

SECOND QUARTER BRIEF REPORT OF FINANCIAL RESULTS [IFRS] (Consolidated)
(Year ending March 31, 2023)

November 2, 2022

Registered

Company Name: MINEBEA MITSUMI Inc. Common Stock Listings: Tokyo
Code No: 6479 URL: <https://www.minebeamitsumi.com/>
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Quarterly report filing date: November 11, 2022 Phone: (03) 6758-6711
Expected date of payment for dividends: November 29, 2022
Preparation of supplementary explanation material for quarterly financial results : Yes
Holding of presentation meeting for quarterly financial results : Yes (For Analyst)

(Amounts less than one million yen have been rounded.)

1. Business Performance (April 1, 2022 through September 30, 2022)

(1) Consolidated Results of Operations (Year-to-date) (%: Changes from corresponding period of previous fiscal year)

	Net sales (millions of yen)	% Change	Operating income (millions of yen)	% Change	Profit before income taxes (millions of yen)	% Change
Six months ended Sep. 30, 2022	581,061	9.6	40,649	(8.9)	42,458	(4.2)
Six months ended Sep. 30, 2021	530,260	14.8	44,633	113.3	44,319	118.9

	Profit for the period (millions of yen)	% Change	Profit for the period attributable to owners of the parent (millions of yen)	% Change	Comprehensive income for the period (millions of yen)	% Change
Six months ended Sep. 30, 2022	30,805	(12.1)	30,794	(12.1)	56,259	143.3
Six months ended Sep. 30, 2021	35,029	126.6	35,052	127.3	23,122	34.4

	Earnings per share, basic (yen)	Earnings per share, diluted (yen)
Six months ended Sep. 30, 2022	75.22	74.52
Six months ended Sep. 30, 2021	86.45	84.51

(2) Consolidated Financial Position

	Total assets (millions of yen)	Total equity (millions of yen)	Total equity attributable to owners of the parent (millions of yen)	Equity ratio attributable to owners of the parent (%)
As of Sep. 30, 2022	1,281,840	605,304	600,746	46.9
As of Mar. 31, 2022	1,104,192	541,435	538,610	48.8

2. Dividends

	Annual dividends				
	End of first quarter (yen)	End of second quarter (yen)	End of third quarter (yen)	Year-end (yen)	For the year (yen)
Year ended Mar. 31, 2022	—	18.00	—	18.00	36.00
Year ending Mar. 31, 2023	—	20.00	—	—	—
Year ending Mar. 31, 2023 (Forecast)	—	—	—	—	—

(Notes) Changes from the latest dividend forecast: Yes

Regarding the annual dividends for the fiscal year ending March 31, 2023, we will determine the dividend payout of around 20% on a consolidated basis.

3. Prospect for Consolidated Forecast for the Fiscal Year (April 1, 2022 through March 31, 2023)

(%: Changes from corresponding period of previous fiscal year)

	Net sales (millions of yen)	% Change	Operating income (millions of yen)	% Change
Year ending Mar. 31, 2023	1,250,000	11.2	115,000	24.8

	Profit for the period attributable to owners of the parent (millions of yen)	% Change	Earnings per share, basic (yen)
Year ending Mar. 31, 2023	85,000	23.3	206.83

(Notes) Changes from the latest consolidated results forecast: Yes

* Notes

(1) Changes in significant subsidiaries during the period (Changes in certain subsidiaries resulting in change in the scope of consolidation): None

(2) Changes in accounting policies, or changes in accounting estimates

1. Changes in accounting policies required by IFRS: None
2. Changes in accounting policies other than 1: None
3. Changes in accounting estimates: None

(3) Number of shares outstanding (Common stock)

1. Number of shares outstanding at the end of each period (Including treasury stock)

As of September 30, 2022: 427,080,606 shares

As of March 31, 2022: 427,080,606 shares

2. Number of treasury shares at the end of each period

As of September 30, 2022: 14,514,275 shares

As of March 31, 2022: 20,934,199 shares

3. Average number of shares (Quarterly cumulative period)

Six months ended September 30, 2022: 409,378,248 shares

Six months ended September 30, 2021: 405,449,759 shares

* These quarterly financial results are not subject to quarterly review procedures by a certified public accountant or an audit corporation.

