

## Consolidated Financial Results

# Kikkoman Corporation Flash Report for Fiscal 2022 2Q (IFRS) (Consolidated)

Six-month Period ended September 30, 2021

Listed company name:	<b>Kikkoman Corporation</b>
Shares listed:	Tokyo (1st Section)
Code No.:	2801
URL:	<a href="https://www.kikkoman.com">https://www.kikkoman.com</a>
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Scheduled submission date of quarterly accounting report:	November 12, 2021
Scheduled date for cash dividend payments:	December 6, 2021
Supplementary Schedules for quarter:	Yes
Results briefing for quarter:	Yes

(Amounts less than ¥1 million have been omitted in the following tables)

## 1. Business Performance for the Six-month Period Ended September 30, 2021 (April 1, 2021 to September 30, 2021)

### 1) Business Performance

(Millions of yen)

	Revenue		Business profit		Operating profit		Profit before income taxes	
	Amount	Y o Y (%)	Amount	Y o Y (%)	Amount	Y o Y (%)	Amount	Y o Y (%)
Apr. 1, 2021 -Sep. 30, 2021	248,681	16.8	27,634	25.9	27,086	22.2	29,651	30.1
Apr. 1, 2020 -Sep. 30, 2020	212,892	—	21,950	—	22,159	—	22,790	—

	Profit for the period attributable to owners of the parent		Total comprehensive income for the period	
	Amount	Y o Y (%)	Amount	Y o Y (%)
Apr. 1, 2021 -Sep. 30, 2021	21,367	31.3	24,398	68.2
Apr. 1, 2020 -Sep. 30, 2020	16,278	—	14,508	—

	Basic earnings per share (yen)	Diluted earnings per share (yen)
Apr. 1, 2021 -Sep. 30, 2021	111.41	—
Apr. 1, 2020 -Sep. 30, 2020	84.79	—

(Notes) 1. The Group started to apply IFRS in the fiscal year ended March 31, 2021. Results for the first half of the fiscal year ending March 31, 2022 are shown without reference to percentage changes from those in the first half of the previous fiscal year.

2. Business profit is profit after deducting Cost of sales and Selling, general and administrative expenses from Revenue.

### 2) Financial Position

(Millions of yen)

	Total assets	Total equity	Total equity attributable to owners of the parent	Ratio of equity attributable to owners of the parent to total assets
Sep. 30, 2021	453,940	330,583	324,846	71.6%
Mar. 31, 2021	438,508	313,514	308,130	70.3%

## 2. Cash Dividends

	Cash dividends per share (yen)				
	Three-month Period ended	Six-month period ended	Nine-month period ended	Full year ended	Total
Apr. 1, 2020 -Mar. 31, 2021	—	21.00	—	24.00	45.00
Apr. 1, 2021 -Mar. 31, 2022	—	22.00	/	/	/
Apr. 1, 2021 -Mar. 31, 2022 (Estimated)	/	/	—	23.00	45.00

(Note) Revisions to recently announced forecasts of dividends: None

3. Forecasts of Business Performance for the Fiscal Year Ending March 31, 2022  
(April 1, 2021 to March 31, 2022)

(Millions of yen)

	Revenue		Business profit		Operating profit		Profit before income taxes	
	Amount	Y o Y (%)	Amount	Y o Y (%)	Amount	Y o Y (%)	Amount	Y o Y (%)
Apr. 1, 2021 -Mar. 31, 2022	493,800	12.4	49,700	16.5	48,200	15.7	51,300	18.8

	Profit for the year attributable to owners of the parent		Basic earnings per share (yen)
	Amount	Y o Y (%)	
Apr. 1, 2021 -Mar. 31, 2022	36,400	16.8	189.87

(Note) Revisions to recently announced forecasts of business performance: Yes

## [Notes]

1) Changes in important subsidiaries during the period (Changes in certain specific subsidiaries resulting in a revised scope of consolidation): None

