Consolidated Financial Results
for the First Half Ended September 30, 2024 (IFRS)

October 30, 2024

Sojitz Corporation
(URL https://www.sojitz.com/en/)
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Scheduled date of delivery of dividends: December 2, 2024
Supplementary materials for the semiannual financial results: Yes
Investor conference for the semiannual financial results: Yes

(Rounded down to millions of Japanese Yen)

1. Consolidated Financial Results for the First Half Ended September 30, 2024 (April 1, 2024 – September 30, 2024)

(1) Consolidated Operating Results

(Description of % is indicated as the change rate compared with the same period last year.)

	Revenue		Profit before tax		Profit for the period		Profit for the period attributable to owners of the Company		Total comprehensive income for the period	
For the first half ended	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
September 30, 2024	1,235,225	4.0	59,022	(8.5)	46,277	(6.4)	44,311	(7.6)	54,791	(50.0)
September 30, 2023	1,187,268	(6.8)	64,509	(39.5)	49,440	(39.4)	47,934	(39.2)	109,660	(30.0)

	Basic earnings per share	Diluted earnings per share
For the first half ended	Yen	Yen
September 30, 2024	203.93	203.93
September 30, 2023	212.06	212.06

Note: Basic earnings per share and diluted earnings per share are calculated based on profit for the period attributable to owners of the Company.

(2) Consolidated Financial Position

	Total assets	Total equity	Total equity attributable to owners of the Company	Total equity attributable to owners of the Company ratio
As of	Millions of yen	Millions of yen	Millions of yen	%
September 30, 2024	2,921,751	990,086	959,614	32.8
March 31, 2024	2,886,873	955,627	924,076	32.0

2. Cash Dividends

	Cash dividend per share				
	First quarter	Second quarter	Third quarter	Year end	Annual
For the year ended/ending	Yen	Yen	Yen	Yen	Yen
March 31, 2024	-	65.00	-	70.00	135.00
March 31, 2025	-	75.00			
March 31, 2025 (forecast)			-	75.00	150.00

Note: Changes in cash dividend forecast： No

3. Consolidated Earnings Forecast for the Year Ending March 31, 2025 (April 1, 2024 – March 31, 2025)

Description of % is indicated as the change rate compared with the same period last year.

	Profit attributable to owners of the Company		Basic earnings per share
For the Year Ending March 31, 2025	Millions of yen	%	Yen
Full-year	110,000	9.2	506.37

Note1: Changes in full-year earnings forecast: No

Note2: Basic earnings per share is calculated based on profit attributable to owners of the Company.

4. Others

(1) Changes in major subsidiaries during the period; No

(2) Accounting policy changes and accounting estimate changes

1. Changes in accounting policies required by IFRS: No
2. Changes due to other reasons: No
3. Accounting estimate change: No

(3) Number of outstanding shares at the end of the periods (Common Stock):

1. Number of outstanding shares at the end of the periods (Including treasury stock):

As of September 30, 2024	225,000,000	As of March 31, 2024	225,000,000

2. Number of treasury stock at the end of the periods

As of September 30, 2024	7,669,029	As of March 31, 2024	6,996,191

3. Average number of outstanding shares during the periods:

For the first half ended September 30, 2024 (accumulative):	217,282,569
For the first half ended September 30, 2023 (accumulative):	226,041,152

Note: The Company established the Executive Compensation Board Incentive Plan Trust. The trust account associated with this trust holds shares of the Company's stock, which are treated as treasury stock; 1,320,504 stocks in the first half ended September 30, 2024 and 886,140 stocks in the fiscal year ended March 31, 2024.

* First-half consolidated financial results are not subject to reviews by certified public accountants or the accounting auditor.

* Important Note Concerning the Appropriate Use of Business Forecasts and other notices:

・This document contains forward-looking statements based on information available to the Company at the time of disclosure and certain assumptions that management believes to be reasonable. Sojitz makes no assurances as to the actual results and/or other outcomes, which may differ substantially due to various factors including changes in economic conditions in key markets, both in and outside of Japan, and exchange rate movements.

・Materials on financial results will be posted on the Company's web site. The Company will also hold an IR meeting on the financial results for the first half ended September 30,2024 for analysts and institutional investors on October 30, 2024. Contents (materials and videos) of the meeting and a condensed transcript of Q&A session will be posted on the Company's web site immediately after the meeting.

