

Summary of Consolidated Financial Results
for the First Six Months of the Year Ending December 31, 2022
<IFRS> (UNAUDITED)

Company name: **Suntory Beverage & Food Limited**
 Shares listed: Tokyo Stock Exchange
 Securities code: 2587
 URL: <https://www.suntory.com/sbf/>
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Scheduled date to file quarterly securities report: August 10, 2022
 Scheduled date to commence dividend payments: September 6, 2022
 Preparation of supplementary material on quarterly financial results: Yes
 Holding of quarterly financial results presentation meeting (for institutional investors and analysts): Yes

(Millions of yen with fractional amounts discarded, unless otherwise noted)

1. Consolidated financial results for the first six months of the year ending December 31, 2022
(from January 1, 2022 to June 30, 2022)

(1) Consolidated operating results

(Percentages indicate year-on-year changes)

| | Revenue | | Operating income | | Profit before tax for the period | | Profit for the period | |
|------------------|-------------------|------|-------------------|------|----------------------------------|------|-----------------------|------|
| | (Millions of yen) | (%) | (Millions of yen) | (%) | (Millions of yen) | (%) | (Millions of yen) | (%) |
| Six months ended | | | | | | | | |
| June 30, 2022 | 679,009 | 12.4 | 80,370 | 33.1 | 80,206 | 35.2 | 58,108 | 43.4 |
| June 30, 2021 | 603,835 | 9.3 | 60,401 | 69.1 | 59,343 | 69.0 | 40,508 | 52.5 |

| | Profit for the period attributable to owners of the Company | | Comprehensive income for the period | | Basic earnings per share | Diluted earnings per share |
|------------------|---|------|-------------------------------------|------|--------------------------|----------------------------|
| | (Millions of yen) | (%) | (Millions of yen) | (%) | (Yen) | (Yen) |
| Six months ended | | | | | | |
| June 30, 2022 | 48,734 | 51.5 | 129,486 | 80.0 | 157.72 | — |
| June 30, 2021 | 32,159 | 53.7 | 71,927 | — | 104.07 | — |

(2) Consolidated financial position

| | Total assets | Total equity | Equity attributable to owners of the Company | Ratio of equity attributable to owners of the Company to total assets |
|-------------------|-------------------|-------------------|--|---|
| | (Millions of yen) | (Millions of yen) | (Millions of yen) | (%) |
| As at | | | | |
| June 30, 2022 | 1,848,875 | 1,056,633 | 956,528 | 51.7 |
| December 31, 2021 | 1,676,926 | 943,952 | 860,593 | 51.3 |

(3) Consolidated cash flows

| | Net cash inflow (outflow) from operating activities | Net cash inflow (outflow) from investing activities | Net cash inflow (outflow) from financing activities | Cash and cash equivalents at the end of the period |
|------------------|--|--|--|---|
| Six months ended | (Millions of yen) | (Millions of yen) | (Millions of yen) | (Millions of yen) |
| June 30, 2022 | 80,562 | (8,170) | (32,837) | 224,426 |
| June 30, 2021 | 88,976 | (24,168) | (72,559) | 162,280 |

2. Dividends

| | Annual cash dividends | | | | |
|---|-----------------------|--------------------|-------------------|-----------------|-------|
| | First quarter-end | Second quarter-end | Third quarter-end | Fiscal year-end | Total |
| | (Yen) | (Yen) | (Yen) | (Yen) | (Yen) |
| Fiscal year ended December 31, 2021 | – | 39.00 | – | 39.00 | 78.00 |
| Fiscal year ending December 31, 2022 | – | 39.00 | | | |
| Fiscal year ending December 31, 2022 (Forecast) | | | – | 39.00 | 78.00 |

Note: Revisions to the forecast of dividends most recently announced: None

3. Consolidated earnings forecast for the fiscal year ending December 31, 2022 (from January 1, 2022 to December 31, 2022)

(Percentages indicate year-on-year changes)

| | Revenue | | Operating income | | Profit before tax | | Profit for the year | | Profit for the year attributable to owners of the Company | | Basic earnings per share (Yen) |
|---|----------------------|-----|----------------------|-----|----------------------|-----|----------------------|-----|--|-----|--------------------------------------|
| | (Millions of yen) | (%) | (Millions of yen) | (%) | |
| Fiscal year ending December 31, 2022 | 1,369,000 | 7.9 | 125,500 | 5.8 | 124,000 | 5.9 | 88,500 | 6.6 | 73,500 | 7.0 | 237.86 |