2) Changes in accounting policy and changes in accounting estimates

- ① Changes in accounting policies required by IFRS: None
- ② Changes in accounting policy other than those in ① above: None
- ③ Changes in accounting estimates: None

3) Issued and outstanding shares (common stock)

- ① Shares issued and outstanding at end of period (including treasury stock)
 

September 30, 2021	—	193,883,202 shares	March 31, 2021	—	193,883,202 shares
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- ② Treasury stock at end of period
 

September 30, 2021	—	2,266,001 shares	March 31, 2021	—	1,911,533 shares
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- ③ Average shares outstanding during the period (cumulative from the beginning of the fiscal year)
 

September 30, 2021	—	191,788,851 shares	September 30, 2020	—	191,974,013 shares
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\* This Flash Report is not included in the scope of an audit by certified public accountants or the audit corporations.

\* Explanation concerning the appropriate use of financial result forecasts and other special notes

(Caution Regarding Forward-looking Statements)

Forecasts of business performance and future developments noted in this report are based on assumptions from information available to management at the time of disclosure and deemed reasonable at the present time. The Company makes no promises or commitments regarding achievements of such forecasts and future developments. Actual results may differ significantly from forecasts. For details of business performance forecasts and guidelines for assumptions, please refer to the attachments to this report, Page 9, 1. Qualitative Information and Consolidated Financial Statements, etc., 3) Explanation of forward-looking statements, including forecasts of consolidated business performance.

(How to obtain business performance presentation materials)

- (1) Kikkoman will publish supplementary schedules to the first half results on TD-net for viewing in Japan, and on its website.
- (2) Kikkoman plans to publish business performance presentation materials on its website.

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## 1. Qualitative Information and Consolidated Financial Statements

### 1) Explanation of business performance

During the first six months under review, the global economy remained severe due to the COVID-19, although there were signs of a recovery.

In these circumstances, overall domestic sales of the Group climbed year on year in the Foods—Manufacturing and Sales business, with food products remaining strong, although sales of soy sauce, beverages, liquor and wine declined from their levels in the previous year. Overseas, sales increased year on year with strong performance in both the Foods—Manufacturing and Sales and the Foods—Wholesale businesses.

As a result, consolidated results for the first six months of fiscal 2022 were as follows.

### <Consolidated Financial Statements>

(Millions of yen, %)

	FY2021 2Q		FY2022 2Q		Increase /Decrease			Translation difference	Increase /Decrease except translation difference	
	4.1.2020 – 9.30.2020		4.1.2021 – 9.30.2021		Amount	YoY	%		Amount	YoY
	Amount	%	Amount	%						
Revenue	212,892	100.0	248,681	100.0	35,788	116.8	—	8,074	27,713	113.0
Business Profit	21,950	10.3	27,634	11.1	5,684	125.9	0.8	1,023	4,660	121.2
Operating Profit	22,159	10.4	27,086	10.9	4,926	122.2	0.5	926	3,999	118.0
Profit before income taxes	22,790	10.7	29,651	11.9	6,861	130.1	1.2	923	5,937	126.1
Profit for the period attributable to owners of the parent	16,278	7.6	21,367	8.6	5,088	131.3	1.0	694	4,394	127.0
Exchange Rate (¥/US\$)	106.68		110.18		3.50					
(¥/EUR)	121.36		130.97		9.61					

## &lt;Reporting Segments&gt;

(Millions of yen, %)