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1. Analysis of Business Results

(1) Overview of the First Half Ended September 30, 2024

Economic Environment

In the first half ended September 30, 2024, inflation peaked in many countries, and central banks around the world other than Japan began to shift from monetary tightening to easing. However, continuous observation of uncertain effects such as the prolongation of Russia's military invasion of Ukraine, geopolitical risks including the escalating tensions in the Middle East, economic stagnation in China due to weak domestic demand and deterioration of the property market, and policy changes following the US presidential election in November, are needed.

Looking at the regions in which our Group does business, US GDP in April-June rose +3.0% compared to the previous quarter, marking the eighth consecutive quarter of positive growth. The Federal Open Market Committee cut interest rates by 0.5% in September in response to the softening of the labor market.

In the EU economic area, GDP in April-June rose +0.6% compared to the previous year, below the potential growth rate. However, with inflation falling below 2.0% in September for the first time in three years, the EU economy is expected to recover gradually as the European Central Bank cuts interest rates in addition to a pickup in personal consumption.

In China, the real estate market remains stagnant, with the area of home sales falling below that of the previous year, and GDP growth slowed to +4.7% in April-June from +5.3% in January-March, both compared to the previous year.

In Vietnam, export-related manufacturing led growth and April-June GDP rose +6.9% compared to the previous year.

In India, partly because the general election held from April to June delayed budget execution for matters other than those related to the election, GDP growth in April-June slowed slightly to +6.7% from +7.8% in January-March, both compared to the previous year.

In Japan, April-June GDP rose +0.7% from the previous quarter, the first increase in two quarters, due to a recovery in personal consumption and capital investment. The Bank of Japan lifted its negative interest rate policy in March and raised its policy interest rate to 0.25% in July. It is expected that the Bank would consider raising interest rates again while carefully assessing economic conditions.

Financial Performance

Sojitz Corporation's consolidated business results for the first half ended September 30, 2024 are presented below.

Revenue	Revenue was up 4.0% year-on-year to ¥1,235,225 million due to increased revenue in the Chemicals Division as a result of the strong performance mainly in overseas regional trade; and in the Automotive Division as a result of acquisitions of a used car sales company in Australia and an automobile sales company in Panama in the previous fiscal year.
Gross profit	Gross profit increased ¥8,230 million year-on-year to ¥165,625 million due to increased profit in the Energy Solutions & Healthcare Division as a result of increased transactions in a US energy-saving services company and the acquisition of an Australian energy-saving services company in the previous fiscal year; and in the Aerospace, Transportation & Infrastructure Division as a result of increased the growth in business jet operations and defense system-related business.
Profit before tax	Despite the rise in gross profit, profit before tax was down ¥5,487 million year-on-year to ¥59,022 million due to increased selling, general and administrative expenses resulting from the new acquisition of consolidated subsidiaries.
Profit for the period	After deducting income tax expenses of ¥12,744 million from profit before tax of ¥59,022 million, profit for the period amounted to ¥46,277 million, down ¥3,163 million year-on-year. Profit for the period (attributable to owners of the Company) decreased ¥3,623 million year-on-year to ¥44,311 million.
Total comprehensive income for the period	Comprehensive income for the period of ¥54,791 million was recorded, down ¥54,869 million year-on-year, following a decrease in financial assets measured at FVTOCI and foreign currency translation differences for foreign operations. Comprehensive income for the period (attributable to owners of the Company) was ¥53,425 million, a decrease of ¥51,991 million year-on-year.

(In Millions of Yen)

	FY2024 H1 Results (A)	FY2023 H1 Results (B)	Difference (A)-(B)	Percentage change (%)
Revenue	1,235,225	1,187,268	47,957	4.0
Gross profit	165,625	157,395	8,230	5.2
Profit before tax	59,022	64,509	(5,487)	(8.5)
Profit for the period	46,277	49,440	(3,163)	(6.4)
Profit for the period attributable to owners of the Company	44,311	47,934	(3,623)	(7.6)
Comprehensive income for the period	54,791	109,660	(54,869)	(50.0)

Results for the first half ended September 30, 2024, are summarized by segment below.

Effective April 1, 2024, the Company has changed some of its reporting segment classification method, and segment results for the first half ended September 30, 2023, has been restated to reflect the change in reportable segments.
Details are described in (7) Segment information (page 15).

