

# **Consolidated Financial Summary Cumulative Second Quarter of FY2022**

(April 1, 2021 – September 30, 2021)

## **TS TECH Co.,Ltd.**

This document is an English translation of the Japanese language version of the consolidated financial summary that TS TECH Co., Ltd. has produced as a reference purpose.

In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.



## Consolidated Financial Summary for the Cumulative Second Quarter of FY2022 (under IFRS)

November 4, 2021

Company name: TS TECH CO., LTD. Stock exchange listing: Tokyo Stock Exchange  
 Stock code: 7313 URL: <https://www.tstech.co.jp>  
 Representative: Masanari Yasuda, President  
 Contact: Takeshi Otsuka, General Manager, Corporate Communication Department Tel. 048-462-1121  
 Scheduled date for filing of quarterly securities report: November 11, 2021  
 Scheduled date of commencement of dividend payment: November 29, 2021  
 Preparation of supplementary explanatory material: Yes  
 Quarterly results briefing: Yes (for institutional investors and analysts)

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

### 1. Consolidated Financial Results for the Cumulative Second Quarter of FY2022 (April 1, 2021 – September 30, 2021)

#### (1) Consolidated Financial Results (Cumulative Total)

(%: year-on-year change)

	Revenue		Operating income		Income before tax		Net income		Income attributable to owners of parent		Total comprehensive income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Second quarter of FY2022	171,532	9.6	10,706	7.2	12,190	8.7	8,651	7.8	5,656	35.9	9,165	45.2
Second quarter of FY2021	156,457	-18.4	9,985	-43.8	11,219	-41.2	8,024	-43.5	4,162	-62.5	6,312	-12.6

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Second quarter of FY2022	42.13	—
Second quarter of FY2021	30.61	—

(Note) TS TECH implemented a two-for-one common stock split, effective April 1, 2021. “Basic earnings per share” was calculated on the assumption that the relevant stock split had been implemented at the beginning of FY2021.

#### (2) Consolidated Financial Position

	Total assets	Total equity	Equity attributable to owners of parent	Ratio of equity attributable to owners of parent to total assets	Equity attributable to owners of parent per share
	Million yen	Million yen	Million yen	%	Yen
Second quarter of FY2022	384,420	301,575	280,028	72.8	2,085.11
FY2021	390,478	301,450	277,017	70.9	2,063.47

(Note) TS TECH implemented a two-for-one common stock split, effective April 1, 2021. “Equity attributable to owners of parent per share” was calculated on the assumption that the relevant stock split had been implemented at the beginning of FY2021.

### 2. Cash Dividends

	Annual cash dividends per share				
	End of 1Q	End of 2Q	End of 3Q	End of year	Annual
	Yen	Yen	Yen	Yen	Yen
FY2021	—	43.00	—	47.00	90.00
FY2022	—	26.00	—	—	—
FY2022 (forecast)	—	—	—	28.00	54.00

(Notes)

- Revision from the most recent announcement of cash dividends forecasts: No
- FY2021 end-of-year dividend breakdown: Standard dividend: 43.00 yen 60<sup>th</sup> anniversary commemorative dividend: 4.00 yen
- TS TECH implemented a two-for-one common stock split, effective April 1, 2021.  
However, the actual amounts of dividends for FY2021 have not been retroactively adjusted and are shown on a pre-stock split basis.

### 3. Consolidated Forecasts for FY2022 (April 1, 2021 – March 31, 2022)

(%: year-on-year change)

	Revenue		Operating income		Income before tax		Net income		Income attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
FY2022	360,000	4.0	27,000	1.0	29,200	-19.4	20,400	-27.4	13,900	-33.0	103.51

(Note) Revision from the most recent announcement of consolidated financial forecasts: Yes

\*Notes

(1) Changes in important subsidiaries during the quarter : None  
 (Changes in significant subsidiaries affecting the scope of consolidation during this period)  
 New subsidiaries — companies Excluded subsidiaries — companies

(2) Changes in accounting policies and accounting estimates : None  
 1) Changes in accounting policies required by IFRS : None  
 2) Changes other than 1) : None  
 3) Changes in accounting estimates : None

(3) Number of shares issued (common stock)

1) Number of shares issued at the end of the term including treasury stock	2Q of FY2022	136,000,000 shares	FY2021	136,000,000 shares
2) Number of treasury stock at the end of the term	2Q of FY2022	1,700,980 shares	FY2021	1,751,508 shares
3) Average number of shares during the term (cumulative)	2Q of FY2022	134,268,269 shares	2Q of FY2021	135,995,132 shares

(Note) TS TECH implemented a two-for-one common stock split, effective April 1, 2021. The “number of shares issued (common stock)” was calculated on the assumption that the relevant stock split had been implemented at the beginning of FY2021.

