Highlights of Consolidated Financial Results for the First Half Ended September 30, 2018 (IFRS)

Results Highlights

Consolidated Statements of Profit or Loss

▲ I	In the six-month period ended September 30, 2018, conditions in the global	FY2	018 1st H	alf
•	economy proved firm due to the support of growth in developed countries	Results	1Q	2Q
	witnessing strong consumption as well as in emerging countries. Resource prices	а	Results	Results
t N e	 were likewise solid. Meanwhile, caution is warranted going forward with regard to the potential impact of U.S. interest rate hike and trade negotiations and Middle Eastern instability on foreign exchange rates, commodity prices, and emerging economies. The Company's revenue for the six-month period ended September 30, 2018, was up year on year due to increased sales in the Metals & Mineral Resources Division, a result of rises in prices and transactions volumes 	941.8	467.9	473.9
a t	for coal and other resources, and in the Automotive Division, a result of the acquisition of new domestic and overseas automotive dealership and other businesses. Profit for the period (attributable to owners of the Company) rose year on year thanks to higher gross profit and gains on sales of automobile-related companies.	120.9	59.9	61.0
	Selling, general and administrat	ive expens	es	
((Figures in parentheses are year-on-year changes) Personnel expenses	(48.1)	(24.1)	(24.0)
F	Revenue 941.8 billion yen (+57.8 billion yen / +6.5%) Non-personnel expenses	(33.9)	(16.9)	(17.0)
(Gross profit 120.9 billion yen (+9.4 billion yen / +8.5%) Depreciation	(3.3)	(1.7)	(1.6)
	Increase in revenue and gross profit in the Metals & Mineral Resources Division Provision of allowance for doubtful accounts	(0.3)	0.0	(0.3)
	due to higher prices and transaction volumes for coal and other resources(Total selling, general and• Increase in revenue and gross profit in the Automotive Division due to theadministrative expenses)	<u>(85.6)</u>	<u>(42.7)</u>	<u>(42.9)</u>
	new acquisition of a domestic and overseas automobile dealership businesses Other income/expenses			
F	Profit for the period (attributable to owners of the Company)Gain/loss on sale and disposal of37.1 billion yen(+9.9 billion yen / +36.4%)fixed assets, net	0.9	0.4	0.5
	Increase in gross profit Impairment loss on fixed assets	(0.1)	(0.1)	0.0
	• Increase in other income due to gains on a sale of automobile-related company Gain on reorganization of subsidiaries/associates	8.0	6.1 (1.9
	(Reference) Loss on reorganization of subsidiaries/associates	(2.4)	(0.9)	(1.5)
	• Effective from the fiscal year ending March 31, 2019, inventories associated Other operating income/expenses	(0.8)	(0.6)	(0.2)
	with transactions in which the Company acts as a transaction agent will be (Total other income/expenses)	5.6	4.9	0.7
	recorded under trade and other receivables in conjunction with the application of IFRS 15—Revenue from Contracts with Customers.	3.6	1.7	1.9
	In addition, core operating cash flow and core cash flow have been Interest expenses	(7.8)		
	adopted under cash flows from the fiscal year ending March 31, 2019. (Interest expenses, net)	<u>(4.2)</u>	<u>(2.5)</u>	(1.7)
	Dividends received	2.6	1.9	0.7
♦ E	Earnings forecast for the fiscal year ending March 31, 2019 Other financial income/costs	0.3	0.2	0.1
	Full-year earnings forecasts were revised as follows. (Financial income/costs, net)	<u>(1.3)</u>	<u>(0.4)</u>	(0.9)
	FY2018 Initial ForecastFY2018 Revised ForecastShare of profit (loss) of investments accounted for using the equity method	11.9	5.6	6.3
	Profit for the year 63.0 billion yen \Rightarrow 70.0 billion yen Profit before tax	51.5	27.3	24.2
	(attributable to owners of the Company) Income tax expenses	(11.5)	(5.9)	(5.6)
	Profit for the period	40.0	21.4	18.6
((Assumptions) (Profit attributable to)			
	Exchange rate (annual average: ¥/US\$) : 105 Owners of the Company	37.1	19.8	17.3
	Non-controlling interests	2.9	1.6	1.3
• (Cash dividends per share for the fiscal year ending March 31, 2019	45.9	22.2	23.7
	Interim 7.50 yen per share			
	Year-end 7.50 yen per share (forecast)			
*1 *2	Core earnings = Gross profit + Selling, general and administrative expenses (before provision of allowance for doubtful accounts and write-offs) + Net interest expenses + Dividend income + Share of profit (loss) of investments accounted for using the equity method Core operating cash flow = Net cash provided by (used in) operating activities –	ncome		
··· 2	Changes in working capital	EV2	018 1st H	
*3	Core cash flow = Core operating cash flow + Post-adjustment net cash provided by			
" J	(used in) investing activities – Dividends paid (Post-adjustment net cash provided by (used in) investing activities is net cash	Results a	1Q Results	2Q Results