* Explanation for appropriate use of financial forecasts and other special remarks

(Caution Concerning Forward-Looking Statements)

The aforementioned forecasts are based on the information available as of the date when this information is disclosed as well as on the assumptions as of the disclosing date of this information related to unpredictable parameters that will most likely affect our future business performance. As such, this is not intended for the Company to give assurance that the said forecast number would be achieved. In other words, our actual performances are likely to differ greatly from these estimates depending on a variety of factors that will take shape from now on. As for the assumptions used for these forecasts and other related items, please refer to “1. Qualitative information related to the financial results for the quarter,” “(3) Explanation of Consolidated Forecast and Other Forecasts” on page 5 of the documents attached hereunder. (Investor Briefing Materials for Analysts)

Investor briefing materials will be made available via our corporate website (<https://www.minebeamitsumi.com/>) on Wednesday, November 2, 2022.

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1. Qualitative information related to the financial results for the quarter

(1) Explanation of Operating Results

During the six months ended September 30, 2022, the Japanese economy showed signs of a moderate recovery with a resumption of consumer spending owing to the easing of COVID-19 related restrictions on movement. This was despite soaring raw materials prices and an increase in the cost of living arising primarily from rapid depreciation of the yen. The United States has enjoyed moderate economic recovery owing to increases in employment and individual income and a steady increase in exports despite the cost of living continuing to rise sharply. In Europe, the cost of living has increased sharply due to a reduced supply of natural resources from Russia in conjunction with aggression against Ukraine, so the economy has retracted. The future of the Chinese economy remains uncertain due to stagnation of economic activity arising from restrictions on movement in each region implemented in response to the spread of COVID-19. In Southeast Asia, the return of economic activity following the easing of COVID-19 related restrictions on movement ensured economic recovery was on track.

Working against this backdrop, the MinebeaMitsumi Group concentrated on cutting costs, creating high-value-added products, developing new technologies, and enhancing its marketing approach to boost profitability further.

As a result, net sales were up 50,801 million yen (9.6%) year on year to 581,061 million yen. Operating income was down 3,984 million yen (-8.9%) year on year to 40,649 million yen, profit before income taxes was down 1,861 million yen (-4.2%) to 42,458 million yen, and profit for the period attributable to owners of the parent was down 4,258 million yen (-12.1%) to 30,794 million yen.

Performance by segment was as follows:

HONDA TSUSHIN KOGYO CO., LTD. was made a subsidiary on September 16, 2022. The company has been included in the scope of consolidation. This includes the company's profits and losses from the date of the business integration on.

As a result of the change in the corporate organization, some classifications in "Other Businesses" and "Adjustments" have changed from the first quarter of the fiscal year. The segment information disclosed for the first six months of the previous year has been prepared based on the classification of reporting segments after the corporate organization change.

The main products in our Machined components segment include our anchor product line, ball bearings, in addition to mechanical components such as rod-end bearings used primarily in aircraft and hard disk drive (HDD) pivot assemblies, etc. as well as fasteners for aircraft. Net sales of ball bearings and rod-end bearings, our mainstay products, increased due to higher aircraft-related demand.

As a result, net sales were up 9,331 million yen (10.6%) year on year to 97,688 million yen, while operating income was down 93 million yen (-0.4%) to 22,726 million yen.

The core products of our Electronic devices and components segment include electronic devices (devices such as LED backlights for LCDs, sensing devices (measuring components), etc.), HDD spindle motors, stepping motors, DC motors, air movers, and special devices. Net sales were down, primarily due a decreased demand for LED backlights.

As a result, net sales were down 4,722 million yen (-2.6%) year on year to 179,405 million yen, and operating income was down 10,478 million yen (-75.2%) to 3,463 million yen.

The main products in the MITSUMI business segment are semiconductor devices, optical devices, mechanical components, power supply components and smart product. Semiconductor devices and optical devices for camera actuators performed well, resulting in an increase in net sales.

Profit and loss of HONDA TSUSHIN KOGYO CO., LTD. are included in the MITSUMI business segment in conjunction with its acquisition.

As a result, net sales were up 36,454 million yen (19.4%) year on year to 224,164 million yen, and operating income was up 8,379 million yen (51.1%) to 24,793 million yen.

The main products of U-Shin business are key sets, door latches, door handles, and other automotive components as well as industrial equipment components. Net sales of automotive components were up owing to increased demand resulting from an increase in automobile production.

As a result, net sales were up 9,367 million yen (13.5%) year on year to 78,946 million yen, and operating income was up 405 million yen to 301 million yen.

Machines produced in-house are the main products in our Other business segment. Net sales were up 371 million yen (76.7%) year on year to 858 million yen, while the operating loss decreased 177 million yen year on year to total 692 million yen.

