

[REFERENCE TRANSLATION]

Please note that this translation is to be used solely as reference and the financial statements in this material are unaudited.
In case of any discrepancy between this translation and the Japanese original, the latter shall prevail.

Consolidated Financial Results for the Nine Months Ended December 31, 2024[IFRS]

February 4, 2025

Company name Japan Airlines Co., Ltd

Stock Listing Tokyo Stock Exchange

Code No. 9201 **URL:** <https://www.jal.com>

Representative Mitsuko Tottori, President

Contact Shuei Nishizawa, General Manager, Finance **Phone:** +81-3-5460-3121

Scheduled date for dividend payment: -

Supplementary explanations of the financial results: Yes

Presentation for the financial results: Yes (for institutional investors and analysts)

(Amounts are rounded down to the nearest million yen unless otherwise indicated)

1. Consolidated Financial Results for the Nine Months Ended December 31, 2024 (April 1, 2024 to December 31, 2024)

(1) Consolidated Operating Results (Cumulative)

(Percentage compared to prior year)

	Revenue		Profit before financing and income tax		Interim Profit before tax		Interim Profit attributable to owners of parent		Interim Comprehensive income	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
Nine months ended December 31, 2024	1,385,940	10.9	144,266	11.9	136,329	10.0	91,047	6.0	81,382	(7.2)
Nine months ended December 31, 2023	1,249,365	24.2	128,979	271.5	123,970	402.6	85,872	426.4	87,724	-

	Interim earnings per share	Diluted Interim earnings per share
	Yen	Yen
Nine months ended December 31, 2024	208.45	-
Nine months ended December 31, 2023	196.50	-

(Note) Profit before financing and income tax represents an index to monitor, compare and evaluate the JAL Group's performance continuously. Profit before financing and income tax is Profit from which Income tax expense, Interest, and Finance income and expense are deducted.

(2) Consolidated Financial Position

	Total Assets	Total Equity	Equity attributable to owners of the parent	Ratio of equity attributable to owners of the parent to total assets (%)	Equity per share attributable to owners of the parent
	Millions of Yen	Millions of Yen	Millions of Yen	%	Yen
As of December 31, 2024	2,760,725	987,960	948,348	34.4	2,172.33
As of March 31, 2024	2,649,232	948,345	909,947	34.3	2,082.23

2. Dividends

	Dividends per Share				
	1st Quarter End	2nd Quarter End	3rd Quarter End	Fiscal Year End	Total
	Yen	Yen	Yen	Yen	Yen
Year Ended March 31, 2024	-	30.00	-	45.00	75.00
Year Ended March 31, 2025	-	40.00	-		
Year Ending March 31, 2025 (Forecast)				40.00	80.00

(Note) Revisions to the most recently disclosed dividends forecast: None

Please refer to “1. Summary of Business Results (3) Explanations of Forecast of Consolidated Financial Results” in the Attachment.

3. Consolidated Financial Forecast for the Fiscal Year Ending March 31, 2025

(Percentage compared to prior year)

	Revenue		Profit before financing and income tax		Profit attributable to owners of parent	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
Entire Fiscal Year	1,930,000	16.8	170,000	17.1	100,000	4.7

(Note) Revisions to the most recently disclosed forecast: None

Please refer to “1. Summary of Business Results (3) Explanations of Forecast of Consolidated Financial Results” in the Attachment.

Notes

(1) Changes in significant consolidated subsidiaries during this period : None

(2) Changes in accounting policies/changes in accounting estimates

1) Changes in accounting policies due to revisions in accounting standards under IFRS: None

2) Changes in accounting policies other than 1): None

3) Changes in accounting estimates: None

(3) Number of shares issued (common stock)

(a) Total number of shares issued at the end of the period (including treasury shares)

As of December 31, 2024 : 437,143,500

As of March 31, 2024 : 437,143,500

(b) Number of treasury shares at the end of the period

As of December 31, 2024 : 586,387

As of March 31, 2024 : 136,327

(c) Average number of shares outstanding

During the nine months ended December 31, 2024 : 436,782,136

During the nine months ended December 31, 2023 : 437,007,188

※Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm : Yes (voluntary)

※Explanation for appropriate use of forecasts and other notes

(Remarks on the description on future forecast)

The forward-looking statements such as operational forecasts contained in this statement summary are based on information currently available to the Company and certain assumptions which are regarded as legitimate. However, it does not mean that we guarantee its achievement.

※The Company holds a presentation for institutional investors and analysts on February 4, 2025.

Documents distributed at the presentation are scheduled to be posted on our website on the same day.

Attachment

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1. Summary of Business Results

(1) Summary of Business Results

The revenue for the nine months ended December 31, 2024 (from April 1, 2024 to December 31, 2024 hereinafter referred as the “Third Quarter Period”) increased by 10.9% year on year to 1,385.9 billion yen, the operating expense increased by 11.0% year on year to 1,253.7 billion yen, the profit before financing and income tax (hereinafter referred as “EBIT”) increased by 11.9% year on year to 144.2 billion yen, The profit attributable to owners of the parent increased by 6.0% year on year to 91.0 billion yen.

Consolidated financial results are as follows.

