

## Consolidated Financial Results FY2022 (Six-month period ended September 30, 2022)

[Prepared on the basis of International Financial Reporting Standards]

Company Name:	<b>Sumitomo Corporation</b>	Stock Listing:	Tokyo
Stock Exchange Code No.:	8053	URL:	https://www.sumitomocorp.com/en/jp
Representative:	Masayuki Hyodo	Tel.:	+81-3-6285-3100
Contact:	Representative Director, President and Chief Executive Officer Shuichi Nagasawa Corporate Communications Dept.		
Scheduled Quarterly Securities Report Submission Date:	November 8, 2022		
Scheduled Starting Date of Dividend Payment:	December 1, 2022		
Supplementary Documents on Financial Results:	Yes		
Financial Results Meeting:	Yes (for Financial Analysts)		

### 1. Consolidated results for the six-month period ended September 30, 2022

(Remarks)

Amounts are rounded to the nearest million.

% : change from the same period of the previous year.

#### (1) Consolidated operating results

	Revenues		Profit before tax		Profit for the period		Profit for the period attributable to owners of the parent		Comprehensive income for the period	
	(increase/ (decrease))	(%)	(increase/ (decrease))	(%)	(increase/ (decrease))	(%)	(increase/ (decrease))	(%)	(increase/ (decrease))	(%)
The period ended September 30, 2022	3,354,351	31.9	444,520	49.0	365,343	45.0	350,213	45.3	758,499	169.5
The period ended September 30, 2021	2,543,079	18.4	298,374	—	252,031	—	241,036	—	281,460	—

	Earnings per share attributable to owners of the parent (basic)	Earnings per share attributable to owners of the parent (diluted)
The period ended September 30, 2022	280.01	279.85
The period ended September 30, 2021	192.75	192.66

#### (2) Consolidated financial position

	Total Assets	Total equity	Equity attributable to owners of the parent	Equity attributable to owners of the parent ratio
As of September 30, 2022	10,485,349	4,045,437	3,854,476	36.8
As of March 31, 2022	9,582,166	3,381,285	3,197,816	33.4

### 2. Dividends

	Cash dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Year-end	Total
Year ended March 31, 2022	—	45.00	—	65.00	110.00
Year ending March 31, 2023	—	57.50	—	—	—
Year ending March 31, 2023 (Forecasts)	—	—	—	57.50	115.00

[Note] 1. Revision of the latest dividend forecasts: Yes  
2. For further details please refer to page 7 "4. Shareholder Return Policy."

### 3. Forecasts for the year ending March 31, 2023

(Remarks)

% : change from the previous year.

	Profit for the year attributable to owners of the parent	Earnings per share attributable to owners of the parent
Year ending March 31, 2023	550,000	18.6

[Note] 1. Revision of the latest forecasts: Yes  
2. For further details please refer to page 6 "3. Forecasts for fiscal year ending March 31, 2023."

**Notes**

**(1) Change in significant subsidiaries (changes in "Specified Subsidiaries" accompanying changes in scope of consolidation) during this period: None**

**(2) Changes in accounting policies and accounting estimate**

(i) Changes in accounting policies required by IFRS	None
(ii) Other changes	None
(iii) Changes in accounting estimate	None

**(3) Outstanding stocks (Common stocks)**

				(shares)
(i) Outstanding stocks including treasury stock	(September 30, 2022)	1,251,571,867	(March 31, 2022)	1,251,404,367
(ii) Treasury stocks	(September 30, 2022)	1,328,436	(March 31, 2022)	1,399,754
(iii) Average stocks during the period	(September 30, 2022)	1,250,118,277	(September 30, 2021)	1,249,922,771

\* This report is not subject to quarterly reviews by certified public accountants or auditing firms.

