

May 14, 2004

**TOKYU CORPORATION**

Representative: Kiyofumi Kamijo,  
President & Representative Director

(Code No.9005, Tokyo Stock Exchange First Section)

Contact: Kazuyoshi Kashiwazaki

IR Manager, Accounting, Group Strategy & IR Division,  
Finance, Accounting & Group Strategy Headquarters

Telephone: +81-3-3477-6168

**Notice Regarding the Impairment Accounting Loss on the Fixed Assets (on Consolidated), the Allowance for Doubtful Accounts at the Consolidated Subsidiary, Gain on Establishment of the Retirement Benefit Trust (on Consolidated Basis) and the Revised Forecast for the Consolidated Financial Results**

**1. The Impairment Loss on the Fixed Assets (Consolidated )**

Tokyu Corporation (hereinafter referred to as the “TOKYU”) adopts early the “Accounting Standard of Impairment Loss on the fixed assets” from the fiscal year ended March 2004 and recognizes the impairment loss on the consolidated financial statements as follows:

(A) Impairment loss	87,613 million yen
(B) Net assets as of March 2003 (A/Bx100)	151,799 million yen (57.7%)
(C) Recurring profit for the fiscal March 2003 (A/Cx100)	51,921 million yen (168.7%)
(D) Net Income for the fiscal March 2003 (A/Dx100)	3,416 million yen (2,564.8%)

**2. The Allowance for Doubtful Accounts at the Consolidated Subsidiary**

TC Properties Co.,Ltd. (hereinafter referred to as “TC Properties”), a consolidated subsidiary of TOKYU, had determined collectibility of such specific debt as the debt deemed uncollectible individually and included allowance for doubtful accounts. TC Properties, however, re-examined the amount of collectible accounts and decided to include additional allowance for doubtful accounts. Accordingly, it booked 5,697 million yen of allowance for doubtful account as extra ordinary losses for the fiscal year ended March 2004.

(A) Addition to allowance for doubtful accounts	5,697 million yen
(B) Net assets as of March 2003 (A/Bx100)	151,799 million yen (3.8%)
(C) Recurring profit for the fiscal March 2003 (A/Cx100)	51,921 million yen (11.0%)
(D) Net income for the fiscal March 2003 (A/Dx100)	3,416 million yen (166.8%)

### 3. Gain on Establishment of Retirement Benefit Trust

As announced by the notices regarding the establishment of retirement benefit trust dated February 27, 2004 and regarding the profit from establishment of retirement benefit trust dated March 26, 2004, TOKYU finalized the establishment of retirement benefit trust and determined the profit from the establishment of the trust on the consolidated basis. TOKYU intends to post 34.5 million yen of gain on the establishment of retirement benefit trust as an extraordinary gain on the consolidated statement for the fiscal year ended March 2004 as follows:

- (1) Dates of the establishment of the trust  
March 15, March 24, and March 25, 2004
- (2) Amount for the establishment of the trust  
34,735 million yen
- (3) Gain on the establishment of the trust  
34,531 million yen

### 4. The Revised Forecast for the Consolidated Financial Results

- (1) TOKYU hereby revises its forecast outlook on the consolidated financial results for the fiscal year ending March 2004 (the fiscal period from April 1, 2003 to March 31 2004) announced on February 27, 2004 as follows:

The consolidated financial results for the fiscal year ending March 2004 (the fiscal period from April 1, 2003 to March 31 2004)

	(Millions of yen)		
	Total revenue	Recurring profit	Net income (loss)
The original forecast (A)	1,200,000	40,200	(15,000)
The revised forecast (B)	1,223,400	52,900	(12,300)
Changes in amounts (B-A)	23,400	12,700	2,700

Rate of changes (%)	2.0	31.6	-
Fiscal 2002 actual (reference)	1,385,438	51,921	3,416

(2) The reasons for the above revision are as follows:

TOKYU has forecasted originally 1,200 billion yen of total revenue, 53.6 yen of operating profit, 40.2 billion yen of recurring profit and 15 billion yen of net loss. It expects, however, 1,223.4 billion yen of total revenue more than forecasted by 23.4 billion yen, 58.1 billion yen of operating profit more than forecasted by 4.5 billion yen, due to the increased revenues and operating profits among TOKYU(non-consolidated) and its subsidiaries. It expects 52.9 billion yen of recurring profit more than forecasted by 12.7 billion yen due to, in addition to the increased operating profit, the increased investment profit from equity method on Tokyo Construction Co., Ltd., an equity method affiliate, which adopted tax effect accounting and the decrease of interest expenses. And TOKYU forecasts 12.3 billion yen of net loss for the fiscal period ended March 2004 less than 2.7 billion yen due to the revision of deferred taxes and the minority interests as a result of the aforementioned finalized extraordinary gains and losses.