Kobe Steel's Consolidated Financial Results for the First Nine Months of Fiscal 2022 (April 1-December 31, 2022)

February 9, 2023

Company name:	Kobe Steel, Ltd.
Code number:	5406
Stock exchanges listed:	Tokyo and Nagoya, Japan
Website:	https://www.kobelco.co.jp/english/
Representative:	Mitsugu Yamaguchi, President, CEO and Representative Director
Filing of quarterly report:	February 9, 2023
Dividend payments begin:	
Supplemental information available:	Yes
IR Briefing:	Yes (available only in Japanese)
Contact:	General Administration and CSR Department
	Tel. +81 (0) 3 5739-6010

(Sums of less than 1 million yen are omitted.)

1. Consolidated results for the first nine months of fiscal 2022 (April 1-December 31, 2022) (1) Consolidated operating results

(The percentage indicates the change from the corresponding period of the previous year.)

	Net sale	es	Operating income		Ordinary in	come	Net incor attributabl owners of the	e to
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
FY2022 3Q	1,784,638	20.2	53,815	(29.7)	74,852	(5.0)	47,510	(12.2)
FY2021 3Q	1,484,804	22.6	76,574	_	78,788	_	54,098	_

 Note: Comprehensive income FY2022 3Q: 101,113 million yen
 [28.5%]

 FY2021 3Q: 78,685 million yen
 [314.4%]

	Net income per share	Diluted net income per share
	Yen	Yen
FY2022 3Q	120.35	-
FY2021 3Q	146.57	-

(2) Consolidated financial position

	Total assets	Net assets	Equity capital ratio
	Million yen	Million yen	%
FY2022 3Q	2,922,648	957,216	30.6
FY2021	2,728,745	872,346	29.9
	1 51/2022 20 004 (07 11)	EX 2001 01 5 00 5 11	

Reference: Equity capital FY2022 3Q: 894,697 million yen FY2021: 815,326 million yen

2. Dividends

	Annual dividends						
	1Q	2Q	3Q	4Q	Total		
	Yen	Yen	Yen	Yen	Yen		
FY2021	—	10.00	_	30.00	40.00		
FY2022	_	15.00	_				
FY2022 Forecast				25.00	40.00		

Revision to the dividend forecast for fiscal 2022 from the previous announcement: Yes

For more information, please refer to the "Announcement on Revisions to Earnings Forecast and Dividend Forecast for Fiscal 2022, ending March 31, 2023" announced today.

3. Consolidated earnings forecast for fiscal 2022 (April 1, 2022-March 31, 2023)

	Net sal	es	Operating i	ncome	Ordinary ir	ncome	Net income at to owners of t		
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	2,490,000	19.6	67,000	(23.5)	92,000	(1.3)	62,000	3.2	157.04

(The percentage indicates the change from the corresponding period of the previous year.)

No

Revision to the consolidated forecast for fiscal 2022 from the previous announcement: Yes

For more information, please refer to the "Announcement on Revisions to Earnings Forecast and Dividend Forecast for Fiscal 2022, ending March 31, 2023" announced today.

Notes

- Changes in the number of material subsidiaries in this fiscal year
 (Changes in specified subsidiaries due to changes in scope of consolidation):
- (2) Adoption of specific accounting procedures for preparing the quarterly consolidated financial statements: No

(3) Changes in accounting policies, estimates and restatement on the preparation of consolidated financial statements

- Changes in accounting policies due to revised accounting standards:	No
- Other changes:	No
- Changes in accounting estimates:	No
- Restatement:	No

(4) Number of issued shares (common stock)

	FY2022 3Q	FY2021
Number of issued shares (including treasury stock)	396,345,963 shares	396,345,963 shares
Number of shares of treasury stock	1,447,042 shares	1,798,236 shares
Average number of shares (3Q)	394,759,067 shares	369,085,263 shares

Explanation on the Appropriate Use of the Forecast and Other Special Notes

The above forecast is based on currently available information as of today.

Actual results may differ considerably due to various changeable conditions in the future.

