



Consolidated Financial Results for the Six Months Ended September 30, 2022 (IFRS)

October 31, 2022

Company name: **KYOCERA CORPORATION** Stock Listing: Tokyo Stock Exchange
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Scheduled date of quarterly report filing: November 11, 2022
 Scheduled date for commencement of dividend payments: December 5, 2022
 Supplementary documents of the quarterly financial results: Yes
 Holding quarterly financial results meeting: Yes (for institutional investors and analysts)

(Amounts less than one million yen are rounded)

1. Consolidated Financial Results for the Six Months Ended September 30, 2022

(1) Consolidated operating results (% of change from the same period of the previous year)

	Sales revenue		Operating profit		Profit before income taxes		Profit attributable to owners of the parent		Comprehensive income for the period	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Six months ended										
September 30, 2022	1,012,172	15.5	76,488	1.1	104,311	5.0	75,586	3.2	242,519	62.7
September 30, 2021	876,337	25.9	75,679	214.5	99,351	105.9	73,219	113.1	149,051	—

	Earnings per share attributable to owners of the parent - Basic		Earnings per share attributable to owners of the parent - Diluted	
	Yen		Yen	
Six months ended				
September 30, 2022	210.60		—	
September 30, 2021	202.01		—	

(2) Consolidated financial position

	Total assets		Total equity		Equity attributable to owners of the parent		Ratio of equity attributable to owners of the parent to total assets	
	Million yen		Million yen		Million yen		%	
As of								
September 30, 2022	4,149,994		3,107,265		3,079,279		74.2	
March 31, 2022	3,917,265		2,898,273		2,871,554		73.3	

2. Cash Dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Year-end	Total
Year ended	Yen				
March 31, 2022	—	90.00	—	90.00	180.00
Year ending	Yen				
March 31, 2023	—	100.00			
Year ending	Yen				
March 31, 2023 (forecast)			—	100.00	200.00

(Note) Revision of previously announced dividend targets during this reporting period: Yes

For detailed information, please refer to “Notice Relating to Distribution of Interim Dividend for the Year Ending March 31, 2023 (“fiscal 2023”)” released today (October 31, 2022).

3. Consolidated Financial Forecasts for the Year Ending March 31, 2023

(% of change from the previous year)

	Sales revenue		Operating profit		Profit before income taxes		Profit attributable to owners of the parent		Earnings per share attributable to owners of the parent - Basic	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen	
Year ending										
March 31, 2023	2,000,000	8.8	174,000	16.8	220,000	10.6	154,000	3.8	429.08	

(Note) Revision of previously announced financial forecast during this reporting period: None

“Earnings per share attributable to owners of the parent - Basic” is calculated using the average number of shares outstanding for the six months ended September 30, 2022.

Notes

(1) Changes in significant subsidiaries during the period

(Changes in specified subsidiaries that caused a change in the scope of consolidation): None

(2) Changes in accounting policies and accounting estimates

(i) Changes in accounting policies required under IFRS: None

(ii) Changes in accounting policies due to reasons other than (i): None

(iii) Changes in accounting estimates: Yes

Please refer to page 13 “(4) Notes to Condensed Quarterly Consolidated Financial Statements b. Changes in Accounting Estimates” under “2. Condensed Quarterly Consolidated Financial Statements and Primary Notes” for details.

(3) Number of shares issued (common stock)

(i) Number of shares issued (including treasury stock):

As of September 30, 2022 377,618,580 shares

As of March 31, 2022 377,618,580 shares

(ii) Number of treasury stock:

As of September 30, 2022 18,704,907 shares

As of March 31, 2022 18,717,679 shares

(iii) Average number of shares outstanding:

For the six months ended September 30, 2022 358,907,332 shares

For the six months ended September 30, 2021 362,445,887 shares

Instruction for Forecasts and Other Notes

1. Cautionary statements with respect to forward-looking statements

Certain of the statements made in this document are forward-looking statements, which are based on our current assumptions and beliefs in light of the information currently available to us. These forward-looking statements involve known and unknown risks, uncertainties and other factors. Such risks, uncertainties and other factors include, but are not limited to the following:

- (1) General conditions in the Japanese or global economy;
- (2) Unexpected changes in economic, political and legal conditions in countries where we operate or export;
- (3) The effect of foreign exchange fluctuations on our results of operations;
- (4) Intense competitive pressures to which our products are subject;
- (5) Fluctuations in the price and ability of suppliers to provide the required quantity of raw materials for use in our production activities;
- (6) Manufacturing delays or defects resulting from outsourcing or internal manufacturing processes;
- (7) The possibility that future initiatives and in-process research and development may not produce the desired results;
- (8) Companies or assets acquired by us not produce the returns or benefits, or bring in business opportunities;
- (9) Inability to secure skilled employees;
- (10) Damages on our information security systems from cyberattacks, etc. and significant costs in order to recover and maintain the systems;
- (11) Insufficient protection of our trade secrets and intellectual property rights including patents;
- (12) Expenses associated with licenses we require to continue to manufacture and sell products;
- (13) Unintentional conflict with laws and regulations or newly enacted laws and regulations;
- (14) Environmental liability and compliance obligations by tightening of environmental laws and regulations;
- (15) Inability to respond to global climate change problems or delay in such response, which may lead to increased costs and negatively impact our corporate brands;
- (16) Our market or supply chains being affected by plague, infectious diseases, terrorism, wars or similar events;
- (17) Earthquakes and other natural disasters affecting our headquarters and major facilities as well as our suppliers and customers;
- (18) Credit risk on trade receivables;
- (19) Fluctuations in the value of financial instruments held by us;
- (20) Impairment losses on property, plant and equipment, goodwill and intangible assets;
- (21) Uncertainty over income tax and deferred tax assets; and
- (22) Changes in accounting standards.

Due to such risks, uncertainties and other factors, our actual results, performance, achievements or financial condition may be substantially different from any future results, performance, achievements or financial condition expressed or implied by these forward-looking statements. We undertake no obligation to publicly update any forward-looking statements included in this document.

2. This consolidated financial report is not subject to quarterly review procedures by certified public accountants or auditing firms.

3. Method of obtaining supplementary materials on the financial results

The supplementary documents will be posted on the corporate website on October 31, 2022.

4. English translation

This is an English translation of the Japanese original of “Consolidated Financial Results for the Six Months Ended September 30, 2022.” The translation is prepared for the reference and convenience solely for those who do not use Japanese. In the event of any discrepancy between this translation and the Japanese original, the latter shall prevail.

(Attachment)

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1. Qualitative Information related to Consolidated Financial Results

(1) Explanation of Consolidated Financial Results

a. Consolidated Financial Results

During the six months ended September 30, 2022 (“the first half”), supply chain disruptions and price increases in raw materials, etc., continued due to the unstable global situation. In addition, the yen depreciated substantially in the foreign exchange market.

At Kyocera, due to the contribution of investments in expanding component production for the 5G and semiconductor-related markets to meet robust demand, and due also to increased sales by the Industrial Tools Unit and the Document Solutions Unit, sales revenue of all reporting segments increased as compared with the six months ended September 30, 2021 (“the previous first half”). Sales revenue of the first half increased by 135,835 million yen, or 15.5%, to 1,012,172 million yen, as compared with the previous first half, including the impact of weaker yen (push up of approximately 103 billion yen as compared with the previous first half), marking a record high for a first half period.

Profit increased slightly as compared with the previous first half, due to price increases in raw materials, etc., a decrease in sales of the Communications Unit, and a one-time cost recorded in connection with a litigation in the amount of approximately 7 billion yen, which largely offset the impact of increases in sales revenue and the weaker yen (push up in profit before income taxes of approximately 26 billion yen as compared with the previous first half).

As compared with the previous first half, operating profit increased by 809 million yen, or 1.1%, to 76,488 million yen, profit before income taxes increased by 4,960 million yen, or 5.0%, to 104,311 million yen, and profit attributable to owners of the parent increased by 2,367 million yen, or 3.2%, to 75,586 million yen.