(Post-adjustment net cash provided by (used in) investing activities is net cash provided by (used in) investing activities after adjustment for changes in long-term operating assets, etc.)

* Caution regarding forward-looking statements

This document contains forward-looking statements based on information available to the Company at the time of disclosure and certain assumptions that management believes to be reasonable. Sojitz makes no assurances as to the actual results and/or other outcomes, which may differ substantially from those expressed or implied by such forward-looking statements due to various factors including changes in economic conditions in key markets, both in and outside of Japan, and exchange rate movements. The Company will provide timely disclosure of any material changes, events, or other relevant issues.

		FY2018 1st Half		
		Results 1Q 2Q		
		а	Results	Results
Profit for the period		40.0	21.4	18.6
Other comprehensive income		2.6	(8.8)	11.4
Total comprehensive income for the period		42.6	12.6	30.0
Comprehensive income attributa		ble to:		
	Owners of the Company	39.5	11.2	28.3
	Non-controlling interests	3.1	1.4	1.7

Consolidated Statements of Financial Position

FY2017 1st Half Reasons for the Difference FY2018 Forcast Percentage Achieved Sep. 30, Achieved Mar. 31, 2018 Sep. 30, 2018 Mar. 31, 2018 Results Difference a/c d d e e </th <th></th> <th></th> <th></th> <th></th> <th></th> <th>(Billi</th> <th>ions of yen)</th> <th></th> <th></th> <th></th> <th></th> <th></th>						(Billi	ions of yen)					
Results Difference a-b Reasons for the Difference b Forecast c Attender a/c B8-0 Free a-b Revenue: change in segment Metals & Mineral Resources +46.8 +45.4 Automotive Current assets 1,333.0 1,376.3 (43.3) 306.1 305.2 0.9 d-e B8+0 Free y Social Infrastructure (17.0) Trade and other receivables Trade and other receivables 1,28.2 0.9 d-e 0.0 d-e 0.0 d-e <td< td=""><td>I</td><td>FY2017</td><td>1st Half</td><td></td><td></td><td>1</td><td>1</td><td></td><td>Sep. 30,</td><td>Mar. 31.</td><td></td><td>1</td></td<>	I	FY2017	1st Half			1	1		Sep. 30,	Mar. 31.		1
b a-b c a/c a/c B8-0 Production of the sequence 44.6,8 Current assets 1.333.0 1.276.3 (43.2) B8-0 C78 Automotive 43.2 Cash and cash equivalents 305.1 105.2 (9) 111.5 9.4 Automotive 43.2 Cash and cash equivalents 305.1 105.2 (9) 111.5 9.4 Match k Mneral Resources +7.1 240.0 50% Mon-current assets 60.4 92.4 112.4 53.9 110.008.6 92.4 12.4			rł	Reasons for the Difference			-		-		Difference	1
B84.0 Evenue: charge in segment Current assets 1.332.0 1.232.0							a/c					1