		FY2021 2Q		FY2022 2Q		Increase /Decrease			Translation difference	Increase /Decrease except translation difference	
		4.1.2020 – 9.30.2020		4.1.2021 – 9.30.2021						Amount	
		Amount	%	Amount	%	Amount	YoY	%	Amount	YoY	
Domestic Foods— Manufacturing and Sales	Revenue	75,213	100.0	75,704	100.0	490	100.7	—	—	490	100.7
	Business Profit	6,399	8.5	6,578	8.7	179	102.8	0.2	—	179	102.8
Domestic Others	Revenue	10,474	100.0	10,606	100.0	131	101.3	—	—	131	101.3
	Business Profit	958	9.1	876	8.3	(81)	91.5	(0.8)	—	(81)	91.5
Overseas Foods— Manufacturing and Sales	Revenue	49,441	100.0	57,034	100.0	7,593	115.4	—	2,551	5,041	110.2
	Business Profit	10,324	20.9	12,331	21.6	2,007	119.4	0.7	547	1,460	114.1
Overseas Foods— Wholesale	Revenue	92,280	100.0	121,439	100.0	29,159	131.6	—	5,855	23,303	125.3
	Business Profit	4,969	5.4	8,392	6.9	3,422	168.9	1.5	397	3,024	160.9
Adjustments	Revenue	(14,516)	100.0	(16,103)	100.0	(1,586)	—	—	(332)	(1,254)	—
	Business Profit	(702)	—	(545)	—	156	—	—	78	77	—
Consolidated Total	Revenue	212,892	100.0	248,681	100.0	35,788	116.8	—	8,074	27,713	113.0
	Business Profit	21,950	10.3	27,634	11.1	5,684	125.9	0.8	1,023	4,660	121.2
Exchange Rate (¥/US\$)		106.68		110.18		3.50					
		(¥/EUR)	121.36	130.97		9.61					

Performance in each reporting segment is outlined as follows.

## 【Domestic】

Revenue in Japan were as follows.

## Foods—Manufacturing and Sales

This business segment comprises manufacturing and sales in Japan of products from the Soy Sauce Division and the Food Products Division, which includes *tsuyu* (soy sauce soup base), *tare* (dipping and marinade sauces), and Del Monte seasonings, as well as the Beverages Division, which includes soy milk beverages and Del Monte beverages, and the Liquor and Wine Division, which includes *mirin* and wines. Revenue for each division were as follows.

## ■ Soy Sauce Division

Sales of mainstay products such as the *Itsudemo Shinsen* (always fresh) series remained flat year on year, despite the adoption of TV advertisement-focused marketing measures aimed at communicating the products' added value. Consequently, overall sales decreased year on year in the home-use sector. Sales in the industrial- and foodservice-use sectors rose year on year, reflecting a recovery from a decline in demand during the previous year due to the COVID-19. As a result, overall sales decreased year on year for the Soy Sauce Division.

## ■ Food Products Division

Sales of *tsuyu* products exceeded the previous year due to the strong performance of the *Gumen* straight-type *tsuyu* series. Sales of *tare* products remained at the level of the previous year. The *Uchi no Gohan* series surpassed its sales in the previous year, aided by strong sales of the *Niku Okazu no Moto*, a new series released in February 2021. Sales rose year on year for Del Monte seasonings due to higher sales in the industrial- and foodservice-use sectors, which offset slow sales in the home-use sector. As a result, overall sales increased year on year for the Food Products Division.

## ■ Beverages Division

Demand for soy milk beverages has been expanding, reflecting increasing health awareness and an increase in the number of consumers who use soy milk not only as a beverage but also as a cooking ingredient. Even so, sales of the mainstay product, processed soy milk, were sluggish during the period under review and fell below the level of the same period in the previous year. Sales of Del Monte beverages decreased year on year due to lackluster sales of tomato juice. As a result, overall sales decreased year on year for the Beverages Division.

## ■ Liquor and Wine Division

Sales of *Hon Mirin* increased year on year, reflecting higher sales of high value-added products such as *Komekoji Kodawari-jikomi Hon Mirin* in the home-use sector, as well as an increase in sales for products in large containers in the industrial- and foodservice-use sectors. Sales of wine decreased year on year. As a result, overall sales remained at the same level as in the same period of the previous year for the Liquor and Wine Division.

