

Unaudited Condensed Interim Consolidated Statement of Comprehensive Income

[For the three-month period ended June 30, 2024]

(Unit: Millions of yen)

	Three-month period ended June 30, 2023	Three-month period ended June 30, 2024
Profit for the period	92,743	102,021
Other comprehensive income (loss)		
Items that will not be reclassified subsequently to profit or loss		
Net fair value gain (loss) on equity instruments designated as FVTOCI	322,572	(194,617)
Remeasurements of defined benefit pension plans	3	35
Share of other comprehensive income (loss) of investments accounted for using the equity method	17	(4)
Total	322,592	(194,586)
Items that may be reclassified subsequently to profit or loss		
Exchange differences on translating foreign operations	137,871	132,598
Cash flow hedges	(865)	274
Share of other comprehensive income of investments accounted for using the equity method	3,494	4,298
Total	140,500	137,170
Total other comprehensive income (loss)	463,092	(57,416)
Comprehensive income for the period	555,835	44,605
Attributable to:		
Owners of the parent company	541,776	30,642
Non-controlling interests	14,059	13,963

Unaudited Condensed Interim Consolidated Statement of Changes in Equity

[For the three-month period ended June 30, 2024]

(Unit: Millions of yen)

	Equity attributable to owners of the parent company					
	Capital stock	Capital surplus	Treasury stock	Other components of equity		
				Net fair value gain on equity instruments designated as FVTOCI	Remeasurements of defined benefit pension plans	Exchange differences on translating foreign operations
As of April 1, 2023	187,457	273,664	(252,270)	660,038	–	300,274
Profit for the period	–	–	–	–	–	–
Other comprehensive income (loss)	–	–	–	322,208	2	134,971
Comprehensive income (loss) for the period	–	–	–	322,208	2	134,971
Acquisition of treasury stock	–	–	(6)	–	–	–
Disposal of treasury stock	–	43	153	–	–	–
Dividends	–	–	–	–	–	–
Changes in the ownership interest in subsidiaries without a loss of control	–	–	–	–	–	–
Transfer to retained earnings	–	–	–	(29)	(2)	–
Transfer to other comprehensive income associated with assets held for sale	–	–	–	–	–	–
Other	–	–	–	–	–	–
Total transactions with the owners	–	43	147	(29)	(2)	–
As of June 30, 2023	187,457	273,707	(252,123)	982,217	–	435,245
As of April 1, 2024	187,457	273,481	(452,140)	1,301,445	–	518,254
Profit for the period	–	–	–	–	–	–
Other comprehensive (loss) income	–	–	–	(194,181)	35	130,055
Comprehensive (loss) income for the period	–	–	–	(194,181)	35	130,055
Acquisition of treasury stock	–	–	(1)	–	–	–
Disposal of treasury stock	–	59	147	–	–	–
Dividends	–	–	–	–	–	–
Changes in the ownership interest in subsidiaries without a loss of control	–	(354)	–	–	–	–
Transfer to retained earnings	–	–	–	(125,084)	(35)	–
Transfer to other comprehensive income associated with assets held for sale	–	–	–	51,792	–	–
Other	–	–	–	–	–	–
Total transactions with the owners	–	(295)	146	(73,292)	(35)	–
As of June 30, 2024	187,457	273,186	(451,994)	1,033,972	–	648,309

(Unit: Millions of yen)

	Equity attributable to owners of the parent company					Non-controlling interests	Total equity
	Other components of equity		Other comprehensive income associated with assets held for sale	Retained earnings	Total		
	Cash flow hedges	Total					
As of April 1, 2023	(4,483)	955,829	–	3,212,248	4,376,928	202,783	4,579,711
Profit for the period	–	–	–	85,460	85,460	7,283	92,743
Other comprehensive income (loss)	(865)	456,316	–	–	456,316	6,776	463,092
Comprehensive income (loss) for the period	(865)	456,316	–	85,460	541,776	14,059	555,835
Acquisition of treasury stock	–	–	–	–	(6)	–	(6)
Disposal of treasury stock	–	–	–	–	196	–	196
Dividends	–	–	–	(71,141)	(71,141)	(21,515)	(92,656)
Changes in the ownership interest in subsidiaries without a loss of control	–	–	–	–	–	–	–
Transfer to retained earnings	–	(31)	–	31	–	–	–
Transfer to other comprehensive income associated with assets held for sale	–	–	–	–	–	–	–
Other	–	–	–	6	6	–	6
Total transactions with the owners	–	(31)	–	(71,104)	(70,945)	(21,515)	(92,460)
As of June 30, 2023	(5,348)	1,412,114	–	3,226,604	4,847,759	195,327	5,043,086

As of April 1, 2024	(4,141)	1,815,558	258,936	3,451,694	5,534,986	211,519	5,746,505
Profit for the period	–	–	–	94,459	94,459	7,562	102,021
Other comprehensive (loss) income	274	(63,817)	–	–	(63,817)	6,401	(57,416)
Comprehensive (loss) income for the period	274	(63,817)	–	94,459	30,642	13,963	44,605
Acquisition of treasury stock	–	–	–	–	(1)	–	(1)
Disposal of treasury stock	–	–	–	–	206	–	206
Dividends	–	–	–	(87,327)	(87,327)	(13,997)	(101,324)
Changes in the ownership interest in subsidiaries without a loss of control	–	–	–	–	(354)	(391)	(745)
Transfer to retained earnings	–	(125,119)	–	125,119	–	–	–
Transfer to other comprehensive income associated with assets held for sale	–	51,792	(51,792)	–	–	–	–
Other	–	–	–	–	–	43	43
Total transactions with the owners	–	(73,327)	(51,792)	37,792	(87,476)	(14,345)	(101,821)
As of June 30, 2024	(3,867)	1,678,414	207,144	3,583,945	5,478,152	211,137	5,689,289