BB4.0 Field & Minori Resources 446.8 + Automotive Cash and cash equivalents 305.1 2.8 28 0.0 111.5 9.4 Automotive 747.8 549.9 197.9 1 111.5 9.4 Match & Minering Resources +7.1 240.0 50% Automotive 206.9 396.0 (138.0) 1 111.5 9.4 Match & Minering Resources +7.1 240.0 50% Non-current assets 1.008.4 322.4 4.33 1 4.4 4.4 4.4 4.4 4.0 1(2.3) (1.6) 1 Investment property Part and equipment 66.3 500.2 (1.1) 1 1(2.8) (0.5) 1 Increase due to acquisition of new consolidated subidiaries (1.73.0) Current liabilities 7.2.3 7.4.4 (3.00.1 11.1.5 2.30.4 654.2 (2.2.1) (2.3.0.4 (3.0.2) 1.31.0 2.32.1 4.3.0 1.31.0 2.32.1 4.3.0 1.31.0 2.32.1 4.3.0 1.31.0 2.32.1				Revenue: change in segment			,	Current assets	1,333.0		(43.3)	
Energy & Social Infrastructure (17.0) Trade and other neceivables 747.8 549.9 197.30 111.5 9.4 Gross profit: change in segment. 206.9 396.0 (189.0) 4.3 111.5 9.4 Metals & Mineral Resources +7.1 240.0 594 Non-current assets 100.8.4 924.1 44.3 11.5 6.3 6.5 0.5 10.5 1 11.5 10.8.4 924.1 44.3 1.4 1.4 1.4 1.4 1.4 1.4 1.4 1.4 1.4 1.4 1				Metals & Mineral Resources +	46.8			Cash and cash equivalents				1
Gross profit: change in segment Control is segment		884.0	57.8	Automotive +	34.2			Time deposits	2.8	2.8	0.0	1
Gross profit: change in segment Comment is segment				Energy & Social Infrastructure (1	7.0)			Trade and other receivables	747.8	549.9	197.9) c
111.5 94 Metals & Mineral Resources +7.1 240.0 50% Non-current assets 1.008.4 974.1 143.3 1 Automotive +5.1 Property, plant and equipment 188.7 172.1 166.5 1 166.5 5 8 0.5 5 5 8 0.5 5 8 0.2 0.2 0.5 1								Inventories	206.9	396.0	(189.1)	a
Automotive +5.1 Property, plant and equipment 188.7 172.1 16.5 1 (4.3.6) (4.5) (4.5) (5.8) (6.3) 65.8 0.5 (3.2.3) (1.6) (1.6) (1.7.2) (1.6.3) 0.5 0.2 (2.5) 0.5 (2.6) (1.7.2) (1				Gross profit: change in segment				Other current assets	69.4	122.4	(53.0)	Ĺ
Machinery & Medical Infrastructure (3.7) Goodwill 66.3 65.8 0.5 (43.6) (4.5) (4.5) (4.5) (4.5) (4.5) (4.5) (4.5) (4.5) (4.1) (4.2) (4.1) (4.2) (4.1) (4.2) (4.1) (4.2) (4.1) (4.2) (4.1) (4.2) (4.2) (4.2) (4.3) (4.2) (4.3) (4.2) (4.3) (4.2) (4.3) (4.3) (4.3) (4.3) (4.3) (4.3) (4.3) (4.3) (4.3) (4.3) (4.3) (4.3) <		111.5	9.4	Metals & Mineral Resources	+7.1	240.0	50%	Non-current assets	<u>1,008.4</u>	<u>974.1</u>	<u>34.3</u>	b
(43.6) (4.5) (32.3) (1.6) (2.8) (0.5) (2.8) (0.5) (2.8) (0.5) (2.8) (0.5) (2.8) (0.5) (2.8) (0.5) (2.8) (2.5) (7.8) (7.1) (1.6) (1.7) (1.6) (1.7) (1.6) (1.7) (1.6) (1.7) (1.6) (1.1) (1.6) (1.1) (1.6) (1.1) (1.6) (1.1) (1.6) (1.1) (1.6) (1.1) (1.6) (1.1) (1.6) (1.1) (1.6) (1.1) (1.3) (1.6) (1.4) (1.1) (1.4) (1.1) (1.4) (1.1) (1.4) (1.1) (1.4) (1.1) (1.6) (1.1) (1.6) (1.1) (1.6) (1.1) (1.6) (1.1)				Automotive	+5.1			Property, plant and equipment	188.7	172.1	16.6	I
(43.6) (4.5) (32.3) (1.6) (2.8) (0.5) 0.2 (0.5) (77.5) (7.1) (77.5) (7.1) (77.5) (7.1) (10.1) and a solar power generation business 0.0 (0.1) and a solar power generation business (173.0) 0.0 (0.1) and a solar power generation business (173.0) 0.0 (0.1) and a solar power generation business (173.0) 0.0 (0.4) 0.0 (0.4) 0.0 (0.4) 0.0 (0.4) 0.0 (0.1) and a solar power generation business (173.0) 0.0 (0.4) 0.0 (0.4) 0.0 (0.4) 0.0 (0.4) 0.0 (0.4) 0.0 (0.4) 0.0 (0.4) 0.0 (0.4) 0.0 (0.4) 0.0 (0.4) 0.0 (0.4)				Machinery & Medical Infrastructure (3.7)			Goodwill	66.3	65.8	0.5	р