(In Millions of Yen)

Segment	FY 2024 H1 Results (A)	FY 2023 H1 Results (B)	Difference (A)-(B)	Main factors of change
Automotive	128	2,665	(2,537)	Despite earnings contribution from the automobile sales business in Panama, profit decreased due to a slump in the used car sales business in Australia.
Aerospace, Transportation & Infrastructure	5,884	2,485	3,399	Profit increased due to the growth in business jet operations and defense system-related business, and the sale of an overseas industrial park.
Energy Solutions & Healthcare	5,026	4,606	420	Relatively unchanged year-on-year.
Metals, Mineral Resources & Recycling	11,712	18,537	(6,825)	Profit decreased due to declines in market prices in coal business.
Chemicals	9,721	6,758	2,963	Profit increased due to strong performance mainly in overseas regional trade and a rebound from one-time losses in the previous fiscal year.
Consumer Industry & Agriculture Business	4,391	3,450	941	Profit increased mainly due to increased sales volume in overseas fertilizer businesses.
Retail & Consumer Service	4,533	9,124	(4,591)	Despite earnings contribution from a commercial food wholesaler in Vietnam and strong performance in retail business in Japan, profit decreased due to the effect from negative goodwill associated with new investment and the sale of shopping mall in the previous fiscal year.

(2) Financial Position

1. Consolidated Balance Sheet

Total assets on September 30, 2024 were ¥2,921,751 million, up ¥34,878 million from March 31, 2024, mainly due to factors such as new acquisitions and an increase in investments accounted for using the equity method due to the accumulation of the share of profit of investments accounted for using the method.

Total liabilities on September 30, 2024 amounted to ¥1,931,664 million, up ¥419 million from March 31, 2024, mainly due to the increase in interest-bearing liabilities resulting from new borrowings, despite a decrease in trade and other payables due to the impact of a holiday on the last day of the previous fiscal year.

Total equity attributable to owners of the Company was ¥959,614 million on September 30, 2024, up ¥35,538 million from March 31, 2024. This increase was due to the accumulation of profit for the period (attributable to owners of the Company), despite the payment of dividends and share repurchases.

Consequently, on September 30, 2024, the current ratio was 157.4%, the long-term debt ratio was 78.1%, and the equity ratio was 32.8%. Net interest-bearing liabilities (total interest-bearing liabilities less cash and cash equivalents and time deposits) totaled ¥807,689 million on September 30, 2024, up ¥110,399 million from March 31, 2024. This resulted in the Company's net debt equity ratio equaling 0.8 times on September 30, 2024.

(*) The equity ratio and net interest-bearing liabilities ratio are calculated based on total equity attributable to owners of the Company. Lease liabilities have been excluded from aforementioned total interest-bearing liabilities.

The Sojitz Group continues to advance financial strategies in accordance with the basic policy of maintaining and enhancing the stability of its capital structure. In addition, Sojitz has endeavored to maintain a stable financial foundation by keeping the long-term debt ratio at a certain level and by holding sufficient liquidity as a buffer against changes in the economic or financial environment.

As supplemental sources of procurement flexibility and precautionary liquidity, Sojitz maintains a ¥100.0 billion long-term yen commitment line (which remains unused) and long-term commitment line totaling US$2.575 billion (of which US$0.644 billion has been used).

2. Consolidated Cash Flows

For the first half ended September 30, 2024, operating activities used net cash flow of ¥55,240 million, investing activities used net cash flow of ¥36,625 million, and financing activities provided net cash flow of ¥87,548 million. Sojitz ended the period with cash and cash equivalents of ¥191,688 million, reflecting the effect of exchange rate changes on cash and cash equivalents.

(Cash flows from operating activities)

Net cash used in operating activities amounted to ¥55,240 million, an increase of ¥140,464 million year-on-year, as a result of a temporary increase in payments of trade payables due to the impact of a holiday on the last day of the previous fiscal year, despite business earnings and dividends received.

(Cash flows from investing activities)

Net cash used in investing activities amounted ¥36,625 million, an increase of ¥82,834 million year-on- year, mainly due to investment in a Vietnamese SaaS company and the acquisition of property, plant, and equipment.

(Cash flows from financing activities)

Net cash provided in financing activities amounted ¥87,548 million, up ¥248,750 million year-on-year, mainly as a result of procurement through borrowings despite payment of dividends and share repurchases.