**\* Cautionary Statement Concerning Forward-looking Statements**

This report includes forward-looking statements relating to our future plans, forecasts, objectives, expectations and intentions. The forward-looking statements reflect management's current assumptions and expectations of future events, and accordingly, they are inherently susceptible to uncertainties and changes in circumstances and are not guarantees of future performance. Actual results may differ materially, for a wide range of possible reasons, including general industry and market conditions and general international economic conditions. In light of the many risks and uncertainties, you are advised not to put undue reliance on these statements. The management forecasts included in this report are not projections, and do not represent management's current estimates of future performance. Rather, they represent forecasts that management strives to achieve through the successful implementation of the Company's business strategies. The Company may be unsuccessful in implementing its business strategies, and management may fail to achieve its forecasts. The Company is under no obligation -- and expressly disclaims any such obligation -- to update or alter its forward-looking statements.

# Management results

## 1. Operating results

Revenues for the six-month period ended September 30, 2022, amounted to 3,354.4 billion yen, representing an increase of 811.3 billion yen compared to 2,543.1 billion yen in the same period of previous fiscal year.

Gross profit totaled 626.1 billion yen increased by 138.1 billion yen compared to 488.0 billion yen in the same period of previous fiscal year. This was due mainly to strong performance in the tubular products business in the North America and the mineral resources & energy trade business. Selling, general and administrative expenses totaled 383.5 billion yen increased by 50.5 billion yen compared to 333.0 billion yen in the same period of previous fiscal year.

Gain (loss) on property, plant and equipment was profit of 24.5 billion yen, an increase of 19.4 billion yen compared to profit of 5.1 billion yen in the same period of the previous fiscal year. This was mainly due to an increase in profit in the real estate business as a result of the delivery of large-scale properties.

Share of profit (loss) of investments accounted for using the equity method totaled profit of 150.6 billion yen increased by 27.9 billion yen compared to profit of 122.7 billion yen in the same period of previous fiscal year. This was primarily owing to increase in earnings accompanied by higher mineral resource prices.

As a result, profit for the period attributable to owners of the parent totaled profit of 350.2 billion yen, representing an increase of 109.2 billion yen compared to profit of 241.0 billion yen in the same period of previous fiscal year.

### <profit for the period attributable to owners of the parent by segment>

Metal Products Business Unit posted profit of 52.3 billion yen, an increase of 29.5 billion yen compared to 22.9 billion yen in the same period of previous fiscal year. This was due mainly to increasing in earnings accompanied by favorable market conditions for the tubular products business in the North America and stable performance by overseas steel service centers.

Transportation & Construction Systems Business Unit posted profit of 45.8 billion yen, an increase of 12.4 billion yen compared to profit of 33.4 billion yen in the same period of previous fiscal year. The increase was due mainly to stable overall in the mobility business while the manufacturing business was on the way to recovery. In addition, the construction equipment related business particularly in North America and the leasing business were also stable performance.

Infrastructure Business Unit posted profit of 19.7 billion yen, an increase of 1.5 billion yen compared to profit of 18.3 billion yen in the same period of previous fiscal year. This was due mainly to increasing in earnings accompanied by one-off profit in the power infrastructure business, in addition to stable performance of the overseas IPP/IWPP business, while domestic electricity retail business was impacted by soaring wholesales electricity procurement prices, etc.

Media & Digital Business Unit posted profit of 13.6 billion yen, a decrease of 5.5 billion yen compared to profit of 19.1 billion yen in the same period of previous fiscal year. This was due mainly to start-up costs incurred in telecommunications business in Ethiopia, while major domestic group companies performed stably.

Living Related & Real Estate Business Unit posted profit of 43.1 billion yen, an increase of 16.0 billion yen compared to profit of 27.1 billion yen in the same period of previous fiscal year. Despite effects from higher costs including materials expenses in the fresh produce business in Europe and the Americas, profit increased primarily as a result of the transfer of large-scale properties in the real estate business.

Mineral Resources, Energy, Chemical & Electronics Business Unit posted profit of 173.2 billion yen, an increase of 69.2 billion yen compared to loss of 104.1 billion yen in the same period of the previous fiscal year. The increase was mainly due to higher mineral resources & energy prices, solid performance in mineral resources & energy trading, and stable performance in the chemical products and electronics businesses.

## **2. Financial position**

### ***<Total assets, liabilities, and equity as of September 30, 2022>***

Total assets stood at 10,485.3 billion yen, representing an increase of 903.2 billion yen compared to 9,582.2 at the previous fiscal year-end, due mainly to the impact of yen's depreciation, the increase of working capital and investments accounted for using the equity method.