Unaudited Condensed Interim Consolidated Statement of Cash Flows

[For the three-month period ended June 30, 2024]

(Unit: Millions of yen)

	Three-month period ended June 30, 2023	Three-month period ended June 30, 2024
Cash flows from operating activities		
Profit before income taxes	129,270	137,718
Depreciation	92,512	94,956
Decrease in retirement benefit liabilities	(751)	(465)
Decrease in retirement benefit assets	839	66
Interest and dividend income	(28,477)	(35,517)
Interest expenses	3,773	3,096
Foreign exchange gains	(6,897)	(5,246)
Share of the profit of associates and joint ventures accounted for using the equity method	(8,591)	(1,597)
Losses (gains) on sales or disposal of property, plant and equipment	1,539	(199)
Decrease in trade receivables	87,940	98,609
Decrease (increase) in inventories	30,807	(602)
Decrease in trade payables	(36,269)	(36,032)
Increase in provisions	5,940	2,691
Other	54,768	43,891
Subtotal	326,403	301,369
Interest received	6,089	7,823
Dividends received	22,792	29,474
Interest paid	(4,330)	(3,763)
Income taxes paid	(52,962)	(61,732)
Net cash provided by operating activities	297,992	273,171
Cash flows from investing activities		
Increase in time deposits	(23,251)	(18,129)
Purchases of property, plant and equipment	(89,424)	(90,582)
Proceeds from sales of property, plant and equipment	4,640	5,486
Purchases of intangible assets	(11,481)	(15,207)
Purchases of equity instruments	(5,597)	(1,939)
Purchases of debt instruments	(133)	(152)
Proceeds from sales of equity instruments	277	295,304
Proceeds from sales and redemption of debt instruments	199	252
Other	(2,625)	(8,131)
Net cash (used in) provided by investing activities	(127,395)	166,902
Cash flows from financing activities		
Net decrease in short-term borrowings	(41,577)	(88,173)
Proceeds from borrowings	79,110	503
Repayments of long-term borrowings	(10,884)	(27)
Repayments of lease liabilities	(10,454)	(8,222)
Dividends paid	(71,141)	(87,327)
Dividends paid to non-controlling interests	(21,515)	(15,123)
Purchase of treasury shares	(6)	(1)
Other	(33)	(1,108)
Net cash used in financing activities	(76,500)	(199,478)
Foreign currency translation adjustments on cash and cash equivalents	29,972	42,525
Net increase in cash and cash equivalents	124,069	283,120
Cash and cash equivalents at beginning of period	733,850	789,390
Cash and cash equivalents at end of period	857,919	1,072,510

Notes to Unaudited Condensed Interim Consolidated Financial Statements

Basis of Presentation of Consolidated Financial Statements

The accompanying condensed interim consolidated financial statements have been prepared in accordance with the Article 5-2 of the Tokyo Stock Exchange and the Nagoya Stock Exchange's standards for preparation of quarterly financial statements, omitting certain disclosures under the Article 5-5 of the Tokyo Stock Exchange and the Nagoya Stock Exchange's standards for preparation of quarterly financial statements. A part of the disclosures required under International Accounting Standard 34 "Interim Financial Reporting" is omitted under the Article 5-5 of the Tokyo Stock Exchange and the Nagoya Stock Exchange's standards for preparation of quarterly financial statements.

Assumption for Going Concern

There are no applicable items.

Segment information

(1) Outline of reportable segments

In the three-month period ended June 30, 2024, there were no material changes to the method used to identify the reportable segments, the business activities carried out by each reportable segment, or the measurement standards used to determine segment profits.

(2) Revenue, profit/loss for each reportable segment

[For the three-month period ended June 30, 2023]

(Unit: Millions of yen)

	Reportable segment					Others (Note)	Eliminations	Consolidated	
	Japan	North America	Europe	Asia	Total				
Revenue									
Customers	685,991	420,982	180,842	397,060	1,684,875	27,985	–	1,712,860	
Intersegment	295,070	3,962	17,512	67,217	383,761	471	(384,232)	–	
Total	981,061	424,944	198,354	464,277	2,068,636	28,456	(384,232)	1,712,860	
Segment profit	24,831	6,291	7,459	40,516	79,097	4,972	10,309	94,378	
Finance income									28,642
Finance costs									(5,516)
Foreign exchange gains									3,175
Share of the profit of associates and joint ventures accounted for using the equity method									8,591
Profit before income taxes									129,270

(Note) "Others" is an operating segment that is not included in the reportable segments, such as business activities of subsidiaries in South America.

[For the three-month period ended June 30, 2024]

(Unit: Millions of yen)

	Reportable segment					Others (Note)	Eliminations	Consolidated	
	Japan	North America	Europe	Asia	Total				
Revenue									
Customers	655,370	495,572	182,321	391,651	1,724,914	28,927	–	1,753,841	
Intersegment	329,191	4,561	17,463	69,726	420,941	32	(420,973)	–	
Total	984,561	500,133	199,784	461,377	2,145,855	28,959	(420,973)	1,753,841	
Segment profit	45,099	23,288	4,994	35,763	109,144	5,943	5,481	120,568	
Finance income									35,696
Finance costs									(7,832)
Foreign exchange losses									(12,311)
Share of the profit of associates and joint ventures accounted for using the equity method									1,597
Profit before income taxes									137,718

(Note) "Others" is an operating segment that is not included in the reportable segments, such as business activities of subsidiaries in South America.