

Consolidated Financial Results for the Three Months Ended March 31, 2016 [Japanese GAAP]



May 10, 2016

Company name : Sumitomo Rubber Industries, Ltd.
 Stock exchange listing : Tokyo Stock Exchange
 Code number : 5110
 URL : <http://www.srigroup.co.jp/>
 Representative : Ikuji Ikeda, President and CEO, Representative Director
 Contact : Takashi Kono, Executive Officer and General Manager, Financial Department
 Phone : +81-78-265-3000
 Scheduled date of filing quarterly securities report : May 11, 2016
 Scheduled date of commencing dividend payments : -
 Supplementary documents for quarterly financial results : Yes
 Quarterly financial results briefing session : Yes (for institutional investors)

(Amounts of less than one million yen are rounded to the nearest unit.)

1. Consolidated Financial Results for the Three Months Ended March 31, 2016 (January 1, 2016 to March 31, 2016)

(1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Three months ended								
March 31, 2016	182,656	(1.4)	13,678	12.8	12,624	5.1	16,751	117.7
March 31, 2015	185,160	(2.9)	12,125	(34.4)	12,011	(32.8)	7,694	(29.3)

(Note) Comprehensive income: Three months ended March 31, 2016 : ¥ (7,978) million (-%)
 Three months ended March 31, 2015 : ¥ (4,731) million (-%)

	Profit per share	Diluted net income per share
	Yen	Yen
Three months ended		
March 31, 2016	63.86	-
March 31, 2015	29.33	-

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of				
March 31, 2016	876,855	438,431	46.6	1,559.08
December 31, 2015	936,154	453,768	45.3	1,615.81

(Reference) Equity: As of March 31, 2016 : ¥ 408,976 million
 As of December 31, 2015 : ¥ 423,857 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
Fiscal year ended	Yen	Yen	Yen	Yen	Yen
December 31, 2015	-	25.00	-	30.00	55.00
December 31, 2016	-				
Fiscal year ending December 31, 2016 (Forecast)		30.00	-	25.00	55.00

(Note) Revision to the forecast for dividends announced most recently: None

3. Consolidated Financial Results Forecast for the Fiscal Year Ending December 31, 2016 (January 1, 2016 to December 31, 2016)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Profit per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
First half	390,000	0.3	31,000	6.0	29,500	(5.0)	25,000	25.0	95.30
Full year	860,000	1.3	80,000	3.8	77,000	(2.4)	57,000	2.1	217.29

(Note) Revision to the financial results forecast announced most recently: None

Notes:

- (1) Changes in Significant Subsidiaries during the Three Months Ended March 31, 2016
(changes in specified subsidiaries resulting in changes in scope of consolidation) : None
- (2) Adoption of Accounting Methods Specific to Preparation of Quarterly Consolidated Financial Statements : None
- (3) Changes in accounting policies, changes in accounting estimates and retrospective restatement
 - 1) Changes in accounting policies due to the revision of accounting standards : Yes
 - 2) Changes in accounting policies other than 1) : None
 - 3) Changes in accounting estimates : None
 - 4) Retrospective restatement : None
- (4) Total number of issued shares (common stock)
 - 1) Total number of issued shares at the end of the period (including treasury stock):

March 31, 2016	: 263,043,057 shares
December 31, 2015	: 263,043,057 shares
 - 2) Total number of treasury stock at the end of the period:

March 31, 2016	: 724,599 shares
December 31, 2015	: 724,513 shares
 - 3) Average number of shares during the period:

Three months ended March 31, 2016	: 262,318,446 shares
Three months ended March 31, 2015	: 262,322,085 shares

* Presentation regarding the implementation status of the quarterly review procedures

These quarterly financial results are outside the scope of quarterly review procedures under the Financial Instruments and Exchange Act. At the time of disclosure of these quarterly financial results, review procedures for the quarterly financial statements under the Financial Instruments and Exchange Act have not been completed.

* Explanation of the proper use of financial results forecast and other notes

The earnings projections and other forward-looking statements herein are based on certain assumptions made in light of the information currently available to Sumitomo Rubber Industries, Ltd. (the “Company”) and its group companies (collectively, the “Group”) and include potential risks and uncertainty. Actual results could differ significantly from these forecasts due to changes in various factors surrounding the businesses of the Company and the Group.