(32.3) (1.6) (2.8) (0.5) 0.2 (0.5) (2.8) (0.5) (2.8) (2.1) Increase due to acquisition of new consolidated subsidiaries (123.0) (28.5) (2.1) (28.5) (2.1) Sales of an automotive-related company and a solar power generation business (123.0) (4.3) 1.9 (4.3) 1.9 (4.3) 1.9 (4.3) 1.9 (4.3) 1.9 (7.4) (0.4) (0.4) (0.4) (0.4) (0.4) (0.4) (0.4) (1.5) (0.4) (1.6) (1.2) (1.6) (1.2) (1.6) (1.2) (1.6) (1.2) (1.6) (1.2) (2.4) (2.2) (2.4) (2.4) (2.4) (2.4) (2.4) (2.4) (2.4) (2.5) (2.4) (2.4) (2.4) (2.5) (2.								Intangible assets	48.1	44.1	4.0	1
(2.8) (0.5) Increase due to acquisition of new consolidated subsidiaries (123.0) (2.8) (0.5) Increase due to acquisition of new consolidated subsidiaries (123.0) (0.0) 0.9 Sales of an automotive-related company and a solar power generation business (123.0) (1.6) 6.4.4 company 1.6. 6.4.4 gasta 84.0.1 21.2.1.2 (1.3) 1.6 6.4.4 company 1.3.6 23.4.1.4 2.330.4 (9.0) (4.3) 1.9 Sales of an automotive-related company and a solar power generation business 5.0 Current liabilities 77.0 78.3 (1.3.1) (4.3) 1.9 Outher non-current liabilities 827.2 827.3 22.3.1.2 0.3 (2.9))	(43.6)	(4.5)					Investment property	24.7	24.5	0.2	1
0.2 (0.5) (0.5) (11) Increase due to acquisition of new consolidated subsidiaries (173.0) (178.5) (7.1) Increase due to acquisition of new consolidated subsidiaries (173.0) (178.5) (7.1) Increase due to acquisition of new consolidated subsidiaries (173.0) (178.5) (7.1) Increase due to acquisition of new consolidated subsidiaries (173.0) (178.5) (7.1) Increase due to acquisition of new consolidated subsidiaries (173.0) (178.5) (7.4) (2.3) 824.3 846.0 (22.1) (4.3) 0.0 0.0 0.3 (0.4) (0.6) (0.6) (0.6) (0.7) (0.6) (0.7) (0.6) (0.2) (0.7) (0.6) (0.2) (0.7) (0.6) (0.2) (0.7) <td>)</td> <td>(32.3)</td> <td>(1.6)</td> <td></td> <td></td> <td></td> <td></td> <td>Investments accounted for</td> <td>604 2</td> <td>F00 2</td> <td></td> <td>т.</td>)	(32.3)	(1.6)					Investments accounted for	604 2	F00 2		т.
Total assets 2,341.4 2,350.4 (9.0) 0.0 0.9 Sales of an automotive-related company and a solar power generation business Trade and other payables Bonds and borrowings 136.9 113.5 23.41 (43.8) (44.8) (45.2) (43.8) (44.8) (45.2) (43.8) (45.2) (43.8) (45.2) (43.8) (45.2) (43.8) (45.2) (45.2) (45.2) <)	(2.8)	(0.5)					using the equity method	004.5	590.2	14.1	TI