Consolidated Financial Results

(Yen in millions)

	For the six months ended September 30, 2021		For the six months ended September 30, 2022		Change	
	Amount	%*	Amount	%*	Amount	%
Sales revenue	876,337	100.0	1,012,172	100.0	135,835	15.5
Operating profit	75,679	8.6	76,488	7.6	809	1.1
Profit before income taxes	99,351	11.3	104,311	10.3	4,960	5.0
Profit attributable to owners of the parent	73,219	8.4	75,586	7.5	2,367	3.2
Average US\$ exchange rate (Yen)	110	—	134	—	—	—
Average Euro exchange rate (Yen)	131	—	139	—	—	—

Capital expenditures	67,367	7.7	85,416	8.4	18,049	26.8
Depreciation charge of property, plant and equipment	42,061	4.8	52,158	5.2	10,097	24.0
Research and development expenses	40,359	4.6	45,717	4.5	5,358	13.3

* % represents the percentage to sales revenue.

b. Consolidated Financial Results by Reporting Segment

1) Core Components Business

Sales revenue for the first half increased by 47,003 million yen, or 18.7%, to 298,981 million yen as compared with the previous first half. Business profit increased by 18,402 million yen, or 65.6%, to 46,460 million yen as compared with the previous first half. The business profit ratio for the first half improved to 15.5%.

Sales revenue increased due mainly to a rise in demand for high-value-added products such as ceramic packages and organic packages and boards in the Semiconductor Components Unit for the information and communication-related markets, including the 5G market, as well as fine ceramic components for semiconductor processing equipment in the Industrial & Automotive Components Unit. Business profit increased significantly due to increased sales, as well as the impact of the weaker yen.

2) Electronic Components Business

Sales revenue for the first half increased by 32,582 million yen, or 20.0%, to 195,882 million yen as compared with the previous first half. Business profit increased by 4,420 million yen, or 16.9%, to 30,511 million yen as compared with the previous first half. The business profit ratio for the first half was 15.6%.

Both sales revenue and business profit increased due to growing demand for components such as capacitors mainly for the industrial and the automotive-related markets. The weaker yen also contributed.

3) Solutions Business

Sales revenue for the first half increased by 56,553 million yen, or 12.1%, to 524,078 million yen as compared with the previous first half. Business profit decreased by 10,317 million yen, or 28.6%, to 25,697 million yen as compared with the previous first half. The business profit ratio for the first half declined to 4.9%.

Sales revenue increased due to increased sales of major products and the impact of the weaker yen in the Industrial Tools Unit and the Document Solutions Unit. Business profit, however, decreased due to a drop in mobile phone sales volume in the Communications Unit, as well as increases in the price of raw materials, logistics costs, etc. in each business.

Sales Revenue by Reporting Segment

(Yen in millions)

	For the six months ended September 30, 2021		For the six months ended September 30, 2022		Change	
	Amount	%*	Amount	%*	Amount	%
Core Components Business	251,978	28.8	298,981	29.5	47,003	18.7
Industrial & Automotive Components Unit	83,506	9.5	96,790	9.6	13,284	15.9
Semiconductor Components Unit	155,605	17.8	188,675	18.6	33,070	21.3
Others	12,867	1.5	13,516	1.3	649	5.0
Electronic Components Business	163,300	18.6	195,882	19.3	32,582	20.0
Solutions Business	467,525	53.3	524,078	51.8	56,553	12.1
Industrial Tools Unit	121,434	13.9	162,244	16.0	40,810	33.6
Document Solutions Unit	175,248	20.0	206,060	20.4	30,812	17.6
Communications Unit	120,538	13.7	98,544	9.7	(21,994)	(18.2)
Others	50,305	5.7	57,230	5.7	6,925	13.8
Others	7,913	0.9	10,751	1.1	2,838	35.9
Adjustments and eliminations	(14,379)	(1.6)	(17,520)	(1.7)	(3,141)	—
Sales revenue	876,337	100.0	1,012,172	100.0	135,835	15.5

* % represents the component ratio.

Business Profit (Loss) by Reporting Segment

(Yen in millions)

	For the six months ended September 30, 2021		For the six months ended September 30, 2022		Change	
	Amount	%*	Amount	%*	Amount	%
Core Components Business	28,058	11.1	46,460	15.5	18,402	65.6
Industrial & Automotive Components Unit	9,595	11.5	10,879	11.2	1,284	13.4
Semiconductor Components Unit	19,543	12.6	38,345	20.3	18,802	96.2
Others	(1,080)	—	(2,764)	—	(1,684)	—
Electronic Components Business	26,091	16.0	30,511	15.6	4,420	16.9
Solutions Business	36,014	7.7	25,697	4.9	(10,317)	(28.6)
Industrial Tools Unit	14,688	12.1	15,336	9.5	648	4.4
Document Solutions Unit	15,753	9.0	13,269	6.4	(2,484)	(15.8)
Communications Unit	7,531	6.2	(2,745)	—	(10,276)	—
Others	(1,958)	—	(163)	—	1,795	—
Others	(7,181)	—	(12,959)	—	(5,778)	—
Total business profit	82,982	9.5	89,709	8.9	6,727	8.1
Corporate gains and others	16,369	—	14,602	—	(1,767)	(10.8)
Profit before income taxes	99,351	11.3	104,311	10.3	4,960	5.0

* % represents the percentage to sales revenue of each corresponding segment.