(3) Consolidated Earnings Forecast

Consolidated Earnings Forecast

The consolidated earnings forecast for the fiscal year ending March 31, 2025 has been revised as follows:

	Initial forecast (A)	Revised forecast (B)	Difference (B-A)	Percentage change (%)
Gross profit	¥360 billion	¥350 billion	(¥10 billion)	(2.8%)
Profit before tax	¥140 billion	¥135 billion	(¥5 billion)	(3.6%)
Profit for the year	¥115 billion	¥115 billion	-	-
Profit for the year (Attributable to owners of the Company)	¥110 billion	¥110 billion	-	-

The above forecast assumes a yen/dollar rate of ¥140/US$ for the second half ending March 31, 2025.

(4) Interim Dividend

On May 1, 2024, the Board of Directors of the Company resolved to pay an interim dividend of 75 yen per share on common shares outstanding as of September 30, 2024, the record date for dividends. The total amount of the interim dividend will be 16,398 million yen (effectivity date of December 1, 2024).

*Caution regarding Forward-looking Statements

This document contains forward-looking statements based on information available to the Company at the time of disclosure and certain assumptions that management believes to be reasonable. Sojitz makes no assurances as to the actual results and/or other outcomes, which may differ substantially from those expressed or implied by such forward-looking statements due to various factors including changes in economic conditions in key markets, both in and outside of Japan, and exchange rate movements. The Company will provide timely disclosure of any material changes, events, or other relevant issues.

2. Consolidated Financial Statements

(1) Consolidated Statements of Financial Position

(In Millions of Yen)

	FY 2023 (As of March 31, 2024)	FY 2024 (As of September 30, 2024)
Assets		
Current assets		
Cash and cash equivalent	196,275	191,688
Time deposits	13,139	7,767
Trade and other receivables	826,972	821,773
Derivative financial assets	5,444	6,185
Inventories	288,302	294,674
Income tax receivables	11,403	4,715
Other current assets	104,736	141,869
Subtotal	1,446,273	1,468,674
Assets held for sale	16,248	160
Total current assets	1,462,521	1,468,834
Non-current assets		
Property, plant and equipment	234,340	237,982
Right-of-use assets	97,547	92,292
Goodwill	132,597	133,632
Intangible assets	92,170	91,901
Investment property	9,982	9,710
Investments accounted for using the equity method	616,145	634,781
Trade and other receivables	87,955	95,161
Other investments	130,905	138,817
Derivative financial assets	1,223	2,100
Other non-current assets	10,003	6,416
Deferred tax assets	11,478	10,120
Total non-current assets	1,424,351	1,452,916
Total assets	2,886,873	2,921,751
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	663,135	551,515
Lease liabilities	19,340	19,223
Bonds and borrowings	164,138	220,302
Derivative financial liabilities	4,682	4,357
Income tax payables	8,900	8,064
Provisions	3,955	3,480
Other current liabilities	104,482	126,031
Subtotal	968,635	932,974
Liabilities directly associated with assets held for sale	4,815	-
Total current liabilities	973,450	932,974
Non-current liabilities		
Lease liabilities	85,749	84,757
Bonds and borrowings	742,566	786,843
Trade and other payables	9,671	9,850
Derivative financial liabilities	555	1,505
Retirement benefits liabilities	24,114	23,576
Provisions	44,599	44,617
Other non-current liabilities	12,445	8,634
Deferred tax liabilities	38,093	38,905
Total non-current liabilities	957,795	998,689
Total liabilities	1,931,245	1,931,664
Equity		
Share capital	160,339	160,339
Capital surplus	96,448	96,448
Treasury stock	(21,915)	(24,769)
Other components of equity	199,190	207,127
Retained earnings	490,013	520,468
Total equity attributable to owners of the Company	924,076	959,614
Non-controlling interests	31,550	30,472
Total equity	955,627	990,086
Total liabilities and equity	2,886,873	2,921,751

(2) Consolidated Statements of Profit or Loss

(In Millions of Yen)