As a result of the above, the Foods—Manufacturing and Sales segment recorded higher revenue and higher profit, with revenue increasing 0.7% year on year, to ¥75,704 million, and business profit increasing 2.8% year on year, to ¥6,578 million.

## Others

This segment includes production and sales of clinical diagnostic reagents, hygiene inspection agents, processing enzymes and chemical products such as hyaluronic acid, as well as real estate rental, logistics, back-office functions for the Kikkoman Group, and other businesses.

Sales in the biochemical business rose year on year due to the growth of clinical diagnostic reagents. As a result, overall sales increased year on year for the Others segment.

As a result of the above, the Others segment recorded higher revenue and lower profit, with revenue increasing 1.3% year on year, to ¥10,606 million, and business profit decreasing 8.5% year on year, to ¥876 million.



## 【Overseas】

Revenue overseas were as follows.

### Foods—Manufacturing and Sales

This business comprises overseas manufacturing and sales of products from the Soy Sauce Division, Del Monte Division, and the Other Foods Division, including health foods. Revenue for each division were as follows.

#### ■ Soy Sauce Division

In the North American market, the division continue to enhance its lineup of soy sauce-based seasonings and other products, in addition to its mainstay soy sauce products, in the home-use sector. At the same time, the division has been leveraging the Kikkoman brand to expand its business. In the industrial- and foodservice-use sectors, we have expanded our business by responding carefully to the needs of our customers. As a result, sales increased year on year.

In the European market, sales increased year on year, reflecting growth in sales in main markets such as Germany, France and Italy.

Looking at the Asia and Oceania market, sales increased year on year in China, reflecting a recovery from the decline caused by COVID-19 in the previous year. Sales also increased in Indonesia and Thailand, etc. Consequently, overall sales also rose year on year.

As a result, overall sales for the Soy Sauce Division rose year on year.

#### ■ Del Monte Division

This division manufactures and sells canned fruits, canned corn, tomato ketchup and other products in the Asia and Oceania region.

Overall sales rose year on year driven by the growth in China.

#### ■ Other Foods Division

This division manufactures and sells health foods, mainly in the North American region.

Sales increased year on year for the Other Foods Division.

As a result of the above, the Foods—Manufacturing and Sales segment recorded higher revenue and higher profit, with revenue increasing 15.4% year on year, to ¥57,034 million, and business profit increasing 19.4% year on year, to ¥12,331 million.

### Foods—Wholesale

This segment procures and sells oriental foods in Japan and overseas.

Sales increased year on year in North America, given a recovery in demand in the restaurant industry due to the easing of restrictions attributable to COVID-19. Revenue were higher than the year-ago levels in Europe, Asia and Oceania for the same reason.

As a result, overall sales increased year on year for the Foods—Wholesale segment.

As a result of the above, the Foods—Wholesale segment recorded higher revenue and higher profit, with revenue increasing 31.6% year on year, to ¥121,439 million, and business profit increasing 68.9% year on year, to ¥8,392 million.

As a result of the aforementioned segment results, the Company reported consolidated revenue for the first six-months of fiscal 2022 of ¥248,681 million increasing 16.8% year on year, business profit of ¥27,634 million increasing 25.9%, operating profit of ¥27,086 million increasing 22.2%, and profit for the period attributable to owners of the parent of ¥21,367 million increasing 31.3%.

## 2) Explanation of financial position

### (Assets)

Current assets as of September 30, 2021, were ¥199,919 million, up ¥7,573 million from March 31, 2021. This was mainly due to increases in inventories and other current assets. Non-current assets were ¥254,020 million, up ¥7,858 million from March 31, 2021. This was largely attributable to increases in other financial assets (non-current) and property, plant and equipment.

As a result, total assets increased ¥15,431 million from March 31, 2021, to ¥453,940 million.