(Note) Effective from the three months ended March 31, 2022, certain sales of by-products generated by each reporting segment, which was included in “Others,” has been recorded into respective reporting segments due to their materiality in terms of amount. This change has been applied to sales revenue by reporting segment for the year ended March 31, 2022.

Business results for the six months ended September 30, 2021 have been reclassified in line with the above change.

(2) Explanation of Consolidated Financial Position

Consolidated Cash Flows

The balance of cash and cash equivalents at September 30, 2022 decreased by 36,049 million yen to 378,080 million yen from 414,129 million yen at March 31, 2022.

1) Cash flows from operating activities

Net cash provided by operating activities for the first half decreased by 55,714 million yen to 60,050 million yen from 115,764 million yen for the previous first half. This was due mainly to an increase in cash outflows with an increase in production and income tax paid, and a transfer of retirement benefit liabilities of TA Triumph-Adler GmbH, a consolidated subsidiary of Kyocera Document Solutions Inc., to a third party in cash and other consideration.

2) Cash flows from investing activities

Net cash used in investing activities for the first half increased by 42,252 million yen to 69,652 million yen from 27,400 million yen for the previous first half. This was due mainly to an increase in capital expenditures as well as a decrease in proceeds from maturities of securities.

3) Cash flows from financing activities

Net cash used in financing activities for the first half increased by 6,473 million yen to 49,143 million yen from 42,670 million yen for the previous first half. This was due mainly to an increase in dividends paid.

Consolidated Cash Flows

(Yen in millions)

	For the six months ended September 30, 2021	For the six months ended September 30, 2022	Change
Cash flows from operating activities	115,764	60,050	(55,714)
Cash flows from investing activities	(27,400)	(69,652)	(42,252)
Cash flows from financing activities	(42,670)	(49,143)	(6,473)
Effect of exchange rate changes on cash and cash equivalents	(665)	22,696	23,361
Increase (decrease) in cash and cash equivalents	45,029	(36,049)	(81,078)
Cash and cash equivalents at the beginning of the year	386,727	414,129	27,402
Cash and cash equivalents at the end of the period	431,756	378,080	(53,676)

(3) Explanation Regarding Future Projection Including Consolidated Financial Forecasts

Our forecast for the fiscal year ending March 31, 2023 (“fiscal 2023”) has not been changed from the forecast announced in April 2022.

Even though the financial results of the Communications Unit were below projections, the consolidated results for the first half were generally within the range of our projections made at the beginning of fiscal 2023 due to an increase in sales of components for the 5G and semiconductor-related markets, as well as the impact of the weaker yen. For the three months ending December 31, 2022 (“the third quarter”) and onward, although the outlook remains uncertain due to concerns for the continuation of price increases in raw materials, etc., as well as global recession risks, we aim to achieve our consolidated financial forecasts by making efforts to acquire orders and increase sales, and by pursuing further improvements in productivity.

Due to financial results of each reporting segment for the first half and the outlook, we have revised the financial forecasts by reporting segment as stated in next page.

We forecast average exchange rates for the third quarter and the three months ending March 31, 2023 to be 135 yen to both the U.S. dollar and the Euro. As a result, full-year forecasts of average exchange rates for fiscal 2023 are 134 yen to the U.S. dollar and 137 yen to the Euro.

Please refer to “1. Cautionary statements with respect to forward-looking statements” in “Instruction for Forecasts and Other Notes” for information of future prospective.