Equity attributable to owners of the parent totaled 3,854.5 billion yen, representing an increase of 656.7 billion yen compared to 3,197.8 at the previous fiscal year-end, due mainly to impact of yen's depreciation and the quarterly profit attributable to owners of the parent posted in the current period, while dividend payment was executed.

Interest-bearing liabilities (net) (\*1) totaled 2,366.3 billion yen increased by 92.6 billion yen compared to 2,273.7 billion yen at the previous fiscal year-end.

In consequence, the net debt-equity ratio (Interest-bearing liabilities (net)/ Equity attributable to owners of the parent) was 0.6.

#### <Cash flows>

Net cash provided by operating activities totaled 165.2 billion yen as basic profit cash flow (\*2) totaled to an inflow of 276.6 billion yen because our core businesses performed well in generating cash, while working capital increased.

Net cash used in investing activities totaled 46.2 billion yen. In the six-month period ended September 30, 2022, we executed investments such as acquisition of the domestic and overseas real estates. On the other hand, we recovered funds due to asset replacement, such as the sale of domestic real estates, the sale of oil and gas business in the British territories of U.K. North Sea, and the sale of cross-shareholdings.

As a result, free cash flows, representing sum of net cash provided by operating activities and net cash used in investing activities, totaled to an inflow of 119.0 billion yen.

Net cash used in financing activities totaled 244.2 billion yen due mainly to repayments of the borrowings and dividend payment.

In consequence of the foregoing and consideration of the impact such as foreign exchange fluctuation, cash and cash equivalents stood at 678.6 billion yen as of September 30, 2022, representing a decrease of 55.3 billion yen compared to 733.8 billion yen at the previous fiscal year-end.

(\*1) Interest-bearing liabilities = Sum of bonds and borrowings (current and non-current) (excluding lease liabilities)

(\*2) Basic profit cash flow = (Gross profit + Selling, general and administrative expenses (excluding provision for doubtful receivables) + Interest expense, net of interest income + Dividends) × (1-Tax rate) + Dividend from investments accounted for using the equity method

### 3. Forecasts for fiscal year ending March 31, 2023

The Russian-Ukrainian situation remains uncertain, and the pace of recovery by the global economy is expected to slow. It is expected that monetary tightening to curtail price increases and rising energy prices will impede economic recovery. In developed economies, it is expected that the momentum of economic recovery will weaken. Among developing countries, the zero COVID-19 policy, disorder in real estate markets, and other factors are expected to slow the pace of economic recovery in China, and moderate recovery is expected to continue in other developing countries. Risks include deterioration of the Russian-Ukrainian situation and strengthening of economic sanctions against Russia, further rise in commodity prices, significant fluctuations in the financial and capital markets, limiting of economic activities due to resurgence of COVID-19, increase in debt, and rise in geopolitical risks in Northeast Asia, the Middle East, North Africa, and other regions.

Under these circumstances, we have revised our consolidated financial forecasts for FY 2022 as follows:

(billions of yen)	Previous forecasts (A)	Revised forecasts (B)	Increase/ Decrease (B-A)	Increase/ Decrease (%)
Profit for the year attributable to owners of the parent	370.0	550.0	180.0	48.6%

Reference (billions of yen)	Previous forecasts (A)	Revised forecasts (B)	Increase/ Decrease (B-A)
Excl. one-off profits/losses	380.0	540.0	160.0
One-off profits/losses	-10.0	10.0	20.0

Results for the first half of the fiscal year showed strong progress against the annual forecasts of 370.0 billion yen which we announced in the fiscal year 2021 earnings announcement (May 10, 2022) due to both the mineral resources and non-mineral resources businesses performed well as the company steadily incorporated profitable business opportunities associated with the global economic recovery and soaring commodity prices.

Taking these circumstances into consideration, we have revised the annual forecasts of profit for the year attributable to owners of the parent to 550.0 billion yen, 180.0 billion yen increased from the previous forecasts of 370.0 billion yen.

#### 4. Shareholder Return Policy

Sumitomo Corporation aims to increase dividends by achieving medium and long-term earnings growth while adhering to its fundamental policy of paying shareholders a stable dividend over the long term.