\*This quarterly financial statement is exempt from quarterly reviews.

\*Explanation regarding the appropriate use of forecasts of financial results and other notes

The consolidated forecasts presented on the previous page are projections made by management at TS TECH Co., Ltd. (hereinafter the “Company”) on the basis of information available at the time of preparation. For that reason, they involve risks and uncertainties. Accordingly, we request that readers of this document avoid making investment decisions based exclusively on these forecasts. Please bear in mind the possibility that actual results may differ materially from these forecasts due to various important factors. Readers are asked to proceed to “(3) Qualitative Information Concerning Consolidated Forecasts” on page 4 for assumptions and other information that form the premise for the operating results forecast on the previous page.

For materials used for the results briefing held on November 4, 2021, refer to the following link on our website (<https://www.tstech.co.jp/english/>).  
 (IR Information) <https://www.tstech.co.jp/english/ir>

oTable of Contents

1. Qualitative Information Concerning Quarterly Results .....	2
(1) Qualitative Information Concerning Consolidated Financial Results.....	2
(2) Qualitative Information Concerning Consolidated Financial Positions.....	4
(3) Qualitative Information Concerning Consolidated Forecasts .....	4
2. Condensed Quarterly Consolidated Financial Statements and Significant Notes Thereto .....	5
(1) Condensed Quarterly Consolidated Statement of Financial Position .....	5
(2) Condensed Quarterly Consolidated Statements of Income and Comprehensive Income .....	7
(3) Condensed Quarterly Consolidated Statement of Changes in Equity.....	9
(4) Condensed Quarterly Consolidated Statement of Cash Flows.....	11
(5) Notes Concerning Condensed Quarterly Consolidated Financial Statements .....	13

## 1. Qualitative Information Concerning Quarterly Results

### (1) Qualitative Information Concerning Consolidated Financial Results

Revenue for the cumulative second quarter of FY2022 (April 1, 2021 – September 30, 2021) reached 171,532 million yen on a consolidated basis, an increase of 15,075 million yen (9.6%) from the same period in FY2021, mainly due to the elimination of production stoppages that occurred in the first quarter of FY2021 in the Americas and Asia and Europe segments, as well as the impact of exchange rates. This offset the impact of lower production by customers due to disruptions in the supply chain caused primarily by COVID-19 pandemic-related lockdowns concentrated in Asia and the semiconductor shortage.

Looking at profits, operating profit stood at 10,706 million yen, an increase of 721 million yen (7.2%) year on year due to the impact of higher revenue and various cost containment measures. Income attributable to owners of parent amounted to 5,656 million yen, an increase of 1,493 million yen (35.9%) year on year.

\*USD/JPY first half average exchange rate... FY2021: ¥106.9 FY2022: ¥109.8

\*CNY/JPY first half average exchange rate... FY2021: ¥15.3 FY2022: ¥17.0

Operating performance by segment is as follows.

(Japan)

(Unit: Million yen)

	Cumulative second quarter of FY2021	Cumulative second quarter of FY2022	Difference	Change
Revenue	35,396	39,012	3,615	10.2%
Operating income	2,545	2,274	-270	-10.6%

Main factors for year-on-year change

Revenue	Revenue increased primarily due to an improved model mix and higher revenue accompanying the addition of Honda Cars SAITAMAKITA as a consolidated subsidiary, offsetting the impact of lower production by customers due to disruptions in the automobile industry supply chain.
Operating income	Operating income decreased primarily due to temporary expenses, offsetting the impact of higher revenue.

(Americas)

(Unit: Million yen)

	Cumulative second quarter of FY2021	Cumulative second quarter of FY2022	Difference	Change
Revenue	63,156	73,770	10,614	16.8%
Operating income	1,262	111	-1,150	-91.1%

Main factors for year-on-year change

Revenue	Revenue increased primarily due to the elimination of production stoppages stemming from the COVID-19 pandemic that occurred in the first quarter of FY2021, offsetting the impact of lower production by customers due to disruptions in the automobile industry supply chain.
Operating income	Operating income decreased primarily due to the elimination of COVID-19 pandemic-related subsidies received in the previous period, offsetting the impact of higher revenue.