	FY 2023 6-month (From April 1, 2023 to September 30, 2023)	FY 2024 6-month (From April 1, 2024 to September 30, 2024)
Revenue		
Sale of goods	1,132,343	1,177,097
Sales of service and others	54,924	58,127
Total revenue	1,187,268	1,235,225
Cost of sales	(1,029,872)	(1,069,599)
Gross profit	157,395	165,625
Selling, general and administrative expenses	(115,222)	(129,306)
Other income (expenses)		
Gain (loss) on sale and disposal of fixed assets, net	1,155	(66)
Impairment loss of fixed assets	(366)	(84)
Gain on reorganization of subsidiaries/associates	4,371	7,186
Loss on reorganization of subsidiaries/associates	(2,746)	(1,019)
Other operating income	9,441	5,476
Other operating expenses	(4,900)	(6,359)
Total other income (expenses)	6,954	5,133
Financial income		
Interests earned	6,285	6,925
Dividends received	1,925	2,043
Other financial income	345	-
Total financial income	8,557	8,968
Financial costs		
Interest expenses	(11,445)	(12,529)
Other financial costs	-	(103)
Total financial cost	(11,445)	(12,633)
Share of profit (loss) of investments accounted for using the equity method	18,269	21,235
Profit before tax	64,509	59,022
Income tax expenses	(15,068)	(12,744)
Profit for the period	49,440	46,277
Profit attributable to:		
Owners of the Company	47,934	44,311
Non-controlling interests	1,506	1,966
Total	49,440	46,277

(3) Consolidated Statements of Profit or Loss and Other Comprehensive Income

(In Millions of Yen)

	FY 2023 6-month (From April 1, 2023 to September 30, 2023)	FY 2024 6-month (From April 1, 2024 to September 30, 2024)
Profit for the period	49,440	46,277
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Financial assets measured at FVTOCI	8,464	(64)
Remeasurements of defined benefit pension plans	(192)	71
Share of other comprehensive income of investments accounted for using the equity method	1,557	2,758
Total items that will not be reclassified to profit or loss	9,828	2,765
Items that may be reclassified subsequently to profit or loss		
Foreign currency translation differences for foreign operations	38,196	2,782
Cash flow hedges	(1,008)	1,443
Share of other comprehensive income of investments accounted for using the equity method	13,202	1,522
Total items that may be reclassified subsequently to profit or loss	50,390	5,748
Other comprehensive income for the period, net of tax	60,219	8,513
Total comprehensive income for the period	109,660	54,791
Total comprehensive income attributable to:		
Owners of the Company	105,416	53,425
Non-controlling interests	4,244	1,366
Total	109,660	54,791

(4) Consolidated Statements of Changes in Equity

(In Millions of Yen)

	Attributable to owners of the Company					
				Other components of equity		
	Share capital	Capital surplus	Treasury stock	Foreign currency translation differences for foreign operations	Financial assets measured at FVTOCI	Cash flow hedges
Balance as of April 1, 2023	160,339	147,601	(31,058)	54,559	70,939	13,139
Profit for the period						
Other comprehensive income				49,050	10,024	(1,403)
Total comprehensive income for the period	-	-	-	49,050	10,024	(1,403)
Purchase of treasury stock		(10)	(30,026)			
Disposal of treasury stock		(478)	473			
Cancellation of treasury stock		(51,396)	51,396			
Dividends						
Change in ownership interests in subsidiaries without loss/acquisition of control				1,927		
Purchase commitments for non-controlling interests' shares						
Reclassification from other components of equity to retained earnings					(4,138)	
Share-based payment transaction		258				
Other changes						
Total contributions by and distributions to owners of the Company	-	(51,625)	21,842	1,927	(4,138)	-
Balance as of September 30, 2023	160,339	95,975	(9,215)	105,537	76,825	11,735

	Attributable to owners of the Company				Non-controlling interests	Total equity
	Other components of equity		Retained earnings	Total equity attributable to owners of the Company		
	Remeasurements of defined benefit pension plans	Total other components of equity				
Balance as of April 1, 2023	-	138,638	422,193	837,713	38,863	876,576
Profit for the period			47,934	47,934	1,506	49,440
Other comprehensive income	(189)	57,482		57,482	2,737	60,219
Total comprehensive income for the period	(189)	57,482	47,934	105,416	4,244	109,660
Purchase of treasury stock				(30,036)		(30,036)
Disposal of treasury stock				(5)		(5)
Cancellation of treasury stock				-		-
Dividends			(15,065)	(15,065)	(2,675)	(17,740)
Change in ownership interests in subsidiaries without loss/acquisition of control		1,927	(12,844)	(10,916)	(7,442)	(18,359)
Purchase commitments for non-controlling interests' shares			1,645	1,645		1,645
Reclassification from other components of equity to retained earnings	189	(3,948)	3,948	-		-
Share-based payment transaction				258		258
Other changes			(506)	(506)	371	(135)
Total contributions by and distributions to owners of the Company	189	(2,021)	(22,821)	(54,625)	(9,747)	(64,372)
Balance as of September 30, 2023	-	194,099	447,305	888,504	33,360	921,864