For preconditions on the forecast and other related factors, please refer to the IR briefing material, "Financial Results for the Cumulative Third Quarter of Fiscal 2022 and Forecast for the Full Fiscal Year."

CONSOLIDATED FINANCIAL STATEMENTS

Consolidated Balance Sheets

(In millions of yen)

In millions of yen)		
ASSETS	FY2021 Ended March 31, 2021	FY2022—9 months Ended December 31, 2022
Current Assets		
Cash and deposits	243,502	235,408
Notes and accounts receivable, and contract assets	357,972	380,010
Securities	17,200	_
Merchandise and finished goods	209,417	256,715
Work-in-process	138,664	177,891
Raw materials and supplies	225,053	305,614
Other	99,760	105,563
Allowance for doubtful accounts	(4,256)	(4,648)
Total current assets	1,287,314	1,456,555
Fixed Assets		
Property, plant and equipment		
Buildings and structures	292,487	283,866
Machinery and equipment	528,904	518,168
Land	131,896	135,107
Other	106,909	135,924
Total property, plant and equipment	1,060,197	1,073,068
Intangible fixed assets	36,324	37,481
Investments and other assets		
Investments in securities	194,381	202,690
Other	169,934	174,537
Allowance for doubtful accounts	(19,408)	(21,685)
Total investment and other assets	344,908	355,541
Total fixed assets	1,441,430	1,466,092
Total assets	2,728,745	2,922,648