### (Liabilities)

Current liabilities as of September 30, 2021, were ¥71,112 million, down ¥1,584 million from March 31, 2021. This was mainly due to a decrease in trade and other payables, which offset an increase in other current liabilities. Non-current liabilities were ¥52,244 million, down ¥52 million from March 31, 2021. This was largely due to decreases in long-term lease liabilities and employee defined benefit liabilities, which offset an increase in deferred tax liabilities.

As a result, total liabilities decreased ¥1,636 million from March 31, 2021, to ¥123,357 million.

### (Equity)

Equity as of September 30, 2021, was ¥330,583 million, down ¥17,068 million from March 31, 2021. This was largely attributable to an increase in retained earnings.

As a result, the ratio of equity attributable to owners of the parent to total assets was 71.6% (70.3% on March 31, 2021).

## 3) Explanation of forward-looking statements, including forecasts of consolidated business performance

During the first six months under review, the business environment remained difficult due to the COVID-19, but demand in the restaurant industry was recovering with the easing of restrictions, primarily in North America, Europe, Asia and Oceania. As a result, revenue, business profit, operating profit, profit before income taxes, and profit for the period attributable to owners of the parent all exceeded the forecasts of consolidated business performance for the first six month of the fiscal year ending March 31, 2022 announced on July 2, 2021. Considering recent trends in performance, the Group is revising upward the full-year consolidated performance forecasts announced earlier. The Group has not made any significant changes in the business risks that may affect results that were disclosed in the securities report submitted on June 22, 2021.

### (Full year)

(Millions of yen)

	Revenue	Business profit	Operating profit	Profit before income taxes	Profit for the year attributable to owners of the parent	Basic earnings per share (yen)
Previously Issued Forecast (A)	462,800	43,400	41,800	42,900	29,100	151.58
Current Revised Forecast (B)	493,800	49,700	48,200	51,300	36,400	189.87
Difference (B-A)	31,000	6,300	6,400	8,400	7,300	—
Percent Change (%)	6.7	14.5	15.3	19.6	25.1	—
Results from Previous Fiscal Year	439,411	42,650	41,672	43,194	31,159	162.31

Note: Assumed foreign currency exchange rates:

Previously announced forecast: US\$ = ¥107.0 EUR = ¥128.0

Forecast as of this announcement: US\$ = ¥110.0 EUR = ¥130.0

## 2. Condensed Quarterly Consolidated Financial Statements and Main Notes

## 1) Condensed Quarterly Consolidated Statements of Financial Position

	(Millions of yen)	
	As of March 31, 2021	As of September 30, 2021
<b>Assets</b>		
Current assets:		
Cash and cash equivalents	55,678	55,849
Trade and other receivables	62,579	63,796
Inventories	63,085	68,076
Other financial assets	5,598	4,166
Other current assets	5,403	8,031
Total current assets	192,346	199,919
Non-current assets:		
Property, plant and equipment	127,077	130,019
Investment properties	9,388	9,328
Right-of-use assets	22,145	21,773
Goodwill	5,006	5,006
Intangible assets	5,075	4,954
Investments in associates accounted for using the equity method	3,545	3,702
Other financial assets	63,267	68,464
Employee defined benefit assets	7,440	7,565
Deferred tax assets	3,005	3,033
Other non-current assets	209	172
Total non-current assets	246,162	254,020
Total assets	438,508	453,940

(Millions of yen)