(China)

(Unit: Million yen)

	Cumulative second quarter of FY2021	Cumulative second quarter of FY2022	Difference	Change
Revenue	57,935	54,117	-3,818	-6.6%
Operating income	12,151	9,861	-2,289	-18.8%

Main factors for year-on-year change

Revenue	Revenue decreased primarily due to the impact of lower production by customers stemming from disruptions in the automobile industry supply chain impact, offsetting the impact of foreign currency translation.
Operating income	Operating income decreased primarily due to the impact of lower revenue, offsetting cost containment and cost-cutting measures.

(Asia and Europe)

(Unit: Million yen)

	Cumulative second quarter of FY2021	Cumulative second quarter of FY2022	Difference	Change
Revenue	12,065	18,083	6,017	49.9%
Operating income/loss	(3,331)	984	4,315	—%

Main factors for year-on-year change

Revenue	Revenue increased primarily due to the elimination of production stoppages stemming from the COVID-19 pandemic that occurred in the first quarter of FY2021, offsetting the impact of lower production by customers due to disruptions in the automobile industry supply chain.
Operating income	Operating income increased primarily due to the impact of higher revenue and the elimination of expenses related to the reorganization of automobile seat production in India that occurred in the first quarter of FY2021.

Sales by business segment are as follows:

(Unit: Million yen)

	Cumulative second quarter of FY2021		Cumulative second quarter of FY2022		Difference	Change
		Sales ratio		Sales ratio		
Motorcycles	1,559	1.0%	2,832	1.7%	1,273	81.7%
Automobiles	150,164	96.0%	160,237	93.4%	10,072	6.7%
(Seats)	134,006	85.7%	143,871	83.9%	9,865	7.4%
(Interior products)	16,158	10.3%	16,366	9.5%	207	1.3%
Other businesses	4,732	3.0%	8,462	4.9%	3,729	78.8%
Total	156,457	100.0%	171,532	100.0%	15,075	9.6%

\* “Motorcycles” and “Other businesses” saw large increases year on year.

Motorcycles: Revenue increased mainly due to a greater number of seat units produced.

Other businesses: Revenue increased mainly due to the addition of Honda Cars SAITAMAKITA, which sells automobiles, as a consolidated subsidiary at the end of the first quarter of FY2021.

## (2) Qualitative Information Concerning Consolidated Financial Positions

### (Assets)

Assets at the end of the second quarter of FY2022 stood at 384,420 million yen, a decrease of 6,057 million yen from the end of FY2021. This change is mainly due to a decrease in trade and other receivables driven by lower order volume from major customers.

### (Liabilities)

Liabilities at the end of the second quarter of FY2022 amounted to 82,844 million yen, down 6,182 million yen from the end of FY2021. This change resulted mainly from a decrease in trade and other payables stemming primarily from lower order volume from major customers, and a decrease in provisions largely comprised of payment of severance pay at our U.K. subsidiary.

### (Equity)

Equity at the end of the second quarter of FY2022 was 301,575 million yen, up 124 million yen from the end of FY2021. This change is primarily the result of an increase in retained earnings on the allocation of net profit, offsetting a decrease in non-controlling interests due to the distribution of net profit.

## (3) Qualitative Information Concerning Consolidated Forecasts

Taking into account the consolidated financial results for the cumulative second quarter of FY2022 as well as the current trend in orders from major customers, the Group has revised the consolidated results forecasts it announced on June 21, 2021 as follows.

The assumed average full-year exchange rates are USD/JPY: ¥109.9 and CNY/JPY: ¥17.0.

Revisions to full-year consolidated forecasts for FY2022 (April 1, 2021 – March 31, 2022)

	Revenue	Operating income	Income before tax	Net income	Income attributable to owners of parent	Basic earnings per share
	Million yen	Million yen	Million yen	Million yen	Million yen	Yen
Previous forecasts (A)	403,000	40,000	41,000	30,300	23,000	171.32
Revised forecasts (B)	360,000	27,000	29,200	20,400	13,900	103.51
Difference (B-A)	-43,000	-13,000	-11,800	-9,900	-9,100	
Change in %	-10.7	-32.5	-28.8	-32.7	-39.6	
(Reference) Results from previous fiscal year (FY2021)	346,149	26,742	36,247	28,082	20,741	152.89

(Note) TS TECH implemented a two-for-one common stock split, effective April 1, 2021. “Basic earnings per share” was calculated on the assumption that the relevant stock split had been implemented at the beginning of FY2021.