Notes and accounts payable $539,267$ $668,370$ Short-term borrowings $87,265$ $151,221$ Current portion of bonds $25,150$ 900 Income and enterprise taxes payable $8,318$ $6,414$ Provisions $52,791$ $35,631$ Other $172,146$ $224,332$ Total current liabilities $884,939$ $1,066,882$ Dong-term liabilities $884,939$ $1,066,882$ Dong-term borrowings $750,126$ $684,741$ Lease obligations $51,427$ $47,184$ Net defined benefit liability $79,978$ $84,981$ Provisions $3,051$ $2,877$ Other $97,1459$ $898,544$ Total long-term liabilities $971,459$ $898,543$ Fotal liabilities $1,856,399$ $1,965,431$ ET ASSETS $250,930$ $250,930$ Stockholders' equity $783,136$ $813,092$ Common stock $250,930$ $250,933$ Capital surplus $116,434$ $116,434$ Total stockholders' equity $783,136$ $813,092$ Accumulated other comprehensive income $(2,261)$ $(1,944)$ Unrealized gains or losses on hedging derivatives, net of taxes $(3,400)$ $(3,400)$ Charler comprehensive income $(3,400)$ $(3,400)$ $(3,400)$ Unrealized gains or losses on hedging derivatives, net of taxes $(3,689)$ $4,321$ Total accumulated other comprehensive income $32,189$ $81,992$ Non-controlling interests $57,019$ $62,519$ <th>LIABILITIES</th> <th>FY2021 Ended March 31, 2021</th> <th>FY2022 —9 months Ended December 31, 2022</th>	LIABILITIES	FY2021 Ended March 31, 2021	FY2022 —9 months Ended December 31, 2022		
Short-term borrowings $87,265$ $151,223$ Current portion of bonds $25,150$ 900 Income and enterprise taxes payable $8,318$ $6,414$ Provisions $52,791$ $35,633$ Other $172,146$ $204,333$ Total current liabilities $884,939$ $1,066,882$ Long-term borrowings $750,126$ $684,741$ Lease obligations $51,427$ $47,118$ Net defined benefit liability $79,978$ $844,981$ Provisions $3,051$ $2,877$ Other $40,976$ $33,765$ Total long-term liabilities $971,459$ $898,544$ Fotal liabilities $1,856,399$ $1,965,431$ Common stock $250,930$ $250,930$ Common stock $250,930$ $250,930$ Common stock $250,930$ $250,930$ Common stock $250,930$ $250,930$ Crasury stock $(2,261)$ $(1,944)$ Total stockholders' equity $783,136$ $813,091$ Accumulated other comprehensive income $(13,141)$ $(4,571)$ Land revaluation differences, net of taxes $(13,400)$ $(3,400)$ Lord valuation differences, net of taxes $3,689$ $4,322$ Total accumulated other comprehensive income $32,189$ $81,592$ Non-controlling interests $57,019$ $62,519$ Total accumulated other comprehensive income $32,189$ $81,592$ Non-controlling interests $57,019$ $62,519$ Total accumulated other comprehensive income $32,892$	Current liabilities				
Short-term borrowings $87,265$ $151,223$ Current portion of bonds $25,150$ 900 Income and enterprise taxes payable $8,318$ $6,414$ Provisions $52,791$ $35,633$ Other $172,146$ $204,333$ Total current liabilities $884,939$ $1,066,882$ Long-term borrowings $750,126$ $684,741$ Lease obligations $51,427$ $47,118$ Net defined benefit liability $79,978$ $844,981$ Provisions $3,051$ $2,877$ Other $40,976$ $33,765$ Total long-term liabilities $971,459$ $898,544$ Fotal liabilities $1,856,399$ $1,965,431$ Common stock $250,930$ $250,930$ Common stock $250,930$ $250,930$ Common stock $250,930$ $250,930$ Common stock $250,930$ $250,930$ Crasury stock $(2,261)$ $(1,944)$ Total stockholders' equity $783,136$ $813,091$ Accumulated other comprehensive income $(13,141)$ $(4,571)$ Land revaluation differences, net of taxes $(13,400)$ $(3,400)$ Lord valuation differences, net of taxes $3,689$ $4,322$ Total accumulated other comprehensive income $32,189$ $81,592$ Non-controlling interests $57,019$ $62,519$ Total accumulated other comprehensive income $32,189$ $81,592$ Non-controlling interests $57,019$ $62,519$ Total accumulated other comprehensive income $32,892$	Notes and accounts payable	539,267	668,376		
Current portion of bonds 25,150 900 Income and enterprise taxes payable 8,318 6,414 Provisions 52,791 35,533 Other 172,146 204,333 Total current liabilities 884,939 1,066,883 Long-term liabilities 884,939 1,066,883 Long-term birowings 750,126 684,941 Lease obligations 51,427 47,184 Net defined benefit liability 79,978 84,998 Provisions 3,051 2,877 Other 1,856,399 1,965,431 ET ASSETS 250,930 250,930 Stockholders' equity 783,136 813,092 Common stock 250,930 250,933 Capital surplus 116,434 116,643 Retained earnings 418,033 447,703 Capital surplus 116,434 116,434 Retained earnings 418,033 447,703 Charl stockholders' equity 783,136 813,092 Accumalited other comprehensive income			151,228		