(JPY Bn)	Nine months ended December 31, 2023	Nine months ended December 31, 2024	% or points compared to prior period
Revenue	1,249.3	1,385.9	110.9%
Operating Expense	1,129.6	1,253.7	111.0%
Fuel	266.2	284.4	106.8%
Excluding Fuel	863.4	969.3	112.3%
Profit or loss before financing and income tax (EBIT)	128.9	144.2	111.9%
EBIT Margin (%)	10.3	10.4	0.1
Interim Profit attributable to owners of parent	85.8	91.0	106.0%

(Note) 1. Figures have been truncated and percentages are rounded off to the first decimal place.

2. Income tax expense, Interest, and Finance income and expense.

3. EBIT Margin=EBIT/Revenue.

The JAL Group has received a Business Improvement Advisory from the Ministry of Land,Infrastructure, Transport and Tourism regarding an alcohol-related misconduct involving cockpit crew in December 2024 and in January 2025. We have reported preventive measures. All of us take this fact very seriously and are committed to ensuring utmost safety.

The JAL Group has restructured our business portfolio after the company’s experience with the COVID pandemic, especially going forward, we are working on promoting business model reform to create new business models and increase the Group profitability. From this fiscal year, we have rearranged our reporting segments to 「FSC Business」 「LCC Business」

「Mileage/Finance & Commerce」 and established a business management system for each segment. We will continue to work on the promotion of business model reform to achieve FY2025 EBIT target of JPY 200 billion.

Regarding the promotion of business model reform, we are focusing on 「LCC Business」 「Mileage/Finance & Commerce」 and 「Other business」 for the growth and expansion of profit.

For the LCC Business, we are expanding the network from NARITA airport, with ZIPAIR - an LCC for medium to long-haul international flights - as the hub of our LCC Business.

For the Mileage/Finance & Commerce, we are expanding the services that make it easier to save up and use Miles.

For the other business, we have significantly expanded contracts with foreign airlines compared to the previous year.

Regarding human capital management as the major issues, we have revised its human resource management to expedite promotion and assignment to managerial positions, and further success for our talented employees. We will continue to provide an environment where diverse talents can work in various fields in order to create new value.

For the Green transformation, we have started operating the Airbus A350-1000, which provides environmentally friendly flights for customers. We are continuing to advance the procurement of SAF and “JAL Corporate SAF Program”- the carbon offset solution which contributes to the reduction of Scope 3 emissions for corporate accounts by issuing CO2 reduction certificates. Also, we have invested capital in a US company called Heirloom Carbon Technologies, which has a negative emission technology to capture CO2 in the atmosphere.

Our efforts to enhance company value have been recognized and were selected as JCSI (Japanese Customer Satisfaction Index) for long-distance domestic travel, "SX Brand 2024",one of the constituent companies of the Dow Jones Sustainability Asia Pacific Index, a leading ESG investment index and as “Richard Crane Award”- honors contributions to safety. We also won third place in the Nikkei ESG Brand survey and first place in on-time record by Cirium. APEX “WORLD CLASS”, “WORLD CLASS LOUNGE”, and the Information Technology Award (open innovation) were also awarded.

<Full Service Carrier Business>

The revenue for the Third Quarter Period increased by 8.7% year on year to 1,095.4 billion yen, and EBIT decreased by 3.9% year on year to 98.6 billion yen. (Revenue and segment profit are figures before intersegment eliminations.)

Revenue Results (FSC)

(JPY Bn)	Nine months ended December 31, 2023	Nine months ended December 31, 2024	% or points compared to prior period
Full Service Carrier Business	1,007.5	1,095.4	108.7%
INTERNATIONAL	557.0	620.9	111.5%
Passenger operations	471.7	518.8	110.0%
Cargo and mail-service operations	84.1	100.8	119.9%
Luggage operations	1.1	1.2	104.3%
DOMESTIC	440.7	458.5	104.1%
Passenger operations	422.5	433.9	102.7%
Cargo and mail-service operations	17.7	24.2	136.4%
Luggage operations	0.3	0.3	94.2%
OTHER	9.7	15.9	164.2%

(Note) 1. Figures have been truncated and percentages are rounded off to the first decimal place.

Traffic Results (Full Service Carrier)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024	% or points compared to prior period
INTERNATIONAL			
Revenue passengers carried (number of passengers)	4,954,529	5,557,297	112.2%
Revenue passenger km (1,000 passenger-km)	28,124,740	30,999,036	110.2%
Available seat km (thousands)	35,574,368	37,447,304	105.3%
Revenue passenger-load factor (%)	79.1	82.8	3.7
Revenue cargo ton-km (thousands)	1,901,634	2,105,518	110.7%
Mail ton-km (thousands)	80,363	72,794	90.6%
DOMESTIC			
Revenue passengers carried (number of passengers)	26,644,704	26,897,627	100.9%
Revenue passenger km (1,000 passenger-km)	20,208,398	20,552,171	101.7%
Available seat km (thousands)	26,565,031	26,497,964	99.7%
Revenue passenger-load factor (%)	76.1	77.6	1.5
Revenue cargo ton-km (thousands)	216,861	235,208	108.5%
Mail ton-km (thousands)	16,669	16,657	99.9%
TOTAL			
Revenue passengers carried (number of passengers)	31,599,233	32,454,924	102.7%
Revenue passenger km (1,000 passenger-km)	48,333,138	51,551,207	106.7%
Available seat km (thousands)	62,139,399	63,945,269	102.9%
Revenue passenger-load factor (%)	77.8	80.6	2.8
Revenue cargo ton-km (thousands)	2,118,496	2,340,726	110.5%
Mail ton-km (thousands)	97,033	89,451	92.2%