With regard to the matters related to the underlying assumptions for the above forecasts, please refer to page 5 of the attached documents to the Consolidated Financial Results for the Period under Review, “1. Qualitative Information on Quarterly Financial Results for the Period under Review, (3) Consolidated Financial Results Forecast and Other Future Forecast.”

The Group decided to adopt International Financial Reporting Standards (IFRS) from the fiscal year 2016 ended December 31, 2016 and the disclosure information of financial results will be based on IFRS. The future projections including major influences (estimate base) due to this adoption are presented on slide of the presentation material for financial results briefing session on May 10, 2016.

Table of Contents

1. Qualitative Information on Quarterly Financial Results for the Period under Review	2
(1) Operating Results	2
(2) Financial Position	4
(3) Consolidated Financial Results Forecast and Other Future Forecast.....	5
2. Matters Concerning Summary Information (Notes)	7
(1) Changes in Significant Subsidiaries during the Three Months Ended March 31, 2016.....	7
(2) Adoption of Accounting Methods Specific to Preparation of Quarterly Consolidated Financial Statements.....	7
(3) Changes in Accounting Policies, Changes in Accounting Estimates and Retrospective Restatement	7
3. Quarterly Consolidated Financial Statements	8
(1) Quarterly Consolidated Balance Sheets	8
(2) Quarterly Consolidated Statements of Income and Comprehensive Income	10
Quarterly Consolidated Statements of Income	
Three Months Ended March 31.....	10
Quarterly Consolidated Statements of Comprehensive Income	
Three Months Ended March 31.....	11
(3) Notes on Quarterly Consolidated Financial Statements	12
(Notes on Going Concern Assumption)	12
(Notes in the Case of Significant Changes in Shareholders' Equity).....	12
(Segment Information, etc.)	12

1. Qualitative Information on Quarterly Financial Results for the Period under Review

(1) Operating Results

	For the three months ended March 31, 2016	For the three months ended March 31, 2015	Increase (Decrease)
	Millions of yen	Millions of yen	%
Net sales	182,656	185,160	(1.4)
Tires	157,116	158,713	(1.0)
Sports	17,079	17,034	0.3
Industrial and Other Products	8,461	9,413	(10.1)
Operating income (Loss)	13,678	12,125	12.8
Tires	12,498	11,916	4.9
Sports	853	(242)	-
Industrial and Other Products	323	449	(28.1)
Adjustments	4	2	-
Ordinary income	12,624	12,011	5.1
Profit attributable to owners of parent	16,751	7,694	117.7

Foreign exchange rates applied

	For the three months ended March 31, 2016	For the three months ended March 31, 2015	Increase (Decrease)
	Yen	Yen	Yen
Yen / U.S. Dollar	115	119	(4)
Yen / Euro	127	134	(7)

During the three months ended March 31, 2016, the overall global economy gradually recovered as a whole. The U.S. economy saw continued expansion on a favorable pace, and a gradual recovery trend was seen in the European economy as well. Meanwhile, economic stagnation continued in some emerging markets, including Russia and Brazil.

The Japanese economy gradually recovered overall as well, amid the continued improvement in corporate earnings and employment condition, despite stagnant personal consumption.

Looking at the business environment surrounding the Sumitomo Rubber Group, despite prices in the natural rubber market remaining relatively stable, business conditions remained severe due to factors such as deterioration in export environment due to yen appreciation and intensified competition with our competitors in the overseas replacement market.

Under these circumstances, the Group pursued various group-wide initiatives to achieve its long-term "VISION 2020" targets for fiscal 2020 aimed at driving business growth and improving profitability.

As a result, for the three months ended March 31, 2016, consolidated net sales of the Group decreased 1.4% from the same period of the previous fiscal year to ¥182,656 million, consolidated operating income increased 12.8% to ¥13,678 million, consolidated ordinary income increased 5.1% to ¥12,624 million and profit attributable to owners of parent increased 117.7% to ¥16,751 million, and resulted in a decrease in income but an increase in profit.

Business performance by business segment was as follows.

Tire Business

Net sales in the tire business decreased 1.0% from the same period of the previous fiscal year to ¥157,116 million, and operating income increased 4.9% to ¥12,498 million.