Company's policy on shareholder returns for FY 2022 and beyond is as follows: we will decide the amount of annual dividends within a DOE(dividend on equity ratio) range of 3.5% to 4.5% by taking into consideration the fundamental earnings capacity, cash flows, and other factors with a consolidated payout ratio of 30% as a guideline. If 30% of the profit for the year exceeds the above range, we will pay dividends or repurchase our shares for the excess portion in a flexible and agile manner.

Due to the fact that our annual forecast of profit for the year attributable to owners of the parent is revised to 550.0 billion yen, the annual dividend for the fiscal year is revised to 115 yen per share (latest plan was 90 yen per share), which is the upper threshold of the DOE range. The interim dividend is 57.5 yen per share, half the amount of planned annual dividend, (the interim dividend in the previous fiscal year was 45 yen per share).

Further, we will pay dividends and/or repurchase our shares for the excess portion in a flexible and agile manner.

##### **Cautionary Statement Concerning Forward-Looking Statements**

This report includes forward-looking statements relating to our future plans, forecasts, objectives, expectations and intentions. The forward-looking statements reflect management's current assumptions and expectations of future events, and accordingly, they are inherently susceptible to uncertainties and changes in circumstances and are not guarantees of future performance. Actual results may differ materially, for a wide range of possible reasons, including general industry and market conditions and general international economic conditions. In light of the many risks and uncertainties, you are advised not to put undue reliance on these statements. The management forecasts included in this report are not projections, and do not represent management's current estimates of future performance. Rather, they represent forecasts that management strives to achieve through the successful implementation of the Company's business strategies. The Company may be unsuccessful in implementing its business strategies, and management may fail to achieve its forecasts. The Company is under no obligation -- and expressly disclaims any such obligation -- to update or alter its forward-looking statements.

## Condensed Consolidated Statements of Financial Position

Sumitomo Corporation and Subsidiaries

As of March 31, 2022 and September 30, 2022

	Millions of Yen		Millions of U.S. Dollars
	March 31, 2022	September 30, 2022	September 30, 2022
<b>ASSETS</b>			
<b>Current assets:</b>			
Cash and cash equivalents	¥ 733,824	¥ 678,555	\$ 4,680
Time deposits	13,847	12,682	87
Marketable securities	2,308	2,419	17
Trade and other receivables	1,621,862	1,785,146	12,311
Contract assets	300,539	378,697	2,612
Other financial assets	250,892	310,439	2,141
Inventories	1,058,003	1,281,351	8,837
Advance payments to suppliers	116,795	129,895	896
Assets classified as held for sale	33,815	—	—
Other current assets	513,598	480,519	3,314
Total current assets	4,645,483	5,059,703	34,895
<b>Non-current assets:</b>			
Investments accounted for using the equity method	2,356,984	2,685,927	18,524
Other investments	416,667	395,251	2,726
Trade and other receivables	215,941	221,591	1,528
Other financial assets	204,415	286,351	1,975
Property, plant and equipment	1,023,733	1,094,973	7,552
Intangible assets	254,966	263,200	1,815
Investment property	339,336	361,659	2,494
Biological assets	40,241	38,780	267
Deferred tax assets	26,660	28,083	194
Other non-current assets	57,740	49,831	343
Total non-current assets	4,936,683	5,425,646	37,418
Total assets	¥ 9,582,166	¥ 10,485,349	\$ 72,313

Note: The U.S. Dollar amounts represent translations of Japanese Yen amounts at the rate of ¥145=US\$1.