Note: Revisions to the earnings forecast most recently announced: None

*** Notes**

- (1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): None
- (2) Changes in accounting policies and changes in accounting estimates
- | | |
|---|------|
| a. Changes in accounting policies required by IFRS: | None |
| b. Changes in accounting policies due to other reasons: | None |
| c. Changes in accounting estimates: | None |
- (3) Number of issued shares (ordinary shares)
- | | |
|---|--------------------|
| a. Total number of issued shares at the end of the period (including treasury shares) | |
| As at June 30, 2022 | 309,000,000 shares |
| As at December 31, 2021 | 309,000,000 shares |
| b. Number of treasury shares at the end of the period | |
| As at June 30, 2022 | 57 shares |
| As at December 31, 2021 | 31 shares |
| c. Average number of outstanding shares during the period (cumulative from the beginning of the year) | |
| Six months ended June 30, 2022 | 308,999,960 shares |
| Six months ended June 30, 2021 | 308,999,997 shares |

*** Quarterly financial results reports are exempt from quarterly review conducted by certified public accountants or an audit corporation.**

*** Proper use of earnings forecast, and other special matters**

The earnings forecast contained in these materials are based on our judgment attributable to information available to the Company and the Group as of the date of announcement of these materials, and include certain risks and uncertainties. These statements are not intended as a promise by the Company to achieve such results. Actual business results may differ substantially due to various factors such as economic situation surrounding the Company and the Group, market trend, exchange rates and other factors.

Attached Materials

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1. Qualitative Information Regarding Settlement of Accounts for the First Six Months

(1) Operating results

Suntory Beverage & Food Limited Group (the Group), based on the philosophy of always starting from consumers, pursuing to create new taste, well-being and joy, and aiming to be the most locally beloved company by proposing premium and unique products that match the tastes and needs of consumers, worked to put effort into brand reinforcement and new demand creation, and worked to improve the quality of products. In addition, the Group worked to strengthen profitability in each area.

The Group continued strong growth, with the strong demand of the first quarter continuing in the second quarter in Europe and the Americas together with contribution from a relaxation of rules regarding COVID-19 in Japan and the Asia Pacific from the second quarter due to fewer infections. As a result of continuing initiatives that were started at the beginning of the year to concentrate efforts on core brands in all segments, the Group continued to expand market share in the major countries.

The Group posted overall revenue that was above expectations.

Operating income was also higher than expected, because although there was an increasing effect from soaring raw material prices and energy prices in the second quarter, the Group was able to continue cost cutting activities in all segments while benefiting from the growth in revenue.

For the operating results of the first six months of the year ending December 31, 2022, the Group reported consolidated revenue of ¥679.0 billion, up 12.4% year on year. Consolidated operating income was ¥80.4 billion, up 33.1% year on year. Furthermore, profit for the period attributable to owners of the Company was ¥48.7 billion, up 51.5% year on year.

Results by segment are described below.

< Japan business >

In the second quarter, the beverage market performed stronger year on year (based on the Company's own estimation), which was due to the beginning of the recovery in demand accompanying the lifting of priority preventative measures in addition to favorable weather conditions. The Company carried out initiatives to strengthen its core brands with a focus on the water, coffee, and sugar-free tea categories, and received contributions from sales of new products and marketing activities. This led the Company to significantly increase its sales volume year on year to the highest on record for the first six-month period and further increase market share. For the *Suntory Tennensui* brand, record-high sales volume was achieved for the first six-month period for the overall brand, with large year-on-year increases being seen for both the large bottles and the small bottles (500 ml PET, etc.). For the *BOSS* brand, the overall sales volume of the brand increased year on year. In the *Craft BOSS* series, growth of the coffee and tea series, which were renewed in February, continued. In the sugar-free tea category, a record-high sales volume for the overall *Iyemon* brand was achieved for the first six-month period. Sales volume grew for the *Iyemon Kyoto Blend* as well as the *Iyemon Koi Aji*, which was newly released in February as a food with functional claims. In addition, the sales trend for *Tokucha*, which was renewed in April, recovered greatly, achieving a year-on-year increase for the first six months.

With the contribution of considerably increased sales volumes, revenue for the first six months recovered to on par with expectations.