In the domestic replacement market, we made efforts to expand sales of the “ENASAVE” series, long-lasting fuel-efficient tires under the Dunlop brand and tires equipped with “SILENT CORE,” a special noise-absorbing sponge, including “VEURO VE303” and “LE MANS 4.” However, the sales in the overall domestic replacement market were below the level of the same period of the previous fiscal year.

In the domestic original equipment market, sales fell below the level of the same period of the previous fiscal year due to decreased sales volume resulting from automobile production volume falling below the level of the same period of the previous fiscal year, continuously affected by the increased light vehicle tax, despite our continued efforts to expand the volume delivered of high-value-added tires mainly focusing on fuel-efficient tires.

In the overseas replacement market, sales exceeded the level of the same period of the previous fiscal year due to increased sales volume resulting from economic expansion in North America, despite the continued low consumption in Russian market.

In the overseas original equipment market, sales exceeded the level of the same period of the previous fiscal year, reflecting the effects of increased sales volume in China resulting from tax cut and the expansion of the volume delivered in Europe and in North America, despite decreased sales volume in Indonesia where economy was stagnant.

As a result, net sales in the tire business fell below the level of the same period of the previous fiscal year.

Sports Business

Net sales in the sports business increased 0.3% from the same period of the previous fiscal year to ¥17,079 million, and recorded operating income of ¥853 million (the same period of the previous year recorded operating loss of ¥242 million).

In the golf equipment market in Japan, sales exceeded the level of the same period of the previous fiscal year. This was due to a good start of the golf ball “XXIO UX-AERO,” with soft and comfortable feel and superior approach spin performance in addition to the large carry, which was launched in March, and the “XXIO 9” golf clubs launched in December last year having enjoyed favorable sales.

In overseas golf equipment markets, although Europe, South Korea, and South Africa saw favorable performance, sales fell below the level of the same period of the previous fiscal year due to decreased sales in North America and China.

In addition, in the wellness business, sales exceeded the level of the same period of the previous fiscal year due to the effects of increased sales from the newly opened Dunlop Sports Club “GYM STYLE 24,” a compact gym open 24 hours, specializing in training gym equipment.

As a result, net sales in the sports business exceeded the level of the same period of the previous fiscal year.

Industrial and Other Products Business

Net sales in the industrial and other products business decreased 10.1% from the same period of the previous fiscal year to ¥8,461 million, and operating income decreased 28.1% to ¥323 million.

In the domestic market, sales of infrastructure products were weak, due mainly to stagnant public spending. In overseas markets, sales of precision rubber parts for printers and photocopiers were weak in addition to the yen appreciation trend.

As a result, net sales in the industrial and other products business exceeded the level of the same period of the previous fiscal year.

(2) Financial Position

	As of March 31, 2016	As of December 31, 2015	Increase (Decrease)
	Millions of yen	Millions of yen	Millions of yen
Total assets	876,855	936,154	(59,299)
Net assets	438,431	453,768	(15,337)
[excluding minority interests]	[408,976]	[423,857]	[(14,881)]
Equity ratio (%)	46.6	45.3	1.3
Net assets per share	1,559.08 yen	1,615.81 yen	(56.73) yen

The financial position of the Group at the end of the first quarter of the consolidated fiscal year under review was as follows.

Total assets decreased ¥59,299 million from the end of the previous fiscal year to ¥876,855 million as a result of a decrease in notes and accounts receivable - trade due to seasonal factors, etc.

Total liabilities decreased ¥43,962 million from the end of the previous fiscal year to ¥438,424 million mainly due to a decrease in notes and accounts payable - trade.

Net assets decreased ¥15,337 million from the end of the previous fiscal year to ¥438,431 million as a result of factors including cash dividends paid and a decrease in foreign currency translation adjustment due to yen appreciation, despite recording of ¥16,751 million in profit attributable to owners of parent. As a result, equity ratio was 46.6%, an increase of 1.3% from the end of the previous fiscal year, as total liabilities decreased following a decrease in net assets.