Forecasts of Consolidated Financial Results

(Yen in millions)

	Results for the year ended March 31, 2022		Forecasts for the year ending March 31, 2023		Change	
	Amount	%*1	Amount	%*1	Amount	%
Sales revenue	1,838,938	100.0	2,000,000	100.0	161,062	8.8
Operating profit	148,910	8.1	174,000	8.7	25,090	16.8
Profit before income taxes	198,947	10.8	220,000	11.0	21,053	10.6
Profit attributable to owners of the parent	148,414	8.1	154,000	7.7	5,586	3.8
Average US\$ exchange rate (Yen)	112	—	*2 134	—	—	—
Average Euro exchange rate (Yen)	131	—	*2 137	—	—	—

Capital expenditures	151,771	8.3	200,000	10.0	48,229	31.8
Depreciation charge of property, plant and equipment	90,229	4.9	120,000	6.0	29,771	33.0
Research and development expenses	84,123	4.6	95,000	4.8	10,877	12.9

*1: % represents the percentage to sales revenue.

*2: Revised from the previous forecast made in April 2022. The previous forecasts were 115 yen for average US\$ exchange rate, 125 yen for average Euro exchange rate.

Forecasts of Sales Revenue by Reporting Segment

(Yen in millions)

	Results for the year ended March 31, 2022		Forecasts for the year ending March 31, 2023, announced on				Change %*2
			April 28, 2022 (Previous)		October 31, 2022 (Revised)		
	Amount	%*1	Amount	%*1	Amount	%*1	
Core Components Business	527,933	28.7	582,000	29.1	600,000	30.0	13.7
Industrial & Automotive Components Unit	172,908	9.4	201,000	10.1	202,000	10.1	16.8
Semiconductor Components Unit	327,746	17.8	351,000	17.6	369,000	18.5	12.6
Others	27,279	1.5	30,000	1.4	29,000	1.4	6.3
Electronic Components Business	339,102	18.4	370,000	18.5	380,000	19.0	12.1
Solutions Business	983,689	53.5	1,061,000	53.1	1,033,000	51.7	5.0
Industrial Tools Unit	251,062	13.7	265,000	13.3	310,000	15.5	23.5
Document Solutions Unit	366,691	19.9	400,000	20.0	420,000	21.0	14.5
Communications Unit	262,306	14.3	271,000	13.6	188,000	9.4	(28.3)
Others	103,630	5.6	125,000	6.2	115,000	5.8	11.0
Others	17,817	1.0	24,000	1.2	24,000	1.2	34.7
Adjustments and eliminations	(29,603)	(1.6)	(37,000)	(1.9)	(37,000)	(1.9)	—
Sales revenue	1,838,938	100.0	2,000,000	100.0	2,000,000	100.0	8.8

*1: % represents the component ratio.

*2: % represents the percentage change from the previous year.

Forecasts of Business Profit (Loss) by Reporting Segment

(Yen in millions)

	Results for the year ended March 31, 2022		Forecasts for the year ending March 31, 2023, announced on				Change %*2
			April 28, 2022 (Previous)		October 31, 2022 (Revised)		
	Amount	%*1	Amount	%*1	Amount	%*1	
Core Components Business	61,640	11.7	82,000	14.1	103,000	17.2	67.1
Industrial & Automotive Components Unit	19,872	11.5	29,000	14.4	29,000	14.4	45.9
Semiconductor Components Unit	44,239	13.5	54,000	15.4	77,000	20.9	74.1
Others	(2,471)	—	(1,000)	—	(3,000)	—	—
Electronic Components Business	47,896	14.1	55,500	15.0	60,000	15.8	25.3
Solutions Business	68,730	7.0	87,000	8.2	54,000	5.2	(21.4)
Industrial Tools Unit	27,211	10.8	31,000	11.7	31,000	10.0	13.9
Document Solutions Unit	33,334	9.1	42,000	10.5	36,000	8.6	8.0
Communications Unit	15,288	5.8	11,000	4.1	(10,000)	—	—
Others	(7,103)	—	3,000	2.4	(3,000)	—	—
Others	(14,649)	—	(24,500)	—	(27,000)	—	—
Total business profit	163,617	8.9	200,000	10.0	190,000	9.5	16.1
Corporate gains and others	35,330	—	20,000	—	30,000	—	(15.1)
Profit before income taxes	198,947	10.8	220,000	11.0	220,000	11.0	10.6

*1: % represents the percentage to sales revenue of each corresponding segment.

*2: % represents the percentage change from the previous year.