In terms of segment profit, although concerted efforts in cost management are continuing, including supply chain cost cutting, the greater-than-expected impact from exchange rates and the soaring price of raw materials hit especially hard from the second quarter.

The Japan business reported revenue of ¥305.9 billion, up 2.6% year on year, and segment profit of ¥14.1 billion, down 19.6% year on year.

< Asia Pacific business >

In the Asia Pacific region, the Group continued with its approach of concentrating its activities on core brands in the beverage and health food businesses. While the impact of COVID-19 continued in some regions, the beverage business in Vietnam saw a full-scale expansion in demand during the second quarter, which was a strong driver of the business. The increase in the sales volume along with the price revisions in the major markets contributed to the higher-than-expected revenue. By brand, in Vietnam, there were considerable increases, particularly in sales from the energy drink *Sting* and the tea beverage *TEA+*, resulting in an increased sales share. In Thailand, sales of *Pepsi*, including low-sugar products, and the brand continued to maintain market share in the carbonated beverage category. Regarding the health supplement business, the Group's focus on mainstay product BRANDS Essence of Chicken translated to higher revenue year on year. In Oceania, by continuing our marketing activities on the energy drink *V*, a core brand, sales volumes in New Zealand and Australia continued at levels higher than the previous corresponding period.

Segment profit was higher than expected, as although there was a more significant impact from soaring raw material prices in the second quarter period, the Group was able to diminish the effect through growth in revenue.

On April 1, 2022, the divestiture of all shares of a subsidiary that had operated a fresh coffee business in Oceania was completed, and the resulting ¥15.8 billion gain on transfer was recorded as other income in the first six months.

The Asia Pacific business reported revenue of ¥174.6 billion, up 17.4% year on year. Segment profit was ¥41.3 billion, up 74.8% year on year.

< Europe business >

In Europe, demand continued to increase, even in the second quarter. In France, the UK and Spain, sales volumes continued to grow, boosted by favorable weather, and together with the contribution from price revisions, revenue rose considerably higher than initial expectations.

In France, in addition to a strong off-premise market, the on-premise market recovered considerably in the second quarter. In addition to continued growth for core brand *Oasis*, which was renewed in the second quarter ended June 30, 2021, sales volumes of *Orangina* and *Schweppes* increased considerably year on year. In the UK, amid a continuing increase in demand, sales volume for the core brand *Lucozade* rose significantly year on year. In addition to a strong performance in *Lucozade Energy*, *Lucozade Sport* also recorded significant growth due to the increase in sports events and outdoor activities. In Spain, there was a significant recovery in demand in the off-premise and on-premise markets during the second quarter and sales volume of core brand *Schweppes* grew significantly year on year.

Segment profit was much higher than expected, as although there was a more significant impact from soaring raw material prices and energy prices in the second quarter period, revenue increased significantly due to growth in sales volume and price revisions.

The Europe business reported revenue of ¥140.1 billion, up 26.1% year on year, and segment profit of ¥23.3 billion, up 23.7% year on year.

< Americas business >

The Americas business continued to achieve increased sales volume as a result of not only further strengthening sales of the core carbonated beverage products, but also focusing on the growing non-carbonated beverage category. Revenue received a contribution from price revisions and was higher than expected.

Segment profit was higher than expected as a growth in revenue was able to absorb the impact from soaring raw materials prices and personnel costs.

The Americas business reported revenue of ¥58.5 billion, up 27.1% year on year, and segment profit of ¥7.4 billion, up 26.8% year on year.

(2) Financial position

Total assets as at June 30, 2022 stood at ¥1,848.9 billion, an increase of ¥171.9 billion compared to December 31, 2021. The main factors were increases in cash and cash equivalents, and trade and other receivables.

Total liabilities stood at ¥792.2 billion, an increase of ¥59.3 billion compared to December 31, 2021. This was due in part to an increase in trade and other payables.

Total equity stood at ¥1,056.6 billion, an increase of ¥112.7 billion compared to December 31, 2021, due in part to an increase in other components of equity.

(3) Analysis of cash flows

Cash and cash equivalents as at June 30, 2022 amounted to ¥224.4 billion, an increase of ¥47.8 billion compared to December 31, 2021.

