

Application for Revision of Rail Passenger Fares for Implementation in March 2023
- Continuing to provide railway services that can be used safely and securely and fulfilling social responsibilities as a part of public transportation -

TOKYU RAILWAYS

Tokyu Railways Co., Ltd. ("the Company") today filed an application to the Minister of Land, Infrastructure, Transport and Tourism for approval of changes to rail passenger fares to be implemented in March 2023. In order to ensure the safety and stability of its services, the Company has continued to make capital investments on a scale that is well above industry standards, such as in the development of fixed platform fences with platform door sensors, security cameras in railcars, and devices for detecting obstacles on railroad crossings as part of its "Three 100%" initiative. At the same time, the cost of maintaining facilities is increasing each year, and the number of users particularly commuters is decreasing significantly, even in comparison with other companies in the same industry, due to the establishment of new lifestyles such as telework as a result of the COVID-19 pandemic. It is assumed that these numbers will not return to the same level of demand as before COVID-19 in the future, presenting a challenging business situation.

This fare revision is the first to be made since 2005 (excluding those made due to the consumption tax rate hike), and is intended to properly maintain and update the high-level railway infrastructure needed to support safety and stability even under the current management environment, and continue railway business operations without placing a burden on future generations, and continue to provide the value required by society. The main details of the application are as follows.

<Main Details of Application>

(1) Fare rate increase / Expected actual increase

Fare rate increase...12.9% Expected actual increase...11.7%

(2) Range of increase

Line name	Normal fare	Commuter pass	Student commuter pass
Toyoko Line Meguro Line Den-en-toshi Line Oimachi Line Ikegami Line Tokyu Tamagawa Line	<ul style="list-style-type: none"> • Around 10 yen increase on minimum fare 1 yen unit...126 yen → 140 yen 10 yen unit...130 yen → 140 yen • For other sections, increases are roughly equivalent to the revision rate (Example) Shibuya - Yokohama 1 yen unit...272 yen → 309 yen 10 yen unit...280 yen → 310 yen 	Increases roughly equivalent to the revision rate	Fare fixed at current rate with consideration for burden on household finances
Kodomonokuni Line	Fare fixed at current rate	Fare fixed at current rate	
Setagaya Line	1 yen unit...147 yen → 160 yen 10 yen unit...150 yen → 160 yen	Increases roughly equivalent to the revision rate	

(3) Commuter fare average discount rate (total for all rail routes)

Type	Application	Current	Remarks
Commuter pass	37.8%	37.8%	There are no changes to the calculation method for 3 months, 6 months and 12 months. Student commuter fares remain fixed at current rate.
Student commuter pass	77.1%	73.9%	

※In consideration of the increased burden on our customers, we will also consider measures for the child-rearing generation and senior citizens.

Based on the medium-term business strategy "Three Transformations and Four Values" announced in May 2021, the Company will continue to make capital investments of 45 billion yen each fiscal year from FY2022 through FY2025 while making thorough management efforts, including business structural reforms aimed at reducing fixed costs and improving productivity. The Company will continue to institute the measures needed to fulfill its mission as a public transportation company and focus on equipment updates to maintain and improve safety, security, and operational stability, further strengthen the security of stations and vehicles as expected of railways in the future, introduce energy-saving equipment for the actualization of a decarbonized and recycling-oriented society, and develop a 5G communication network for digital transformation (DX) of railway services.

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