2. Condensed Quarterly Consolidated Financial Statements and Primary Notes

(1) Condensed Quarterly Consolidated Statement of Financial Position

(Yen in millions)

	As of March 31, 2022		As of September 30, 2022		Change
	Amount	%*	Amount	%*	
Assets					
Current assets					
Cash and cash equivalents	414,129		378,080		(36,049)
Short-term investments	25,460		5,215		(20,245)
Trade and other receivables	379,066		383,710		4,644
Other financial assets	18,623		18,579		(44)
Inventories	452,506		559,519		107,013
Other current assets	39,339		45,374		6,035
Total current assets	1,329,123	33.9	1,390,477	33.5	61,354
Non-current assets					
Equity and debt instruments	1,469,133		1,552,716		83,583
Investments accounted for using the equity method	15,795		15,631		(164)
Other financial assets	41,540		41,310		(230)
Property, plant and equipment	512,175		575,354		63,179
Right-of-use assets	40,703		47,639		6,936
Goodwill	262,985		273,854		10,869
Intangible assets	149,879		159,747		9,868
Deferred tax assets	36,483		38,385		1,902
Other non-current assets	59,449		54,881		(4,568)
Total non-current assets	2,588,142	66.1	2,759,517	66.5	171,375
Total assets	3,917,265	100.0	4,149,994	100.0	232,729

* % represents the component ratio.

(Yen in millions)

	As of March 31, 2022		As of September 30, 2022		Change
	Amount	%*	Amount	%*	
Liabilities and Equity					
Liabilities					
Current liabilities					
Borrowings	79,382		78,861		(521)
Trade and other payables	222,962		225,849		2,887
Lease liabilities	17,326		18,314		988
Other financial liabilities	16,552		12,288		(4,264)
Income tax payables	20,390		19,708		(682)
Accrued expenses	134,282		140,148		5,866
Provisions	7,010		9,227		2,217
Other current liabilities	41,445		41,152		(293)
Total current liabilities	539,349	13.8	545,547	13.1	6,198
Non-current liabilities					
Borrowings	17,163		16,472		(691)
Lease liabilities	35,390		41,055		5,665
Retirement benefit liabilities	23,129		9,469		(13,660)
Deferred tax liabilities	384,513		409,200		24,687
Provisions	9,631		10,856		1,225
Other non-current liabilities	9,817		10,130		313
Total non-current liabilities	479,643	12.2	497,182	12.0	17,539
Total liabilities	1,018,992	26.0	1,042,729	25.1	23,737
Equity					
Common stock	115,703		115,703		—
Capital surplus	122,751		122,523		(228)
Retained earnings	1,846,102		1,888,971		42,869
Other components of equity	880,297		1,045,320		165,023
Treasury stock	(93,299)		(93,238)		61
Total equity attributable to owners of the parent	2,871,554	73.3	3,079,279	74.2	207,725
Non-controlling interests	26,719	0.7	27,986	0.7	1,267
Total equity	2,898,273	74.0	3,107,265	74.9	208,992
Total liabilities and equity	3,917,265	100.0	4,149,994	100.0	232,729

* % represents the component ratio.

(2) Condensed Quarterly Consolidated Statement of Profit or Loss and Comprehensive Income

a. Condensed Quarterly Consolidated Statement of Profit or Loss

(Yen in millions except per share amounts)

	For the six months ended September 30, 2021		For the six months ended September 30, 2022		Change	
	Amount	%*	Amount	%*	Amount	%
Sales revenue	876,337	100.0	1,012,172	100.0	135,835	15.5
Cost of sales	626,188	71.5	721,318	71.3	95,130	15.2
Gross profit	250,149	28.5	290,854	28.7	40,705	16.3
Selling, general and administrative expenses	174,470	19.9	214,366	21.1	39,896	22.9
Operating profit	75,679	8.6	76,488	7.6	809	1.1
Finance income	23,127	2.6	26,310	2.6	3,183	13.8
Finance expenses	1,330	0.1	1,684	0.2	354	26.6
Foreign exchange gains (losses)	1,210	0.1	1,953	0.2	743	61.4
Share of net profit (loss) of investments accounted for using the equity method	(186)	(0.0)	320	0.0	506	—
Other, net	851	0.1	924	0.1	73	8.6
Profit before income taxes	99,351	11.3	104,311	10.3	4,960	5.0
Income taxes	24,422	2.7	27,086	2.7	2,664	10.9
Profit for the period	74,929	8.6	77,225	7.6	2,296	3.1