In addition to the figures noted above, 9,942 million yen in corporate expenses, etc. not belonging to any particular segment is indicated as adjustments. The total amount of adjustments was 7,568 million yen for the same period of the previous fiscal year.

(2) Explanation of Financial Position

1. Assets, liabilities and equity

Our Group sees “strengthening our financial position” as a top priority and is taking various steps, such as efficient controlling of capital investments, asset management, and reducing interest-bearing debt. We will reform our portfolio to increase the weight of our highly profitable core businesses and engage in highly effective M&A, promoting an appropriate and flexible financial strategy.

Total assets at the end of the second quarter were 1,281,840 million yen, up 177,648 million yen from the end of the previous fiscal year. This was primarily due to increases in property, plant and equipment, inventories, and trade and other receivables.

Total liabilities at the end of the second quarter were 676,536 million yen, up 113,779 million yen from the end of the previous fiscal year. The main reason for this was an increase in bonds, and borrowings, trade and other payables.

Equity came to 605,304 million yen, bringing the equity ratio attributable to owners of the parent down 1.9 percentage points from the end of the previous fiscal year to 46.9%.

2. Cash flows

Cash and cash equivalents at the end of the second quarter were 141,097 million yen, down 22,491 million yen from the end of the previous fiscal year.

Cash flows from various business activities during the first fiscal half and relevant factors were as follows:

Net cash used in operating activities came to 5,800 million yen (compared to 34,783 million yen provided by operating activities in the same period of the previous year). This was primarily due to changes in profit before income taxes, trade and other receivables and inventories. Net cash used in investing activities came to 94,882 million yen (compared to 25,163 million yen in the same period of the previous year). This was primarily due to purchase of property, plant and equipment, etc., including the purchase of the new headquarters building and investments in subsidiaries resulting in change in scope of consolidation. Net cash provided by financing activities came to 69,236 million yen (compared to 7,185 million yen used in financing activities in the same period of the previous year). This was primarily due to proceeds from long-term borrowings.

(3) Explanation of Consolidated Forecast and Other Forecasts

We have reviewed the full-year consolidated forecast according to currently available information and revised it as shown below based on the results from the fiscal half-year ended September 30 2022 and the most recent situation.

Full-year consolidated business forecast for the fiscal year ending March 31, 2023

(From April 1, 2022 to March 31, 2023)

	Net sales (millions of yen)	Operating income (millions of yen)	Profit for the period attributable to owners of the parent (millions of yen)
Previous forecast (A) (announced on August 5, 2022)	1,200,000	102,000	76,000
Revised forecast (B)	1,250,000	115,000	85,000
Difference (B - A)	50,000	13,000	9,000

(4) Basic Policy for Profit Sharing and Dividend for the Current Fiscal Year

Sharing profits with our shareholders is first priority at MinebeaMitsumi. That is why our basic dividend policy gives priority to enhancing equity efficiency and improving returns to our shareholders. Dividends, while reflecting performance, are determined in light of the overall business environment and with an eye to maintaining a stable and continuous distribution of profits.

Based on the basic policy above, the interim dividend for the current fiscal year will be 20 yen per share. The year-end dividend is undecided, and while considering the results this fiscal year, the dividends payout ratio will be set at around 20%.

2. Condensed Quarterly Consolidated Financial Statements and Major Notes
 (1) Condensed Quarterly Consolidated Statements of Financial Position

	As of March 31, 2022	(Amount: millions of yen) As of September 30, 2022
Assets		
Current assets		
Cash and cash equivalents	163,588	141,097
Trade and other receivables	240,822	291,910
Inventories	219,308	272,769
Other financial assets	23,320	9,552
Other current assets	19,084	21,245
Total current assets	666,122	736,573
Non-current assets		
Property, plant and equipment	336,385	435,750
Goodwill	42,865	47,255
Intangible assets	17,790	17,810
Other financial assets	21,627	20,235
Deferred tax assets	12,844	17,991
Other non-current assets	6,559	6,226
Total non-current assets	438,070	545,267
Total assets	1,104,192	1,281,840

(Continued)

(Amount: millions of yen)