1. Revenue Passenger Kilometers (RPK) is the number of fare-paying passengers multiplied by the distance flown (km).
Available Seat Kilometers (ASK) is the number of available seats multiplied by the distance flown (km).
Revenue Cargo Ton Kilometers (RCTK) is the amount of cargo (ton) transported multiplied by the distance flown (km).
2. The distance flown between two points, used for calculations of RPK, ASK and RCTK above, is based on the great-circle distance and according to statistical data from IATA (International Air Transport Association) and ICAO (International Civil Aviation Organization).
3. Full Service Carrier (International): Japan Airlines Co., Ltd., Japan Transocean Air Co., Ltd.
Full Service Carrier (Domestic): Japan Airlines Co., Ltd., J-Air Co., Ltd., Japan Air Commuter Co., Ltd., Hokkaido Air System Co., Ltd., Japan Transocean Air Co., Ltd. and Ryukyu Air Commuter Co., Ltd.,
4. Figures have been truncated and percentages are rounded off to the first decimal place.

We have achieved increased revenue and profit in the third quarter (from October 1, 2024 to December 31, 2024), compared to the previous year.

For Internal Passengers, we maintained high unit price levels by capturing strong inbound demand and business demand outbound from Japan, continuing from the previous year. From April 2025, We will start a joint venture partnership with Garuda Indonesia, and strive to further enhance customer convenience and expand profitability.

With the aim of improving our services and enhancing brand awareness, we have started free Wi-Fi service, introduced the A350-1000 on the London route as our first European route with A350-1000, and entered into a partnership with Major League Baseball (MLB).

For Domestic Passenger, revenue increased year-on-year through various demand-stimulus measures to increase the number of passengers from October to December 2024 significantly. We will strive to contribute to the development of regional communities by attracting inbound demand to those areas.

For International Cargo, we have increased cargo volume and improved unit price by capturing North-American-bound cargo from China or Asia as well as value-added goods such as pharmaceuticals. And aiming for the future development of our business, we have entered into a memorandum to expand our partnership with Qatar Airways and become the first logistics company to be certified as a registered inspection agency for export plant quarantine.

For domestic cargo, we have strived for the stable operation of a collaborative cargo aircraft project with Yamato Holdings Co., Ltd. As a result, we have achieved significantly higher revenue year-on-year.

<LCC Business>

The revenue for the Third Quarter Period increased by 43.2% year on year to 77.3 billion yen, and EBIT increased by 641.3% year on year to 8.5 billion yen. (Revenue and segment profit are figures before intersegment eliminations.)

Revenue Results (LCC)

(JPY Bn)	Nine months ended December 31, 2023	Nine months ended December 31, 2024	% or points compared to prior period
Revenue	53.9	77.3	143.2%
International	44.6	62.8	140.9%
Domestic	3.6	2.6	70.7%
Others	5.6	11.8	208.5%

(Note) 1. Figures have been truncated and percentages are rounded off to the first decimal place.

Traffic Results (LCC)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024	% or points compared to prior period
ZIPAIR			
Revenue passengers carried (number of passengers)	830,556	1,018,914	122.7%
Revenue passenger km (1,000 passenger-km)	4,576,877	5,817,724	127.1%
Available seat km (thousands)	5,838,993	6,947,829	119.0%
Revenue passenger-load factor (%)	78.4	83.7	5.3
SPRING JAPAN			
Revenue passengers carried (number of passengers)	582,056	738,121	126.8%
Revenue passenger km (1,000 passenger-km)	604,387	1,048,226	173.4%
Available seat km (thousands)	886,993	1,344,447	151.6%
Revenue passenger-load factor (%)	68.1	78.0	9.8

1. Revenue Passenger Kilometers (RPK) is the number of fare-paying passengers multiplied by the distance flown (km).

Available Seat Kilometers (ASK) is the number of available seats multiplied by the distance flown (km).

Revenue Cargo Ton Kilometers (RCTK) is the amount of cargo (ton) transported multiplied by the distance flown (km).

2. The distance flown between two points, used for calculations of RPK, ASK and RCTK above, is based on the great-circle distance and according to statistical data from IATA (International Air Transport Association) and ICAO (International Civil Aviation Organization).

3. Traffic Results for SPRING JAPAN includes both International and Domestic carriage.

4. Figures have been truncated and percentages are rounded off to the first decimal place.

We achieved a significant increase in profit year-on-year. ZIPAIR - an LCC for medium to long-haul international flights, is growing steadily. From March 2025, ZIPAIR will start operating to Houston, expanding its services to ten routes, mainly in North America and Asia. In recognition of its efforts to enhance corporate value, ZIPAIR has been selected as a 'Four Star Airline' in the APEX LCC category.

Spring Japan, - an LCC for operating mainly to China-, has increased flights to Shanghai (Pudong) and has started new services to major cities such as Beijing and Dalian, steadily increasing profits. We will continue to strive to increase inbound demand and create new flows of people by building a network of three LCCs with different characteristics, including Spring Japan and Jetstar Japan.

<Mileage/Finance and Commerce Business> <Others>

The revenue for the Third Quarter Period increased by 5.5% year on year to 151.0 billion yen, and EBIT increased by 15.9% year on year to 30.4 billion yen. (Revenue and segment profit are figures before intersegment eliminations.)

As the business model reform advances, profits are steadily increasing.

