

**FY2019 2nd Quarter (April 1-September 30) Financial Statements**

**JERA CO., Inc.**

- **Consolidated Statement of Income**
- **Consolidated Balance Sheet**
- **Consolidated Statement of Cash Flows**

## Consolidated Statement of Income

( From April 1, 2019  
to September 30,2019 )

(Unit:Million of yen)

Item	Amount	
Net sales		1,624,172
Cost of sales		1,457,507
Gross profit		166,664
Selling, general and administrative expenses		26,025
Operating profit		140,638
Non-operating income		
Interest income	3,019	
Equity in earnings of affiliates, net	9,461	
Foreign exchange profit	2,586	
Other	4,118	19,186
Non-operating expenses		
Interest expenses	4,332	
Loss on valuation of securities	1,976	
Other	2,394	8,703
Ordinary profit		151,121
Extraordinary Profit		
Gain on sales of securities	21,145	21,145
Quarterly income before income taxes		172,266
Income taxes-current	26,285	
Income taxes-deferred	468	26,754
Quarterly net income		145,512
Quarterly net income attributable to non-controlling interests		7,677
Quarterly net income attributable to owners of parent		137,835

**Consolidated Balance Sheet**  
(As of September 30, 2019)

(Unit: Million of yen)

Assets		Liabilities and net assets	
Item	Amount	Item	Amount
<b>(Assets)</b>		<b>(Liabilities)</b>	
<b>Current assets</b>	1,022,499	<b>Current liabilities</b>	580,676
Cash and deposits	441,606	Notes and accounts payable	185,315
Notes and accounts receivable	300,659	Short-term loans payable	168,896
Inventories	161,017	Income taxes payable	43,695
Other	119,216	Other	182,768
<b>Non-current assets</b>	2,672,381	<b>Non-current liabilities</b>	1,549,557
<b>Property, plant and equipment</b>	1,986,001	Long-term loans payable	1,409,016
Buildings and structures	367,250	Net defined benefit liability	411
Machinery, equipment and vehicles	1,000,445	Other	140,130
Land	333,307	<b>Total liabilities</b>	2,130,234
Construction in process	282,016	<b>(Net assets)</b>	
Other	2,981	<b>Shareholders' equity</b>	1,535,372
<b>Intangible assets</b>	35,934	Capital stock	5,000
Other	35,934	Capital surplus	1,312,517
<b>Investments and other assets</b>	650,445	Retained earnings	217,854
Investment securities	518,716	<b>Accumulated other comprehensive income</b>	(27,297)
Other	131,728	Valuation difference on available-for-sale securities	49
		Deferred gains or losses on hedges	(30,986)
		Foreign currency translation adjustments	3,638
		<b>Non-controlling interests</b>	56,571
		<b>Total net assets</b>	1,564,646
<b>Total assets</b>	3,694,880	<b>Total liabilities and net assets</b>	3,694,880

## Consolidated Statement of Cash Flows

( From April 1, 2019  
to September 30, 2019 )

(Unit: Millions of yen)

Item	Amount
I. Cash flows from operating activities	
Income before income taxes	172,266
Depreciation and amortization	97,805
Interest and dividend income	(4,685)
Interest expense	4,332
Equity in earnings / losses of affiliates	(9,461)
Gains on sales of investment securities	(21,145)
Decrease / increase in notes and accounts receivable	(124,171)
Decrease / increase in inventories	16,969
Increase / decrease in notes and accounts payable	98,706
Other	58,186
Subtotal	288,802
Interest and dividends received	11,277
Interest paid	(3,670)
Income taxes paid	(5,080)
Net cash provided by operating activities	291,329
II. Cash flows from investing activities	
Decrease / increase in time deposits	(23,390)
Purchases of investment securities	(27,130)
Proceeds from sales of investment securities	16,216
Payments of loans receivable	(2,882)
Collection of loans receivable	907
Purchases of non-current assets	(128,019)
Proceeds from sales of non-current assets	218
Other	396
Net cash used in investing activities	(163,684)
III. Cash flows from financing activities	
Net increase / decrease in short-term loans payable	(1,614,092)
Proceeds from long-term loans payable	1,311,742
Repayment of long-term loans payable	(75,597)
Proceeds from stock issuance to non-controlling shareholders	1,879
Other	(86)
Net cash used in financing activities	(376,154)
IV. Effect of exchange rate changes on cash and cash equivalents	(4,859)
V. Net increase / decrease in cash and cash equivalents	(253,370)
VI. Cash and cash equivalents at the beginning of the period	269,587
VII. Increase in cash and cash equivalents due to absorption-type demerger	335,000
VIII. Increase in cash and cash equivalents due to change in scope of consolidation	11,791
IX. Cash and cash equivalents at the end of the period	363,009