	As of March 31, 2022	As of September 30, 2022
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	170,854	190,939
Bonds and borrowings	164,866	190,352
Other financial liabilities	14,342	24,098
Income taxes payable	11,129	12,446
Provisions	2,648	2,187
Other current liabilities	51,318	57,907
Total current liabilities	415,157	477,929
Non-current liabilities		
Bonds and borrowings	105,845	149,072
Other financial liabilities	14,395	21,353
Net defined benefit liabilities	21,100	22,216
Provisions	1,892	1,196
Deferred tax liabilities	1,605	1,695
Other non-current liabilities	2,763	3,075
Total non-current liabilities	147,600	198,607
Total liabilities	562,757	676,536
Equity		
Common stock	68,259	68,259
Capital surplus	140,102	141,637
Treasury stock	(43,964)	(32,223)
Retained earnings	320,755	344,243
Other components of equity	53,458	78,830
Total equity attributable to owners of the Company	538,610	600,746
Non-controlling interests	2,825	4,558
Total equity	541,435	605,304
Total liabilities and equity	1,104,192	1,281,840

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

Six months ended September 30

(Amount: millions of yen)

	Six months ended September 30, 2021	Six months ended September 30, 2022
Net sales	530,260	581,061
Cost of sales	425,253	470,499
Gross profit	105,007	110,562
Selling, general and administrative expenses	60,545	68,388
Other income	2,151	2,148
Other expenses	1,980	3,673
Operating income	44,633	40,649
Finance income	787	2,865
Finance expenses	1,101	1,056
Profit before income taxes	44,319	42,458
Income taxes	9,290	11,653
Profit for the year	<u>35,029</u>	<u>30,805</u>
Profit for the year attributable to:		
Owners of the Company	35,052	30,794
Non-controlling interests	(23)	11
Profit for the year	<u>35,029</u>	<u>30,805</u>
Earnings per share (EPS)		
Basic (Yen)	86.45	75.22
Diluted (Yen)	84.51	74.52

Three months ended September 30

	Three months ended September 30, 2021	(Amount: millions of yen) Three months ended September 30, 2022
Net sales	281,955	330,021
Cost of sales	226,287	267,918
Gross profit	55,668	62,103
Selling, general and administrative expenses	30,410	35,649
Other income	986	1,087
Other expenses	1,239	1,147
Operating income	25,005	26,394
Finance income	275	2,402
Finance expenses	564	612
Profit before income taxes	24,716	28,184
Income taxes	4,329	8,121
Profit for the year	<u>20,387</u>	<u>20,063</u>
Profit for the year attributable to:		
Owners of the Company	20,393	20,060
Non-controlling interests	(6)	3
Profit for the year	<u>20,387</u>	<u>20,063</u>
Earnings per share (EPS)		
Basic (Yen)	50.36	48.62
Diluted (Yen)	49.22	48.17

(Condensed Quarterly Consolidated Statements of Comprehensive Income)

Six months ended September 30

(Amount: millions of yen)

	Six months ended September 30, 2021	Six months ended September 30, 2022
Profit for the year	35,029	30,805
Other comprehensive income		
Components of other comprehensive income that will not be reclassified to profit or loss, net of tax:		
Net changes in revaluation of equity instruments measured at fair value through other comprehensive income	1,312	272
Sub-total	1,312	272
Components of other comprehensive income that will be reclassified to profit or loss, net of tax:		
Foreign exchange differences on translation of foreign operations	(7,167)	38,454
Cash flow hedges	(6,052)	(13,272)
Sub-total	(13,219)	25,182
Other comprehensive income, net of tax	(11,907)	25,454
Comprehensive income for the year	23,122	56,259
Comprehensive income attributable to:		
Owners of the Company	23,213	56,170
Non-controlling interests	(91)	89
Comprehensive income for the year	23,122	56,259

Three months ended September 30

	Three months ended September 30, 2021	(Amount: millions of yen) Three months ended September 30, 2022
Profit for the year	20,387	20,063
Other comprehensive income		
Components of other comprehensive income that will not be reclassified to profit or loss, net of tax:		
Net changes in revaluation of equity instruments measured at fair value through other comprehensive income	561	204
Sub-total	561	204
Components of other comprehensive income that will be reclassified to profit or loss, net of tax:		
Foreign exchange differences on translation of foreign operations	(4,908)	6,264
Cash flow hedges	(4,543)	(6,018)
Sub-total	(9,451)	246
Other comprehensive income, net of tax	(8,890)	450
Comprehensive income for the year	11,497	20,513
Comprehensive income attributable to:		
Owners of the Company	11,569	20,529
Non-controlling interests	(72)	(16)
Comprehensive income for the year	11,497	20,513

(3) Condensed Quarterly Consolidated Statements of Changes in Equity

(Amount: millions of yen)