(In Millions of Yen)

	Attributable to owners of the Company					
				Other components of equity		
	Share capital	Capital surplus	Treasury stock	Foreign currency translation differences for foreign operations	Financial assets measured at FVTOCI	Cash flow hedges
Balance as of April 1, 2024	160,339	96,448	(21,915)	107,740	79,573	11,876
Profit for the period						
Other comprehensive income				4,663	2,752	1,603
Total comprehensive income for the period	-	-	-	4,663	2,752	1,603
Purchase of treasury stock		(0)	(3,056)			
Disposal of treasury stock		(201)	202			
Dividends						
Change in ownership interests in subsidiaries without loss/acquisition of control				1		
Purchase commitments for non-controlling interests' shares						
Reclassification from other components of equity to retained earnings					(1,084)	
Share-based payment transaction		202				
Other changes						
Total contributions by and distributions to owners of the Company	-	0	(2,853)	1	(1,084)	-
Balance as of September 30, 2024	160,339	96,448	(24,769)	112,405	81,241	13,479

	Attributable to owners of the Company				Non-controlling interests	Total equity
	Other components of equity		Retained earnings	Total equity attributable to owners of the Company		
	Remeasurements of defined benefit pension plans	Total other components of equity				
Balance as of April 1, 2024	-	199,190	490,013	924,076	31,550	955,627
Profit for the period			44,311	44,311	1,966	46,277
Other comprehensive income	94	9,113		9,113	(599)	8,513
Total comprehensive income for the period	94	9,113	44,311	53,425	1,366	54,791
Purchase of treasury stock				(3,057)		(3,057)
Disposal of treasury stock				1		1
Dividends			(15,322)	(15,322)	(2,168)	(17,490)
Change in ownership interests in subsidiaries without loss/acquisition of control		1	(568)	(566)	2,748	2,181
Purchase commitments for non-controlling interests' shares			863	863		863
Reclassification from other components of equity to retained earnings	(94)	(1,178)	1,178	-		-
Share-based payment transaction				202		202
Other changes			(8)	(8)	(3,024)	(3,033)
Total contributions by and distributions to owners of the Company	(94)	(1,176)	(13,856)	(17,887)	(2,444)	(20,332)
Balance as of September 30, 2024	-	207,127	520,468	959,614	30,472	990,086

(5) Consolidated Statements of Cash Flows

(In Millions of Yen)

	FY 2023 6-month (From April 1, 2023 to September 30, 2023)	FY 2024 6-month (From April 1, 2024 to September 30, 2024)
Cash flows from operating activities		
Profit for the period	49,440	46,277
Depreciation and amortization	19,557	21,006
Impairment loss of fixed assets	366	84
Finance (income) costs	2,887	3,664
Share of (profit) loss of investments accounted for using the equity method	(18,269)	(21,235)
(Gain) loss on sale and disposal of fixed assets, net	(1,155)	66
Income tax expenses	15,068	12,744
Changes in trade and other receivables	(16,275)	2,266
Changes in inventories	29,066	(9,344)
Changes in trade and other payables	21,655	(96,649)
Changes in other assets and liabilities	(6,709)	(15,890)
Changes in retirement benefits liabilities	(225)	(139)
Others	(7,309)	(6,247)
Subtotal	88,099	(63,395)
Interests earned	6,342	4,622
Dividends received	26,731	21,190
Interests paid	(12,177)	(12,017)
Income taxes paid	(23,771)	(5,639)
Net cash provided (used) by/in operating activities	85,224	(55,240)
Cash flows from investing activities		
Purchase of property, plant and equipment	(12,779)	(16,800)
Proceeds from sale of property, plant and equipment	570	883
Purchase of intangible assets	(1,853)	(1,504)
(Increase) decrease in short-term loans receivable	875	173
Payment for long-term loans receivable	(7,003)	(6,791)
Collection of long-term loans receivable	4,138	2,512
Net proceeds from (payments for) acquisition of subsidiaries	8,952	(5,199)
Net proceeds from (payments for) sale of subsidiaries	4,511	(1,444)
Purchase of investments	(31,120)	(10,093)
Proceeds from sale of investments	16,979	7,366
Others	62,938	(5,728)
Net cash provided (used) by/in investing activities	46,209	(36,625)
Cash flows from financing activities		
Increase (decrease) in short-term borrowings and commercial papers	(41,285)	79,793
Proceeds from long-term borrowings	119,932	251,645
Repayment of long-term borrowings	(166,237)	(207,304)
Redemption of bonds	-	(10,000)
Repayment of lease liabilities	(8,471)	(8,566)
Payment for acquisition of subsidiary's interests from non-controlling interest holders	(18,186)	(733)
Proceeds from share issuance to non-controlling interest holders	365	3,085
Proceeds from sale of treasury stock	65	121
Purchase of treasury stock	(30,026)	(3,056)
Dividends paid	(15,065)	(15,322)
Dividends paid to non-controlling interests	(2,293)	(2,113)
Net cash provided (used) by/in financing activities	(161,202)	87,548
Net increase (decrease) in cash and cash equivalents	(29,767)	(4,317)
Cash and cash equivalents at the beginning of the year	247,286	196,275
Effect of exchange rate changes on cash and cash equivalents	8,667	(268)
Cash and cash equivalent at the end of the period	226,186	191,688