## 2. Condensed Quarterly Consolidated Financial Statements and Significant Notes Thereto

### (1) Condensed Quarterly Consolidated Statement of Financial Position

(Unit: Million yen)

	FY2021 (As of March 31, 2021)	Second quarter of FY2022 (As of September 30, 2021)
<b>Assets</b>		
<b>Current assets</b>		
Cash and cash equivalents	153,034	151,507
Trade and other receivables	62,984	55,831
Other financial assets	5,361	5,986
Inventories	33,607	37,382
Income tax receivables	1,719	1,545
Other current assets	6,202	4,402
Subtotal	262,909	256,654
Assets held for sale	—	338
<b>Total assets</b>	<b>262,909</b>	<b>256,993</b>
<b>Non-current assets</b>		
Property, plant and equipment	69,053	67,812
Intangible assets	10,911	11,010
Investments accounted for using the equity method	16,575	16,650
Other financial assets	25,258	26,734
Net defined benefit asset	3,575	3,453
Deferred tax assets	1,748	1,377
Other non-current assets	445	388
<b>Total non-current assets</b>	<b>127,568</b>	<b>127,427</b>
<b>Total assets</b>	<b>390,478</b>	<b>384,420</b>



(Unit: Million yen)

	FY2021 (As of March 31, 2021)	Second quarter of FY2022 (As of September 30, 2021)
<b>Liabilities and equity</b>		
<b>Current liabilities</b>		
Trade and other payables	62,943	59,336
Other financial liabilities	1,357	1,366
Income taxes payable	2,021	2,100
Provisions	2,851	914
Other current liabilities	7,139	7,664
<b>Total current liabilities</b>	<b>76,313</b>	<b>71,351</b>
<b>Non-current liabilities</b>		
Other financial liabilities	3,952	4,026
Net defined benefit liability	1,648	1,571
Provisions	85	75
Deferred tax liabilities	5,808	4,469
Other non-current liabilities	1,219	1,349
<b>Total non-current liabilities</b>	<b>12,714</b>	<b>11,492</b>
<b>Total liabilities</b>	<b>89,027</b>	<b>82,844</b>
<b>Equity</b>		
Capital stock	4,700	4,700
Capital surplus	4,975	5,045
Treasury stock	(2,657)	(2,584)
Retained earnings	264,261	266,762
Other components of equity	5,738	6,105
Total equity attributable to owners of parent	277,017	280,028
Non-controlling interests	24,433	21,546
<b>Total equity</b>	<b>301,450</b>	<b>301,575</b>
<b>Total liabilities and equity</b>	<b>390,478</b>	<b>384,420</b>

## (2) Condensed Quarterly Consolidated Statements of Income and Comprehensive Income

## Condensed Quarterly Consolidated Statement of Income

## Consolidated Cumulative Second Quarter

(Unit: Million yen)

	Consolidated cumulative second quarter of FY2021 (April 1, 2020– September 30, 2020)	Consolidated cumulative second quarter of FY2022 (April 1, 2021 – September 30, 2021)
Revenue	156,457	171,532
Cost of sales	(132,351)	(144,896)
Gross profit	24,105	26,636
Selling, general and administrative expenses	(14,874)	(16,816)
Other income	2,020	1,163
Other expenses	(1,265)	(275)
Operating profit	9,985	10,706
Finance income	1,022	1,233
Finance costs	(66)	(67)
Share of profit of investments accounted for using the equity method	278	317
Income before tax	11,219	12,190
Income tax expense	(3,195)	(3,538)
Net income	8,024	8,651
<b>Income attributable to</b>		
Owners of parent	4,162	5,656
Non-controlling interests	3,862	2,995
Net income	8,024	8,651
<b>Earnings per share</b>		
Basic earnings per share (yen)	30.61	42.13
Diluted earnings per share (yen)	—	—

Condensed Quarterly Consolidated Statement of Comprehensive Income  
Consolidated Cumulative Second Quarter

(Unit: Million yen)

	Consolidated cumulative second quarter of FY2021 (April 1, 2020 – September 30, 2020)	Consolidated cumulative second quarter of FY2022 (April 1, 2021 – September 30, 2021)
Net income	8,024	8,651
<b>Other comprehensive income</b>		
<b>Components that will not be reclassified subsequently to net profit or loss</b>		
Remeasurements of defined benefits plans	(139)	(73)
Financial assets measured at fair value through other comprehensive income	198	425
Share of other comprehensive income of entities accounted for using the equity method	—	48
Total components that will not be reclassified subsequently to net profit or loss	58	400
<b>Components that may be reclassified subsequently to net profit or loss</b>		
Differences on translation from foreign operations	(1,714)	(398)
Share of other comprehensive income of associates accounted for using the equity method	(55)	510
Total components that may be reclassified subsequently to net profit or loss	(1,769)	112
Other comprehensive income, net or tax	(1,711)	513
<b>Comprehensive income for the period</b>	6,312	9,165
<b>Comprehensive income for the period attributable to:</b>		
Owners of parent	2,300	6,022
Non-controlling interests	4,012	3,142
<b>Comprehensive income for the period</b>	6,312	9,165