	Equity attributable to owners of the Company					
	Common stock	Capital surplus	Treasury stock	Retained earnings	Other components of equity	
					Foreign currency translation	Cash flow hedge
Balance as of April 1, 2021	68,259	139,456	(39,166)	265,417	14,541	(676)
Profit for the period	—	—	—	35,052	—	—
Other comprehensive income	—	—	—	—	(7,099)	(6,052)
Comprehensive income for the period	—	—	—	35,052	(7,099)	(6,052)
Conversion of convertible bonds with warrants	—	485	3,705	—	—	—
Purchase of treasury stock	—	(42)	(10,729)	—	—	—
Disposal of treasury stock	—	1	2	—	—	—
Dividends	—	—	—	(8,947)	—	—
Change in scope of consolidation	—	(90)	—	—	—	—
Transfer to retained earnings	—	—	—	1,091	—	—
Total transactions with owners	—	354	(7,022)	(7,856)	—	—
Balance as of September 30, 2021	68,259	139,810	(46,188)	292,613	7,442	(6,728)

	Equity attributable to owners of the Company					
	Other components of equity			Total	Non-controlling interests	Total equity
	Net changes in revaluation of equity instruments measured at fair value through other comprehensive income	Subtotal				
Balance as of April 1, 2021	3,310	17,175	451,141	2,857	453,998	
Profit for the period	—	—	35,052	(23)	35,029	
Other comprehensive income	1,312	(11,839)	(11,839)	(68)	(11,907)	
Comprehensive income for the period	1,312	(11,839)	23,213	(91)	23,122	
Conversion of convertible bonds with warrants	—	—	4,190	—	4,190	
Purchase of treasury stock	—	—	(10,771)	—	(10,771)	
Disposal of treasury stock	—	—	3	—	3	
Dividends	—	—	(8,947)	—	(8,947)	
Change in scope of consolidation	—	—	(90)	(94)	(184)	
Transfer to retained earnings	(1,091)	(1,091)	—	—	—	
Total transactions with owners	(1,091)	(1,091)	(15,615)	(94)	(15,709)	
Balance as of September 30, 2021	3,531	4,245	458,739	2,672	461,411	

(Amount: millions of yen)

	Equity attributable to owners of the Company					
	Common stock	Capital surplus	Treasury stock	Retained earnings	Other components of equity	
					Foreign currency translation	Cash flow hedge
Balance as of April 1, 2022	68,259	140,102	(43,964)	320,755	50,353	(568)
Profit for the period	—	—	—	30,794	—	—
Other comprehensive income	—	—	—	—	38,376	(13,272)
Comprehensive income for the period	—	—	—	30,794	38,376	(13,272)
Conversion of convertible bonds with warrants	—	1,535	11,735	—	—	—
Purchase of treasury stock	—	—	(1)	—	—	—
Disposal of treasury stock	—	0	7	—	—	—
Dividends	—	—	—	(7,310)	—	—
Change in scope of consolidation	—	—	—	—	—	—
Transfer to retained earnings	—	—	—	4	—	—
Total transactions with owners	—	1,535	11,741	(7,306)	—	—
Balance as of September 30, 2022	68,259	141,637	(32,223)	344,243	88,729	(13,840)

	Equity attributable to owners of the Company					
	Other components of equity			Total	Non-controlling interests	Total equity
	Net changes in revaluation of equity instruments measured at fair value through other comprehensive income	Subtotal				
Balance as of April 1, 2022	3,673	53,458	538,610	2,825	541,435	
Profit for the period	—	—	30,794	11	30,805	
Other comprehensive income	272	25,376	25,376	78	25,454	
Comprehensive income for the period	272	25,376	56,170	89	56,259	
Conversion of convertible bonds with warrants	—	—	13,270	—	13,270	
Purchase of treasury stock	—	—	(1)	—	(1)	
Disposal of treasury stock	—	—	7	—	7	
Dividends	—	—	(7,310)	—	(7,310)	
Change in scope of consolidation	—	—	—	1,644	1,644	
Transfer to retained earnings	(4)	(4)	—	—	—	
Total transactions with owners	(4)	(4)	5,966	1,644	7,610	
Balance as of September 30, 2022	3,941	78,830	600,746	4,558	605,304	