(3) Consolidated Financial Results Forecast and Other Future Forecast

Although there were changes in the environment such as exchange rate fluctuations and a drop in crude oil prices, as the results for the three months ended March 31, 2016 progressed in general as initially planned, no revisions have been made to the six-months and full year financial results forecast in the Consolidated Financial Results for the Fiscal Year Ending December 31, 2016, which we announced on February 12, 2016.

Consolidated Financial Results Forecast for Six Months Ending June 30, 2016 (January 1, 2016 to June 30, 2016)

	Forecast	Previous forecast	Increase (Decrease)	Change in ratio	(Reference) Results for the same period of the previous year
	Millions of yen	Millions of yen	Millions of yen	%	Millions of yen
Net sales	390,000	390,000	-	-	388,883
Tires	334,000	334,000	-	-	332,163
Sports	37,000	37,000	-	-	37,845
Industrial and Other Products	19,000	19,000	-	-	18,875
Operating income	31,000	31,000	-	-	29,253
Tires	29,000	29,000	-	-	27,523
Sports	1,000	1,000	-	-	897
Industrial and Other Products	1,000	1,000	-	-	824
Adjustments	-	-	-	-	9
Ordinary income	29,500	29,500	-	-	31,043
Profit attributable to owners of parent	25,000	25,000	-	-	20,006

Foreign exchange rates applied

	Revised forecast	Previous forecast	Increase (Decrease)	(Reference) Rate applied for the same period of the previous year
	Yen	Yen	Yen	Yen
Yen / U.S. Dollar	115	115	-	120
Yen / Euro	126	125	1	134

Consolidated Financial Results Forecast for the Fiscal Year Ending December 31, 2016 (January 1, 2016 to December 31, 2016)

	Forecast	Previous forecast	Increase (Decrease)	Change in ratio	(Reference) Results for the same period of the previous year
	Millions of yen	Millions of yen	Millions of yen	%	Millions of yen
Net sales	860,000	860,000	-	-	848,663
Tires	740,000	740,000	-	-	732,168
Sports	78,000	78,000	-	-	77,631
Industrial and Other Products	42,000	42,000	-	-	38,864
Operating income	80,000	80,000	-	-	77,067
Tires	75,500	75,500	-	-	73,114
Sports	2,000	2,000	-	-	2,011
Industrial and Other Products	2,500	2,500	-	-	1,930
Adjustments	-	-	-	-	12
Ordinary income	77,000	77,000	-	-	78,894
Profit attributable to owners of parent	57,000	57,000	-	-	55,834

Foreign exchange rates applied

	Revised forecast	Previous forecast	Increase (Decrease)	(Reference) Rate applied for the same period of the previous year
	Yen	Yen	Yen	Yen
Yen / U.S. Dollar	115	115	-	121
Yen / Euro	126	125	1	134

The results forecast and other forward-looking statements herein are based on certain assumptions made in light of the information currently available to the Company and the Group as of the date of the release of this document and include potential risks and uncertainty. Please note that actual results may differ significantly from these forecasts due to changes in various factors surrounding the businesses of the Company and the Group.

2. Matters Concerning Summary Information (Notes)

(1) Changes in Significant Subsidiaries during the Three Months Ended March 31, 2016

None

(2) Adoption of Accounting Methods Specific to Preparation of Quarterly Consolidated Financial Statements

None

(3) Changes in Accounting Policies, Changes in Accounting Estimates and Retrospective Restatement

(Changes in Accounting Policies)

Effective from the first quarter of the consolidated fiscal year under review, the Company has applied the Revised Accounting Standard for Business Combinations (ASBJ Statement No. 21, September 13, 2013, hereinafter the “Accounting Standard for Business Combinations”), the Revised Accounting Standard for Consolidated Financial Statements (ASBJ Statement No. 22, September 13, 2013, hereinafter the “Accounting Standard for Consolidation”) and the Revised Accounting Standard for Business Divestitures (ASBJ Statement No. 7, September 13, 2013, hereinafter the “Accounting Standard for Business Divestitures”), etc. As a result, the method of recording the amount of difference caused by changes in the Company’s ownership interests in subsidiaries in the case of subsidiaries under ongoing control of the Company was changed to one in which it is recorded as capital surplus, and the method of recording acquisition-related costs was changed to one in which they are recognized as expenses for the consolidated fiscal year in which they are incurred. Furthermore, for business combinations carried out on or after the beginning of the first quarter of the consolidated fiscal year under review, the accounting method was changed to one in which the reviewed acquisition cost allocation resulting from the finalization of the provisional accounting treatment is reflected in the quarterly consolidated financial statements for the fiscal period to which the date of business combination belongs. In addition, the presentation method for net income and other related items has been changed, and the presentation of minority interests has been changed to non-controlling interests. To reflect these changes, the Company has reclassified its quarterly consolidated financial statements for the three months ended March 31, 2015 and consolidated financial statements for the fiscal year ended December 31, 2015.