1 (78.5) (7.11) consolidated subsidiaries (173.0) 0.0 0.9 Sales of an automotive-related company and a solar power generation business 5 Current liabilities 824.3 846.0 (21.2) r 0.0 (0.1) and a solar power generation business 0 Other current liabilities 77.0 78.3 (1.3) 1.6 6.4 company 5 Bonds and borrowings 76.8 78.9 (22.1) 0 0 (0.4) (0.4) (0.4) 0.4 5 Bonds and borrowings 76.8 78.9 (28.0) (23.1) 1 8.7 6.0 5 78.8 (7.2) 0.3 (24.1) 1.725.3 (43.8) (25.1) (27.1) 0.3 (1.72.5) (2.3) (2.4) 1.725.3 (23.1) (27.1) 0.5 0.0 0.3 1.725.3 (43.8) 1.725.3 (43.8) 1.725.3 (43.8) 1.725.3 (43.8) 1.725.3 (23.1) 0.0 0.0 0.0 1.66.1 1.66.1 1.66.1 1.66.1 1.66.1 1.66.1 1.725.3 (2)	0.2	(0.5)					Other non-current assets	76.3	77.4	(1.1)	
Consolidated substantes Current liabilities B24.3 846.0 (21.2) (4.3) 0.0 0.1 Sales of an automotive-related company and a solar power generation business Final States of an automotive-related company and a solar power generation business Final States of an automotive-related company and a solar power generation business Final States of an automotive-related company and a solar power generation business Final States of an automotive-related company and a solar power generation business Final States of an automotive-related company and a solar power generation business Final States of an automotive-related company and a solar power generation business Current liabilities B24.3 846.0 (21.2) (43.8) 0.4(4.3) 1.9 Final States of an automotive-related company and a solar power generation business Final States of an automotive-related company and a solar power generation business Final States of an automotive-related company and a solar power generation business Final States of an automotive relates of an automotive related company of (4.3) Final States of an automotive relates of an	`	(78 5)	(71)	Increase due to acquisition of new		(173.0)		Total assets	2,341.4	2,350.4	(9.0)	
0.0 0.9 Sales of an automotive-related company and a solar power generation business Trade and other payables 610.4 654.2 (43.6) 13.5 0.0 0.01 0.01 and a solar power generation business Other current liabilities 77.0 78.3 (1.3) 0.6 64.4 company Solar power generation business Other current liabilities 77.0 78.3 (22.1) 0.04 (0.4) 0.04 0.05 0.05 0.05 0.05 0.05 0.05 0.05 0.05 0.05 0.05 0.05 0.05 0.05 0.05 0.05 0.05 0.05 0.05 0.05 0.07 0.05 0.07 0.07 0.07 0.07 0.07 0.07 0.07 0.07 0.07 0.07 0.07 0.07 0.07 0.07 0.07 0.07 0.07 0.07 <	2	(78.5)	(7.1)	consolidated subsidiaries		(1/3.0)			_	-		
0.0 0.9 Sales of an automotive-related company and a solar power generation business Bonds and borrowings 136.9 113.5 23.3 1 1.6 6.4 company Non-current liabilities 857.2 829.3 (22)1 0 0.4								Current liabilities	<u>824.3</u>	<u>846.0</u>	(21.7)	D
Sales of an automotive-related company and a solar power generation business Bonds and borrowings 136.9 113.5 23.49 1 0.0 (0.1) and a solar power generation business Other current liabilities 77.0 78.3 (1.3) 0.4 1.9 Other current liabilities 22.2 879.3 (22.1) 0.4 <td></td> <td>0.0</td> <td>0 9</td> <td></td> <td></td> <td></td> <td></td> <td>Trade and other payables</td> <td>610.4</td> <td>654.2</td> <td>(43.8)</td> <td>r</td>		0.0	0 9					Trade and other payables	610.4	654.2	(43.8)	r
