 30, 2025)	1H FY2027/3 (Six months ended September 30, 2026)
NET INCOME	22,326	21,483
OTHER COMPREHENSIVE INCOME		
Unrealized gain on available-for-sale securities	9,624	(1,204)
Foreign currency translation adjustments	34	28
Remeasurements of defined benefit plans	162	(66)
Share of other comprehensive income of affiliates accounted for by the equity method	0	3
Total other comprehensive income	9,821	(1,238)
COMPREHENSIVE INCOME	32,147	20,245
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:		
Owners of the parent	32,155	20,248
Non-controlling interests	(8)	(3)

(3) Interim Consolidated Statements of Cash Flows

(Millions of Yen)

	1H FY2026/3 (Six months ended September 30, 2025)	1H FY2027/3 (Six months ended September 30, 2026)
CASH FLOWS FROM OPERATING ACTIVITIES		
Income before income taxes	31,643	27,050
Depreciation costs	19,528	20,984
Loss on reduction of noncurrent assets	359	169
Project withdrawal losses	8,702	—
Provision for loss on disaster	1,418	8,832
Disaster-damage losses	54	167
Net change in allowance for doubtful accounts	(115)	(107)
Net change in net defined benefit liabilities	1,217	73
Interest and dividend income	(717)	(1,003)
Interest expense	2,020	2,951
Construction grants received	(364)	(172)
Gain on assets held in trust	(796)	(741)
(Increase) Decrease in trade receivables	13,100	16,385
(Increase) Decrease in inventories	(11,658)	(35,257)
Increase (Decrease) in trade payables	(14,266)	(6,333)
Losses (gains) on sales of investment securities	0	(418)
Other	(782)	4,721
Subtotal	49,343	37,301
Interest and dividends income received	684	999
Interest expense paid	(1,651)	(2,524)
Gain on assets held in trust received	791	—
Loss on disaster paid	(107)	(772)
Income taxes paid	(8,540)	(10,095)
Net cash provided by operating activities	40,520	24,908
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of property, plant and equipment, and Intangible assets	(42,325)	(51,699)
Proceeds from sale of property, plant and equipment, and intangible assets	1,435	408
Purchases of investment securities	(5,620)	(7,579)
Proceeds from sales of investment securities	—	967
Proceeds from construction grants	4,579	2,321
Proceeds from sales of shares of subsidiaries resulting in change in scope of consolidation	—	5
Other	(158)	2,748
Net cash provided by (used in) investing activities	(42,089)	(52,827)

(Millions of Yen)

	1H FY2026/3 (Six months ended September 30, 2025)	1H FY2027/3 (Six months ended September 30, 2026)
CASH FLOWS FROM FINANCING ACTIVITIES		
Net increase (decrease) in short-term loans payable	(44)	(36)
Net increase (decrease) in commercial papers	(10,000)	—
Proceeds from long-term loans payable	38,500	26,000
Repayment of long-term loans payable	(7,635)	(7,756)
Proceeds from issuance of corporate bonds	15,000	20,000
Proceeds from lease and guarantee deposits received	1,228	1,592
Repayments of lease and guarantee deposits received	(408)	(356)
Cash dividends paid	(8,101)	(8,892)
Purchase of treasury stocks	(10,000)	(0)
Proceeds from sales of treasury stocks	605	660
Other	(1,830)	(2,362)
Net cash provided by financing activities	17,314	28,849
EFFECT OF EXCHANGE RATE CHANGE ON CASH AND CASH EQUIVALENTS	4	0
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	15,749	931
CASH AND CASH EQUIVALENTS, BEGINNING OF THE PERIOD	45,799	44,257
INCREASE IN CASH AND CASH EQUIVALENTS FROM NEWLY CONSOLIDATED SUBSIDIARIES	193	280
CASH AND CASH EQUIVALENTS, END OF THE PERIOD	61,742	45,469

(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)

1. Significant changes in the scope of consolidation

Ogori Higata Development Special Purpose Company was excluded from the scope of consolidation during the current interim consolidated accounting period following completion of its liquidation.

Nurubon Inc. was excluded from the scope of consolidation during the current interim consolidated accounting period following the sale of all its shares.

Taniguchi Manufacturing Co., Ltd. was included in the scope of consolidation during the current interim consolidated accounting period due to its increased materiality.

2. Significant changes in the scope of application of the equity method

CC JNT Norterra, LLC was included in the scope of application of the equity method during the current interim consolidated accounting period following an investment in the company.

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

None

(Additional Information)

(Damage caused by the "2026 Kumamoto Earthquake")

The "2026 Kumamoto Earthquake," which occurred in July 2026 with its epicenter in Kumamoto Prefecture, caused damage including damage to elevated railway structures and rail deformation on the Kyushu Shinkansen, Kagoshima Main Line and other lines. Of the resulting restoration costs and related expenses, costs incurred during the current interim consolidated accounting period were recorded as extraordinary losses under "Disaster-damage losses." Estimated restoration costs and related expenses expected to arise after the current interim consolidated accounting period were reasonably estimated and recorded as extraordinary losses under "Provision for loss on disaster."

Furthermore, additions or changes to the scope of work during construction, consultations with relevant authorities, and changes in market conditions, among other factors, could have a material impact on the consolidated financial statements for the current fiscal year and subsequent periods.

(Notes on Segment Information, etc.)

(Segment information)

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 (loss)	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.

1H FY2027/3 (from April 1 to September 30, 2026)

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	88,606	77,455	37,027	21,998	21,370	246,458	—	246,458
Inside Group	2,421	2,561	214	24,893	19,170	49,261	(49,261)	—
Total	91,028	80,016	37,242	46,891	40,541	295,720	(49,261)	246,458
Segment income (loss)	13,669	17,788	2,035	1,096	2,286	36,876	(601)	36,274

(Notes) 1. The ¥(601) 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.