## Condensed Consolidated Statements of Financial Position

Sumitomo Corporation and Subsidiaries

As of March 31, 2022 and September 30, 2022

	Millions of Yen		Millions of U.S. Dollars	
	March 31, 2022	September 30, 2022	March 31, 2022	September 30, 2022
<b>LIABILITIES AND EQUITY</b>				
<b>Current liabilities:</b>				
Bonds and borrowings	¥ 608,031	¥ 576,543	\$ 3,976	
Trade and other payables	1,612,480	1,704,838	11,758	
Lease liabilities	73,820	71,401	492	
Other financial liabilities	292,185	302,648	2,087	
Income tax payables	63,373	90,361	623	
Accrued expenses	119,979	122,292	843	
Contract liabilities	155,651	183,079	1,263	
Provisions	6,429	8,213	57	
Liabilities associated with assets classified as held for sale	16,917	—	—	
Other current liabilities	127,925	147,287	1,016	
Total current liabilities	3,076,790	3,206,662	22,115	
<b>Non-current liabilities:</b>				
Bonds and borrowings	2,413,343	2,481,011	17,110	
Trade and other payables	50,651	56,745	391	
Lease liabilities	410,027	420,795	2,902	
Other financial liabilities	95,764	120,693	833	
Accrued pension and retirement benefits	20,742	26,316	181	
Provisions	55,969	61,621	425	
Deferred tax liabilities	77,595	66,069	456	
Total non-current liabilities	3,124,091	3,233,250	22,298	
Total liabilities	6,200,881	6,439,912	44,413	
<b>Equity:</b>				
Common stock	219,894	220,047	1,518	
Additional paid-in capital	255,996	253,683	1,750	
Treasury stock	(1,871)	(1,776)	(12)	
Other components of equity	454,136	845,701	5,832	
Retained earnings	2,269,661	2,536,821	17,495	
Equity attributable to owners of the parent	3,197,816	3,854,476	26,583	
<b>Non-controlling interests</b>	183,469	190,961	1,317	
Total equity	3,381,285	4,045,437	27,900	
Total liabilities and equity	¥ 9,582,166	¥ 10,485,349	\$ 72,313	

Note: The U.S. Dollar amounts represent translations of Japanese Yen amounts at the rate of ¥145=US\$1.

# Condensed Consolidated Statements of Comprehensive Income

Sumitomo Corporation and Subsidiaries

For the six-month periods ended September 30, 2021 and 2022

	Millions of Yen		Millions of
	2021	2022	U.S. Dollars
<b>Revenues</b>			
Sales of tangible products	¥ 2,289,935	¥ 3,076,931	\$ 21,220
Sales of services and others	253,144	277,420	1,913
<b>Total revenues</b>	<b>2,543,079</b>	<b>3,354,351</b>	<b>23,133</b>
<b>Cost</b>			
Cost of tangible products sold	(1,925,759)	(2,580,302)	(17,795)
Cost of services and others	(129,322)	(147,926)	(1,020)
<b>Total cost</b>	<b>(2,055,081)</b>	<b>(2,728,228)</b>	<b>(18,815)</b>
<b>Gross profit</b>	<b>487,998</b>	<b>626,123</b>	<b>4,318</b>
<b>Other income (expenses)</b>			
Selling, general and administrative expenses	(333,000)	(383,505)	(2,645)
Impairment reversal (loss) on long-lived assets	59	6,041	42
Gain (loss) on sale of long-lived assets, net	4,999	18,413	127
Other, net	(3,027)	(396)	(3)
<b>Total other income (expenses)</b>	<b>(330,969)</b>	<b>(359,447)</b>	<b>(2,479)</b>
<b>Finance income (costs)</b>			
Interest income	12,370	20,478	141
Interest expense	(13,515)	(23,260)	(160)
Dividends	6,485	9,692	67
Gain (loss) on securities and other investments, net	13,306	20,365	140
<b>Finance income (costs), net</b>	<b>18,646</b>	<b>27,275</b>	<b>188</b>
<b>Share of profit (loss) of investments accounted for using the equity method</b>	<b>122,699</b>	<b>150,569</b>	<b>1,038</b>
<b>Profit before tax</b>	<b>298,374</b>	<b>444,520</b>	<b>3,065</b>
<b>Income tax expense</b>	<b>(46,343)</b>	<b>(79,177)</b>	<b>(546)</b>
<b>Profit for the period</b>	<b>252,031</b>	<b>365,343</b>	<b>2,519</b>
<b>Profit for the period attributable to:</b>			
Owners of the parent	¥ 241,036	¥ 350,213	\$ 2,415
Non-controlling interests	10,995	15,130	104
<b>Other comprehensive income</b>			
<b>Items that will not be reclassified to profit or loss</b>			
Financial assets measured at fair value through other comprehensive income	6,228	(9,729)	(67)
Remeasurements of defined benefit pension plans	5,469	(11,146)	(77)
Share of other comprehensive income of investments accounted for using the equity method	3,069	1,183	8
<b>Total items that will not be reclassified to profit or loss</b>	<b>14,766</b>	<b>(19,692)</b>	<b>(136)</b>
<b>Items that may be reclassified subsequently to profit or loss</b>			
Exchange differences on translating foreign operations	14,848	343,864	2,371
Cash-flow hedges	(1,941)	29,519	204
Hedging cost	1,394	(3,583)	(25)
Share of other comprehensive income of investments accounted for using the equity method	362	43,048	297
<b>Total items that may be reclassified subsequently to profit or loss</b>	<b>14,663</b>	<b>412,848</b>	<b>2,847</b>
<b>Other comprehensive income, net of tax</b>	<b>29,429</b>	<b>393,156</b>	<b>2,711</b>
<b>Comprehensive income for the period</b>	<b>281,460</b>	<b>758,499</b>	<b>5,230</b>
<b>Comprehensive income for the period attributable to:</b>			
Owners of the parent	¥ 269,359	¥ 739,975	\$ 5,103
Non-controlling interests	12,101	18,524	127