## (3) Condensed Quarterly Consolidated Statement of Changes in Equity

Consolidated Cumulative Second Quarter of FY2021 (April 1, 2020 – September 30, 2020)

(Unit: Million yen)

	Equity attributable to owners of parent				
	Capital stock	Capital surplus	Treasury stock	Retained earnings	Other components of equity
Balance as at the end of the previous fiscal year	4,700	5,171	(5)	249,367	(4,487)
Comprehensive income					
Net income				4,162	
Other comprehensive income					(1,862)
Total comprehensive income	—	—	—	4,162	(1,862)
Transactions with owners, etc.					
Dividends				(2,923)	
Acquisition of treasury stock					
Disposal of treasury stock					
Share-based payments					
Total transactions with owners, etc.	—	—	—	(2,923)	—
Balance as at the end of the fiscal year	4,700	5,171	(5)	250,606	(6,349)

	Total equity attributable to owners of parent	Non-controlling interests	Total equity
Balance as at the end of the previous fiscal year	254,745	19,806	274,552
Comprehensive income			
Net income	4,162	3,862	8,024
Other comprehensive income	(1,862)	150	(1,711)
Total comprehensive income	2,300	4,012	6,312
Transactions with owners, etc.			
Dividends	(2,923)	(4,463)	(7,387)
Acquisition of treasury stock	—	—	—
Disposal of treasury stock	—	—	—
Share-based payments	—	—	—
Total transactions with owners, etc.	(2,923)	(4,463)	(7,387)
Balance as at the end of the fiscal year	254,122	19,355	273,477

## Consolidated Cumulative Second Quarter of FY2022 (April 1, 2021 – September 30, 2021)

(Unit: Million yen)

	Equity attributable to owners of parent				
	Capital stock	Capital surplus	Treasury stock	Retained earnings	Other components of equity
Balance as at the end of the previous fiscal year	4,700	4,975	(2,657)	264,261	5,738
Comprehensive income					
Net income				5,656	
Other comprehensive income					366
Total comprehensive income	—	—	—	5,656	366
Transactions with owners, etc.					
Dividends				(3,154)	
Acquisition of treasury stock			(0)		
Disposal of treasury stock			73		
Share-based payments		69			
Total transactions with owners, etc.	—	69	73	(3,154)	—
Balance as at the end of the fiscal year	4,700	5,045	(2,584)	266,762	6,105

	Total equity attributable to owners of parent	Non-controlling interests	Total equity
Balance as at the end of the previous fiscal year	277,017	24,433	301,450
Comprehensive income			
Net income	5,656	2,995	8,651
Other comprehensive income	366	146	513
Total comprehensive income	6,022	3,142	9,165
Transactions with owners, etc.			
Dividends	(3,154)	(6,028)	(9,183)
Acquisition of treasury stock	(0)		(0)
Disposal of treasury stock	73		73
Share-based payments	69		69
Total transactions with owners, etc.	(3,011)	(6,028)	(9,040)
Balance as at the end of the fiscal year	280,028	21,546	301,575

## (4) Condensed Quarterly Consolidated Statement of Cash Flows

(Unit: Million yen)