	<b>As of March 31, 2021</b>	<b>As of September 30, 2021</b>
<b>Liabilities</b>		
Current liabilities:		
Trade and other payables	50,600	47,538
Short-term borrowings and current portion of long-term borrowings	3,950	4,089
Short-term lease liabilities	4,967	4,837
Income tax payable	4,210	4,480
Other financial liabilities	445	391
Other current liabilities	8,522	9,774
Total current liabilities	<u>72,696</u>	<u>71,112</u>
Non-current liabilities:		
Long-term borrowings	13,400	13,400
Long-term lease liabilities	19,346	19,181
Deferred tax liabilities	8,529	8,734
Employee defined benefit liabilities	5,047	4,941
Other financial liabilities	4,067	4,075
Other non-current liabilities	1,906	1,910
Total non-current liabilities	<u>52,297</u>	<u>52,244</u>
Total liabilities	<u>124,993</u>	<u>123,357</u>
<b>Equity</b>		
Equity:		
Share capital	11,599	11,599
Capital surplus	13,695	13,696
Retained earnings	267,073	283,835
Treasury stock	(3,658)	(6,167)
Other components of equity	19,420	21,883
Total equity attributable to owners of the parent	<u>308,130</u>	<u>324,846</u>
Non-controlling interests	5,384	5,737
Total equity	<u>313,514</u>	<u>330,583</u>
Total liabilities and equity	<u>438,508</u>	<u>453,940</u>

## 2) Condensed Quarterly Consolidated Statements of Profit or Loss and Condensed Quarterly Consolidated Statements of Comprehensive Income (Condensed Quarterly Consolidated Statements of Profit or Loss)

	(Millions of yen)	
	<b>Six-months ended September 30, 2020</b>	<b>Six-months ended September 30, 2021</b>
Revenue	212,892	248,681
Cost of sales	136,965	160,157
Gross profit	<u>75,927</u>	<u>88,524</u>
Selling, general and administrative expenses	53,976	60,889
Business profit	<u>21,950</u>	<u>27,634</u>
Other income	3,191	1,287
Other expenses	2,981	1,835
Operating profit	<u>22,159</u>	<u>27,086</u>
Finance income	1,942	3,432
Finance costs	1,392	988
Share of profit of associates accounted for using the equity method	80	120
Profit before income taxes	<u>22,790</u>	<u>29,651</u>
Income taxes	6,272	8,016
Profit for the period	<u><u>16,517</u></u>	<u><u>21,635</u></u>
Profit for the period attributable to:		
Owners of the parent	16,278	21,367
Non-controlling interests	239	267
Profit for the period	<u><u>16,517</u></u>	<u><u>21,635</u></u>
Earnings per share (yen)	<u>84.79</u>	<u>111.41</u>

## (Condensed Quarterly Consolidated Statements of Comprehensive Income)

	(Millions of yen)	
	<b>Six-months ended</b>	<b>Six-months ended</b>
	<b>September 30, 2020</b>	<b>September 30, 2021</b>
Profit for the period	16,517	21,635
Other comprehensive income (loss):		
Items that will not be reclassified to profit or loss		
Net change in fair value of financial assets measured at FVOCI, net of taxes	795	626
Remeasurements of defined benefit plans	(26)	—
Share of other comprehensive income (loss) of associates accounted for using the equity method	16	66
Items that are or may be reclassified subsequently to profit or loss		
Foreign currency translation adjustments	(2,765)	2,082
Cash flow hedges	(29)	(12)
Other comprehensive income for the period, net of tax	<u>(2,009)</u>	<u>2,763</u>
Total comprehensive income for the period	<u>14,508</u>	<u>24,398</u>
Total comprehensive income for the period attributable to:		
Owners of the parent	14,449	23,844
Non-controlling interests	59	554

## 3) Condensed Quarterly Consolidated Statements of Changes in Equity

Six-months ended September 30, 2020

(Millions of yen)

	Equity attributable to owners of the parent					
	Share capital	Capital surplus	Retained earnings	Treasury stock	Other components of equity	
					Exchange differences on translation of foreign operations	Cash flow hedges
Balance at beginning of the period	11,599	13,695	240,646	(3,641)	(5,453)	0
Profit for the period			16,278			
Other comprehensive income (loss)					(2,587)	(29)
Total comprehensive income (loss) for the period	—	—	16,278	—	(2,587)	(29)
Purchase of treasury stock				(6)		
Disposal of treasury stock		0		0		
Dividends			(4,032)			
Transfer from other components of equity to retained earnings			522			
Transfer to non-financial assets						29
Other increase (decrease)						
Total transactions with owners of the parent	—	0	(3,509)	(6)	—	29
Balance at end of the period	11,599	13,695	253,415	(3,647)	(8,040)	0