Income and enterprise taxes payable $8,318$ $6,41$ Provisions $52,791$ $35,631$ Other $172,146$ $204,332$ Total current liabilities $884,939$ $1,066,882$ Long-term liabilities $844,939$ $1,066,882$ Bonds and notes $45,900$ $45,000$ Long-term borrowings $750,126$ $684,741$ Lease obligations $51,427$ $47,188$ Net defined benefit liability $79,978$ $84,981$ Provisions $3,051$ $2,876$ Other $40,976$ $33,766$ Total long-term liabilities $971,459$ $898,549$ Fotal liabilities $1,856,399$ $1,965,431$ Common stock $250,930$ $250,930$ Capital surplus $116,434$ $116,434$ Total stockholders' equity $783,136$ $813,009$ Accumulated other comprehensive income $(13,141)$ $(4,57)$ Unrealized gains or losses on securities, net of taxes $(3,400)$ $(3,400)$ Unrealized gains or losses on securities, net of taxes $(3,400)$ $(3,400)$ Controlling interests $57,019$ $62,519$ Total accumulated other comprehensive income $32,189$ $81,599$ Non-controlling interests $57,019$ $62,519$ Total net assets $872,346$ $957,210$	-		900		
Provisions $52,791$ $35,63$ Other $172,146$ $204,333$ Total current liabilities $884,939$ $1,066,883$ Long-term liabilities $884,939$ $1,066,883$ Dong-term borrowings $750,126$ $684,741$ Lease obligations $51,427$ $47,186$ Net defined benefit liability $79,978$ $84,981$ Provisions $51,427$ $47,186$ Other $30,051$ $2,877$ Total long-term liabilities $971,459$ $898,542$ Fotal liabilities $1,856,399$ $1,965,431$ ET ASSETS Stockholders' equity $250,930$ $250,930$ Capital surplus $116,434$ $116,434$ $116,434$ Retained camings $418,033$ $447,703$ Capital surplus $116,434$ $116,434$ $116,434$ Total stockholders' equity $783,136$ $813,092$ Accumulated other comprehensive income $(13,141)$ $(4,57)$ Unrealized gains or losses on securities, net of taxes $(3,400)$ <			6,414		
Other $172,146$ $204,332$ Total current liabilities $884,939$ $1,066,882$ Long-term liabilities $884,939$ $1,066,882$ Bonds and notes $45,900$ $45,000$ Long-term borrowings $750,126$ $684,74$ Lease obligations $51,427$ $47,181$ Net defined benefit liability $79,978$ $84,981$ Provisions $3,051$ $2,877$ Other $40,976$ $33,761$ Total long-term liabilities $971,459$ $898,541$ Fotal liabilities $1,856,399$ $1,965,431$ Common stock $250,930$ $250,930$ Common stock $220,930$ $250,930$ Capital surplus $116,434$ $116,434$ Total stockholders' equity $(2,261)$ $(1,944)$ Total stockholders' equity $(2,261)$ $(1,944)$ Total stockholders' equity $(3,3,00)$ $(3,400)$ Accumulated other comprehensive income $(13,141)$ $(4,57)$ Unrealized gains or losses on securifies,			35,631		
Total current liabilities $884,939$ $1,066,882$ Long-term liabilities $854,939$ $1,066,882$ Bonds and notes $45,900$ $45,000$ Long-term borrowings $750,126$ $684,741$ Lease obligations $51,427$ $47,181$ Net defined benefit liability $79,978$ $84,981$ Provisions $3,051$ $2,870$ Other $40,976$ $33,766$ Total long-term liabilities $971,459$ $898,541$ Total long-term liabilities $1,856,399$ $1,965,431$ ET ASSETSStockholders' equity $250,930$ $250,930$ Common stock $250,930$ $250,933$ Capital surplus $116,434$ $116,409$ Retained earnings $418,033$ $447,703$ Treasury stock $(2,261)$ $(1,944)$ Total stockholders' equity $783,136$ $813,009$ Accumulated other comprehensive income $(3,400)$ $(3,400)$ Unrealized gains or losses on securities, net of taxes $(3,400)$ $(3,400)$ Unrealized gains or losses on hedging derivatives, net of taxes $(3,400)$ $(3,400)$ Conset of taxes $(3,400)$ $(3,400)$ $(3,400)$ Foreign currency translation adjustments $16,054$ $51,924$ Remeasurements of defined benefit plans, net of taxes $3,689$ $4,322$ Total accumulated other comprehensive income $32,189$ $81,599$ Non-controlling interests $57,019$ $62,510$ Total net assets $872,346$ $957,210$	Other				
Bonds and notes $45,900$ $45,000$ Long-term borrowings $750,126$ $684,741$ Lease obligations $51,427$ $47,180$ Net defined benefit liability $79,978$ $84,981$ Provisions $3,051$ $2,870$ Other $40,976$ $33,766$ Total long-term liabilities $971,459$ $898,542$ Total liabilities $1,856,399$ $1,965,431$ ET ASSETS $16,434$ $116,402$ Stockholders' equity $250,930$ $250,930$ Common stock $250,930$ $250,930$ Capital surplus $116,434$ $116,403$ Retained earnings $418,033$ $447,703$ Treasury stock $(2,261)$ $(1,944)$ Unrealized gains or losses on securities, net of taxes $28,987$ $33,300$ Unrealized gains or losses on hedging derivatives, net of taxes $(13,141)$ $(4,571)$ Land revaluation differences, net of taxes $(3,400)$ $(3,400)$ Foreign currency translation adjustments $16,054$ $51,949$ Remeasurements of defined benefit plans, net of taxes $3,689$ $43,299$ Non-controlling interests $57,019$ $62,510$ Total net assets $872,346$ $957,210$	Total current liabilities		1,066,882		