We are promoting 'JAL Mile Life', where customers can save up miles in various scenes and exchange them for special experiences unique to JAL. Our partnership with PIA Corporation, a nation-wide ticket agency, will provide more entertainment to our mileage members. Through the expansion of services such as the "JAL Life Status Program" and mobile payment service "JAL Pay", we are working on improving lifetime loyalty in our non-aviation business as well.

For Ground handling, we have significantly expanded contracts with foreign airlines compared to the previous year, growing our profit further.

For Air mobility, we have established "Soracle Corporation" and started collaborating with Arche - a U.S. company for creating new value in Air mobility

(2) Summary of Financial Position

(Assets, liabilities and net asset)

Assets in the Third Quarter Period increased by 111.4 billion yen from the end of the previous consolidated fiscal year to 2 trillion and 760.7 billion yen, mainly due to the increase of cash and cash equivalents.

Liabilities increased by 71.8 billion yen from the end of the previous consolidated fiscal year to 1 trillion and 772.7 billion yen mainly due to increase in other financial liabilities.

Equity increased by 39.6 billion yen from the end of the previous consolidated fiscal year to 987.9 billion yen, although it decreased due to dividend payments and the effective portion of cash flow hedges.

Liquidity at hand was maintained at a sufficient amount of 696.3 billion yen at the end of this third quarter as well as the unused credit line of 150.0 billion yen.

(Outline of Cash Flows)

Cash and cash equivalents at the end of Third Quarter Period decreased by 17.5 billion yen from the end of the previous consolidated fiscal year to 696.3 billion yen.

1 Cash Flows from Operating Activities

As a profit before tax of 136.3 billion yen, non-cash expenses such as depreciation, and trade and other payables and receivables, cash flow from operating activities (inflow) was 251.6 billion yen (cash inflow of 273.2 billion yen in the same period of the previous year).

2 Cash Flows from Investing Activities

Cash flow from investing activities (outflow) was 222.1 billion yen mainly due to acquisition of fixed assets (cash outflow of 155.7 billion yen in the same period of the previous year).

3 Cash Flows from Financing Activities

Cash flow from financing activities (outflow) was 50.2 billion yen mainly due to repayment of long term debts and payment of dividends (cash outflow of 79.9 billion yen in the same period of the previous year)

(3) Explanations of Forecast of Consolidated Financial Results

There are no changes to the full-year consolidated financial results forecast and dividend forecast announced in "Consolidated Financial Results for the year Ended March 31, 2024" dated May 2, 2024.

2. Condensed Quarterly Consolidated Financial Statement and Primary Notes

(1) Condensed Quarterly Consolidated Statement of Financial Position

	As of March 31, 2024	As of December 31, 2024
	Millions of yen	Millions of yen
Assets		
Current assets		
Cash and cash equivalents	713,867	696,324
Trade and other receivables	173,023	204,198
Other financial assets	16,472	9,986
Inventories	43,949	50,219
Other current assets	75,294	94,858
Total current assets	1,022,608	1,055,587
Non-current assets		
Tangible fixed assets		
Flight equipment	871,409	950,643
Advances on flight equipment	134,745	169,365
Other tangible fixed assets	89,396	88,194
Total tangible fixed assets	1,095,551	1,208,203
Goodwill and intangible assets	87,189	90,949
Investment property	3,561	2,792
Investments accounted for using equity method	24,259	24,063
Other financial assets	158,930	154,445
Deferred tax assets	229,212	197,048
Retirement benefit asset	12,294	13,474
Other non-current assets	15,624	14,161
Total non-current assets	1,626,623	1,705,138
Total assets	2,649,232	2,760,725

	As of March 31, 2024	As of December 31, 2024
	Millions of yen	Millions of yen
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	160,052	170,226
Interest-bearing liabilities	106,935	97,955
Other financial liabilities	44,972	61,646
Income taxes payable	2,601	2,543
Contract liabilities	368,916	395,016
Provisions	3,325	2,908
Other current liabilities	50,396	58,114
Total current liabilities	737,200	788,411
Non-current liabilities		
Interest-bearing liabilities	780,358	800,731
Other financial liabilities	25,401	29,395
Deferred tax liabilities	3,317	3,711
Provisions	23,550	23,515
Retirement benefit liability	120,575	119,805
Other non-current liabilities	10,483	7,194
Total non-current liabilities	963,686	984,352
Total liabilities	1,700,886	1,772,764
Equity		
Share capital	273,200	273,200
Capital surplus	273,992	274,155
Retained earnings	306,879	359,662
Treasury shares	(408)	(1,473)
Accumulated other comprehensive income		
Financial assets measured at fair value through other comprehensive income	43,171	39,989
Effective portion of cash flow hedges	11,836	1,394
Exchange differences on translation of foreign operations	1,275	1,419
Total accumulated other comprehensive income	56,283	42,803
Total equity attributable to owners of parent	909,947	948,348
Non-controlling interests	38,398	39,612
Total equity	948,345	987,960
Total liabilities and equity	2,649,232	2,760,725

(2) Condensed Quarterly Consolidated Statement of Profit or Loss and Other Comprehensive Income