	Equity attributable to owners of the parent				Non-controlling interests	Total equity
	Other components of equity			Total		
	Net change in fair value of financial assets measured at FVOCI	Remeasurements of defined benefit plans	Total			
Balance at beginning of the period	15,411	—	9,958	272,258	5,285	277,543
Profit for the period			—	16,278	239	16,517
Other comprehensive income (loss)	824	(36)	(1,829)	(1,829)	(180)	(2,009)
Total comprehensive income (loss) for the period	824	(36)	(1,829)	14,449	59	14,508
Purchase of treasury stock			—	(6)		(6)
Disposal of treasury stock			—	0		0
Dividends			—	(4,032)	(295)	(4,328)
Transfer from other components of equity to retained earnings	(559)	36	(522)	—		—
Transfer to non-financial assets			29	29		29
Other increase (decrease)			—	—	107	107
Total transactions with owners of the parent	(559)	36	(493)	(4,009)	(188)	(4,197)
Balance at end of the period	15,676	—	7,635	282,698	5,156	287,854

Six-months ended September 30, 2021

(Millions of yen)

	Equity attributable to owners of the parent					
	Share capital	Capital surplus	Retained earnings	Treasury stock	Other components of equity	
					Exchange differences on translation of foreign operations	Cash flow hedges
Balance at beginning of the period	11,599	13,695	267,073	(3,658)	2,308	23
Profit for the period			21,367			
Other comprehensive income (loss)					1,797	(12)
Total comprehensive income (loss) for the period	—	—	21,367	—	1,797	(12)
Purchase of treasury stock				(2,509)		
Disposal of treasury stock		0		0		
Dividends			(4,608)			
Transfer from other components of equity to retained earnings			3			
Transfer to non-financial assets						(10)
Increase (decrease) in treasury stocks due to change in equity interests in associates accounted for using the equity method				(0)		
Other increase (decrease)						
Total transactions with owners of the parent	—	0	(4,605)	(2,508)	—	(10)
Balance at end of the period	11,599	13,696	283,835	(6,167)	4,106	0

	Equity attributable to owners of the parent				Non-controlling interests	Total equity
	Other components of equity			Total		
	Net change in fair value of financial assets measured at FVOCI	Remeasurements of defined benefit plans	Total			
Balance at beginning of the period	17,088	—	19,420	308,130	5,384	313,514
Profit for the period			—	21,367	267	21,635
Other comprehensive income (loss)	698	(7)	2,477	2,477	286	2,763
Total comprehensive income (loss) for the period	698	(7)	2,477	23,844	554	24,398
Purchase of treasury stock			—	(2,509)		(2,509)
Disposal of treasury stock			—	0		0
Dividends			—	(4,608)	(201)	(4,810)
Transfer from other components of equity to retained earnings	(10)	7	(3)	—		—
Transfer to non-financial assets			(10)	(10)		(10)
Increase (decrease) in treasury stocks due to change in equity interests in associates accounted for using the equity method			—	(0)		(0)
Other increase (decrease)			—	—	(0)	(0)
Total transactions with owners of the parent	(10)	7	(14)	(7,128)	(201)	(7,329)
Balance at end of the period	17,777	—	21,883	324,846	5,737	330,583



#### 4) Notes on Condensed Quarterly Consolidated Financial Statements (Notes Regarding Going Concern)

No applicable items.

##### (Segment Information)

###### (a) Overview of reportable segments

The Group's reportable segments are components of the Group for which separate financial information is available. The Group's Board of Directors uses these operating segments periodically to make decisions on the allocation of management resources and to evaluate business performance. The Group does not aggregate the operation segments in determining the reportable segments.