Application of the Accounting Standard for Business Combinations, etc. is in accordance with the transitional treatment stipulated by Article 58-2 (4) of the Accounting Standard for Business Combinations, Article 44-5 (4) of the Accounting Standard for Consolidation and Article 57-4 (4) of the Accounting Standard for Business Divestitures. The Company is applying the said standard, etc. prospectively from the beginning of the first quarter of the consolidated fiscal year under review.

These changes have no impact on profit and loss.

3. Quarterly Consolidated Financial Statements
(1) Quarterly Consolidated Balance Sheets

(Millions of yen)

	As of December 31, 2015	As of March 31, 2016
Assets		
Current assets		
Cash and deposits	53,569	52,565
Notes and accounts receivable-trade	189,888	159,958
Merchandise and finished goods	91,689	94,959
Work in process	6,938	7,060
Raw materials and supplies	48,553	44,419
Other	44,841	47,178
Allowance for doubtful accounts	(2,070)	(2,280)
Total current assets	433,408	403,859
Noncurrent assets		
Property, plant and equipment		
Buildings and structures, net	109,999	111,534
Machinery, equipment and vehicles, net	151,527	145,423
Other, net	106,404	98,583
Total property, plant and equipment	367,930	355,540
Intangible assets		
Goodwill	18,251	16,829
Other	21,366	21,390
Total intangible assets	39,617	38,219
Investments and other assets		
Investment securities	36,976	24,044
Other	59,083	56,043
Allowance for doubtful accounts	(860)	(850)
Total investments and other assets	95,199	79,237
Total noncurrent assets	502,746	472,996
Total assets	936,154	876,855

(Millions of yen)

	As of December 31, 2015	As of March 31, 2016
Liabilities		
Current liabilities		
Notes and accounts payable-trade	73,684	58,388
Current portion of bonds	10,000	10,000
Commercial papers	12,000	12,000
Short-term loans payable	64,586	58,066
Current portion of long-term loans payable	37,163	35,490
Income taxes payable	3,517	4,006
Provision	6,839	9,902
Other	76,381	64,024
Total current liabilities	284,170	251,876
Noncurrent liabilities		
Bonds payable	55,000	55,000
Long-term loans payable	75,657	68,739
Net defined benefit liability	22,817	22,494
Provision	109	111
Other	44,633	40,204
Total noncurrent liabilities	198,216	186,548
Total liabilities	482,386	438,424
Net assets		
Shareholders' equity		
Capital stock	42,658	42,658
Capital surplus	38,661	38,661
Retained earnings	301,712	310,593
Treasury stock	(567)	(567)
Total shareholders' equity	382,464	391,345
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	14,664	7,426
Deferred gains or losses on hedges	(81)	(398)
Foreign currency translation adjustment	22,422	6,180
Remeasurements of defined benefit plans	4,388	4,423
Total accumulated other comprehensive income	41,393	17,631
Non-controlling interests	29,911	29,455
Total net assets	453,768	438,431
Total liabilities and net assets	936,154	876,855

(2) Quarterly Consolidated Statements of Income and Comprehensive Income
Quarterly Consolidated Statements of Income
Three Months Ended March 31

(Millions of yen)