Note: The U.S. Dollar amounts represent translations of Japanese Yen amounts at the rate of ¥145=US\$1.

## Condensed Consolidated Statements of Changes in Equity

Sumitomo Corporation and Subsidiaries

For the six-month periods ended September 30, 2022 and 2021

For the six-month periods ended September 30, 2021

Millions of Yen

	Equity attributable to owners of the parent						Non-controlling interests	Total equity
	Common stock	Additional paid-in capital	Treasury stock	Other components of equity	Retained earnings	Total		
<b>Balance, beginning of year</b>	219,781	251,781	(2,063)	187,041	1,871,411	2,527,951	167,599	2,695,550
Profit for the period					241,036	241,036	10,995	252,031
Other comprehensive income for the period				28,323		28,323	1,106	29,429
<b>Comprehensive income for the period</b>				28,323	241,036	269,359	12,101	281,460
<b>Transaction with owners:</b>								
Share-based payment transactions	113	113				226		226
Acquisition (disposal) of non-controlling interests, net		4,369				4,369	(225)	4,144
Acquisition (disposal) of treasury stock, net			45			45		45
Cash dividends to owners of the parent					(43,740)	(43,740)		(43,740)
Cash dividends to non-controlling interests							(6,035)	(6,035)
Others		(88)				(88)		(88)
<b>Transfer to retained earnings</b>				(20,549)	20,549	—		—
<b>Balance, end of period</b>	219,894	256,175	(2,018)	194,815	2,089,256	2,758,122	173,440	2,931,562

For the six-month periods ended September 30, 2022

Millions of Yen

	Equity attributable to owners of the parent						Non-controlling interests	Total equity
	Common stock	Additional paid-in capital	Treasury stock	Other components of equity	Retained earnings	Total		
<b>Balance, beginning of year</b>	219,894	255,996	(1,871)	454,136	2,269,661	3,197,816	183,469	3,381,285
Profit for the period					350,213	350,213	15,130	365,343
Other comprehensive income for the period				389,762		389,762	3,394	393,156
<b>Comprehensive income for the period</b>				389,762	350,213	739,975	18,524	758,499
<b>Transaction with owners:</b>								
Share-based payment transactions	153	110				263		263
Acquisition (disposal) of non-controlling interests, net		(2,526)				(2,526)	330	(2,196)
Acquisition (disposal) of treasury stock, net			95			95		95
Cash dividends to owners of the parent					(81,250)	(81,250)		(81,250)
Cash dividends to non-controlling interests							(11,362)	(11,362)
Others		103				103		103
<b>Transfer to retained earnings</b>				1,803	(1,803)	—		—
<b>Balance, end of period</b>	220,047	253,683	(1,776)	845,701	2,536,821	3,854,476	190,961	4,045,437