Bonds and notes $45,900$ $45,000$ Long-term borrowings $750,126$ $684,741$ Lease obligations $51,427$ $47,180$ Net defined benefit liability $79,978$ $84,981$ Provisions $3,051$ $2,870$ Other $40,976$ $33,766$ Total long-term liabilities $971,459$ $898,542$ Total liabilities $1,856,399$ $1,965,431$ ET ASSETS $16,434$ $116,402$ Stockholders' equity $250,930$ $250,930$ Common stock $250,930$ $250,930$ Capital surplus $116,434$ $116,403$ Retained earnings $418,033$ $447,703$ Treasury stock $(2,261)$ $(1,944)$ Unrealized gains or losses on securities, net of taxes $28,987$ $33,300$ Unrealized gains or losses on hedging derivatives, net of taxes $(13,141)$ $(4,571)$ Land revaluation differences, net of taxes $(3,400)$ $(3,400)$ Foreign currency translation adjustments $16,054$ $51,949$ Remeasurements of defined benefit plans, net of taxes $3,689$ $43,299$ Non-controlling interests $57,019$ $62,510$ Total net assets $872,346$ $957,210$	Long-term liabilities				
Long-term borrowings750,126 $684,741$ Lease obligations $51,427$ $47,180$ Net defined benefit liability $79,978$ $84,980$ Provisions $3,051$ $2,877$ Other $40,976$ $33,765$ Total long-term liabilities $971,459$ $898,543$ Total liabilities $1,856,399$ $1,965,431$ ET ASSETS $250,930$ $250,930$ Stockholders' equity $250,930$ $250,930$ Common stock $250,930$ $250,930$ Capital surplus $116,434$ $116,434$ Retained earnings $418,033$ $447,703$ Treasury stock $(2,261)$ $(1,944)$ Total stockholders' equity $783,136$ $813,099$ Accumulated other comprehensive income $(13,141)$ $(4,571)$ Unrealized gains or losses on securities, net of taxes $(3,400)$ $(3,400)$ Unrealized gains or losses on securities, net of taxes $(3,400)$ $(3,400)$ Charles $(3,400)$ $(3,400)$ $(3,400)$ Conservency translation adjustments $16,054$ $51,944$ Remeasurements of defined benefit plans, net of taxes $3,689$ $4,321$ Total accumulated other comprehensive income $32,189$ $81,592$ Non-controlling interests $57,019$ $62,519$ Total net assets $872,346$ $957,210$		45,900	45,000		
Lease obligations $51,427$ $47,180$ Net defined benefit liability $79,978$ $84,981$ Provisions $3,051$ $2,870$ Other $40,976$ $33,765$ Total long-term liabilities $971,459$ $898,543$ ET ASSETSStockholders' equityCommon stock $250,930$ $250,930$ Capital surplus $116,434$ $116,409$ Retained earnings $418,033$ $447,703$ Treasury stock $(2,261)$ $(1,944)$ Total stockholders' equity $783,136$ $813,099$ Accumulated other comprehensive income $(13,141)$ $(4,571)$ Unrealized gains or losses on securities, net of taxes $(3,400)$ $(3,400)$ Foreign currency translation adjustments $16,054$ $51,944$ Remeasurements of defined benefit plans, net of taxes $3,689$ $4,321$ Total accumulated other comprehensive income $32,189$ $81,599$ Non-controlling interests $57,019$ $62,519$ Total accumulated other comprehensive income $32,189$ $81,592$			684,741		
Net defined benefit liability $79,978$ $84,981$ Provisions $3,051$ $2,877$ Other $40,976$ $33,769$ Total long-term liabilities $971,459$ $898,543$ Total liabilities $1,856,399$ $1,965,431$ ET ASSETSStockholders' equityCommon stock $250,930$ $250,930$ Capital surplus $116,434$ $116,409$ Retained earnings $418,033$ $447,702$ Treasury stock $(2,261)$ $(1,944)$ Total stockholders' equity $783,136$ $813,098$ Accumulated other comprehensive income $(13,141)$ $(4,571)$ Unrealized gains or losses on securities, net of taxes $(3,400)$ $(3,400)$ Land revaluation differences, net of taxes $(3,400)$ $(3,400)$ Foreign currency translation adjustments $16,054$ $51,949$ Remeasurements of defined benefit plans, net of taxes $3,689$ $4,321$ Total accumulated other comprehensive income $32,189$ $81,599$ Non-controlling interests $57,019$ $62,519$ Total accumulated other comprehensive income $32,189$ $81,599$			47,180		