Profit attributable to:						
Owners of the parent	73,219	8.4	75,586	7.5	2,367	3.2
Non-controlling interests	1,710	0.2	1,639	0.1	(71)	(4.2)
Profit for the period	74,929	8.6	77,225	7.6	2,296	3.1

Per share information:			
Earnings per share attributable to owners of the parent			
Basic and diluted (Yen)	202.01	210.60	

* % represents the percentage to sales revenue.

b. Condensed Quarterly Consolidated Statement of Comprehensive Income

(Yen in millions)

	For the six months ended September 30, 2021	For the six months ended September 30, 2022	Change
	Amount	Amount	
Profit for the period	74,929	77,225	2,296
Other comprehensive income, net of taxation			
Items that will not be reclassified to profit or loss:			
Financial assets measured at fair value through other comprehensive income	69,239	57,556	(11,683)
Re-measurement of defined benefit plans	—	(37)	(37)
Total items that will not be reclassified to profit or loss	69,239	57,519	(11,720)
Items that may be reclassified subsequently to profit or loss:			
Net changes in fair value of cash flow hedge	(3)	(56)	(53)
Exchange differences on translating foreign operations	4,951	107,915	102,964
Share of other comprehensive income of investments accounted for using the equity method	(65)	(84)	(19)
Total items that may be reclassified subsequently to profit or loss	4,883	107,775	102,892
Total other comprehensive income	74,122	165,294	91,172
Comprehensive income for the period	149,051	242,519	93,468

Comprehensive income attributable to:			
Owners of the parent	147,295	240,206	92,911
Non-controlling interests	1,756	2,313	557
Comprehensive income for the period	149,051	242,519	93,468

(3) Condensed Quarterly Consolidated Statement of Changes in Equity

For the six months ended September 30, 2021

(Yen in millions)

	Total equity attributable to owners of the parent						Non-controlling interests	Total equity
	Common Stock	Capital surplus	Retained earnings	Other components of equity	Treasury stock	Total		
Balance as of April 1, 2021	115,703	122,745	1,750,259	671,951	(69,243)	2,591,415	24,695	2,616,110
Profit for the period			73,219			73,219	1,710	74,929
Other comprehensive income				74,076		74,076	46	74,122
Total comprehensive income for the period	—	—	73,219	74,076	—	147,295	1,756	149,051
Cash dividends			(28,995)			(28,995)	(982)	(29,977)
Purchase of treasury stock					(7)	(7)		(7)
Reissuance of treasury stock		27			55	82		82
Transactions with non-controlling interests						—		—
Transfer to retained earnings			3	(3)		—		—
Others		(8)				(8)		(8)
Balance as of September 30, 2021	115,703	122,764	1,794,486	746,024	(69,195)	2,709,782	25,469	2,735,251

For the six months ended September 30, 2022

(Yen in millions)

	Total equity attributable to owners of the parent						Non-controlling interests	Total equity
	Common Stock	Capital surplus	Retained earnings	Other components of equity	Treasury stock	Total		
Balance as of April 1, 2022	115,703	122,751	1,846,102	880,297	(93,299)	2,871,554	26,719	2,898,273
Profit for the period			75,586			75,586	1,639	77,225
Other comprehensive income				164,620		164,620	674	165,294
Total comprehensive income for the period	—	—	75,586	164,620	—	240,206	2,313	242,519
Cash dividends			(32,301)			(32,301)	(994)	(33,295)
Purchase of treasury stock					(8)	(8)		(8)
Reissuance of treasury stock		33			69	102		102
Transactions with non-controlling interests		(261)				(261)	(52)	(313)
Transfer to retained earnings			(403)	403		—		—
Others			(13)			(13)		(13)
Balance as of September 30, 2022	115,703	122,523	1,888,971	1,045,320	(93,238)	3,079,279	27,986	3,107,265

(4) Notes to Condensed Quarterly Consolidated Financial Statements

a. Notes to Going Concern Assumption

Not Applicable

b. Changes in Accounting Estimates

Effective from the three months ended June 30, 2022, Kyocera has changed the useful lives of some software from two years to five years and the change is applied prospectively. This was due to better estimates based on recent software usage.

As a result of the change, operating profit and profit before income taxes for the six months ended September 30, 2022 increased by 1,067 million yen compared to the previous estimates.