0.0 (0.1) and a solar power generation business Other current liabilities 77.0 78.3 (1.3) C 1.6 6.4 company Bonds and borrowings 768.9 798.0 (22.1) C 1.4.3 1.9 Bonds and borrowings 768.9 798.0 (22.1) C 1.4.4.3 1.9 Bonds and borrowings 768.9 798.0 (22.1) C 1.4.4.3 1.9 Bonds and borrowings 768.9 798.0 (22.1) C 1.4.4.3 1.2 Bonds and borrowings 768.9 798.0 (23.1) C 1.4.5 1.2 C C Total liabilities 1.66.0 55.3 6.7 1.4.5 1.2 C Share capital 160.3 160.3 - 1.5.0 0.8 C C C Capital surplus 146.6 146.5 0.1 1.5.0 0.8 1.2 C C C C C C C C C C C C C C C C		0.0	0.5	Sales of an automotive-related company				Bonds and borrowings	136.9	113.5 (23.4	I
(4.3) 1.9 Bonds and borrowings 768.9 798.0 (29.1) 1 (0.4)		0.0	(0.1)					Other current liabilities	77.0	78.3	(1.3)	С
1 (4.3) 1.9 Retirement benefits liabilities 22.3 22.0 0.3 0.0 0 (0.4) (0.4) (0.4) (0.4) 0.4	\geq	1.6	6.4	company				Non-current liabilities	<u>857.2</u>	<u>879.3</u>	<u>(22.1)</u>	1
(0.4) (0.60) (0.7) (0.7) <td>١</td> <td>(4 3)</td> <td>1 9</td> <td></td> <td></td> <td></td> <td></td> <td>Bonds and borrowings</td> <td>768.9</td> <td>798.0</td> <td>(29.1)</td> <td>D</td>	١	(4 3)	1 9					Bonds and borrowings	768.9	798.0	(29.1)	D
(3.1) 8.7 Total liabilities 1,681.5 1,725.3 (43.8) 2.4 1.2 Share capital 160.3 160.3 160.3 160.3 (7.4) (0.4) Share capital 160.3 160.3 160.3 160.3 (5.0) 0.8 Capital surplus 146.6 146.5 0.1 160.3 124.3 2.0 0.0 2.1 0.5 O.0 0.3 Capital surplus 146.6 146.5.5 0.1 146.0 155.5 28.5 28.5 29.9 27.0 0ther components of equity 126.3 586.4 29.9 129.9 10.0 10.0 10.0 27.0 Non-controlling interests 43.6 38.7 4.9 74.5 74.5 54% Gross interest-bearing debt 20.5.9 625.1 34.8 10.0 <td< td=""><td>'</td><td>(4.5)</td><td>1.5</td><td></td><td></td><td></td><td></td><td>Retirement benefits liabilities</td><td>22.3</td><td>22.0</td><td>0.3</td><td>С</td></td<>	'	(4.5)	1.5					Retirement benefits liabilities	22.3	22.0	0.3	С
2.4 1.2 .)	(0.4)	(0.4)					Other non-current liabilities	66.0	59.3	6.7	
(7.4) (0.4) (5.0) 0.8 2.1 0.5 0.0 0.3 (2.9) 1.6 (2.9) 1.6 (2.9) 1.6 (3.0) 0.3 (2.1) 0.5 (3.1) 0.3 (2.2) 1.6 (5.0) 0.6 (2.9) 1.6 (5.0) 0.5 (5.0) 0.6 (2.9) 1.6 (5.0) 0.6 (5.0) 0.6 (2.9) 1.6 (5.0) 0.6 (2.9) 1.6 (5.0) 0.6 (5.0) 0.6 (5.0) 0.6 (2.9) 1.6 (7.6) (3.9) (7.6) (3.9) (7.6) (3.9) (2.72) 9.9 3.1 (0.2) (0.2) 4.5 (2.72) 9.9 3.1 (0.2) (0.2) 4.5 (2.	_	<u>(3.1)</u>	<u>8.7</u>			<u>6.0</u>		Total liabilities	1,681.5	1,725.3	(43.8)	1
(7.4) (0.4) (5.0) 0.8 2.1 0.5 0.0 0.3 (2.9) 1.6 (2.9) 1.6 (2.9) 1.6 (3.0) 0.3 (2.1) 0.5 (3.1) 0.3 (2.2) 1.6 (5.0) 0.6 (2.9) 1.6 (5.0) 0.5 (5.0) 0.6 (2.9) 1.6 (5.0) 0.6 (5.0) 0.6 (2.9) 1.6 (5.0) 0.6 (2.9) 1.6 (5.0) 0.6 (5.0) 0.6 (5.0) 0.6 (2.9) 1.6 (7.6) (3.9) (7.6) (3.9) (7.6) (3.9) (2.72) 9.9 3.1 (0.2) (0.2) 4.5 (2.72) 9.9 3.1 (0.2) (0.2) 4.5 (2.												1