Provisions $3,051$ $2,870$ Other $40,976$ $33,765$ Total long-term liabilities $971,459$ $898,544$ Total liabilities $1,856,399$ $1,965,431$ ET ASSETSStockholders' equityCommon stock $250,930$ $250,930$ Capital surplus $116,434$ $116,403$ Retained earnings $418,033$ $447,703$ Treasury stock $(2,261)$ $(1,944)$ Total stockholders' equity $783,136$ $813,096$ Accumulated other comprehensive income $(13,141)$ $(4,577)$ Unrealized gains or losses on hedging derivatives, net of taxes $28,987$ $33,300$ Unrealized gains or losses on hedging derivatives, net of taxes $(13,400)$ $(3,400)$ Foreign currency translation adjustments $16,054$ $51,944$ Remeasurements of defined benefit plans, net of taxes $3,689$ $4,321$ Total accumulated other comprehensive income $32,189$ $81,599$ Non-controlling interests $57,019$ $62,519$ Total accumulated other comprehensive income $32,189$ $81,599$			84,981		
Other $40,976$ $33,766$ Total long-term liabilities $971,459$ $898,543$ Total liabilitiesIntermediate State Stockholders' equityCommon stockCommon stock <td <="" colspan="2" td=""><td>-</td><td></td><td>2,876</td></td>	<td>-</td> <td></td> <td>2,876</td>		-		2,876
Total long-term liabilities971,459898,544Fotal liabilities1,856,3991,965,431ET ASSETSStockholders' equity250,930250,930Common stock250,930250,930Capital surplus116,434116,409Retained earnings418,033447,703Treasury stock(2,261)(1,944)Total stockholders' equity783,136813,099Accumulated other comprehensive income(13,141)(4,571)Unrealized gains or losses on securities, net of taxes(3,400)(3,400)Foreign currency translation adjustments16,05451,944Remeasurements of defined benefit plans, net of taxes3,6894,321Total accumulated other comprehensive income32,18981,599Non-controlling interests57,01962,510Total net assets872,346957,210			33,769		
ET ASSETSStockholders' equityCommon stock250,930Capital surplus116,434Retained earnings418,033447,702Treasury stock(2,261)Total stockholders' equity783,136Recumulated other comprehensive incomeUnrealized gains or losses on hedging derivatives, net of taxes(13,141)Unrealized gains or losses on hedging derivatives, net of taxes(3,400)Correign currency translation adjustments16,054Foreign currency translation adjustments3,689Accumulated other comprehensive income32,189Non-controlling interests57,019Cost and rest57,019Cost and rest872,346Stock and the rest and	Total long-term liabilities		898,548		
Stockholders' equityCommon stock250,930250,930Capital surplus116,434116,409Retained earnings418,033447,703Treasury stock(2,261)(1,944)Total stockholders' equity783,136813,098Accumulated other comprehensive incomeUnrealized gains or losses on securities, net of taxes28,98733,300Unrealized gains or losses on hedging derivatives, net of taxes(13,141)(4,571)Land revaluation differences, net of taxes(3,400)(3,400)Foreign currency translation adjustments16,05451,949Remeasurements of defined benefit plans, net of taxes3,6894,321Total accumulated other comprehensive income32,18981,599Non-controlling interests57,01962,519Total net assets872,346957,210	Total liabilities	1,856,399	1,965,431		
Common stock250,930250,930Capital surplus116,434116,409Retained earnings418,033447,703Treasury stock(2,261)(1,944Total stockholders' equity783,136813,098Accumulated other comprehensive incomeUnrealized gains or losses on securities, net of taxes28,98733,300Unrealized gains or losses on hedging derivatives, net of taxes(13,141)(4,571Land revaluation differences, net of taxes(3,400)(3,400)Foreign currency translation adjustments16,05451,949Remeasurements of defined benefit plans, net of taxes3,6894,321Total accumulated other comprehensive income32,18981,599Non-controlling interests57,01962,519Total net assets872,346957,210	NET ASSETS				
Capital surplus116,434116,400Retained earnings418,033447,700Treasury stock(2,261)(1,944Total stockholders' equity783,136813,098Accumulated other comprehensive income28,98733,300Unrealized gains or losses on securities, net of taxes28,98733,300Unrealized gains or losses on hedging derivatives, net of taxes(13,141)(4,571)Land revaluation differences, net of taxes(3,400)(3,400)Foreign currency translation adjustments16,05451,949Remeasurements of defined benefit plans, net of taxes3,6894,321Total accumulated other comprehensive income32,18981,599Non-controlling interests57,01962,519Total net assets872,346957,210	Stockholders' equity				