Net cash inflow from operating activities was ¥80.6 billion, a decrease of ¥8.4 billion compared to the same period of the previous year. This was mainly the result of profit before tax for the period of ¥80.2 billion, depreciation and amortization of ¥35.1 billion, and an increase in trade and other payables of ¥43.8 billion, despite an increase in inventories of ¥20.2 billion, gain on sales of shares of subsidiaries of ¥15.8 billion and an increase in trade and other receivables of ¥33.2 billion.

Net cash outflow from investing activities was ¥8.2 billion, a decrease of ¥16.0 billion compared to the same period of the previous year. This was mainly the result of proceeds from sale of subsidiaries of ¥19.5 billion, despite payments for property, plant and equipment and intangible assets of ¥27.1 billion.

Net cash outflow from financing activities was ¥32.8 billion, a decrease of ¥39.7 billion compared to the same period of the previous year. This was mainly the result of a decrease in short-term borrowings and commercial paper of ¥2.6 billion and repayments of long-term borrowings of ¥12.8 billion.

(4) Consolidated earnings forecast and other forward-looking statements

The consolidated earnings forecast for the fiscal year ending December 31, 2022, is unchanged from that announced on February 14, 2022. Factors such as the effect of the depreciating yen and gain on transfer of business could lead to an overshoot of the forecast, but although the northern hemisphere is heading towards the third-quarter peak, the environment in which the Company operates remains highly uncertain due to the unprecedented increases in raw material and energy prices and the progressive inflation caused by the situation in Russia and Ukraine, and the risk of the spread of further COVID-19 variants. With all segments expected to continue to experience an increasingly challenging cost environment from the third quarter onward, the Group will ensure that it capture growth in demand, and continue to implement RGM (revenue growth management), including price revisions, while constantly working on cost-reduction activities. In the Japanese business, price revisions will be timed for the fourth quarter of the fiscal year ending December 31, 2022, and with a high probability that earnings will be affected by the depreciating yen and soaring prices for raw materials, the Group will leverage the strengths of our global portfolio to bolster efforts to achieve the consolidated earnings forecast.

2. Condensed Quarterly Consolidated Financial Statements and Significant Notes Thereto (Unaudited)

(1) Condensed quarterly consolidated statement of financial position

Millions of yen

| | As at December 31, 2021 | As at June 30, 2022 |
|---|----------------------------|------------------------|
| Assets | | |
| Current assets: | | |
| Cash and cash equivalents | 176,655 | 224,426 |
| Trade and other receivables | 240,584 | 283,898 |
| Other financial assets | 1,252 | 3,811 |
| Inventories | 87,807 | 107,931 |
| Other current assets | 23,953 | 24,389 |
| Subtotal | 530,253 | 644,457 |
| Assets held for sale | – | 6,035 |
| Total current assets | 530,253 | 650,492 |
| Non-current assets: | | |
| Property, plant and equipment | 372,337 | 382,255 |
| Right-of-use assets | 52,260 | 51,664 |
| Goodwill | 255,599 | 267,085 |
| Intangible assets | 430,086 | 466,132 |
| Investments accounted for using the equity method | 1,005 | 1,115 |
| Other financial assets | 13,847 | 14,373 |
| Deferred tax assets | 14,173 | 8,923 |
| Other non-current assets | 7,362 | 6,831 |
| Total non-current assets | 1,146,673 | 1,198,382 |
| Total assets | 1,676,926 | 1,848,875 |

Millions of yen

| | As at December 31, 2021 | As at June 30, 2022 |
|---|----------------------------|------------------------|
| Liabilities and equity | | |
| Liabilities | | |
| Current liabilities: | | |
| Bonds and borrowings | 55,789 | 72,195 |
| Trade and other payables | 354,595 | 405,469 |
| Other financial liabilities | 30,877 | 38,919 |
| Accrued income taxes | 14,757 | 23,255 |
| Provisions | 2,016 | 1,241 |
| Other current liabilities | 5,529 | 10,367 |
| Subtotal | 463,565 | 551,448 |
| Liabilities directly associated with assets held for sale | – | 2,975 |
| Total current liabilities | 463,565 | 554,424 |
| Non-current liabilities: | | |
| Bonds and borrowings | 109,558 | 79,894 |
| Other financial liabilities | 54,241 | 47,803 |
| Post-employment benefit liabilities | 14,697 | 15,489 |
| Provisions | 4,312 | 4,835 |
| Deferred tax liabilities | 81,403 | 85,146 |
| Other non-current liabilities | 5,196 | 4,647 |
| Total non-current liabilities | 269,409 | 237,816 |
| Total liabilities | 732,974 | 792,241 |
| Equity | | |
| Share capital | 168,384 | 168,384 |
| Share premium | 182,423 | 182,461 |
| Retained earnings | 536,996 | 573,032 |
| Treasury shares | (0) | (0) |
| Other components of equity | (27,210) | 32,650 |
| Total equity attributable to owners of the Company | 860,593 | 956,528 |
| Non-controlling interests | 83,358 | 100,105 |
| Total equity | 943,952 | 1,056,633 |
| Total liabilities and equity | 1,676,926 | 1,848,875 |