The Company, as a holding company, mainly formulates Group strategies and manages operating companies. Under this structure, Japanese companies are categorized into companies that primarily engage in the manufacturing and sale of foods and others. Overseas business is operated by the holding company's overseas business divisions, and the operating companies are categorized into companies that engage in foods manufacturing and sales and companies that engage in wholesale of oriental food products.

Accordingly, the Group consists of four reportable segments that are a matrix of domestic and overseas regions and types of business: "Domestic Foods—Manufacturing and Sales," "Domestic Others," "Overseas Foods—Manufacturing and Sales" and "Overseas Foods—Wholesale.

The Domestic Foods—Manufacturing and Sales segment engages in the manufacturing and sale of soy sauce, food products, beverages, liquor and wine in Japan. The Domestic Others segment engages in the manufacturing and sale of pharmaceuticals and chemical products and in real estate rentals, logistics, back-office functions and other businesses in Japan. The Overseas Foods—Manufacturing and Sales segment engages in the manufacturing, sale and exporting of soy sauce, Del Monte products and health foods and in the export and sales of products for overseas market. The Overseas Foods—Wholesale segment purchases and sells oriental foods in domestic and overseas markets.

###### (b) Information about reportable segments

Segment profit (loss) represents business profit, the amount obtained by deducting cost of sales, selling, general and administrative expenses from revenue. Inter-segment revenue and transfers are determined based on prevailing market prices.

(c) Information about revenue and profit or loss by reportable segment is set out below:

	Six-months ended September 30, 2020				Total	Adjustments	Consolidated
	Domestic Foods— Manufacturing and Sales	Domestic Others	Overseas Foods— Manufacturing and Sales	Overseas Foods— Wholesale			
Revenue							(Millions of yen)
External revenue	73,731	3,619	43,504	92,038	212,892	—	212,892
Inter-segment revenue	1,481	6,855	5,937	242	14,516	(14,516)	—
Total	<u>75,213</u>	<u>10,474</u>	<u>49,441</u>	<u>92,280</u>	<u>227,409</u>	<u>(14,516)</u>	<u>212,892</u>
Segment profit (loss)	6,399	958	10,324	4,969	22,652	(702)	21,950
Other income	—	—	—	—	—	—	3,191
Other expenses	—	—	—	—	—	—	2,981
Finance income	—	—	—	—	—	—	1,942
Finance costs	—	—	—	—	—	—	1,392
Share of profit (loss) of associates accounted for using the equity method	—	—	—	—	—	—	80
Profit before income taxes	—	—	—	—	—	—	22,790

(Note) Adjustment of segment profit is mainly due to the difference in allocation of corporate expenses.

	Six-months ended September 30, 2021				Total	Adjustments	Consolidated
	Domestic Foods— Manufacturing and Sales	Domestic Others	Overseas Foods— Manufacturing and Sales	Overseas Foods— Wholesale			
Revenue							(Millions of yen)
External revenue	74,261	3,741	49,404	121,274	248,681	—	248,681
Inter-segment revenue	1,442	6,864	7,630	165	16,103	(16,103)	—
Total	<u>75,704</u>	<u>10,606</u>	<u>57,034</u>	<u>121,439</u>	<u>264,784</u>	<u>(16,103)</u>	<u>248,681</u>
Segment profit (loss)	6,578	876	12,331	8,392	28,179	(545)	27,634
Other income	—	—	—	—	—	—	1,287
Other expenses	—	—	—	—	—	—	1,835
Finance income	—	—	—	—	—	—	3,432
Finance costs	—	—	—	—	—	—	988
Share of profit (loss) of associates accounted for using the equity method	—	—	—	—	—	—	120
Profit before income taxes	—	—	—	—	—	—	29,651

(Note) Adjustment of segment profit is mainly due to the difference in allocation of corporate expenses.