

November 4, 2022

## Consolidated Financial Results

# Kikkoman Corporation Flash Report for Fiscal 2023 2Q (IFRS) (Consolidated)

Six-month Period ended September 30, 2022

Listed company name:	<b>Kikkoman Corporation</b>
Shares listed:	Tokyo (Prime)
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 14, 2022
Scheduled date for cash dividend payments:	December 6, 2022
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, 2022 (April 1, 2022 to September 30, 2022)

## 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, 2022 -Sep. 30, 2022	305,378	22.8	31,751	14.9	30,343	12.0	32,459	9.5
Apr. 1, 2021 -Sep. 30, 2021	248,681	16.8	27,634	25.9	27,086	22.2	29,651	30.1

	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, 2022 -Sep. 30, 2022	23,292	9.0	63,277	159.4
Apr. 1, 2021 -Sep. 30, 2021	21,367	31.3	24,398	68.2

	Basic earnings per share (yen)	Diluted earnings per share (yen)
Apr. 1, 2022 -Sep. 30, 2022	121.62	—
Apr. 1, 2021 -Sep. 30, 2021	111.41	—

(Notes) 1. 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, 2022	562,780	418,613	411,947	73.2%
Mar. 31, 2022	503,061	363,907	357,816	71.1%

## 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, 2021 -Mar. 31, 2022	—	22.00	—	39.00	61.00
Apr. 1, 2022 -Mar. 31, 2023	—	30.00			
Apr. 1, 2022 -Mar. 31, 2023 (Estimated)			—	31.00	61.00

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

## 3. Forecasts of Business Performance for the Fiscal Year Ending March 31, 2023 (April 1, 2022 to March 31, 2023)

(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, 2022 -Mar. 31, 2023	596,700	15.5	55,100	5.4	52,800	4.2	56,200	3.6

	Profit for the year attributable to owners of the parent		Basic earnings per share (yen)
	Amount	Y o Y (%)	
Apr. 1, 2022 -Mar. 31, 2023	40,700	4.6	212.53

(Note) Revisions to recently announced forecasts of business performance: No

## [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, 2022	—	193,883,202 shares	March 31, 2022	—	193,883,202 shares
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- ② Treasury stock at end of period
 

September 30, 2022	—	2,404,772 shares	March 31, 2022	—	2,345,706 shares
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- ③ Average shares outstanding during the period (cumulative from the beginning of the fiscal year)
 

September 30, 2022	—	191,520,408 shares	September 30, 2021	—	191,788,851 shares
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(Note) The number of treasury stock at end of period includes the Company's shares held by the BIP (Board Incentive Plan) Trust established for the remuneration plan for the Company's directors, etc. (58,100 shares as of September 30, 2022, - shares as of March 31, 2022). The Company's shares held by the BIP Trust are included in the number of shares of treasury stock which are deducted from the number of shares when calculating the average number of shares outstanding during the period.

\* 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 economic situation was still severe, mainly reflecting the impact of surging raw material and crude oil prices due to the deterioration of the Russia–Ukraine situation, despite a moderate economic recovery.

In these circumstances, overall domestic sales of the Group fell year on year in the Foods—Manufacturing and Sales business due to a decline in sales of food products and beverages from the year-ago level, although sales of soy sauce and liquor and wine increased year on 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 2023 were as follows.

### <Consolidated Financial Statements>

(Millions of yen, %)

	FY2022 2Q		FY2023 2Q		Increase /Decrease			Translation difference	Increase /Decrease except translation difference	
	4.1.2021 – 9.30.2021		4.1.2022 – 9.30.2022							
	Amount	%	Amount	%	Amount	YoY	%		Amount	YoY
Revenue	248,681	100.0	305,378	100.0	56,697	122.8	—	34,508	22,189	108.9
Business Profit	27,634	11.1	31,751	10.4	4,117	114.9	(0.7)	3,696	421	101.5
Operating Profit	27,086	10.9	30,343	9.9	3,257	112.0	(1.0)	3,376	(118)	99.6
Profit before income taxes	29,651	11.9	32,459	10.6	2,808	109.5	(1.3)	3,445	(637)	97.9
Profit for the period attributable to owners of the parent	21,367	8.6	23,292	7.6	1,925	109.0	(1.0)	2,543	(618)	97.1
Exchange Rate (¥/US\$)	110.18		133.46		23.28					
(¥/EUR)	130.97		138.79		7.82					

## &lt;Reporting Segments&gt;

(Millions of yen, %)