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
	Millions of yen	Millions of yen
Revenue		
International passenger revenue	516,383	581,566
Domestic passenger revenue	426,129	436,456
Other revenue	306,852	367,917
Total revenue	1,249,365	1,385,940
Other income	6,266	10,608
Operating expenses		
Personnel expenses	(243,705)	(267,583)
Aircraft fuel	(266,209)	(284,412)
Depreciation, amortization and impairment losses	(112,062)	(115,996)
Other operating expenses	(507,701)	(585,782)
Total operating expenses	(1,129,679)	(1,253,774)
Operating profit	125,952	142,774
Share of profit of investments accounted for using equity method (Loss in brackets)	(536)	461
Profit before investing, financing and income tax	125,415	143,235
Income/expenses from investments		
Investing income	3,564	3,451
Investing expenses	(0)	(2,421)
Profit before financing and income tax	128,979	144,266
Finance income/expenses		
Finance income	6,554	3,496
Finance expenses	(11,562)	(11,433)
Interim Profit before tax	123,970	136,329
Income tax expense	(37,313)	(41,791)
Interim Profit	86,657	94,537
Interim Profit attributable to		
Owners of parent	85,872	91,047
Non-controlling interests	784	3,490
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Financial assets measured at fair value through other comprehensive income	2,521	(4,018)
Share of other comprehensive income of investments accounted for using equity method	106	(61)
Total of items that will not be reclassified to profit or loss	2,628	(4,079)
Items that may be reclassified to profit or loss		
Effective portion of cash flow hedges	(2,055)	(9,252)
Exchange differences on translation of foreign operations	439	129
Share of other comprehensive income of investments accounted for using equity method	53	47
Total of items that may be reclassified to profit or loss	(1,561)	(9,075)
Other comprehensive income, net of tax	1,066	(13,155)
Interim Comprehensive income	87,724	81,382

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
	Millions of yen	Millions of yen
Interim Comprehensive income attributable to		
Owners of parent	85,916	77,079
Non-controlling interests	1,807	4,302
Interim Earnings per share		
Interim Basic earnings per share (Yen)	196.50	208.45
Interim Diluted earnings per share (Yen)	-	-

(3) Condensed Quarterly Consolidated Statement of Changes in Equity

Consolidated Financial Results for the Third Quarter Period of FY2023 (April 1, 2023 to December 31, 2023)

	Equity attributable to owners of parent					
	Share capital	Capital surplus	Retained earnings	Treasury shares	Accumulated other comprehensive income	
					Financial assets measured at fair value through other comprehensive income	Effective portion of cash flow hedges
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Balance as of April 1, 2023	273,200	273,631	225,644	(408)	38,384	4,812
Interim Profit	-	-	85,872	-	-	-
Other comprehensive income	-	-	-	-	2,227	(2,419)
Interim Comprehensive income	-	-	85,872	-	2,227	(2,419)
Dividends	-	-	(24,035)	-	-	-
Shared-based Payment	-	291	-	-	-	-
Transactions						
Transfer to non-financial assets	-	-	-	-	-	(1,704)
Purchase of treasury shares	-	-	-	(0)	-	-
Changes in ownership interest in subsidiaries	-	(4)	-	-	-	-
Transfer to retained earnings	-	-	(877)	-	877	-
Total transactions with owners	-	286	(24,912)	(0)	877	(1,704)
Balance as of December 31, 2023	273,200	273,918	286,605	(408)	41,488	688

	Equity attributable to owners of parent				
	Accumulated other comprehensive income		Total Equity attributable to owners of parent	Non-controlling interests	Total equity
	Exchange differences on translation of foreign operations	Total accumulated other comprehensive income			
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Balance as of April 1, 2023	1,024	44,220	816,288	40,669	856,957
Interim Profit	-	-	85,872	784	86,657
Other comprehensive income	235	43	43	1,022	1,066
Interim Comprehensive income	235	43	85,916	1,807	87,724
Dividends	-	-	(24,035)	(3,341)	(27,376)
Shared-based Payment	-	-	291	-	291
Transactions					
Transfer to non-financial assets	-	(1,704)	(1,704)	(484)	(2,188)
Purchase of treasury shares	-	-	(0)	-	(0)
Changes in ownership interest in subsidiaries	-	-	(4)	(74)	(78)
Transfer to retained earnings	-	877	-	-	-
Total transactions with owners	-	(827)	(25,452)	(3,900)	(29,353)
Balance as of December 31, 2023	1,259	43,437	876,752	38,576	915,328

Consolidated Financial Results for the Third Quarter Period of FY2024 (April 1, 2024 to December 31, 2024)

	Equity attributable to owners of parent					
	Share capital	Capital surplus	Retained earnings	Treasury shares	Accumulated other comprehensive income	
					Financial assets measured at fair value through other comprehensive income	Effective portion of cash flow hedges
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Balance as of April 1, 2024	273,200	273,992	306,879	(408)	43,171	11,836
Interim Profit	-	-	91,047	-	-	-
Other comprehensive income	-	-	-	-	(4,319)	(9,792)
Interim Comprehensive income	-	-	91,047	-	(4,319)	(9,792)
Dividends	-	-	(37,127)	-	-	-
Share-based payments	-	162	-	-	-	-
Transfer to non-financial assets	-	-	-	-	-	(649)
Purchase of treasury shares	-	-	-	(1,065)	-	-
Changes in ownership interest in subsidiaries	-	0	-	-	-	-
Transfer to retained earnings	-	-	(1,137)	-	1,137	-
Total transactions with owners	-	162	(38,264)	(1,065)	1,137	(649)
Balance as of December 30, 2024	273,200	274,155	359,662	(1,473)	39,989	1,394