(4) Condensed Quarterly Consolidated Statements of Cash Flows

	Six months ended September 30, 2021	(Amount: millions of yen) Six months ended September 30, 2022
Cash flows from operating activities:		
Profit before income taxes	44,319	42,458
Depreciation and amortization	21,805	24,927
Interest income and dividends income	(627)	(776)
Interest expenses	760	1,048
Net loss (gain) on sale and disposal of property, plant and equipment	(48)	(216)
Decrease (increase) in trade and other receivables	(4,354)	(31,763)
Decrease (increase) in inventories	(44,133)	(36,490)
Increase (decrease) in trade and other payables	25,015	9,683
Other	(2,539)	(3,512)
Sub-total	40,198	5,359
Interest received	431	676
Dividends received	177	165
Interest paid	(722)	(979)
Income taxes paid	(5,301)	(11,021)
Net cash flows provided by operating activities	34,783	(5,800)
Cash flows from investing activities:		
Net decrease (increase) in time deposits	(2,760)	13,888
Purchase of property, plant and equipment	(28,274)	(100,854)
Proceeds from sale of property, plant and equipment	1,102	943
Purchase of intangible assets	(684)	(936)
Purchase of securities	(193)	(549)
Proceeds from sale and redemption of securities	4,957	559
Proceeds from sales of investments in subsidiaries resulting in change in scope of consolidation	502	—
Purchase of investments in subsidiaries resulting in change in scope of consolidation	—	(8,330)
Other	187	397
Net cash flows used in investing activities	(25,163)	(94,882)

(Continued)

	Six months ended September 30, 2021	(Amount: millions of yen) Six months ended September 30, 2022
Cash flows from financing activities:		
Net increase (decrease) in short-term borrowings	16,224	30,428
Proceeds from long-term borrowings	—	50,126
Repayments of long-term borrowings	(1,282)	(1,182)
Proceeds from disposal of treasury stock	3	2
Purchase of treasury stock	(10,771)	(1)
Dividends paid	(8,947)	(7,310)
Repayments of lease liabilities	(2,412)	(2,827)
Net cash flows provided by (used in) financing activities	(7,185)	69,236
Effect of exchange rate changes on cash and cash equivalents	(852)	8,955
Net increase (decrease) in cash and cash equivalents	1,583	(22,491)
Cash and cash equivalents at beginning of year	165,479	163,588
Cash and cash equivalents at end of year	167,062	141,097

(5) Notes on Condensed Quarterly Consolidated Financial Statements
 (Notes on Going Concern Assumptions)
 Not applicable.

(Segment Information)

Information related to sales and income (loss) by reportable segments
 (Six months ended September 30, 2021)

(Amount: millions of yen)

	Reportable segment				Other *1	Adjustments *2	Consolidated
	Machined components	Electronic devices and components	MITSUMI business	U-Shin business			
Net sales							
Net sales to customers	88,357	184,127	187,710	69,579	487	—	530,260
Net sales to other segment	3,561	4,342	14,365	36	686	(22,990)	—
Total	91,918	188,469	202,075	69,615	1,173	(22,990)	530,260
Segment profit (loss)	22,819	13,941	16,414	(104)	(869)	(7,568)	44,633
Finance income	—	—	—	—	—	—	787
Finance expenses	—	—	—	—	—	—	1,101
Profit before income taxes	—	—	—	—	—	—	44,319

(Six months ended September 30, 2022)

(Amount: millions of yen)

	Reportable segment				Other *1	Adjustments *2	Consolidated
	Machined components	Electronic devices and components	MITSUMI business	U-Shin business			
Net sales							
Net sales to customers	97,688	179,405	224,164	78,946	858	—	581,061
Net sales to other segment	3,261	4,021	11,266	265	2,025	(20,838)	—
Total	100,949	183,426	235,430	79,211	2,883	(20,838)	581,061
Segment profit (loss)	22,726	3,463	24,793	301	(692)	(9,942)	40,649
Finance income	—	—	—	—	—	—	2,865
Finance expenses	—	—	—	—	—	—	1,056
Profit before income taxes	—	—	—	—	—	—	42,458

(Notes) *1. The classification of "Other" refers to business units not included in the reportable segments.

Their products are mainly machines made in-house.

*2. The amount of the adjustment is as follows.

Adjustments to segment profit (loss) are corporate expenses such as general and administrative expenses in addition to research and development expenses that do not belong to the reportable segments.

*3. The changes of reportable segments are as follows.

As a result of the change in the corporate organization, some classification in "Other" and "Adjustments" have changed from the first quarter of the fiscal year.

The segment information disclosed for the first half months of the previous year has been prepared based on the classification of reporting segments after the corporate organization change.

*4. Product of HONDA TSUSHIN KOGYO CO., LTD. are included in the MITSUMI business segment in conjunction with its acquisition from the first half months of the fiscal year.