	Consolidated cumulative second quarter of FY2021 (April 1, 2020 – September 30, 2020)	Consolidated cumulative second quarter of FY2022 (April 1, 2021 – September 30, 2021)
<b>Cash flows from operating activities</b>		
Income before tax	11,219	12,190
Depreciation and amortization	5,915	5,616
Impairment loss	90	137
Loss (gain) on disposal of non-current assets	254	(201)
Finance income and finance costs	(618)	(768)
Share of loss (profit) of investments accounted for using the equity method	(278)	(317)
Decrease (increase) in trade and other receivables	(30,215)	7,796
Net decrease (increase) in leased receivables and investment assets	287	(889)
Decrease (increase) in inventories	742	(3,525)
Increase (decrease) in trade and other payables	13,496	(4,707)
Increase in net defined benefit asset or liability	246	51
Increase (decrease) in provisions	496	(1,946)
Other	1,517	4,001
Subtotal	3,155	17,436
Interest income received	577	601
Dividend income received	226	420
Interest expenses paid	(64)	(67)
Income taxes paid	(2,251)	(4,433)
<b>Cash flows from operating activities</b>	<b>1,643</b>	<b>13,958</b>
<b>Cash flows from investing activities</b>		
Payments into time deposits	(1,729)	(5,342)
Proceeds from withdrawal of time deposits	6,703	4,705
Purchase of property, plant and equipment	(2,398)	(4,269)
Proceeds from sales of property, plant and equipment	195	394
Purchase of intangible assets	(981)	(1,241)
Purchase of equity instruments	(27)	(34)
Proceeds from sales of equity instruments	—	0
Payments of loans receivable	(54)	(175)
Collection of loans receivable	101	111
Purchase of shares of consolidated subsidiaries	(1,564)	—
Other	3	(4)
<b>Cash flows from investing activities</b>	<b>249</b>	<b>(5,856)</b>

(Unit: Million yen)

	Consolidated cumulative second quarter of FY2021 (April 1, 2020 – September 30, 2020)	Consolidated cumulative second quarter of FY2022 (April 1, 2021 – September 30, 2021)
<b>Cash flows from financial activities</b>		
Repayment of long-term loans payable	(75)	—
Repayments of lease liabilities	(866)	(943)
Purchase of treasury stock	—	(0)
Cash dividends paid	(2,923)	(3,159)
Payment to acquire interests in subsidiaries from non-controlling interests	(3,846)	(4,930)
<b>Net cash provided by (used in) financing activities</b>	<b>(7,711)</b>	<b>(9,033)</b>
<b>Effect of exchange rate change on cash and cash equivalents</b>	<b>(956)</b>	<b>(595)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>(6,775)</b>	<b>(1,527)</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>149,628</b>	<b>153,034</b>
<b>Cash and cash equivalents at end of period</b>	<b>142,852</b>	<b>151,507</b>

## (5) Notes Concerning Condensed Quarterly Consolidated Financial Statements

(Notes Concerning Going Concern Assumption)

Not applicable

(Segment Information, etc.)

Information about revenue, profits or losses for reportable segments

Consolidated cumulative second quarter of FY2021 (April 1, 2020 – September 30, 2020)

(Unit: Million yen)

	Reportable segments					Adjustments	Amounts stated in consolidated F/S
	Japan	Americas	China	Asia and Europe	Total		
Revenue							
External revenue	26,003	62,962	56,012	11,478	156,457	—	156,457
Inter-segment transfer	9,393	194	1,922	587	12,097	(12,097)	—
Total	35,396	63,156	57,935	12,065	168,554	(12,097)	156,457
Segment profits (losses)	2,545	1,262	12,151	(3,331)	12,626	(2,641)	9,985
Finance income and finance costs	—	—	—	—	—	—	955
Return on investment using the equity method	—	—	—	—	—	—	278
Income before tax	—	—	—	—	—	—	11,219

(Notes) 1. Adjustments of -2,641 million yen for segment profits include a deduction of -282 million yen for among segments, and operating expenses of -2,358 million yen associated with the administration division of the headquarters of the parent company, which could not be allocated.

2. Segment profits are adjusted to operating income in the condensed quarterly consolidated statements of income.

Consolidated cumulative second quarter of FY2022 (April 1, 2021 – September 30, 2021)

(Unit: Million yen)

	Reportable segments					Adjustments	Amounts stated in consolidated F/S
	Japan	Americas	China	Asia and Europe	Total		
Revenue							
External revenue	28,896	73,615	51,624	17,396	171,532	—	171,532
Inter-segment transfer	10,116	155	2,492	687	13,451	(13,451)	—
Total	39,012	73,770	54,117	18,083	184,984	(13,451)	171,532
Segment profits	2,274	111	9,861	984	13,232	(2,525)	10,706
Finance income and finance costs	—	—	—	—	—	—	1,166
Return on investment using the equity method	—	—	—	—	—	—	317
Income before tax	—	—	—	—	—	—	12,190

(Notes) 1. Adjustments of -2,525 million yen for segment profits include a deduction of 7 million yen for among segments, and operating expenses of -2,533 million yen associated with the administration division of the headquarters of the parent company, which could not be allocated.

2. Segment profits are adjusted to operating income in the condensed quarterly consolidated statements of income.