Retained earnings418,033447,703Treasury stock(2,261)(1,944Total stockholders' equity783,136813,099Accumulated other comprehensive income28,98733,300Unrealized gains or losses on securities, net of taxes(13,141)(4,571)Unrealized gains or losses on hedging derivatives, net of taxes(3,400)(3,400)Land revaluation differences, net of taxes(3,400)(3,400)Foreign currency translation adjustments16,05451,945Remeasurements of defined benefit plans, net of taxes3,6894,321Total accumulated other comprehensive income32,18981,599Non-controlling interests57,01962,519Total net assets872,346957,210	Common stock	250,930	250,930		
Treasury stock(2,261)(1,944)Total stockholders' equity783,136813,098Accumulated other comprehensive income28,98733,300Unrealized gains or losses on securities, net of taxes28,98733,300Unrealized gains or losses on hedging derivatives, net of taxes(13,141)(4,571)Land revaluation differences, net of taxes(3,400)(3,400)Foreign currency translation adjustments16,05451,949Remeasurements of defined benefit plans, net of taxes3,6894,321Total accumulated other comprehensive income32,18981,599Non-controlling interests57,01962,519Total net assets872,346957,210	Capital surplus	116,434	116,409		
Total stockholders' equity783,136813,098Accumulated other comprehensive income783,136813,098Unrealized gains or losses on securities, net of taxes28,98733,300Unrealized gains or losses on hedging derivatives, net of taxes(13,141)(4,571)Land revaluation differences, net of taxes(3,400)(3,400)Foreign currency translation adjustments16,05451,949Remeasurements of defined benefit plans, net of taxes3,6894,321Total accumulated other comprehensive income32,18981,599Non-controlling interests57,01962,519Total net assets872,346957,210	Retained earnings	418,033	447,703		
Accumulated other comprehensive incomeUnrealized gains or losses on securities, net of taxes28,98733,300Unrealized gains or losses on hedging derivatives, net of taxes(13,141)(4,571)Land revaluation differences, net of taxes(3,400)(3,400)Foreign currency translation adjustments16,05451,946Remeasurements of defined benefit plans, net of taxes3,6894,321Total accumulated other comprehensive income32,18981,599Non-controlling interests57,01962,519Total net assets872,346957,216	Treasury stock	(2,261)	(1,944		
Unrealized gains or losses on securities, net of taxes28,98733,300Unrealized gains or losses on hedging derivatives, net of taxes(13,141)(4,571Land revaluation differences, net of taxes(3,400)(3,400)Foreign currency translation adjustments16,05451,949Remeasurements of defined benefit plans, net of taxes3,6894,321Total accumulated other comprehensive income32,18981,599Non-controlling interests57,01962,519Total net assets872,346957,216	Total stockholders' equity	783,136	813,098		
Unrealized gains or losses on hedging derivatives, net of taxes(13,141)(4,57)Land revaluation differences, net of taxes(3,400)(3,400)Foreign currency translation adjustments16,05451,949Remeasurements of defined benefit plans, net of taxes Total accumulated other comprehensive income32,18981,599Non-controlling interests57,01962,519Total net assets872,346957,216	Accumulated other comprehensive income				
of taxes(13,141)(4,57)Land revaluation differences, net of taxes(3,400)(3,400)Foreign currency translation adjustments16,05451,949Remeasurements of defined benefit plans, net of taxes3,6894,321Total accumulated other comprehensive income32,18981,599Non-controlling interests57,01962,519Total net assets872,346957,216	-	28,987	33,300		
Land revaluation differences, net of taxes(3,400)(3,400)Foreign currency translation adjustments16,05451,949Remeasurements of defined benefit plans, net of taxes Total accumulated other comprehensive income32,18981,599Non-controlling interests57,01962,519Total net assets872,346957,210		(13,141)	(4,571		
Foreign currency translation adjustments16,05451,946Remeasurements of defined benefit plans, net of taxes Total accumulated other comprehensive income3,6894,321Non-controlling interests57,01962,519Total net assets872,346957,210		(3.400)	(3.400		
Remeasurements of defined benefit plans, net of taxes Total accumulated other comprehensive income3,6894,32Non-controlling interests32,18981,599Total net assets57,01962,519Total net assets872,346957,210					
Total accumulated other comprehensive income32,18981,599Non-controlling interests57,01962,519Total net assets872,346957,210					
Non-controlling interests 57,019 62,519 Total net assets 872,346 957,216					
Total net assets 872,346 957,210		· · · · ·			
	Non-controlling interests	57,019	62,519		
Total liabilities and net assets 2,728,745 2,922,648	Total net assets	872,346	957,216		
	Total liabilities and net assets	2,728,745	2,922,648		