		FY2022 2Q		FY2023 2Q		Increase /Decrease			Translation difference	Increase /Decrease except translation difference	
		4.1.2021 – 9.30.2021		4.1.2022 – 9.30.2022							
		Amount	%	Amount	%	Amount	YoY	%		Amount	YoY
Domestic Foods— Manufacturing and Sales	Revenue	75,704	100.0	73,830	100.0	(1,873)	97.5	—	—	(1,873)	97.5
	Business Profit	6,578	8.7	5,666	7.7	(911)	86.1	(1.0)	—	(911)	86.1
Domestic Others	Revenue	10,606	100.0	10,820	100.0	213	102.0	—	—	213	102.0
	Business Profit	876	8.3	966	8.9	89	110.2	0.6	—	89	110.2
Overseas Foods— Manufacturing and Sales	Revenue	57,034	100.0	71,722	100.0	14,687	125.8	—	10,581	4,105	107.2
	Business Profit	12,331	21.6	14,550	20.3	2,219	118.0	(1.3)	1,931	287	102.3
Overseas Foods— Wholesale	Revenue	121,439	100.0	167,092	100.0	45,652	137.6	—	25,237	20,414	116.8
	Business Profit	8,392	6.9	11,329	6.8	2,936	135.0	(0.1)	1,565	1,371	116.3
Adjustments	Revenue	(16,103)	100.0	(18,086)	100.0	(1,983)	—	—	(1,311)	(671)	—
	Business Profit	(545)	—	(761)	—	(216)	—	—	199	(415)	—
Consolidated Total	Revenue	248,681	100.0	305,378	100.0	56,697	122.8	—	34,508	22,189	108.9
	Business Profit	27,634	11.1	31,751	10.4	4,117	114.9	(0.7)	3,696	421	101.5
Exchange Rate (¥/US\$)		110.18		133.46		23.28					
(¥/EUR)		130.97		138.79		7.82					

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 the *Itsudemo Shinsen* (always fresh) series and products in conventional plastic bottles such as *Tokusen Marudaizu Shoyu* decreased from the year-ago level, despite the continued implementation of TV advertisement-focused marketing measures aimed at communicating products' added value. Consequently, overall sales in the home-use sector decreased year on year. Sales increased year on year in the industrial- and foodservice-use sectors due to a recovery in demand mainly in the restaurant industry. As a result, overall sales increased year on year for the Soy Sauce Division.

## ■Food Products Division

Overall sales of *tsuyu* products increased from the year-ago level, reflecting the strong performance of the *Gumen* straight-type *tsuyu* series, *Koidashi Hon Tsuyu* and *Shiro Dashi*. Sales of *tare* products also rose year on year, reflecting solid sales of the mainstay *Wagaya wa Yakinikuyasan* series. Sales of the *Uchi no Gohan* series (handy Japanese-style seasoning mixes) increased year on year. Sales of Del Monte seasonings remained flat from a year earlier. The prices of Del Monte seasonings were revised in May 2022 mainly due to a surge in raw material prices. Sales decreased year on year for the overall Food Products Division due to the impact of a transfer of the food business in the previous year.

## ■Beverages Division

Sales of soy milk beverages fell from the year-ago level due to a year-on-year decline in sales of mainstay processed soy milk in one-liter containers and soy milk beverages in one-liter containers. Sales of Del Monte beverages increased year on year. The prices of Del Monte beverages were revised in May 2022 mainly due to a surge in raw material prices. 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 *Nokojukusei Hon Mirin* and high value-added products such as *Komekoji Kodawari-jikomi Hon Mirin* in the home-use sector. In addition, sales of products in the industrial- and foodservice-use sectors increased year on year. Sales of wine increased year on year. As a result, overall sales increased year on year for the Liquor and Wine Division.

As a result of the above, the Foods—Manufacturing and Sales segment recorded lower revenue and lower profit, with revenue decreasing 2.5% year on year, to ¥73,830 million, and business profit decreasing 13.9% year on year, to ¥5,666 million.

## Others

This segment includes production and sales of clinical diagnostic reagents, hygiene inspection agents, 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 of clinical diagnostic enzymes rose year on year. As a result, overall sales increased year on year for the Other segment.

As a result of the above, the Others segment recorded higher revenue and higher profit, with revenue increasing 2.0% year on year, to ¥10,820 million, and business profit increasing 10.2% year on year, to ¥966 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 were flat year on year due to growth in sales in key markets such as France and the U.K, despite the impact of the Russia–Ukraine situation, among others.

In the Asia and Oceania market, sales were higher than the year-ago level, reflecting rising sales in Indonesia, the Philippines and Singapore, among other countries.

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.

#### ■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 25.8% year on year, to ¥71,722 million, and business profit increasing 18.0% year on year, to ¥14,550 million.

### Foods—Wholesale

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

Sales increased year on year in North America, Europe, Asia and Oceania.

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 37.6% year on year, to ¥167,092 million, and business profit increasing 35.0% year on year, to ¥11,329 million.