For the six-month periods ended September 30, 2022

Millions of U.S. Dollars

	Equity attributable to owners of the parent						Non-controlling interests	Total equity
	Common stock	Additional paid-in capital	Treasury stock	Other components of equity	Retained earnings	Total		
<b>Balance, beginning of year</b>	1,517	1,765	(13)	3,132	15,653	22,054	1,265	23,319
Profit for the period					2,415	2,415	104	2,519
Other comprehensive income for the period				2,688		2,688	23	2,711
<b>Comprehensive income for the period</b>				2,688	2,415	5,103	127	5,230
<b>Transaction with owners:</b>								
Share-based payment transactions	1	1				2		2
Acquisition (disposal) of non-controlling interests, net		(17)				(17)	2	(15)
Acquisition (disposal) of treasury stock, net			1			1		1
Cash dividends to owners of the parent					(561)	(561)		(561)
Cash dividends to non-controlling interests							(77)	(77)
Others		1				1		1
<b>Transfer to retained earnings</b>				12	(12)	—		—
<b>Balance, end of period</b>	1,518	1,750	(12)	5,832	17,495	26,583	1,317	27,900

Note: The U.S. Dollar amounts represent translations of Japanese Yen amounts at the rate of ¥145=US\$1.

## Condensed Consolidated Statements of Cash Flows

Sumitomo Corporation and Subsidiaries

For the six-month periods ended September 30, 2021 and 2022

	Millions of Yen		Millions of U.S. Dollars	
	2021	2022	2021	2022
<b>Operating activities:</b>				
Profit for the period	¥ 252,031	¥ 365,343	\$ 2,519	
Adjustments to reconcile profit for the period to cash flows from operating activities:				
Depreciation and amortization	84,123	90,582	625	
Impairment reversal (loss) on long-lived assets	(59)	(6,041)	(42)	
Finance (income) costs, net	(18,646)	(27,275)	(188)	
Share of (profit) loss of investments accounted for using the equity method	(122,699)	(150,569)	(1,038)	
(Gain) loss on sale of long-lived assets, net	(4,999)	(18,413)	(127)	
Income tax expense	46,343	79,177	546	
Changes in inventories	(125,102)	(103,205)	(712)	
Changes in trade and other receivables	11,400	(69,233)	(477)	
Changes in prepaid expenses	(11,418)	4,743	33	
Changes in trade and other payables	(31,258)	(86,207)	(595)	
Other, net	(52,477)	37,046	256	
Interest received	5,803	8,151	56	
Dividends received	74,368	100,989	696	
Interest paid	(9,873)	(16,530)	(114)	
Income taxes paid	(7,367)	(43,338)	(299)	
Cash flows from operating activities	90,170	165,220	1,139	
<b>Investing activities:</b>				
Proceeds from sale of property, plant and equipment	1,744	5,505	38	
Purchases of property, plant and equipment	(39,317)	(33,775)	(233)	
Proceeds from sale of investment property	22,308	32,119	221	
Purchases of investment property	(3,095)	(34,259)	(236)	
Proceeds from sale of other investments	60,338	68,955	476	
Acquisitions of other investments	(57,134)	(77,679)	(536)	
Collection of loans receivable	18,180	4,048	28	
Increase in loans receivable	(18,796)	(11,161)	(77)	
Cash flows from investing activities	(15,772)	(46,247)	(319)	
Free Cash Flows:	74,398	118,973	820	
<b>Financing activities:</b>				
Net changes in short-term debts	24,668	(3,625)	(25)	
Proceeds from issuance of long-term debts	191,402	136,271	940	
Repayments of long-term debts	(137,476)	(246,898)	(1,703)	
Repayments of lease liabilities	(33,165)	(34,552)	(238)	
Cash dividends paid	(43,740)	(81,250)	(561)	
Capital contribution from non-controlling interests	99	273	2	
Payments for acquisitions of subsidiary's interests from non-controlling interests	(1,859)	(3,129)	(22)	
Payments of dividends to non-controlling interests	(6,035)	(11,362)	(77)	
Acquisitions and disposal of treasury stock, net	20	32	0	
Cash flows from financing activities	(6,086)	(244,240)	(1,684)	
<b>Net changes in cash and cash equivalents</b>	<b>68,312</b>	<b>(125,267)</b>	<b>(864)</b>	
<b>Cash and cash equivalents at the beginning of year</b>	<b>599,013</b>	<b>733,824</b>	<b>5,061</b>	
<b>Effect of exchange rate changes on cash and cash equivalents</b>	<b>3,605</b>	<b>60,829</b>	<b>420</b>	
<b>Net changes in cash and cash equivalents resulting from transfer to assets classified as held for sale</b>	<b>131</b>	<b>9,169</b>	<b>63</b>	
<b>Cash and cash equivalents at the end of period</b>	<b>¥ 671,061</b>	<b>¥ 678,555</b>	<b>\$ 4,680</b>	