1 0.5 0.8 Treasury stock (0.9) (0.2) (0.7) 2.1 0.5 0.6 0.6 126.3 124.3 2.0 126.3 124.3 2.0 2.0 2.0 126.3 124.3 2.0		2.4	1.2					Share capital	160.3	160.3	-	1
2.1 0.5 0.0 0.3 0.0 0.3 124.3 2.0 124.3 124.3 2.0 124.3 124.3 2.0 124.3 124.3 2.0 124.3 124.3 124.3 120.3 124.3 124.3)	(7.4)	(0.4)					Capital surplus	146.6	146.5	0.1	1
0.0 0.3 Retained earnings 184.0 155.5 28.5 18.1 18)	<u>(5.0)</u>						Treasury stock	(0.9)	(0.2)	(0.7)	1
1.6 (5.0) Total equity attributable to owners of the Company 616.3 586.4 29.9 10.9 1.0 1.0 27.0 Non-controlling interests 43.6 38.7 4.9 37.9 13.6 95.0 54% 54% Total equity 2,341.4 2,350.4 (9.0) 0 (7.6) (3.9) (20.5) 54% Total equity ratio (times)* 95.0 54% 30.3 9.7 (20.5) 74.5 54% Gross interest-bearing debt 905.8 911.5 (5.7) % 27.2 9.9 3.1 (0.2) 4.5 4.5 54% Current ratio 161.7% 26.3% 25.0% +1.3% 0.102 1.012 4.5 4.5 4.5 4.5 4.5 4.5 4.5 4.5 4.5 4.5 4.5 4.5 4.5 4.5 4.5 4.5 4.5 4.5 4.5 5.5% 4.5 5.5% 4.5 5.5% 4.5 5.5% 4.5 5.5% 4.5 5.5% 4.5 5.5% 4.5 5.5% 5.5%		2.1						Other components of equity	126.3			Ρ
10.9 1.0 27.0 Non-controlling interests 43.6 38.7 4.9 37.9 13.6 95.0 54% 54% 54% Total equity 659.9 625.1 34.8 34.9 (7.6) (3.9) (20.5) (20.5) 100<								Retained earnings				D
10.9 1.0 27.0 Total equity 659.9 625.1 34.8 37.9 13.6 95.0 54% Total liabilities and equity 2,341.4 2,350.4 (9.0) (7.6) (3.9) (20.5) (20.5) Gross interest-bearing debt 905.8 911.5 (5.7) (5.7) 30.3 9.7 74.5 54% Gross interest-bearing debt 596.9 603.5 (6.6) 27.2 9.9 70.0 53% Net interest-bearing debt 596.9 603.5 (6.6) 3.1 (0.2) 4.5 4.5 Current ratio 161.7% 162.7% (1.0)%)	<u>(2.9)</u>	<u>1.6</u>			<u>(5.0)</u>						1
Total equity 659.9 625.1 34.8 37.9 13.6 95.0 54% (7.6) (3.9) (20.5) (20.5) 30.3 9.7 74.5 54% 27.2 9.9 70.0 53% 3.1 (0.2) 70.0 53% Current ratio 161.7% 162.7% (1.0)%		10.9	1.0			27.0		-				
) (7.6) (3.9) (20.5) 30.3 9.7 74.5 54% 27.2 9.9 70.0 53% 3.1 (0.2) 4.5 161.7% 10.2 161.7% 162.7%								. ,				
30.3 9.7 Gross interest-bearing debt 905.8 911.5 (5.7) * 27.2 9.9 0.2 9.9 70.0 53% Net interest-bearing debt 596.9 603.5 (6.6) 3.1 (0.2) 4.5 4.5 Equity ratio * 26.3% 25.0% +1.3% Current ratio 161.7% 162.7% (1.0)% 162.7% 10.9%								Total liabilities and equity	2,341.4	2,350.4	(9.0)	
27.2 9.9 59.9 50.0 53% 3.1 (0.2) 0.2)									-		
27.2 9.9 3.1 (0.2) 70.0 53% Net debt/equity ratio (times)* 0.97 1.03 (0.06) Equity ratio* 26.3% 25.0% +1.3% Current ratio 161.7% 162.7% (1.0)%		30.3	9.7			74.5	54%					*
3.1 (0.2) 4.5 Equity ratio* 26.3% 25.0% +1.3% Current ratio 161.7% 162.7% (1.0)%												
Current ratio 161.7% 162.7% (1.0)%											. ,	
		3.1	(0.2)			4.5						
40.8 5.1 89.0 Long-term debt ratio 84.9% 87.5% (2.6)%	Т		1			_	1					
		40.8	5.1			89.0	J	Long-term debt ratio	84.9%	87.5%	(2.6)%	