As a result of the aforementioned segment results, the Company reported consolidated revenue for the first six-months of fiscal 2023 of ¥305,378 million increasing 22.8% year on year, business profit of ¥31,751 million increasing 14.9%, operating profit of ¥30,343 million increasing 12.0%, and profit for the period attributable to owners of the parent of ¥23,292 million increasing 9.0%.

## 2) Explanation of financial position

### (Assets)

Current assets as of September 30, 2022, were ¥279,122 million, up ¥38,930 million from March 31, 2022. This was mainly due to increases in inventories and cash and cash equivalents. Non-current assets were ¥283,657 million, up ¥20,789 million from March 31, 2022. This was largely attributable to increases in property, plant and equipment and right-of-use assets.

As a result, total assets increased ¥59,719 million from March 31, 2022, to ¥562,780 million.

### (Liabilities)

Current liabilities as of September 30, 2022, were ¥81,414 million, down ¥1,810 million from March 31, 2022. This was mainly due to a decrease in trade and other payables, which offset an increase in other current liabilities. Non-current liabilities were ¥62,751 million, up ¥6,824 million from March 31, 2022. This was largely due to increases in long-term lease liabilities and deferred tax liabilities.

As a result, total liabilities increased ¥5,013 million from March 31, 2022, to ¥144,166 million.

### (Equity)

Equity as of September 30, 2022, was ¥418,613 million, up ¥54,705million from March 31, 2022. This was largely attributable to an increase in retained earnings as well as an increase in exchange differences on translation of foreign operations, which resulted from the weaker yen.

As a result, the ratio of equity attributable to owners of the parent to total assets was 73.2% (71.1% on March 31, 2022).

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

There are no changes to the full year forecasts of business performance that were announced in the Flash Report published on August 4, 2022. There are no significant changes to business risks that might affect business performance from the disclosures in the latest securities report (submitted on June 21, 2022).

## 4) Future outlook

### Target performance indicators

The Group has formulated a medium-term management plan for FY2023 to FY2025.

Consolidated performance targets in FY2025:

- An annual average sales growth rate of 5% or more (excluding foreign exchange gains/losses)
- A business profit margin of 10% or more
- A ROE of 11% or more

### Objectives:

- Maintain growth and increase profitability while responding to changes in the external environment
- Contribute to solving social issues through business activities

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

## 1) Condensed Quarterly Consolidated Statements of Financial Position

	(Millions of yen)	
	As of March 31, 2022	As of September 30, 2022
<b>Assets</b>		
Current assets:		
Cash and cash equivalents	79,229	88,526
Trade and other receivables	69,407	75,983
Inventories	82,700	102,760
Other financial assets	2,541	2,946
Other current assets	6,313	8,905
Total current assets	240,192	279,122
Non-current assets:		
Property, plant and equipment	136,291	146,742
Investment properties	9,292	9,238
Right-of-use assets	23,385	29,355
Goodwill	4,626	4,780
Intangible assets	4,947	4,993
Investments in associates accounted for using the equity method	3,939	3,909
Other financial assets	68,961	72,808
Employee defined benefit assets	7,824	7,339
Deferred tax assets	3,431	4,327
Other non-current assets	167	161
Total non-current assets	262,868	283,657
Total assets	503,061	562,780

(Millions of yen)

	As of March 31, 2022	As of September 30, 2022
<b>Liabilities</b>		
Current liabilities:		
Trade and other payables	59,573	54,698
Short-term borrowings and current portion of long-term borrowings	4,503	4,947
Short-term lease liabilities	4,313	5,339
Income tax payable	5,182	4,275
Other financial liabilities	648	617
Other current liabilities	9,004	11,536
Total current liabilities	83,225	81,414
Non-current liabilities:		
Long-term borrowings	13,000	13,000
Long-term lease liabilities	21,643	27,016
Deferred tax liabilities	8,754	9,905
Employee defined benefit liabilities	5,322	5,675
Other financial liabilities	4,023	3,943
Other non-current liabilities	3,183	3,209
Total non-current liabilities	55,927	62,751
Total liabilities	139,153	144,166
<b>Equity</b>		
Equity:		
Share capital	11,599	11,599
Capital surplus	13,696	13,697
Retained earnings	297,166	312,425
Treasury stock	(6,808)	(7,321)
Other components of equity	42,212	81,546
Total equity attributable to owners of the parent	357,816	411,947
Non-controlling interests	6,091	6,666
Total equity	363,907	418,613
Total liabilities and equity	503,061	562,780

