

# 1. Financial Results and Capital Investment

- Operating Revenues decreased 105.6 billion yen and Operating Expenses decreased 78.7 billion yen, resulting in a decrease of 26.8 billion yen in Operating Income over the prior fiscal year to 50.3 billion yen.
- Special Loss associated with the recovery following the Great East Japan Earthquake was 8.1 billion yen (a total loss of 27.3 billion yen if combined with the loss of the prior fiscal year).
- Net Income decreased 20.1 billion yen over the prior fiscal year to 32.1 billion yen, due to, among other things, the reduction of deferred tax assets (a decrease of 15.3 billion yen) caused by the revision of the Corporation Tax Act in Japan and other factors.
- Capital Investment increased 13.7 billion yen over the prior fiscal year to 420.3 billion yen, due to, among other things, the investment in full-fledged recovery (approximately 25.0 billion yen) following the Great East Japan Earthquake.

(Billions of yen)

	FY2010	FY2011	Increase (Decrease)
Operating Revenues	1,957.1	<b>1,851.5</b>	(105.6)
Operating Expenses	1,879.9	<b>1,801.2</b>	(78.7)
Operating Income	77.1	<b>50.3</b>	(26.8)
Recurring Profit	96.0	<b>75.2</b>	(20.8)
Special Profit/Loss	(19.1)	<b>(8.1)</b>	+ 11.0
Net Income	52.3	<b>32.1</b>	(20.1)
Capital Investment	406.5	<b>420.3</b>	+ 13.7