(2) Condensed quarterly consolidated statement of profit or loss

Millions of yen

| | Six months ended June 30, 2021 | Six months ended June 30, 2022 |
|---|-----------------------------------|-----------------------------------|
| Revenue | 603,835 | 679,009 |
| Cost of sales | <u>(350,219)</u> | <u>(411,233)</u> |
| Gross profit | 253,615 | 267,776 |
| Selling, general and administrative expenses | (192,666) | (203,204) |
| Gain on investments accounted for using the equity method | 20 | 70 |
| Other income | 980 | 17,388 |
| Other expenses | <u>(1,549)</u> | <u>(1,660)</u> |
| Operating income | 60,401 | 80,370 |
| Finance income | 259 | 830 |
| Finance costs | <u>(1,317)</u> | <u>(994)</u> |
| Profit before tax for the period | 59,343 | 80,206 |
| Income tax expense | <u>(18,834)</u> | <u>(22,098)</u> |
| Profit for the period | <u>40,508</u> | <u>58,108</u> |
| Attributable to: | | |
| Owners of the Company | 32,159 | 48,734 |
| Non-controlling interests | <u>8,349</u> | <u>9,373</u> |
| Profit for the period | <u>40,508</u> | <u>58,108</u> |
| Earnings per share (Yen) | 104.07 | 157.72 |

(3) Condensed quarterly consolidated statement of comprehensive income

Millions of yen

| | Six months ended June 30, 2021 | Six months ended June 30, 2022 |
|---|-----------------------------------|-----------------------------------|
| Profit for the period | 40,508 | 58,108 |
| Other comprehensive income | | |
| Items that will not be reclassified to profit or loss: | | |
| Changes in the fair value of financial assets | 21 | 189 |
| Remeasurement of defined benefit plans | (238) | (51) |
| Total | (216) | 137 |
| Items that may be reclassified to profit or loss: | | |
| Translation adjustments of foreign operations | 30,631 | 70,527 |
| Changes in the fair value of cash flow hedges | 957 | 564 |
| Changes in comprehensive income of investments accounted for using the equity method | 47 | 149 |
| Total | 31,635 | 71,241 |
| Other comprehensive income for the period, net of tax | 31,419 | 71,378 |
| Comprehensive income for the period | 71,927 | 129,486 |
| Attributable to: | | |
| Owners of the Company | 60,342 | 107,947 |
| Non-controlling interests | 11,585 | 21,539 |
| Comprehensive income for the period | 71,927 | 129,486 |

(4) Condensed quarterly consolidated statement of changes in equity

Six months ended June 30, 2021

Millions of yen

| | Attributable to owners of the Company | | | | | Total | Non-controlling interests | Total equity |
|---|---------------------------------------|---------------|-------------------|-----------------|----------------------------|----------|---------------------------|--------------|
| | Share capital | Share premium | Retained earnings | Treasury shares | Other components of equity | | | |
| Balance at January 1, 2021 | 168,384 | 182,414 | 492,451 | (0) | (61,495) | 781,755 | 77,801 | 859,556 |
| Profit for the period | | | 32,159 | | | 32,159 | 8,349 | 40,508 |
| Other comprehensive income | | | | | 28,183 | 28,183 | 3,235 | 31,419 |
| Total comprehensive income for the period | – | – | 32,159 | – | 28,183 | 60,342 | 11,585 | 71,927 |
| Dividends | | | (12,050) | | | (12,050) | (3,676) | (15,727) |
| Transactions with non-controlling interests | | (34) | | | | (34) | 27 | (6) |
| Total transactions with owners of the Company | – | (34) | (12,050) | – | – | (12,085) | (3,649) | (15,734) |
| Balance at June 30, 2021 | 168,384 | 182,380 | 512,559 | (0) | (33,312) | 830,012 | 85,737 | 915,749 |