	Equity attributable to owners of parent				
	Accumulated other comprehensive income		Total Equity attributable to owners of parent	Non-controlling interests	Total equity
	Exchange differences on translation of foreign operations	Total accumulated other comprehensive income			
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Balance as of April 1, 2024	1,275	56,283	909,947	38,398	948,345
Interim Profit	-	-	91,047	3,490	94,537
Other comprehensive income	143	(13,967)	(13,967)	812	(13,155)
Interim Comprehensive income	143	(13,967)	77,079	4,302	81,382
Dividends	-	-	(37,127)	(2,608)	(39,735)
Share-based payments	-	-	162	-	162
Transfer to non-financial assets	-	(649)	(649)	(479)	(1,128)
Purchase of treasury shares	-	-	(1,065)	-	(1,065)
Changes in ownership interest in subsidiaries	-	-	0	(0)	(0)
Transfer to retained earnings	-	1,137	-	-	-
Total transactions with owners	-	487	(38,679)	(3,087)	(41,767)
Balance as of December 30, 2024	1,419	42,803	948,348	39,612	987,960

(4) Condensed Quarterly Consolidated Statement of Cash Flows

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
	Millions of yen	Millions of yen
Cash flows from operating activities		
Interim Profit before tax	123,970	136,329
Depreciation, amortization and impairment losses	112,062	115,996
Loss (gain) on sale and retirement of fixed assets	501	(4,189)
Increase (decrease) in retirement benefit liability	767	(770)
Interest and dividend income	(3,169)	(4,309)
Interest expenses	10,172	10,106
Foreign exchange loss (gain)	(5,856)	(1,777)
Share of loss (profit) of investments accounted for using equity method	536	(461)
Decrease (increase) in trade and other receivables	7,914	(33,047)
Decrease (increase) in inventories	(6,539)	(6,314)
Increase (decrease) in trade and other payables	13,163	8,115
Increase (decrease) in contract liabilities	24,419	26,015
Other, net	(3,716)	8,164
Subtotal	274,227	253,857
Income taxes (paid) refund	(947)	(2,245)
Net cash provided by (used in) operating activities	273,279	251,611
Cash flows from investing activities		
Purchase of non-current assets	(158,007)	(229,374)
Proceeds from sales of non-current assets	1,737	8,972
Purchase of other financial assets	(2,389)	(6,357)
Proceeds from sales of other financial assets	463	14
Payments for loans receivable	(3,140)	(1,193)
Collection of loans receivable	1,028	758
Interest received	1,038	1,570
Dividends received	2,513	3,237
Other, net	1,022	189
Net cash provided by (used in) investing activities	(155,731)	(222,183)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	3,370	2,363
Proceeds from long-term borrowings	3,000	-
Repayments of long-term borrowings	(54,660)	(56,381)
Proceeds from issuance of bonds	19,880	79,537
Redemption of bonds	-	(10,000)
Interest paid	(7,419)	(7,422)
Dividends paid	(23,803)	(36,881)
Dividends paid to non-controlling interests	(3,341)	(2,608)
Repayments of lease liabilities	(16,079)	(17,210)
Other, net	(849)	(1,642)
Net cash provided by (used in) financing activities	(79,903)	(50,245)
Effect of exchange rate changes on cash and cash equivalents	7,167	3,274
Net increase (decrease) in cash and cash equivalents	44,812	(17,543)
Cash and cash equivalents at beginning of period	639,247	713,867
Cash and cash equivalents at end of period	684,059	696,324

(5) Notes for Condensed Quarterly Consolidated Financial Statements

(Reporting Company)

Japan Airlines Co., Ltd. (hereinafter the “Company”) is a stock company located in Japan. The registered address of its Head Office is 4-11, 2-chome Higashi-shinagawa, Shinagawa-ku, Tokyo. The Company’s condensed quarterly consolidated financial statements for the nine months ended December 31, 2024 consists of the Company and its subsidiaries (the “JAL Group”) and interests in affiliates and jointly controlled entities.

The Company’s main businesses are “Air Transportation business (FSC • LCC)” and “Mileage/Finance and Commerce business”.Details of each business are described in Note “Revenue”.

(Basis of Preparation)

1) Method of preparation of condensed quarterly consolidated financial statements

The Company’s quarterly consolidated financial statements have been prepared in accordance with the quarterly financial statement preparation standards of the Tokyo Stock Exchange, Inc. In accordance with the provisions of Article 5, Paragraph 2 of these preparation standards, the summary quarterly consolidated financial statements are prepared based on International Accounting Standard 34 "Interim Financial Reporting" (hereinafter "IAS 34"). However, in accordance with the provisions of Article 5, Paragraph 5 of these preparation standards, some of the disclosure items and notes required by IAS 34 have been omitted. Therefore, these financial statements are not a set of condensed financial statements in accordance with IAS 34

2) Functional currency and presentation currency

The JAL Group’s condensed quarterly consolidated financial statements are expressed in Japanese yen, our functional currency, as the presentation currency, and are rounded off to the nearest million yen.