Cash Flows

(Billions of yen)					
FY2017 1st Half					
Results	Difference				
b	a-b				
30.3	9.7				
6.5	(3.9)				
36.8	5.8				
22.6	ГО				
33.6	5.9				
3.2	(0.1)				

en)					(Billions of yen)
nce		FY2018 1st Half	FY2017 1st Half		
		Results	Results	Difference	Factors Affecting Circled Figures
.7		а	b	a-b	
.9)	Cash flows from operating activities	51.7	(15.8)	67.5	Higher revenue due to increased business earnings
.8	Cash flows from investing activities	(25.8)	(37.6)	11.8	Outflows due to investment in U.S. gas-fired thermal
	Free cash flows	<u>25.9</u>	<u>(53.4)</u>	<u>79.3</u>	power generation business
.9	Cash flows from financing activities	(27.8)	52.0	(79.8)	Outflows due to repayment of borrowings and dividends paid
.1)					
	Core operating cash flow*2	39.7	36.6	3.1	
	Core cash flow*3	23.2	(43.6)	66.8	

November 1, 2018 Sojitz Corporation

(Billions of yen)

Reasons for the Difference

Change in account item resulted from application of new IFRS standard Decrease associated with aircraft-related businesses

Increase due to acquisition of overseas papermaking company

Increase due to new investments

Decrease in tobacco and machineryrelated business Increase due to transference of noncurrent liabilities to current liabilities

Decrease due to transference of noncurrent liabilities to current liabilities

Profit for the period +37.1Dividends (7.5)

* "Total equity attributable to owners of the Company" is used as the denominator when calculating "Net DER" and the numerator when calculating "Equity ratio."