Consolidated Statements of Income

(In millions of yen)

-	FY2021 — 9 months Ended December 31, 2021	FY2022 — 9 months Ended December 31, 2022
Net sales	1,484,804	1,784,638
Cost of sales	1,250,332	1,557,065
Gross profit	234,472	227,573
Selling, general and administrative expenses	157,897	173,758
Operating income	76,574	53,815
Non-operating income		
Interest income	1,334	1,188
Dividend income	3,103	4,282
Reimbursement of seconded employees' salaries	2,647	2,418
Equity in income of equity method companies	10,014	10,452
Compensation income	4,904	12,569
Other	6,468	16,034
Total non-operating income	28,473	46,946
Non-operating expenses		
Interest expense	9,702	9,814
Seconded employees' salaries	6,939	7,068
Other	9,618	9,025
Total non-operating expenses	26,259	25,908
Ordinary income	78,788	74,852
Extraordinary loss		
Loss on impairment	_	4,296
Loss on liquidation of business	_	3,498
Total extraordinary loss	_	7,795
ncome before income taxes and non-controlling interests	78,788	67,057
Income Taxes		
Current	11,751	13,669
Deferred	10,492	3,826
Total income taxes	22,243	17,495
Income before non-controlling interests	56,544	49,561
Net income attributable to non-controlling interests	2,446	2,051
Net income attributable to owners of the parent	54,098	47,510
	,	.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,

Consolidated Statements of Comprehensive Income

(In millions of yen)

-	FY2021—9 months Ended December 31, 2021	FY2022—9 months Ended December 31, 2022
Income before non-controlling interests	56,544	49,561
Other comprehensive income		
Unrealized gains or losses on securities, net of taxes	7,320	4,615
Unrealized gains or losses on hedging derivatives, net of taxes	(654)	8,519
Foreign currency translation adjustments	12,096	35,209
Remeasurements of defined benefit plans, net of taxes	2,755	762
Share of other comprehensive gains and losses related to equity method companies	622	2,445
Total other comprehensive income	22,140	51,552
Comprehensive Income	78,685	101,113
Breakdown of total comprehensive income attributed to:		
Stockholders of the parent interests	76,607	96,919
Non-controlling interests	2,077	4,194

Notes

Notes on the going concern assumption: None

Notes on substantial changes in the amount of stockholders' equity: None