## 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)	
	Six months ended September 30, 2021	Six months ended September 30, 2022
Revenue	248,681	305,378
Cost of sales	160,157	201,929
Gross profit	88,524	103,449
Selling, general and administrative expenses	60,889	71,697
Business profit	27,634	31,751
Other income	1,287	1,187
Other expenses	1,835	2,595
Operating profit	27,086	30,343
Finance income	3,432	12,724
Finance costs	988	10,745
Share of profit of associates accounted for using the equity method	120	137
Profit before income taxes	29,651	32,459
Income taxes	8,016	8,873
Profit for the period	21,635	23,586
Profit for the period attributable to:		
Owners of the parent	21,367	23,292
Non-controlling interests	267	293
Profit for the period	21,635	23,586
Earnings per share (yen)	111.41	121.62

## (Condensed Quarterly Consolidated Statements of Comprehensive Income)

	(Millions of yen)	
	Six months ended September 30, 2021	Six months ended September 30, 2022
Profit for the period	21,635	23,586
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	626	712
Remeasurements of defined benefit plans	—	(485)
Share of other comprehensive income (loss) of associates accounted for using the equity method	66	(121)
Items that are or may be reclassified subsequently to profit or loss		
Foreign currency translation adjustments	2,082	39,372
Cash flow hedges	(12)	213
Other comprehensive income for the period, net of tax	2,763	39,691
Total comprehensive income for the period	24,398	63,277
Total comprehensive income for the period attributable to:		
Owners of the parent	23,844	62,413
Non-controlling interests	554	863

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

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		
Share-based payment transactions						
Dividends			(4,608)			
Changes in ownership interests in subsidiaries						
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
Share-based payment transactions			—	—		—
Dividends			—	(4,608)	(201)	(4,810)
Changes in ownership interests in subsidiaries			—	—		—
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

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Six months ended September 30, 2022

(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	13,696	297,116	(6,808)	24,600	104
Profit for the period			23,292			
Other comprehensive income (loss)					38,802	213
Total comprehensive income (loss) for the period	—	—	23,292	—	38,802	213
Purchase of treasury stock				(512)		
Disposal of treasury stock		0		0		
Share-based payment transactions		29				
Dividends			(7,472)			
Changes in ownership interests in subsidiaries		(28)			3	
Transfer from other components of equity to retained earnings			(511)			
Transfer to non-financial assets						(302)
Increase (decrease) in treasury stocks due to change in equity interests in associates accounted for using the equity method						
Other increase (decrease)						
Total transactions with owners of the parent	—	0	(7,984)	(512)	3	(302)
Balance at end of the period	11,599	13,697	312,425	(7,321)	63,405	16

	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	17,506	—	42,212	357,816	6,091	363,907
Profit for the period			—	23,292	293	23,586
Other comprehensive income (loss)	598	(492)	39,121	39,121	570	39,691
Total comprehensive income (loss) for the period	598	(492)	39,121	62,413	863	63,277
Purchase of treasury stock			—	(512)		(512)
Disposal of treasury stock			—	0		0
Share-based payment transactions			—	29		29
Dividends			—	(7,472)	(246)	(7,718)
Changes in ownership interests in subsidiaries			3	(25)	(43)	(68)
Transfer from other components of equity to retained earnings	19	492	511	—		—
Transfer to non-financial assets			(302)	(302)		(302)
Increase (decrease) in treasury stocks due to change in equity interests in associates accounted for using the equity method			—	—		—
Other increase (decrease)			—	—		—
Total transactions with owners of the parent	19	492	213	(8,282)	(289)	(8,571)
Balance at end of the period	18,124	—	81,546	411,947	6,666	418,613



#### 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, 2021						Consolidated (Millions of yen)
	Domestic Foods— Manufacturing and Sales	Domestic Others	Overseas Foods— Manufacturing and Sales	Overseas Foods— Wholesale	Total	Adjustments	
Revenue							
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.

	Six months ended September 30, 2022						Consolidated (Millions of yen)
	Domestic Foods— Manufacturing and Sales	Domestic Others	Overseas Foods— Manufacturing and Sales	Overseas Foods— Wholesale	Total	Adjustments	
Revenue							
External revenue	72,141	3,886	62,314	167,037	305,378	—	305,378
Inter-segment revenue	1,689	6,933	9,408	55	18,086	(18,086)	—
Total	<u>73,830</u>	<u>10,820</u>	<u>71,722</u>	<u>167,092</u>	<u>323,465</u>	<u>(18,086)</u>	<u>305,378</u>
Segment profit (loss)	5,666	966	14,550	11,329	32,513	(761)	31,751
Other income	—	—	—	—	—	—	1,187
Other expenses	—	—	—	—	—	—	2,595
Finance income	—	—	—	—	—	—	12,724
Finance costs	—	—	—	—	—	—	10,745
Share of profit (loss) of associates accounted for using the equity method	—	—	—	—	—	—	137
Profit before income taxes	—	—	—	—	—	—	32,459

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