(Going Concern Assumptions)

None

(Revenue)**(1) Breakdown of Revenue****Revenue and Segment Revenue****Consolidated Financial Results for the third quarter of FY2023 (April 1, 2023 to December 31, 2023)**

	Reportable Segment				Sub-total	Internal transaction adjustment	Total
	FSC	LCC	Mileage/ Finance and Commerce	Others			
	Millions of Yen	Millions of Yen	Millions of Yen	Millions of Yen			
International							
Passenger operations	471,787	44,622	-	-	516,410	-	-
Cargo and mail- service operation	84,135	-	-	-	84,135	-	-
Luggage operations	1,171	-	-	-	1,171	-	-
Sub-total	557,095	44,622	-	-	601,717	-	-
Domestic							
Passenger operations	422,575	3,676	-	-	426,252	-	-
Cargo and mail- service operation	17,793	-	-	-	17,793	-	-
Luggage operations	360	-	-	-	360	-	-
Sub-total	440,729	3,676	-	-	444,406	-	-
Total revenues from international and domestic operations	997,825	48,298	-	-	1,046,124	-	-
Mileage/Finance Commerce	-	-	143,227	-	143,227	-	-
Travel agency Revenue	-	-	-	93,822	93,822	-	-
Others	9,718	5,666	-	72,678	88,063	-	-
Total revenues	1,007,544	53,965	143,227	166,501	1,371,237	(121,872)	1,249,365

(Note) 1. Figures of Segment revenue are before elimination of intra-segment transactions.

Consolidated Financial Results for the third-quarter of FY2024 (April 1, 2024 to December 31, 2024)

	Reportable Segment						Total
	FSC	LCC	Mileage/ Finance and Commerce	Others	Sub-total	Internal transaction adjustment	
	Millions of Yen	Millions of Yen	Millions of Yen	Millions of Yen	Millions of Yen	Millions of Yen	Millions of Yen
International							
Passenger operations	518,836	62,884	-	-	581,720	-	-
Cargo and mail- service operation	100,853	-	-	-	100,853	-	-
Luggage operations	1,222	-	-	-	1,222	-	-
Sub-total	620,913	62,884	-	-	683,797	-	-
Domestic							
Passenger operations	433,973	2,600	-	-	436,574	-	-
Cargo and mail- service operation	24,273	-	-	-	24,273	-	-
Luggage operations	339	-	-	-	339	-	-
Sub-total	458,586	2,600	-	-	461,187	-	-
Total revenues from international and domestic operations	1,079,499	65,484	-	-	1,144,984	-	-
Mileage/Finance Commerce	-	-	151,087	-	151,087	-	-
Travel agency Revenue	-	-	-	87,190	87,190	-	-
Others	15,961	11,817	-	98,344	126,123	-	-
Total revenues	<u>1,095,461</u>	<u>77,301</u>	<u>151,087</u>	<u>185,534</u>	<u>1,509,385</u>	<u>(123,444)</u>	<u>1,385,940</u>

(Note) 1. Figures of Segment revenue are before elimination of intra-segment transactions.

The JAL Group operates “Air Transportation (FSC • LCC)”, mainly in passenger and baggage carriage or mail and cargo handling in both international and domestic routes, “Mileage/Finance and Commerce” and other businesses.

Revenues arising out of these businesses are recognized in accordance with contracts with customers, and there is no significant financing component in the contracts. None of consideration in contracts with customers is not reflected in transaction prices.

The JAL Group operates a customer loyalty program called “JAL Mileage Bank”. Members in the JAL Mileage Bank can collect miles through flights with the airlines in JAL Group or other services, and can redeem them for flights with JAL group or other partners’ services. Miles that are expected to be redeemed are identified as performance obligations, and deferred on the statement of financial position as a contract liability. When miles are redeemed for services, revenue is recognized in the statement of profit or loss and other comprehensive income. A transaction value allocated as performance obligations of miles is deferred as contract liabilities in condensed Semi-Annually interim consolidated statement of financial position, and revenue is recognized as miles are redeemed.

Air Transportation(FSC • LCC)

In the air transportation business segment, the JAL Group provides services related to the international and domestic transportation of passengers, cargo & mail and baggage on aircraft. The main revenues are recognized as follows.

Passenger operations

Passenger revenue is mainly revenue earned from passenger transportation services using aircraft. The JAL Group has the obligation to provide customers with international and domestic air transportation services according to the Conditions of Carriage. The performance obligation is satisfied upon completion of the passenger's air transportation service. The transaction price may fluctuate because we may offer discounts when selling tickets or pay incentives based on the amount of sales. In addition, consideration for a transaction is generally received in advance at a point in time before the performance obligation is satisfied.

Cargo and mail-service operations

Cargo and mail revenues are mainly revenues earned from air cargo and air mail handling operations. The JAL Group has the obligation to provide international and domestic cargo and mail transportation services. The performance obligation is satisfied upon completion of cargo and mail air transportation. The amount of variable consideration including revenue is not significant. Consideration for a transaction is generally received within 2 months after the completion of cargo and mail air transportation.

Luggage operations

Baggage revenue is mainly revenue earned from baggage transportation services that accompany passenger transportation on aircraft. The JAL Group has the obligation to provide customers with international and domestic air transportation services. The performance obligation is satisfied upon completion of baggage air transportation. Sales including variable consideration is the amount of variable consideration including revenue is not significant. Consideration for a transaction is generally received on the day of baggage transportation.

Mileage/Finance and Commerce

In the Mileage/Finance and Commerce business segment, we provide benefit services and credit card-related service and wholesale and retail business to JAL Mileage Bank members through our group and partner companies. The main revenues are recognized as follows.

Mileage/Finance and Commerce

Revenues include from providing benefit services related to mileage, credit card-related services, and product sales.