Six months ended June 30, 2022

Millions of yen

| | Attributable to owners of the Company | | | | | Total | Non-controlling interests | Total equity |
|---|---------------------------------------|---------------|-------------------|-----------------|----------------------------|----------|---------------------------|--------------|
| | Share capital | Share premium | Retained earnings | Treasury shares | Other components of equity | | | |
| Balance at January 1, 2022 | 168,384 | 182,423 | 536,996 | (0) | (27,210) | 860,593 | 83,358 | 943,952 |
| Profit for the period | | | 48,734 | | | 48,734 | 9,373 | 58,108 |
| Other comprehensive income | | | | | 59,212 | 59,212 | 12,165 | 71,378 |
| Total comprehensive income for the period | – | – | 48,734 | – | 59,212 | 107,947 | 21,539 | 129,486 |
| Purchase of treasury shares | | | | (0) | | (0) | | (0) |
| Dividends | | | (12,050) | | | (12,050) | (4,741) | (16,792) |
| Transactions with non-controlling interests | | 38 | | | | 38 | (50) | (12) |
| Reclassification to retained earnings | | | (647) | | 647 | – | | – |
| Total transactions with owners of the Company | – | 38 | (12,698) | (0) | 647 | (12,012) | (4,792) | (16,805) |
| Balance at June 30, 2022 | 168,384 | 182,461 | 573,032 | (0) | 32,650 | 956,528 | 100,105 | 1,056,633 |

(5) Condensed quarterly consolidated statement of cash flows

| | Millions of yen | |
|---|-----------------------------------|-----------------------------------|
| | Six months ended June 30, 2021 | Six months ended June 30, 2022 |
| Cash flows from operating activities | | |
| Profit before tax for the period | 59,343 | 80,206 |
| Depreciation and amortization | 34,547 | 35,091 |
| Impairment losses (reversal of impairment losses) | 147 | 108 |
| Interest and dividends income | (246) | (485) |
| Interest expense | 934 | 956 |
| Loss (gain) on investments accounted for using the equity method | (20) | (70) |
| Loss (gain) on sales of shares of subsidiaries | – | (15,842) |
| Decrease (increase) in inventories | (15,026) | (20,152) |
| Decrease (increase) in trade and other receivables | (32,065) | (33,202) |
| Increase (decrease) in trade and other payables | 41,886 | 43,758 |
| Other | 13,853 | 2,184 |
| Subtotal | 103,353 | 92,550 |
| Interest and dividends received | 213 | 396 |
| Interest paid | (1,201) | (918) |
| Income tax paid | (13,388) | (11,466) |
| Net cash inflow (outflow) from operating activities | 88,976 | 80,562 |
| Cash flows from investing activities | | |
| Payments for property, plant and equipment and intangible assets | (22,482) | (27,108) |
| Proceeds on sale of property, plant and equipment and intangible assets | 26 | 409 |
| Payments for transfer of business | (2,181) | – |
| Proceeds from sale of subsidiaries | – | 19,491 |
| Other | 469 | (962) |
| Net cash inflow (outflow) from investing activities | (24,168) | (8,170) |
| Cash flows from financing activities | | |
| Increase (decrease) in short-term borrowings and commercial papers | (42,612) | (2,615) |
| Proceeds from long-term borrowings | 11,187 | 6,429 |
| Repayments of long-term borrowings | (18,108) | (12,768) |
| Payments of lease liabilities | (6,941) | (6,619) |
| Dividends paid to owners of the Company | (12,050) | (12,050) |
| Dividends paid to non-controlling interests | (4,033) | (5,212) |
| Other | – | (0) |
| Net cash inflow (outflow) from financing activities | (72,559) | (32,837) |
| Net increase (decrease) in cash and cash equivalents | (7,750) | 39,554 |
| Cash and cash equivalents at the beginning of the period | 167,480 | 176,655 |
| Effects of exchange rate changes on cash and cash equivalents | 2,550 | 11,125 |
| Cash and cash equivalents included in assets held for sale | – | (2,909) |
| Cash and cash equivalents at the end of the period | 162,280 | 224,426 |

(6) Notes to condensed quarterly consolidated financial statements
(Going concern)

The condensed quarterly consolidated financial statements are prepared on going concern basis.