Note: The U.S. Dollar amounts represent translations of Japanese Yen amounts at the rate of ¥145=US\$1.

**Assumptions for Going Concern**

: None

## Segment Information

Sumitomo Corporation and Subsidiaries  
For the six-month periods ended September 30, 2021 and 2022

2021:	Millions of Yen									
		Metal Products	Transportation & Construction Systems	Infrastructure	Media & Digital	Living Related & Real Estate	Mineral Resources, Energy, Chemical & Electronics	Segment Total	Corporate and Eliminations	Consolidated
Total revenues	¥	478,177	439,204	194,202	201,452	497,375	681,235	2,491,645	51,434	2,543,079
Gross profit		61,426	90,515	42,102	53,203	112,681	125,646	485,573	2,425	487,998
Share of profit (loss) of investments accounted for using the equity method		4,304	23,024	5,184	19,068	3,771	66,278	121,629	1,070	122,699
Profit for the period (attributable to owners of the parent)		22,869	33,365	18,287	19,056	27,089	104,085	224,751	16,285	241,036
Total assets (As of March 31)		981,264	1,751,663	1,228,743	1,007,972	1,527,726	2,747,353	9,244,721	337,445	9,582,166

2022:	Millions of Yen									
		Metal Products	Transportation & Construction Systems	Infrastructure	Media & Digital	Living Related & Real Estate	Mineral Resources, Energy, Chemical & Electronics	Segment Total	Corporate and Eliminations	Consolidated
Total revenues	¥	803,961	504,027	289,394	215,203	522,883	1,006,438	3,341,906	12,445	3,354,351
Gross profit		104,886	120,020	27,332	56,743	120,406	197,817	627,204	(1,081)	626,123
Share of profit (loss) of investments accounted for using the equity method		6,013	28,666	8,577	14,812	5,339	83,627	147,034	3,535	150,569
Profit for the period (attributable to owners of the parent)		52,340	45,811	19,748	13,550	43,134	173,239	347,822	2,391	350,213
Total assets (As of September 30)		1,134,562	1,941,668	1,449,808	1,050,927	1,668,976	3,060,507	10,306,448	178,901	10,485,349

2022:	Millions of U.S. Dollars									
		Metal Products	Transportation & Construction Systems	Infrastructure	Media & Digital	Living Related & Real Estate	Mineral Resources, Energy, Chemical & Electronics	Segment Total	Corporate and Eliminations	Consolidated
Total revenues	\$	5,545	3,476	1,996	1,484	3,606	6,941	23,048	85	23,133
Gross profit		723	828	189	391	831	1,364	4,326	(8)	4,318
Share of profit (loss) of investments accounted for using the equity method		41	198	59	102	37	577	1,014	24	1,038
Profit for the period (attributable to owners of the parent)		361	316	136	93	298	1,195	2,399	16	2,415
Total assets (As of September 30)		7,824	13,391	9,999	7,248	11,510	21,107	71,079	1,234	72,313

### Notes:

1) The U.S. Dollar amounts represent translations of Japanese yen amounts at the rate of ¥145=US\$1.

2) On April 1, 2022, precision agriculture business was transferred from Transportation & Construction Systems Business Unit to Mineral Resources, Energy, Chemical & Electronics Business Unit and digital health business was transferred from Media & Digital Business Unit to Living Related & Real Estate Business Unit. Accordingly, the segment information of the same period of the previous year has been reclassified.