	For the three months ended March 31, 2015	For the three months ended March 31, 2016
Net sales	185,160	182,656
Cost of sales	113,715	115,940
Gross profit	71,445	66,716
Selling, general and administrative expenses	59,320	53,038
Operating income	12,125	13,678
Non-operating income		
Interest income	538	299
Dividends income	23	27
Foreign exchange gains	-	2,552
Equity in earnings of affiliates	1,134	22
Other	779	445
Total non-operating income	2,474	3,345
Non-operating expenses		
Interest expenses	1,026	1,014
Foreign exchange losses	572	-
Loss on valuation of derivatives	301	2,616
Other	689	769
Total non-operating expenses	2,588	4,399
Ordinary income	12,011	12,624
Extraordinary income		
Gain on sales of investment securities	-	8,030
Gain on sales of non-current assets	-	235
Total extraordinary income	-	8,265
Extraordinary loss		
Loss on voluntary recall of products	-	584
Loss on sales and retirement of noncurrent assets	183	156
Impairment loss	118	-
Total extraordinary losses	301	740
Income before income taxes	11,710	20,149
Income taxes	3,947	3,423
Profit	7,763	16,726
Profit (loss) attributable to non-controlling interests	69	(25)
Profit attributable to owners of parent	7,694	16,751

Quarterly Consolidated Statements of Comprehensive Income

Three Months Ended March 31

(Millions of yen)

	For the three months ended March 31, 2015	For the three months ended March 31, 2016
Profit	7,763	16,726
Other comprehensive income		
Valuation difference on available-for-sale securities	1,196	(7,255)
Deferred gains or losses on hedges	(277)	(317)
Foreign currency translation adjustment	(9,341)	(17,175)
Remeasurements of defined benefit plans	239	43
Share of other comprehensive income of entities accounted for using equity method	(4,311)	-
Total other comprehensive income	(12,494)	(24,704)
Comprehensive income	(4,731)	(7,978)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(4,508)	(7,011)
Comprehensive income attributable to non-controlling interests	(223)	(967)

(3) Notes on Quarterly Consolidated Financial Statements
 (Notes on Going Concern Assumption)
 None

(Notes in the Case of Significant Changes in Shareholders' Equity)
 None

(Segment Information, etc.)
 Segment Information

I. For the three months ended March 31, 2015 (January 1, 2015 to March 31, 2015)

1. Information on net sales and the amounts of income by reportable segment

(Millions of yen)

	Reportable segment				Adjustments (Note 1)	Amount recorded in Quarterly Consolidated Statements of Income (Note 2)
	Tires	Sports	Industrial and Other Products	Total		
Net sales						
Net sales to outside customers	158,713	17,034	9,413	185,160	-	185,160
Inter-segment net sales or transfers	3	64	10	77	(77)	-
Total	158,716	17,098	9,423	185,237	(77)	185,160
Segment income (Loss)	11,916	(242)	449	12,123	2	12,125

(Notes)

- The adjustment for segment income (Loss) of ¥2 million includes the amounts that offset inter-segment transactions.
- For the calculation of segment income (Loss), necessary adjustments were made to the operating income that is posted in the Quarterly Consolidated Statements of Income.

2. Information on impairment loss of noncurrent assets or goodwill, etc. by reportable segment
 (Significant impairment loss of noncurrent assets)

Information is omitted since it is immaterial.

(Significant changes in amount of goodwill)

In the "Industrial and Other Products" segment, following the acquisition of Lonstroff Holding AG, this company and Lonstroff AG, its wholly owned subsidiary, has been included in the scope of consolidation. The increased amount of goodwill resulting from the relevant event was ¥4,812 million for the three months ended March 31, 2015.

II. For the three months ended March 31, 2016 (January 1, 2016 to March 31, 2016)

1. Information on net sales and the amounts of income by reportable segment

(Millions of yen)

	Reportable segment				Adjustments (Note 1)	Amount recorded in Quarterly Consolidated Statements of Income (Note 2)
	Tires	Sports	Industrial and Other Products	Total		
Net sales						
Net sales to outside customers	157,116	17,079	8,461	182,656	-	182,656
Inter-segment net sales or transfers	12	71	3	86	(86)	-
Total	157,128	17,150	8,464	182,742	(86)	182,656
Segment income	12,498	853	323	13,674	4	13,678

(Notes)

- The adjustment for segment income of ¥4 million includes the amounts that offset inter-segment transactions.

2. For the calculation of segment income, necessary adjustments were made to the operating income that is posted in the Quarterly Consolidated Statements of Income.
2. Information on impairment loss of noncurrent assets or goodwill, etc. by reportable segment
Information is omitted since it is immaterial.