Revenues from providing benefit services related to mileage, our group is mainly obligated to provide benefit services through our group or partner companies in exchange for the mileage to member customers. This performance obligation is satisfied upon the completion of providing the benefit services. The timing of receiving the consideration, such as monetary payment, varies depending on the mileage-earning service. For mileage earned through the use of our group's air transportation services, the consideration is mainly received at a certain point before the use of the air transportation service. For mileage earned through the use of services provided by partner companies, the consideration is mainly received at a certain point after the use of the service.

Revenues from providing credit card-related services, our group is mainly obligated to provide payment services to our customers. This performance obligation is satisfied subject to the contract based on the period with our customers, and the consideration for the transaction is mainly received in advance at a certain point before the performance obligation is satisfied.

Revenues from providing wholesale and retail business, our group is mainly obligated to provide product sales in stores and e-commerce, such as clothing, miscellaneous goods, and food, and we are obligated to deliver these products to customers. This performance obligation is satisfied upon the completion of delivery of the products and inspection of products by customers, and the consideration for the transaction is mainly received at a certain point after the performance obligation is satisfied. The amount of variable consideration including revenue is not significant.

Others

In other businesses, we are mainly engaged in planning and sales of air travel package tours and ground handling service for foreign airlines.

Revenues related to planning and sales of air travel package tours and credit card business are mainly recognized over a certain period of time as the service is provided. In addition, consideration for a transaction is generally received in advance at a point in time before the performance obligation is satisfied. Also, revenues related to ground handling service for foreign airlines are recognized upon the completion of ground handling services to customers, and consideration for a transaction is generally received after the performance obligation is satisfied.

(Segment Information)**(1) Overview of segment reporting**

The reportable segments of the JAL Group are components of the Company about which separate financial information is available and evaluated regularly by the Board of Directors in deciding how to allocate resources and evaluating business performance.

The JAL Group has restructured our business portfolio after the company's experience with the COVID-19 pandemic, especially, we are working on promoting business model reform to create new business models and increase the Group profitability.

Regarding the promotion of business model reform, we are focusing on "LCC", "Mileage/Finance and Commerce" and other businesses for the growth and expansion of profit. To achieve growth and expansion of profits, we have refined the previous management system and started a new business management system for each segment from this fiscal year.

Based on this promotion of business model reform and refinement of the management system, we have changed reportable segments to "FSC", "LCC" and "Mileage/Finance and Commerce" after concentration of economically similar business segments from this fiscal year. Also, we have changed segment profit from "Profit or loss before investing, financing and income tax" to "Profit or loss before financing and income tax".

The segment information for the previous third quarter is disclosed based on the revised reporting segments.

(2) Information on reportable segment

Revenue and business performance by JAL Group's reportable segment are as follows.

Intersegment sales are based on the current market price.

Consolidated financial results for the third quarter of FY2023 (April 1, 2023 to December 31, 2023)

	Reportable segment			Sub-total	Others (Note)1	Total	Adjustment (Note) 2	Consolidated Statement (Note) 3
	FSC	LCC	Mileage/ Finance and Commerce					
	Millions of Yen	Millions of Yen	Millions of Yen	Millions of Yen	Millions of Yen	Millions of Yen	Millions of Yen	Millions of Yen
Revenue								
Sales to external customers	959,141	49,766	91,401	1,100,309	149,056	1,249,365	-	1,249,365
Intersegment	48,402	4,198	51,826	104,427	17,444	121,872	(121,872)	-
Total	1,007,544	53,965	143,227	1,204,736	166,501	1,371,237	(121,872)	1,249,365
Profit or loss before financing and income tax	102,637	1,159	26,247	130,044	(261)	129,783	(804)	128,979
Finance income	-	-	-	-	-	-	-	6,554
Finance expenses	-	-	-	-	-	-	-	(11,562)
Interim Profit before tax	-	-	-	-	-	-	-	123,970

(Note) 1. "Others" refer to business segments that are not included in the reportable segment, such as travel services, etc.

2. Adjustment includes intersegment elimination.

3. Segment profit has been adjusted with profit before financing and income tax on the condensed quarterly consolidated statement of profit or loss and other comprehensive income.

Consolidated financial results for the third quarter of FY2024 (April 1, 2024 to December 31, 2024)

	Reportable segment				Others (Note)1	Total	Adjustment (Note) 2	Consolidated Statement (Note) 3
	FSC	LCC	Mileage/ Finance and Commerce	Sub-total				
	Millions of Yen	Millions of Yen	Millions of Yen	Millions of Yen	Millions of Yen	Millions of Yen	Millions of Yen	Millions of Yen
Revenue								
Sales to external customers	1,053,463	67,766	99,489	1,220,719	165,221	1,385,940	-	1,385,940
Intersegment	41,997	9,535	51,597	103,131	20,313	123,444	(123,444)	-
Total	1,095,461	77,301	151,087	1,323,850	185,534	1,509,385	(123,444)	1,385,940
Profit or loss before financing and income tax	98,661	8,595	30,423	137,680	7,353	145,034	(768)	144,266
Finance income	-	-	-	-	-	-	-	3,496
Finance expenses	-	-	-	-	-	-	-	(11,433)
Interim Profit before tax	-	-	-	-	-	-	-	136,329

(Note) 1. "Others" refer to business segments that are not included in the reportable segment, such as travel services, etc.

2. Adjustment includes intersegment elimination.

3. Segment profit has been adjusted with profit before financing and income tax on the condensed quarterly consolidated statement of profit or loss and other comprehensive income.