(6) Assumption for Going Concern

For the first half ended September 30, 2024 (April 1, 2024 - September 30, 2024)
: None

(7) Segment Information

For the first half ended September 30, 2023 (April 1, 2023 – September 30, 2023)

(In Millions of Yen)

	Reportable segments					
	Automotive	Aerospace, Transportation & Infrastructure	Energy Solutions & Healthcare	Metals, Mineral Resources & Recycling	Chemicals	Consumer Industry & Agriculture Business
Revenue						
External revenue	201,501	21,549	68,728	245,257	277,811	143,025
Inter-segment revenue	-	8	0	0	2	0
Total revenue	201,501	21,558	68,728	245,258	277,813	143,026
Segment profit attributable to owners of the Company	2,665	2,485	4,606	18,537	6,758	3,450

	Reportable segments		Others	Reconciliations	Consolidated
	Retail & Consumer Service	Total			
Revenue					
External revenue	203,602	1,161,475	25,792	0	1,187,268
Inter-segment revenue	179	191	53	(245)	-
Total revenue	203,782	1,161,667	25,845	(245)	1,187,268
Segment profit attributable to owners of the Company	9,124	47,629	1,070	(765)	47,934

Reconciliation of segment profit (loss) of (765) million yen includes the difference between the Company's actual income tax expenses and income tax expenses allocated to each segment based on the calculation method established internally, which amounted to (1,097) million yen, and unallocated dividend income and others of 332 million yen.

For the first half ended September 30, 2024 (April 1, 2024 – September 30, 2024)

(In Millions of Yen)

	Reportable segments					
	Automotive	Aerospace, Transportation & Infrastructure	Energy Solutions & Healthcare	Metals, Mineral Resources & Recycling	Chemicals	Consumer Industry & Agriculture Business
Revenue						
External revenue	217,046	28,904	81,390	247,110	295,670	139,704
Inter-segment revenue	-	9	-	-	2	0
Total revenue	217,046	28,913	81,390	247,110	295,672	139,705
Segment profit attributable to owners of the Company	128	5,884	5,026	11,712	9,721	4,391

	Reportable segments		Others	Reconciliations	Consolidated
	Retail & Consumer Service	Total			
Revenue					
External revenue	202,372	1,212,198	23,026	-	1,235,225
Inter-segment revenue	199	211	149	(360)	-
Total revenue	202,571	1,212,410	23,175	(360)	1,235,225
Segment profit attributable to owners of the Company	4,533	41,398	979	1,933	44,311

Reconciliation of segment profit (loss) of 1,933 million yen includes the difference between the Company's actual income tax expenses and income tax expenses allocated to each segment based on the calculation method established internally, which amounted to 1,279 million yen, and unallocated dividend income and others of 654 million yen.

(Changes in Reportable Segments)
Effective April 1, 2024, the Company reorganized its Aerospace & Transportation Project, Infrastructure & Healthcare segments, and changed its reporting segment classification to Aerospace, Transportation & Infrastructure, Energy Solutions & Healthcare, and Others. Segment information for the first half ended September 30, 2023 has been restated to reflect the change in reportable segments.